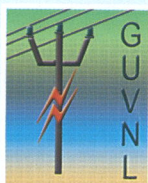
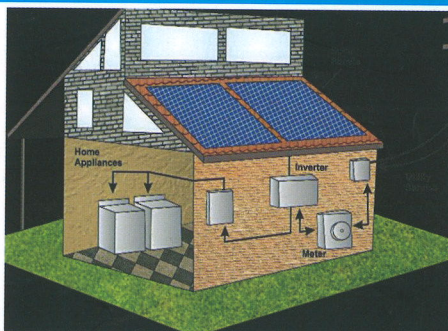


13th Annual Report

2015 - 16



Madhya Gujarat Vij Company Limited

An ISO Certified Company

(A Wholly Owned Subsidiary of Gujarat Urja Vikas Nigam Limited)

OUR VISION

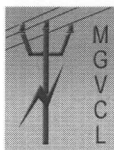
- ★ **Customer satisfaction through service excellence**

OUR MISSION

- ★ **To provide reliable and quality power at competitive cost**
- ★ **To reach global standards in reducing distribution losses**

OUR CORE VALUES

- ★ **Customer satisfaction**
- ★ **Participative work culture**
- ★ **Pride of belongingness**
- ★ **Excellence**
- ★ **Being ethically and socially responsive**



Madhya Gujarat Vij Company Limited

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Board of Directors

Shri Pankaj Joshi, IAS
Smt. Shahmeena Husain, IAS
Shri S. B. Khyalia
Shri H. P. Desai
Shri Kirankumar Joshi
Shri C. J. Macwan
Shri K. P. Jangid
Shri M. B. Parikh
Shri Rajesh Manjhu, IAS

(As on 19-11-2016)

Chairman
Director
Director
Independent Director
Independent Director
Director
Director
Director
Managing Director

Company Secretary

Shri K. M. Antani

Senior Executives

Shri K. R. Shah
Shri K. N. Parikh
Smt. M. M. Marathe
Shri M. G. Pandya

Sr. Chief General Manager (F&A) & CFO
Chief Engineer (T&O)
Chief Engineer (Proj.)
General Manager (HR)

Bankers

UCO Bank	Syndicate Bank	Bank of Baroda	Union Bank of India
Dena Bank	Vijaya Bank	Bank of India	Allahabad Bank
Central Bank of India	Indian Bank	Canara Bank	Indian Overseas Bank
Corporation Bank	Karur Vyasya Bank	State Bank of India	

Auditors

M/s. G. K. Choksi & Co.
Chartered Accountants
Ahmedabad.

Secretarial Auditors

M/s. Sandip K. Shukla
Company Secretaries
Vadodara.

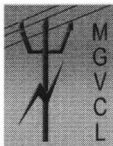
Cost Auditors

M/s. R. K. Patel & Co.
Cost Accountants
Vadodara.

Registered Office

Sardar Patel Vidyut Bhavan,
Race Course, Vadodara- 390007.
Phone No. : (0265) 2310582-86
Fax No. : (0265) 2337918, 2338164
Website : www.mgvcl.com
E-mail : info.mgvcl@gebmail.com
CIN : U40102GJ2003SGC042907

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Madhya Gujarat Vij Company Limited

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NOTICE

Notice is hereby given that the Thirteenth Annual General Meeting of the Members of **Madhya Gujarat Vij Company Limited** will be held (at shorter notice under Section 101(1) of the Companies Act, 2013, pursuant to consent received from all the members) on Friday, the 25th November, 2016 at 11:30 a.m. at the 'Board Room' of the Company, Third Floor, Sardar Patel Vidyut Bhavan, Race Course Circle, Vadodara – 390007, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended 31st March, 2016, together with the Board's Report and Report of Auditors' thereon along with NIL Comments of the Comptroller & Auditor General of India.
2. To authorize the Board of Directors of the Company to fix the remuneration payable to Statutory Auditors of the Company appointed by the Comptroller and Auditor General of India (C & AG), New Delhi, for the audit of accounts of the Company for the financial year 2016-17 and if thought fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to Section 142 of the Companies Act, 2013, the Board of Directors of the Company be and is hereby authorized to decide and fix the remuneration and other terms and conditions including out of pocket expenses, to the Statutory Auditors appointed by the Comptroller and Auditor General of India, to audit the accounts of Company for the financial year 2016-17."

SPECIAL BUSINESS

3. **To consider and if thought fit, to pass, with or without modification/s, the following resolution as an Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 148, all other applicable provisions of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the Cost Auditors, M/s. Dalwadi & Associates, Cost Accountants, Vadodara, (Firm Registration No.000338), appointed by the Board of Directors of the Company as Cost Auditors of the Company to conduct the audit of the Cost Accounts / Records maintained by the Company in respect of Electricity Industry for the Financial Year ending 31st March, 2017, be paid remuneration of ₹ 67,500/- (Rupees sixty seven thousand five hundred Only) per annum as cost audit fees inclusive of out of pocket expenses plus applicable service tax;

RESOLVED FURTHER THAT the Board of Directors of the Company (including any Committee thereof) be and is hereby authorized to do all such acts, deeds, matters and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

4. **To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:**

"RESOLVED THAT Shri S. B. Khyalia (holding DIN 02470485), Non-Independent Director, who was appointed as Director not subject to retirement by rotation until such time he is the Managing Director of the Company in the 9th Annual General Meeting of the Company held on 13th December, 2012 and who ceased to be the Managing Director of the Company effective from 9th May, 2016, be and is hereby continue as Non-Independent Director of



Madhya Gujarat Vij Company Limited

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the Company not liable to retirement by rotation and that consent of the Company be and is hereby accorded to change the status / category / tenure of appointment of Shri S. B. Khyalia from 'Director liable to retirement by rotation' to 'Director not liable to retirement by rotation' pursuant to the exemptions available to specified Government Companies from sub-section (6) and (7) of Section 152 of the Companies Act, 2013, by the Gazette Notification dated 5th June, 2015, issued by Ministry of Corporate Affairs, Government of India."

By Order of the Board

Place : Vadodara.

Date : 19th November, 2016

K.M. Antani

Company Secretary

REGISTERED OFFICE:

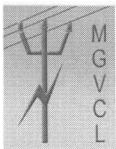
Sardar Patel Vidyut Bhavan,
Race Course,

Vadodara – 390 007

CIN : U40102GJ2003SGC042907

NOTES:

1. A member entitled to attend and vote at the Annual General Meeting (the "Meeting") is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. The instrument appointing the proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting.
2. A Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.



ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item no. 3

The Board, on the recommendations of the Audit Committee, has approved the appointment of the Cost Auditors, M/s. Dalwadi & Associates, Cost Accountants, Vadodara at a remuneration of ₹ 67,500/- (Rupees sixty seven thousand five hundred Only) per annum as cost audit fees inclusive of out of pocket expenses plus applicable service tax for the financial year ending 31st March, 2017.

In accordance with the provisions of the Section 148 of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 3 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31st March, 2016.

None of the Directors and Key Managerial Personnel of the Company and their respective relatives is, in any way, concerned or interested, financially or otherwise, in passing of the Resolution set out at Item No. 3.

The Board commends the Ordinary Resolution set out in the Item No. 3 of the Notice for approval of the members.

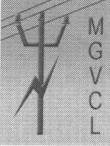
Item no. 4

Shri S. B. Khyalia (DIN 02470485) was appointed as an Additional Director under Section 260 of the old Companies Act, 1956 and also as Managing Director of the Company effective from 25th July, 2015. As an Additional Director, he was holding the office as Director up to the date of 9th Annual General Meeting (AGM) held on 13th December, 2012. Therefore, his appointment as Director was regularized in the said AGM and he was appointed as Director of the Company who shall not be subject to retirement by rotation until such time that he is the Managing Director of the Company. He ceased to be the Managing Director of the Company effective from 09-05-2016 consequent on letter dated 9th May, 2016, issued by Gujarat Urja Vikas Nigam Limited (GUVNL), the holding Company, nominating Shri Rajesh Manjhu, IAS, as Managing Director of the Company. Shri Khyalia was continued as Director of the Company. Since he ceased to be the Managing Director of the Company, he was subjected to retirement by rotation in terms of the resolution passed by AGM.

The appointment was made as 'not liable to retire by rotation' until he is the Managing Director of the Company to comply with the provisions of the Companies Act, 1956 which dealt with the composition of retiring and non-retiring Directors of the Company. The similar provisions are contained in Section 152(6) of the new Companies Act, 2013.

However, thereafter, Ministry of Corporate Affairs, Government of India, by Gazette Notification dated 5th June, 2015, granted various exemptions to the Government Companies from the applicability of specified sections of the Act. Sr. no. 15 of the notification granted exemption from sub-sections (6) and (7) of Section 152 to Government Companies. Your Company is covered under the said exemption and therefore, the proportion of rotational and non rotational Directors and retirement at AGM is no longer applicable to Company.

Therefore, in the last AGM held on 23rd December, 2015, the consent was accorded by the shareholders to change the status / category / tenure of appointment of Shri C. J. Mecwan (DIN 03596652) and Smt. Shahmeena Husain, IAS, (DIN 03584560) from Director 'liable to retire by rotation' to "Director not liable to retire by rotation".



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In the Extra-ordinary General Meeting held on 25th March, 2015, Shri H. P. Desai and Shri Kirankumar Joshi, who were non-executive Directors of the Company, were appointed as Independent Directors not liable to retire by rotation.

Since, the office of Director held by Shri S. B. Khyalia has become 'liable to retire by rotation' on his cessation as Managing Director of the Company, the Board has resolved that Shri S. B. Khyalia shall continue as Directors not liable to retirement by rotation so that all Directors would become non-retiring Directors.

All other Directors are non-retiring Directors.

Except Shri S. B. Khyalia, no other Directors and Key Managerial Personnel of the Company and their respective relatives are, in any way, concerned or interested, financially or otherwise, in passing of the Resolution set out at Item No. 4.

The Board commends the Ordinary Resolution set out in the Item No. 4 of the Notice for approval of the members.

By Order of the Board

Place : Vadodara.

Date : 19th November, 2016

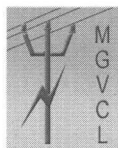
K.M. Antani

Company Secretary

REGISTERED OFFICE:

Sardar Patel Vidyut Bhavan,
Race Course,
Vadodara – 390 007

CIN : U40102GJ2003SGC042907



Madhya Gujarat Vij Company Limited

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BOARD'S REPORT

To,
The Members,

Your Directors have great pleasure in presenting the 13th Annual Report of your Company together with the audited financial statements for the financial year ended 31st March, 2016.

FINANCIAL RESULTS

A summary of the financial performance of the Company for the financial year 2015-16 and of the previous year are summarized below:

(₹ in lakhs)

Particulars	Financial year ended 31 st March	
	2016	2015
Total Income	5,36,576.90	5,00,678.94
Profit before Depreciation, Interest and Tax	35,948.59	29,985.99
Depreciation	21,645.74	17,640.00
Interest and Finance Charges	8,158.04	8,635.90
Profit before Tax	6,144.81	3,710.09
Provision for Tax	1,758.98	824.71
Profit after Tax and available for appropriation	4,385.83	2,885.38

DIVIDEND

No amount is recommended for dividend on equity shares for the year under review to conserve the resources of the Company for future development.

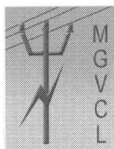
TRANSFER TO RESERVES

No amount has been transferred to General Reserves for the financial year 2015-16. Profit before Tax of ₹ 43.86 crores for the Financial Year 2015-16 has been carried to Reserves and surplus in Balance Sheet.

OPERATIONS AND STATE OF COMPANY'S AFFAIRS:

Financial Performance

- Revenue from Sale of power (excluding Electricity Duty, Power sold to GUVNL and UI Income) has increased to ₹ 4,968.22 crores during financial year 2015-16 from ₹ 4,662.63 crores in financial year 2014-15 showing an increase of ₹ 305.59 crores (i.e. a rise of 6.55 %).
- Per unit average rate of sales realization from consumers has increased to ₹ 5.73 per unit during financial year 2015-16 (excluding Electricity Duty, Power sold to GUVNL and UI Income) as compared to ₹ 5.62 per unit in financial year 2014-15.
- The net profit before tax during financial year 2015-16 leveled to ₹ 61.45 crores as compared to ₹ 37.10 crores in financial year 2014-15 showing an increase of ₹ 24.35 crores (i.e. a rise of 65.63 %).



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Operational Performance

- Units sold to Consumers registered to 8,675 Million Units during financial year 2015-16 as compared to 8,295 Million Units in financial year 2014-15.
- Overall distribution loss during financial year 2015-16 reduced to 11.64% as compared to 12.27% in financial year 2014-15.
- The Consumer base increased from 28.43 lakhs to 28.94 lakhs.
- Transformer failure rate reduced from 4.06% to 3.91%.
- Power availability maintained at 99.96 % (without load shedding).
- Under various normal development schemes, 158 HT Industrial, 236 LT MD, 11,934 NRGP and 56,009 RGP connections were released.
- Continuous efforts are being made for prevention of theft of energy. The vigilance team of the Company carried out intensive inspection drives during the year 2015-16. 4,37,159 connections were checked and 15,824 connections were detected for theft and mal-practice with total assessment of ₹ 2,382.09 lakhs and total recovery of ₹ 1,186.98 lakhs.

SHARE CAPITAL

The authorized capital of the Company as on 31-03-2016 is ₹ 500 crores. The subscribed capital of your Company as on 31-03-2016 stood at ₹ 320.88 crores. The Company has allotted 5,33,84,100 no. of Equity shares by way of Right issues during the year under review.

During the year under review, the Company has not bought back any of its securities nor issued any shares as Sweat Equity or Bonus Shares or shares with differential voting rights nor granted any stock options.

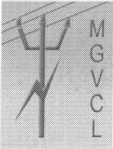
SYSTEM IMPROVEMENT

To strengthen distribution network and to improve system operations, several initiatives taken are as under:

- Detailed analysis was carried out for feeders having high Ampere loading and low tail end voltages and accordingly, such feeders were bifurcated as per system improvement (SI) norms. Total 103 such feeders were bifurcated under SI.
- Conductor renovation of 241.50 KM was carried out under system improvement.
- 7,188 transformers were installed under High Voltage Distribution System (HVDS) to reduce hooking in rural areas and to reduce the LT line losses.
- 309 sets of Fault Passage Indicators (FPI) are installed to locate exact passage of faults on overhead lines, to attend the faults speedily and to reduce the failure time.

OTHER PROJECTS / SCHEMES

- **R-APDRP:**
 - Under Part- A of R-APDRP (Restructured APDRP), a Central Sector Scheme, all the 17 towns were declared Go- Live and are integrated with Data Centre. The third party Audit was also completed.



- Under Part- B of the said R-APDRP Scheme, projects for 13 towns were sanctioned, of which works of 10 towns were completed and 03 towns [Anand, Dahod and Baroda (SCADA Part-B)] are under progress.
- For Part-A SCADA / DMS project in Vadodara City, the order has been placed on M/s. Chemtrol Industries and the implementation is under progress. M/s. Chemtrol has installed all the hardware / software at common centre and at Sub-stations. The hardware installation at RMU locations are under progress. The project is likely to be completed by March, 2017, as per scheduled timeline.

INTEGRATED POWER DEVELOPMENT SCHEME (IPDS): Government of India has launched Integrated Power Development Scheme (IPDS) for the Urban / Semi-urban areas.

This scheme will cover works relating to strengthening of sub transmission system, distribution system, feeders separation, metering of distribution transformer etc.

Ministry of Power, Government of India, has sanctioned ₹ 373 crore for IPDS. The works under IPDS is under progress. The expenditure booked during 2015-16 is ₹ 112 crores.

DEENDAYAL UPADHYAYA GRAM JYOTI YOJANA (DDUGJY): Government of India has launched Deendayal Upadhyaya Gram Jyoti Yojana (DDUGJY) for the rural areas. This scheme will cover works relating to un-electrified village to be electrified, feeders separation, strengthening of sub transmission system etc.

Ministry of Power, Government of India has sanctioned ₹ 920 crore for DDUGJY for Gujarat state as a whole, of which your Company's share is ₹ 258 crores. The work under DDUGJY is under progress. The expenditure provided during 2015-16 is ₹ 78 crores.

Under State Government sponsored Scheme, 8,390 connections were released under Zupadpatti Vijalakaran Scheme, and 3,780 connections were released in 'Kutir Jyoti Scheme' in tribal areas during the financial year 2015-16.

In Agriculture sector, electrification of wells carried out for-

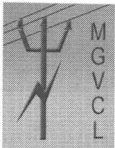
- 8,001 wells under Special Project Agriculture (SPA) Scheme.
- 7,225 wells under Tribal Area Sub Plan (TASP) Scheme.
- 183 wells under Tatkal Scheme.
- 2,316 wells under Dark Zone Area.
- 35 wells in other scheme.
- 174 Wells in SC Ag. Scheme.

In tribal areas :

- Electrification carried out for 10 Petaparas under Tribal Area Sub Plan (TASP) and 728 connections under Scheduled Caste Sub Plan (SCSP) were provided.

IT INITIATIVES

- Meter reading application (Mobile App) through Mobile instrument using Bluetooth printer is made live in 14 sub divisions of the Company and would be rolled out in other sub-division offices.
- HT bill generation through HT Automatic Meter Reading (AMR) to generate energy bills for AMR metered consumers without any manual intervention is implemented in all the field offices of the Company.
- Online Vigilance and Theft bill Calculation system was developed for tracking of theft cases and implemented.



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- Inventory Management System was developed and implemented in 4 sub-divisions of Godhra Circle Office and would be replicated in all sub-divisions. The system would help in obtaining the material quantity in organization as well as material lying with the contractor along with proper pricing and invoicing.
- Transformer Management System is also developed for obtaining the details of transformer failure, movement for repairing and oil level indicator.

RENEWABLE ENERGY INITIATIVES

To spread the awareness of energy, your Company has installed 151 nos. of 3 HP and 220 nos. of 5 HP Solar Water Pump sets and 2,010 nos. of Solar Home Light system in rural areas during the year under review.

DEMAND SIDE MANAGEMENT (DSM) :

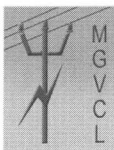
The following activities were under taken during the year 2015-16:

- Displayed advertisement panels on back of 800 nos. of the GSRTC buses displaying the feature of Solar Pump set scheme.
- Scrolling messages on Gujarati Channels displaying the feature of Solar Pump set, Solar Home-light Scheme, Energy Conservation / Efficiency awareness and Safety measures.
- Advertisement - FCT on Gujarati Channels for Solar Pump Set Schemes.
- Distribution of around 30 lakhs pamphlets on Energy Conservation, Safety issues and consumer grievances redressal procedure among residential consumers with energy bills and for school students of standard 7th to 9th.
- Camps were arranged for promoting and disseminating the features of Solar Pump set, Solar Home-light Schemes, Energy Conservation and Safety.
- Teams of employees at sub-division level visited areas under their jurisdiction for educating people regarding Energy Conservation and Efficient usage of Energy.
- A rally was organized by Baroda (O&M), Anand and Nadiad circles on 22-01-2016 with banners and play-cards displaying messages regarding energy conservation / efficiency and safety to create awareness and to inculcate sense of safety & usage of Energy Efficient appliances.
- Various competitions like street play, essay competition and rangoli competition were organized on various topics related to Energy Conservation & Energy Efficiency.

