

Shah Gupta & Co.

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To the Members of **JSW Energy (Bengal) Limited**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **JSW Energy (Bengal) Limited** ("the Company"), which comprise the balance sheet as at March 31, 2019, and the statement of Profit and Loss, statement of cash flows and statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. (hereinafter referred to as the 'financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, the losses and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Material uncertainty related to going concern

We draw attention to the following Notes 20(a) in the financial statements, which indicates that the project activities at Salboni of district Paschim Medinipur in West Bengal being put on hold due reason stated in note 20(a). These events or conditions, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

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

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.



Management Responsibilities for the Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements:

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters.

We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements


1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of 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 it appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss, Statement of Cash Flows 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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) The going concern matter described under the Material uncertainty related to going concern paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
 - (f) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164(2) of the Act;
 - (g) With respect to the adequacy of the Internal financial controls over financial reporting the Company and operative effectiveness of such controls, refer to our separate report in "**Annexure B**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (h) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of the sub-section 16 of Section 197 of the Act, as amended;



In our opinion and to the best of our information and according to the explanations given to us, the provisions of Section 197 of the Act is not applicable to the Company.

- (i) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations on its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2019 for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

For **SHAH GUPTA & Co.**
Chartered Accountants
Firm Registration No.: 109574W


Vipul K. Choksi
Partner
Membership No. 37606



Place: Kolkata
Date: April 26, 2019

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the financial statements of the Company for the year ended March 31, 2019:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
(b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified on yearly basis. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
(c) In our opinion and according to information and explanations given to us and on the basis of an examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- 2) There was no inventory held by the company. Accordingly, the provisions of clause 2 (a) & (b) of the Order are not applicable to the Company.
- 3) According to the information and explanations given to us, 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 (ii) (a) and (b) of the Order are not applicable to the Company.
- 4) In our opinion and according to information and explanations given to us, the Company has complied with provisions of Section 185 and 186 of the Companies Act, 2013 in respect of investments made by the Company.
- 5) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.
- 7) (a) According to the information and explanations given to us and on the basis of our examination of the books of account and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. However, the Company is in process of obtaining registration under the Goods and Service Tax Law. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2019 for a period of more than six months from the date on which they become payable.
(b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, Goods and Service Tax, Duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not taken any loans either from banks, financial institutions or from the Government and has not issued any debentures.
- 9) 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.



- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) The company have not paid managerial remuneration during the year. Accordingly, clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- 12) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Therefore, the provisions of clause 4 (xii) of the Order is not applicable to the Company.
- 13) 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.
- 14) 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.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, 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 to the Company.
- 16) In our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For **SHAH GUPTA & Co.**
Chartered Accountants
Firm Registration No.: 109574W

Vipul K. Choksi

Vipul K. Choksi
Partner
Membership No. 37606



Place : Kolkata
Date : April 26, 2019

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF JSW ENERGY (BENGAL) LIMITED

Report on the internal financial controls under clause (f) 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 **JSW Energy (Bengal) Limited** ("the Company") as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (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 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 auditors' judgment, 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.



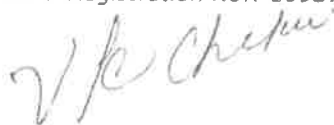
Inherent Limitations of Internal Financial Controls over Financial Reporting

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, 2019, 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 **SHAH GUPTA & Co.**
Chartered Accountants
Firm Registration No.: 109574W



Vipul K. Choksi
Partner
Membership No. 37606



Place: Kolkata
Date: April 26, 2019



JSW ENERGY (BENGAL) LIMITED
BALANCE SHEET AS AT 31st MARCH, 2019

(In Rupees)

