

Independent Auditors' Report

To the Members of Western Transco Power Limited

Report on the Ind AS Financial Statements

1. We have audited the accompanying financial statements of **Western Transco Power Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the period then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Ind AS financial statements").

Management's Responsibility for the Ind AS Financial Statements

2. 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 Ind AS financial statements that give a true and fair view of state of affairs (financial position), losses (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed 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 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.
4. 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.
5. We conducted our audit of the Ind AS financial statements 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 Ind AS financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

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

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS, of the state of affairs (financial position) of the Company as at March 31, 2017, and its losses (financial performance including other comprehensive income), its cash flows and the changes in equity for the period ended on that date.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed 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 March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 the operating effectiveness of such controls, refer to our separate Report in "Annexure B";
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. There were no pending litigations which would impact the financial position of the Company.

Pathak H.D. & Associates

Chartered Accountants

- ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the period ended March 31, 2017.
- iv. The Company did not have any holding or dealings in Specified Bank Notes during the period from December 26, 2016 to December 30, 2016. Refer note no. 15 to Ind AS financial statements.

For Pathak H. D. & Associates
Chartered Accountants
Firm Registration No.107783W

Vishal D. Shah
Partner
Membership No.119303

Place: Mumbai
Date: April 13, 2017

Annexure A to Auditors' Report

Referred to in our Auditors' Report of even date to the members of Western Transco Power Limited on the Ind AS financial statements for the period ended March 31, 2017.

- (i) The Company does not have any fixed assets, hence the reporting requirements under paragraph 3(i) (a), (b) and (c) of the Order are not applicable.
- (ii) As explained to us, there is no physical inventory in existence and hence, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) The Company has not granted any loan, secured or unsecured, to any company, firm, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of Act. Accordingly, provisions of clause 3 (iii) (a), (b) and (c) of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 or any other relevant provisions of the Act and rules framed there under.
- (vi) In our opinion and according to the information given to us, no cost records have been prescribed by the Central Government of India under sub-section (1) of Section 148 of the Act.
- (vii)
 - (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues as applicable, with the appropriate authorities.
 - (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, value added tax, cess and other material statutory dues as applicable were outstanding, at the period end, for a period of more than six months from the date they became payable.
 - (c) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales-tax, service-tax, customs duty, excise duty and value added tax as at March 31, 2017 which have not been deposited on account of a dispute.
- (viii) During the period the Company has not availed loan from any financial institution or bank or debenture holders hence the reporting requirements under paragraph 3(viii) of the order is not applicable.
- (ix) During the period the Company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans hence the reporting requirements under paragraph 3(ix) of the Order is not applicable.

Pathak H.D. & Associates

Chartered Accountants

- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) Since provisions of section 197 of the Act is not applicable to the Company, the reporting requirement under paragraph 3(xi) of the Order is also not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and section 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Pathak H. D. & Associat
Chartered Accountants
Firm Registration No.107783

Vishal D. Shah
Partner
Membership No.119303

Place: Mumbai
Date: April 13, 2017

Annexure - B to Auditor's report

[Annexure to the Independent Auditor's Report referred to in paragraph "10(f)" under the heading "Report on other legal and regulatory requirements" of our report of even date on the Ind AS financial statements of Western Transco Power Limited for period ended March 31, 2017.]

Report on the Internal Financial Controls Over Financial Reporting 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 Western Transco Power Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the Ind AS financial statements of the Company for the period ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, specified under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, 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 judgement, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS 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 Ind AS 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 Ind AS financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 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 ICAI.

For Pathak H. D. & Associates
Chartered Accountants
Firm Registration No.107783W

Vishal D. Shah
Partner
Membership No.119303

Place: Mumbai
Date: April 13, 2017

Western Transco Power Limited
Balance Sheet as at March 31, 2017

Particulars	Note No.	Rs. In Thousands
		As at March 31, 2017
ASSETS		
Current Assets		
Financial Assets		
Cash and Cash Equivalents	2	473.29
Total Assets		473.29
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	3	500.00
Other Equity	4	(43.96)
Total Equity		456.04
Current Liabilities		
Financial Liabilities		
Trade Payables	5	17.25
Total Current Liabilities		17.25
Total Equity and Liabilities		473.29

The accompanying notes form an integral part of financial statements (1 to 16)

As per our attached report of even date

For Pathak H.D. & Associates
Chartered Accountants
Firm Registration No.: 107783W