CUSTOMER SERVICES

Your Company continued its thrust towards improving customer services through continuous improvements in system and processes.

- Fully computerized 24x7 single window customer care centre. Consumer can access any details like documents required for various process, information relating to metering and billing, new service connection, change of name etc. from toll free call centre. The call centre is multi-lingual, if required.
- SMS are forwarded to consumers providing information of bill amount, due date of payment, new connection / load extension registration, complaint registration and closing alerts and for shutdown / planned outages.



Madhya Gujarat Vij Company Limited

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- Consumer Grievance Redressal Forum is in place as mandated by the Electricity Act, 2003 and regulations notified there under.
- The Company's website is regularly updated to make it more consumers friendly.

AWARDS & ACHIEVEMENTS

Your Company was the proud recipient of the following awards during the year :

- Central Board of Irrigation and Power, New Delhi has conferred Award in December-2015 for "Best Performing Power Distribution Utility" for consistent improvement in performance of various Key Parameters such as AT&C Loss, Financial Performance, Power Supply Reliability, DTR failure rate, CSR Activities, etc. during last three years, i.e. financial year 2012-13 to 2014-15.
- Indian Chambers of Commerce has conferred Innovation with Impact Award in November-2015 for DISCOM-2015 for Power Distribution Companies under 'Overall Winner for Innovative DISCOM' category.
- Ministry of Power, Government of India, in its first ever exercise has developed the integrated rating methodology for state power distribution utilities. The eminent Rating Agencies M/s. ICRA and M/s. CARE were engaged to carry out the rating exercise for the financial year 2014-15. According to the ratings, your Company secured an A⁺ rating making it second best state power distribution utility across India. The A⁺ ratings depict the very high Operational and Financial Performance Capability.

REGULATORY MANAGEMENT

The petition for filing the true up for FY 2014-15, provisional Aggregate Revenue Requirement (ARR) and tariff determination for financial year 2016-17 was filed before the Gujarat Electricity Regulatory Commission (GERC) on 08-12-2015 under the provisions of Section 62 of Electricity Act, 2003 and Regulation made there under. The Commission had issued tariff Order on 31-03-2016. The revised rates of tariff are effective from 1st April, 2016.

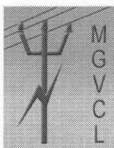
OPEN ACCESS

Under the various provisions of state regulatory and legal framework, the Company along with other distribution utilities had filed petition before Hon'ble GERC to determine additional surcharge and to make applicable the additional surcharge on power purchased by Open Access consumers. The GERC has issued order on 30-03-2015 and decided additional surcharge of ₹ 0.98 per kWh leviable from the consumers of distribution utilities who avail power through open access from any source other than respective DISCOM for open access transaction for the period commencing from 01-04-2015 to 30-09-2015. The Commission also, directed to provide the details for determination of additional surcharge for each subsequent period of 6 month as per Regulation 25(3) of GERC (Terms and Conditions of Intrastate Open Access) Regulations, 2011 for verification and determination of rates of Additional Surcharge. Accordingly, the Commission in its order dated 28-10-2015 determined the rate of additional surcharge as ₹ 0.66 / kWh leviable from the consumers of distribution utilities who avail power through open access from any source other than respective DISCOM for open access transaction for the period commencing from 01-10-2015 to 31-03-2016.

The Gujarat Electricity Regulatory Commission (Terms and Conditions of Intra-State Open Access) Regulations, 2011 allows the consumers seeking open access for capacity of 1 MW and above. Accordingly, during the year 2015-16, total 548.860 MUs were scheduled under open access transaction.

SAFETY

- Safety slogan advisory is sent through SMS on every Monday to all line staff by Corporate Office.



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- Celebration of safety week in each sub-division with competition and arranging a small drama, slogans, documentary etc.
- Formation of safety committee at each circle for review of accident cases.
- On every Monday all sub divisional heads address their line staff on safety.
- Release of advertisement, before the festival of Uttarayan / Ganesh Chaturthi / Navratri / Dipavali, in media through newspapers, radio, television cable network etc. for creating awareness in the consumers / citizens for safe celebrations.
- Reactivation of earthing in case of existing transformers and providing of fencing around the transformer centre is taken up at field level.
- Removal of disc / Internet cables from the pole network.
- Training on safety is imparted to newly appointed staff and existing staff at regular intervals.

HUMAN RESOURCE DEVELOPMENT

Your Company lays great emphasis on upgrading the skills of its Human Resources. Many need based training and development programs are organized to develop competency of employees and thereby enhance organizational effectiveness and productivity.

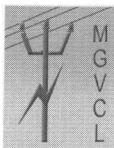
Your Company regularly interacts with the employee representatives to ensure cordial and harmonious employee employer relations. Due to positive work culture in the organization, no man days were lost during the year under review.

DIRECTORS

A. Changes in Directors and Key Managerial Personnel

Since the last financial year 2014-15,

- the term of appointment Shri S. B. Khyalia (DIN -2470485) as Managing Director of the Company, on deputation basis, was further extended, with effect from 25-07-2015. Gujarat Urja Vikas Nigam Limited (GUVNL), the holding Company, by letter dated 16-11-2015 pursuant to letter no. GUV - 13 - 2012 - 2059 - K dated 10-11-2015 issued by the Energy & Petrochemicals Department (EPD), Govt. of Gujarat, elevated Shri Khyalia from the post of Executive Director(Finance), GUVNL and repatriated him from deputation as Managing Director of your Company to Director (Finance), GUVNL. Accordingly, Shri S. B. Khyalia has resumed his duty as Director (Finance) in GUVNL with effect from 10-11-2015. However, till an alternative arrangement is made, Shri Khyalia continued to hold the additional charge of the post of Managing Director of the Company.
- GUVNL, the holding Company by letter dated 09-05-2016, pursuant to notification no. AIS / 35.2016 / 13 / G dated 07-05-2016 issued by General Administration Department and letter no. GUV-13-2016-1335-K dated 09-05-2016 received from the Energy & Petrochemicals Department (EPD), Govt. of Gujarat, nominated Shri Rajesh Manjhu, IAS, (DIN 06904033) as a Director and also as the Managing Director of the Company effective from the date of assuming the office relieving Shri S. B. Khyalia of the Additional Charge of the said post. Shri Rajesh Manjhu, IAS, has taken over the charge as Managing Director of the Company effective from 09-05-2016.
- GUVNL continued the nomination of Shri S. B. Khyalia, as Director of the Company.



- GUVNL, the holding Company by letter dated 18-10-2016 nominated Shri Pankaj Joshi, IAS, (DIN 01532892) as a Director and also as Chairman of the Company vice Smt. Shahmeena Husain, IAS (DIN 03584560). She was continued as Woman Director on the Board of the Company.

The Board places on record its sincere appreciation of commitment, advice, significant contribution and valuable services rendered by Shri S. B. Khyalia during his tenure as Managing Director and Smt. Shahmeena Husain during her tenure as Chairperson of the Board of Directors of the Company.

The Board has resolved that Shri S. B. Khyalia shall not be liable to retire by rotation. The Board recommends the change in his status for consideration of the members.

B. Declaration of Independent Directors :

Pursuant to Section 149 (7) of the Companies Act, 2013, the Company has received necessary declaration from each Independent Director for FY 2015-16 confirming that they meet the criteria of independence as prescribed under the Act.

C. Board Evaluation

The Board of Directors has carried out an annual evaluation of its own performance, Board committees and individual directors including Independent Directors pursuant to the provisions of the Act.

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.

The Board reviewed the performance of the individual directors and Independent Directors on the basis of the criteria such as the contribution of the individual director to the Board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

In a separate meeting of independent Directors performance of non-independent directors, performance of the Board as a whole and performance of the Chairman was evaluated, taking into account the views of directors. The same was discussed in the Board Meeting at which the performance of the Board, its Committees and individual directors was discussed.

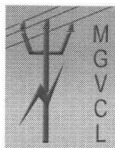
D. Policy on Directors' Appointment etc.

Company being a Government Company, the provisions of Section 134(3)(e) of the Companies Act, 2013 shall not apply in view of the Gazette notification dated 05-06-2015 issued by Government of India, Ministry of Corporate Affairs.

E. Meetings of the Board and Committees thereof

Six meetings of the Board of Directors were held during the financial year 2015-16 on 29th April, 2015, 5th June, 2015, 29th July, 2015, 16th September, 2015, 19th December, 2015, 19th February, 2016.

Three meetings of the Audit Committee were held on 29th April, 2015, 16th September, 2015 and 19th December, 2015.



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Two meetings of the Corporate Social Responsibility Committee were held on 19th December, 2015 and 28th March, 2016.

A meeting Nomination and Remuneration Committee was held on 16-09-2016.

Five meetings of the Personnel Committee were held on 29th April, 2015, 24th September, 2015, 3rd December, 2015, 28th January, 2016 and 28th March, 2016.

Four meetings of the Project cum Procurement Committee were held on 29th April, 2015, 29th July, 2015, 24th September, 2015 and 19th February, 2016.

Two meetings of the Allotment Committee were held on 26th June, 2015 and 28th March, 2016.

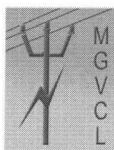
Details of the meetings attended by each Director / member during the financial year 2015-16 are as under :

Sr. No		Board	Audit Committee	Corporate Social Responsibility	Nomination and Remuneration Committee	Personnel Committee	Project and Procurement Committee	Allotment Committee
	Meetings Held	6	3	2	1	5	4	2
Directors' Attendance								
1	Smt Shahmeena Husain, IAS, Chairperson	6	NA	NA	NA	NA	NA	NA
2	Shri S. B. Khyalia Managing Director	6	3	2	NA	5	4	2
3	Shri H. P. Desai Independent Director	6	3	2	1	5	4	2
4	Shri Kirankumar Independent Director	5	2	2	1	4	NA	2
5	Shri M. B. Parikh Director	6	NA	1	NA	NA	2	NA
6	Shri C. J. Macwan Director	1	1	NA	0	2	1	NA
7	Shri K. P. Jangid Director	4	NA	NA	1	2	1	NA

DIRECTORS' RESPONSIBILITY STATEMENT:

To the best of its knowledge, belief and according to the information received, the Board of Directors confirms as under for the financial year 2015-16 in terms of Section 134(3)(c) of the Companies Act, 2013.

- In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures.
- The Directors had selected such accounting policies and applied them consistently and made judgments 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 and loss of the Company for that period.



- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors had prepared the Annual Accounts on a going concern basis.
- e) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

AUDIT COMMITTEE

The Audit Committee has been constituted as per the terms of reference, prescribed under Section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014. The Chairman of the Audit Committee is an Independent Director. There have been no instances where the recommendations of the Audit Committee were not accepted by the Board of Directors. Composition of Audit Committee as on 31-03-2016 was as under:

Shri Kirankumar Joshi	(DIN 00501563)	--	Chairman
Shri C. J. Macwan	(DIN 03596652)	--	Member
Shri H. P. Desai	(DIN 00034128)	--	Member

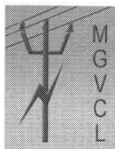
NOMINATION AND REMUNERATION COMMITTEE AND POLICY

Pursuant to the provisions of Section 178 of the Companies Act, 2013, the Board of Directors has constituted Nomination and Remuneration Committee. The Ministry of Corporate Affairs, Govt. of India vide Notification No. GSR-163(E) dated 05-06-2015 has modified the application of provisions of Section 178 for Government companies so as to apply the same with regard to appointment of 'senior management' and other employees. The Board has on the recommendation of the Committee formulated Remuneration Policy for senior management and other employees.

RISK MANAGEMENT

The elements of risk threatening the Company's existence are very minimal. However, as required by Section 134(3)(n) of the Companies Act, 2013, the Company has framed Risk Management Policy to identify various elements of risk and steps taken to mitigate the same. As an enterprise engaged in distribution of electricity, the Company has always a systems-based approach to Business Risk Management. The Risk Management includes identifying types of risks and their assessment, risk handling and monitoring and reporting. The Risk Management framework primarily focuses on following elements:

- Risk to Company Assets and Property
- Employees Related Risks
- Risks associated with Non-Compliance of Statutory enactments
- Risks of Inflation and Cost Structure
- Credit Risks
- Liquidity Risks
- Operational Risks
- Regulatory Risk
- Network Risk
- Fuel availability and price fluctuation
- Risk of monsoon failure
- Risk of compensation to third parties due to electrical accidents and burning of crop
- Dependence on government for grants and subsidy



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CORPORATE SOCIAL RESPONSIBILITY

The Company has constituted a 'Corporate Social Responsibility (CSR) Committee' in accordance with Section 135 of the Companies Act, 2013. As a part of its initiatives under 'Corporate Social Responsibility', the Company has undertaken project in the areas of Environment Sustainability, Ecological balance, and conservation of natural resources and promotion of education. The Annual Report on CSR activities is annexed as Annexure 'A'. CSR Policy adopted by the Company is placed on the Company's website www.mgvcl.com.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has framed a Vigil Mechanism / Whistle Blower Policy (Policy) as per the requirements of Section 177 of the Companies Act, 2013. All employees of the Company and Directors on the Board of the Company are covered under the mechanism. This mechanism has been established for employees to report genuine concerns. It also provides for adequate safeguards against the victimization of employees who avail of the Mechanism and allows direct access to the Chairman of the Audit Committee in exceptional cases.

The Vigil Mechanism / Whistle Blower Policy may be accessed on the Company's website at the link www.mgvcl.com.

EXTRACT OF ANNUAL RETURN

The information required to be disclosed pursuant to Section 134(3)(a) of the Companies Act, 2013 with respect to extract of Annual Return pursuant to the provisions of Section 92 read with Rule-12 of the Companies (Management and Administration) Rules, 2014 is furnished in Form MGT-9 as Annexure 'B' and attached to and forming part of this Report.

RELATED PARTY TRANSACTIONS

All transactions entered with Related Parties for the year were on arm's length basis and in the ordinary course of business. The Company has adopted a Related Party policy and procedure.

All Related Party Transactions were placed before the Audit Committee. Omnibus approval was obtained for transactions which are of repetitive nature.

INTERNAL FINANCIAL CONTROLS

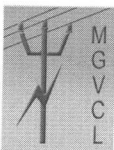
The Company has in place adequate internal financial controls with reference to financial statements commensurate with the size and nature of its business.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013.

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. Your Company has set up an Internal Complaints Committee (ICC) to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. During the year under review, the Company had received two complaints and one was disposed off.

REPORT ON ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS

The information pertaining to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule-8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure 'C' and attached to and forming part of this Report.



SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

GERC by tariff order dated 31-03-2016 has determined retail tariff to be recovered for financial year 2016-17 from consumers.

GERC vide order dated 30-03-2015 and 28-10-2015 has determined Additional Surcharge to be recovered by Distribution Companies from Consumers opting to purchase power from other than our Company in order to mitigate our Company's fixed cost burden.

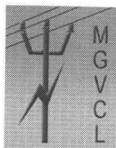
OTHER DISCLOSURES

- a) There was no unpaid or unclaimed dividend declared and paid and therefore, no disclosure is required to be made pursuant to the provisions of Section 125 of the Companies Act, 2013.
- b) The Managing Director of the Company did not receive any remuneration or commission from any of its subsidiaries as there are no subsidiaries.
- c) There was no change in the nature of business of the Company during the year.
- d) No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which these financial statements relate and the date of this Report.
- e) The Company is engaged in distribution of power which is covered under the exemption provided under Section 186(11) of the Companies Act, 2013. Accordingly, the details of loan given, investment made or guarantee or security given by the Company is not required to be reported. The Company has not made any investment during the year.
- f) The Company has no any subsidiary or joint venture or associate Company as defined under the Companies Act, 2013.
- g) The Company being a Government Company, the provisions of Section 197 of the Companies Act, 2013 and relevant rules shall not apply in view of the Gazette notification dated 05-06-2015 issued by Government of India, Ministry of Corporate Affairs.
- h) During the year under review, the Company has neither accepted nor renewed any deposits covered/as defined under Chapter-V of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.
- i) There were no instances of frauds identified or reported by the Statutory Auditors during the course of their audit pursuant to Section 143(12) of the Companies Act, 2013.
- j) No significant or material orders were passed by the regulators or Courts or Tribunals which impact the going concern status and Company's operations in future except as stated in earlier para.

AUDITORS

A. Statutory Auditors:

M/s. G. K. Choksi & Co., Chartered Accountants, Ahmedabad has been appointed as Statutory Auditors of the Company for the FY 2015-16 by the Comptroller & Auditor General of India (C&AG), New Delhi. They have audited the Financial Statements along with Balance Sheet for the Financial Year ended 31-03-2016 and submitted their report which forms part of this report.



Madhya Gujarat Vij Company Limited

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B. Auditors' Report on the Accounts :

The Comments of Comptroller & Auditor General of India (C&AG) form part of this Report. There is no qualification, reservation or adverse remarks in the Auditors Report and there are no supplementary comments by C&AG under section 143(6)(b) of the Companies Act, 2013 on the Financial Statements of the Company. You would be pleased to know that your Company has received Nil comments from C&AG and Statutory Auditors for the year 2015-16.

C. Secretarial Auditors:

Your Company has engaged M/s. Sandip K. Shukla, Practicing Company Secretaries, Vadodara (CP No. 3335) for conducting Annual Secretarial Audit for the year 2015-16 pursuant to Section 204 of the Companies Act, 2013. M/s. Sandip K. Shukla, Practicing Company Secretaries, Vadodara have issued Annual Secretarial Audit Report (Form MR-3) for the year 2015-16 which forms part of this report and is furnished as Annexure 'D'. The Secretarial Auditor Report does not contain any qualification, observation or adverse remarks.

D. Cost Auditors:

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit records maintained by the Company in respect of "Electricity" are required to be audited. Accordingly, the Board of Directors, on the recommendation of the Audit Committee, has appointed M/s. Dalwadi & Associates, Cost Accountants, Vadodara, (Firm Registration No.000338) as Cost Auditor of the Company for the Financial Year 2016-17. As required under the provisions of the Companies Act, 2013, the Directors recommend their remuneration for the Financial Year 2016-17 for your ratification. The Cost Audit Report for the F.Y 2015-16 was filed within the stipulated time.

ACKNOWLEDGEMENTS

Your Directors sincerely thank the Central Government, Government of Gujarat particularly Energy & Petrochemicals Department, Gujarat Electricity Regulatory Commission for their valuable support, guidance and continued co-operation.

Your Directors gratefully acknowledge support and directions provided by the parent Company, Gujarat Urja Vikas Nigam Ltd. Your Directors are also grateful to the Bankers, Financial Institutions, Suppliers and other business associates for their continued patronage and confidence in the Company.

Your Directors also recognize the contribution of the esteemed consumers in the growth of the Company and takes this opportunity to pledge the Company's commitment to serve them better.

Your Directors wish to convey their appreciation to all employees for the valuable services and co-operation extended by them and are confident that they will continue to contribute their best towards achieving still better performance in future.

For and on behalf of the Board of Directors,

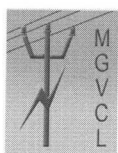
Place : Vadodara.

