

For perusal	<i>Jee</i>
	<i>4/4</i>
	Secretary
Member/T	
Member/F	<i>4/4</i>
Chairman	<i>Jee</i>

*6/4/17*

TSERC, HYDERABAD  
INWARD  
No. 355 Signature *DR*

*1 of 3*

*DD IT*  
*Jee*  
*4/4*

Submission of Additional information by Singareni Thermal Power Project (2X600 MW) as sought by the Hon'ble Commission (TSERC) vide It's letter No TSERC/Secy/DD(IT)/F:T-7/17/D.NO 933 dated 24-03-2017.

MEMBER/SECRETARY  
No : 239  
DATE : 04-04-2017

MEMBER/SECRETARY  
No : 284  
DATE : 4/4/17



**THE SINGARENI COLLIERIES COMPANY LIMITED**  
**(A Government Company)**  
Corporate Office, Kothagudem

Ref No: STPP/Tariff/

Date: 03-04-2017

From  
J Pavitran Kumar, IRS,  
Director ( Finance) & CFO,  
Singareni Collieries Company Ltd.  
Kothagudem-507101.

To  
The Secretary,  
TSERC, 5<sup>th</sup> Floor, Singareni Bhavan,  
Red Hills, Hyderabad-500 004.

Sir,

Sub: Additional information as sought by the Hon'ble Commission (TSERC) in respect of tariff determination of 2X600 MW Singareni Thermal Power Project.

Ref: Lr. No. TSERC/Secy/DD(IT)/F:T-7/17/D.NO 933 Dt: 24-03-2017

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In response to additional information sought by the Hon'ble Commission through Reference cited above , please find the para wise reply as furnished below.

**Re: Sl. No 2(a)**

A copy of audited accounts for FY 2015-16 is attached in the book format as **Annexure-A**.

**Re: Sl. No 2(b)- (i),(ii) & (iii).**

It is to submit that actual cost incurred in respect of STPP till COD of unit 1, actual cost incurred after COD of unit 1 and upto COD of unit 2 along with revised figures of proposed additional capitalization beyond COD of unit 2 in FY 2016-17 and 2017-18 in the specified format duly certified by the statutory auditor is furnished as **Annexure B**.

After filing of Tariff Petition, the following additional expenditure is incurred :-

- i. An amount of Rs.28.69 cr was deposited with TSTRANSCO for Construction of 2 nos Bays for STPP-NIRMAL 400KV line and 6 nos metering for alternate power evacuation. A copy of amount paid is attached as **Annexure C**

- ii. SCCL engaged M/S STEAG Energy Services (India) pvt Ltd for Operation and Maintenance of 2X600 MW STPP for three years from June 2016. Expenditure for an amount of Rs. 20.90 Cr was incurred before COD of the 2 Units. A copy of order is attached as **Annexure D**

Hon'able Commission is prayed to consider the above additional expenditure while determining the Tariff for 2X600MW STPP.

**Re: Sl. No 2(c)**

It is submitted that package wise undischarged liabilities as on COD of unit 2 as per the specified format is attached as **Annexure E**.

**Re: Sl. No 2(d) (i)**

As desired by the Hon'ble Commission actual landed price of coal with detailed cost break up for December 2016, January 2017 and February 2017 is attached in **Annexure D-1**.

**Re: Sl. No 2(d) (ii)**

It is to state that actual GCV of coal for the months of December 2016, January 2017 and February 2017 on as received and as fired basis is furnished in **Annexure D-2**.

**Re: Sl. No 2(d) (iii)**

It is to kindly state that landed price of secondary fuel oil (LDO and HFO) for the months of December 2016, January 2017 and February 2017 is submitted as **Annexure D-3**.

**Re: Sl. No 2(d) (iv)**

It is submitted that actual GCV of secondary fuel oil (LDO and HFO) for the months of December 2016, January 2017 and February 2017 is furnished in **Annexure D-4**.

Yours Sincerely,



J. Pavitrn Kumar, IRS  
Director (Finance) & CFO

## INDEX

SI No.	Item	Description	Page No.
1	Annexure A	A copy of audited accounts for FY 2015-16	Book Form
2	Annexure B	Cost incurred till COD of unit 1, actual cost incurred after COD of unit 1 and upto COD of unit 2 and revised figures of proposed additional capitalization	
3.	Annexure C	Copy of amount paid for Bay	
4.	Annexure D	Copy of order placed for O&M	
5	Annexure E	Package wise undischarged liabilities as on COD of unit 2	
6	Annexure D-1	Detailed cost break up for December 2016, January 2017 and February 2017	
7	Annexure D-2	Actual GCV of coal for the months of December 2016, January 2017 and February 2017	
8	Annexure D-3	Landed price of secondary fuel oil (LDO and HFO) and for the months of December 2016, January 2017 and February 2017	
9	Annexure D-4	Actual GCV of secondary fuel oil (LDO and HFO) for the months of December 2016, January 2017 and February 2017.	
10	TSERC letter	Lr.No TSERC/Secy/DD(IT)/F:T-7/17/D.NO 933 Dt: 24-03-2017	



**THE SINGARENI COLLIERIES COMPANY LTD**  
 ( A GOVERNMENT COMPANY )  
**2X600 MW , SINGARENI THERMAL POWER PROJECT**  
 JAIPUR ( V & M ) , PIN 504216, MANCHERIAL DIST , TELENGANA STATE

Statement showing break-up of actual capital cost of STPP up to CoD of U-1 , CoD of U-2 , addl cap exp beyond CoD of U-2 in FY 2016-17 & FY 2017-18

DPR Head	Rupees in crores							
	As per Tariff filing in 2/2016	Up to COD U-1 (25.09.2016)	From 26.09.16 to 02.12.16 (From COD1 to COD2)	Up to COD U-2 (02.12.2016)	From COD2 to 28th March'17	Expected during the balance period	Up to Mar-17	2017-18
<b>1. BTG Package</b>								
<b>BTG Total</b>	<b>4878</b>	<b>4749.95</b>	<b>31.59</b>	<b>4781.54</b>	<b>0.00</b>	<b>27.72</b>	<b>4809.26</b>	<b>68.74</b>
<b>2. BOP Package</b>								
<b>BoP Total</b>	<b>1038</b>	<b>837.26</b>	<b>27.70</b>	<b>864.96</b>	<b>25.27</b>	<b>5.05</b>	<b>895.28</b>	<b>142.72</b>
<b>3. SCCL Scope works</b>								
Land	59	39.70	0.66	40.36	7.44	0.00	47.80	11.20
Survey & Soil Investigation	1	0.02	0.00	0.02	0.00	0.00	0.02	0.98
Site Dev, Enabling, Temp Sheds	25	21.35	0.00	21.35	0.00	0.00	21.35	3.65
Roads & Culverts	20	11.44	0.00	11.44	0.27	0.00	11.71	8.29
coal transport roads	56.48	42.61	0.00	42.61	0.00	1.50	44.11	12.37
Boundary walls	17	16.58	0.36	16.94	0.25	0.00	17.19	0.00
Reservoir	67	42.93	0.24	43.17	3.45	1.60	48.22	18.78
Water supply-1 TMC	86	79.86	3.62	83.48	1.14	0.00	84.62	1.38
Water supply-2 TMC(incl elec)	320	240.78	4.53	245.31	5.84	5.50	256.65	63.35
Gate complex, Security etc	5.4	0.23	0.00	0.23	0.20	0.00	0.43	4.97
Rly Siding	80	78.53	2.21	80.74	30.38	2.20	113.32	0.00
Township & GH	145	50.20	1.98	52.18	13.04	0.50	65.72	79.28
Environment	5	0.74	0.05	0.79	0.09	0.09	0.97	4.03
CSR	22.1	9.29	0.16	9.45	0.60	0.00	10.05	12.05
Weigh bridges, fire tender etc	2	0.42	0.00	0.42	0.00	0.00	0.42	1.58
Start up power & commn eqpt	42	42.00	0.00	42.00	0.00	0.00	42.00	0.00

DPR Head	Rupees in crores							2017-18
	As per Tariff filing in 2/2016	Up to COD U-1 (25.09.2016)	Exp from CoD 1 to CoD 2	Up to COD U-2 (02.12.2016)	From COD2 to 28th March'17	Expected during the balance period	Up to Mar-17	
Construction power	25	24.66	0.31	24.97	0.00	0.00	24.97	0.03
Furniture & office automation	5	2.37	0.00	2.37	0.00	0.00	2.37	2.63
Misc Expenditure	5	3.25	0.23	3.48	0.33	0.00	3.81	1.19
BAY, Cct & CVTs	0	0		0.00	28.69	0.00	28.69	0.00
<b>SCCL ScopeTotal</b>	<b>987.98</b>	<b>706.96</b>	<b>14.35</b>	<b>721.31</b>	<b>91.72</b>	<b>11.39</b>	<b>824.42</b>	<b>225.54</b>

<b>4. Others</b>								
Contingencies	47.52	11.32	0.00	11.32	0.00	2.00	13.32	34.20
Establishment costs	70.00	69.80	0.00	69.80	0.20	0.00	70.00	0.00
Consultancy & Engg	127.00	107.77	1.96	109.73	4.32	0.00	114.05	12.95
Start up fuel	40.00	38.69	2.09	40.78	0.00	0.00	40.78	0.00
Operator Training	1.50	0.00	0.00	0.00	0.00	0.00	0.00	1.50
Development exp	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Margin Money	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financing Expenses	2.00	0.00	0.00	0.00	0.00	0.00	0.00	2.00
Interest during construction	1058.00	1231.73	32.61	1264.34	0.00	0.00	1264.34	0.00
O&M-STEAG	0.00	18.15	2.75	20.90	0.00	0.00	20.90	0.00
<b>Others Total</b>	<b>1346.02</b>	<b>1477.46</b>	<b>39.41</b>	<b>1516.87</b>	<b>4.52</b>	<b>2.00</b>	<b>1523.39</b>	<b>50.65</b>
<b>Grand Total</b>	<b>8250.00</b>	<b>7771.63</b>	<b>113.05</b>	<b>7884.68</b>	<b>121.51</b>	<b>46.16</b>	<b>8052.35</b>	<b>487.65</b>

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*Verified & found correct*  
For Ramamoorthy (N) & Co.,  
Chartered Accountants  
*Surendranath Bharathi*  
3/4/2017  
CA. SURENDRANATH BHARATHI  
PARTNER  
Membership No. 023997  
FRN: 029999

TELANGANA STATE POWER COORDINATION COMMITTEE

15-61

From  
The Dy. Chief Controller of Accounts  
TSPCC, Vidyut Soudha,  
Hyderabad.

To  
The Chief Engineer,  
Projects-II, TS TRANSCO,  
Vidyut Soudha, Hyderabad.

Lr. No. Dy. CCA/TSPCC/SAO(PP&S)/D.NO. 299 //2016, DT: 03-01-2017

Sub:- TSPCC – Adjustment of Rs. 28,69,46,816.00 towards tentative cost of construction of 2 Nos additional 400 KV Bays and Metering Bays from the power bills of M/s Singareni Collieries co. ltd. – Reg.

Ref:- 1) STPP/TS/16, DT: 08-12-2016  
2) Note approved copy, dt: 31-12-2016

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A copy of the letter under reference 1<sup>st</sup> cited is enclosed herewith, wherein the SCCL has requested to adjust the cost of the work Rs.28,69,46,816.27/- from their power bills receivable from TSPCC and to address the concern to take up the work of construction activity. Accordingly, an amount of Rs. 28,69,46,816.27/- is recovered from the pending power bills of M/s Singareni Collieries Company Limited towards tentative cost of Construction of 2 Nos. additional 400 KV Bays and 6 Nos. 400KV metering bays at STPP, Jaipur.

This is for information and taking further necessary action at your end.

Yours faithfully

Encls: As above.

Dy. Chief Controller of Accounts  
TSPCC, Vidyut Soudha.

Copy to SCCL/Singareni Bhavan/Hyderabad for information.  
Copy to FA&CCA/TSTRANSCO/Vidyut Soudha/Hyderabad for information.



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Annexure - D.

**THE SINGARENI COLLIERIES COMPANY LIMITED**  
(A GOVT COMPANY)

Corporate Purchase Department - Kothagudem  
e-mail : sec01\_pd\_crp@scclmines.com  
Phone : 08744 242301, Extn : , Fax : 08744 245651

52 B

APGST: WGL/09/2/1211 Dt: 21-04-1966,  
Sales Tax Registration No. WEP 1-4-88,

ST: WGL/09/2/1016 Dt: 22-12-1965  
TIN NO: 36150117915

**Firm Order (Service)**

**Subject** Operation & Maintenance Services Contract for 2X600 MW (STPP) for a period of 3 years - reg.

<b>Po Number</b> : 7600006344 <b>PO Date</b> : 25.03.2016 <b>Plant</b> : 3480 SRP 2x600MW POWER	<b>Our Enquiry No</b> : E011500406 <b>Enquiry Date</b> : 14.01.2016 <b>Your Quotation No</b> : 1101/SCCL/O& <b>Quotation Date</b> : <b>Your negotiations No</b> : dt 20.02.2016
<b>To,</b> M/s Steag Energy Services (India) Private Limited , A-29, Sector-16 Noida - 201301, Uttar Pradesh India Phone : 0120-462500009717298316 Fax : 0120-4625100 e-mail: r.mishra@steag.in <b>Vendor Code</b> : 7000006198	<b>Nature of Items</b> : Revenue <b>For Use at</b> : STPP <b>Type of Order</b> : Service

Your above quotation for providing Services has been accepted on the terms and conditions stipulated here in

Please refer

- I. Details of the services are enclosed in Annexure-I
- II. General Terms and conditions, as Per Annexure



**THE SINGARENI COLLIERIES COMPANY LIMITED**  
**(A GOVT COMPANY)**  
 Corporate Purchase Department - Kothagudem

**Item Details**

Item	Item Description	UOM	Currency	Net Price	Plant Description	Material Group
1	Monthly O&M charges for Unit#1(1st year)	AU	INR	493,970,400.00	SRP 2x600MW POWER PROJECT	Singareni Thermal Power Project Services

**Service Specification**

Item	Item Description	Quantity	Unit	Currency	Unit Rate	Total Amount	Material Group Description
1	Monthly O&M charges for Unit #1	12.000	AU	INR	41164200.00	493970400.00	Singareni Thermal Power Project Services

**Item Details**

Item	Item Description	UOM	Currency	Net Price	Plant Description	Material Group
2	Monthly O&M charges for Unit#1(2nd year)	AU	INR	493,970,400.00	SRP 2x600MW POWER PROJECT	Singareni Thermal Power Project Services

**Service Specification**

Item	Item Description	Quantity	Unit	Currency	Unit Rate	Total Amount	Material Group Description
1	Monthly O&M charges for Unit #1	12.000	AU	INR	41164200.00	493970400.00	Singareni Thermal Power Project Services

**Item Details**

Item	Item Description	UOM	Currency	Net Price	Plant Description	Material Group
3	Monthly O&M charges for Unit#1(3rd year)	AU	INR	493,970,400.00	SRP 2x600MW POWER PROJECT	Singareni Thermal Power Project Services

**Service Specification**

Item	Item Description	Quantity	Unit	Currency	Unit Rate	Total Amount	Material Group Description
1	Monthly O&M charges for Unit #1	12.000	AU	INR	41164200.00	493970400.00	Singareni Thermal Power Project Services

**THE SINGARENI COLLIERIES COMPANY LIMITED**  
**(A GOVT COMPANY)**  
 Corporate Purchase Department - Kothagudem

**Item Details**

Item	Item Description	UOM	Currency	Net Price	Plant Description	Material Group
7	Monthly O&M charges CWT plant (1st year)	AU	INR	1,188,000.00	SRP 2x600MW POWER PROJECT	Singareni Thermal Power Project Services

**Service Specification**

Item	Item Description	Quantity	Unit	Currency	Unit Rate	Total Amount	Material Group Description
1	Monthly O&M charges CWT plant	12.000	AU	INR	99000.00	1188000.00	Singareni Thermal Power Project Services

**Item Details**

Item	Item Description	UOM	Currency	Net Price	Plant Description	Material Group
8	Monthly O&M charges CWT plant (2nd year)	AU	INR	792,000.00	SRP 2x600MW POWER PROJECT	Singareni Thermal Power Project Services

**Service Specification**

Item	Item Description	Quantity	Unit	Currency	Unit Rate	Total Amount	Material Group Description
1	Monthly O&M charges CWT plant	8.000	AU	INR	99000.00	792000.00	Singareni Thermal Power Project Services

for **GM (MP)**  
 The singareni Collieries co. Ltd  
 Kothagudem - 507101

Package wise undischarged liabilities as on COD of Unit 2			
	Up to COD U-2 (02.12.2016)	Amount Disbursed Upto 02.12.2016	Liability As on 02.12.2016
<b>1. BTG Package</b>			
<b>BTG Total</b>	<b>4781.54</b>	<b>4366.98</b>	<b>414.56</b>
<b>2. BOP Package</b>			
<b>BoP Total</b>	<b>864.96</b>	<b>835.71</b>	<b>29.25</b>
<b>3.SCCI Scope works</b>			
Land	40.36	<b>40.36</b>	0
Survey & Soil Investigation	0.02	<b>0.02</b>	0
Site Dev, Enabling, Temp Sheds	21.35	<b>21.35</b>	0
Roads & Culverts	11.44	<b>11.44</b>	0
coal transport roads	42.61	<b>42.61</b>	0
Boundary walls	16.94	<b>16.94</b>	0
Reservoir	43.17	<b>43.17</b>	0
Water supply-1 TMC	83.48	<b>83.48</b>	0
Water supply-2 TMC(incl elec)	245.31	<b>245.31</b>	0
Gate complex, Security etc	0.23	<b>0.23</b>	0
Rly Siding	80.74	<b>80.74</b>	0
Township & GH	52.18	<b>52.18</b>	0
Environment	0.79	<b>0.79</b>	0
CSR	9.45	<b>9.45</b>	0
Weigh bridges, fire tender etc	0.42	<b>0.42</b>	0
Start up power & commen eqpt	42.00	<b>42.00</b>	0
Construction power	24.97	<b>24.97</b>	0
Furniture & office automation	2.37	<b>2.37</b>	0
Misc Expenditure	3.48	<b>3.48</b>	0
BAY, Cct & CVTs	0.00	<b>0.00</b>	0
<b>SCCI ScopeTotal</b>	<b>721.31</b>	<b>721.31</b>	<b>0</b>
<b>4. Others</b>			
	Up to COD U-2 (02.12.2016)	Amount Disbursed Upto 02.12.2016	Liability As on 02.12.2016
Contingencies	11.32	<b>11.32</b>	0
Establishment costs	69.80	<b>69.80</b>	0
Consultancy & Engg	109.73	<b>109.73</b>	0
Start up fuel	40.78	<b>40.78</b>	0
Operator Training	0.00	<b>0.00</b>	0
Development exp	0.00	<b>0.00</b>	0
Margin Money	0.00	<b>0.00</b>	0
Financing Expenses	0.00	<b>0.00</b>	0
Interest during construction	1264.34	<b>1264.34</b>	0
O&M-STEAG	20.90	<b>16.17</b>	4.73
<b>Others Total</b>	<b>1516.87</b>	<b>1512.14</b>	<b>4.73</b>
<b>Grand Total</b>	<b>7884.68</b>	<b>7436.14</b>	<b>448.54</b>
Liabilities shown against BTG and BOP will be discharged after completion of all works and PG testsn which is likely during the 1st quarter of 2017-18. Liability shown against O&M -Steag will be discharged in April 2017.			

## ANNEXURE-D1

**Detail Cost Break up for December 2016, January 2017 and February 2017  
of Coal**

Description	Units	Dec-16	Jan-17	Feb-17
Quantity received	(MT)	383,555	453,447	420,612
Basic price	Rs	643,652,592	762,497,212	709,774,312
Forest land adjustment	Rs	5,753,318	6,801,703	6,309,193
Fuel Surcharge	Rs	44,492,328	52,599,839	48,791,089
Pre Weigh Bin Charges	Rs	7,930,932	11,936,393	17,897,701
Surface Transport Charges	Rs	3,889,845	1,846,282	1,268,149
Royalty	Rs	117,989,468	141,990,552	132,159,977
Coal Freight	Rs	50,098,669	61,577,253	58,862,768
Forest permit fee	Rs	3,835,546	4,534,469	4,206,128
Stowing Excise Duty	Rs	3,835,546	4,534,469	4,206,128
Excise duty on Cost production	Rs	48,902,231	45,812,978	50,076,770
Clean Environment Cess	Rs	156,480,869	181,643,174	168,245,136
<b>Total</b>	Rs	<b>1,086,861,343</b>	<b>1,275,774,324</b>	<b>1,201,797,351</b>
<b>Total</b>	Rs/MT	<b>2,833.65</b>	<b>2,813.50</b>	<b>2,857.26</b>

## Actual GCV of Coal

Basis of measurement	December'2016		January'2017		February'2017		Total	
	Quantity (Metric Ton)	GCV (Kcal/Kg)	Quantity (Metric Ton)	GCV (Kcal/Kg)	Quantity (Metric Ton)	GCV (Kcal/Kg)	Quantity (Metric Ton)	Average GCV (Kcal/Kg)
As Received	383555	4206	453447	4228	420612	3955	1257613	4130
As Fired	336674	4207	419502	4257	415720	3891	1171896	4112

LDO REPORT				
	UNITS	Dec-16	Jan-17	Feb-17
	KL	393	499	289
<b>BASIC WITH FREIGHT</b>	Rs	1,63,97,714.98	2,23,25,472.79	1,31,42,371.85
<b>CST 2%</b>	Rs	3,27,954.30	4,46,509.46	2,62,847.44
<b>TOLL TAXES</b>	Rs	45,231.84	30,833.28	14,834.88
<b>GROSS TOTAL</b>	Rs	1,67,70,901.12	2,28,02,815.53	1,34,20,054.17
<b>Price /KL</b>	Rs	42,674.05	45,697.03	46,436.17

HFO REPORT				
	UNITS	Dec-16	Jan-17	Feb-17
	KL	845.386	837.728	177
<b>BASIC WITH FREIGHT</b>	Rs	2,62,13,387.25	2,83,79,193.85	59,31,242.45
<b>CST 2%</b>	Rs	5,24,267.75	5,67,583.88	1,18,624.85
<b>TOLL TAXES</b>	Rs	83,191.68	13,962.24	-
<b>GROSS TOTAL</b>	Rs	2,68,20,846.68	2,89,60,739.97	60,49,867.30
<b>Price /KL</b>	<b>Rs</b>	<b>31,726.15</b>	<b>34,570.58</b>	<b>34,180.04</b>

## Annexure D-4

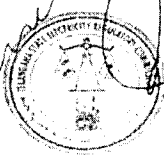
### GCV of LDO

Item	December'2016	January'2017	February,2017
GCV in Kcal/Ltr	10080	10080	10080

### GCV of HFO

Item	December'2016	January'2017	February,2017
GCV in Kcal/Ltr	9950	9950	9950



Dr / Edm  
Laxminarayana / power  
For immediate ma ✓  


**TELANGANA STATE ELECTRICITY REGULATORY COMMISSION**

D.No. 11-4-660, 5<sup>th</sup> Floor, Singareni Bhavan, Red Hills, Hyderabad - 500  
004.

From  
The Commission Secretary  
TSERC, 11-4-660, 5<sup>th</sup> Floor,  
Singareni Bhavan, Red Hills,  
Hyderabad -500004

To  
→ The Chairman and Managing Director  
SCCL-Power Plant Division, 11-4-660,  
3<sup>rd</sup> Floor, Singareni Bhavan, Red Hills,  
Hyderabad -500004

Lr.No.TSERC/Secy/DD(IT)/F:T-7/17/ D.No. 1334Dt 24-03-2017

Sir,

Sub: - SCCL - Determination of Tariff in respect of Singareni Thermal  
Power Project, Phase-I (2x600 MW) - Additional Information  
Required - Reg.

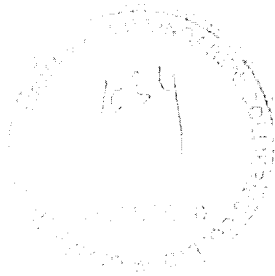
Ref: - Lr.No.STPP/Tariff/2016-17/503 dt 28.02.2017/03.08.2017

\*\*\*

Please refer to the above.

2. I am directed by the Commission to call for the following additional  
information.

- a) copy of Audited Accounts for FY 2015-16.
- b) SCCL, vide its replies to data gaps received on 15.07.2016  
submitted the breakup of actual cost till 31.03.2016 in Appendix  
L. In the same format, furnish the following information duly  
certified by the Statutory Auditor:
  - i. Actual cost incurred till COD of Unit 1.
  - ii. Actual cost incurred after COD of Unit 1 and upto COD of  
Unit 2.
  - iii. Revised figures of proposed Additional Capitalisation  
beyond COD of Unit 2 in FY 2016-17 and in FY 2017-18  
separately.
- c) SCCL, vide its replies to data gaps received on 15.07.2016  
submitted the package wise undischarged liabilities as on



31.03.2016. In the same format, should furnish the package wise undischarged liabilities as on COD of Unit 2.

- d) Submit the following details regarding the fuel procurement:
- i. The actual landed price of coal with detailed cost breakup for the months of December 2016, January 2017 and February 2017.
  - ii. The actual GCV of coal, as received and as fired separately, for the months of December 2016, January 2017 and February 2017.
  - iii. The actual landed price of secondary fuel oil with detailed cost breakup for the months of December 2016, January 2017 and February 2017.
  - iv. The actual GCV of secondary fuel oil for the months of December 2016, January 2017 and February 2017.

3. The above information should reach this office within a week of receipt of this letter.

Yours faithfully,

  
COMMISSION SECRETARY

Copy to:

PS to Chairman  
SCO to Member / F



# 95<sup>th</sup> Annual Report & Accounts

2015-16



**The Singareni Collieries Company Limited**  
(A Government Company)



# The Singareni Collieries Company Limited

(A Government Company)

## Our Mission

- ✦ To retain our strategic role of a premier Coal Producing Company in the Country and excel in a competitive business environment.
- ✦ To strive for self-reliance by optimum utilisation of existing resources and earn adequate returns on the capital employed.
- ✦ To exploit the available mining blocks with maximum conservation and utmost safety by adopting suitable technologies & practices and constantly upgrading them against international benchmarks.
- ✦ To supply reliable and qualitative coal in adequate quantities and strive to satisfy customers needs by constantly sharing their experience and customising our product.
- ✦ To emerge as a model employer and maintain harmonious industrial relations within the legal and social framework of the State.
- ✦ To emerge as a responsible Company through good Corporate Governance, by laying emphasis on protection of environment & ecology and with due regard for corporate social obligations.



# THE SINGARENI COLLIERIES COMPANY LIMITED

(A Government Company)

## 95<sup>th</sup> ANNUAL REPORT & ACCOUNTS 2015-16

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### **BANKERS:**

State Bank of Hyderabad  
Indian Bank  
Canara Bank  
State Bank of Patiala  
Andhra Bank  
Bank of Maharashtra

### **STATUTORY AUDITORS:**

M/s. Vaithisvaran & Co., LLP  
Chartered Accounts,  
6-3-663/C, Office Colony, Panjagutta,  
Beside MAA TV Building, Hyderabad- 500 034

### **SECRETARIAL AUDITOR:**

Sir K.V. Chalama Reddy,  
Company Secretary,  
Flat No. 301, Madhava Apts., Hill Colony,  
Khairatabad, Hyderabad-500 004.

