






**GMR ENERGY TRADING LIMITED**  
Balance Sheet as at 31st March 2012

Particulars	Notes	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Equity and Liabilities</b>			
<b>Shareholder's Funds</b>			
Share Capital	3	5,200.00	5,200.00
Reserves and Surplus	4	735.57	449.04
		<b>5,935.57</b>	<b>5,649.04</b>
<b>Share application money pending allotment</b>		-	-
<b>Non-Current Liabilities</b>			
<b>Current Liabilities</b>			
Short-term borrowings	5	2,482.86	-
Trade payables	6.1	10,871.66	10,176.90
Other current liabilities	6.2	179.33	78.46
Short-term provisions	7	40.64	26.51
		<b>13,574.49</b>	<b>10,281.87</b>
<b>TOTAL</b>		<b>19,510.06</b>	<b>15,930.91</b>
<b>Assets</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets	8.1	24.54	7.30
Intangible assets	8.2	0.84	1.02
Long term loans and advances	9	205.80	155.85
		<b>231.18</b>	<b>164.17</b>
<b>Current assets</b>			
Current investments	10	300.84	937.12
Trade receivables	11	13,051.91	10,273.57
Cash and bank balances	12	5,378.71	4,094.96
Short-term loans and advances	9	437.78	372.34
Other current assets	13	109.64	88.75
		<b>19,278.88</b>	<b>15,766.74</b>
<b>TOTAL</b>		<b>19,510.06</b>	<b>15,930.91</b>
Corporate Information	1		
Summary of significant accounting policies	2.1		
The accompanying notes are an integral part of the financial statements.			
As per our report of even date			
For Girish Murthy & Kumar Firm registration number: 000934S Chartered Accountants		For and on behalf of the Board of Directors	
			
A V Satish Kumar Partner Membership no.: 026526		Sunil Agrawal Director	Ashis Basu Director
			
Place: Bangalore Date: 14.05.2012		Raja Karthik s Company Secretary	



**GMR ENERGY TRADING LIMITED**  
**Statement of Profit and Loss for the year ended 31st March 2012**


Particulars	Notes	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Continuing Operations</b>			
<b>Income</b>			
Revenue from operations (gross)	14	58,254.65	62,111.70
Less: Excise Duty		-	-
Revenue from operations (net)		58,254.65	62,111.70
Other Income	15	455.27	306.95
<b>Total Revenue (I)</b>		<b>58,709.92</b>	<b>62,418.65</b>
<b>Expenses</b>			
Purchase of traded goods	16	57,454.28	61,235.17
Employee benefit expense	17	217.66	144.79
Other expenses	18	553.45	379.90
<b>Total Expenses (II)</b>		<b>58,225.39</b>	<b>61,759.86</b>
<b>Earnings before interest, tax, depreciation and amortisation (EBITDA) (I-II)</b>			
		<b>484.53</b>	<b>658.79</b>
Depreciation and amortization expense	19	1.93	1.30
Financial costs	20	75.26	0.71
<b>Profit/(loss) before tax</b>		<b>407.34</b>	<b>656.78</b>
<b>Tax expenses</b>			
Current Tax		117.88	96.17
Income Tax of earlier years		2.93	-
<b>Total Tax Expense</b>		<b>120.81</b>	<b>96.17</b>
<b>Profit/(loss) for the year from continuing operations (A)</b>		<b>286.53</b>	<b>560.61</b>
<b>Discontinuing Operations</b>			
Profit/(loss) before tax from discontinuing operations		-	-
<b>Profit/(loss) after tax from discontinuing operations (B)</b>		-	-
<b>Profit/(loss) for the year (A+B)</b>		<b>286.53</b>	<b>560.61</b>
<b>Earnings from equity share [ nominal value of share Rs.10] (31st March 2011 : Rs.10) Basic and Diluted (in Rs.)</b>	22	0.55	1.08

Corporate Information 1  
 Summary of significant accounting policies 2.1

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For Girish Murthy & Kumar  
 Firm registration number: 000934S  
 Chartered Accountants