Date : 19th November, 2016.

Pankaj Joshi

DIN : 01532892

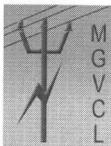
Chairman



ANNEXURE " A " TO BOARD'S REPORT

Annual Report on Corporate Social Responsibility (CSR) activities for the Financial Year 2015-16.

1	A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs. Corporate Social Responsibility (CSR) Policy of Madhya Gujarat Vij Company Limited (MGVCL) encompasses the Company's philosophy for delineating its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially relevant programs for welfare and sustainable development of the community at large. This Policy shall apply to all CSR initiatives and activities taken up by the Company at the Company's areas of operations and also within the State of Gujarat and in any other parts of the country, for the benefit of the different segments of the society provided that the preference shall be given to the local areas and areas where the Company operates for undertaking the CSR activities. In alignment with vision of the Company, MGVCL, through its CSR initiatives, shall continue to enhance value creation in the society and in the community in which it operates, through its services, conduct and initiatives, so as to promote sustained growth for the society and community. The CSR Projects and Programmes undertaken will be within the broad frame work of Schedule VII of the Companies Act, 2013 and will be identified and funds allocated, on a yearly basis, as per the need assessment specific to the location, target beneficiary and agency partnering for the implementation. The CSR Policy may be assessed on the Company's website: www.mgvcl.com										
2	The Composition of the CSR Committee <table border="0"> <tr> <td>1 Shri Rajesh Manjhu, IAS, Managing Director</td><td>Chairman (Member from 23-06-2016)</td></tr> <tr> <td>2 Shri S. B. Khyalia, Director,</td><td>Member (up to 22-06-2016)</td></tr> <tr> <td>3 Shri H. P. Desai, Independent Director</td><td>Member</td></tr> <tr> <td>4 Shri Kirankumar Joshi, Independent Director</td><td>Member</td></tr> <tr> <td>5 Shri M. B. Parikh, Director</td><td>Member (from 16-09-2015)</td></tr> </table>	1 Shri Rajesh Manjhu, IAS, Managing Director	Chairman (Member from 23-06-2016)	2 Shri S. B. Khyalia, Director,	Member (up to 22-06-2016)	3 Shri H. P. Desai, Independent Director	Member	4 Shri Kirankumar Joshi, Independent Director	Member	5 Shri M. B. Parikh, Director	Member (from 16-09-2015)
1 Shri Rajesh Manjhu, IAS, Managing Director	Chairman (Member from 23-06-2016)										
2 Shri S. B. Khyalia, Director,	Member (up to 22-06-2016)										
3 Shri H. P. Desai, Independent Director	Member										
4 Shri Kirankumar Joshi, Independent Director	Member										
5 Shri M. B. Parikh, Director	Member (from 16-09-2015)										
3	Average net profit of the Company for last three financial years Average Net Profit (2012-13 to 2014-15) ₹ 2,828.88 lakhs										
4	Prescribed CSR Expenditure (two percent of the amount as in item 3 above) ₹ 56.58 Lacs										
5	Details of CSR spent during the financial year:- a) Total amount to be spent for the financial year ... ₹ 118.75 lakhs (included un-spent amount of previous financial year of ₹ 62.17 lakhs.) b) Amount unspent, if any ... ₹ nil										



Madhya Gujarat Vij Company Limited

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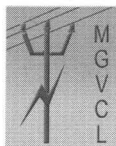


C) Manner in which the amount spent during the financial year as given below :

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR Project or activity identified	Sector in which the project is covered	Projects or programs Projects or programs (1) Local area or other (2) specify the state and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs (1) Direct expenditure on projects or programs (2) Overhead	Cumulative expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1.	Modernization of crematorium	Ensuring environmental sustainability, ecological balance, conservation of Natural Resources	Local Area Vadodara District Gujarat	₹149.00 lakhs for two financial years 2014-15 & 2015-16.	₹ 101.45 lakhs	₹ 101.45 lakhs	Direct
2.	Uplifting of Vidyut Board Vidyalaya, Vadodara	Promotion of Education	Local Area Vadodara District Gujarat	₹ 19.08 lakhs	₹ 19.08 lakhs	₹ 19.08 lakhs	Direct
	Total			₹ 168.08 lakhs	₹ 120.53 lakhs	₹ 120.53 lakhs	
6.	In case, the Company has failed to spend two percent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in its Board Report: Not Applicable						
7.	Responsibility statement, of the CSR Committee, that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company duly signed by Director and Chairperson of the CSR Committee. The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR activities of the Company are in compliance with CSR objectives and CSR Policy of the Company.						

Vadodara.
19th November, 2016.

Rajesh Manjhu
DIN : 06904033
Managing Director
&
Chairman - CSR Committee



Madhya Gujarat Vij Company Limited

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ANNEXURE "B" TO BOARD'S REPORT

Form No.MGT-9

EXTRACT OF ANNUAL RETURN

AS ON THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2016

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U40102GJ2003SGC042907
ii.	Registration Date	15-09-2003
iii.	Name of the Company	MADHYA GUJARAT VIJ COMPANY LIMITED
iv.	Category/ Sub-Category of the Company	Public Limited Company, Govt. Company
v.	Address of the Registered office and contact details	Sardar Patel Vidyut Bhavan Race Course, Vadodara-390007 Ph. NO: (0265) 2310582-86 Website :www.mgvcl.com
vi.	Whether listed Company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	NA

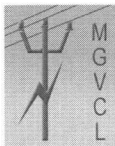
II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company shall be stated:-

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ Service	% to total turnover of the Company
1	Distribution of Electricity	35109	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Gujarat Urja Vikas Nigam Limited Sardar Patel Vidyut Bhavan Race Course, Vadodara.	U40109GJ2004SGC045195	Holding	100%	Sec. 2(46)



Madhya Gujarat Vij Company Limited

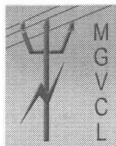
13th Annual Report 2015-16



IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian	0	0	0	0	0	0	0	0	0.00
a) Individual / HUF	0	0	0	0	0	0	0	0	0.00
b) Central Govt	0	0	0	0	0	0	0	0	0.00
c) State Govt(s)	0	0	0	0	0	0	0	0	0.00
d) Bodies Corp	0	26,74,94,372	26,74,94,372	100	0	32,08,78,472	32,08,78,472	100	0.00
e) Banks / FI	0	0	0	0	0	0	0	0	0.00
f) Any Other	0	0	0	0	0	0	0	0	0.00
Sub-total(A)(1):-	0	26,74,94,372	26,74,94,372	100	0	32,08,78,472	32,08,78,472	100	0.00
2) Foreign	0	0	0	0	0	0	0	0	0.00
a) NRIs-Individuals	0	0	0	0	0	0	0	0	0.00
b) Other-Individuals	0	0	0	0	0	0	0	0	0.00
c) Bodies Corp.	0	0	0	0	0	0	0	0	0.00
d) Banks / FI	0	0	0	0	0	0	0	0	0.00
e) Any Other...	0	0	0	0	0	0	0	0	0.00
Sub-total(A)(2):-	0	0	0	0	0	0	0	0	0.00
B. Public Shareholding	0	0	0	0	0	0	0	0	0.00
1. Institutions	0	0	0	0	0	0	0	0	0.00
a) Mutual Funds	0	0	0	0	0	0	0	0	0.00
b) Banks / FI	0	0	0	0	0	0	0	0	0.00
c) Central Govt	0	0	0	0	0	0	0	0	0.00
d) State Govt(s)	0	0	0	0	0	0	0	0	0.00
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
f) Insurance Companies	0	0	0	0	0	0	0	0	0.00
g) FIIs	0	0	0	0	0	0	0	0	0.00
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
i) Others (specify)	0	0	0	0	0	0	0	0	0.00
Sub-total(B)(1)	0	0	0	0	0	0	0	0	0.00
2. Non-institutions									
a) Bodies Corp.	0	0	0	0	0	0	0	0	0.00
(i) Indian									
(ii) Overseas									
b) Individuals	0	0	0	0	0	0	0	0	0.00
(i) Individual shareholders holding nominal share capital upto ₹ 1 lakh									
(ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh									
c) Others	0	0	0	0	0	0	0	0	0.00
d) (Specify)	0	0	0	0	0	0	0	0	0.00
Sub-total(B)(2)	0	0	0	0	0	0	0	0	0.00
Total Public Shareholding (B)=(B)(1)+ (B)(2)	0	0	0	0	0	0	0	0	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0.00
Grand Total (A+B+C)	0	26,74,94,372	26,74,94,372	100	0	32,08,78,472	32,08,78,472	100	0.00



Madhya Gujarat Vij Company Limited

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(ii) Shareholding of Promoters

Sr. No	Share-holder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1	Gujarat Urja Vikas Nigam Limited, (holding Company) and its Nominees	26,74,94,372	100	-	32,08,78,472	100	Nil	Nil
	Total	26,74,94,372	100	-	32,08,78,472	100	Nil	Nil

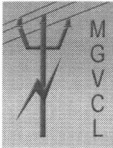
(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No		No. of Shares	% of total shares of the Company
1	Shareholding at the beginning of the year Gujarat Urja Vikas Nigam Limited	26,74,94,972	100%
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus / sweat equity etc): DATE REASON 28/06/2015 ALLOTMENT 28/03/2016 ALLOTMENT	2,94,06,350 2,39,77,750	
	Cumulative Shareholding during the year	32,08,78,472	100%
	Shareholding at the end of the year	32,08,78,472	100%

(iv) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and holders of GDRs and ADRs):

Sr. No	For Each of the Top 10 Shareholders	No. of shares	% of total shares of the Company
	Shareholding at the beginning of the year	NIL	
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL	
	Cumulative Shareholding during the year	NIL	



Madhya Gujarat Vij Company Limited

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(v) Shareholding of Directors and Key Managerial Personnel:

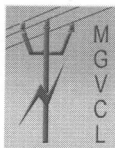
Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	<u>DIRECTORS</u>				
1	Smt. Shahmeena Husain, IAS	0		0	
2	Shri Shersingh B. Khyalia	0		0	
3	Shri Kirankumar Joshi	0		0	
4	Shri Harikant.P. Desai	0		0	
5	Shri Chandravadan J. Macwan	0		0	
6	Shri Kamlesh P. Jangid	0		0	
7	Shri Mitesh B. Parikh	0		0	
	<u>KEY MANAGERIAL PERSONNEL</u>				
1	Shri Kamlesh R. Shah - CFO	0		0	
2	Shri Ketan M. Antani - Company Secretary	0		0	

V INDEBTEDNESS

Indebtedness of the company including interest outstanding / accrued but not due for payment.

(₹ in lakhs)

Particulars	Secured Loans excluding deposits	UnSecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
I) Principal Amount	18,884.17	6,553.77	-	25,437.94
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	2,632.86	1,950.00	-	4,582.86
Total(i+ii+iii)	21,517.03	8,503.77	-	30,020.80
Change in Indebtedness during the financial year				
Addition	1,799.85	-	-	1,799.85
Reduction	(2,710.49)	(2,575.43)	-	(5,285.92)
Net Change	(910.64)	(2,575.43)	-	(3,486.08)
Indebtedness at the end of the financial year				
i) Principal Amount	15,910.49	4,150.10	-	20,060.59
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	4,066.16	2,407.98	-	6,474.14
Total (i+ii+iii)	19,976.65	6,558.08	-	26,534.73



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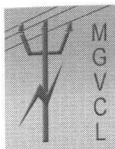
VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and / or Manager

Sr. No.	Particulars of Remuneration	MD - Shri S. B. Khyalia	Total Amount (₹ in lakhs)
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	13.98 1.38 -	13.98 1.38 -
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - Others, specify...	-	-
5	Others, please specify	-	-
6	Total (A)	15.36	15.36
	Ceiling as per the Act	Not Applicable as Section 197 of Companies Act, 2013 shall not apply to Government Companies.	

B. Remuneration to other Directors:

Particulars of Remuneration	Name of Directors							Total Amount (Rupees)
	Smt Shahmeena Husain	Shri Rajgopal	Shri C. J. Macwan	Shri M. B. Parikh	Shri K. M. Joshi	Shri K. P. Jangid	Shri H. P. Desai	
Independent Directors								
• Fee for attending Board committee meetings	Nil	Nil	Nil	Nil	46,000	Nil	47,000	93,000
• Commission	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Others	Nil	Nil	Nil	Nil	Nil	Nil	Nil	93,000
Total(1)	Nil	Nil	Nil	Nil	46,000	Nil	47,000	93,000
Other Non-Executive Directors								
• Fee for attending Board committee meetings	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
• Commission	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
• Others, please specify	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total(2)	0	0	0	0	0	0	0	0
Total(B)=(1+2)	-	-	-	-	46,000	-	47,000	93,000
Total Managerial Remuneration	-	-	-	-	46,000	-	47,000	93,000
Overall Ceiling as per the Act	Not Applicable as Section 197 of Companies Act, 2013 shall not apply to Government Companies.							



Madhya Gujarat Vij Company Limited

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C. Remuneration to Key Managerial Personnel Other than MD/Manager/WTD

(₹ in lakhs)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel		Total
		CFO	Company Secretary	
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	23.80	20.30	44.10
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission - as % of profit - Others, specify...	-	-	-
5	Others, please specify	-	-	-
6	Total	23.80	20.30	44.10

VII. PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES:

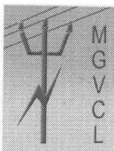
(₹ in lakhs)

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority[RD/ NCLT/Court]	Appeal made. If any (give details)
A. Company					
Penalty	Nil	-	-	-	Nil
Punishment	Nil	-	-	-	Nil
Compounding	Nil	-	-	-	Nil
B. Directors					
Penalty	Nil	-	-	-	Nil
Punishment	Nil	-	-	-	Nil
Compounding	Nil	-	-	-	Nil
C. Other Officers In Default					
Penalty	Nil	-	-	-	Nil
Punishment	Nil	-	-	-	Nil
Compounding	Nil	-	-	-	Nil

For and on behalf of the Board of Directors,

Place : Vadodara.
Date : 19th November, 2016.

Pankaj Joshi
DIN : 01532892
Chairman



ANNEXURE "C" TO TO BOARD'S REPORT

Conservation of energy, technology absorption and foreign exchange earnings and outgo

[Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules, 2014.]

A. CONSERVATION OF ENERGY –

i) The steps taken or impact on conservation of energy

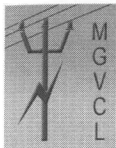
- HVDS system is implemented to reduce LT / HT ratio for reduction of technical losses.
- Feeder bifurcations are being done to reduce line length with the aim of reduction in HT line loss and improvement in reliability of supply.
- Celebration of Energy Conservation Day thereby inculcation mass awareness among consumers, employees etc through organizing rallies, exhibitions, distributing pamphlets etc.
- Camps were arranged for promoting and disseminating the features of Solar Pump set, Solar Home-light Schemes, Energy Conservation and Safety.
- Teams of employees at sub-division level visited areas under their jurisdiction for educating people regarding Energy Conservation and Efficient usage of Energy.
- A rally was organized by Baroda (O&M), Anand and Nadiad Circles on 22-01-2016 with banners and play-cards displaying messages regarding energy conservation / efficiency and safety to create awareness and to inculcate sense of safety & usage of Energy Efficient appliances.
- Various competitions like street play, Essay competition and Rangoli competition were organized on various topics related to Energy Conservation & Energy Efficiency.

ii) The steps taken by the Company for utilizing alternate sources of energy:

- Installed 371 nos. of Solar Pump sets (151 nos. of 3 HP and 220 nos. of 5 HP) for Agriculture purpose during the year 2015-16 at an estimated expenditure of ₹ 1,340.41 lakhs.
- Installed 2010 nos. of Solar Home Light Systems in the rural areas during the year 2015-16 at an estimated expenditure of ₹ 941.68 lakhs.

iii) The capital investment on energy conservation equipments:

Provisions have been made during FY 2016-17 for different energy conservation / Demand side Management Scheme.



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B. TECHNOLOGY ABSORPTION –

i) the efforts made towards technology absorption:

The Company continuously makes efforts towards research and developmental activities and has been constantly active in tapping the best technology in the industry.

ii) the benefits derived:

- Safe working environment.
- Reduction in losses.
- Better consumer satisfaction.

iii) Information regarding imported technology –

Nil

iv) the expenditure incurred on Research and Development.

The Company per se did not carry out any basic R & D work during the year. However, due to various initiatives carried out through indigenous sources, resulted into improvement in the performance and system improvement.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

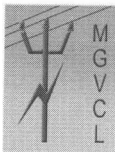
Description	₹ in lakhs
Foreign Exchange Earned	Nil
Foreign Exchange Used (Actual Outflow)	Nil

- (a) Import of Capital Goods
(b) Import of Fuel, Components, Stores and Spare Parts
(c) Travelling, Subscription and Others

For and on behalf of the Board of Directors,

Place : Vadodara.
Date : 19th November, 2016.

Pankaj Joshi
DIN : 01532892
Chairman



ANNEXURE "D" TO BOARD'S REPORT

FORM NO. MR – 3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016

[Pursuant to Section 204(1) of the Companies Act, 2013 read with Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rule, 2014]

To,

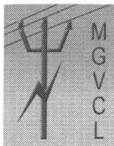
**The Members,
Madhya Gujarat Vij Company Limited,
Sardar Patel Vidyut Bhavan, Race Course,
Vadodara – 390007.**

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Madhya Gujarat Vij Company Limited (CIN U40102GJ2003SGC042907)** (hereafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of the Secretarial Audit, **I hereby report that** in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2016 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter :

I have examined the books, papers, minutes books, forms and returns filed and other records maintained by the Company having its registered office at Sardar Patel Vidyut Bhavan, Race Course, Vadodara - 390007 for the financial year ended on 31st March, 2016 according to the provisions of:

- (i) The Companies Act, 2013 ("the Act") and the Rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
NOT APPLICABLE
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
NOT APPLICABLE
- (iv) Foreign Exchange Management Act, 1999 and the applicable rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
NOT APPLICABLE
- (v) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act).
NOT APPLICABLE - The Company being an unlisted Company.
- (vi) The other following laws to the extent specifically applicable to the Company:
 - (1) Electricity Act, 2003
 - (2) Gujarat Electricity Industry (Re-organisation and Regulation) Act, 2003
 - (3) Gujarat Electricity Duty Act, 1958



I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India : (Effective from 1st July, 2015)
- (ii) The Listing Agreement
NOT APPLICABLE - The Company being an unlisted Company.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, standards etc mentioned above.

I further report that

- (i) The Company is a wholly owned subsidiary of a Government Company. The Company is a Government Company under the provisions of the Act.
- (ii) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act and as per the directives issued by the Government of Gujarat from time to time.

Adequate notice is given to all Directors to schedule the Board Meetings, Agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

There were no dissenting views on any matter.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period, there were no specific events / actions having a major bearing on the Company's affairs except the following:

1. Allotment of 2,94,06,350 Equity Shares of ₹ 10/- each for cash, at premium of ₹ 53 per share, on rights basis on 26-06-2015 u/s 62 of the Companies Act, 2013.
2. The Company has adopted new set of regulations in the Articles of Association in substitution of the existing set of regulations in the Articles with the consent of members by passing Special Resolution at the Annual General Meeting held on 23-12-2015.
3. Allotment of 2,39,77,750 Equity Shares of ₹ 10/- each for cash, at premium of ₹ 56 per share, on rights basis on 28-03-2016 u/s 62 of the Companies Act, 2013.

