



UBS & Company

Chartered Accountants

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INDEPENDENT AUDITORS' REPORT

To the Members of

MANDAKINI EXPLORATION AND MINING LIMITED
(Formerly known as Jindal Counsellor Limited)

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Mandakini Exploration And Mining Limited (Formerly known as Jindal Counsellor Limited)**, which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.



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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) in the case of the Statement of Profit and Loss, loss for the year ended on that date;
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.



c) the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, 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 Auditors' Report in accordance with Rule 11 of the Companies (Audit & Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) The Company does not have any pending litigations which would impact its financial position.

(ii) The Company did not have any long term contracts including derivatives 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.

FOR UBS & COMPANY
Chartered Accountants
Firm Reg. No. 012351N



(BHIMRAJ AGARWAL)
PARTNER
Membership No. 090909



Place: New Delhi

Dated: 17/08/2016

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

- (i) The Company has no fixed assets, hence clause 3(ia), (b) & (c) of the Order are not applicable to the Company.
- (ii) The Company has no inventories, hence, the provisions of clauses 3(ia) & (b) of the Order are not applicable to the Company.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- (v) As per explanations and information given to us, the Company has not accepted or renewed deposits from public during the year hence the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) The Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 Companies Act 2013 for the industries the Company belong to.
- (vii) According to the information and explanations given to us, in respect of statutory dues and other dues.
 - a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues, including provident fund, employees’ state Insurance, Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Service Tax, cess and other material statutory dues applicable to it and there is no arrears as on 31, March 2016 for period of more than six months from the date they became payable.
 - b) According to the information and explanation given to us, there are no disputed statutory dues, which have not been deposited.



- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- (x) According to the information and explanation given to us, no 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) Based upon the audit procedures performed and the information and explanations given by the management, the company has not paid or provided the managerial remuneration, therefore, the provisions of clause 3(xi) of the order are not applicable to the company.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.



(xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

FOR UBS & COMPANY
Chartered Accountants
Firm Reg. No. 012351N



(BHIMRAJ AGARWAL)
PARTNER
Membership No. 090909



Place: New Delhi

Dated : 17/8/2016

“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of Mandakini Exploration And Mining Limited (Formerly known as Jindal Counsellor Limited)

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

We have audited the internal financial controls over financial reporting of Mandakini Exploration And Mining Limited (Formerly known as Jindal Counsellor Limited) (“the Company”) as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.


Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting 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, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR UBS & COMPANY
Chartered Accountants
Firm Reg. No. 012351N


(BHIMRAJ AGARWAL)
PARTNER
Membership No. 090909



Place: New Delhi

Dated : 17/08/2016

MANDAKINI EXPLORATION & MINING LTD.
(formerly known as Jindal Counsellor Ltd.)
BALANCE SHEET AS AT 31st MARCH 2016

Particulars	Note No.	As at 31.03.2016		As at 31.03.2015	
		Rs.	Rs.	Rs.	Rs.
I. EQUITY AND LIABILITIES					
(1) Shareholders' Funds					
(a) Share Capital	2	5,00,000		5,00,000	
(b) Reserves and Surplus	3	(1,44,878)		(96,515)	
			3,55,122		4,03,485
(2) Current Liabilities	4				
(a) Short term borrowings		45,99,93,295		44,29,80,795	
(b) Other current liabilities		7,72,90,676		81,77,758	
			53,72,83,971		45,11,58,553
TOTAL			53,76,39,093		45,15,62,038
II. ASSETS					
(1) Non Current Assets	5				
Capital work in progress		6,52,15,185		62,11,860	
			6,52,15,185		62,11,860
(2) Current Assets					
(a) Cash and cash equivalents	6	46,90,26,272		44,48,61,232	
(b) Short term loans and advances	7	33,97,636		4,88,946	
			47,24,23,908		44,53,50,178
TOTAL			53,76,39,093		45,15,62,038

The notes attached form an integral part of the Balance Sheet


As per our report of even date annexed
For UBS & Company
Chartered Accountants
FRN : 012351N