  
 A V Satish Kumar  
 Partner  
 Membership no.: 026526



For and on behalf of the Board of Directors

  
 Sunil Agrawal  
 Director

  
 Ashis Basu  
 Director

  
 Raja Karthik s  
 Company Secretary

Place: Bangalore  
 Date: 14.05.2012



**GMR ENERGY TRADING LIMITED**  
Cash flow statement for the year ended 31 March 2012

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Cash flow from operating activities</b>		
Profit before tax from continuing operations	407.34	656.78
Profit before tax	407.34	656.78
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/ amortization on continuing operation	1.93	1.30
Profit on sale of current investments (other than trade)	(27.50)	(2.31)
Interest Income	(415.14)	(98.39)
Dividend income	(0.84)	(174.83)
Finance costs	1.34	0.71
<b>Operating profit before working capital changes</b>	<b>(32.87)</b>	<b>383.25</b>
Movements in working capital :		
Increase/ (Decrease) in trade payables	694.76	5,483.90
Increase/ (decrease) in short term borrowings	2,482.86	-
Increase/ (decrease) in other current liabilities	100.88	65.20
Decrease / (increase) in trade receivables	(2,778.34)	(5,528.46)
Decrease / (increase) in other current assets	(20.89)	(88.75)
Decrease / (Increase) long term loans and advances	(49.96)	-
Decrease / (increase) short term loans and advances	(65.45)	(319.81)
Increase / (Decrease) in long term provisions	-	2.07
Increase / (decrease) in short-term provisions	14.13	18.13
Cash generated from / (used in) operations	345.12	15.53
Direct taxes paid (net of refunds)	(120.81)	(0.87)
<b>Net cash flow from/ (used in) operating activities (A)</b>	<b>224.31</b>	<b>14.66</b>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets	(18.99)	(5.97)
Increase in bank deposits	(393.88)	(4,000.00)
Proceeds from sale/maturity of current investments	663.78	3,767.35
Interest received	415.14	98.39
Dividends received	0.84	174.83
<b>Net cash flow from/ (used in) investing activities (B)</b>	<b>666.89</b>	<b>36.92</b>
<b>Cash flows from financing activities</b>		
Interest paid	(1.34)	(0.71)
<b>Net cash flow from/ (used in) in financing activities (C)</b>	<b>(1.34)</b>	<b>(0.71)</b>
Net increase/(decrease) in cash and cash equivalents (A + B + C)	889.86	50.87
Effect of exchange differences on cash & cash equivalents held in foreign currency	-	-
Cash and cash equivalents at the beginning of the year	94.96	44.09
<b>Cash and cash equivalents at the end of the year</b>	<b>984.82</b>	<b>94.96</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	0.51	0.36
With banks- on current account	984.32	94.60
<b>Total cash and cash equivalents (note 12)</b>	<b>984.83</b>	<b>94.96</b>

Corporate Information 1  
Summary of significant accounting policies 2.1

\* The above cash flow statement has been prepared as per the 'Indirect Method'

As per our report of even date

For Girish Murthy & Kumar  
Firm registration number: 000934S  
Chartered Accountants

A V Satish Kumar  
Partner  
Membership no.: 026526



For and on behalf of the Board of Directors

*Sunil Agrawal*

Sunil Agrawal  
Director

*Ashis Basu*

Ashis Basu  
Director

*Raja Karthik S*

Raja Karthik S  
Company Secretary

Place: Bangalore  
Date: 14.05.2012



3 Share Capital		31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)		
<b>Authorized shares (No. In lakhs)</b>					
520 (31 March 2011: 520) equity Shares of Rs. 10/- each		5,200.00	5,200.00		
<b>Issued, subscribed and fully paid-up shares (No. In lakhs)</b>					
520 (31 March 2011: 520) equity Shares of Rs. 10/- each fully paid up		5,200.00	5,200.00		
<b>Total issued, subscribed and fully paid-up share capital</b>		<b>5,200.00</b>	<b>5,200.00</b>		
<b>(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period</b>					
<b>Equity Shares</b>					
		<b>31st March 2012</b>		<b>31st March 2011</b>	
		<b>No. In Lakhs</b>	<b>(Rs. In Lakhs)</b>	<b>No. In Lakhs</b>	<b>(Rs. In Lakhs)</b>
At the beginning of the period		520.00	5,200.00	520.00	5,200.00
Issued during the period		-	-	-	-
<b>Outstanding at the end of the period</b>		<b>520.00</b>	<b>5,200.00</b>	<b>520.00</b>	<b>5,200.00</b>
<b>(b) Terms/ rights attached to equity shares</b>					
The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General meeting.					
In event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.					
<b>(c) Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associates</b>					
Out of equity shares issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:					
		<b>31st March 2012 (Rs. In Lakhs)</b>		<b>31st March 2011 (Rs. In Lakhs)</b>	
<b>All nos. in lakhs</b>					
<b>GMR Infrastructure Limited, the immediate holding company</b>					
421.199 (31 March 2011: 421.199) equity Shares of Rs. 10/- each fully paid up		4,212.00		4,212.00	
<b>GMR Energy Limited, the fellow subsidiary company</b>					
98.799 (31 March 2011: 98.799) equity Shares of Rs. 10/- each fully paid up		987.99		987.99	
<b>(d) Details of shareholders holding more than 5% shares in the company</b>					
		<b>31st March 2012</b>		<b>31st March 2011</b>	
		<b>No. In Lakhs</b>	<b>% holding in the class</b>	<b>No. In Lakhs</b>	<b>% holding in the class</b>
<b>Equity shares of Rs. 10 each fully paid</b>					
GMR Infrastructure Limited, the immediate holding company		421.20	81.00%	421.20	81.00%
GMR Energy Limited, the fellow subsidiary company		98.80	19.00%	98.80	19.00%
As per records of the Company, including its register of shareholders/ members and other declaration received from shareholders regarding beneficial interest, the above shareholding represent both legal and beneficial ownership of shares.					