Particulars	Note No.	As at 31.03.2019	As at 31.03.2018
I. ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	3(a)	1,34,89,747	1,35,86,717
(b) Capital work-in-progress	4	2,36,62,938	2,36,62,938
(c) Other Intangible Assets	3(b)	0	7,522
(d) Financial Assets:			
(i) Non-current Investment	5	64,20,40,000	63,93,90,000
(ii) Long-term loans and advances	6	28,18,87,950	28,18,87,950
(iii) Others	7	-	3,00,01,261
(e) Other non-current assets	8	1,14,000	1,14,000
Total non current assets		96,11,94,635	98,86,50,388
Current Assets			
(a) Financial Assets:			
(i) Current Investments	9	3,08,06,408	-
(ii) Cash and cash equivalents	10	2,38,030	1,33,796
(iii) Short term loans and advances	11	512	520
Total current assets		3,10,44,946	1,34,316
Total Assets		99,22,39,581	98,87,84,704
II. EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	12	29,86,00,000	29,46,00,000
(b) Other equity	13	(6,03,83,075)	(6,00,58,132)
Total equity		23,82,16,925	23,45,41,868
Liabilities			
Current liabilities			
(a) Financial liabilities:			
(i) Other financial liabilities	14	75,40,12,348	75,42,35,033
(b) Other current liabilities	15	9,205	7,803
(c) Current tax liabilities (net)	16	1,103	-
Total current liabilities		75,40,22,656	75,42,42,836
Total Equity and Liabilities		99,22,39,581	98,87,84,704
Significant Accounting Policies and other notes	1,2,20 & 21		

The notes referred herein form an integral part of the financial statements.

As per our attached report of even date
For **Shah Gupta & Co.**
Chartered Accountants
Firm Registration No. 109574W

Vipul K. Choksi

Vipul K. Choksi
Partner
Membership No.: 37606



Place : Kolkata
Date : 26/04/2019

For and on behalf of the Board of Directors

Biswadip Gupta *Aloke Bhattacharjee*
Biswadip Gupta Aloke Bhattacharjee
Director Whole-time Director

Tushar Kanti Kar *Srinidhi Nawalgaria*
Tushar Kanti Kar Srinidhi Nawalgaria
Chief Financial Officer Company Secretary

Place : Kolkata
Date : 26/04/2019



ISW ENERGY (BENGAL) LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2019

(In Rupees)

Particulars		Note No.	Year ended 31.03.2019	Year ended 31.03.2018
I.	Other Income	17	9,06,405	58,477
II.	Total Revenue		9,06,405	58,477
III.	Expenses:			
	Depreciation and Amortisation expenses	18	96,972	1,03,443
	Other expenses	19	11,30,774	9,74,946
	Total Expenses		12,27,746	10,78,388
IV.	Profit / (Loss) before tax (II-III)		(3,21,340)	(10,19,911)
V.	Tax Expenses:			
	(i) Current Tax	20(i)	3,603	-
	(ii) Deferred Tax	20(ii)	-	-
VI.	Profit / (Loss) after tax (IV-V)		(3,24,943)	(10,19,911)
	Other Comprehensive Income		-	-
VII.	Total Other Comprehensive Income		-	-
	Total Comprehensive Income (VI-VII)		(3,24,943)	(10,19,911)
VIII.	Earnings per equity share:			
	[Face Value per share of Rs. 10 each]	20(f)		
	Basic and Diluted		(0.01)	(0.03)
	Significant Accounting Policies and other notes	1,2,20 & 21		

The notes referred herein form an integral part of the financial statements.

As per our attached report of even date
For **Shah Gupta & Co.**
Chartered Accountants
Firm Registration No. 109574W

For and on behalf of the Board of Directors

Vipul K. Choksi

Vipul K. Choksi
Partner
Membership No.: 37606



Place : Kolkata
Date : 26/04/2019

Biswadipta Gupta *Aloke Bhattacharjee*

Biswadipta Gupta,
Director

Aloke Bhattacharjee
Whole-time Director

Tushar Kant Kar
Tushar Kant Kar
Chief Financial Officer

Srinidhi Nawalgaria
Srinidhi Nawalgaria
Company Secretary

Place : Kolkata
Date : 26/04/2019



JSW ENERGY (BENGAL) LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2019

A. Equity share capital

Particulars	No. of Shares	Equity share capital
	(No.)	Rupees
Issued and Paid up Equity Share Capital		
Balance as at 1st April, 2017	2,91,50,000	29,15,00,000
Add: Issue of shares during the year	3,10,000	31,00,000
Balance as at 31st March, 2018	2,94,60,000	29,46,00,000
Add: Issue of shares during the year	4,00,000	40,00,000
Balance as at 31st March, 2019	2,98,60,000	29,86,00,000