For and on behalf of the Board of Directors

Vishal D. Shah
Partner
Membership No.: 119303

Arunabha Saha
Director
DIN: 03176930

Kapil Sharma
Director
DIN: 07015756

Place : Mumbai
Date: April 13,2017

Place : Mumbai
Date: April 13,2017

Western Transco Power Limited
Statement of Profit and Loss for the period ended March 31, 2017

		Rs. In Thousands
Particulars	Note No.	Period Ended March 31, 2017
I. Revenue from operations		-
II. Other Income		-
III. Total Income (I + II)		-
IV. Expenses		
Other Expenses	6	43.96
V. Loss before tax (III-IV)		(43.96)
VI. Tax Expenses		
Current Tax		-
Deferred tax		-
VII. Loss after tax(V-VI)		(43.96)
VIII. Other comprehensive Income		-
Items that will not be reclassified to profit or loss		-
a. Remeasurement defined benefit liability (Asset)		-
b. Income Tax related to above		-
IX. Total comprehensive income / (loss)		(43.96)
X. Earnings per equity share (Face value of Rs 10/- each):	7	
Basic		(0.88)
Diluted		(0.88)

The accompanying notes form an integral part of financial statements (1 to 16)

As per our attached report of even date

For Pathak H.D. & Associates
Chartered Accountants
Firm Registration No.: 107783W

For and on behalf of the Board of Directors

Vishal D. Shah
Partner
Membership No.: 119303

Arunabha Saha
Director
DIN: 03176930

Kapil Sharma
Director
DIN: 07015756

Place : Mumbai
Date: April 13,2017

Place : Mumbai
Date: April 13.2017

Western Transco Power Limited
Cash Flow Statement for Period Ended March 31, 2017

Rs. In Thousands

Particulars	Period Ended March 31, 2017
A. Cash Flow from Operating Activities	
Loss before tax	(43.96)
Add:- Stamp Duty and Filing Fees	26.71
Operating Profit before working capital changes	(17.25)
Adjustments for:	
Increase/(Decrease) in Financial and other Liabilities	17.25
Cash generated from operations	-
Direct taxes received / (paid)	-
Net Cash generated from / (used in) Operating Activities (A)	-
B. Cash Flow from Investing Activities	-
Net Cash generated from / (used in) Investing Activities (B)	-
C. Cash Flow from Financing Activities	
Proceeds from Issue of Shares	500.00
Stamp Duty and Filing Fees	(26.71)
Net Cash generated from / (used in) Financing Activities (C)	473.29
Net Increase / (decrease) in Cash and Cash Equivalents (A+B+C)	473.29
Cash and Cash Equivalents at the beginning of the period	-
Cash and Cash Equivalents at the end of the period	473.29
Net Increase/(decrease) as disclosed above	473.29
Components of Cash and Cash Equivalents:	
Balances with Banks in Current accounts (Refer Note 2)	473.29

The above statement of Cash flow should be read in conjunction with the accompanying notes (1 to 16)

As per our attached report of even date

For Pathak H.D. & Associates
Chartered Accountants
Firm Registration No.: 107783W

For and on behalf of the Board of Directors

Vishal D. Shah
Partner
Membership No.: 119303

Arunabha Saha
Director
DIN No. 03176930

Kapil Sharma
Director
DIN: 07015756

Place : Mumbai
Date: April 13,2017

Place : Mumbai
Date: April 13,2017

Western Transco Power Limited

Notes annexed to and forming part of the Financial Statements for the period ended March 31, 2017

Statement of changes in Equity

A. Equity Share Capital

Rs. In Thousands

Notes	Balance at the beginning of the period	Changes in equity share capital during the period	Balance at the end of the period
As at March 31, 2017	-	500.00	500.00

B. Other Equity

Rs. In Thousands

Particulars	Retained Earnings	Total
Balance as at April 01, 2016	-	-
Loss for the period	(43.96)	(43.96)
Other comprehensive income for the period	-	-
Total comprehensive income for the period	(43.96)	(43.96)
Balance as at March 31, 2017	(43.96)	(43.96)

The above statement of changes in Equity should be read in conjunction with the accompanying notes (1 to 16)

As per our attached report of even date

For Pathak H.D. & Associates
Chartered Accountants
Firm Registration No.: 107783W

For and on behalf of the Board of Directors

Vishal D. Shah
Partner
Membership No.: 119303

Arunabha Saha
Director
DIN: 03176930

Kapil Sharma
Director
DIN: 07015756

Place : Mumbai
Date: April 13,2017

Place : Mumbai
Date: April 13,2017

Western Transco Power Limited

Notes annexed to and forming part of the Financial Statements for the period ended March 31, 2017

Background of the Company

The Company is incorporated on December 26, 2016 with the object of to carry on the business of establishing, commissioning, setting up, operating and maintaining electric power transmission systems.

