

## **Independent Auditor's Report**

**To the Members of Kakinada Refinery and Petrochemicals Private Limited**

### **Report on the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying standalone financial statements of Kakinada Refinery and Petrochemicals Private Limited ('the Company'), which comprise the balance sheet as at 31 March 2019, the statement of profit and loss and statement of cash flows for the year then ended including a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with relevant rules, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and its profit and loss and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

#### **Emphasis of Matter**

Attention is invited to Note 2(i) 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.

#### **Information Other than the Standalone Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Standalone 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 standalone financial statements that give a true and fair view of the financial position, financial performance, profit and loss 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.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **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 section 143(11) of the Act, we give in the "**Annexure A**", a statement on the matters specified in the paragraph 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 accounts 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 statement of cash flows dealt with by this Report are in agreement with the books of accounts;
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards prescribed under Section 133 of the Act read with relevant rules, as amended.
  - (e) On the basis of the written representations received from the directors of the Company as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:



- i) The Company did not have any pending litigations which would impact its financial position.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii) 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; and

Place: Chennai  
Date: 03-05-2019

**For Brahmayya & Co.**  
**Chartered Accountants**  
**Firm Regn No: 0005118**

  
**N. Sri Krishna**  
**Partner**  
**Membership No.026575**



**Annexure – “A” to the Independent Auditor’s Report**

**The Annexure referred to in Independent Auditors’ Report to the members of the Company on the standalone financial statements for the year ended 31 March 2019, we report that:**

- i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets were physically verified by the management during the year. According to the information and explanations given to us, 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, there are no immovable properties held in the name of the Company.
- ii) As explained to us and according to information and explanations given to us the company do not have any inventories, hence clause (ii) of paragraph 3 of the Order is not applicable to the company.
- iii) 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 Section 189 of the Companies Act, 2013.
- 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, in respect to the loans given, investments made, guarantees given and security provided.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public during the year. Therefore, the provisions of Clause (v) of Para 3 of CARO 2016 order are not applicable to the Company.
- vi) In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of section 148 of the Act in respect of the activities undertaken by the company.
- vii) (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees’ State Insurance, Income Tax, Goods and Service Tax, and other statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Provident Fund, Employees’ State Insurance, Income Tax, Goods and Service Tax, Customs Duty and other statutory dues in arrears as at March 31, 2019 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, Goods and Service Tax which have not been deposited on account of any disputes.
- viii) Based on the audit procedure and according to the information given to us, we are of the opinion that the company has not defaulted in repayment of loans or borrowings due to financial institutions, banks, government or debenture holders.
- ix) According to the information and explanations given to us during the year the company has not raised money by way of Initial Public Offer or further public offer (including debt instruments) or term loan and hence clause (ix) of paragraph 3 of the Order is not applicable to the company.
- x) 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.



- xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- 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 and based on our examination of the records of the Company, the company is in compliance with sections 177 and 188 of the Act where applicable for all transactions with related parties and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanations given 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.
- xv) 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.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

Place: Chennai  
Date: 03-05-2019

**For Brahmayya & Co.**  
**Chartered Accountants**  
**Firm Regn No: 000511S**  
  
**N. Sri Krishna**  
**Partner**  
**Membership No.026575**



KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED			
BALANCE SHEET AS AT 31ST MARCH 2019			
Amount in Rs.			
DESCRIPTION	Notes	AS AT 31.03.2019	AS AT 31.03.2018
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
Share Capital	3	200,200,000	200,200,000
Reserve & Surplus	4	32,936,056	33,243,689
<b>Current Liabilities</b>			
Other Current Liabilities	5	645,438	2,458,451
<b>TOTAL</b>		<b>233,781,494</b>	<b>235,902,140</b>
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property, Plant and Equipment			
Tangible Assets	6	7,391	49,266
Capital Work-in-progress	7	178,105,631	177,853,403
Long-term loans and advances	8	42,934,359	42,934,359
Other Non-current Assets	9	8,051,237	7,689,398
<b>Current Assets</b>			
Cash and bank balances	10	505,215	2,009,336
Short-term loans and advances	11	444,148	444,148
Other Current assets	12	3,733,513	4,922,230
<b>TOTAL</b>		<b>233,781,494</b>	<b>235,902,140</b>
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

**N.SRI KRISHNA**  
Partner  
Membership No: 26575



For and on behalf of the Board of Directors

**Prasanna Challa**  
Director  
DIN : 01630300

**Nagarjuna Tadury**  
Director  
DIN : 06796211

**Samarpit Agarwal**  
Company Secretary

Place: Chennai  
Date: 3rd May 2019

Place: Hyderabad  
Date: 3rd May 2019



**KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2019**

Amount in Rs.