B. Other Equity

Particulars	Retained earnings
	Rupees
Reserves and Surplus	
Balance as on 1st April, 2017	(5,90,38,220)
Total comprehensive income for the year	(10,19,912)
Closing balance as on 31st March, 2018	(6,00,58,132)
Total comprehensive income for the year	(3,24,943)
Closing balance as on 31st March, 2019	(6,03,83,075)

As per our attached report of even date

For Shah Gupta & Co.

Chartered Accountants

Firm Registration No. 109574W

Vipul K. Choksi

Vipul K. Choksi

Partner

Membership No.: 37606



Place : Kolkata

Date : 26/04/2019

For and on behalf of the Board of Directors

Biswadipt Gupta *Aloke Bhattacharjee*

Biswadipt Gupta
Director

Aloke Bhattacharjee
Whole-time Director

Tushar Kanti Kar

Tushar Kanti Kar
Chief Financial Officer

Srinidhi Nawalgaria

Srinidhi Nawalgaria
Company Secretary

Place : Kolkata

Date : 26/04/2019



JSW ENERGY (BENGAL) LIMITED
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st MARCH, 2019

(In Rupees)

Particulars	Year ended 31.03.2019	Year ended 31.03.2018
Cash flows from operating activities		
Profit/(Loss) for the year	(3,24,543)	(10,19,912)
Adjustments for:		
(Gain)/Loss on sale of current investments	(13,282)	-
Depreciation and amortisation expenses	96,972	1,03,443
Intangible assets written off	7,522	-
	(2,33,732)	(9,16,469)
Movements in working capital:		
(Increase)/decrease in trade and other receivables	8	(520)
(Increase)/decrease in other assets	3,00,01,260	4,99,98,739
Increase/(decrease) in other financial liabilities	(2,22,685)	-
Increase/(decrease) in other liabilities	5,005	(4,98,60,887)
Cash generated from operating activities	2,95,49,856	(7,79,136)
Less: Income Tax paid (net of refund)	(2,500)	-
Net cash generated by operating activities	2,95,47,356	(7,79,136)
Cash flows from investing activities		
(Purchase)/sale of current investment (net)	(3,08,06,404)	-
Proceeds on sale of financial assets	13,282	-
Investment in subsidiaries	(26,50,000)	(23,00,000)
Net Cash used in Investing activities	(3,34,43,122)	(27,02,500)
Cash flows from financing activities		
Proceeds from issue of equity instruments of the Company	40,00,000	31,00,000
Net Cash generated by financing activities	40,00,000	31,00,000
Net Increase/(decrease) in Cash and Cash equivalents	1,04,235	(3,81,636)
Cash and cash equivalents at the beginning of the year	1,33,796	5,15,432
Cash and cash equivalents at the end of the year	2,38,030	1,33,796

Notes :

- The above cash flow statement has been prepared by using the "indirect method" set out in Accounting Standard (Ind AS) 7 - "Statement of Cash Flows" and presents the cash flows by operating, investing, and financing activities of the Company.
- Cash and cash equivalent presented in the cash flow statement consist of cash on hand and unencumbered, highly liquid bank balances.