The Company is a private limited company incorporated and domiciled in India. The registered office of the Company is located at 502, Plot No. 91/94, Prabhat Colony, Santacruz (East), Mumbai - 400 055.

These financial statements of the Company for the year ended March 31, 2017 were authorised for issue by the board of directors on April 13, 2017. Pursuant to the provisions of section 130 of the Act, the Central Government, Income tax authorities and other statutory regulatory body and section 131 of the Act the board of directors of the Company have powers to amend / re-open the financial statements approved by the board / adopted by the members of the Company.

1 Significant accounting policies

(a) Basis of preparation, measurement and significant accounting policies of financial statements:

(i) Compliance with Indian Accounting Standards

The Financial statements of the Company comply in all material aspects with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) read with relevant rules and other accounting principles. The policies set out below have been consistently applied during the period presented.

This financial statements for the period ended March 31, 2017 are the first financial statements of the Company.

These financial statements are presented in 'Indian Rupees', which is also the Company's functional currency and all amounts, are rounded to the nearest thousands, with two decimals, unless otherwise stated.

(ii) Basis of Measurement

The Financial Statement have been prepared on the historical cost basis except for certain financial assets and liabilities that are measured at amortised cost at the end of each reporting period.

(iii) New Standards and Interpretations not yet effective

In March 2017, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) (Amendments) Rules, 2017, notifying amendments to Ind AS 7, "Statement of Cash Flows". The amendments are applicable to the Company from April 1, 2017.

Amendment to Ind AS 7 "Statement of Cash Flows":

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement.

The Company is evaluating the requirements of the amendment and the effect on the financial statements is being evaluated.

Western Transco Power Limited

Notes annexed to and forming part of the Financial Statements for the period ended March 31, 2017

(b) Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires the Management to make estimates, judgements and assumptions. The estimates, judgements and assumptions affect the application of accounting policies and reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities, at the date of financial statements and reported amounts of revenues and expenses during the period. Appropriate changes in estimates are made as the management becomes aware of the changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

(c) Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

- i Expected to be realised or intended to be sold or consumed in normal operating cycle
 - ii Held primarily for the purpose of trading
 - iii Expected to be realised within twelve months after the reporting period, or
 - iv Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period
- All other assets are classified as non-current.

A liability is current when:

- i It is expected to be settled in normal operating cycle
- ii It is held primarily for the purpose of trading
- iii It is due to be settled within twelve months after the reporting period, or
- iv There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The company has identified twelve months as its operating cycle.

(d) Accounting of Taxes on Income

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the country where the company and its subsidiaries generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transition that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the assets to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Income tax expense for the year comprises of current tax and deferred tax.

(e) Financial Instruments:

a) Financial Assets

I] Classification

The Company shall classify financial assets measured at amortised cost at fair value through other comprehensive income (FVOCI) or fair value through profit or loss (FVTPL) on the basis of business model for managing the financial assets and contractual cashflow characteristics of the financial assets.

II] Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of financial assets.

Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial assets measured at amortised costs.

III] Subsequent Measurement

For purpose of subsequent measurement financial assets are classified in two broad categories:

- i) Financial assets at fair value
- ii) Financial assets at amortised cost

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

Where assets are measured at fair value, gains or loss are either recognised entirely in the Statement of Profit and Loss (i.e. fair value through profit or loss) or recognised in other comprehensive income (i.e. fair value through other comprehensive income).

All other financial assets is measured at fair value through profit or loss.

IV] Impairment of Financial Assets

The company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

V] Derecognition of Financial Assets

A financial asset is derecognised only when:

The company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

b) Financial Liabilities

I] Initial recognition and measurement

All financial liabilities are recognised at fair value. The Company financial liabilities includes Trade and other Payables.

II] Subsequent Measurement

Financial liabilities at amortized cost: After initial measurement, such financial liabilities are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the Statement of Profit and Loss.