Particulars	Notes	For the Year Ended 31st March 2019	For the Year Ended 31st March 2018
<b><u>Income</u></b>			
Revenue From Opreations		-	-
Other Income	13	5,275,392	5,259,459
<b>Total Revenue</b>		<b>5,275,392</b>	<b>5,259,459</b>
<b><u>Expenses</u></b>			
Financial Costs	14	856	655
Other Expenses	15	5,525,328	2,134,717
<b>Total Expenses</b>		<b>5,526,184</b>	<b>2,135,372</b>
<b>Profit before exceptional and extraordinary items and tax</b>		<b>(250,792)</b>	<b>3,124,087</b>
Exceptional items		-	-
<b>Profit before extraordinary items and tax</b>		<b>(250,792)</b>	<b>3,124,087</b>
Extraordinary items		-	-
<b>Profit before tax</b>		<b>(250,792)</b>	<b>3,124,087</b>
Tax Expense			
1) Current Tax			804,453
Prior period taxes		56,840.72	
2) Deferred Tax			
<b>Net Profit/(Loss) after tax for the period</b>		<b>(307,633)</b>	<b>2,319,634</b>
<b>Earning Per Share</b>		<b>(0.02)</b>	<b>0.12</b>
1) Basic			
2) Diluted			
<b>Significant accounting policies and notes to accounts</b>	<b>1 &amp; 2</b>		


As per our 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**  
Director  
DIN :01630300

  
**Nagarjuna Tadury**  
Director  
DIN : 06796211

  
**Samarjit Agarwal**  
Company Secretary



Place: Chennai  
Date: 3rd May 2019

Place: Hyderabad  
Date: 3rd May 2019



**KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2019**

Amount in Rs.

Particulars	31.03.2019	31.03.2018
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	(307,633)	2,319,634
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation	-	-
Interest Income	(15,933)	-
Finance charges	-	-
<b>Operating Profit Before Working Capital Changes</b>	<b>(323,566)</b>	<b>2,319,634</b>
<b>Movements in working capital:</b>		
Increase/(decrease) in other current liabilities	(1,813,013)	2,091,462
Increase/(decrease) in other long-term liabilities	-	-
Decrease/(increase) in other current assets	1,188,717	(2,733,513)
Decrease/(increase) in other non-current assets	(361,839)	(73,956)
<b>Cash generated from/(used in) Operations</b>	<b>(1,309,701)</b>	<b>1,603,626</b>
Direct Taxes paid (net of refunds)	-	-
<b>Net Cash Flow from/(used in) Operating Activities (A)</b>	<b>(1,309,701)</b>	<b>1,603,626</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets, Including Intangible assets, CWIP and Capital Advances	-	-
Other long term loans and advances	-	-
Interest income on investments	15,933	-
(Investments)/redemption of bank deposits	-	-
<b>Net cash flow from/(used in) Investing Activities (B)</b>	<b>15,933</b>	<b>-</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
<b>Net Cash flow from/(used in) Financing Activities (C)</b>	<b>-</b>	<b>-</b>
<b>Net increase / (decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>(1,293,768)</b>	<b>1,603,626</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>2,009,336</b>	<b>405,710</b>
<b>Cash and Cash Equivalents at the end of the Year</b>	<b>715,568</b>	<b>2,009,335</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash on hand	-	-
With Banks		
- on current accounts	505,215	2,009,336
- on deposits accounts (having original maturity of less than or equal to 3 months)	-	-
<b>Total cash and cash equivalents (note 10)</b>	<b>505,215</b>	<b>2,009,336</b>

As per our 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**  
Director  
DIN :01630300

**Nagarjuna Tadury**  
Director  
DIN : 06796211

*Samarpit*

**Samarpit Agarwal**  
Company Secretary

Place: Hyderabad  
Date: 3rd May 2019



Place: Chennai  
Date: 3rd May 2019

Notes to Audited Financial Statements for the year ended 31st March 2019

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

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 off 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) 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 2019. 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.

d) 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	2018-19	2017-18
1	Reimbursement of Expenses to		
	- GMR Varalakshmi Foundation	2,094,542	-
2	Interest received on Group Company Loans		
	- Kakinada SEZ Limited	5,082,254	-

C) Outstanding Balances as at the year ended 31st March 2019

Sl. No.	Particulars	31 March 2019	31 March 2018
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	-





e) Particulars of Remuneration of Auditors

Particulars	31 March 2019	31 March 2018
Statutory Audit Fees	25,000	25,000
<b>Total</b>	<b>25,000</b>	<b>25,000</b>

f) Segment Reporting

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

g) 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.

