

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED ("the Company")**, which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, the 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 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 provisions of the Act for safeguarding of 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 there under.

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



An audit involves performing procedures to obtain audit evidence about the amounts and the 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. Based on the procedures and evaluations referred above we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

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

Emphasis of Matter

- a. Attention is invited to Note 2(j) of financial statements explaining the position of the company on the aspect of delay in execution of contemplated petroleum refinery project which brings in significant uncertainty on the ability of the company to continue its operations in the absence of any significant progress in implementation of the project, notwithstanding the above the financial statements have been prepared as a going concern. Our report is not qualified in this regard.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in Annexure – A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.



- c. The Balance Sheet, the Statement of Profit and Loss, and the 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 relevant rules issued there under.
- e. On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g. 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, in our opinion and to the best of our information and according to the explanations given to us:
- The Company does not have any pending litigations which would affect its financial position.
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - Currently there are no amounts held by the company that are required to be transferred to Investor education and protection fund hence we do not comment on the same.

Place: Chennai
Date: May 05, 2018



For Brahmayya & Co.,
Chartered Accountants
Firm Regn. No.000511S

N. Sri Krishna
Partner
Membership No.26575

Annexure – A

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2018, we report that:

1. a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
2. The Company is in the implementation stage of the Project and accordingly it does not hold any physical inventories. Thus, paragraph 3(ii) of the order is not applicable to the company.
3. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered under the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), iii (b) and iii(c) of the order are not applicable to the Company.
4. 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 provided.
5. In our opinion and according to the information and explanation given to us, the company has not accepted any deposits from the public during the year requiring compliance of provisions of Section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under. Accordingly, paragraph 3(v) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
6. The Company is in the implementation stage of the Project and accordingly Clause (vi) regarding maintenance of cost records under Section 148(1) of the Companies Act, 2013 is not applicable;



7. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Value Added Tax, Customs Duty, Excise Duty, Cess and other statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, Goods and Service Tax, Customs Duty, Excise Duty, Cess and other statutory dues were in arrears as at March 31, 2018 for a period of more than six months from the date they became payable

b) According to the information and explanation given to us, there are no amounts payable in respect of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax which have not been deposited on account of any disputes

8. The Company does not have any loans and borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration. Accordingly, paragraph 3(xi) of the Order is not applicable.
12. 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.



13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, 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.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

Place: Chennai
Date: May 05, 2018



For Brahmayya & Co.,
Chartered Accountants
Firm Regn. No.000511S

N. Sri Krishna
Partner
Membership No.26575

Annexure B

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

We have audited the internal financial controls over financial reporting of **Kakinada Refinery and Petrochemicals Private Ltd** ("the Company") as of 31 March 2018 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 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Brahmayya & Co.,
Chartered Accountants
Firm Regn. No.000511S**



N. Sri Krishna

Partner

Membership No.26575

Place: Chennai

Date: May 05, 2018

KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED BALANCE SHEET AS AT 31ST MARCH 2018			
Amount in Rs.			
DESCRIPTION	Notes	AS AT 31.03.2018	AS AT 31.03.2017
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	3	200,200,000	200,200,000
Reserve & Surplus	4	33,243,689	30,924,056
Current Liabilities			
Other Current Liabilities	5	2,458,451	366,989
TOTAL		235,902,140	231,491,045
ASSETS			
Non-current Assets			
Fixed Assets			
Tangible Assets	6	49,266	129,851
Capital Work-in-progress	7	177,853,403	177,772,818
Long-term loans and advances	8	42,934,359	42,934,359
Other Non-current Assets	9	7,689,398	7,615,442
Current Assets			
Cash and bank balances	10	2,009,336	405,710
Short-term loans and advances	11	444,148	444,148
Other Current assets	12	4,922,230	2,188,717
TOTAL		235,902,140	231,491,045
Significant accounting policies and notes to accounts	1 & 2		

As per our report of even date
For M/s. BRAHMAYYA & Co.,
Chartered Accountants
Firm Reg. No. 000511S