(Bhimraj Agarwal)
Partner
Membership No.090909
Place: New Delhi
Date: 17.08.2016



For and on behalf of the Board


Punit Gupta
Director
DIN No.00011483


Sunil Kumar Agarwal
Director
DIN No.00449686



MANDAKINI EXPLORATION & MINING LTD.
(formerly known as Jindal Counsellor Ltd.)
PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH 2016

Particulars	Note No.	for the Period of 31.03.2016 Rs.	for the Period of 31.03.2015 Rs.
I Other Income	8	21,582	-
II Total revenue		21,582	-
III Expenses			
Other expenses	9	69,945	96,515
Total Expenses		69,945	96,515
IV Profit Before Tax		(48,363)	(96,515)
V Profit/(Loss) for the period		(48,363)	(96,515)
VI Earning per equity share:			
(1) Basic	10	(0.97)	(1.93)
(2) Diluted		(0.97)	(1.93)

The notes attached form an integral part of the Statement of Profit and Loss

As per our report of even date annexed
For UBS & Company
Chartered Accountants
FRN : 012351N

(Bhimraj Agarwal)
Partner
Membership No.090909
Place: New Delhi
Date: 17.08.2016



For and on Behalf of the Board


Punit Gupta
Director
DIN No.00011483


Sunil Kumar Agarwal
Director
DIN No.00449686

MANDAKINI EXPLORATION AND MINING LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

Particulars	For the year ended 31st March 2015	For the year ended 31st March 2015
	[Rs in Lacs]	[Rs in Lacs]
Net Profit/(Loss) before Extraordinary Items and Tax	(48,363)	(96,515)
Operating profit /(loss) before working capital changes	(48,363)	(96,515)
Changes in working capital :		
Adjustment for (increase)/decrease in operating assets		
Current assets	-	-
Other Non current assets	-	-
Other current assets	7,168	(4,88,946)
	7,168.00	(4,88,946.00)
Adjustment for increase/(decrease) in operating liabilities		
Trade payable	-	-
Other long term liabilities	-	-
Other long term provisions	-	-
Other current liabilities	1,13,30,421	8,17,789
Short -term provisions	5,77,82,497	73,59,969
	6,91,12,918	81,77,758
Net income tax(paid)/refunds	(29,15,858)	-
Net Cash flow from /(used in) operating activities(A)	6,61,55,865	75,92,297
Cash Flow form Investing Activities		
Purchase of tangible & intangible assets	-	-
Change in capital work in progress	(5,90,03,325)	(62,11,860)
- Net proceeds from sale/(purchase) of current investments	-	-
- Net proceeds from sale/(purchase) of non current investments	-	-
- Interest Received	-	-
Net Cash flow from/(used in) Investing Activities(B)	(5,90,03,325)	(62,11,860)
Cash Flow from Financing Activities		
Proceeds from issue of equity shares	-	5,00,000
Share application money received /(refunded)	-	-
Proceeds from long term borrowings	-	-
Net increase/(Decrease) in short term borrowings	1,70,12,500	44,29,80,795
Share issue expenses	-	-
Net Cash Flow from /(used in) Financing Activities (C)	1,70,12,500	44,34,80,795
Net Increase /(decrease) in Cash and Cash Equivalents (A+B+C)	2,41,65,040	44,48,61,232
Cash and cash equivalents at the beginning of the year	44,48,61,232	-
Cash and cash equivalents at the end of the year	46,90,26,272	44,48,61,232

Notes: Figures in bracket represent cash outflow.

As per our report of even date annexed
For UBS & Company
Chartered Accountants
FRN : 012351N

(Bhimraj Agarwal)
Partner
Membership No.090909
Place: New Delhi
Date: 17.08.2016



For and on behalf of the Board

Punit Gupta
Director
DIN No.00011483

Sunil Kumar Agarwal
Director
DIN No.00449686

MANDAKINI EXPLORATION & MINING LTD.
(formerly known as Jindal Counsellor Ltd.)