4 Reserves and Surplus		31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Surplus/ (deficit) in the statement of profit and loss</b>			
Balance as per last financial statements		449.04	(111.57)
Profit for the year		286.53	560.61
Less: Appropriations		-	-
<b>Net surplus in the statement of profit and loss</b>		<b>735.57</b>	<b>449.04</b>
<b>Total reserves and surplus</b>		<b>735.57</b>	<b>449.04</b>



5 Short-Term Borrowings	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
	2,482.86	-
Overdraft facility from banks (secured)	2,482.86	-
Overdraft facility from banks is secured against bank deposits		

6.1 Trade Payables	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
	10,871.66	10,176.90
Trade Payables (including acceptances)		
6.2 Other Current Liabilities	100.56	56.26
	9.61	8.53
	51.11	4.36
		-
	14.99	7.58
	2.64	1.52
	0.42	0.21
	179.33	78.46
	11,050.99	10,255.36

7 Provisions	Long-Term		Short-Term	
	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Provision for Employee Benefits				
Provision for Leave Travel Allowance	-	-	3.72	2.11
Provision for Leave Encashment	-	-	9.17	4.00
Provision for Bonus (VPP)	-	-	23.70	13.17
	-	-	36.59	19.28
Other Provisions				
Provision for Expenses	-	-	4.05	7.23
	-	-	4.05	7.23
	-	-	40.64	26.51

8.1 Tangible Assets	(Rs. In Lakhs)				
	Office Equipment	Furniture & Fixtures	Vehicles	Computers	Total
Cost or Valuation					
At 1 April 2010	-	0.33	-	3.90	3.90
Additions	-	-	-	0.60	0.60
Disposals	-	-	-	-	-
Other Adjustments	-	0.33	-	8.40	8.73
At 31 March 2011	0.84	0.33	15.33	2.50	18.99
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Other Adjustments	-	-	15.33	10.90	27.72
At 31 March 2012	0.84	0.66	15.33	10.90	27.72
Depreciation					
At 1 April 2010	-	-	-	0.35	0.35
Charge for the year	-	0.01	-	1.17	1.18
Disposals	-	-	-	0.10	0.10
At 31 March 2011	-	0.01	-	1.41	1.43
Charge for the year	0.00	0.03	0.08	1.64	1.75
Disposals	-	-	-	-	-
At 31 March 2012	0.00	0.04	0.08	3.06	3.18
Net Block					
At 31 March 2011	-	0.32	-	6.98	7.30
At 31 March 2012	0.83	0.61	15.25	7.84	24.54



8.2 Intangible Assets	(Rs. In Lakhs)	
	Computer Software	Total
<b>Cost or Valuation</b>		
At 1 April 2010	1.14	1.14
Additions	-	-
Disposals	-	-
Other Adjustments	1.14	1.14
<b>At 31 March 2011</b>	-	-
Additions	-	-
Disposals	-	-
Other Adjustments	1.14	1.14
<b>At 31 March 2012</b>	-	-
<b>Depreciation</b>		
At 1 April 2010	0.12	0.12
Charge for the year	0.12	0.12
Disposals	-	-
<b>At 31 March 2011</b>	0.18	0.18
Charge for the year	-	-
Disposals	0.30	0.30
<b>At 31 March 2012</b>	-	-
<b>Net Block</b>		
At 31 March 2011	1.02	1.02
At 31 March 2012	0.84	0.84

9 Loans and Advances	Non-current		Current	
	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Security Deposit</b>				
Secured considered good	204.69	154.49	360.28	330.88
Unsecured considered good	-	-	-	-
<b>Loans and advances to related parties</b>				
Unsecured considered good	-	-	-	-
<b>Advances recoverable in cash or kind</b>				
Secured considered good	-	-	40.81	-
Unsecured considered good	-	-	12.84	6.13
<b>Other loans and advances</b>				
Advance income-tax and TDS Receivable (net of provision for taxation)	1.11	1.36	19.96	29.60
Prepaid Expenses	-	-	-	4.14
Loans to employees	-	-	3.89	1.59
	<b>1.11</b>	<b>1.36</b>	<b>23.85</b>	<b>35.33</b>
	<b>205.80</b>	<b>155.85</b>	<b>437.78</b>	<b>372.34</b>

10 Current investments	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
	<b>Unquoted mutual funds *</b>	
Nil (31 March 2011: 30,488.77) units of UTI Cash Liquidity Fund - Institutional - Growth	-	490.03
Nil (31 March 2011: 28,53,579.28) units of Birla Sunlife Cash Plus Institutional - Growth	-	447.09
300,255.37(31 March 2011: Nil) units of Rs.100.195 per unit of Birla Sunlife Cash Plus Institutional - Daily	300.84	-
Dividend	<b>300.84</b>	<b>937.12</b>
	<b>300.84</b>	<b>937.12</b>

Aggregate amount of unquoted investments  
\* Aggregate Net Asset Value as at March 31, 2012 Rs. 300.84 Lakhs



11 Trade receivables	Non-current		Current	
	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Unsecured, considered good unless stated otherwise outstanding for a period exceeding six months from the date they are due for payment</b>				
Secured, considered good	-	-	11,363.33	4,512.81
Unsecured, considered good	-	-	-	46.76
Doubtful	-	-	11,363.33	4,559.57
Provision for doubtful trade receivables	-	-	-	(46.76)
<b>(A)</b>			<b>11,363.33</b>	<b>4,512.81</b>
<b>Other receivables</b>				
Secured, considered good	-	-	1,688.58	5,760.76
Unsecured, considered good	-	-	-	-
Doubtful	-	-	1,688.58	5,760.76
Provision for doubtful trade receivables	-	-	-	-
<b>(B)</b>			<b>1,688.58</b>	<b>5,760.76</b>
<b>Total (A+B)</b>			<b>13,051.91</b>	<b>10,273.57</b>