### **LOCATION OF MINING AREAS:**

#### **Khammam District**

Yallandu  
Rudrampur  
Manuguru

#### **Warangal District**

Bhoopalpalli

#### **Karimnagar District**

Ramagundam (Godavarikhani)

#### **Adilabad District**

Srirampur  
Mandamarri  
Bellampalli



## BOARD OF DIRECTORS OF SCCL DURING THE YEAR 2015-16

1. *Chairman & Managing Director*  
**Sri N. Sridhar** (From 1.1.2015 FN)
2. *Director (Operations)*  
**Sri B. Ramesh Kumar** (From 13.12.2012)
3. *Director (Personnel, Administration & Welfare)*  
**Sri J.Pavitrana Kumar (FAC)** (From 6.7.2015)  
**Sri B. Ramesh Kumar (FAC)** (From 20.3.2015 to 5.7.2015)
4. *Director (Planning & Projects)*  
**Sri A.Manohar Rao** (From 13.12.2012)
5. *Director (Electrical & Mechanical)*  
**Sri P.Ramesh Babu** (From 1.3.2014)
6. *Director (Finance) & CFO*  
**Sri J.Pavitrana Kumar** (From 4.6.2015)  
**Sri A.Manohar Rao (FAC)** (From 20.3.2015 to 3.6.2015)
7. **Sri D.N.Prasad** (From 14.10.2015)  
*Adviser (Projects), Ministry of Coal, Govt. of India, New Delhi*  
**Sri Peeyush Kumar** (From 20.4.2015 to 13.10.2015)  
*Director (Technical), Ministry of Coal, Govt. of India, New Delhi*  
**Sri A.K. Bhalla** (From 3.4.2013 to 19.4.2015)  
*Joint Secretary, Ministry of Coal, Govt. of India, New Delhi*
8. **Sri Syed Ashraf** (From 14.10.2015)  
*Director, Ministry of Coal, Govt. of India, New Delhi*  
**Sri Jagdish Kumar** (From 20.4.2015 to 13.10.2015)  
*Dy, Secretary, Ministry of Coal, Govt. of India, New Delhi*  
**Sri D.N.Prasad** (From 6.6.2013 to 19.4.2015)  
*Adviser (Projects), Ministry of Coal, Govt. of India, New Delhi*
9. **Sri R.R.Mishra** (From 7.12.2015)  
*Chairman-cum- Managing Director, Western Coalfields Ltd., Nagpur*  
**Sri A.N.Sahay** (From 11.9.2014 to 31.10.2015)  
*Chairman-cum- Managing Director, Mahanadi Coalfields Ltd., Sambalpur*
10. **Sri Ajay Misra** (From 20.12.2016)  
*Special Chief Secretary, Energy Dept., Govt. of Telangana*  
**Sri Arvind Kumar** (From 30.1.2015 to 19.12.2016)  
*Principal Secretary, Energy Dept., Govt. of Telangana*
11. **Sri K. Rama Krishna Rao** (From 28.6.2014)  
*Principal Secretary, Finance Dept., Govt. of Telangana*

**Sri G. Srinivas**

Chief (Corporate Affairs) & Company Secretary

**Sri M. Krishna Mohan**

General Manager (Finance & Accounts)

## Board of Directors (as on 30.12.2016)



**Sri N. Sridhar**  
Chairman & Managing Director



**Sri B. Ramesh Kumar**  
Director (Operations)



**Sri A. Manohar Rao**  
Director (P&P)



**Sri P. Ramesh Babu**  
Director (E&M)



**Sri J. Pavitrnan Kumar**  
Director (Finance) & (PA&W)  
and CFO



**Sri Ajay Misra**  
Director



**Sri K.Rama Krishna Rao**  
Director



**Sri D.N. Prasad**  
Director



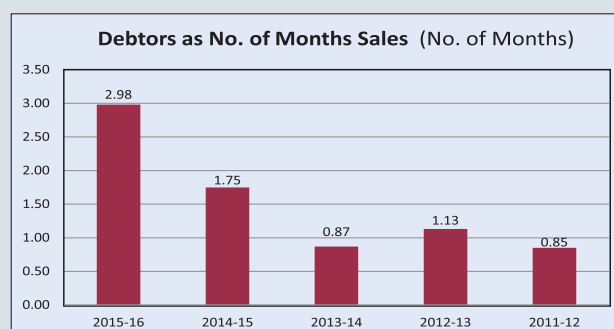
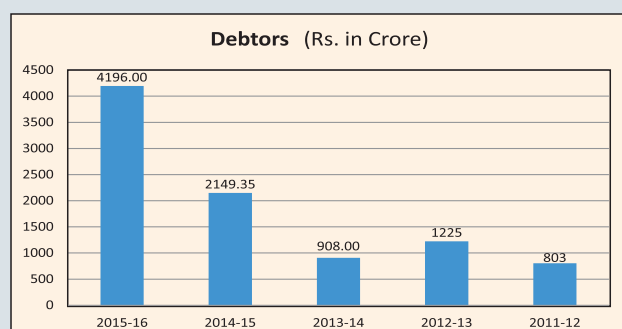
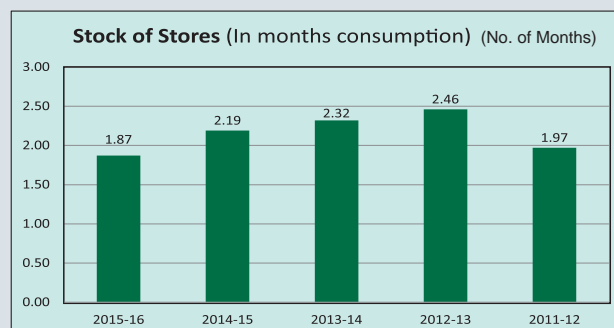
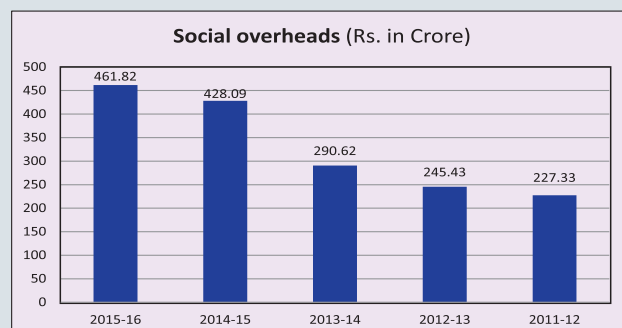
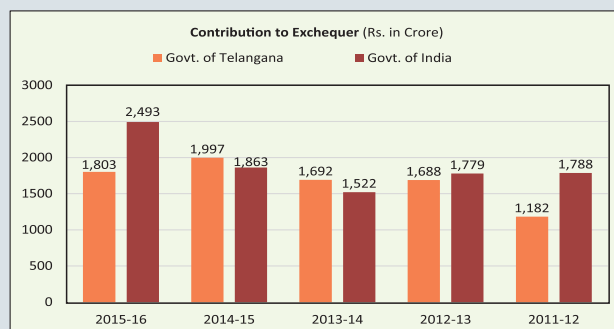
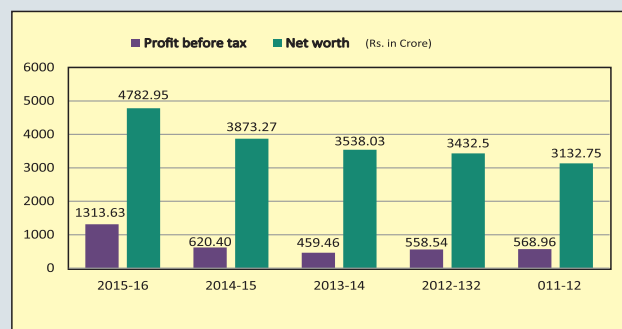
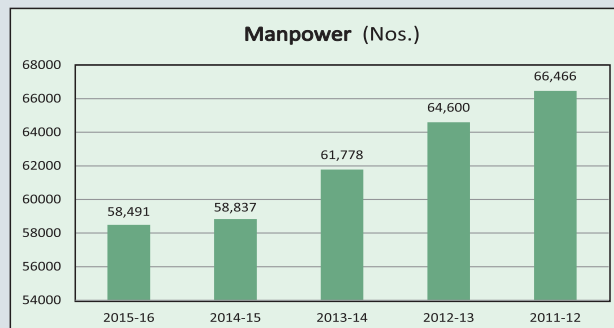
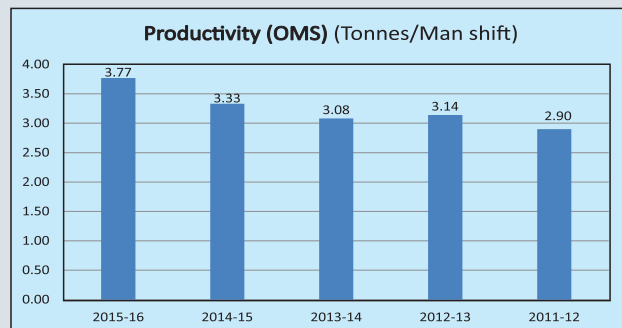
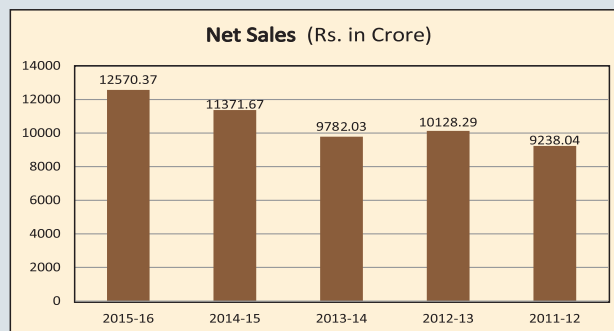
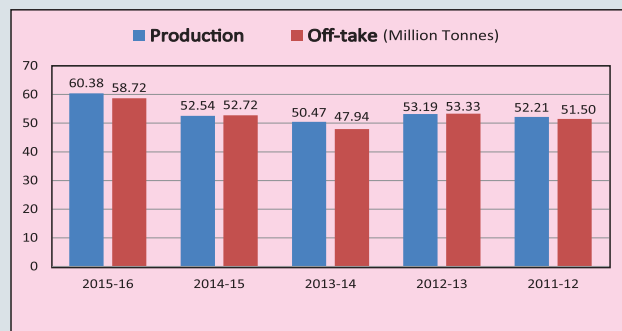
**Sri R.R. Mishra**  
Director



**Sri Syed Ashraf**  
Director



## Graphs Indicating Important Statistics







## PERFORMANCE INDICATORS AT A GLANCE

SI No.	INDICATORS	UNIT	2015-16	2014-15	2013-14	2012-13	2011-12
1	Production						
	a) Opencast	(Lakh Tonnes)	<b>497.28</b>	423.33	399.21	415.93	415.59
	b) Underground	(Lakh Tonnes)	<b>106.52</b>	102.03	105.48	115.97	106.52
	c) Total	(Lakh Tonnes)	<b>603.80</b>	525.36	504.69	531.90	522.11
2	Off-take	(Lakh Tonnes)	<b>587.22</b>	527.18	479.41	533.34	515.04
3	Stock of Coal	(Lakh Tonnes)	<b>72.71</b>	53.66	55.52	30.22	31.28
4	Output per Man Shift	(Tonnes)	<b>3.77</b>	3.33	3.08	3.14	2.90
5	Manpower	(Nos.)	<b>58491</b>	58837	61778	64600	66466
6	Net Sales	(Rs. Crore)	<b>12570.37</b>	11371.67	9782.03	10128.29	9238.04
7	Profit Before Tax	(Rs. Crore)	<b>1313.63</b>	620.40	459.46	558.54	568.96
8	Profit After Tax	(Rs. Crore)	<b>1066.13</b>	490.44	418.74	401.14	358.27
9	Accumulated Profit	(Rs. Crore)	<b>1789.35</b>	979.67	744.43	738.90	539.15
10	General Reserve	(Rs. Crore)	<b>1260.40</b>	1160.40	1060.40	960.40	860.40
11	Equity Share Capital	(Rs. Crore)	<b>1733.20</b>	1733.20	1733.20	1733.20	1733.20
12	Long-Term Debt	(Rs. Crore)	<b>3956.43</b>	3545.59	2304.77	1028.48	616.61
13	Net Worth	(Rs. Crore)	<b>4782.95</b>	3873.27	3538.03	3432.50	3132.75
14	Contribution to Exchequer						
	- State Government	(Rs. Crore)	<b>1802.63</b>	1996.58	1691.83	1688.10	1182.10
	- Central Government	(Rs. Crore)	<b>2492.60</b>	1863.11	1521.67	1778.91	1788.01
15	Earning per Share	(Rs.)	<b>6.15</b>	2.83	2.42	2.31	2.07
16	Debt - Equity Ratio	(ratio)	<b>2.28:1</b>	2.05:1	1.33:1	0.59:1	0.36:1
17	Cost of Sales to Sales	(percentage)	<b>89.55</b>	94.54	95.30	94.49	93.84
18	Debtors as No. of months' Sales	(months)	<b>2.98</b>	1.75	0.87	1.13	0.85



## THE SINGARENI COLLIERIES COMPANY LIMITED

(A Government Company )

Regd. Office: Kothagudem Collieries (PO) – 507 101

Bhadradri Kothagudem Dist., Telangana State

CIN: U10102TG1920SGC000571 ; Website: www.scclmines.com Email: cssccl2016@gmail.com

### NOTICE

Notice is hereby given to all the shareholders of The Singareni Collieries Company Limited that the 95<sup>th</sup> Annual General Meeting of the Company will be held on Friday, the 30<sup>th</sup> day of December, 2016 at 11.00 am at the Registered office, Head office building, Kothagudem Collieries (P.O) – 507 101, Bhadradri-Kothagudem District, Telangana to transact the following business.

1. To consider and adopt the Board's Report and the audited Annual Accounts for the financial year 2015-16.
2. To declare dividend @7.5% on the paid-up equity share capital for the financial year 2015-16.
3. To appoint Directors in place of Sri Arvind Kumar, Sri D.N.Prasad and Sri Syed Ashraf who retire by rotation in accordance with Section 152 of the Companies Act, 2013 and Article 93 of the Articles of Association of the Company and are eligible for re-election.
4. To appoint Director in place of Sri R.R.Mishra who retires under Article 98 of the Articles of Association of the Company and is eligible for re-election.
5. To fix the remuneration payable to Statutory Auditors appointed by the C&AG of India for the financial year 2016-17.

"Resolved that pursuant to the provisions of Section 142 and other applicable provisions if any, of the Companies Act, 2013, the sanction be and is hereby accorded for payment of remuneration and reimbursement of T.A & out of pocket expenses as decided by the Board of Directors to Statutory Auditors appointed by the C&AG of India for the audit of accounts of the Company for the financial year 2016-17."

#### SPECIAL BUSINESS:

To consider and if thought fit to pass with or without modification the following resolution as ordinary resolution.

6. Resolved that pursuant to the provisions of Section 148 and other applicable provisions if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, the sanction be and is hereby accorded for payment of remuneration and reimbursement of T.A & out of pocket expenses to M/s.Narasimha Murthy & Co., Cost Accountants appointed as Cost Auditors by the Board of Directors on 26.8.2016 for the audit of cost accounting records of the Company for the financial year 2016-17 as decided by the Board of Directors.

To consider and if thought fit to pass with or without modification the following resolution as special resolution.

7. Resolved that the sanction be and is hereby accorded for payment of remuneration to Sri B. Ramesh Kumar as Director (Operations) of the Company for a period of 10 months 18 days from 13.6.2016 i.e., till the date of his retirement on superannuation on the existing terms & conditions laid before the meeting duly initialled by the Chairman for the purpose of identification.

By order of the Board

Sd/-

**(G. Srinivas)**

Chief (Corporate Affairs) &  
Company Secretary

Date : 3.12.2016.

Place : Kothagudem



## Notes:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
2. The explanatory statements pursuant to section 102 of the Companies Act, 2013 in respect of the special business are annexed.
3. The Board of Directors in the meeting held on 26.8.2016 recommended dividend @7.5% on the paid up equity share capital for the financial year 2015-16. If approved the dividend will be paid to the shareholders as at the opening hours of 31.12.2016.
4. The Register of members and Share transfer books of the Company will remain closed from 24.12.2016 to 30.12.2016 (both days inclusive).
5. The shareholders are requested to intimate any change in their address to the Registered office of the Company for sending all correspondence.

## ANNEXURE TO NOTICE

Explanatory statements pursuant to Section 102 of the Companies Act, 2013.

### Resolution No.6:

On the recommendation of the Audit Committee, the Board of Directors in the meeting held on 26.8.2016 appointed M/s.Narasimha Murthy & Co., Cost Accountants as Cost Auditors for the audit of cost accounting records of the Company for the financial year 2016-17 on the following terms & conditions.

- a) The fee for Cost Audit will be Rs.2.50 lakh.
  - b) The travelling and out of pocket expenses will be restricted to 50% of the fee subject to production of documentary evidence.
  - c) Service Tax shall be paid as extra as applicable on furnishing the registration number with the appropriate authority.
- Pursuant to the provisions of Section 148 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, approval of the shareholders is sought for payment of remuneration and reimbursement of T.A & out of pocket expenses to M/s.Narasimha Murthy & Co., for the financial year 2016-17 as decided by the Board of Directors.

None of the Directors is personally interested in the resolution proposed to be passed.

### Resolution No.7:

The Board in the meeting held on 26.8.2016 co-opted Sri B. Ramesh Kumar as Director (Operations) of the Company for a period of 10 months 18 days from 13.6.2016 i.e., till the date of his retirement on superannuation on the existing terms & conditions.

Copies of relevant office orders containing terms & conditions of extension are available for inspection at the Registered Office of the Company on any working day during office hours.

Approval of the shareholders is sought for payment of remuneration to Sri B. Ramesh Kumar from 13.6.2016 to 30.4.2017.

None of the Directors except Sri B. Ramesh Kumar is personally interested in the resolution proposed to be passed.



## BOARD'S REPORT

Dear Members,

Your Board of Directors have great pleasure to present the 95<sup>th</sup> Annual Report and audited financial statements of the Company for the year ended on 31<sup>st</sup> March 2016.

### PERFORMANCE:

The year 2015-16 is the remarkable year as the Company has achieved growth in all fronts. 15% growth rate has been achieved in production and 16% growth rate has been achieved in sales which are far above the growth rate achieved in Indian coal industry. The performance achieved by the Company during the year under review can be seen from the following table:

Performance parameters	2015-16	2014-15	% variance over 2014-15
Production (in million tonnes)	60.38	52.54	14.92
Despatches (in million tonnes) (excluding Colliery consumption)	58.69	52.67	11.43
Gross sales (Rs. in crore)	16325.28	14078.86	15.96
Productivity (Output per manshift in tonnes)	3.77	3.33	13.21
Capacity utilisation (Coal) (Percentage)	96	95	1.10

### OPERATIONAL RESULTS:

The financial performance of the Company for the year 2015-16 as compared to the previous year is as under:

(Rs. in crore)

Particulars	2015-16	2014-15
Gross revenue	16969.00	14821.42
Profit before interest, depreciation, provisions, tax & prior period adjustments	2557.68	1925.17
Less: Interest	40.81	39.11
Depreciation	717.22	924.90
Provisions (net)	486.02	340.76
Prior period adjustments (net)	0.00	0.96
Provision for taxation (net of deferred Tax incl. previous years)	247.50	129.00
Net profit after tax	1066.13	490.44
<b>Appropriations :</b>		
Dividend	129.99	129.99
Tax on Dividend	25.21	25.21
Transfer to General Reserve	100.00	100.00

### Share capital:

During the year under report there is no change in the authorised and paid-up capital of the Company and it remained Rs.1800 crore and Rs.1733.20 crore respectively as in the previous year.



### Capital Expenditure:

During 2015-16 amount spent on capital additions is Rs.2805.47 crore as against Rs.2904.23 crore incurred in the previous year.

### Foreign exchange earnings and outgo:

During 2015-16 the foreign exchange outgo was Rs.126.71 crore as against Rs.63.05 crore in the previous year, which is mainly due to import of equipment & spares, payment of consultancy charges etc. There were no foreign exchange earnings.

## PRODUCTION PERFORMANCE:

### Production from opencast & underground mines:

The Company has achieved 60.38 million tonnes of production during the year under review as against the target of 56.00 million tonnes. Out of this, open cast projects have produced 49.73 million tonnes and underground mines have produced 10.65 million tonnes. The technology-wise details of production achieved during the year under review against the targets as well as achievement in the previous year are as under:

(in million tonnes)

Sl. No.	Technology	2015-16		2014-15	
		Target	Actual	Actual	% variance over
1.	<b>Underground</b>				
	a) Hand section	0.32	0.437	0.73	-40.14
	b) Machine mining:				
	i. Road header	0.27	0.085	0.12	-29.17
	ii. Longwall	2.16	1.783	0.80	122.88
	iii. High wall	0.36	0.072	0.31	-76.77
	iv. Side Dump Loaders	6.15	5.278	5.02	5.14
	v. Load Haul Dumpers	2.63	1.999	1.80	11.06
	vi. Short Wall	0.285	0.132	0.33	-60.00
	vii. Blasting Gallery	0.09	0.157	0.41	-61.71
	viii. Continuous miner	1.005	0.709	0.68	4.26
		Total machine mining	12.95	10.215	9.47
	Total underground	13.27	10.653	10.20	4.44
2.	<b>Opencast</b>	42.73	49.727	42.34	17.45
	<b>Total</b>	56.00	60.38	52.54	14.92



**Load Haul Dumper at work in Kothagudem area mine**



**Production from Surface Miner technology at Koyagudem Opencast Project – Yellandu area**



### Overburden removal performance:

The company has achieved overburden removal of 310.76 million cubic metres in opencast projects during the year under review as against 262.82 million cubic metres achieved in the previous year. The details of overburden removal by Company equipment and through outsourcing agencies are as under:

(in million Cu. Mtrs.)

Particulars	2015-16		2014-15	Variance over 2014-15	
	Target	Actual	Actual	Absolute	Percentage
Company equipment	70.00	64.96	63.97	0.99	2
Outsourcing	230.00	245.80	198.85	46.95	24
<b>Total</b>	<b>300.00</b>	<b>310.76</b>	262.82	47.94	18

### Utilization of Capacity:

Capacity utilization achieved during the year under review was 109% of the target as against 95% achieved in the previous year.



**Over burden removal by Shovel & Dumper combination**

### Productivity in terms of out put per man shift:

Productivity in terms of output per man shift in underground mines & opencast projects and for the entire Company for the year under review vis-à-vis previous year is as under:

(in tonnes)

Particulars	2015-16		2014-15	Variance over 2014-15	
	Target	Actual	Actual	Absolute	Percentage
Underground Mines					
- Hand section	0.60	0.44	0.52	-0.08	-15.4
- Machine mining	1.46	1.36	1.21	0.15	12.4
Total UG mines	1.42	1.25	1.10	0.15	13.6
Opencast projects	13.24	13.82	12.18	1.64	13.5
Overall					
- Mines	4.52	4.74	4.21	0.53	12.6
- Mines & Departments	3.59	3.77	3.33	0.44	13.2

### Performance of HEMM:

The performance of Heavy Earth Moving Machinery in terms of availability and utilisation as against the previous year is indicated below:

HEMM	Numbers on roll		CMPDI Norms		% Availability		% Utilisation on Scheduled shift hours	
	2015-16	2014-15	% availability	% utilisation on SSH	2015-16	2014-15	2015-16	2014-15
Draglines	2	2	85	73	73	72	64 (88)	61 (84)
Shovels	68	63	80	60	81	78	55 (92)	53 (88)
Dumpers	474	475	67	50	75	76	38 (76)	37 (74)
Dozers	104	105	70	45	61	66	27 (60)	28 (62)
Drills	66	59	78	40	74	75	27 (68)	26 (65)
Others	163	144	-	-	70	71	26	26
<b>Total</b>	<b>881</b>	<b>848</b>			<b>74</b>	<b>74</b>	<b>36</b>	<b>35</b>



Spreader of a in-pit crusher and conveyor which is spreading over burden on a dump in OC-II project, RG-3 area



## Performance of Underground Mining Machinery

The performance of Underground Mining Machinery in terms of availability and utilisation as against the previous year is indicated below;

UGMM Equipment	Numbers on roll		SCCL Norms		% Availability		% Utilisation on Scheduled shift hours *	
	2015-16	2014-15	% Availability	% Utilization w.r.t. SSH	2015-16	2014-15	2015-16	2014-15
Longwall	2	2	75	67	41	58	19 (28)	21 (31)
Shortwall	1	1	75	67	47	44	23 (34)	39 (58)
Continuous Miner	2	2	75	42	72	56	32 (76)	20 (49)
Road Header	9	11	83	42	67	73	9 (21)	10 (24)
Blasting Gallery	1	3	91	57	84	73	20 (35)	27 (47)
Load Hauler Dumper	45	33	91	57	82	81	32 (56)	34 (59)
Side Dump Loader	165	155	91	58	92	92	33 (57)	33 (56)
Total	225	207	-	-	88	86	31	31

\* Figures in ( ) indicate % achievement of system utilization.



**New Continuous Miner ready to deploy in underground mine at RG-I area**



## MARKETING:

### Target and off-take of coal:

During the year under review, your Company has achieved 58.60 million tonnes off-take of coal against the target of 51.49 million tonnes. Some complaints were received with regard to quality of coal and the same were addressed. The details of sector-wise AAP target & off-take and colliery consumption during the year 2015-16 as compared to the previous year are as under.

(in million tonnes)

Sector	2015-16			2014-15		
	Target	Off-take	% Achieved	Target	Off-take	% Achieved
Power	31.23	49.34	158	32.23	41.61	129
Cement	8.54	3.15	37	8.71	4.64	53
Heavy Water Plant	0.59	0.52	88	0.60	0.55	91
Other Industries	11.08	5.54	50	11.23	5.87	52
Colliery Consumption	0.05	0.05	100	0.08	0.06	75
<b>Total</b>	<b>51.49</b>	<b>58.60</b>	<b>114</b>	<b>52.85</b>	<b>52.73</b>	<b>100</b>

### Mode of dispatches:

The details of dispatches through different modes (excluding colliery consumption) during the year 2015-16 as against previous year are as indicated below:

(in million tonnes)

Year	Rail (incl. RCR)	Road	Merry-go-round	Rope-way	Total
2015-16	40.30	9.12	8.61	0.52	58.55
2014-15	34.15	10.39	7.58	0.55	52.67
Absolute increase/ decrease	6.15	-1.27	1.03	-0.03	5.88

Presently 6 Nos. of Railway sidings are existing in SCCL for a total length of 86.66 Km., and 4 new Railway sidings are proposed to be constructed viz., Bethampudi-Koyagudem, Asifabad Road Railway station-Goleti CHP, BDCR-Sathupalli (through JV with TSGENCO) and KK-1 CHP sidings.

### Wagon loading performance:

Daily average loading of 3,977 / 1,591 Four Wheeler Wagons / Box wagons was done during the year 2015-16 as against 3,564 / 1,426 FWW/ Box wagons done in 2014-15.



### Measures for improving quality:

Measures taken for improving quality of coal are as under;

- ◆ Conducted quality seminar on 30.4.2015 on “Quality importance and Govt. focus” in Yellandu Club of RG-I area.
- ◆ Regular interactions, meetings and negotiations with the customers are being conducted.
- ◆ Steps for improving quality are being initiated based on Customer feedback.
- ◆ It is proposed to establish 3 Coal washeries as under;
  - i. JVR OCP; 4.0 MTPA under BOO concept.
  - ii. RG-II; 3.0 MTPA under BOO concept.
  - iii. KH OCP; 2.0 to 3.0 MTPA under BOM concept.



**Coal washery at Manuguru area for supply of clean and washed coal to customers**

### EXPLORATION ACTIVITIES:

During the year under review, 325.97 million tonnes of reserves were proved against 89.86 million tonnes proved in the previous year. With this the total proved reserves in Godavari Valley Coalfield have gone up to 10,528 million tonnes as on 31.3.2016. The coal extracted by the Company in the Godavari Valley Coalfield up to the year 2015-16 was about 1343.92 million tonnes.

On the request of Govt. of Telangana, the Exploration department of your Company has taken up drilling for Iron ore investigation in Khammam Dist. A total of 17 boreholes involving 1140 metres of drilling were carried out.

## INDUSTRIAL RELATIONS:

The details of strikes during the year 2015-16 as against the previous year are as under;

Particulars	Unit	2015-16	2014-15
Strikes	No.	1	-
Mandays lost	No.	43,177	-
Production lost	Tonne	79,614	-



**Visit of team consisting Union, Officers' Association and Management representatives to study the mines in USA**

## EMPLOYEES' WELFARE MEASURES AND SOCIAL SECURITY SCHEMES:

Welfare and social security to the employees are given due importance and various welfare activities viz., housing & sanitation, educational, recreational, medical facilities with super specialty services and social security schemes that were in vogue are being continued. 43 Nos. of pit head canteens were renovated for improving the canteen facilities. The overall housing satisfaction as on 31.3.2016 was 89% as against 88% at the end of previous year. Pada yatras in the residential colonies of employees was organised under the programme "Mee kosam – Mee chentaku" for receiving and addressing the issues relating to amenities in the Townships.

Measures are being taken for improvement of medical facilities in all hospitals & dispensaries run by the Company. Renovation of Main hospital and Area hospitals were done and wards are being air conditioned. Video conference facility has been established between NIMS, Hyderabad and Company hospitals for better medical services. For supply of purified drinking water to the employees at offices, mines, hospitals, guesthouses, training centres etc., RO purification plants are being established. During the year under review 33 RO plants were established under Phase-III taking the total plants established so far to 158.

There are 17 swimming pools throughout the Company for the benefit of employees and 4 new swimming pools at Manuguru, Bhoopalpalli, Mandamarri and Belampalli areas have been constructed.



Management Matching grant has been enhanced from Rs.75,000/- to Rs.7,50,000/- which will be paid to the dependants of the employee in case of natural death while on duty and from Rs.1,00,000/- to Rs.10,00,000/- in the case of death of employee due to mine accident.

Yoga & Meditation camps were conducted extensively throughout the areas in association with Vivekananda Yoga Anusadhana Samsthan, Bangaluru and Brahma Kumaries in which 40,000 employees and their family members participated.

An awareness programme called as “Mee Kosam – Mee Arogyam Kosam – Stop diabetics” was conducted from 28.8.2015 to 6.9.2015 throughout the areas of the Company. Under the same programme, super speciality medical camps were organised from 30.11.2015 to 5.12.2015 which benefited 18,500 employees and their dependants. A special programme on breast & cervical cancer awareness & preventive campaign was conducted from 11.3.2016 to 21.3.2016 for the employees and their spouses who crossed 40 years of age.

1<sup>st</sup> International Yoga day was conducted on 21.6.2015 throughout the areas in a grand manner.

The Singareni Collieries Educational Society sponsored by the Company has been running 9 Schools at various areas, Women’s PG, Degree & Junior College at Kothagudem and one Polytechnic College at Srirampur. Apart from curriculum and academic activities encouragement is also be given for NCC, Scouts & Guides movement, various arts like drawing, music etc. Several students studying in the schools were selected for Governor/ Rashtrapathi awards in the Scouts & Guides and in other competitions.

Women’s Degree College has secured ‘A’ grade accreditation from NAAC from the academic year 2015-16 which is valid for 5 years.

Employees are being provided sports facilities & required infrastructure and are also encouraged to participate in sports & games.

Contributory Post-Retirement Medicare scheme is being implemented for retired executives and their spouses.

The Company has extended insurance coverage to all the employees under Pradhan Manthri Suraksha Bima Yojana (PMSBY) and paying premium.



**Yoga classes for miners at mine premises**



**Sports & Games are conducted in all areas to encourage sportsmanship in employees**

**Social Overheads:**

An expenditure of Rs.461.82 crore was incurred on various social overheads during the year 2015-16 as against Rs.428.09 crore incurred in the previous year.

**Corporate Social Responsibility and activities through Singareni Seva Samithi:**

The Company has formulated CSR Policy and taken up several CSR activities. The Company has also taken up several CSR activities through 'Singareni Seva Samithi', a non-profit organisation established in 1998. During the year under review the Samithi activities are as under;

About 2,941 dependants of employees / Ex-employees and locals have undergone training in Skill Development Programmes through Khadi Gramodyog Maha Vidyalay, Rajendranagar (KGMV) in different vocational trades like Electrician, Tailoring, Beautician, Fashion Designing etc. Out of them, 1661 candidates have successfully completed training and got certificates from KGMV.

215 candidates have undergone training in Pre-Primary Teacher training, spoken English etc.

720 candidates belonging to PAP were trained in different vocational courses.

120 candidates have undergone Light Motor Vehicle driving course at different areas of SCCL.

With the assistance of Seva Samithi 479 self employment units were established at various areas during the year taking the total self units established so far to 2,507.

About 11 girl students of ST home, Manuguru were adopted by the Company and extended free education with free hostel facility.

About 60 ST students of Sonapur village, Adilabad dist., were given free education in Singareni Schools with free transportation facility.