Place: Vadodara.

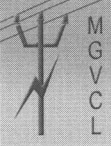
Date : 21st October, 2016.

SANDIP K. SHUKLA
COMPANY SECRETARIES

FCS No: 2386

C.P No: 3335

This report is to be read with our letter of even date which is annexed as Annexure and forms an integral part of this report.



ANNEXURE

To,

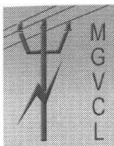
**The Members,
Madhya Gujarat Vij Company Limited,
Sardar Patel Vidyut Bhavan, Race Course,
Vadodara – 390007.**

Our Secretarial Audit Report (F Y 2015-16) of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Vadodara.
Date : 21st October, 2016.

SANDIP K. SHUKLA
COMPANY SECRETARIES
FCS No: 2386
C.P No: 3335



Madhya Gujarat Vij Company Limited

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COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF MADHYA GUJARAT VIJ COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH 2016

The preparation of financial statements of **Madhya Gujarat Vij Company Limited** for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the Standards on Auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 29 August 2016.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 143(6)(a) of the Act of the financial statements of **Madhya Gujarat Vij Company Limited** for the year ended 31 March 2016. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' Report.

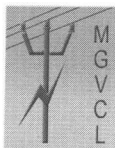
For and on behalf of the
Comptroller and Auditor General of India

B. Basantia

Accountant General (E&RSA), Gujarat

Place : Ahmedabad

Date : 28/10/2016



INDEPENDENT AUDITOR'S REPORT

To,

The Members,

MADHYA GUJARAT VIJ COMPANY LIMITED,

Vadodara.

Report on the Financial Statements

We have audited the accompanying financial statements of **MADHYA GUJARAT VIJ COMPANY LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

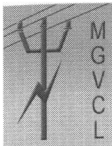
Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give



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true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016 and its profit and its cash flows for the year ended on that date.

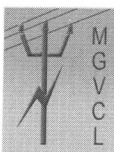
Emphasis of Matter

We draw your attention to note no. 27 to the financial statement which describes that security deposit from consumers are in the process of updation/reconciliation with subsidiary records with that as per books.

Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. The Company is governed by the provisions of Electricity Act, 2003 read with rules and the regulations issued thereunder. The section 1(4)(d) of the Companies Act, 2013 also provides that the special Act like Electricity Act, will apply to the extent the provisions of the Companies Act are inconsistent with the provisions of those Acts.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the "Annexure – I", a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. As required by section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



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- (e) According to Notification No G.S.R. 463(E) dated 05.06.2015 issued by Govt. of India, the provision of Section 164(2) of the Companies Act, 2013 are not applicable to the Company.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure II"; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 and to best of our information and according to the explanations given to us :
- (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer notes 31 to the financial statements.
 - (ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
4. As required by C&AG of India through directions / sub-directions issued under Section 143(5) of the Companies Act, 2013, we give our report in the attached "Annexure III".

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]

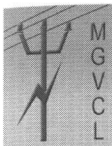
Chartered Accountants

Place : Ahmedabad
Date : 29th August, 2016

J. D. PATEL

Partner

Mem. No. 32780



"ANNEXURE I" TO THE AUDITOR'S REPORT

(Referred to in our Report of even date to the members of **MADHYA GUJARAT VIJ COMPANY LIMITED**)

- (i) (a) In our opinion and according to information and explanation given to us, the Company has maintained proper records of fixed assets showing location of assets as subdivision. However exact locations are not mentioned.
- (b) As informed by the Management, Fixed assets have been physically verified by the management during the year at reasonable intervals which in our opinion is reasonable having regard to size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- (c) The details in respect of title deeds of immovable properties are as under :-

Balance Transferred from erstwhile Gujarat Electricity Board (GEB) on 1st April, 2005

Government of Gujarat, vide notification No. GHU-2006-91-GUV-1106-590K dated 3rd October, 2006 notified the final opening Balance Sheet of the 7 Companies as on 1st April, 2005, whereby certain assets and liabilities of the erstwhile Gujarat Electricity Board (GEB) has been transferred to the Company, MGVCL. As informed to us, the Company has received value of Land & Land Rights of ₹ 154.37 lakhs and Building and other civil work of ₹ 1842.09 as on 1st April, 2005 vide the said notification.

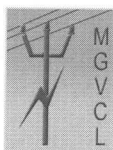
The above balance of Land & Land Rights and building include D116.99 lakhs and ₹ 104.25 lakhs respectively taken over from Vadodara Municipal Corporation vide order No. GU/88/9/LBM/1185/4503/K dated 5th March, 1988.

The above balances have been transferred from erstwhile Gujarat Electricity Board (GEB) vide notification and as informed to us, the procedure for the registration and/or transfer in the name of the Company is in progress.

1. Land & Land Rights Purchased / Acquired / Taken on Lease on or after 1st April, 2005

The management of the Company has provided following documents in respect of Land & Land Rights Purchased / Acquired by the Company after 1st April, 2005 :-

Name of Division in which Land & Land Rights Reflected	Amount (₹ in lakhs)	Documents Provided
Dahod Division	4.04	Municipal tax Receipt
Lalbaug Division	59.85	Letter of Allotment from GIDC
Vishwamitri East	99.04	Letter of Allotment from Vadodara Municipal Corporation
Vishwamitri West	1,976.16	Letter of Allotment from Vadodara Municipal Corporation
Nadiad Division	368.91	Possession Receipt from Nagarpalika



However, as informed to us, the Company does not have any registered sale deed/ transfer deed / conveyance deed / lease deed in respect of aforesaid Land & Land Rights.

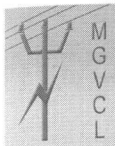
2. Building Constructed / Acquired on or after 1st April, 2005

As per the information and explanation given to us, all the existing buildings of the Company are constructed (not purchased) on the land either acquired/purchased by the Company itself or allotted by erstwhile GEB and its group companies.

- (ii) According to information and explanation given to us, the Management of the Company has conducted physical verification of inventory at the year end and no material discrepancies were noticed on such physical verification during the year.
- (iii) The Company has not granted any secured / unsecured loan to any parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of Clause 3(iii) of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantees and securities.
- (v) According to information and explanations given to us, the Company has not accepted any deposits as defined in The Companies (Acceptance of Deposits) Rules, 2014. Accordingly, the provisions of Clause 3(v) of the Order are not applicable to the Company.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to rules made by the Central Government. We are of the opinion that prima facie the prescribed accounts and records have been maintained and being made. We have not, however, made a detailed examination of these records with a view to determine whether they are accurate or complete.
- (vii) (a) According to the information given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues and Company had no arrears of such outstanding statutory dues as at 31st March, 2016 for a period more than six months from the date they became payable.
- (b) According to the information and explanations given to us, the Company has no disputed outstanding statutory dues as at 31st March, 2016 other than stated below:

Name of the Statute	Nature of Dues	₹ in lakhs	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	37.80	A.Y. 2009-2010	CIT(A), Vadodara
Income Tax Act, 1961	Income Tax	376.96	A.Y. 2008-2009	DCIT(A), Vadodara

- (viii) According to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowing to financial institutions, banks, Government in respect of existing loans, which were originally raised by the Company. As regards the loans transferred from GUVNL, as certified by GUVNL, there has been no default in repayment of principal and interest.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. However money raised by way of term loans have been applied for the purposes for which they have been obtained.



Madhya Gujarat Vij Company Limited

13th Annual Report 2015-16

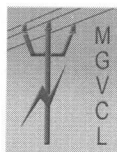


- (x) According to the information and explanations given to us, no fraud by Company or any fraud on the Company by its officers and employees have been noticed or reported during the year.
- (xi) According to Notification No G.S.R. 463(E) dated 05.06.2015 issued by Govt. of India, the provision of Section 197 of the Companies Act, 2013 are not applicable to the Company. Accordingly, paragraph 3(xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with sections 177 and 188 of the Act read with Notification No G.S.R. 463(E) dated 05.06.2015 issued by Govt. of India and details of transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us, the Company has not made any preferential allotment of shares. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- (xv) According to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Place : Ahmedabad
Date : 29th August, 2016

J. D. PATEL
Partner
Mem. No. 32780



"ANNEXURE II" TO THE AUDITOR'S REPORT

(Referred to in our Report of even date to the members of **MADHYA GUJARAT VIJ COMPANY LIMITED**)

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

We have audited the internal financial controls over financial reporting **MADHYA GUJARAT VIJ COMPANY LIMITED** ("the Company") as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

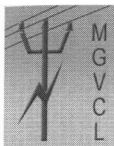
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

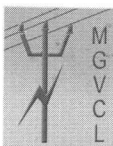
Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Place : Ahmedabad
Date : 29th August, 2016

J. D. PATEL
Partner
Mem. No. 32780



"ANNEXURE III" TO THE AUDITORS' REPORT

(Referred to in our Report of even date to the members of **MADHYA GUJARAT VIJ COMPANY LIMITED**)

Direction under section 143(5) of Companies Act, 2013 (Revised) Applicable from the year 2014-15 and onwards

1	If the Company is selected for disinvestment, a complete status report in terms of valuation of assets (including tangible assets and land) and liabilities (including committed & general reserves) may be examined including the mode and present stage of disinvestment process.	Not applicable.
2	Please report whether there are any cases of waiver / write off of debts / loan / interest etc. if yes, the reasons there for and the amount involved.	During the year the Company has waived off amounting to ₹ 9.63 lakhs from consumers and ₹ 53.84 lakhs through Lok-Adalat & Jurisdiction Court for other consumers (refer note no.28 to the financial statements). Further, the Company has also waived off HBA outstanding from employees amounting to ₹ 8.86 lakhs due to death of employee as per Company's policy.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	On the basis of information and explanation produced before us, the Company has stock lying with third parties for which proper records are maintained by the Company. Further, it has not received any assets as gift from Govt. or other authorities.

4

A report on age-wise analysis of pending legal / arbitration cases including the reasons of pendency and existence / effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.

Number of pending / arbitration cases indicating the age wise analysis and reasons for their pendencies are as under:

Details of Court cases filed by consumers

Sr. No	Age wise Analysis	No. of Cases Pending	Amount (₹ in lakhs)
1	5 year & above	1106	3,827.99
2	3 – 5 year	115	139.69
3	1 – 3 year	166	1,306.04
4	Up to 1 year	200	420.02
	Total	1600	5,731.52

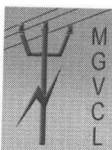
Details of Court cases filed by employees

There are also few cases which are outstanding pertaining to employees amounting to ₹ 37.78 lakhs. The age wise analysis of such cases are as under:

Sr. No	Age wise Analysis	No. of Cases Pending	Amount (₹ in lakhs)
1	5 year & above	11	33.81
2	3 – 5 year	2	3.97
	Total	13	37.78

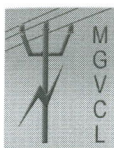
Due to burden of cases with Courts, legal cases (including Company's cases as above) are not disposed off expeditiously. The Company is making efforts to settle maximum number of legal cases to realize disputed revenue through LOK-ADALAT organized at various courts & also by in-house 3-tier Settlement Committee constituted at Circle and Corporate Offices. The Company has its own legal cell for periodic review and effective monitoring of pending legal cases.

Legal fees / expenditure are paid as per the norms decided by the management and circulated to field office from time to time. The legal charges are scrutinized and approved by the competent officers as per the powers delegated as per the 'Delegation of Power for Legal Affairs' of the Company. Looking to the size of the Company, the system adopted by the Company is adequate.



Sector Specific Sub-directions under Section 143(5) of the Companies Act, 2013

1	Has the Company entered into agreements with franchise for distribution of electricity in selected areas and revenue sharing agreements adequately protect the financial interest of the Company?	The Company has neither entered into any agreements with franchise for distribution of electricity nor for revenue sharing.
2	Report on the efficacy of the system of billing and collection of revenue in the Company.	The Company comprises TWO categories of consumers i.e. HT and LT consumers: The HT category consumers are billed and maintained at divisional Level. The meter readings are collected by Deputy / Junior Engineers physically visiting the premises. Moreover, the high valued consumers connections are equipped with AMR based meters, which are monitored regularly from division offices by engineers and also readings are fetched from those meters for the monthly billing purpose. Meter reading activity, bill preparation and serving of bill is carried out regularly from 15th to 18th of the month for normal consumers. In case of open access consumers billing is done on the 1st of the every month by division offices. The Billing activity of LT category consumers are mainly bifurcated in Two parts, i.e. Monthly billing (Low tension high valued customers) and Bi-Monthly billing (LT residential and other low valued category consumers). The Billing activity is carried out by trained Meter readers. The billing activity of LT consumers are carried out between 20th and 10th of the next month. The bills are served to the consumers on the spot only, by the meter readers. Such spot billing method results into saving in time, money and energy and also entails early realization of revenue by 5-7 days. Also, the Company has initiated the GPRS mobile based spot billing, in which the energy bills are calculated automatically through computerized program and calculated bill data are transferred through GPRS based servers to mobile PDA of meter readers and a printout of calculated bill is generated and served to the consumer on the spot, which ensures the correctness of energy bill calculations. As explained by the management, the Company also envisages that by the end of year (2016-17), all the sub divisions will be equipped with the mobile PDA GPRS based devices. Moreover, to ensure the correctness of meter readings, every month the meter readers are interchanged within one sub

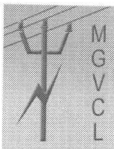


Madhya Gujarat Vij Company Limited

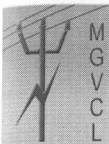
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		division i.e. if a meter reader has carried out the meter reading activity in a particular area this month, then in next month other meter reader will be performing the billing activity of that particular area. This ensures automatic cross verification of opening and closing meter readings. To improve the collection efficacy, the Company has made arrangements in system so that any consumer of any sub division can pay his energy bill at any sub division/ division / circle / corporate office. Moreover, Company has provided collection rights to post offices, private cash collection agencies, e-gram panchayats and also has provided facility of any time payment (ATP Kiosks and Various ATMs of Banks). Also Company has provided online payment options on its website as well as on various banks and payment wallets websites, where consumers can pay their bills online from any place through Credit Card / Debit Card / Net banking facilities. Moreover, Company has also provided RTGS/NEFT facilities to its consumers. The Company also conducts disconnection drives, arranges for LOK-ADALATs for pending disputed arrears regularly to improve collection efficacy.																																																		
3	Whether tamper proof meters have been installed for all consumers? If not then, examine how accuracy of billing is ensured.	As informed by the management, the Company has carried out a campaign of installation of tamperproof static meters. During the year 2015-16, Company has installed 19,30,034 numbers of tamperproof static meters out of total 28,93,725 number of consumers as on 31-03-2016 (66.74%). The detail of installations of tamperproof static meters for various categories of consumers is as below: <table><tr><th>Category of consumer</th><th>No. of Consumers</th><th>No. of Electro-Mechanical Meters</th><th>No. of Electronic Meters (Static)</th><th>% of static Meters installation</th></tr><tr><td>Residential</td><td>2444117</td><td>902754</td><td>1541363</td><td>63.06 %</td></tr><tr><td>GLP</td><td>22140</td><td>-</td><td>22140</td><td>100.00 %</td></tr><tr><td>LT Industrial and Commercial</td><td>277150</td><td>33258</td><td>243892</td><td>88.00 %</td></tr><tr><td>HT Industrial</td><td>1793</td><td>-</td><td>1793</td><td>100.00 %</td></tr><tr><td>Public Lighting</td><td>6898</td><td>-</td><td>6898</td><td>100.00 %</td></tr><tr><td>Railway Traction</td><td>1</td><td>-</td><td>1</td><td>100.00 %</td></tr><tr><td>Agricultural</td><td>124504</td><td>1832</td><td>96795</td><td>77.74 %</td></tr><tr><td>Public Water Works</td><td>17122</td><td>-</td><td>17122</td><td>100.00 %</td></tr><tr><td>Total</td><td>2893725</td><td>937844</td><td>1930004</td><td>66.70 %</td></tr></table>	Category of consumer	No. of Consumers	No. of Electro-Mechanical Meters	No. of Electronic Meters (Static)	% of static Meters installation	Residential	2444117	902754	1541363	63.06 %	GLP	22140	-	22140	100.00 %	LT Industrial and Commercial	277150	33258	243892	88.00 %	HT Industrial	1793	-	1793	100.00 %	Public Lighting	6898	-	6898	100.00 %	Railway Traction	1	-	1	100.00 %	Agricultural	124504	1832	96795	77.74 %	Public Water Works	17122	-	17122	100.00 %	Total	2893725	937844	1930004	66.70 %
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	From the above table, it is clear that tamperproof static meters have been installed for all consumers (100%) in case of consumer's category GLP, LT Industrial, HT Industrial, Public Lighting, Railway Traction and Public Water Works consumers. In case of Residential consumers, the process of replacing the existing electro mechanical meters with tamperproof meters is continued and 15,41,363 Nos. of tamperproof static meters have been installed out of total 24,44,117 Nos. of Residential consumers. Further, in case of Agricultural consumers, 25,870 Nos. are of the category of AG unmetered consumers, for which GERC has ordered separate Flat rate HP based tariff. In order to ensure accuracy of billing, Company has taken the following measures:- 1. It is ensured that all the meters (either Static or Electro-Mechanical) are properly housed and covered by Metal Meter Boxes or by SMC Boxes. Also, this boxes are sealed with a specialized plastic seals to avoid direct access to the basic meters. 2. The Company's meter readers, who use to take regular visits of consumers installations during their regular spot billing programs, are instructed to examine and observe the physical status of meters especially, for reporting as to broken seals, tampered meter boxes, faulty meters, burnt meters, zero consumption meters, over consumption meters, locked premises etc. on regular basis for reporting to their concerned sub divisional heads. On the basis of meter readers' report, the corrective actions are immediately initiated by Deputy Engineer of concerned sub division to ensure accuracy of metering. 3. The Company also arranges surprise theft checking drives periodically and the meter installations are being checked for tempering. Sub divisional theft drives are done twice in a week, to ensure the minimum theft of electricity. Mostly the areas comprising of high loss feeders are targeted.
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Madhya Gujarat Vij Company Limited

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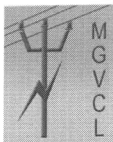