12 Cash and bank balances	Non-current		Current	
	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Cash and cash equivalents</b>				
Balances with banks:				
- On current accounts	-	-	984.32	94.60
Cash on hand	-	-	0.51	0.36
			<b>984.83</b>	<b>94.96</b>
<b>Other bank balances</b>				
- Deposits with maturity for more than 12 months	-	-	-	-
- Deposits with maturity for more than 3 months but less than 12 months *	-	-	4,393.88	4,000.00
Amount disclosed under non-current assets (note 13)	-	-	<b>4,393.88</b>	<b>4,000.00</b>
			<b>5,378.71</b>	<b>4,094.96</b>

\* Deposits given as security  
Deposits with maturity for more than 3 months but less than 12 months of Rs. 4,393.88 Lakhs (2010-11: 4,000 Lakhs) are subject to first charge to secure the company's overdraft facility.

13 Other assets	Non-current		Current	
	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Unsecured, considered good unless stated otherwise</b>				
Non-current bank balances (note 12)	-	-	-	-
<b>(A)</b>				
<b>Others</b>				
Interest accrued on fixed deposits	-	-	109.64	88.75
<b>(B)</b>			<b>109.64</b>	<b>88.75</b>
<b>Total (A+B)</b>			<b>109.64</b>	<b>88.75</b>





**GMR ENERGY TRADING LIMITED**  
Notes to financial statements for the year ended 31st March 2012

14 Revenue from Operations	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Revenue from Operations</b>		
Sale of Energy	55,938.51	60,484.04
Less: Prompt Payment Rebate	(854.38)	(949.44)
	55,084.13	59,534.60
Sale of Renewable Energy Certificates	26.49	-
Other Operating Revenue	3,144.03	2,577.10
Open Access Charges recovered	<b>58,254.65</b>	<b>62,111.70</b>
<b>Revenue from Operations (Gross)</b>		
Less: Excise Duty	-	-
<b>Revenue from Operations (Net)</b>	<b>58,254.65</b>	<b>62,111.70</b>
<b>Details of products sold</b>		
	<b>31st March 2012 (Rs. In Lakhs)</b>	<b>31st March 2011 (Rs. In Lakhs)</b>
Traded goods sold		
Energy	55,084.13	59,534.60
Renewable Energy Certificates	26.49	-

15 Other Income	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Interest Income:</b>		
-On Deposits	415.14	98.61
-On Loans	-	0.22
-On Employee Loans	-	0.01
-Others	1.19	-
<b>Dividend Income:</b>		
-On Current Investments (MF)	0.84	174.83
Net Gain/Loss on sale of Investments	27.50	2.31
Other Non Operating Income	10.60	30.97
	<b>455.27</b>	<b>306.95</b>

16 Purchase of Traded Goods	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Purchase of Energy	55,196.96	59,617.65
Less : Prompt payment Rebate	(912.85)	(960.03)
	54,284.11	58,657.62
Purchase of Renewable Energy Certificates	26.14	-
Open Access Charges paid	3,144.03	2,577.55
	<b>57,454.28</b>	<b>61,235.17</b>

17 Employee Benefit Expense	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Salaries	190.61	133.00
Contribution to PF and other funds	13.97	6.44
Staff Welfare Expense	13.08	5.35
	<b>217.66</b>	<b>144.79</b>





18 Other Expenses

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Electricity Charges	15.60	15.51
Rent	127.01	119.54
Rates and Taxes	47.48	30.24
Insurance	0.09	0.06
Repairs and Maintenance	88.66	7.79
Travelling and Conveyance	35.78	28.21
Legal and Professional Fees	71.70	64.48
Payment to Auditors	0.91	0.50
Placement and Training Expenses	70.35	6.50
Business Promotion	29.94	5.57
Security Charges	25.86	6.67
Donation & Charities	24.70	10.75
Loss on Sale of Fixed Asset	-	0.21
Bad debts written off	-	0.10
Miscellaneous expenses	15.37	83.76
	<b>553.45</b>	<b>379.89</b>

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
<b>Payment to auditor</b>		
<b>As auditor</b>		
Statutory Audit fee	0.47	0.25
Tax Audit fee	0.25	0.25
Certification fee	0.19	-
	<b>0.91</b>	<b>0.50</b>

19 Depreciation and Amortisation

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Depreciation of tangible assets	1.75	1.18
Amortization of intangible assets	0.18	0.12
	<b>1.93</b>	<b>1.30</b>

20 Finance Costs

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Interest Charges	73.92	-
Bank Charges	1.34	0.71
	<b>75.26</b>	<b>0.71</b>



## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

#### 1. Corporate Information

GMR Energy Trading Ltd is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company has been incorporated with the object of carrying on the business of trading in electricity. The company has obtained the trading license from the Central Electricity Regulatory Commission (CERC) on October 14, 2008 and subsequently commenced its commercial operations and has continuously traded all over India.

#### 2.1 Summary of significant accounting policies

##### a. Basis of preparation

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standard notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

##### b. Use of estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

##### c. Revenue Recognition

Revenue from sale of energy is recognized on the basis of units of energy delivered to consumers and includes unbilled revenues up to the end of the accounting year. Revenue from sale of Renewable Energy Certificates is recognized on the basis of sales to ultimate consumers.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

Dividend income on investments is accounted for when the right to receive the payment is established by balance sheet date.