As per our attached report of even date

For **Shah Gupta & Co.**

Chartered Accountants

Firm Registration No. 109574W

Vipul K. Choksi



Vipul K. Choksi

Partner

Membership No.: 37506

Place : Kolkata

Date : 26/04/2019

For and on behalf of the Board of Directors

Biswadip Gupta *Aloke Bhattacharjee*

Biswadip Gupta

Director

Aloke Bhattacharjee

Whole-time Director

Tushar Kanti Kar *Srinidhi Nawalgaria*

Tushar Kanti Kar

Chief Financial Officer

Srinidhi Nawalgaria

Company Secretary

Place : Kolkata

Date: 26/04/2019



JSW ENERGY (BENGAL) LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 3(a): Property, Plant and Equipment

(In Rupees)

Description of Assets	Free hold Land	Computers	Electrical Installations	Office Equipments	Total
I. Cost					
Balance as at 1st April, 2017	1,30,94,804	3,93,349	8,21,000	1,45,391	1,44,54,544
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Balance as at 31st March, 2018	1,30,94,804	3,93,349	8,21,000	1,45,391	1,44,54,544
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Balance as at 31st March, 2019	1,30,94,804	3,93,349	8,21,000	1,45,391	1,44,54,544
II. Accumulated depreciation					
Balance as at 1st April, 2017	-	3,90,197	2,77,271	99,367	7,66,835
Eliminated on disposals of assets	-	-	-	-	-
Depreciation expense for the year	-	-	81,509	39,481	1,00,991
Balance as at 31st March, 2018	-	3,90,197	3,58,780	1,18,848	8,67,826
Eliminated on disposals of assets	-	-	-	-	-
Depreciation expense for the year	-	-	81,509	15,462	96,972
Balance as at 31st March, 2019	-	3,90,197	4,40,290	1,34,311	9,64,797
III. Carrying Amount (I-II)					
At 31st March, 2018	1,30,94,804	3,152	4,62,219	26,542	1,35,86,717
At 31st March, 2019	1,30,94,804	3,152	3,80,710	11,060	1,34,89,747

Note 3(b): Other Intangible Assets

(Rupees)

Description of Assets	Computer Software
I. Cost	
Balance as at 1st April, 2017	4,98,439
Additions	-
Disposals	-
Balance as at 31st March, 2018	4,98,439
Additions	-
Disposals	1,50,439
Balance as at 31st March, 2019	3,48,000
II. Accumulated depreciation	
Balance as at 1st April, 2017	4,98,464
Depreciation expense for the year	2,452
Disposals	-
Balance as at 31st March, 2018	4,90,917
Depreciation expense for the year	-
Disposals	1,42,917
Balance as at 31st March, 2019	3,48,000
III. Carrying Amount (I-II)	
At 31st March, 2018	7,522
At 31st March, 2019	0





JSW ENERGY (BENGAL) LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

(In Rupees)

	As at 31.03.2019	As at 31.03.2018
4 Capital work in Progress		
Opening Balance	2,36,62,938	2,32,60,438
Add: Additions during the year		4,02,500
Total:	2,36,62,938	2,36,62,938
5 Non-Current Investments		
Investment in Equity Instruments of subsidiary - measured at cost		
JSW Natural Resources Bengal Limited		
6,42,04,000 (previous year: 6,39,39,000) equity shares of Rs. 10 each fully paid up	64,20,40,000	63,93,90,000
Total:	64,20,40,000	63,93,90,000
6 Long-term loans and advances		
Loans and advances to related parties [refer note no. 20 (e)(ii)]	28,18,87,950	28,18,87,950
Total:	28,18,87,950	28,18,87,950
7 Others		
GST receivable		1,261
Security Deposits		3,00,00,000
Total:	-	3,00,01,261
8 Other non-current assets		
Capital Advances	1,14,000	1,14,000
Total:	1,14,000	1,14,000
9 Current Investments		
Investment in Quoted Mutual Funds- measured at FVTPL:		
HDFC Liquid Fund- Regular growth plan- 8,218,006 units (previous year: Nil) of Rs. 3660.2999/- each	3,00,80,366	-
ICICI Liquid Fund- Growth plan- 2,636,127 units (previous year: Nil) of Rs. 275.4287/- each	7,26,038	-
Total:	3,08,06,404	-
10 Cash and cash equivalents		
Balances with Banks in current accounts	2,38,030	1,33,796
Total:	2,38,030	1,33,796
11 Short-term loans and advances		
Other Advances	512	520
Total:	512	520





JSW ENERGY (BENGAL) LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

(In Rupees)