For and on behalf of the Board of Directors



Membership No: 26575

Prasanna Challa
Prasanna Challa
Director
DIN :01630300

Nagarjuna Tadury
Nagarjuna Tadury
Director
DIN : 06796211

Arana Kotturu
Arana Kotturu
Company Secretary

Place: Chennai
Date: 5th May 2018

Place: Hyderabad
Date: 5th May 2018



KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED			
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2018			
Amount in Rs.			
Particulars	Notes	For the Year Ended 31st March 2018	For the Year Ended 31st March 2017
<u>Income</u>			
Revenue From Operations		-	-
Other Income	13	5,259,459	4,165,663
Total Revenue		5,259,459	4,165,663
<u>Expenses</u>			
Financial Costs	14	655	747
Other Expenses	15	2,134,717	83,903
Total Expenses		2,135,372	84,650
Profit/(Loss) before prior period expenses and tax		3,124,087	4,081,013
Prior Period Expense		-	-
Profit/(Loss) before tax		3,124,087	4,081,013
Tax Expense		804,453	1,218,999
Net Profit/(Loss) after tax for the period		2,319,634	2,862,014
Earning Per Share		0.12	0.14
Significant accounting policies and notes to accounts	1 & 2		

As per our report of even date
For M/s. BRAHMAYYA & Co.,
Chartered Accountants
Firm Reg. No. 000511S



V. SRI KRISHNA
Partner
Membership No: 26575

For and on behalf of the Board of Directors

Prasanna Challa
Prasanna Challa
Director
DIN : 01630300

Nagarjuna Tadury
Nagarjuna Tadury
Director
DIN : 06796211

Aruna Kotturu
Aruna Kotturu
Company Secretary

Place: Chennai
Date: 5th May 2018

Place: Hyderabad
Date: 5th May 2018



1 Significant Accounting Policies

a) Basis of Accounting

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles ('Indian GAAP') in India. The Financial Statements have been prepared to comply in all material respects with Accounting Standards notified under section 133 of the Companies Act, 2013 ('the Act'), read with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared under the historical cost convention on accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in previous year

b) Fixed Assets

Fixed Assets are stated at cost of acquisition, including any attributable cost for bringing asset to its working condition for its intended use, less accumulated depreciation.

c) Impairment of Assets

Management periodically assesses using external and internal sources whether there is an indication that an asset may be impaired. Impairment occurs where the carrying value exceeds the recoverable amount. The impairment loss to be expensed is determined as the excess of carrying amount over the higher of the assets net selling price or present value of future cash flows expected to arise from the continuing use of the assets and its eventual disposal.

d) Depreciation

Pursuant to the enactment of the Companies Act 2013 ('the Act'), the Company has effective April 01, 2014, reviewed and revised the estimated useful life of fixed assets, generally in accordance with the provision of Schedule II of the Act or as assessed by the management, except for assets individually costing less than Rs. 5,000, which are fully Depreciated in the year of acquisition.

e) Foreign Currency Transactions

Foreign Currency Transactions are accounted at the exchange rates prevailing on the date of the transaction.

f) Retirement Benefits

The AS -15 issued by the Institute of Chartered Accountants of India, is not applicable to the company.

g) Borrowing Costs

Borrowing Cost attributable to acquisition and construction of qualifying assets are capitalized as a part of the cost of such asset up to the date when such assets are put to use.

h) Taxation

As the company has earned interest during the year, provision for tax has been made as per the provisions of the Income tax Act, 1961.

i) Provisions

Provisions are recognized where there is a present obligations as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which the reliable estimate can be made. These are reviewed at each balance Sheet date and adjusted to reflect the current best estimates.



j) Claims

The claims against the company not acknowledged as Debts shall be disclosed after a careful evaluation of the facts and legal aspects of the matter involved.

k) Preliminary Expenses

Preliminary Expenses will be written of over a period of five years from the year of commencement of commercial operations.

l) Pre-operative Expenses

Pre-operative Expenses will be capitalized upon commencement of commercial operations.