Profit/ loss on sale of mutual funds are recognized when the title to mutual funds ceases to exist.



## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

#### d. Tangible Fixed Assets

Fixed Assets are stated at cost of acquisition less depreciation. Cost of acquisition is inclusive of freight, insurance, duties, levies, and all incidentals attributable to bringing the asset to its working condition.

Assets under installation or under construction as at the balance sheet date are shown as Capital Work in Progress.

#### e. Intangible Assets

Computer software where the estimated useful life is one year or less is charged to the profit and loss account in the year of purchase. Computer software purchased by the Company which has an estimated useful life exceeding one year are capitalized.

#### f. Depreciation/Amortization

Depreciation is provided on pro-rata basis on straight-line method at the rates and in the manner specified under Schedule XIV to the Companies Act, 1956, except for assets less than Rs.5,000 which are fully depreciated in the year of acquisition. Depreciation on adjustments to the historical cost of the assets on account of foreign exchange fluctuations is provided prospectively over the residual useful life of the asset.

#### g. Leases

##### As lessee:

Finance leases, which effectively transfer to the Group substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalized.

A leased asset is depreciated on a straight-line basis over the useful life of the asset or the useful life envisaged in Schedule XIV to the Companies Act, 1956, whichever is lower. However, if there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset, the lease term or the useful life envisaged in Schedule XIV to the Companies Act, 1956.

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognized as an expense in the profit and loss account on a straight-line basis over the lease term.



## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

#### As lessor:

Leases in which the Company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income is recognized in the profit and loss account on a straight line basis over the lease term. Costs including depreciation are recognized as an expense in profit and loss account. Initial direct cost such as legal cost, brokerage cost etc. are recognized immediately in the profit and loss account.

#### h. Borrowing Costs

Borrowing cost that is directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are recognized as an expense in the year in which they are incurred.

#### i. Investments

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments. All other investments are classified as non-current investments.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Non-current investments are carried at cost. However, provision for diminution in value, is made to recognize a decline other than temporary in the value of the investments. Cost of acquisition is inclusive of expenditure incidental to acquisition.

#### j. Foreign Currency Transactions

All foreign currency transactions are accounted for at the exchange rates prevailing on the date of such transactions.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange differences in respect of accounting periods commencing on or after December 07, 2006, arising on reporting of long-term foreign currency monetary items at rates different from those at which they were initially recorded during the period, or reported in previous financial statements, in so far as they relate to the acquisition of a depreciable capital asset, are added to or deducted from the cost of the asset and are depreciated over the balance life of the asset, and in other cases, are accumulated in a "Foreign Currency



## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

Monetary Item Translation Difference Account" in the enterprise's financial statements and amortized over the balance period of such long-term asset.

All other monetary assets and liabilities denominated in foreign currency are restated using the closing rate and all exchange gains/ losses arising there from are adjusted to the Profit and Loss account except, those covered by forward contracted rates (not intended for trading or speculation), where the premium or discount arising at the inception of such forward exchange contract is amortized as expense or income over the life of the contract.

#### k. Retirement and other employee benefits:

##### a) Defined Contribution Plan:

Retirement benefits in the form of provident fund and superannuation fund are defined contribution plans. The monthly contributions to the said funds are charged to the statement of profit and loss for the year when the contributions are due. The Company has no further obligations under such plans beyond its contributions.

##### b) Defined Benefit Plan:

The liability towards defined benefit plans as at the reporting date is provided for on the basis of actuarial valuation carried out at each year-end using the projected unit credit method. Actuarial gains and losses comprise of experience adjustments and the effect of changes in the actuarial assumptions and are recognized in full in the period in which they occur in the statement of profit and loss.

##### c) Other Long Term Employee Benefits:

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

##### d) Short Term Employee Benefits:

Accumulated leave which is expected to be utilized within the next 12 months is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

#### l. Income Taxes

Tax expense comprises of current and deferred taxes. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India.

Deferred income 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. Deferred tax is measured on the tax rate and tax laws that have been enacted or substantively enacted by the balance sheet date.



## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

#### m. Earnings Per Share

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

Diluted earnings per share, if any, is computed by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of shares outstanding during the year adjusted for the effects of all dilutive potential equity shares.

#### n. Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal / external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. Reversal of impairment loss is recognized immediately as income in the Statement of Profit and Loss.

#### o. Cash and Cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.





## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

#### p. Provisions

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

#### q. Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. The company does not recognize a contingent liability but discloses its existence in the financial statements.

#### 21. a) Presentation and disclosure of financial statements

During the year ended 31<sup>st</sup> March 2012, the revised Schedule VI notified under the Companies Act 1956 has become applicable to the company for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosures made in the financial statements and the same has been adopted by the Company. The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

#### b) Measurement of EBITDA

As permitted by the Guidance Note on Revised Schedule VI to the Companies Act, 1956, the company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. The company measures EBITDA on the basis of profit/(loss) from continuing operations. In its measurement, the company does not include depreciation and amortization expense, finance costs and tax expense.