h) 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.

i) 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. 17,81,05,631/- (Previous Year Rs. 17,78,53,403/- ) till year end is treated as good and will be eligible for capitalization as when project commences operations.

j) 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. 000511S




**N. Sri Krishna**  
Partner  
Membership No. 26575



**Prasanna Challa**  
Director  
DIN : 01630300



**Nagarjuna Tadury**  
Director  
DIN : 06796211



**Samarjit Agarwal**  
Company Secretary



Place: Chennai  
Date: 3rd May 2019

Place: Hyderabad  
Date: 3rd May 2019

**KAKINADA REFINERY AND PETROCHEMICALS PRIVATE LIMITED**  
**Notes to Audited Financial Statements for the year ended 31st March 2019**

**3 Share Capital**

Particulars	31.03.2019	31.03.2018
<b>Authorised Shares</b>		
2,50,00,000 (31 <sup>st</sup> March 2018: 2,50,00,000) Equity Shares of Rs. 10 each	250,000,000	250,000,000
<b>Issued, Subscribed and Paid up Capital</b>		
2,00,20,000 (31 <sup>st</sup> March 2018: 2,00,20,000) Equity Shares of Rs. 10 each	200,200,000	200,200,000
<b>Total</b>	<b>200,200,000</b>	<b>200,200,000</b>

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

Particulars	31.03.2019		31.03.2018	
	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	-	-	-	-
<b>Outstanding at the end of the period (A)</b>	<b>20,020,000</b>	<b>200,200,000</b>	<b>20,020,000</b>	<b>200,200,000</b>

Shares held by holding company

Particulars	31.03.2019	31.03.2018
<b>GMR Enterprises Private Limited</b>		
2,00,20,000 (31 <sup>st</sup> March 2018: 2,00,20,000) Equity Shares of Rs. 10 each	200,200,000	200,200,000
<b>Total</b>	<b>200,200,000</b>	<b>200,200,000</b>

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

Particulars	31.03.2019		31.03.2018	
	No.	% of holding	No.	% of holding
<b>Equity Shares - Face Value Rs. 10 each paid up Rs. 10</b>				
GMR Enterprises Private Limited	20,020,000	100.00%	20,020,000	100.00%

**4 Reserve & Surplus**

Particulars	31.03.2019	31.03.2018
Surplus/(Deficit) in the statement of profit and loss as per last financial statements	33,243,689	30,924,056
Profit/(Loss) for the period	(307,633)	2,319,634
<b>Net Surplus/(Deficit)</b>	<b>32,936,056</b>	<b>33,243,689</b>

**5 Other Current Liabilities**

Particulars	31.03.2019	31.03.2018
Non-trade Payables	645,438	2,455,951
TDS Payable	-	2,500
<b>Total</b>	<b>645,438</b>	<b>2,458,451</b>



6 Tangible Assets

Description	Gross Block				Depreciation			Net Block	
	As on 01.04.2018	Additions	Deletions	As on 31.03.2019	As on 01.04.2018	Additions	On Deletions	As on 31.03.2019	As on 31.03.2018
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	1,565,636	2,955	-	1,568,591	10,346
Vehicles	998,805	-	-	998,805	998,805	-	-	998,805	-
Furniture & Fixtures	4,288,197	-	-	4,288,197	4,249,276	38,921	-	4,288,197	38,921
<b>Total</b>	<b>7,491,326</b>	<b>-</b>	<b>-</b>	<b>7,491,326</b>	<b>7,442,059</b>	<b>41,876</b>	<b>-</b>	<b>7,483,935</b>	<b>49,266</b>
<b>2017-18</b>	<b>7,491,326</b>	<b>-</b>	<b>-</b>	<b>7,491,326</b>	<b>7,361,475</b>	<b>80,584</b>	<b>-</b>	<b>7,442,059</b>	<b>129,851</b>

7 Capital Work-in-progress

Particulars	31.03.2019	31.03.2018
Rates & Taxes	1,805,554.00	1,805,554
Consultancy Charges	146,234,638.79	146,024,286
Overhead Cost	30,065,438.62	30,023,563
<b>Total</b>	<b>178,105,631.41</b>	<b>177,853,403</b>

8 Long-term loans and advances

Particulars	31.03.2019	31.03.2018
Loans to Group Companies - Unsecured	42,934,359	42,934,359
<b>Total</b>	<b>42,934,359</b>	<b>42,934,359</b>

