



MSR MEGA BIO POWER PRIVATE LIMITED

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Ref: MSR Mega Bio Power/7.50 MW/2020-21

Date: 29th Sep 2021

To

**The Commission Secretary (FAC),
TSERC,
#11-4-660, 5th Floor, Singareni Bhavan,
Red Hills, Hyderabad-500 004.**

Sub: Preliminary information- M/s.MSR Mega Bio Power Pvt. Ltd. for determination of fixed cost Tariff for its 7.5 MW Industrial Waste based plant at Nidigonda (V), Raghunathpally (M), Warangal- petition filed in O.P.No.71 of 2018-Reg.

Ref: (1) PPA with M/s.MSR Mega Bio Power Pvt. Ltd., Dt.30.04.2016
(2) Lr.No.T-11 of 2016/Secy/JD(TE)/D.No.34 dt.22.01.2018
(3) Lr.No.T-11 of 2016/JD(TE)-1 D.No.250 dt.21.04.2018
(4) Commission Order in O.P.No.71 of 2018 dated 11.08.2021
(5) Lr.No.TSERC/Secy/JD(TE)/F.No.MSR Mega/D.No.418/21, Dt.24.08.2021
(6) Lr.No.MSR MEGA Bio Power/7.5 MW/TSERC/2021 Dt.08.09.2021
(7) Lr.No.TSERC/Secy/JD(TE)/F.No.MSR Mega/D.No.457/21, Dt.15.09.2021

Respected Sir,

With Reference to the Letter dt.24.08.2021 at Ref (5) above, the Hon'ble Commission had sought for preliminary information for determination of fixed cost Tariff for its 7.5 MW Industrial Waste based plant. We had sought time until 29.09.2021 vide Letter at Ref (6) to collate and provide the said information, and this Hon'ble Commission was pleased to grant the same vide Letter at Ref (7). We are herewith submitting the required information, including supporting documents which are enclosed herewith.

We request your good offices to kindly do the further needful.

Thanking you,

Yours truly,

For **MSR Mega Bio Power Private Limited,**

Authorised Signatory

**Preliminary Information on Petition filed by MSR Mega Bio-Power for
Determination of Tariff for Industrial Waste based power plant
(O.P.No.71 of 2018)**

1. The Petitioner has submitted that its project comes under category of 'Biomass Power Projects[other than rice straw and Juliflora (plantation) based project] with air cooled condenser'. The Petitioner to submit the details of technology for boiler, i.e., if it is travelling grate boiler or AFBC boiler. –

The technology of the boiler comes under travelling grate boiler.

2. The Petitioner to submit the detailed calculation of tariff in MS-Excel along with all formulae and linkages for the project specific tariff.

We have enclosed calculation of Tariff as per the normative tariff fixed by the Hon'ble CERC's tariff order for FY 2016-17. (Enclosed as *Annexure-1*) (Pgs.6-12)

3. The extension of timeline by Telangana State Renewable Energy Development Corporation Ltd. (TSREDCO) is till 30.04.2016, while the CoD as per the submission of the Petitioner is on 01.06.2016. The Petitioner to submit the justification for the same and provide supporting documentary evidence if available.

Based on our request, TNREDCL has given time extension till 14.06.2016 (Enclosed copy of TNREDCL letter as *Annexure-2*) (Pg.13)

4. The Petitioner to submit the copy of Certificate of Incorporation, Articles of Association and Memorandum of Association of the Petitioner.

We have enclosed Certificate of Incorporation, Articles of Association and Memorandum of Association (*Annexure-3*) (Pgs.14-34)

5. The Petitioner to submit Detailed Project Report (DPR) of the industrial waste power project.

We have enclosed Detailed Project Report prepared at the time of beginning the Project. (*Annexure-4*) (Pgs.35-119)

6. The Petitioner to submit the Commissioning Certificate issued by the Competent Authority to substantiate COD of its project.-

We have enclosed Commission Certificate provided by Utility. (Annexure-5) (Pg.120)

7. The Petitioner to submit the details of delay in commissioning of the project along with the detailed justification for such delay.

It is to submit that, during the inspection of concerned officials and while conducting the necessary tests of CT, PT & Meters (Main, check & Standby) the 33 KV supply extended at 12.25 hrs on 09.05.2016 to our power plant it is observed that the 11 KV limbs (R,Y & B phases) pertaining to 11 KV breaker of our power plant installed at power project switch yard was blasted and failed at 14:10 hrs on 09.05.2016 while extending auxiliary supply to power project. As such the power generation from our plant could not be generated on 09.05.2016 and the same was commissioned on 01.06.2016. The said extracts have been noted in COD certificate (Enclosed copy of COD certificate as Annexure-5) (Pg.120).

8. The Petitioner should submit the audited accounts for FY 2016-17 to FY 2020-21.

We have enclosed audited accounts for FY 2016-17 to FY 2019-20 & for FY 2020-21 the accounts are yet to be audited. (Annexure-6) (Pgs.121-223)

9. The Petitioner should clarify if a separate audited accounts is prepared for the industrial wastepower project.

We have not prepared separate audited accounts for the Industrial waste power project.

10. The Petitioner should submit the cost audit report for FY 2016-17 to FY 2020-21.

We have not prepared Cost audit reports for FY 2016-17 to FY 2020-21.

11. The Petitioner should submit the copy of all work orders along with the summary of the major works incurred of value above Rs. 50 Lakh in the format enclosed.

S No.	w.o. Reference	Name of Contractor	Scope of Work	Awarded Cost(Rs. Crore)	Actual Cost (Rs. Crore)	Reasons for increase in cost

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It is to submit that initially, the original promoters of the Company had begun the Project however they were unable to finish the same. The present shareholders of the Company had come into the Company as new management from 2015 onwards. As such, the specific work order details are not available with the Company, however all the works undertaken by third parties and the actual amounts thereof are mentioned in the financial statements of the Company from FY 2009-10 to FY 2014-15 which are annexed herein. (*Annexure-7*) (*Pgs.224-323*)

12. The Petitioner should submit the details of item-wise capitalisation of the project in Rs. Crore in the format provided below:

S No.	Item	Capitalisation as on CoD	Additional Capitalisation			Total Capitalisation
			Year1	Year2	...	
1	Plant & Machinery					
2	Civil Works					
3	Land					
4	Buildings					
5	...					
6	...					

It is to submit that we have enclosed Audited financial statements in this regard from FY 2016-17 to FY 2019-2020 are annexed at *Annexure 6*.

13. The Petitioner should submit the performance guarantee test report of the project.

The performance guarantee test report of the Project is not available.

14. The Petitioner should submit the details of Liquidated Damages levied on each of the work order submitted along with documentary evidence.

No Liquidated damages have been levied on the work orders as per the audited financial statements from FY 2009-10 onwards.

15. The Petitioner should submit the details of Financing of the project along with the documentary evidence of infusion of equity for the power project, long term loan agreements signed for development of the power project, summary of interest paid on such loans along with opening and closing balances for each year from FY 2016-17 to FY 2020-21 (as per format provided) and details of grant received if any for the power project.

S No.	Loan Detail	Opening	Addition	Repayment	Closing	Interest Paid
1	Loan Name					
2	...					
3	...					
	Total Loan					

The details of the financing availed by the Company from its inception till end of FY 2020-21 and the amounts being paid in lieu of interest every year are available in the audited financial statements of the Company which are annexed herein as Annexures-6 and 7.

16. The Petitioner should submit the details of the actual Operation and Maintenance Expenses incurred for the project along with requisite documentary evidence for FY 2016-17 to FY 2020- 21.

It is to submit that we have enclosed Audited reports in this regard from 2016-17 to 2019-2020 are annexed at Annexure 6.

17. The Petitioner should submit the details of working capital loans (if any) along with the loan agreements signed for development of the power project, summary of interest paid on such loans along with opening and closing balances for each year from FY 2016-17 to FY 2020-21.

The Company has not availed of any specific working capital loan for development of the power project.

18. The Petitioner should submit the details of income tax paid towards operation of the project (if any) along with requisite documentary evidence for FY 2016-17 to FY 2020-21.

It is to submit that we have not paid income tax since we have not gained any profits from the date of COD to till date.

19. The Petitioner should submit the details of incentives availed for the project, if any.

The Energy department has sanctioned G.O.RT. No. 81 dated 21-12-2017 and we have received an amount of Rs. Rs. 1.86 Crs towards incentive. The G.O copy is herewith enclosed. (Annexure 8) (Pg.324-325)

20. The Petitioner should submit the technical and financial performance of the project post COD as per the format below:

Particulars	Unit	2016-17	2017-18	2018-19	2019-20	2020-21
Installed Capacity	MW	7.5	7.5	7.5	7.5	7.5
Plant Availability Factor	%	40.48	66.66	68.75	16.61	58.68
Plant Load Factor	%	40.00	65.87	67.33	16.23	57.87
Station Heat Rate	kcal/kW h	3900	4050	4200	4050	3900
Gross Generation	MU	22.15	43.79	45.17	10.92	38.56
Auxiliary Consumption	%	10	10	11	11	10
	MU	2.23	4.41	4.91	1.21	3.96
Net Generation	MU	19.92	39.38	40.25	9.70	34.60
O&M Expenses	Rs. Crore	13.23	23.67	25.77	9.82	-
UI Charges incl. in	Rs. Crore	-	-	-	-	-
Interest on Working Capital	Rs. Crore	-	-	-	-	-
Income Tax	Rs. Crore	-	-	-	-	-
Electricity Duty	Rs. Crore	0.002	0.0016	0.0014	0.0016	0.001

The Petitioner humbly seeks the leave of this Hon'ble Commission to supplement the above information with any additional information or documents, as may be required.

	Fixed Cost (INR/kWh)	Unit	2.96
			MSR Bio Power
Power Generation	Installed Generation Capacity	MW	7.5
	PLF		80%
	Aux Consumption		12%
	Useful Life of Project	years	20
	Capital Cost	Lakh/MW	671.50
	Total Capital Cost	Lakhs	5,036.25
Useful Life of Project	Tariff Period	Years	20
	Debt	%	70%
	Equity	%	30%
	Total Debt Amount	Rs Lakh	3,525.38
	Total Equity Amount	Rs Lakh	1,510.88
Debt Component	Loan Amount	Rs Lakh	3,525.38
	Moratorium Period	Years	0
	Repayment Period (including Moratorium)	Years	12
	Interest Rate	%	12.70%
Equity Component	Equity Amount	Rs Lakh	1,510.88
	Normative ROE(Post Tax)		16.0%
	Return on Equity for first 10 years	%p.a	20.0%
	Return on Equity 11th year onwards	%p.a	24.0%
	Weighted average ROE	%p.a	22.00%
	Discount Rate	%p.a	10.64%
Fiscal Assumptions	Income Tax	%	33.99%
Depreciation	Depreciation Rate for first 12 years	%	5.8%
	Depreciation Rate 13th years onwards	%	2.51%
Working Capital	For Fixed Charges		
O&M Charges		Months	1
Maintenance Spare	(% of O&M Expenses)	%	15%
Receivable from Debtors		Months	2
Interest on Working Capital		%	13.26%
O&M		Lakh/MW	47.26
		Per Year	354.45
	Total O&M Expenses Escalation	%	5.72%

	Input assumption
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Units Generation	Unit	Year ---->	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
Installed Capacity	MW		7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50
Generation	MU		52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56	52.56
Aux Consumption	MU		6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31	6.31
Net Generation	MU		46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25	46.25
Fixed Cost	Unit	Year ---->	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
O&M Expenses	Rs. Lakh		354.45	374.72	396.16	418.82	442.78	468.10	494.88	523.18	553.11	584.75	618.20	653.56	690.94	730.46	772.25	816.42	863.12	912.49	964.68	1019.86
Depreciation	Rs. Lakh		293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	126.41	126.41	126.41	126.41	126.41	126.41	126.41	126.41
Interest on Term Loan	Rs. Lakh		429.08	391.79	354.50	317.21	279.92	242.63	205.35	168.06	130.77	93.48	56.19	18.90	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Interest on Working Capital	Rs. Lakh		42.39	42.64	42.96	43.35	43.81	44.34	44.95	45.64	46.42	47.29	48.25	50.71	48.53	50.67	52.94	55.33	57.87	60.54	63.37	66.37
Return on Equity	Rs. Lakh		302.18	302.18	302.18	302.18	302.18	302.18	302.18	302.18	302.18	302.18	362.61	362.61	362.61	362.61	362.61	362.61	362.61	362.61	362.61	362.61
Total Fixed Cost	Rs. Lakh		1421.70	1404.95	1389.41	1375.17	1362.29	1350.86	1340.96	1332.67	1326.09	1321.31	1318.24	1319.39	1228.49	1270.15	1314.20	1360.77	1410.00	1462.05	1517.08	1575.25
Per Unit Cost of Generation	Rs. /kWh		3.07	3.04	3.00	2.97	2.95	2.92	2.90	2.88	2.87	2.86	2.98	2.98	2.66	2.75	2.84	2.94	3.05	3.16	3.28	3.41
Per Unit Cost of Generation	Unit	Levelised	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
O&M Expenses	₹/kWh		0.77	0.81	0.86	0.91	0.96	1.01	1.07	1.13	1.20	1.26	1.34	1.41	1.49	1.58	1.67	1.77	1.87	1.97	2.09	2.20
Depreciation	₹/kWh		0.63	0.63	0.63	0.63	0.63	0.63	0.63	0.63	0.63	0.63	0.63	0.63	0.27	0.27	0.27	0.27	0.27	0.27	0.27	0.27
Interest on Term Loan	₹/kWh		0.93	0.85	0.77	0.69	0.61	0.52	0.44	0.36	0.28	0.20	0.12	0.04	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Interest on Working Capital	₹/kWh		0.09	0.09	0.09	0.09	0.09	0.10	0.10	0.10	0.10	0.10	0.11	0.11	0.10	0.11	0.11	0.12	0.13	0.13	0.14	0.14
Return on Equity	₹/kWh		0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.78	0.78	0.78	0.78	0.78	0.78	0.78	0.78	0.78	0.78
Total Cost of Generation	₹/kWh		3.07	3.04	3.00	2.97	2.94	2.92	2.90	2.88	2.87	2.85	2.99	2.98	2.65	2.75	2.84	2.94	3.05	3.16	3.28	3.40
Discount Factor			1.00	0.90	0.82	0.74	0.67	0.60	0.55	0.49	0.45	0.40	0.36	0.33	0.30	0.27	0.24	0.22	0.20	0.18	0.16	0.15
Levelised Tariff Corresponding to Useful Life																						
Per Unit Cost of Generation	Unit	Levelised	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
O&M Expenses	₹/kWh	1.14	0.77	0.73	0.70	0.67	0.64	0.61	0.58	0.56	0.53	0.51	0.49	0.46	0.44	0.42	0.41	0.39	0.37	0.35	0.34	0.32
Depreciation	₹/kWh	0.57	0.63	0.57	0.52	0.47	0.42	0.38	0.35	0.31	0.28	0.26	0.23	0.21	0.08	0.07	0.07	0.06	0.05	0.05	0.04	0.04
Interest on Term Loan	₹/kWh	0.47	0.93	0.77	0.63	0.51	0.40	0.32	0.24	0.18	0.13	0.08	0.04	0.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Interest on Working Capital	₹/kWh	0.10	0.09	0.08	0.07	0.07	0.06	0.06	0.05	0.05	0.04	0.04	0.04	0.04	0.03	0.03	0.03	0.03	0.03	0.02	0.02	0.02
Return on Equity	₹/kWh	0.69	0.65	0.59	0.53	0.48	0.44	0.39	0.36	0.32	0.29	0.26	0.29	0.26	0.23	0.21	0.19	0.17	0.16	0.14	0.13	0.13
Total Cost of Generation	₹/kWh	2.96																				
Levelised Tariff	₹/kWh	2.964																				

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Operation & Maintenance Cost																					
O&M Cost per MW (Lakh)		354.45																			
Escalation per year in O&M Cost	% p.a	5.72%																			
	Year —>	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
Annual O&M Cost	Lakh	354.45	374.72	396.16	418.82	442.78	468.10	494.88	523.18	553.11	584.75	618.20	653.56	690.94	730.46	772.25	816.42	863.12	912.49	964.68	1,019.86
Monthly O&M Cost	Lakh	29.54	31.23	33.01	34.90	36.90	39.01	41.24	43.60	46.09	48.73	51.52	54.46	57.58	60.87	64.35	68.03	71.93	76.04	80.39	84.99

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Depreciation																					
Total Plant		5,036.23																			
Salvage Value	2%	809.63																			
Depreciation Value		4,552.63																			
Depreciation Rate till 12th Yr		5.83%																			
Depreciation Rate after 12th Yr		2.51%																			
Year		1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
Rate of Depreciation	%	5.83%	5.83%	5.83%	5.83%	5.83%	5.83%	5.83%	5.83%	5.83%	5.83%	5.83%	5.83%	2.51%	2.51%	2.51%	2.51%	2.51%	2.51%	2.51%	2.51%
Closing Balance	Rs Lakhs	4,742.64	4,449.02	4,155.41	3,861.80	3,568.18	3,274.57	2,980.95	2,687.34	2,393.73	2,100.12	1,806.50	1,512.89	1,219.28	925.67	632.06	338.45	44.84	754.83	928.03	501.61
Depreciation	Rs Lakhs	299.61	299.61	299.61	299.61	299.61	299.61	299.61	299.61	299.61	299.61	299.61	299.61	126.41	126.41	126.41	126.41	126.41	126.41	126.41	126.41
Closing Balance	Rs Lakhs	4,742.64	4,449.02	4,155.41	3,861.80	3,568.18	3,274.57	2,980.95	2,687.34	2,393.73	2,100.12	1,806.50	1,512.89	1,219.28	925.67	632.06	338.45	44.84	754.83	928.03	501.61

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Working Capital Calculation																					
O&M Expenses (F Less)		(14.4)																			
Maintenance Spares		35%																			
Interest Rate for Working Capital		11.55%																			
	Year	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
O&M Cost (for 1 Month)	Rs	29.54	31.23	33.03	34.85	36.65	38.51	41.24	43.80	46.09	48.73	51.51	54.46	57.58	60.87	64.35	68.01	71.85	75.86	80.15	84.59
Maintenance Spares Annual O&M Expenses	Rs	53.12	56.23	59.42	62.82	66.42	70.22	74.21	78.48	82.97	87.71	92.71	97.97	103.48	109.27	115.34	121.69	128.43	135.57	143.11	151.05
Recoveries from Spoils (for 1 Month)	Rs	235.95	244.16	252.57	261.19	270.04	279.14	288.47	298.04	307.87	317.97	328.34	338.98	349.90	361.11	372.61	384.41	396.51	408.91	421.61	434.61
Total Working Capital	Rs	319.66	331.59	344.02	356.86	369.82	382.97	396.32	409.88	423.66	437.68	451.95	466.47	481.25	496.28	511.57	527.11	542.91	558.97	575.29	591.87
Interest on Working Capital		42.39	43.64	44.90	46.15	47.41	48.68	49.94	51.21	52.47	53.74	55.01	56.28	57.55	58.82	60.09	61.36	62.63	63.90	65.17	66.44

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Total Plant cost	5,036.25
Equity (Lakh)	1,510.88
Debt (Lakh)	3,525.38
Tenure in years	12.00
Interest Rate	12.70%

Year		1	2	3	4	5	6	7	8	9	10	11	12
Opening Balance	Rs Lakh	3,525.38	3,231.77	2,938.15	2,644.54	2,350.93	2,057.31	1,763.70	1,470.09	1,176.47	882.86	589.25	295.63
Principal Repayment	Rs Lakh	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61	293.61
Interest Payment	Rs Lakh	429.08	391.79	354.50	317.21	279.92	242.63	205.35	168.06	130.77	93.48	56.19	18.90
Closing Balance	Rs Lakh	3,231.77	2,938.15	2,644.54	2,350.93	2,057.31	1,763.70	1,470.09	1,176.47	882.86	589.25	295.63	2.02
Total Payment per year	Rs Lakh	722.69	685.40	648.11	610.83	573.54	536.25	498.96	461.67	424.38	387.09	349.80	312.51
Total Interest payment	Rs Lakh	429.08	391.79	354.50	317.21	279.92	242.63	205.35	168.06	130.77	93.48	56.19	18.90

Website: tnredcl.telangana.gov.in

Email Id: info@tnredcl.telangana.gov.in

[ANNEXURE-2]



తెలంగాణ నూతన మరియు పునరుద్ధరణీయ ఇంధన వనరుల అభివృద్ధి సంస్థ లిమిటెడ్
Telangana New & Renewable Energy Development Corporation Ltd.
(A State Govt. Company)

5-8-207/2, Pishah Complex, Nampally, Hyderabad - 500 001, India.

Tel: Off: 040- 23201502, 23201503 Fax: 040- 23201504

Email: info@nedcap.gov.in Website: www.nedcap.gov.in

Ref: - TNREDCL/IW/MSR/2579/2016

Dt: 22.06.2016

To
M/s. MSR Mega Bio Power Ltd,
#11-23-1165, Telecom Colony,
L.B. Nagar,
Warangal -506 002

Sir,

Sub: - 7.50 MW Industrial Waste Based Power Plant at Nidigonda (V), Raghunathpally (M),
Warangal District - Extension of Project Completion time up to 14.07.2016- Reg.

Ref: - 1). Your Letter. No. 26/2016, Dated. 10.06.2016
2). Approval of VC & MD, TNREDCL at NF page no.23, para no.85.

With reference to the 1st cited above, it is to inform that after careful examination of the request for extension of Project Completion time for 7.50 MW Industrial Waste Based Power Plant at Nidigonda (V), Raghunathpally (M), Warangal District is considered and extended up to **14.07.2016**.

You are requested to take necessary action for completion of the project by 14.07.2016 and submit the date of commercial operation without fail.

Thanking You,

Yours faithfully,


PROJECT DIRECTOR



प्रारूप 1

पंजीकरण प्रमाण-पत्र

कॉर्पोरेट पहचान संख्या : U40102AP2009PTC063544

2009 - 2010

मैं एतद्वारा सत्यापित करता हूँ कि मैसर्स

MSR MEGA BIO POWER PRIVATE LIMITED

का पंजीकरण, कम्पनी अधिनियम 1956 (1956 का 1) के अंतर्गत आज किया जाता है और यह कम्पनी प्राइवेट लिमिटेड है।

यह निगमन-पत्र आज दिनांक पांच मई दो हजार नौ को मेरे हस्ताक्षर से हैदराबाद में जारी किया जाता है।

Form 1

Certificate of Incorporation

Corporate Identity Number : U40102AP2009PTC063544

2009 - 2010

I hereby certify that MSR MEGA BIO POWER PRIVATE LIMITED is this day incorporated under the Companies Act, 1956 (No. 1 of 1956) and that the company is private limited.

Given under my hand at Hyderabad this Fifth day of May Two Thousand Nine.

(NANDA KUMAR P C)

सहायक कम्पनी रजिस्ट्रार / Assistant Registrar of Companies

आंध्र प्रदेश

Andhra Pradesh

कम्पनी रजिस्ट्रार के कार्यालय अभिलेख में उपलब्ध पत्राचार का पता :

Mailing Address as per record available in Registrar of Companies office:

MSR MEGA BIO POWER PRIVATE LIMITED

11-23-1165, L B NAGAR, WARANGAL - 506002,

Andhra Pradesh, INDIA



UNDER THE COMPANIES ACT, 1956
(1 OF 1956)

Company Limited by Shares

ARTICLES OF ASSOCIATION

OF

MSR MEGA BIO POWER PRIVATE LIMITED

PRELIMINARY

1. The Regulation contained in Table A in the first Schedule to the Companies Act, 1956, so far as the same may be applicable to a Private Company as defined in the Companies Act, 1956, shall apply to this Company in the same manner as if all such regulations of Table A are specifically contained in these Articles, subject to the modifications herein contained.
2. The Company is a Private Company within the meaning of section 3(1) (iii) of the Companies Act, 1956 and accordingly:
 - a) The right to transfer of shares of the company is restricted.
 - b) Any invitation to the public to subscribe for any shares in, or debentures of the Company, is prohibited.
 - c) The members of the Company (exclusive of the persons who are in the employment of the Company and the persons who having been formerly in the employment of the Company, were the members of the Company while in that employment and have continued to be members after the employment ceased) shall not exceed fifty. Provided that where two or more persons hold one or more shares in the Company jointly, they shall, for the purpose of this Article be treated as a single member.
 - d) Prohibits any invitation or acceptance of deposits from persons other than its members, directors or their relatives.
 - e) The minimum share capital of the company shall be Rs. 1,00,000.00 (One Lakh) only or such higher amount as may be prescribed.

SHARE CAPITAL

1. The Authorised Share Capital of the Company is Rs. 5,00,000/- (Rupees Five Lakhs only) divided into 5,000 (Five Thousand only) Equity Shares of Rs. 100/- (Rupees Hundred only) each.
2. The Share Capital of the Company (whether original, increased or reduced) may be sub-divided, consolidated or divided into such classes of shares as may be allowed under the law for the time being, with such privileges or rights as may be attached to and held upon such terms as may be determined by the members of the Company by a special resolution in the general meeting.
3. The Company may, from time to time, by special resolution in the general meeting increase its Capital by creation of new shares of such amount as may be deemed expedient and to attach thereto any special rights, privileges or conditions as may be determined in accordance with the provisions of the Companies Act, 1956.
4. The Company may, from time to time, by special resolution in the general meeting and in any manner authorised by law, reduce its Share Capital in any way and in particular and without prejudice, subject to the provisions of the Companies Act, 1956:
 - a. Extinguish or reduce the liability on any of its Shares in respect of Share Capital not paid up;
 - b. Either with or without extinguishing or reducing the liability on any of its Shares, cancel the paid up Share Capital which is lost, or is unrepresented by available assets;
 - c. Either with or without extinguishing or reducing the liability on any Shares, cancel the paid up Capital which is in excess if the wants of the Company and may if and so far as is necessary, alter its Memorandum by reducing the amount of its Share Capital and of its Share accordingly;
 - d. Extinguish the liability on any of its Shares by way of buying back of its own fully paid up Shares and other specified securities.
5. Where any Shares in the Company are issued for the purpose of raising money to defray the expenses of the construction of any work or building or the provision of any plant, which cannot be made profitable for a lengthy period, the Board of Directors of the Company shall be entitled to pay interest in so much of that Share Capital, as is for the time being paid up for the period, and subject to the conditions and restrictions mentioned in sub-sections (2) to (7) of Section 208 of the Companies Act, 1956, and charge the sum so paid by way of interest on capital as part of the cost of construction of the work or building or provision of the plant.
6. Subject to the provisions of these Articles, the Shares shall be under the control of the Board, who may allot or otherwise dispose off the same to such persons on such terms and conditions and at such time as the Board thinks fit, but subject always to Articles 2 herein contained.
7. No person shall be recognised by the Company as holding any share upon trust and the Company shall not be bound by or be compelled to recognise any equitable, contingent, future or partial interest in any share, or any interest in any fractional part of a Share, or (except as by these regulations or by-laws otherwise expressly provided) any other rights in respect of any Share, except an absolute right to the entirety thereof on the registered holder.

SHARE CERTIFICATE

8. Every member shall be entitled to a certificate for the shares registered in his name. Such certificate shall be issued under the common seal of the Company, in accordance with the Companies (Issue of Share Certificate) Rules, 1960, specifying the share or shares held by the member and the amount paid thereon. Provided that, in respect of a share or shares held jointly by several persons, the company shall not be bound to issue more than one certificate and delivery of a certificate for a share to one of the several joint holders shall be sufficient delivery to all.
9. If a Share Certificate is defaced lost or destroyed, it may be renewed on payment of such fee, if any, and on such terms, if any as to evidence and indemnify as the Directors may think fit.

LIEN

10. i. The company shall have first and paramount lien:
 - a. on every share for all moneys (whether presently payable or not) called or payable at a fixed time, in respect of that share; and.
 - b. all shares standing registered in the name of a single person, or standing in the joint names, for all moneys presently payable by him or his estate to the Company, provided that the Board of Directors may at any time declare any share to be wholly or partly exempt from the provisions of this Article.
- ii. The Company's lien, if any, on a share shall extend to all dividends payable thereon.
11. The Company may sell, in such manner as the Board thinks fit, any share on which the Company has a lien, provided that no sale shall be made:
 - a. unless a sum in respect of which a lien exists is presently payable; or
 - b. until the expiry of fourteen days after a notice in writing stating and demanding payment of such part of the amount in respect of which the lien exists, as is presently payable, has been given to the registered holder, for the time being of the share, or the person entitled thereto by reason of his death or insolvency.
12. a. To give effect to any such sale, the Board may authorise any person to transfer the shares sold, to the purchaser thereof.
- b. The purchaser shall be registered as the holder of the shares comprised in such transfer.
- c. The purchaser shall not be bound to see to the application of the purchase money, nor shall his title to the shares be affected by any irregularity or invalidity in the proceedings in reference to the sale.
13. a. The proceeds of the sale shall be received by the Company and applied in payment of such part of the amount in respect of which the lien exists, as is presently payable.
- b. The residue, if any, shall, subject to a like lien for sums not presently payable as existed upon the shares before the sale, be paid to the persons entitled to the shares at the date of the sale.

CALLS ON SHARES AND FORFEITURE

14. The directors may, from time to time, make such calls upon members in respect of all moneys unpaid on their shares. A call shall deemed to have been made at the time when the resolution of the Directors authorising such call was passed.
15. In Regulation 13(1) of Table A in the First Schedule of the Companies Act, 1956, the words "provided that no call shall exceed one fourth of the nominal value of the shares or be payable at less than one month from the date fixed for the payment of last proceeding call" shall be omitted.
16. If any member fails to pay call on the day appointed for payment thereof, the Directors may, at any time thereafter, serve a notice on him requiring him to pay the call with any interest, which may be accrued. The notice shall name a further day (not being earlier than the expiry of fourteen days from the day of service of the notice) on or before which payments required by the notice is to be made shall state that in the event of non-payment on or before the day so named, the share in respect of which the call was made will be liable to be forfeited.
17. If the requirements of any such notice as aforesaid are not complied with, any share in respect of which a notice has been given, may at any time thereafter be forfeited by a resolution of the Board of Directors to that effect.
18. A forfeited share may be sold or otherwise disposed off on such terms and in such manner as the Directors may decide; and at any time before the sale or disposal, the forfeiture may be cancelled on such terms, as the Directors may think fit.

TRANSFER OF SHARES

19. Save as hereby otherwise provided, no share shall be transferred to any person who is not a member of the Company, so long as any member is willing to purchase the same at the fair value to be determined in the manner hereinafter provided.
20. Except as hereinafter provided, no shares in the Company shall be transferred unless and until the rights of preemption hereinafter conferred, shall have been exhausted.
21. In order to ascertain whether any member is willing to purchase a share, the person proposing to transfer the same (hereinafter called the Retiring member) shall give a notice in writing (hereinafter called the Sale notice) to the Board of Directors about his desire to sell. Every such sale notice shall specify the distinctive number of the shares which the retiring member offers for sale and the sum he fixes as fair value, and shall constitute the Board of Directors as his agent for the sale of the shares to the member or the person selected by the Board of Directors, at the price so fixed, or at the option of the purchaser at a fair value to be fixed in accordance with these Articles. No Sale notice shall be withdrawn except with the sanction of the Board of Directors.
22. The Board of Directors shall, within thirty days after the service of a Sale Notice, find a member willing to purchase (hereinafter called the Purchasing member) the shares comprised therein and shall give notice thereof to the Retiring member. The Retiring member shall be bound, upon payment of the price fixed by him or the fair value as the case may be, to transfer the shares to such Purchasing member or members.
23. In case of any difference arising between the Retiring member and the Purchasing member as to the fair value of the share, the same shall be fixed by the Auditors of the Company or by any Arbitrator or Arbitrators appointed by the mutual consent of both the Retiring and the Purchasing members and approved by the Board of Directors.
24. In the event of the Retiring member failing to carry out the sale of any shares, which he shall have become bound to, as aforesaid, the Board of Directors may execute a transfer on his behalf and may give receipt for the purchase amount of such shares and may register Purchasing member as the holder thereof and issue to him a certificate for the same. The Retiring member in such case shall be bound to deliver his Certificate(s) for the said shares and on such delivery shall be entitled to receive the purchase amount without interest and if the Certificate(s) comprise any shares which he has not become bound to transfer as aforesaid, the Board of Directors shall issue to him a Certificate for such shares.
25. If the Board of Directors cannot, within the period of thirty days after the service of the Sale Notice, find a Purchasing member for all or any of the shares comprised therein and give a notice accordingly, or if through no fault of the Retiring member, the purchase of any shares in respect of which such Sale Notice has been given has not been completed within thirty days from the service of such notice, the Retiring member shall, at any time within three months thereafter, be at liberty, subject to Article 2 hereof, to sell and transfer the shares comprised in his Sale Notice.
26. The Board may refuse to register any transfer of share:
 - a. where the share is not fully paid up; or
 - b. when the Company has lien on the share; or
 - c. where the Board is of the opinion that the proposed transferee is not a desirable person to be admitted to membership; or
 - d. where the result of such registration would be to make the member or members exceed the limit set out in the Article 2 hereof.
27. A fee not exceeding rupees five may be charged for each transfer and shall, if so required, by the Board, be paid before the registration thereof.

MEETINGS

28. An Annual General Meeting of the Company may be convened by giving not less than fourteen days notice in writing or at a shorter notice, provided the same is approved by the members of the Company. All other meeting may be convened by giving not less than seven days notice in writing.
29. The Provisions of Section 176(2) of the Companies Act, 1956, shall not apply to this Company.

DIRECTORS

30. Unless and until otherwise determined by the Company in General Meeting, the number of Directors shall not be less than TWO and not more than TWELVE including the Managing Directors or Nominated Directors.
31. The First Directors of the Company shall be:
 1. **SRI MESINENI SAMPATH RAO**
 2. **SRI MANDALA SRINIVASA REDDY**
 3. **SMT. MADISHETTI VASANTHA**
32. The above first Directors of the Company shall not be liable to retire by rotation unless otherwise decided by the members at the General Meeting.
33. Any person whether a member of the Company or not may be appointed as Director and no qualification by way of share holding be required from any Director.
34. The Quorum for a meeting of the Board of Directors shall be one third of its total strength or two Directors, whichever is higher.
35. Subject to Article 29 and 31 above, the Company in General Meeting may appoint at any time, and from time to time, any person as a Director and may fix the tenure of office and other terms and conditions in respect thereof.
36. The Board of Directors shall have the power to appoint additional Directors subject to the maximum mentioned in Article 29. The Additional Directors shall hold office until the next Annual General Meeting, wherein they shall be eligible for reappointment.
37. Every Director shall be paid a sitting fee, as may be determined by the Board, for every meeting of the Board of Directors or of any sub-committee thereof at which he shall be present, besides the expenses mentioned in Regulation 65(2) of Table A.
38. Subject to the provisions of Section 314 of the Companies Act, 1956, if any Director is appointed as an expert or be called upon to perform extra services or make special exertions for any of the purposes of the Company, the Board of Directors may pay to such Director a special remuneration as they may think fit, which may be in the form of either salary, commission, or lumpsum amount and may either be in addition to or in substitution of his remuneration.
39. Save as otherwise expressly provided in the Companies Act, 1956, a resolution in writing signed by all or a majority of the members of the Board or of the Committee thereof, for the time being entitled to receive notice of the meeting of the Board or a Committee, shall be as valid and effectual as if it had been passed at a meeting of the Board or the Committee, duly convened and held. In the event of the signature of any one or more of the Directors to any such resolution being affixed on different dates, the said resolution shall be deemed to be passed on the date of signature of the Director signing last.

40. No Director shall be disqualified by his office from contracting with the Company, nor shall any such contract entered into by or on behalf of the Company in which any Director shall be in any way interested be avoided, nor shall any Director so contracting or being so interested be liable to account to the company for any profit realised by any such contract by reason only of such Director holding such office or of the fiduciary relations thereby established. However, the nature of his interest must be disclosed by him at the meeting of the Directors at which the contract is determined, or of his interest then existing, or in any other case, at the first meeting of the Directors after the acquisition of his interest.
41. The Directors may from time to time at their discretion raise or borrow or secure the payment of any sum or sums of money for the purpose of the Company. The Directors may also raise or secure the payment or repayment of such sum or sums in such manner and upon such terms and conditions in all respects and as they think fit, and in particular, by hypothecation and or by issue of debentures of the Company charged upon all or any part of the property of the Company (both present and future) including its uncalled capital for the time being.
42. If and when the Company borrows money, secures guarantee from or issues its shares to any Financial Institutions, Industrial Development Corporations, or any other financing body or Corporation, Bankers, or Government or semi-government bodies, such lenders or investors shall have the right to appoint and from time to time remove and reappoint Director or Directors in accordance with provisions of any agreement for borrowing funds or securing finances from them. The Director or Directors appointed under this Article shall hold office and would be subject to such obligations or duties as are defined in the arrangements or contracts entered into by the Company with the said Corporations or Institutions or other bodies, The Director or Directors appointed under this Article shall not be liable to retirement by rotation and shall not be required to hold qualification shares.
43. The Board may from time to time appoint one or more of their body to the office of Managing Director or Whole-time Director, who shall not be liable for retirement by rotation, for such term, and on such remuneration as they may think fit and a Director so appointed shall be subject to determination ipso facto if he ceases for any cause to be a Director, or if the Company in General Meeting resolves that his tenure be determined.
44. The Board may from time to time appoint or entrust any business or management of matters relating to Bank and other financial institutions, office, branch or factory to any one or more of their body of Directors or to such other persons as the Board may think fit. Such appointment of Director or Directors or such other person as the Board may think fit, shall be subject to determination ipso facto, if he ceases for any cause to be a Director or if the Company in its meeting resolve that the tenure of office of Director or Directors or such other person entrusted for management or supervision, be determined.
45. The Directors may from time to time entrust to and confer upon the Managing Director such of the powers exercisable under these presents by the Directors as they think fit, and may confer such powers for such time to be exercised for such objects and purposes and upon such terms and conditions and with such powers either collateral with, or to the exclusion of, or in substitution for, all or any of the powers of the directors in that behalf, and from time to time revoke, withdraw, alter or vary, all or any of the powers.

SEAL

46. The Board of Directors shall provide a common seal for the Company and for the safe custody thereof. The seal shall not be applied on any instrument except by an authority or a committee authorised or appointed by the Board in that behalf and in the presence of two Directors and such Directors shall sign every instrument to which the seal of the Company is so affixed.

SECRECY

47. No member shall be entitled to inspect the Company's books without the permission of the Directors or to require discovery of or any information respecting any detail of the Company's trading or any matter which is or may be in the nature of trade secret process or mystery of trade which may relate to the conduct of the business of the Company and which, in the opinion of the Directors, is not expedient in the interest of the members of the Company to be communicated to the public.

INDEMNITY

48. Subject to Section 201 of the Companies Act, 1956, every Director, officer or agent for time being of the Company shall be indemnified out of the assets of the Company against any liability incurred by him in defending any proceedings, whether civil or criminal in which the judgement is given in his favour or in which he is acquitted or in connection with any application under Section 633 of the said Act, in which relief is granted to him by the court.

Sl. No.	Name, Address, description, occupation and signature of the Subscriber	Name, address, occupation and signature of the witness
1)	<p>M/S. N. E. S. AMPATH REDDY S/O. RANAHARAO DOR 05-03-1968 Rt. No. 2-2-534/1 RAMNAHAR HAWAM/COUDA OCCUPATION: BUSINESS M. S. A. Reddy</p>	
2)	<p>M. SRINIVASAREDDY No. RAMAREDDY. DOB: 13.08.1956. H.NO: 11-27-1165, TELECOM COLONY. L.B. NAGAR. WARANGAL - 506002 O.C.: BUSINESS T. L. Reddy</p>	<p>All the parties have signed before me As a witness I have Sd. V. S. R. Reddy Rt. No. 11-27-1165, Telecom colony, L.B. Nagar - 506002, Warangal - 506002. Occupation: Business V. S. R. Reddy</p>

Place: 11/04/2009

Date: 11/04/2009

Sl.No.	Name, Address, description, occupation and signature of the Subscriber	Name, address, occupation and signature of the witness
3	<p>MADISHETTI VASANTHA</p> <p>w/o: ASHOK</p> <p>D.O.B. 1-7-1973</p> <p>H. no. 1-8-144</p> <p>Amrutha nilayam</p> <p>Bala samudram</p> <p>Hanoria Konda</p> <p>warangal 506001</p> <p>occ. House wife</p> <p>Vasantha</p>	<p>All the Parties have signed before me.</p> <p>A.V.-R. N.V. Prasad</p> <p>S/o Venkataiah Babu</p> <p>H/o A.M. D-27-86/12, Kothavade,</p> <p>Warangal-506002,</p> <p>Occupation - Business</p> <p><i>[Signature]</i></p>

Place: Warangal

Date: 11/04/2024



INCORPORATED
UNDER THE COMPANIES ACT, 1956
(1 OF 1956)

MEMORANDUM OF ASSOCIATION
OF
MSR MEGA BIO POWER PRIVATE LIMITED

- I. The name of the Company is **MSR MEGA BIO POWER PRIVATE LIMITED**
- II. The Registered Office of the Company will be situated in the State of Andhra Pradesh.
- III. The objects for which the Company is established are:

(A) THE MAIN OBJECTS TO BE PURSUED BY THE COMPANY ON ITS
INCORPORATION ARE:

1. To generate, accumulate, transmit, distribute, purchase, sell and supply of Green energy from non-conventional energy sources like biomass on a commercial basis and to construct, lay down establish, operate and maintain power energy generating stations including building, structures, works, machineries, equipments, cables and to undertake or to carry on the business of managing, owning, controlling, erecting, commissioning, operating, running, leasing or transferring to third persons(s), power plants and plants based on conventional on non-conventional energy source bio-mass energy plants, civil engineering works and similar projects.
2. To transmit, distribute, supply and sell such power either directly or through transmission lines or facilities of central/state governments, other consumers of electricity including for captive consumption for any industrial projects promoted by this company or promoter companies, joint venture companies or other wise and generally to develop, generate, accumulate power at any other place or places and to transmit, distribute, sell and supply such power.

:: 2 ::

3. To construct, lay down, establish, promote, erect, build, install, carry out and run all necessary power sub-stations, boiler houses, steam turbine, switch yard, transformer yard, work shops, repair shops, wires cables, transmission lines, accumulators for the purpose of conservation, distribution and supply of electricity to participating industries, State Electricity Boards and other Boards for industrial, commercial, domestic, public and other purposes and also to provide regular services for repairing and maintenance of all distribution and supply lines.

(B) THE OBJECTS ACILLARY OR INCIDENTAL TO THE ATTAINMENT OF THE MAIN OBJECTS ARE:

1. To purchase or otherwise acquire or undertake the whole or any part of the business, property, rights or liabilities of any person, firm or company carrying on any business which the company is authorized to carry on, or possessed of property or rights suitable for any of the purposes of the Company and to purchase, acquire, promote and sell and deal in property of shares, stocks, bonds, debentures, debenture stock of any such person, firm or company and to conduct, make or carry on and to effect and arrangements in regard to the winding up of the business of any such persons, firm or company.
2. To establish and maintain agencies, at any places in India or other parts of the world for the conduct of the business of the Company or purchase and sale of any goods, merchandise articles and things required for or dealt on or manufactures or at the disposal of the Company.
3. To buy, plant, produce, prepare, treat, repair, alter, manipulate, exchange, hire, import, export, dispose or deal in any or all kinds of articles and things which may be required for the purpose of the business which the Company is expressly or by implication, authorization by this memorandum to carry on.

:: 3 ::

4. To employ or otherwise acquire technical experts, engineers, mechanics, foremen or skilled and unskilled labour for and of the purposes of the business of the Company.
5. To make, undertake or encourage, experiment, research of invention in connection with the business of the Company.
6. To let on lease any machinery, buildings and equipment of the Company for the time being the property of the Company or property which will be acquired in due course whether as a whole or part by part to any person, firm or Company to the best advantage of this Company.
7. To develop, repair, improve, extend, maintain, manage, mortgage, charge, exchange, sell. Assign, transfer, dispose of or turn to account or otherwise deal with the whole or any part of the Company's property and assets.
8. To sell, exchange, lease, mortgage, change, develop, dispose of or otherwise deal with the undertaking of the Company or any part thereof upon such terms and for such considerations as the Company may think fit, and in particular for shares or other securities of any other Company having object altogether or in part similar to those of this Company.
9. To remunerate (by cash or otherwise or by other assets or any allotment of fully or partly paid up shares or in any other manner) any persons, firms, association or Companies for services rendered in giving technical aid and advise, granting licenses, or permission for the use of patents, trade secrets, trade marks, processes and in acting as trustees for debenture holders of the Company, if any, or for guaranteeing payment of such debentures or other securities of the Company and any Company promoted by this Company or in introducing any property or business to the Company or in or about the conduct of the business of this Company or interest thereon.
10. To purchase or by any other means acquire and protect, prolong and renew, whether in India or elsewhere any patent rights, processes, and secrets, brevets "D" Inventions, licenses, protections and concessions which may appear likely to be advantageous or useful to the Company, and to use and turn to account and to manufacture or grant licenses or privileges in respect of the same and to spend money experimenting upon testing and processes, secrets and rights which the Company may acquire or propose to acquire.

11. To enter into partnership or into any arrangements of sharing of profits, co-operating, amalgamation, union of interest, joint adventure, reciprocal concession, or other wise with any Government, authority, person, firm or Company carrying on or engaged or about to carry on or engage or any business undertaking or transaction which may seem capable indirectly to benefit the Company and to lend money to guarantee the contract of or otherwise assist any such person, firm or Company and place, take or otherwise acquire and hold shares or securities of any such person, firm or Company and to sell, hold reissue, with or without guarantee or otherwise deal with the same. But the Company shall not do the business of Banking as defined in the Banking Regulation Act, 1949.
12. To amalgamate with any other Company or Companies having object altogether or in part similar to those of this Company.
13. To lend money to such persons or companies on such terms as may seem expedient and in particular to persons having dealings with the Company and to guarantee the performance of contracts by any such person or Companies.
14. To invest and deal with the money of the Company not immediately required by such manner as may from time to time be determined by the Board of Directors of the Company.
15. To enter into agreements and arrangements with the Government or authorities, supreme, municipal, local or otherwise which may seem conducive to the Company's objectives or and of them; to obtain from any such Government or authority any rights or privileges and concessions which the Company may think desirable to obtain, and to carry out, exercise, and comply with any such agreements, rights, privileges and concessions and to oppose the grant of such rights, privileges or concessions or others.
16. To ensure with any person or Company against losses, damages, risks and liabilities of any kind which may affect the Company either wholly or partly.
17. To establish and support or aid in the establishment and support of associations, institutions, funds, trusts and conveniences calculated to benefit the employees or ex-employees of the Company or the dependents or connections of such persons and to grant pensions and allowances and to make payments towards insurance.

18. Subject to the provisions of the Companies Act, 1956, to subscribe money for charitable or benevolent objects or for any exhibition or for any public, general or useful objects.
19. To assist any Company, financially or otherwise or by issuing or subscribing for guaranteeing the subscription and issue of capital, shares, stocks, debentures, debenture stock or other securities and to hold and deal in shares, stocks and securities of any Company notwithstanding there may be liability thereon.
20. To promote and form and to be interested and take hold and dispose of shares in other Companies having all or any of the objects mentioned in the Memorandum or which may be considered useful to the Company and to transfer to any such Company, any property of the Company and to take or otherwise acquire, hold and dispose of shares, debentures and other securities, in or of any such Company, and to subsidize or otherwise assist any such Company.
21. To pay all costs, charges and expenses and incidental to the promotion, formation, registration and establishment of the Company and to remunerate or make donation to (by cash or by way of allotment of fully or partly paid shares, or by a call or option on shares, debentures, debenture stock or securities of this or any other Company or any other manner, whether out of the Company's capital or profits or otherwise) and persons for services rendered or to be rendered, introducing any property of business to the Company or for any other reason which the Company may think proper.
22. To procure incorporation, registration or other recognition of the Company in any Country, State or place and to establish and regulate agencies for the purpose of the Company's business and to apply or join in applying to any parliament, local Government, municipal or other authority or body, Indian or foreign, for any acts of Parliament, laws, decrees, concessions, orders, rights or privileges that may seem conducive to the Company's or any of them and to oppose any proceedings or applications which may seem calculated directly or indirectly or prejudice the Company's interest.
23. To draw, accept, make and to endorse, discount or negotiate promissory notes, hundies, bills of exchange, bills of lading and other negotiable instruments connected with the business of this Company.

24. To incur debts and obligations for the conduct of any business of the Company and to purchase or hire the goods, materials or machinery on credit or otherwise for any business or purpose of the Company.
25. To borrow or raise money, at interest or otherwise in such manner as the Company may think fit, and in particular by the issue of debentures, perpetual or otherwise including debentures convertible into shares of this or any other Company, or perpetual annuities, and in security of such monies borrowed, raised or received, to mortgage, pledge, or charge the whole or any part of the property, assets or revenue of the Company, present or future, including its uncalled capital by special assignment or otherwise, and to transfer or convey the same absolutely or interest and to give the lenders powers of sale and other powers as may seem expedient and other purchase, redeem or pay off any such securities. But the Company shall not do any Banking business as defined in the Banking Regulation Act, 1949.
26. To open accounts with any individual, firm or Company or with any Banker or Banks or shroffs and to pay and to withdraw money from such account or accounts.
27. To make advance of such sum or sums of money upon or in respect of or for the rendering of services to the Company, purchase of material, goods, machinery, stores or any other property, articles and things required for the purpose of the Company upon such terms with or without security as the Company may deem expedient.
28. To create and operate any Depreciation Fund, Reserve Fund, Sinking Fund, Investments Allowance Funds, Insurance Fund or any other special Fund, whether for depreciating or for replacing, improving, extending or maintaining any of the property of the Company, or for any other purpose conducive to the interest of the Company.
29. To provide for the welfare of the Directors, Officers, Employees and Ex-Directors, Ex-Officers and Ex-Employees of the Company and the wives, widows, and families, or the dependents or connections of such persons by building or contributing to the building of houses, dwellings or chawals, or by grants of money, pension, allowances, bonus or other payments or by creating and from time to time subscribing or contributing to Provident Fund or otherwise associations, institutions, funds, or trusts, and by providing or subscribing or contributing towards places of instruction or recreation, hospitals and dispensaries, medical and other attendance and other assistance as the Company

shall think fit to subscribe or contribute or otherwise to assist or guarantee money to Charitable, benevolent, religious, scientific, national or other institutions and objects which shall have any moral or other claim to support or aid by the Company either by reason of locality of operation or of public and general utility or otherwise; to incur expenditure in developing the education and to grant scholarships, aids or any other help to students including incurring and paying expenses in sending them for higher studies either in India or in any Foreign Country.

30. To adopt such means of making known the products of the business carried on by the Company as may seem expedient and in particular by advertising by circular or purchase or exhibition of works of Arts and Interest and publication of books and periodicals and by granting prizes, awards and donations.
31. To open and keep a Register or Registers in any country or countries where it may be deemed to do so, and to allocate any number of shares in the Company to such Register or Registers.
32. To invest any real or personal property, rights or interest acquired by or belonging to the Company in any person or Company on behalf of or for the benefit of the Company and with or without any declared Trust in favour of the Company subject to the provisions of the Companies Act, 1956.
33. Subject to the provisions of Section 78 of the Companies Act, 1956, to place, to reserve or otherwise to apply as the Company may from time to time think fit any money received by way of premium on shares or debentures issued at a premium by the Company and any money received in respect of dividends accrued on forfeited shares.
34. Subject to the provisions of the Companies Act, 1956 to indemnify members, Officers, Directors, Employees of the Company or persons otherwise concerned with the Company against proceedings, costs, damages, claims and demands in respect of anything done or ordered to be done by them for and in the interest of the Company or for any damage or misfortune whatsoever which may happen in the execution of duties of their office, freedom of contract and or in relation thereto.

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35. To promote freedom of contract and to assist, insure against, contract, and discourage interference with freedom of contract and subscribe to any association or fund for such purpose within constitutional means.
36. To promote or oppose legislative and other measures affecting the industry, trade and commerce and manufacturers within constitutional means.
37. In the event of winding up of the Company, to distribute any of the property of the Company amongst themselves in specie or kind.
38. To train or pay for the training in India or abroad of any of the Company's Directors, members, officers, employees or any candidate in the interest of or for furtherance of the Company's objects
39. To apply for, tender, purchase or otherwise acquire contracts, sub-contracts and concessions for all or any of them and to sublet all or any contracts from time to time and upon such terms and conditions as may be thought expedient.
40. To do all such other things as may be deemed incidental or conducive to the attainment of the above object or any of them.

**(C) OTHER OBJECTS NOT INCIDENTAL OR ANCILLARY TO THE
ATTAINMENT OF MAIN OBJECTS AND INCLUDED IN (A) AND (B)
ABOVE:**

1. To carry on the business of agriculturists, planters, cultivators of groundnut, paddy, tobacco, castor and or any other kind of produce.
2. To carry on the business of general carriers, forwarding agents, establish land, maintain transport services and so on and make transport facilities to the public for merchandise of every description whatsoever.

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3. To carry on the business as manufacturers, dealers and traders in all types of packing material or every description including paper, jute, cotton, fibre, Hessian, wood, rubber, polythene, metal rolls and of synthetic nature.
4. To carry on the business of manufacturers and producers of flats, fertilizers, cattle food, poultry feed, insecticides, manures, fungicides, weedicides, sprayers and remedies of all kinds of agricultural produce growing or other purpose or remedies for men or animals and whether produced from vegetable or animal matter or by any chemical process.
5. To establish, erect, build, manage and run rice mills and flour mills or oil mills, for the manufacture of rice, wheat products, different oils and their bye-products including decortications, expelling of ground-nuts, tobacco, castor and any other product.
6. To carry on the business of selling and or purchasing agents, distributors, representatives, manufacturers or dealers, merchants, importers, traders, contractors, warehousemen, buy, sell, import, export, barter, exchange stock, make advance upon, pledge, or otherwise deal in goods, stores, consumable articles, chartels and effects of all kinds in any place and to transact in every kind of agency business and generally to engage in any business or transaction which may seem directly or indirectly conducive to the interest of the Company.
7. To carry on the business of insurance agents or claim setting agents or surveyors for all or any kinds of insurance for merchandise of every description whatsoever of the Company.

IV. The liability of the members of the Company is limited.

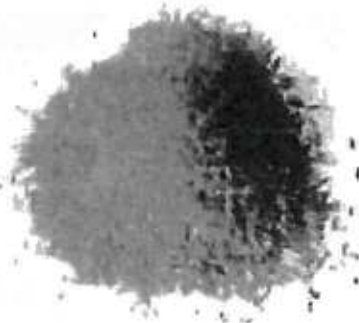
V. The Authorised Share Capital of the Company is Rs. 5,00,000.00 (Rupees five Lakhs Only divided into 5,000.00 (Five Thousands Only) Equity Shares of Rs. 100.00- (Rupees One Hundred Only) each with power to increase or reduce the capital of the Company, and to alter, convert, classify divide the shares in the capital for the time being and to attach thereto respectively such rights, privileges or conditions as may be determined by or in accordance with the regulations of the Company and to vary, modify or abrogate any rights, privileges or conditions in such manner as may for the time being be provided by the regulations of the Company

VI. We, the several persons whose names and addresses are subscribed hereto are desirous of being formed into a Company in pursuance of this Memorandum of Association and we respectively agree to take the number of Shares in the Capital of the Company, set opposite our respective names.

Sl. No.	Name, Address, description, occupation and signature of the Subscriber	No. of Equity Shares taken by each subscriber	Name, address, occupation and signature of the witness
3	MADISHETI VASANTHA W/o: ASTHOK D.O.B: 1-7-1973 H.No: 1-8-144 Amrutha nilayam Balsamudram Hormakonda Warangal 506001 occ House wife vasantha	336 Three hundred Thirty six	At the above parties have signed before me A.V.R. V. Prasad Sh. Venkatesh Reddy R/o H.No-144-56113, Hormakonda, Warangal-506001, Chaitanya Kumar Reddy
		1003 (One Thousand And Three Only)	

Date - 11/04/2019
Place: Warangal

**Techno Economic Viability Study of
M/s MSR Mega Bio-Power Private Limited**



**Submitted to:
M/s MSR Mega Bio-Power Private Limited**

September 2010

Prepared by:



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Techno Economic Viability Study

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M/s MSR Mega Bio-Power Pvt. Ltd.

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M/s MSR Mega Bio-Power Pvt. Ltd.

EXECUTIVE SUMMARY

Sl	Particulars	Description
01	Name of party	M/S MSR Mega Bio-Power Pvt. Ltd.
02	Address of regd. Office and corporate office	MSR Mega Bio Power Pvt Limited 11-23-1165, LB Nagar Warangal Andhra Pradesh-506002
03	Promoters' Names & Background (furnish age, qualification, experience)	<p>1. Mr. M.Srinivasa Reddy, Managing Director of the company is an engineering Graduate having experience for more than 20 years in various fields of business. He has experience in Domestic Gas Distributions in Warangal, Real Estates Business.</p> <p>2. Mr. M.Sampath Rao, Director of the company is a graduate having experience more than 15 years in Business. He has his own rice mills operating in Warangal Dist since 1996 and is past President of Rice Millers Association of Warangal District. He has implemented the Captive Co generation Power Generation plant in his par boiled rice mill with a capacity of 0.5 MW in Warangal District.</p> <p>3. Smt. M.Madishetti Vasantha, Director is a graduate and has vast experience in Rice Milling Industries.</p>
04	Particulars of Project (Product, installed capacity)	Industrial Waste power generation based on poultry litter (75%) and rice husk (25%). Installed capacity - 7.5 MW
05	Plant Location and area of project site (also furnish nearest railway station, airport etc. where necessary)	Nidigonda Village, Raghunathapally Madalam, Warangal District, Andhra Pradesh



06	Project Cost	1. Land & Site Development..... 105.00 2. Buildings & Civil Works..... 606.00 3. Plant & Machinery..... 2898.00 4. Misc. Assets..... 10.00 5. Contingencies..... 176.00 6. Preliminary & Pre-operative exps..... 388.00 7. Margin money for working capital..... 72.00 Total..... 4255.00
07	Project D/E, gross average DSCR, net avg. DSCR and IRR	Project D/E – 2.03 Gross avg. DSCR – 1.84 Net avg. DSCR – 2.18 IRR – 17%
08	Repayment of term loan and rate of interest	Repayment in 34 qtlly. Installments, door-to-door repayment period being ten years, with one and half year's moratorium from the date of first disbursement. Interest 12.75% per annum.
09	Capacity utilization, BEP	The capacity utilization of the proposed project is estimated at 75% during the 6 months in 1 st year of operation and subsequently the capacity utilization is 75% in 2 nd Year, 80 % in 3 rd year, 85% in 4 th year and remaining years 90%.
10	Working Capital Requirements & Turn-Over for 3 yrs.	W/C requirement Rs 288.00 Lakh (Bank Loan Rs:216 Lakh) Rate of interest 12.75% p.a. Turn-over (proj): 1 st yr. Rs. 8.23cr, 2 nd yr. Rs.16.46cr, 3 rd yr. Rs.17.56 cr
11	Sensitivity Analysis	Done and found acceptable. The DSCR does not fall below 1.34 in any of the three adverse scenarios considered.
12	Raw Material Availability	Adequate number of poultry farms and rice mills are available within 100 kms radius of the factory site. Agreements to be made with the owners of poultry farms and rice mills for assured supply of raw materials.
12	Marketing arrangements	PPA agreement made with Tata Power Trading Company for 10 Years with Rs.4.20/unit for the first five years



INTRODUCTION

The present report appraises the Techno Economic feasibility for setting up a 7.5 MW power plant based on poultry litter(75%) and rice husk(25%) by M/s. MSR Mega Bio Power Pvt Ltd (MSR MBPPL), at Nidigonda Village, Raghunathapally Madalam, Warangal District, Andhra Pradesh with project cost of Rs 4255.00 lakh.