12	Equity Share Capital	As at 31.03.2019	As at 31.03.2018		
	Authorised : 10,00,00,000 (Previous Year 10,00,00,000) Equity Shares of Rs. 10 Each	1,00,00,00,000	1,00,00,00,000		
	Issued, Subscribed & Paid Up Capital: 2,98,60,000 (Previous Year 2,94,60,000) Equity Shares of Rs. 10 Each Fully Paid up	29,86,00,000	29,46,00,000		
		29,86,00,000	29,46,00,000		
Reconciliation of Shares Outstanding at the beginning and at the end of the year:					
Equity Shares		As at 31.03.2019		As at 31.03.2018	
		No. of shares	Rupees	No. of shares	Rupees
	Shares outstanding at the beginning of the year	2,94,60,000	29,46,00,000	2,91,50,000	29,15,00,000
	Add: Issued during the year	4,00,000	40,00,000	3,10,000	31,00,000
	Share outstanding at the end of the year	2,98,60,000	29,86,00,000	2,94,60,000	29,46,00,000
Terms / Rights attached to Equity shares:					
The Company has only one class of Equity shares having par value of Rs. 10 per share, 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 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 shareholder.					
Shares held by Holding Company:					
Particulars		As at 31.03.2019		As at 31.03.2018	
		No. of shares	% of holding	No. of shares	% of holding
	JSW Bengal Steel Limited (the holding company, including shares held by nominee)	2,98,60,000	100%	2,94,60,000	100%
Disclosure of shareholders holding more than 5% of the aggregate shares in the Company:					
Particulars		As at 31.03.2019		As at 31.03.2018	
		No. of shares	% of holding	No. of shares	% of holding
	JSW Bengal Steel Limited (the holding company, including shares held by nominee)	2,98,60,000	100%	2,94,60,000	100%
13	Other Equity		(In Rupees)		
	Balance as at 01st April, 2017		(5,90,38,220)		
	Other Comprehensive Income/(Loss) for the year		(10,19,912)		
	Balance as at 31st March, 2018		(6,00,58,132)		
	Other Comprehensive Income/(Loss) for the year		(3,34,943)		
	Balance as at 31st March, 2019		(6,03,83,075)		
14	Other financial liabilities	As at 31.03.2019	As at 31.03.2018		
	Creditors for Capital Expenditure	2,25,661	2,13,511		
	Payables to related parties (refer note no. 20 (e)(B))	75,37,86,687	75,40,71,522		
	Total:	75,40,12,348	75,42,85,033		
15	Other current liabilities	As at 31.03.2019	As at 31.03.2018		
	Statutory Liabilities	9,205	7,803		
	Total:	9,205	7,803		
16	Current tax assets (net)	As at 31.03.2019	As at 31.03.2018		
	Provision for tax	3,603	-		
	Less: Advance payment of income tax	(2,500)	-		
	Total:	1,103	-		





ISW ENERGY (BENGAL) LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	Year ended 31.03.2019	Year ended 31.03.2018
17 Other Income		
Liability no longer required		58,477
Mark to market gain on Mutual Fund	8,53,123	-
Profit on sale of mutual fund	13,282	-
Total	9,06,405	58,477
18 Depreciation and Amortisation Expenses		
Depreciation on Tangible Assets (refer note 3(a))	95,972	1,00,991
Amortisation on intangible Assets (refer note 3(b))		2,457
Total	95,972	1,03,448
19 Other Expenses		
Auditors Remuneration (refer Note 20 (ii))	88,500	1,06,375
Legal and professional expenses	82,859	16,665
Rates and taxes	2,500	2,500
Deputation expenses	7,98,202	6,81,886
Bank charges	4,284	1,353
Insurance	520	575
Director sittings fees	70,000	1,24,500
Travelling expenses		36,704
Repair and maintenance-others	76,368	-
Intangible assets written off	7,522	-
Printing and stationery		4,409
Total	11,30,774	9,74,946