ST Homes of Kothagudem & Bellampalli were adopted for free education, uniforms, school bags, books etc.

About 200 Special children were supported by the Company, who are associated with Manochaitanya, Godavarikhani, Satya Sai Deaf & Dumb School, Manuguru and Manovikas Special School, Mandamarri.



Hosted Army Recruitment Rally at Kothagudem by providing infrastructure and support which facilitated participation of 27,000 youth from Telangana State.

About 1200 candidates were trained for Army / Police recruitment rallies held at Adilabad & Kothagudem. Out of the above, 154 candidates were selected.

A total of 23,054 patients covering 70 villages / hamlets were treated in 703 Mobile Medical Camps conducted. Investigations were carried out and medicines have been supplied free of cost.

Outsourcing works are being awarded to Mutually Aided Cooperative Societies in the Project Affected Villages (PAF) formed by ITDA authorities.

Job Mela was organised under the programme “Singareni Animuthyalu” from 27.1.2016 to 1.2.2016 with the assistance of EGMM, MEPMA wings of Govt. of Telangana and other agencies and more than 80 private companies / organisations have participated. About 19,000 candidates have attended job mela and 7,559 candidates were selected by various private organisations including direct offers, conditional offers and training & placements. Necessary arrangements are made for providing training in Web designing & animation through M/s.Vantage Point (Sahithi) agency at Ramagundam and training on CNC machines through M/s.Gram Tarang Employability Training services in the premises of Khadi Gramodyog Maha Vidyalaya, Rajendranagar, Hyderabad for the benefit of candidates who opted for Training & Placement during Job Mela.

#### **CSR Committee of Board:**

Corporate Social Responsibility Committee of Board under the provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 consists following members.

- i) Chairman & Managing Director - Chairman
- ii) Director (Finance) - Member
- iii) Director (Operations) - Member
- iv) Director (PA&W) - Member

Annual Report on CSR activities of the Company for the financial year 2015-16 as required under Rule 8 of Companies (CSR Policy) Rules, 2014 is given in Annexure-I.



**D T Roads laid as part of CSR activity in surrounding Towns and Villages - A view of a road in Bhupalpalli town**



**Yoga training as part of free coaching to youth for Police recruitment**

**As part of CSR activity, safe drinking water facility provided in a tribal Village, Yellandu Area**



**Supply of safe drinking water to surrounding Villages of Bhupalpalli**





## INFORMATION TECHNOLOGY & NETWORKING:

The following measures were taken for using Information Technology in the operations of the Company.

- ◆ Established GPS/GPRS based Surveillance system with BOOM Barriers, RFID Technology and CC cameras for monitoring internal coal transportation trucks at Srirampur, Mandamari, RG-I & Yellandu. It is proposed to implement the same Technology throughout the Company.
- ◆ Application is developed for upgraded new modules of Hospital Management Software under latest technology platform and it is in testing stage.
- ◆ Implemented Web based file management system throughout the Company.
- ◆ Operator Independent Truck Despatch System (OITDS) enquiry is floated for providing GPS Based OITDS at OCP-I, RG-3 area, OCP-3, RG-II area and PKOC, MNG area under BOO concept for a period of 5 years.

## SAFETY STATUS:

Your Company is taking all measures for improving the safety status in mines. Corporate and region level safety review meetings are conducted regularly. Training on risk assessment based Safety Management Plan by M/s.SIMTARS, Australia is being undertaken to improve safety and health management systems on par with the international standards by imparting specialised training in risk management and hazard identification.

With the intense measures taken by the Company for ensuring safety in mines, the Company is able to minimise the accidents. While the number of fatal accidents and fatalities remained same as in the same year, number of serious accidents and persons injured has come down over the previous year. The details are as under:

Year	Fatal		Serious		Injury rate per million tonne of production	
	No. of accidents	No. of persons involved	No. of accidents	No. of persons injured	Fatal	Serious
2015-16	7	7	224	224	0.12	3.71
2014-15	7	7	271	271	0.13	5.16



**Workmen proceeding for duty in uniform in Srirampur Area mine**

### Mines rescue services:

Mines Rescue Services of SCCL have attended 10 underground emergencies, 13 surface; and 20 outside emergencies as part of corporate social responsibility.

The 46<sup>th</sup> All India Mines Rescue competitions were held from 5.12.2015 to 8.12.2015 at Manendragarh, SECL in which SCCL team has shown outstanding performance and bagged 5 prizes including 2 overall 1<sup>st</sup> prizes in IMRC promotional competitions & First Aid, recovery.



**Rescue Teams are trained and equipped with modern rescue apparatus**

### HUMAN RESOURCE DEVELOPMENT:

The Mission of HRD department of the Company is to improve the competencies of all its employees by sponsoring them to various kinds of in-house and external (with in India & overseas) training programmes, in-house knowledge day sessions, yoga & meditation programmes, skill development programmes etc., so as to develop them as excellent performers and to lead healthy, peaceful and stress free life. The HRD dept., has got ISO-9001; 2008 QMS certification. The Company has good in-house training centres with facilities like Library, LCD projector, Computers and Internet at various areas. During the year under review, 2 MVTCs have been established at Adriyala Project and Bellampalli areas. The details of total training centers are as indicated below.

Sl. No.	Name of the centre	No. of centres
1.	Mines Vocational Training Centres (MVTC)	10
2.	Corporate training Centre (CTC), Kothagudem	1
3.	Technical Training Centre (TTC), Ramagundam (for opencast technology)	1
4.	Underground Mechanisation Training Institute (UMTI), RG-II (for underground technology)	1
5.	Nargundkar Institute of Management (NIM), RG-II (for executive training)	1



Number of executives & non-executives covered under in-house and outside training programmes are as under:

Sl. No.	Particulars of training programmes	2015-16		2014-15	
		Executives	Non-Executives	Executives	Non-Executives
1.	In-house	854	542	427	30
2.	Within the country	497	151	613	129
3.	Outside the country	7	-	14	7

The Company is proposing to give one year apprenticeship training to the B.Tech. (Mining) Graduates of JNTUH, Manthani, Karimnagar Dist.

**Multi Departmental team meetings:**

The programme known as “touching every employee and sensitizing every employee” was started during the previous year by constituting Multi Departmental Teams (MDT) at all areas and MDT meetings were conducted in all the Mines & Departments throughout the Company highlighting the importance of achieving production and productivity at faster phase and vision of the Company for the coming 5 years to cater to the demand of the Coal for the power of the Telangana State. Based on the best suggestions received during the meetings, an action plan was prepared and sent to Mines / Areas / Departments for implementation.

The manpower of the company has come down from 58,837 as at the end of the previous year to 58,491 by the end of the year under report.



**Multi Departmental Team meetings are conducted in all Mines and Departments to educate workmen on production, productivity and safety**

### MEASURES FOR CONSERVATION OF ENERGY:

- ★ Added suitable Capacitor Banks in the load centre which saved 30,01,340 units and the saving is Rs.1.92 crore.
- ★ Introduced fire preventive system for the first time in SCCL for power transformer at RG-3 sub-station and proposed to introduce at Mandamarri 132 KV sub-station also.

The specific energy consumption in KWH/ tonne of coal production has come down during the year under review by 7.87% over the previous year as mentioned below;

Description	2015-16		2014-15		% variance over 2014-15
	Target	Actual	Target	Actual	
Specific energy consumption in KWH/tonne	14.50	11.71	14.50	12.71	-7.87

### TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

High mechanized & capacity longwall technology was introduced at Adriyala Longwall project with a rated capacity of 2.81 million tonnes. This technology facilitates extracting deep seated coal. During the year under report, 1.852 million tonnes of coal was achieved from this mine which is a record coal production in India from single underground mine. The technology was imported in the year 2011. Performance assessment test is yet to be fulfilled.



**Production from Highwall mining technology at Medapalli Opencast Project, RG-I area**



## PROJECTS AND SCHEMES:

### Projects/schemes under implementation:

As at the end of March 2016, there are 20 mining projects, (14 opencast and 6 underground) under various stages of implementation with a sanctioned capital cost of Rs.7031.78 crore. The implementation of 3 projects is as per schedule, 17 projects are lagging behind schedule. The Management is taking all possible steps to reduce slippages in implementing the projects.

### Projects approved by the Company:

The Board of Directors of the Company have approved the following projects / schemes during the year 2015-16:

Sl. No.	Name of the Project	Capacity per annum (MTPA)	Capital (Rs. crore)	Approved on
1.	RCE of Manuguru OCP	1.50	415.70	13.5.2015
2.	FR of Kakatiya Khani OC-II Project	1.25	397.09	13.5.2015
3.	RCE of Srirampur OCP-II	3.10	322.98	16.10.2015
4.	FR of Koyagudem OCP-III	3.60	426.79	16.10.2015
5.	RCE of RG OC-II Extension	4.00	489.62	16.10.2015
6.	Kalayanikhani-6 Incline Mine			
	a) Outsourcing option	0.80	245.88	29.12.2015
	b) Departmental		477.65	
7.	RCE of Kalayinakhani OCP	1.75	384.32	11.3.2016
8.	RCE of Koyagudem OCP-II	3.00	167.37	11.3.2016
9.	RCE of Kondapuram UG mine			
	a) Outsourcing option	0.70	56.88	11.3.2016
	b) Departmental		293.11	

### Up-gradation of Explosive plant:

The Board of Directors of your Company have approved the FR for enhancement of capacity of Site Mixed Slurry (SMS) Explosive plants at Ramagundam from the existing 10,000 Tons to 30,000 Tons and Manuguru plant from 5,000 Tons to 20,000 Tons by converting to Site Mixed Emulsion (SME) technology at a total capital outlay of Rs.46.32 crore.

### Dropping of Projects:

The Board of Directors of your Company have approved for dropping of the following projects / schemes during the year under report:

- i) Dropping of forming Joint entity with Heavy Water Board for expansion of their Thermal Power Plant at Manuguru keeping in view the setting up of 2x600 MW STPP.
- ii) Withdrawal of Jallaram Shaft Project by annexing 323.06 Ha. (89.67 MT of reserves) of Jallaram Shaft project FR area to Adriyala Longwall Project and the balance area of 406.11 Ha. (116.36 MT of reserves) of Jallaram Shaft project FR area to the RG OC-I Expansion Project for future proposals.

### Projects completed:

The Board of Directors of the Company have approved the completion reports in respect of the following projects / schemes during the year 2015-16:

Sl. No.	Name of the Project	Capacity per annum (MTPA)	Completion cost (Rs. crore)	Date of completion	Approved on
1.	Introduction of Blasting Gallery unit at Vakilpalli mine	0.49	29.49	31.3.2016	11.3.2016
2.	De-rating-cum-completion report of Shortwall Mining Technology project at RK NT mine	Derated from 5.4 to 3.0	26.22	31.3.2015	11.3.2016
3.	Dorli Opencast Project-II	0.70	42.85	31.3.2015	29.12.2015

### STATUS OF 2x600 MW POWER PROJECT:

Construction of 2x600 MW coal based Thermal Power Plant at Jaipur Mandal of Adilabad District of Telangana is in final stage. Boiler Light up of Unit-1 was done on 4.7.2015 and Unit-2 on 6.8.2015. Synchronization of Unit-1 was done on 13.3.2016. Other packages like 1 TMC water supply scheme, raw water storage Reservoir (R-1) were completed. 2 TMC water supply scheme, raw water storage Reservoir (R-2), Railway siding, residential quarters, roads for alternate coal transport arrangements are in progress. The 400 KV Quad DC line (162.459 Kms) taken up by TRANSCO is completed and line is charged.

Power Purchase Agreement (PPA) has been signed on 18.1.2016 between SCCL and TSDISCOMs for sale of 1200 MW power. Naini coal block in Odisha state which was allocated to SCCL's 2x600 MW TPP as end use plant. The standing Linkage Committee (Long Term) in the special meeting held on 18.3.2016 has recommended grant of Bridge Linkage for STPP from SCCL mines and approval for the recommendations of SLC (LT) has been communicated by MoC on 22.4.2016. Order dated 25.3.2016 placed on M/s.Steag Energy Services (India) Pvt. Ltd., Noida for Operation and Maintenance of 2x600 MW STPP for a period of 3 years.

In order to fund the cost overrun of the project, the Company is proposing to borrow an additional loan of Rs.1320 crore from the PFC & REC Consortium.

### Setting up of additional 3<sup>rd</sup> Unit of 1x600 MW Power Plant:

In order to fully utilize the balance land and other common infrastructure facilities available at 2x600 MW STPP, Jaipur, the Board of Directors in the meeting held on 31.1.2015 recommended the DPR for expansion of 2x600 MW STPP by adding additional 3<sup>rd</sup> unit of 1x600 MW Power Plant (stage-II) as brown field expansion at a cost of Rs.3,570 crore to the Govt. of Telangana for approval. The Govt. of Telangana has communicated it's approval for the same vide it's letter dt.25.2.2015 for awarding total BTG and BoP packages of the additional 1x600 MW 3<sup>rd</sup> Unit (Stage-II) on EPC basis to M/s.BHEL on 9.6.2015.

MoEF & CC issued terms of reference on 27.5.2015 for preparation of EIA/ EMP report with a condition to explore the feasibility of switching to Super Critical Technology and if sub-critical is proposed, prior approval of MoP shall be submitted.

SCCL will take a decision on capacity of Super Critical unit as per the directions of the Govt. of Telangana.



## **PROTECTION OF ENVIRONMENT, ECOLOGY & BIO DIVERSITY:**

Reclamation of OB dumps is being done concurrent to mining operations. During the year under review, plantation was done on OB dumps in 493 Ha., with 12,29,132 seedlings, Block plantation in 295.5 Ha., with 3,86,965 seedlings and avenue plantation in 60.5 KMs with 24,500 seedlings. Thus the total area of plantation done during the year 2015-16 was 788.5 Ha of OB & Block plantations apart from avenue plantation. The Company has banned usage of plastic carry bags & other plastic materials in all the mining areas, offices, clubs, guesthouses etc. Overburden is being processed for stowing in underground mines.

20 Nos. of Effluent Treatment Plants and 7 Nos. of Sewage Treatment Plants are functioning at different areas to treat workshop effluents and domestic effluents respectively.

Fly ash bricks are being used in all construction works.

## **RESEARCH & DEVELOPMENT:**

During the year under review, R&D activities taken up are as under;

### **In UG mines:**

- ★ Blasting Gallery panel design in 21 incline.
- ★ Design of method of work and support plan in Continuous Miner panel at VK-7 incline, GDK-11 Incline and Shanthi Khani.
- ★ Non-destructive testing of critical components of man riding systems, steel structures of RKP CHP and SRP CHP.
- ★ Periodical quality testing of permitted explosives and accessories.
- ★ Subsidence prediction studies at Adriyala, KTK-3 incline, Rampur Shaft Block, Mandamari Shaft Block.
- ★ Strata monitoring studies at Vakilpalli mine.
- ★ Bottom ash stowing studies at RK-7 incline.

### **In OC mines:**

- ★ Study on effect of blasting on nearby structures at RG OCP-III.
- ★ Processed OB for stowing in UG Mines.
- ★ Periodical quality testing of explosives & accessories.
- ★ Slope stability studies at Dorli OCP-II.
- ★ Stability analysis and design optimization of OB dumps and deep OC mines by CSIRO, Australia, which is under progress.

Benefits derived as a result of the above R&D activities are improvement of mine ventilation, prevention of fires/spontaneous heating, production, productivity and percentage extraction of coal. The studies have also facilitated obtaining DGMS permissions, smooth operation of Adriyala Long Wall Project, maintaining quality standards by explosive and detonators manufacturers. As some OC mines in the Company are proposed at greater depths, the scientific studies by CSIRO would help in suitable design of OC pit bench stability and dump slopes stability.

### **Future plan of action:**

- ★ S&T Project on experimentation of Hydraulic Mining Technology (HMT) for extraction of steeply inclined seams in KTK-5 Inc, BHPL area.
- ★ To create R & D web site for access to R & D reports.

- ★ To take up Bottom Ash stowing on large scale.
- ★ Replacement of Aluminum blades with FRP blades for 3.0 m Dia Main Mechanical Ventilators in all the mines for energy saving after successful trials at KTK-8 Incline.
- ★ Introduction of Self Advanced Goaf Edge Supports (SAGES) as goaf line supports in depillaring panels to prevent the over riding of roof fall in the goaf into the active working places resulting in improving the safety of the persons working near goaf edge.

The expenditure incurred on R&D during the year under review is Rs.3.00 crore as against Rs.1.57 crore incurred in the previous year. The expenditure on R&D is 0.02% of turnover.

### INTERNAL AUDIT:

The Internal Audit dept., has been conducting pre-audit, post-audit, system studies etc., under annual audit programme which is approved by the Audit Committee.

During the year under report, the Internal Audit dept., after conducting audit of different bills disallowed an amount of Rs.186.50 lakh under pre-audit and advised for recovery of an amount of Rs.27.43 lakh against the amount of Rs.128.56 lakh disallowed under pre-audit and recovery of Rs.112.46 lakh under post audit in the previous year.

The status of compliance of Internal Audit memos as on 31.3.2016 when compared to the end of previous year is as under:

Period up to	Issued		Complied		Pending		% compliance No. of memos	Recovery percentage
	No. of memos	Value (Rs. lakh)	No. of memos	Value (Rs. lakh)	No. of memos	Value (Rs. lakh)		
31.3.2016	3604	657.92	3550	647.04	54	10.88	98.50	98.35
31.3.2015	3439	632.90	3336	600.18	103	32.72	97.01	94.83

### VIGILANCE:

During the year under review, while 29 cases were pending at the beginning, 139 cases were received during the year 2015-16. The Vigilance dept., has submitted reports in 135 cases and 33 cases were pending as on 31.3.2016. Based on the reports submitted by the Vigilance department action was taken on 80 employees. The Vigilance Dept., has conducted 107 surprise checks and surveillance at CHPs, weigh bridges, check posts, OCP's, mines and certain strategic junction points in and around coal belt areas etc., system studies on different subjects. The Vigilance reports are being reviewed by the Board of Directors.

### WHISTLE BLOWER MECHANISM:

The Board in the meeting held on 16.10.2015 approved 'Whistle Blower Mechanism of SCCL' and the implementation circular of the mechanism has been issued on 17.12.2015.

### Implementation of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013.

The Company has established procedures for dealing with the complaints under the above Act. During the year under report the complaints received under the Act are Nil.





## AWARD:

Your Company has received “Energy and Environment Foundation Global Safety Award-2016” which was presented during 6<sup>th</sup> World PetroCoal Congress-2016 on 17.2.2016 at New Delhi.

## SUBSIDIARY:

SCCL continues to hold Rs.1408.27 lakh of equity amounting to 81.54% in A.P Heavy Machinery & Engineering Ltd., as on 31<sup>st</sup> March 2016 as at the end of previous year. During the year 2015-16 the Company has earned a net profit of Rs. 254.92 lakh as against Rs. 250.42 lakh earned in the previous year.

## Related party transactions:

Related party transactions during the year under report are given in Form AOC-2 as Annexure-II.

## NEW BUSINESS INITIATIVES:

### Naini Coal Block:

The Company has been allocated Naini Coal Block located at Talcher Coal Fields, Angul Dist. of Odisha, by Govt., of India through allotment process to Govt. Companies. The Block is having Geological reserves of 495.00 Million Tonnes, out of which 180.00 Million Tonnes are proved.

Ministry of Coal (MoC) published notification on 10.5.2016 in the extraordinary Gazette of India under Section 4(1) CBA(AD) Act, 1957 to prospect in the land covering Naini coal mine. M/s.South West Pinnacle, Gurgaon is selected as drilling agency for exploration and contract will be awarded in 2<sup>nd</sup> week of July, 2016.

The Company proposes to appoint MDO for development & operation of its Naini Coal mine in Odisha. The NIT for the same will be floated for selecting MDO.

### Initiative taken to generate power from solar energy.

Roof top Solar P.V Plants commissioned in RG-II GM office (10 KWp) and in KK-2 Guest house (4 KWp).

Erection of 60 KWp and 100 KWp Grid connected solar PV Plant at Singareni Bhawan, Hyderabad and S.C Polytechnic College, Srirampur is under process.

Proposal of 5 MWp Solar PV Plant at B.Power House, Kothagudem is under process.

Details of solar units commissioned as under;

Location	Capacity (LPD)
Singareni Women's college	8300
Area Hospital, BHP	2000
Transit Guest house, KGM	2500
Singareni women's hostel	2500
Guest house, Goleti	200
Yellandu Guest house, KGM	1500
Yellandu Guest house, RGM	1500
MB quarters at Corp. (7 Nos.)	14000
<b>Total</b>	<b>32500</b>

100 LPD = 2 KWp

**OB to sand:**

OB to sand for commercial purpose is being explored. Note is initiated to obtain approval for establishing a small plant at Yellandu on experimental basis, to extract sand from OB, which can be used as construction material.

**Consultancy jobs:**

Bid for consultancy work of “study on underground coal mining in CIL – Problems, potential, Technology, Modernisation, Production & safety” was submitted by the consortium of ISM-SCCL-Pwc and stood L-1.

**J V Company with NTPC:**

Since there is no business opportunity to JV Company with NTPC i.e, NTPC–SCCL Global Ventures Private Limited as approved by the Board of Directors of your Company, the voluntary winding up of the said JV is in advanced stage.

**JV Company with APMDC:**

Pursuant to the directions of erstwhile Govt., of AP Joint Venture Company named as ‘APMDC SCCL Suliyari Coal Company Ltd.’ was formed on 1.7.2013 along with APMDC for exploration and mining of coal from Suliyari-Belwar coal block in Madhya Pradesh. The equity participation was in the ratio of 51:49 between APMDC and SCCL. However, in pursuance of the AP Reorganization Act, 2014, the APMDC has been bifurcated into APMDC and TMDC. Further, Suliyari-Belwar coal block is one of the Coal Blocks cancelled by the Honorable Supreme Court vide its order dt.24.9.2014.

**CONTRACT MINING ACTIVITIES:**

SCCL is a consortium member of Indu-SCCL-Caterpillar for mine development and operation of Moonidih XV Seam of BCCL.

Two incline tunnels (size 5.5m x 4m) are under drivage, 80m length of each tunnel completed till date. Air-shaft is under sinking, 420m of depth sunk till date. Both inclines & air-shaft sinking will be completed in 24 months. Coal production will start from the year 2018.

**STATUTORY AUDITORS:**

For the financial year 2015-16, the Comptroller & Auditor General of India has re-appointed M/s Vaithisvaran & Co., Chartered Accountants, Secunderabad as Statutory Auditors of the Company under Section 139 of the Companies Act, 2013.

**SECRETARIAL AUDITOR:**

For the financial year 2015-16, the Board of Directors of the Company have appointed Sri K.V. Chalama Reddy, Company Secretary in practice, Hyderabad as Secretarial Auditor of the Company under Section 204 (1) of the Companies Act, 2013.

The Secretarial Audit Report vis-a-vis replies of the management for the remarks of the Secretarial Auditor is given as Annexure-III.

**COST ACCOUNTING RECORDS:**

As per the Company’s (Cost Accounting Records) Rules, 2011 issued by Ministry of Corporate Affairs, your Company has been maintaining cost accounting records.

**Cost Auditors:**

On the recommendation of Audit Committee, the Board of Directors in the meeting held on 13.5.2015 appointed M/s. Narasimha Murthy & Co., as Cost Auditors of the Company for the financial year 2015-16.

**Internal Auditor:**

The Board of Directors have appointed Sri Ch.Vara Prasad, General Manager (F&A) (Internal Audit) as Internal Auditor of the Company under Section 138 of The Companies Act, 2013.

**Chief Financial Officer:**

The Board of Directors have appointed Sri J. Pavitran Kumar, Director (Finance) as Chief Financial Officer of the Company under Section 203 of The Companies Act, 2013 w.e.f.,4.6.2015.

**AUDIT COMMITTEE:**

Audit committee of the Company consists of all non-executive Directors viz., Sri D.N.Prasad, Adviser (Projects), Ministry of Coal, Govt. of India as Chairman, Sri Arvind Kumar, Principal Secretary Energy Dept., Govt. of Telangana, Sri K.Rama Krishna Rao, Principal Secretary, Finance Dept., Govt. of Telangana, Sri R.R. Mishra, C-MD, Western Coalfields Ltd., and Sri Syed Ashraf, Director, Ministry of Coal, Govt. of India as Members. The Board has concurred with the recommendations of the Committee given in its 5 meetings held during the year under report.

**UNPAID DIVIDEND:**

An amount of Rs.3,907/- is lying in the “Unpaid Dividend Account for the Year 2008-09”. The amount becomes due for credit to Investor Education and Protection Fund and the same will be remitted to the Fund within the due date as per the provisions of the Companies Act.

**BOARD / BOARD COMMITTEE MEETINGS:**

The details of Board / Board Committee meetings held during the year and attendance of Directors / Members are as under:

**Board:**

Meeting No.	Date of Meeting	Total Strength of the Board	No. of Directors Present
530	13.5.2015	9	9
531	22.8.2015	10	6
532	16.10.2015	10	9
533	29.12.2015	10	6
534	11.3.2016	10	9

**Audit Committee:**

Meeting No.	Date of Meeting	Total Strength of the Board	No. of Directors Present
32	11.4.2015	5	2
33	22.8.2015	5	2
34	16.10.2015	5	3
35	29.12.2015	5	2
36	11.3.2016	5	3

**Technical Committee:**

Meeting No.	Date of Meeting	Total Strength of the Board	No. of Directors Present
3/2015	22.8.2015	4	3
4/2015	21.11.2015	4	3
1/2016	27.2.2016	4	3

**Committee of Directors (Appellate Authority under CD&A Rules)**

Meeting No.	Date of Meeting	Total Strength of the Board	No. of Directors Present
9	22.6.2015	4	4

**Corporate Social Responsibility (CSR) Committee:**

Meeting No.	Date of Meeting	Total Strength of the Board	No. of Directors Present
4	16.10.2015	3	3
5	28.12.2015	3	3

**DIRECTORS:**

Govt., of Telangana appointed Sri N. Sridhar, IAS as C&MD of the Company for a period of 2 years from 1.1.2015 vide GO Rt. No.53 dt.31.12.2014 of Energy (HR.A1) Dept.

Sri J. Pavitrana Kumar, IRS has been appointed as Director (Finance) of the Company from 4.6.2015 and later he has been given full additional charge of the post of Director (P.A&W) from 5.7.2015. Sri A.Manohar Rao Director (Planning & Projects) held Full Additional Charge of the post of Director (Finance) from 20.3.2015 to 3.6.2015. Sri B. Ramesh Kumar Director (Operations) held Full Additional Charge of the post of Director (PA&W) from 20.3.2015 to 4.7.2015.

Sri A.Manohar Rao is continuing as Director (Planning & Projects) and his term of appointment is extended for a period of 2 years w.e.f. 13.12.2014.

Sri Arvind Kumar, IAS, Principal Secretary to Govt., Energy department, GoT has been appointed as Director on the Board of the Company w.e.f. 30.1.2015.

Sri D.N. Prasad, Adviser (Projects), Ministry of Coal, Govt. of India has been appointed as Director on the Board of the Company w.e.f.14.10.2015. Sri Peeyush Kumar, Director (Technical), Ministry of Coal, Govt. of India has been Director of SCCL from 20.4.2015 to 13.10.2015. Sri A.K.Bhalla, Joint Secretary, Ministry of Coal, Govt. of India has been Director of SCCL from 3.4.2013 to 19.4.2015.

Sri Syed Ashraf, Director, Ministry of Coal, Govt. of India has been appointed as Director on the Board of SCCL from 14.10.2015. Sri Jagdish Kumar, Dy. Secretary, Ministry of Coal, Govt. of India has been Director of SCCL from 20.4.2015 to 13.10.2015. Sri D.N. Prasad, Adviser (Projects) Ministry of Coal, Govt. of India has been Director of SCCL from 6.6.2013 to 19.4.2015.

Sri K. Rama Krishna Rao, Principal Secretary, Finance dept., Govt. of Telangana has been appointed as Director w.e.f., 28.6.2014 afternoon.

The term of Sri P.Ramesh Babu as Director (Electrical & Mechanical) has been extended for a period of 11 months from 1.3.2016 to 31.1.2017 i.e., till the date of his retirement on attaining the age of superannuation.

The term of Sri B. Ramesh Kumar as Director (Operations) has been extended for a period of 10 months 18 days from 13.6.2016 to 30.4.2017 i.e., till the date of his retirement on attaining the age of superannuation.



Sri R.R.Mishra, C-MD, Western Coalfields Ltd., has been appointed as Director by the Govt. of India w.e.f. 7.12.2015. Sri A.N.Sahay, C&MD, Mahanadi Coalfields Ltd. has been Director, appointed by the Govt. of India from 11.9.2014 to 31.10.2015.

Sri Arvind Kumar, Sri D.N.Prasad and Sri Syed Ashraff retire by rotation in accordance with Section 152 of the Companies Act, 2013 and Article 93 of the Articles of Association of the Company and are eligible for re-election. Sri R.R.Mishra retire under Article 98 of the Articles of Association of the Company and is eligible for re-election.

Your Directors wish to place on record their appreciation of the valuable services rendered by Sri A.K.Bhalla, Sri A.N.Sahay, Sri Peeyush Kumar and Sri Jagdish Kumar.

During the year under report 5 Board meetings were held.

### **DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to the requirement under Section 134 of the Companies Act, 2013, with respect to Directors' responsibility statement, your Board of Directors hereby confirm that-

- i. in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;
- ii. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- iii. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. they have prepared the annual accounts on a going concern basis;
- v. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **Extract of Annual Return:**

Extract of Annual Return in Form MGT-9 is given as Annexure-IV.

### **ACKNOWLEDGEMENTS:**

Your Directors place on record their acknowledgements for the guidance, support and co-operation received from the Govt. of Telangana, particularly Energy & Finance Departments and the Govt. of India particularly from the Ministries of Coal, Finance and Environment, Forests & Climate Change.

Your Directors convey their gratefulness for the confidence and support received from the valued customers, bankers & financial institutions and all stake holders of the Company. Your Directors express their heartfelt thanks for the valuable guidance extended by the Statutory Auditors, Cost Auditors, Secretarial Auditor, the Comptroller & Auditor General of India, Ministry of Corporate Affairs and the Director General of Mines Safety.