1.0 INTRODUCTION

Electrical energy is an important form of energy used for different applications in day-to-day life. This energy is basically obtained from four different sources, namely hydro electric power generation, fossil fuel based power generation known as thermal power, atomic power generation and solar photo-voltaic systems. The thermal power generation depends on fossil fuels like oil, gases or coal for running gas and steam turbines. As the fossil fuels are becoming dearer, people are looking for alternate sources of fuels, which are renewable in nature. An alternative to these conventional fossil fuels is the industrial waste, biomass, which can be used for generation of power either by direct burning on boiler grates or gasified and used in steam or gas turbine unit. Considering the abundant availability of waste material in the country, both central and state governments have earmarked a portion of power generation from non-conventional energy areas through private participation.

Observing the scope for power generation through the use of poultry litter, M/s. MSR MBPPL has planned to set up a 7.5 MW poultry litter based power plant at Nidigonda Village, Raghunathapally Madalam, Warangal District of Andhra Pradesh.

M/s. Tripureneni Gopichand &Co has prepared the Detailed Project Report (DPR) and based on the DPR the Techno Economic feasibility report was prepared for the financial Institutions.

1.1 SCOPE

APITCO's scope includes:

- Assessing the promoter's capabilities
- Examination of project credentials
- Presentation of power generation process and raw material requirement
- Assessment of Plant and Machinery required
- Assessment of viability of raw material and water required for the power generation
- Detailing the project location and project components
- Appraisal of project cost and proposed means of finance



- Appraisal of project's economics
- Assessment of project benefits and clearances

1.2 METHODOLOGY

The methodology adopted by APITCO consultants for the appraisal of Techno Economic Feasibility

- a) Assessment of Raw material availability and estimation of cost of proposed power plant is made by extensive field visits to the poultry litter and rice husk available areas in a radius of 100 Km from the project location and interactions with the raw material suppliers.
- b) Validation of the data provided by the project holder with primary, secondary sources of data and web sources.
- c) Necessary information has also been obtained from the promoters, machinery suppliers for assessing technology/equipment requirement for the project.

Financial statements have been prepared based on the information collected and presented.



COMPANY PROFILE:**PROMOTERS:**

M/s. MSR Mega Bio Power Pvt Ltd (MSR MBPPL) has been promoted by Mr. M.Srinivasa Reddy, Sri Sampath Rao and Associates who have adequate business back ground.

Composition of the Board of Directors of the Company :

↓ Sri. M.Srinivasa Reddy	-Managing Director
↓ Sri.M.Sampath Rao	-Director
↓ Mr.Rao Perruri	-Director-Technical
↓ Smt. M.Madishetti Vasantha	-Director
↓ Sri. Aroori Ramesh	-Director
↓ Sri.Gujja Suman Rao	-Director

BRIEF PROFILE OF THE PROMOTERS:**Sri. M.Srinivasa Reddy**

Mr. M.Srinivasa Reddy, Managing Director of the company is an engineering Graduate having experience for more than 20 years in various fields of business. He has experience in Domestic Gas Distributions in Warangal, Real Estates Business.

Sri. Mechineni Sampath Rao

Mr. M.Sampath Rao, Director of the company is a graduate having experience more than 15 years in Business. He has his own rice mills operating in Warangal Dist since 1996 and is past President of Rice Millers Association of Warangal District. He has implemented the Captive Co generation Power Generation plant in his par boiled rice mill with a capacity of 0.5 MW in Warangal District.

Smt.M.Madishetti Vasantha

Smt. M.Madishetti Vasantha, Director is a graduate and has vast experience in Rice Milling Industries.

KEY PERSONNEL**Sri. Rao Peruri**

Mr. Rao, Peruri, Director (Technical) is B. E in Mechanical Engineering and M.Tech and is having more than 15 years experience in Project Management. He has worked with Chinese Companies related to the Power project up to 135 MW

Sri. Aroori Ramesh

Sri Aroori Ramesh, Director is a special Class contractor having rich experience of civil works. He has executed more than 100 Cr Civil works in different projects.

Sri. Gujja Suman Rao

Sri G.Suman Rao, Director is a graduate and is having experience in Rice Milling Industries.

III PROJECT CREDENTIALS

M/s. MSR Mega Bio Power Pvt Ltd (MSR MBBPL) applied to NEDCAP for the establishment of the 6.0 MW power project based on the industrial waste i.e. poultry litter at Nidigonda Village, Ragunadapally Mandalam, Warangal District, Andhra Pradesh on 29-06-2009 and the same was sanctioned on 31-08-2009. Further the company approached NEDCAP to enhance the sanctioned capacity from 6.0 MW to 7.5 MW on 05-10-09 and got the approval on 19-10-2009.

The company has made an agreement with Tata Power Trading Company Limited (TPTCL) on 11th June 2010 for export of the power. The agreement is valid up to 10 years from the date of agreement entered with the TPTCL.

Therefore, the orders given by TPTCL and NEDCAP are discussed and brief outlines of the orders presented below.

3.1 HIGHLIGHTS OF THE ORDER GIVEN BY NEDCAP

- The industrial waste power projects developer shall abide by the regulations of the APERC
- In the event of the APERC disallowing captive consumption or third party sale, the developer shall be required to enter into PPA with DISCOMs. NEDCAP cannot guarantee either the power purchase price or DISCOMs entering into the PPA as these are dependent upon the power supply position in the state at a given point of time and requirement of power by APTRANSCO
- The project Developer shall follow the guidelines issued by the MNES/State, Govt/ NEDCAP from time to time
- The company shall submit monthly progress reports to NEDCAP on status of the project

Plant Design and Capacity

- The company is not permitted the use of any other fuel other than industrial waste (poultry litter) for power project i.e. (75% of poultry litter and 25% of rice husk)
- Installation of second hand or used machinery is not permitted
- The project should be sized in co-relation to the locally available biomass fuel. The project holder should establish the availability of the biomass fuel for the project

period and a fuel management chain with appropriate commercial arrangements to ensure continuous availability of fuel supply

- If designed to use fossil fuel also, the power plant installation should incorporate adequate systems/equipment for environmental management and pollution control, and comply with the extant regulations regarding environmental emissions

3.2 HIGHLIGHTS OF THE ORDER GIVEN BY TPTCL

Evacuation facilities

- The company has to bear the entire cost of the interconnection facilities as per the sanction estimate. The delivery point shall be 132 kV interconnection points between MSR Mega Bio Power Pvt Ltd's transmission system and STU/CTU transmission system at Raghunathapally substation in Andhra Pradesh in southern region. MSR Mega Bio Power P Ltd will secure open access from STU up to CTU (PGCIL) terminal. MSR MBBPL shall obtain approval from STU /SLDC for interstate sale of its surplus power
- TPTCL shall arrange for all open access approvals from nodal agency for flow of power under open access rules and regulations

Energy Procurement Agreement (EPA) Tenure

- The tenure of the EPA tenure shall be 10 years from the commencing from the COD of the first unit of the project

Tariff Rate and Structure

- The Tariff Rate and Structure for the supply of electricity by the company at energy delivered at the interconnection point for sale to TPTCL will be at an annual average base rate of Rs.4.20 paise per unit for a five year period.
- The base rate will be revised after 5 years
- Further the tariff rates and supply of electricity will be decided by both the parties by mutual agreement before 6 months of the expiry period of the agreement
- The tariff is inclusive of all taxes, duties and levies

Billing and Payment

- The billing cycle is the weekly basis (i.e. First bill for the period from 1st to 7th, second from 8th to 15th and so on in every month)

Payment Security

- TPTCL will furnish a standby irrevocable, weekly revolving and confirmed Letter of Credit (LC) as per mutual agreement in favor of MSR Mega Bio Power P Ltd , 10 working days prior to the projected commercial operation date.
- The letter of credit shall cover an amount equal to the 19 days power purchase bill at the annual average base rate.

3.3 FISCAL INCENTIVES BY GOVT. OF INDIA

- **Capital subsidy:** Ministry of Non-conventional Energy Sources (MNES) will provide Rs 20.00 Lakh per MW as capital subsidy after installation and commissioning of the project.
- **Central Sales Tax:** is exempted for renewable energy devices including raw materials components and assemblies.
- **Preparation of Detailed Project Report (DPR):** MNES provides assistance for preparation of DPR to entrepreneurs up to a ceiling of Rs.2.00 lakhs or 50% of the actual cost whichever is less.
- **For Biomass and Industrial Waste Power Projects**
 - **Accelerated Depreciation:** 80% depreciation in the first year can be claimed for the following equipment required for co-generation systems:
 - **Income Tax Holiday:** Ten years tax holidays.
 - **Customs Duty:** Concessional customs and excise duty exemption for machinery and components for initial setting up of projects

IV. PRODUCTION PROCESS AND RAW MATERIAL**4.0 INSTALLED CAPACITY**

The installed capacity of the proposed unit on a 24 hours basis for a period of 330 days works out to 594.00 million units per year. The capacity utilization of the proposed project is estimated at 75 % during the 6 months in 1st year of operation and subsequently the capacity utilization is 75% in 2nd Year, 80 % in 3rd year, 85% in 4th year and 90 % in the remaining years.

4.1 POWER GENERATION PROCESS & EQUIPMENT

The proposed plant mainly uses industrial waste i.e. poultry litter (75%) and rice husk (25%) for power generation. As a renewable energy source, poultry litter and rice husk offer an alternative to conventional sources of energy in terms of environmental, rural and economical growth.

The power generation equipment for the proposed plant consist mainly of the following equipments

- ❖ Steam Generator
- ❖ Turbo generator
- ❖ Auxiliary Equipments

4.1.1 STEAM GENERATOR

The Steam generator is a boiler to produce steam. The steam required for 7.5 MW turbo generators is 40TPH and outlet steam at a pressure of 46 ata and a temperature of $420 \pm 5^{\circ}\text{C}$.

The generated steam will pass through steam header and will be taken to the steam turbine where the high-pressure steam is expanded through the Multistage, impulse nozzle governed bleed and extraction cum condensing turbine to run the generator. Steam from the turbine outlet is taken through air-cooled condenser where the latent heat in steam is removed, the condensate is returned to the deaerator. The required treated water 0.54 TPH at 32°C from De Mineralized water storage tank is taken and pumped to the deaerator. The 3.96TPH steam from the turbine at 4.35 ata & 117°C is used to heat the condensate return and heat water to 105°C . This feed water is pumped to boiler via economizer and then through high pressure feed pumps for generation of steam again.

4.1.2 TURBO-GENERATOR SET

The proposed plant mainly consists of Steam Turbine Generator (STG) set of 7.5 MW generating capacity. The steam requirements for the turbine generator set will be met through a pulsating grate type boiler.

The steam turbine is the prime mover for power generation through a high voltage alternator. The turbine is multistage, bleeds cum condensing type and is capable of generating 7.5 MW of power. The turbine will be coupled to an alternator through a helical gearbox.

The steam generated will pass through steam header and will be taken to the steam turbine where the high-pressure steam is expanded through the bleed cum condensing turbine to run the generator. The generator produces power at 11,000 volts. The power generated is synchronized to the grid voltage and frequency and will be connected to the grid at 132 KV. The power generated at 11,000 volts is connected to 11 KV/132 KV by power transformers for feeding the grid. The auxiliary transformers of 11 KV/440V will be used to step down the voltage for running the auxiliary equipment for operating the plant.

Electricity will be generated at 11000 volts and is fed into 132 KV grid line through the H.T line to the nearby substation by using step-up transformer. The required power for internal consumption of the power plant is by bringing down the voltage to 420V.

4.1.3 OTHER AUXILIARY EQUIPMENTS

Apart from the Boiler and Turbine, the plant requires to be equipped with the following other equipments

- Water treatment plant
- DM water system
- Air cooled condenser system
- Compressed air system
- Fire fighting equipment
- Fuel and ash handling system
- Switch gear and switch yard etc.

Apart from the above equipments two front-end loaders are provided for transporting the fuel from the open storage yard to close covered fuel storage buildings. The material from the storage bins will be transferred through the use of belt conveyors to the boiler fuel feeding bunkers.

4.2 RAW MATERIALS & OTHER INPUTS

Raw material is required for boiler for heating the water in to steam. The raw material and other inputs for the power plant are:

1. Raw Material
 - ❖ Poultry litter
 - ❖ Rice husk
2. Water

4.2.1 Poultry Litter

Poultry litter is the major portion in fuel mix comprising about 75 % mixed with 25% of rice husk. This fuel mix is used for generation of steam from 40 TPH Boiler. The required poultry litter is procured from poultry farms located near the proposed 7.5 MW power plant. This litter is dried with air dryer before being fed in to the boiler. The dried poultry litter along with 25 % of rice husk is fed into the boiler.

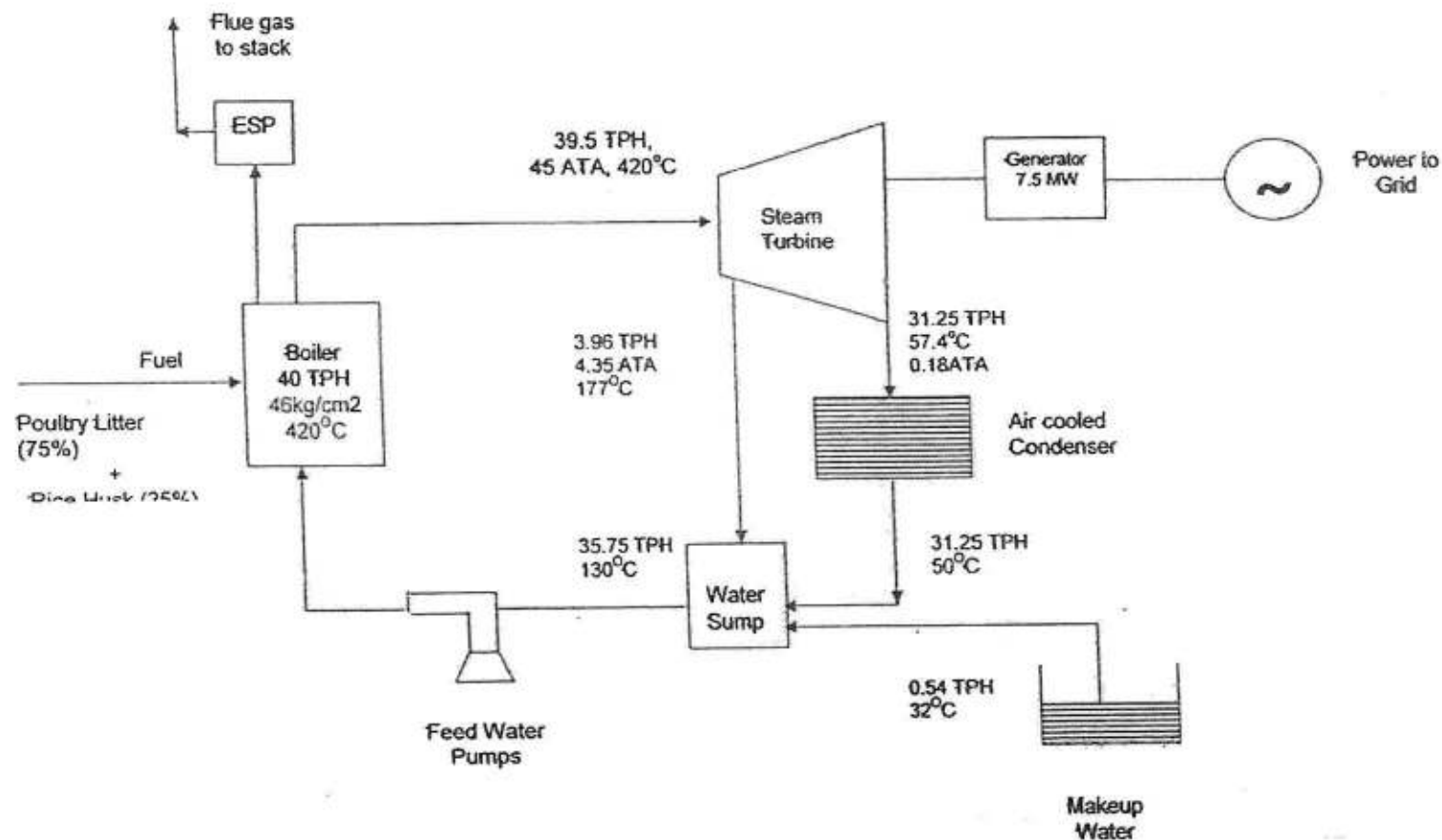
4.2.2 Rice Husk

At least 25 % of rice husk is used along with the poultry litter in the boiler to generate 40 TPH steam.

4.2.3 Water

Water is essential for generation of steam from steam boiler. The quality and quantity of the water depends on the boiler capacity. As per the estimation the total water required for generation of 40 TPH is 100 cum per day.

POWER GENERATION PROCESS FLOW CHART FOR 7.5 MW CAPACITY



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5.0 PLANT AND MACHINERY

This chapter provides information about plant and machinery required for 7.5 MW power plants. The typical plant and machinery required for Industrial Waste to energy based power project is classified as follows:

- a. Steam Generation Equipments
- b. Power Generation Equipments
- c. Power Evacuation Equipments
- d. Other Equipments
 - ↓ Fuel preparation and handling,
 - ↓ DM water system
 - ↓ Air cooled/Cooling Tower
 - ↓ Fire fighting equipments
 - ↓ Pollution control Equipment etc.

5.1 STEAM GENERATING EQUIPMENT

The total steam required for 7.5 MW multi stage bleed cum condensing type turbine generator is estimated at 40 TPH at $420^{\circ}\pm 5^{\circ}\text{C}$ and 46 ata. A 40 TPH boiler with $420^{\circ}\pm 5^{\circ}\text{C}$ and 45 ata is estimated for the proposed power plant. Minimum 31.25 TPH steam is used for power generation and 3.96 TPH steam for reheating of the condensate. The steam requirements can be met by using a pulsating grate high-pressure steam boiler which generates steam at 45 ata pressure and $420^{\circ}\pm 5^{\circ}\text{C}$ temperatures with capacity 40 TPH.

The pulsating grate boiler selected by the company is suitable for poultry litter and rice husk with proportion of 75%:25 %. The proportional consumption of fuel mix with an average calorific value of 3052 Kcal per kg will be 1.14 kg poultry litter and 0.38kg rice husk for 1kWh.

The boiler package includes the boiler drums, furnace wall , boiler bank, economizer, super heater, firing equipment/ furnace, air pre heater, fuel feeders and spreaders, centrifugal fans, instrument panel, valves & fittings , structure & ducting, refractory & insulation, soot blowing equipment, deaerator, HP & LP dosing system, blow down arrangement, rice husk bunker, sample coolers, silo for poultry litter storage, motor control panel.

5.2 POWER GENERATION EQUIPMENT

The steam turbine will be the prime mover for power generation through a high voltage alternator. The steam turbine considered for the power plant is multi stage, single casing, single rotor, condensing, and impulse type with bleed and condensing type. The turbine is designed to drive directly the generator to generate an electrical power at Indian standard electrical frequency of 50 Hz.

The turbine will be bleed cum condensing type and is capable of generating 7.5 MW of power. The rated rotor speed of the turbine considered is 7500 RPM. This will be coupled to an alternator through a helical gearbox. The generator will be designed according to IEC 34/ IS 5422 to generate electrical power at 11KV, 50 Hz, 0.8 power factor.

The generator will produce power at 11,000 volts. The generated power will be synchronized to the grid voltage and frequency and connected to the 132 kV grids. The power generated at 11,000 volts will be connected to 132 KV power transformers for feeding the grid. The auxiliary transformers of 11 kV/440 volts will be used to step down the voltage for running the auxiliary equipment in the plant.

5.3 POWER EVACUATION EQUIPMENT

A set of 11kV switch gear is considered for connecting the generator output to 11kV common bus of the switch gear to export power to 132 kV grids and to cater to the auxiliary loads of 415kV. The switch yard mainly consists of breakers, isolators, control panel, lightning arrestors, etc. The total power evacuation system comprises the following sections

- ↓ Plant Side Sub Station
- ↓ 132 KV Over-head power transmission line and Sub Station
- ↓ Bay Extensions at APTRANSCO sub-station
- ↓ HT/LT and Misc. package
- ↓ D.G Set

5.4 AUXILIARY EQUIPMENT

The major auxiliary equipment considered includes Air cooled condenser, air compressors, loaders & Trucks for poultry litter and husk feeding, ash removal closed trailers for litter transport, office assets, and water treatment etc. The fuel preparation and handling equipment include shredders, and conveyors are also required for the operation of the power plant.

5.4.1 AIR COOLED CONDENSER

The cooling water system is one of the most important in any power plant and its availability predominantly decides the plant site. The cooling water in an open system is about 50 times the flow of steam to the condenser.

To minimize the water requirement in the plant where adequate cooling water resources are not available, air cooled condenser is used. In air cooled condenser, the exhausted steam from the turbine outlet is recycled back through the system. It will reduce the makeup water to the boiler and heat contained in the condensate is also recovered with condenser.

The proposed power plant proposes to establish the air cooled condenser instead of cooling tower as adequate water resources are not available i.e. lake, river, sea water. The air cooled condenser will reduce water quantity requirement and space to cool the exhausted steam from the turbine.

The proposed 7.5 MW power plant requires air-cooled condenser to cool 32 tons/hr steam flow and enthalpy of 590 kcal/kg at 40°C.

5.4.2 DM PLANT

The water from air condenser is not sufficient to generate required steam for the proposed 7.5 MW power plant due to various losses. So it is necessary to supply the makeup water to the boiler.

The make up water is from the 3 bore wells treated in the DM plant where they add desired properties to the water. The boiler feed water should be free from hardness causing salts to ensure long life and efficiency of the boiler and turbine.

Therefore, a DM water plant of capacity 15 m³/hr is proposed for the purpose. An induced draft, counter flow cooling tower with capacity of 15 m³/hr with a temperature gradient of 8°C is proposed for cooling water requirements. The RO based DM water plant is required to maintain the water requirements TDS <1 ppm, pH 6.5 & total silica <0.02 ppm. The DM Plant contains the following equipments:

- ↓ Anti scaling dosing system
- ↓ Multi grade Filter
- ↓ Micron cartridge Filter
- ↓ RO plant with HP pump of 7 cum/hr @ 16 ksc pr.
- ↓ Degasser tower 300 mm dia x 2800 mm ht. with blower w/o. storage tank
- ↓ DM feed pump 3 cum/hr

- ↓ Piping, valves etc.

5.4.3 FIRE PROTECTION

The unit will be provided with fire protection system for safety to operating personnel and machinery. The fire protection system is designed as per the recommendations of Tariff Advisory Committee of Insurance Association of India. Applicable codes and standards of National Fire Prevention Association would also be followed.

The following equipments are required for fire protection

- ↓ Single Hydrant Valves
- ↓ MS hose box & CP hose
- ↓ CI Sluice valve & CI non-return valve
- ↓ Fire brigade inlet
- ↓ Air cushion vessel with safety valve
- ↓ CI food valve & GM gate valve & GM non-return valve
- ↓ Excavation
- ↓ Sluice Valve chamber
- ↓ Centrifugal pump
- ↓ Jockey system
- ↓ Control panel for main & jockey pump
- ↓ Control cable for main & jockey pump
- ↓ Instrumentation
- ↓ Priming tank

5.4.4 RAW MATERIAL AND ASH HANDLING

Raw material handling i.e. Poultry litter and rice husk and ash generated from the boiler is essential to run the boiler continuously for generation of the steam. Material handling systems are required for the continuous supply of the fuel to the boiler and at the same time removal of the ash generated from the boiler.

Poultry litter handling equipment contains

- ↓ Ground Hopper
- ↓ Slat chain conveyor
- ↓ Slide gate
- ↓ Interconnecting chutes, electrical equipment

Rice Husk handling equipment contains

- ↓ Reclaiming hopper with Rack & Pinion gate

- ↓ Electromechanical Vibrating feeder
- ↓ Belt conveyor
- ↓ Ground Hopper
- ↓ Vibrating feeder size
- ↓ Rack & Pinion gate
- ↓ Crusher
- ↓ Magnetic separator
- ↓ Interconnecting chutes, electrical equipment

Ash Handling System contains

- ↓ Drag chain conveyor and Ash belt conveyor
- ↓ Ash storage silo
- ↓ Ash conditioner
- ↓ Rotary air lock valve below ash silo
- ↓ Interconnecting chutes, electrical equipment

5.4.5 COMPRESSOR PLANT

Air compressors are used to supply the compressed air to combustion process in boiler and also for other processes in power plant. The plant requires two air compressors with one as stand by with capacity of 85cfm.

The proposed power plant requires the following air compressors specifications

- Air Compressor model EH 100 of air delivery of 150 cum. Per hr. @ 7 Ksc pr. Supplied with accessories, pulleys, NRVs, hor. Shell & tube after cooler and 0.5 cum Air receiver
- ABB 30 HP x 1440 rpm TEFC sq. cage motor & Star- Delta starter.

5.4.6 PUMPS

Water Pumps are required to supply the required water to the boiler and internal purposes. These pumps are used to supply required water from the bore wells and transport the water from Water plant. The water pumps are required at bore wells, DM Plant, air cooled condenser locations. These pumps will supply the water to the various points where water is required.

The following pumps are required for the power plant

- Cooling water circulation pumps 200-315 of m3/hr & 30 m head coupled
- DM water circulation pumps 25-200 of 2.5 m2/hr & 50 m head coupled
- Raw water pumps 32-160 of 10 m3/hr & 30 m head coupled
- Make-up water pumps 40-160 of 30 m3/hr & 35 m head

5.4.7 POLLUTION CONTROL EQUIPMENT

The main pollutants generated from the poultry based power plant are dust and particulate matter in flue gas, fly ash from hoppers, Boiler bottom ash, effluents from water treatment plant, boiler blow down and sewage from the plant.

- An Electro Static Precipitator (ESP) is considered for dust collection system so that fly ash contents of flue gases leaving the chimney will collect as per the rules and regulations prescribed by the statutory authorities.
- The ash collected from the bottom of furnace and the ash collected in the air heater hoppers and ESP hoppers are taken to ash silo through series of conveyors. In order to avoid the ash flying in air, water is mixed at the conveyor point. The ash from the silo is disposed off through trucks.
- Water drained from the water treatment plant is pumped to a neutralization pit. After neutralization, the water can be used for plantations.

RAW MATERIAL AND OTHER INPUTS ASSESSMENT

6.1 RAW MATERIAL

The proposed 7.5 MW power plant is based on industrial waste as a fuel. The industrial waste is poultry litter from the poultry farms and rice husk from rice mills. The proposed power plant is permitted to use maximum of 25% rice husk along with poultry litter by NEDCAP.

MSR Mega Bio Power Pvt Ltd has made an extensive survey for the assessment on availability of poultry litter and rice husk near the proposed location of the power plant. The availability of the poultry litter and rice husk is considered within 100 km radius of the proposed plant location.

APITCO consultants made visits to the district and Mandal head quarters in the proposed region for the validation of information provided by MSR Mega Bio Power Pvt Ltd. Moreover, APITCO consultants interacted with the poultry farms, rice milling units and local people regarding agreements made by the company, cost of raw material, availability of poultry litter and rice husk.

6.1.1 ANALYSIS OF FUELS

The test reports from M/s. Vimta Labs, Hyderabad for available poultry litter and rice husk fuels in surrounding area of the proposed power plant is presented below

S. No.	Industrial Waste	Fixed Carbon %	Moisture Content % (Dry)	GCV Kcal/Kg
1	Poultry Litter-Broiler	9.67	39.99	3150(dry)
	Poultry Litter-Layers	8.75	46.86	2990(dry)
2	Rice husk	16.02	10.07	3000

6.1.2 REQUIREMENT OF FUEL

The total fuel mix required for generation of 1kWh power as per NEDCAP permitted fuel mix is 1.52 kg (i.e. 1.14 kg of poultry litter and 0.38 kg of rice husk) as per the technology being used by MSR Mega Bio Power Pvt Ltd. The quantity of the poultry litter required for power generation varies with the moisture content and the bedding material of the poultry farms.

The following assumptions are considered while calculating the fuel requirement.

- The major equipments decide whole power plant efficiency i.e. boiler, steam turbine, and generator.
- Efficiencies of boiler, steam turbine and alternator are assumed as 72%, 33% and 90% respectively as per the technical specifications provided by the supplier.
- Amount of energy associated with 1KWH of power is 3600 K joules or 860 K cal.
- The average calorific value of the mixed fuel i.e. 75% poultry litter and 25% rice husk is 2990 kcal/kg.

Based on the above assumptions the total amount of fuel required for the generation of 7.5 MW of power is estimated as 81,259 MT per annum i.e. poultry litter 60,994 MT and rice husk 20,314 MT at 90% Utilization and 330 working days.

6.2 ASSESSMENT OF POULTRY LITTER AND RICE HUSK

The total Poultry litter and rice husk generation from the poultry farms and rice mills within a radius of 100km of the proposed power plant is assessed by the APITCO consultants.

Warangal District:

Warangal, one of the 10 districts of Telangana region of Andhra Pradesh, is a place with a great historic past. It is the seat of the Vishnukundins and Kakatiya dynasties that ruled the region as early as pre-Buddhist period. Originally known as Orugallu – meaning a solitary cliff – Warangal was the capital of the Kakatiyas who have left their indelible stamp in the form of awe-inspiring architectural wonders.

Warangal district lies between 17° 19' & 18° 36' N latitude and 78° 49' & 80° 43' East longitude spread across 12834 square Kms

The district falls in the drainage basins of both Godavari and Krishna rivers. The river Godavari, the largest river in the peninsular India flows along the eastern boundary of the district in south easterly direction. Pedavagu and Lakshnavaram are the two main tributaries of the Godavari. In the southern and south western part of the district the streams flow towards south and south easterly direction and finally fall into the Krishna River. The important tributaries of river Krishna are Akeru, Paleru and Muneru. The entire district is divided into 58 minor basins.

The district is surrounded by the following districts

East :	Khammam
North :	Karimnagar
West :	Medak
South :	Nalgonda

WARANGAL - MAP



The assessment of the fuel , poultry litter and rice husk, for the proposed power plant is based on sources within 100 km radius from the proposed power plant

6.2.1 POULTRY LITTER

The poultry litter is generated in the poultry farms daily. The poultry litter generated from each bird is estimated around 50gms per day including the bedding material. Poultry farms exist near the proposed power plant in three districts namely Warangal, Medak and Nalgonda.

The total population of the poultry birds in the three districts is given below.

S. No	District	Total Population of Birds in Lakhs	Total Population of Bird within 100km Radius of Proposed Power Plant
1	Warangal	40.00	26.50
2	Nalgonda	50.00	35.30
3	Medak	25.00	19.55
	Total	115.00	81.35

The total population of the birds in the three districts is 115 lakhs and around 152262 MT of Poultry litter per year is generated.

There are around 61 poultry farms in Warangal District, 30 poultry farms in Medak District and 35 poultry farms in Nalgonda District within 100 km radius from the proposed power plant. The required poultry litter for the power plant is procured from these poultry farms.

Warangal District

The list of Poultry farms existing in Warangal District within a radius of 100 km from the proposed power plant is listed below.

S.No	Name of Poultry Form	District	No of Birds
1	kaveri Poultry Complex	Warangal	80000
2	Thirumala Poultry farm	Warangal	25000
3	Suman Poultry farm	Warangal	40000
4	Radha krishana Poultry farm	Warangal	50000
5	Umapathi Poultry farm	Warangal	20000
6	Kakathiya & Subbamma Poultry farm	Warangal	100000
7	VVS Poultry farm	Warangal	40000
8	Kissan Rao Poultry farm	Warangal	25000
9	Pratap Reddy Poultry farm	Warangal	25000
10	Prakash Poultry farm	Warangal	20000
11	Someshwara Rao Poultry farm	Warangal	30000
12	Sri Satyanarayana Poultry farm	Warangal	200000
13	Balaji Poultry farm	Warangal	30000
14	Padma Poultry farm	Warangal	25000
15	Eswarayya Y Poultry farm	Warangal	20000
16	Lakshmi Narasimha Poultry farm	Warangal	30000
17	Jaipal Reddy Ch Poultry farm	Warangal	20000
18	RS Poultry farm	Warangal	25000
19	Suman K Poultry farm	Warangal	40000
20	Venkataramana Poultry farm	Warangal	25000
21	Indarani Poultry farm	Warangal	40000
22	Nirmala Poultry farm	Warangal	40000
23	Venkateswara Poultry farm	Warangal	30000
24	Sri Ram Gopal Poultry farm	Warangal	200000
25	Jaya Poultry farm	Warangal	100000
26	Rajarajaswari Poultry farm	Warangal	40000
27	Rajita Poultry farm	Warangal	60000
28	Siva Prasanna Poultry farm	Warangal	20000
29	JSM Poultry farm	Warangal	40000
30	Yakub Reddy Poultry farm	Warangal	20000
31	RR Poultry farm	Warangal	30000
32	Srinivasa Poultry farm	Warangal	60000

S.No	Name of Poultry Farm	District	No of Birds
33	Aruna Devi Poultry farm	Warangal	40000
34	St.Josaph Poultry farm	Warangal	40000
35	Lakshmi Poultry farm	Warangal	60000
36	MR Poultry farm	Warangal	70000
37	kalpana Poultry farm	Warangal	30000
38	Saradha Poultry farm	Warangal	60000
39	Vidyasagar Poultry farm	Warangal	30000
40	Sukka Rao Poultry farm	Warangal	30000
41	Santhosimata Poultry farm	Warangal	25000
42	Sri Lakshmi Poultry farm	Warangal	30000
43	Lakshmi Poultry farm	Warangal	40000
44	saradhi Poultry farm	Warangal	30000
45	Sri Srinivas Poultry farm	Warangal	40000
46	Sri Bhagya Poultry farm	Warangal	60000
47	Om Sri Sai Ram Poultry farm	Warangal	40000
48	Sai Bhavani Poultry farm	Warangal	25000
49	Rajarajaswari K Poultry farm	Warangal	30000
50	Dr.Venkatareddy Poultry farm	Warangal	20000
51	vijaya lakshmi Poultry farm	Warangal	20000
52	Swarna Poultry farm	Warangal	60000
53	Srirama Poultry farm	Warangal	20000
54	Annapurna Poultry farm	Warangal	10000
55	Kanakadurga Poultry farm	Warangal	10000
56	Vamsi Krishna Poultry farm	Warangal	10000
57	Mohan Poultry farm	Warangal	30000
58	Sri Bhavani Poultry farm	Warangal	40000
59	Laxmana Rao Poultry farm	Warangal	25000
60	Kamala Poultry farm	Warangal	25000
61	Agro farm Poultry	Warangal	150000
	Total		26,50,000

From the above 61 poultry farms in Warangal District the total Poultry litter generated from these 26.50 Lakhs birds is around 34,980 MT per Year.

Medak District

The list of Poultry farms existing in Medak District within 100 km radius from the proposed Power plant i.e. Siddipet is given below

Poultry farms in Siddipet

S.No	Name of the Poultry farms	No of Birds
1	Puja Poultry farms-1	150000
2	Puja Poultry farm-2	150000
3	Gopala Krishna Poultry farms-1	100000
4	Gopala Krishna Poultry farms-2	80000
5	Raviteja Poultry farms	150000
6	Sai Ram Towta poultry farm	150000
7	Sai Ram Metto Poultry farms	100000
8	Padmayathi Poultry Farm	100000
9	Venkateswara Poultry farms	100000
10	Krishna Reddy poultry farms	75000
11	Royal Poultry Farms	100000
12	Mruthunjaya Poultry farms	100000
13	Sai Prasanna Poultry farms	100000
15	Sanjeeva Reddy Poultry Farms	150000
16	Krishna Reddy Poultry Farms	30000
17	Rokan Reddy Poultry Farms	20000
18	Reddy Bai Reddy Poultry Farms	100000
19	MalReddy Poultry Farms	50000
20	Laxma Reddy Poultry Farms	40000
21	Yodi Reddy Poultry Farms	80000
22	Srinivasa Reddy Poultry Farms	30000
	Total	1955000

From the above 22 poultry farms in Siddipet in Medak District, the total Poultry litter generated from the 19.55 Lakhs birds is around 25, 806 MT per Year.

Nalgonda District

The list of Poultry farms existing in Nalgonda District within 100 km radius from the proposed Power plant i.e. Bhuvanagiri, Chityal, and Suryapet is given below

S.No	Name of the Poultry Farms	No of Birds
1	Sam Reddy Bujanga Reddy Poultry Farms	100000
2	M.Goverdhan Reddy Poultry Farms	50000
3	Gurram Mohan Reddy Poultry Farms	100000
4	Gurram Ranga Reddy Poultry Farms	100000
5	Premalatha Poultry Farms	75000
6	Gurram Saker Reddy Poultry Farms	100000
7	Ram Reddy Poultry Farms	200000
8	K.Narasimha Reddy Poultry Farms	200000
9	Gurram Krishna Reddy Poultry Farms	80000
10	Sai Poultry Farms	100000

S.No	Name of the Poultry Farms	No of Birds
11	Threelinga Poultry Farms	75000
12	Bunti Poultry Farms	50000
13	Umapahti Poultry Farms	60000
14	Mohan Reddy Poultry Farm	100000
15	Ram Reddy Poultry Farms	70000
16	Kanaka Reddy Poultry Farms	200000
17	Valaba Rao Poultry Farms	200000
18	Venkata Rama Poultry Farms	110000
19	Chalapathi Rao Poultry Farms	60000
20	Kirithi Poultry Farms	100000
21	Amaravathi Poultry Farms	100000
22	Sothar Breeders Pvt Ltd	80000
23	Andhra Pradesh Hatcheries Pvt Ltd	80000
24	Srivet Breeders Pvt Ltd	70000
25	Andhra Breeders	70000
26	Sitara Farms	100000
27	Imran Farms	90000
28	Huma Hatcheries	140000
29	Farroq farms	80000
30	Qasim Poultry Farms	140000
31	Srinivasa Poultry Farms	90000
32	Laxman Poultry Farms	120000
33	Mehmood Poultry Farms	80000
34	Seenu Poultry Farms	80000
35	Anand Poultry Farms	80000
Total		3530000

From the above 35 poultry farms in Nalgonda District the total Poultry litter generated from the 35.30 Lakhs birds is around 46,596 MT per Year.

Summary of the Poultry Litter Available

The total Poultry litter available within a radius of 100km distance from the proposed power plant is given below

S.No	District	No of Farms	No of Birds	Poultry Litter (MT/Year)
1	Warangal	61	26.50	34980
2	Medak	22	19.55	25806
3	Nalgonda	35	35.30	46596
Total		118	81.35	1,07,382

From the field survey, it is assessed that the total poultry population is 81.35 Lakh birds that would generate 1, 07,382 MT poultry litter.

The total poultry litter required for power plant operation for the generation of 7.5 MW is 60,944 MT per year at 90 % capacity utilization.

The Poultry litter generated from the poultry farms located within 100km radius of the proposed power plant is 43% more than the poultry litter required for the power plant.

The company has made an agreement with the poultry farms for supply of the poultry litter to the power plant for 10 years at Rs.550 per ton including the transportation.

6.2.2 RICE HUSK

Rice Husk is generated from the rice mills. In Warangal district the rice mills are spread in all the parts due to availability of the paddy in all Revenue Divisions.

Name of the Revenue Division	Name of Mandal
Narsampet	<ul style="list-style-type: none"> ♦ Narsampet ♦ Nallabelli ♦ Duggonda
Warangal	<ul style="list-style-type: none"> ♦ Ghanpur (stn) ♦ Dharmasagar ♦ hasanparthy ♦ Ataakur ♦ Hanmakonda ♦ Zaffergadh ♦ raiparthy ♦ Waradhannapet ♦ Sangem ♦ Warangal ♦ Geesugonda ♦ Parvatghagrl
Mulugu	<ul style="list-style-type: none"> ♦ Parkal ♦ Mogullapally ♦ chityal ♦ Bhupalapally ♦ Ghanpur(M) ♦ Venkatapur ♦ Mulugu ♦ Regonda ♦ Shyampet

Considering the transportation cost of rice husk to the power plant the assessment study is concentrated within a radius of 100 km from the proposed power plant location.

The total number of Rice mills existing in Warangal district is around 276 including the raw Rice mills and Parboiled Rice Mills.

Rice Mills

The installed capacity of individual Rice mills varies from 0.5 TPH to 8 TPH and runs for an average period of 180 to 250 days.

There are about 224 rice mills established within a radius of 100 km from the proposed power plant, of which 71 are parboiled rice mills where the entire husk is used for captive consumption for their boilers. The balances 153 are raw rice mills

operating at an average capacity utilization of 50%. The numbers of traded and non traded rice mills that are located within the district are given in the tables below

Parboiled Rice Mills	71
Raw Rice Mills	153
Total	224
Present Operating Units	180
Trade Mills	150
Non Trade Mills	30

Rice Mill Type	Number of Operating Rice Mills	Average Installed Capacity (TPH)	No of Working Hours Per day	No of Working Days	Production Cap Per (T/Y)
Parboiled Rice Mills	68	1.5	20	180	367200
Raw Rice Mills (2-3) TPH	82	2.0	8	180	236160
Non Trade Mills	30	0.5	8	180	21600
Total	180				624960

The present processing capacity of all the operating mills is estimated at around 6.25 Lakh TPA.

Typical Properties of Rice Husk

Proximate Analysis:

Contents	Fixed Carbon	Volatile Matter	Ash Content	Calorific Value (Kcal/Kg)
Percent	16-17	50-55	17-20	3200

The Produced Paddy is milled within the district itself. Hence the available rice husk as per the processing parameters of rice milling operations is considered at 21% of the yield.

The year wise production of paddy as per the yields and crop sown in the surveyed area is shown in the table below:

Revenue Division	Paddy		
	2006-07	2007-08	2008-09
Narsam Pet Division	9822	8531	9672
Warngal Division	41212	33229	50188
Mulugu Division	46366	38160	44499
Total Number of Hectares	97400	79920	104359
Avg Yield Per Hectare (Kgs)	3201	3300	3300
Total Production (Tonnes)	311777	263736	344385
Available Rice Husk @21%	65473	55385	72321

The computed rice husk from the paddy production varies between 0.55 Lakh to 0.70 Lakh TPA over a period of three years. However, the rice husk availability has to be derived from the rice mills as some portion of rice husk will be self consumed in parboiled rice mills. The mill wise rice husk availability after self consumption and other fuel usage is discussed below:

A) Trading Mills:

- 1) Parboiled Rice Mills (Rice Husk Self Consumption)
- 2) Raw Rice Mills

B) Non Trading Mills

1) Parboiled Rice Mills:

The current production capacity of parboiled rice mill capacity is estimated to be around 3.67 Lakh TPA @ 180 working days per annum and 20 working hours per day.

Parboiled Rice Mills Prod Capacity (TPA)			
	2006-07	2007-08	2008-09
Production Capacity	367200	367200	367200
Operating Capacity	47%	40%	50%
Rice Husk Yield	21%	21%	21%
Rice Husk Availability TPA	36243	30845	38556
Self consumption (100%) TPA	36243	30845	38556
Available Rice Husk (TPA)	0	0	0

The rice husk available from these mills varies between 36000 and 38500 TPA. However the available rice husk from these rice mills is self consumed in its boiler operations. Moreover in Hasanparhy there is one 0.75 MW co-generation power plant. Hence we have considered that the surplus available rice husk is almost negligible even though there is a chance of 10% availability on the total generated rice husk after consumption

2) Raw Rice Mills:

The current production of raw rice mills under traded rice mills is estimated at 2.36 Lakh TPA @ 180 working days on a single shift basis (8 hrs/shift)

Raw Rice Mills Prodn Capacity (TPA)			
	2006-07	2007-08	2008-09
Production Capacity	236160	236160	236160
Operating Capacity	55%	44%	60%
Rice Husk Yield	21%	22%	22%
Rice Husk Availability (TPA)	27276	23042	31173
Available Rice Husk (TPA)	27276	23042	31173

The rice husk availability from these mills varies between 23042 to 31173 TPA. during the last three years.

B) Non Traded Rice Mills:

The present processing capacity of Non Trading Rice Mills is 0.21 Lakh TPA @ 180 working days on a single shift basis.

Non Trade Rice Mill Prodn Capacity (TPA)			
	2006-07	2007-08	2008-09
Production Capacity	21600	21600	21600
Operating Capacity	43.50%	33.00%	57.2%
Rice Husk Yield	21%	21%	21%
Rice Husk Availability (TPA)	1973	1497	2592
Available Rice Husk (TPA)	1973	1497	2592

The estimated rice husk from these rice mills is between 1497 to 1973 TPA.

The surplus available rice husk after domestic and other commercial usage is given in the table below:

Surplus Available Rice Husk (TPA)			
	2006-07	2007-08	2008-09
Parboiled Rice Mill			
Raw Rice Mill	27276	23042	31173
Non Trade Rice Mill	1973	1497	2592
Available Rice Husk (TPA)	29250	24539	33765
Domestic and Commercial Fuel Consumption @ 20% (TPA)	5850	4908	6753
Surplus Available Rice Husk (TPA)	23400	19631	27012

The surplus available rice husk during the last three years is estimated between 19631 to 27012 TPA. On an average, the surplus rice husk available in the surveyed area is estimated at 23300 TPA

The total quantity of rice husk required for MSR Mega Bio Power P Ltd is around 20314 MT per year at 90% Capacity Utilization.

The rice husk is used for the other applications like thermal power, steam generation and process heating in many industries. So the demand of the rice husk use is increasing nowadays. It is essential to make agreement with the rice mills for uninterrupted supply of rice husk to the power plant.

6.3 STORAGE OF POULTRY LITTER AND RICE HUSK

Though, sufficient collectable surplus poultry litter and rice husk are available for the proposed power plant area within radius of 100 km, it is essential to collect through out the year and have it dried before using it. Hence, the plant requires storage

facilities for storing the rice husk and poultry litter in the power plant premises for continuous running of the plant.

6.4 AVAILABILITY OF OTHER FUELS

The main raw material for the proposed power plant is Poultry litter and Rice husk. But cotton stacks, English Tamma (Guliflora), Ground nut shell and Bengal gram are available in the plant located district. These alternate fuels have good calorific value and are also suitable for the boiler.

The calorific values of these fuels are given below

S.No	Fuel Type	GCV Kcal/kg
1	Cotton Stacks	3900-4000
2	Chillies stacks	3000-4000
3	Ground Nut Shell	4000
5	Bengal gram	372

However the company has to take the permission from the NEDCAP to utilize the other fuels available around the proposed power plant.

6.5 WATER

The total quantity of water required for the entire power plant process is estimated at around 100 cu. mtrs per day. MSR Mega Bio Power Pvt Ltd has established three bore wells in the proposed plant locations to meet the daily requirement of water for the Power Plant.

7.0 PLANT LOCATION

The land selected for setting up the power plant is located at Nidigonda Village, Raghunathapally Madalam, Warangal District, Andhra Pradesh just near to the Hyderabad -Warangal Road.

The selection of the site is justified based on the following reasons.

- The proposed plant site is very near to the state high way from Hyderabad to Warangal and 60 km away from the State Capital
- Availability of transportation i.e. road and rail
- Availability of sufficient ground water
- Proximity to raw material i.e. Poultry litter and rice husk
- Availability of labor and Man power
- 132 KV sub station near by 3.8 km from the site

Project Area & Land Utilization Pattern

The proposed power plant is being set up within the area of 48564.00 m² (12 acres). The land utilisation for different activities and process is presented below.

S.No	Activity	Area in m ²
1.	Plant and machinery installation and project office	2447.00
2.	Raw material storage area	522.00
3.	Ash pond	261.00
4.	Green belt	11700.00
5.	Internal Roads	1899.00
6.	Open Area	31735.00
Total		48564.00

7.1 LAND COST AND DEVELOPMENT

Land Cost

The total area of 12.00 Acres land is procured by the company on 8th of Sept 2009 and is situated at Sy.No: 177/C, 178,177/D/178,179 situated at Nidigonda Village, Raghunathapally Mandal, Warangal District. The cost of the land as per the Registration records made by the company is Rs. 7.20 lakhs.

Land Development

The proposed site is to be developed by leveling and arranging drainage system and sewage facilities before construction of the project. The total estimated cost towards land development i.e. rock blasting, leveling, drainage, sewage system facilities etc. is Rs.60.00 lakh.

Approach and Internal Roads

Road development within the 12.00 acres of land is necessary for the movement of men and vehicles. The estimated cost of the approach and internal road work out to Rs.18.00 lakhs.

Compound Wall

The entire plant location required a compound wall with fencing for safety. The total cost for fencing and compound wall for entire site of 12.00 acres is estimated as Rs. 20.00 lakhs.

S.No	Description	Amount in Rs.Lakhs
1	Land Cost	7.20
2	Land Development	60.00
3	Internal Roads .	18.00
4	Compound Wall	20.00
Total		105.20

The total cost of land including the development cost works out to Rs. 105.00 lakhs.

7.2 BUILDINGS

The buildings proposed for the power plant are for installing various equipments and plant operations. Constructed work space in the form of Buildings with foundation is required for operation and maintenance of the power plant.

Boiler Shed

The boiler shed is constructed with an area of 262 M² plinth area and mezzanine floor area of 220 M². The total constructed area of the shed is 240 M² and the cost of the shed is estimated is Rs.34.51 lakhs.

Turbo generator hall

The boiler shed is constructed with an area of 600 M² plinth area and mezzanine floor area of 600 M² and 1st floor buildup area is 600 M². The total constructed area of the shed is 1800 M² and the cost of the shed is estimated is Rs.98.44 lakhs.

T.G. Control room

The T.G. Control room is constructed with a buildup area of 276 M² for each floor. The total buildup area is 552 M² and the cost of the shed is estimated is Rs.38.43 lakhs

Engineering Stores

The Engineering Stores is constructed with a buildup area of 108 M² and the cost of the Engineering Stores is estimated as Rs.10.80 lakhs

Electrical Grid

The Electrical grid is constructed with an area of 400 M² and the cost of the shed is estimated as Rs.16.87lakhs

Weigh Bridge Room & Platform

The Weigh Bridge building room is constructed with an area of 12 M² and cost of the room & platform is estimated as Rs.7.37 lakhs

DM Plant & Water Tanks

The DM plant is constructed with an area of 288 M² and two water tanks with the capacity of 150 KL & 100 KL each. The cost of DM plant & water tanks is estimated as Rs.95.16 lakhs

Water Pond

The Water pond is constructed for the cooling water circulation with an area of 429 M² and the cost of the water pond is estimated as Rs. 10.00 lakhs

Raw material storage yard

Two Raw material storage yards is constructed with an area of 648 M² each and total buildup area of 1296 M². The cost of the shed is estimated at Rs.91.14 lakhs

Fly Ash storage yard

The Fly ash storage yard is constructed with an area of 161 M² and the cost of the shed is estimated at Rs.3.49 lakhs

Conveyer Tunnel

The Conveyer tunnel is constructed for supply of raw material to the boiler with an area of 80 M² and the total estimated cost of the tunnel is Rs.27.38 lakhs

Administration Block

The Administration building is constructed with an area of 195 M² and the cost of the administration building & Canteen is estimated as Rs.40.53 lakhs



Time and Security office

The Time and Security Block is constructed with an area of 24 M² and the cost of the time & security office is estimated as Rs.4.05 lakhs

Chimney:

The chimney height of 60.0 mtrs and 3.00 mtr dia flue path with RCC Structure. A provision of Rs 80.00 Lakh has been provided for chimney works of which Rs 27.00 Lakhs is for design and erection.

Toilets

The Toilets are constructed with an area of 33 M² and the estimated cost is Rs.3.69 lakhs

Air cooled system foundation

The air cooled system foundation is estimated with an area of 550 M² and cost of construction is estimated at Rs.28.00 lakhs. The detailed estimation of air cooled system is not submitted by client.

Parking Shed

The Parking Shed is constructed with an area of 90 M² and the estimated cost is Rs.6.39 lakhs

Canteen

The Canteen is constructed with an area of 90 M² and the estimated cost is Rs.9.56 lakhs

S.No	Particulars	Amount in Rs.Lakhs
1	Boiler Shed	34.51
2	Turbo generator hall	98.44
3	T.G. Control room	38.43
4	Engineering Stores	10.80
5	Electrical Grid	16.87
6	Weigh Bridge and Flat form	7.37
7	DM Plant and Water Tanks	95.16
8	Water Pond	10.00
9	Raw material storage yard	91.14
10	Fly Ash Storage yard	3.49
11	Conveyer Tunnel	27.38
12	Administration Block	40.53
13	Time and Security Block	4.05



S.No	Particulars	Amount In Rs.Lakhs
14	Chimney (Provision)	80.00
15	Toilets	3.69
16	Air cooled system foundation	28.00
17	Parking Shed	6.39
18	Canteen	9.56
	Total	605.81
	Rounded Off	606.00

The total building cost estimate with civil works is Rs.606.00 lakhs. The estimates are submitted by U.Satyanarayana and Associates. This is in line with the present market norms and is reasonable. However the above cost is based on the tentative drawings submitted by the company. The costs of building are subject to change on the basis of detailed drawings.

7.3.1 STEAM GENERATING EQUIPMENT

S No	Description	Amount Rs.Lakhs
1	COGENT Boiler - Poultry litter / bio-mass fired pulsating grate with pneumatic spreaders, includes the boiler drums, furnace wall, boiler bank, economizer, super heater, firing equipment/ furnace, air pre heater, fuel feeders and spreaders, centrifugal fans, instrument panel, valves & fittings, structure & ducting, refractory & insulation, soot blowing equipment, de aerator, HP & LP dosing system, blow down arrangement, rice husk bunker, sample coolers, silo for poultry litter storage, motor control panel and de aerator including <i>Erection and Commissioning</i> . > Capacity - 40 TPH, 420°C ± 5°C, 46 kg/cm ² and Efficiency-72% with Deaerator-1, Type: Spray-cum-tray type, Capacity-50m ³ , Operating pr-1.05 kg/sq.cm (g), Design pressure-3.0 kg/sq.cm	665.00
2	ESP for Pollution Control The ESP for 40TPH poultry litter boiler exhaust gases and maintaining the <100 mg/Nm ³ emission levels	150.00
	Total	815.00

Supplier: M/s.Cogent Engineers Pvt Limited

As per the competitive quotations submitted by the Company, the cost of above equipments amount to Rs. 815.00 lakhs including erection and commissioning charges. The cost of the boiler package including erection and commissioning charges is in line with the market rates

7.3.2 POWER GENERATION EQUIPMENT

S. No	Description	Amount Rs. Lakhs
1	<p>Triveni Engineering and Industries 7.5 MW multistage, Horizontal spindle, bladed design, axial flow, impulse, bleed - cum - condensing turbine, Electronic governor (Woodward/eqvt), stop & emergency valve, set of forced feed lubrication system, accessories, instrumentation & controls, Surface Condenser with integral hot well, 2 condensate extraction pumps, vapor/dry air extraction comprising of Ejectors, coolers & start-up ejector, piping to condenser, pumps, etc, instrumentation equipment, controls & safety systems, Electrical eqpt. consisting of 11 kV HT panel with VCB, generator relay protection panel, generator metering, Current transformers, potential transformers, LASC panel, NGR panel for 11 KV and MCC for auxillaries</p> <ul style="list-style-type: none"> • Turbine output - 7500 KW and Speed - 7500 rpm • Gear box Input to output speed - 7500/1500 rpm • Inlet steam parameters -39.50 TPH , 45 ata and 420 C • Bleed steam - 3.5 TPH , 3.8 ata and 177 deg C • Exhaust steam - 31.25 TPH, 0.18 ata and 57.4 deg C • Alternator - 7500 KVA @ 11 KV and Insulation - F class 	570.00
2	Erection and commissioning charges	20.00
Total		590.00
Supplier: M/s. Triveni Industries Ltd		

Credibility of Supplier:

Triveni Engineering and Industries started in 1930s and having products in the areas of sugar, turbines, gears & gearboxes and water & wastewater treatment. The company is the largest supplier of steam turbines from India and the first to get ISO

9001:2000 certifications for turbine manufacturing. The company began in 1968 to provide heat and power solutions for process industries and power plants. The company is one of the dominant players in the turbine industry, supplying more than 80 turbines per year. Triveni has to its credit over 1800 installations to a broad spectrum of industries that include:

- Bio-mass & Municipal Solid Waste based Independent Power Plants (IPPs)
- Captive Power Plants (CPPs)
- Waste Heat Recovery Power Plants. Carbon Black & Steel
- Co-generation Plants in Chemicals, Fertilizers, Food / Starch, Paper & Pulp, Palm Oil, Pharmaceuticals, Petrochemicals, Refinery, Rice Mills, Marine, Solvent Extraction and Sugar
- Rubber, Textiles, Marine & Navy

Indian customers include the corporate giants, viz., Tatas, Birlas, Reliance, ITC, Raymond, Philips Carbon, EID Parry, JCT etc.

The customers for the company are demographically spread across the world like

- West Indies, Vietnam, Indonesia, Americas, Germany, Uganda, Venezuela, Tanzania, Kenya, Bangladesh, Nepal, Sri Lanka, Malaysia, Singapore, Holland, Ireland, Finland and Pakistan

The company provided the products and services to the following industries.

S.No.	Name of Clients	Power
1.	Sri Gopal Paper(BILT), Haryana	18 MW
2.	West Coast Paper Mills - I, Karnataka	15 MW
3.	Sangam Spinners India Ltd. Rajasthan	10 MW
4.	Pan African Paper E.A. Ltd., Kenya	10 MW
5.	Renuka Sugars, Karnataka	9.6 MW
6.	South India Paper Mills Ltd., Karnataka	8 MW
7.	SPR Sugars Ltd., Karnataka	10.5 MW
8.	West Coast Paper Mills - II, Karnataka	15.6 MW
9.	PT South Pacific Viscose, Indonesia	12 MW
10.	Murali Agro Industries Ltd., Maharashtra	15 MW
11.	Philips Carbon Black Limited	12 MW
12.	Sharavana Power Projects, R.R.District	7.5MW

As per the competitive quotations submitted by the Company, the cost of the power generating equipments amount to Rs.590.00 lakh including taxes and erection charges. Air Cooled Condenser

The air cooled condenser is used to condense the steam from the turbine exhaust and send it to the de-aerator. The capacity of the condenser to handle the 38 TPH steam will reduce the water consumption of the plant.