NOTES TO FINANCIAL STATEMENTS

Note 1. Background

Mandakini Exploration and Mining Ltd. ('the Company') was incorporated in India on 03.06.2014 in the name of Jindal Counsellor Ltd. Later on the name of the company was changed to Mandakini Exploration Ltd. Presently it is the Joint Venture of Jindal India Thermal Power Ltd. and Monnet Power Co. Ltd. ('collectively the Joint Ventures'), each Joint venture partner holding respectively 73:27 of the equity share capital. The primary object of the Company was to participate in the coal mine auction being conducted by the Ministry of Coal for securing coal for the linked End Use power plants. The company, under the Coal Ordinance and the auction of coal mines for the power sector, was declared the successful bidder for Mandakini coal mine on 13.03.2015. Subsequently, the company entered into the Coal Mine Development and Production Agreements on 16.03.2015.

A Writ Petition bearing W.P.(C) No.3787 of 2015 was filed by MEML against Order dated 15.04.2015 wherein Ministry of Power has held that they will be issuing directions for capping Fixed charge component of Electricity Tariff, in respect of power sold under competitive bidding from the Mandakini Coal Mine in respect of which MEML was declared Successful Bidder. The said order is challenged on the following grounds:-

(1) That as per the conditions of Tender Document, the JV Partners owning Power Plant have to sell 85% of the power to DISCOMS under competitive bidding. That there was a condition of passing benefit of fuel cost to the consumers/DISCOMS. However, there was no condition either in the Tender document or the methodology prescribed by the Government that they shall be putting cap on Fixed charge component of Power Tariff. Therefore, we have challenged the said Order dated 15.04.2015 on the ground that it is ex-post facto material change and either the condition be removed or we may be allowed to get out of CMDP Agreement without any obligations or restrictions for future bidding.

(2) The aforesaid Order capping Fixed charge component is also discriminatory and against the principles of competitive bidding under Section 63 of Electricity Act read with Standard Bid Document for sale of power prescribed under Section 63.

In the Interim Order the Hon'ble Delhi High Court has stayed inclusion of Bank Guarantee and payment to be made as per the condition of CMDP Agreement dated 16.03.2015. The matter was heard finally on 22.03.2016 and Order was reserved.

1. Corporate Information

Mandakini Exploration and Mining Ltd. is a public company domiciled in India & incorporated under the provision of the Companies Act. The Company is engaged in Mining business.

2. Basis of Preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements in compliance with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis under the historical cost convention.

3. Significant Accounting Policies

a) Basis of Accounting

The financial statements are prepared under historical cost convention, on accrual basis of accounting in accordance with the provisions of Companies Act, 2013 and in compliance with the Accounting Standards issued by the Institute of Chartered Accountants of India and referred to in Section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 of the Companies Act, 2013 and the Accounting Standard as referred to in sub-section (3C) of section 11 of the Companies Act, 2013.

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 the disclosure of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

(c) i) Fixed assets

1. Tangible assets are carried at historical cost less accumulated depreciation/amortization.

2. Intangible assets are stated at their cost of acquisition less accumulated amortization.

3. Deposits, payments/liabilities made provisionally towards compensation, rehabilitation and other expenses relating to land in possession are treated as cost of land.



MANDAKINI EXPLORATION & MINING LTD.
(formerly known as Jindal Counsellor Ltd.)

NOTES TO FINANCIAL STATEMENTS

ii Project Development Expenditure

Expenditure related to and incurred during implementation of capital projects is included under "Capital Work in Progress" or "Project Development Expenditure" as the case may be. The same is allocated on a systematic basis to the respective fixed assets on completion of construction/ erection of the capital project/ fixed assets. The income, if any related to such project has been netted off with the expenditure incurred.

d) Revenue Recognition

All revenues, costs, duties, assets & liabilities are accounted for on accrual basis.

e) Taxation

The current tax payable in respect of taxable income for the year is charged to revenue. The deferred tax if any on timing differences between taxable income and accounting income subject to consideration of prudence has been provided/created.

f) Other accounting Policies are in accordance with generally accepted accounting principles.

g) Borrowing Cost

Borrowing Cost that are directly attributable to the acquisition of assets has been capitalised as part of the cost of the assets up to the date of such assets is ready for its intended use. All other borrowing cost are charged to revenue in the

h) Earning Per Share

Earning per share is calculated by dividing the net profit of the year attributable to equity share holders by the weighted average number of equity shares outstanding during the year.