#### 22. Earnings per share (EPS)

The following reflects the profit and share data used in the EPS computations:

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Profit/(loss) after tax for calculation of basic EPS (A)	286.53	560.61
	<b>No. In Lakhs</b>	<b>No. In Lakhs</b>
Weighted average number of equity shares in calculating basic EPS (B)	520.00	520.00
<b>Basic EPS (A/B) (Rs.)</b>	<b>0.55</b>	<b>1.08</b>

Since the Company does not have any diluted securities, the basic and diluted earnings per share are the same





## GMR Energy Trading Limited

Notes to financial statements for the year ended 31 March 2012

### 23. Gratuity and other post-employment benefit plans

Effective April 1, 2007, the company has adopted Accounting Standard 15(Revised) on "Employee Benefits" issued by the Institute of Chartered Accountants of India. Pursuant to the adoption, the transitional obligation of the company on account of defined contribution plans and defined benefit plans has been recognized in the opening balance of the general reserve.

#### a) Defined contribution plan

Contribution to Provident and other funds under Generation and operating expenses (Nil) and Administration and other expenses (Schedule 12) are as under:

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Contribution to provident fund	6.88	3.48
Contribution to superannuation fund	3.50	1.75

#### b) Defined benefit plan

As per the scheme, an employee who has completed five years or more of service gets gratuity equivalent to 15 days salary (last drawn salary) for each completed year of service.

The following tables summaries the components of net benefit expense recognized in the Profit and Loss account and the funded status and amounts recognized in the Balance Sheet for gratuity benefit.

### Statement of profit and loss

Net employee benefit expense recognized in the employee cost

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Current Service Cost	1.04	0.71
Interest cost on benefit obligation	0.16	0.13
Expected return on plan assets	(0.40)	(0.18)
Net Actuarial (gain)/loss recognized in the year	1.39	(0.42)
<b>Net benefit expense</b>	<b>2.18</b>	<b>0.24</b>
Actual return on plan assets	0.49	0.20



## GMR Energy Trading Limited

Notes to financial statements for the year ended 31 March 2012

### Balance Sheet

Benefit asset/liability

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Defined Benefit Obligation	4.66	1.98
Fair value of plan assets	5.77	3.34
Less: Unrecognized past service cost	-	-
<b>Plan Asset/(liability)</b>	<b>1.11</b>	<b>1.36</b>
Current liability	-	-
Non-Current Asset/(liability)	<b>1.11</b>	<b>1.36</b>

Changes in the present value of the defined benefit obligation are as follows:

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Opening Defined Benefit Obligation	1.98	1.60
Interest cost	0.16	0.13
Current service cost	1.04	0.71
Benefits Paid	-	0.05
Actuarial (gains)/losses on obligation	1.48	(0.40)
Closing defined benefit obligation	<b>4.66</b>	<b>1.98</b>

Changes in the fair value of plan assets are as follows:

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Opening Fair Value of Plan Assets	3.34	1.27
Expected Return	0.40	0.18
Contributions by employer	1.94	1.93
Benefits Paid	-	(0.05)
Actuarial Gains/(losses)	0.09	0.02
Closing fair value of plan assets	<b>5.77</b>	<b>3.34</b>

The Group expects to contribute Rs. 8,434 (2011-12: Rs. 1.50 Lakhs) towards gratuity fund in 2012-2013.

The major category of plan assets as a percentage of the fair value of total plan assets are as follows:

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Investments with insurer managed funds	100%	100%



## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

The principal assumptions used in determining gratuity obligation:

	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Discount Rate	8.5%	8%
Expected Return on Assets	9.4%	9.4%
Salary Escalation Rate	6%	6%
Mortality Rate	LIC (1994-96) Ultimate	LIC (1994-96) Ultimate
Withdrawal Rate	5%	5%

	Gratuity		
	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)	31st March 2010 (Rs. In Lakhs)
Defined benefit Obligation	4.66	1.98	1.60
Plan Assets	5.77	3.34	1.27
Surplus/(deficit)	1.11	1.36	(0.33)
Experience adjustment on plan liabilities	(1.78)	(0.45)	(0.07)
Experience adjustment on plan assets	0.09	0.09	0.01
Actuarial Gain/(Loss) due to change on assumptions	0.30	-	-

- e) Liability towards leave encashment based on actuarial valuation amounts to Rs. 9.17 Lakhs as at March 31, 2012 (March 2011: Rs. 4 Lakhs)

#### 24. Related Party Disclosures

##### Names of related parties and related party relationship:

##### Related Parties where control exists:

Holding Company	GMR Infrastructure Limited (GIL)
Ultimate Holding Company	GMR Holdings Private Limited (GHPL)
Fellow Subsidiaries	GMR Energy Limited GMR Power Corporation Limited GMR Vemagiri Power Generation Limited GMR (Badrinath) Hydro Power Generation Private Limited GMR Mining and Energy Private Limited GMR Kamalanga Energy Limited



## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

	<p>GMR Consulting Services Private Limited GMR Rajahmundry Energy Limited SJK Powergen Limited GMR Coastal Energy Private Limited GMR BajoliHoli Hydropower Private Limited GMR Chhattisgarh Energy Limited GMR Londa Hydropower Private Limited GMR Kakinada Energy Private Limited(Erstwhile Londa Hydro Power Private Limited) EMCO Energy Limited GMR Gujarat Solar Power Private Limited (Erstwhile GMR Campus Private Limited) Badrinath Hydro Power Generation Private Limited Himtal Hydro Power Co. Private Limited GMR Upper Karnali Hydro Power Public Limited GMR Energy (Mauritius) Limited GMR Lion Energy Limited GMR Energy (Cyprus) Ltd GMR Energy (Netherlands) BV PT DwikaryaSejatiUtma PT Duta SaranaInternusa PT Barasentosa Lestari PT Unsoco Karnali Transmission Company Pvt. Ltd. Marsyangdi Transmission Company Pvt. Ltd. GMR Maharashtra Energy Limited GMR Bundelkhand Energy Private Limited GMR Uttar Pradesh Energy Private Limited Homeland Energy Group Ltd Homeland Energy Corp. Homeland Mining &amp; Energy SA (Pty) Limited Homeland Energy (Swaziland) (Pty) Limited Homeland Coal Mining (Pty) Limited Homeland Mining and Energy (Botswana) (Pty) Limited Wizard Investments (Pty) Limited Corp331 (Pty) Limited Ferret Coal Holdings (Pty) Limited Ferret Coal (Kendal) (Pty) Limited Manoka Mining (Pty) Limited GMR Hosur Energy Limited GMR Indo-Nepal Energy Links Limited GMR Indo-Nepal Power Corridors Limited Aravali Transmission Service Company Limited Maru Transmission Service Company Limited GMR Renewable Energy Limited GMR Power Infra Limited GMR Coal Resources PTE. Limited</p>
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## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

	GMR Krishnagiri SEZ Limited
	Advika Properties Private Limited
	Aklima Properties Private Limited
	Amartya Properties Private Limited
	Baruni Properties Private Limited
	Camelia Properties Private Limited
	Eila Properties Private Limited
	Gerbera Properties Private Limited
	Lakshmi Priya Properties Private Limited
	Honeysuckle Properties Private Limited
	Idika Properties Private Limited
	Krishnapriya Properties Private Limited
	Nadira Properties Private Limited
	Prakalpa Properties Private Limited
	Purnachandra Properties Private Limited
	Shreyadita Properties Private Limited
	Sreepa Properties Private Limited
	Bougainvillea Properties Private Limited
	GMR SEZ & Port Holdings Private Limited (erstwhile GMR Oil & Natural Gas Private Limited)
	Deepesh Properties Pvt Ltd
	Padmapriya Properties Pvt Ltd
	Kakinada SEZ Private Limited
	Larkspur Properties Private Limited
	Pranesh Properties Private Limited
	Radhapriya Properties Private Limited
	GMR Highways Limited
	GMR TuniAnakapalli Expressways Private Limited
	GMR TambaramTindivanam Expressways Private Limited
	GMR Ambala Chandigarh Expressways Private Limited
	GMR Jadcherla Expressways Private Limited
	GMR Pochanpalli Expressways Limited
	GMR Ulundurpet Expressways Private Limited
	GMR Hyderabad Vijayawada Expressways Private Limited
	GMR OSE Hungund Hospet Highways Private Limited
	GMR Chennai Outer Ring Road Private Limited
	GMR Kishangarh Ahmedabad Expressways Private Limited
	GMR Kishangarh Udaipur Ahmedabad Expressways Limited
	Delhi International Airport Private Limited
	Delhi Aerotropolis Private Limited
	East Delhi Waste Processing Co. Private Limited
	GMR Airports Holding Limited
	GMR Airport (Global) Limited
	GMR Hyderabad International Airport Ltd
	Gateways for India Airports Private Limited
	Hyderabad Menzies Air Cargo Private Limited
	GMR Hyderabad Aerotropolis Limited





## GMR Energy Trading Limited

### Notes to financial statements for the year ended 31 March 2012

	<p>GMR Hyderabad Airport Resource Management Limited GMR Hyderabad Aviation SEZ Limited GMR Hyderabad Multiproduct SEZ Limited Hyderabad Airport Security Services Limited Hyderabad Duty Free Retail Limited GMR Hotels and Resorts Limited GMR Airport Handling Services Company Limited GMR Airport Developers Limited GADL (Mauritius) Limited GADL International Limited Asia Pacific Flight Training Academy Limited GMR Male International Airport Private Limited GMR Malé Retail Private Limited Dhruvi Securities Private Limited GMR Corporate Center Limited GMR Aviation Private Limited GMR Corporate Affairs Private Limited GMR Business Process And Services Private Limited GMR Infrastructure ( Mauritius) Limited GMR Infrastructure ( UK) Limited GMR Infrastructure (Singapore) PTE. Limited Island Power Intermediary PTE. Ltd GMR Energy (Singapore) Pte. Ltd. (Earlier known as Island Power Company PTE Ltd) GMR Supply (Singapore) Pte. Ltd. (Earlier Known as Island Power Supply PTE Ltd) GMR Infrastructure (Cyprus) Limited GMR Infrastructure (Global) Limited GMR Energy (Global) Limited GMR Infrastructure Overseas Sociedad Limitada GMR International (Malta) Limited GMR Energy Projects (Mauritius) Limited GMR Infrastructure Overseas Limited Raxa Securities Services Limited</p>
Key Management Personnel	Mr. Sunil Agrawal – Director & Manager
Entities where the Key Management Personnel of the company(or its parent) have significant influence	GMR Family Fund Trust