9 Other Non-current Assets

Particulars	31.03.2019	31.03.2018
Preliminary Expenses to the extent not written off	50,000	50,000
Balance with Statutory /Government authorities	7,278,798	7,486,064
Advance Tax (Net of Provisions)	722,439	153,334
<b>Total</b>	<b>8,051,237</b>	<b>7,689,398</b>

10 Cash and bank balances

Particulars	31.03.2019	31.03.2018
Balance with banks on current account	505,215	2,009,336
Fixed Deposits	-	-
<b>Total</b>	<b>505,215</b>	<b>2,009,336</b>





# 11 Short-term loans and advances

Particulars	31.03.2019	31.03.2018
Advances recoverable in cash or kind – Unsecured considered good	444,148	444,148
<b>Total</b>	<b>444,148</b>	<b>444,148</b>

# 12 Other Current assets

Particulars	31.03.2019	31.03.2018
DEBTORS - Grp Comp	3,733,513	4,938,163
Interest Accrued on Fixed Deposits	-	(15,933)
<b>Total</b>	<b>3,733,513</b>	<b>4,922,230</b>

# 13 Other Income

Particulars	2018-19	2017-18
Interest on Bank Depsts	15,933	-
Interest Received - Loans	5,259,459	5,259,459
<b>Total</b>	<b>5,275,392</b>	<b>5,259,459</b>

# 14 Financial Costs

Particulars	2018-19	2017-18
Finance Charges-Bank charges	856	655
<b>Total</b>	<b>856</b>	<b>655</b>

# 15 Other Expenses

Particulars	2018-19	2017-18
Staff welfare expences	25,330	-
Audit Fees	25,000	25,000
Certification Fees	750	6,504
SGA-Consultancy Charges - Others	16,200	5,025
PRINTING - Othrs	7,225	6,222
ROC Expenses	3,949	4,046
Community Services	4,509,555	1,556,247
Rent & Office Maintinance	210,181	91,893
Travel Expenses	727,138	439,780
<b>Total</b>	<b>5,525,328</b>	<b>2,134,717</b>

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**  
Director  
DIN :01630300

**Nagarjuna Tadury**  
Director  
DIN : 06796211

**Samarjit Agarwal**  
Company Secretary



Place: Chennai  
Date: 3rd May 2019

Place: Hyderabad  
Date: 3rd May 2019

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

**For the period ended March 31, 2019**

**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, 2019		P&L Note Reference
S.no	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)	
1	Kakinada SEZ Limited	Interest on Group Company Loans	Other Income	5,082,254	Nil	Note No.13
2	Kakinada Gateway Port Limited	Interest on Group Company Loans	Other Income	177,205		Note No.13

C) Expenditure

				For the Year ended March31, 2019		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)	
1	GMR Varalakshmi Foundation	Reimbursement of Expenses	Other Expenses	5,479,429	Nil	Note No.15

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



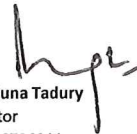
N.SRI KRISHNA  
Partner  
Membership No: 26575



For and on behalf of the Board of Directors



Prasanna Challa  
Director  
DIN :01630300



Nagarjuna Tadury  
Director  
DIN : 06796211



Samarjit Agarwal  
Company Secretary

Place: Chennai  
Date: 3rd May 2019

Place: Hyderabad  
Date: 3rd May 2019



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

**As at March 31, 2019 (Report only if the transactions is outstanding as on this date)**

**A) Payables**

			As at March 2019	Balance Sheet Note Reference
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)	
GMR Varalakshmi Foundation	Twds CSR expenses incurred	Sundry creditors Group companies	260,149	

**B) Receivable**

			As at March 2019	Balance Sheet Note Reference
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)	
Kakinada SEZ Limited	Interest receivable on group company Loans	Other Current assets	3,574,028	Note No.12
Kakinada Gateway Port Limited	Interest receivable on group company Loans	Other Current assets	159,485	Note No.12

**C) Share Capital & Share application Money**

			As at March 2019	Balance Sheet Note Reference
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)	
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**

			As at March 2019	Balance Sheet Note Reference
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)	
Kakinada SEZ Limited	Group Company Loans	Long-term loans and advances	30,934,359	Note No.8
Kakinada Gateway Port Limited	Group Company Loans	Long-term loans and advances	12,000,000	Note No.8

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**  
Director  
DIN :01630300

**Nagarjuna Tadury**  
Director  
DIN : 06796211

**Samarjit Agarwal**  
Company Secretary

Place: Chennai  
Date: 3rd May 2019

Place: Hyderabad  
Date: 3rd May 2019