JSW ENERGY (BENGAL) LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

20 Other Notes to Accounts:

a. JSW Energy (Bengal) Limited has been in the process of setting up a Captive Power plant for Integrated Steel Plant (ISP) of its Holding Company JSW Bengal Steel Limited at Salboni of district Paschim Medinipur in West Bengal. However, since the Long term linkages of Iron ore & Coal supplies, essential pre-requisites for the ISP are still in process, the main erection work of ISP is yet to commence. But field survey of the ROW (Right of Way) for the purpose of identification of the land owners holding such plots of land within the alignment of ROW (water pipeline route) is in progress, for putting up 68 km cross country water pipeline for the project. As advised by MOEF GO, the company has applied for renewal of its Environment Clearance (EC) which has since expired, due to unavoidable delays in the project. The recent proposal to set up the 1 x 660 MW super critical Power Plant (PP) within the already acquired Project Lands has also not been found feasible with the Govt of West Bengal (GOWB) due to technical reasons. The Company had entered into a Long Term Coal Supply Agreement for its Power plant project with (WBMOTC). However, since the allotment of this coal block has been cancelled by order of Supreme Court read with Schedule I of The Coal Mines (Special Provisions) second ordinance, 2014, the above mentioned coal supply agreement would no longer be valid. The Company along with GOWB, is in the process of exploring certain alternatives to resource the long term coal supply linkages for the proposed power plant project. In view of given circumstances, at this juncture, there is no necessity of impairing the assets and investments as per provisions of Ind AS 36."

b. Contingent Liabilities (to the extent not provided for):

(In Rupees)

Particulars	As at 31.03.2019	As at 31.03.2018
Income Tax	-	3,89,36,640

c. Capital Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) Rs.8,20,783 (Previous Year: Rs.8,20,783)

d. Segment Reporting

The Company's activities during the year revolve around setting up of a Power Plant at Salboni, West Bengal. Considering the nature of Company's business or operations, there are no separate reportable segments (business and/or geographical) in accordance with the requirements of Indian Accounting Standard (Ind AS) 108 - "Operating Segments".

e. Related Party Disclosures as per Ind AS 24:

(A) List of Related Parties:

- i) Parent Holding Company:
JSW Steel Limited
- ii) Holding Company:
JSW Bengal Steel Limited
- iii) Subsidiary Company:
JSW Natural Resources Bengal Limited
- iv) Key Managerial Personnel:
Ajay Mehrotra (Whole Time Director) (upto 31.07.2018)
Ajoke Bhattacharjee (Whole Time Director) (w.e.f. 15.01.2019)
Tudhar Kanti Kar (Chief Financial Officer)
Srinishi Nawalgaria (Company Secretary)

(In Rupees)

(B) Transactions with Related Parties:	As at 31.03.2019	As at 31.03.2018
i) Advances received		
JSW Bengal Steel Limited	5,81,349	5,01,909
Total:	5,81,349	5,01,909
ii) Advances given receive back		
JSW Bengal Steel Limited	-	5,00,00,000
Total:	-	5,00,00,000
(C) Closing Balance	As at 31.03.2019	As at 31.03.2018
Total Receivables		
JSW Steel Limited	15,38,03,500	15,38,03,500
JSW Bengal Steel Limited	12,80,84,450	12,80,84,450
Total:	28,18,87,950	28,18,87,950
Trade Payables		
JSW Bengal Steel Limited	-	2,34,834
JSW Techno Projects Management Limited	25,86,687	25,86,687
JSW South West Mining Limited	75,12,00,000	75,12,00,000
Total:	75,87,86,687	75,40,21,521

DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (Ind AS) 33 EARNINGS PER SHARE

f. Earnings per share	Year ended 31.03.2019	Year Ended 31.03.2018
Face Value per share	Rs. 10	Rs. 10
Loss after tax for calculating basic EPS and diluted EPS	(3,20,943)	(10,19,911)
Weighted average number of equity shares for calculating basic & diluted EPS	7,97,20,027	2,93,25,279
Earnings per Share (Basic and Diluted)	(0.01)	(0.03)





JSW ENERGY (BENGAL) LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(In Rupees)

E.	Auditor's Remuneration:	Year ended	Year Ended
		31.03.2019	31.03.2018
	Statutory audit fees (refer Note 19)	25,000	88,500
	Out of pocket expenses	-	2,875
	For other services	13,500	35,000
	Total	38,500	1,06,375

f. The Company is yet to receive any balance confirmations in respect of loans and advances given and sundry creditors. The management does not expect any material difference affecting the current year's financial statements due to the same.