## GMR Energy Trading Limited

Notes to financial statements for the year ended 31 March 2012

### Related parties with whom transactions have taken place during the year

Holding Company	GMR Infrastructure Limited (GIL)
Ultimate Holding Company	GMR Holdings Private Limited (GHPL)
Fellow Subsidiaries	GMR Energy Limited GMR Bannerghatta Properties Pvt Ltd GMR Corporate Affairs Private Limited GMR Rajahmundry Energy Limited Raxa Securities Services Limited GMR Renewable Energy Limited
Entities where the Key Management Personnel of the company (or its parent) have significant influence	GMR Family Fund Trust

### Related Party Transactions:

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

#### a) Purchase of goods

(Rs. In Lakhs)

	Year Ended	Purchase of Energy	Purchase of REC	Amount owed to related parties *
<b>Fellow Subsidiaries</b>				
GMR Energy Ltd	31st March 2012	45,391.09	-	10,858.88
	31st March 2011	37,306.59	-	9,779.78
GMR Renewable Energy Ltd	31st March 2012	-	26.03	-
	31st March 2011	-	-	-

\* The amount is classified as trade payables

#### b) Loans taken and repayment thereof

(Rs. In Lakhs)

	Year Ended	Loans taken	Loans Repaid
<b>Fellow Subsidiaries</b>			
GMR Energy Ltd	31st March 2012	50	50
	31st March 2011	-	-





**GMR Energy Trading Limited**

Notes to financial statements for the year ended 31 March 2012

**c) Deposits made**

(Rs. In Lakhs)

	Year Ended	Rental Deposit	Security Deposit
<b>Fellow Subsidiaries</b>			
Raxa Securities Services Ltd	31st March 2012	-	7.55
	31st March 2011	-	-
<b>Entities where the Key Management Personnel of the company(or its parent) have significant influence</b>			
GMR Family Fund Trust	31st March 2012	197.15	-
	31st March 2011	-	-

**d) Amounts Recoverable**

(Rs. In Lakhs)

	Year Ended	Advance
<b>Ultimate Holding Company</b>		
GMR Holdings Pvt Ltd	31st March 2012	40.81
	31st March 2011	-

**e) Expenditure**

(Rs. In Lakhs)

	Year Ended	Rent	Security Charges	Rates and Taxes	Consultancy Charges	Interest
<b>Holding and Ultimate Holding Companies</b>						
GMR Infrastructure Ltd	31st March 2012				22.06	
	31st March 2011				-	
GMR Holdings Pvt Ltd	31st March 2012			17.28		
	31st March 2011			-		
<b>Fellow Subsidiaries</b>						
GMR Bannerghata Properties	31st March 2012	72.65				
	31st March 2011	101.00				
GMR Corporate Affairs Pvt Ltd	31st March 2012	1.65				
	31st March 2011	-				



**GMR Energy Trading Limited**

**Notes to financial statements for the year ended 31 March 2012**

Raxa Securities Services Ltd	31st March 2012	-	24.97			
	31st March 2011	-	6.60			
GMR Energy Ltd	31st March 2012					0.03
	31st March 2011	-	-	-	-	-
GMR Rajahmundry Energy Ltd	31st March 2012	-	-	-	-	-
	31st March 2011					0.22
<b>Entities where the Key Management Personnel of the company (or its parent) have significant influence</b>						
GMR Family Fund Trust	31st March 2012	34.40				
	31st March 2011	-				

**f) Income**

(Rs. In Lakhs)

	Year Ended	Open Access Charges Recovered
<b>Holding Companies</b>		
GMR Energy Ltd	31st March 2012	273.09
	31st March 2011	-

\* Transactions and outstanding balances in the nature of reimbursement of expenses incurred by one company on behalf of the other have not been considered above.

**25. Leases**

**Finance Lease: Nil**

**Operating Lease: Company as lessee**

The Company has entered into certain cancelable operating lease agreements mainly for office premises and Guest House. The lease rentals charged during the year as per the agreement are as follows:

Particulars	31st March 2012 (Rs. In Lakhs)	31st March 2011 (Rs. In Lakhs)
Lease Rentals under cancelable leases	127.01	119.54
Lease Rentals under non-cancelable leases	-	-



## GMR Energy Trading Limited

Notes to financial statements for the year ended 31 March 2012

### 26. Deferred Tax

In compliance with the Accounting Standard 22 relating to "Accounting for taxes on Income" issued by the Institute of Chartered Accountants of India, the Company has deferred tax asset (net) amounting to Rs. 57,553 arising out of timing differences between the profit as per financial statements and the profit computed for income tax purpose.

As a matter of prudence the deferred tax assets are not recognized in the books of accounts.

### 27. Capital Commitments - Nil

### 28. Segment Reporting

The Company's business relates primarily to trading of power. As the basic nature of the activities is governed by the same set of risks and returns, these have been grouped as a single business segment. Accordingly, separate reporting disclosures as envisaged in Accounting Standard 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India are not applicable to the present activities of the Company.

### 29. Expenditure in Foreign Currency- Nil


### 30. Value of imports calculated on CIF basis- Nil

For and on behalf of  
Girish Murthy & Kumar  
Chartered Accountants

  
A V Satish Kumar  
Partner



For and on behalf of the Board

  
Sunil Agrawal  
Director

  
Ashis Basu  
Director

Place : Bangalore  
Date : 14.05.2012

  
Raja Karthik S  
Company Secretary