S. No	Description	Amount Rs.Lakhs
1	Air Cooled condenser with the capacity to handle 38 TPH of steam coming from turbine, DCS including the erection and commissioning charges and taxes	385.00
2	Transport Charges	23.00
3	Erection and commissioning charges	28.00
Total		436.00

As per the competitive quotations submitted by the Company, the cost of these equipments amount to Rs.436.00 lakhs including the erection and commissioning

7.3.3 POWER EVACUATION EQUIPMENT

A power evacuation system is essential to draw generated power from the power plant and export to the grid. A set of 11KV switch gear is considered for connecting the generator output to 11KV common bus of the switch gear to export power to 132KV grid and to cater to the auxiliary loads of 415KV. The switch yard mainly consists of breakers, isolators, control panel, lighting arrestors, etc. The details of the Power Evacuation Equipments are segregated as under:

- Plant Side Sub Station
- 132 KV Sub station
- Bay Extensions at APTRANSCO sub-station
- HT/LT and Misc. package

S. No	Power Evacuation System	Amount Rs.Lakhs
1	Power Transformer 10MVA, 11/132 kV	120.03
	Erection Charges	2.43
2	SF6 Breaker	7.90
	Erection Charges	0.32
3	Current Transformer 132 kV, 31.5 kA-3Nos	6.47
	Erection Charges	0.15

S. No	Power Evacuation System	Amount Rs.Lakhs
4	Potential Transformer 132kV-3Nos	6.90
	Erection Charges	0.15
5	Isolator with Earth Switch	2.66
	Erection Charges	0.15
6	Post Top Insulators-18 Nos	1.76
	Erection Charges	0.44
7	Lighting Arrestor-3 Nos	1.54
	Erection Charges	0.10
8	Relay & Control Panel	28.75
	Erection Charges	0.24
9	Auxillary Transformer-1MVA	13.29
	Erection Charges	1.05
10	Bus Bar Material for Switch yard with clamp connectors -132 kV Bus bar with ACSR panther conductor, Solid core post top insulators, Disc insulators, Hard ware, Clamps, 7/3.66mm GS Shield wire, D-Shackle assembly etc	4.24
	Erection Charges	1.04
11	DC System	5.03
	Erection Charges	0.12
12	Junction Boxes	.60
	Erection Charges	.03
13	GI Structural support for Equipment etc	11.81
	Erection Charges	0.91
14	Cable Tray	2.86
	Erection Charges	0.56
15	Power and Control Cables	2.20
	Erection Charges	0.25
16	Earthing	8.13
	Erection Charges	0.50
17	Complete Illumination System	16.00
	Erection Charges	3.6
18	Freighting System and Safety	0.30
	Erection Charges	.04
19	Civil Works	23.70
20	Engineering Services and Statutory Approval	09.0
21	AP Transco Charges -Erection of 132 kV DC/SC line from 132 kV substation at Ragunadhapally by AP Transco -Distribution line 3.80km from plant to Ragunadha pally SS - Super vision charges	248.79
	Total	534.04

The total cost of Power evacuation equipment is estimated at about Rs.534.00 lakhs.

7.3.4 AUXILIARY EQUIPMENT

The major auxiliary equipment considered for power plant includes a DG set, Cooling Towers, air compressor plant, loaders, Trucks for husk feeding and ash removal

closed trailers for litter transport office assets, car, water treatment etc. The fuel preparation and handling equipment include weighing bridge, shredders, and conveyors required for the operation of the power plant.

Compressors

The air compressor plant is for i supply of air. The plant requires two air compressors with one stand by capacity 85cfm, two air receivers, etc.

S. No	Description	Amount Rs. Lakhs
1	KIRLOSKAR Air Compressor model EH 100 of air delivery of 150 cum. Per hr. @ 7 Ksc pr. Supplied with accessories, pulleys, NRVs, hor. Shell & tube after cooler and 0.5 cum Air receiver	1.23
2	ABB 30 HP x 1440 rpm TEFC sq. cage motor & Star- Delta starter for above (after disc)	0.32
Total		1.55

The total cost of the compressor plant is estimated at about Rs.1.55 lakhs

Water Treatment Plant and DM Plant

The boiler feed water should be free from hardness causing salts to ensure long life and efficiency. Therefore, a DM water plant of capacity 15 m³/hr is proposed for the purpose. An induced draft, counter flow cooling tower of capacity 15 m³/hr with a temperature gradient of 8°C is proposed for cooling water requirements.

S. No	Description	Amount Rs.Lakhs
1	RO, DM water plant with output of 15m ³ /hr p.h. cap TDS <1 ppm, pH 6.5 & total silica <0.02 ppm with Anti scaling dosing system, Multi grade Filter, Micron cartridges Filter, RO plant with HP pump of 7 cum/hr @ 16 ksc pr., Degasser tower with blower DM feed pump 3 cum/hr of SS.SA & SBA packed, I/c piping, valves etc.	63.00
Total		63.00

The total cost of DM Plant is estimated at about Rs.63.00 Lakhs

Fire Protection

The unit should be provided with fire protection system for the safety of operating personnel and machinery. The fire protection system is designed as per the recommendations of Tariff Advisory Committee of Insurance Association of India. Applicable codes and standards of National Fire Prevention Association would also be followed.

S. No	Description	Amount Rs. Lakhs
1	single hydrant valves – 15 nos. @ Rs. 2950	0.44
2	MS hose box – 15 nos. @ Rs. 2100	0.32
3	CRC make CP hose – 30 nos @ Rs. 2950	0.89
4	WINCO branch pipe – 15 nos. @ Rs. 975	0.15
5	TATA mS B class pipe – 200 mm dia x 6 m @ Rs. 1350, 150 mm dia x 290, 100 mm dia x 12 m @ Rs. 475, 80 mm dia x 32 m x 32 m & 25 mm dia x 6 m @ Rs. 175	2.99
6	CI Sluice valve 150 mm x 8 nos. @ 6800, 100 mm x 2 nos @ Rs 4200 and 80 mm x 1 no. @ Rs. 3600	0.66
7	CI non-return valve 200 mm x 3 nos @ Rs. 12500, 150 mm x 6 nos @ Rs. 7100, 100 mm x 4 nos @ Rs. 4200 and 80 mm x 1 no. @ Rs. 3500	1.00
8	Fire brigade inlet – 4 way	0.07
9	Air cushion vessel with safety valve	0.07
10	CI food valve Kirloskar make 200 mm x 2 nos @ Rs. 9500, 100 mm x 1 @ Rs. 7000	0.26
11	GM gate valve Zoloto make 50 mm x 3 nos @ Rs. 2100, 25 mm x 2 nos @ 950 and 15 mm x 6 @ Rs. 550	0.12
12	GM non-return valve Zoloto make 50 mm x 3 nos. @ Rs. 2000	0.06
13	Excavation	0.44
14	Sluice Valve chamber – 3 nos. @ Rs. 12000	0.36
15	C/f pump DB – 80/26, 144 cum p.h. @ 70 m head with 45 KW Kirloskar motor & accs.	1.60
16	Jockey system 180 lpm CPHM 25/26A at 70 M head with 12.5 HP Kirloskar Motor	0.52
17	Control panel for main & jockey pump with L & T switch gear	0.88
18	Control cable for main & jockey pump	0.15

S. No	Description	Amount Rs. Lakhs
19	Earthing from panel to motors	0.08
20	Instrumentation	0.11
21	Wrapping, coating & painting	0.69
22	Priming tank	0.13
Total		11.96

The total cost of the Fire Protection Equipment is estimated at about Rs.11.96 Lakhs.

Fuel and Ash Handling Equipment

The material handling equipment will be handling raw materials i.e. Poultry Litter, rice husk and ash. The following equipments are required to handle the material for 7.5 MW capacities.

S. No	Description	Amount Rs. Lakhs
1	Belt Conveyer (BC-1), Screw Conveyers, Belt Bucket Conveyers, submerge belt conveyers, Rice husk and Poultry hoppers, Ash silo, Rock and pinion and Rod gate etc	138.70
Total		138.70

The total cost of the Raw material and Ash Handling System is estimated as Rs.138.70 Lakhs.

Pumps

The pumps are required to pump water to the steam generation plant. Different pump capacities are required at different places based on the capacities. The pumping system is required at DM plant, cooling tower and raw water systems. The details of the pumps are given below.

S. No	Description	Amount Rs.Lakhs
1	Cooling water circulation pumps KSB model CPK G 200-315 of cap m3/hr & 30 m head coupled to KIRLOSKAR motor TEFC, sq. cage 60 HP x 1440 rpm with base frame and coupling – 3 nos (2W + IS)	4.08
2	DM water circulation pumps KSB model MEGACHEM 25-200 of cap 2.5 m2/hr & 50 m head coupled to KIRLOSKAR motor TEFC, sq. cage 3 HP x 2800 rpm	0.64

	with base frame and coupling – 2 nos (1W + IS)	
3	Raw water pumps KSB model MEGA GB 32-160 of cap 10 m ³ /hr & 30 m head coupled to KIRLOSKAR motor TEFC, sq. cage 3 HP x 2800 rpm with base frame and coupling – 1 no.	0.19
4	Make-up water pumps KSB model MEGA GB 40-160 of cap 30 m ³ /hr & 35 m head coupled to KIRLOSKAR motor TEFC sq. cage 7.5 HP x 2800 rpm with base frame and coupling – 2 nos (1W + IS)	0.48
5	ED @ 16% & ST @ 4% on above	1.08
Total		6.47

Total cost of the pumps required for pumping the water is estimated at about Rs.6.47 Lakhs.

Pipe and Fittings

Proper piping and fittings are required for steam and water flow systems. The following fittings and valves are required for the piping System.

S. No	Description	Amount Rs.Lakhs
1	Yard piping including valves & fittings for transfer of raw water, DM water, cooling water, effluents etc	15.00
2	LP & HP steam piping incl. insulation	10.00
3	Pressure reducing station for metal operations consisting of pr. Reducing valve, strainer, piping & instrumentation	6.00
Total		31.00

Total cost of the Piping and fittings required for the steam flow and water flow is estimated at about Rs.31.00 Lakhs.

Air Condition

Air conditioner is required in the plant for temperature reduction in the different rooms. The 10 TR air conditioner is required for the plant to supply cool air.

S. No	Description	Amount Rs.Lakhs
1	10 TR Air conditioning equipment including installation, voltage stabilizers and insulations – Any standard make	3.50
Total		3.50

The cost of the air conditioner is estimated at about Rs.3.50 Lakhs.

Transport Vehicles

Transport vehicles are required for transporting the fuels and ash from the available sources to the power plant and removal of the ash from the power plant.

S. No	Description	Qty	Amount Rs.Lakhs
1	Tractor with trailers	3	24.00
2	Front end Loader	2	20.00
4	Tax		12.48
Total			56.48

Total cost of the Transport vehicles for the power plant is estimated at about Rs.56.48 Lakhs.

EOT Crane:

The heavy crane is required to transport the parts from one place to another place within the plant. This will help transport the material from one place to another place during the erection and commissioning stage and also during the repair, maintenance of the plant.

A 15 ton capacity is required by the power plant for the above operations

S.No	Description	Amount Rs.Lakhs
1	15 Ton and 30mtrs span including Erection Charges	32.16
	Total	32.16

Total cost of the EOT crane required for the power plant is estimated at about Rs.30.00 Lakhs including the erection, commissioning and taxes

D.G. Set

The D.G. Set is required during the construction stage for the power failure time. A 125 KVA D.G. set with fully automatic operation is selected for the power plant

S.No	Description	Qty	Amount Rs.Lakhs
1	125 KVA D.G. Set with fully automatic operation including the taxes	1	10.11
	Total		10.11

Total cost of the D.G Set required for the power plant is estimated at about Rs.10.11 Lakhs including the erection, commissioning and taxes.

Weigh Bridge

Weigh Bridge is required to weigh the raw material. A 40 T capacity weigh bridge is suggested for the power plant.

S.No	Description	Qty	Amount Rs.Lakhs
1	40 T capacity weigh bridge including the erection and commission	1	8.00
	Total		8.00

Total cost of the D.G Set required for the power plant is estimated at about Rs.8.00 Lakhs including the erection, commissioning charges and taxes

Steam Distribution System

The steam Distribution system is required to supply the steam from boiler to the Steam turbine and steam turbine out let to feed water tank. The total steam distribution estimated from the existing plan is around 1.5 km.

The steam distributing system is essential to retain the properties of the steam up to the Turbo Generator and minimize the heat loss from the turbine out let steam up to the feed water tank.

S.No	Description	Amount in Lakhs
1	Steam distribution system for 0.75 km from boiler to Turbine and 0.5 km length from Turbine outlet to feed water tank	60.00
	Total	60.00

The total steam distribution system is estimated at around Rs.60.00 lakhs which is reasonable

Air Dryer

The air dryer is required to dry the moisture content of poultry litter and rice husk before feeding into the boiler.

The estimated cost of the Dryer is around Rs.100.00 lakhs which is imported material based on the technology available.

S.No	Description	Amount in Lakhs
1	Dryer for preheating of the Poultry Litter and rice husk and reducing the moisture content	100.00
	Total	100.00

MSR Mega Bio Power P Ltd has not submitted the quotations for the Air Dryer and based on the enquiry from the suppliers the assessment is made.

The summary of the Auxiliary equipments and erection charges is tabulated below.

S. No	Description	Amount Rs. Lakhs
1	Compressors	1.55
2	RO and DM Plant	63.00
3	Fire Protection Equipments	11.96
4	Fuel and Ash Handling	138.70
5	Pumps	6.47
6	Pipes and Piping	31.00
7	Air Conditioning	3.50
8	Transport Vehicles	56.48
9	EOT Crane	32.16
10	D.G. set	10.11
11	Weigh Bridge	8.00
12	Steam Distribution System	60.00
13	Air Dryer	100.00
Total		522.93

The total cost of auxiliary equipment is estimated to Rs 523.00 Lakhs

Summary of Plant and Machinery

The summary of the plant and machinery including the erection charges is tabulated below.

S. No	Description	Amount Rs. Lakhs
1	Boiler and ESP	815.00
2	Turbo generator	590.00
3	Air cooled Condenser	436.00
4	Power Evacuation Equipment	534.04
5	Auxiliary Equipment	522.93
Total		2897.97
Rounded off		2898.00

The total cost estimate for plant and machinery works out to Rs. 2898.00 lakhs from the given information.

The cost estimate of plant and machinery is in line with industry norms and the same is

reasonable.

- 7.4 **Miscellaneous Fixed Assets:** A provision of Rs 10.00 Lakhs is made towards miscellaneous fixed assets office furniture etc.
- 7.5 **Contingencies:** reckoned @ 5% on the cost of buildings & civil works and plant & machinery.
- 7.6 **Preliminary and Preoperative Expenses:** The Preliminary expenses consist of project report preparation cost, acquiring loan costs; consultancy fees etc., The Pre-Operative expenses consist of traveling expenses, trial production costs, interest during construction etc., The total estimated expenses are Rs 388.00 Lakh of which preliminary expenses amount to Rs 70.00 Lakh. The details of preliminary and expenses are given in Annexure-5
- 7.7 **WORKING CAPITAL**

The major working capital components in the project are Raw material i.e. Poultry Litter and Rice husk and bills receivable. The stocking of raw material is considered for a period of 4 months and bills receivables are considered 1.00 month because of nature of agreement between Licensee and company. The details of working capital requirement are given in Annexure-9. The margin on working capital @ 25% included in the project cost is Rs 72 lakh.

7.7 MANPOWER

Manpower required for the efficient operation of the plant has been estimated at 110 personnel on a three shift basis. Of the total, 9 personnel are envisaged for administration side and the rest will be required for the production side. The details of the manpower requirement are presented in Annexure-4.

8.1 INTRODUCTION

The major factors that directly affect the economics and stability of the project are Tariff rate, threshold PLF, price of fuel, and availability of biomass. In addition to the above said factors, there are several operational parameters which influence economics of the plants such as Station Heat Rate (SHR) which depends on efficiencies of boiler, turbine, and alternator and Operational & Maintenance (O&M) expenditure.

8.2 TARIFF RATE

The tariff rate assumed in the report is derived by TPTCL by considering following parameters.

- ❖ Capacity of the plant
- ❖ Project cost per MW
- ❖ Plant Load factor & Heat Rate of the plant
- ❖ Calorific value of the fuel
- ❖ Auxiliary Consumption & Operation & Maintenance (O&M) Expenses

A comparative study of the above factors between MERC and APERC orders is done by APITCO to identify crucial points which play important roles in the Industrial waste based power generation sector. Following are the above said factors specified in the orders of APERC and MERC for Industrial based power projects.

S. No.	Parameter		MERC	APERC
1	Project Cost Rs. Cr/ MW	Water cooled condenser	4.00	4.00
		Air cooled condenser	4.53	-----
2	Threshold PLF		80%	80%
3	Station Heat Rate		3650	3700
4	Calorific Value of fuel		-----	3200
5	Specific fuel consumption		-----	1.16
5	Auxiliary Consumption		10%	10%
6	Operation & Maintenance Exp.		4%	4%

8.3 PROJECT COST

The project cost for the proposed power project by M/s MSR Mega Bio Power Pvt. Ltd. is Rs 42.55 cr (5.67Cr/ MW). The project cost considered by APERC in its order for determining Cost of Generation (COG) is Rs. 4.00 Cr/ MW.)

8.4 THRESHOLD PLF

For the purpose of determination of COG for the representative case, APERC has considered a PLF of 80% during the first year of operation, and 85% from the second year of operation and 90 % from the third year of operation.

As per APERC's order, the project shall be entitled to recover the fixed charge component of tariff rate for generation up to threshold PLF level of 80%. For actual generation in excess of this threshold level, an incentive component at the rate of Rs. 0.25 per unit shall be payable in addition to the variable charge component.

8.5 STATION HEAT RATE

APERC has considered a station heat rate of 3700 Kcal/ KWh and fuel calorific value of 3200 Kcal/Kg (Rice husk) which corresponds to a fuel consumption of 1.16 Kg/KWh.

Accordingly APERC has also considered a SHR of 3650 Kcal/KWh. The calorific value of Poultry Litter is 2845 Kcal/Kg on dry basis and 3000 Kcal/ Kg for rice husk. For the calculation of specific fuel consumption, the net calorific value of cotton stalks is assumed as 2883 Kcal/Kg. Based on these assumptions, the specific fuel consumption works out to 1.53 Kg/KWh.

8.6 AUXILIARY CONSUMPTION

Auxiliary consumption considered by APERC in its order for the determination of COG is 10%. In making financial statements, auxiliary consumption of 10% and transmission loss 2% is assumed.

8.7 OPERATION & MAINTENANCE EXPENSES

APERC has considered Operation & Maintenance cost at the rate of 1.5% of normative capital cost during first year of operation against 5% rate considered by NEDCAP.

Therefore, O & M cost at the rate 1.5% is taken for making financial statements. Escalation of O & M cost is considered at a rate of 5% per annum on compounded basis.

8.8 FUEL PRICE

The major factor that affects the economics of the unit is price of the Raw material i.e. Poultry litter and Rice husk.

As per the survey conducted by APITCO in the region of the unit (in the range of 100 km), and interactions with Poultry litter and Rice husk developers and agreement made by the company the following conclusions were drawn.

- When the APITCO consultants interacted with poultry farms and rice mills on the field at many places and enquired for poultry litter and rice husk price, it is observed that poultry litter cost is Rs. 450-550 per MT and rice husk cost varies from Rs. 1500 to 1800 Per MT.
- As per the opinion of MSR Mega Bio Power P Ltd, they wish to appoint agents for every taluka for collecting this residue and deliver to the plant site if required amount of poultry litter is not available. The main costs involved in getting the Poultry litter and Rice husk are base cost given to poultry farms, agency cost and transportation cost.
- As per the discussions with Poultry litter and Rice husk developers in Warangal, Medak and Nalgonda districts, it is observed that the price of rice husk varies with season and distance from the generating station. The cost of rice husk is varying from Rs.1500/MT to Rs.1800/MT and Poultry litter is Rs.450-550 /MT

Based on the above analysis, it is observed that high price of rice husk is due to its several other applications and competition between the rice husk developers.

IX. PROJECT COST AND MEANS OF FINANCE

9.0 PROJECT COST ESTIMATE

Based on the estimates as discussed in the previous chapters, the total project cost amounts to Rs. 4255.00 lakhs. Project cost with major heads has been presented below.

Sl.No.	Project Components	Amount (Rs. lakhs)
1.	Land & site development	105.00
2.	Buildings & Civil Works	606.00
3.	Plant & Machinery	2898.00
4.	Misc Assets	10.00
5.	Contingencies	176.00
6.	Preliminary and Pre-operative Expenses	388.00
7.	Margin money for working capital	72.00
	TOTAL	4255.00

The details of the project cost are shown in Annexure 1. The major inputs in the project cost are Plant & Machinery, Buildings & Civil Works, and Preliminary/Pre-operative expenses in that order. The project cost detailed above is reasonable as per the prevailing prices of the equipment, services and taxes.

9.1 MEANS OF FINANCE

The project is proposed to be funded through a mix of Equity and Debt. The following is the suggested means of finance for the project.

Sl.No	Sources of funding	Amount (Rs. in lakhs)
1.	Equity Share Capital	1255.00
2.	Unsecured Loans	150.00
3.	Term loan from financial institutions	2850.00
	TOTAL	4255.00

The equity contribution to the project amounts to approximately 33% and the debt component works out to 67%.

Debt component in the form of term loan from financial institutions is contemplated with one and half year moratorium and eight and half years repayment period. Working capital margin to the tune of Rs. 72.00 lakhs should be brought in by the promoter during the first year of operation and this is included in the project cost.

X APPROVALS REQUIRED

For establishing and operating poultry litter based power plant, various statutory and non-statutory clearances are required from the Government. The following approvals/clearances are required from the different departments.

- ↓ NOC from village authorities
- ↓ Clearance Certificate from MRO
- ↓ Clearance from state pollution control board
- ↓ 'In Principle Clearance' from NEDCAP for establishment of 7.5 MW power project
- ↓ Clearance from Factories Department with revised plans
- ↓ Land Conversion certificate from Revenue Department
- ↓ Sanction of Project by Ministry of Non Conventional Energy Sources
- ↓ NIC from Ministry of Commerce and Industry

SANCTIONED APPROVALS

1. NOC from Villages Authorities

MSR Mega Bio Power Project Pvt Ltd has applied for NOC and the same has been obtained from Village Revenue Office for establishing the project.

2. Sanction letter from NEDCAP

NEDCAP approved the industrial waste power plant based on poultry litter and Rice husk with a proportion of 75% and 25% by issuing letter No: NEDCAP/IW/MSR/2579/2009 dated 19-09-2009. After that the company enhanced the capacity from 6.00 MW to 7.5 MW and applied for the approval to NEDCAP and got the approval from NEDCAP on 05-10-09 for enhancement to 7.5 MW.

3. Change of Location of the Plant

The company initially got the approval to establish the 6.0 MW power plants at Katakshapur Village, Ataakur Mandal in Warangal District. After that the company approached NEDCAP to change the location of the power plant to Nidigonda Village, Raghunathapally Mandal of Warangal District on 19-09-09 and got approval for the same on that day itself as per the letter from Ref.No:NEDCAP/IW/2579/2009 dated 19-09-09.

FOLLOWING ARE THE APPROVALS/CLEARANCES REQUIRED FOR THE PROJECT AT THE TIME OF CONSTRUCTION:

1. Approval from Factories Department
2. Approval from the Pollution Control Board for CFE
3. Approval from Town and Country Planning Department
4. Approval from the Pollution Control Board for CFO

XI SCHEDULE OF IMPLEMENTATION

INTRODUCTION

The following implementation schedule of different activities has been planned by M/s. MSR Mega Bio Power P Ltd for establishment of 7.5 MW project at Nidigonda Village.

IMPLEMENTATION SCHEDULE

The implementation schedule for the proposed power plant is given below.

S. No	Particulars	Commencement Month	Completion Month
1	Civil	Aug 2010	Nov 2010
2	Mechanical	Nov 2010	Dec 2010
3	Boiler & Auxiliaries	Dec 2010	Mar 2011
4	Turbo generator & Auxiliary Equipment	Jan 2010	Mar 2011
5	Air-cooled Condenser	Mar 2011	April 2011
6	Balance of Plant	March 2011	May 2011
7	Electrical	April 2011	June 2011
8	Erection	June 2011	July 2010
9	Commissioning	July 2011	Aug 2011
10	Trial Runs	Sept 2011	
11	Commercial Operation		

The project should yield sufficient cash inflows for the success of the project. The operations should generate sufficient surplus to meet the debt repayment obligations. This chapter discusses these aspects to assess the viability of the project.

The appraisal is based on the following assumptions.

12.0 ASSUMPTIONS ON PROFITABILITY

The following assumptions are made for working out the profitability.

- ❶ The installed capacity of the plant is calculated based on 7.5 MW of output for 24 hours and 330 days of operation.
- ❷ Commercial operations of unit is likely to start from October 2011 i.e, from third quarter of 2011-12
- ❸ The capacity utilization/load factors assumed in the first and second years of operation are 75%. The unit is expected to stabilize operations at 90% from 4th year onwards. PLF is fixed at 90% based on the order given by APERC.
- ❹ The unit will have an internal consumption of 10% of generated power and the transmission losses are taken at 2%.
- ❺ The purchase price by Licensee as per the agreement works out to Rs. 4.20 in the first five years of operation and 5% escalation in sixth year onwards and kept constant for the rest of the years. The details are presented in Annexure-2.
- ❻ The raw material cost per ton at factory site is considered at:

Sl.No	Raw material- Fuel	Price per ton (Rs)
1.	Poultry Litter	550
2.	Rice husk	1800

The above cost includes the raw material cost at power plant. As per the agreement made with the poultry farms and the company the price is fixed for three years and after that an increase of 5% in the raw material cost is considered for every five years in proportionate to escalation in Tariff rate.

- ❼ Boiler fuel mix considered while assessing the viability of the project is:

Sl.No	Fuel	Fuel mix in %
1.	Poultry Litter	75%
2.	Rice husk	25%

- Specific fuel consumption works out to 1.52 Kg/KWh, the same is taken for making financial statements.
- Operating and maintenance expenses are taken as 1.5% of the project cost less margins. This O & M cost includes salaries and wages, consumables, spares, and maintenance etc. An escalation of 5% is considered from 2nd year of operation.
- Administrative expenses are taken as 1.00 % on the revenue.
- Depreciation is provided as follows:

	SLM	WDV
Building and Civil Works	3.34%	10%
Plant and Machinery	5.54%	15%

- Preliminary expenses are written off over a period of 8 years.
- Interest on term loan is provided at 12.75% and on working capital, is 12.75%.
- The term loan disbursement is considered as follows:

	Amount (Rs in Lakhs)	Percentage
2010-11		
III Quarter	712.50	25%
IV Quarter	712.50	25%
2011-12		
I Quarter	712.50	25%
II Quarter	712.50	25%
Total	2850.00	100%

- The term loan is proposed to be repaid in eight and half years i.e., from I Quarter of 2012-13 to II Quarter of 2020-21 on quarterly basis with variable installments (ballooning method) with one and half year moratorium.

- Since there is a ten year tax holiday for these biomass/industrial waste power plants, we have considered only MAT @ 19.93% for tax calculation.
- The CDM benefits are not considered for project viability
- **Capital subsidy:** Ministry of Non-conventional Energy Sources (MNES) will provide Rs 20.00 Lakh per MW as capital subsidy after installation and commissioning of the project. Hence the unit will be eligible for capital subsidy of Rs 150lakh.

12.1 ECONOMICS & PROFITABILITY

Assumptions made while working out the cost of production, profitability estimates, profit and loss and cash flow statements have been presented in Annexure - 1 to 15. Some of the important indicators are presented below:

(Rs. in Lakhs)

Particulars	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Total Revenue	823.28	1646.57	1756.34	1866.11	1975.88	1975.88	2074.68	2074.68	2074.68	2074.68
Total Expenditure	380.23	748.62	795.54	842.82	890.48	898.82	943.33	952.53	953.44	963.58
PBIDT	443.05	897.95	960.80	1023.29	1085.40	1077.06	1131.35	1122.15	1121.24	1111.10
PBT	130.40	315.50	408.95	505.86	610.05	647.61	749.07	788.32	835.86	870.03
PAT	104.41	252.62	327.45	405.05	488.47	518.54	599.78	631.21	669.27	696.63
BEP @ Op Cap	70.25%	65.23%	57.92%	51.18%	44.54%	40.70%	34.76%	30.81%	26.04%	22.36%
Bep @ Inst Cap	52.69%	48.92%	46.34%	43.50%	40.09%	36.63%	31.28%	27.73%	23.44%	20.13%
Avg Gross DSCR						1.84				
Avg Net DSCR						2.18				
IRR						17.13%				

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XIII SENSITIVITY ANALYSIS

Sensitivity analysis has been carried out by increase the raw material cost by 5%
The comparative figures of both normal situation and sensitivity analysis for the third year of operation are presented below.

Sl.No	Particulars	Normal Case I	Increase in Poultry Litter & Rice Husk price by 5% Case II	Dec in Cap Utilization by 5% Case III	Comb (Case II & III)
1	Capacity Utilization	80%	80%	76%	76%
2	Sales (Rs Lakhs)	1756.34	1756.34	1674.01	1674.01
3	Total Expenditure (Rs Lakhs)	795.54	825.33	765.75	794.15
4	PBIDT (Rs Lakhs)	960.80	931.01	908.26	879.86
5	PBT (Rs Lakhs)	408.95	378.39	357.68	328.65
6	PAT (Rs Lakhs)	327.45	302.98	286.40	263.15
7	BEP(Op Cap)	57.92%	59.80%	61.10%	63.10%
8	BEP(Inst Cap)	46.34%	47.84%	46.59%	48.11%
9	Avg. Gross DSCR	1.84	1.79	1.76	1.71
10	IRR	17%	16.36%	16.23%	15.69%

From the above table, it is clear that even if there is an increase in both raw materials cost i.e. poultry litter and Rice husk by 5% keeping sale price constant, the average DSCR works out to 1.79 which is considered reasonable. In case of decrease in capacity utilization or PLF by 5% the average gross DSCR works out to 1.76 and is considered viable. In case of increase in raw material cost by 5% and decrease in PLF by 5%, the average Gross DSCR works out to 1.71 which is considered reasonable.

14.1 INTRODUCTION

The proposed Poultry litter based power plant at Nidigonda Village, Raghunadha Pally Mandal, Warangal District Andhra Pradesh will help the industry to grow; thereby socio-economic benefits from the growth centers will be manifold. Similarly the proposed power plant will yield the following socio-economic benefits.

- **Additional Employment**

It is expected to provide wage employment to around 110 people.

- **Indirect employment**

The Poultry based power plant would provide opportunities for development of different trades in the region thus enabling possible indirect employment to a minimum of 50-60 people.

- **Village development**

The plant is situated in backward area of telangana region. The proposed power plant will provide the other support services and it will lead to the development of the village and as well as near by villages and surrounding districts.

- **Environment Protection**

The industrial waste generated from the poultry litter contains methane which is emitted to the environment directly. If poultry litter is used as fuel in power plant it will avoid the pollution otherwise arising from methane generation.

- **Agriculture Use**

The waste generated from boiler by using poultry litter is being used as agriculture fertilizer in cultivation land.

15.1 INTRODUCTION

The conclusions arrived at various chapters have been summarized here under for ease of understanding.

The summary of the appraisal has been grouped into:

- **Appraisal of Project credentials**

The Company has got sanction from NEDCAP for setting up the proposed poultry litter based power plant and is eligible for fiscal benefits from Government of India and MNES.

- **Appraisal of Directors capabilities**

The present directors have rich experience in the fields of industrial, power plants and execution of different works and in the management of the affairs of business. The promoter has appointed technical director who is having experience in power and auxiliary equipments and has the capability to commission the project and operate it successfully.

- **Technical appraisal**

The proposed Plant & Machinery, equipment, civil works, buildings and technologies are found suitable and reasonable according to the capacity of the plant and fuel requirements. The quotations and estimates submitted by the company are found reasonable based on the prevailing market conditions.

- **Appraisal of Raw material Availability**

The availability of poultry litter and rice husk as raw material has been presented in earlier chapters and it is observed that sufficient quantities of raw material are available to the plant within a radius of 100 km.

However, the Company should explore new raw material areas, new varieties of industrial waste fuels. The Company should also contemplate on captive energy plantations for higher returns.

- **Financial Appraisal**

The project yields an IRR of 17% which is above the normal market IRR of 15% for power project.



The project's average gross DSCR works out to 1.84 and average net DSCR 2.18 which are in line with the acceptable norms. The debt equity ratio of the project is 2.03.

Appraisal from Society's Angle

The project provides both direct and indirect employment to around 110 people. Increased business activity in the area will help grow support and allied services. The people connected with the company will get monetary benefits for their efforts and thereby improve their earning and saving capacity which will indirectly help grow some more industries and further growth.

In view of adequate management strength, assured off-take of the power produced, adequate linkage for raw materials, proper project planning and the ability of the project to generate surplus and service the debt within a reasonable time, the proposal by M/S Mega Bio Power Pvt. Ltd. for establishing a 7.5 MW power plant based on poultry litter and rice husk at Nidigonda Village, Raghunathapally Madalam, Warangal dist., AP is considered Technically Feasible and Economically Viable.



M/s MSR MEGA BIO POWER PVT LIMITED
TECHNO ECONOMIC VIABILITY STUDY

ANNEXURE - 1

PROJECT COST AND MEANS OF FINANCE

A. PROJECT COST

Description		(Rs in lakhs)
		Amount
1. Land & Site Development		105.00
2. Buildings & Civil works		606.00
3. Plant & Machinery - Indigenous & Imported -including Erection charges		2898.00
4. Misc Fixed Assets		10.00
5. Contingencies (5% on Plant & Machinery & Building Civil Works)		176.00
6. Preliminary & Pre-operative Expenses		388.00
7. Margin Money for Working capital		72.00
Total		4255.00

B. MEANS OF FINANCE

543.73

Description		(Rs in Lakhs)
		Amount
1. Equity Share Capital	29.5%	1255.00
2. Un Secured Loan	3.5%	150.00
3. Term Loan from Banks/Financial Institutions	67.0%	2850.00
		100.0%
Debt Equity		2.03 : 1.00
		4255.00



M/s MSR MEGA BIO POWER PVT LIMITED
TECHNO ECONOMIC VIABILITY STUDY

ANNEXURE - 2

REVENUE PROJECTIONS

Product	2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	(Rs. lakhs) 2018-19	2019-20	2020-21	2021-22
Capacity Utilization (%)	75%	75%	80%	85%	90%	90%	90%	90%	90%	90%	90%
Installed Capacity (MWh)	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50
Number of Working Days	165	330	330	330	330	330	330	330	330	330	330
Number of Working Hours Per day	24	24	24	24	24	24	24	24	24	24	24
Installed Capacity (lakh KWH)	297.00	594.00	594.00	594.00	594.00	594.00	594.00	594.00	594.00	594.00	594.00
Operating Capacity	222.75	445.50	475.20	504.90	534.60	534.60	534.60	534.60	534.60	534.60	534.60
Auxiliary Consumption @ 10%	22.28	44.55	47.52	50.49	53.46	53.46	53.46	53.46	53.46	53.46	53.46
Transmission Loss @ 2%	4.46	8.91	9.50	10.10	10.69	10.69	10.69	10.69	10.69	10.69	10.69
Saleable Power (88% of generated)	196.02	392.04	418.18	444.31	470.45	470.45	470.45	470.45	470.45	470.45	470.45
Sale Price Rs/KWH	4.20	4.20	4.20	4.20	4.20	4.20	4.41	4.41	4.41	4.41	4.41
Revenue Rs Lakhs	823.28	1646.57	1756.34	1866.11	1975.88	1975.88	2074.68	2074.68	2074.68	2074.68	2074.68
Total Sales (Rs.lakhs)	823.28	1646.57	1756.34	1866.11	1975.88	1975.88	2074.68	2074.68	2074.68	2074.68	2074.68



ANNEXURE - 3

M/s MSR MEGA BIO POWER PVT LIMITED
TECHNO ECONOMIC VIABILITY STUDY

COST PROJECTIONS - RAW MATERIALS

	2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
Capacity Utilisation	75%	75%	80%	85%	90%	90%	90%	90%	90%	90%	90%
Power generated in lakh KWH	222.75	445.50	475.20	504.90	534.60	534.60	534.60	534.60	534.60	534.60	534.60
Fuel required in Kg/kWh											
Fuel Requirement -Poultry	1.14	1.14	1.14	1.14	1.14	1.14	1.14	1.14	1.14	1.14	1.14
Fuel Required -Rice Husk	0.38	0.38	0.38	0.38	0.38	0.38	0.38	0.38	0.38	0.38	0.38
Total Fuel Required in Kgs per KWH	1.52	1.52	1.52	1.52	1.52	1.52	1.52	1.52	1.52	1.52	1.52
Total fuel required at capacityutilised-Poultry in MT	25393.50	50787.00	54172.80	57558.60	60944.40	60944.40	60944.40	60944.40	60944.40	60944.40	60944.40
Total fuel required at capacityutilised-Rice Husk in MT	8464.50	16929.00	18057.60	19186.20	20314.80	20314.80	20314.80	20314.80	20314.80	20314.80	20314.80
Total Fuel Required in MT	33858	67716	72230	76745	81259	81259	81259	81259	81259	81259	81259
Cost of Biomass											
Poultry Waste 75% Rs per MT	550.00	550.00	550.00	550.00	550.00	550.00	578	578	578	578	578
Rice Husk 25% Rs per MT	1650.00	1650.00	1650.00	1650.00	1650.00	1650.00	1733	1733	1733	1733	1733
Total cost of Fuel	279.33	558.66	595.90	633.14	670.39	670.39	703.91	703.91	703.91	703.91	703.91
GRAND TOTAL	279.33 0.34	558.66 0.34	595.90 0.34	633.14 0.34	670.39 0.34	670.39 0.34	703.91 0.34	703.91 0.34	703.91 0.34	703.91 0.34	703.91 0.34

ANNEXURE - 3 (Cont.)

COST COMPONENTS AS %

Cost Component	% Revenue
Operating and Maintenance Expenses	1.50% on Fixed Assets
Admin. Expenses	1.00%
Sales Expenses	0.25%
Other Manufacturing Expenses	1.00%



TECHNO ECONOMIC VIABILITY STUDY
DETAILS OF MANPOWER REQUIRED

Particulars	No.	Salary/ month Rs.	Annual Wages & Salaries Rs. lakhs
Plant Personnel			
Skilled			
Technical Director	1	75000	9.00
Project Engineer	1	60000	7.20
Plant Manager	1	40000	4.80
Plant Engineer	3	20000	7.20
Boiler Operators	3	8000	2.88
Turbine Operators	3	7000	2.52
Electrical Supervisors	3	10000	3.60
Mechanical Supervisors	3	10000	3.60
Chemists	2	7000	1.68
Fitters/ boiler operators	9	3000	3.24
Fitters/ TG operators	6	3000	2.16
Fitters/ Electrical	3	3000	1.08
Fitters / Water systems	3	3000	1.08
Fitters/General	3	3000	1.08
Welders	3	3000	1.08
Unskilled			
Boiler (operation)	3	3000	1.08
Turbine (operation)	3	3000	1.08
Water Treatment plant	3	3000	1.08
Helpers	9	3000	3.24
Drivers (Fuel Handling)	3	3000	1.08
Drivers (Ash Handling)	3	3000	1.08
Workers (Fuel Handling)	20	3000	7.20
Security & Time office staff	12	3000	4.32
Total	101		72.36
Add: Fringe Benefits @10%			7.24
Total			79.60
ADMINISTRATIVE SALARIES			
Finance Manager	1	20000	2.40
Accountants Manager	1	10000	1.20
Accounts Assistants	3	5000	1.80
Office Assistants	4	3000	1.44
Add: Fringe Benefits @10%	9		6.84
Total			0.68
TOTAL	110		87.12
Salaries During the Construction	12		87.12



ANNEXURE - 5

M/s MSR MEGA BIO POWER PVT LIMITED
 TECHNO ECONOMIC VIABILITY STUDY
 PRELIMINARY & PRE-OPERATIVE EXPENSES

Particulars	Months	Rate Rs.	Value Rs. lakhs
PRELIMINARY EXPENSES			
PR Preparation Costs			5.00
Acquiring Loan Costs			29.00
Consultancy fees			30.00
Other Preliminary Expenses			6.00
TOTAL			70.00
PRE-OPERATIVE EXPENSES			
Travelling Expenses	8	100000	8.00
Salaries during construction	10	500000	50.00
Interest during construction			227.11
Trial Production costs			30.00
Miscellaneous Expenses			3.00
TOTAL			318.00
GRAND TOTAL			388.00



M/s MSR MEGA BIO POWER PVT LIMITED
TECHNO ECONOMIC VIABILITY STUDY

ANNEXURE - 6

PROJECTED PROFITABILITY STATEMENT

Particulars	2011-12 6 Months	2012-13	2013-14	2014-15	(Rs Lakhs) 2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
Income											
Sales	823.28	1646.57	1756.34	1866.11	1975.88	1975.88	2074.68	2074.68	2074.68	2074.68	2074.68
Total Income	823.28	1646.57	1756.34	1866.11	1975.88	1975.88	2074.68	2074.68	2074.68	2074.68	2074.68
Expenditure											
Raw materials	279.33	558.66	595.90	633.14	670.39	670.39	703.91	703.91	703.91	703.91	703.91
Operating & Maintenance	30.07	57.04	59.89	62.89	66.03	69.33	72.80	76.44	80.26	84.28	88.49
Direct wages	39.80	79.60	83.58	87.75	92.14	96.75	101.59	106.67	112.00	117.60	123.48
Other Mfg. Exp	8.23	16.47	17.56	18.66	19.76	19.76	20.75	20.75	20.75	20.75	20.75
Total Variable Costs	357.43	711.76	756.93	802.45	848.32	856.23	899.04	907.76	916.92	926.53	936.62
Contribution	465.85	934.81	999.41	1063.66	1127.56	1119.65	1175.63	1166.91	1157.76	1148.15	1138.05
Contribution (%)	56.58%	56.77%	56.90%	57.00%	57.07%	56.67%	56.67%	56.25%	55.80%	55.34%	54.85%
Fixed & Semi-Variable Expenses											
Admin. Expenses	8.23	16.47	17.56	18.66	19.76	19.76	20.75	20.75	20.75	20.75	20.75
Salaries	3.76	7.52	7.90	8.30	8.71	9.15	9.60	10.08	10.59	11.12	11.67
Selling Expenses	2.06	4.12	4.39	4.67	4.94	4.94	5.19	5.19	5.19	5.19	5.19
Pre-Expenses Set off	8.75	8.75	8.75	8.75	8.75	8.75	8.75	8.75	0.00	0.00	0.00
Total Fixed Costs	22.80	36.86	38.60	40.37	42.16	42.59	44.29	44.77	36.52	37.05	37.61
Total Expenditure	380.23	748.62	795.54	842.82	890.48	898.82	943.33	952.53	953.44	963.58	974.23
PBIDT	443.05	897.95	960.80	1023.29	1085.40	1077.06	1131.35	1122.15	1121.24	1111.10	1100.45
PBIDT (%)	53.81%	54.53%	54.70%	54.84%	54.93%	54.51%	54.53%	54.09%	54.04%	53.56%	53.04%
Interest on TL @12.75%	181.69	348.08	317.48	283.05	240.98	195.08	147.90	99.45	51.00	6.69	0.00
Interest on WC @12.75%	27.54	27.54	27.54	27.54	27.54	27.54	27.54	27.54	27.54	27.54	27.54
Profit/Loss Before Depr.	233.82	522.34	615.79	712.70	816.89	854.44	955.91	995.16	1042.70	1076.86	1072.91
Less: Depreciation (SLM)	103.42	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84



Annexure - 6 (Contd)											
Particulars	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
Profit Before Tax (PBT)	130.40	315.50	408.95	505.86	610.05	647.61	749.07	788.32	835.86	870.03	866.07
Other Income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Profit/Loss before Taxes	130.40	315.50	408.95	505.86	610.05	647.61	749.07	788.32	835.86	870.03	866.07
Tax	25.99	62.88	81.50	100.82	121.58	129.07	149.29	157.11	166.59	173.40	172.61
Profit After Tax (PAT)	104.41	252.62	327.45	405.05	488.47	518.54	599.78	631.21	669.27	696.63	693.46
Cash Accruals	216.58	468.21	543.03	620.63	704.05	734.12	815.37	846.80	876.11	903.47	900.30
TAX CALCULATION											
Profit Before Tax (PBT)	130.40	315.50	408.95	505.86	610.05	647.61	749.07	788.32	835.86	870.03	866.07
Add: Dep-normal	103.42	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84
Total	233.82	522.34	615.79	712.70	816.89	854.44	955.91	995.16	1042.70	1076.86	1072.91
Less: IT Dep	283.32	525.87	450.27	385.69	330.49	283.31	242.97	208.46	178.94	0.00	0.00
Taxable Profits under IT Act	-49.50	-3.53	165.51	327.01	486.39	571.13	712.94	786.69	863.76	1076.86	1072.91
	33.22%										
Prov. for Tax @33.22% (30% Tax + 7.5% SC+ED Cess 3%)	-16.44	-1.17	54.98	108.63	161.58	189.73	236.84	261.34	286.94	357.73	356.42
MAT @ 19.93% (18.0% Tax+7.5% SC+ED Cess 3%)	25.99	62.88	81.50	100.82	121.58	129.07	149.29	157.11	166.59	173.40	172.61
	19.93%										
Income Tax payable (MAT Payable for Bio mass and Industrial Waste Projects)	25.99	62.88	81.50	100.82	121.58	129.07	149.29	157.11	166.59	173.40	172.61

ANNEXURE - 7

M/s MSR MEGA BIO POWER PVT LIMITED

TECHNO ECONOMIC VIABILITY STUDY

	Total Cost	POF	Rs in Lakhs	
			Contingency	Total Cost
Building and Civil Works	606.00	54.84	30.35	691.19
Plant and Machinery & Misc Fas	2908.00	263.16	145.65	3316.81
Total	3514.00	318.00	176.00	4008.00

DEPRECIATION - SLM METHOD

Description		Rs. In lakhs										
		2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
Buildings @ 3.34%	3.34%	23.09	23.09	23.09	23.09	23.09	23.09	23.09	23.09	23.09	23.09	23.09
Plant & Machinery	5.54%	183.75	183.75	183.75	183.75	183.75	183.75	183.75	183.75	183.75	183.75	183.75
Total		103.42	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84

DEPRECIATION - AS PER INCOME TAX ACT, 1962 - WDV METHOD

(Rs. In lakhs)				
Year	Cost	Dep. Rate	Dep. Amount	WDV
BUILDINGS				
2011-12	691.19	5.00%	34.56	656.63
2012-13	656.63	10.00%	65.66	590.97
2013-14	590.97	10.00%	59.10	531.87
2014-15	531.87	10.00%	53.19	478.68
2015-16	478.68	10.00%	47.87	430.82
2016-17	430.82	10.00%	43.08	387.73
2017-18	387.73	10.00%	38.77	348.96
2018-19	348.96	10.00%	34.90	314.07
2019-20	314.07	10.00%	31.41	282.66
2020-21	282.66	10.00%	28.27	254.39
2021-22	254.39	10.00%	25.44	228.95
PLANT & MACHINERY				
2011-12	3316.81	7.50%	248.76	3068.05
2012-13	3068.05	15.00%	460.21	2607.84
2013-14	2607.84	15.00%	391.18	2216.66
2014-15	2216.66	15.00%	332.50	1884.16
2015-16	1884.16	15.00%	282.62	1601.54
2016-17	1601.54	15.00%	240.23	1361.31
2017-18	1361.31	15.00%	204.20	1157.11
2018-19	1157.11	15.00%	173.57	983.55
2019-20	983.55	15.00%	147.53	836.01
2020-21	836.01	15.00%	125.40	710.61
2021-22	710.61	15.00%	106.59	604.02
TOTAL DEPRECIATION				
YEAR	BUILDINGS	P & M	DEP.AMOUNT	
2011-12	34.56	248.76	283.32	
2012-13	65.66	460.21	525.87	
2013-14	59.10	391.18	450.27	
2014-15	53.19	332.50	385.69	
2015-16	47.87	282.62	330.49	
2016-17	43.08	240.23	283.31	
2017-18	38.77	204.20	242.97	
2018-19	34.90	173.57	208.46	
2019-20	31.41	147.53	178.94	
2020-21	28.27	125.40	153.67	
2021-22	25.44	106.59	132.03	

ANNEXURE - B

M/s MSR MEGA BIO POWER PVT LIMITED

TECHNO ECONOMIC VIABILITY STUDY

Total Term Loan Rs. Loan period	2850.00 9	Lakhs Yrs					
2010-11	Dis	OP Bal	Rep	Int Rate	Int	CI Bal	
Ist Quarter	0.00	0.00	0.00	12.75%	0.00	0.00	0%
IInd Quarter	0.00	0.00	0.00	12.75%	0.00	0.00	0%
IIInd Quarter	712.50	712.50	0.00	12.75%	22.71	712.50	25%
Ivth Quarter	712.50	1425.00	0.00	12.75%	45.42	1425.00	25%
Total	1425.00		0.00		68.13		
2011-12	Dis	OP Bal	Rep	Int Rate	Int	CI Bal	
Ist Quarter	712.50	2137.50	0.00	12.75%	68.13	2137.50	25%
IInd Quarter	712.50	2850.00	0.00	12.75%	90.84	2850.00	25%
Commercial Operations	2850.00				227.11		227.11 IDC
IIInd Quarter	0.00	2850.00	0.00	12.75%	90.84	2850.00	
Ivth Quarter	0.00	2850.00	0.00	12.75%	90.84	2850.00	
Total			0.00		181.69		
2012-13	Dis	OP Bal	Rep	Int Rate	Int	CI Bal	
Ist Quarter	0.00	2850.00	60.00	12.75%	89.89	2790.00	
IInd Quarter	0.00	2790.00	60.00	12.75%	87.98	2730.00	
IIInd Quarter	0.00	2730.00	60.00	12.75%	86.06	2670.00	
Ivth Quarter	0.00	2670.00	60.00	12.75%	84.15	2610.00	
Total			240.00		348.08		
2013-14	Dis	OP Bal	Rep	Int Rate	Int	CI Bal	
Ist Quarter	0.00	2610.00	60.00	12.75%	82.24	2550.00	
IInd Quarter	0.00	2550.00	60.00	12.75%	80.33	2490.00	
IIInd Quarter	0.00	2490.00	60.00	12.75%	78.41	2430.00	
Ivth Quarter	0.00	2430.00	60.00	12.75%	76.50	2370.00	
Total			240.00		317.48		
2014-15	Dis	OP Bal	Rep	Int Rate	Int	CI Bal	
Ist Quarter	0.00	2370.00	75.00	12.75%	74.35	2295.00	
IInd Quarter	0.00	2295.00	75.00	12.75%	71.96	2220.00	
IIInd Quarter	0.00	2220.00	75.00	12.75%	69.57	2145.00	
Ivth Quarter	0.00	2145.00	75.00	12.75%	67.18	2070.00	
Total			300.00		283.05		
2015-16	Dis	OP Bal	Rep	Int Rate	Int	CI Bal	
Ist Quarter	0.00	2070.00	90.00	12.75%	64.55	1980.00	
IInd Quarter	0.00	1980.00	90.00	12.75%	61.68	1890.00	
IIInd Quarter	0.00	1890.00	90.00	12.75%	58.81	1800.00	
Ivth Quarter	0.00	1800.00	90.00	12.75%	55.94	1710.00	
Total			360.00		240.98		

2016-17	Dis	OP Bal	Rep	Int Rate	Int	CI Bal
Ist Quarter	0.00	1710.00	90.00	12.75%	53.07	1620.00
IInd Quarter	0.00	1620.00	90.00	12.75%	50.20	1530.00
IIInd Quarter	0.00	1530.00	90.00	12.75%	47.33	1440.00
Ivth Quarter	47.33	1440.00	90.00	12.75%	44.47	1350.00
Total			360.00		195.06	

2017-18	Dis	OP Bal	Rep	Int Rate	Int	CI Bal
Ist Quarter	0.00	1350.00	95.00	12.75%	41.52	1255.00
IInd Quarter	0.00	1255.00	95.00	12.75%	38.49	1160.00
IIInd Quarter	0.00	1160.00	95.00	12.75%	35.46	1065.00
Ivth Quarter	35.46	1065.00	95.00	12.75%	32.43	970.00
Total			380.00		147.90	

2018-19	Dis	OP Bal	Rep	Int Rate	Int	CI Bal
Ist Quarter	0.00	970.00	95.00	12.75%	29.40	875.00
IInd Quarter	0.00	875.00	95.00	12.75%	26.38	780.00
IIInd Quarter	0.00	780.00	95.00	12.75%	23.35	685.00
Ivth Quarter	23.35	685.00	95.00	12.75%	20.32	590.00
Total			380.00		99.45	

2019-20	Dis	OP Bal	Rep	Int Rate	Int	CI Bal
Ist Quarter	0.00	590.00	95.00	12.75%	17.29	495.00
IInd Quarter	0.00	495.00	95.00	12.75%	14.26	400.00
IIInd Quarter	0.00	400.00	95.00	12.75%	11.24	305.00
Ivth Quarter	11.24	305.00	95.00	12.75%	8.21	210.00
Total			380.00		51.00	

2020-21	Dis	OP Bal	Rep	Int Rate	Int	CI Bal
Ist Quarter	0.00	210.00	105.00	12.75%	5.02	105.00
IInd Quarter	0.00	105.00	105.00	12.75%	1.67	0.00
IIInd Quarter	0.00	0.00	0.00	12.75%	0.00	0.00
Ivth Quarter	0.00	0.00	0.00	12.75%	0.00	0.00
Total			210.00		6.69	

2021-22	Dis	OP Bal	Rep	Int Rate	Int	CI Bal
Ist Quarter	0.00	0.00	0.00	12.75%	0.00	0.00
IInd Quarter	0.00	0.00	0.00	12.75%	0.00	0.00
IIInd Quarter	0.00	0.00	0.00	12.75%	0.00	0.00
Ivth Quarter	0.00	0.00	0.00	12.75%	0.00	0.00
Total			0.00		0.00	

Total
Loan 2850.00
0.00

ANNEXURE - 9

M/s MSR MEGA BIO POWER PVT LIMITED
 TECHNO ECONOMIC VIABILITY STUDY
 PROJECTED WORKING CAPITAL REQUIREMENT

Description	Stock outstand- ing period	(Rs Lakhs)										
		2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
Current Assets												
Raw Material	4.00	186.00	186.00	199.00	211.00	223.00	223.00	235.00	235.00	235.00	235.00	235.00
Bills Receivables	1.00	137.00	137.00	146.00	156.00	165.00	165.00	173.00	173.00	173.00	173.00	173.00
Total Current Assets (CA)		323.00	323.00	345.00	367.00	388.00	388.00	408.00	408.00	408.00	408.00	408.00
Less: Sundry Creditors (CL)	0.75	35.00	35.00	37.00	40.00	42.00	42.00	44.00	44.00	44.00	44.00	44.00
Working Capital (CA-CL)		288.00	288.00	308.00	327.00	346.00	346.00	364.00	364.00	364.00	364.00	364.00
Bank Finance (75%)		216.00	216.00	216.00	216.00	216.00	216.00	216.00	216.00	216.00	216.00	216.00
Promoter's Margin (25%)		72.00	72.00	92.00	111.00	130.00	130.00	148.00	148.00	148.00	148.00	148.00

ANNEXURE - 10

M/s MSR MEGA BIO POWER PVT LIMITED
TECHNO ECONOMIC VIABILITY STUDY

PROJECTED BALANCE SHEETS

PARTICULARS	Constn Period	2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
SOURCE OF FUNDS												
<u>Own Funds</u>												
Capital		1183.00	1255.00	1255.00	1255.00	1255.00	1255.00	1255.00	1255.00	1255.00	1255.00	1255.00
Profit & Loss Account		0.00	104.41	357.04	684.48	1089.53	1577.99	2096.53	2696.31	3327.52	3996.79	4693.42
	Sub-Total	1183.00	1359.41	1612.04	1939.48	2344.53	2832.99	3351.53	3951.31	4582.52	5251.79	5948.42
Capital Subsidy		0.00	0.00	150.00	150.00	150.00	150.00	150.00	150.00	150.00	150.00	150.00
<u>Long Term Loans</u>												
Unsecured Loans		150.00	150.00	150.00	150.00	150.00	150.00	150.00	150.00	150.00	150.00	150.00
Shareholders/Directors												
Term Loan from Bank		2850.00	2610.00	2370.00	2070.00	1710.00	1350.00	970.00	590.00	210.00	0.00	0.00
	Sub-Total	3000.00	2760.00	2520.00	2220.00	1860.00	1500.00	1120.00	740.00	360.00	150.00	150.00
<u>Current Liabilities</u>												
Repayment Due within One Year		0.00	240.00	240.00	300.00	360.00	380.00	380.00	380.00	210.00	0.00	0.00
Bank Finance - WC		0.00	216.00	216.00	216.00	216.00	216.00	216.00	216.00	216.00	216.00	216.00
Current Liabilities		0.00	35.00	35.00	37.00	40.00	42.00	42.00	44.00	44.00	44.00	44.00
	Total Current Liabilities	0.00	491.00	491.00	553.00	616.00	638.00	640.00	640.00	470.00	260.00	260.00
TOTAL SOURCE OF FUNDS		4183.00	4610.41	4773.04	4862.48	4970.53	5100.99	5259.53	5481.31	5732.52	6021.79	6508.42
APPLICATION OF FUNDS												
<u>Fixed Assets</u>												
Gross Block		4113.00	4113.00	4113.00	4113.00	4113.00	4113.00	4113.00	4113.00	4113.00	4113.00	4113.00
Less: Depreciation		0.00	103.42	310.26	517.09	723.93	930.77	1137.60	1344.44	1551.28	1758.11	1964.95
	Net Block	4113.00	4009.58	3802.74	3595.91	3389.07	3182.23	2975.40	2768.56	2561.72	2354.89	1948.05
	Sub-Total	4113.00	4009.58	3802.74	3595.91	3389.07	3182.23	2975.40	2768.56	2561.72	2354.89	1948.05
<u>Current Assets</u>												
Current Assets		0.00	323.00	323.00	345.00	367.00	388.00	388.00	408.00	408.00	408.00	408.00
Cash & Bank Balance		0.00	216.58	594.79	877.82	1179.46	1504.51	1878.63	2296.00	2762.80	3258.91	3952.37
	Sub-Total	0.00	539.58	917.79	1222.82	1546.46	1892.51	2266.63	2704.00	3170.80	3666.91	4360.37
Preliminary Expenses		70.00	61.25	52.50	43.75	35.00	26.25	17.50	8.75	0.00	0.00	0.00
TOTAL APPLN. OF FUNDS		4183.00	4610.41	4773.04	4862.48	4970.53	5100.99	5259.53	5481.31	5732.52	6021.79	6508.42
Debt Equity Ratio		2.14	1.86	1.69	1.47	1.22	0.96	0.69	0.42	0.15	0.00	0.00
(Long Term Debt/ Equity + Unsecured Loans)		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

ANNEXURE - 11

M/s MSR MEGA BIO POWER PVT LIMITED
 TECHNO ECONOMIC VIABILITY STUDY
 PROJECTED FUNDS FLOW STATEMENT

PARTICULARS	Constn. Period	2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	(Rs. lakhs) 2018-19	2019-20	2020-21	2021-22
A. SOURCES OF FUNDS												
Profit After Tax (PAT)		104.41	252.62	327.45	405.03	488.47	518.54	599.78	631.21	669.27	696.63	693.46
Increase in Capital	1183.00	72.00										
Unsecured Loans	150.00											
Capital Subsidy			150.00									
Increase in Term Loan	2850.00											
Increase in Bank Borrowing		216.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Prel. Expenses W/off		8.75	8.75	8.75	8.75	8.75	8.75	8.75	8.75	0.00	0.00	0.00
Depreciation		103.42	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84
Current Liabilities		35.00	0.00	2.00	3.00	2.00	0.00	2.00	0.00	0.00	0.00	0.00
Total A	4183.00	539.58	618.21	545.03	623.63	706.05	734.12	817.37	846.80	876.11	903.47	909.30
B. DISPOSITION OF FUNDS												
Capital Expenditure	4113.00											
Payment of ED under EPCG												
Repayment of Term Loan		0.00	240.00	240.00	300.00	360.00	360.00	380.00	380.00	380.00	210.00	0.00
Increase in Current assets		323.00	0.00	22.00	22.00	21.00	0.00	20.00	0.00	0.00	0.00	0.00
Increase in Other Current Assets												
Repayment of Unsecured Loan												
Preliminary Expos.	70.00											
Total B	4183.00	323.00	240.00	262.00	322.00	381.00	360.00	400.00	380.00	380.00	210.00	0.00
Surplus A-B	0.00	216.58	378.21	283.03	301.63	325.05	374.12	417.37	466.80	496.11	693.47	900.30
Opening Balance	0.00	0.00	216.58	594.79	877.82	1179.46	1504.51	1878.63	2296.00	2762.80	3258.91	3952.37
Closing balance	0.00	216.58	594.79	877.82	1179.46	1504.51	1878.63	2296.00	2762.80	3258.91	3952.37	4852.67

M/s MSR MEGA BIO POWER PVT LIMITED

ANNEXURE - 12

TECHNO ECONOMIC VIABILITY STUDY

BREAK EVEN ANALYSIS

Description	(Rs. lakhs)										
	2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
SALES	823.28	1646.57	1756.34	1866.11	1975.88	1975.88	2074.68	2074.68	2074.68	2074.68	2074.65
VARIABLE EXPENSES											
Raw materials	279.33	558.66	595.90	633.14	670.39	670.39	703.91	703.91	703.91	703.91	703.91
Operating & Maintenance	30.07	57.04	59.89	62.89	66.03	69.33	72.80	76.44	80.26	84.28	88.49
Direct wages	39.80	79.60	83.58	87.75	92.14	96.75	101.59	106.67	112.00	117.60	123.48
Interest on WC	27.54	27.54	27.54	27.54	27.54	27.54	27.54	27.54	27.54	27.54	27.54
Other Mfg Expense	8.23	16.47	17.56	18.66	19.76	19.76	20.75	20.75	20.75	20.75	20.75
Total Variable Costs	384.97	739.30	784.47	829.99	875.86	883.77	926.58	935.30	944.46	954.07	964.16
CONTRIBUTION	438.31	907.27	971.87	1036.12	1100.02	1092.11	1148.09	1139.37	1130.22	1120.61	1110.51
Fixed/Semi-variable Expenses											
- Depreciation	103.42	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84
- Fixed Costs	22.80	36.86	38.60	40.37	42.16	42.59	44.29	44.77	36.52	37.05	37.61
- Interest	181.69	348.08	317.48	283.05	240.98	195.08	147.90	99.45	51.00	6.69	0.00
Sub Total	307.91	591.77	562.92	530.26	489.97	444.51	399.02	351.05	294.36	250.58	244.44
Break Even Point (at Operating Capacity)	70.25%	65.23%	57.92%	51.18%	44.54%	40.70%	34.76%	30.81%	26.04%	22.36%	22.01%
Break Even Point (at Installed Capacity)	52.69%	48.92%	46.34%	43.50%	40.09%	36.63%	31.28%	27.73%	23.44%	20.13%	19.81%
BE Sales (Operating Cap)	578.35	1073.98	1017.29	955.02	880.10	804.21	721.06	639.23	540.33	463.92	456.67
Cash BEP (%)	34.99%	31.82%	29.31%	26.53%	23.17%	19.59%	15.07%	11.39%	6.97%	3.51%	3.05%
Cash Break Even Sales	384.10	698.60	643.50	582.50	508.57	430.00	347.29	262.60	160.66	80.99	70.26



Annexure - 13

M/s MSR MEGA BIO POWER PVT LIMITED
TECHNO ECONOMIC VIABILITY STUDY
DEBT SERVICE COVERAGE RATIO (GROSS)

PARTICULARS	2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
A. COVERAGE											
Profit After Tax (PAT)	104.41	252.62	327.45	405.05	488.47	518.54	599.78	631.21	669.27	696.63	693.46
Depreciation	103.42	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84
Interest on term loan	181.69	348.08	317.48	283.05	240.98	195.08	147.90	99.45	51.00	6.69	0.00
Prel. & Pre.op Exps W/off	8.75	8.75	8.75	8.75	8.75	8.75	8.75	8.75	0.00	0.00	0.00
Capital Subsidy		150.00									
TOTAL COVERAGE	395.27	966.28	860.51	903.68	945.83	929.20	963.27	946.25	927.11	910.16	900.30
B. SERVICE											
Term loan instalment	0.00	240.00	240.00	300.00	360.00	360.00	380.00	380.00	380.00	210.00	0.00
Interest on term loan	181.69	348.08	317.48	283.05	240.98	195.08	147.90	99.45	51.00	6.69	0.00
TOTAL SERVICE	181.69	588.08	557.48	583.05	600.98	555.08	527.90	479.45	431.00	216.69	0.00
DSCR	2.19	1.64	1.54	1.55	1.57	1.67	1.82	1.97	2.15	4.20	#DIV/0!
AVERAGE DSCR (GROSS)	1.54										



ANNEXURE - 13 (CONTD.)