2 Notes to Accounts

a) Estimated amount of Contracts remaining to be executed on capital account and not provided for are Rs.7,65,383/- (Previous year Rs. 7,65,383/-).

b) Contingent Liabilities not provided for - Nil

c) Sundry Creditors includes Rs NIL (Previous Year Rs. NIL) pertaining to Small Scale Industrial Undertakings (SSI) to the extent such parties have been identified from the available information/documents. There are no SSI units to whom the company owes a sum exceeding Rs 1.00 Lakh and outstanding for more than 30 days (but not over due) as at 31st March 2018

d) There are no Micro, Small and Medium Enterprises, to whom the company owes dues, which are outstanding for more than 45 days as at 31st march 2018. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company and has been relied upon by the auditors.

e) Related Party Transactions

Disclosures in respect of related parties as defined in Accounting Standard 18, with whom transactions have taken place during the year, are given below:

A) List of Related Parties

Name of the Company	Nature of Relationship
GMR Enterprises Private Limited (GEPL)	Holding Company
Kakinada SEZ Limited	Subsidiary of Ultimate Holding Company
GMR Varalakshmi Foundation	Group Company

B) Transactions during the year

Sl. No.	Particulars	2017-18	2016-17
1	Reimbursement of Expenses to		
	- GMR Varalakshmi Foundation	2,094,542	-
2	Interest received on Group Company Loans		
	- Kakinada SEZ Limited	5,259,459	-

C) Outstanding Balances as at the year ended 31st March 2018

Sl. No.	Particulars	31 March 2018	31 March 2017
1	Issued Capital		
	- GMR Enterprises Private Limited	200,200,000.00	200,200,000.00
2	Loans Given		
	- Kakinada SEZ Limited	42,934,359	-
3	Receivables		
	- Kakinada SEZ Limited	4,938,163	-
4	Payables		
	- GMR Varalakshmi Foundation	2,094,542	-
	- GMR Enterprises Private Limited	1,120	-



KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2018

Amount in Rs.

Particulars	31.03.2018	31.03.2017
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	2,319,634	2,862,014
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation	-	-
Interest Income	-	(1,716,052)
Finance charges	-	-
Operating Profit Before Working Capital Changes	2,319,634	1,145,962
Movements in working capital:		
Increase/(decrease) in other current liabilities	2,091,462	(244,800)
Increase/(decrease) in other long-term liabilities	-	-
Decrease/(increase) in other current assets	(2,733,513)	(1,718,629)
Decrease/(increase) in other non-current assets	(73,956)	10,627
Cash generated from/(used in) Operations	1,603,626	(806,840)
Direct Taxes paid (net of refunds)	-	-
Net Cash Flow from/(used in) Operating Activities (A)	1,603,626	(806,840)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets, Including Intangible assets, CWIP and Capital Advances	0	1
Other long term loans and advances	-	(42,934,359)
Interest income on investments	-	1,716,052
(Investments)/redemption of bank deposits	-	-
Net cash flow from/(used in) Investing Activities (B)	0	(41,218,306)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Cash flow from/(used in) Financing Activities (C)	-	-
Net increase / (decrease) in Cash and Cash Equivalents (A+B+C)	1,603,627	(42,025,146)
Cash and cash equivalents at beginning of the year	405,710	42,430,858
Cash and Cash Equivalents at the end of the Year	2,009,337	405,710
Components of Cash and Cash Equivalents		
Cash on hand	-	-
With Banks		
- on current accounts	2,009,336	405,710
- on deposits accounts (having original maturity of less than or equal to 3 months)	-	-
Total cash and cash equivalents (note 10)	2,009,336	405,710

As per our report of even date

For M/s. BRAHMAYYA & Co.,

Chartered Accountants

Firm Reg. No. 0005115



N.SRI KRISHNA

Partner

Membership No: 26575

For and on behalf of the Board of Directors

C. Prasanna Challa

Prasanna Challa

Director

DIN :01630300

Nagarjuna Tadury

Nagarjuna Tadury

Director

DIN : 06796211

Aruna Kotturu

Aruna Kotturu

Company Secretary



Place: Hyderabad

Date: 5th May 2018

Place: Chennai

Date: 5th May 2018

KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED
Notes to Audited Financial Statements for the year ended 31st March 2018