4	Whether the Company recovers and accounts, the State Electricity Regulatory commission (SERC) approved Fuel and Power Purchase Adjustment Cost (FPPCA)?	Yes, Based on approval of FPPCA formula by GERC on quarterly basis, the additional FPPCA charges are levied or rebate is given in subsequent billing cycles to all the consumers. The FPPCA additional charges are being assessed through computerized system and are duly debited / refunded in consumers account. The FPPCA being a tariff item, the additional charges calculated is also accounted automatically along with other tariff items in the books of accounts. Moreover, the additional FPPCA charges are being proportionately calculated from its date of effectiveness.																																			
5	Whether the reconciliation of receivables and payables between the generation, distribution and transmission companies has been completed. The reasons for difference have been examined.	The receivables and payables between the generation, transmission and distribution companies has been reconciled and confirmed by each of the associate companies.																																			
6	Whether the Company is supplying power to franchisees, if so, whether the Company is not supplying power to franchisees at below its average cost of purchase.	The Company has no franchisees for distribution of power.																																			
7	How much tariff roll back subsidies have been allowed and booked in the accounts during the year? Whether the same is being reimbursed regularly by the State Government shortfall if any may be commented.	The MGVCL has raised subsidy claims to GUVNL for GERC compensation of tariff subsidy of ₹ 4816.69 lakhs, FPPPA subsidy of ₹ 17009.93 lakhs for Agriculture consumers and Water Works subsidy of ₹ 6,312.95 lakhs amounting to total of ₹ 28,139.57 lakhs during F.Y. 2015-16 and the credit for the same has been received from GUVNL and booked in the Accounts of MGVCL during the year. However, on behalf of MGVCL, the GUVNL makes the claim to GOG and in its books, the GUVNL creates the Debtors for the MGVCL and creditors for GOG for the amount to be received from them. Thus GOG has not fully reimbursed the Subsidy claimed by the GUVNL for the year 2015-16. The details of reimbursement claimed by GUVNL are as under: (₹ in lakhs) <table><tr><th>Particulars</th><th>Opening balance as on 1st April 2015</th><th>Claim made during the year</th><th>Amount received during the year from GOG</th><th>Closing outstanding as on 31st March 2016 from GOG</th></tr><tr><td>GERC Tariff compensation</td><td>2272.30</td><td>4816.69</td><td>3897.84</td><td>3191.15</td></tr><tr><td>FPPPA</td><td>16219.76</td><td>17009.93</td><td>11531.30</td><td>21698.39</td></tr><tr><td>Water Works</td><td>3464.45</td><td>6312.95</td><td>5636.04</td><td>4141.36</td></tr><tr><td>50% AG subsidy</td><td>2881.74</td><td>0.00</td><td>0.00</td><td>2881.74</td></tr><tr><td>HP Based Subsidy</td><td>0.00</td><td>7425.47</td><td>7425.47</td><td>0.00</td></tr><tr><td>Total</td><td>24838.25</td><td>35565.04</td><td>28490.65</td><td>31912.64</td></tr></table>	Particulars	Opening balance as on 1st April 2015	Claim made during the year	Amount received during the year from GOG	Closing outstanding as on 31st March 2016 from GOG	GERC Tariff compensation	2272.30	4816.69	3897.84	3191.15	FPPPA	16219.76	17009.93	11531.30	21698.39	Water Works	3464.45	6312.95	5636.04	4141.36	50% AG subsidy	2881.74	0.00	0.00	2881.74	HP Based Subsidy	0.00	7425.47	7425.47	0.00	Total	24838.25	35565.04	28490.65	31912.64
Particulars	Opening balance as on 1st April 2015	Claim made during the year	Amount received during the year from GOG	Closing outstanding as on 31st March 2016 from GOG																																	
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50% AG subsidy	2881.74	0.00	0.00	2881.74																																	
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Total	24838.25	35565.04	28490.65	31912.64																																	

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Place : Ahmedabad
Date : 29th August, 2016

J. D. PATEL
Partner
Mem. No. 32780



Madhya Gujarat Vij Company Limited

13th Annual Report 2015-16



BALANCE SHEET AS AT 31ST MARCH, 2016

(₹ in lakhs)

	Particulars	Note No.	AS AT 31 ST MARCH, 2016	AS AT 31 ST MARCH, 2015
I	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	2	32,087.85	26,749.44
	(b) Reserves and surplus	3	84,738.85	51,340.11
2	Deferred Government Grants, Subsidies and contributions	4	1,00,803.77	97,213.87
3	Share application money pending allotment	5	2,617.00	-
4	Non-current liabilities			
	(a) Long-term borrowings	6	20,060.59	25,437.94
	(b) Other-long term liabilities	7	70,765.30	66,970.06
	(c) Long-term provisions	8	10,171.85	9,294.70
5	Current liabilities			
	(a) Short-term borrowings	9	31.03	225.04
	(b) Trade payables			
	Total outstanding dues of Micro and Small Enterprises	36	-	-
	Total outstanding dues of creditors other than Micro and Small Enterprises	10	9,558.48	7,497.09
	(c) Other current liabilities	11	38,006.02	64,805.20
	(d) Short-term provisions	12	2,822.70	1,818.22
	TOTAL		3,71,663.44	3,51,351.67
II	ASSETS			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	13	286,189.96	256,486.04
	(ii) Intangible assets	13	3,246.63	4,085.29
	(iii) Capital work-in-progress	14	6,781.18	6,744.19
	(b) Non-current investments	15	0.03	0.03
	(c) Long-term loans and advances	16	2,688.04	2,628.48
	(d) Other non-current assets	17	1,491.85	1,253.41
2	Current assets			
	(a) Inventories	18	18,313.38	19,995.61
	(b) Trade receivables	19	29,832.48	37,944.62
	(c) Cash and cash equivalents	20	7,762.83	6,884.30
	(d) Short-term loans and advances	21	914.43	1,977.37
	(e) Other current assets	22	14,442.63	13,352.33
	TOTAL		3,71,663.44	3,51,351.67
	Significant Accounting Policies and notes to financial statements	1-48		

The accompanying notes are an integral part of Financial Statements.

As per our attached report of even date.

for and on behalf of Board of Directors.

For G. K. Choksi & Co.

Chartered Accountants

FRN: 101895W

Shahmeena Husain

Chairperson

DIN : 03584560

Rajesh Manjhu

Managing Director

DIN :06904033

J.D. Patel

Partner

Membership No:32780

Place : Ahmedabad

Date : 29th August, 2016

K.R.Shah

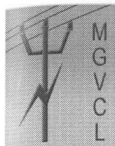
Sr. Chief General Manager (F&A)
& CFO

Place : Vadodara

Date : 29th August, 2016

K.M. Antani

Company Secretary



Madhya Gujarat Vij Company Limited

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STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016 (₹ in lakhs)

Particulars	Note No.	Year ended 31 st March, 2016	Year ended 31 st March, 2015
INCOME			
Revenue From Operations	23	5,22,479.62	487,430.44
Other Income	24	14,097.28	13,248.50
TOTAL		5,36,576.90	5,00,678.94
EXPENSES			
Purchase of Power	25	4,60,146.89	424,631.92
Employee Costs	26	36,435.66	32,070.74
Interest and Finance Charges	27	8,158.04	8,635.90
Depreciation & Amortization Expenses	13	21,645.74	17,640.00
Other Expenses	28	14,261.80	23,179.44
SUB-TOTAL		5,40,648.12	5,06,158.01
Less: Expenses Capitalised	29	10,216.03	9,189.15
TOTAL		5,30,432.09	496,968.86
Profit before Exceptional /Extraordinary Items		6,144.81	3,710.08
Exceptional /Extraordinary Items		-	-
Profit Before Tax		6,144.81	3,710.08
Provision for			
- Current Tax		1,758.97	890.41
- Tax adjustments earlier years		-	(65.70)
Net Profit after Tax available for appropriation		4,385.83	2,885.38
Earning Per Share (in ₹) (Refer Note: 40)			
Basic		1.51	1.11
Diluted		1.51	1.11
Significant Accounting Policies and notes to financial statements	1-48		

The accompanying notes are an integral part of Financial Statements.

As per our attached report of even date.

for and on behalf of Board of Directors.

For G. K. Choksi & Co.
Chartered Accountants
FRN: 101895W

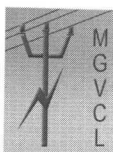
Shahmeena Husain
Chairperson
DIN : 03584560

Rajesh Manjhu
Managing Director
DIN : 06904033

J.D. Patel
Partner
Membership No:32780
Place : Ahmedabad
Date : 29th August, 2016

K.R.Shah
Sr. Chief General Manager (F&A)
& CFO
Place : Vadodara
Date : 29th August, 2016

K.M. Antani
Company Secretary



Madhya Gujarat Vij Company Limited

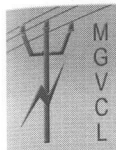
13th Annual Report 2015-16



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

(₹ in lakhs)

	Particulars	For the year Ended 31 st March, 2016	For the year Ended 31 st March, 2015
	Cash Flow from Operating Activities		
	Net Profit Before Tax	6,144.81	3,710.09
	Adjustments for: Add / (Less) :-		
	Provision for interest on current tax	97.00	39.31
	Prior Period Credit / Charges	(105.03)	4,249.16
	Govt. Grants / Cons. contribution Written Back	(11,168.10)	(10,801.54)
	Provision for Bad & Doubtful Debts	2,009.83	413.59
	Waiver of Delayed Payment Charges	53.84	7,311.68
	Shortages on Physical Verification of Materials Stock	34.38	-
	Loss on Obsolescence / Pilferage Of Stores	49.73	8.75
	Sundry Debit Balances Written Off	0.62	-
	Loss on Sale of Scrap	241.85	15.46
	Write-off of W.D.V. of Scrapped Assets	1.13	0.01
	Depreciation	21,645.74	17,640.00
	Interest and financing charges	8,158.04	8,635.89
	Operating Profit Before Working Capital Changes	27,163.84	31,222.40
	Adjustments for Changes in Working Capital		
	(Increase) / Decrease In Inventories	1,356.28	(1,103.21)
	(Increase) / Decrease In Trade Receivables	6,047.85	(2,965.84)
	(Increase) / Decrease In Loans & advances	1,003.38	3,297.47
	(Increase) / Decrease In other current assets	(1,328.74)	(1,522.08)
	Increase / (Decrease) In Current Liabilities	(21,859.29)	3,298.65
	CASH GENERATED FROM OPERATIONS	12,383.32	32,227.39
	Direct Tax Paid (Net of Refund Received)	(1,111.83)	(948.58)
	CASH FLOW BEFORE EXTRAORDINARY ITEMS	11,271.49	31,278.81
	Prior Period Credit / Charges	227.84	(20.75)
A	NET CASH FROM OPERATING ACTIVITIES	11,499.33	31,258.06
	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets	(50,681.92)	(54,939.13)
	Sale of Fixed Assets / (Increase) / Decrease in asset not in use	46.99	20.68
	(Increase) / Decrease in CWIP	(36.99)	3,317.06
B	NET CASH FROM IN INVESTING ACTIVITIES	(50,671.92)	(51,601.39)



Madhya Gujarat Vij Company Limited

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

(₹ in lakhs)

	Particulars	For the year Ended 31 st March, 2016	For the year Ended 31 st March, 2015
	CASH FLOW FROM FINANCING ACTIVITIES		
	Increase in Equity Share Capital (incl. share application money)	36,968.32	10,669.77
	Proceeds From Long term Borrowings	1,799.85	10,814.00
	Repayments of Long term Borrowings	(5,285.92)	(7,714.72)
	Proceeds / (Repayments) From Short Term Borrowings	(194.01)	(315.73)
	(Repayment) / Proceeds from Consumer Contribution / Grants / subsidies	14,758.00	15,729.40
	Interest Paid	(7,995.12)	(7,816.91)
C	NET CASH USED IN FINANCING ACTIVITIES	40,051.12	21,365.81
	NET INCREASE IN CASH & CASH EQUIVALENTS (A+B+C)	878.53	1,022.48
	CASH AND CASH EQUIVALENT (OPENING BALANCE)	6,884.30	5,861.83
	CASH AND CASH EQUIVALENT (CLOSING BALANCE)	7,762.83	6,884.30

Notes:-

- 1) The above cash flow has been prepared under the Indirect Method as set out in the Accounting Standard -3 on Cash flow statements.
- 2) Components of cash & Cash Equivalent as on 01-04-2015 & 31-03-2016 are as per Note 20 to the Balance Sheet.
- 3) Proceeds from short term borrowings, consumer contributions, subsidy and grants have been shown as net of receipt / payment.

As per our attached report of even date.

for and on behalf of Board of Directors.

For G. K. Choksi & Co.
Chartered Accountants
FRN: 101895W

Shahmeena Husain
Chairperson
DIN : 03584560

Rajesh Manjhu
Managing Director
DIN :06904033

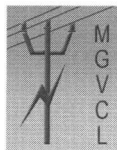
J.D. Patel
Partner
Membership No:32780

K.R.Shah
Sr. Chief General Manager (F&A)
& CFO

K.M. Antani
Company Secretary

Place : Ahmedabad
Date : 29th August, 2016

Place : Vadodara
Date : 29th August, 2016



NOTES FORMING PART OF FINANCIAL STATEMENT

Note : 01 Significant Accounting Policies

(1) Background:

The Company is one of the subsidiary companies of Gujarat Urja Vikas Nigam Limited. It was promoted as a public limited Company registered under the provisions of Companies Act, 1956 as a part of restructuring plan of erstwhile Gujarat Electricity Board (GEB-erst). The Company is engaged in the business of electricity distribution in Central Gujarat area and is governed by the provisions of the Electricity Act, 2003 and Gujarat Electricity Industry (Reorganization & Regulation) Act, 2003. The provisions of this Act, read with the rules made there under, prevail wherever the same are inconsistent with the provisions of the Companies Act, 2013.

(2) Basis of Preparation of Financial Statements:

The financial statements of the Company have been prepared and presented in accordance with the generally accepted accounting principle under the historical cost convention and on accrual basis. The Company has prepared these financial statements to comply in all material respects with the Accounting Standards as prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

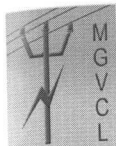
The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

(3) Use of Estimates:

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Management believes that these estimates and assumptions are reasonable and prudent. However, actual results could differ from estimates. Differences between the actual results and the estimates are recognized in the period in which the same are known / materialized.

(4) Revenue Recognition:

- (i) **Revenue from sale of power:** Revenue from sale of power is recognized on accrual basis of energy supplied in accordance with the tariff orders awarded by the Gujarat Electricity Regulatory Commission (GERC) as applicable to the consumers.
- (ii) **Miscellaneous revenue from consumers:** Meter charges, recoveries from theft of power / malpractices, wheeling charges recoveries are recognized on accrual basis. Miscellaneous charges from consumers are recognized on cash basis except when ultimate realization of such income is certain.
- (iii) **Revenue subsidies:** Revenue Subsidies are accounted for as allocated by GUVNL (Holding Company) and credited to Statement of Profit and Loss.
- (iv) **Interest Income:** Interest on investments is booked on a time proportion basis taking into account the amounts invested and the rate of interest.
- (v) **Other income:**
 - (a) Income from sale of scrap, insurance claims are accounted for on the basis of actual realization.
 - (b) Income received in respect of delayed payment charges is accounted for in the subsequent bill, upon realization of the delayed payment made by the consumer.



NOTES FORMING PART OF FINANCIAL STATEMENT

- (c) Other income except mentioned above is recognized on accrual basis except when ultimate realization of such income is uncertain.
- (d) Amount in respect of unclaimed Security Deposit, Earnest Money Deposit and Miscellaneous Deposit of suppliers and contractors which is pending for more than three years is considered as income after review by the management.

(5) Fixed Assets:

- (i) Fixed Assets are stated at cost, net of tax / duty credit availed, if any, after reducing accumulated depreciation / amortization until the date of the Balance Sheet. Direct cost are capitalized until the asset are ready for use and include financial cost relating to any borrowing attributable to acquisition.

As the frequency and movement of the replacement of failed transformers is high and the same being regular ongoing process in distribution network, the cost of replaced transformer is not being capitalized and simultaneously the cost of failed transformer is not withdrawn from the asset account considering the transformer is one of the component of the distribution lines and cable network. Such transactions are being recorded as movement in pool of service component (Transformers) under the head Inventories in Current Assets.

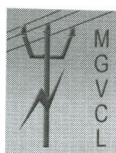
- (ii) Capital works-in-progress includes the cost incurred on fixed assets that are not yet ready for the intended use and is capitalized whenever ready for use. All expenditures are allocated to the projects on pro rata basis to the accretion made to respective projects. However, common expenditure of Corporate Office and field offices are allocated to Capital work – in – progress at the predetermined rate.

(6) Depreciation & Amortizations:

- (i) The Company being engaged in electricity distribution business, is covered under the Electricity Act, 2003 and provisions of the Electricity Act supersede the provisions of the Companies Act, 2013. Accordingly the Company has charged depreciation on tangible fixed assets of the Company at the rates prescribed in GERC (MYT) Regulations, 2011.
- (ii) Assets having original cost up to ₹ 5,000/- have been fully charged to revenue in the year in which assets are purchased.
- (iii) Depreciation on addition / deletion of fixed assets is provided on pro rata basis from the date on which the asset is put to use / discarded.
- (iv) Intangible Assets are amortized on straight-line method over a period of their estimated useful life or 5 years whichever is lower, as no specific rates for amortization are prescribed for intangible assets in GERC (MYT) Regulations, 2011.

(7) Impairment of Assets:

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit & Loss. If at the Balance Sheet date, there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.



NOTES FORMING PART OF FINANCIAL STATEMENT

(8) Investment:

Investments are either classified as current or long term based on the management contention at the time of purchase. Long term investments are shown at cost. However, when there is decline, other than temporary in the value of long term investment, the carrying amount is reduced to recognise the decline. Current investments are stated at lower of cost or market value.

(9) Leases:

Assets acquired on leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Lease rentals are charged to the Statement of Profit and Loss.

Assets leased out where a significant portion of the risks and rewards of ownership are retained by the Company are classified as operating leases. Lease rentals are recognised in the Statement of Profit and Loss.

(10) Inventories:

The inventories of the Company have been valued on following basis:

- | | | |
|-----------------------|---|-----------------------------------|
| (a) Stores and Spares | - | At cost (Weighted Average Method) |
| (b) Scrap | - | Net Realizable Value |

(11) Employee Benefits:

a. Post-employment benefits

- i. The Company's contribution to defined contribution plan paid / payable for the year is charged to the Statement of Profit and loss.
- ii. Defined Benefit plan: The Company's liabilities towards employee defined benefits are ascertained by the holding Company GUVNL on actuarial valuation. The Company provides for such employee benefits as apportioned by the holding Company GUVNL.

The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation.

b. Short-term employee benefits

Short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised undiscounted during the period employee renders services. These benefits include salary, wages, bonus, performance incentives etc.

c. Long term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as an actuarially determined liability at present value of the defined benefit obligation at the balance sheet date.

(12) Borrowing Costs:

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are



NOTES FORMING PART OF FINANCIAL STATEMENT

capitalized as part of such assets. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognized as expense in the period in which they are incurred.

(13) Foreign Exchange Transactions:

Foreign currency transactions during the year are recorded at the rate of exchange prevailing on the date of the transactions. At the year end, all the monetary assets and liabilities denominated in foreign currency are restated at the closing exchange rates. Exchange differences resulting from the settlement of such transactions and from the translation of such monetary assets and liabilities are recognised in the Statement of Profit and Loss.

(14) Taxation:

The provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income-tax Act, 1961.

Deferred tax assets and liabilities are recognized on timing differences, being the differences between taxable incomes and accounting income, that originate in one period and are capable of reversal in one or more subsequent periods using tax rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets, other than on unabsorbed depreciation and carried forward losses, are recognised only if there is reasonable certainty that they will be realised in the future. Deferred tax assets in respect of unabsorbed depreciation and carry forward losses are recognized if there is virtual certainty that there will be sufficient future taxable income available to realize such losses. Deferred Tax assets are reviewed at each balance sheet date for their realisability.