M/s MSR MEGA BIO POWER PVT LIMITED

TECHNO ECONOMIC VIABILITY STUDY

DEBT SERVICE COVERAGE RATIO (NET)

PARTICULARS	2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
A. COVERAGE											
Profit After Tax (PAT)	104.41	252.62	327.45	405.05	488.47	518.54	599.78	631.21	669.27	696.63	693.46
Depreciation	103.42	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84
Prel. & Pre.op Exps W/off	8.75	8.75	8.75	8.75	8.75	8.75	8.75	8.75	0.00	0.00	0.00
Capital Subsidy		150.00									
TOTAL COVERAGE	216.58	618.21	543.83	620.63	704.05	734.12	815.37	846.80	876.11	903.47	900.30
B. SERVICE											
Repayment of Term Loan	0.00	240.00	240.00	300.00	360.00	360.00	380.00	380.00	380.00	210.00	0.00
TOTAL SERVICE	0.00	240.00	240.00	300.00	360.00	360.00	380.00	380.00	380.00	210.00	0.00
DSCR	0.00	2.58	2.26	2.07	1.96	2.04	2.15	2.23	2.31	4.30	0.00
AVERAGE DSCR (NET)	2.18										



M/s MSR MEGA BIO POWER PVT LIMITED

ANNEXURE - 14

TECHNO ECONOMIC VIABILITY STUDY

INTERNAL RATE OF RETURN

(Rs. Lakhs)

PARTICULARS	Const. Period	2011-12 6 Months	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
A. CASH OUTFLOWS												
Outflows	-4255.00											
TOTAL — A	-4255.00											
B. CASH INFLOWS												
Profit After Tax (PAT)		104.41	252.62	327.45	405.05	488.47	518.54	599.78	631.21	669.27	696.63	693.46
Depreciation		103.42	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84	206.84
Interest on term loan		181.69	348.08	317.48	283.05	240.98	195.08	147.90	99.45	51.00	6.69	0.00
Prel. & Pre.op Exps		8.75	8.75	8.75	8.75	8.75	8.75	17.50	8.75	0.00	0.00	0.00
Working Capital Margin											364.00	
Salvage Value of Fixed Assets											2148.05	
TOTAL — B	0	398.27	816.28	860.51	903.68	945.03	929.20	972.82	946.25	927.11	3422.21	900.30
CASH FLOWS	-4255.00	398.27	816.28	860.51	903.68	945.03	929.20	972.02	946.25	927.11	3422.21	900.30
INTERNAL RATE OF RETURN (IRR)			17.13%									
NPV @ 14%	597.25											





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[ANNEXURE -5]

Northern Power Distribution Company of Telangana Limited

Corporate Office, # 2-5-31/2, Vidyut Bhavan, Nakkatagutta, Hanamkonda, Warangal - 506 001

From,
The Chief General Manager,
IPC & RAC,
TSNPDCL, Warangal.

To
The Chief Engineer,
Plg., Comm & Co-ord.,
TSPCC Vidyut Soudha,
Hyderabad.

Lr. No. CGM(IPC&RAC)/GM(PIR)/DE(IPC)/ADE(IPC)/F.N. MSR/D.No.167/16, Dt.25-06-2016

Sir,

Sub:-TSNPDCL/IPC Wing - M/s. MSR Mega Bio - Power Private Limited, proposed 7.5 MW Industrial Waste Based (Poultry Litter) Power Project at Nidigonda (V), Raghunadhapally (M), Janagon (Division) with interconnection point at 33/11KV SS Raghunadhapally in Warangal District - CCC declaration of the Plant - Information furnished - Reg.

Ref:- 1). Power Purchase Agreement dated, 30th April 2016.

2). Lr. No. SE/Op/WGL/DE(Tech)/AE(Comm)/F.No./D.No.240/16, Dt: 11.05.2016.

3). Lr. No. SE/Op/WGL/DE(Tech)/AE(Comm)/F.No./D.No.363/16, Dt: 14.06.2016.

4). Lr. No. SE/Op/WGL/DE(Tech)/AE(Comm)/F.No./D.No.650/16, Dt: 23.06.2016.

③ ③ ③

It is to inform that 7.5 MW Capacity Industrial Waste Based (Poultry Litter) Power Project pertaining to M/s. MSR Mega Bio - Power Private Limited at Nidigonda (V), Raghunadhapally (M), Janagon (Division) in Warangal with interconnection point at 33/11 KV SS Raghunadhapally was jointly inspected with SE/ O&M/ TL&SS/Warangal, DE/Op/Jangaon, DE/M&P/Warangal, DE/ MRT/TL&SS, DE/ Q&M/ TL&SS on 09.05.2016 for connecting the above power plant to the 33 KV grid at 132 KV/ 33 KV SS Raghunadhapally. After conducting all the necessary tests on CTs, PTs & Meters (Main, Check & Standby) the 33 KV supply extended at 12.25 hrs on 09.05.2016 to above power project.

Further, the 11 KV limbs (R,Y & B Phases) pertaining to 11 KV breaker of above power plant installed at power project switch yard was blasted and failed at 14:10 hrs on 09.05.2016 while extending auxiliary supply to power plant. As such the power generation from above power plant could not be generated on 09.05.2016.

The Commercial Operation Date of project was declared as 01.06.2016, as per Commissioning Certificate submitted by the Superintending Engineer/ operation, Warangal, vide letters in reference 3rd and 4th cited above. Copies of the references are enclosed for ready reference.

Hence, M/s. MSR Mega Bio - Power Private Limited, 7.5 MW Industrial Waste Based (Poultry Litter) Power Plant Commissioning Certificate, Single Line Diagram of the plant, EBC Software compatibility report from SE/EBC/ TSTRANSCO Hyderabad and CBG Order copy are herewith furnished for information please.

Yours faithfully,

Encl: As Above.

[Signature]
CHIEF GENERAL MANAGER
IPC & RAC/TSNPDCL/WGL

Copy to:

The Superintending Engineer/Operation/TSNPDCL/Warangal.

The Divisional Engineer/M&P/TSNPDCL/ Warangal.

The Divisional Engineer/Operation/ TSNPDCL/ Jangaon.

The Divisional Engineer/MRT/Vigilance/Vidyut Soudha/Hyderabad.

The Divisional Engineer/TL&SS/ TSTRANSCO/Warangal.

The Divisional Engineer/MRT/TSTRANSCO/Warangal.

Copy Communicated to:

The Chief Engineer/Zone/ Warangal/ TSTRANSCO.

The Chief Engineer/SLDC/TSTRANSCO/Vidyut Soudha/Hyderabad.

The Chief Engineer/Plg., PS & IT/ TSTRANSCO/Vidyut Soudha/Hyderabad.

The Dy. CGA, TSPCC, "A" Block, Vidyut Soudha, Hyderabad.

CHITTI BABU & COMPANY

CHARTERED ACCOUNTANTS

2322 8204 (O)
2322 6566 (Fax)
98490 30927 (Mobile)

Flat No. 109, 'B' Block
Aditya Apts., Durganagar Colony,
Panjagutta, Hyderabad-52

चिट्टी बाबु एंड कंपनी

चार्टर्ड अकाउंटेंट्स

फ्लॉट नं. 109, बि-ब्लॉक
आदित्य अपा., दुर्गानगर कॉलोनी,
पन्जागुटा, हैदराबाद - 52

INDEPENDENT AUDITOR'S REPORT

The Members of M/s MSR MEGA BIO POWER LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/s MSR MEGA BIO POWER LIMITED ('the Company'), comprising the Balance Sheet as at March 31, 2017, 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 Director 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 include 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 standalone financial statements based on our audit.

In conducting 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 risks assessments, the auditor considers internal financial



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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 an appropriateness of 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.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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 principle generally accepted in India, of the state of affairs of the company as at 31 March 2017, and its profit and its cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. 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 purpose 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 Cash flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone financial statements, comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) rules,2014;
 - e) On the basis of the written representations received from the directors as on 31st March ,2017 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 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 operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal; financial controls over financial reporting.
 - g) With respect to the other matter 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:
 - i. The company has disclosed the impact of pending litigations on its financial positions in the financial position in its financial statements.
 - ii. The Company has no long term contracts including derivative contracts for which there 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.
 - iv. The company has taken Loan from Pridhivi Asset Restructuring And Securitisation Co Ltd for which no interest and installments payment were made by them. A reference to the same has been made in point No.5 of the Notes to Financial Statement.
 - v. The Company has provided requisite disclosures in the financial statements as regards its holding and dealings in specified Bank Notes as defined in the Notification S.O.3407(E) dated the 8 November 2016 of the Ministry of Finance, during the period




from 8 November 2016 to 30 December 2016. Based on audit procedures performed and representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the company and as produced to us by the management.

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 of the Act, We give in the "Annexure B", a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.

Place: Hyderabad
Date: 04.09.2017

For Chitti Babu & Company
Chartered Accountants


Chittibabu G
Proprietor
Firm Reg No. 010120 S
Membership No. 026766



ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under "Report on Other Legal and Regulatory Requirements section of our report of even date to the financial statements of the company for the year ended March, 2017)

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 **M/s MSR MEGA BIO POWER LIMITED("The company")** as of March 31, 2017 in conjunction with our audit of the standalone 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, 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, required under the Companies Act, 2013.

Auditors Responsibility

Our responsibility is to express an opinion on the Company's financial controls over the 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 ICAI. 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 risk 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 purpose in accordance with generally accepted accounting principles. A Company internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to 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 the generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorization of management and directors of the Company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized 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 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 control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, 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.

Place: Hyderabad
Date: 04.09.2017

For Chitti Babu & Company
Chartered Accountants

Chittibabu G
Proprietor
Firm Reg No. 010120 S
Membership No. 026766



ANNEXURE "B" TO INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under "report on other legal and regulatory Requirements section of our report of even date to the financial statements of the company for the year ended March, 2017).

In terms of information's given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under

- i.
 - a. The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. The company fixed assets have been physically verified by the management at reasonable intervals as per a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such verification.
 - c. According to the information and explanation 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.
- ii. The inventories have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book stocks were not material and have been properly dealt with in the books of account.
- iii. As per information given to us, company has not granted any loans, secured or unsecured loans to companies covered in register maintained under sections 189 of the Act. Hence above clause not applicable to organization and hence not commented upon.
- 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 companies Act, 2013 In respect of loans, investments, guarantees, and security.
- v. The Company has not accepted any deposits from the public and hence the directives issued by Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from public are not applicable.
- vi. We have broadly review the books of accounts relating to material, labour and other items of cost maintained by the company prescribed are of the opinion that prima facie, the prescribed



accounts have been made and maintained. However, we have not made a detailed examination of the records.

vii.

- a. According to the information and explanation given to us and on the basis of our examination of the records of the company, there is no undisputed statutory dues including provident Fund, Employees' State insurance, Income Tax, Wealth tax, sales tax, service tax, Cess and other material statutory dues have generally been regularly deposited during the year by the company with the appropriate authorities.
- b. According to the information and explanation given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Wealth Tax, Sales Tax, Service Tax, Duty of customs, Duty of excise, Value added Tax, cess and other material statutory dues were in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.
- c. According to the information and explanation given to us, there are no disputed amounts payable in respect of Wealth Tax and Cess which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanation given to us, the following dues of Income Tax, Duty of Excise, Duty of Customs, Sales Tax and Service Tax have not been deposited by the company on account of disputes as this provision is not applicable.

Name of the Statute	Nature of dues	Amount unpaid	Period to which the amount relates	Forum where dispute is pending

- viii. In our opinion and according to the information and explanations given to us, the company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and government. The company has not issued any debentures.
- ix. The company has not raised moneys by way of initial public offer or further public offer (incl. debt instruments) as it is a private limited company. In our opinion and according to the information and explanations given to us loans have been applied by the company during the year for the purposes for which they were raised.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no material fraud on the company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the company has not paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 order of not applicable.
- xiii. In our opinion and according to the information and explanations given to us the Company is in compliance with Sec 177 & 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements, etc. as required by the applicable accounting standards.



- xiv. During the year the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the company.
- xv. In our opinion and according to the information and explanations given to us, during the year the company has not entered into any non-cash transactions with its directors or its holding, subsidiary or associate company or persons connected with them and hence provisions of section 192 of the companies Act, 2013 are not applicable.
- xvi. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place:Hyderabad
Date:04.09.2017

For Chitti Babu & Company
Chartered Accountants

Chitti Babu
Chittibabu G
Proprietor
Firm Reg No.010120 S
Membership No.026766



M/s. MSR MEGA BIO POWER LIMITED		
11-23-1165, L B Nagar, Warangal, Telangana - 500 062.		
Statement of Cash Flow Statement for Year ended 31st, March 2017		
(All amounts in Rupees, except share data and unless otherwise stated)		
As at March 31,		
	2017	2016
A. Cash Flow From Operating Activities		
Net Profit Before Tax	(10,933,920)	-
Add: Depreciation	18,744,239	-
Excess provision of Income Tax w/back	-	-
Preliminary Expenses written off	-	-
Interest Paid	3,040	-
Less: Interest Received	-	-
Profit on sale of asset	-	-
Rent Received	-	-
Operating profit before working capital changes	7,813,359	-
Changes in Current Assets		
-Trade Receivable	(55,318,589)	-
-Inventories	(3,705,828)	-
-Short term loans and advances	(2,330,642)	(3,622,739)
-Long term loans and advances	-	-
-Other Current Assets	-	-
Changes in Current Liabilities		
-Trade payables	-	-
-Other current liabilities	39,298,999	687,150
-Short-term Provisions	1,785,300	-
-Deferred Sundry creditors	-	-
Cash from Operations	-	-
Direct taxes paid	-	-
Net Cash Flows From Operating Activities "A"	(12,457,401)	(2,935,589)
B. Cash Flow From Investing Activities		
Sale of Fixed assets	-	-
Interest Received	-	-
Pre Operative & Trial Run Expenses for the year	(2,664,432)	(2,145,659)
Capital Work in progress	348,832,031	1,516,364
Purchase of Fixed Assets	(354,763,138)	(9,897,451)
Net Cash Flows From Investing Activities "B"	(8,595,539)	(10,526,746)



For: MSR Mega Bio Power Ltd.,

P. Narayanaiah
Director

C.	Cash Flow From Financing Activities		
	Increase in Long term Borrowings	21,393,191	15,757,969
	Increase /Decrease in non current liabilities	-	(142,934)
	Raise in share capital	-	-
	Interest Paid	(3,040)	-
	Net Cash Flows From Financing Activities "C"	21,390,151	15,615,035
	Net Cash inflow for the year ended	337,211	2,152,700
D.	Net Increase/(Decrease in) Cash & Cash equivalents (A+B+C)/(F-E)		
	Reconciliation:		
E.	Cash & Cash Equivalents at the beginning of the year	2,226,993	74,293
F.	Cash & Cash Equivalents at the end of the year	2,564,205	2,226,993

NOTES: This cash flow statement has been prepared under the indirect method as per the accounting Standard 3 'Cash Flow Statement' issued by the Institute of Chartered Accountants of India.

As Per Report of even date

For **CHITTI BABU & COMPANY**

Chartered Accountants

P. Hanumanth Rao
Hanumantha Rao Puram
Director

(CHITTIBABU, G. F.C.A. PROPRIETOR)

FIRM REGN NO: 010120 S

Membership No: 026766

Place: Hyderabad


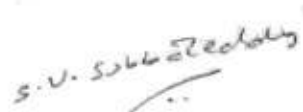
Date: 04.09.2017

S.V. Subbareddy
Venkata Subbareddy Sagile
Director



M/s. MSR MEGA BIO POWER LIMITED			
11-23-1165, L B Nagar, Warangal, Telangana - 500 062.			
BALANCE SHEET AS AT 31st MARCH,2017			
(All amounts in Rupees, except share data and unless otherwise stated)			
		As at March 31,	
	Note No.	2017	2016
EQUITY AND LIABILITIES			
Shareholders Funds			
Share Capital	1	79,396,400.00	79,396,400.00
Reserves & Surplus	2	(10,933,920.00)	-
Loans			
Secured Loans	3	387,891,000.00	387,891,000.00
Unsecured Loans	4	64,052,522.00	42,659,331.00
Non Current Liabilities	5	14,339,362.00	14,339,362.00
Current liabilities			
Other current liabilities	6	39,986,149.00	687,150.00
Short term Provisions	7	1,997,300.00	212,000.00
TOTAL EQUITY AND LIABILITIES		576,728,813.00	525,185,243.00
ASSETS:			
Fixed Assets			
Tangible Assets	8	338,302,647.00	790,030.00
Capital Work In Progress		156,740,116.00	505,572,147.00
Current assets			
Inventories	9	3,705,828.00	-
Trade Receivables	10	55,318,589.00	-
Loans & Advances	11	6,653,967.00	4,323,325.00
Cash and bank balances	12	2,564,205.00	2,226,993.00
Preliminary Expenses		296,889.00	329,877.00
Pre Operative Expenses	13	5,899,508.00	5,814,447.00
Trail Run Expenses	14	7,247,064.00	6,128,424.00
TOTAL ASSETS		576,728,813.00	525,185,243.00
Significant accounting policies	23		
See accompanying notes forming part of the financial statem			
In terms of our report attached			
For CHITTI BABU & COMPANY			
Chartered Accountants			
(CHITTIBABU.G, F.C.A. PROPRIETOR)		P. Hanumantha Rao Piram Hanumantha Rao Piram Director	
FIRM REGN NO: 010120 S		S.V. Subbareddy Sagile Venkata Subbareddy Sagile Director	
Membership No:026766			
Place: Hyderabad			
Date: 04.09.2017			



M/s. MSR MEGA BIO POWER LIMITED			
11-23-1165, L B Nagar, Warangal, Telangana - 500 062.			
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH,2017			
(All amounts in Rupees, except share data and unless otherwise stated)			
		For the year ended March 31,	
	Note No.	2017	2016
REVENUE			
Revenue from operations	15	121,788,557.00	-
Other Income	16	180,770.00	-
Total Revenue		121,969,327.00	-
EXPENSES			
Cost of Raw material consumed	17	105,316,193.00	-
Employee benefit obligations	18	6,586,368.00	-
Finance costs	19	3,040.00	-
Depreciation and Amortisations	20	18,744,239.00	-
Administrative Expenses	21	596,187.00	-
Other expenses	22	1,657,220.00	-
Total Expenses		132,903,247.00	-
Profit/(Loss) Before Tax		(10,933,920.00)	-
Tax Expense			
Current Tax-MAT@18.5%		-	-
Deferred Tax		-	-
Net profit		(10,933,920.00)	-
Earning per equity share			
(Equity shares of par value Rs.100 each)			
Basic		-13.77	
Diluted			
(Significant accounting policies)	23		
See accompanying notes forming part of the financial statements.			
In terms of our report attached			
For CHITTI BABU & COMPANY			
Chartered Accountants			
		 Hanumantha Rao Puram Director	
		 Venkata Subbareddy Sagile Director	
(CHITTIBABU.G. F.C.A. PROPRIETOR)			
FIRM REGN NO: 010120 S			
Membership No:026766			
Place: Hyderabad			
Date: 04.09.2017			



M/s. MSR MEGA BIO POWER LIMITED

11-23-1165, L B Nagar, Warangal, Telangana - 500 062.

1-23-1103, L B Nagar, Warangal, Telangana - 506 002.

1 Share Capital		As at March 31,			
		2017	2016		
1.1 Authorised 1,300,000 (Previous Year: 13,00,000) Equity Shares of Rs.100/- each		130,000,000.00	130,000,000.00		
1.2 Issued, Subscribed and Paid-up capital 793,964 (Pre. Year: 793,964) Equity Shares of Rs.100/- each fully paid		79,396,400.00	79,396,400.00		
		79,396,400.00	79,396,400.00		
The equity shares of the company having par value of Rs.100 per share rank pari passu in all respects including entitlement to dividend. Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of the Article of Association of the company and as may be determined by the company in General Meeting prior to such winding up.					
1.3					
1.4 Reconciliation of the Shares		As at March 31,			
		2017	2016		
Balance at the beginning of the year					
-Number of Shares		793,964	5,000		
-Amount		79,396,400.00	500,000.00		
Additional issues of shares					
-Number of Shares		-	788,964		
-Amount		0.00	78,896,400.00		
Balance at the end of year					
-Number of Shares		793,964	793,964.00		
-Amount		79,396,400.00	79,396,400.00		
Details of shareholders holding more than 5% shares					
Equity share held by (Number of shares).					
S.No	Name of the shareholders	As at March 31,		As at March 31,	
		2017 No. of Shares	2016 No. of Shares	2017 % Held	2016 % Held
1	Prashanth Kumar Puram	143,400	143,400	18	18
2	M Ashok	272,750	272,750	34	34
3	G Suman Rao	176,455	176,455	22	22
4	M Vasantha	66,073	66,073	8	8
5	R Tirupathi Rao	38,755	38,755	5	5
6	P Hanumantha Rao	36,750	36,750	5	5
7	Srinivas Reddy	32,354	32,354	4	4
8	P Narmada	25,750	25,750	3	3
9	Nagarjuna Reddy	1,672	-	0	0
10	Sampath Rao	-	1,667	0	0
11	M Pushpalatha	5	5	0	0
12	M Sujatha	-	5	0	0
		793,964	793,964	100	100



For: MSR Mega Bio Power Ltd.,

P. Jagan Mohan Reddy
Director

M/s. MSR MEGA BIO POWER LIMITED

11-23-1165, L B Nagar, Warangal, Telangana - 500 062.

2 Reserves & Surplus	As at March 31,	
	2017	2016
	-	-
	(10,933,920.00)	-
Opening Balance		
Profit/Loss for the year	(10,933,920.00)	-
3 Secured Loans	As at March 31,	
	2017	2016
	387,891,000.00	387,891,000.00
	387,891,000.00	387,891,000.00
Pridhvi Asset Reconstruction and securitisation company limited		
4 Unsecured Loans	As at March 31,	
	2017	2016
	25,263,000.00	19,163,000.00
	38,789,522.00	23,496,331.00
- From Others		
- Pranav Green Energies India Private Limited	64,052,522.00	42,659,331.00
5 Non Current Liabilities	As at March 31,	
	2017	2016
	14,339,362.00	14,339,362.00
	14,339,362.00	14,339,362.00
- Creditors		
6 Other Current Liabilities	As at March 31,	
	2017	2016
	39,986,149.00	687,150.00
	39,986,149.00	687,150.00
- Creditors		
7 Short Term Provisions	As at March 31,	
	2017	2016
	1,547,463.00	87,000.00
	224,837.00	-
	225,000.00	125,000.00
	1,997,300.00	212,000.00
Salaries & Allowances Payable		
TDS Payable		
Provision for Audit fee		
Employee Benefit obligation includes salaries and wages payables.		
9 Inventories	As at March 31,	
	2017	2016
	3,705,828.00	-
	-	-
	-	-
Raw material		
Semi-Finished Services		
Finished goods	3,705,828.00	-
10 Trade Receivables	As at March 31,	
	2017	2016
	55,318,589.00	-
	55,318,589.00	-
TSNPDCL (Less than Six Months)		



For: MSR Mega Bio Power Ltd.,

Director

M/s. MSR MEGA BIO POWER LIMITED

11-23-1165, L B Nagar, Warangal, Telangana - 500 062.

11 Loans & Advances	As at March 31,	
	2017	2016
Advances - Others	3,013,896.00	700,586.00
Pridhvi Asset Reconstruction and securitisation company limited	3,500,000.00	3,500,000.00
TDS	35,475.00	18,143.00
Prepaid Insurance	104,596.00	104,596.00
	6,653,967.00	4,323,325.00
12 Cash and Bank balances	As at March 31,	
	2017	2016
Cash and Cash equivalents		
Balance with Banks		
- In Current Accounts	2,365,328.00	2,152,498.00
- In Deposit Accounts (Matutiry less then One year)		
Cash on hand	198,877.00	74,495.00
	2,564,205.00	2,226,993.00
13 Pre Operative Expenses	As at March 31,	
	2017	2016
Salaries, Wages and Benefits	3,815,451.00	3,202,468.00
General Maintenance	335,244.00	335,244.00
Office Maintenance	22,351.00	22,351.00
General Expenses	105,578.00	105,578.00
Water	3,616.00	3,616.00
Boiler Registration	184,000.00	184,000.00
Electrical Registration	500,000.00	500,000.00
A P Pollution Board	110,000.00	110,000.00
Audit Fee	350,000.00	350,000.00
Bank Charges	3,949.00	3,949.00
Business Pramotion	78,650.00	71,550.00
Consultancy & Service Charges	619,140.00	619,140.00
Donations	2,216.00	2,216.00
Electricity Charges	123,450.00	123,450.00
Insurane Charges	20,919.00	20,919.00
Legal Opinion Expenses	25,000.00	25,000.00
Rent	61,500.00	61,500.00
Travelling Expenses	345,567.00	299,257.00
Vehicle Rent & Maintenance	65,300.00	-
Printing & Stationary	4,234.00	-
Communication Expenses	4,635.00	-
	6,780,800.00	6,040,238.00
Less: Interest Income	176,091.00	176,091.00
Others	49,700.00	49,700.00
	6,555,009.00	5,814,447.00
Less: Written off during the year	655,501.00	-
	5,899,508.00	5,814,447.00



For: MSR Mega Bio Power Ltd.,

P. J. Kumar
Director

M/s. MSR MEGA BIO POWER LIMITED
11-23-1165, L B Nagar, Warangal, Telangana - 500 062.

14 Trail Run Expenses	As at March 31,		
	2017	2016	
	Trial Related Expenses	8,052,293.00	6,128,424.00
	Less: Written off during the year	805,229.00	-
	7,247,064.00	6,128,424.00	
15 Revenue from operations(Gross)	As at March 31,		
	2017	2016	
	Sale of Power to TSNPDCL	121,788,557.00	-
		121,788,557.00	-
16 Other Income	As at March 31,		
	2017	2016	
	Interest On Bank FDR	180,770.00	-
		180,770.00	-
17 Cost of Raw Material Consumed	As at March 31,		
	2017	2016	
	Opening Stock	-	-
	Purchases	109,022,021.00	-
	Less: Closing Stock	3,705,828.00	-
		105,316,193.00	-
	105,316,193.00	-	
18 Employee benefit obligations	As at March 31,		
	2017	2016	
	Salaries and Wages	6,103,891.00	-
	Staff Welfare Expences	482,477.00	-
	6,586,368.00	-	



For: MSR Mega Bio Power Ltd.,

P. Hanumanth Rao
Director

M/s. MSR MEGA BIO POWER LIMITED

11-23-1165, L B Nagar, Warangal, Telangana - 500 062.

19 Finance cost	As at March 31,	
	2017	2016
Bank Charges	3,040.00	-
	3,040.00	-

20 Depreciation and Ammortisations	As at March 31,	
	2017	2016
Depreciation on Fixed Assets	17,250,521.00	-
Preliminary Expenses Written off during the year	32,988.00	-
Pre Operative Expenses written off during the year	655,501.00	-
Trail Run Expenses written off during the year	805,229.00	-
	18,744,239.00	-

21 Administrative Expenses	As at March 31,	
	2017	2016
Security Expenses	425,617.00	-
Printing & Stationary	18,803.00	-
Office Maintenance	51,767.00	-
Audit Fee for the year	100,000.00	-
	596,187.00	-

22 Other Expenses	As at March 31,	
	2017	2016
Travelling Expenses	309,372.00	-
Communication Expenses	48,710.00	-
Business Pramotion	73,059.00	-
Computer Maintenance	1,450.00	-
Insurance Charges	125,896.00	-
Legal Expenses	20,000.00	-
Rates & Taxes	490,800.00	-
Vehicle Rent & Maintenance	587,933.00	-
	1,657,220.00	-



For: MSR Mega Bio Power Ltd.

 Director

MSR MEGA BIO POWER LIMITED
DEPRECIATION SCHEDULE AS AT 31st MARCH, 2017

As per Companies Act, 2013 Straight Line Method
 Fixed Assets

Note No. #9
 Amount in Rs.

Name of the Asset	GROSS BLOCK			%	DEPRECIATION BLOCK			NET BLOCK	
	AS AT 01.04.2016	ADDITIONS FOR YEAR	AS AT 31.03.2017		AS AT 01.04.2016	FOR THE YEAR	AS AT 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016
Land	790,030	-	790,030	0.00%	-	-	-	790,030	790,030
Buildings	-	78,497,736	78,497,736	5.83%	-	3,811,592	3,811,592	74,686,144	-
Plant and Machinery	-	268,067,144	268,067,144	5.83%	-	13,016,459	13,016,459	255,050,685	-
Furniture and Fixtures	-	290,173	290,173	9.50%	-	22,959	22,959	267,214	-
Mobile Phones	-	5,193	5,193	31.67%	-	1,370	1,370	3,823	-
Electrical Lines and Equipments	-	7,835,972	7,835,972	5.83%	-	380,489	380,489	7,455,483	-
Computers and Peripherals	-	66,920	66,920	31.67%	-	17,652	17,652	49,268	-
	790,030	354,763,138	355,553,168		-	17,250,521	17,250,521	338,302,647	790,030
Previous Year 31-03-2016	790,030	-	790,030		-	-	-	790,030	790,030

Capital Work In Progress:

Name of the Asset	GROSS BLOCK				DEPRECIATION BLOCK			NET BLOCK	
	AS AT 01.04.2016	ADD. FOR THE YEAR	TRF. TO ASSETS	AS AT 31.03.2017	AS AT 01.04.2016	FOR THE YEAR	AS AT 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016
Buildings	184,462,128	1,074,201	78,497,736	107,038,593	-	-	-	107,038,593	184,462,128
Plant and Machinery	313,678,977	1,268,116	268,067,144	46,879,949	-	-	-	46,879,949	313,678,977
Computers and Peripherals	66,920	27,450	66,920	27,450	-	-	-	27,450	66,920
Furniture and Fixtures	267,698	78,105	290,173	55,630	-	-	-	55,630	267,698
Electrical Lines and Equipments	7,091,231	3,480,335	7,835,972	2,735,594	-	-	-	2,735,594	7,091,231
Mobile Phones	5,193	2,900	5,193	2,900	-	-	-	2,900	5,193
	505,572,147	5,931,107	354,763,138	156,740,116	-	-	-	156,740,116	505,572,147
Previous Year 31-03-2016	500,782,938	4,789,209	-	505,572,147	-	-	-	505,572,147	500,782,938



For: MSR Mega Bio Power Ltd.,

P. J. Anand
 Director

MSR MEGA BIO POWER LIMITED
DEPRECIATION SCHEDULE AS AT 31st MARCH, 2017

As per Income Tax Act, 1961 Written Down Value Method.
Fixed Assets

Amount in Rs.

Name of the Asset	GROSS BLOCK				%	DEPRECIATION BLOCK			NET BLOCK	
	AS AT 01.04.2016	ADDITIONS		AS AT 31.03.2017		AS AT 01.04.2016	FOR THE YEAR	AS AT 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016
		30.09.2016	30.9.2016							
Land	790,030	-	-	790,030	0.00%	-	-	-	790,030	790,030
Buildings	-	78,497,736	-	78,497,736	10.00%	-	7,849,774	7,849,774	70,647,962	-
Plant and Machinery	-	268,067,144	-	268,067,144	15.00%	-	40,210,072	40,210,072	227,857,072	-
Furniture and Fixtures	-	290,173	-	290,173	10.00%	-	29,017	29,017	261,156	-
Mobile Phones	-	5,193	-	5,193	15.00%	-	779	779	4,414	-
Electrical Lines and Equipments	-	7,835,972	-	7,835,972	15.00%	-	1,175,396	1,175,396	6,660,576	-
Computers and Peripherals	-	66,920	-	66,920	60.00%	-	40,152	40,152	26,768	-
	790,030	354,763,138	-	355,553,168		-	49,305,189	49,305,189	306,247,979	790,030
Previous Year 31-03-2016	790,030	-	-	790,030	-	-	-	-	790,030	790,030



For: MSR Mega Bio Power Ltd.,

P. Ramasubrahmanyam
Director

Corporate information

MSR Mega Bio Power Limited ('the Company') was incorporated on May 5, 2009 under the Companies Act, 1956 to setup 7.5 MW Biomass power plants to generate power by utilizing agro industrial residue.

The company is a public limited company and its registered office is located at 11-23-1165, LB Nagar, Warangal, Telangana, India – 500 062.

23. Significant Accounting Policies**1. Basis of Preparation of Financial Statements :**

- a) The financial statements are prepared in accordance with the generally accepted accounting principles under the historical cost convention, ongoing concern concept and in compliance with the accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

The financial statements have been prepared on a historical cost or at amortised cost. The financial statements are presented in Indian Rupees and all values are rounded to the nearest in one rupee, except when otherwise indicated.

Use of estimates

- b) The preparation of financial statements requires management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities and the disclosure of contingent liabilities as at the date of financial statements and reported amounts of income and expenses during the year.
- c) Estimates and underlying assumptions are reviewed on an ongoing basis. In which the estimates are revised and in any future year affected.

2. Inventories

Inventories which comprise raw materials and consumables are carried at the lower of cost and net realisable value.

The cost of inventories is based on weighted average formula and includes expenditure incurred in acquiring the inventories, costs of transport and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.



For: MSR Mega Bio Power Ltd.,

P. S. Hanumanth Rao
Director

3. Cash flow statement:

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

4. Revenue recognition :

Revenue recognized to the extent that is probable that economic benefit will flow to the company and that the revenue can be reliably measured.

Sale of Electricity:

Revenue from Generation of electricity is recognized on an accrual basis on the basis of billings to procurer (Telangana State Northern Power Distribution Company Limited) and includes unbilled revenues accrued up to the end of the accounting period.

Revenue from sale of energy is recognized based on the tariff order issued by the Telangana State Electricity Regulatory Commission (TSERC).

Interest Income:

Interest income is recognized on time proportionate basis.

Unbilled Revenue:

Unbilled revenue represents electricity generated and supplied, during the period from 25th March, 2017 to 31st March 2017, to the procurer but not invoiced as at balance sheet date.

5. Borrowing Costs :

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

The Company had capitalized the total interest up to 24th March 2015 i.e. date of assignment of loan by the State Bank of Hyderabad to M/s. Pridhivi Asset Reconstruction and Securitisation Co. Ltd and there after interest on the same has not recognized and also the amounts paid to M/s. Pridhivi Asset Reconstruction and Securitisation Co. Ltd has been shown as Loans and Advances (Asset) as on 31st March 2017.

The company is still negotiating the terms and conditions of its Loan with M/s. Pridhivi Asset Reconstruction and Securitisation Co. Ltd.



6. Tangible Fixed Assets

Buildings, fixtures, plant and equipment held for use in the generation of electricity or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses.

7. Depreciation

Free hold land is measured at cost and is not depreciated.

The depreciation on assets (Other than Furniture & Fixtures, Computers & Peripherals' and Mobiles phones) are provided on 'Straight line method' at the rates notified by the Central Electricity Regulatory Commission in its order dated March 30, 2016 for Determination of levelised generic tariff under the Regulation 8 of the Central Electricity Regulatory Commission (Terms and Conditions for Tariff determination from Renewable Energy Sources) Regulations, 2012.

As per Regulations, the depreciation is to be allowed up to a maximum of 90% of the capital cost of the asset and the depreciation rate for the first 12 years of the Tariff period shall be 5.83% per annum and remaining depreciation shall be spread over the remaining useful life of the project from 13th year onwards.

As per Regulations, depreciation shall be chargeable from the first year of commercial operation and depreciation shall be charged on pro rata basis in case of commercial operation of the asset for part of the year.

Furniture & Fixtures, Computers & Peripherals' and Mobiles phones are depreciated on straight line method at the rate prescribed in Schedule II to the Companies Act, 2013.

Estimated useful lives of the assets are as follows:

SR NO:	PARTICULARS	ESTIMATED USEFUL LIFE (Years)
01	Plant and Machinery	20
02	Buildings	20
03	Electrical Lines and Equipments	20
04	Furniture and Fixtures	10
05	Computer and Peripherals	03
06	Mobile Phones	03

8. Preliminary Expenses, Pre-operative Expenses and Trail Run Expenses

Expenditure incurred for company formation and other registrations is treated as "Preliminary Expenses" and same shall be amortized over the 10 years from the year in which commercial operation started.



For: MSR Mega Bio Power Ltd.,

P. Srinivasulu
Director

M/s. MSR Mega Bio Power Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017

Expenditure incurred till the completion of the Project is treated as "Pre – Operative Expenses" and same shall be amortized over the 10 years from the year in which commercial operation started.

Expenditure related to raw material incurred for generation of power during the Trail Run is treated as "Trail Run Expenses" and same shall be amortized over the 10 years from the year in which commercial operation started.

9. Impairment of Assets

The fixed assets are reviewed for impairment at each balance sheet date. In case of any such indication, the recoverable amount of these assets is determined, and if such recoverable amount of the asset is less than its carrying amount, the impairment loss is recognized by writing down such assets to their recoverable amount.

10. Taxes on Income

Tax expense comprises of current, deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

11. Earnings per share (EPS) :

Basic and diluted EPS is calculated by dividing the profit attributable to owners of the Company by the weighted average number of equity shares outstanding during the financial year.

12. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is provable that there will be an out flow of resources.

Where Contingent liabilities are not recognized but are disclosed in the notes. Where there is no possible obligation or a present obligation in respect of which the likelihood of outflow is remote, no provision or disclosure is made.

Contingent assets are neither recognized nor disclosed in the Financial Statements.

13. Cash and cash equivalents :

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.



For: MSR Mega Bio Power Ltd.,

P. J. R. Reddy
Director

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M/s. MSR Mega Bio Power Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017

Additional disclosures

1. Remuneration to Auditors' (exclusive of Service Tax)

Particulars	FY 2016-17	FY 2015-16
Company Audit	70,000	50,000
Tax Audit	30,000	-
TOTAL	100,000	50,000

2. Remuneration to Directors' :

SR No.	Particulars	FY 2016-17	FY 2015-16
01.	Hanumantha Rao Puram	-	-
02.	Nagarjuna Reddy Sagili	-	-
03	Venkata Subba Reddy Sagile	-	-

3. Related Party transactions - As required by Accounting Standard 18 "Related Party Disclosures"

Key Management Personnel

- Hanumantha Rao Puram - Director
- Nagarjuna Reddy Sagili - Director
- Venkata Subba Reddy Sagile - Director

Enterprises in which persons described in above having a substantial interest and with whom transactions have taken place:-

- Pranav Green Energies India Private Limited

Transactions with Related Parties:

Unsecured Loans taken, repaid and outstanding balances at balance sheet date :

Sr.	Name of the related party	Balance as at 31.03.2016	Taken during the year	Repaid during the year	Balance as at 31.03.2017
01.	Pranav Green Energies India Private Limited	234,96,331	232,83,191	79,90,000	387,89,522
02.	Hanumantha Rao Puram	22,000	9,00,000	3,00,000	6,22,000
03.	Nagarjuna Reddy Sagili	12,71,000	7,00,000	2,50,000	17,21,000
04	Venkata Subbareddy Sagile	21,50,000	54,00,000	3,50,000	72,00,000

4. Earnings per Share:

PARTICULARS	AS AT 31.03.2017
Net Profit or Loss attributable to Equity Share Holders (as per Statement of Profit and loss account)	(10,933,920)



For: MSR Mega Bio Power Ltd.,

Page - 5 - of 6

P. Hanumanth Rao
Director

M/s. MSR Mega Bio Power Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017

Calculation of weighted average number of equity shares for basic diluted earnings per share	
Number of equity shares as at the beginning of the year	793,964
Number of equity shares as at the end of the year	793,964
Weighted average number of equity shares outstanding during the year	793,964
Basic and diluted earnings per share of Rs. 100 each	(13.77)

5. Capital Work in Progress

The secured Loan obtained from M/s. Pridhvi Asset Reconstruction and Securitisation Company for an amount of 387,891,000/- has been shown as Loans and Advances and an amount of 151,891,000/- (3878.91 Lakhs - 2360 lakhs) is shown as Capital Work in progress as on 31st March 2017.

6. Events occurring after the Balance Sheet date**Non Adjusting Events**

The competent authority of M/s. Pridhvi Asset Reconstruction and securitisation company limited has approved for restructuring the secured debt of the company for an amount of Rs. 23,60,00,000 with the terms and conditions as mentioned in the sanction letter, issued by M/s. Pridhvi Asset Reconstruction and securitisation company limited, dated 26th July, 2017 vide reference number 285-2/2017/522.

7. Segment information

The company's business activity primarily falls within one operating segment, so segment information is not required.

8. Prior year comparatives :

The previous year figures have been regrouped/ reclassified, wherever necessary to confirm to the current presentation as per the schedule III of Companies Act, 2013.

For Chittibabu & Co
Chartered Accountants

Chittibabu G
Proprietor
Firm Reg No. 010120 S
Membership No. 026766
Date: 04.09.2017



Hanumantha Rao Puram
(DIN 07476962)
Director

Venkata Subbareddy Sagili
(DIN 06666814)
Director

MSR MEGA BIO POWER LIMITED
Balance Sheet as at 31st March, 2018

(Amount in Rs.)

Particulars	Note No.	As at March 31,	
		2018	2017
EQUITY AND LIABILITIES			
Shareholders' Funds			
a) Share Capital	3	79,396,400	79,396,400
b) Reserves & Surplus	4	(27,801,566)	(10,933,920)
Non Current Liabilities			
a) Deferred tax liability	5	13,996,998	-
b) Secured Loans	6	208,000,000	387,891,000
c) Unsecured Loans	7	60,943,795	66,052,522
d) Other Non Current Liabilities	8	14,289,362	14,339,362
Current liabilities			
a) Trade Payables	9	47,744,792	39,986,149
b) Other Current Liabilities	10	1,383,094	1,997,300
TOTAL EQUITY AND LIABILITIES		397,952,875	578,728,813
ASSETS:			
Non Current Assets			
a) Tangible Assets- Property, Plant and equipment	11	320,734,047	338,302,647
b) Capital Work in Progress		-	156,740,116
Current assets			
a) Inventories	12	8,707,848	3,705,828
b) Trade Receivables	13	43,390,274	55,318,589
c) Loans & Advances	14	9,841,416	8,653,967
d) Cash and bank balances	15	3,329,547	2,564,205
Trail Run Expenses	16	6,441,835	7,247,064
Pre Operative Expense	17	5,244,007	5,899,508
Preliminary Expenses	18	263,901	296,889
TOTAL ASSETS		397,952,875	578,728,813

Corporate information and significant accounting policies 1 & 2

See the accompanying notes forming part of the financial statements.

In terms of our report attached

For Venkata Krishnaiah & Co.,

Chartered Accountants

G. V. Krishnaiah

G Venkata Krishnaiah

FR No: 00171035

M. No: 241023

Place: Hyderabad

Date: 03.09.2018



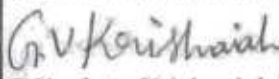

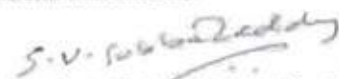


S. V. Subba Reddy
 Venkata Subba Reddy Sagile
 Director

S. Nagarajuna Reddy
 Nagarajuna Reddy Sagili
 Director

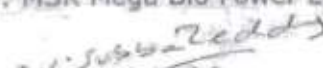


For: MSR Mega Bio Power Ltd.,

S. V. Subba Reddy
 Director

MSR MEGA BIO POWER LIMITED			
Statement of Profit and Loss for the year ended 31st March, 2018			
(Amount in Rs.)			
Particulars	Note No.	Year ended March 31,	
		2018	2017
REVENUE			
a) Revenue from operations	19	235,816,763	121,788,557
b) Other Income	20	219,966	180,770
Total Revenue		236,036,729	121,969,327
EXPENSES			
a) Cost of Raw material consumed	21	198,219,899	105,316,193
b) Employee benefit obligations	22	9,026,406	6,586,368
c) Finance costs	23	2,220,408	3,040
d) Depreciation	24	22,415,444	18,744,239
e) Other expenses	25	7,025,220	2,253,407
Total Expenses		238,907,377	132,903,247
Profit Before Tax		(2,870,648)	(10,933,920)
Tax Expense			
Current Tax			-
Deferred Tax		13,996,998	-
Profit for the Year		(16,867,646)	(10,933,920)
Earnings per equity share			
Basic and Diluted		(21.24)	(13.77)
Corporate information and significant accounting policies 1 & 2			
See the accompanying notes forming part of the financial statements.			
In terms of our report attached			
For Venkata Krishnaiah & Co.,			
Chartered Accountants			
 G Venkata Krishnaiah FR No: 0017103S M. No: 241023 Place: Hyderabad Date: 03.09.2018			
		 Venkata Subba Reddy Sagile Director	
		 Nagarjuna Reddy Sagili Director	
			

For: MSR Mega Bio Power Ltd.,


Director

MSR MEGA BIO POWER LIMITED
Notes forming part of the financial statements

3. Share Capital

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Authorised: 1,300,000 Equity Shares of Rs.100/- each	130,000,000	130,000,000
Issued, Subscribed and Paid-up capital 793,964 Equity Shares of Rs.100/- each fully paid	79,396,400	79,396,400
Total	79,396,400	79,396,400

The equity shares of the company having face value of Rs.100 per share rank pari passu in all respects including entitlement to dividend. Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of the Article of Association of the company and as may be determined by the company in General Meeting prior to such winding up.

Reconciliation of the Shares	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	Amount	No. of Shares	Amount
Balance at the beginning of the year	793,964	79,396,400	793,964	79,396,400
Issued during the year	-	-	-	-
End of the year	793,964	79,396,400	793,964	79,396,400

Details of shareholders in the company

Particulars	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	% Held	No. of Shares	% Held
Puram Prashanth Kumar	169,150	21.30	143,400	18.06
M Ashok	-	-	272,750	34.35
G Suman Rao	-	-	176,455	22.22
M Vasantha	-	-	66,073	8.32
P Tirupathi Rao	-	-	38,755	4.88
Peacher Hanumantha Rao	-	-	36,750	4.63
M Srinivas Reddy	-	-	32,354	4.07
P Narmada	-	-	25,750	3.24
Nagarjuna Reddy Sagile	1,672	0.21	1,672	0.21
M Pushpalatha	-	-	5	0.00
J Aparna	5	0.00	-	-
Venkata Subba Reddy Sagile	272,750	34.35	-	-
C Uma Pavani	32,354	4.07	-	-
C Rama Chandra Reddy	104,828	13.20	-	-
Puram Hanumantha Rao	213,205	26.85	-	-
	793,964	100	793,964	100



For: MSR Mega Bio Power Ltd.,
S.V. Subba Reddy
Director

4. Reserves and Surplus

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Opening Balance	(10,933,920)	-
Profit/Loss for the year	(16,867,646)	(10,933,920)
Total	(27,801,566)	(10,933,920)

5. Deferred tax liability

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Deferred tax liability	13,996,998	-
Total	13,996,998	-

6. Secured Loans

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Pridhvi Asset Reconstruction and securitization company limited (Charge on Land, Building and Plant & Machinery)	208,000,000	387,891,000
Total	208,000,000	387,891,000

7. Un Secured Loans

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
- From Others	27,563,000	27,263,000
- Pranav Green Energies India Private Limited	33,380,795	38,789,522
Total	60,943,795	66,052,522

8. Other Non Current Liabilities

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
- Creditors	14,289,362	14,339,362
Total	14,289,362	14,339,362

G.V. Krishnaiah



For: MSR Mega Bio Power Ltd.,

S.V. Subramanian
Director

9. Trade Payables

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Creditors	47,744,792	39,986,149
Total	47,744,792	39,986,149

10. Other Current Liabilities

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Statutory Remittances		
TDS Payable	340,749	224,837
PF Payable	30,502	-
ESI Payable	97,671	-
Salaries & Allowances Payable	774,172	1,547,463
Audit fees Payable	140,000	225,000
Total	1,383,094	1,997,300

G. V. Krishnaiah



For: MSR Mega Bio Power Ltd.,

S. V. Subramanyam
Director

MSR MEGA BIO POWER LIMITED
Note 11: Property, Plant and Equipment as at 31st March, 2018

As per Companies Act, 2013 Straight Line Method

Name of the Asset	Gross Block		%	Depreciation		Net Block	
	as at	additions		as at	for the	as at	as at
	01.04.2017	for the year		31.03.2018	year	31.03.2018	31.03.2017
Land	790,030	-	0.00%	-	-	790,030	790,030
Building	78,497,796	1,054,719	5.83%	4,638,200	8,449,792	71,107,663	74,686,144
Plant and Equipment	368,067,144	845,630	5.83%	13,016,459	15,677,616	240,218,719	255,050,685
Furniture and Fixtures	290,173	132,740	9.20%	22,959	40,137	359,277	262,214
Cell Phones	5,193	8,980	31.67%	1,370	4,463	8,260	3,823
Electrical Equipment's	7,835,972	1,278,667	5.83%	380,489	531,583	8,202,767	7,455,483
Computers	66,920	27,450	31.67%	17,652	29,887	46,831	49,268
Total	355,553,168	3,353,126		17,250,521	20,921,726	320,734,047	338,302,647
Previous Year 31-03-2017	790,030	354,763,138		-	17,250,521	338,302,647	790,030

Capital Work in Progress

Name of the Asset	Gross Block		%	Depreciation		Net Block	
	as at	Adj towards Interest		as at	for the	as at	as at
	01.04.2017	Waived		31.03.2018	year	31.03.2018	31.03.2017
Building	1,07,038,593	1,07,038,593	-	-	-	-	1,07,038,593
Plant & Machinery	46,879,949	46,879,949	-	-	-	-	46,879,949
Computers	27,450	-	-	-	-	-	27,450
Furniture	55,630	-	-	-	-	-	55,630
Electrical and lab equipment	2,735,594	1,472,458	-	-	-	-	2,735,594
Cell phones	2,900	-	-	-	-	-	2,900
Total	156,740,116	355,391,000					156,740,116
Previous Year 31-03-2017	156,740,116	5,931,107	156,740,116	-	-	156,740,116	505,572,147

For: MSR Mega Bio Power Ltd.,
S. V. S. Srinivasan
 Director



MSR MEGA BIO POWER LIMITED
Notes forming part of the financial statements

12. Inventories**(Amount in Rs.)**

Particulars	As at March 31,	
	2018	2017
Raw materials	8,276,084	3,450,867
Spare parts	254,508	148,233
Consumables	177,256	106,728
Total	8,707,848	3,705,828

13. Trade Receivables**(Amount in Rs.)**

Particulars	As at March 31,	
	2,018	2,017
TSNPDCL (Less than Six Months)	43,390,274	55,318,589
Total	43,390,274	55,318,589

14. Loans & Advances**(Amount in Rs.)**

Particulars	As at March 31,	
	2018	2017
Advances - Others	1,721,686	3,013,896
PARAS	-	3,500,000
Puram Prasanth Kumar	8,000,000	2,000,000
TDS Receivable	16,956	35,475
Prepaid Insurance	102,774	104,596
Total	9,841,416	8,653,967

15. Cash and Cash Equivalents**(Amount in Rs.)**

Particulars	As at March 31,	
	2,018	2,017
Balance with Banks		
In Current Accounts	2,660,531	2,365,328
Cash on hand	669,016	198,877
Total	3,329,547	2,564,205

G. V. Krishnaiah



For: MSR Mega Bio Power Ltd.,

G. V. Subba Reddy
Director

16. Trial Run Expenses

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Opening Balance	7,247,064	8,052,293
Less: Written off during the year	(805,229)	(805,229)
Total	6,441,835	7,247,064

17. Pre Operative Expenses

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Opening Balance	5,899,508	6,555,009
Less: Written off during the year	(655,501)	(655,501)
Total	5,244,007	5,899,508

18. Preliminary Expenses

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
Opening Balance	296,889	329,877
Less: Written off during the year	(32,988)	(32,988)
Total	263,901	296,889



For: MSR Mega Bio Power Ltd.,

G. V. Subramanyam
Director

MSR MEGA BIO POWER LIMITED
Notes forming part of the Financial Statements

19. Revenue from operations

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2018	2017
Sales of products		
Sale of Power to TSNPDCL	235,816,763	121,788,557
Total	235,816,763	121,788,557

20. Other Income

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2018	2017
Interest Income	172,430	180,770
Miscellaneous Income	47,536	-
Total	219,966	180,770

21. Materials consumed

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2018	2017
Opening Stock	3,705,828	-
Purchases	203,221,919	109,022,021
Less: Closing Stock	(8,707,848)	(3,705,828)
Total	198,219,899	105,316,193

22. Employee benefit obligations

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2018	2017
Salaries and Wages	8,578,696	6,103,891
Staff Welfare Expenses	447,710	482,477
Total	9,026,406	6,586,368

23. Finance cost

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2018	2017
Bank Charges	9,216	3,040
Interest on Loan	2,211,192	-
Total	2,220,408	3,040



For: MSR Mega Bio Power Ltd.,

S. V. Sreedhar

24. Depreciation

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2018	2017
Depreciation on Fixed Assets	20,921,726	17,250,521
Preliminary Expenses Written off during the year	32,988	32,988
Pre Operative Expenses written off during the year	655,501	655,501
Trail Run Expenses written off during the year	805,229	805,229
Total	22,415,444	18,744,239

25. Other Expenses

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2018	2017
Audit Fees	100,000	100,000
Business Promotion Expenses	254,831	73,059
Communication Expenses	87,459	48,710
Goods and Services tax	102,730	-
Insurance Charges	125,151	125,896
Legal, Professional and Consultancy charges	69,000	20,000
Office Maintenance	18,110	51,767
Power and Fuel	2,828,063	-
Printing and Stationery	44,547	18,803
Rental Expenses	426,600	-
Repairs General	36,314	1,450
Rates and Taxes	138,853	490,800
Security Expenses	542,000	425,617
Travelling Expenses	744,283	309,372
Vehicle Rent and Maintenance	1,507,279	587,933
Total	7,025,220	2,253,407

G.V. Krishnaiah



For: MSR Mega Bio Power Ltd.,

S.V. Subramanyam
Director

MSR MEGA BIO POWER LIMITED							
Property, Plant and Equipment as at 31st March, 2018							
As per Income Tax Act, 1961 Written Down Value Method.							
Property, Plant and Equipment							
Amount in Rs.							
Name of the Asset	Opening Balance	Additions		Total	Depreciation rate	Depreciation for the year	Closing Balance
		Before 30.09.2017	After 30.9.2017				
Land	790,030	-	-	790,030	0.00%	-	790,030
Building	70,647,962	1,059,719	-	71,707,681	10.00%	7,170,768	64,536,913
Plant and Equipment	227,857,072	485,650	360,000	228,702,722	15.00%	34,278,408	194,424,314
Furniture and Fixtures	261,156	103,340	29,400	393,896	10.00%	37,920	355,976
Cell Phones	4,414	8,900	-	13,314	15.00%	1,997	11,317
Electrical Equipment's	6,660,576	1,278,667	-	7,939,243	15.00%	1,190,886	6,748,357
Computers	26,769	27,450	-	54,219	40.00%	21,688	32,531
Total	306,247,979	2,963,726	389,400	309,601,105		42,701,667	266,899,438
Previous Year 31-03-2017	790,030	354,763,138	-	355,553,168	-	49,305,189	306,247,979

G.V. Krishnaiah



For: MSR Mega Bio Power Ltd.,

S.V. Suresh Reddy
Director

S. V. Subramanian
Director

Inventories:

Inventories which comprise raw materials, spare parts and consumables are carried at the lower of cost and net realisable value. The cost of inventories are based on weighted average method and includes expenditure incurred in acquiring the inventories, costs of transport and other costs incurred in bringing the inventories to their present location and condition. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

Cash flow statement:

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Revenue Recognition:

Revenue recognized to the extent that is probable that economic benefit will flow to the company and that the revenue can be reliably measured.

i. Sale of Electricity:

Revenue from Generation of electricity is recognized on an accrual basis on the basis of billings to procurer (Telangana State Northern Power Distribution Company Limited herein called as TSNPDCL) and includes unbilled revenues accrued up to the end of the accounting period.