Your Directors place on record their deep sense of gratitude and appreciation for the relentless efforts of employees but far which the performance achieved by the Company would have never been possible.

for and on behalf of the Board of Directors

Sd/-

(N. Sridhar)

Chairman & Managing Director

Date : 15.10.2016

Place : Hyderabad



## REPORT ON CSR ACTIVITIES FOR THE YEAR 2015-16

### 1. A BRIEF OUTLINE OF CSR POLICY AND PROJECTS OR PROGRAMMES:

In the 533<sup>rd</sup> Board meeting held on 29-12-2015 the Board of Directors has accorded approval for CSR Budget for an amount of Rs.40 crore for the year 2015-16 as recommended by CSR Committee as per approved policy of company.

The Board of Directors authorized C&MD for readjustment/reallocation of CSR funds from one activity to another based on the exigencies/necessity.

Approved policy of CSR is placed in company's website and its Web link is – [www.scclmines.com>csr>csr policy](http://www.scclmines.com>csr>csr policy)

#### SALIENT FEATURES OF CSR POLICY

##### OBJECTIVE:

The main objective of this Policy is to integrate CSR and Sustainability as a key business process for achieving triple-bottom line impact as mentioned below:

- SCCL recognizes that pursuit of sustainable development is an integral part of growing its business, creating value for its stakeholders and in building a responsible future through ethical business practices and governance.
- SCCL supports practical measures and policies that will help to protect and improve the environment.
- SCCL adopts a responsible approach towards communities and aim for sustainable development without creating dependency.

##### Major Thrust Areas:

Major thrust areas are identified to have long term benefits to the society and at large which are as under;

1. Basic Services (Drinking Water supply, Sanitation etc.)
2. Health
3. Education
4. Livelihood and Local Economic Development
5. Interventions for marginalized communities such as SCs and STs
6. Other related activities.

##### Geographical area to be covered:

A substantial portion of CSR Budget i.e., to the extent of 80% shall be spent on CSR activities in all the four districts of Telangana State viz., Khammam, Warangal, Karimnagar and Adilabad where the coal fields are located and 20% may be spent outside the aforesaid four districts of Telangana State.

##### Implementation:

- A major portion of the CSR activities should be undertaken in project mode. Every project shall be time framed.
- Identified CSR activities are to be implemented / carried out by the company itself or by other agencies as prescribed in the provisions of the Companies Act, 2013 and the Rules made there under.



## 2. Composition of CSR Committee:

Pursuant to the provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules-2014 CSR Committee of Board was constituted with following Directors:

- 1) Sri N.Sridhar -- Chairman
- 2) Sri B.Ramesh Kumar -- Member
- 3) Sri J.Pavitrana Kumar -- Member

## 3. Average Net profit of the company for the last three financial years

Year	Net profit calculated in accordance with Section 198 of the Companies Act, 2013(Rupees in crore)
2012-13	541.31
2013-14	452.46
2014-15	619.44
Total	1613.21
Average Net Profit	537.73

## 4. Prescribed CSR Expenditure ( two per cent of the amount as in item No. 3 above)

2% of the Average Net Profit for the preceding three years -- Rs. 10.75 cr.

## 5. Details of CSR spent during the financial year

a) Total amount to be spent for the financial year 2015-16 as per CSR Budget approved by the Board -- Rs. 40.00 cr

b) Amount unspent if any -- Rs. 27.69 cr  
(Rs.27,68,96,895)

c) Manner in which the amount spent during the financial year is detailed below :-

(in Rs.)

Sl No.	CSR activity	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or Other (2) Specify the state and district where projects or programs was undertaken	Amount Outlay(Budget) Project or Programme wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects 2) Overheads	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
1	Providing Central Lighting system in BHPL Area between BHPL, Chelpur limits NH- 363	Bus Shelters, Lighting Etc	Schedule-VII (X)	1) Local Area 2) Bhupalapalli-Warangal Dist,Telangana state.	17,500,000	17,500,000	17,500,000	Executive Engineer, R&B Warangal
2	Financial Assistance for conducting Army Recruitment Rally in Adilabad District	Army Recruitment Training	Schedule-VII (ii)	1) Local Area 2) Urban Adilabad, Adilabad District, Telangana state.	700,000	700,000	700,000	District Collector, Adilabad



Sl No.	CSR activity	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or Other (2) Specify the state and district where projects or programs was undertaken	Amount Outlay(Budget) Project or Programme wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects 2) Overheads	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
3	Financial Assistance for making food arrangements for 50 Tribal destitute children studying in TTWR School and KGBV School, Gundala	Food Arrangements to the 50 Tribal destitute children	Schedule-VII (iii)	1) Local Area 2) Mining area Gundala village, Khammam District, Telangana state.	125,000	125,000	125,000	Directly
4	Development works in surrounding habitations in BPA Area under Erstwhile SHAPE 2011-12 programme	Augmentation to PWS at Pangidimadara, Chintalamadra and Dantanpalli.	Schedule-VII (i)	1) Local Area 2) Bellampally Area, Adilabad District, Telangana state.	1,500,000	450,000	450,000	District Collector, Adilabad
5	Providing Bore wells in surrounding villages of RG-III and Adriyala Project Area – 40 Bore wells	Drilling of Bore wells to provide protected and safe drinking water to the village	Schedule-VII (i)	1) Local Area 2) Manthini Mandal, Karimnagar District, Telangana state.	4,500,000	2,855,724	2,855,724	Directly
6	Development works in MM Area – 28 Bore wells – SHAPE – 2011-12	Drilling of Bore wells to provide protected and safe drinking water to the village	Schedule-VII (i)	1) Local Area 2) Bellampally Area, Adilabad District, Telangana state.	1,500,000	439,200	439,200	District Collector, Adilabad
7	Drilling of 40 Bore wells in surrounding villages of MM Area	Drilling of Bore wells to provide protected and safe drinking water to the village	Schedule-VII (i)	1) Local Area 2) Mandamarri Area, Adilabad District, Telangana state.	3,110,000	work in progress	work in progress	Directly
8	Financial assistance to SP, Warangal Rural District for providing study material to the un-employed youth under programme Meekosam – Memusaitam programme for imparting competitive examination oriented coaching	Procurement of study material to youth for competitive exams.	Schedule-VII (ii)	1) Local Area 2) Warangal Rural District, Telangana state.	100,000	100,000	100,000	Directly





Sl No.	CSR activity	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or Other (2) Specify the state and district where projects or programs was undertaken	Amount Outlay(Budget) Project or Programme wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects 2) Overheads	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
9	Pushkara Ghat works, near Godavari at Mancherial	Godavari Pushkaralu	Schedule-VII (V)	1) Local Area 2) Mancherial, Adilabad District, Telangana state.	1,924,000	1,924,000	1,924,000	District Collector, Adilabad
10	Development of Hindu Smashana Vatika in Godavarikhani	Development of Hindu smashanavatika	Schedule-VII (X)	1) Local Area 2) Godavarikhani, Ramagundam , Karimnagar District, Telangana state.	6,782,000	777,490	777,490	District Collector, karimnagar
11	Preparation of Parking yard near Godavari river, RG-I Area – Godavari pushkaralu - 2015	Preparation of Parking yard Near Godavari	Schedule-VII (V)	1) Local Area 2) Near Samakka sarakka Temple, Godavari river, Ramagundam , Karimnagar District, Telangana state.	500,000	429,745	429,745	Peddapalli RDO
12	Construction of temporary toilets (400 Nos.) in Basara – Godavari Pushkaralu - 2015	Construction of temporary toilets	Schedule-VII (i)	1) Local Area 2) Basara, Adilabad District, Telangana state.	4,000,000	4,000,000	4,000,000	District Collector, Adilabad
13	Shifting of un-used Shed from Stores, RG-I to Godavari River Bed, Manthani	Shifting of unused shed from stores	Schedule-VII (V)	1) Local Area 2) Manthini Mandal, Karimnagar District, Telangana state.	1,800,000	1,253,814	1,253,814	District Collector, karimnagar
14	Repairs and Renovation of R&B, Guest House & Singareni Guest House at Kaleswar – Godavari Pushkaralu – 2015	Repairs and Renovation of R&B, Guest House & Singareni Guest House	Schedule-VII (V)	1) Local Area 2) Kaleshwaram, Karimnagar District, Telangana state.	2,000,000	1,700,536	1,700,536	Directly
15	Pushkara works at Dharmapuri, Kaleswaram & Sundillah	Pushkara works	Schedule-VII (V)	1) Local Area 2) Kaleshwaram, Karimnagar District, Telangana state.	1,000,000	766,800	766,800	District Collector, karimnagar
16	Amenities at Basara	Providing Amenities	Schedule-VII (V)	1) Local Area 2) Basara, Adilabad District, Telangana state.	600,000	570,657	570,657	Directly
17	Procuring Mango Grafts for free distribution to the public of Peddapalli Constituency	Procuring Mango Grafts for free distribution to the public of Peddapalli Constituency	Schedule-VII (iv)	1) Local Area 2) Utnoor, Adilabad District, Telangana state.	2,500,000	2,500,000	2,500,000	Directly

Sl No.	CSR activity	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or Other (2) Specify the state and district where projects or programs was undertaken	Amount Outlay(Budget) Project or Programme wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects 2) Overheads	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
18	Supply of drinking water through hired tankers from 8 Inc Colony Filter Bed to Mangalapalli, Peddampet & Abadi and Peddampet SC Colony	Supply of drinking water through hired tankers from 8 Inc Colony Filter Bed to Mangalapalli, Peddampet & Abadi and Peddampet SC Colony	Schedule-VII (i)	1) Local Area 2) 8 Incline colony, Mangalpally area, Peddampet, Karimnagar District, Telangana state.	701,122	429,820	429,820	Directly
19	CC/BT Roads in surrounding habitations of KGM under erstwhile SHAPE -2012-13 Programme	Roads	Schedule-VII (X)	1) Local Area 2) Khammam Dist, Telangana state	15,200,000	4,560,000	4,560,000	Khammam Dist Collector
20	To take up 3 new development works in the surrounding areas of KGM Area out of the savings in 5 sanctioned works under SHAPE-2011- 12	Development works in surrounding areas	Schedule-VII (X)	1) Local Area 2) Coal Belt Area, Kothagudem area, Khammam District, Telangana state.	2,666,000	795,000	795,000	District Collector, khammam
21	Road & Drain Works in Sathupalli Nagar Panchayat	Road and Drain works	Schedule-VII (X)	2) Sathupalli, Khammam Dist	20,000,000	MOU to be finalized	MOU to be finalized	Minister (R&B, W&CD)
22	Procurement of Tarpaulin Sheets for Kompelli Villagers. Sathupalli, Kgm	Blankets and Tarpalins	Schedule-VII (X)	2) Kommepalli, Khammam Dist	560,118	539,857	539,857	Directly
23	Infrastructure Development Works (Laying of approach Roads, construction of Shed at ZP High School etc) in the surrounding areas of RG-3	Roads and Construction	Schedule-VII (X)	2)Mantheni, Karimnagar Dist	5,000,000	MOU under process	MOU under process	Karimnagar Dist Collector
24	Infrastructure Development Works (Roads, Overhead Tank, Street Lighting etc) in the surrounding areas of MM area.	Roads and Amenities	Schedule-VII (X)	2) Chennur, Adilabad Dist	5,000,000	MOU finalized	MOU finalized	Adilabad Dist collector



Sl No.	CSR activity	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or Other (2) Specify the state and district where projects or programs was undertaken	Amount Outlay(Budget) Project or Programme wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects 2) Overheads	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
25	Infrastructure Development Works (Roads, drains, bore wells etc) in BHPL and its surrounding areas.	Road and Drain works	Schedule-VII (X)	2) BHPL, Warangal Dist	22,500,000	works in progress	works in progress	Warangal Dist Collector
26	Infrastructure Development Works (Roads, drains etc) in the surrounding areas of MNG area.	Road and Drain works	Schedule-VII (X)	2) Pinapaka, Khammam Dist	5,000,000	1,500,000	1,500,000	Khammam Dist Collector
27	Infrastructure Development Works (Roads, drains etc) in the surrounding areas of SRP area.	Road and Drain works	Schedule-VII (X)	2) Mancherical, Adilabad	10,000,000	3,000,000	3,000,000	Adilabad Dist collector
28	Financial Support for Photographic Book on Telangana culture	Publication of Books	Schedule-VII (X)	2) Kakatiya Heritage Trust	1,000,000	1,000,000	1,000,000	Kakatiya Heritage Trust
29	Infrastructure Development Works in the nearby villages of Goleti (Smt. Kova Laxmi)	CC Roads and Drilling Borewells	Schedule-VII (X)	2) Asifabad, Bellampalli ,Adilabad	5,000,000	1,500,000	1,500,000	Adilabad Dist collector
30	Relaying of water supply lines in Budidagadda Basthi	Laying Drinking water lines	Schedule-VII (X)	2) Kothagudem Constituency	7,200,000	Work to be commenced	Work to be commenced	Directly
31	Infrastructure Development works in the nearby villages of RG I Area- Hon'ble MLA, RG	Laying roads, drains	Schedule-VII (X)	2) Ramagundam Constituency	3,200,000	MOU to be finalized	MOU to be finalized	Directly
32	Carried Forward CSR Works of Yld Area	Bore Holes, Hand pumps, Gravel to Road	Schedule-VII (X)	2) Yellandu Area	830,000	611,000	611,000	Directly
33	Filling up of low level area of Indiaramma Colony, Naspur, SRP Area	Filling up of low level areas	Schedule-VII (X)	2) Naspur, Mancherical	165,000	work in progress	work in progress	Directly
34	Establishment of Skill Development Centre, KGM	Skill Development Centre	Schedule-VII (X)	1) Local Area	5,000,000	work in progress	Nil work in progress	Directly

SI No.	CSR activity	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or Other (2) Specify the state and district where projects or programs was undertaken	Amount Outlay(Budget) Project or Programme wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects 2) Overheads	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
35	Laying of CC Road on the Bituminous Road from SRP-3 Inc to Royal Talkies in SRP Area	Laying of Roads	Schedule-VII (X)	2) Srirampur, Adilabad	8,230,000	work in progress	work in progress	Directly
36	Construction of Public Toilets in Bazar Area, Bandarigudem, MNG Area	Public Toilets Construction	Schedule-VII (X)	2) Manuguru, Khammam	600,000	WORK IN PROGRESS	WORK IN PROGRESS	Directly
37	Providing Road Signalling system at Bus Stand Junction, MM	Road Traffic Signal	Schedule-VII (X)	2) Mandamarri, Adilabad	530,000	Tenders floated	Tenders floated	Directly
38	Army Recruitment Rally	Army Recruitment Training	Schedule-VII (X)	1) Local Area 2) Kothagudem	1,700,000	1,211,121	1,211,121	Directly
39	Sponsoring Uniforms, Games Material ST Tribal Students meet, Utnoor	Uniforms, Materials, Prizes for Sports Meet	Schedule-VII (X)	2) Utnoor, Bellampalli, Adilabad Dist	400,000	400,000	400,000	Directly
40	Supply of Drinking water through hired water tankers to the nearby villages of BHPL	Drinking water thru hired tankers	Schedule-VII (X)	2) Bhupalapalli- Warangal Dist	2,000,000	works completed bills to be paid	works completed bills to be paid	Directly
41	Providing Dual Desks in Govt. Schools in Gajwel Assembly Constituency	Dual Desks in Govt. Schools	Schedule-VII (X)	2) Gajwel, Medak Dist	20,000,000	20,000,000	20,000,000	Medak Dist Collector
42	Extending Financial Assistance to Supdt of Police, Adilabad for procuring study material for the tribal students preparing for competitive exams	Study Material to Poor	Schedule-VII (X)	2) Bellampalli and Mancheril of Adilabad	400,000	400,000	400,000	Directly
43	Sammakka Sarakka - BPA	Sammakka Sarakka - BPA	Schedule-VII (V)	1) Local Area 2) Goleti village, Bellampally Division, Adilabad District, Telangana state.	413,000	76,522	76,522	Directly



Sl No.	CSR activity	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or Other (2) Specify the state and district where projects or programs was undertaken	Amount Outlay(Budget) Project or Programme wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects 2) Overheads	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
44	Additional funds for arrangements at Medaram, in connection with Sammakka Jathara, BHPL	Additional funds for arrangements at Medaram, Sammakka Jathara	Schedule-VII (V)	1) Local Area 2) Samakka Jathara, Medaram village, Warangal District, Telangana state.	1,950,000	1,923,063	1,923,063	Directly
45	To conduct Cataract operations to the patients identified in the screening camp, RG-III	To conduct Cataract operations to the patients	Schedule-VII (i)	1) Local Area 2) Near Ramagundam Villages, Karimnagar District, Telangana state.	63,000	63,000	63,000	Directly
46	Infrastructure Development works in Peddapalli Parliamentary Constituency	Infrastructure Development	Schedule-VII (X)	1) Local Area 2) Ramagundam Village, Karimnagar District, Telangana state.	5,800,000	MOU to be finalized	MOU to be finalized	District Collector, karimnagar
47	Infrastructure Development works in the surrounding villages of KOCP	CC Pavement Road	Schedule-VII (X)	1) Local Area 2) Koyagudem Open cast, Yellandu area, Khammam District, Telangana state.	5,000,000	Tenders floated	Tenders floated	Yelland MLA
48	Financial Assistance to Badminton Association of Telengana	Training to sports players.	Schedule-VII (ii)	1) Non Local Area 2) Gachibowli, Hyderabad , Telangana state.	2,000,000	2,000,000	2,000,000	Directly
49	Providing facilities for Sant Sevalal Birth Day Celebrations, Telkulapalli	Providing facilities for Sant Sevalal Birth Day Celebrations	Schedule-VII (V)	1) Local Area 2) Goyal Thanda besides SCCL colony, Tekulapalli, Yellandu Area, Khammam District , Telangana state.	52,300	50,300	50,300	Directly
50	Amenities at Court	Providing Amenities	Schedule-VII (X)	1) Local Area 2) District Court, Khammam District, Telangana state.	1,000,000	1,000,000	1,000,000	Directly
51	Infrastructure works in Tiryani Mandal	Infrastructure Development Works	Schedule-VII (X)	2) Utnoor, Adilabad Dist	31,600,000	31,600,000	31,600,000	Adilabad Dist Collector
52	Providing facilities/ infrastructure in the Govt. Schools, Huzurabad Constituency	Infrastructure Development Works at schools.	Schedule-VII (ii)	1) Local Area 2) Huzurabad Assembly constituency, Karimnagar District, Telangana state.	5,000,000	5,000,000	5,000,000	District Collector, karimnagar

Sl No.	CSR activity	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or Other (2) Specify the state and district where projects or programs was undertaken	Amount Outlay(Budget) Project or Programme wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects 2) Overheads	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through Implementing agency
53	Providing facilities/ infrastructure in the Govt. Schools, Sircilla Constituency	Infrastructure Development Works at schools.	Schedule-VII (ii)	1) Local Area 2) Sircilla constituency, Karimnagar District, Telangana state.	5,000,000	5,000,000	5,000,000	District Collector, karimnagar
54	Hiring a Mini Bus for conveyance of school children of PAFs, BHPL	Hiring a mini school Bus for transportation of children.	Schedule-VII (ii)	1) Local Area 2) Bhupalapalli, Warangal District, Telangana state.	2,000,000	2,000,000	2,000,000	Directly
55	Development works, CC Roads and Borewells	Construction of Bus Shelters	Schedule-VII (X)	1) Local Area 2) Bhupalapalli, Warangal District, Telangana state.	5,000,000	1,500,000	1,500,000	R&B Dept
56	Utnoor-Sports Meet		Schedule-VII (VII)	2) Utnoor, Adilabad Dist	400,000	400,000	400,000	Adilabad Dist Collector
57	Perantala Cheruvu & Samithisingaram works	Perantala Cheruvu & Samithisingaram works	Schedule-VII (X)	2) Penrantala Cheruvu, Khammam	563,000	282,987	282,987	Directly
58	Drilling of Borewells in Guttamallaram	Drilling of Borewells in Guttamallaram	Schedule-VII (X)	2) Guttamallaram. Khammam	175,000	167,469	167,469	Dist Collector, Khammam
59	Infrastructure Development works in Peddapalli Parliamentary Constituency	CC Road from nurses quarters to backside of ayyappa temple at bellampally	schedule-VII (X)	1) Local Area 2) Bellampalli, Adilabad District, Telangana state.	1,000,000	MOU to be finalized	MOU to be finalized	Dist Collector, Karimnagar
60	Infrastructure Development works in Peddapalli Parliamentary Constituency	CC roads, drains surrounding villages of Mancherial-SRP	schedule-VII (X)	1) Local Area 2) Srirapur-Mancherial, Adilabad District, Telangana state.	2,500,000	MOU to be finalized	MOU to be finalized	Dist Collector, Karimnagar
61	Infrastructure Development works in Peddapalli Parliamentary Constituency	CC roads, drains surrounding villages of Mandamarri	schedule-VII (X)	1) Local Area 2) Mandamarri, Adilabad District, Telangana state.	700,000	MOU to be finalized	MOU to be finalized	Dist Collector, Karimnagar
<b>Total</b>					<b>263,239,540</b>	<b>123,103,105</b>	<b>123,103,105</b>	



6. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in its Board report.

The Board has accorded approval for Rs.40 crore towards CSR budget of 2015-16, which is equivalent of 7.43% of average profits of preceding 3 years. Out of this CSR budget of Rs.40 crore CSR proposals were sanctioned for an amount Rs.26,32,39,540 the actual amount spent during FY 2015-16 was Rs.12,31,03,105. The prescribed amount of CSR expenditure i.e., 2% average net profits of preceding 3 years amounts to Rs.10,75,00,000. Therefore, the actual amount spent during 2015-16 is more than the prescribed amount.

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

We hereby declare that implementation and monitoring of CSR policy is in compliance with CSR objectives and policy of the Company.

Date : 15.10.2016  
Place : Hyderabad

Sd/-  
**N. Sridhar**  
(Chairman & M.D)



**Mass plantation programmes are taken up in all Singareni areas  
as part of Telangana Haritha Haram**



## FORM NO: AOC-2

[Pursuant to Clause (h) of sub-Section(3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Form for disclosure of particulars of contracts/ arrangements entered into by the Company with related parties referred to in sub-Section (1) of Section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto.

**1. Name of the related party and nature of relationship:**

Andhra Pradesh Heavy Machinery & Engineering Limited - Subsidiary Company.

**2. Details of contracts, value, duration of the contract from 1.4.2015 to 31.3.2016 at arms length basis:**

Date of contract/ order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
04.08.2015	SHIM	31.03.2016	15,000.00	Open
04.08.2015	SHIM SHIPPER SHAFT	31.03.2016	17,500.00	Open
15.02.2016	SHIM,SHIPPER SHAFT	30.09.2016	900	Open
15.02.2016	SHIM	30.09.2016	1,500.00	Open
12.02.2016	SHIM,SHIPPER SHAFT	30.09.2016	10,800.00	Open
12.02.2016	SHIM	30.09.2016	18,000.00	Open
07.11.2015	SHIM	30.09.2016	15,000.00	Open
02.11.2015	SHIM,SHIPPER SHAFT	30.09.2016	9,000.00	Open
02.11.2015	SHIM	30.09.2016	3,750.00	Open
13.05.2015	SHIM,SHIPPER SHAFT	30.09.2016	9,000.00	Open
30.09.2015	ROOF BOLT W NUT 20MM 1.50MTR W BRG PLATE	31.12.2015	1,382,160.00	Open
30.09.2015	ROOF BOLT W NUT 20MM 1.80MTR W BRG PLATE	31.12.2015	4,297,715.00	Open
30.09.2015	ROOF BOLT W NUT 22MM 1.50MTR& BRG PLATE	31.12.2015	1,845,410.00	Open
30.09.2015	ROOF BOLT W NUT 22MM 1.80MTR & BRG PLATE	31.12.2015	2,984,600.00	Open
30.09.2015	ROOF BOLT W NUT 20MM 1.80MTR W BRG PLATE	31.12.2015	2,257,904.00	Open
24.09.2015	ROOF BOLT W NUT 20MM 1.80MTR W BRG PLATE	31.12.2015	1,282,900.00	Open
24.09.2015	ROOF BOLT W NUT 20MM 1.80MTR W BRG PLATE	31.12.2015	1,539,480.00	Open
15.09.2015	ROOF BOLT W NUT 20MM 1.50MTR W BRG PLATE	31.12.2015	2,303,600.00	Open
15.09.2015	ROOF BOLT W NUT 20MM 1.80MTR W BRG PLATE	31.12.2015	9,698,724.00	Open
15.09.2015	ROOF BOLT W NUT 22MM 1.80MTR & BRG PLATE	31.12.2015	2,686,140.00	Open
11.09.2015	ROOF BOLT W NUT 20MM 1.80MTR W BRG PLATE	31.12.2015	6,003,972.00	Open
30.04.2015	ROOF BOLT W NUT 20MM 1.80MTR W BRG PLATE	31.12.2015	2,694,090.00	Open





Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
30.04.2015	ROOF BOLT W NUT 22MM 2.40MTR W BRG PLATE	31.12.2015	3,286,350.00	Open
19.03.2016	LADDER	31.12.2016	32,000.00	Open
19.02.2016	LADDER	31.12.2016	24,000.00	Open
17.02.2016	LADDER	31.12.2016	16,000.00	Open
16.09.2015	PIN	31.12.2016	32,800.00	Open
16.09.2015	LATCH BAR	31.12.2016	22,500.00	Open
15.02.2016	THRUST WASHER	30.06.2017	23,450.00	Open
28.01.2016	LOWER WHEEL SHAFT (R.H.)	30.06.2017	103,250.00	Open
28.11.2015	LOWER WHEEL SHAFT (R.H.)	30.06.2017	206,500.00	Open
28.11.2015	RETAINING PIN	30.06.2017	12,000.00	Open
14.04.2015	LOWER WHEEL SHAFT (R.H.)	30.06.2017	413,000.00	Open
15.03.2016	BULL DOG GRIP FXGX16	31.01.2018	2,900.00	Proprietary
09.03.2016	SUSPENSION WITH FOUR ROLLER	31.01.2018	74,256.00	Proprietary
09.03.2016	PULLEY BODY	31.01.2018	36,015.00	Proprietary
09.03.2016	FLANGE	31.01.2018	19,110.00	Proprietary
05.03.2016	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	15,856.00	Proprietary
05.03.2016	TEMPERATURE GAUGE	31.01.2018	7,885.00	Proprietary
05.03.2016	RADIAL LIP SEAL 274.5X309X15	31.01.2018	106,231.49	Proprietary
05.03.2016	DUST SEAL 274.5 X 310 X 6 / 9	31.01.2018	66,394.56	Proprietary
18.02.2016	SUSPENSION WITH FOUR ROLLER	31.01.2018	148,512.00	Proprietary
15.02.2016	HYDRAULIC CYLINDER FOR BRAKE	31.01.2018	59,220.00	Proprietary
01.02.2016	FLOW CONTROL VALVE	31.01.2018	103,823.95	Proprietary
01.02.2016	PRESSURE SWITCH WITH PLUG IN CONNECTOR	31.01.2018	30,582.00	Proprietary
01.02.2016	PRESSURE GAUGE 0-100KG/CM2	31.01.2018	4,951.00	Proprietary
01.02.2016	PRESSURE GAUGE 0-350KG/CM2	31.01.2018	4,951.00	Proprietary
27.01.2016	DUST SEAL 274.5 X 310 X 6 / 9	31.01.2018	66,394.56	Proprietary
27.01.2016	RADIAL LIP SEAL 274.5X309X15	31.01.2018	106,231.49	Proprietary
25.01.2016	SUSPENSION WITH FOUR ROLLER	31.01.2018	309,400.00	Proprietary
01.01.2016	CARRYING PULLEY SINGLE	31.01.2018	84,868.00	Proprietary
01.01.2016	DEPRESSION PULLEY SINGLE	31.01.2018	67,640.00	Proprietary
01.01.2016	CARRYING PULLEY DOUBLE	31.01.2018	47,676.00	Proprietary
30.12.2015	BULL DOG GRIP FXGX16	31.01.2018	1,160.00	Proprietary



Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
30.12.2015	PRESSURE GAUGE 0-100KG/CM2	31.01.2018	4,951.00	Proprietary
30.12.2015	PRESSURE GAUGE 0-350KG/CM2	31.01.2018	4,951.00	Proprietary
30.12.2015	FLP EMRGCY STOP P BUTTON STN	31.01.2018	7,460.00	Proprietary
30.12.2015	TEMPERATURE GAUGE	31.01.2018	7,885.00	Proprietary
19.12.2015	UNIVERSAL CLAMP	31.01.2018	18,356.00	Proprietary
19.12.2015	FLOW CONTROL VALVE	31.01.2018	103,823.95	Proprietary
19.12.2015	BULL DOG GRIP FXGX16	31.01.2018	2,900.00	Proprietary
09.11.2015	CARRYING PULLEY SINGLE	31.01.2018	145,488.00	Proprietary
09.11.2015	DEPRESSION PULLEY SINGLE CRANKED	31.01.2018	216,780.00	Proprietary
09.11.2015	SUSPENSION TUBE 1000LG	31.01.2018	60,010.00	Proprietary
09.11.2015	UNIVERSAL CLAMP	31.01.2018	91,780.00	Proprietary
09.11.2015	BULL DOG GRIP FXGX16	31.01.2018	1,160.00	Proprietary
09.11.2015	TWIN DEPRESSION PULLEY DOUBLE	31.01.2018	408,450.00	Proprietary
09.11.2015	CARRYING PULLEY DOUBLE	31.01.2018	143,028.00	Proprietary
03.11.2015	HYDRAULIC CYLINDER FOR BRAKE	31.01.2018	59,220.00	Proprietary
03.11.2015	BRAKE LINER	31.01.2018	26,954.00	Proprietary
17.10.2015	DISEMBARKING RAIL	31.01.2018	16,590.00	Proprietary
17.10.2015	BULL DOG GRIP FXGX16	31.01.2018	696	Proprietary
17.10.2015	EMBARKING RAIL	31.01.2018	17,647.00	Proprietary
15.10.2015	SEAT FOR CHAIR	31.01.2018	30,550.00	Proprietary
15.10.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	123,760.00	Proprietary
15.10.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	79,280.00	Proprietary
15.10.2015	ROLLER PULLEY	31.01.2018	34,260.00	Proprietary
15.10.2015	D U BUSH - 20	31.01.2018	11,950.00	Proprietary
01.10.2015	SUSPENSION WITH FOUR ROLLER & CHAIR COMP	31.01.2018	216,080.00	Proprietary
01.10.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	61,880.00	Proprietary
01.10.2015	DUST SEAL 274.5 X 310 X 6 / 9	31.01.2018	66,394.56	Proprietary
01.10.2015	RADIAL LIP SEAL 274.5X309X15	31.01.2018	106,231.49	Proprietary
01.10.2015	SHAFT SEAL RING FOR PUMP	31.01.2018	19,195.33	Proprietary
01.10.2015	ROPE SPEED INDICATOR	31.01.2018	43,735.00	Proprietary
01.10.2015	TWIN CARRYING PULLEY DOUBLE	31.01.2018	56,038.00	Proprietary
01.10.2015	HELICAL SPRING	31.01.2018	390	Proprietary



Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
01.10.2015	D U WASHER	31.01.2018	11,000.00	Proprietary
01.10.2015	DEPRESSION PULLEY DOUBLE CRANKED	31.01.2018	36,041.00	Proprietary
01.10.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	31,712.00	Proprietary
01.10.2015	TWIN DEPRESSION PULLEY DOUBLE	31.01.2018	68,075.00	Proprietary
01.10.2015	DEPRESSION PULLEY DOUBLE	31.01.2018	33,599.00	Proprietary
01.10.2015	CARRYING PULLEY DOUBLE	31.01.2018	23,838.00	Proprietary
01.10.2015	DUST SEAL 274.5 X 310 X 6 / 9	31.01.2018	66,394.56	Proprietary
01.10.2015	RADIAL LIP SEAL 274.5X309X15	31.01.2018	106,231.49	Proprietary
30.09.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	237,840.00	Proprietary
30.09.2015	BRACKET FOR PULL CORD SWITCH	31.01.2018	39,996.00	Proprietary
30.09.2015	UNIVERSAL CLAMP	31.01.2018	27,534.00	Proprietary
30.09.2015	SUSPENSION WITH FOUR ROLLER & CHAIR COMP	31.01.2018	216,080.00	Proprietary
30.09.2015	CHAIR COMPLETE	31.01.2018	46,200.00	Proprietary
30.09.2015	SEAT FOR CHAIR	31.01.2018	76,986.00	Proprietary
30.09.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	835,380.00	Proprietary
30.09.2015	TWIN DEPRESSION PULLEY DOUBLE	31.01.2018	68,075.00	Proprietary
18.09.2015	SEAT FOR CHAIR	31.01.2018	61,100.00	Proprietary
18.09.2015	D U BUSH - 45	31.01.2018	21,680.00	Proprietary
18.09.2015	D U BUSH - 60	31.01.2018	15,290.00	Proprietary
18.09.2015	D U BUSH - 20	31.01.2018	9,560.00	Proprietary
18.09.2015	CARRYING PULLEY SINGLE	31.01.2018	60,620.00	Proprietary
18.09.2015	ROPE SPEED INDICATOR	31.01.2018	43,735.00	Proprietary
04.09.2015	SEAT FOR CHAIR	31.01.2018	61,100.00	Proprietary
04.09.2015	HYDRAULIC CYLINDER FOR BRAKE	31.01.2018	59,220.00	Proprietary
04.09.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	23,784.00	Proprietary
04.09.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	154,700.00	Proprietary
03.09.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	1,547,000.00	Proprietary
03.09.2015	SUSPENSION WITH FOUR ROLLER & CHAIR COMP	31.01.2018	1,080,400.00	Proprietary
18.08.2015	BRAKE LINER	31.01.2018	53,908.00	Proprietary
04.08.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	63,424.00	Proprietary
04.08.2015	HOLDING DEVICE FOR PULL CORD WIRE	31.01.2018	5,310.00	Proprietary
21.07.2015	RADIAL LIP SEAL 274.5X309X15	31.01.2018	106,231.49	Proprietary



Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
21.07.2015	DUST SEAL 274.5 X 310 X 6 / 9	31.01.2018	66,394.56	Proprietary
11.07.2015	TWIN CARRYING PULLEY DOUBLE	31.01.2018	112,076.00	Proprietary
11.07.2015	TWIN DEPRESSION PULLEY DOUBLE	31.01.2018	136,150.00	Proprietary
11.07.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	86,632.00	Proprietary
11.07.2015	ROPE SPEED INDICATOR	31.01.2018	43,735.00	Proprietary
11.07.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	23,784.00	Proprietary
10.07.2015	UNIVERSAL CLAMP	31.01.2018	183,560.00	Proprietary
10.07.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	31,712.00	Proprietary
10.07.2015	SUSPENSION WITH FOUR ROLLER & CHAIR COMP	31.01.2018	172,864.00	Proprietary
10.07.2015	RUNNING BACK STOP DEVICE	31.01.2018	3,530.00	Proprietary
10.07.2015	CARRYING PULLEY DOUBLE	31.01.2018	47,676.00	Proprietary
10.07.2015	TWIN CARRYING PULLEY DOUBLE	31.01.2018	112,076.00	Proprietary
10.07.2015	DEPRESSION PULLEY SINGLE	31.01.2018	67,640.00	Proprietary
10.07.2015	CARRYING PULLEY SINGLE	31.01.2018	48,496.00	Proprietary
30.06.2015	PRESSURE SWITCH WITH PLUG IN CONNECTOR	31.01.2018	30,582.00	Proprietary
30.06.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	15,856.00	Proprietary
30.06.2015	FLP START STOP P BUTTON STN	31.01.2018	14,920.00	Proprietary
30.06.2015	FLP EMRGCY STOP P BUTTON STN	31.01.2018	29,840.00	Proprietary
30.06.2015	SUSPENSION WITH FOUR ROLLER & CHAIR COMP	31.01.2018	302,512.00	Proprietary
19.06.2015	SUSPENSION WITH FOUR ROLLER & CHAIR COMP	31.01.2018	10,804.00	Proprietary
19.06.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	154,700.00	Proprietary
08.06.2015	FLP EMRGCY STOP P BUTTON STN	31.01.2018	7,460.00	Proprietary
08.06.2015	TEMPERATURE GAUGE	31.01.2018	7,885.00	Proprietary
08.06.2015	SUSPENSION TUBE 1000LG	31.01.2018	12,002.00	Proprietary
08.06.2015	BULL DOG GRIP FXGX16	31.01.2018	580	Proprietary
08.06.2015	SEAT FOR CHAIR	31.01.2018	6,110.00	Proprietary
05.06.2015	CHAIR COMPLETE	31.01.2018	124,740.00	Proprietary
05.06.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	167,076.00	Proprietary
03.06.2015	SEAT FOR CHAIR	31.01.2018	24,440.00	Proprietary
14.05.2015	SUSPENSION WITH FOUR ROLLER & CHAIR COMP	31.01.2018	594,220.00	Proprietary
14.05.2015	BULL DOG GRIP FXGX16	31.01.2018	2,900.00	Proprietary
14.05.2015	UNIVERSAL CLAMP	31.01.2018	27,534.00	Proprietary



Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
14.05.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	79,280.00	Proprietary
14.05.2015	ROLLER PULLEY	31.01.2018	34,260.00	Proprietary
14.05.2015	PULLEY CURVE ROLLER ASSY.	31.01.2018	37,356.00	Proprietary
14.05.2015	TWIN CARRYING PULLEY DOUBLE	31.01.2018	112,076.00	Proprietary
14.05.2015	TWIN DEPRESSION PULLEY DOUBLE	31.01.2018	68,075.00	Proprietary
14.05.2015	HYDRAULIC CYLINDER FOR BRAKE	31.01.2018	59,220.00	Proprietary
04.05.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	154,700.00	Proprietary
04.05.2015	D U BUSH - 45	31.01.2018	81,300.00	Proprietary
04.05.2015	D U BUSH - 20	31.01.2018	44,215.00	Proprietary
04.05.2015	FLP START STOP P BUTTON STN	31.01.2018	7,460.00	Proprietary
04.05.2015	FLP EMRGCY STOP P BUTTON STN	31.01.2018	14,920.00	Proprietary
28.04.2015	ROLLER PULLEY	31.10.2018	232,968.00	Proprietary
28.04.2015	HYDRAULIC CYLINDER FOR BRAKE	31.10.2018	59,220.00	Proprietary
20.04.2015	ROLLER PULLEY	31.01.2018	342,600.00	Proprietary
06.04.2015	CHAIR COMPLETE	31.01.2018	462,000.00	Proprietary
04.04.2015	SUSPENSION WITH FOUR ROLLER & CHAIR COMP	31.01.2018	540,200.00	Proprietary
04.04.2015	RUNNING BACK STOP DEVICE	31.01.2018	3,530.00	Proprietary
04.04.2015	CHAIR COMPLETE	31.01.2018	184,800.00	Proprietary
04.04.2015	SEAT FOR CHAIR	31.01.2018	61,100.00	Proprietary
04.04.2015	SUSPENSION WITH FOUR ROLLER	31.01.2018	371,280.00	Proprietary
04.04.2015	BRAKE LINER	31.01.2018	53,908.00	Proprietary
04.04.2015	ROPE SPEED INDICATOR	31.01.2018	43,735.00	Proprietary
04.04.2015	CARRYING PULLEY SINGLE	31.01.2018	121,240.00	Proprietary
04.04.2015	DISEMBARKING RAIL	31.01.2018	33,180.00	Proprietary
04.04.2015	BULL DOG GRIP FXGX16	31.01.2018	11,600.00	Proprietary
04.04.2015	FLP PULL CORD SWITCH(AUTO RESET TYPE)	31.01.2018	317,120.00	Proprietary
04.04.2015	PULLEY CURVE ROLLER ASSY.	31.01.2018	233,475.00	Proprietary
02.04.2015	D U WASHER	31.01.2018	2,750.00	Proprietary
02.04.2015	DEPRESSION PULLEY DOUBLE	31.01.2018	134,396.00	Proprietary
02.04.2015	CARRYING PULLEY DOUBLE	31.01.2018	71,514.00	Proprietary
05.06.2015	DIPPER, FRONT	31.07.2017	2,877,930.00	Proprietary
29.03.2016	GONG BELL ASSY.	28.02.2018	7,536.00	Proprietary
13.02.2016	GONG BELL ASSY.	28.02.2018	11,304.00	Proprietary



Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
03.12.2015	BELT	28.02.2018	618.75	Proprietary
03.12.2015	HEX HEAD CAP SCREW	28.02.2018	292.5	Proprietary
03.12.2015	GONG BELL ASSY.	28.02.2018	3,768.00	Proprietary
03.12.2015	SPRING WASHER	28.02.2018	170	Proprietary
03.12.2015	SPRING WASHER	28.02.2018	50	Proprietary
03.12.2015	SPRING WASHER	28.02.2018	120	Proprietary
03.12.2015	FRONT IDLER ASSEMBLY	28.02.2018	18,946.00	Proprietary
03.12.2015	HEX HEAD CAP SCREW	28.02.2018	234	Proprietary
03.12.2015	SPRING WASHER	28.02.2018	340	Proprietary
03.12.2015	SPRING WASHER	28.02.2018	100	Proprietary
03.12.2015	SPRING WASHER	28.02.2018	240	Proprietary
20.10.2015	HEX HEAD CAP SCREW	28.02.2018	585	Proprietary
20.10.2015	GONG BELL ASSY.	28.02.2018	15,072.00	Proprietary
20.10.2015	SPRING WASHER	28.02.2018	850	Proprietary
20.10.2015	SPRING WASHER	28.02.2018	250	Proprietary
20.10.2015	SPRING WASHER	28.02.2018	600	Proprietary
17.10.2015	FRONT IDLER ASSEMBLY	28.02.2018	113,676.00	Proprietary
12.10.2015	GONG BELL ASSY.	28.02.2018	5,652.00	Proprietary
05.10.2015	GONG BELL ASSY.	28.02.2018	1,884.00	Proprietary
05.10.2015	SPRING WASHER	28.02.2018	170	Proprietary
03.10.2015	SPRING WASHER	28.02.2018	85	Proprietary
29.09.2015	HEX HEAD CAP SCREW	28.02.2018	1,170.00	Proprietary
29.09.2015	SPRING WASHER	28.02.2018	170	Proprietary
29.09.2015	SPRING WASHER	28.02.2018	50	Proprietary
29.09.2015	FRONT IDLER ASSEMBLY	28.02.2018	151,568.00	Proprietary
22.09.2015	SPRING WASHER	28.02.2018	340	Proprietary
22.09.2015	SPRING WASHER	28.02.2018	150	Proprietary
22.09.2015	SPRING WASHER	28.02.2018	360	Proprietary
21.09.2015	GONG BELL ASSY.	28.06.2016	3,768.00	Proprietary
21.09.2015	SPRING WASHER	28.06.2016	85	Proprietary
21.09.2015	SPRING WASHER	28.06.2016	25	Proprietary
21.09.2015	SPRING WASHER	28.06.2016	60	Proprietary
11.09.2015	FRONT IDLER ASSEMBLY	28.02.2018	113,676.00	Proprietary



Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
11.09.2015	HEX HEAD CAP SCREW	28.02.2018	234	Proprietary
07.09.2015	GONG BELL ASSY.	28.02.2018	7,536.00	Proprietary
07.09.2015	FRONT IDLER ASSEMBLY	28.02.2018	75,784.00	Proprietary
29.08.2015	FRONT IDLER ASSEMBLY	28.02.2018	151,568.00	Proprietary
22.08.2015	FRONT IDLER ASSEMBLY	28.02.2018	113,676.00	Proprietary
21.08.2015	FRONT IDLER ASSEMBLY	28.08.2018	492,596.00	Proprietary
21.08.2015	GONG BELL ASSY.	28.02.2018	7,536.00	Proprietary
21.08.2015	SPRING WASHER	28.02.2018	170	Proprietary
21.08.2015	SPRING WASHER	28.02.2018	60	Proprietary
21.08.2015	FRONT IDLER ASSEMBLY	28.02.2018	227,352.00	Proprietary
28.03.2016	BOOM ELEVATING JACK	31.03.2018	166,971.00	Proprietary
28.03.2016	PRESSURE LIMITING VALVE DBD S	31.03.2018	8,362.00	Proprietary
28.03.2016	PIN	31.03.2018	1,064.00	Proprietary
28.03.2016	PACKING	31.03.2018	2,444.00	Proprietary
04.02.2016	CLUTCH DOG	31.03.2018	42,112.00	Proprietary
04.02.2016	FILTER	31.03.2018	30,670.00	Proprietary
04.02.2016	MOTOR PINION	31.03.2018	20,928.00	Proprietary
16.02.2016	CARY IDLER BRKT(W O IDLERS)F1200MM W B	31.05.2018	198,764.00	Open
19.01.2016	CARY IDLER BRKT(W O IDLERS)F1000MM W B	31.05.2018	98,912.00	Open
19.01.2016	CARY IDLER BRKT(W O IDLERS)F1200MM W B	31.05.2018	100,640.00	Open
08.12.2015	CARY IDLER BRKT(W O IDLERS)F1200MM W B	31.05.2018	94,350.00	Open
24.11.2015	CARY IDLER BRKT(W O IDLERS)F1000MM W B	31.05.2018	112,400.00	Open
24.11.2015	CARY IDLER BRKT(W O IDLERS)F1200MM W B	31.05.2018	37,740.00	Open
24.11.2015	CARY IDLER BRKT(W O IDLERS)F1400MM W B	31.05.2018	27,200.00	Open
10.03.2016	COLLAR	31.08.2018	8,718.00	Open
10.03.2016	SHIM	31.08.2018	3,000.00	Open
10.03.2016	SHIM SHIPPER SHAFT	31.08.2018	3,500.00	Open
10.03.2016	BAIL ARM BUSH	31.08.2018	18,000.00	Open
10.03.2016	SHIM	31.08.2018	12,330.00	Open
10.03.2016	BUSH	31.08.2018	13,320.00	Open
05.03.2016	SHIM	31.08.2018	9,000.00	Open
05.03.2016	SHIM SHIPPER SHAFT	31.08.2018	8,750.00	Open



Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
05.03.2016	SHIM	31.08.2018	4,932.00	Open
22.02.2016	BAIL ARM BUSH	31.08.2018	12,000.00	Open
22.02.2016	SHIM	31.08.2018	2,466.00	Open
22.02.2016	BUSH	31.08.2018	5,328.00	Open
29.02.2016	Fabrictn&Replmnt of 130HP armature shaft	31.05.2017	485,160.00	Open
12.02.2016	PINION (CROWD MOTOR)	10.11.2016	290,316.00	Open
10.02.2016	773001137 INPUT PINION SHAFT	07.09.2016	144,750.00	Proprietary
10.02.2016	IST INTERMEDIATE PINION SHAFT	07.09.2016	127,380.00	Proprietary
10.02.2016	773001126 BEVEL GEAR WHEEL	07.09.2016	187,200.00	Proprietary
10.02.2016	IIND INTER PINION SHAFT	07.09.2016	118,800.00	Proprietary
10.02.2016	II ND INTER GEAR WHEEL	07.09.2016	71,500.00	Proprietary
10.02.2016	OUTPUTSHAFT	07.09.2016	46,400.00	Proprietary
10.02.2016	OUTPUTGEARWHEEL	07.09.2016	226,600.00	Proprietary
04.02.2016	BRAKE DRUM FOR EHT	31.10.2016	363,528.00	Proprietary
04.02.2016	STOOL FOR EHT BRAKE	31.10.2016	124,740.00	Proprietary
04.02.2016	EHT BRAKE ASSY	31.10.2016	860,112.00	Proprietary
04.02.2016	RETURN UNIT 900MM DIA	31.08.2016	260,000.00	Proprietary
18.01.2016	Recon/rep of dump bodies of BEML 100T	31.08.2016	2,274,000.00	Open
18.01.2016	Recon/rep of dump bodies of BEML 100T	31.08.2016	2,274,000.00	Open
18.01.2016	Recon/rep of dump bodies of BEML 100T	31.08.2016	4,074,434.88	Open
29.12.2015	FLEXIBLE COUPLING WITH 2 NOS. OF TEFLON	31.08.2016	75,600.00	Proprietary
29.12.2015	VIS. CLOGGING INDI. HPF ON PUMP FILTER	31.08.2016	21,600.00	Proprietary
29.12.2015	EXTRA KEYS FOR SPEED CONTROL VALVE	15.10.2016	1,200.00	Proprietary
29.12.2015	3/4" LOW PRESSURE HOSE(F MOT.DRAIN)3MTR	15.10.2016	4,500.00	Proprietary
29.12.2015	1/4" HIGH PRE. HOSE FOR BRAKE(4 MTRS.)	15.10.2016	2,400.00	Proprietary
29.12.2015	BSP 1"X11/4"(MXM) CONNECTOR	15.10.2016	1,200.00	Proprietary
29.12.2015	BREATHER	15.10.2016	9,000.00	Proprietary
29.12.2015	COUPLING	15.10.2016	43,735.00	Proprietary
29.12.2015	TERMINAL BOX FOR ELECTRICAL CONNECTIONS	15.10.2016	8,000.00	Proprietary
29.12.2015	3/4" MX3/4"M CONNECTOR	15.10.2016	500	Proprietary
24.12.2015	TRAY ASSEMBLY	15.10.2016	184,572.00	Open
27.11.2015	WHEEL ASSLY	31.10.2016	252,800.00	Proprietary





Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
24.11.2015	TUB D LINK	31.10.2016	50,760.00	Open
03.11.2015	1X55KW1400MM DR HD W ELE&TIPPER TROLLEY	15.07.2017	4,486,050.00	Open
18.09.2015	GEAR BOX, 20:1 FOR 1X125KW DRIVE UNIT	19.03.2016	2,431,016.00	Proprietary
18.09.2015	DRIVE DRUM ASSY	19.03.2016	386,000.00	Proprietary
28.08.2015	INTERMEDIATE SHAFT WITH PENION	15.05.2016	45,000.00	Proprietary
13.08.2015	DIGITAL INDICATOR	31.05.2016	16,045.00	Proprietary
06.08.2015	POCKET FOR SUSPENSION 4 ROLLER	05.08.2016	480,000.00	Proprietary
25.07.2015	RETURN UNIT 900MM DIA	15.04.2016	520,000.00	Proprietary
22.07.2015	SIDE DUMP LOADER (SDL) LOW HEIGHT	21.07.2016	3,030,233.41	Open
18.07.2015	ABSORBER ACCUMULATOR	17.07.2016	66,150.00	Proprietary
10.07.2015	MANRIDING CHAIR LIFT SYSTEM(RKNT-700 m)	09.07.2016	24,190,000.00	Open
10.07.2015	INSTALLATION & COMMISSIONING	09.07.2016	910,000.00	Open
30.06.2015	RING FEEDER	05.11.2015	87,000.00	Proprietary
29.06.2015	OVERHAULING OF AM50 ASSEMBLIES	20.01.2016	3,486,200.00	Proprietary
27.06.2015	BACK PLATE FOR 400TPH RECIPRO FEEDER	25.01.2016	280,000.00	Open
17.06.2015	FOOT BRACKET:G2/G3 FR.SZ-112 29110046	10.04.2016	7,980.00	Open
17.06.2015	FILTER/BREATHER:FB700 TT-40	10.04.2016	2,388.00	Open
17.06.2015	CHECK VALVE	10.04.2016	12,680.00	Open
17.06.2015	G.M WHEEL VLV: WMP-G1200PSI SANT	10.04.2016	5,120.00	Open
17.06.2015	SUBPLATE:G546/1	10.04.2016	27,560.00	Open
17.06.2015	PRESSURE RELIEF VALVE DIR. OP.	10.04.2016	18,960.00	Open
17.06.2015	D.C.VALVE	10.04.2016	167,080.00	Open
01.06.2015	GEAR BOX, 20:1 FOR 1X125KW DRIVE UNIT	15.03.2016	3,646,524.00	Proprietary
29.05.2015	2X125KW 1200MM CONVR DRIVE HEAD W ELECTR	26.04.2016	11,523,318.00	Proprietary
29.05.2015	PINION (CROWD MOTOR)	25.02.2016	290,316.00	Open
23.05.2015	Design & Engineering, Supply of Design,	30.09.2016	0.01	Open
23.05.2015	Supply of equipment (Mechanical)	30.09.2016	0.01	Open
23.05.2015	Supply of equipment (Electronics)	30.09.2016	0.01	Open
23.05.2015	Supply of equipment (Others)	30.09.2016	0.01	Open
23.05.2015	Additional items	30.09.2016	0.01	Open
23.05.2015	Erection & Commissioning of the system	30.09.2016	0.01	Open
23.05.2015	Civil structural works (including supply)	30.09.2016	0.01	Open



Date of contract/order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
23.05.2015	Design & Engineering, Supply of Design,	30.09.2016	0.01	Open
23.05.2015	Supply of equipment (Mechanical)	30.09.2016	0.01	Open
23.05.2015	Supply of equipment (Electronics)	30.09.2016	0.01	Open
23.05.2015	Erection & Commissioning of the System	30.09.2016	0.11	Open
23.05.2015	Additional items	30.09.2016	0.01	Open
23.05.2015	Supply of equipment (Others)	30.09.2016	0.1	Open
23.05.2015	Civil structural works (including supply)	30.09.2016	0.02	Open
23.05.2015	Design & Engineering, Supply of Design,	30.09.2016	600,000.00	Open
23.05.2015	Supply of Equipment (Mechanical)	30.09.2016	4,071,000.00	Open
23.05.2015	Supply of Equipment (Electronics)	30.09.2016	3,523,000.00	Open
23.05.2015	Supply of Equipment (Others)	30.09.2016	24,720,000.00	Open
23.05.2015	Additional Items	30.09.2016	3,164,000.00	Open
23.05.2015	Erection & Commissioning of the System	30.09.2016	4,199,400.00	Open
23.05.2015	Civil Structural Works (including Supply)	30.09.2016	6,174,300.00	Open
23.05.2015	AMC Charges for 3 years	31.10.2021	600,000.00	Open
16.05.2015	DIVERSION PULLEY LINER	05.03.2016	187,200.00	Proprietary
15.05.2015	STRINGER FOR CARRYING IDLER	11.12.2015	727,000.00	Open
11.05.2015	Repair of 125KW Gear Box	30.11.2015	413,493.00	Proprietary
09.05.2015	ROLLER SHAFT ASSEMBLY	30.04.2016	96,000.00	Proprietary
09.05.2015	CONNECTING ROD	30.04.2016	61,620.00	Proprietary
09.05.2015	ECCENTRIC HUB	30.04.2016	72,208.00	Proprietary
09.05.2015	ECENTRIC PIN	30.04.2016	55,500.00	Proprietary
09.05.2015	PIN TRAY TO CONNECTING ROD	30.04.2016	24,520.00	Proprietary
09.05.2015	M10364/1/4 COUPLING	30.04.2016	14,040.00	Proprietary
09.05.2015	PB BUSH	30.04.2016	146,554.00	Proprietary
09.05.2015	RETURN UNIT 900MM DIA	31.12.2015	260,000.00	Proprietary
04.05.2015	ABSORBER ACCUMULATOR	31.12.2015	66,150.00	Proprietary
04.05.2015	WET PIN SOLENOID 12V DC	31.12.2015	543,616.00	Proprietary
30.04.2015	18X64MM PITCH CHAINS (15 LINKS)	04.05.2016	140,000.00	Open
30.04.2015	18X64 MM CHAINSET	04.05.2016	15,000.00	Open
07.04.2015	Repair of 2x150 KW Drive Unit	30.10.2015	1,500,000.00	Open
07.04.2015	Modifiction of bell Housing System	30.10.2015	1,400,000.00	Open



Date of contract/ order	Description of contract/order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
07.04.2015	Snub Pulleys200x1400 LG	30.10.2015	416,000.00	Open
07.04.2015	PINION 2ND REDN	30.10.2015	320,400.00	Open
	Total Value		186,400,654.36	

**3. Details of contracts, value, duration of the contract from 1.4.2015 to 31.3.2016 not at arms length basis;**

Date of contract/ order	Description of contract/ order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
30.06.2015	SLOTTED COUNTER SUNK HD.SCREW FOR BRAKE	30.09.2015	32,683.00	Nomination
30.06.2015	Hydraulic Pump	30.09.2015	46,844.92	Nomination
30.06.2015	3/8" Ball Valves for Governor	30.09.2015	15,394.36	Nomination
30.06.2015	F.L.P. SIGNALING BELLS	30.09.2015	17,509.50	Nomination
30.06.2015	BLINKER TIMER	30.09.2015	5,927.55	Nomination
30.06.2015	TUNGSTEN BRAKE PAD WITH HOUSIN	30.09.2015	110,893.52	Nomination
27.06.2015	CYLINDER ASSEMBLY COMPL	30.09.2015	22,178.70	Nomination
22.06.2015	16 BOLT HAM BONE CLAMP	30.09.2015	27,720.00	Nomination
22.06.2015	RETURN LINE FILTER ELEMENT FOR POWER PAC	30.09.2015	5,836.50	Nomination
22.06.2015	SEAL KIT(WE6-6X3WE6-6)FOR DC VALVE	30.09.2015	2,042.78	Nomination
22.06.2015	SEAL KIT FOR PRESSURE RELIEF VALVE FOR P	30.09.2015	8,054.38	Nomination
22.06.2015	SAFETY CHAINS 3.5T(SWL)	30.09.2015	18,849.60	Nomination
22.06.2015	ROPE GUIDE	30.09.2015	10,213.88	Nomination
18.06.2015	GREASE CUP FOR PLUMMER BLOCK & DRUM	30.09.2015	747.08	Nomination
18.06.2015	QUICK RELEASE COUPLING (PROB&CARRIER)	30.09.2015	4,085.55	Nomination
18.06.2015	RETURN LINE FILTER ELEMENT FOR POWER PAC	30.09.2015	17,509.50	Nomination
18.06.2015	GRID SPRING FOR FLEXBLE BIBBY COUPLING	30.09.2015	24,023.04	Nomination
18.06.2015	DISC SPRING FOR MAN RIDING HA	30.09.2015	4,202.40	Nomination
18.06.2015	IDLER GEAR (55 TOOTH)	30.09.2015	11,206.08	Nomination
18.06.2015	SLOTTED COUNTER SUNK HD.SCREW FOR BRAKE	30.09.2015	1,867.60	Nomination
22.05.2015	BRASS STRIP FOR PANTOGRAPH	30.09.2015	4,482.44	Nomination
22.05.2015	INSULATOR FOR PANTOGRAPH	30.09.2015	8,171.20	Nomination
22.05.2015	TUNGSTEN BRAKE PAD WITH HOUSIN	30.09.2015	110,893.52	Nomination
22.05.2015	DEAD MAN HANDLE CM/BM/10	30.09.2015	24,513.30	Nomination



Date of contract/ order	Description of contract/ order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
22.05.2015	BLINKER TIMER	30.09.2015	5,927.55	Nomination
22.05.2015	BIBBY TYPE FLEXIBLE COUPLING AT INPUT OF	30.09.2015	40,038.39	Nomination
22.05.2015	GRID SPRING FOR FLEXBLE BIBBY COUPLING	30.09.2015	12,011.52	Nomination
22.05.2015	PHANTOGRAPH ASSLY.	30.09.2015	35,019.00	Nomination
04.05.2015	BEARING	30.09.2015	44,123.94	Nomination
04.05.2015	BEARING	30.09.2015	71,905.68	Nomination
30.07.2015	GEAR WHEEL (152868)	30.04.2016	113,008.00	Nomination
30.07.2015	SET OF DR GEARS INCLUDING SET OF CHANGE	30.04.2016	444,784.00	Nomination
28.07.2015	FLIGHT	30.04.2016	139,600.00	Nomination
28.07.2015	U BOLT	30.04.2016	58,600.00	Nomination
22.06.2015	U BOLT	30.04.2016	14,650.00	Nomination
05.06.2015	FLIGHT	30.04.2016	139,600.00	Nomination
05.06.2015	U BOLT	30.04.2016	46,880.00	Nomination
21.04.2015	GEAR WHEEL RIGHT 59T	30.04.2016	135,212.00	Nomination
21.04.2015	COUPLING	30.04.2016	61,820.00	Nomination
21.04.2015	BUSHING RIGHT	30.04.2016	15,713.00	Nomination
21.04.2015	BUSHING LEFT	30.04.2016	15,713.00	Nomination
21.04.2015	WORM GEAR	30.04.2016	42,798.00	Nomination
21.04.2015	WORM GEAR SHAFT (172591F)	30.04.2016	33,288.00	Nomination
21.04.2015	PLANNET GEAR WHEEL 34T	30.04.2016	19,815.00	Nomination
21.04.2015	RING GEAR	30.04.2016	73,755.00	Nomination
21.04.2015	GEAR WHEEL (152868)	30.04.2016	14,126.00	Nomination
21.04.2015	BUSHING	30.04.2016	5,378.00	Nomination
21.04.2015	COOLING COIL	30.04.2016	22,984.00	Nomination
21.04.2015	HALF COUPLING	30.04.2016	3,804.00	Nomination
21.04.2015	HALF COUPLING	30.04.2016	4,438.00	Nomination
21.04.2015	CONNECTING LINK OF CHAIN 18X64	30.04.2016	15,530.00	Nomination
14.04.2015	HEAVY DUTY CHAIN FOR CUT ROCK	30.04.2016	26,362.00	Nomination
07.04.2015	FLIGHT	30.04.2016	52,350.00	Nomination
07.04.2015	U BOLT	30.04.2016	14,650.00	Nomination