(15) Provisions, Contingent liabilities and Contingent Assets:

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognised nor disclosed.

(16) Capital Grants from Government & Consumer Contributions:

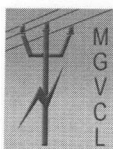
Consumers' Contribution and capital grants towards cost of capital assets are not reduced from cost of assets. All receipts of consumer contributions and capital grants are treated as deferred credit and 10% of the year end balance is transferred to Statement of Profit and Loss.

(17) Earnings Per Share:

In determining the earnings per share, the Company considers the net profit after tax and extraordinary items and includes post-tax effect of any extraordinary items. The number of shares used in computing the earnings per share is the weighted average number of shares outstanding during the period. For computing diluted earnings per share, potential equity is added to the above weighted average number of shares.

(18) Prior Period Items and Extra - Ordinary Items:

Adjustments arising due to errors or omission in the financial statements of earlier years are accounted under "Prior Period". Items of Income & Expenditure, which are not of recurring nature viz., damages due to floods, earth quakes etc. are disclosed as extra ordinary items.



Madhya Gujarat Vij Company Limited

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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Note : 2 Share capital

(a) Share capital consists of the following:

(₹ in Lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Authorised 50,00,00,000 (P.Y.50,00,00,000) Equity Shares of ₹ 10/- each	50,000.00	50,000.00
Issued 32,08,78,472 Equity Shares (Previous Year 26,79,29,397) of ₹ 10/- each	32,087.85	26,792.94
Subscribed & Paid up 32,08,78,472 Equity Shares (Previous Year 24,74,94,372) of ₹ 10/- each fully paid	32,087.85	26,749.44
TOTAL	32,087.85	26,749.44

(b) Reconciliation of Number of shares and amount outstanding at the beginning and at the end of the reporting period is as under:

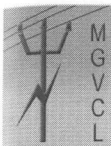
Particulars	Equity Shares			
	2015-2016		2014-2015	
	Number	(₹ in lakhs)	Number	(₹ in lakhs)
Equity Shares outstanding at the beginning of the year.	26,74,94,372	26,749.44	24,97,11,422	24,971.14
Additions / (Reduction)	53,38,41,00	5,338.41	1,77,82,950	1,778.30
Equity Shares outstanding at the end of the year.	32,08,78,472	32,087.85	26,74,94,372	26,749.44

(c) Details of shares held by the holding Company are classified as under:

All the 32,08,78,472 nos. of Equity Shares (Previous year 26,74,94,372) are held by Gujarat Urja Vikas Nigam Limited, the holding company & its Nominees.

(d) Shares in the Company held by share holders holding more than 5% is as under:

Particulars	As at 31 st March, 2016		As at 31 st March, 2015	
	No. of shares	Extent of Holding	No. of shares	Extent of Holding
Gujarat Urja Vikas Nigam Limited & its Nominees	32,08,78,472	100%	26,74,94,372	100%



Madhya Gujarat Vij Company Limited

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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

(e) Right, preferences and restrictions attached to shares :

For all matters submitted to vote on a poll in a shareholders meeting of the Company every holder of an equity share as reflected in the records of the Company on the date of the shareholders meeting shall have voting right in proportion to his share in the paid up Equity Share Capital of the Company. Any dividend declared by the Company shall be paid to each holder of Equity shares in proportion to the number of shares held to total equity shares outstanding as on that date. In the event of liquidation of the Company all preferential amounts if any shall be discharged by the Company. The remaining assets of the Company shall be distributed to the holders of equity shares in proportion to the number of shares held to the total equity shares outstanding as on that date.

Note : 3 Reserves and surplus

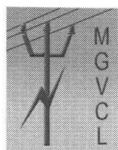
(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
a. Securities Premium Account		
Opening Balance	32,518.98	23,627.51
(+) Increase during the current year	29,012.91	8,891.47
Closing Balance	61,531.89	32,518.98
b. Surplus in the statement of profit and loss		
Opening balance	18,821.13	15,935.75
(+) Net Profit for the current year	4,385.83	2,885.38
Profit available for appropriation	23,206.96	18,821.13
Less : Appropriations	-	-
Closing Balance	23,206.96	18,821.13
TOTAL	84,738.85	51,340.11

Note:4 Deferred Government Grants, Subsidies and contributions

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
a. Government Grants, Subsidies towards Capital Assets		
Opening Balance	53,564.05	57,170.18
Add : Received during the year	5,498.79	2,345.43
Less : Written back to Statement of Profit and Loss	5,906.29	5,951.56
Closing Balance	53,156.55	53,564.05
b. Consumers' Contribution towards Capital Assets		
Opening balance	43,649.83	35,115.82
Add : Received / transferred during the year	9,259.21	13,383.98
Less : Written back to Statement of Profit and Loss	5,261.82	4,849.98
Closing Balance	47,647.22	43,649.82
TOTAL	1,00,803.77	97,213.87



Madhya Gujarat Vij Company Limited

13th Annual Report 2015-16



NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

The Company is providing depreciation on Capital assets related to Electrification & Service Connection on Straight Line Method as per the rates prescribed in the Gujarat Electricity Regulatory Commission (Multi Year Tariff) Regulations, 2011. In respect of these assets, the Company receives Consumer Contribution and Capital Grant / Subsidy which is being treated as deferred revenue by the Company. The linking of receipt of Consumer contribution and Capital Grant / subsidy to the creation of fixed assets and charging depreciation / writing back proportionate amount is practically not possible.

Considering the above referred facts and as per consistent policy followed by the Company since inception, the consumer contribution and capital grant / subsidy is treated as deferred credit and 10% of the year-end balance of the consumer contribution and capital grant / subsidy is transferred to Statement of Profit & Loss as deferred income which is reasonably commensurate with depreciation charged on related fixed assets over the useful life of the assets.

Note : 5 Share application money pending allotment

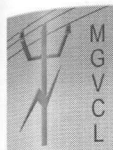
(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Share application Money pending Allotment	2,617.00	-
TOTAL	2,617.00	-

Disclosures :

1. No. of Shares proposed to be issued : 39,65,152
2. Amount of Premium (₹ in lakhs) 2,220.49
3. To be issued before stipulated time in pursuance to provision of Companies Act, 2013/The Reserve Bank of India.

Pursuant to Board approval dated 01-04-2016, the Company has offered 39,65,152 number of equity shares in accordance with the provision of Section 62(1)(a) of the Companies Act, 2013, against which the Company has received the aforesaid sum by way of application money on 10-03-2016. The Company has made allotment of Equity Shares on 27-04-2016.



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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

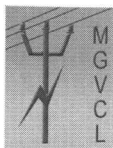
Note : 6 Long Term Borrowings

(₹ in lakhs)

Particulars	Non Current Position		Current Maturities	
	As at 31 st March, 2016	As at 31 st March, 2015	As at 31 st March, 2016	As at 31 st March, 2015
Secured (Raised by the Company)				
(a) Term loans				
(i) from banks (Refer Sub-Note: 6.01 to 6.03 below)	8,644.38	11,414.27	2,071.57	1,236.14
(ii) from Financial Institutions (Refer Sub-Note: 6.04 to 6.06 below)	7,266.11	7,469.90	1,994.59	1,321.55
(b) Deferred payment liabilities	-	-	-	75.17
(Refer Sub-Note: 6.07 below)	15,910.49	18,884.17	4,066.16	2,632.86
Unsecured				
(c) Term loans				
(Raised by the Company)				
(i) from Financial Institutions (Refer Sub-Note: 6.08 below)	475.49	545.64	74.46	77.23
Raised through GUVNL				
(ii) State Government Loan under APDRP (Refer Sub-Note: 6.09 below)	654.58	765.09	110.51	110.51
(iii) ADB Prog. & Proj. Loan (Refer Sub-Note: 6.10 below)	3,020.03	3,400.06	380.03	380.03
Raised through GUVNL				
(d) Bonds	-	1,842.98	1,842.97	1,382.23
(Refer Sub-Note: 6.11 & 6.12 below)	4,150.10	6,553.77	2,407.98	1,950.00
TOTAL	20,060.59	25,437.94	6,474.14	4,582.86

Nature of security and terms of repayment for Secured Borrowings

- 6.01 Loan from Bank of Baroda (outstanding ₹ Nil, (Previous year ₹ 624.89 lakhs) is secured against charge on meters and transformers and assets created under the project ND & RAPDRP scheme of Chaklasi, Godhra, Nadiad and Kapadwanj Town of MGVCL. Rate of interest 10.25% p.a. - (a) (i)
- 6.02 Loan from Bank of Baroda outstanding ₹ 3096.95 lakhs, (Previous year ₹ 4,025.52 lakhs) is secured against hypothecation charge on movable assets of projects under RAPDRP scheme Part B. Outstanding amount repayable in 52 equal monthly installments of ₹ 77.38 lakhs each. Rate of interest 9.65% p.a. - (a) (i)
- 6.03 Loan from Bank of Baroda outstanding ₹ 7,619.00 lakhs, (Previous year ₹ 8,000.00 lakhs) is secured against hypothecation charge on movable assets of projects under NEF scheme. Outstanding amount repayable in 84 monthly installments of ₹ 95.25 lakhs each commencing from January, 2016. Rate of interest 9.65% p.a. - (a) (i)

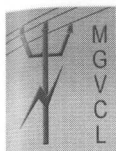


NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

- 6.04 Loans from PFC under ADB-DRUM Project, outstanding ₹ 284.70 lakhs (Previous year ₹ 427.05 lakhs) is secured against charge of movable assets created under DRUM Project of Umreth Sub-Division of MGVCL. Outstanding amount payable in 12 quarterly installments each of ₹ 35.59 lakhs each. Rate of interest 12.25% p.a. - (a) (ii)
- 6.05 Loan from PFC under R-APDRP Scheme, outstanding ₹ 8,932.29 lakhs (Previous year ₹ 8,298.84 lakhs) is secured against charge of Plant and Machinery and lines and cables of Anand & Nadiad City Division of MGVCL. - (a) (ii). As per terms of Part - A, the loan of ₹ 5,554.55 lakhs may be converted into capital grant on fulfillment of stipulated conditions. If conditions are not fulfilled, the loan is repayable in remaining 29 monthly installments over a period of 3 years an average of ₹ 191.54 lakhs each. As per terms of SCADA Part-A, for the loan of ₹ 747.54 lakhs may be converted into capital grant on fulfillment of stipulated conditions. If conditions are not fulfilled, the loan is repayable in 40 monthly installments over a period of 4 years at an average of ₹ 18.69 lakhs each starting from Jan, 2017. As per terms of Part-B of R-APDRP Scheme, the loan of ₹ 1,105.20 lakhs will be converted into Grant upto 50% on fulfillment of stipulated conditions. The loan will be repaid in 140 monthly installments over a period of 14 years at an average of ₹ 7.62 lakhs. If conditions are not fulfilled, further ₹ 1,525 lakhs is disbursed for Additional Anand & Dahod towns and SCADA under RAPDRP - Part B, it will be converted into Grant upto 50% on fulfillment of stipulated conditions. The loan will be repaid in 150 monthly installments over a period of 15 years at an average of ₹ 10.17 lakhs, starting from March, 2021, If conditions are not fulfilled, starting from June, 2021 Rate of Interest 9% p.a - (a) (ii)
- 6.06 Loan from REC under Scheme No.41150 outstanding ₹ 43.71 lakhs, (Previous year ₹ 65.57 lakhs) is secured against charge on the movable assets consisting of 3 Phase Meters, Quality / Static Meters, Static Meters on Industrial. Consumers with MMB, DTCs, 11KV Feeder Bifurcation / Link Line for New Sub-stations, 11 KV Conductor at Baroda City Circle of MGVCL. The Company has, under scheme of transfer, acquired the movable Plant & Machinery as referred above, which are subjected to charge created by the GEB-erst, the transferor entity. As per the provisions of the Companies Act, the company is required to register the charge in respect of these assets with the Registrar of Companies, Gujarat. Due to application of common funds for all the operations of GEB erst, funds were raised against the charge over common assets. The Company, therefore, has not registered the charge on the assets with the Registrar of Companies, Gujarat. Outstanding amount repayable in 2 equal yearly installment of ₹ 21.85 lakhs each. Rates of interest 8.50%, 9.25% & 11% p.a. - (a)(ii)
- 6.07 Bills Discounting limits availed from SIDBI are secured under the Deferred Payment Guarantees issued by consortium member banks. Outstanding amount ₹ Nil was repaid in 12 monthly installments of various amounts ranging from ₹ 2.48 lakhs to ₹ 13.31 lakhs each upto July, 2015. Rate of interest 8.50% - (b)

Terms of repayment for Long term borrowings - Unsecured

- 6.08 Various loans from REC under RGGVY Scheme of ₹ 549.95 lakhs (Previous year ₹ 619.56 lakhs) will be repayable in 39 Annual equal installments ranging from ₹ 6.51 lakhs to ₹ 28.86 Lacs payable up to March, 2025. Rate of interest ranging from 11% to 12.50%. Other loan amounting Rs. Nil (previous year ₹ 3.31 lakhs) repaid in 4 quarterly installments ranging from ₹ 1.76 lakhs to ₹ 0.83 lakhs. Rate of interest 9% - (c) (i)
- 6.09 State Government loan under APDRP ₹ 765.09 lakhs (Previous year ₹ 875.60 lakhs) will be repayable in 9 annual installments ranging from ₹ 110.51 Lacs to ₹ 1.98 lakhs. Rate of interest 12.18% - (c) (ii)
- 6.10 ADB Prog. & project loan amounting ₹ 3,400.06 lakhs (Previous year ₹ 3,780.09 lakhs) will be repayable in 12 yearly installments ranging from ₹ 380.03 lacs to ₹ 6.22 lakhs. Rate of interest 10.69% - (c) (iii)



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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

6.11 Maturity profile of Unsecured Public Bonds (Allocated By GUNVL) - (d)

(₹ in lakhs)

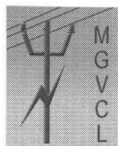
Public Bonds	Maturity Profile 2016-17
8 % Bonds Series X	509.77
8 % Bonds Series IX	182.85
8.95 % Bonds Series - VIII	1,150.35

6.12 All the bonds are guaranteed by Government of Gujarat. The Company has no power to reissue the redeemed Bonds. - (d)

6.13 Loan transferred under the Financial Restructuring Plan:

- (i) As per clause 3(2) of the Gujarat Electricity Industries (Reorganization & Regulation) Act and Comprehensive Transfer Scheme, 2003 if the assets of the undertaking transferred are subject to security document in favour of third party (Lender) for any financial obligation or arrangement entered in to by GEB-erst and the said loans are required to be apportioned to different transferee companies, the Government may, by order, do so and upon such apportionment, the Security will be applicable only to those apportioned liabilities, by operation of Law.
- (ii) The Government has in FRP notification apportioned total Loans of erstwhile GEB as Long Term and Short Term Loans amounting to ₹ 48,495.87 lakhs (balance of such loans as on 31st March, 2016, ₹ 6,008.12 lakhs, (Previous year ₹ 7,880.89 lakhs), which have been transferred to the Company.
- (iii) The loans which were raised by GEB-erst from Bonds, Banks, PFC, REC, LIC, Financial Institutions and other Lenders against the assets relating to generation, transmission and distribution activities and were used for common purposes are continued in the Books of GEB / (now GUVNL) on behalf of all transferee companies and the same have been apportioned under FRP Notification dated 3rd October, 2006, based on their purpose and usage amongst all transferee companies and the same loans have been accounted by the Company as "Loans allocated from GUVNL Lender wise" in separate accounts. The repayments and interest thereon are reimbursed by the Company to GUVNL.

The said Loans are classified and grouped either as Secured Loans or Unsecured Loans as per the classification & charges on the assets created by erstwhile GEB-erst.



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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Note:7 Other-long term liabilities

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Staff Retirement cum Death Benefit Scheme	1,922.52	1,914.55
Less :- Amount disclosed under other current liabilities	150.45	135.00
	1,772.07	1,779.55
Security deposit from consumers	66,069.72	60,490.95
Deposits for Electrification & Service connection	2,923.51	4,699.55
TOTAL	70,765.30	66,970.06

Note:8 Long-term provisions

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Provision for Employee Benefits		
Provision for Leave Encashment	11,723.21	10,718.63
Less :- Amount disclosed under short term provisions	1,551.36	1,423.93
TOTAL	10,171.85	9,294.70

Note:9 Short-term borrowings

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Secured		
Cash Credit From Banks	31.03	225.04
TOTAL	31.03	225.04

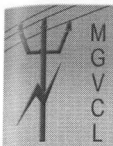
Cash credit from banks under Joint consortium Agreement amongst the Company, UCO Bank(lead Bank) & other consortium member banks, is secured against hypothecation charge on the stocks and book debts of the Company ranking pari-passu interse.