Revenue from sale of energy is recognized based on the tariff order issued by the Telangana State Electricity Regulatory Commission (TSERC).

ii. Interest Income:

Interest income is recognized when it is probable that economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis by reference to the principal outstanding and at the effective interest rate applicable.

G.V. Krishnaiah



For: MSR Mega Bio Power Ltd.,

S.V. Subash Reddy
Director

iii. Unbilled Revenue:

Unbilled revenue represents electricity generated and supplied, during the period from 25th March 2018 to 31st March 2018, to the procurer but not invoiced as at balance sheet date.

Borrowing Costs:

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the accounting period that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

The Company had capitalized the total interest up to 24th March 2015 i.e. date of assignment of loan by the State Bank of Hyderabad to Asset Reconstruction Company (M/s. Pridhivi Asset Reconstruction and Securitisation Co. Ltd herein after called as PARAS) and there after interest on the same has not recognized and also the amounts paid to M/s. Pridhivi Asset Reconstruction and Securitisation Co. Ltd has been shown as Loans and Advances (Asset) as on 31st March 2017.

After several negotiations, PARAS has revised the restructure of the debt (after adjustment of earlier paid amount of Rs. 35,00,000/-) to Rs. 23,60,00,000/- and repayment should be as per sanction letter dated 26.07.2017.

Tangible Fixed Assets

Buildings, fixtures, plant and equipment held for use in the generation of electricity or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses.

G.V. Krishnaiah



For: MSR Mega Bio Power Ltd.

S. V. S. Subrahmanyam
Director

Depreciation

Free hold land is measured at cost and is not depreciated.

The depreciation on assets (Other than Furniture & Fixtures, Computers & Peripherals' and Mobiles phones) are provided on 'Straight line method' at the rates notified by the Central Electricity Regulatory Commission in its order dated March 30, 2016 for Determination of levellised generic tariff under the Regulation 8 of the Central Electricity Regulatory Commission (Terms and Conditions for Tariff determination from Renewable Energy Sources) Regulations, 2012.

As per Regulations, the depreciation is to be allowed up to a maximum of 90% of the capital cost of the asset and the depreciation rate for the first 12 years of the Tariff period shall be 5.83% per annum and remaining depreciation shall be spread over the remaining useful life of the project from 13th year onwards.

As per Regulations, depreciation shall be chargeable from the first year of commercial operation and depreciation shall be charged on pro rata basis in case of commercial operation of the asset for part of the year.

Furniture & Fixtures, Computers & Peripherals' and Mobile phones are depreciated based on the useful life as prescribed in Schedule II to the Companies Act, 2013.

Estimated useful lives of the assets are as follows:

Sl. No:	Particulars	Estimated Useful Life (Years)
01	Plant and Machinery	20
02	Buildings	20
03	Electrical Lines and Equipment's	20
04	Furniture and Fixtures	10
05	Computer and Peripherals	03
06	Mobile Phones	03

Preliminary Expenses, Pre-operative Expenses and Trail Run Expenses:

Expenditure incurred for company formation and other registrations is treated as "Preliminary Expenses" and same shall be amortized over the 10 years from the year in which commercial operation started.

G. V. Krishnaiah



For: MSR Mega Bio Power Ltd.,

S. V. Subash Reddy

S. V. Srinivas Reddy
Director

Note No. 26: Remuneration to Auditors

Particulars	FY 2017-18	FY 2016-17
Company Audit	70,000	70,000
Tax Audit	30,000	30,000
TOTAL	100,000	100,000

Note No. 27: Related Party Disclosure

As required by AS - 18 "Related Party Disclosures" issued by the Institute of Chartered Accountants of India, following are the names, nature of related parties and transactions entered during the year.

List of Related Parties & Relationships

Sl.No.	Name of the Related party	Relationship
1	Hanumantha Rao Puram	Director
2	Nagarjuna Reddy Sagili	Director
3	Venkata Subba Reddy Sagile	Director
4	Pranav Green Energies India Private Limited	Other related party
5	Prasanth Kumar Puram	Other related party

G.V. Krishnaiah



For: MSR Mega Bio Power Ltd.,

G.V. Subba Reddy

Transactions with Related Parties and Summary of balances – receivable from/ (payable to) the above parties are as follows.

Unsecured Loans taken, repaid and outstanding balances at balance sheet date:

Sl. No.	Name of the related party	Balance as at 01.04.2017	Taken during the current year	Repaid during the year	Balance as at 31.03.2018
1	Pranav Green Energies India Private Limited	(387,89,522)	(4712393)	1,01,21,120	(3,33,80,795)
2	Hanumantha Rao Puram	(6,22,000)	(55,00,000)	15,00,000	(46,22,000)
3	Nagarjuna Reddy Sagili	(17,21,000)	(49,50,000)	41,00,000	(25,71,000)
4	Venkata Subbareddy Sagile	(72,20,000)	(14,90,000)	40,40,000	(46,50,000)
5	Prasanth Kumar Puram	20,00,000	-	60,00,000	80,00,000

Note No 28: Earnings per Share:

Particulars	As At 31.03.2018
Net Profit or Loss attributable to Equity Share Holders (as per Statement of Profit and loss account)	(1,68,67,646)
Calculation of weighted average number of equity shares for basic and diluted earnings per share	
Number of equity shares as at the beginning of the year	793,964
Number of equity shares as at the end of the year	793,964
Weighted average number of equity shares outstanding during the year	793,964
Basic and diluted earnings per share of Rs. 100 each	(21.24)

G.V. Krishnamoorti



For: MSR Mega Bio Power Ltd.,

G.V. Subbarao
Director

Note No 29: Capital Work in Progress

The assigned secured loan from Pridhvi Asset Reconstruction and Securitisation Company for an amount of Rs. 387,891,000/- has been shown as Secured Loans and an amount of Rs. 151,891,000/- (3878.91 Lakhs (Less) 2360 lakhs) is shown as Capital Work in progress as on 31st March 2017.

During the year PARAS has revised the restructure of the debt, hence an amount of Rs. 15,53,91,000/- interest waived, the same amount has been reduced from the balance of Capital Work in Progress and remaining amount of Rs. 13,49,116/- has been transferred from Capital Work in Progress to fixed assets as on the date of sanction letter issued by the PARAS.

Note No 30: Segment information

The company's business activity primarily falls within one operating segment, so segment information is not required.

Note No 31: Prior year Comparatives:

The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Accordingly, amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year. The figures are rounded off to the nearest rupee.

For Venkata Krishnaiah & Co.
Chartered Accountants

G. V. Krishnaiah

G Venkata Krishnaiah

Proprietor

Firm Reg No. 00171035

Membership No. 241023

Date: 03.09.2018



Venkata Subba Reddy Sagile

(DIN 06666814)

Director

Nagarjuna Reddy Sagili

(DIN 06666817)

Director



For: MSR Mega Bio Power Ltd.,

S. V. Subba Reddy



INDEPENDENT AUDITORS' REPORT

To the Members of **MSR MEGA BIO POWER LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **MSR MEGA BIO POWER LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss, the statement of Cash Flows 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 are responsible for the matters 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 prescribed under section 133 of the Act, read with Rule 7 of the companies (accounts) Rules, 2014.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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.

In conducting 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.


G. V. Krishnaiah

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 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 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:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018
- b) In the case of the Statement of Profit and Loss, of the Loss for the year ended on that date, and
- c) In the case of the Cash Flow Statement of the cash flows for the year ended on that date

Report on other Legal and Regulatory Requirements

1. 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 purpose 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 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 Rule 7 of the Companies (Accounts) Rules, 2014.

G.V. Krishna



- e) On the basis of written representations received from the directors as on 31st March 2018, taken on record by the Board of Directors, none of the directors are 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 'A' to this report.
 - g) With respect to the other matters 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:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its 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 required to be transferred to the Investor Education and Protection Fund by the Company
 - iv. The company had an assigned debt from Pridhvi Asset Restructuring and Securitisation Co Ltd and which was restructured during the year and which is an interest free loan and the company has started repaying the loan. A reference to the same has been made in Note No.6 of the Notes to the financial statements.
2. As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure 'B' a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable

For VENKATA KRISHNAIAH & CO
Chartered Accountants

FRN No: 0171039

G.V. Krishnaiah

G. Venkata Krishnaiah
Proprietor
M.No: 241023



Place: Hyderabad

Dated: 03/09/2018



Annexure 'A' to the Independent Auditor's Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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 **MSR MEGA BIO POWER LIMITED** ("the Company") as of March 31, 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. 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 the 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.

Auditor's 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 as specified 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.


G.V. Krishnaiah

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 judgement, 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 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, to the best of our information and according to the explanations given to us, 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 March 31, 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.



G.V. Krishnaiah



Annexure 'B' to the Independent Auditor's Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013 ("the Act") of MSR MEGA BIO POWER LIMITED ("the Company")

1. In respect of the Company's fixed assets:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. 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, the title deeds of immovable properties are held in the name of the company.
2. The inventories have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book stocks were not material and have been properly dealt with in the books of account.
3. The Company has not granted any loans, secured or unsecured, to companies, firms, and limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.


G.V. Krishnaiah

5. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2018 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
6. We have made broadly reviewed the books of accounts relating to material, labour and other items of cost maintained by the company are of the opinion that prima facie the prescribed accounts have been made and maintained. However, we have not made a detailed examination of the records.
7. According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, and Value Added Tax, duty of Customs, duty of Excise, Goods and Services Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
 - (b) There were no undisputed amounts payable, in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Goods and Services Tax, Cess and other material statutory dues in arrears as at March 31, 2018 for a period of more than six months from the date they became payable.
 - (c) According to the information and explanations furnished to us, there are no disputed dues with the concerned authorities.
8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to the banks. The company does not have any loans or borrowings from banks, financial institutions or government and has not issued any debentures.
9. The company being a private limited company, has not raised money by the way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the order is not applicable.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.



A. V. Krishnaiah

11. In our opinion and according to the information and explanations given to us, the Company has not paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
12. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For VENKATA KRISHNAIAH & CO.,
Chartered Accountants
FRN No: 017103S

G.V. Krishnaiah
G. Venkata Krishnaiah
Proprietor
M.No: 241023

Date: 03/09/2018



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Independent Auditor's Report

To the Members of M/s. MSR MEGA BIO POWER LIMITED

Report on the standalone Financial Statements

Opinion

We have audited the accompanying Standalone financial statements of M/s. MSR MEGA BIO POWER LIMITED ("the Company") which comprises the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 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 March 31, 2019, and profit/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 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 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 there under, 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.

Responsibility of Management 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 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

A. V. Krishnaiah



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In preparing the 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.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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.



G. V. Krishnaiah



- 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.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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 Section 143(3) of the Act, we report that:

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.

- a. 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.
- b. 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.
- c. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



G.V. Krishnaiah



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- d. On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- e. 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:
- i. The Company does 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. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. The company had an assigned debt from Pridhvi Asset Restructuring and Securitisation Co Ltd and which was restructured during the financial year (2016-17) and which is an interest free loan and the company has started repaying the loan.
- 2) As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure 'A'** a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable

For Venkata Krishnaiah & Co.,
Chartered Accountants
FR No: 0017103S

G. V. Krishnaiah

G Venkata Krishnaiah
Membership No. 241023

Place: Hyderabad

Dated: 07th September 2019





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Annexure 'A' to the Independent Auditor's Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013 ("the Act") of MSR MEGA BIO POWER LIMITED ("the Company")

1. In respect of the Company's Property, Plant and Equipment:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
 - b) The property, plant and equipment were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the property, plant and equipment at reasonable intervals. 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, the title deeds of immovable properties are held in the name of the company.
2. The inventories have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book stocks were not material and have been properly dealt with in the books of account.
3. The Company has not granted any loans, secured or unsecured, to companies, firms, and limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
5. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2019 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.

G.V. Krishnamoorthy





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6. We have made broadly reviewed the books of accounts relating to material, labour and other items of cost maintained by the company are of the opinion that prima facie the prescribed accounts have been made and maintained. However, we have not made a detailed examination of the records.
7. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, and Value Added Tax, duty of Customs, duty of Excise, Goods and Services Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
- (b) There were no undisputed amounts payable, in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Goods and Services Tax, Cess and other material statutory dues in arrears as at March 31, 2019 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations furnished to us, there are no disputed dues of goods and service tax, sales tax, excise duty and customs duty as at March 31, 2019. The particulars of dues of income tax as at March 31, 2019, which have not been deposited on account of a dispute, are as follows

Name of the statute	Income Tax Act, 1961
Nature of dues	Income tax
Amount of due	₹. 29,44,449/-
Amount paid	₹. 6,00,000/-
Period to which the amount relates	AY 2013-14
Forum where the dispute is pending	Commissioner (Appeals)

8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to the banks. The company does not have any loans or borrowings from banks, financial institutions or government and has not issued any debentures except the restructured loan payable to Pridhvi Asset Restructuring and Securitisation Co Limited
9. The company has not raised money by the way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the order is not applicable.



G. V. Krishnaiah



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VENKATA KRISHNAIAH & CO
CHARTERED ACCOUNTANTS

10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
11. In our opinion and according to the information and explanations given to us, the Company has not paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
12. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For Venkata Krishnaiah & Co.,

Chartered Accountants

FR No: 0017103S

G.V. Krishnaiah

G Venkata Krishnaiah

Membership No. 241023

Place: Hyderabad

Dated: 07th September 2019



MSR MEGA BIO POWER LIMITED
Balance Sheet as at 31st March, 2019

(Amount in Rs.)

Particulars	Note No.	As at March 31,	
		2019	2018
EQUITY AND LIABILITIES			
Shareholders Funds			
a) Share Capital	3	7,93,96,400	7,93,96,400
b) Reserves & Surplus	4	(4,26,73,138)	(2,78,01,566)
Non Current Liabilities			
a) Deferred Tax Liability	5	2,34,97,975	1,39,96,998
b) Secured Loans	6	18,92,53,075	20,80,00,000
c) Unsecured Loans	7	6,33,66,721	6,09,43,795
d) Other Non Current Liabilities	8	1,42,89,362	1,42,89,362
Current liabilities			
a) Trade Payables	9	11,10,39,752	4,77,44,792
b) Other Current Liabilities	10	27,71,343	13,83,094
TOTAL EQUITY AND LIABILITIES		44,09,41,490	39,79,52,875
ASSETS:			
Non Current Assets			
a) Tangible Assets- Property, Plant and equipment	11	29,99,65,906	32,07,34,047
Current assets			
a) Inventories	12	10,04,253	87,07,848
b) Trade Receivables	13	11,33,28,966	4,33,90,274
c) Loans & Advances	14	1,55,73,558	98,41,416
d) Cash and bank balances	15	6,12,782	33,29,547
e) Other Current Assets			
Trail Run Expenses	16	56,36,606	64,41,835
Pre Operative Expense	17	45,88,506	52,44,007
Preliminary Expenses	18	2,30,913	2,63,901
TOTAL ASSETS		44,09,41,490	39,79,52,875

Corporate information and significant accounting policies 1 & 2

See the accompanying notes forming part of the financial statements.

In terms of our report attached

For Venkata Krishnaiah & Co.,

Chartered Accountants

G. V. Krishnaiah

G Venkata Krishnaiah

FR No: 0017103S

M. No: 241023

Place: Hyderabad

Date: 07th September 2019



S. V. Subba Reddy
Venkata Subba Reddy Sagile
Director

S. Nagaraj Reddy
Nagarajuna Reddy Sagile
Director



MSR MEGA BIO POWER LIMITED

Statement of Cash Flows for the Year ended 31st, March 2019

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Cash Flows From Operating Activities		
Net Profit Before Tax	(53,70,595)	(28,70,648)
Depreciation	2,24,40,480	2,24,15,444
Interest income	(2,25,262)	(1,72,430)
Interest expenses	21,06,540	22,11,192
Operating profit before working capital changes	1,89,51,163	2,15,83,558
Changes in Current Assets		
-Trade Receivables	(6,99,38,692)	1,19,28,315
-Inventories	77,03,595	(50,02,020)
-Short term loans and advances	(57,32,142)	(11,87,449)
Changes in Current Liabilities		
-Trade payables	6,32,94,959	77,58,643
-Other current liabilities	13,88,249	(6,14,206)
-Other non current liabilities	-	(50,000)
Direct taxes paid	-	-
Net Cash Flows From Operating Activities "A"	1,56,67,132	3,44,16,841
Cash Flows From Investing Activities		
Capital Work in progress	-	15,67,40,116
Purchase of Fixed Assets	(1,78,621)	(33,53,125)
Interest received	2,25,262	1,72,430
Net Cash Flows From Investing Activities "B"	46,641	15,35,59,421
Cash Flows From Financing Activities		
Increase in Long term Borrowings	(1,63,23,999)	(18,49,99,727)
Interest paid	(21,06,540)	(22,11,192)
Net Cash Flows From Financing Activities "C"	(1,84,30,539)	(18,72,10,919)
Net Cash inflow for the year ended (A+B+C)	(27,16,766)	7,65,343
Cash & Cash Equivalents at the beginning of the year	33,29,548	25,64,205
Cash & Cash Equivalents at the end of the year	6,12,782	33,29,548

Corporate information and significant accounting policies 1 & 2

See the accompanying notes forming part of the financial statements.

In terms of our report attached

For Venkata Krishnaiah & Co.

Chartered Accountants

G. V. Krishnaiah

G Venkata Krishnaiah

FR No: 0017103S

M. No: 241023

Date: 07th September 2019



Venkata Subba Reddy

Director

S. Nagarjuna Reddy Sagile

Director



MSR MEGA BIO POWER LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2019****Note 1: Corporate information**

MSR Mega Bio Power Limited ('the Company') was incorporated on May 5, 2009 under the Companies Act, 1956 to setup 7.5 MW Biomass power plants to generate power by utilizing agro industrial residue.

The company is a public limited company and its registered office is located at H.No.1-2-48/1/9, Plot no.9, Flat no 202, Nagarjuna Homes, Nandishwar Nilayam, Kukatpally, Hyderabad, India - 500 062.

Note 2: Significant Accounting Policies**Basis of Preparation of Financial Statements:**

The financial statements are prepared in accordance with the generally accepted accounting principles under the historical cost convention, ongoing concern concept and in compliance with the accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

The financial statements have been prepared on a historical cost or at amortised cost. The financial statements are presented in Indian Rupees and all values are rounded to the nearest in one rupee, except when otherwise indicated.

Use of estimates:

The preparation of financial statements requires management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities and the disclosure of contingent liabilities as at the date of financial statements and reported amounts of income and expenses during the year.

Estimates and underlying assumptions are reviewed on an ongoing basis. In which the estimates are revised in any future year affected.

G. V. Krishna



S. V. Subash Reddy



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MSR MEGA BIO POWER LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2019****Inventories:**

Inventories which comprise raw materials, spare parts and consumables are carried at the lower of cost and net realisable value. The cost of inventories are based on weighted average method and includes expenditure incurred in acquiring the inventories, costs of transport and other costs incurred in bringing the inventories to their present location and condition. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

Cash flow statement:

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Revenue Recognition:

Revenue recognized to the extent that is probable that economic benefit will flow to the company and that the revenue can be reliably measured.

Sale of Electricity:

Revenue from Generation of electricity is recognized on an accrual basis on the basis of billings to procurer (Telangana State Northern Power Distribution Company Limited herein called as TSNPDCL) and includes unbilled revenues accrued up to the end of the accounting period.

Revenue from sale of energy is recognized based on the tariff order issued by the Telangana State Electricity Regulatory Commission (TSERC).

Interest Income:

Interest income is recognized when it is probable that economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis by reference to the principal outstanding and at the effective interest rate applicable.

G. V. Kaishan



S. V. S. Subramanyam



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MSR MEGA BIO POWER LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2019****Unbilled Revenue:**

Unbilled revenue represents electricity generated and supplied, during the period from 25th March 2019 to 31st March 2019, to the procurer but not invoiced as at balance sheet date.

Borrowing Costs:

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the accounting period that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Tangible Property, Plant and Equipment

Buildings, fixtures, plant and equipment held for use in the generation of electricity or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses.

Depreciation

Free hold land is measured at cost and is not depreciated.

The depreciation on assets (Other than Furniture & Fixtures, Computers & Peripherals' and Mobiles phones) are provided on 'Straight line method' at the rates notified by the Central Electricity Regulatory Commission in its order dated March 30, 2016 for Determination of levelised generic tariff under the Regulation 8 of the Central Electricity Regulatory Commission (Terms and Conditions for Tariff determination from Renewable Energy Sources) Regulations, 2012.

As per Regulations, the depreciation is to be allowed up to a maximum of 90% of the capital cost of the asset and the depreciation rate for the first 12 years of the Tariff period shall be 5.83% per annum and remaining depreciation shall be spread over the remaining useful life of the asset from 13th year onwards.

G. V. Karthikeyan



S. V. Subash Reddy



MSR MEGA BIO POWER LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2019****Taxes on Income**

Tax expense comprises of current, deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Earnings per share (EPS):

Basic and diluted EPS is calculated by dividing the profit attributable to owners of the Company by the weighted average number of equity shares outstanding during the financial year.

Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an out flow of resources. Where Contingent liabilities are not recognized but are disclosed in the notes. Where there is no possible obligation or a present obligation in respect of which the likelihood of outflow is remote, no provision or disclosure is made. Contingent assets are neither recognized nor disclosed in the Financial Statements.

Cash and cash equivalents:

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

G. V. Krishnaraj



S. V. Subba Reddy



3. Share Capital

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Authorised:		
1,300,000 Equity Shares of Rs.100/- each	13,00,00,000	13,00,00,000
Issued, Subscribed and Paid-up capital		
793,964 Equity Shares of Rs.100/- each fully paid	7,93,96,400	7,93,96,400
Total	7,93,96,400	7,93,96,400

The equity shares of the company having face value of Rs.100 per share rank pari passu in all respects including entitlement to dividend. Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of the Article of Association of the company and as may be determined by the company in General Meeting prior to such winding up.

Reconciliation of the Shares	As at March 31, 2019		As at March 31, 2018	
	No. of Shares	Amount	No. of Shares	Amount
Balance at the beginning of the year	7,93,964	7,93,96,400	7,93,964	7,93,96,400
Issued during the year	-	-	-	-
End of the year	7,93,964	7,93,96,400	7,93,964	7,93,96,400

Details of shareholders in the company

Particulars	As at March 31, 2019		As at March 31, 2018	
	No. of Shares	% Held	No. of Shares	% Held
Puram Prashanth Kumar	1,69,150	21.30	1,69,150	21.30
Nagarjuna Reddy Sagile	1,672	0.21	1,672	0.21
J Aparna	5	0.00	5	0.00
Venkata Subba Reddy Sagile	2,72,750	34.35	2,72,750	34.35
C Uma Pavani	32,354	4.07	32,354	4.07
C Rama Chandra Reddy	1,04,828	13.20	1,04,828	13.20
Puram Hanumantha Rao	2,13,205	26.85	2,13,205	26.85
Total	7,93,964	100	7,93,964	100

4. Reserves and Surplus

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Opening Balance	(2,78,01,566)	(1,09,33,920)
Profit/Loss for the year	(1,48,71,572)	(1,68,67,646)
Total	(4,26,73,138)	(2,78,01,566)



MSR MEGA BIO POWER LIMITED
Notes forming part of the financial statements

5. Deferred tax liability

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Opening Balance	1,39,96,998	-
Charge During the year	95,00,977	1,39,96,998
Total	2,34,97,975	1,39,96,998

6. Secured Loans

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Pridhvi Asset Reconstruction and securitization company limited (charge on Land and Building, Plant and Machinery)	18,92,53,075	20,80,00,000
Total	18,92,53,075	20,80,00,000

7. Un Secured Loans

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
- From Others	2,52,62,159	2,75,63,000
- Pranav Green Energies India Private Limited	3,81,04,562	3,33,80,795
Total	6,33,66,721	6,09,43,795

8. Other Non Current Liabilities

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
- Short Term Loans	1,42,89,362	1,42,89,362
Total	1,42,89,362	1,42,89,362

9. Trade Payables

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Creditors	11,10,39,752	4,77,44,792
Total	11,10,39,752	4,77,44,792

10. Other Current Liabilities

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Statutory Remittances		
TDS Payable	2,57,305	3,40,749
PF Payable	59,988	30,502
ESI Payable	1,05,405	97,671
Salaries and Allowances Payable	22,48,645	7,74,172
Audit fees Payable	1,00,000	1,40,000
Total	27,71,343	13,82,094

G. V. Krishnarao



S. V. Suba Reddy



MSR MEGA BIO POWER LIMITED

Note 11: Property, Plant and Equipment as at 31st March, 2019

As per Companies Act, 2013 Straight Line Method

Name of the Asset	Gross Block		%	Depreciation			Net Elock	
	as at 01.04.2018	additions for the year		as at 01.04.2018	for the year	as at 31.03.2019	as at 31.03.2019	as at 31.03.2018
Land	7,90,030	-	0.00%	-	-	-	7,90,030	7,90,030
Building	7,95,57,455	-	5.83%	84,49,792	46,38,200	1,30,87,991	6,64,69,464	7,11,07,663
Plant and Equipment	26,89,12,794	-	5.83%	2,86,94,075	1,56,77,616	4,43,71,691	22,45,41,103	24,02,18,719
Furniture and Fixtures	4,22,913	-	9.50%	63,136	40,177	1,03,312	3,19,601	3,59,777
Cell Phones	14,093	-	31.67%	5,833	4,463	10,297	3,796	8,260
Electrical Equipment's	91,14,639	1,22,031	5.83%	9,11,872	5,38,498	14,50,370	77,86,300	82,02,767
Computers	94,370	56,590	31.67%	47,539	47,809	95,348	55,612	46,831
Total	35,89,06,294	1,78,621		3,81,72,247	2,09,46,762	5,91,19,009	29,99,65,906	32,07,34,017
Previous Year 31-03-2018	35,55,53,168	33,53,126		1,72,50,521	2,09,21,726	3,81,72,247	32,07,34,017	33,83,02,647

G. V. Kaishwar



S.V. S. S. Reddy

MSR MEGA BIO POWER LIMITED
Notes forming part of the financial statements

12. Inventories

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Raw materials	10,04,253	82,76,084
Spare parts	-	2,54,508
Consumables	-	1,77,256
Total	10,04,253	87,07,848

13. Trade Receivables

(Amount in Rs.)

Particulars	As at March 31,	
	2018	2017
TSNPDCL (Less than Six Months)	11,33,28,966	4,33,90,274
Total	11,33,28,966	4,33,90,274

14. Loans and Advances

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Advances - Others	27,92,612	17,21,686
Bharath Sanchar Nigam Ltd	1,34,412	-
Puram Prasanth Kumar	1,25,00,000	80,00,000
TDS	25,938	16,956
Prepaid Insurance	1,20,596	1,02,774
Total	1,55,73,558	98,41,416

15. Cash and Cash Equivalents

(Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Balance with Banks		
In Current Accounts	5,59,447	26,60,531
Cash on hand	53,336	6,69,016
Total	6,12,782	33,29,547

G. V. Krishnaiah



S. V. Subba Reddy



MSR MEGA BIO POWER LIMITED
Notes forming part of the financial statements

16. Trial Run Expenses (Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Opening Balance	64,41,835	72,47,064
Less: Written off during the year	(8,05,229)	(8,05,229)
Total	56,36,606	64,41,835

17. Pre Operative Expenses (Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Opening Balance	52,44,007	58,99,508
Less: Written off during the year	(6,55,501)	(6,55,501)
Total	45,88,506	52,44,007

18. Preliminary Expenses (Amount in Rs.)

Particulars	As at March 31,	
	2019	2018
Opening Balance	2,63,901	2,96,889
Less: Written off during the year	(32,988)	(32,988)
Total	2,30,913	2,63,901

G. V. Krishniah


S. V. Subba Reddy


MSR MEGA BIO POWER LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2019****Note No. 26: Remuneration to Auditors**

Particulars	FY 2018-19	FY 2017-18
Company Audit	70,000	70,000
Tax Audit	30,000	30,000
TOTAL	100,000	100,000

Note No. 27: Related Party Disclosure

As required by AS – 18 “Related Party Disclosures” issued by the Institute of Chartered Accountants of India, following are the names, nature of related parties and transactions entered during the year.

List of Related Parties & Relationships

Sl.No.	Name of the Related party	Relationship
1	Hanumantha Rao Puram	Director
2	Nagarjuna Reddy Sagili	Director
3	Venkata Subba Reddy Sagile	Director
4	Pranav Green Energies India Private Limited	Other related party
5	Prasanth Kumar	Other related party

[[Signature]]
 Chartered Accountant

[[Signature]]
 Director

MSR MEGA BIO POWER LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2019****Note No 28: Earnings per Share:**

Particulars	As At 31.03.2019
Net Profit or Loss attributable to Equity Share Holders (as per Statement of Profit and loss account)	(1,48,71,572)
Calculation of weighted average number of equity shares for basic and diluted earnings per share	
Number of equity shares as at the beginning of the year	793,964
Number of equity shares as at the end of the year	793,964
Weighted average number of equity shares outstanding during the year	793,964
Basic and diluted earnings per share of Rs. 100 each	(18.73)

Note No 29: Segment information

The company's business activity primarily falls within one operating segment, so segment information is not required.

Note No 30: Prior year Comparatives:

The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Accordingly, amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year. The figures are rounded off to the nearest rupee.

For Venkata Krishnaiah & Co.,
Chartered Accountants

G. V. Krishnaiah

G Venkata Krishnaiah
Proprietor
Firm Reg No. 0017103S
Membership No. 241023
Date: 07th September 2019



Venkata Subba Reddy Sagile

(DIN 06666814)

Director

S. Nagarjuna Reddy Sagile

Nagarjuna Reddy Sagile

(DIN 06666817)

Director



MSR MEGA BIO POWER LIMITED			
Statement of Profit and Loss for the year ended 31st March, 2019			
(Amount in Rs.)			
Particulars	Note No.	Year ended March 31,	
		2019	2018
REVENUE			
a) Revenue from operations	19	25,34,29,991	23,58,16,763
b) Other Income	20	9,86,381	2,19,966
Total Revenue		25,44,16,372	23,60,36,729
EXPENSES			
a) Cost of Raw material consumed	21	20,41,61,729	19,82,19,899
b) Employee benefit obligations	22	88,76,021	90,26,406
c) Finance costs	23	21,12,100	22,20,408
d) Depreciation	24	2,24,40,480	2,24,15,444
e) Other expenses	25	2,21,96,637	70,25,220
Total Expenses		25,97,86,967	23,89,07,377
Profit Before Tax		(53,70,595)	(28,70,648)
Tax Expense			
Current Tax		-	-
Deferred Tax		95,00,977	1,39,96,998
Profit for the Year		(1,48,71,572)	(1,68,67,646)
Earnings per equity share			
Basic and Diluted		(18.73)	(21.24)
Corporate information and significant accounting policies 1 & 2			
See the accompanying notes forming part of the financial statements.			
In terms of our report attached			
For Venkata Krishnaiah & Co.,			
Chartered Accountants			
G. V. Krishnaiah		Venkata Subba Reddy Sagile	
G Venkata Krishnaiah		Director	
FR No: 0017103S		S. Nagarjuna Reddy Sagile	
M. No: 241023		Nagarjuna Reddy Sagile	
Place: Hyderabad		Director	
Date: 07th September 2019			

(Amount in Rs.)

20. Other Income

(Amount in Rs.)

21. Materials consumed

(Amount in Rs.)

22. Employee benefit obligations

(Amount in Rs.)

G. V. Krishnaiah



23. Finance cost

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2019	2018
Bank Charges	5,560	9,216
Interest on Loan	21,06,540	22,11,192
Total	21,12,100	22,20,408

24. Depreciation

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2019	2018
Depreciation on Fixed Assets	2,09,46,762	2,09,21,726
Preliminary Expenses Written off during the year	32,988	32,988
Pre Operative Expenses written off during the year	6,55,501	6,55,501
Trail Run Expenses written off during the year	8,05,229	8,05,229
Total	2,24,40,480	2,24,15,444

25. Other Expenses

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2019	2018
Audit Fees	1,00,000	1,00,000
Business Promotion Expenses	6,815	2,54,831
Communication Expenses	3,26,345	87,459
Insurance Charges	1,38,175	1,25,151
Legal, Professional and Consultancy charges	10,62,270	69,000
Office Maintenance	42,808	18,110
Power and Fuel	25,28,317	28,28,063
Printing and Stationery	51,423	44,547
Rental Expenses	2,62,440	4,26,600
Repairs General	1,44,86,417	1,39,044
Rates and Taxes	4,96,404	1,38,853
Security Expenses	5,98,300	5,42,000
Travelling Expenses	8,77,334	7,44,283
Vehicle Rent and Maintenance	12,19,590	15,07,279
Total	2,21,96,637	70,25,220

G. V. Krishnair



S. V. Subash Reddy





V K N & ASSOCIATES

CHARTERED ACCOUNTANTS

Independent Auditor's Report

To the Members of M/s. MSR MEGA BIO POWER LIMITED

Report on the standalone Financial Statements

Opinion

We have audited the accompanying Standalone financial statements of M/s. MSR MEGA BIO POWER LIMITED ("the Company") which comprises the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 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 March 31, 2020, and profit/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 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 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 there under, 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.

Responsibility of Management 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 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

G.V. Karishmaiah



In preparing the 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.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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.

G. V. Karishmaiah



- 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.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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 Section 143(3) of the Act, we report that:

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.

- 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.
- 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.
- In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

G. V. Konishwar



- d. On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- e. 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:
 - i. The Company does 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. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. The company had an assigned debt from Pridhvi Asset Restructuring and Securitisation Co Ltd and which was restructured during the financial year (2016-17) and which is an interest free loan and the company has started repaying the loan.
- 2) As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure 'A'** a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable

For V K N & Associates

Chartered Accountants

FR No: 0017103S

G. V. Krishnaiah

G Venkata Krishnaiah

Partner

M. No. 241023

UDIN: 21241023AAAAAD3322

Place: Hyderabad

Dated: 02nd December 2020





Annexure 'A' to the Independent Auditor's Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013 ("the Act") of MSR MEGA BIO POWER LIMITED ("the Company")

1. In respect of the Company's Property, Plant and Equipment:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
 - b) The property, plant and equipment were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the property, plant and equipment at reasonable intervals. 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, the title deeds of immovable properties are held in the name of the company.
2. The inventories have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book stocks were not material and have been properly dealt with in the books of account.
3. The Company has not granted any loans, secured or unsecured, to companies, firms, and limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
5. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2020 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.

G. V. Krishnaraj



6. We have made broadly reviewed the books of accounts relating to material, labour and other items of cost maintained by the company are of the opinion that prima facie the prescribed accounts have been made and maintained. However, we have not made a detailed examination of the records.
7. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, and Value Added Tax, duty of Customs, duty of Excise, Goods and Services Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
- (b) There were no undisputed amounts payable, in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Goods and Services Tax, Cess and other material statutory dues in arrears as at March 31, 2020 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations furnished to us, there are no disputed dues of goods and service tax, sales tax, excise duty and customs duty as at March 31, 2020. The particulars of dues of income tax as at March 31, 2020, which have not been deposited on account of a dispute, are as follows

Name of the statute	Income Tax Act, 1961
Nature of dues	Income tax
Amount of due	₹. 29,44,449/-
Amount paid	₹. 6,00,000/-
Period to which the amount relates	AY 2013-14
Forum where the dispute is pending	Commissioner (Appeals)

8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to the banks. The company does not have any loans or borrowings from banks, financial institutions or government and has not issued any debentures except the restructured loan payable to Prithvi Asset Restructuring and Securitisation Co Limited
9. The company has not raised money by the way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the order is not applicable.

G. V. Krishnaiah



10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
11. In our opinion and according to the information and explanations given to us, the Company has not paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
12. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For V K N & Associates
Chartered Accountants
FR No: 0017103S


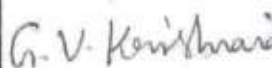
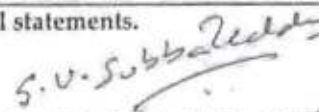


G. V. Krishnaiah



G Venkata Krishnaiah
M. No. 241023
UDIN: 21241023AAAAAD3322
Place: Hyderabad
Dated: 02nd December 2020

MSR MEGA BIO POWER LIMITED			
Balance Sheet as at 31st March, 2020			
(Amount in Rs.)			
Particulars	Note No.	As at March 31,	
		2020	2019
EQUITY AND LIABILITIES			
Shareholders Funds			
a) Share Capital	3	79,396,400	79,396,400
b) Reserves & Surplus	4	(56,861,896)	(42,673,138)
Non Current Liabilities			
a) Deferred Tax Liability	5	20,851,376	23,497,975
b) Secured Loans	6	184,253,075	189,253,075
c) Unsecured Loans	7	57,665,598	63,366,721
d) Other Non Current Liabilities	8	12,123,244	14,289,362
Current liabilities			
a) Trade Payables	9	60,700,028	111,039,752
b) Other Current Liabilities	10	1,854,243	2,771,343
TOTAL EQUITY AND LIABILITIES		359,982,068	440,941,490
ASSETS:			
Non Current Assets			
Tangible Assets			
Property, Plant and equipment	11	279,182,201	299,965,906
Current assets			
a) Inventories	12	14,059,306	1,004,253
b) Trade Receivables	13	34,465,996	113,328,966
c) Loans & Advances	14	19,352,473	15,573,558
d) Cash and bank balances	15	3,959,785	612,782
e) Other Current Assets			
Trail Run Expenses	16	4,831,377	5,636,606
Pre Operative Expense	17	3,933,005	4,588,506
Preliminary Expenses	18	197,925	230,913
TOTAL ASSETS		359,982,068	440,941,490
Corporate information and significant accounting policies 1 & 2			
See the accompanying notes forming part of the financial statements.			
In terms of our report attached			
For V K N & Associates.,			
Chartered Accountants			
FR: No: 0017103S			
G. V. Krishnaiah		S. V. Subba Reddy	
G Venkata Krishnaiah		Venkata Subba Reddy Sagile	
Partner		Director	
M. No: 241023		DIN: 06666814	
UDIN: 21241023AAAAAD3322		S. Nagarjuna Reddy Sagili	
Place: Hyderabad		Director	
Date: 02nd December 2020		DIN: 06666817	

MSR MEGA BIO POWER LIMITED			
Statement of Profit and Loss for the year ended 31st March, 2020			
(Amount in Rs.)			
Particulars	Note No.	Year ended March 31,	
		2020	2019
REVENUE			
a) Revenue from operations	19	81,330,936	253,429,991
b) Other Income	20	2,183,546	986,381
Total Revenue		83,514,482	254,416,372
EXPENSES			
a) Cost of Raw material consumed	21	55,305,464	204,161,729
b) Employee benefit obligations	22	6,255,848	9,474,321
c) Finance costs	23	2,189,320	2,112,100
d) Depreciation	24	22,452,225	22,440,480
e) Other expenses	25	14,146,982	21,598,337
Total Expenses		100,349,838	259,786,967
Profit Before Tax		(16,835,356)	(5,370,595)
Tax Expense			
Current Tax		-	-
Deferred Tax		(2,646,599)	9,500,977
Profit for the Year		(14,188,757)	(14,871,572)
Earnings per equity share			
Basic and Diluted		(17.87)	(18.73)
Corporate information and significant accounting policies 1 & 2			
See the accompanying notes forming part of the financial statements.			
In terms of our report attached			
For V K N & Associates..			
Chartered Accountants		Venkata Subba Reddy Sagile	
FR: No: 0017103S		Director	
<i>G. V. Venkata Krishnaiah</i>		DIN: 06666814	
G Venkata Krishnaiah		<i>S. Nagarjuna Reddy Sagili</i>	
Partner		Nagarjuna Reddy Sagili	
M. No: 241023		Director	
UDIN: 21241023AAAAAD3322		DIN: 06666817	
Place: Hyderabad			
Date: 02nd December 2020			

MSR MEGA BIO POWER LIMITED		
Statement of Cash Flows for the Year ended 31st, March 2020		
(Amount in Rs.)		
Particulars	As at March 31,	
	2020	2019
Cash Flows From Operating Activities		
Net Profit Before Tax	(16,835,356)	(5,370,595)
Depreciation	22,452,225	22,440,480
Interest income	(13,493)	(225,262)
Write back of Payables	(2,166,118)	-
Interest expenses	2,187,676	2,106,540
Operating profit before working capital changes	5,624,934	18,951,163
Changes in Current Assets		
-Trade Receivables	78,862,970	(69,938,692)
-Inventories	(13,055,053)	7,703,595
-Short term loans and advances	(3,778,915)	(5,732,142)
Changes in Current Liabilities		
-Trade payables	(50,339,724)	63,294,959
-Other current liabilities	(917,100)	1,388,249
Net Cash Flows From Operating Activities "A"	16,397,112	15,667,132
Cash Flows From Investing Activities		
Payments for Purchase of Fixed Assets	(174,802)	(178,621)
Interest received	13,493	225,262
Net Cash Flows From Investing Activities "B"	(161,309)	46,641
Cash Flows From Financing Activities		
Increase in Long term Borrowings	(10,701,123)	(16,323,999)
Interest paid	(2,187,676)	(2,106,540)
Net Cash Flows From Financing Activities "C"	(12,888,799)	(18,430,539)
Net Cash inflow for the year ended (A+B+C)	3,347,004	(2,716,766)
Cash & Cash Equivalents at the beginning of the year	612,782	3,329,548
Cash & Cash Equivalents at the end of the year	3,959,785	612,782
Corporate information and significant accounting policies 1 & 2		
See the accompanying notes forming part of the financial statements.		
In terms of our report attached		
For V K N & Associates..		
Chartered Accountants		
FR: No: 00171035		
		
		
G Venkata Krishnaiah		
Partner		
M. No: 241023		
UDIN: 21241023AAAAAD3322		
Place: Hyderabad		
Date: 02nd December 2020		
		
Venkata Subba Reddy Sagili		
Director		
DIN: 06666814		
		
		
Nagarjuna Reddy Sagili		
Director		
DIN: 06666817		

Note 1: Corporate information

MSR Mega Bio Power Limited (CIN: U40102TG2009PLC063544) ('the Company') was incorporated on May 5, 2009 under the Companies Act, 1956 to setup 7.5 MW Biomass power plants to generate power by utilizing agro industrial residue.

The company is a public limited company and its registered office is located at H.No.1-2-48/1/9, Plot no.9, Flat no 202, Nagarjuna Homes, Nandishwar Nilayam, Kukatpally, Hyderabad, India – 500 072.

Note 2: Significant Accounting Policies**Basis of Preparation of Financial Statements:**

The financial statements are prepared in accordance with the generally accepted accounting principles under the historical cost convention, on-going concern concept and in compliance with the accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

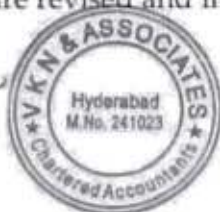
The financial statements have been prepared on a historical cost or at amortised cost. The financial statements are presented in Indian Rupees and all values are rounded to the nearest in one rupee, except when otherwise indicated.

Use of estimates:

The preparation of financial statements requires management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities and the disclosure of contingent liabilities as at the date of financial statements and reported amounts of income and expenses during the year.

Estimates and underlying assumptions are reviewed on an ongoing basis. In which the estimates are revised and in any future year affected.

G. V. Krishnaraj



5.5.56-2020



S. Nagaraj

Inventories:

Inventories which comprise raw materials, spare parts and consumables are carried at the lower of cost and net realisable value. The cost of inventories are based on weighted average method and includes expenditure incurred in acquiring the inventories, costs of transport and other costs incurred in bringing the inventories to their present location and condition. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

Cash flow statement:

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Revenue Recognition:

Revenue recognized to the extent that is probable that economic benefit will flow to the company and that the revenue can be reliably measured.

Sale of Electricity:

Revenue from Generation of electricity is recognized on an accrual basis on the basis of billings to procurer (Telangana State Northern Power Distribution Company Limited herein called as TSNPDCL) and includes unbilled revenues accrued up to the end of the accounting period.

Revenue from sale of energy is recognized based on the tariff order issued by the Telangana State Electricity Regulatory Commission (TSERC) and

During the year company received additional support price from TSTRANSCO under the scheme "Assistance to Transmission Corporation of Telangana Ltd. For Agricultural and allied subsidy" and it is treated as part of Revenue in the statement of profit and loss.

G. V. Krishnarath



S. V. Subash Reddy



S. Nagaraj

Interest Income:

Interest income is recognized when it is probable that economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis by reference to the principal outstanding and at the effective interest rate applicable.

Borrowing Costs:

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the accounting period that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Tangible Property, Plant and Equipment

Buildings, fixtures, plant and equipment held for use in the generation of electricity or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses.

Depreciation

Free hold land is measured at cost and is not depreciated.

The depreciation on assets (Other than Furniture & Fixtures, Computers & Peripherals' and Mobiles phones) are provided on 'Straight line method' at the rates notified by the Central Electricity Regulatory Commission in its order dated March 30, 2016 for Determination of levellised generic tariff under the Regulation 8 of the Central Electricity Regulatory Commission (Terms and Conditions for Tariff determination from Renewable Energy Sources) Regulations, 2012.

As per Regulations, the depreciation is to be allowed up to a maximum of 90% of the capital cost of the asset and the depreciation rate for the first 12 years of the Tariff period shall be 5.83% per annum and remaining depreciation shall be spread over the remaining useful life of the project from 13th year onwards.

G. V. Krishnaraj



S. V. Subash Reddy



MSR MEGA BIO POWER LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020**

As per Regulations, depreciation shall be chargeable from the first year of commercial operation and depreciation shall be charged on pro rata basis in case of commercial operation of the asset for part of the year.

Furniture & Fixtures, Computers & Peripherals' and Mobiles phones are depreciated based on the useful life as prescribed in Schedule II to the Companies Act, 2013.

Estimated useful lives of the assets are as follows:

Sl. No:	Particulars	Estimated Useful Life (Years)
01	Plant and Machinery	20
02	Buildings	20
03	Electrical Lines and Equipment's	20
04	Furniture and Fixtures	10
05	Computer and Peripherals	03
06	Mobile Phones	03

Preliminary Expenses, Pre-operative Expenses and Trail Run Expenses:

Expenditure incurred for company formation and other registrations is treated as "Preliminary Expenses" and same shall be amortized over the 10 years from the year in which commercial operation started.

Expenditure incurred till the completion of the Project is treated as "Pre - Operative Expenses" and same shall be amortized over the 10 years from the year in which commercial operation started.

Expenditure related to raw material incurred for generation of power during the Trail Run is treated as "Trail Run Expenses" and same shall be amortized over the 10 years from the year in which commercial operation started.

Impairment of Assets

The fixed assets are reviewed for impairment at each balance sheet date. In case of any such indication, the recoverable amount of these assets is determined, and if such recoverable amount of the asset is less than its carrying amount, the impairment loss is recognized by writing down such assets to their recoverable amount.

G. V. Krishnaraj



S. V. Subash Reddy



S. Nagaraj

Taxes on Income

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Earnings per share (EPS):

Basic and diluted EPS is calculated by dividing the profit attributable to owners of the Company by the weighted average number of equity shares outstanding during the financial year.

Provisions, Contingent Liabilities and Contingent Assets


Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an out flow of resources. Where Contingent liabilities are not recognized but are disclosed in the notes. Where there is no possible obligation or a present obligation in respect of which the likelihood of outflow is remote, no provision or disclosure is made.

Contingent assets are neither recognized nor disclosed in the Financial Statements.


Cash and cash equivalents:

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

G. V. Krishnaraj



S. Subash Reddy



N. Nagesh Kumar

MSR MEGA BIO POWER LIMITED
Notes forming part of the financial statements

3. Share Capital

(Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
Authorised:		
1,300,000 Equity Shares of Rs.100/- each	130,000,000	130,000,000
Issued, Subscribed and Paid-up capital		
793,964 Equity Shares of Rs.100/- each fully paid	79,396,400	79,396,400
Total	79,396,400	79,396,400

The equity shares of the company having face value of Rs.100 per share rank pari passu in all respects

Reconciliation of the Shares	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	Amount	No. of Shares	Amount
Balance at the beginning of the year	793,964	79,396,400	793,964	79,396,400
Issued during the year	-	-	-	-
End of the year	793,964	79,396,400	793,964	79,396,400

Details of shareholders in the company

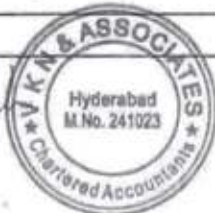
Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	% Held	No. of Shares	% Held
Puram Prashanth Kumar	169,150	21.30	169,150	21.30
Nagarjuna Reddy Sagile	1,672	0.21	1,672	0.21
J Aparna	5	0.00	5	0.00
Venkata Subba Reddy Sagile	272,750	34.35	272,750	34.35
C Uma Pavani	32,354	4.07	32,354	4.07
C Rama Chandra Reddy	104,828	13.20	104,828	13.20
Puram Hanumantha Rao	213,205	26.85	213,205	26.85
Total	793,964	100	793,964	100

4. Reserves and Surplus

(Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
Opening Balance	(42,673,138)	(27,801,566)
Profit/Loss for the year	(14,188,757)	(14,871,572)
Total	(56,861,896)	(42,673,138)

G. V. Krishnaiah



S.V. Subba Reddy



S. Nagarajan

5. Deferred tax liability		(Amount in Rs.)
Particulars	As at March 31,	
	2020	2019
Opening Balance	23,497,975	13,996,998
Charge During the year	(2,646,599)	9,500,977
Total	20,851,376	23,497,975

6. Secured Loans		(Amount in Rs.)
Particulars	As at March 31,	
	2020	2019
Pridhvi Asset Reconstruction and securitization company limited (charge on Land and Building, Plant and Machinery)	184,253,075	189,253,075
Total	184,253,075	189,253,075

7. Un Secured Loans		(Amount in Rs.)
Particulars	As at March 31,	
	2020	2019
- Loans From Directors	4,057,128	10,542,159
- Loans From Directors Relatives: (Taken under provisions of Companies act, 1956)	14,720,000	14,720,000
- Inter Company Loans	38,888,470	38,104,562
Total	57,665,598	63,366,721

8. Other Non Current Liabilities		(Amount in Rs.)
Particulars	As at March 31,	
	2020	2019
- Short Term Loans	12,123,244	14,289,362
Total	12,123,244	14,289,362



9. Trade Payables

(Amount in Rs.)

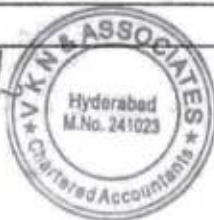
Particulars	As at March 31,	
	2020	2019
Creditors	60,700,028	111,039,752
Total	60,700,028	111,039,752

10. Other Current Liabilities

(Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
Statutory Remittances		
TDS Payable	237,468	257,305
PF Payable	133,872	59,988
ESI Payable	13,915	105,405
Salaries and Allowances Payable	1,378,988	2,248,645
Audit fees Payable	90,000	100,000
Total	1,854,243	2,771,343

G. V. Krishnaiah



S. V. Subash Reddy



S. Nagaraj

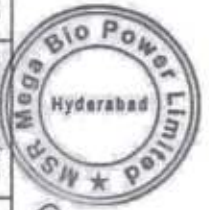
MSR MEGA BIO POWER LIMITED

Note 11: Property, Plant and Equipment as at 31st March, 2020

As per Companies Act, 2013 Straight Line Method

Name of the Asset	Gross Block		%	Depreciation		Net Block	
	as at	additions		as at	for the	as at	as at
	01.04.2019	for the year		01.04.2019	year	31.03.2020	31.03.2019
Land	790,030	-	0.00%	-	-	790,030	790,030
Building	79,557,455	121,713	5.83%	13,087,991	4,645,295	61,945,882	66,469,464
Plant and Equipment	268,912,794	5,300	5.83%	44,371,691	15,677,770	208,868,633	224,541,103
Furniture and Fixtures	422,913	-	9.50%	103,312	40,177	279,424	319,601
Cell Phones	14,093	-	31.67%	10,297	4,463	(667)	3,796
Electrical Equipment's	9,236,670	23,789	5.83%	1,450,370	539,191	7,270,898	7,786,300
Computers	150,960	24,000	31.67%	95,348	51,609	28,003	55,612
Total	359,084,915	174,802		59,119,009	20,958,507	279,182,201	299,965,906
Previous Year 31-03-2019	358,906,294	178,621		38,172,247	20,946,762	299,965,906	320,734,047

Amount in Rs.



G. V. Kartharish

S. V. Subbarao

S. Nagarajan

MSR MEGA BIO POWER LIMITED
Notes forming part of the financial statements

12. Inventories (Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
Raw materials	13,634,274	1,004,253
Spare parts	262,090	-
Consumables	162,942	-
Total	14,059,306	1,004,253

13. Trade Receivables (Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
TSNPDCL (Less than Six Months)	34,465,996	113,328,966
Total	34,465,996	113,328,966

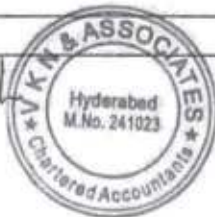
14. Loans and Advances (Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
Advances - Others	6,067,136	2,927,024
Advances to Directors	13,000,000	12,500,000
TDS/TCS	170	25,938
Prepaid Insurance	285,167	120,596
Total	19,352,473	15,573,558

15. Cash and Cash Equivalents (Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
Balance with Banks		
In Current Accounts	2,456,249	559,447
Cash on hand	1,503,536	53,336
Total	3,959,785	612,782

G. V. Krishnaiah



S. V. Suresh



S. Nagaraj

16. Trial Run Expenses

(Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
Opening Balance	5,636,606	6,441,835
Less: Written off during the year	(805,229)	(805,229)
Total	4,831,377	5,636,606

17. Pre Operative Expenses

(Amount in Rs.)

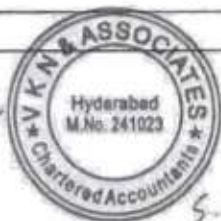
Particulars	As at March 31,	
	2020	2019
Opening Balance	4,588,506	5,244,007
Less: Written off during the year	(655,501)	(655,501)
Total	3,933,005	4,588,506

18. Preliminary Expenses

(Amount in Rs.)

Particulars	As at March 31,	
	2020	2019
Opening Balance	230,913	263,901
Less: Written off during the year	(32,988)	(32,988)
Total	197,925	230,913

G. V. Krishnaraj



S. V. Subbarao



S. Nagaraj

MSR MEGA BIO POWER LIMITED

Notes forming part of the Financial Statements

19. Revenue from operations (Amount in Rs.)

Particulars	Year Ended March 31,	
	2020	2019
Sale of Power to TSNPDCL	62,719,086	253,429,991
Income from Subsidy	18,611,850	-
Total	81,330,936	253,429,991

20. Other Income (Amount in Rs.)

Particulars	Year Ended March 31,	
	2020	2019
Insurance Claim	-	746,925
Interest Income on FD	13,493	225,262
Interest on Income Tax Refund	1,372	-
Miscellaneous Income	2,563	14,194
Write back of Payables	2,166,118	-
Total	2,183,546	986,381

21. Materials consumed (Amount in Rs.)

Particulars	Year Ended March 31,	
	2020	2019
Opening Stock	1,004,253	8,707,848
Purchases	68,360,517	196,458,134
Less: Closing Stock	(14,059,306)	(1,004,253)
Total	55,305,464	204,161,729

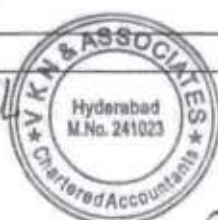
22. Employee benefit obligations (Amount in Rs.)

Particulars	Year Ended March 31,	
	2020	2019
Salaries and Wages	6,034,032	9,058,036
Staff Welfare Expenses	221,816	416,285
Total	6,255,848	9,474,321

23. Finance cost (Amount in Rs.)

Particulars	Year Ended March 31,	
	2020	2019
Bank Charges	1,644	5,560
Interest on Loan	2,187,676	2,106,540
Total	2,189,320	2,112,100

G. V. Krishnaiah



S.V. Subba Reddy



S. Nagaraj

24. Depreciation

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2020	2019
Depreciation on Fixed Assets	20,958,507	20,946,762
Preliminary Expenses Written off during the year	32,988	32,988
Pre Operative Expenses written off during the year	655,501	655,501
Trail Run Expenses written off during the year	805,229	805,229
Total	22,452,225	22,440,480

25. Other Expenses

(Amount in Rs.)

Particulars	Year Ended March 31,	
	2020	2019
Audit Fees	100,000	100,000
Business Promotion Expenses	43,046	6,815
Communication Expenses	248,263	326,345
Insurance Charges	191,532	138,175
Legal, Professional and Consultancy charges	408,000	1,062,270
Office Maintenance	33,957	42,808
Power and Fuel	1,090,162	2,528,317
Printing and Stationery	17,572	51,423
Rental Expenses	292,060	262,440
Repairs General	8,705,528	14,486,417
Rates and Taxes	1,639,276	496,404
Travelling Expenses	713,392	877,334
Vehicle Rent and Maintenance	664,194	1,219,590
Total	14,146,982	21,598,337

G. V. Krishnarani



S. V. Subba Reddy



S. Nagaraj

MSR MEGA BIO POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Note No. 26: Remuneration to Auditors

Particulars	FY 2019-20	FY 2018-19
Company Audit	70,000	70,000
Tax Audit	30,000	30,000
TOTAL	100,000	100,000

Note No. 27: Related Party Disclosure

As required by AS - 18 "Related Party Disclosures" issued by the Institute of Chartered Accountants of India, following are the names, nature of related parties and transactions entered during the year.