Income Taxes

Income tax related to items charged or credited directly to profit or loss during the year

(In Rupees)

Particulars	Year ended	Year Ended
	31.03.2019	31.03.2018
Current income tax	3,603	-
Deferred tax*	-	-
Total Income tax expense	3,603	-

*Further, the Company has carried forward tax losses. Deferred taxes are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. The Company has not recognised any deferred tax assets on the basis incurred.

g. Details due to MSE as defined under MSMED Act, 2006

The Company has not received any memorandum (as required to be filed by the supplier with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) from vendors claiming their status as micro, small and medium enterprise. Consequently the disclosure regarding amount unpaid together with interest paid/payable under this Act has not been given.

k. In the opinion of the Management, the current assets and loans and advances have a value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet. The provision for all known liabilities is adequate and not in excess of what is required.

l. One Writ Petition has been filed by JSW Steel Limited against GoWB, against cancellation of PPA by WBSEDC, at High Court Calcutta (WP- No- 2859 (w) of 2015 JSW Steel Limited & Others Vs State Of West Bengal & Others). The matter is pending for hearing at High Court Calcutta.

vi. Subsequent Events:-

No Significant event has occurred after the balance sheet date which may have material effect on the Company's financial statement.

ii. Additional information pursuant to Schedule III of the Companies Act, 2013 is either Nil or Not Applicable.

o. Previous year figures have also been reclassified/ regrouped, wherever necessary, to conform to the current year's classification.

21. Financial risk management objectives and policies:

a. Capital risk Management

The Company is managing its capital through investment by Holding Company to ensure that entity will be able to continue as a going concern. The capital structure of the Company consists of equity of the Company (comprising issued capital, reserves, and retained earnings). The Company is not subject to any externally imposed capital requirements.

b. Credit risk management:

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration risks. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

In addition, the Company is exposed to credit risk in relation to financial guarantees given by banks on request of the company for business requirements. The Company's maximum exposure in this respect is the maximum amount the Company could have to pay if the guarantee is called on.

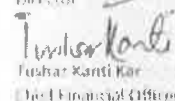
c. Financial Instruments - Accounting Classifications and fair value measurements:

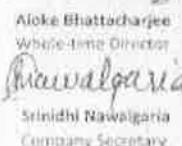
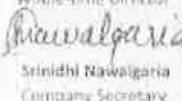
(In Rupees)

Particulars	As at 31.03.2019		As at 31.03.2018	
	Carrying values	Fair value	Carrying values	Fair value
Financial assets:				
Measured at cost:				
(i) Non Current investments	64,20,40,000	64,20,40,000	63,93,90,000	63,93,90,000
(ii) Long-term loans and advances	28,18,87,950	28,18,87,950	28,18,87,950	28,18,87,950
(iii) Current investments	3,08,06,404	3,08,06,404	-	-
(iv) Cash and cash equivalents	2,38,030	2,38,030	1,33,796	1,33,796
(v) Short term loans and advances	512	512	520	520
Total financial assets	95,49,72,896	95,49,72,896	92,14,12,266	92,14,12,266
Financial liabilities:				
Measured at amortised cost:				
(i) Other financial liabilities	75,40,12,348	75,40,12,348	75,42,35,033	75,42,35,033
Total financial liabilities	75,40,12,348	75,40,12,348	75,42,35,033	75,42,35,033

For and on behalf of the Board of Directors


 Biswadipta Gupta
 Director


 Pooja Kanti Kar
 Chief Financial Officer


 Alok Bhattacharjee
 Whole-time Director

 Srinidhi Nawalgaria
 Company Secretary