Date of contract/ order	Description of contract/ order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
31.03.2016	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
30.03.2016	REP BUCKET & DRAG CHAINS MARION DRAGLINE	31.03.2017	890,920.00	Nomination
22.03.2016	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	525,837.00	Nomination
22.03.2016	REP BUCKET & DRAG CHAINS RR DRAGLINE	31.03.2017	890,920.00	Nomination
21.03.2016	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
15.03.2016	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
02.03.2016	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.01.2020	350,558.00	Nomination
15.02.2016	REP.BEML 10 CUM SHOVEL BUCKET	30.06.2017	1,014,750.00	Nomination
15.02.2016	REP BEML 10 CUM SHOVEL DIPPER DOOR	30.06.2017	175,279.00	Nomination
13.02.2016	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
04.02.2016	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	1,456,674.00	Nomination
04.02.2016	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
02.02.2016	REP. BEML 10 Cu.M Shovel Bucket	31.03.2017	989,806.00	Nomination
28.01.2016	REP L&T PC1250-7 5 CUM BUCKET	31.03.2017	728,337.00	Nomination
28.01.2016	REP BEML 10 CUM SHOVEL BAIL ARM	31.03.2017	103,106.00	Nomination
28.01.2016	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
23.01.2016	REP. BEML 10 Cu.M Shovel Bucket	31.03.2017	494,903.00	Nomination
23.01.2016	REP.BEML BUCKET & FRONT WALL REPLACEMENT	31.03.2017	1,014,750.00	Nomination
13.01.2016	REP HEC 10 CUM SHOVEL DIPPER DOOR	31.03.2017	350,558.00	Nomination
12.01.2016	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
12.01.2016	REP BEML 10 CUM SHOVEL BAIL ARM	31.03.2017	51,553.00	Nomination
11.01.2016	REP. BUCKET ASSY FOR PC450 SHOVEL	31.03.2017	461,858.00	Nomination
04.01.2016	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
25.12.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2016	175,279.00	Nomination
19.12.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
10.12.2015	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
03.12.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
25.11.2015	REP L&T PC1250-7 5 CUM BUCKET	31.03.2017	728,337.00	Nomination
19.11.2015	REP BUCKET & DRAG CHAINS MARION DRAGLINE	31.03.2017	890,920.00	Nomination
03.11.2015	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	1,456,674.00	Nomination



Date of contract/ order	Description of contract/ order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
03.11.2015	REP. BUCKET ASSY FOR PC450 SHOVEL	31.03.2017	461,858.00	Nomination
01.11.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.08.2017	525,837.00	Nomination
21.10.2015	REP HEC 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
13.10.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
09.10.2015	REP. BEML 10 Cu.M Shovel Bucket	31.03.2017	494,903.00	Nomination
05.10.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
01.10.2015	REP HEC 10 CUM SHOVEL DIPPER STRUCTURE	31.03.2017	494,903.00	Nomination
26.09.2015	REP. BUCKET ASSY FOR PC450 SHOVEL	31.03.2017	461,858.00	Nomination
16.09.2015	REP TELCON ZX450H 3CUM BACKHOE BUCKET	31.03.2017	461,858.00	Nomination
16.09.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
16.09.2015	REP TELCON ZX450H 3CUM BACKHOE BUCKET	31.03.2017	461,858.00	Nomination
07.09.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
02.09.2015	REP HEC 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
25.08.2015	REP BEML 10 CUM SHOVEL DIPPER STRUCTURE	31.03.2017	494,903.00	Nomination
25.08.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
24.08.2015	REP HEC 10 CUM SHOVEL DIPPER STRUCTURE	31.03.2017	494,903.00	Nomination
21.08.2015	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
21.08.2015	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
13.08.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
08.08.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
25.07.2015	REP.BEML BUCKET & FRONT WALL REPLACEMENT	31.03.2017	1,014,750.00	Nomination
25.07.2015	REPL OF BEML BUCKET TOP STRUCTURE	31.03.2017	1,454,623.00	Nomination
25.07.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
25.07.2015	REP.BEML BUCKET & FRONT WALL REPLACEMENT	31.03.2017	1,014,750.00	Nomination
25.07.2015	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
24.07.2015	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
17.07.2015	REP. BEML 10 Cu.M Shovel Bucket	31.03.2017	989,806.00	Nomination
14.07.2015	REP P&H 10 CUM SHOVEL DIPPER DOOR	31.03.2017	350,558.00	Nomination
09.07.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	525,837.00	Nomination
08.07.2015	REP BUCKET & DRAG CHAINS RR DRAGLINE	31.03.2017	890,920.00	Nomination



Date of contract/ order	Description of contract/ order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
08.07.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
08.07.2015	REP HEC 10 CUM SHOVEL DIPPER STRUCTURE	31.03.2017	494,903.00	Nomination
08.07.2015	REP HEC 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
20.06.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
13.06.2015	REP. BEML 10 Cu.M Shovel Bucket	31.03.2017	494,903.00	Nomination
12.06.2015	REP PC2000 BUCKET WEAR PLATE REPLACEMENT	31.03.2017	1,046,766.00	Nomination
28.05.2015	REP P&H 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
28.05.2015	REP BEML 10 CUM SHOVEL BAIL ARM	31.03.2017	51,553.00	Nomination
25.05.2015	REP HEC 10 CUM SHOVEL DIPPER DOOR	31.03.2017	175,279.00	Nomination
15.05.2015	REP P&H 10 CUM SHOVEL DIPPER STRUCTURE	31.03.2017	494,903.00	Nomination
09.05.2015	REP BEML 10 CUM SHOVEL DIPPER DOOR	31.03.2017	525,837.00	Nomination
09.05.2015	REPL OF BEML BUCKET TOP STRUCTURE	31.03.2017	1,454,623.00	Nomination
09.05.2015	REP.BEML 10 CUM SHOVEL BUCKET	31.03.2017	1,014,750.00	Nomination
09.05.2015	REP. BUCKET 6.5CUM TELCON EX1200	31.03.2017	728,337.00	Nomination
09.05.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
25.04.2015	REP L&T PC1250-7 5 CUM BUCKET	31.03.2017	728,337.00	Nomination
24.04.2015	REP. BUCKET ASSY FOR 12CUM SHOVEL	31.03.2017	1,019,627.00	Nomination
18.03.2016	Fixing and assembling of hoist int shaft	31.10.2016	64,194.00	Nomination
12.03.2016	Repair of Crusher Roll of 500TPH IR Crus	15.08.2016	385,091.00	Nomination
10.03.2016	Supply of Curve stations and erection	31.10.2016	7,163,530.00	Nomination
24.02.2016	Assembling of hoist inter pinion shaft	04.06.2016	604,194.00	Nomination
04.02.2016	Repairing of Elecon Crusher Roll Dorli-1	03.02.2017	471,366.28	Nomination
20.01.2016	Repair of Arm assembly of EX1200&EX200	30.04.2016	242,250.00	Nomination
21.12.2015	Rep to Wheel Hub of 100T Dumper - OCP3	31.08.2016	50,400.00	Nomination
08.10.2015	Overhauling of AM50 subassemblies	06.05.2016	1,029,860.00	Nomination
06.08.2015	Modification of Curve Stations	20.05.2016	1,000,000.00	Nomination
03.08.2015	Repaires to Stick Assy. of CK-300 Shovel	31.01.2016	155,740.00	Nomination
01.08.2015	Repair of link assemblies	15.12.2015	78,000.00	Nomination
30.07.2015	Repair of Arm assemblies	31.12.2015	92,000.00	Nomination
21.07.2015	Repairs to 5 front idlers of Rope shovel	15.12.2015	300,000.00	Nomination



Date of contract/ order	Description of contract/ order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
08.07.2015	Repair of AM-50 Cuttermotor	29.01.2016	159,690.00	Nomination
29.06.2015	Overhauling of AM50 assemblies	20.01.2016	1,029,860.00	Nomination
29.06.2015	1200MM WIDTH BELT BOLTLESS STRUCTURE	31.01.2016	12,400,674.00	Nomination
29.06.2015	1000MM WIDTH BELT STRUCTURE WITH BOLT	15.04.2016	16,656,000.00	Nomination
24.06.2015	Repairs to 500TPH Crusher Drum of JVROC	15.11.2015	385,091.00	Nomination
23.06.2015	Repair of boom assy of L&T 300CK shovel	29.09.2015	289,000.00	Nomination
23.06.2015	Repair of link assy 6.5 cu.m shovel Mou	29.09.2015	234,000.00	Nomination
23.06.2015	Repair of Arm assy of 6.5 cu.m on Mou	29.09.2015	155,740.00	Nomination
22.06.2015	Assembling of crowd Inter pinion shaft	29.07.2015	64,194.00	Nomination
20.06.2015	Repair of Boom assy from APHMEL on Mou	24.09.2015	46,000.00	Nomination
11.06.2015	Repair of Arm assy 1 cu.m shovel Mou	15.09.2015	46,000.00	Nomination
03.06.2015	40 HP DIRECT HAULER MECHANICALS	31.12.2016	1,693,406.61	Nomination
03.06.2015	40 HP DIRECT HAULER MECHANICALS	31.12.2016	3,386,813.22	Nomination
03.06.2015	40 HP DIRECT HAULER MECHANICALS	31.12.2016	3,386,813.22	Nomination
03.06.2015	60 HP ENDLESS HAULER MECHANICALS	31.12.2016	1,137,728.70	Nomination
03.06.2015	60 HP ENDLESS HAULER MECHANICALS	31.12.2016	1,137,728.70	Nomination
03.06.2015	60 HP ENDLESS HAULER MECHANICALS	31.12.2016	1,137,728.70	Nomination
03.06.2015	60 HP ENDLESS HAULER MECHANICALS	31.12.2016	1,137,728.70	Nomination
03.06.2015	60 HP ENDLESS HAULER MECHANICALS	31.12.2016	1,137,728.70	Nomination
03.06.2015	60 HP ENDLESS HAULER MECHANICALS	31.12.2016	1,137,728.70	Nomination
03.06.2015	60 HP ENDLESS HAULER MECHANICALS	31.12.2016	1,137,728.70	Nomination
03.06.2015	60 HP DIRECT HAULER MECHANICALS	31.12.2016	3,568,460.08	Nomination
03.06.2015	60 HP DIRECT HAULER MECHANICALS	31.12.2016	10,705,380.24	Nomination
03.06.2015	60 HP DIRECT HAULER MECHANICALS	31.12.2016	10,705,380.24	Nomination
03.06.2015	60 HP DIRECT HAULER MECHANICALS	31.12.2016	3,568,460.08	Nomination
03.06.2015	60 HP DIRECT HAULER MECHANICALS	31.12.2016	3,568,460.08	Nomination
03.06.2015	87 HP DIRECT HAULER MECHANICALS	31.12.2016	2,479,780.34	Nomination
03.06.2015	87 HP DIRECT HAULER MECHANICALS	31.12.2016	2,479,780.34	Nomination
03.06.2015	87 HP DIRECT HAULER MECHANICALS	31.12.2016	2,479,780.34	Nomination
03.06.2015	87 HP DIRECT HAULER MECHANICALS	31.12.2016	2,479,780.34	Nomination





Date of contract/ order	Description of contract/ order	Nature & duration of contract	Net Value (Rs.)	Manner of determination of price
03.06.2015	87 HP DIRECT HAULER MECHANICALS	31.12.2016	2,479,780.34	Nomination
03.06.2015	87 HP DIRECT HAULER MECHANICALS	31.12.2016	7,439,341.02	Nomination
03.06.2015	87 HP DIRECT HAULER MECHANICALS	31.12.2016	7,439,341.02	Nomination
03.06.2015	87 HP DIRECT HAULER MECHANICALS	31.12.2016	2,479,780.34	Nomination
02.06.2015	Reconditioning of Lower Wheel Assy	31.01.2016	912,000.00	Nomination
22.05.2015	1200MM WIDTH BELT STRUCTURE WITH BOLT	12.09.2015	6,472,000.00	Nomination
08.04.2015	Repair of 100 hp gear box at APHMEL	10.09.2015	490,600.00	Nomination
	<b>Total value</b>		181,796,181.51	

4. Date of approval of Board for all above transactions : 26.8.2016
5. Amount paid as advance : Nil
6. Date on which the special resolution was passed in general meeting as required under first proviso to Section 188 : Not applicable
7. Justification for above contracts / orders: APHMEL is a subsidiary company of SCCL.

Date : 15.10.2016  
Place : Hyderabad

Sd/-  
Chairman & Managing Director

## MANAGEMENT REPLIES TO THE OBSERVATIONS OF SECRETARIAL AUDITOR IN HIS REPORT FOR THE YEAR 2015-16

<b>Secretarial Auditor's Report</b> (Pursuant to Section 204(1) of the Companies Act, 2013 and the Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)	<b>Management reply on the audit observations</b> (Under Section 134(3)(f)(ii) of the Companies Act, 2013)
To The Members, The Singareni Collieries Company Limited., Kothagudem.	
I have conducted Secretarial Audit pursuant to Section 204 of the Companies Act 2013, on the compliance of applicable Statutory Provisions and the adherence to good corporate practices by The Singareni Collieries Company Limited., (hereinafter called as "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.	--
1. Based on our verification of the books, papers, minutes books, forms, returns filed and other records maintained by the Company and also the information and according to the examinations carried out by me and explanations furnished and representations made to me by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has during the audit period covering the Financial Year ended on 31 <sup>st</sup> March, 2016 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter..	--
2. I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31 <sup>st</sup> March, 2016 ("Audit Period") according to the provisions of:	--
i. The Companies Act, 2013 (the Act) and the rules made thereunder;	--
ii. The depositories Act, 1996 and regulations made thereunder - <i>Not applicable during the audit period.</i>	--
iii. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings - <i>Not Applicable during the audit period.</i>	--
iv. The Securities Contracts (Regulation) Act, 1956 and rules made thereunder : Not applicable being the unlisted Company	--
v. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): <i>Not applicable being the unlisted Company.</i>	--
vi. The Company is into the business of mining and sale of coal and also power generation. Accordingly, the following Major Industry specific Acts and Rules are applicable to the Company, in view of the Management:	--
a. Mines Act, 1952 and Rules & regulations made thereunder.	--
b. Coal Mines Provident Fund & Miscellaneous Provisions Act, 1948.	--
c. The Environment (Protection) Act, 1986.	--
d. The Forest (Conservation) Act, 1980.	--
e. Mines and Minerals (Development & Regulation) Act, 1957 and Rules & Regulations made thereunder.	--
f. Cess and other Taxes on Minerals (Validation) Act, 1992.	--
g. The Coal Mines (Nationalization) Act, 1973.	--
h. Coal Mines Pension Scheme, 1998.	--
i. Land Acquisition Act, 1894.	--
j. The Right to Fair Compensation and Transparency in Land Acquisition, Rehabilitation and Resettlement Act, 2013.	--



<b>Secretarial Auditor's Report</b> (Pursuant to Section 204(1) of the Companies Act, 2013 and the Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)		<b>Management reply on the audit observations</b> (Under Section 134(3)(f)(ii) of the Companies Act, 2013)
	k. Essential Services Maintenance Act, 1971	--
	l. Mines and Minerals Act 1957 and Rules & regulations made thereunder.	--
	m. Explosive Substance Act, 1908 and Rules & regulations made thereunder.	--
	n. The Coal Bearing Areas Act, 1957.	--
	o. National Minerals Policy, 1993.	--
	p. Coal Mines Conservation and Development Act, 1974 and Rules & regulations made thereunder.	--
	q. The Explosives Act, 1884 and Rules and notifications made thereunder.	--
	r. The Electricity Act, 2003 and Rules, regulations made thereunder.	--
	s. Secretarial Standards issued by The Institute of Company Secretaries of India.	--
vii.	During the period under review, the Company has generally complied with the provisions of the applicable Acts, Rules, Regulations, and Guidelines etc., as mentioned above except to the extent as mentioned below:	--
a	<b><i>The Company has not appointed requisite number of Independent Directors as prescribed under the provisions of Sub-section (4) of Section 149 of the Companies Act, 2013. Consequently, the Company could not comply with in respect of formulation of code for Independent Directors, conducting of separate meetings of Independent directors, evaluation mechanism for performance of Independent directors by Board of Directors of the Company as prescribed under Sub-section (8) of Section 149 of the Companies Act, 2013 read with Schedule IV of the Companies Act, 2013. Further, vide Notification No.GSR 163 (E) dt.5<sup>th</sup> June, 2015 of Ministry of Corporate Affairs, Govt. of India, the responsibility for appointment of Independent Directors on the Board of Govt. Companies was shifted from Board of Directors of the Company to Ministry or Department of the Central / State Government, as the case may be.</i></b>	<p>These provisions were apprised to the Board in the 524<sup>th</sup> meeting held on 27.9.2014 and with the approval of the Board a letter dated 20.2.2015 was sent to Secretary, Energy dept., from C&amp;MD, SCCL requesting the Govt. of Telangana to take suitable decision with regard to appointment of 3 Independent Directors and one Woman Director on the Board of SCCL before 31.3.2015 and recommend the same to the Govt. of India for concurrence.</p> <p>Pursuant to the direction of the Board given in the meeting held on 22.8.2015 while reviewing the compliance of laws, a letter dated 29.10.2015 was again sent to Secretary, Energy Dept., from C&amp;MD, SCCL.</p> <p>Vide letter No.CMD/PS/H/67, dt.4.6.2016 addressed to Pri.Secretary, Energy Dept., Govt. of Telangana, it was once again requested to expedite appointment of Independent &amp; Woman directors keeping in view the more than one year time already elapsed from the stipulated date for complying with the relevant provisions of the Companies Act, 2013.</p> <p>It is to mention that vide Notification No.GSR 163 (E) dt.5<sup>th</sup> June, 2015 of Ministry of Corporate Affairs, Govt. of India, the responsibility for appointment of Independent Directors on the Board of Govt. Companies was shifted from Board of Directors of the Company to Ministry or Department of the Central / State Government, as the case may be. This was also apprised to the State Govt. Decision of the State Govt., is awaited.</p>

<b>Secretarial Auditor's Report</b> (Pursuant to Section 204(1) of the Companies Act, 2013 and the Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)		<b>Management reply on the audit observations</b> (Under Section 134(3)(f)(ii) of the Companies Act, 2013)
<b>b.</b>	<b><i>The Company has Audit Committee without Independent directors as prescribed under the provisions of Section 177 of the Companies Act, 2013.</i></b>	Same as replied to 2 (vii) (a) above. However, Independent Directors will be nominated to the Audit Committee after their appointment by the State Govt.
<b>c.</b>	<b><i>The Company has constituted Corporate Social Responsibility (C S R) Committee without Independent director as prescribed under the provisions of Section 135 of the Companies Act, 2013.</i></b>	Same as replied to point No.2 (vii) (a) above. However, Independent Directors will be nominated to the CSR Committee after their appointment by the State Govt.
<b>d.</b>	<b><i>The Company has not appointed a Woman Director as prescribed under the provisions of Section 149 of the Companies Act, 2013.</i></b>	Same as replied to <i>point No.2</i> (vii) (a) above.
<b>e.</b>	<b><i>The Company has not constituted Nomination and Remuneration Committee as prescribed under the provisions of Section 178 of the Companies Act, 2013.</i></b>	The Nomination and Remuneration Committee will be constituted after appointment of Independent Directors by the State Govt.
<b>f.</b>	<b><i>The production of coal has exceeded the Environment Clearance capacity sanctioned by Ministry of Environment and Forest, Government of India in respect of 7 opencast mines &amp; one Under Ground mine. Apart from this, 6 Under Ground mines are operating with 1993-94 base level production and require Environment Clearance at the time of mining lease renewal/ exceeding 1993-94 base level production.</i></b>	<p>Applications were submitted to MoEF &amp; CC for seeking EC for the following mines.</p> <ul style="list-style-type: none"> <li>➤ Increase in production more than the sanctioned EC capacity.</li> <li>i. JVR.OC-1 Expansion, Kothagudem area.</li> <li>ii. Koyagudem OC-II, Yellandu area.</li> <li>iii. RG OC-I Expansion, Ramagundam-III area.</li> <li>iv. Dorli OC – I, Bellampalli area.</li> <li>v. Kasipet – 1 Inc., Mandamarri area.</li> <li>➤ Mines operating with 1993 – 94 base level production and require EC at the time of renewal of mining lease/exceeding 1993-94 base level production</li> <li>i. GDK. 1&amp;3, Ramagundam - I area</li> <li>ii. GDK. 2&amp;2A, Ramagundam - I area</li> <li>iii. GDK. 5, Ramagundam - I area</li> <li>iv. GDK. 7LEP, Ramagundam - II area</li> <li>v. RK.8, Srirampur area</li> <li>vi. VK – 7, Kothagudem area</li> </ul> <p>Applications submitted for revised EC were de-listed by MoEF&amp;CC on account of violation under section 15/16 of Environment Protection Act, 1986, vide MoEF letter dated 17<sup>th</sup> December 2013. Subsequently, MoEF&amp;CC advised the State Government for initiation of credible action by invoking provisions of section 19 of E(P) Act, 1986 vide MoEF Lr.dt.16<sup>th</sup> December 2013. Proposals are pending at MoEF&amp;CC for want of submission of evidence of initiation of credible action by the State Government. The SCCL submitted several representations to MoEF&amp;CC</p>



<b>Secretarial Auditor's Report</b> (Pursuant to Section 204(1) of the Companies Act, 2013 and the Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)		<b>Management reply on the audit observations</b> (Under Section 134(3)(f)(ii) of the Companies Act, 2013)
		<p>through Ministry of Coal, GoI and State Government to consider the proposals of the SCCL for issue of EC without resorting to legal action since the additional production was taken only to meet the coal demand from Power Plants in the larger interest of the Nation. However, MoEF&amp;CC is yet to convey its decision on the request made by the SCCL for grant of EC for mines falling under violation category.</p> <p>Coal production exceeded the sanctioned EC capacity in respect of JK-5 OCP, Yellandu Area; Dorli OC-II, Belampalli Area; Medapalli OC, RG.I Area during the year 2015-16 by a meager quantity.</p> <p>Though coal production has exceeded the sanctioned EC capacity, the pollution levels are within the stipulated limits due to the effective mitigation measures adopted by the Company from time to time and the same is revealed by the environmental monitoring data submitted by EPTRI, a CPCB recognized and NABL accredited laboratory, which has been carrying out post-project environmental monitoring in the SCCL for last 4 years and involved in preparation of EIA/EMP reports for last 16 years.</p>
3.	I, further report that:	
	a. <i>The Board of Directors of the Company is constituted with executive and non-executive directors without requisite number of independent directors and a woman director as stated elsewhere in the report. The changes in the composition of the Board of Directors that took place during the year under review were carried out in compliance with the provisions of the Act except in respect of independent directors and a woman director.</i>	As replied in point Nos.2(vii)(a)&(d)
	b. Adequate Notice is given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least 7 days in advance. Wherever the notes on agenda were sent with less than 7 days prior to the meeting, the same were taken up by the Board for consideration with the consent of all Members present in the meeting and permission of the Chairman & Managing Director of the Company. There is adequate system for seeking and obtaining further information and clarifications on the agenda items before the meeting and meaningful participation at the meeting. Majority decision is carried through and except on the one proposal placed before the Board of Directors in the 532 <sup>nd</sup> meeting held on 16.10.2015, there were no instances of dissenting members in the Board of Directors. In the said one proposal i.e., "Payment of Special Incentive @ 21% of net profit for the financial year 2014-15 as per the directives of Government of Telangana" 3 Directors nominated by the Ministry of Coal, Govt. of India have expressed their dissent.	<p>The SCCL is a State Govt. Company. As per the directions of the State Govt., the SCCL has been paying Special Incentive (Profit Sharing) from 1999-2000 in order to motivate the employees to improve production &amp; productivity.</p> <p>During 2014-15 also, the State Govt., has directed to pay 21% of the net profit as Special Incentive to the employees of SCCL for the year 2014-15. Pursuant to the same, Special Incentive @ 21% of net profit has been paid.</p>

<b>Secretarial Auditor's Report</b> (Pursuant to Section 204(1) of the Companies Act, 2013 and the Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)		<b>Management reply on the audit observations</b> (Under Section 134(3)(f)(ii) of the Companies Act, 2013)
4.	I, further report that there exist adequate systems and processes in the Company that commensurate with the size and operations of the Company to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.	--
5.	I, further report that during the audit period, the Company has obtained sanction of Power Finance Corporation Ltd. & Rural Electrification Corporation Ltd. for loan of Rs.1320 crore for funding cost overrun of setting up of 2X600 MW Singareni Thermal Power Plant at Jaipur Mandal, Adilabad district.	--

Sd/-  
**(K.V.Chalama Reddy)**  
Practising Company secretary  
M.No.13951, C. P. No. 5451

for and on behalf of the Board

Sd/-  
**(N. Sridhar)**  
Chairman & Managing Director

Date : 26-8-2016  
Place : Hyderabad

Date : 8-10-2016  
Place : Hyderabad.



**Eco-friendly activities are being practiced in Opencast mining - 35 KL Sprinkler spraying water on haul roads of Manuguru Opencast Mine**



To,  
The Members,  
The Singareni Collieries Company Limited.,  
Kothagudem.

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Sd/-

**(K.V.Chalama Reddy)**

Practising Company secretary

M.No.13951, C. P No. 5451

Date : 26.08.2016

Place : Hyderabad



## Annexure-IV

### FORM NO. MGT 9

#### EXTRACT OF ANNUAL RETURN

as on financial year ended on 31.03.2016

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

#### I REGISTRATION & OTHER DETAILS:

i	CIN	U10102TG1920SGC000571
ii	Registration Date	23.12.1920
iii	Name of the Company	<b>The Singareni Collieries Company Limited</b>
iv	Category / Sub-category of the Company	Mining & Consultancy
v	Address of the Registered office & contact details	The Singareni Collieries Company Limited Registered Office, Kothagudem Collieries – 507 101, Bhadradi Kothagudem Dist., Telangana.
vi	Whether listed company	No
vii	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

#### II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY: Coal Mining

All the business activities contributing 10% or more of the total turnover of the company shall be stated

Sl.No.	Name & Description of main products/services	NIC Code of the Product/ service	% to total turnover of the company
1.	Bituminous Coal	270112.00	100.00

#### III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES:

Sl. No.	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
1.	Andhra Pradesh Heavy Machinery & Engineering Limited	U29219AP1976SGC002071	Subsidiary	81.54	2(87)(ii)
2.	NTPC-SCCL Global Ventures Pvt. Ltd.	U40101DL2007PTC166472	Associate	50.00	2(6)
3.	APMDC SCCL Suliyari Coal Co. Ltd.	U10300TG2013SGC088684	Associate	49.00	2(6)





#### IV SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Category of Shareholders		No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A.</b>	<b>Promoters</b>									
	<b>(1) Indian</b>									
	a) Individual/HUF		37252	37252	0.0021		37252	37252	0.0021	
	b) Central Govt. or State Govt.		1733159147	1733159147	99.9977		1733159147	1733159147	99.9977	-
	c) Bodies Corporates									
	d) Bank/Fl									
	e) Any other									
	<b>Sub Total:(A)(1)</b>		<b>1733196399</b>	<b>1733196399</b>	<b>99.9999</b>		<b>1733196399</b>	<b>1733196399</b>	<b>99.9999</b>	
	<b>(2) Foreign</b>									
	a) NRI-Individuals									
	b) Other Individuals		1720	1720	0.0001		1720	1720	0.0001	
	c) Bodies Corp.									
	d) Banks/Fl									
	e) Any other...									
	<b>Sub Total (A) (2)</b>		<b>1720</b>	<b>1720</b>	<b>0.0001</b>		<b>1720</b>	<b>1720</b>	<b>0.0001</b>	
	<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>		<b>1733198119</b>	<b>1733198119</b>	<b>100.00</b>		<b>1733198119</b>	<b>1733198119</b>	<b>100.00</b>	
<b>B.</b>	<b>Public Shareholding</b>									
	<b>(1) Institutions</b>									
	a) Mutual Funds									
	b) Banks/Fl									
	c) Central govt									
	d) State Govt.									
	e) Venture Capital Fund									
	f) Insurance Companies									
	g) FIIS									



Category of Shareholders			No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
			Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
	h)	Foreign Venture Capital Funds									
	i)	Others (specify)									
		<b>Sub Total (B)(1):</b>									
<b>(2)</b>		<b>Non Institutions</b>									
	a)	Bodies corporates									
		i) Indian									
		ii) Overseas									
	b)	Individuals									
		i) Individual share holders holding nominal share capital upto Rs.1 lakh									
		ii) Individuals share holders holding nominal share capital in excess of Rs.1 lakh									
	c)	Others (specify)									
		Sub Total (B) (2):									
		<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>									
<b>C.</b>		<b>Shares held by Custodian for GDRs &amp; ADRs</b>									
		<b>Grand Total (A+B+C)</b>		<b>1733198119</b>	<b>1733198119</b>	<b>100.00</b>		<b>1733198119</b>	<b>1733198119</b>	<b>100.00</b>	



**(ii) SHARE HOLDING OF PROMOTERS**

Sl. No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of shares	% of total shares of the Company	% of shares pledged encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	Govt. of Telangana	885599147	51.0962	Nil	885599147	51.0962	Nil	-
2	Govt. of India	847560000	48.9015	Nil	847560000	48.9015	Nil	-
	<b>Total</b>	<b>1733159147</b>	<b>99.9977</b>	<b>-</b>	<b>1733159147</b>	<b>99.9977</b>	<b>-</b>	<b>-</b>

**(iii) CHANGE IN PROMOTERS' SHAREHOLDING (specify if there is no change)**

Sl. No.	Particulars	Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise increase/ decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc)	- No change -			
	At the end of the year				

**(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)**

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	17885	0.0010	17885	0.0010
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/sweat equity etc)	- No change -			
	At the end of the year (or on the date of separation, if separated during the year)	17885	0.0010	17885	0.0010

**(v) Shareholding of Directors & KMP**

Sl. No.	For Each of the Directors & KMP	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	11	-	11	-
	Date wise increase/ decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/sweat equity etc)	- No change -			
	At the end of the year	11	-	11	-



## V INDEBTEDNESS

(Rs. In crore)

Indebtedness of the Company including interest outstanding/accrued but not due for payment					
Sl. No.	Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtness at the beginning of the financial year</b>					
i)	Principal Amount	3624.40	-	-	3624.40
ii)	Interest due but not paid	-	-	-	-
iii)	Interest accrued but not due	79.57	-	-	79.57
	<b>Total (i+ii+iii)</b>	<b>3703.97</b>	<b>-</b>	<b>-</b>	<b>3703.97</b>
<b>Change in Indebtedness during the financial year</b>					
	Additions	1233.03	-	-	1233.03
	Reduction	66.33	-	-	66.33
	<b>Net Change</b>	<b>1166.70</b>	<b>-</b>	<b>-</b>	<b>1166.70</b>
<b>Indebtedness at the end of the financial year</b>					
i)	Principal Amount	4772.76	-	-	4772.76
ii)	Interest due but not paid	-	-	-	-
iii)	Interest accrued but not due	97.91	-	-	97.91
	<b>Total (i+ii+iii)</b>	<b>4870.67</b>	<b>-</b>	<b>-</b>	<b>4870.67</b>

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole time director and/or Manager:

(in Rs.)