List of Related Parties & Relationships

Sl. No.	Name of the Related party	Relationship
1	Hanumantha Rao Puram	Director
2	Nagarjuna Reddy Sagili	Director
3	Venkata Subba Reddy Sagile	Director
4	Pranav Green Energies India Private Limited	Other related party
5	Prashanth Kumar Puram	Other related party
6	Beccun Infrastructures Limited	Other related party

Transactions with Related Parties and Summary of balances – receivable from/ (payable to) the above parties are as follows.

Salary and Professional charges, Unsecured Loans taken, repaid and outstanding balances at balance sheet date:

Sl. No.	Name of the related party	Balance as at 01 st April 2019	Taken during the current year	Repaid during the year	Balance as at 31 st March 2020
1	Hanumantha Rao Puram	(11,22,000)	(10,00,000)	25,00,000	(3,78,000)
2	Nagarjuna Reddy Sagili	(33,70,159)	(10,00,000)	35,00,000	(8,70,159)
3	Venkata Subbareddy Sagile	(61,86,969)	Nil	40,00,000	(21,86,969)
4	Pranav Green Energies India Private Limited	(3,81,04,562)	(40,27,676)	52,43,768	(3,68,88,470)
5	Prasanth Kumar Puram	1,25,00,000	5,00,000	Nil	1,30,00,000
6	Beccun Infrastructures Limited	Nil	(20,00,000)	-	(20,00,000)

G. V. Krishnaiah



G.V. Subba Reddy



N. Nagaraj

MSR MEGA BIO POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Note No 28: Earnings per Share:

Particulars	As At 31.03.2020
Net Profit or Loss attributable to Equity Share Holders (as per Statement of Profit and loss account)	(1,41,88,757)
Calculation of weighted average number of equity shares for basic and diluted earnings per share	
Number of equity shares as at the beginning of the year	793,964
Number of equity shares as at the end of the year	793,964
Weighted average number of equity shares outstanding during the year	793,964
Basic and diluted earnings per share of Rs. 100 each	(17.87)

Note No 29: Segment information

The company's business activity primarily falls within one operating segment, so segment information is not required.

Note No 30: Prior year Comparatives:

The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Accordingly, amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year. The figures are rounded off to the nearest rupee.

For V K N & Associates..
Chartered Accountants

G. V. Krishnaiah

G Venkata Krishnaiah
Partner

FR No. 017103S

UDIN: 21241023AAAAAD3322

M. No. 241023

Date: 02nd December 2020



S.V. Subba Reddy

Venkata Subba Reddy Sagili

(DIN 06666814)

Director



S. Nagarjuna Reddy Sagili

Nagarjuna Reddy Sagili

(DIN 06666817)

Director

MSR MEGA BIO POWER LIMITED							
Property, Plant and Equipment as at 31st March, 2020							
As per Income Tax Act, 1961 Written Down Value Method.							
Property, Plant and Equipment				Amount in Rs.			
Name of the Asset	Opening Balance 01.04.2019	Additions		Total	Depreciation rate	Depreciation for the year	Closing Balance 31.03.2020
		Before 30.09.2019	After 30.9.2019				
Land	790,030	-	-	790,030	0.00%	-	790,030
Building	58,083,222	121,713	-	58,204,935	10.00%	5,820,494	52,384,442
Plant and Equipment	165,260,667	-	5,300	165,265,967	15.00%	24,789,498	140,476,469
Furniture and Fixtures	320,378	-	-	320,378	10.00%	32,038	288,340
Cell Phones	9,619	-	-	9,619	15.00%	1,443	8,176
Electrical Equipment's	5,839,830	-	23,789	5,863,619	15.00%	877,739	4,985,860
Computers	53,473	-	24,000	77,473	40.00%	26,189	51,284
Total	230,357,219	121,713	53,089	230,532,021		31,547,420	198,984,601
Previous Year 31-03-2019	266,899,438	178,621	-	267,078,059	-	36,720,840	230,357,219

G. V. Krishniah



S. V. Subash Reddy



S. Nagaraj

Deferred Tax Calculation for the F Y 2019-20	
AS-22 Accounting for Taxes on Income	2019-20
A) WDV as per Companies Act 2013	279,182,201
B) WDV as per Income tax Act	198,984,601
Temporary Difference (A-B)	80,197,600
Tax liability @ 26% on timing difference (A-B)	20,851,376
Closing Deferred Tax liability as at 31st March 2020	20,851,376
Opening Deferred Tax liability as at 01st April 2019	23,497,975
Charge for the year FY 2019-20	-2,646,599

G. V. Krishnaraj



Subscribed

S. Nagaraj



Notice

Notice is hereby given that the First Annual General Meeting of the Shareholders of MSR Mega Bio Power Private Limited will be held on Thursday September 30, 2010, at the registered office of the Company at 9.30 AM to transact the following business:

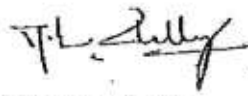
Ordinary Business

1. To consider and adopt the Balance Sheet as at March 31, 2010 together with the Profit & Loss Account for the year ending together with the Reports of Directors' and Auditors' thereon.
2. To appoint Auditors to hold their office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

"RESOLVED THAT M/s. Chittibabu & Company, Chartered Accountants, be and are hereby re-appointed as the Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the company on such remuneration as shall be fixed by the Board of Directors."

**By order of the Board of Directors
For MSR Mega Bio Power Private Limited**

Date: September 01, 2010
Place: Warangal


M. Srinivasa Reddy
(Director)

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the Company. Proxies in order to be effective should be duly completed and signed in the enclosed form and must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. In case of Body Corporate member, please furnish certified copy of Board Resolution in terms of section 187 of the Companies Act, 1956 authorising the person attending the meeting in person as its representative or appointing a proxy; and that such authority must be conferred in advance, and not by ratifying its act subsequently by a Board Resolution.

DIRECTORS' REPORT

The Directors are pleased to present their First Annual Report of the Company, together with the Audited Accounts for the First Financial year ended March 31, 2010.

Business Review

Your Company was incorporated on May 05, 2009 and has started its operations by purchasing land and machinery to start its business operations. During the period under review, the Company has commenced work on it projects.

Dividend

No dividend is recommended for the period under review.

Deposits

The Company, during the period, has not accepted any deposits.

Directors

The Board of Directors as on the date of this report comprises of

- Mr. Sampath Rao Mesineni
- Mrs. Vasantha Madishetti
- Mr. Srinivasa Reddy Mandala and
- Mr. Peruri Nagabhushana Rao.

Auditors

M/s. Chittibabu & Company, Chartered Accountants, the Statutory Auditors, retire at the ensuing AGM and are eligible for the reappointment. Necessary resolution for their re-appointment is incorporated in the Notice calling the AGM.

Auditors Report

The Auditors Report together with the Audited Accounts for the year ended March 31, 2010 and notes thereon are attached which are self-explanatory.

Particulars of Employees

The Company does not have any employee.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Particulars required to be disclosed as per section 217(1) (e) read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, are not applicable to the Company for the period under review.

Responsibility Statement of the Directors

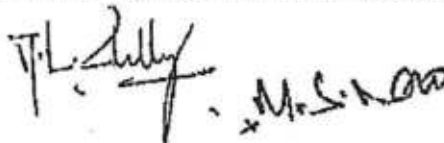
Pursuant to the requirements of Section 217 (2AA) of the Companies Act, 1956, your Directors confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards read with requirements set out under Schedule VI to the Companies Act, 1956, have been followed and there are no material departures from the same;
- (ii) the Directors have 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 for the period ended March 31, 2010 and of the loss of the company for the period ended on that date;
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) the Directors have prepared the annual accounts on a going concern basis.

Acknowledgements

Your Directors would like to express their sincere appreciation for assistance and co-operation received from the stakeholders, bankers and other concerns during the period under review.

For MSR Mega Bio Power Private Limited



Date: September 01, 2010
Place: Warangal

M. Srinivasa Reddy
(Director)

M. Sampath Rao
(Director)

AUDITOR'S REPORT

TO
THE MEMBERS OF

M/S. MSR MEGA BIO POWER PRIVATE LIMITED
H.No. 11-23-1165 II, L.B.NAGAR II, WARANGAL.

We have audited the attached Balance sheet of **M/s MSR MEGA BIO POWER PRIVATE LIMITED**, as at 31st March, 2010 and Profit and Loss Account for the year ended on that date. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

1. We have conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from any material misstatements. An audit includes, examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit includes, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
2. required by the Manufacturing and other companies(Auditor's Report) Order, 1988 issued by the company Law Board in terms of section 227-(4A) of the companies Act, 1956, we give the annexure a statement on the matters specified in the paragraph 4 and 5 of the said order.
3. Further to our comments in the annexure referred to in para 1 above, we state that;
 - a. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for purpose 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 and Profit and Loss account dealt with by the Report are in agreement with the books of accounts.
 - d. In our opinion, the Balance sheet and profit & loss account dealt with by the report is in compliance with the Accounting standards referred to in section 211(3c) of The Companies Act, 1956.

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- e. On the basis of written representations received from the directors as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f. In our opinion and to the best of our information and according to the explanations given to us, the said accounts given the information required by the Company's Act, 1956 in the manner so required and given a true and fair view.
- In the case of Balance sheet of the statement of affairs of the company as at 31/03/2010.
 - In the case of Profit and Loss Account of the profit of the Company for the year ended on that date.

Place : Warangal Camp
Date : 01/09/2010



For G. CHITTI BABU & CO.,
Chartered Accountants
(G. CHITTI BABU)
Proprietor.

ANNEXURE TO THE AUDITORS REPORT

Referred to in paragraph 1 of our Report of even date on accounts for the period ended 31st March, 2010 of **MSR MEGA BIO POWER PRIVATE LIMITED**

1. The company has maintained proper records to show full particulars including quantitative details and situation of its fixed assets. The fixed assets of the company have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verified.
2. The company had not taken any loan secured or unsecured from companies, firms or from the companies under the same management and other parties listed in register maintained under section 301 of the Companies Act, 1956 (of 1956).
3. The company has not given loans or advances in the nature of loans.
4. In our opinion, and according to the information and explanations given to us there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of Stores, Raw materials, including components, Plant & Machinery, Equipment and other Assets and for sale of goods.
5. In our opinion and according to the information and explanation given to us the transaction of purchase of goods and materials and sale of goods, material and services made in pursuance of contracts or agreement entered in the registers maintained u/s 301 of the Companies Act, 1956 and aggregating during the year Rs.50,000 or more in respect of each party have been made at price which are reasonable having to prevailing market prices and which transaction similar goods or services have been made with other parties.
6. We are informed that there are no unserviceable or damaged stores, raw materials, finished goods in the inventories at the close of the year.
7. The company has not accepted any deposits, by invitations from the public thereby the provisions of Section 58A of the Companies Act, 1956 does not apply.
8. The records maintained by the company for sale of scrap are reasonable.
9. The company has an internal audit system, the average turnover of the company does not exceed Rs.5 Crores.
10. Central Government has not prescribed maintenance of cost records u/s 209(1) (d) of the Companies Act, 1956 for any of the products of the company.

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11. That there are no undisputed amounts payable in respect of Income-tax Act, Wealth-tax, Sales-tax, Customs Duty and Excise Duty which are outstanding for a period of more than six months from the date they become payable.
12. As per explanation given by the Management, there are no personal expenses, which have been charged to revenue accounts.
13. The company has not a Sick Industrial Company within the meaning of clause (i) of Sub-section (1) of section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985 (1 of 1985).
14. According to the information and to the best of my knowledge the provident fund and Employees State Insurance Provisions are not applicable.
15. The company has not granted any loan to any companies, firms or other parties as listed in the Register maintained under section 301 and/or to the companies under the same management and defined under sub-section (1B) of section 370 of the Companies Act, 1956.
16. In our opinion and according to the explanations given to us, no personal expenses of employees or directors have been charged to revenue account other than those payable under contractual obligations or in accordance with generally accepted business practice.

Place : Warangal Camp
Date : 01/09/2018



For G. CHITTI BABU & CO.
Chartered Accountants
(Firm)
Hyderabad.

M/s. MEGA BIO POWER PRIVATE LIMITED : H.No.11-29-1165 : L.G.Nagar:Telecom Colony : Warangal Dist.
 ASST.YEAR : 2010-2011
 BALANCE SHEET AS ON 31-03-2010

PARTICULARS	SCHEDULE	Current Year	Previous Year
SOURCES OF FUNDS:			
1. Share Holders Funds:		500000.00	0.00
a) Share Capital	A	100300.00	0.00
Share Application Money		9382073.00	
b) Reserves and Surplus		0.00	0.00
LOAN FUNDS:	C	0.00	0.00
Secured Loans			
Total		9482373.00	0.00
APPLICATION OF FUNDS:			
FIXED ASSETS:	B		
Gross Block		1805180.00	0.00
Less: Depreciation		0.00	0.00
Net Block		1805180.00	0.00
CURRENT ASSETS, LOANS AND ADVANCES	E		
Inventories		0.00	0.00
Sundry Debtors		0.00	0.00
Cash & Bank Balances		5205948.00	0.00
Loans & Advances		400000.00	0.00
		5605948.00	0.00
LESS: CURRENT LIABILITIES & PROVISIONS	F	0.00	0.00
Net Current Assets:		5605948.00	0.00
III. MISCELLANEOUS EXPENDITURE TO THE EXTENT NOT WRITTEN OFF OFF OF ADJUSTED (1/10 SET OFF)	G	2071245.00	0.00
		9482373.00	0.00

NOTES ON SIGNIFICANT ACCOUNTING POLICIES

As per our report of even
 date attached

For and on behalf of the Board of Directors

Place : Warangal Camp
 Date : 01/09/2010

Managing Director

Director

For CHITTI BABU & COMPANY,

Chitti Babu G. (Proprietor)
 Chartered Accountants



M/s. MSR MEGABIO POWER PRIVATE LIMITED : H.No.11-23-1155 : L.B.Nagar : Telecom Colony : Warangal Dist.

ASST. YEAR : 2010-2011

SCHEDULE FORMING BALANCE SHEET

PROFIT AND LOSS ACCOUNT FOR THE PERIOD FROM 01-03-2009 to 31-03-2010

PARTICULARS	SCHEDULE	Current Year	Previous Year
INCOME:-			
SALES		0.00	0.00
ACCRETION IN STOCK	H	0.00	0.00
OTHER INCOME		0.00	0.00
TOTAL (I)		0.00	0.00
EXPENDITURE			
CONSUMPTION OF RAW MATERIAL	I	0.00	0.00
CONSUMPTION OF STORES	J	0.00	0.00
EMPLOYEES REMUNERATION	K	0.00	0.00
OTHER EXPENDITURE	L	0.00	0.00
INTEREST TO BANK AND OTHERS		0.00	0.00
Depreciation		0.00	0.00
TOTAL (II)		0.00	0.00
Profit Before Tax (I-II)		0.00	0.00
Provision for Taxation		0.00	0.00
		0.00	0.00

As per our report of even
date attached

Place : Warangal Camp

Date : 01/05/2010

For CHITTI BABU & COMPANY,

Chitti Babu G. (Proprietor)
Chartered Accountants



For and on behalf of the Board of Directors

T. L. S. Reddy
Managing Director

M. S. N. Rao
Director

Ms. MSR MEGA BIO POWER PRIVATE LIMITED : H.No.11-23-1108 : L.B.Nagar : Telecom Colony : Warangal Dist.
 ASST. YEAR : 2010-2011
 RESERVES & SURPLUS ACCOUNT

	AMOUNT		AMOUNT
To Balance C/d	0.00	By Balance B/d	0.00
		By Profit C/d	0.00
	0.00		0.00

As per our report of even
 date attached

Place : Warangal Camp
 Date : 01/09/2010

For and on behalf of the Board of Directors

T.L. Sully Managing Director *M.S. Rao* Director



M/s. MGR MEDA BIO POWER PRIVATE LIMITED : H.No.11-22-1165 : L.B.Nagar : Telecom Colony : Warangal Dist.
ASST. YEAR : 2010-2011

SCHEDULE FORMING BALANCE SHEET

PARTICULARS	SCHEDULE	Current Year	Previous Year
SCHEDULE A: SHARE CAPITAL			
Authorised: 5000 Equity Shares of Rs.100/- each	A	500000.00	0.00
		500000.00	0.00
Issued,Subscribed and Paid up			
1003 Equity Shares of Rs.100/- (Current year) each fully paid up.		100300.00	0.00
		100300.00	0.00
Share Application Money		9382073.00	0.00
TOTAL		9382073.00	0.00

SCHEDULE B: FIXED ASSETS:

Land	790030.00	0.00
Civil Works in Progress	1015150.00	0.00
	1805180.00	



T. L. Babu
Managing Director

M. S. Rao
Director

M/s. MSR MOA BIO POWER PRIVATE LIMITED : H.No.11-23-1165 : L.B.Nagar : Telecom Colony : Warangal Dist.

ASST. YEAR : 2010-2011

SCHEDULE FORMING BALANCE SHEET

PARTICULARS SCHEDULE Current Year Previous Year

CURRENT ASSETS, LOANS & ADVANCE

E

a) Inventories		0.00	0.00
(At cost or market value whichever is less)			
Raw Material	0.00		
Finished Products Rice & others	0.00		
Stores & Spares	0.00		
	0.00		
		0.00	0.00
b) SUNDY DEBTORS(Unsecured and consigned good)-other Debits.		0.00	0.00
		0.00	0.00
c) Cash & Bank Balances			
Closing Balance		5205048.00	0.00
		5205048.00	0.00
e) Loans & Advances:			
Advances for Purchase of Machinery		400000.00	0.00
		400000.00	0.00

SCHEDULE:

CURRENT LIABILITIES & PROVISIONS:

F

Other Creditors		0.00	0.00
		0.00	0.00
Provisions		0.00	0.00
		0.00	0.00
TOTAL		0.00	0.00

SCHEDULE G : Preliminary Expenses & Pre Operative Expenses:

Preliminary Expenses	28245.00	0.00
Pre Operative Expenses	2043000.00	0.00
	2071245.00	0.00



Managing Director

Director

Ms. MSR MEGA DIO POWER PRIVATE LIMITED : H.No.11-23-1160 : L.B.Nagar : Telecom Colony : Warangal Dist.
ASST.YEAR : 2010-2011

Details Advances for Purchase of Machinery

Particulars	Amount
Durga Engineering Works	400000.00
	400000.00

Details of Preliminary Expenses:

Company Registration Charges	22700.00
Other Misco.,	5545.00
	28245.00

Pre Operative Expenses:

Pollution Control Fee	150000.00
Pollution Control Consultant Fee	150000.00
NEDCAP Charges	1702500.00
Other Misco.,	40500.00
	2043000.00



T.L. Sully M.S. Rao

ACCOUNTING POLICIES AND NOTES ON ACCOUNTS
Forming part of Balance Sheet

ASSESSMENT YEAR 2010-2011

I. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the provisions of Companies Act, 1956.

II. ACCOUNTING POLICIES:

1. Revenue and costs are accounted on accrual basis.
2. Fixed Assets: Fixed Assets are valued at cost Price
3. Depreciation: Depreciation has not been provided as the company has not commenced its commercial operations.
4. Preoperative Expenses: Current recurring expenses were transferred to Pre operative Expenses as the company has not commenced its commercial operations.

Accounting Standards:

The Company has applied the necessary accounting standards as applicable to the company depending upon its nature of business.

III. NOTES ON ACCOUNTS:

1. Estimated amounts contracts remaining to be executed on capital account and not provided for - Nil -
2. Contingent liabilities not provided for - Nil -
3. Claims against the company is not acknowledged as debt - Nil -
4. The Company has no employee in the category specified under section 217(A) of the Companies Act, 1956.
5. Details of Directors remuneration:

Current year	Previous year
Nil	Nil

6. Expenditure in Foreign currency - Nil -

For M/s. MSR MEGA BIO POWER PRIVATE LIMITED

For G. CHITTI BABU & CO.,
Chartered Accountants,

(G. CHITTI BABU)
Proprietor.

Date: 01/09/2010
Place: Warangal Camp.

[Signature]
Director

[Signature]
Managing Director



MSR MEGA BIO POWER LIMITED**BOARD OF DIRECTORS****Sri. SAMPATH RAO M****Smt. VASANTHA M****Sri. SRINIVASA REDDY M****STATUTORY AUDITORS****M/s. CHITTI BABU & COMPANY**
Chartered Accountants
Hyderabad.**BANKERS****STATE BANK OF HYDERABAD**
SHIVA NAGAR, WARANGAL**REGISTERED OFFICE****11-23-1165, L B NAGAR,**
WARANGAL - 506002**CONTENTS:**

Notice to Shareholders
Directors' Report to the Shareholders
Auditors' Report to the Shareholders
Balance Sheet and Profit & Loss Account
Schedules
Notes on Accounts
Balance Sheet Abstract and Company's General Business Profile.
Management Representation Letter
Certificate of Representation
Representation for the purpose of Audit

2nd Annual Report - 2011



MSR MEGA²⁴⁰ BIO POWER LIMITED

MSR MEGA BIO POWER LIMITED

NOTICE TO THE SHAREHOLDERS

Dear Shareholders,

Notice is hereby given that the 2nd Annual General Meeting of the Company will be held on 30th September, 2011 at 11.00 a.m at Registered Office, 11-23-1165, LB Nagar, Warangal - 506002., to transact the following business:

ORDINARY BUSINESS;

1. To consider and if though fit, to pass with or without modification, the following resolution as on Ordinary Resolution:

RESOLVED THAT the audited Balance Sheet as at 31st March, 2011 and the Profit & Loss Account of the Company for the year ended on that date, together with the Directors Report and the Auditors' Report thereon as presented to the meeting be and the same are hereby approved and adopted.

2. To consider and if though fit, to pass with or without modification, the following resolution as an Ordinary Resolution.

RESOLVED THAT M/s CHITTI BABU & COMPANY, Chartered Accountants, Hyderabad, the retiring Auditors be and are hereby re-appointed as auditors of the company to hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting of the Company and that the Board of Directors be and is hereby authorised to fix their remuneration.

Place: WARANGAL
Date: 03.09.2011

For MSR MEGA BIO POWER LIMITED



DIRECTOR

NOTE:

- 1 A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of himself and the proxy or proxies so appointed need not be member or members, as the case may be, of the Company. The proxy form duly completed should be deposited at the Registered office of the Company not less than 48 hours before the time fixed for holding the meeting.
- 2 Members are requested to notify immediately any change in their address to the Company.
- 3 As a measure of economy, copies of Annual Report will not be distributed at the Annual General Meeting. Members are therefore requested to bring their copies of the Annual Report to the meeting.
- 4 Members are requested to affix their signature at the space provided on the attendance sheet annexed to the proxy form and hand over the slip at the entrance of the meeting hall.

Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)
Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com
Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



MSR MEGA BIO POWER LIMITED

MSR MEGA BIO POWER LIMITED

DIRECTORS REPORT TO THE SHAREHOLDERS

The Directors are presenting the 2nd Annual Report and the Audited Accounts for the year ended 31st March, 2011

Financial Results:

This being the second year of operation, the company did well to its best. It posted profit of
after charging of depreciation of Rs. 0.00
amortization of Preliminary expenses of Rs 0.00

Operations:

The company is under construction and foreseeing early completion and to commence commercial production.

Public Deposits:

The Company did not invite any Public Deposits during the period under review.

Particulars of Employees in terms of section 217 (2A) of the Companies Act, 1956.

None of the Company's Employees are covered by the relevant provisions of Section 217 (2A) of the Companies Act, 1956 as such no statement is given under the above section.

Conservation of Energy etc

A. Conservation of Energy:

The Company is constantly examining the possibilities of conserving the energy. Generator is acquired to ensure uninterrupted power supply.

B. Technology Absorption:

Research & Development: There is no technology absorption in this unit.

C. Foreign Technology's Absorption, Adoption & Innovation

There is Foreign technology involved. The software design and development process and technology is developed indigenously.

D. Foreign Exchange earnings and Outgo:

During the year under review there has been no foreign exchange earnings or outgo.

E. Directors:

There was no change of Directors during the year.

Vasantha
Director

For MSR MEGA BIO POWER LTD.
Director



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)
Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com
Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



MSR MEGA BIO POWER LIMITED

F. Auditors:

M/s. Chitti Babu & Company, Chartered Accountants, Hyderabad-82, the Company's Auditors retire at the conclusion of the ensuing Fifth Annual General Meeting. They have signified their willingness to accept reappointment and have further confirmed their eligibility under section 224(1B) of the Companies Act, 1956.

G. Responsibility Statement Pursuant to Section 217(2AA):

Pursuant to section 217(2AA) of the Companies Act, 1956, the Board of Directors here by confirms:

- In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed.
- The company has selected and applied such Accounting Policy consistently and judgments and estimates are made in a reasonable and prudent manner so as at the end of financial year and profit of the Company for that period.
- Proper and sufficient care has been taken for maintenance of Accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing/detecting fraud and other irregularities.
- The Annual Accounts are prepared on a going concern basis.

Acknowledgements:

Your Directors wish to place on record their appreciation and co-operation extended to the Company by the Bankers., all employees and all those who have been helping the Company in its endeavors.

Place: Warangal
Date: 03.09.2011

For and on behalf of the Board

Mully
Director

Vasanth
Director



2322 8204 (O)
2322 6566 (Fax)
98490 30927 (Mobile)

Flat No. 109, 'B' Block,
Aditya Apts., Durganagar Colony,
Panjagutta, Hyderabad-82.

चिट्टि बाबु एंड कंपनी

चार्टर्ड अकाउंटेंट्स
प्लॉट नं. 109, बि-ब्लॉक
आदित्य अपा., दुर्गानगर कालोनी,
पन्जागुट्टा, हैदराबाद - 82.

AUDITORS' REPORT

To The Members of
MSR MEGA BIO POWER LIMITED

We have audited the attached Balance Sheet of M/s MSR MEGA BIO POWER LIMITED as at 31st March, 2011 and Profit and Loss Account for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from any material misstatements.

An audit includes, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

- 1 As required by the Companies (Auditors Report) Order, 2003 issued by the Central Government of India in terms of Sec.227 4(A) of the Companies Act, 1956 we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order, wherever applicable.
- 2 Further to our comments on the Annexure referred to in paragraph (1) above, we state that;
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose 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 the books.
 - c. The Balance Sheet and Profit and Loss Account referred by this report are in agreement with the books of account.
 - d. The Balance Sheet and Profit & Loss Account comply with the Accounting Standards specified by the Institute of Chartered Accountants of India, referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - e. On the basis of written representation received by us from the Directors of the company as at 31st March, 2011 and taken on record by the Board of Directors, we report that no director is disqualified from being appointed as director of the company under clause (g) of sub-section (1) of section 274 of the Companies act, 1956.
 - f. In our opinion and to the best of our information and according to the explanations given to us, the accounts read together with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - i. in so far as it relates to the Balance Sheet of the state of affairs of the Company as at **31.03.2011**

Place: Hyderabad
Date: 03.09.2011

For CHITTI BABU & COMPANY
Chartered Accountants



CHITTI BABU, F.C.A. Proprietor
FIRM REGN NO: 010120 S
Membership No.26766

AUDITORS' REPORT to The Members of MSR MEGA BIO POWER LIMITED

Annexure referred to in our report of even date on the accounts for the period ended **31.03.2011**

In terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under:

1.
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
 - b. The Company has a regular program of verification of its fixed assets at reasonable intervals, which in our opinion is reasonable, considering the size and the nature of its business. No material discrepancies were noticed on such verification.
 - c. As per the information and explanations given to us, during the year the Company has not disposed off any substantial part of fixed assets that would affect the going concern.
2.
 - a. The inventory has been physically verified during the year by the management. In respect of stores and spares, the company has program of verification of stocks. In our opinion, having regard to the nature and location of stocks, the frequency of verification is reasonable.
 - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation the size of the company and nature of its business.
 - c. In our opinion and according to the information and explanations given to us, the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and book records were not material.
3. The Company has not taken any unsecured loans from companies to be covered in the register maintained under section 301 of the Companies Act, 1956. The Company has not granted any unsecured loans to any company to be covered in the register maintained under section 301 of the Companies Act, 1956.
4. In our opinion, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of fixed assets and for its business activities. In our opinion, there is no continuing failure to correct major weaknesses in internal control.
5.
 - a. According to the information and explanations given to us, we are of the opinion that transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956, have been so entered.
 - b. In our opinion and according to the information and explanations given to us, there are no transactions of purchase of goods & materials and sale of goods, materials & services made in pursuance of contracts or arrangements required to be entered in the register maintained under section 301 of the Companies Act, 1956, aggregating during the year to Rs. 500,000/- or more in respect of each party.
6. The Company has not accepted deposits from public and hence directives issued by the Reserve Bank of India and the provisions of section 58A and 58AA of the Companies Act, 1956 and rules framed there under are not applicable for the year under audit.
7. In our opinion and according to the information and explanations given to us, the company does not have internal audit system.
8. The maintenance of cost records as prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956 is not applicable to the company.



9 a. According to the records of the Company, the Company has been regular in depositing with appropriate authorities undisputed statutory dues including Income tax and other statutory dues.

b. According to the information and explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding as at 31st March 2011 for a period of more than six months from the date they became payable.

c. According to the information and explanations given to us, there are no such statutory dues which have not been deposited on account of any dispute.

10 Based on our audit procedures and the information and explanations given by the management we are of the opinion that the company has not defaulted in repayment of dues to financial institutions or Banks.

11 In our opinion and according to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Hence the question of maintenance of records or reporting on deficiencies does not arise.

12 In our opinion, during the year under audit, the company did not engage in trading in shares, securities or debentures. Accordingly, the provisions of Clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.

13 According to the information and explanations given by the management, in our opinion, the company has not given any guarantee for loans by others from banks or financial institutions.

14 According to the information and explanations given to us, the company has not obtained any term loans, during the year under audit.

15 According to the information and explanations given to us and on overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investments and vice-versa.

16 During the year the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.

17 The company has not issued any debentures and hence of Clause 4(xix) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.

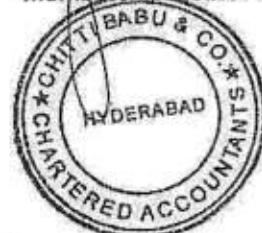
18 During the period covered by our report the company has not raised any money by way of public issue.

19 According to the information and explanations given to us, during the course of checks carried out by us, no fraud on or by the company has been noticed by us or reported to us during the year under audit.

Place: Hyderabad
Date: 03.09.2011

For CHITTI BABU & COMPANY
Chartered Accountants

Chitti Babu G. (Proprietor)
Chartered Accountant
C.A. Proprietor
FIRM REGN NO: 010120 S
Membership No. 26766



MSR MEGA BIO POWER LIMITED
11-23-1165, LB NAGAR, TELECOM COLONY, WARANGAL - 506002
BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2011	AS AT 31.03.2010
I. SOURCES OF FUNDS :			
I) SHARE HOLDERS FUNDS :			
- Share Capital	A	500,000.00	100,300.00
- Share Application Money		69,890,300.00	9,382,073.00
		70,380,300.00	9,482,373.00
II. APPLICATION OF FUNDS :			
FIXED ASSETS:			
Gross Block	C	24,013,150.00	1,805,180.00
Less: Depreciation to date		0.00	0.00
Net Block		24,013,150.00	1,805,180.00
CURRENT ASSETS, LOANS & ADVANCES :	D		
Sundry Debtors		0.00	0.00
Cash & Bank Balances		1,375,348.00	5,205,948.00
Loans & Advances		40,939,906.00	400,000.00
		42,315,254.00	5,605,948.00
Less: Current Liabilities & Provisions :			
Current Liabilities	E	4,086,768.00	50,000.00
Net Current Assets		38,228,486.00	5,555,948.00
II) MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)			
- Preliminary Expenses	F	8,138,664.00	2,121,245.00
		70,380,300.00	9,482,373.00

As per our report of even date attached.
For CHITTI BABU & COMPANY
Chartered Accountants

(Chitti Babu G, FCA Proprietor)
Firm Regn No 010120 S
Date: 03.09.2011
Place: WARANGAL



For and on behalf of the board

SD/-
(DIRECTOR)

SD/-
(DIRECTOR)



MSR MEGA BIO POWER LIMITED
11-23-1165, LB NAGAR, TELECOM COLONY, WARANGAL - 506002
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2011	AS AT 31.03.2010
I. INCOME :			
SALES		0.00	0.00
TOTAL - A		0.00	0.00
II. EXPENDITURE :			
EMPLOYEES REMUNERATION		0.00	0.00
OTHER EXPENDITURE		0.00	0.00
DEPRECIATION		0.00	0.00
TOTAL - B		0.00	0.00
Net Profit / (Loss) before tax (A - B)		0.00	0.00
Provision for Income tax		0.00	0.00

As per our report of even date attached.

For CHITTI BABU & COMPANY
Chartered Accountants

(Chitti Babu G, FCA, Proprietor)
Firm Regn No 010120 S
Date : 03.09.2011
Place: WARANGAL



For and on behalf of the board

T. Mully
SD/-
(DIRECTOR)

Vasantha
SD/-
(DIRECTOR)



MSR MEGA BIO POWER LIMITED
Schedules forming part of Accounts :

SCHEDULE -A

31.03.2011

31.03.2010

SHARE CAPITAL**AUTHORISED CAPITAL**

13,00,000 (5,000) Equity Shares of Rs. 100/- each

130,000,000.00

500,000.00

ISSUED, SUBSCRIBED & PAID UP CAPITAL

5,000 Equity Shares of Rs. 100/- each, fully paid up

500,000.00

100,300.00

500,000.00

100,300.00

SCHEDULE -B**SECURED LOANS ;**

BANK OCC

(Secured against Inventories etc.,)

0.00

0.00

0.00

0.00

SCHEDULE -C**FIXED ASSETS :**

Land

790,030.00

790,030.00

Civil Works in Progress

13,055,472.00

1,015,150.00

Plant & Machinery purchased

9,936,426.00

0.00

Air Conditioner

40,650.00

0.00

cell phones

4,013.00

0.00

Furniture & Fixtures

159,559.00

0.00

Invertor

12,500.00

0.00

Refrigerator

14,500.00

0.00

24,013,150.00

1,805,180.00

SCHEDULE -D**CURRENT ASSETS, LOANS & ADVANCES :****TRADE DEBTORS :**

(unsecured, considered good as certified by the Management)

Outstanding for a period not exceeding six months (less than six months)

0.00

0.00

Others

0.00

0.00

0.00

0.00

Cash in hand & at Bank

265,305.00

5,205,948.00

Cash at Bank - Canara Bank

24,224.00

0.00

Cash at Bank - SBH

1,085,819.00

0.00

1,375,348.00

5,205,948.00

LOANS, ADVANCES & DEPOSITS :

TATA POWER TRADING

551,500.00

400,000.00

COGENET ENGNRS P LTD

17,998,406.00

0.00

BALAJI FLY ASH

150,000.00

0.00

CLAY ENGNRS P LTD

1,470,000.00

0.00

GEA COOLING TOWER TECH I P LTD

3,440,000.00

0.00

MAHALAKSHMI PROFILES P LTD

1,000,000.00

0.00

NEWSCOPE ROOFINGS P LTD

500,000.00

0.00

PRECISION WEIGHING SYS P LTD

100,000.00

0.00

SRI RAM ENGG

2,500,000.00

0.00

TRIVENI TURBINE LTD, BANGALORE

13,230,000.00

0.00



For MSR MEGA BIO POWER LTD.

Vasantho
Director

For MSR MEGA BIO POWER LTD.

Director

SCHEDULE -E

CURRENT LIABILITIES & PROVISIONS :

TRANSPORTATION PARTIES	109,500.00	0.00
EARNST & YOUNG P LTD GUGAON	167,656.00	0.00
KIRAN ENTERPRISES	3,000,000.00	0.00
KUNKULLAMMA REFRACTORIES	34,400.00	0.00
SWASTHIK STEELS	675,212.00	0.00
AUDIT FEE PAYABLE	100,000.00	50,000.00

4,086,768.00	50,000.00
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SCHEDULE -F

PRELIMINARY & PRE - OPERATIVE EXPENSES :

OPENING BALANCE BFD	2,121,245.00	0.00
Preliminary Expenses	0.00	28,245.00
Preoperative Expenses	0.00	2,043,000.00

ADD: EXPENSES DURING THE YEAR

BANK CHARGES & STAMP DUTY	270,254.00	0.00
BANK PROCESSING CHARGES	2,550,000.00	0.00
AP POLLUTION CONTROL BOARD	150,000.00	0.00
CONSULTANCY & SERVICE CHARGES	469,140.00	0.00
DEPT IND DEVP MOI	8,200.00	0.00
GROUND WATER DEPT	6,735.00	0.00
LEGAL OPINION EXP	24,000.00	0.00
MIN OF CORP AFFAIRS ROC	936,590.00	0.00
NON CONVENTIONAL ENERGY DEPT OF COPR AP	1,552,500.00	0.00
AUDITORS REMUNERATION	50,000.00	50,000.00

CLOSING PRE-OPERATIVE EXPENSES

8,138,664.00	2,121,245.00
--------------	--------------

For MSR MEGA BIO POWER LTD.

For MSR MEGA BIO POWER LTD.

Vasanthi
Director

Director



MSR MEGA BIO POWER LIMITED

LIST OF SHARE HOLDERS :

	NO OF SH	31.03.2011	
M SAMPATH RAO	1667	166,700.00	33,400.00
SRINVIAS REDDY MANDALA	1654	165,400.00	33,300.00
VASANTHA MADISETTY	1659	165,900.00	33,600.00
P THIRUPATHIR AO	5	500.00	0.00
G SUMAN RAO	5	500.00	0.00
M PURHPALATHA	5	500.00	0.00
M SUJATHA	5	500.00	0.00
	5000	500,000.00	100,300.00

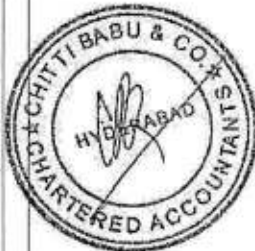
LIST OF SHARE APPLICATION MONEY :

M ASHOK	14,700,000.00	1,000,000.00
M VASANTHA	4,016,400.00	466,400.00
M VIVEK	1,250,000.00	1,250,000.00
B RAJESWARA RAO	1,600,000.00	1,000,000.00
P NARMADA	900,000.00	900,000.00
MADISETTY SIVA SANKAR S/O BHADRAIAH	400,000.00	400,000.00
MADISETTY NIRMALA W/O SIVA SANKAR	300,000.00	300,000.00
MADISETTY KRANTIKUMAR S/O SIVA SANKAR	200,000.00	200,000.00
MEDICHERLA MANIDEEP S/O VENKATESWARLU	300,000.00	300,000.00
M VENKATESWARLU S/O KRISHNAMURTHY	400,000.00	400,000.00
MEDICHERLA VISHALA W/O VENKATESWARLU	300,000.00	300,000.00
BHUPATHI DAYAKAR S/O SAMMAIAH	400,000.00	400,000.00
BHUPATHI CHANDIKA W/O DAYAKAR	300,000.00	300,000.00
BHUPATHI SATISH KUKAR S/O DAYAKAR	200,000.00	200,000.00
KONDURI VISWESWAR S/O BHIKSHAPATHI	400,000.00	400,000.00
KONDURI NANILINI S/O VISWESWAR	300,000.00	300,000.00
K SARADA W/O BHIKSHAPATHI	300,000.00	300,000.00
KONDURI BHIKSHAPATHI S/O VISWANATH	200,000.00	200,000.00
CHEPURI RAGHU KUMAR S/O CHANDRAIAH	300,000.00	300,000.00
CH RAMADEVI W/O RAGHU KUMAR	200,000.00	200,000.00
CH NAVYA D/O RAGHU KUMAR	268,900.00	265,673.00

For MSR MEGA BIO POWER LTD.

Vasantha
Director

For MSR MEGA BIO POWER LTD.

T. Prasad
Director

M SRINIVASA REDDY	860,000.00	0.00
G SUMAN RAO	8,395,000.00	0.00
GUJJA SUNIL	400,000.00	0.00
BOWENPALLY NARASIMHA RAO NANDANAM	1,400,000.00	0.00
NARASIMHA RAO	800,000.00	0.00
B SHANTHA DEVI	600,000.00	0.00
G SANTOSH RAO	800,000.00	0.00
G KESHAV RAO	800,000.00	0.00
G VENKATESWAR RAO	800,000.00	0.00
N VENKATESWARLU	740,000.00	0.00
PURNACHANDRA INDUSTRIES	3,000,000.00	0.00
TIRUMALA VENKATESWARA & CO	500,000.00	0.00
VIJAYA LAKSHMI ENTERPRISES	1,000,000.00	0.00
P HANMANTH RAO	4,800,000.00	0.00
P NARMADA	2,800,000.00	0.00
PAWAN KUMAR	700,000.00	0.00
P THIRUPATHI RAO	5,000,000.00	0.00
AMBEDIPALLY GOPALA RAO	1,100,000.00	0.00
MEGA SOLVENT EXTRACTIONS	1,000,000.00	0.00
G SUMAN C/O RAMESWAR REDDY	1,000,000.00	0.00
G SWETH C/O RAMESWAR REDDY	1,000,000.00	0.00
ARURU SOMAIAH S/O VEERAIAH	300,000.00	0.00
ARURU RAJAMANI W/O SOMAIAH	200,000.00	0.00
SRURU SRAVAN KUMAR S/O SOMAIAH	200,000.00	0.00
ARURU SUMAN S/O SOMAIAH	100,000.00	0.00
GOWRISETTY RAMESH S/O UPENDER	300,000.00	0.00
GOWRISETTY SANDHYA RANI W/O RAMESH	200,000.00	0.00
BOMMOJU LINGA CHARY S/O RAJAMOULI	300,000.00	0.00
BOMMOJU JAYASRI W/O LINGA CHARY	200,000.00	0.00
M SAMPATH KUMAR S/O BHADRAIAH	300,000.00	0.00
M SOMALAKSHMI W/O SAMPATH KUMAR	200,000.00	0.00
M RAVINDER S/O JAGADESWARAIAH	150,000.00	0.00
KARAM RAGHAVA REDDY S/O VENKATA REDDY	300,000.00	0.00
M SHOBA RANI W/O RAVINDER	200,000.00	0.00
KARAM UMA W/O RAGHA REDDY	150,000.00	0.00
M SURESH W/O JAGADISWARAIAH	300,000.00	0.00
M SANDHYA RANI W/O SURESH	200,000.00	0.00
M PUSHPAVATHI W/O JAGADISWARAIAH	250,000.00	0.00
M SOMESH S/O M SURESH	300,000.00	0.00
M JAGADISWARAIAH S/O GUNDAIAH	200,000.00	0.00
MUNJA VINOD KUMAR S/O KUMAR SWAMY	200,000.00	0.00
MUNJA MANOJ KUMAR S/O KUMAR SWAMY	200,000.00	0.00
MUNJA KUMAR SWAMY S/O CHANDRAIAH	200,000.00	0.00
SHANKUNTHALA W/O KUMAR SWAMY	200,000.00	0.00

69,880,300.00 9,382,073.00

For MSR MEGA BIO POWER LTD.

For MSR MEGA BIO POWER LTD.

Vasanth
Director

T. Mully
Director



MSR MEGA BIO POWER LIMITED

Schedule - G

Part A

ACCOUNTING POLICIES:

1 BASIS OF ACCOUNTING:

Financial Statement is prepared under historical cost convention on accrual basis.

2 FIXED ASSETS:

Fixed Assets are stated at cost less accumulated depreciation Cost is inclusive of freight, duties, levies and any directly attributable cost of bringing the assets to their working condition for intended use.

3 DEPRECIATION:

Depreciation is provided on Written Down Value Method as per rates prescribed in Schedule XIV of the Companies Act, 1956. The Depreciation on additions made during the year is provided proportionately for the period for which the assets have been put to use.

4 INCOME RECOGNITION:

- a. Services are inclusive of all taxes, wherever applicable and net of returns.
b. Services are accounted for on realization basis.

5 PRIOR PERIOD ADJUSTMENTS:

Expenditure / Income relating to prior period not exceeding Rs. 10,000/- in each case is debited / credited to the natural head of accounts.

6 PRE-PAID EXPENSES:

Pre-paid expenses not exceeding Rs. 10,000/- in each case are charged to revenue in the year of incurrence.

7 MISCELLANEOUS EXPENDITURE:

Miscellaneous expenditure will be written off over a period of 10 years.

8 FOREIGN CURRENCY TRANSACTIONS:

Foreign Currency transactions are accounted at equivalent rupee value based on the exchange rate prevailing on the date of the transaction. All exchange differences arising in respect of foreign currency transactions relating to fixed assets are adjusted in the cost of the assets and other differences are dealt with in the Profit & Loss Account.

9 Taxation :

The provisions for taxation will be ascertained on the basis of assessable profits computed in accordance with the provisions of the Income Tax Act, 1961.



Vasanthi
Director



Director

Part B
NOTES ON ACCOUNTS

Previous year figures have been regrouped and reclassified wherever deemed necessary.

Balances under the head Debtors, Advances, Deposits, Creditors, are subject to confirmation from the respective parties.

Managerial Remuneration:

		31.03.2011	31.03.2010
		Rs.	Rs.
To Directors		0.00	0.00
Remuneration		NIL	NIL
Perquisites			

Auditors Remuneration:

		31.03.2011	31.03.2010
		Rs.	Rs.
For Audit Fee		50,000.00	50,000.00
For others services		NIL	NIL

Contingent Liabilities:

		31.03.2011	31.03.2010
		Rs.	Rs.
Contingent Liabilities		NIL	NIL

As the companies business activity falls within a single primary business segment viz Thread Rolling Dies the disclosure requirement of accounting standards AS 17 (Segment Reporting) issued by the Institute of Chartered Accountants of India are not applicable.

Related party disclosure under accounting standard 18:

Enterprises in which the company has control -

NIL NIL

Parties in respect of which the Company is a joint venture

NIL NIL

Key Management personnel

1 Sri. SAMPATH RAO

NIL NIL

2 Smt. VASANTHA M

NIL NIL

3 Sri SRINVIASA REDDY M

Enterprises over which key management personnel and their relatives are able to exercise significant influence

NIL NIL

Transactions with related parties during the year:

Enterprises in which the company has control - NIL

NIL NIL

Parties in respect of which the Company is a joint venture - NIL

NIL NIL

Key Management personnel :

1 Sri. SAMPATH RAO

NIL NIL

2 Smt. VASANTHA M

NIL NIL

3 Sri SRINVIASA REDDY M

Enterprises over which key management personnel and their relatives are able to exercise significant influence

NIL NIL

Estimated amount of contracts remaining to be executed on capital account and not provided for

NIL NIL

As per our Report of even date
For CHITTI BABU & COMPANY
Chartered Accountants

(CHITTI BABU.G.F.C.A)

Proprietor

FIRM REGN NO 0101209

Place : Hyderabad



for and on behalf of the Board

Director

Director





MSR MEGA BIO POWER LIMITED

Management Representation Letter

To
M/S Chitti Babu & Co,
Chartered Accountants
Flat No 109, B Block, Aditya Apts,
Durga Nagar Colony, Panjagutta,
Hyderabad - 500 082.

Dear Sir,

This letter is provided in connection with your audit of the financial statements of M/S MSR MEGA BIO POWER LIMITED for the year ended 31st March 2011 for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position and of the result of the operations.

We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the Companies Act, 1956 and Income Tax Act 1961 and recognized accounting policies and practices, including the Accounting Statements issued by the Institute of Chartered Accountants of India. We confirm, to the best of our knowledge and belief, the following representation:

Accounting Policies:

The accounting policies which are material of critical in determining the results of operations for the year or financial positions are set out in the financial statements are consistent with those adopted in the financial statements for the previous year. The financial statements are prepared on going concern basis following accrual method of accounting.

Assets:

The company has a satisfactory title to all assets. These are no liens or encumbrances on the assets.

Fixed Assets:

- 1 The net book values at which fixed assets are stated in the balance sheet are arrived at:
 - a) After taking into account all capital expenditure on additions thereto, but no expenditure chargeable as revenue is included and
 - b) After eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished or destroyed and
 - c) After providing adequate depreciation on fixed assets as per the rates prescribed by the Companies Act following Written Down Method consistent with the method followed in the earlier year
- 2 We have physically verified the fixed assets during the year as in earlier years and confirm that no discrepancies were noticed.

Other Current Assets:

- 1 Cash and Bank balance, at the year-end was Rs. Rs. 1,375,348.00
- 2 We confirm that the year-end cash balance have been physically verified by us.
- 3 We have physically verified the cash balances at regular intervals during the year as in earlier years and confirm that no discrepancies were noticed.
- 4 Other current assets have been valued at realizable value in the ordinary course of business which is at least equal to the amount at which they are stated in the balance sheet, except those specifically shown as "doubtful".
- 5 The company is having FDR with bank as on the closing date.

FOR MSR MEGA BIO POWER LTD.

Vasanth
Director

Director



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)

Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



MSR MEGA BIO POWER LIMITED

Liabilities:

- 1 We have recorded all known liabilities in the financial statements.
- 2 **SUNDRY CREDITORS** Rs. 0.00
LOANS & ADVANCES Rs. 0.00
- 3 We have disclosed in notes to the financial statements all guarantees that we have given to third parties and all other contingent liabilities.

Provision for Claims and Losses:

- 1 Provision has been made in the accounts for all known losses and claims of material amounts.
- 2 There have been no events subsequent to the balance sheet date which require adjustment of, or disclosure in, the financial statement or notes thereto.

Profit And Loss Account:

- 1 Except as disclosed in the financial statements, the result for the year were not materially affected by:
 - a. Transactions of unusual nature; -NIL-
 - b. Circumstances of an exceptional or non-recurring nature; -NIL-
 - c. Prior year charges or prior year incomes -NIL-
 - d. Charge of personal expenses and capital expenses -NIL-
 - e. Changes in accounting policies. -NIL-

General:

- 1 The following have been properly recorded and, wherever appropriate, adequately disclosed in the financial statements:
 - a) Losses arising from sale and purchase commitments. -NIL-
 - b) Agreements and options to buy back assets previously sold. -NIL-
 - c) Assets pledged as collateral. -NIL-
- 2 There were no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements.
- 3 Related parties transactions are at arm's length and are not prejudicial.
- 4 The financial statements are free of material misstatements, including omissions.
- 5 All aspects of contractual agreement have been complied with that could have a material effect on the financial statements in the event of non-compliance. There have been no non-compliance with the requirements of regulatory authorities, that could have a material effect on the financial statements in the event of non-compliance.
- 6 We confirm that no payments towards expenditure in excess of Rs. 20, 000 were made by mode other than an account payee bank cheque or an account payee bank demand draft except those permitted as per the Rule 6DD.
- 7 We confirm that borrowing or repayment of loan in excess of Rs. 20, 000 was made only by an account payee bank cheque or an account payee bank demand draft.
- 8 We confirm that we have complied, wherever applicable, the provisions of Chapter XVII-B.
- 9 We confirm that there were no undisputed demands payable to any authority.
- 10 We confirm that though penalties were levied, its effect was immaterial or initiated any prosecutions by any authority during the year.
- 11 We confirm that the PF and ESI regulations are complied with.
- 12 We confirm that though there were defaults in remitting the PF and ESI dues, the same were paid as of date.
- 13 None of the directors of the company suffer any disqualification as specified u/s 274 of the Companies Act.
- 14 We have no plans of intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

MSR MEGA BIO POWER LIMITED

Director

Director



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)

Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



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REPRESENTATION FOR THE PURPOSE OF AUDIT

To,

CHITTI BABU G

PROPRIETOR

CHITTI BABU AND COMPANY

109 B BLOCK, ADITYA APARTMENTS, DURGA NAGR COLONY,
PUNJAGUTTA, HYDERABAD, ANDHRA PRADESH-500082

Sub: Representation for the purpose of audit for the financial year ended on

31.03.2011

Dear Sir,

This representation letter is provided in connection with your audit of the financial statements of MSR MEGA BIO POWER LIMITED for the year ended as above for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of MSR MEGA BIO POWER LIMITED, as above and of the results of operations for the year then ended. We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the Companies Act, 1956 and recognised policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India.

We confirm, to the best of our knowledge and belief, the following representations:

Accounting Policies

The accounting policies which are material or critical in determining the results of operations for the year or financial position are set out in the financial statements are consistent with those adopted in the financial statements for the previous year. The financial statements are prepared on accrual basis except discounts claims and rebates, which cannot be determined with certainty in the respective accounting year.

Assets

The company has satisfactory title to all assets.

Or

The company has satisfactory title to all assets and are subject to first charge to -NIL- for securing the working capital loan/ Term loan.

Fixed Assets

The net book values at which fixed assets are stated in the balance sheet are arrived at;
After taking into account all capital expenditure on additions thereto, but no expenditure properly chargeable to revenue.
After eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished or destroyed.
After providing adequate depreciation on fixed assets during the period.

Capital Commitments

At the balance sheet date, there were no outstanding commitments for capital expenditure.

Investments

The company does not have any investments.

All the investments shown in the balance sheet are "Long Term Investment".

Long-term quoted investments are valued cost less provision for permanent diminution in their value.

Long term unquoted investments are valued at cost.

All the investments belong to the entity and they do not include any investments held on behalf of any other persons.

The entity has clear title to all of its investments. There are no charges against the investments of the entity except those appearing in the records of the entity.



Vasantha
Director

Director

Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)

Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



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MSR MEGA BIO POWER LIMITED

Inventories

Inventories at the year-end consisted of the following:

Particulars	Amount
Raw Materials & consumables	-NIL-
Work-in-Progress	-NIL-
Finished Goods	-NIL-
Shares in Stock	-NIL-
Total	-NIL-

All quantities were determined by actual physical count or weight that was taken under our supervision and in accordance with written instructions.

All goods included in the inventory are the property of the entity, and none of the goods are held as consignee for others or as bailee.

All inventories owned by the entity, wherever located, have been recorded.

Inventories do not include goods sold to customers for which delivery is yet to be made.

Inventories have been valued at cost or net-realizable value, whichever is less.

In our opinion, there is no excess, slow moving damaged or obsolete inventories, hence no provision is required to be made.

No item of inventories has a net realizable value in the ordinary course of business, which is less than the amount at which it is included in inventories.

Debtors, Loans and Advances

The following items appearing in the books of account are considered good and fully recoverable.

Particulars	Amount
Sundry Debtors	0.00
Considered good	0.00
Considered Doubtful	0.00
Less : Provision	0.00
Net Sundry Debtors	0.00

Loans and Advances	40,939,906.00
Considered good	40,939,906.00
Considered Doubtful	0.00
Less : Provision	0.00
Net Loans & Advances	40,939,906.00

Liabilities

We have recorded all known liabilities in the financial statements except retirement benefits, discounts claims and rebates.

We have disclosed in note to the financial statements all guarantees that, if any we have given to third parties.

There are no Contingent Liabilities as at the end of the year.

Provisions for Claims and Losses

There are no known losses and claims of material amounts for which provision is required to be made.

There have been no events subsequent to the balance sheet date which require adjustment of, or disclosure in, the financial statements or notes thereto.

Profit and Loss Account

Except as disclosed in the financial statements, the results for the year were not materially affected by transactions of a nature not usually undertaken by the company.

circumstances of an exceptional or non-recurring nature

Charges or credits relating to provision

Changes in accounting policies

For MSR MEGA BIO POWER LTD.

For MSR MEGA BIO POWER LTD.

Vasanthha
Director

Director



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)

Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



MSR MEGA BIO POWER LIMITED

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General

The following have been properly recorded and, when appropriate, adequately disclosed in the financial statements;

Loss arising from sale and purchase commitments.

Agreements and options to buy back assets previously sold.

Assets pledged as collateral.

There have been no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements.

The financial statements are free of material misstatements, including omissions.

The Company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. There has been no non-compliance with requirements of regulatory authorities that could have a material effect on the financial statements in the event of non-compliance.

We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

The allocation between capital and revenue has been correctly done and that no items of capital nature have been debited to Profit & Loss account and vice versa.

The Cash balance as at year end, as physically verified by the management Rs.

265,305.00

The details of disputed dues in case of sales tax/ income tax/ customer tax/ excise duty/ cess which have not been deposited on account of dispute is as under:

Name of Statute	Nature of the Dues	Amount	F. Y. to which the amount relates		Forum where dispute is pending
-NIL-	-NIL-	-NIL-	-NIL-	-NIL-	-NIL-

The company has not defaulted in repayment of dues to financial institution or bank.

The company has not given any guarantee for loans taken by others from bank or financial institutions.

No personal expenses have been charged to revenue accounts.

No fraud has been committed during the year.

By order of the Board
MSR MEGA BIO POWER LIMITED

Director

Director



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)
Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com
Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.

MSR MEGA BIO POWER LIMITED

BOARD OF DIRECTORS

Sri. SAMPATH RAO M

Smt. VASANTHA M

Sri. SRINIVASA REDDY M

STATUTORY AUDITORS

M/s. CHITTI BABU & COMPANY
Chartered Accountants
Hyderabad.

BANKERS

STATE BANK OF HYDERABAD
SHIVA NAGAR, WARANGAL

REGISTERED OFFICE

11-23-1165, L B NAGAR,
WARANGAL - 506002

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3rd Annual Report - 2012



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MSR MEGA BIO POWER LIMITED**MSR MEGA BIO POWER LIMITED****NOTICE TO THE SHAREHOLDERS**

Dear Shareholders,

Notice is hereby given that the 3rd Annual General Meeting of the Company will be held on 29th September, 2012 at 11.00 a.m at Registered Office, 11-23-1165, LB Nagar, Warangal - 506002., to transact the following business:

ORDINARY BUSINESS;

1. To consider and if though fit, to pass with or without modification, the following resolution as on Ordinary Resolution:

RESOLVED THAT the audited Balance Sheet as at 31st March, 2012 and the Profit & Loss Account of the Company for the year ended on that date, together with the Directors Report and the Auditors' Report thereon as presented to the meeting be and the same are hereby approved and adopted.


2. To consider and if though fit, to pass with or without modification, the following resolution as an Ordinary Resolution,

RESOLVED THAT M/s CHITTI BABU & COMPANY, Chartered Accountants, Hyderabad, the retiring Auditors be and are hereby re-appointed as auditors of the company to hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting of the Company and that the Board of Directors be and is hereby authorised to fix their remuneration.

Place: WARANGAL

Date: 02.09.2012

For MSR MEGA BIO POWER LIMITED


DIRECTOR

NOTE:

- 1 A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of himself and the proxy or proxies so appointed need not be member or members, as the case may be, of the Company. The proxy form duly completed should be deposited at the Registered office of the Company not less than 48 hours before the time fixed for holding the meeting.
- 2 Members are requested to notify immediately any change in their address to the Company.
- 3 As a measure of economy, copies of Annual Report will not be distributed at the Annual General Meeting. Members are therefore requested to bring their copies of the Annual Report to the meeting.
- 4 Members are requested to affix their signature at the space provided on the attendance sheet annexed to the proxy form and hand over the slip at the entrance of the meeting hall.



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)
Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.

**MSR MEGA BIO POWER LIMITED****DIRECTORS REPORT TO THE SHAREHOLDERS**

The Directors are presenting the 3rd Annual Report and the Audited Accounts for the year ended 31st March, 2012.

Financial Results:

This being the third year of operation, the company did well to its best. It posted profit of	0.00
after charging of depreciation of Rs.	0.00
amortization of Preliminary expenses of Rs	0.00

Operations:

The company is under construction and foreseeing early completion and to commence commercial production.

Public Deposits:

The Company did not invite any Public Deposits during the period under review.

Particulars of Employees in terms of section 217 (2A) of the Companies Act, 1956.