Note 2 Share Capital:

Particulars	As on 31.03.2016		As on 31.03.2015	
	Number	Rs in	Number	Rs in
Authorized:				
Equity Share Rs. 10 Each				
At the Begning of The Year	50,000	5,00,000	50,000	5,00,000
Add:-Addition During The Year	-	-	-	-
At the end of The Year	<u>50,000</u>	<u>5,00,000</u>	<u>50,000</u>	<u>5,00,000</u>
Issued, subscribed and fully paid up:				
Equity Share Rs. 10 Each				
At the Begning of The Year	50,000	5,00,000	-	-
Add:-Addition During The Year	-	-	50,000	5,00,000
Total	<u>50,000</u>	<u>5,00,000</u>	<u>50,000</u>	<u>5,00,000</u>

RIGHT,PREFERENCES AND RESTRICTIONS ATTACHED TO SHARES

Equity Shares

The Company has one class of equity shares having a value of Rs.10 each.Each shareholders is eligible for one vote per shares held the dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.In the event of liquidation the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amount in proportion to their share holding.

Other Information:

Particulars of equity share holders holding more than 5% of the total number of equity share capital:

a. Jindal India Thermal Power Ltd.	36,500	73%	36,500	73%
b. Monnet Power Co Ltd.	13,500	27%	13,500	27%

Holding Company

Jindal India Thermal Power Ltd.

Note 3 Reserve & Surplus

Particulars	Current Reporting	Current Reporting Year
Profit & Loss A/c		
At the Begning of The Year	(96,515)	-
Add:-Addition During The Year	(48,363)	(96,515)
At the end of The Year	<u>(1,44,878)</u>	<u>(96,515)</u>



(Handwritten signatures)

MANDAKINI EXPLORATION & MINING LTD.
(formerly known as Jindal Counsellor Ltd.)

NOTES TO FINANCIAL STATEMENTS

Particulars	for the Period of 31.03.2016	for the Period of 31.03.2015	
Note 4 Current liabilities:			
(i) Short term borrowings			
From Corporates			
From Holding Company	45,76,57,500	44,06,45,000	
From Other Company	23,35,795	23,35,795	
	<u>46,99,93,295</u>	<u>44,29,80,795</u>	
(ii) Other current liabilities			
Audit Fees Payable	20,610	13,483	
Interest Payable	6,51,21,294	73,41,091	
TDS Payable	64,21,383	8,17,789	
Service Tax Payable	25,56,485	-	
Expenses Payable	-	4,833	
Sundry Creditors	31,70,904	562	
	<u>7,72,90,676</u>	<u>81,77,758</u>	
Note 5 Capital Work in Progress			
i) Assets under Construction including Preoperative exp.*	6,52,15,185	62,11,860	
	<u>6,52,15,185</u>	<u>62,11,860</u>	
*Statement of Assets under Construction given Below.			
	Opening as on 31.03.2015	Incurred During the Year	Pending Allocation As at 31.03.2016
PARTICULARS			
Bank charges	23,09,884	67,45,847	90,55,731
Legal & Professional Charges	35,312	2,16,80,680	2,17,15,992
Rate & Taxes	5,00,000	-	5,00,000
Reimbursement	20,000	-	20,000
Interest on Loan	81,43,138	6,42,13,853	7,23,56,991
Finance Procurement Exp	-	3,18,000	3,18,000
TOTAL Expenses	1,10,08,334.0	9,29,58,380	10,39,66,714
Less:-Interest received from FDR	(47,96,474.0)	(3,39,55,055)	(3,87,51,529)
TOTAL	62,11,860	5,90,03,325	6,52,15,185
Note 6 Cash and cash equivalents:			
i) Balances with banks			
in current account	15,95,205	79,89,714	
in Fixed Deposit account against Margin Money (Having Maturity less than 1 year)	46,74,31,067	43,68,71,518	
ii) Cash in hand	-	-	
	<u>46,90,26,272</u>	<u>44,48,61,232</u>	
Note 7 Short Term Advances			
Advance to Vendor	-	4,838	
Advance to Others	2,130	4,460	
Advance Tax	33,95,506	4,79,648	
	<u>33,97,636</u>	<u>4,88,946</u>	
Note 8 Revenue From Operation			
Income From Operation	-	-	
Other Income	21,582	-	
	<u>21,582</u>	<u>-</u>	
Note 9 Other expenses:			
i) Payment to the auditors			
- as auditor	20,610	13,483	
- for other services	-	-	
ii) Filing fee	15,000	6,200	
iii) Preliminary Exp.	-	59,732	
iv) Printing & Stationery	-	4,833	
v) Interest on TDS	34,330	12,267	
vi) Misc Exp.	5	-	
	<u>69,945</u>	<u>96,615</u>	
Note 10 Earnings per share:			
Profit for the year after tax expense	(48,363)	(96,515)	
Less:			
Preference dividend payable including dividend tax	-	-	
	<u>(48,363)</u>	<u>(96,515)</u>	
Weighted average number of equity shares	50,000	50,000	
Earning per share-Basic/ Diluted	(0.97)	(1.93)	