Sl. No.	Particulars of remuneration	Name of MD/WTD/Manager					Total amount (Rs)
		N.Sridhar, C&MD	J. Pavitrn Kumar, Director (Finance) & (P.A&W)(FAC) and CFO (from 4.6.2015)	B Ramesh Kumar, Director (Operations)	A. Manohar Rao, Director (P&P)	P. Ramesh Babu, Director (E&M)	
<b>1</b>	<b>Gross salary</b>						
	(a) Salary as per provisions contained in section 17(1) of the IT Act, 1961	1698525	647272	3139697	3103435	2701522	11290451
	(b) Value of perquisites u/s 17(2) IT Act, 1961		122755	274707	274983	243731	916176
	(c) Profits in lieu of salary u/s 17(3) Income Tax Act, 1961						
<b>2</b>	<b>Stock Option</b>						
<b>3</b>	<b>Sweat Equity</b>						
<b>4</b>	<b>Commission</b>						
	- as % of profit						
	- others, specify						
<b>5</b>	<b>Others, please specify</b>						
	<b>TOTAL (A)</b>	<b>1698525</b>	<b>770027</b>	<b>3414404</b>	<b>3378418</b>	<b>2945253</b>	<b>12206627</b>
	Ceiling as per the Act (Rs. in Crore)	65.68 (5% of PBT)	13.14 (1% of PBT)	13.14 (1% of PBT)	13.14 (1% of PBT)	13.14 (1% of PBT)	144.50 (11% of PBT)



**B. Remuneration to other directors : Nil**

Sl. No.	Particulars of Remuneration	Name of the Directors			Total Amount
<b>1</b>	<b>Independent Directors</b>				
	(a) Fee for attending board committee meetings				
	(b) Commission				
	(c) Others, please specify				
	<b>Total (1)</b>				
<b>2</b>	<b>Other Non Executive Directors</b>				
	(a) Fee for attending board committee meetings				
	(b) Commission				
	(c) Others, please specify.				
	<b>Total (2)</b>				
	<b>Total (B)=(1+2)</b>				
	<b>Total Managerial Remuneration</b>				
	<b>Overall ceiling as per the Act.</b>				

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

(in Rs.)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO *	Company Secretary	CFO *	Total
<b>1</b>	<b>Gross Salary</b>				
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	-	2561810	-	2561810
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	210667	-	210667
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961.	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	- others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
	<b>Total</b>	-	<b>2772477</b>	-	<b>2772477</b>

\* Details are given in Sl. No. VI.

**VII. PENALTIES/PUNISHMENT / COMPOUNDING OF OFFENCES: Nil**

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/ Compounding fees imposed	Authority (RD/ NCLT/ Court)	Appeal made if any (give details)
<b>A. COMPANY</b>					
Penalty					
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

Date: 15.10.2016

Sd/-  
Chairman & Managing Director



**A view of Gautham Khani Opencast Project, Kothagudem area**



**Sri T.S.Thakur, Hon'ble Chief Justice of Supreme Court is being presented with a cheque of Rs. 57.84 crores by Sri N. Sridhar, IAS, C&MD on Lok Adalat settlement award to the land losers of Sathupalli mines**



**Sri J. Pavitrnan Kumar, IRS, Director (Finance) & (PAW) receiving "The Performance Excellence Award" for the year 2015-16 from Indian Institute of Industrial Engineering**



**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF THE SINGARENI COLLIERIES COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH 2016.**

The preparation of financial statements of The Singareni Collieries Company Limited for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under section 139(5) Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 26.08.2016.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6)(a) of the Act of the financial statements of The Singareni Collieries Company Limited for the year ended 31 March 2016. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6)(a) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related audit report.

Sl. No.	Comments of the Comptroller & Auditor General of India under section 143 (6)(b) of the Companies Act, 2013 on the financial statements of The Singareni Collieries Company Limited, Kothagudem for the year ended 31 <sup>st</sup> March, 2016.	Replies of the Management forming part of the Board's Report to the Shareholders
1	<p><b>Comments on Profitability</b>  <b>PROFIT AND LOSS ACCOUNT</b>  <b>EXPENSES</b></p> <p><b>1. Provision for backfilling (Note 5.2) – Rs.224.00 Crore</b></p> <p>The above includes an amount of Rs.84.01 Crore being the excess provision made towards backfilling provision in contravention of Revised Cost Estimate (RCE) provisions in respect of Ramagundam-II open cast extension project resulting in overstatement of backfilling provision and long term provisions (Liabilities) by Rs.84.01 Crore with consequential understatement of profit by Rs.84.01 Crore.</p>	<p>The Backfilling provision in respect of RG OC-II project is being made as per the quantities mentioned/ estimated from EC clearance issued on 27<sup>th</sup> April, 2010.</p> <p>The extractable reserves of RG-OCII Extension project was revised from 107.46 MT (as per FR Aug, 2009) to 105.78 MT (as per RCE June, 2015 – approved in March, 2016). The same was considered to arrive at back filling ratio and the ratio was revised to 5.265 Cum/T from 5.183 Cum/T during FY 2015-16.</p> <p>Further on 06.09.2016 approval of Mining Plan (4<sup>th</sup> revision) &amp; Mine Closure Plan of RG OC II Extension Project is received from Ministry of Coal, GoI. Based on approved mining plan, Environment clearance is yet to be obtained.</p> <p>As such, the backfilling provision based on above approved mining plan/EC provision will be updated in 2016-17 as per the practice consistently followed.</p>





Sl. No.	Comments of the Comptroller & Auditor General of India under section 143 (6)(b) of the Companies Act, 2013 on the financial statements of The Singareni Collieries Company Limited, Kothagudem for the year ended 31 <sup>st</sup> March, 2016.	Replies of the Management forming part of the Board's Report to the Shareholders
2	<p><b>Provision for backfilling (Note 5.2) – Rs.224.00 Crore</b></p> <p>The Company has not made provision of Rs.264.92 Crore towards backfilling in respect of mines for which there was no mention in Environmental Clearance. Though, the Environmental Clearance did not specifically mention about final void depth, the company has to carry out backfilling irrespective of such stipulations as the onus of backfilling rests with the company.</p> <p>This has resulted in understatement of backfilling provision and long term provision by Rs.264.92 Crore and overstatement of Profit by the same amount.</p>	<p>MoEF while issuing Environmental Clearances from 2008 onwards, has been stipulating that the depth of the final void should be reduced to 30/35/40 metres from the surface. In order to comply with this condition, the Company, in addition to the Mine Closure Provision, has been making back filling provision in respect of those open cast mines (8 mines) for which depth of the final void has been mentioned in the Environmental Clearances issued from 2008 onwards. The provision is considered necessary because reduction in depth of the final void by rehandling the OB of external/ internal dumps involves additional cost which is substantial. Same is disclosed at note 5.2 of financial statement.</p> <p>In respect of other OC Mines there is no stipulation in ECs to backfill the final void or to fill the final void on relay basis, hence no provision for Backfilling is made.</p> <p>In absence of specific stipulations to restrict final void depth in EC/EMP for 5 projects viz. BPA OC II, Khairagura OC Exp, KOC II, Dorli OC I and Dorli OC II, no provision is being made from 2009-10 to 2014-15 and similar practice is followed in FY 2015-16 also.</p>
3.	<p><b>Provision for mine closure activity (Note 5.3) – Rs.116.72 Crore</b></p> <p>The above provision is overstated by Rs.19.05 Crore as they made excess provision towards mine closure of RG-II Open Cast Extension Project of RG-II. Since revised Cost estimate of Ramagundam-II Open Cast Project was prepared in June, 2015 and approved by Board of Directors in March, 2016, provision for Mine Closure Activity should have been provided in 2015-16 accounts.</p> <p>This has resulted in overstatement of long term provision and understatement of profit by Rs.19.05 Crore</p>	<p>Mine closure plan of RG-OC-II Extn. Project was prepared considering WPI of Dec, 2013 and submitted to Ministry of Coal duly approved by the Board. Mine closure provision in respect of RG OC-II Extn. Project is being made as per the board approved Mine Closure Plan. The provision made is subject to approval of Mine Closure Plan by MoC as stated at Note 5.3 to Financial Statements.</p> <p>Approved Mining Plan (4<sup>th</sup> revision) and Mine Closure Plan of RG OC II Extn Project is received on 06.09.2016 and Mine Closure Provision will be updated in FY 2016-17 as per the approved MCP as per the practice consistently followed.</p>

Sl. No.	Comments of the Comptroller & Auditor General of India under section 143 (6)(b) of the Companies Act, 2013 on the financial statements of The Singareni Collieries Company Limited, Kothagudem for the year ended 31 <sup>st</sup> March, 2016.	Replies of the Management forming part of the Board's Report to the Shareholders
4.	<p><b>BALANCE SHEET</b></p> <p><b>ASSETS</b></p> <p><b>Non-Current Assets</b></p> <p><b>(b) Non-current Investments (Note 11) – Rs.1,816.78 Crore.</b></p> <p>As per the agreements entered into, the Company has to subscribe to equity of Rs.9.80 Crore (49% of Rs.20.00 Crore) in APMDC-SCCL Suliyari Coal Company Limited i.e., a Joint Venture (JV) Company. Though the amount was paid to JV Company, it has been depicted as Contribution of the Company under current assets – short – Term Loans and Advances, which should have been shown under Non-current Investments. This has resulted in understatement of Non-current Investments and overstatement of Current Assets by Rs.9.80 Crore.</p>	<p>The authorized Share Capital of the JV Company is Rs.20.00 Crore with shareholding ratio of 49:51 of SCCL and APMDC respectively. The JV agreement was entered with initial equity subscription of Rs.49,000 for 4900 shares as SCCL's share and accordingly JV Company was formed on 01.07.2013 (2013-14).</p> <p>Further, SCCL has paid an amount of Rs.9.80 Crore for allotment of remaining shares as per the shareholding pattern on 13.12.2013.</p> <p>Further. The JV Company's master data in the website of Ministry of Corporate Affairs (<a href="http://www.mca.gov.in">www.mca.gov.in</a>) shows the paid up capital at Rs.1,00,000 only, thus establishing non allotment of shares till date (refer attached extract from the website).</p> <p>In light of the above, same was correctly classified under Short Term Loans and Advances in Financial Statements of 2014-15 and same is being continued.</p>
5.	<p><b>Current Assets</b></p> <p><b>(d) Short Term Loans &amp; Advances (Note 17) – Rs.508.42 Crore</b></p> <p>The Company paid an amount of Rs.31.49 Crore to Government of India for upfront fee, fixed charges on allotment of Naini Coal Block. Accordingly, the Company has received allotment order for the same. However, the Company has been continuously exhibiting the amount paid under the head "Short Term Loans &amp; Advances" even after the receipt of allotment letter. This has resulted in overstatement of Loans &amp; Advances and understatement of Work-in-progress by Rs.31.49 Crore.</p>	<p>SCCL has been allotted Naini Coal Block, Odisha State by MoC, GoI, through allotment process vide GoI Order No 103/21/2015/NA, Dt.13.08.2015 for end use of coal at STPP.</p> <p>Till now SCCL has not acquired any right on the coal block but only agreement was reached. As such, the due installments of Rs.25.00 Crore is yet to be payable. The process of exploration activities is not yet commenced as on 31.03.2016 for which SCCL has to obtain prospecting licence. As SCCL has not acquired prospecting licence and has not got any mining right, the amount paid towards Registration fee and upfront fee of Rs.31.49 Crore has been grouped under Advances correctly.</p> <p>The same will be transferred to Work in progress on;</p> <p>a) acquiring prospecting licence &amp; obtaining mining rights; and</p> <p>b) on obtaining approved F.R with required funds provision.</p>

Sl. No.	Comments of the Comptroller & Auditor General of India under section 143 (6)(b) of the Companies Act, 2013 on the financial statements of The Singareni Collieries Company Limited, Kothagudem for the year ended 31 <sup>st</sup> March, 2016.	Replies of the Management forming part of the Board's Report to the Shareholders
6.	<p><b>(d) Short Term Loans &amp; Advances (Note 17) – Rs.508.42 Crore</b></p> <p>As per the Fuel Supply Agreement, the Company has to supply Minimum Assured Quantity (MAQ) of Coal to APGENCO for which advance has already been received from APGENCO. However, the Company failed to supply MAQ. Hence it has raised a credit note for Rs.20.64 Crore against APGENCO. As excise duty has already been paid for this amount (2013-14), a refund claim was also preferred with Excise Department, However the appeal was rejected by the Excise Department.</p> <p>Inspite of this the amount of refund of excise duty claimed has been continuously shown as recoverable advance under the head "Loans and Advances". This has resulted in overstatement of "Loans and Advances" and Profit by Rs.1.14 Crore.</p>	<p>The Asst. Commissioner, Central Excise has passed an order No C.No.V/18/49/2014-15-Refund, dt.04.06.2015 and rejected the refund claim without considering SCCL's submission.</p> <p>The Appeal before CESTAT was made vide our Appeal No.O/O No.11/2015 and the matter is pending before CESTAT till date.</p> <p>As per the practice vogue, all claims pending before the CESTAT, Hyderabad or any Appellate Authority are shown as recoverable advance under Loans and Advances for the exhibition of Books of Accounts as the claim will be further pursued with the department.</p>

For and on behalf of the  
Comptroller & Auditor General of India

For and on behalf of the Board

Date:13.12.2016  
Place: Hyderabad

Sd/-  
**(Lata Mallikarjuna)**  
Accountant General (E&RSA)

Date: 17.12.2016  
Place: Hyderabad

Sd/-  
**(N. Sridhar)**  
Chairman & Managing Director



**Top in Tax paying, Top Tax Assessee Award, 2014-15 is being received by Sri J. Nagaiah, GM (Co-ordination) from Central Customs, Excise, Service Tax Department**

**COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA UNDER SECTION 143 (6)(b) READ WITH SECTION 129 (4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF THE SINGARENI COLLIERIES COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH 2016.**

The preparation of Consolidated financial statements of The Singareni Collieries Company Limited for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 139(5) read with section 129(4) of the Act are responsible for expressing opinion on the financial statements under Section 143 read with section 129(4) of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 26.8.2016.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6)(a) read with section 129(4) of the Act of the Consolidated financial statements of The Singareni Collieries Company Limited for the year ended 31 March 2016. **I have decided not to review the financial statements of Andhra Pradesh Heavy Machinery and Engineering Limited, Subsidiary, but** did not conduct supplementary audit of the financial statements of Joint Ventures NTPC-SCCL Global Ventures Private Limited and APMDC-SCCL Suliyari Coal Company Limited ended on that date. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6)(b) read with section 129(4) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the consolidated financial statements and the related audit report.

Sl. No.	Comments of the Comptroller & Auditor General of India under section 143 (6)(b) read with section 129(4) of the Companies Act, 2013 on the Consolidated financial statements of The Singareni Collieries Company Limited, Kothagudem for the year ended 31 <sup>st</sup> March, 2016.	Replies of the Management forming part of the Board's Report to the Shareholders
1	<p><b>Comments on Consolidated Profitability PROFIT AND LOSS ACCOUNT EXPENSES</b></p> <p><b>1. Provision for backfilling (Note 5.2) – Rs.224.00 Crore</b></p> <p>The above includes an amount of Rs.84.01 Crore being the excess provision made towards backfilling provision in contravention of Revised Cost Estimate (RCE) provisions in respect of Ramagundam-II open cast extension project resulting in overstatement of backfilling provision and long term provisions (Liabilities) by Rs.84.01 Crore with consequential understatement of profit by Rs.84.01 Crore.</p>	<p>The Backfilling provision in respect of RG OC-II project is being made as per the quantities mentioned/ estimated from EC clearance issued on 27<sup>th</sup> April, 2010.</p> <p>The extractable reserves of RG-OCII Extension project was revised from 107.46 MT (as per FR Aug, 2009) to 105.78 MT (as per RCE June, 2015 – approved in March, 2016). The same was considered to arrive at back filling ratio and the ratio was revised to 5.265 Cum/T from 5.183 Cum/T during FY 2015-16.</p> <p>Further on 06.09.2016 approval of Mining Plan (4<sup>th</sup> revision) &amp; Mine Closure Plan of RG OC II Extension Project is received from Ministry of Coal, Gol. Based on approved mining plan, Environment clearance is yet to be obtained.</p> <p>As such, the backfilling provision based on above approved mining plan/EC provision will be updated in 2016-17 as per the practice consistently followed.</p>



Sl. No.	Comments of the Comptroller & Auditor General of India under section 143 (6)(b) read with section 129(4) of the Companies Act, 2013 on the Consolidated financial statements of The Singareni Collieries Company Limited, Kothagudem for the year ended 31 <sup>st</sup> March, 2016.	Replies of the Management forming part of the Board's Report to the Shareholders
2.	<p><b>Provision for backfilling (Note 5.2) – Rs.224.00 Crore</b></p> <p>The Company has not made provision of Rs.264.92 Crore towards backfilling in respect of mines for which there was no mention in Environmental Clearance. Though, the Environmental Clearance did not specifically mention about final void depth, the company has to carry out backfilling irrespective of such stipulations as the onus of backfilling rests with the company.</p> <p>This has resulted in understatement of backfilling provision and long term provision by Rs.264.92 Crore and overstatement of Profit by the same amount.</p>	<p>MoEF while issuing Environmental Clearances from 2008 onwards, has been stipulating that the depth of the final void should be reduced to 30/35/40 metres from the surface. In order to comply with this condition, the Company, in addition to the Mine Closure Provision, has been making back filling provision in respect of those open cast mines (8 mines) for which depth of the final void has been mentioned in the Environmental Clearances issued from 2008 onwards. The provision is considered necessary because reduction in depth of the final void by rehandling the OB of external/ internal dumps involves additional cost which is substantial. Same is disclosed at note 5.2 of financial statement.</p> <p>In respect of other OC Mines there is no stipulation in ECs to backfill the final void or to fill the final void on relay basis, hence no provision for Backfilling is made.</p> <p>In absence of specific stipulations to restrict final void depth in EC/EMP for 5 projects viz. BPA OC II, Khairagura OC Exp, KOC II, Dorli OC I and Dorli OC II, no provision is being made from 2009-10 to 2014-15 and similar practice is followed in FY 2015-16 also.</p>
3.	<p><b>Provision for mine closure activity (Note 5.3) – Rs.116.72 Crore</b></p> <p>The above provision is overstated by Rs.19.05 Crore as they made excess provision towards mine closure of RG-II Open Cast Extension Project of RG-II. Since revised Cost estimate of Ramagundam-II Open Cast Project was prepared in June, 2015 and approved by Board of Directors in March, 2016, provision for Mine Closure Activity should have been provided in 2015-16 accounts.</p> <p>This has resulted in overstatement of long term provision and understatement of profit by Rs.19.05 Crore</p>	<p>Mine closure plan of RG-OC-II Extn. Project was prepared considering WPI of Dec, 2013 and submitted to Ministry of Coal duly approved by the Board. Mine closure provision in respect of RG OC-II Extn. Project is being made as per the board approved Mine Closure Plan. The provision made is subject to approval of Mine Closure Plan by MoC as stated at Note 5.3 to Financial Statements.</p> <p>Approved Mining Plan (4<sup>th</sup> revision) and Mine Closure Plan of RG OC II Extn Project is received on 06.09.2016 and Mine Closure Provision will be updated in FY 2016-17 as per the approved MCP as per the practice consistently followed.</p>

Sl. No.	Comments of the Comptroller & Auditor General of India under section 143 (6)(b) read with section 129(4) of the Companies Act, 2013 on the Consolidated financial statements of The Singareni Collieries Company Limited, Kothagudem for the year ended 31 <sup>st</sup> March, 2016.	Replies of the Management forming part of the Board's Report to the Shareholders
4.	<p><b>BALANCE SHEET</b></p> <p><b>ASSETS</b></p> <p><b>Non-Current Assets</b></p> <p><b>(b) Non-current Investments (Note 11) – Rs.1,807.55 Crore.</b></p> <p>As per the agreements entered into, the Company has to subscribe to equity of Rs.9.80 Crore (49% of Rs.20.00 Crore) in APMDC-SCCL Suliyari Coal Company Limited i.e., a Joint Venture (JV) Company. Though the amount was paid to JV Company, it has been depicted Contribution of the Company under current assets – short – Term Loans and Advances, which should have been shown under Non-current Investments. This has resulted in understatement of Non-current Investments and overstatement of Current Assets by Rs.9.80 Crore.</p>	<p>The authorized Share Capital of the JV Company is Rs.20.00 Crore with shareholding ratio of 49:51 of SCCL and APMDC respectively. The JV agreement was entered with initial equity subscription of Rs.49,000 for 4900 shares as SCCL's share and accordingly JV Company was formed on 01.07.2013 (2013-14).</p> <p>Further, SCCL has paid an amount of Rs.9.80 Crore for allotment of remaining shares as per the shareholding pattern on 13.12.2013.</p> <p>Further. The JV Company's master data in the website of Ministry of Corporate Affairs (<a href="http://www.mca.gov.in">www.mca.gov.in</a>) shows the paid up capital at Rs.1,00,000 only, thus establishing non allotment of shares till date (refer attached extract from the website).</p> <p>In light of the above, same was correctly classified under Short Term Loans and Advances in Financial Statements of 2014-15 and same is being continued.</p>
5.	<p><b>Current Assets</b></p> <p><b>(d) Short Term Loans &amp; Advances (Note 17) – Rs.511.74 Crore</b></p> <p>The Company paid an amount of Rs.31.49 Crore to Government of India for upfront fee, fixed charges on allotment of Naini Coal Block. Accordingly, the Company has received allotment order for the same. However, the Company has been continuously exhibiting the amount paid under the head "Short Term Loans &amp; Advances" even after the receipt of allotment letter. This has resulted in overstatement of Loans &amp; Advances and understatement of Work-in-progress by Rs.31.49 Crore.</p>	<p>SCCL has been allotted Naini Coal Block, Odisha State by MoC, GoI, through allotment process vide GoI Order No 103/21/2015/NA, Dt.13.08.2015 for end use of coal at STPP.</p> <p>Till now SCCL has not acquired any right on the coal block but only agreement was reached. As such, the due installments of Rs.25.00 Crore is yet to be payable. The process of exploration activities is not yet commenced as on 31.03.2016 for which SCCL has to obtain prospecting licence. As SCCL has not acquired prospecting licence and has not got any mining right, the amount paid towards Registration fee and upfront fee of Rs.31.49 Crore has been grouped under Advances correctly.</p> <p>The same will be transferred to Work in progress on;</p> <ul style="list-style-type: none"> <li>c) acquiring prospecting licence &amp; obtaining mining rights; and</li> <li>d) on obtaining approved F.R with required funds provision.</li> </ul>



Sl. No.	Comments of the Comptroller & Auditor General of India under section 143 (6)(b) read with section 129(4) of the Companies Act, 2013 on the Consolidated financial statements of The Singareni Collieries Company Limited, Kothagudem for the year ended 31 <sup>st</sup> March, 2016.	Replies of the Management forming part of the Board's Report to the Shareholders
6.	<p><b>(d) Short Term Loans &amp; Advances (Note 17) – Rs.511.74 Crore</b></p> <p>As per the Fuel Supply Agreement, the Company has to supply Minimum Assured Quantity (MAQ) of Coal to APGENCO for which advance has already been received from APGENCO. However, the Company failed to supply MAQ. Hence it has raised a credit note for Rs.20.64 Crore against APGENCO. As excise duty has already been paid for this amount (2013-14), a refund claim was also preferred with Excise Department, However the appeal was rejected by the Excise Department.</p> <p>Inspite of this the amount of refund of excise duty claimed has been continuously shown as recoverable advance under the head "Loans and Advances". This has resulted in overstatement of "Loans and Advances" and Profit by Rs.1.14 Crore.</p>	<p>The Asst. Commissioner, Central Excise has passed an order No C.No.V/18/49/2014-15-Refund, dt.04.06.2015 and rejected the refund claim without considering SCCL's submission.</p> <p>The Appeal before CESTAT was made vide our Appeal No.O/O No.11/2015 and the matter is pending before CESTAT till date.</p> <p>As per the practice vogue, all claims pending before the CESTAT, Hyderabad or any Appellate Authority are shown as recoverable advance under Loans and Advances for the exhibition of Books of Accounts as the claim will be further pursued with the department.</p>

For and on behalf of the  
Comptroller & Auditor General of India

Sd/-

**(Lata Mallikarjuna)**

Accountant General (E&RSA)

Date:13.12.2016

Place: Hyderabad

For and on behalf of the Board

Sd/-

**(N. Sridhar)**

Chairman & Managing Director

Date: 17.12.2016

Place: Hyderabad



## MASTER DATA OF APMDC SCCL SULIYARI COAL COMPANY LIMITED

(extracted from MCA portal)

### Company/LLP Master Data

CIN	U10300TG2013SGC088684
Company Name	APMDC SCCL SULIYARI COAL COMPANY LIMITED
ROC Code	RoC-Hyderabad
Registration Number	088684
Company Category	Company limited by Shares
Company SubCategory	State Govt company
Class of Company	Private
Authorised Capital(Rs)	200000000.0
Paid up Capital(Rs)	100000.0
Number of Members(Applicable in case of company without Share Capital)	0
Date of Incorporation	01/07/2013
Registered Address	4TH FLOOR, SOUTHERN PORTION HMWSSB ADMEINISTRATIVE REAR BUILDING, KHIRATABAD HYDERABAD Hyderabad TG 500004 IN
Address other than R/o where all or any books of account and papers are maintained	
Email Id	apmdcltd@yahoo.com
Whether Listed or not	Unlisted
Suspended at stock exchange	
Date of last AGM	-
Date of Balance Sheet	-
Company Status(for efilling)	Active

### Charges

Assets under charge	Charge Amount	Date of Creation	Date of Modification	Status
No Charges Exists for Company/LLP				

### Directors/Signatory Details

DIN / PAN	Name	Begin date	End date
01312449	RAMAKISHAN RAMAKISHAN TANUGULA	05/07/2013	-
03072059	SRINIVASA MURTHY BUDDHARAJU	30/12/2013	-
03231729	DORASWAMY HANGALA NAGARAJA	01/07/2013	-
06549632	BALA KOTA REDDY LAKIREDDY	01/07/2013	-
06608757	VENKATESWAR RAO CHOLLANGI	01/07/2013	-
06830188	KALLU RAJASEKHAR REDDY	30/12/2013	-
07396649	CHALAMAIAH VENKAIAH CHOWDARY	24/08/2015	-





<b>INDEPENDENT AUDITORS' REPORT on Standalone Financial Statements</b>		<b>Management reply on the audit observations (Under Section 134 (3) of the Companies Act, 2013)</b>
<b>To The Members of The Singareni Collieries Company Limited</b>		
<b>Report on the Financial Statements</b>		
1.	We have audited the accompanying financial statements of <b>The Singareni Collieries Company Limited</b> ('the Company'), which comprise the Balance Sheet as at <b>31st March 2016</b> the Statement of Profit and Loss, Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.	--
<b>Management's Responsibility for the Financial Statements</b>		
2.	The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.	--
<b>Auditor's Responsibility</b>		
3.	Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of 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.	--
4.	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.	--
5.	An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial	--

<b>INDEPENDENT AUDITORS' REPORT on Standalone Financial Statements (Contd.)</b>		<b>Management reply on the audit observations (Under Section 134 (3) of the Companies Act, 2013)</b>
	controls relevant to the company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the company's directors as well as evaluating the overall presentation of the financial statements.	--
6.	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.	--
<b>Opinion</b>		
7.	In our opinion and to the best of our information and accordance to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:	--
(a)	in the case of the Balance Sheet, of the state of affairs of the Company as at 31 <sup>st</sup> March 2016;	--
(b)	in the case of the Profit and Loss Account, of the Profit for the period ended on that date; and	--
(c)	in the case of Cash Flow Statement, of the cash flows for the year ended on that date.	--
<b>Emphasis of Matter</b>		
8.	Without qualifying our opinion, we draw attention:	
(a)	<b>Note 5.2 with regard to provision for backfilling wherein the need for making provision for backfilling, requiring technical estimation by professionals in mining and project planning field, have been stated.</b>	The auditors have drawn specific attention of the users of the financial statements on these matters, though they have been appropriately presented and disclosed in Financial Statements.
(b)	<b>Note 12.1 with regard to Deferred Taxes states the impact of backfilling provision and mine closure plan on Deferred Tax Asset and estimated timing of realisation of the Deferred Tax asset.</b>	--
<b>Report on Other Legal and Regulatory Requirements</b>		
9.	As required by the companies (Auditor's Report) Order, 2016 issued by the Government of India in terms of Section 143(11) of the Act, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the said Order.	--
10.	As required by Section 143(3) of the Act we report that;	
(a)	we have sought and obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purposes of our audit;	--