Note:10 Trade payables

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Liability for Purchase of Power-Wind Farm	161.59	103.85
Liability for O & M Supplies / Works & other Services	9,396.89	7,393.23
TOTAL	9,558.48	7,497.09

Refer note No. 36



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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Note : 11 Other current liabilities

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Current maturities of long-term debt (Refer Note : 6)	6,474.14	4,582.86
Interest accrued but not due on borrowings	2,931.24	3,385.39
Interest payable on consumers' Security Deposit	4,572.63	3,955.55
Subsidy / Grants received in advance	830.09	1,326.38
Liability for Capital Supplies / Works (Refer Note:36)	629.91	3,127.85
Staff Related Liabilities	50.07	31.03
Staff Retirement cum Death Benefit Scheme (Refer Note:7)	150.45	135.00
Staff Welfare Scheme	103.49	87.32
Deposits & Retentions from Suppliers & Contractors	3,672.24	3,023.40
Development Charges & Financial Participation from Consumers	147.49	965.41
Advance Received from Consumers	-	1,273.42
Statutory Liabilities	427.32	398.28
Other Payables	1,341.87	938.10
Payables to Holding Company		
- Gujarat Urja Vikas Nigam Limited	16,675.07	41,575.20
TOTAL	38,006.02	64,805.20

Note : 12 Short-term provisions

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
(A) Provision for Employee Benefits		
Provision for Leave Encashment (Refer Note : 8)	1,551.36	1,423.93
Provision for Bonus	171.11	38.22
(B) Others		
Provision for Taxation (Net of Advance Tax)	1,100.23	355.96
Provision for Wealth Tax (Net of Advance Tax)	-	0.12
TOTAL	2,822.70	1,818.22

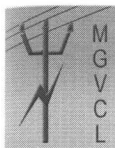
NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Note:13 Fixed assets

(₹ in lakhs)

Particulars	Gross Block				Depreciation				Net Block	
	As at 01/04/15	Addition during the year	Deletion/Adjustment during the year	As at 31/03/16	As at 01/04/15	For the year	Prior period	Deletion/Adjustment during the year	As at 31/03/16	As at 31/03/2015
(A) Tangible assets										
Free Hold Land	158.41	368.91	-	527.32	-	-	-	-	527.32	158.41
Lease Hold Land	2135.05	-	-	2135.05	320.55	71.31	-	-	1743.19	1814.50
Buildings	5344.74	321.65	-	5666.39	945.78	181.68	-	-	4538.93	4398.96
Hydraulic works	17.16	-	-	17.16	10.75	0.90	-	-	5.51	6.40
Other Civil works	1742.66	420.96	-	2163.62	225.16	62.38	0.36	-	1875.72	1517.50
Plant & Machinery	66459.91	11000.92	30.56	77430.27	18470.25	3739.06	87.37	20.36	55153.95	47989.67
Lines & Cable Net Works (refer note b)	278434.89	38092.36	172.47	316354.78	85594.42	15570.26	35.07	135.16	215290.19	192840.47
Vehicles	251.19	33.00	0.86	283.33	122.66	17.22	-	0.77	144.22	128.53
Furniture & Fixtures & Ele. Lightings	1155.32	72.06	-	1227.38	441.77	71.76	-	-	713.85	713.55
Office Equipments (refer note b)	8211.79	372.06	5.45	8578.40	1293.73	1092.51	-	4.92	6197.08	6918.05
TOTAL (A)	363911.12	50681.92	209.34	414383.70	107425.07	20807.08	122.80	161.21	286189.96	256486.04
(B) Intangible assets										
Computer Softwares (refer note b)	4193.28	-	-	4193.28	107.99	838.66	-	-	3246.63	4085.29
TOTAL (A) + (B)	368104.40	50681.92	209.34	418576.98	107533.06	21645.74	122.80	161.21	289436.59	260571.33
Previous Year	313270.49	54939.13	105.22	368104.40	85724.36	17640.00	4246.78	78.07	260571.33	227546.13

- (a) The Company being engaged in electricity distribution business, is covered under the Electricity Act, 2003 and provisions of the Electricity Act supersede the provisions of the Companies Act, 2013 Accordingly the Company has charged depreciation on fixed assets of the Company at the rates prescribed in GERC (MYT) Regulations, 2011 with effect from 1st day of April, 2011.
- (b) The fixed assets include capitalised interest amounting to ₹ 2616.96 lakhs on PFC loan for RAPDRP Project. As per the terms of the RAPDRP project, the same may be partially converted into Grant by GOI on meeting the conditions of conversion from Loan to Grant. To the extent of conversion of loan in to grant, such capitalised interest and proportionate depreciation thereon shall be reversed.
- (c) The opening gross value of all Fixed Assets, accumulated depreciation and net block of fixed assets as at 01-04-2005 were stated at values notified by Government of Gujarat vide Notification No. GUV-206-91-GW-1106-590-K dated 03-10-2006 and continue to be same.
- (d) The immovable properties, which have been transferred to Company are held in the name of GEB - erst or Vadodara Mahanagar Seva Sadan (VMSS). The procedure for the registration and / or transfer in the name of the Company is under process.
- (e) Certain premises of the Company have been given on lease. The Company does not have any information regarding its gross block, depreciation block and net block and hence disclosure for leased out property have not been given separately as required as per Revised Schedule-VI.



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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Note:14 Capital work-in-progress

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Capital Works-in-progress	6,229.40	5,739.70
Interest Charges to be Capitalised	551.78	344.81
Provision for completed works	-	659.68
TOTAL	6,781.18	6,744.19

Above interest is on PFC loan given for RAPDRP Project, as per the terms of the RAPDRP project, the same may be partially converted into Grant by Government of India on meeting the conditions of conversion from Loan to Grant. In view of above, the total fund disbursed by PFC is treated as Long Term Borrowing and interest liability is shown under the head "Other Current Liabilities".

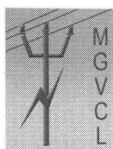
(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Interest To be capitalised at the beginning of the year	344.81	2,356.87
Additional Interest to be capitalised during the year (Note:29)	206.97	604.90
Interest capitalised / charged to assets during the year	-	2,616.96
Remaining Interest to be capitalised at the end of the year	551.78	344.81

Note:15 Non-current investments

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Long term investment (Unquoted)		
Equity Shares - Kalupur Commercial Bank Ltd. (250 Share of ₹ 10 each.)	0.03	0.03
TOTAL	0.03	0.03
Aggregate amount of unquoted investment	0.03	0.03



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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Note : 16 Long-term loans and advances

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Secured Considered Good		
Loans & Advances to staff - interest Bearing	2,257.28	2,053.04
Unsecured Considered Good		
Advances to Suppliers / Contractors (Capital)	135.39	282.02
Advance Income tax (Net of Provisions)	139.11	139.11
Advance Fringe Benefit tax (Net of Provisions)	81.55	81.55
Other Deposits	74.71	72.76
TOTAL	2,688.04	2,628.48

Note : 17 Other non-current assets

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Secured, considered good		
Interest Accrued & Due on Staff Loans	42.48	29.54
Interest Accrued But Not Due on Staff Loans	1,449.37	1,223.87
TOTAL	1,491.85	1,253.41

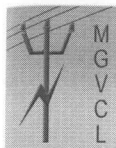
Note : 18 Inventories

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Stores , Spares and Scrap		
Stock of materials at stores	12,506.53	12,087.43
[Net of provision for Non-moving stock ₹ 49.73 lakhs (P.Y.Nil)]		
Materials at Site (O&M)	1,121.81	1,061.75
Materials in Transit	99.89	20.55
Other Materials Accounts	4,585.14	6,825.88
Mat.Stock Excess / Shortage Pending Investigation	392.71	225.68
Prov. for Mat.Stock Excess / Shortage Pending Investigation	(392.71)	(225.68)
TOTAL	18,313.37	19,995.61

As the frequency and movement of the replacement of failed transformers is high and the same being regular ongoing process in distribution network, Such transactions are being recorded as movement in pool of service component (Transformers) under 'Other Materials Accounts.

Above Inventories are as valued, taken and certified by the Management. For basis of valuation Refer Note No. 1 (10).



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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Note : 19 Trade receivables

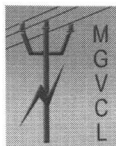
(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Unsecured (*) (Unless otherwise & to the extent stated)		
Considered Good	30,310.89	38,371.50
Less : Prov. for Doubtful Dues (refer note (b) below)	(267.57)	(438.45)
(A)	30,043.32	37,933.04
Considered Doubtful	12,376.87	10,428.21
Less : Doubtful E D & TSE	(766.78)	(766.78)
Less : Prov. for Doubtful Dues (refer note (c) below)	(11,101.98)	(8,930.89)
(B)	508.11	730.54
(A+B)	30,551.43	38,663.59
Less : Deferred ED & TSE from Consumers	(718.95)	(718.96)
TOTAL	29,832.48	37,944.62

Out of the above:

-Trade Receivables not due / overdue for a period less than 6 months	27,008.78	28,799.27
-Trade Receivables overdue for a period more than 6 months	15,678.95	20,000.44
	42,687.73	48,799.71

- (*) Trade receivables are secured and considered good to the extent of Security Deposit & Bank Gurantee received from the respective consumers.
- (a) As there are large no. of consumers it is impracticable to obtain confirmation of all the balances. Furthermore, since there is a stringent recovery mechanism of consumers' dues as per GERC Regulations, the outstanding balances are considered good & recoverable except those provided for.
- (b) The Company provides for Bad & Doubtful Debts @ 2% for Normal Debit Arrears of LT consumers.
- (c) Arrears of Permanently disconnected consumers and non-consumers (theft detected individuals / entities) are periodically reviewed and provided for on the merit of each case.



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NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Note : 20 Cash and cash equivalents

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Balance with Scheduled Banks	6,787.26	5,795.51
Cheques on Hand	800.49	872.75
Cash on hand	9.11	8.46
Remittance in Transit	165.97	207.58
TOTAL	7,762.83	6,884.30

Note:21 Short-term loans and advances

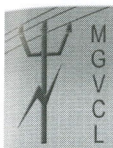
(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Unsecured Considered Good		
Advances for O&M Supplies / Works	23.99	1,032.01
Loans & Advances to staff	638.60	629.75
Loans And Advances - Others	175.03	181.60
Prepaid Expenses	76.81	134.01
TOTAL	914.43	1,977.37

Note : 22 Other current assets

(₹ in lakhs)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Unbilled Revenue	13,598.00	12,981.84
Interest Accrued & Due on Staff Loans	106.96	106.96
Amount recoverable from employee / ex-employees	46.52	57.47
Electricity Duty & Tax on sale of Electricity	-	65.40
Other Recoverables	632.17	74.63
Assets held for sale (Refer Note 42)	16.61	31.11
<u>Receivables from associates under the same management</u>		
- Gujarat Energy Training & Research Institute	42.37	34.92
TOTAL	14,442.63	13,352.33



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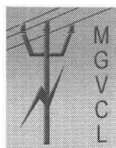


NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS

Note:23 Revenue From Operations

(₹ in lakhs)

Particulars	Year ended 31 st March, 2016	Year ended 31 st March, 2015
Revenue from Sale of Power		
Residential General Purpose	1,19,455.71	1,06,842.25
General Lighting Purpose	3,241.48	2,801.01
Non-residential General Purpose & LT Medium Demand	91,568.69	81,720.47
HT Industrial	2,18,403.82	2,11,098.30
Public lighting	3,483.20	3,154.38
Traction railways	20,325.82	25,721.65
Irrigation agricultural	30,145.12	26,021.85
Public water works and sewerage pumps	10,197.78	8,902.72
Power Sold to GUVNL	-	1,764.01
Unscheduled interchange - Income	6,117.77	2,085.59
Sub Total	5,02,939.39	4,70,112.23
Electricity duty	66,639.99	60,030.65
Other operating revenues		
Meter charges / Service line charges	4,343.26	4,187.50
Recoveries for theft of power / Malpractices	2,044.91	1,527.80
Delayed payment charges from consumers	1,869.38	1,699.48
Miscellaneous charges from consumers	3,857.20	2,844.41
Sub Total	12,114.76	10,259.20
Agricultural subsidy	7,425.47	7,059.02
Total	5,89,119.61	5,47,461.09
Less: Electricity duty	66,639.99	60,030.65
TOTAL	5,22,479.62	4,87,430.44



Madhya Gujarat Vij Company Limited

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NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS

Note:24 Other Income

(₹ in lakhs)

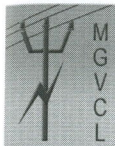
Particulars	Year ended 31 st March, 2016	Year ended 31 st March, 2015
Interest on staff loans and advances	385.94	236.20
Interest from others	-	0.28
Income from sale of scrap	98.02	326.00
Income from Staff Welfare Activities	-	-
Grant for energy conservation	49.72	3.92
Deferred Income (10% of Capital Grant & Consumer Contribution Written Back)	11,168.10	10,801.54
Miscellaneous receipts	2,395.50	1,880.56
TOTAL	14,097.28	13,248.50

Note : 25 Purchase of Power

(₹ in lakhs)

Particulars	Year ended 31 st March, 2016	Year ended 31 st March, 2015
Power Purchased from GUVNL *	456,579.66	419,743.70
Power Purchased from CPP / Wind Farms / Solar	2,253.40	1,688.29
State Load Dispatch Center Charges	67.17	145.84
Uninterrupted Interchange Charges	1,246.66	3,054.09
TOTAL	460,146.89	424,631.92

* Purchase of power is accounted as billed by GUVNL considering the Bulk Supply Tariff (BST) Mechanism / formula as approved by Gujarat Electricity Regulatory Commission (GERC).



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NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS

Note : 26 Employee Costs

(₹ in lakhs)

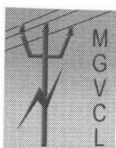
Particulars	Year ended 31 st March, 2016	Year ended 31 st March, 2015
Salaries, Wages & Allowances	30,719.38	26,577.41
contribution to provident and other funds	4,265.18	4,089.15
Staff Welfare Expenses	1,451.09	1,404.18
TOTAL	36,435.66	32,070.74

Note : 27 Interest and Finance Charges

(₹ in lakhs)

Particulars	Year ended 31st March, 2016	Year ended 31st March, 2015
Interest on State Government Loans	451.98	502.87
Interest on Bonds	188.28	338.54
Interest on other loans, cash credit & deferred credits	2,220.92	3,115.95
Interest to Consumers' on Security Deposits etc.	4,996.06	4,341.82
Other Interest Charges	175.40	187.27
Total	8,032.64	8,486.45
Other Finance Charges		
Other Finance and Bank Charges	93.11	97.80
Guarantee Fees	32.29	51.65
Total	125.40	149.45
TOTAL	8,158.04	8,635.90

As the outstanding balance of Consumers' Security Deposits is under reconciliation, interest is provided on the basis of subsidiary records. 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 cases on which interest is not provided are very old and unidentifiable for which consumers have not turned up for refund of Deposits. Interest on the same will be accounted as and when it is claimed.



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NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS

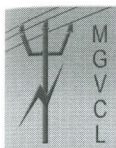
Note : 28 Other Expenses

(₹ in lakhs)

Particulars	Year ended 31 st March, 2016	Year ended 31 st March, 2015
<u>Repairs and Maintenance</u>		
Plant and Machinery	1,058.95	944.24
Buildings	280.05	400.58
Lines, Cable Network etc.	3,312.90	3,198.75
Others	706.10	609.17
Total	5,357.99	5,152.74
<u>Administration Expenses & General expenses</u>		
Rent, Rates & Taxes	137.40	218.16
Insurance	45.28	25.34
Communication Expenses	201.58	208.22
Legal Charges	85.35	29.32
Audit Fees	10.31	10.26
Consultancy Charges	5.56	8.74
Other Professional fees and expenses	65.86	59.79
Conveyance & Travel	2,207.22	2,131.98
Printing, Stationery and Xerox Chgs	347.93	308.01
Expenses on Computer Billing & EDP Charges	132.11	150.70
Consumer Billing & Collection Expenses	455.73	462.12
Electricity Charges	348.37	286.96
Corporate Social Responsibility Expenses	120.53	-
Bad & Doubtful Debts Written off / Provided for	2,009.83	413.59
Waiver of Delayed Payment Charges {Refer Note:(a) below}	53.84	7,311.68
Security Expenses	708.92	589.55
GERC License Fees	180.15	187.36
Freight & Other Purchase related expenses	367.89	545.68
Interest on Income Tax	97.00	39.31
Other Administration & general Expenses	377.81	330.40
Write-off of W.D.V. of Scrapped Assets	1.13	0.01
Loss on Sale of Assets (Net)	16.97	0.06
Miscellaneous Expenses (Refer Note (b) below)	1,032.04	460.30
Prior Period Adjustments (Refer note (d) below)	(105.03)	4,249.16
Total	8,903.80	18,026.70
TOTAL	14,261.80	23,179.44

Notes:

(a) In previous financial year, as per G.R. No: NPL/452014/UOR-40/M dated 06.01.2015 issued by Government of



Madhya Gujarat Vij Company Limited

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NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS

Gujarat to waive the delayed payment charges debited up to 31-03-2014 to weak and irregular Nagar Palikas under One Time Settlement of their Dues through Gujarat Municipal Finance Board during 2014-15.

(b) None of the items individually accounts for more than Rs.1 lakh or 1% of revenue whichever is higher

(c) **Payments to auditors has been classified as follows:**

(₹ in lakhs)

Particulars	Year ended 31 st March, 2016	Year ended 31 st March, 2015
Payments to auditors(Excluding service tax)		
As auditors	9.00	9.00
Tax audit	-	-

(d) **Prior Period adjustments**

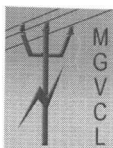
(₹ in lakhs)

Particulars	Year ended 31 st March, 2016	Year ended 31 st March, 2015
Prior period expenses / losses		
Employee costs	0.28	0.46
Depreciation under provided	122.81	4,246.78
Interest & Other Finance Charges	128.28	0.44
Other Charges related to Prior Periods	0.64	0.94
Other Prior Period Adjustments	2.61	19.60
Total	254.62	4,268.22
Prior period Income		
Excess provision for depreciation	-	18.36
Other excess provision	121.03	0.70
Other income	238.62	-
Total	359.65	19.06
TOTAL	(105.03)	4,249.16

Note : 29 Expenses Capitalised

(₹ in lakhs)

Particulars	Year ended 31 st March, 2016	Year ended 31 st March, 2015
Employee Costs Capitalised	8,648.88	7,320.81
Administration & General Expenses Capitalised	1,360.19	1,263.44
Interest & Other Finance Charges Capitalised	206.97	604.90
TOTAL	10,216.03	9,189.15



Madhya Gujarat Vij Company Limited

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NOTES FORMING PART OF FINANCIAL STATEMENTS

30. Estimated amount of Contracts remaining to be executed and not provided for (net of advances) ₹ **12,504.67** lakhs (Previous Year ₹ 15,285.08 lakhs).

31. The Contingent Liabilities not provided for in respect of :

(₹ in lakhs)

Sr. No.	Particulars	2015-16	2014-15
1	Income Tax and Fringe Benefit Tax	582.77	205.81
2	Labour and other claims against the Company not acknowledged as debt.	2,996.46	2,876.73
3	Various Claims by the employees before various courts against erstwhile GEB	Amount is not ascertainable	Amount is not ascertainable
4	Facility Management Charges	958.00	Nil

32. Leases:

Expenses

The Company has obtained office premises for its business operations (including furniture & fittings, therein as applicable) under leave and license agreement. These are generally not non-cancelable lease and are renewable by mutual consent on mutually agreeable terms. The Company has given refundable interest free security deposits in accordance with the agreed terms.

Lease payments are recognized in the Statement of Profit and Loss as "Rent Expenses" under Note No. : 28.

Income

The Company has let out its fully furnished owned office premises under operating lease during the year. Rent income is recognized in the Statement of Profit and Loss as "Rent income" under Miscellaneous receipts Note No.: 24.

33. Compensation of usage of inter Company assets :

Consequent upon unbundling of business of GEB-erst, various assets including lands and buildings belonging to the companies are used by Holding Company / other fellow subsidiary companies. Common expenses for maintenance / usage of such assets have been apportioned and debited to Holding Company / other fellow subsidiary companies based on reasonable basis. However, for such other un-identifiable expenses or income, no provision has been made for any such charges receivable or payable to or by the Company.

34. Employee Benefits:

i. Defined Contribution Plan

The Company has recognized ₹ 1,863.42 lakhs (Previous year ₹ 1,891.85 lakhs) for Provident Fund Contribution as expenses under the defined contribution plan in the Statement of Profit and Loss.

ii. Defined benefit plan

The Company is a member of a group gratuity scheme of its holding Company GUVNL and fellow subsidiaries and Unfunded Leave Encashment Scheme.

NOTES FORMING PART OF FINANCIAL STATEMENTS

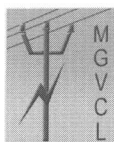
The Company recognizes expenses towards the gratuity liability at each balance sheet date as per the apportionment provided by GUVNL. Present value of Obligation and Plan assets as at balance sheet date is recognized in the financial statements of GUVNL.

The most recent actuarial valuation of the defined benefit obligation for gratuity and Leave encashment was carried out at 31st March, 2016 by an actuary. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of benefit entitlement and measures each unit separately to build up the final obligation.

The following table sets out the status of the gratuity and leave encashment plan and the amounts recognized in the Company's financial statements.