None of the Company's Employees are covered by the relevant provisions of Section 217 (2A) of the Companies Act, 1956 as such no statement is given under the above section.

Conservation of Energy etc**A. Conservation of Energy:**

The Company is constantly examining the possibilities of conserving the energy. Generator is acquired to ensure uninterrupted power supply.

B. Technology Absorption:

Research & Development: There is no technology absorption in this unit.

C. Foreign Technology's Absorption, Adoption & Innovation

There is Foreign technology involved. The software design and development process and technology is developed indigenously.

D. Foreign Exchange earnings and Outgo:

During the year under review there has been no foreign exchange earnings nor out - go.

E. Directors:

There was no change of Directors during the year.

For MSR MEGA BIO POWER LTD.

Vasanth
Director

Director

Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002 (A.P.)
Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.

**MSR MEGA BIO POWER LIMITED****F. Auditors:**

M/s. Chitti Babu & Company, Chartered Accountants, Hyderabad-82, the Company's Auditors retire at the conclusion of the ensuing Third Annual General Meeting. They have signified their willingness to accept reappointment and have further confirmed their eligibility under section 224(1B) of the Companies Act, 1956.

G. Responsibility Statement Pursuant to Section 217(2AA):

Pursuant to section 217(2AA) of the Companies Act, 1956, the Board of Directors here by confirms:

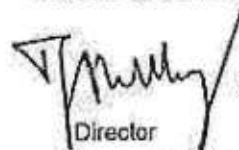

- In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed.
- The company has selected and applied such Accounting Policy consistently and judgments and estimates are made in a reasonable and prudent manner so as at the end of financial year and profit of the Company for that period.
- Proper and sufficient care has been taken for maintenance of Accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing/detecting fraud and other irregularities.
- The Annual Accounts are prepared on a going concern basis.

Acknowledgements:

Your Directors wish to place on record their appreciation and co-operation extended to the Company by the Bankers., all employees and all those who have been helping the Company in its endeavors.

Place: Warangal
Date: 02.09.2012

For and on behalf of the Board

 Director
 Director



CHITTI BABU & COMPANY
CHARTERED ACCOUNTANTS

2322 8204 (O)
2322 6566 (Fax)
98490 30927 (Mobile)

Flat No. 109, 'B' Block,
Aditya Apts., Durganagar Colony,
Panjagutta, Hyderabad - 500032

AUDITORS REPORT

चिट्टि बाबु एंड कंपनी

चार्टर्ड अकाउंटेंट्स

प्लॉट नं. 109, बि-ब्लॉक
आदित्य अपा., दुर्गानगर कालोनी,
पन्जागुट्टा, हैदराबाद - 82.

To The Members of
MSR MEGA BIO POWER LIMITED

We have audited the attached Balance Sheet of M/s MSR MEGA BIO POWER LIMITED as at 31st March, 2012 and Profit and Loss Account for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

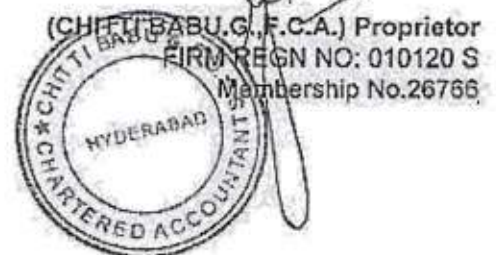
We have conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from any material misstatements.

An audit includes, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Companies (Auditors Report) Order, 2003 issued by the Central Government of India in terms of Sec.227 4(A) of the Companies Act, 1956 we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order, wherever applicable.
2. Further to our comments on the Annexure referred to in paragraph (1) above, we state that:
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose 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 the books.
 - c. The Balance Sheet and Profit and Loss Account referred by this report are in agreement with the books of account.
 - d. The Balance Sheet and Profit & Loss Account comply with the Accounting Standards specified by the Institute of Chartered Accountants of India, referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - e. On the basis of written representation received by us from the Directors of the company as at 31st March, 2012 and taken on record by the Board of Directors, we report that no director is disqualified from being appointed as director of the company under clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f. In our opinion and to the best of our information and according to the explanations given to us, the accounts read together with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - i. in so far as it relates to the Balance Sheet of the state of affairs of the Company as at **31.03.2012**

For CHITTI BABU & COMPANY
Chartered Accountants

Place: Hyderabad
Date: 02.09.2012



AUDITORS' REPORT to The Members of MSR MEGA BIO POWER LIMITED

Annexure referred to in our report of even date on the accounts for the period e 31.03.2012

In terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under:

- 1
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
 - b. The Company has a regular program of verification of its fixed assets at reasonable intervals, which in our opinion is reasonable, considering the size and the nature of its business. No material discrepancies were noticed on such verification.
 - c. As per the information and explanations given to us, during the year the Company has not disposed off any substantial part of fixed assets that would affect the going concern.
- 2
 - a. The inventory has been physically verified during the year by the management. In respect of stores and spares, the company has program of verification of stocks. In our opinion, having regard to the nature and location of stocks, the frequency of verification is reasonable.
 - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation the size of the company and nature of its business.
 - c. In our opinion and according to the information and explanations given to us, the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and book records were not material.
- 3

The Company has not taken any unsecured loans from companies to be covered in the register maintained under section 301 of the Companies Act, 1956. The Company has not granted any unsecured loans to any company to be covered in the register maintained under section 301 of the Companies Act, 1956.
- 4

In our opinion, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of fixed assets and for its business activities. In our opinion, there is no continuing failure to correct major weaknesses in internal control.
- 5
 - a. According to the information and explanations given to us, we are of the opinion that transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956, have been so entered.
 - b. In our opinion and according to the information and explanations given to us, there are no transactions of purchase of goods & materials and sale of goods, materials & services made in pursuance of contracts or arrangements required to be entered in the register maintained under section 301 of the Companies Act, 1956, aggregating during the year to Rs. 500,000/- or more in respect of each party.
- 6

The Company has not accepted deposits from public and hence directives issued by the Reserve Bank of India and the provisions of section 58A and 58AA of the Companies Act, 1956 and rules framed there under are not applicable for the year under audit.
- 7

In our opinion and according to the information and explanations given to us, the company does not have internal audit system.
- 8

The maintenance of cost records as prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956 is not applicable to the company.



- 9 a. According to the records of the Company, the Company has been regular in depositing with appropriate authorities undisputed statutory dues including Income tax and other statutory dues.
- b. According to the information and explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding as at 31st March 2012 for a period of more than six months from the date they became payable.
- c. According to the information and explanations given to us, there are no such statutory dues which have not been deposited on account of any dispute.
- 10 Based on our audit procedures and the information and explanations given by the management we are of the opinion that the company has not defaulted in repayment of dues to financial institutions or Banks.
- 11 In our opinion and according to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Hence the question of maintenance of records or reporting on deficiencies does not arise.
- 12 In our opinion, during the year under audit, the company did not engage in trading in shares, securities or debentures. Accordingly, the provisions of Clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- 13 According to the information and explanations given by the management, in our opinion, the company has not given any guarantee for loans by others from banks or financial institutions.
- 14 According to the information and explanations given to us, the company has not obtained any term loans, during the year under audit.
- 15 According to the information and explanations given to us and on overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investments and vice-versa.
- 16 During the year the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 17 The company has not issued any debentures and hence of Clause 4(xix) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- 18 During the period covered by our report the company has not raised any money by way of public issue.
- 19 According to the information and explanations given to us, during the course of checks carried out by us, no fraud on or by the company has been noticed by us or reported to us during the year under audit.

Place: Hyderabad
Date: 02.09.2012

For CHITTI BABU & COMPANY
Chartered Accountants

(CHITTI BABU.G., F.C.A.) Proprietor
FIRM REGN NO: 010120 S
Membership No.26766



MSR MEGA BIO POWER LIMITED
11-23-1165, LB NAGAR, TELECOM COLONY, WARANGAL - 506002
BALANCE SHEET AS AT 31ST MARCH, 2012

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2012	AS AT 31.03.2011
I. SOURCES OF FUNDS :			
i) SHARE HOLDERS FUNDS :			
- Share Capital	A	500,000.00	500,000.00
- Share Application Money		124,880,000.00	69,880,300.00
ii) SECURED LOANS :			
BANK TERM LOAN	B	257,432,268.00	0.00
		382,812,268.00	70,380,300.00
II. APPLICATION OF FUNDS :			
FIXED ASSETS:			
Gross Block	C	356,380,338.00	24,013,150.00
Less; Depreciation to date		0.00	0.00
Net Block		356,380,338.00	24,013,150.00
CURRENT ASSETS, LOANS & ADVANCES :	D		
Sundry Debtors		0.00	0.00
Cash & Bank Balances		446,627.50	1,375,348.00
Loans & Advances		25,892,774.50	40,939,906.00
		26,339,402.00	42,315,254.00
Less: Current Liabilities & Provisions :			
Current Liabilities	E	9,387,349.00	4,086,768.00
Net Current Assets		16,952,053.00	38,228,486.00
III) MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)			
- Preliminary Expenses	F	9,479,877.00	8,138,664.00
		382,812,268.00	70,380,300.00

As per our report of even date attached.
For CHITTI BABU & COMPANY
Chartered Accountants

(Chitti Babu G, FCA Proprietor)
Firm Regn No 010120 S
Date : 02.09.2012
Place: WARANGAL



For and on behalf of the board

(Signature) *Vasanti*
SD/- SD/-
(DIRECTOR) (DIRECTOR)



MSR MEGA BIO POWER LIMITED
11-23-1165, LB NAGAR, TELECOM COLONY, WARANGAL - 506002

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2012

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2012	AS AT 31.03.2011
I. INCOME :			
SALES		0.00	0.00
TOTAL - A		0.00	0.00
II. EXPENDITURE :			
EMPLOYEES REMUNERATION		0.00	0.00
OTHER EXPENDITURE		0.00	0.00
DEPRECIATION		0.00	0.00
TOTAL - B		0.00	0.00
Net Profit / (Loss) before tax (A - B)		0.00	0.00
Provision for Incometax		0.00	0.00

As per our report of even date attached.
For CHITTI BABU & COMPANY
Chartered Accountants

(Chitti Babu G, FCA, Proprietor)
Firm Regn No 010120 S

Date : 02.09.2012
Place: WARANGAL



For and on behalf of the board

[Signature] SD/-
(DIRECTOR)

[Signature] SD/-
(DIRECTOR)



MSR MEGA BIO POWER LIMITED

Schedules forming part of Accounts :

SCHEDULE -A

SHARE CAPITAL

AUTHORISED CAPITAL

13,00,000 (5,000) Equity Shares of Rs. 100/- each

31.03.2012

31.03.2011

130,000,000.00

130,000,000.00

ISSUED, SUBSCRIBED & PAID UP CAPITAL

5,000 Equity Shares of Rs. 100/- each, fully paid up

500,000.00

500,000.00

500,000.00

500,000.00

SCHEDULE -B

SECURED LOANS ;

BANK TERM LOAN

(Secured against Fixed Assets of the Company,
Personal Guarantee of the Directors, and
Corporate Guarantee extended by One of the Director's
interested Company)

257,432,268.00

0.00

257,432,268.00

0.00

SCHEDULE -C

FIXED ASSETS :

Land

790,030.00

790,030.00

Site Development expenses

6,045,550.00

0.00

Civil Works in Progress

66,198,542.00

13,055,472.00

Plant & Machinery purchased

282,774,488.00

9,936,426.00

Air Conditioner

85,650.00

40,650.00

cell phones

5,193.00

4,013.00

computer printers

25,900.00

0.00

Furniture & Fixtures

187,985.00

159,559.00

Inventor

12,500.00

12,500.00

Refrigerator

14,500.00

14,500.00

Vehicle CBZ Extreme

78,245.00

0.00

Vehicle Hero Honda Glamour

50,000.00

0.00

Vehicle NXZ

54,275.00

0.00

Vehicle Passion Pro

57,480.00

0.00

356,380,336.00

24,013,150.00



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanthi
Director

Director

SCHEDULE -D

CURRENT ASSETS, LOANS & ADVANCES :

TRADE DEBTORS :

(unsecured, considered good as
certified by the Management)
Outstanding for a period not exceeding
six months (less than six months)
Others

0.00 0.00
0.00 0.00

0.00 0.00

Cash in hand
Cash at Bank - Canara Bank
Cash at Bank - SBH

412,509.50 265,305.00
24,224.00 24,224.00
9,894.00 1,085,819.00

446,627.50 1,375,348.00

LOANS, ADVANCES & DEPOSITS :

TATA POWER TRADING
ENVIRONMENTAL ENGG APPCB
COGENET ENGNRS P LTD
BALAJI FLY ASH
BHARAT PETROLEUM CORP LTD
CONPROTECH SERVICES
CLAY ENGNRS P LTD
GEA COOLING TOWER TECH I P LTD
MAHALAKSHMI PROFILES P LTD
MAHALAKSHMI WHAREHOUSING
MATRX ENGG
NC INSULATIONS
NEWSCOPE ROOFINGS P LTD
ORUGALLU FILLING STATION
PAR ENERGY INFRA P LTD HYD
PAO MIN OF FOOD PROCE INDS
PRECISION WEIGHING SYS P LTD
RK ELECTRIC AUTOMATION LTD
SRINIVASA AGENCEIS
SRI RAM ENGG
TRIVENI TURBINE LTD, BANGALORE
SWASTHIK STEELS
VALE PROJECTS SERVICES CHENNAI
VISAKHA READY MIX

551,500.00 551,500.00
1,500,000.00 0.00
0.00 17,998,406.00
2,930,000.00 150,000.00
372,480.00 0.00
94,307.00 0.00
0.00 1,470,000.00
0.00 3,440,000.00
1,000,000.00 1,000,000.00
20,000.00 0.00
6,005.00 0.00
80,000.00 0.00
757,657.00 500,000.00
100,000.00 0.00
1,745,580.00 0.00
1,000,000.00 0.00
0.00 100,000.00
5,544,439.00 0.00
3,357,756.00 0.00
2,798,116.00 2,500,000.00
15,198.50 13,230,000.00
1,509,290.00 0.00
1,609,046.00 0.00
901,400.00 0.00

25,892,774.50 40,939,906.00



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanthi
Director

[Signature]
Director



SCHEDULE -E

CURRENT LIABILITIES & PROVISIONS :

COGENET ENGNS P LTD	852,983.00	0.00
TRANSPORTATION PARTIES	359,321.00	109,500.00
EARNST & YOUNG P LTD GUGAON	0.00	167,656.00
KIRAN ENTERPRISES	0.00	3,000,000.00
KUNKULLAMMA REFRACTORIES	0.00	34,400.00
SWASTHIK STEELS	0.00	675,212.00
AACCESS CRANES	30,000.00	0.00
AACCESS EQUIPEMNTS	165,919.00	0.00
ACCESS FLOOR INTERNATIONAL	23,834.00	0.00
ACCESS STRUCTURAL P LTD	40,072.00	0.00
CENTRAL POWER RESEARCH INSTITUTE	49,200.00	0.00
CLAIR ENGNRS P LTD	1,953,649.00	0.00
GEA COOLING TECHNOLOGIES I P LTD	3,763,613.00	0.00
MEGA SERVE ENERGY SYS P LTD	842,561.00	0.00
TECHNIC CONVEYORS & EQUIPMENTS P LTD	1,054,959.00	0.00
VENUS IND ENTERPRISES	101,238.00	0.00
AUDIT FEE PAYABLE	150,000.00	100,000.00

9,387,349.00	4,086,768.00
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SCHEDULE -F

PRELIMINARY & PRE - OPERATIVE EXPENSES :

OPENING BALANCE BFD	8,138,664.00	2,121,245.00
Preliminary Expenses		
Preoperative Expenses		

ADD: EXPENSES DURING THE YEAR

BANK CHARGES & STAMP DUTY	111,687.00	270,254.00
BANK PROCESSING CHARGES	0.00	2,550,000.00
AP POLLUTION CONTROL BOARD	0.00	150,000.00
CONSULTANCY & SERVICE CHARGES	788,764.00	469,140.00
DEPT IND DEVP MOI	0.00	8,200.00
GROUND WATER DEPT	0.00	6,735.00
LEGAL OPINION EXP	10,000.00	24,000.00
MIN OF CORP AFFAIRS ROC	0.00	936,590.00
NON CONVENTIONAL ENERGY DEPT OF COPR AP	0.00	1,552,500.00
COMMISSION FOBG	51,593.00	0.00
AUDITOR FEE SALES TAX	4,500.00	0.00
IMPORT & EXPORT CERTIFICATION CHARGES	13,280.00	0.00
SCRLY SUPERVISION CHARGES	311,389.00	0.00
AUDIT FEE	50,000.00	50,000.00

CLOSING PRE-OPERATIVE EXPENSES

9,479,877.00	8,138,664.00
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For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanthi
DirectorT. Muthy
Director

MSR MEGA BIO POWER LIMITED

LIST OF SHARE HOLDERS :

	NO OF SH	31.03.2012	31.03.2011
M SAMPATH RAO	1667	166,700.00	166,700.00
SRINIVAS REDDY MANDALA	1654	165,400.00	165,400.00
VASANTHA MADISETTY	1659	165,900.00	165,900.00

P THIRUPATHIR AO	5	500.00	500.00
G SUMAN RAO	5	500.00	500.00
M PURHPALATHA	5	500.00	500.00
M SUJATHA	5	500.00	500.00

5000	500,000.00	500,000.00
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LIST OF SHARE APPLICATION MONEY :

M ASHOK	28,400,000.00	14,700,000.00
M VASANTHA	7,566,400.00	4,016,400.00
M VIVEK	1,250,000.00	1,250,000.00
B RAJESWARA RAO	2,200,000.00	1,600,000.00
P NARMADA	900,000.00	900,000.00

MADISETTY SIVA SANKAR S/O BHADRAIAH	400,000.00	400,000.00
MADISETTY NIRMALA W/O SIVA SANKAR	300,000.00	300,000.00
MADISETTY KRANTIKUMAR S/O SIVA SANKAR	200,000.00	200,000.00
MEDICHERLA MANIDEEP S/O VENKATESWARLU	300,000.00	300,000.00
M VENKATESWARLU S/O KRISHNAMURTHY	400,000.00	400,000.00
MEDICHERLA VISHALA W/O VENKATESWARLU	300,000.00	300,000.00

BHUPATHI DAYAKAR S/O SAMMAIAH	400,000.00	400,000.00
BHUPATHI CHANDIKA W/O DAYAKAR	300,000.00	300,000.00
BHUPATHI SATISH KUKAR S/O DAYAKAR	200,000.00	200,000.00

KONDURI VISWESWAR S/O BHIKSHAPATHI	400,000.00	400,000.00
KONDURI NANILINI S/O VISWESWAR	300,000.00	300,000.00
K SARADA W/O BHIKSHAPATHI	300,000.00	300,000.00
KONDURI BHIKSHAPATHI S/O VISWANATH	200,000.00	200,000.00

CHEPURI RAGHU KUMAR S/O CHANDRAIAH	300,000.00	300,000.00
CH RAMADEVI W/O RAGHU KUMAR	200,000.00	200,000.00
CH NAVYA D/O RAGHU KUMAR	272,600.00	268,900.00



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanthha
DirectorM. M. M. M.
Director



Vasanthika
Director



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

860,000.00	0.00	M SRINIVASA REDDY
12,395,000.00	12,395,000.00	G SUMAN RAO
400,000.00	1,900,000.00	GUJA SUNIL
1,400,000.00	1,400,000.00	BOWENPALLY NARASIMHA RAO NANDANAM
800,000.00	800,000.00	NARASIMHA RAO
800,000.00	800,000.00	B SHANTHA DEVI
600,000.00	600,000.00	G SANTOSH RAO
800,000.00	800,000.00	G KESHAV RAO
800,000.00	800,000.00	G VENKATESWAR RAO
800,000.00	800,000.00	N VENKATESWARLU
740,000.00	740,000.00	PURNACHANDRA INDUSTRIES
3,000,000.00	3,000,000.00	TIRUMALA VENKATESWARA & CO
500,000.00	500,000.00	VIJAYA LAKSHMI ENTERPRISES
1,000,000.00	1,000,000.00	P HANMANTH RAO
4,800,000.00	4,800,000.00	P NARMADA
2,800,000.00	2,800,000.00	PAWAN KUMAR
700,000.00	700,000.00	P THIRUPATHI RAO
5,000,000.00	5,000,000.00	AMBEDIPALLY GOPALA RAO
1,100,000.00	4,100,000.00	MEGA SOLVENT EXTRACTIONS
1,000,000.00	1,000,000.00	G SUMAN C/O RAMESWAR REDDY
1,000,000.00	1,000,000.00	G SWETH C/O RAMESWAR REDDY
300,000.00	300,000.00	ARURU SOMAIAH S/O VEERAAIAH
200,000.00	200,000.00	ARURU RAJAMANI W/O SOMAIAH
200,000.00	200,000.00	SRURU SRAVAN KUMAR S/O SOMAIAH
100,000.00	100,000.00	ARURU SUMAN S/O SOMAIAH
0.00	1,800,000.00	D BIKSHAPATHI GUPTA
0.00	1,000,000.00	D JYOTHI
0.00	7,500,000.00	PRASHANT KUMAR P
300,000.00	300,000.00	GOWRISETTY RAMESH S/O UPENDER
200,000.00	200,000.00	GOWRISETTY SANDHYA RANI W/O RAMESH
300,000.00	300,000.00	BOMMOJU LINGA CHARY S/O RAJAMOLI
200,000.00	200,000.00	BOMMOJU JAYASRI W/O LINGA CHARY
300,000.00	300,000.00	M SAMPATH KUMAR S/O BHADRAIAH
200,000.00	200,000.00	M SOMALAKSHMI W/O SAMPATH KUMAR
275,000.00	275,000.00	M RAVINDER S/O JAGADESWARAIAH
150,000.00	150,000.00	KARAM RAGHAVA REDDY S/O VENKATA REDDY
300,000.00	300,000.00	M SHOBHA RANI W/O RAVINDER
200,000.00	200,000.00	KARAM UMA W/O RAGHA REDDY
150,000.00	150,000.00	M SURESH W/O JAGADESWARAIAH
300,000.00	300,000.00	M SANDHYA RANI W/O SURESH
200,000.00	200,000.00	M PUSHPAVATHI W/O JAGADESWARAIAH
250,000.00	250,000.00	M SOMESH S/O M SURESH
300,000.00	300,000.00	M JAGADESWARAIAH S/O GUNDAIAH
200,000.00	200,000.00	MUNJA VINOD KUMAR S/O KUMAR SWAMY
200,000.00	200,000.00	MUNJA MANOJ KUMAR S/O KUMAR SWAMY
200,000.00	200,000.00	MUNJA KUMAR SWAMY S/O CHANDRAIAH
200,000.00	200,000.00	SHANKUNTHALA W/O KUMAR SWAMY

SUTHRAPU BIKSHAPATHI S/O VENKATAIAH	300,000.00	0.00
SUTHRAPU SANDHYA W/O KANAKA RAJU	200,000.00	0.00
SUTHRAPU RAJAIAH S/O VENKATAIAH	275,000.00	0.00
SUTHRAPU RAVALLIKA W/O BIKSHAPATHI	300,000.00	0.00
SUTHRAPU KANAKARAJU S/O VENKATAIAH	200,000.00	0.00
SUTHRAPU LACHAMMA W/O RAJAIAH	275,000.00	0.00
SUTHRAPU KOMARAMMA W/O VENKATAIAH	300,000.00	0.00
INJAPURI VENKATESWARLU S/O NARAHARI	275,000.00	0.00
INJAPURI CHANDRA KALA W/O VENKATESWARLU	300,000.00	0.00
KASOJU SHANMUKHA CHARY S/O CHANDRAAIAH	300,000.00	0.00
KASOJU SWAPNA W/O SHANKMUKHA CHARY	200,000.00	0.00
	275,000.00	0.00
PENDYALA RAJU S/O RAMULU	300,000.00	0.00
PENDYALA MAMATA W/O RAJU	200,000.00	0.00
PENDYALA RAMULU S/O SOMAIAH	275,000.00	0.00
PENDYALA LAKSHMI W/O RAMULU	300,000.00	0.00
BOGI SAMMAIAH S/O KOMARAIAH	275,000.00	0.00
BOGI YAKAMMA W/O SAMMAIAH	300,000.00	0.00
BOGI VIDYASAGAR S/O SAMMAIAH	200,000.00	0.00
BOGI SUMALATHA W/O VIDYASAGAR	275,000.00	0.00
NALAGIRI KOMARAIAH S/O MALLAIAH	300,000.00	0.00
NALAGIRI PRQAMEELA W/O KOMARAIAH	200,000.00	0.00
NALAGIRI BALAJI S/O KOMARAIAH	275,000.00	0.00
NALAGIRI MANASA D/O KOMARAIAH	300,000.00	0.00
ROYYALA SRINIVAS S/O LAKSHMAIAH	150,000.00	0.00
ROYYALA MANJULA W/O SRINIVAS	300,000.00	0.00
ROYYALA SAI RAM S/O SRINIVAS	200,000.00	0.00
PENUKULA ILAIAH S/O VENKATAISH	300,000.00	0.00
PENUKULA LAKSHMI W/O ILAIAH	200,000.00	0.00
THUMMA JOHN BHASKAR REDDY S/O MATHYAS REDDY	300,000.00	0.00
THUMMA VELANGINI MARY W/O JOHN BHASKAR REDDY	200,000.00	0.00



For MSR MEGA BIO POWER LTD.

Vasanthha
Director

For MSR MEGA BIO POWER LTD.

T. Muthu
Director



KUNDRU DEVENDER REDDY S/O MALLA REDDY	350,000.00	0.00
UPPULA LALITHA W/O BHADRAIAH	250,000.00	0.00
UPPULA VEERA BHADRAIAH S/O RAJAIAH	275,000.00	0.00
KUNDRU MALLAREDDY S/O K RAM REDDY	350,000.00	0.00
KUNDRU KAVYA D/O DEVENDER REDDY	250,000.00	0.00
KUNDRU UMA RANI W/O DEVENDER REDDY	275,000.00	0.00
KAITHA VASANTHA W/O VEERA REDDY	350,000.00	0.00
KIATHA SANKAR RAO S/O VEERA REDDY	250,000.00	0.00
KAITHA VEERA REDDY S/O SANKAR REDDY	275,000.00	0.00
KUNDRU RAJI REDDY W/O VEERA REDDY	350,000.00	0.00
UPPULA SOMESH W/O RAVINDER	250,000.00	0.00
UPPULA RAVINDER S/O SEKHARAIAH	275,000.00	0.00
UPPULA SAI SEKHAR S/O RAVINDER	350,000.00	0.00
LAKKIREDDY SURENDER S/O MALLA REDDY	250,000.00	0.00
LAKKI REDDY MALLAREDDY S/O NARAYAN REDDY	275,000.00	0.00
LAKKIREDDY MAMATHA W/O MALLAREDDY	350,000.00	0.00
KUNDRU VENKATAMMA W/O RAJI REDDY	250,000.00	0.00
KUNDRU RAVINDER REDDY S/O RAJI REDDY	275,000.00	0.00
KAITHA MAHIPAL REDDY /SO SANJEEV REDDY	350,000.00	0.00
KAITHA MADAN S/O RAJAIAH	250,000.00	0.00
KAITHA LAKSHMI W/O SANJEEVA REDDY	275,000.00	0.00
KAITHA MADHA REDDY S/O SANKAR REDDY	350,000.00	0.00
KAITHA SANKAR REDDY S/O MADHA VA REDDY	250,000.00	0.00
KAITHA MANEMMA W/O MADHAV REDDY	275,000.00	0.00
B LINGA REDDY W/O RAJI REDDY	350,000.00	0.00
D RAKESH REDDY S/O LINGA REDDY	250,000.00	0.00
D LAKSHMI W/O LINGA REDDY	275,000.00	0.00
VADLAPONDA RAMESH S/O KOMARAIAH	350,000.00	0.00
VADLAPONDA RAJESWAR W/O RAMESH	250,000.00	0.00
VADLAPONDA KARTHIK S/O RAMESH	275,000.00	0.00
DANDA DILIP REDDY S/O PEDDI REDDY	400,000.00	0.00
DANDA SUMATHI W/O PEDDI REDDY	300,000.00	0.00
A RAJESWAR REDDY S/O RAJI REDDY	250,000.00	0.00
A RAJITHA W/O A RAJESWAR REDDY	400,000.00	0.00
A RAJI REDDY S/O VENKAT REDDY	300,000.00	0.00
A MANEMMA W/O RAJI REDDY	250,000.00	0.00
A RAJA TIRUMALA REDDY S/O RAJI REDDY	381,000.00	0.00

124,880,000.00

69,880,300.00



For MSR MEGA BIO POWER LTD.

For MSR MEGA BIO POWER LTD.

Vasanthha
Director

[Signature]
Director



MSR MEGA BIO POWER LIMITED

Schedule - G

Part A

ACCOUNTING POLICIES:

- 1 **BASIS OF ACCOUNTING:**
Financial Statement is prepared under historical cost convention on accrual basis.
- 2 **FIXED ASSETS:**
Fixed Assets are stated at cost less accumulated depreciation Cost is inclusive of freight, duties, levies and any directly attributable cost of bringing the assets to their working condition for intended use.
- 3 **DEPRECIATION:**
Depreciation is provided on Written Down Value Method as per rates prescribed in Schedule XIV of the Companies Act, 1956. The Depreciation on additions made during the year is provided proportionately for the period for which the assets have been put to use.
- 4 **INCOME RECOGNITION:**
 - a. Services are inclusive of all taxes, wherever applicable and net of returns.
 - b. Services are accounted for on realization basis.
- 5 **PRIOR PERIOD ADJUSTMENTS:**
Expenditure / Income relating to prior period not exceeding Rs. 10,000/- in each case is debited / credited to the natural head of accounts.
- 6 **PRE-PAID EXPENSES:**
Pre-paid expenses not exceeding Rs. 10,000/- in each case are charged to revenue in the year of incurrence.
- 7 **MISCELLANEOUS EXPENDITURE:**
Miscellaneous expenditure will be written off over a period of 10 years.
- 8 **FOREIGN CURRENCY TRANSACTIONS:**
Foreign Currency transactions are accounted at equivalent rupee value based on the exchange rate prevailing on the date of the transaction. All exchange differences arising in respect of foreign currency transactions relating to fixed assets are adjusted in the cost of the assets and other differences are dealt with in the Profit & Loss Account.
- 9 **Taxation :**
The provisions for taxation will be ascertained on the basis of assessable profits computed in accordance with the provisions of the Income Tax Act, 1961.



For MSR MEGA BIO POWER LTD, For MSR MEGA BIO POWER LTD.

Vasantha
Director

Thiruvilly
Director



Part B
NOTES ON ACCOUNTS

- 1 Previous year figures have been regrouped and reclassified wherever deemed necessary.
- 2 Balances under the head Debtors, Advances, Deposits, Creditors, are subject to confirmation from the respective parties.

3 **Managerial Remuneration:**

			31.03.2012	31.03.2011
To Directors			Rs.	Rs.
	Remuneration		0.00	0.00
	Perquisites		NIL	NIL

4 **Auditors Remuneration:**

			31.03.2012	31.03.2011
			Rs.	Rs.
	For Audit Fee		50,000.00	50,000.00
	For others services		NIL	NIL

5 **Contingent Liabilities:**

			31.03.2012	31.03.2011
			Rs.	Rs.
	Contingent Liabilities		NIL	NIL

- 6 As the companies business activity falls within a single primary business segment viz Thread Rolling Dies the disclosure requirement of accounting standards AS 17 (Segment Reporting) issued by the Institute of Chartered Accountants of India are not applicable.

7 Related party disclosure under accounting standard 18:

- a. Enterprises in which the company has control - NIL NIL
- b. Parties in respect of which the Company is a joint venture NIL NIL

c. Key Management personnel

- 1 Sri. SAMPATH RAO NIL NIL
- 2 Smt. VASANTHA M NIL NIL
- 3 Sri SRINVIASA REDDY M

- d. Enterprises over which key management personnel and their relatives are able to exercise significant influence NIL NIL

8 Transactions with related parties during the year:

- a. Enterprises in which the company has control - NIL NIL
- b. Parties in respect of which the Company is a joint venture - NIL NIL

c. Key Management personnel :

- 1 Sri. SAMPATH RAO NIL NIL
- 2 Smt. VASANTHA M NIL NIL
- 3 Sri SRINVIASA REDDY M

- d. Enterprises over which key management personnel and their relatives are able to exercise significant influence NIL NIL

- 9 Estimated amount of contracts remaining to be executed on capital account and not provided for NIL NIL

As per our Report of even date,
For CHITTI BABU & COMPANY
Chartered Accountants

(CHITTI BABU & CO., F.C.A.)
Proprietor
FIRM REGN NO : 010120 S
Place : Hyderabad



for and on behalf of the Board

[Signature] Director *[Signature]* Director



**MSR MEGA BIO POWER LIMITED****Management Representation Letter**

To
M/S Chitti Babu & Co,
Chartered Accountants
Flat No 109, B Block, Aditya Apts,
Durga Nagar Colony, Panjagutta,
Hyderabad - 500 082.

Dear Sir,

This letter is provided in connection with your audit of the financial statements of M/S MSR MEGA BIO POWER LIMITED for the year ended 31st March 2012 for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position and of the result of the operations.

We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the Companies Act, 1956 and Income Tax Act 1961 and recognized accounting policies and practices, including the Accounting Statements issued by the Institute of Chartered Accountants of India. We confirm, to the best of our knowledge and belief, the following representation:

Accounting Policies:

The accounting policies which are material of critical in determining the results of operations for the year or financial positions are set out in the financial statements are consistent with those adopted in the financial statements for the previous year. The financial statements are prepared on going concern basis following accrual method of accounting.

Assets:

The company has a satisfactory title to all assets. There are no liens or encumbrances on the assets.

Fixed Assets:

- 1 The net book values at which fixed assets are stated in the balance sheet are arrived at :
 - a) After taking into account all capital expenditure on additions thereto, but no expenditure chargeable as revenue is included and
 - b) After eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished or destroyed and
 - c) After providing adequate depreciation on fixed assets as per the rates prescribed by the Companies Act following Written Down Method consistent with the method followed in the earlier year
- 2 We have physically verified the fixed assets during the year as in earlier years and confirm that no discrepancies were noticed.

Other Current Assets:

- 1 Cash and Bankbalance, at the year-end was Rs. 412,509.50
- 2 We confirm that the year-end cash balance have been physically verified by us.
- 3 We have physically verified the cash balances at regular intervals during the year, as in earlier years, and confirm that no discrepancies were noticed.
- 4 Other current assets have been valued at realizable value in the ordinary course of business which is at least equal to the amount at which they are stated in the balance sheet, except those specifically shown as "doubtful".
- 5 The company is having FDR with bank as on the closing date. Rs. 0.00

For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanthi
Director

Director

Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL 506 002 (A.P.)
Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.

**MSR MEGA BIO POWER LIMITED****Liabilities:**

- | | | | |
|---|---|-----------------------------|-----------------|
| 1 | We have recorded all known liabilities in the financial statements. | | |
| 2 | | SUNDRY CREDITORS | Rs. 0.00 |
| | | LOANS & ADVANCES | Rs. 0.00 |
| 3 | We have disclosed in notes to the financial statements all guarantees that we have given to third parties and all other contingent liabilities. | | |

Provision for Claims and Losses:

- | | |
|---|---|
| 1 | Provision has been made in the accounts for all known losses and claims of material amounts. |
| 2 | There have been no events subsequent to the balance sheet date which require adjustment of, or disclosure in, the financial statement or notes thereto. |

Profit And Loss Account:

- | | | |
|----|---|-------|
| 1 | Except as disclosed in the financial statements, the result for the year were not materially affected by: | |
| a. | Transactions of unusual nature; | -NIL- |
| b. | Circumstances of an exceptional or non-recurring nature; | -NIL- |
| c. | Prior year charges or prior year incomes | -NIL- |
| d. | Charge of personal expenses and capital expenses | -NIL- |
| e. | Changes in accounting policies. | -NIL- |

General:

- | | | |
|----|---|-------|
| 1 | The following have been properly recorded and, wherever appropriate, adequately disclosed in the financial statements: | |
| a) | Losses arising from sale and purchase commitments. | -NIL- |
| b) | Agreements and options to buy back assets previously sold. | -NIL- |
| c) | Assets pledged as collateral. | -NIL- |
| 2 | There were no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements. | |
| 3 | Related parties transactions are at arm's length and are not prejudicial. | |
| 4 | The financial statements are free of material misstatements, including omissions. | |
| 5 | All aspects of contractual agreement have been complied with that could have a material effect on the financial statements in the event of non-compliance. There have been no non-compliance with the requirements of regulatory authorities, that could have a material effect on the financial statements in the event of non-compliance. | |
| 6 | We confirm that no payments towards expenditure in excess of Rs. 20, 000 were made by mode other than an account payee bank cheque or an account payee bank demand draft except those permitted as per the Rule 6DD. | |
| 7 | We confirm that borrowing or repayment of loan in excess of Rs. 20, 000 was made only by an account payee bank cheque or an account payee bank demand draft. | |
| 8 | We confirm that we have complied, wherever applicable, the provisions of Chapter XVII-B. | |
| 9 | We confirm that there were no undisputed demands payable to any authority. | |
| 10 | We confirm that though penalties were levied, its effect was immaterial or initiated any prosecutions by any authority during the year. | |
| 11 | We confirm that the PF and ESI regulations are complied with. | |
| 12 | We confirm that though there were defaults in remitting the PF and ESI dues, the same were paid as of date, | |
| 13 | None of the directors of the company suffer any disqualification as specified u/s 274 of the Companies Act. | |
| 14 | We have no plans of intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements. | |

MSR MEGA BIO POWER LIMITED

Director
Director

**MSR MEGA BIO POWER LIMITED****REPRESENTATION FOR THE PURPOSE OF AUDIT**

To,

CHITTI BABU G
PROPRIETOR
CHITTI BABU AND COMPANY
COLONY, PUNJAGUTTA, HYDERABAD, ANDHRA PRADESH-
500082

Sub: Representation for the purpose of audit for the financial year ended on

31.03.2012

Dear Sir,

This representation letter is provided in connection with your audit of the financial statements of MSR MEGA BIO POWER LIMITED for the year ended as above for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of MSR MEGA BIO POWER LIMITED, as above and of the results of operations for the year then ended. We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the Companies Act, 1956 and recognised policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India.

We confirm, to the best of our knowledge and belief, the following representations;

Accounting Policies

The accounting policies which are material or critical in determining the results of operations for the year or financial position are set out in the financial statements and are consistent with those adopted in the financial statements for the previous year. The financial statements are prepared on accrual basis except discounts claims and rebates, which cannot be determined with certainty in the respective accounting year.

Assets

The company has satisfactory title to all assets.

Or

The company has satisfactory title to all assets and are subject to first charge to -NIL- for securing the working capital loan/ Term loan.

Fixed Assets

The net book values at which fixed assets are stated in the balance sheet are arrived at:

After taking into account all capital expenditure on additions thereto, but no expenditure properly chargeable to revenue.

After eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished or destroyed.

After providing adequate depreciation on fixed assets during the period.

Capital Commitments

At the balance sheet date, there were no outstanding commitments for capital expenditure.

Investments

The company does not have any investments.

All the investments shown in the balance sheet are "Long Term Investment".

Long-term quoted investments are valued cost less provision for permanent diminution in their value.

Long term unquoted investments are valued at cost.

All the investments belong to the entity and they do not include any investments held on behalf of any other persons.

The entity has clear title to all of its investments. There are no charges against the investments of the entity except those appearing in the records of the entity.

For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanth
Director

Director

Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)
Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.

**MSR MEGA BIO POWER LIMITED****Inventories**

Inventories at the year-end consisted of the following:

Particulars	Amount
Raw Materials & consumables	-NIL-
Work-in-Progress	-NIL-
Finished Goods	-NIL-
Shares in Stock	-NIL-
Total	-NIL-

All quantities were determined by actual physical count or weight that was taken under our supervision and in accordance with written instructions.

All goods included in the inventory are the property of the entity, and none of the goods are held as consignee for others or as bailee.

All inventories owned by the entity, wherever located, have been recorded.

Inventories do not include goods sold to customers for which delivery is yet to be made.

Inventories have been valued at cost or net-realizable value, whichever is less.

In our opinion, there is no excess, slow moving damaged or obsolete inventories, hence no provision is required to be made.

No item of inventories has a net realizable value in the ordinary course of business, which is less than the amount at which it is included in inventories.

Debtors, Loans and Advances

The following items appearing in the books of account are considered good and fully recoverable.

Particulars	Amount
Sundry Debtors	0.00
Considered good	0.00
Considered Doubtful	0.00
Less : Provision	0.00
Net Sundry Debtors	0.00

Loans and Advances	25,892,774.50
Considered good	25,892,774.50
Considered Doubtful	0.00
Less : Provision	0.00
Net Loans & Advances	25,892,774.50

Liabilities

We have recorded all known liabilities in the financial statements except retirement benefits, discounts claims and rebates.

We have disclosed in note to the financial statements all guarantees that, if any we have given to third parties.

There are no Contingent Liabilities as at the end of the year.

Provisions for Claims and Losses

There are no known losses and claims of material amounts for which provision is required to be made.

There have been no events subsequent to the balance sheet date which require adjustment of, or disclosure in, the financial statements or notes thereto.

Profit and Loss Account

Except as disclosed in the financial statements, the results for the year were not materially affected by:

transactions of a nature not usually undertaken by the company.

circumstances of an exceptional or non-recurring nature.

Charges or credits relating to prior years

Changes in accounting policies

For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanthha
Director

Director

**MSR MEGA BIO POWER LIMITED****General**

The following have been properly recorded and, when appropriate, adequately disclosed in the financial statements;

Loss arising from sale and purchase commitments.

Agreements and options to buy back assets previously sold.

Assets pledged as collateral.

There have been no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements.

The financial statements are free of material misstatements, including omissions.

The Company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. There has been no non-compliance with requirements of regulatory authorities that could have a material effect on the financial statements in the event of non-compliance.

We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

The allocation between capital and revenue has been correctly done and that no items of capital nature have been debited to Profit & Loss account and vice versa.

The Cash balance as at year end, as physically verified by the management Rs.

412,509.50

The details of disputed dues in case of sales tax/ income tax/ customer tax/ excise duty/ cess which have not been deposited on account of dispute is as under:

Name of Statute	Nature of the Dues	Amount	F. Y. to which the amount relates	Forum where dispute is pending
-NIL-	-NIL-	-NIL-	-NIL-	-NIL-

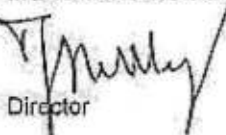
The company has not defaulted in repayment of dues to financial institution or bank.

The company has not given any guarantee for loans taken by others from bank or financial institutions.

No personal expenses have been charged to revenue accounts.

No fraud has been committed during the year.

By order of the Board
MSR MEGA BIO POWER LIMITED


Director


Director



MSR MEGA BIO POWER LIMITED

BOARD OF DIRECTORS

Sri. SAMPATH RAO M

Smt. VASANTHA M

Sri. SRINIVASA REDDY M

STATUTORY AUDITORS

M/s. CHITTI BABU & COMPANY
Chartered Accountants
Hyderabad.

BANKERS

STATE BANK OF HYDERABAD
SHIVA NAGAR, WARANGAL

REGISTERED OFFICE

11-23-1165, L B NAGAR,
WARANGAL - 506002

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MSR MEGA BIO POWER LIMITED

MSR MEGA BIO POWER LIMITED

NOTICE TO THE SHAREHOLDERS

Dear Shareholders,

Notice is hereby given that the 4th Annual General Meeting of the Company will be held on 30th September, 2013 at 11.00 a.m at Registered Office, 11-23-1165, LB Nagar, Warangal - 506002., to transact the following business:

ORDINARY BUSINESS;

1. To consider and if though fit, to pass with or without modification, the following resolution as on Ordinary Resolution:

RESOLVED THAT the audited Balance Sheet as at 31st March, 2013 and the Profit & Loss Account of the Company for the year ended on that date, together with the Directors Report and the Auditors' Report thereon as presented to the meeting be and the same are hereby approved and adopted.

2. To consider and if though fit, to pass with or without modification, the following resolution as an Ordinary Resolution.

RESOLVED THAT MRS CHITTA BABU & COMPANY, Chartered Accountants, Hyderabad, the retiring Auditors be and are hereby re-appointed as auditors of the company to hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting of the Company and that the Board of Directors be and is hereby authorised to fix their remuneration.

Place: WARANGAL
Date: 03.09.2013

For MSR MEGA BIO POWER LTD.
DIRECTOR

DIRECTOR

NOTE:

- 1 A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of himself and the proxy or proxies so appointed need not be member or members, as the case may be, of the Company. The proxy form duly completed should be deposited at the Registered office of the Company not less than 48 hours before the time fixed for holding the meeting.
- 2 Members are requested to notify immediately any change in their address to the Company.
- 3 As a measure of economy, copies of Annual Report will not be distributed at the Annual General Meeting. Members are therefore requested to bring their copies of the Annual Report to the meeting.
- 4 Members are requested to affix their signature at the space provided on the attendance sheet annexed to the proxy form and hand over the slip at the entrance of the meeting hall.

Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)

Cell : 9441066749, 9849772345, 9848072345 **e-mail :** msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



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MSR MEGA BIO POWER LIMITED

MSR MEGA BIO POWER LIMITED

DIRECTORS REPORT TO THE SHAREHOLDERS

The Directors are presenting the 4th Annual Report and the Audited Accounts for the year ended 31st March, 2013

Financial Results:

This being the third year of operation, the company did well to its best. It posted profit of	0.00
after charging of depreciation of Rs.	0.00
amortization of Preliminary expenses of Rs	0.00

Operations:

The company is under construction and foreseeing early completion and to commence commercial production.

Public Deposits:

The Company did not invite any Public Deposits during the period under review.

Particulars of Employees in terms of section 217 (2A) of the Companies Act, 1956.

None of the Company's Employees are covered by the relevant provisions of Section 217 (2A) of the Companies Act, 1956 as such no statement is given under the above section.

Conservation of Energy etc

A. Conservation of Energy:

The Company is constantly examining the possibilities of conserving the energy. Generator is acquired to ensure uninterrupted power supply.

B. Technology Absorption:

Research & Development: There is no technology absorption in this unit.

C. Foreign Technology's Absorption, Adoption & Innovation

There is Foreign technology involved. The software design and development process and technology is developed indigenously.

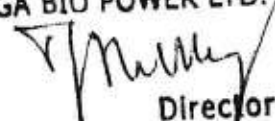
D. Foreign Exchange earnings and Outgo:

During the year under review there has been no foreign exchange earnings nor out - go.

E. Directors:

There was no change of Directors during the year.

For MSR MEGA BIO POWER LTD.


Director



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MSR MEGA BIO POWER LIMITED

F. Auditors:

M/s. Chitti Babu & Company, Chartered Accountants, Hyderabad-82, the Company's Auditors retire at the conclusion of the ensuing Fourth Annual General Meeting. They have signified their willingness to accept reappointment and have further confirmed their eligibility under section 224(1B) of the Companies Act, 1956.

G. Responsibility Statement Pursuant to Section 217(2AA):

Pursuant to section 217(2AA) of the Companies Act, 1956, the Board of Directors here by confirms:

- In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed.
- The company has selected and applied such Accounting Policy consistently and judgments and estimates are made in a reasonable and prudent manner so as at the end of financial year and profit of the Company for that period.
- Proper and sufficient care has been taken for maintenance of Accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing/detecting fraud and other irregularities.
- The Annual Accounts are prepared on a going concern basis.

Acknowledgements:

Your Directors wish to place on record their appreciation and co-operation extended to the Company by the Bankers., all employees and all those who have been helping the Company in its endeavors.

Place: Warangal
Date: 03.09.2013

For MSR MEGA BIO POWER LTD.
For MSR MEGA BIO POWER LTD.

Vasantha
Director

Director

Milly
Director

Director



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)

Cell : 9441066749, 9849772345, 9848072345 **e-mail :** msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.

CHITTI BABU & COMPANY
CHARTERED ACCOUNTANTS

2322 8204 (O)
2322 6566 (Fax)
98490 30927 (Mobile)

Fiat No. 109, 'B' Block,
Aditya Apts., Durganagar Colony,
Panjagutta, Hyderabad-82.

चिट्टि बाबु एंड कंपनी

चार्टर्ड अकाउंटेंट्स
प्लॉट नं. 109, बि-ब्लॉक
आदित्य अपा., दुर्गानगर कालोनी,
पन्जागुट्टा, हैदराबाद - 82.

AUDITORS' REPORT

To The Members of
MSR MEGA BIO POWER LIMITED

We have audited the attached Balance Sheet of M/s MSR MEGA BIO POWER LIMITED as at 31st March, 2013 and Profit and Loss Account for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements, based on our audit.

We have conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from any material misstatements.

An audit includes, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

- 1 As required by the Companies (Auditors Report) Order, 2003 issued by the Central Government of India in terms of Sec.227 4(A) of the Companies Act, 1956 we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order, wherever applicable.
- 2 Further to our comments on the Annexure referred to in paragraph (1) above, we state that;
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose 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 the books.
 - c. The Balance Sheet and Profit and Loss Account referred by this report are in agreement with the books of account.
 - d. The Balance Sheet and Profit & Loss Account comply with the Accounting Standards specified by the Institute of Chartered Accountants of India, referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - e. On the basis of written representation received by us from the Directors of the company as at 31st March, 2013 and taken on record by the Board of Directors, we report that no director is disqualified from being appointed as director of the company under clause (g) of sub-section (1) of section 274 of the Companies act, 1956.
 - f. In our opinion and to the best of our information and according to the explanations given to us, the accounts read together with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view;
 - i. in so far as it relates to the Balance Sheet of the state of affairs of the Company as at **31.03.2013**

Place: Hyderabad
Date: 03.09.2013

BABU & COMPANY
Chartered Accountants

(S.F.C.A.) Proprietor
FIRM REGN NO: 010120 S
Membership No.26766



AUDITORS' REPORT to The Members of MSR MEGA BIO POWER LIMITED

Annexure referred to in our report of even date on the accounts for the period ended **31.03.2013**

terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under:

- 1
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
 - b. The Company has a regular program of verification of its fixed assets at reasonable intervals, which in our opinion is reasonable, considering the size and the nature of its business. No material discrepancies were noticed on such verification.
 - c. As per the information and explanations given to us, during the year the Company has not disposed off any substantial part of fixed assets that would affect the going concern.
- 2
 - a. The inventory has been physically verified during the year by the management. In respect of stores and spares, the company has program of verification of stocks. In our opinion, having regard to the nature and location of stocks, the frequency of verification is reasonable.
 - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
 - c. In our opinion and according to the information and explanations given to us, the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and book records were not material.
- 3 The Company has not taken any unsecured loans from companies to be covered in the register maintained under section 301 of the Companies Act, 1956. The Company has not granted any unsecured loans to any company to be covered in the register maintained under section 301 of the Companies Act, 1956.
- 4 In our opinion, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of fixed assets and for its business activities. In our opinion, there is no continuing failure to correct major weaknesses in internal control.
- 5
 - a. According to the information and explanations given to us, we are of the opinion that transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956, have been so entered.
 - b. In our opinion and according to the information and explanations given to us, there are no transactions of purchase of goods & materials and sale of goods, materials & services made in pursuance of contracts or arrangements required to be entered in the register maintained under section 301 of the Companies Act, 1956, aggregating during the year to Rs. 500,000/- or more in respect of each party.
- 6 The Company has not accepted deposits from public and hence directives issued by the Reserve Bank of India and the provisions of section 58A and 58AA of the Companies Act, 1956 and rules framed there under are not applicable for the year under audit.
- 7 In our opinion and according to the information and explanations given to us, the company does not have internal audit system.
- 8 The maintenance of cost records as prescribed by the Central Government under section 209 of the Companies Act, 1956 is not applicable to the company.



- 9 a. According to the records of the Company, the Company has been regular in depositing with appropriate authorities undisputed statutory dues including Income tax and other statutory dues.
- b. According to the information and explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding as at 31st March 2013 for a period of more than six months from the date they became payable.
- c. According to the information and explanations given to us, there are no such statutory dues which have not been deposited on account of any dispute.
- 10 Based on our audit procedures and the information and explanations given by the management we are of the opinion that the company has not defaulted in repayment of dues to financial institutions or Banks.
- 11 In our opinion and according to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Hence the question of maintenance of records or reporting on deficiencies does not arise.
- 12 In our opinion, during the year under audit, the company did not engage in trading in shares, securities or debentures. Accordingly, the provisions of Clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- 13 According to the information and explanations given by the management, in our opinion, the company has not given any guarantee for loans by others from banks or financial institutions.
- 14 According to the information and explanations given to us, the company has not obtained any term loans, during the year under audit.
- 15 According to the information and explanations given to us and on overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investments and vice-versa.
- 16 During the year the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 17 The company has not issued any debentures and hence of Clause 4(xix) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- 18 During the period covered by our report the company has not raised any money by way of public issue.
- 19 According to the information and explanations given to us, during the course of checks carried out by us, no fraud on or by the company has been noticed by us or reported to us during the year under audit.

For CHITTI BABU & COMPANY
Chartered Accountants

Place: Hyderabad
Date: 03.09.2013



MSR MEGA BIO POWER LIMITED
11-23-1165, LB NAGAR, TELECOM COLONY, WARANGAL - 506002
BALANCE SHEET AS AT 31ST MARCH, 2013

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2013	AS AT 31.03.2012
I. SOURCES OF FUNDS :			
i) SHARE HOLDERS FUNDS :			
- Share Capital	A	500,000.00	500,000.00
- Share Application Money		126,284,000.00	124,880,000.00
ii) SECURED LOANS :			
BANK TERM LOAN	B	286,752,787.56	257,432,268.00
		413,536,787.56	382,812,268.00
APPLICATION OF FUNDS :			
FIXED ASSETS:			
Gross Block	C	394,923,611.56	356,380,338.00
Less: Depreciation to date		0.00	0.00
Net Block		394,923,611.56	356,380,338.00
CURRENT ASSETS, LOANS & ADVANCES :	D		
Sundry Debtors		0.00	0.00
Cash & Bank Balances		81,838.84	446,627.50
Loans & Advances		23,212,412.16	25,892,774.50
		23,294,251.00	26,339,402.00
Less: Current Liabilities & Provisions :			
Current Liabilities	E	14,815,092.00	9,387,349.00
Net Current Assets		8,479,159.00	16,952,053.00
III) MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)			
- Preliminary Expenses	F	10,134,017.00	9,479,877.00
		413,536,787.56	382,812,268.00

As per our report of even date attached.
For CHITTI BABU & COMPANY,
Chartered Accountants

Chitti Babu G, FCA, Proprietor)
Firm Regn No 010120 S
Membership No : 026766
Date : 03.09.2013
Place: WARANGAL



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasantha
Director

SD/-
(DIRECTOR)

behalf of the board

Muthy
Director
SD/-
(DIRECTOR)



MSR MEGA BIO POWER LIMITED
11-23-1165, LB NAGAR, TELECOM COLONY, WARANGAL - 506002

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2013

PARTICULARS	SCHEDULE NO.	AS AT 31.03.2013	AS AT 31.03.2012
INCOME :			
SALES		0.00	0.00
TOTAL - A		0.00	0.00
II. EXPENDITURE :			
EMPLOYEES REMUNERATION		0.00	0.00
OTHER EXPENDITURE		0.00	0.00
DEPRECIATION		0.00	0.00
TOTAL - B		0.00	0.00
Net Profit / (Loss) before tax (A - B)		0.00	0.00
Provision for Incometax		0.00	0.00

As per our report of even date attached.