[Handwritten Signature]

MANDAKINI EXPLORATION & MINING LTD.
(formerly known as Jindal Counsellor Ltd.)

- Note 11 Contingent Liabilities**
Guarantee issued by the Company's bankers on behalf of Company of Rs.432554692/-in favour of "Nominated Authority" under the Coal Mines (Special Provisions) Act 2014, and Guarantee extended upto 11.04.2016.
- Note 12** There is no liability outstanding as on 31.03.2015 due to Small Scale and medium enterprises as defined under The Micro Small and Medium Enterprises Development Act 2006.
- Note 13 Deferred Tax**
As per the Prudential Policy of Accounting Standard 22 "Accounting of Taxes on Income" issued by The Institute of Chartered Accountant of India, the management is of the View to not create Deferred Tax Assets on Losses because there is no certainty for future income.
- Note 14** Disclosures as required by Accounting Standard-18 "Related Party Disclosure" issued by the Institute of Chartered Accountants of India are as follows :

List of Related Parties

- a) Holding Company**
ii) Jindal India Thermal Power Ltd.
- b) Ultimate Holding Company**
i) Jindal Photo Ltd.
- c) Fellow Subsidiary**
i. Opus Propbuild Pvt. Ltd.
ii. Opus Conbuild Pvt. Ltd.
iii. Xeta Properties Pvt. Ltd.
iv. Consolidated Mining Ltd.
v. Hindustan Powergen Ltd.
vi. Jindal Solar Powertech Ltd.
vii. Jindal Imaging Ltd.
viii. Comet Venture Ltd.
ix. Jindal Photo Imaging Ltd.
x. Edward Supply Pvt.Ltd.
xi. Jindal Operation and Maintenance Ltd.
- d) Key Managerial Person**
i) Mr. Punit Gupta
ii) Mr. Amit Jain
iii) Mr. Sunil Kumar Agarwal
iv) Mr. Amitabh Sharma Mudgal

e) Details of Transactions with related parties are as follows:

Transactions	Referred to in	Referred to in	Referred to in	Referred to in	Total	Total
	(a) above 31.03.2016	(a) above 31.03.2015	(b,c & d) above 31.03.2016	(b,c & d) above 31.03.2015	31.03.2016	31.03.2015
Share Capital received	-	5,00,000	-	-	-	5,00,000
Loan Received	1,70,00,000	44,06,45,000	-	-	1,70,00,000	44,06,45,000
Funds Received against Expenses	31,81,340	-	-	-	31,81,340	-
Total outstanding	46,08,26,340	44,06,45,000	-	-	46,08,26,340	44,06,45,000

- Note 15** Additional Information required under Part-II of Schedule VI of Companies Act, 2013 are not applicable, as the Company has not carried on any Commercial Activity.
- Note 16** Figure for the previous year have been regrouped/re-arrange/reclassified/recasted wherever considered necessary to confirm to this year classification.
- Note 17** Figures have been rounded off to nearest rupee.

As per our report of even date annexed
For UBS & Company
Chartered Accountants
FRN : 012351N

(Bhimraj Agarwal)
Partner
Membership No.090909



For and on Behalf of the Board

(Signature of Punit Gupta) *(Signature of Sunil Kumar Agarwal)*

Punit Gupta
Director
DIN No.00011483

Sunil Kumar Agarwal
Director
DIN No.00449686

Place: New Delhi
Date: 17.08.2016