3 Share Capital

Particulars	31.03.2018	31.03.2017
Authorised Shares		
2,50,00,000 (31 st March 2017: 2,50,00,000) Equity Shares of Rs. 10 each	250,000,000	250,000,000
Issued, Subscribed and Paid up Capital		
2,00,20,000 (31 st March 2017: 2,00,20,000) Equity Shares of Rs. 10 each	200,200,000	200,200,000
Total	200,200,000	200,200,000

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	31.03.2018		31.03.2017	
	No.	Amount	No.	Amount
At the beginning of the period – Rs. 10 each	20,020,000	200,200,000	20,020,000	200,200,000
Issued during the period	-	-	-	-
Outstanding at the end of the period (A)	20,020,000	200,200,000	20,020,000	200,200,000

Shares held by holding company

Particulars	31.03.2018	31.03.2017
GMR Enterprises Private Limited		
2,00,20,000 (31 st March 2017: 2,00,20,000) Equity Shares of Rs. 10 each (100 shares are held by Mr. Nagarjuna Tadury as Nominee of GEPL)	200,200,000	200,200,000
Total	200,200,000	200,200,000

Details of shareholders holding more than 5% shares in the company

Particulars	31.03.2018		31.03.2017	
	No.	% of holding	No.	% of holding
Equity Shares - Face Value Rs. 10 each paid up Rs. 10				
GMR Enterprises Private Limited	20,020,000	100.00%	20,020,000	100.00%

4 Reserve & Surplus

Particulars	31.03.2018	31.03.2017
Surplus/(Deficit) in the statement of profit and loss as per last financial statements	30,924,056	28,062,043
Profit/(Loss) for the period	2,319,634	2,862,014
Net Surplus/(Deficit)	33,243,689	30,924,056

5 Other Current Liabilities

Particulars	31.03.2018	31.03.2017
Non-trade Payables	2,455,951	361,339
TDS Payable	2,500	5,650
Total	2,458,451	366,989



6 Tangible Assets

Description	Gross Block				Depreciation				Net Block		
	As on	Additions	Deletions	As on	As on	Additions	On Deletions	As on	As on	As on	As on
	01.04.2017			31.03.2018	01.04.2017			31.03.2018	31.03.2018	31.03.2017	
Civil Works	159,253	-	-	159,253	159,253	-	-	159,253	-	-	-
Computers	469,089	-	-	469,089	469,089	-	-	469,089	-	-	-
Office Equipment	1,575,982	-	-	1,575,982	1,562,681	2,955	-	1,565,636	10,346	13,301	-
Vehicles	998,805	-	-	998,805	998,805	-	-	998,805	-	-	-
Furniture & Fixtures	4,288,197	-	-	4,288,197	4,171,647	77,629	-	4,249,276	38,921	116,550	-
Total	7,491,326	-	-	7,491,326	7,361,475	80,584	-	7,442,059	49,266	129,851	129,851
2016-17	7,491,326	-	-	7,491,326	6,961,106	400,369	-	7,361,475	129,851	530,220	530,220

7 Capital Work-in-progress

Particulars	31.03.2018	31.03.2017
Rates & Taxes	1,805,554	1,805,554
Consultancy Charges	146,024,286	146,024,286
Overhead Cost	30,023,563	29,942,978
Total	177,853,403	177,772,818

8 Long-term loans and advances

Particulars	31.03.2018	31.03.2017
Loans to Group Companies - Unsecured	42,934,359	42,934,359
Total	42,934,359	42,934,359

9 Other Non-current Assets

Particulars	31.03.2018	31.03.2017
Preliminary Expenses to the extent not written off	50,000	50,000
Balance with Statutory /Government authorities	7,486,064	7,480,611
Advance Tax (Net of Provisions)	153,334	84,831
Total	7,689,398	7,615,442