(i) Trade and Other Payables:

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

III] Derecognition of Financial Liabilities

A Financial Liabilities is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from same lender on substantially different terms, or terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

(f) Measurement of fair values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2- Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 -Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's Management determines the policies and procedures for recurring and non- recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value.

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Company's accounting policies. For this analysis, the Management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

Disclosures for valuation methods, significant estimates and assumptions of financial instruments (including those carried at amortised cost) (Note No. 9(a)) and Quantitative disclosures of fair value measurement hierarchy, Note No.9(b))

(g) Provisions

Provisions are recognised when the Company has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount of the obligation. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

(h) Contingent Liabilities and Contingent Assets

Contingent liabilities are possible obligation that arise from past events and whose existence will only be confirmed by that occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgement of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate. Contingent assets are neither recognised nor disclosed in the financial statements.

(i) Cash and cash equivalent

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

(j) 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.

(k) Revenue Recognition Policy:

Revenue is recognized when the amount of revenue can be reliably measured, it is probable that the economic benefits will flow to the Company. The Company bases its estimates on historical results, taking into consideration the type of transactions.

All the items of Income and expenses are recognized on accrual basis of accounting.

(l) Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted-average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted-average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

2 Cash and Cash Equivalents:

Particulars	Rs. In Thousands	
	As at March 31, 2017	
Balance with Bank in Current account		473.29
Total		473.29

3 Equity Share Capital

Particulars	As at March 31, 2017	
	Number	Rs. In Thousands
Authorised		
Equity Shares of Rs.10 each	50,000	500.00
Issued, Subscribed & Paid up		
Equity Shares of Rs.10 each fully paid up	50,000	500.00
Total	50,000	500.00

a The Company has only one class of shares referred to as equity shares having a par value of Rs. 10 each. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining asset of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

b Shares held by Holding Company.

Particulars	As at March 31, 2017	
	Number of shares	% of Holding
Reliance Infrastructure Limited, the Holding Company along with nominees	50,000	100%

c Reconciliation of the number of Equity shares outstanding:

Particulars	As at March 31, 2017	
	Number	Rs. In Thousands
Shares outstanding at the beginning of the period	-	-
Shares subscribed during the period	50,000	500.00
Shares outstanding at the end of the period	50,000	500.00

d Details of shareholders holding more than 5 percent shares in the Company:

Name of Shareholder	As at March 31, 2017	
	No. of Shares	% of Holding
Reliance Infrastructure Limited along with nominees	50,000	100

Western Transco Power Limited

Notes annexed to and forming part of the Financial Statements for the period ended March 31, 2017

4 Other Equity

Particulars	Rs. In Thousands	
	As at March 31, 2017	
Retained earnings		
Opening Balance		-
Loss for the Period		(43.96)
Closing Balance		(43.96)
	Total	(43.96)

5 Trade Payables

Particulars	Rs. In Thousands	
	As at March 31, 2017	
Due to MSME (Refer Note 13)		-
Due to others		17.25
	Total	17.25

6 Other Expenses:

Particulars	Rs. In Thousands	
	Period ended March 31, 2017	
Statutory Audit Fees		17.25
Stamp Duty & Filing Fees		26.71
	Total	43.96

7 Earnings per Equity Share:

Particulars	Period ended March 31, 2017
Profit / (Loss) after tax available for Equity Share holders (Rs. In Thousands) (A)	(44)
Weighted Average Number of Equity Shares (Nos.) (B)	50,000
Face Value per Share (Rs.)	10
Earnings per Equity Share- Basic / Diluted (A/B)	(0.88)

8 Related Party Disclosure:

As per Indian Accounting Standard -24 as prescribed under Section 133 of the Act, the Company's related parties and transactions are disclosed below:

(a) Parties where control exists:

Holding Company - Reliance Infrastructure Limited.

(b) Details of transactions during the period and closing balances as at the period ended.

Particulars	Rs. In Thousands	
	Holding Company - Reliance Infrastructure Limited 2016-17	
Transactions during the period:		
Subscription of Equity Shares		500.00
Closing Balance:		
Share Capital		500.00

9 Fair value measurements
(a) Financial Instruments by category

(i) Significance of financial instruments

Rs. In Thousands	
Particulars	March 31, 2017
Financial assets	
At amortised Cost	
Cash and Cash equivalent	473.29
Total financial assets	473.29
Financial liabilities	
At amortised Cost	
Trade Payables	17.25
Total financial liabilities	17.25

(b) Fair value Hierarchy

The carrying amount of Trade Payable and Cash and Cash Equivalent are considered to have their fair value approximately equal to their carrying values.