For CHITTI BABU & COMPANY
Chartered Accountants

(Chitti Babu G, FCA, Proprietor)
Firm Regn No 010120 S
Membership No : 026788
Date : 03.09.2013
Place: WARANGAL



For and on behalf of the board

For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanthha
Director

SD/-
(DIRECTOR)

SD/-
(DIRECTOR)
Director



MSR MEGA BIO POWER LIMITED

Schedules forming part of Accounts :

SCHEDULE -A

SHARE CAPITAL

AUTHORISED CAPITAL

13,00,000 (5,000) Equity Shares of Rs. 100/- each

31.03.2013

31.03.2012

130,000,000.00

130,000,000.00

ISSUED, SUBSCRIBED & PAID UP CAPITAL

5,000 Equity Shares of Rs. 100/- each, fully paid up

500,000.00

500,000.00

500,000.00

500,000.00

SCHEDULE -B

SECURED LOANS :

BANK TERM LOAN

(Secured against Fixed Assets of the Company,
Personal Guarantee of the Directors, and
Corporate Guarantee extended by One of the Director's
interested Company)

286,752,787.56

257,432,268.00

286,752,787.56

257,432,268.00

SCHEDULE -C

FIXED ASSETS :

Land

790,030.00

790,030.00

Site Development expenses

6,045,550.00

6,045,550.00

Civil Works in Progress

74,515,711.92

66,198,542.00

Plant & Machinery purchased

312,965,591.64

282,774,488.00

Air Conditioner

114,650.00

85,650.00

Cell Phone

5,193.00

5,193.00

Computer printers

25,900.00

25,900.00

Furniture & Fixtures

187,985.00

187,985.00

Inventor

12,500.00

12,500.00

Refrigerator

14,500.00

14,500.00

Vehicle CBZ Extreme

78,245.00

78,245.00

Vehicle Hero Honda Glamour

56,000.00

50,000.00

Vehicle NXZ

54,275.00

54,275.00

Vehicle Passion Pro

57,480.00

57,480.00

394,923,611.56

356,380,338.00



For MSR MEGA BIO POWER LTD For MSR MEGA BIO POWER LTD

Vasanthi
Director

CHEDULE -D

CURRENT ASSETS, LOANS & ADVANCES :

TRADE DEBTORS :

(unsecured, considered good as
certified by the Management)
Outstanding for a period not exceeding
six months (less than six months)
Others

0.00 0.00
0.00 0.00

0.00 0.00

Cash in hand
Cash at Bank - Canara Bank
Cash at Bank - SBH

9,572.84 412,509.50
70,978.00 24,224.00
1,288.00 9,894.00

81,838.84 446,627.50

LOANS, ADVANCES & DEPOSITS :

TATA POWER TRADING
ENVIRONMENTAL ENGG APPCB
ACCESS EQUIP HYD
ALPHA ENTERPRISES
COGENET ENGNRS P LTD
BALAJI FLY ASH
BALAJI FLY AS BRICK INDS
BHARAT PETROLEUM CORP LTD
CONPROTECH SERVICES
CLAY ENGNRS P LTD
GEA COOLING TOWER TECH I P LTD
KAYESSAR PROJECTS & SERVICES
MAHALAKSHMI PROFILES P LTD
MAHALAKSHMI WHAREHOUSING
MATRX ENGG
NC INSULATIONS
NEWSCOPE ROOFINGS P LTD
ORUGALLU FILLING STATION
PAR ENERGY INFRA P LTD HYD
PAO MIN OF FOOD PROCE INDS
PRECISION WEIGHING SYS P LTD
RK ELECTRIC AUTOMATION LTD
SRINIVASA AGENCEIS
SRI RAM ENGG
SRI SAI ELECTRICAL
TRIVENI TURBINE LTD, BANGALORE
SWASTHIK STEELS
VALE PROJECTS SERVICES CHENNAI
VISAKHA READY MIX

551,500.00 551,500.00
1,500,000.00 1,500,000.00
127,081.00 0.00
825,000.00 0.00
0.00 0.00
430,000.00 2,930,000.00
2,500,000.00 0.00
372,480.00 372,480.00
94,307.00 94,307.00
0.00 0.00
0.00 0.00
921,416.00 0.00
1,000,000.00 1,000,000.00
0.00 20,000.00
6,005.00 6,005.00
380,000.00 80,000.00
757,657.00 757,657.00
100,000.00 100,000.00
1,745,580.00 1,745,580.00
0.00 1,000,000.00
0.00 0.00
1,569,065.34 5,544,439.00
3,357,756.00 3,357,756.00
2,798,116.00 2,798,116.00
86,775.00 0.00
13,937.82 15,198.50
1,509,290.00 1,509,290.00
1,665,046.00 1,609,046.00
901,400.00 901,400.00

23,212,412.16 25,892,774.50



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD

Vasantha
Director



SCHEDULE -E

CURRENT LIABILITIES & PROVISIONS :

COGENET ENGNS P LTD	913,680.00	852,983.00
TRANSPORTATION PARTIES	35,722.00	359,321.00
EARNST & YOUNG P LTD GUGAON	0.00	0.00
KIRAN ENTERPRISES	0.00	0.00
KUNKULLAMMA REFRACTORIES	0.00	0.00
LINGAM GOUD & RIYAZ	44,100.00	0.00
SWASTHIK STEELS	0.00	0.00
AACCESS CRANES	30,000.00	30,000.00
AACCESS EQUIPEMNTS	0.00	165,919.00
ACCESS FLOOR INTERNATIONAL	23,834.00	23,834.00
ACCESS STRUCTURAL P LTD	40,072.00	40,072.00
CENTRAL POWER RESEARCH INSTITUTE	49,200.00	49,200.00
CLAIR ENGNRS P LTD	2,216,118.00	1,953,649.00
GEA COOLING TECHNOLOGIES I P LTD	4,618,757.00	3,763,613.00
MEGA SERVE ENERGY SYS P LTD	0.00	842,561.00
MAHALAKSHMI WHAREHOUDING	45,000.00	0.00
MANGALA SEEDS	2,500,000.00	0.00
TECHNIC CONVEYORS & EQUIPMENTS P LTD	1,090,807.00	1,054,959.00
TECHNO FLEX CABLES	1,564.00	0.00
VENUS IND ENTERPRISES	6,238.00	101,238.00
VEERABHADRA SWAMY INDUSTRIES	3,000,000.00	0.00
AUDIT FEE PAYABLE	200,000.00	150,000.00
	14,815,092.00	9,387,349.00

SCHEDULE -F

PRELIMINARY & PRE - OPERATIVE EXPENSES :

OPENING BALANCE BFD	9,479,877.00	8,138,664.00
Preliminary Expenses		
Preoperative Expenses		

ADD: EXPENSES DURING THE YEAR

BANK CHARGES & STAMP DUTY	0.00	111,687.00
BANK PROCESSING CHARGES	0.00	0.00
AP POLLUTION CONTROL BOARD	110,000.00	0.00
CONSULTANCY & SERVICE CHARGES	469,140.00	788,764.00
DEPT IND DEVP MOI	0.00	0.00
GROUND WATER DEPT	0.00	0.00
LEGAL OPINION EXP	25,000.00	10,000.00
MIN OF CORP AFFAIRS ROC	0.00	0.00
NON CONVENTIONAL ENERGY DEPT OF COPR AP	0.00	0.00
COMMISSION FOBG	0.00	51,593.00
AUDITOR FEE SALES TAX	0.00	4,500.00
IMPORT & EXPORT CERTIFICATION CHARGES	0.00	13,280.00
SCRLY SUPERVISION CHARGES	0.00	311,389.00
AUDIT FEE	50,000.00	50,000.00

CLOSING PRE-OPERATIVE EXPENS

10,134,017.00	9,479,877.00
----------------------	---------------------



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasantha
Director

[Signature]
Director



****SR MEGA BIO POWER LIMITED**

LIST OF SHARE HOLDERS :	NO OF SH	31.03.2013	31.03.2012
M SAMPATH RAO	1667	166,700.00	166,700.00
SRINVIAS REDDY MANDALA	1654	165,400.00	165,400.00
VASANTHA MADISETTY	1659	165,900.00	165,900.00
P THIRUPATHIR AO	5	500.00	500.00
G SUMAN RAO	5	500.00	500.00
M PURHPALATHA	5	500.00	500.00
M SUJATHA	5	500.00	500.00
	5000	500,000.00	500,000.00

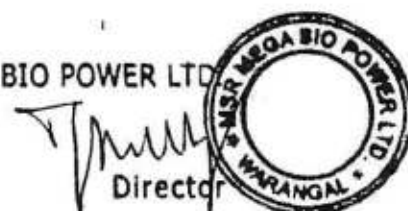
LIST OF SHARE APPLICATION MONEY :

M ASHOK	28,400,000.00	28,400,000.00
M VASANTHA	7,566,400.00	7,566,400.00
M VIVEK	1,250,000.00	1,250,000.00
B RAJESWARA RAO	2,200,000.00	2,200,000.00
P NARMADA	900,000.00	900,000.00
MADISETTY SIVA SANKAR S/O BHADRAIAH	400,000.00	400,000.00
MADISETTY NIRMALA W/O SIVA SANKAR	300,000.00	300,000.00
MADISETTY KRANTIKUMAR S/O SIVA SANKAR	200,000.00	200,000.00
MEDICHERLA MANIDEEP S/O VENKATESWARLU	300,000.00	300,000.00
M VENKATESWARLU S/O KRISHNAMURTHY	400,000.00	400,000.00
MEDICHERLA VISHALA W/O VENKATESWARLU	300,000.00	300,000.00
BHUPATHI DAYAKAR S/O SAMMAIAH	400,000.00	400,000.00
BHUPATHI CHANDIKA W/O DAYAKAR	300,000.00	300,000.00
BHUPATHI SATISH KUKAR S/O DAYAKAR	200,000.00	200,000.00
KONDURI VISWESWAR S/O BHIKSHAPATHI	400,000.00	400,000.00
KONDURI NANILINI S/O VISWESWAR	300,000.00	300,000.00
K SARADA W/O BHIKSHAPATHI	300,000.00	300,000.00
KONDURI BHIKSHAPATHI S/O VISWANATH	200,000.00	200,000.00
CHEPURI RAGHU KUMAR S/O CHANDRAIAH	300,000.00	300,000.00
CH RAMADEVI W/O RAGHU KUMAR	200,000.00	200,000.00
CH NAVYA D/O RAGHU KUMAR	272,600.00	272,600.00



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanthha
Director



M SRINIVASA REDDY	4,441,000.00	0.00
G SUMAN RAO	19,895,000.00	12,395,000.00
GUJJA SUNIL	2,420,000.00	1,900,000.00
BOWENPALLY NARASIMHA RAO NANDANAM	1,400,000.00	1,400,000.00
NARASIMHA RAO	800,000.00	800,000.00
B SHANTHA DEVI	600,000.00	600,000.00
G SANTOSH RAO	800,000.00	800,000.00
G KESHAV RAO	800,000.00	800,000.00
G VENKATESWAR RAO	800,000.00	800,000.00
N VENKATESWARLU	740,000.00	740,000.00
PURNACHANDRA INDUSTRIES	3,000,000.00	3,000,000.00
TIRUMALA VENKATESWARA & CO	500,000.00	500,000.00
VIJAYA LAKSHMI ENTERPRISES	1,000,000.00	1,000,000.00
P HANMANATH RAO	4,800,000.00	4,800,000.00
P NARMADA	2,800,000.00	2,800,000.00
PAWAN KUMAR	700,000.00	700,000.00
P THIRUPATHI RAO	5,000,000.00	5,000,000.00
AMBEDIPALLY GOPALA RAO	4,100,000.00	4,100,000.00
MEGA SOLVENT EXTRACTIONS	1,000,000.00	1,000,000.00
G SUMAN C/O RAMESWAR REDDY	1,000,000.00	1,000,000.00
G SWETH C/O RAMESWAR REDDY	1,000,000.00	1,000,000.00
ARURU SOMAIAH S/O VEERAIAH	300,000.00	300,000.00
ARURU RAJAMANI W/O SOMAIAH	200,000.00	200,000.00
SRURU SRAVAN KUMAR S/O SOMAIAH	200,000.00	200,000.00
ARURU SUMAN S/O SOMAIAH	100,000.00	100,000.00
D BIKSHAPATHI GUPTA	1,800,000.00	1,800,000.00
D JYOTHI	1,000,000.00	1,000,000.00
PRASHANT KUMAR P	14,340,000.00	7,500,000.00
GOWRISETTY RAMESH S/O UPENDER	300,000.00	300,000.00
GOWRISETTY SANDHYA RANI W/O RAMESH	200,000.00	200,000.00
BOMMOJU LINGA CHARY S/O RAJAMOULI	300,000.00	300,000.00
BOMMOJU JAYASRI W/O LINGA CHARY	200,000.00	200,000.00
M SAMPATH KUMAR S/O BHADRAIAH	300,000.00	300,000.00
M SOMALAKSHMI W/O SAMPATH KUMAR	200,000.00	200,000.00
M RAVINDER S/O JAGADESWARAIAH	275,000.00	275,000.00
KARAM RAGHAVA REDDY S/O VENKATA REDDY	300,000.00	300,000.00
M SHOBHA RANI W/O RAVINDER	200,000.00	200,000.00
KARAM UMA W/O RAGHA REDDY	59,000.00	150,000.00
M SURESH W/O JAGADISWARAIAH	300,000.00	300,000.00
M SANDHYA RANI W/O SURESH	200,000.00	200,000.00
M PUSHPAVATHI W/O JAGADISWARAIAH	250,000.00	250,000.00
M SOMESH S/O M SURESH	300,000.00	300,000.00
M JAGADISWARAIAH S/O GUNDAIAH	200,000.00	200,000.00
MUNJA VINOD KUMAR S/O KUMAR SWAMY	200,000.00	200,000.00
MUNJA MANOJ KUMAR S/O KUMAR SWAMY	200,000.00	200,000.00
MUNJA KUMAR SWAMY S/O CHANDRAIAH	200,000.00	200,000.00
SHANKUNTHALA W/O KUMAR SWAMY	200,000.00	200,000.00



For MSR MEGA BIO POWER LTD For MSR MEGA BIO POWER LTD

Vasanthha
Director



SUTHRAPU BIKSHAPATHI S/O VENKATAIAH	300,000.00	300,000.00
SUTHRAPU SANDHYA W/O KANAKA RAJU	200,000.00	200,000.00
SUTHRAPU RAJAIAH S/O VENKATAIAH	275,000.00	275,000.00
SUTHRAPU RAVALLIKA W/O BIKSHAPATHI	300,000.00	300,000.00
SUTHRAPU KANAKARAJU S/O VENKATAIAH	200,000.00	200,000.00
SUTHRAPU LACHAMMA W/O RAJAIAH	0.00	275,000.00
SUTHRAPU KOMARAMMA W/O VENKATAIAH	0.00	300,000.00
INJAPURI VENKATESWARLU S/O NARAHARI	0.00	275,000.00
INJAPURI CHANDRA KALA W/O VENKATESWARLU	0.00	300,000.00
KASOJU SHANMUKHA CHARY S/O CHANDRAIAH	0.00	300,000.00
KASOJU SWAPNA W/O SHANKMUKHA CHARY	0.00	200,000.00
PENDYALA RAJU S/O RAMULU	0.00	275,000.00
PENDYALA MAMATA W/O RAJU	0.00	300,000.00
PENDYALA RAMULU S/O SOMAIAH	0.00	200,000.00
PENDYALA LAKSHMI W/O RAMULU	0.00	275,000.00
	0.00	300,000.00
BOGI SAMMAIAH S/O KOMARAIH	0.00	275,000.00
BOGI YAKAMMA W/O SAMMAIAH	0.00	300,000.00
BOGI VIDYASAGAR S/O SAMMAIAH	0.00	200,000.00
BOGI SUMALATHA W/O VIDYASAGAR	0.00	275,000.00
NALAGIRI KOMARAIH S/O MALLAIAH	0.00	300,000.00
NALAGIRI PRAMEELA W/O KOMARAIH	0.00	200,000.00
NALAGIRI BALAJI S/O KOMARAIH	0.00	275,000.00
NALAGIRI MANASA D/O KOMARAIH	0.00	300,000.00
ROYYALA SRINIVAS S/O LAKSHMAIAH	0.00	150,000.00
ROYYALA MANJULA W/O SRINIVAS	0.00	300,000.00
ROYYALA SAI RAM S/O SRINIVAS	0.00	200,000.00
PENUKULA ILAIAH S/O VENKATAISH	0.00	300,000.00
PENUKULA LAKSHMI W/O ILAIAH	0.00	200,000.00
THUMMA JOHN BHASKAR REDDY S/O MATHYAS REDDY	0.00	300,000.00
THUMMA VELANGINI MARY W/O JOHN BHASKAR REDDY	0.00	200,000.00



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasanth
Director



KUNDRU DEVENDER REDDY S/O MALLA REDDY	0.00	350,000.00
UPPULA LALITHA W/O BHADRAIAH	0.00	250,000.00
UPPULA VEERA BHADRAIAH S/O RAJAIAH	0.00	275,000.00
KUNDRU MALLAREDDY S/O K RAM REDDY	0.00	350,000.00
KUNDRU KAVYA D/O DEVENDER REDDY	0.00	250,000.00
KUNDRU UMA RANI W/O DEVENDER REDDY	0.00	275,000.00
KAITHA VASANTHA W/O VEERA REDDY	0.00	350,000.00
KIATHA SANKAR RAO S/O VEERA REDDY	0.00	250,000.00
KAITHA VEERA REDDY S/O SANKAR REDDY	0.00	275,000.00
KUNDRU RAJI REDDY W/O VEERA REDDY	0.00	350,000.00
UPPULA SOMESH W/O RAVINDER	0.00	250,000.00
UPPULA RAVINDER S/O SEKARAIAH	0.00	275,000.00
UPPULA SAI SEKHAR S/O RAVINDER	0.00	350,000.00
LAKKIREDDY SURENDER S/O MALLA REDDY	0.00	250,000.00
LAKKI REDDY MALLAREDDY S/O NARAYAN REDDY	0.00	275,000.00
LAKKIREDDY MAMATHA W/O MALLAREDDY	0.00	350,000.00
KUNDRU VENKATAMMA W/O RAJI REDDY	0.00	250,000.00
KUNDRU RAVINDER REDDY S/O RAJI REDDY	0.00	275,000.00
KAITHA MAHIPAL REDDY /SO SANJEEV REDDY	0.00	350,000.00
KAITHA MADAN S/O RAJAIAH	0.00	250,000.00
KAITHA LAKSHMI W/O SANJEEVA REDDY	0.00	275,000.00
KAITHA MADHA REDDY S/O SANKAR REDDY	0.00	350,000.00
KAITHA SANKAR REDDY S/O MADHA VA REDDY	0.00	250,000.00
KAITHA MANEMMA W/O MADHAV REDDY	0.00	275,000.00
B LINGA REDDY W/O RAJI REDDY	0.00	350,000.00
D RAKESH REDDY S/O LINGA REDDY	0.00	250,000.00
D LAKSHMI W/O LINGA REDDY	0.00	275,000.00
VADLAPONDA RAMESH S/O KOMARAIAH	0.00	350,000.00
VADLAPONDA RAJESWAR W/O RAMESH	0.00	250,000.00
VADLAPONDA KARTHIK S/O RAMESH	0.00	275,000.00
DANDA DILIP REDDY S/O PEDDI REDDY	0.00	400,000.00
DANDA SUMATHI W/O PEDDI REDDY	0.00	300,000.00
A RAJESWAR REDDY S/O RAJI REDDY	0.00	250,000.00
A RAJITHA W/O A RAJESWAR REDDY	0.00	400,000.00
A RAJI REDDY S/O VENKAT REDDY	0.00	300,000.00
A MANEMMA W/O RAJI REDDY	0.00	250,000.00
A RAJA TIRUMALA REDDY S/O RAJI REDDY	0.00	381,000.00

126,284,000.00

124,880,000.00



For MSR MEGA BIO POWER LTD. For MSR MEGA BIO POWER LTD.

Vasantha
Director

[Signature]
Director



MSR MEGA BIO POWER LIMITED

Schedule - G

Part A

ACCOUNTING POLICIES:

- 1 **BASIS OF ACCOUNTING:**
Financial Statement is prepared under historical cost convention on accrual basis.
- 2 **FIXED ASSETS:**
Fixed Assets are stated at cost less accumulated depreciation Cost is inclusive of freight, duties, levies and any directly attributable cost of bringing the assets to their working condition for intended use.
- 3 **DEPRECIATION:**
Depreciation is provided on Written Down Value Method as per rates prescribed in Schedule XIV of the Companies Act, 1956. The Depreciation on additions made during the year is provided proportionately for the period for which the assets have been put to use.
- 4 **INCOME RECOGNITION:**
 - a. Services are inclusive of all taxes, wherever applicable and net of returns.
 - b. Services are accounted for on realization basis.
- 5 **PRIOR PERIOD ADJUSTMENTS:**
Expenditure / Income relating to prior period not exceeding Rs. 10,000/- in each case is debited / credited to the natural head of accounts.
- 6 **PRE-PAID EXPENSES:**
Pre-paid expenses not exceeding Rs. 10,000/- in each case are charged to revenue in the year of incurrence.
- 7 **MISCELLANEOUS EXPENDITURE:**
Miscellaneous expenditure will be written off over a period of 10 years.
- 8 **FOREIGN CURRENCY TRANSACTIONS:**
Foreign Currency transactions are accounted at equivalent rupee value based on the exchange rate prevailing on the date of the transaction. All exchange differences arising in respect of foreign currency transactions relating to fixed assets are adjusted in the cost of the assets and other differences are dealt with in the Profit & Loss Account.
- 9 **Taxation :**
The provisions for taxation will be ascertained on the basis of assessable profits computed in accordance with the provisions of the Income Tax Act, 1961.



For MSR MEGA BIO POWER LTD For MSR MEGA BIO POWER LTD.

Vasantha
Director

T. M. M. S.
Director



Part B
NOTES ON ACCOUNTS

- 1 Previous year figures have been regrouped and reclassified wherever deemed necessary.
- 2 Balances under the head Debtors, Advances, Deposits, Creditors, are subject to confirmation from the respective parties.

3 **Managerial Remuneration:**

		31.03.2013	31.03.2012
To Directors		Rs.	Rs.
	Remuneration	0.00	0.00
	Perquisites	NIL	NIL

4 **Auditors Remuneration:**

		31.03.2013	31.03.2012
		Rs.	Rs.
	For Audit Fee	50,000.00	50,000.00
	For others services	NIL	NIL

5 **Contingent Liabilities:**

		31.03.2013	31.03.2012
		Rs.	Rs.
	Contingent Liabilities	NIL	NIL

- 6 As the companies business activity falls within a single primary business segment viz Thread Rolling Dies the disclosure requirement of accounting standards AS 17 (Segment Reporting) issued by the Institute of Chartered Accountants of India are not applicable.

7 Related party disclosure under accounting standard 18:

- a. Enterprises in which the company has control - NIL NIL
- b. Parties in respect of which the Company is a joint venture NIL NIL
- c. Key Management personnel
- | | | | |
|---|-----------------------|-----|-----|
| 1 | Sri. SAMPATH RAO | NIL | NIL |
| 2 | Smt. VASANTHA M | NIL | NIL |
| 3 | Sri SRINVIASA REDDY M | NIL | NIL |

- d. Enterprises over which key management personnel and their relatives are able to exercise significant influence NIL NIL

8 Transactions with related parties during the year:

- a. Enterprises in which the company has control - NIL NIL
- b. Parties in respect of which the Company is a joint venture - NIL NIL
- c. Key Management personnel :
- | | | | |
|---|-----------------------|-----|-----|
| 1 | Sri. SAMPATH RAO | NIL | NIL |
| 2 | Smt. VASANTHA M | NIL | NIL |
| 3 | Sri SRINVIASA REDDY M | NIL | NIL |

- d. Enterprises over which key management personnel and their relatives are able to exercise significant influence NIL NIL

- 9 Estimated amount of contracts remaining to be executed on capital account and not provided for NIL NIL

As per our Report of even date.

For CHITTI BABU & COMPANY
Chartered Accountants

(CHITTI BABU & CO., F.C.A)
Proprietor
FIRM REGN NO: 010120 S
Place: Hyderabad



For MSR MEGA BIO POWER LTD.

for and on behalf of the Board

[Signature]
Director

Director

For MSR MEGA BIO POWER LTD.

Vasantha
Director





300 MSR MEGA BIO POWER LIMITED

Management Representation Letter

To
M/S Chitti Babu & Co,
Chartered Accountants
Flat No 109, B Block, Aditya Apts,
Durga Nagar Colony, Panjagutta,
Hyderabad - 500 082.

Dear Sir,

This letter is provided in connection with your audit of the financial statements of M/S MSR MEGA BIO POWER LIMITED for the year ended 31st March 2013 for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position and of the result of the operations.

We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the Companies Act, 1956 and Income Tax Act 1961 and recognized accounting policies and practices, including the Accounting Statements issued by the Institute of Chartered Accountants of India. We confirm, to the best of our knowledge and belief, the following representation:

Accounting Policies:

The accounting policies which are material of critical in determining the results of operations for the year or financial positions are set out in the financial statements are consistent with those adopted in the financial statements for the previous year. The financial statements are prepared on going concern basis following accrual method of accounting.

Assets:

The company has a satisfactory title to all assets. These are no liens or encumbrances on the assets.

Fixed Assets:

- 1 The net book values at which fixed assets are stated in the balance sheet are arrived at :
 - a) After taking into account all capital expenditure on additions thereto, but no expenditure chargeable as revenue is included and
 - b) After eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished or destroyed and
 - c) After providing adequate depreciation on fixed assets as per the rates prescribed by the Companies Act following Written Down Method consistent with the method followed in the earlier year
- 2 We have physically verified the fixed assets during the year as in earlier years and confirm that no discrepancies were noticed.

Other Current Assets:

- | | | | |
|---|--|-----|-----------|
| 1 | Cash and Bank balance, at the year-end was Rs. | Rs. | 81,838.84 |
| 2 | We confirm that the year-end cash balance have been physically verified by us. | | |
| 3 | We have physically verified the cash balances at regular intervals during the year, as in earlier years, and confirm that no discrepancies were noticed. | | |
| 4 | Other current assets have been valued at realizable value in the ordinary course of business which is at least equal to the amount at which they are stated in the balance sheet, except those specifically shown as "doubtful". | | |
| 5 | The company is having FDR with bank as on the closing date. | Rs. | 0.00 |



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)
Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com
Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



301 MSR MEGA BIO POWER LIMITED

Liabilities:

- 1 We have recorded all known liabilities in the financial statements.
- 2

SUNDRY CREDITORS	Rs.	0.00
LOANS & ADVANCES	Rs.	0.00
- 3 We have disclosed in notes to the financial statements all guarantees that we have given to third parties and all other contingent liabilities.

Provision for Claims and Losses:

- 1 Provision has been made in the accounts for all known losses and claims of material amounts.
- 2 There have been no events subsequent to the balance sheet date which require adjustment of, or disclosure in, the financial statement or notes thereto.

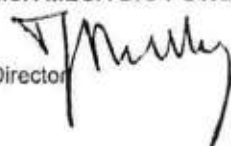
Profit And Loss Account:

- 1 Except as disclosed in the financial statements, the result for the year were not materially affected by:
 - a. Transactions of unusual nature; -NIL-
 - b. Circumstances of an exceptional or non-recurring nature; -NIL-
 - c. Prior year charges or prior year incomes -NIL-
 - d. Charge of personal expenses and capital expenses -NIL-
 - e. Changes in accounting policies. -NIL-

General:

- 1 The following have been properly recorded and, wherever appropriate, adequately disclosed in the financial statements:
 - a) Losses arising from sale and purchase commitments. -NIL-
 - b) Agreements and options to buy back assets previously sold. -NIL-
 - c) Assets pledged as collateral. -NIL-
- 2 There were no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements.
- 3 Related parties transactions are at arm's length and are not prejudicial.
- 4 The financial statements are free of material misstatements, including omissions.
- 5 All aspects or contractual agreement have been complied with that could have a material effect on the financial statements in the event of non-compliance. There have been no non-compliance with the requirements of regulatory authorities, that could have a material effect on the financial statements in the event of non-compliance.
- 6 We confirm that no payments towards expenditure in excess of Rs. 20, 000 were made by mode other than an account payee bank cheque or an account payee bank demand draft except those permitted as per the Rule 6DD.
- 7 We confirm that borrowing or repayment of loan in excess of Rs. 20, 000 was made only by an account payee bank cheque or an account payee bank demand draft.
- 8 We confirm that we have complied, wherever applicable, the provisions of Chapter XVII-B.
- 9 We confirm that there were no undisputed demands payable to any authority.
- 10 We confirm that though penalties were levied, its effect was immaterial or initiated any prosecutions by any authority during the year.
- 11 We confirm that the PF and ESI regulations are complied with.
- 12 We confirm that though there were defaults in remitting the PF and ESI dues, the same were paid as of date.
- 13 None of the directors of the company suffer any disqualification as specified u/s 274 of the Companies Act.
- 14 We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

MSR MEGA BIO POWER LIMITED

Director 

Vasanthha
Director



Regd. Office : #11-23-1165, Telecom Colony, L.B.Nagar, WARANGAL - 506 002(A.P.)

Cell : 9441066749, 9849772345, 9848072345 e-mail : msrmegapowerltd@gmail.com

Functionary Office : #1-7-1174, 1st Floor, Ramu Nilayam, Road No. 1, Advocates Colony, HANAMKONDA.



302
MSR MEGA BIO POWER LIMITED

REPRESENTATION FOR THE PURPOSE OF AUDIT

To,

CHITTI BABU G
PROPRIETOR
CHITTI BABU AND COMPANY
109 B BLOCK, ADITYA APARTMENTS, DURGA NAGR
COLONY, PUNJAGUTTA, HYDERABAD, ANDHRA
PRADESH-500082

Sub: Representation for the purpose of audit for the financial year ended on

31.03.2013

Dear Sir,

This representation letter is provided in connection with your audit of the financial statements of MSR MEGA BIO POWER LIMITED for the year ended as above for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of MSR MEGA BIO POWER LIMITED, as above and of the results of operations for the year then ended. We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the Companies Act, 1956 and recognised policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India.

We confirm, to the best of our knowledge and belief, the following representations;

Accounting Policies

The accounting policies which are material or critical in determining the results of operations for the year or financial position are set out in the financial statements and are consistent with those adopted in the financial statements for the previous year. The financial statements are prepared on accrual basis except discounts claims and rebates, which cannot be determined with certainty in the respective accounting year.

Assets

The company has satisfactory title to all assets.

Or

The company has satisfactory title to all assets and are subject to first charge to -NIL- for securing the working capital loan/ Term loan.

Fixed Assets

The net book values at which fixed assets are stated in the balance sheet are arrived at;
After taking into account all capital expenditure on additions thereto, but no expenditure properly chargeable to revenue.
After eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished or destroyed.
After providing adequate depreciation on fixed assets during the period.

Capital Commitments

At the balance sheet date, there were no outstanding commitments for capital expenditure.

Investments

The company does not have any investments.

All the investments shown in the balance sheet are "Long Term Investment".

Long-term quoted investments are valued cost less provision for permanent diminution in their value.

Long term unquoted investments are valued at cost.

All the investments belong to the entity and they do not include any investments held on behalf of any other persons.

The entity has clear title to all of its investments. There are no charges against the investments of the entity except those appearing in the records of the entity.



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Inventories

Inventories at the year-end consisted of the following:

Particulars	Amount
Raw Materials & consumables	-NIL-
Work-in-Progress	-NIL-
Finished Goods	-NIL-
Shares in Stock	-NIL-
Total	-NIL-

All quantities were determined by actual physical count or weight that was taken under our supervision and in accordance with written instructions.

All goods included in the inventory are the property of the entity, and none of the goods are held as consignee for others or as bailee.

All inventories owned by the entity, wherever located, have been recorded.

Inventories do not include goods sold to customers for which delivery is yet to be made.

Inventories have been valued at cost or net-realizable value, whichever is less.

In our opinion, there is no excess, slow moving damaged or obsolete inventories, hence no provision is required to be made.

No item of inventories has a net realizable value in the ordinary course of business, which is less than the amount at which it is included in inventories.

Debtors, Loans and Advances

The following items appearing in the books of account are considered good and fully recoverable.

Particulars	Amount
Sundry Debtors	0.00
Considered good	0.00
Considered Doubtful	0.00
Less : Provision	0.00
Net Sundry Debtors	0.00
Loans and Advances	23,212,412.16
Considered good	23,212,412.16
Considered Doubtful	0.00
Less : Provision	0.00
Net Loans & Advances	23,212,412.16

Liabilities

We have recorded all known liabilities in the financial statements except retirement benefits, discounts claims and rebates.

We have disclosed in note to the financial statements all guarantees that, if any we have given to third parties.

There are no Contingent Liabilities as at the end of the year.

Provisions for Claims and Losses

There are no known losses and claims of material amounts for which provision is required to be made.

There have been no events subsequent to the balance sheet date which require adjustment of, or disclosure in, the financial statements or notes thereto.

Profit and Loss Account

Except as disclosed in the financial statements, the results for the year were not materially affected by: transactions of a nature not usually undertaken by the company.

circumstances of an exceptional or non-recurring nature.

Charges or credits relating to prior years

Changes in accounting policies



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MSR MEGA BIO POWER LIMITED

General

The following have been properly recorded and, when appropriate, adequately disclosed in the financial statements;

Loss arising from sale and purchase commitments.

Agreements and options to buy back assets previously sold.

Assets pledged as collateral.

There have been no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements.

The financial statements are free of material misstatements, including omissions.

The Company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. There has been no non-compliance with requirements of regularity authorities that could have a material effect on the financial statements in the event of non-compliance.

We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

The allocation between capital and revenue has been correctly done and that no items of capital nature have been debited to Profit & Loss account and vice versa.

The Cash balance as at year end, as physically verified by the management Rs.

9,572.84

The details of disputed dues in case of sales tax/ income tax/ customer tax/ excise duty/ cess which have not been deposited on account of dispute is as under:

Name of Statute	Nature of the Dues	Amount	F. Y. to which the amount relates			Forum where dispute is pending
-NIL-	-NIL-	-NIL-	-NIL-	-NIL-	-NIL-	-NIL-

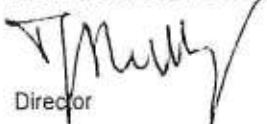
The company has not defaulted in repayment of dues to financial institution or bank.

The company has not given any guarantee for loans taken by others from bank or financial institutions.

No personal expenses have been charged to revenue accounts.

No fraud has been committed during the year.

By order of the Board
MSR MEGA BIO POWER LIMITED


Director


Director



MSR MEGA BIO POWER LIMITED

2013 - 2014

BOARD OF DIRECTORS:

- | | |
|--------------------------------|------------|
| 1. Mr. SRINIVASA REDDY MANDALA | - Director |
| 2. Mr. SAMPATH RAO MESINENI | - Director |
| 3. Ms. VASANTHA MADISHETTI | - Director |
| 4. Mr. ASHOK MADISHETTI | - Director |
| 5. Mr. PERURI NAGABHUSHANA RAO | - Director |
| 6. Mr. HANUMANTHA RAO PEACHER | - Director |
| 7. Mr. THIRUPATHI RAO PAMBIDI | - Director |
| 8. Mr. SUMAN RAO GUJJA | - Director |

REGISTERED OFFICE:

11-23-1165, L B NAGAR
WARANGAL
Telangana- 506002.
Email: msrmegabiopowerltd@gmail.com

AUDITORS:

CHITTI BABU & COMPANY
Flat no 109, 'B' block
Aditya Apartments,
Durganagar Colony
Hyderabad-500082
Telangana
INDIA



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MSR MEGA BIO POWER LIMITED**NOTICE**

NOTICE is hereby given that the Annual General Meeting of **MSR Mega Bio Power Limited** will be held on Tuesday, the 30th day of September, 2014, at 11.00 A.M. at the Registered Office of the Company at 11-23-1165, L B Nagar, Warangal, Telangana-506002 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance sheet of the company as at 31st March, 2014 and the Profit and loss Account for the year ended on that date along with the reports of the Directors and Auditors thereon.
2. To consider and if thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution.

"RESOLVED THAT M/s. Chitti Babu & Company, Chartered Accountants, (Firm Registration No. 010120S), Hyderabad, the retiring auditors be and are hereby re appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until conclusion of the next Annual General Meeting of the company and that the board of directors be and is hereby authorized to fix their remuneration

For and on behalf of the Board
MSR Mega Bio Power Limited

For: MSR Mega Bio Power Ltd.,

Director

Director

Date: 03/09/2014
Place: Warangal

NOTES:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on poll instead of himself/herself and a proxy need not be a member of the company. The instrument of Proxy in order to be effective should be deposited at its Registered Office of the Company not later than 48 hours before the commencement of the Meeting.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholders.



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DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 5th ANNUAL REPORT of your Company along with the Audited Accounts for the year ended 31st March 2014.

FINANCIAL RESULTS:

During the year under review, the performance of the Company is as follows:

Particulars	2013-14 (Rs.)	2012-13 (Rs.)
Revenue from operations & other Income	-	-
Profit before Tax	-	-
Provision for Tax (Current Tax / Deferred Tax)	-	-
Profit after Tax	-	-

REVIEW OF OPERATIONS:

During the year under review, your Company could not perform well due to the poor market conditions. Your Directors are making their continuous efforts to realize the market opportunities in order to improve the performance of the Company in the coming years.

PUBLIC DEPOSITS:

Your Company has not accepted any deposits falling within the meaning of Sec. 58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, during the financial year under review.

DIVIDEND:

The Company could not recommend any dividend for the year under review.

PARTICULARS OF EMPLOYEES:

The management and employees' relationship has been very cordial throughout the year. There are no employees drawing remuneration in excess of the limits for which disclosures are required to be made under section 217 (2A) of the Companies Act, 1956 and the rules made there under.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT GO:

The required information as per Section 217(1) (e) of the Companies Act 1956 is provided hereunder:

A: Conservation Of Energy:

The Company has been continuously making efforts to reduce energy consumption. The management is striving to achieve cost reduction by economical usage of energy and to bring a general awareness about energy conservation among employees.

B. Technology Absorption:

Research and Development (R&D)	: NIL
Technology absorption, adoption and innovation	: NIL

C. Foreign Exchange Earnings and Out Go:

Foreign Exchange Earnings	: NIL
Foreign Exchange Outgo	: NIL

STATUTORY AUDITORS:

M/s. **CHITTI BABU & COMPANY.,** Chartered Accountants, Hyderabad, retiring as statutory auditors of the Company the Board would like to place on record its appreciation to M/s. **CHITTI BABU & COMPANY.,** Chartered Accountants for giving their valuable insights and suggestions and wish them all success in their future Endeavour.

Board has recommended the appointment of M/s. **CHITTI BABU & COMPANY,** Chartered Accountants, Hyderabad, as statutory auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General meeting

SECRETARIAL AUDITORS:

Section 383A of the Companies Act, 1956 does not apply to company hence secretarial auditor has not been appointed

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the provisions of Sec.217 (2AA) of the Companies Act, 1956 the Board of Directors of your Company hereby certifies and confirms that:

1. In the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
2. 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 / loss of the Company for that period;
3. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities.
4. The Directors had prepared the Annual accounts on a going concern basis.

ACKNOWLEDGEMENTS:

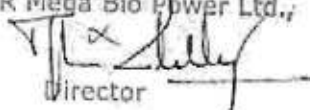
The Board wishes to place on record their sincere appreciation for the Co-operation and support extended by the members, Bank and various Government organizations. The Directors also thank all the employees of the Company for their valuable and dedicated service and support.

Date: 03/09/2014

Place: Warangal

For and on behalf of the Board
MSR Mega Bio Power Limited

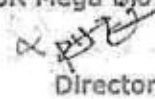
For: MSR Mega Bio Power Ltd.,



Director

Director

For: MSR Mega Bio Power Ltd.,



Director

Director

CHITTI BABU & COMPANY

CHARTERED ACCOUNTANTS

2822 8204 (U)
2822 6566 (Fax)
98490 30927 (Mobile)

F18/10, 101, B Block
Ariya Apts., Durganagar Colony
Panjagutta, Hyderabad-52

चिट्टि बाबु एंड कंपनी

चार्टर्ड अकाउंटेंट्स

प्लॉट नं. 101-बि-ब्लॉक
आरिया अपार्ट्स, दुर्गानगर कॉलोनी
पन्जागुटा, हैदराबाद - 52

INDEPENDENT AUDITORS' REPORT

To
The Members of
MSR MEGA BIO POWER LIMITED

Report on the Financial Statements

We have audited the accompanying Financial Statements of MSR MEGA BIO POWER LIMITED (the Company) comprising the Balance Sheet as at 31st March 2014, the Statement of Profit and Loss for the year then ended a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the Accounting Standards referred to in sub-section 3C of section 211 of the Companies Act, 1956 (the Act) read with the General Circular dated 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act 2013. The responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that give a true and fair view position and are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the standalone financial statements based on our audit. We conducted our audit in accordance with the standards on auditing issued by the Institute of Chartered Accountants of India (ICAI). These standards require that we comply with ethical requirements and plan and perform the audit to obtain the reasonable assurance about whether the financial statements are free from any material misstatements.

An audit involved performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgment of the auditor, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Companies preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entities internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates management, 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.

Opinion

In our opinion and to the best of the information and explanations given to us, the financial statements give a true and fair view and are in conformity with the accounting policies generally accepted in India in case of Balance Sheet of the Company as at 31st March, 2014 and in the case of the statement of profit and loss for the year ended on that date.

Report on Other legal and Regulatory requirements

1. As required by the Companies (Auditors Report) Order, 2003 (the Order), as amended, issued by the Central Government of India in terms of Sec.227 (4) of the Companies Act, 1956 we enclose in the Annexure a statement on the matters specified in the paragraphs 4 and 5 of the said order, wherever applicable.
2. As required by Section 227 (3) of the Act, we report that :
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose 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 the books.
 - c. The Balance Sheet and Profit and Loss Account referred to by this report are in agreement with the books of account.
 - d. The Balance Sheet and Profit & Loss Account comply with the Accounting Standards specified by the Institute of Chartered Accountants of India, referred to in sub-section (3C) of section 211 of the Companies Act, 1956, read with General circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013.
 - e. On the basis of written representation received by us from the Directors of the company as at 31st March, 2014 and taken on record by the Board of Directors, we report that no director has been disqualified from being appointed as director of the company under clause (g) of sub-section (1) of section 274 of the Companies act, 1956.

Place: Hyderabad
Date: 02.09.2014

For CHITTI BABU & COMPANY
Chartered Accountants

(CHITTI BABU.G., F.C.A.)
Proprietor
Membership No. 26760



CHITTI BABU & COMPANY
CHARTERED ACCOUNTANTS

2322 8204 (O)
2322 6666 (Fax)
98490 30927 (Mobile)

Flat No. 109, B Block
Aditya Apts., Durgamacharya Colony
Banjara Hills Hyderabad 50

चिट्टि बाबु एंड कंपनी

चार्टर्ड अकाउंटेंट्स

फ्लट नं. 109, बि-ब्लॉक
आदित्य अपार्ट्स, दुर्गामाचर्या कॉलोनी,
बनारस हिल्स, हैदराबाद - 50

**Annexure to the AUDITORS' REPORT
MSR MEGA BIO POWER LIMITED**

The Annexure referred to in our report to members of MSR MEGA BIO POWER LIMITED (the company) for the year ended 31st March, 2014. We report that:

1. a. The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- b. The Company has a regular program of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of three years. In accordance with this policy, fixed assets were verified during the year and no material discrepancies were observed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets.
- c. Fixed assets disposed off during the year were not substantial, and therefore, do not affect the going concern assumption.
2. a. The inventories, except goods in transit and stock lying with third parties, have been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. For stocks lying with third parties at the year end, written confirmations have been obtained.
- b. The procedures for the physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- c. The company has maintained proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
3. The Company has neither granted nor taken any loans, secured or unsecured, to or from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
4. In our opinion, and according to the information and explanation given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventories and fixed assets and with regard to the sale of goods and rendering of services. We have not observed any major weakness in the internal control system during the course of the audit.
5. a. In our opinion and According to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the companies act, 1956 have been entered in the register required to be maintained under section 301 of the Companies Act, 1956.



b. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts and arrangements referred to in (v)(a) above and exceeding the value of Rs.5 lakh with each party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time, except for purchases of certain items of inventories which are for the company's specialized requirements for which suitable alternative sources are not available to obtain comparable quotations. However, on the basis of information and explanations provided, the same appear reasonable.


6. The Company has not accepted deposits from public.
7. In our opinion, company has an internal audit system commensurate with the size and nature of its business.
8. We have broadly reviewed the books of accounts maintained by pursuant to the rules prescribed by the central government of India for maintenance of cost records under section 209(1)(d) of the companies act, 1956 in respect of manufacture of white goods and are of the opinion that prima facie, the prescribed accounts and records have been and maintained. However, we have not made a detailed examination of the records.
9. a. According to the information and explanation given to use 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, Customs duty, Excise duty and other material statutory dues have been generally 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 wealth tax.
- b. 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, Customs duty, Excise duty, Investor education and Protection fund and other material statutory dues were in arrears as at 31st March 2014 for a period of more than six months from the date they became payable.
- c. According to the information and explanations given to us, the following dues of income tax, Excise duty, sales tax, Entry tax, Customs duty and Service tax have not been deposited by the company on account of disputes.
10. The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year.
11. In our opinion and according to the information and explanation given to us, the company has not defaulted in repayment of dues to its bankers to the extent applicable.
12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion and according to the information and explanation given to us, the company is not a chit fund / Nidhi / mutual benefit fund / society.



14. According to the information and explanation given to us, the Company is not dealing or trading in shares, securities, debenture and other investments.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The company did not have any term loans outstanding during the year.
17. According to the information and explanations given to us and on overall examination of the balance sheet of the company, we are of the opinion that the funds raised on short term basis have not been used for long term investment.
18. The company has not made any preferential allotment of shares to companies/ parties covered in the register maintained under section 301 of the Companies Act, 1956.
19. The company did not have any outstanding debentures during the year.
20. The company has not raised any money by public issue during the year.
21. According to the information and explanations given to us, no material fraud on or by the company has been noticed or reported during the course of our audit.

Place: Hyderabad
Date: 02.09.2014

For CHITTI BABU & COMPANY
Chartered Accountants


(CHITTI BABU G., F.C.A.)
Proprietor
Membership No 26766
Firm Regn No 310120 S



MSR MEGA BIO POWER LIMITED
11-23-1165, LB NAGAR, TELECOM COLONY, WARANGAL - 506004
BALANCE SHEET AS AT 31ST MARCH, 2014

PARTICULARS	Notes No	As at March 31st	
		2014	2013
EQUITY & LIABILITIES			
Shareholders Funds			
Share Capital	1	500,000	500,000
Share Application money		78,896,400	126,284,000
Non-Current liabilities			
Long term Borrowings	2	286,752,788	286,752,788
Other Long term Liabilities	3	15,720,000	-
Current Liabilities			
Short Term Borrowings	4	14,482,296	14,615,092
Trade Payables		-	-
Other Current Liabilities	5	250,000	-
Short term Provisions		-	-
		396,601,484	428,151,880
ASSETS			
Non Current Assets			
Fixed Assets			
Tangible Assets	6	314,116,350	314,362,350
Capital Work in progress	7	80,561,262	80,561,262
Current Assets			
Inventories		-	-
Trade Receivables		-	-
Cash and cash Equivalents	8	37,861	81,839
Short term Loans and Advances	9	700,586	23,212,412
Other Current Assets	10	1,185,425	9,934,017
		396,601,484	428,151,880
Significant accounting policies	11		

As per our report of even date attached.

For CHITTI BABU & COMPANY
Chartered Accountants

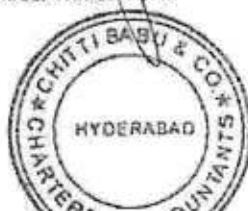
(Chitti Babu G, FCA, Proprietor)

Firm Regn No 010120 S

Membership No 026766

Date : 02.09.2014

Place: WARANGAL



For and on behalf of the Board of Directors

[Signature] *[Signature]*
(DIRECTOR) (DIRECTOR)

For: MSR Mega Bio Power Ltd., For: MSR Mega Bio Power Ltd.,

[Signature]
Director

[Signature]
Director

MSR MEGA BIO POWER LIMITED
11-23-1165, LB NAGAR, TELECOM COLONY, WARANGAL - 506004
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2014

PARTICULARS	Notes No	As at March 31st	
		2014	2013
REVENUE			
Revenue from Operations		0.00	0.00
Other income		0.00	0.00
Total Revenue		0.00	0.00
EXPENSES			
Purchases of stock in trade		0.00	0.00
Changes in inventories of finished goods		0.00	0.00
Employee benefits expense		0.00	0.00
Finance costs		0.00	0.00
Depreciation		0.00	0.00
Other expenses		0.00	0.00
Total Expenses		0.00	0.00
Profit before tax		0.00	0.00
Tax expenses			
Current tax		0.00	0.00
Deferred tax		0.00	0.00
Profit after tax		0.00	0.00
Earning per equity share			
(Equity shares of par value Rs.10each)			
Basic		0.00	0.00
Diluted		0.00	0.00
Significant accounting policies	11		

As per our report of even date attached.

For CHITTI BABU & COMPANY
Chartered Accountants

(Chitti Babu G, FCA, Proprietor)

Firm Regn No 010120 S

Membership No 026766

Date : 02.09.2014

Place: WARANGAL



For and on behalf of the Board of Directors

[Signature] *[Signature]*
(DIRECTOR) (DIRECTOR)

For: MSR Mega Bio Power Ltd.,

[Signature]
Director

For: MSR Mega Bio Power Ltd.,

[Signature]
Director

MSR MEGA BIO POWER LIMITED

Notes to Financial statements for year ended March 31, 2014

1 Share Capital

	As at March 31,	
	2014	2013
1.1 Authorised		
13,00,000 Equity Shares of Rs.100 each (Previous year:13,00,000 equity shares of Rs.100 each)	130,000,000	130,000,000
1.2 Issued, Subscribed and Paid-up capital		
5,000 Equity Shares of Rs.100 each (Previous year:5,000 equity shares of Rs.100 each)	500,000	500,000
	500,000	500,000

- 1.3** The equity shares of the company having par value of Rs.100 per share rank pari passu in all respects including entitlement to dividend. Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of the Article of Association of the company and as may be determined by the company in General Meeting prior to such winding up.

1.4 Reconciliation of the Shares

	As at March 31,	
	2014	2013
Outstanding at the beginning of the year		
-Number of Shares	5,000	5,000
-Amount	500,000	500,000
Additional issues of shares		
-Number of Shares	-	-
-Amount	-	-
Outstanding at the end of current year		
-Number of Shares	5,000	5,000
-Amount	500,000	500,000

- 1.5** The Company has only one class of shares i.e. equity shares with equal rights for dividend and repayment, each holder of the shares is entitled to one vote per share.

1.6 Details of shares held by each shareholder holding more than 5% shares

Equity share held by (Number of shares).

S.no	Name of the shareholders	No. of Shares	As at March 31,	
			2014	2013
			% Held	% Held
1	M SAMPATH RAO	1,667	33.34%	33.34%
2	SRINIVAS REDDY MANDALA	1,654	33.08%	33.08%
3	VASANTHA MADISETTY	1,659	33.18%	33.18%
4	P THIRUPATHIR AO	5	0.10%	0.10%
5	G SUMAN RAO	5	0.10%	0.10%
6	M PURHPALATHA	5	0.10%	0.10%
7	M SUJATHA	5	0.10%	0.10%

For: MSR Mega Bio Power Ltd.,




2 Long term borrowings**Secured****Term Loans**

From Banks

(Where the loan is taken from state bank of Hyderabad on which primary security is on company assets & Collateral security on the directors personal properties)

As at March 31,	
2014	2013
286,752,788	286,752,788
286,752,788	286,752,788

3 Other Long term liabilities**Unsecured**

Others

As at March 31,	
2014	2013
15,720,000	-
15,720,000	-

4 Short term Borrowings

Other Loans and Advances

As at March 31,	
2014	2013
14,482,296	14,615,092
14,482,296	14,615,092

5 Other Current Liabilities:

Audit fee payable

As at March 31,	
2014	2013
250,000	-
250,000	-

6 Tangible Assets

Land

Plant & Machinery

Electrical Equipments

Cell Phone

Computers printers

Furnitures & Fixtures

Motor Vehicles

As at March 31,	
2014	2013
790,030	790,030
312,965,592	312,965,592
141,650	141,650
5,193	5,193
25,900	25,900
187,985	187,985
-	246,000
314,116,350	314,362,350

7 Capital work in progress

Site development expenses

Civil works in progress

As at March 31,	
2014	2013
6,045,550	6,045,550
74,515,712	74,515,712
80,561,262	80,561,262

For: MSR Mega Bio Power Ltd.,

Director



8 Cash and Bank balances

Cash and Cash equivalents

Balance with Banks

Current accounts

Canara Bank

State bank of Hyderabad

Cash on Hand

As at March 31,	
2014	2013
15,858.00	70,978
-	1,288
22,003	9,573
37,861	81,839

9 Short term loans and advances

Other Loans and Advances

As at March 31,	
2014	2013
700,586	23,212,412
700,586	23,212,412

10 Other Current assets

Unamortised expenses

(Preliminary Expenses not written off)

As at March 31,	
2014	2013
1,185,425	9,934,017
1,185,425	9,934,017

For: MSR Mega Bio Power Ltd.,


 Director


Notes to Financial statements

Company Overview

MSR Mega Bio Power limited (The Company) was incorporated on May 05, 2009, is engaged in non conventional power generation, to take over as going concern, MSR Mega Bio Power Limited is public limited company, is domiciled in India..

Note 11: Significant Accounting Policies

1. Basis of Preparation of Financial statements

- 1.1. The financial statements are prepared in accordance with Generally Accepted Principles in India (GAAP), including the accounting Standards notified under the relevant provisions of the companies act, 1956.

The Financial statements are prepared on accrual basis under the historical cost convention, except for certain fixed assets which carried at revalued amounts. The Financial statements are presented in Indian rupees rounded off to the nearest rupees in one rupee.

Use of estimates

- 1.2. The preparation of financial statements requires management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities and the disclosure of contingent liabilities as at the date of financial statements and reported amounts of income and expenses during the year.
- 1.3. Estimates and underlying assumptions are reviewed on an ongoing basis. In which the estimates are revised and in any future year affected.

2. Revenue Recognition

Still, Business operations are not yet started

3. Tangible Fixed Assets

Tangible Assets

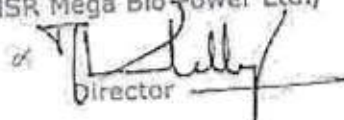
Fixed assets are stated at cost of acquisition or construction less accumulated depreciation/amortization and impairment, if any.

Costs include purchase price, taxes and duties, labour cost and directly attributable overhead expenditure incurred upto the asset is ready for its intended use. However, cost excludes Excise duty, VAT & Service tax, wherever credit of the duty or tax is availed of.

4. Foreign Currency Transactions

No foreign currency transactions occurred during financial year.

For: MSR Mega Bio Power Ltd.,


Director



5. Borrowing costs

Borrowing costs are capitalized as part of the cost of qualifying asset when it is probable that they will generate future economic benefits to the enterprise and the costs can be measured reliably. Other borrowing costs are recognized as expenses in the period in which they are incurred.

Borrowing cost incurred for qualifying assets is capitalized upto date the asset is ready for intended use, based on borrowings incurred specifically for specific financing asset or the weighted average method used to calculate borrowing cost to qualifying assets if no specific borrowings have been used for qualifying asset.

6. Leases

Lease under which the Company assumes substantially all the risks and rewards of ownership are classified as finance leases. Such assets acquired are capitalized at fair value of the asset or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease payments under operating leases are recognized as an expense on a straight-line basis in the Statement of Profit and Loss over the lease term.

7. Taxes on Income

Tax Expenses comprising of current and deferred taxes.

Current Tax

During the financial year Company did not have taxable income, so no tax payable as per provisions of the Income tax act, 1961.

8. Provisions, Contingent Liabilities and Contingent Assets**Provisions**

The company creates a provision when there exists a present obligation as a result of a past event that probably requires an outflow of resources and reliable estimates can be made of the amount of the obligation.

Contingent liabilities and Contingent Assets

The company not having any contingent liabilities and contingent assets.

Note 11: Managerial Remuneration

	For Current Financial year		Previous Financial year	
	Remuneration	Perquisites	Remuneration	Perquisites
To Managing Director	-	-	-	-
To Directors	-	-	-	-

Note 12: Auditors Remuneration

For: MSR Mega Bio Power Ltd.,

[Signature]
Director



	For Current Financial year		Previous Financial year	
	Remuneration	Perquisites	Remuneration	Perquisites
To Statutory Audit fee	50,000	-	50,000	-
To Other Services	-	-	-	-

Note 13: Share application money

The Company has outstanding share application money, which amount for pending allotment of shares during the year amount of Rs 8,13,16,400 against previous year have amount of Rs 12,62,84,000. The share application money decreased because of amount of Rs 4,49,67,600 return back to share applicants, whom applied for shares. The company has followed required procedure for the return of such application money as per provisions of Companies Act, 2013.

Note 14: Term Loan- Non performing asset

During previous year, company in daily paying interest on Term loan to financial institutions, interest amount of Rs 2,93,20,520 for the previous financial year from 2012 to 2013. But for the current financial year, The Company is not in prompt payment of installments so that it turned as non performing asset. Because of That financial institutions not charged interest for the current financial year it led to interest not reported.

Note 15: Pre-Operative Expenses

During the line of auditing, we observed that preoperative expenses are no longer relevant to the operations of company, hence preoperative expenses reduced during the current financial year for the better presentation and preparation of financial statements.

Note 16: Prior year comparatives

Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classifications/disclosures.

For Chittibabu & Co
Chartered Accountants

Chittibabu G
Proprietor
Firm Reg No.010120 S
Membership No.026766



For: MSR Mega Bio Power Ltd.,

[Signature]
Director
(Director)

For: MSR Mega Bio Power Ltd.,

[Signature]
Director
(Director)

GOVERNMENT OF TELANGANA
ABSTRACT

Energy Department - Sanction of Rs.6,88,00,000/- to TSTRANSCO in favour of Telangana Power Distribution Companies pool account to the respective accounts of the TSTRANSCO and TSDISCOMs towards extending the additional support price of Rs.1.50/- per unit to the Industrial Waste based Projects from 2015-16 to 2016-17 - Administrative sanction - Orders - Issued.

ENERGY (BUDGET) DEPARTMENT

G.O.Rt.No. 81

Dated: 21-12-2017

Read the following:-

1. From the Joint Managing Director(Fin, Comml & HRD),TSTRANSCO/ TSPCC Lr.No.JMD/(Fin, Comml & HRD)/CE(Comml)/SE(IPC)/DE-2/ RE/F.IWP No.5/D.No.94/17, Dated:31.05.2017 & 22.08.2017.
2. G.O.Rt.No.1897, Finance (EBS-II) Department, Dt:27.11.2017
3. Govt. Letter No.1254/PR(A1)/2015-3, Energy (PR(A1) Department, Dt:21.12.2017.

-XXXX-

ORDER:-

In the letter 1st read above, the Joint Managing Director, TS-TRANSCO/ TSPCC has informed that the financial implication towards extending the additional support price of Rs.1.50/ per unit to the Industrial Waste based Projects from 2015-16 onwards on par with the Biomass Project would be as follows:

Sl.No.	Name of the Developer	Eligible additional amount for FY 2015-16 in Crores.	Eligible additional amount for FY 2016-17 in Crores.
1	M/s SLT Power & Infrastructure Projects (P) Ltd.	Nil	Nil
2	M/s Shravana Power Projects Private Ltd.	3.73	1.29
3	M/s MSR Mega Bio Power Private Limited	Nil	1.86
Total (Rs. in Crore)		3.73	3.15
Grand Total (Rs. in Crore)		6.88	

2. In the G.O.2nd read above, the Finance (EBS.II) Department have issued BRO for an amount of Rs.6,88,00,000/- (Rupees Six Crores and Eighty Eight Lakhs Only) Scheme from the BE provision 2017-18 towards extending the additional support price of Rs.1.50/- per unit to the Industrial Waste based Projects from 2015-16 in relaxation of quarterly regulation orders, under the scheme "Assistance to Transmission Corporation of Telangana Ltd. for Agricultural and allied subsidy".

3. In consideration of the representation of M/s. Shravana Power Projects Pvt. Ltd., for extending the payment of additional tariff amount of Rs.1.50/- per unit to the Industrial Waste to Energy Projects on par with Biomass Energy Developers in the State, Government after careful consideration of the matter decided and accordingly vide letter 3rd read above, extended the benefit of additional subsidy support of Rs.1.50 per unit on par with Biomass Energy Projects for the FY 2015-16 and 2016-17.

p.t.o.

4. In pursuance of the above orders at para 2 and 3, Government hereby accord administrative sanction for an amount of Rs.6,88,00,000/- (Rupees Six Crores and Eighty Eight Lakhs Only) Scheme to TSTRANSCO in favour of Telangana Power Distribution Companies pool account to the respective accounts of the TSTRANSCO and TSDISCOMs from the BE provision 2017-18 towards extending the additional support price of Rs.1.50/- per unit to the Industrial Waste based Projects from 2015-16 to 2016-17.

5. The amounts sanctioned at para (4) above, shall be debited to the Head of Account "2801-05-800-25-06-330-000".

6. The Assistant Secretary to Government, Energy Department, Hyderabad shall draw and disburse the amount and arrange to credit the amount in favour of "Telangana Power Distribution Companies Pool Account Number 62344459665, (IFSC Code:SBHY0020066, and MICR Code:500004019) maintained with SBH, Gunfoundry Branch, Abids, Hyderabad.

7. The Joint Managing Director (Fin, Comml & HRD), TS-TRANSCO/TSPCC shall **submit the Utilization Certificate** for the amount sanctioned in para (4) above.

8. This orders issues with the concurrence accorded vide U.O. No.12738/293/A2/EBS.II/17, Finance (EBS-II) Department Dt:28.11.2017.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

AJAY MISRA

Special Chief Secretary to Government

To

The Chairman & Managing Director, TS-TRANSCO (FAC), Hyderabad.

The Joint Managing Director (Fin, Comml & HRD), TS-TRANSCO, Hyderabad

The Dy.CCA, Telangana Power Coordination Committee, Hyderabad.

The Director of Treasuries & Accounts, Abids, Hyderabad

(for issue of authorization.)

The Pay & Accounts Officer, Hyderabad.

Copy to:

The Secretary, Telangana State Electricity Regulatory Commission, Hyderabad.

The Chairman and Managing Director, TS-SPDCL, Hyderabad

The Chairman and Managing Director, TS-NPDCL, Warangal

The Accountant General, Telangana and Andhra Pradesh, Hyderabad

The Energy (OP) Department

The Finance (EBS-II) Department.

File C.No.1254/Budget.A2/Pr.A1/2015]

SF/SCs.

//Forwarded :: By Order//

SECTION OFFICER