(₹ in lakhs)

Particulars	Gratuity		Leave Encashment	
	2015-16	2014-15	2015-16	2014-15
Changes in the present Value of obligation	(Through holding Company GUVNL)			
Present value of obligation (opening)	15531.99	15257.52	10718.63	10293.39
Interest Cost	1242.56	1220.60	857.49	823.47
Past Service Cost	Nil	Nil	Nil	Nil
Current Service Cost	540.47	528.74	692.53	160.85
Curtailment cost / (Gain)	Nil	Nil	Nil	Nil
Settlement Cost / (Gain)	Nil	Nil	Nil	Nil
Benefits Paid	(1888.05)	(1930.68)	(1237.05)	(1101.70)
Actuarial Losses / (Gain)	431.68	455.80	691.61	542.62
Present Value of obligation (Closing)	15858.65	15531.99	11723.21	10718.63
Changes in the fair Value of Plan Assets				
Present value of plan assets (opening)	8172.32	7820.04	Nil	Nil
Expected Return on Plan Assets	772.83	728.06	Nil	Nil
Actuarial Gain / (Losses)	(86.18)	(63.30)	Nil	Nil
Employer's Contributions (*)	1720.07	1618.20	Nil	Nil
Employees' Contributions	Nil	Nil	Nil	Nil
Benefits paid	(1888.05)	(1930.68)	(1237.05)	(1101.70)
Fair Value of Plan Assets (Closing)	8690.99	8172.32	Nil	Nil



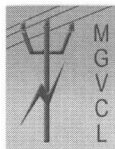
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NOTES FORMING PART OF FINANCIAL STATEMENTS

Particulars	Gratuity		Leave Encashment	
	2015-16	2014-15	2015-16	2014-15
(*) Apportioned based on the ratio of closing liabilities of holding and fellow subsidiary companies.				
Percentage of each category of plan assets to total fair value of Plan Assets at the year end				
Government of India Securities	Nil	Nil	Nil	Nil
High quality corporate bonds	Nil	Nil	Nil	Nil
Equity shares of listed companies	Nil	Nil	Nil	Nil
Property	Nil	Nil	Nil	Nil
policy of insurance	100%	100%	Nil	Nil
Bank Balance	Nil	Nil	Nil	Nil
Amount recognized in the balance sheet	(Through holding Company GUVNL)			
Present Value of funded obligation as at the year end	8690.99	8172.32	Nil	Nil
Fair value of plan assets as at the year end	8690.99	8172.32	Nil	Nil
Funded (Asset)/Liability recognized in the Balance Sheet	Nil	Nil	Nil	Nil
Present Value of Unfunded obligation as at the year end	7167.65	7359.68	11723.21	10718.63
Un recognized past service cost	Nil	Nil	Nil	Nil
Un recognized Actuarial (Gains) / Losses	Nil	Nil	Nil	Nil
Unfunded net Liability recognized in the balance sheet	7167.65	7359.68	11723.21	10718.63
Amount recognized in the balance sheet (For Gratuity-through holding Company GUVNL)				
Present Value of obligation as at the year end	15858.65	15531.99	11723.21	10718.63
Fair Value of Plan assets as at the year end	8690.99	8172.32	Nil	Nil
(Asset) / Liability recognized in the balance sheet	7167.65	7359.68	11723.21	10718.63
Expenses recognized in the statement of profit and loss				
Current Service Cost	540.47	528.74	692.53	160.85
Past Service Cost	Nil	Nil	Nil	Nil
Interest Cost	1242.56	1220.60	857.49	823.47
Expected Return on Plan Assets	(772.83)	(728.06)	Nil	Nil
Curtailment Cost / (Credit)	Nil	Nil	Nil	Nil
Net Actuarial (Gain) / Loss	517.86	519.10	691.61	542.62
Employees Contribution	Nil	Nil	Nil	Nil
Total Expenses recognized in the statement of profit and loss.	1532.50	1540.38	2241.63	1526.94
Principal actuarial assumption (Rate of Discounting)				
Rate of Discounting	8.00%	8.00%	8.00%	8.00%
Expected Return on Plan Assets	9.50%	9.50%	--	--
Rate of Increase in Salary	10.00%	10.00%	10.00%	10.00%
Attrition Rate	1% to 3%	1% to 3%	1% to 3%	1% to 3%



Madhya Gujarat Vij Company Limited

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NOTES FORMING PART OF FINANCIAL STATEMENTS

iii. Experience adjustments:

In absence of availability of relevant information, the experience adjustment on plan liabilities has not been furnished.

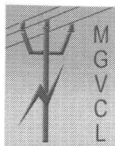
The estimate of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.

35. The balances of Trade Payables & Loans and Advances are subject to confirmation and reconciliation, if any.

36. Due to Micro, Small and Medium Enterprise

Sr. No.	Particulars	2015-16	2014-15
1	Principal amount and interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	Nil	Nil
2	The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	Nil	Nil
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	Nil	Nil
4	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil	Nil
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	Nil	Nil

In view of their large number of accounts and in absence of segregated information, total outstanding dues to Small Scale Industrial Undertaking as defined under Micro, Small & Medium Enterprises Development Act, 2006 have not been disclosed separately.



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NOTES FORMING PART OF FINANCIAL STATEMENTS

Based on the details available with the Company in respect of transactions incurred during the year, there are no over dues as such to micro, small and medium enterprises as at 31st March, 2016 on account of principal amount together with interest for delayed payment under the Act. The Company has not received any claim for interest from any suppliers under the "Interest on Delayed Payments to Small Scale and Ancillary Industrial Undertaking Act, 1993" (Previous year - ₹ Nil).

37. Treatment of Capital work-in-progress and charge of depreciation:

The assets are sometimes not capitalized for want of, technical certificate and other routine procedural requirements despite being put to use. Accordingly, depreciation on the same will be charged from the date put to use and will be treated as prior period depreciation.

38. Segment Information:

The operations of the Company are limited to one segment, namely, distribution of electricity and ancillary activities.

39. Related Party Disclosures :

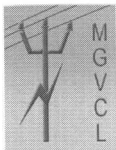
As per Para 9 of AS 18 on "Related Party Disclosure", no disclosure is required in the financial statements as regards related party relationships with other state-controlled enterprises and transactions with such enterprises. However, other information is given as under;

Key Managerial Personnel

Name	Designation	Duration	
		From	To
Shri S. B. Khyaliya	Managing Director	01-04-15	31-03-16
Shri K. R. Shah	Sr. Chief General Manager & CFO	01-04-15	31-03-16
Shri K. M. Antani	Company Secretary	01-04-15	31-03-16

Particulars of Remuneration Paid

Name	Remuneration (₹ in lakhs)		Outstanding Balance (₹ in lakhs)	
	2015-16	2014-15	2015-16	2014-15
Shri S. B. Khyaliya	15.36	22.72	0.00	0.00
Shri K. R. Shah	23.80	20.90	0.00	0.00
Shri K. M. Antani	20.30	16.88	0.00	0.00



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NOTES FORMING PART OF FINANCIAL STATEMENTS

40. Earnings per Share :

In accordance with Accounting Standard 20 - Earnings per Share (EPS), the Basic and Diluted Earnings per Share (EPS) has been calculated as under;

Basic & Diluted EPS

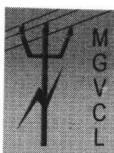
Particulars	For the year ended 31 st March, 2016	For the year ended 31 st March, 2015
Profit After Tax (₹ in Lakhs)	4,385.83	2,885.38
Weighted Average number of Equity Shares for basic EPS	29,02,53,085	2,60,917,117
Weighted Average number of Equity Shares for Diluted EPS	29,04,80,594	2,60,917,117
Face Value per Share (₹)	10	10
Basic Earnings per Share of ₹ 10/- each (₹)	1.51	1.11
Diluted Earnings per Share of ₹ 10/- each (₹)	1.51	1.11

41. The Company has net deferred Tax Assets on account of unabsorbed depreciation and business losses. In the absence of virtual certainty and convincing evidence of sufficient future taxable income, net deferred tax assets as at 31st March, 2016 is not recognized.

42. Valuation of assets held for sale

As per Para 14 of Accounting Standard – 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).

In respect of all those assets of the Companies which are identified as "retired from active use", the management is of the opinion that the NRV is higher than their Net Book Value and that there was an upward trend in the scrap market. In view of this, the Company does not recognize any expected loss in the Statement of Profit and Loss.



Madhya Gujarat Vij Company Limited

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NOTES FORMING PART OF FINANCIAL STATEMENTS

43. Corporate Social Responsibility

(a) Gross amount required to spent by the Company :

(₹ in lakhs)

Particulars	For the year ended 31 st March, 2016	For the year ended 31 st March, 2015
Opening unspent Amount	62.17	Nil
Amount required to be spent	56.58	62.17
Amount spent during the year (*)	120.53	Nil
Unspent amount carried forward	Nil	62.17

(*) The amount spent during the year on:

(₹ in lakhs)

Sr. No.	Particulars	In cash / cheque	Yet to be paid in cash / cheque	Total
(i)	Development of Crematorium and Uplifting of School	120.53	Nil	120.53

44. Provision for income tax liability for the year is considered as per tax laws applicable. The Company is entitled to credit of minimum alternate tax (MAT) under the provisions of the Income Tax Act, 1961. However, following the concept of prudence, the management does not recognize the MAT credit entitlement.

45. Solar Equipment installed (Assets) at consumers premises :

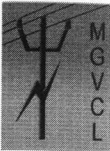
Under various Government Granted Schemes for Installation of equipment like Solar Pump Sets, Solar rooftop home lighting systems under clean / renewable energy initiatives, such assets are valued at Nil i.e. net off grant received / receivable.

46. The Company is primarily engaged in the business of power distribution, hence information as required under paragraphs 5 (viii) (c) of general instructions for preparation of the statement of profit and loss as per Schedule III to the Companies Act, 2013 is stated to the extent applicable.

(a) C.I.F value of import during the year is ₹ Nil (Previous year ₹ Nil).

(b) Consumption of Stores & Spares:

Particulars	2015-16	2014-15
	%	%
Indigenous	100.00	100.00
Imported	Nil	Nil
Total	100.00	100.00



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- (c) Expenditure in foreign currency

Foreign Travel: ₹ **Nil.** (Previous year ₹ 0.40 lakhs).

- (d) Earning in foreign currency ₹ **Nil** (Previous year ₹ Nil).

47. Statement of Management:

- (a) The current assets, 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. Provision for all known liabilities is adequate and not in excess of amount reasonably necessary. There are no contingent liabilities except those stated in the notes.
- (b) Balance Sheet, Statement of Profit and Loss and cash flow statement read together with Notes to the accounts thereon, are drawn up so as to disclose the information required under the Companies Act, 2013 as well as give a true and fair view of the statement of affairs of the Company as at the end of the year and results of the Company for the year under review.

48. The previous year figures, where ever necessary have been reclassified to conform to this year's classification.

for and on behalf of Board of Directors.

For G. K. Choksi & Co.
Chartered Accountants
FRN: 101895W

Shahmeena Husain
Chairperson
DIN : 03584560

Rajesh Manjhu
Managing Director
DIN : 06904033

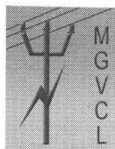
J.D. Patel
Partner
Membership No:32780

K.R.Shah
Sr. Chief General Manager (F&A)
& CFO

K.M. Antani
Company Secretary

Place : Ahmedabad
Date : 29th August, 2016

Place : Vadodara
Date : 29th August, 2016



Madhya Gujarat Vij Company Limited

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MGVCL AT A GLANCE

PHYSICAL DATA				POWER PURCHASE & DISTRIBUTION LOSS DATA			
Sr. No.	PARTICULARS	2015-16	2014-15	Sr. No.	PARTICULARS	2015-16	2014-15
1	Total Area (in Sq. Kms)	23,854	23,854	1	Units Purchased from GUVNL	10543.347	9950.034
2	Districts Covered	7	7	2	Add : UI Overdrawal	117.001	138.139
3	No. of Towns	46	46	3	Less : UI Underdrawal	303.220	68.252
4	No. of Villages	4,404	4,404	4	Less: Sale through trading	0.000	63.136
5	Population (Census 2001)(in Million)	13.06	13.06	5	Net Purchase from GUVNL (1+2-3-4)	10357.128	10083.057
6	Total Circles	5	5	6	Add : Power purchase from Wind farm	55.028	47.382
7	Total Divisions	18	18	7	Total Power Purchase (5+6)	10412.156	10004.167
8	Total Sub-Divisions+Sectional Offices	112	105	8	Central Sector Pooled Losses	212.877	181.712
9	Total Sub-Stations	216	201	9	Transmission Losses	381.059	367.504
10	Total Transformers	1,11,736	1,01,074	10	Total Transmission Loss (8+9)	593.936	549.216
11	Total No. of Feeders	1,806	1,648	11	Transmission Loss (%)	5.70%	5.49%
12	Total H.T. Line (in CKms.)	52,971	55,512	12	Units Available for Sale (7-10)	9818.220	9454.951
13	Total L.T. Line (in CKms.)	66,079	63,485	13	Units sold to Consumers	8674.895	8294.803
14	Ratio of L.T. / H.T.	1.25	1.26	14	Distribution Loss (12-13)	1143.325	1160.148
15	Total Consumers (in lakhs)	28.93	28.37	15	Distribution Loss (%)	11.64%	12.27%
16	Total Contracted Load (in MW)	5,925	5,648	16	T&D Loss (10+14)	1737.261	1709.364
17	Total Employees	7,340	6,9301	17	T&D Loss (%)	16.68%	17.09%

REVENUE DETAILS

2015-16			Sr. No.	Category of Consumers	2014-15		
Units in MUs	Average Rate (₹ / Unit)	Revenue (₹. in crores)			Units in MUs	Average Rate (₹ / Unit)	Revenue (₹ in crores)
2286.502	5.22	1194.56	1	Residential General Purpose	2129.920	5.02	1068.42
57.193	5.67	32.41	2	General Lighting Purpose	52.140	5.37	28.01
1325.924	6.91	915.69	3	Non Residential General Purpose & LTMD	1250.130	6.54	817.20
62.776	5.55	34.83	4	Public Lighting	59.790	5.28	31.54
1181.681*	2.55	301.45**	5	Agriculture with Tariff Comp. & FPPPA Subsidies	1051.610*	2.47	260.22**
219.564	4.64	101.98	6	Water Works	193.370	4.60	89.03
3250.122	6.72	2184.04	7	Industrial HT	3160.760	6.68	2110.98
291.133	6.98	203.26	8	Railways	391.110	6.58	257.22
8674.895	5.73	4968.22	9	Sub-Total (1 to 8)	8288.830	5.63	4662.62
		0.00	10	Sale through GUVNL (STOA)			17.64
		61.18	11	Unscheduled Interchange (Underdrawal)			20.86
		121.15	12	Other Revenue related recoveries			102.59
		74.25	13	Agriculture : HP Based Subsidy			70.59
		5224.80	14	Total			4874.30

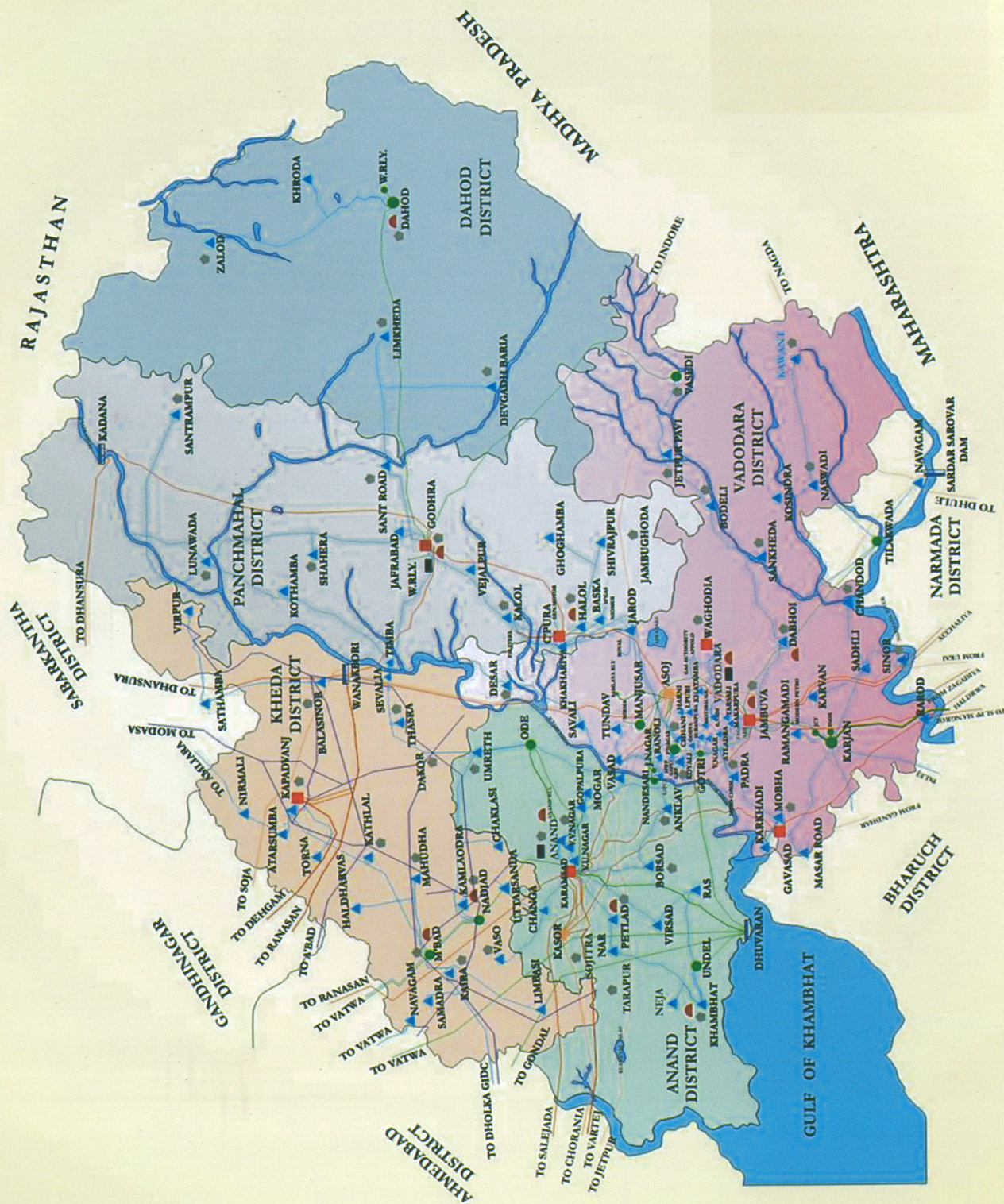
* Agriculture MUs sold during 2015-16 = Metered : 710.171 Mus; Un-metered : 471.510 MUs as per GERC

* Agriculture MUs sold during 2014-15 = Metered : 578.710 Mus; Un-metered : 472.900 MUs as per GERC

** Agriculture Revenue during 2015-16 includes Tariff Compensation Subsidy : ₹ 48.16 crores and FPPPA Subsidy : 170.10 crores

** Agriculture Revenue during 2014-15 includes Tariff Compensation Subsidy : ₹ 48.30 crores and FPPPA Subsidy : 139.76 crores

AREA MAP OF MADHYA GUJARAT VIJ COMPANY LIMITED.





Madhya Gujarat Vij Company Limited

Registered Office :
Sardar Patel Vidyut Bhavan, Race Course, Vadodara - 390007.