Accounting classification and Fair Values

The Following table shows the carrying amounts and fair values of financial assets and financial liabilities including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.



For the year ended March 31, 2017

Particulars	Carrying amount Amotised Cost	Rs. Thousands			
		Fair value			
		Level 1 - Quoted price in	Level 2 - Significa	Level 3 - Significant	Total
Financial assets					
Cash and cash equivalents	473.29	-	-	473.29	473.29
Financial liabilities					
Trade Payables	17.25	-	-	17.25	17.25

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes mutual funds that have quoted price. The mutual funds are valued using the closing NAV.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for borrowings, debentures, Retention money payable included in level 3.

Valuation technique used to determine fair value

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments
- the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

10 Financial instruments – Fair values and risk management

(i) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

(ii) Cash and cash equivalents & Other Financial Asset

The Company held cash and cash equivalents & other financial assets with credit worthy banks aggregating Rs. 473.29 Thousands as at March 31, 2017. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be good.

ii) Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. The Company is not exposed to any significant currency risk and equity price risk.

(iv) Liquidity risk - Table

The table below analyses the Company's non-derivative financial liabilities and relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows and includes future interest payment.

As at March 31, 2017	Rs. In Thousands				
	1 year or less	Between 1 year and 2	Between 2 years	Over 5 years	Total
Non-derivatives					
Trade payables	17.25				17.25
Total	17.25	-	-	-	17.25

11 Capital Risk Management

The Company considers the following components of its Balance Sheet to be managed capital:

Total equity – share capital, share premium and retained earnings,

The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to our shareholders. The capital structure of the group is based on management's judgment of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets.

The Company's aim to translate profitable growth to superior cash generation through efficient capital management.

The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditor, and market confidence and to sustain future development and growth of its business. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

12 Segment Reporting

The Company has not commenced its commercial operation hence, there are no separate reportable segments as required under Indian Accounting Standard 108 "Operating Segment" as prescribed under Section 133 of the Act.

13 Disclosure under Micro, Small and Medium Enterprises Development Act, 2006:

There are no amounts due to Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006. This information is based upon the extent to which the details are taken from the suppliers by the Company and has been relied upon the Auditors.

14 Income Tax and Deferred Tax (Net) :

a. Income tax expense		Rs. In Thousands
Particulars		March 31, 2017
(a) Income tax expense		
Current tax		
Current tax on profits for the year		-
Adjustments for current tax of prior periods		-
Total current tax expense (A)		-
Deferred tax		
Decrease/(increase) in deferred tax assets		-
(Decrease)/increase in deferred tax liabilities		-
Total deferred tax expense/(benefit) (B)		-
Income tax expense (A + B)		-

b. Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:

Rs. In Thousands	
Particulars	March 31, 2017
Loss before income tax expense	(43.96)
Tax at the Indian tax rate of 34.608%	(15.21)
Tax effect of amounts which are not deductible (Taxable) in calculating taxable income:	
Tax losses for which no deferred income tax was recognised	15.21
Income tax expense charged to statement of Profit and Loss	-

c. Amounts recognised in respect of current tax/deferred tax directly in equity

Particulars	March 31, 2017
Amounts recognised in respect of current tax/deferred tax directly in equity	-

Western Transco Power Limited

Notes annexed to and forming part of the Financial Statements for the period ended March 31, 2017

15 Specified Bank Notes

The Company did not have any holding or dealing in specified bank notes during the period from December 26, 2016 to December 30, 2016. Hence disclosure envisaged in Notification G.S.R 308 (E) dated March 30, 2017 is not applicable to the Company.

- 16 The Company was incorporated on December 26, 2016, and this being the first financial year from the date of incorporation upto March 31, 2017, comparative figures for the previous year are not applicable and hence not given in the financial statements.

As per our attached report of even date

For Pathak H.D. & Associates
Chartered Accountants
Firm Registration No.: 107783W

For and on behalf of the Board of Directors

Vishal D. Shah
Partner
Membership No.: 119303

Arunabha Saha
Director
DIN: 03176930

Kapil Sharma
Director
DIN: 07015756

Place : Mumbai
Date: April 13, 2017

Place : Mumbai
Date: April 13, 2017