10 Cash and bank balances

Particulars	31.03.2018	31.03.2017
Balance with banks on current account	2,009,336	405,710
Fixed Deposits	-	-
Total	2,009,336	405,710



11 Short-term loans and advances

Particulars	31.03.2018	31.03.2017
Advances recoverable in cash or kind – Unsecured considered good	444,148	444,148
Total	444,148	444,148

12 Other Current assets

Particulars	31.03.2018	31.03.2017
DEBTORS - Grp Comp	4,938,163	2,204,650
Interest Accrued on Fixed Deposits	(15,933)	(15,933)
Total	4,922,230	2,188,717

13 Other Income

Particulars	31.03.2018	31.03.2017
Interest on Bank Depsts	-	1,716,052
Interest Received - Loans	5,259,459	2,449,611
Total	5,259,459	4,165,663

14 Financial Costs

Particulars	31.03.2018	31.03.2017
Finance Charges-Bank charges	655	747
Total	655	747

15 Other Expenses

Particulars	2017-18	2016-17
Audit Fees	25,000	25,125
Certification Fees	6,504	31,658
SGA-Consultancy Charges - Others	5,025	10,653
PRINTING - Othrs	6,222	1,100
ROC Expenses	4,046	15,361
Community Services	1,556,247	
Rent & Office Maintinance	91,893	6
Travel Expenses	439,780	
Total	2,134,717	83,903

As per our attached report of even date

For M/s. BRAHMAYYA & Co.,
Chartered Accountants
Firm Reg. No. 000511S



N. Sri Krishna
Partner
Membership No. 26575

For and on behalf of the board of Directors

Prasanna Challa
Prasanna Challa
Director
DIN :01630300

Nagarjuna Tadury
Nagarjuna Tadury
Director
DIN : 06796211

Aruna Kotturu
Aruna Kotturu
Company Secretary

Place: Chennai
Date: 5th May 2018

Place: Hyderabad
Date: 5th May 2018



f) Particulars of Remuneration of Auditors

Particulars	31 March 2018	31 March 2017
Statutory Audit Fees	25,000	25,000
Total	25,000	25,000

g) Segment Reporting

There are no separate reportable segments as per Accounting Standards 17, as the entire operations of the company relate to one segment.

h) Earnings per share

As the company has not commenced any commercial operations, there is no profit out of operations. However, Profit & loss account is prepared for interest and rental income received by the company on short term deposits with banks. Accordingly Earnings per share is shown in the profit & loss account as per AS 20.

i) The company has not commenced any commercial operations but since the company has received other incomes such as interest and rental incomes the profit and loss account has been prepared for the year.

j)

The company was incorporated to implement a petroleum refinery project at Kakinada with participation from Mangalore Refineries and Petro Chemicals Limited (MRPL) and IL&FS Ltd and Kakinada Seaports Limited. Whereas during the year 2008-09 MRPL opted out of the project (by withdrawing its nominees from the Board of Directors) and GMR Holdings Pvt Ltd (GHPL) has come in to participate and implement the project and later GHPL transferred its shareholding to GMR Enterprises Pvt Ltd, hence for the purpose of these financial statements the company is treated as a going concern notwithstanding the fact that the implementation schedule of the project is still to be finalized. Pending the same, in the opinion of management the expenditure incurred during this pre-construction period amounting to Rs. 17,78,53,403/- (Previous Year Rs. 17,77,72,818/-) till year end is treated as good and will be eligible for capitalization as when project commences operations.

k) Figures of the Previous Year have been re-grouped or re-arranged wherever considered necessary to conform to the current year presentation or classification.

As per our attached report of even date

For and on behalf of the board of Directors

For M/s. BRAHMAYYA & Co.,
Chartered Accountants
Firm Reg. No. 0005115



N. Sri Krishna
Partner
Membership No. 26575

Place: Chennai
Date: 5th May 2018

Prasanna Challa

Prasanna Challa
Director
DIN :01630300

Nagarjuna Tadury

Nagarjuna Tadury
Director
DIN : 06796211

Aruna Kotturu

Aruna Kotturu
Company Secretary

Place: Hyderabad
Date: 5th May 2018



Name of the Reporting Company : KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED

For the period ended March 31, 2018

Income & Expense from GEPL Subsidiaries

For P&L provide the details, if the same has happened at any part of the year.

A) Only those items which are included in P&L Account are only to be reported
(ex: Reimbursement of Expenses should not be reported as they are not reflected in Final P&L Account)

B) Income

				For the Year ended March31, 2018		P&L Note Reference
Date	Counter Party Group Company	Nature of Transaction	Where it is shown in Financial Statements (Should be the description of the line item in Sch VI financials)	Amount (Similar nature and similar line under schedules should be clubbed)	Amount (Similar nature and similar line under schedules should be clubbed)	
Revenue Item 1	Kakinada SEZ Limited	Interest on Group Company Loans	Other Income	5,259,459	Nil	Note No.13
Sub Total						
Revenue item 2	GMR Varalakshmi Foundation	Reimbursement of Expenses	Other Expenses	2094542		Note No. 15
Sub Total						
GRAND TOTAL						

C) Expenditure

				For the Year ended March31, 2018		P&L Note Reference
Date	Counter Party Group Company	Nature of Transaction	Where it is shown in Financial Statements (Should be the description of the line item in Sch VI financials)	Amount (Similar nature and similar line under schedules should be clubbed)	Amount (Similar nature and similar line under schedules should be clubbed)	
Expense Item 1					Nil	
Sub Total						
Expense item 2						
Sub Total						
GRAND TOTAL						

For M/s. BRAHMAYYA & Co.,

Chartered Accountants

Firm Reg. No. 0005115



N. SRIKRISHNA
Partner

Membership No: 26575

For and on behalf of the Board of Directors

Prasanna Challa
Director
DIN :01630300

Nagarjuna Tadury
Director
DIN : 06796211

Aruna Kotturu
Company Secretary

Place: Chennai

Date: 5th May 2018

Place: Hyderabad

Date: 5th May 2018



Name of the Reporting Company : KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED

As at March 31, 2018 (Report only if the transactions is outstanding as on this date)

A) Payables

Counter Party Group Company	Nature of Transaction	Where it is shown in Financial Statements (Should be the description of the line item in Sch VI financials)	As at March 2018 Amount (Similar nature and similar line under schedules should be clubbed)	Balance Sheet Note Reference
GMR Varalakshmi Foundation	Twds CSR expenses incurred	Sundry creditors Group companies	2,094,542	
GMR Enterprises Pvt Ltd	Twds logo fees for artistic work-FY-2017-18	Sundry creditors Group companies	1,120	

B) Receivable

Counter Party Group Company	Nature of Transaction	Where it is shown in Financial Statements (Should be the description of the line item in Sch VI financials)	As at March 2018 Amount (Similar nature and similar line under schedules should be clubbed)	Balance Sheet Note Reference
Kakinada SEZ Limited	Interest receivable on group company Loans	Other Current assets	4,938,163	Note No.12

C) Share Capital & Share application Money

Counter Party Group Company	Nature of Transaction	Where it is shown in Financial Statements (Should be the description of the line item in Sch VI financials)	As at March 2018 Amount (Similar nature and similar line under schedules should be clubbed)	Balance Sheet Note Reference
GMR Enterprises Private Limited	Share Capital	Share Capital	200,200,000	Note 3

D) Investment / Loans given to group companies / Advance towards Share Application Money

Counter Party Group Company	Nature of Transaction	Where it is shown in Financial Statements (Should be the description of the line item in Sch VI financials)	As at March 2018 Amount (Similar nature and similar line under schedules should be clubbed)	Balance Sheet Note Reference
Kakinada SEZ Limited	Group Company Loans	Long-term loans and advances	42,934,359	Note No.8

For M/s. BRAHMAYYA & Co.,
Chartered Accountants
Firm Reg. No. 0005115



N. SRI KRISHNA
Partner
Membership No: 26575

For and on behalf of the Board of Directors

Prasanna Challa

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