<b>INDEPENDENT AUDITORS' REPORT on Standalone Financial Statements (Contd.)</b>		<b>Management reply on the audit observations (Under Section 134 (3) of the Companies Act, 2013)</b>
(b)	in our opinion, proper books of account as required by law have been kept by the Company, so far as it appears from our examination of those books;	--
(c)	the Balance Sheet, the statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;	--
(d)	in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014;	--
(e)	in our opinion there are no comments/observations on the financial transactions or matters which have any adverse effect on the functioning of the Company;	--
(f)	Being a government company, section 164(2) of the Act is not applicable as per G.S.R. 463(E) dated June 05, 2015;	--
(g)	With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:	--
i)	The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 34.1 (Contingent Liabilities) to the financial statements;	--
ii)	The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.	--
iii)	We did not observe delays in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.	--
(h)	With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure "B".	--
11.	As required by section 143 (5) of the Act and as per direction of Comptroller and Auditor General of India, we report that:	
(a)	According to the information and explanations given to us and based on our examination of records, the company has clear title/ lease deeds for freehold and leasehold land respectively, except to the extent disclosed in Note 10;	--
(b)	Cases for waiver/ write off of debts/loans/interest etc., and reasons there for and the amount involved:	--



**INDEPENDENT AUDITORS' REPORT  
on Standalone Financial Statements (Contd.)**

**Management reply on the  
audit observations  
(Under Section 134 (3) of the  
Companies Act, 2013)**

Sl. No.	Party Name	Amount (Rs. in Lakhs)	Reasons for Write Off (as given by Company)	
1.	M/s Easun MR Tap Changers (P) Ltd, Chennai	1.44	Order was placed for overhauling of Easun MR on load tap changer at RG III Area. Advance payment was made as per Order terms but the firm did not take up the work despite vigorous follow up from 2008 to 2014. Efforts were also put in for recovery of the same from other Areas of SCCL but the vendor is not traceable.	--
2	M/s Sunglow Electricals (P) Ltd, Hyderabad	7.45	Order was placed on M/s Sunglow Electricals (Pvt) Ltd, Hyderabad at Bhoopalpalli Area for supply of 50,000 meters of 100 Sq.mm ACSR Dog Conductor cable. Advance payment of Rs.17.65 lakhs was made to the firm as per order terms. The firm supplied 29,584 meters as against 50,000 meters and thereafter the firm neither supplied the balance quantity nor refunded the balance advance amount of Rs.7.45 lakhs. Despite vigorous follow up and legal proceedings against the firm, the amount of Rs.7.45 lakhs could not be recovered as the firm is not traceable and non in existence. Even the chances of recovering the same from other areas of SCCL have been explored but could not be materialized.	--
3	M/s K S & Company, Bangalore	0.05	Order was placed on M/s K S & Co. Bangalore for supply of spare for Kayee make control panels to OC-I Stores of RG III Area. As per Order terms Rs.0.05 lakhs was paid as advance. The firm supplied the material but the same was rejected due to non-adherence to the specification as per order terms. The firm could not replace the material and efforts put in for recovery of the amount are in vain.	--
4.	Staff of Sisumandir, Centenary Colony, Ramagaundam III, Godavrikhani	2.67	Outstanding dues of rent, electricity and water for the quarters let out to the staff of Sisumandir of Sri Saraswathi Vidya Peetham, Hyderabad. The Saraswathi Peetham, in lieu of doing social service, have requested for waiver of outstanding dues.	--
5.	Rents, Electricity and Water Charges	4.67	Dues from outsiders i.e. Govt Offices, Union Offices, Suppliers etc towards rent, electricity and water for the company quarters let out to outsiders could not be recovered in spite of vigorous follow up.	--

<b>INDEPENDENT AUDITORS' REPORT on Standalone Financial Statements (Contd.)</b>				<b>Management reply on the audit observations (Under Section 134 (3) of the Companies Act, 2013)</b>
6.	Union Offices : IFTU, AITUC, INTUC, HMS	1.08	Electrical charges were not paid by the Union Offices for the bills raised for the period prior to 2006-07, though vigorous follow up was done.	--
7.	Service Engineers M/s Anand Service Engineer M/s Radial International	0.36	Quarters were vacated without intimation and without clearing the dues prior to 2009-10.	--
<b>TOTAL</b>		<b>17.72</b>		--
(c)	As informed to us there are no inventories lying with third parties and as informed to us there are no gifts received from government or other authorities.			--

For M/s. Vaithisvaran & Co., LLP  
Chartered Accountants  
ICAI Firm Regn No: 004494S/S200037

Sd/-  
**(S. Shankar Raman)**  
Partner  
Membership Number: 209163

For and on behalf of the Board

Sd/-  
**(N. Sridhar)**  
Chairman & Managing Director

Date : 26.8.2016  
Place : Hyderabad

Date : 8.10.2016  
Place : Hyderabad



**A view of park in Rudrampur, Kothagudem area**

<b>ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT on Standalone Financial Statements (Referred to in our report of even date)</b>		<b>Management reply on the audit observations (Under Section 134 (3) of the Companies Act, 2013)</b>
As required by the Companies (Auditor’s Report) Order, 2016 issued by the Government of India in terms of Section 143 (11) of the Companies Act, 2013, we report that:		
(i)	In respect of its fixed assets:	
(a)	The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.	This being a statement of fact, calls for no comment separately.
(b)	The Company has a phased programme of verification of fixed assets that is reasonable having regard to the size of the company and the nature of its business. As per the phased programme, during the year, the management has carried out physical verification of fixed assets and discrepancies noted have been properly dealt with in the books of account.	This being a statement of fact, calls for no comment separately.
(c)	According to the information and explanations given to us by management, all the title deeds of immovable properties are held in the name of the company; except to the extent disclosed in Note 10.	This being a statement of fact, calls for no comment separately.
(ii)	The company has conducted physical verification of its inventory during the year in a phased manner. In our opinion, having regard to the size of the company and nature of its business, the frequency of inventory verification process is reasonable and commensurate. The company has maintained proper records of its inventories. The discrepancies noticed between book stocks and physical stocks have been properly dealt in books of account.	This being a statement of fact, calls for no comment separately.
(iii)	In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.	This being a statement of fact, calls for no comment separately.
(iv)	In our opinion and according to the information and explanations given to us, there are no such loans, investments, guarantees and securities to which provisions of section 185 and 186 of the Companies Act, 2013 are applicable.	This being a statement of fact, calls for no comment separately.
(v)	The Company has not accepted deposits.	This being a statement of fact, calls for no comment separately.
(vi)	We have broadly reviewed the books of accounts maintained by the company pursuant to the order made by the central government for the maintenance of Cost Records under section 148(1) of the Companies Act, 2013 and are of the opinion that prima facie the prescribed accounts and records have been maintained. We have not however, made a detailed examination of the records with the view to determine whether they are complete.	This being a statement of fact, calls for no comment separately.
(vii)	(a) In respect of undisputed statutory dues including Employees Provident Fund, employee state insurance, Income-tax, sales tax, wealth tax, Service Tax, duty of customs, duty of Excise, value added tax, cess and any other statutory dues with appropriate authorities, according to the information and explanations given to us, the company has been generally regular in depositing with the appropriate authorities during the period. According to information and explanations given to us and records of the company examined by us there are no arrears of outstanding statutory dues as at 31st March 2016 for a period of more than six months from the date they became payable.	This being a statement of fact, calls for no comment separately.
	(b) According to information and explanation given to us and records of the company examined by us, the particulars in respect of Income-tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess and any other statutory dues that have not been deposited with the appropriate authorities on account of pending disputes as at 31 <sup>st</sup> March 2016:	This being a statement of fact, calls for no comment separately.



**ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT (Contd.)  
on Standalone Financial Statements  
(Referred to in our report of even date)**

**Management reply on the  
audit observations (Contd.)  
(Under Section 134 (3) of the  
Companies Act, 2013)**

Sl. No	Name of the statute	Nature of Dues	Amount not deposited (Rs. in Lakhs)	Period for which the demand pertains to	Forum where dispute is pending	
1.	Clean Energy Cess	Clean Energy Cess on captive consumption of coal	5.09	Feb- 2012 to Nov- 2012 & Dec- 2012 to July 2013	Assistant Commissioner, Central Excise.	The appeals pending at various stages are being contested by the Company with the help of professional firms wherever necessary for an early and favourable settlement.
2.	Clean Energy Cess	Clean Energy Cess on captive consumption of coal	24.06	March 2011 to January 2012	Commissioner (Appeals), Central Excise	
3.	Clean Energy Cess	Clean Energy Cess on captive consumption of coal	13.68	July 2010 to February 2011	CESTAT Bangalore	
4.	The Central Excise Act 1944	EC & SHE Claim	53.42	March 2011	CESTAT Bangalore	
5.	The Central Excise Act 1944	Refund order for Education Cess and Secondary & Higher Education Cess issued and later set aside	77.64	March 2011 to January 2012	The Commissioner of Central Excise	
6.	The Central Excise Act 1944	Education Cess and Secondary & Higher Education Cess on Excise Duty on Coal	3,401.03	April 2011 to February 2013	CESTAT Hyderabad	
7.	The Central Excise Act 1944	Education Cess and Secondary & Higher Education Cess on Excise Duty on Coal	239.99	March 2013	CESTAT Hyderabad	
8.	The Central Excise Act 1944	Central Excise due to difference in quantity between Excise Returns and Clean Energy Cess Returns	82.69	March 2011 / August 2011 to January 2012	CESTAT Hyderabad	
9.	The Central Excise Act 1944	Central Excise due to difference in quantity between Excise Returns and Clean Energy Cess Returns	246.86	February 2012 to June 2013	CESTAT Hyderabad	
10.	The Central Excise Act 1944	Central Excise Duty (withheld pending adjustment with credit notes)	5.05	January and February 2012	CESTAT Hyderabad	
11.	The Central Excise Act 1944	Non-payment of CEC on Captive Consumption	3.68	August -2013 to February 2014	CESTAT Hyderabad	
12.	The Central Excise Act 1944	Quantity Variance	97.24	July 2013 to December 2013	CESTAT Hyderabad	



**ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT (Contd.)  
on Standalone Financial Statements  
(Referred to in our report of even date)**

**Management reply on the  
audit observations (Contd.)  
(Under Section 134 (3) of the  
Companies Act, 2013)**

Sl. No	Name of the statute	Nature of Dues	Amount not deposited (Rs. in Lakhs)	Period for which the demand pertains to	Forum where dispute is pending	
13.	Clean Energy Cess	Clean Energy Cess on captive consumption of coal	7.11	March 2014 to December 2014	Deputy Commissioner of Customs and Central Excise	The appeals pending at various stages are being contested by the Company with the help of professional firms wherever necessary for an early and favourable settlement
14.	Clean Energy Cess	Clean Energy Cess on captive consumption of coal	2.60	January 2015 to June 2015	Joint Commissioner of Customs and Central Excise	
15.	The Central Excise Act 1944	Quantity Variance	92.77	March 2014 to December 2014	CESTAT, HYDERABAD	
16.	The Central Excise Act 1945	Quantity Variance	50.74	January 2015 to June 2015	Appeal will be filed before CESTAT before 23.06.2016	
17.	The Central Excise Act 1945	Refund Claim in respect of excess payment of Excise Duty towards short supply grade of Coal (APGENCO)	114.39	April 2013 to March 2014	Appeal will be filed before CESTAT before 12.08.2016	
18.	Clean Energy Cess	EA 2000 AUDIT SHORT PAYMENT-cess on Moisture Qty and captive Consumptions	20.29	July 2010 to August 2011	Commissioner (Appeals)	
19	APGST Act, 1957	Sales Tax (on steel, Cement, HSD oil, Explosives etc to Contractors)	479.62	Financial years 2000 -01 to 2004-05	Sales Tax Appellate Tribunal	
20.	APGST Act, 1957	Bonus received from Coal Customers – treated as sale consideration by department and contested by SCCL	10.81	Financial Year 2001-02	Sales Tax Appellate Tribunal	
21.	APGST Act, 1957	Adjustment of credit note issued to customer against APGST payable for August 2003	122.91	Financial Year 2003-04	AC(CT) Warangal, Andhra Pradesh	
22.	AP VAT ACT, 2005	VAT on Steel, Cement, Explosives issued to contractors	2.82	Financial Year 2005-06	AC(CT) Warangal, Andhra Pradesh	
23.	APGST Act, 1957	Sales tax - interest on alleged delayed remittance of tax	43.74	Financial Year 2001-02	High Court of Andhra Pradesh	
24.	Entry Tax Act	additional tax demand on purchases made from outside A P sales	15.71	Financial Year 2003-04	High Court of Andhra Pradesh	





**ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT (Contd.)  
on Standalone Financial Statements  
(Referred to in our report of even date)**

**Management reply on the  
audit observations (Contd.)  
(Under Section 134 (3) of the  
Companies Act, 2013)**

Sl. No	Name of the statute	Nature of Dues	Amount not deposited (Rs. in Lakhs)	Period for which the demand pertains to	Forum where dispute is pending	
25.	Life Tax On Motor Vehicles Under A.P.Motor Vehicles Act.	Life Tax on Motor Vehicles treating Dumpers, Dozers considering them as Motor Vehicles	209.46	Various years up to 2010-11	High Court of Andhra Pradesh	The appeals pending at various stages are being contested by the Company with the help of professional firms wherever necessary for an early and favourable settlement
26.	Central Sales Tax Act, 1956	Central Sales Tax	14.90	Financial Year 2012-13	ADC(CT)Appeals Warangal	
27.	Andhra Pradesh Tax on Professions, Trades, Callings and Employments Act, 1987	Professional Tax - arrears of professional tax recovery from employees and remittance to the Department	17,644.03	Financial Year 1990-91 to 2012-13	Deputy. C.T.O, Kothagudem	
28.	Income Tax Act 1961	Income Tax	188.46	Financial Years 2007-08	ITAT, Hyderabad	
29.	Income Tax Act 1961	Income Tax	183.45	Financial Year 2012-13	CIT ( Appeals), Vijayawada	
30.	Income Tax Act 1961	Income Tax	376.80	Financial Year 2013-14	CIT ( Appeals), Vijayawada	
31.	Income Tax Act 1961	Fringe benefit Tax	110.54	Financial Years 2006-07 to 2008 – 09	ITAT, Hyderabad	
32.	Finance Act 1994 / Central Excise Act 1944	Interest on alleged availment of CENVAT Credit of Service Tax	1,382.18	Financial Years 2006-07 to 2008-09	CESTAT, Bangalore.	
33.	CESTAT	Service Tax	6.39	Financial Years 2008-09 to September 2012	CESTAT, Bangalore.	
34.	CESTAT	Service Tax	5.35	October 2012 to March 2014	CESTAT, Hyderabad	
	<b>Total</b>		<b>25,335.50</b>			

<b>ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT (Contd.) on Standalone Financial Statements (Referred to in our report of even date)</b>			<b>Management reply on the audit observations (Contd.) (Under Section 134 (3) of the Companies Act, 2013)</b>
(viii)	According to information and explanation given to us and based on records of the company examined by us, the company has not defaulted in repayment of loans or borrowings to any financial institution, bank, Government or dues to debenture holders.		This being a statement of fact, calls for no comment separately.
(ix)	The company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.		This being a statement of fact, calls for no comment separately.
<b>(x)</b>	<b><i>To the best of our knowledge and belief, and according to the information and explanations given to us, during the year fraud aggregating to Rs.69.86 Lakh has been reported, as detailed hereunder, on the company by its officers or employees.</i></b>		This being a statement of fact, calls for no comment separately.
	<b>Sl. No</b>	<b>Nature of Fraud</b>	Vigilance department is conducting surprise inspections regularly to curb pilferages/ misappropriation of the property of the company.
	<b>1</b>	Diversion of Coal	
	<b>2</b>	Pilferage of Coal	
	<b>3</b>	Irregularities in Sand Transportation	
	According to the information and explanation provided to us no fraud by the company has been reported during the year.		
(xi)	Payment or provision for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the companies Act is not applicable in the case of a government company vide notification GSR 463(E) dated June 05, 2015.		This being a statement of fact, calls for no comment separately.
(xii)	In our opinion and according to the information and explanations given to us, the company is not a nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.		This being a statement of fact, calls for no comment separately.
(xiii)	According to the information and Explanations given to us, and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.		This being a statement of fact, calls for no comment separately.
(xiv)	According to the information and explanations given to us and based on our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable.		This being a statement of fact, calls for no comment separately.



<b>ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT (Contd.)</b> on Standalone Financial Statements (Referred to in our report of even date)		<b>Management reply on the audit observations (Contd.)</b> (Under Section 134 (3) of the Companies Act, 2013)
(xv)	According to the information and explanations given to us and based on our examination of the records of the Company, the company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.	This being a statement of fact, calls for no comment separately.
(xvi)	The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable.	This being a statement of fact, calls for no comment separately.

For M/s. Vaithisvaran & Co., LLP  
Chartered Accountants  
ICAI Firm Regn No: 004494S/S200037

Sd/-  
**(S. Shankar Raman)**  
Partner  
Membership Number: 209163

For and on behalf of the Board

Sd/-  
**(N. Sridhar)**  
Chairman & Managing Director

Date : 26.8.2016  
Place : Hyderabad

Date : 8.10.2016  
Place : Hyderabad



**Coal transportation through Railways**

<p style="text-align: center;"><b>ANNEXURE “B” TO THE INDEPENDENT AUDITORS REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF THE SINGARENI COLLIERIES COMPANY LIMITED</b>  <b>Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)</b></p>	<p style="text-align: center;"><b>Management reply on the audit observations (Under Section 134 (3) of the Companies Act, 2013)</b></p>
<p>We have audited the Internal Financial Controls over financial reporting of <b>The Singareni Collieries Company Limited</b> (“the Company”) as of March 31, 2016 in conjunction with our audit of standalone financial statements of the Company for the year end date on that date.</p>	--
<p><b>Management’s responsibility for Internal Financial Controls:</b>  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 extension components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by 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 accounting records, and the timely preparation of reliable financial information as required under Companies Act, 2013.</p>	--
<p><b>Auditors Responsibility:</b>  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 u/s 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 that 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.</p>	--
<p>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 material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.</p>	--
<p>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.</p>	--
<p>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 over financial reporting.</p>	--
<p><b>Meaning of Internal Financial Controls Over Financial Reporting:</b>  A Company’s internal financial controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the 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 the records that, in reasonable detail, accurately and fairly reflect the transactions and disposition of the assets of the company. (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements</p>	



<p align="center"><b>ANNEXURE “B” TO THE INDEPENDENT AUDITORS REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF THE SINGARENI COLLIERIES COMPANY LIMITED</b>  <b>Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)</b></p>	<p align="center"><b>Management reply on the audit observations (Under Section 134 (3) of the Companies Act, 2013)</b></p>
<p>in accordance with the generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with the authorization of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.</p>	<p align="center">--</p>
<p><b>Inherent Limitations of Internal Financial Controls Over Financial Reporting:</b>  Because of the Inherent limitations of Internal Financial Controls Over Financial Reporting, as in the case 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 subjected to risk that the internal financial controls over financial reporting may become inadequate because of the changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.</p>	<p align="center">--</p>
<p><b>Disclaimer of Opinion:</b>  According to the information and explanation given to us, the Company is in the process of establishing internal financial control over financial reporting framework on criteria based on or considering the essential components of internal financial control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2016.</p>	<p align="center">--</p>
<p>We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company, and the disclaimer does not affect our opinion on the standalone financial statements of the company.</p>	<p align="center">--</p>

For M/s. Vaithisvaran & Co LLP  
Chartered Accountants  
ICAI Firm Regn No: 004494S/S200037

Sd/-  
**(S. Shankar Raman)**  
Partner  
Membership Number: 209163

Date :26.8.2016  
Place : Hyderabad

For and on behalf of the Board

Sd/-  
**(N. Sridhar)**  
Chairman & Managing Director

Date :.8.10.2016  
Place : Hyderabad

<p style="text-align: center;"><b>INDEPENDENT AUDITORS' REPORT on Consolidated Financial Statements</b></p>	<p style="text-align: center;"><b>Management reply on the audit observations (Under Section 134 (3) of the Companies Act, 2013)</b></p>
<p><b>To The Members of The Singareni Collieries Company Limited</b></p>	
<p><b>Report on the Consolidated Financial Statement</b></p>	
<p>1. We have audited the accompanying consolidated financial statements of <b>The Singareni Collieries Company Limited</b> ('the Holding Company') and its subsidiaries (the holding company and its subsidiaries together referred to as "the group"), its associates and jointly controlled entities, comprising of the consolidated Balance Sheet as at <b>31st March 2016</b>, the consolidated Statement of Profit and Loss, the consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").</p>	--
<p><b>Management's Responsibility for the Financial Statements</b></p>	
<p>2. The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirement of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the group including its Associates and jointly controlled entities 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. The respective Board of Directors of the companies included in the group and of its Associates and jointly controlled entities are responsible for maintaining adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparing the consolidated financial statements by the directors of the holding company, as aforesaid.</p>	--
<p><b>Auditor's Responsibility</b></p>	
<p>3. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and the Rules made thereunder.</p>	-
<p>4. 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.</p>	-
<p>5. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a 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 Holding 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 the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.</p>	-



<b>INDEPENDENT AUDITORS' REPORT (Contd.)</b> on Consolidated Financial Statements		<b>Management reply on the audit observations (Contd.)</b> (Under Section 134 (3) of the Companies Act, 2013)
6.	We believe that the audit evidence obtained by us and the audit evidence obtained by other auditors in terms of their reports referred to in sub-paragraph (a) of the other matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.	-
<b>Opinion</b>		
7.	In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group, its associates and jointly controlled entities as at 31 <sup>st</sup> March 2016 and their consolidated profit and their consolidated cash flow for the year ended on that date.	-
<b>Emphasis of Matter</b>		
8.	Without qualifying our opinion, we draw attention to:	The auditors have drawn specific attention of the users of the financial statements on these matters, though they have been appropriately presented and disclosed in Financial Statements.
	<b>a. Note 5.2 with regard to provision for backfilling wherein the need for making provision for backfilling, requiring technical estimation by professionals in mining and project planning field have been stated.</b>	
	<b>b. Note 12.1 with regard to Deferred Taxes states the impact of backfilling provision and mine closure plan on Deferred Tax Asset and estimated timing of realisation of the Deferred Tax asset.</b>	
	<b>c. Note 34.16(g) with regard to not including the financials of the Joint Ventures APMDC-SCCL Suliyari Coal Company Limited and NTPC-SCCL Global Ventures P Ltd, in the consolidated financials of the group.</b>	
9.	Other Matters	
	<p>a. We did not audit the financials statement of the one subsidiary, whose financial statements / financial information reflect total assets of Rs.87.09 Crores as at 31<sup>st</sup> March 2016, total revenue of Rs.85.40 Crores and net cash flow amounting to Rs.(1.48) Crores for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit/loss of Rs.4.05 Crores for the year ended 31<sup>st</sup> March, 2016, as considered in the consolidated financial statements, in respect of one subsidiary, whose financial statements / financial information have not been audited by us.</p> <p>These financial statements / financial information have been audited by other auditors whose report have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities and associates, and our report in terms of sub-sections (3), (5) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiaries, jointly controlled entities and associates, is based solely on the reports of the other auditors.</p> <p>Our opinion on the consolidated financial statements, and our report on other legal and regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the Management.</p>	-
<b>Report on Other Legal and Regulatory Requirements</b>		
10.	Companies (Auditor's Report) Order, 2016 issued by the Government of India in terms of Section 143 (11) of the Act, is not applicable to auditor's report on consolidated financial statements as per para 2 of the said Order.	-

<b>INDEPENDENT AUDITORS' REPORT (Contd.)</b> on Consolidated Financial Statements		<b>Management reply on the audit observations (Contd.)</b> (Under Section 134 (3) of the Companies Act, 2013)
11.	As required by section 143 (3) of the Act, based on the comments in the auditor's report of the holding company, subsidiary companies, associate companies and jointly controlled enterprises incorporated in India, 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 of aforesaid consolidated financial statements;	-
	b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Company, so far as it appears from our examination of those books and the reports of other auditors;	-
	c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of consolidated financial statements;	-
	d) In our opinion, the aforesaid consolidated 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 group companies and its jointly controlled entities, being government companies, section 164(2) of the Act is not applicable as per G.S.R. 463(E) dated June 05, 2015.	-
	f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the comments in the auditor's report of the holding company, subsidiary companies, associate companies and jointly controlled enterprises incorporated in India:	-
	i) The consolidated financials has disclosed the impact of pending litigations on the financial position of the holding company and its subsidiary – Refer Note 34.1 (Contingent Liabilities) to the consolidated financial statements;	-
	ii) The group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.	-
	iii) We did not observe delays in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the holding company or its subsidiaries.	-
	g) With respect to the adequacy of internal financial controls over financial reporting of the group companies and its jointly controlled entities and the operating effectiveness of such controls, refer to our separate Report in <b>Annexure "A"</b> .	-
12.	Based on the comments in the auditor's report of the holding company, subsidiary companies, associate companies and jointly controlled enterprises incorporated in India to the extent they have such reporting requirement under section 143 (5) of the Act as per direction of Comptroller and Auditor General of India, we report that in respect of the group:	
	a) According to the information and explanations given to us and based on our examination of records, the company has clear title/ lease deeds for freehold and leasehold land respectively, except to the extent disclosed in Note 10;	-
	b) Cases for waiver / write off of debts/loans/interest etc., in the group and reasons there for and the amount involved:	-





**INDEPENDENT AUDITORS' REPORT (Contd.)**  
on Consolidated Financial Statements

**Management reply on the  
audit observations (Contd.)**  
(Under Section 134 (3) of the  
Companies Act, 2013)

Sl. No.	Party Name	Amount (Rs. in Lakhs)	Reasons for Write Off	-
1	M/s Easun MR Tap Changers (P) Ltd, Chennai	1.44	Order was placed for overhauling of Easun MR on load tap changer at RG III Area. Advance payment was made as per Order terms but the firm did not take up the work despite vigorous follow up from 2008 to 2014. Efforts were also put in for recovery of the same from other Areas of SCCL but the vendor is not traceable.	-
2	M/s Sunglow Electricals (P) Ltd, Hyderabad	7.45	Order was placed on M/s Sunglow Electricals (Pvt) Ltd, Hyderabad at Bhoopalpalli Area for supply of 50,000 meters of 100 Sq.mm ACSR Dog Conductor cable. Advance payment of Rs.17.65 lakhs was made to the firm as per order terms. The firm supplied 29,584 meters as against 50,000 meters and thereafter the firm neither supplied the balance quantity nor refunded the balance advance amount of Rs.7.45 lakhs. Despite vigorous follow up and legal proceedings against the firm, the amount of Rs.7.45 lakhs could not be recovered as the firm is not traceable and non in existence. Even the chances of recovering the same from other areas of SCCL have been explored but could not be materialized.	-
3.	M/s K S & Company, Bangalore	0.05	Order was placed on M/s K S & Co. Bangalore for supply of spare for Kayee make control panels to OC I Stores of RG III Area. As per Order terms Rs.0.05 lakhs was paid as advance. The firm supplied the material but the same was rejected due to non-adherence to the specification as per order terms. The firm could not replace the material and efforts put in for recovery of the amount are in vain.	-
4.	Staff of Sisumandir, Centenary Colony, Ramagaundam III, Godavrikhani	2.67	Outstanding dues of rent, electricity and water for the quarters let out to the staff of Sisumandir of Sri Saraswathi Vidya Peetham, Hyderabad. The Saraswathi Peetham, in lieu of doing social service, have requested for waiver of outstanding dues.	-
5.	Rents, Electricity and Water Charges	4.67	Dues from outsiders i.e. Govt Offices, Union Offices, Suppliers etc towards rent, electricity and water for the company quarters let out to outsiders could not be recovered in spite of vigorous follow up.	-

<b>INDEPENDENT AUDITORS' REPORT (Contd.)</b> on Consolidated Financial Statements				<b>Management reply on the audit observations (Contd.)</b> (Under Section 134 (3) of the Companies Act, 2013)
<b>Sl. No.</b>	<b>Party Name</b>	<b>Amount (Rs. in Lakhs)</b>	<b>Reasons for Write Off</b>	<b>-</b>
6.	Union Offices : IFTU, AITUC, INTUC, HMS	1.08	Electrical charges were not paid by the Union Offices for the bills raised for the period prior to 2006-07, though vigorous follow up was done.	-
7.	Service Engineers M/s Anand Service Engineer M/s Radial International	0.36	Quarters were vacated without intimation and without clearing the dues prior to 2009-10.	-
<b>TOTAL</b>		<b>17.72</b>		
c) Proper records are maintained for inventories lying with third parties and as informed to us there are no gifts received from government or other authorities.				

For M/s. Vaithisvaran & Co., LLP  
Chartered Accountants  
ICAI Firm Regn No: 004494S/S200037  
Sd/-  
**(S. Shankar Raman)**  
Partner  
Membership Number: 209163

For and on behalf of the Board  
  
Sd/-  
**(N. Sridhar)**  
Chairman & Managing Director

Date : 26.08.2016  
Place : Hyderabad

Date : 8.10.2016  
Place : Hyderabad



**Coal is supplied to all consumers with assured quality and quantity in time**



<p style="text-align: center;"><b>ANNEXURE “A” TO THE INDEPENDENT AUDITORS REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF THE SINGARENI COLLIERIES COMPANY LIMITED</b></p> <p style="text-align: center;">Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)</p>	<p style="text-align: center;"><b>Management reply on the audit observations</b></p> <p style="text-align: center;">(Under Section 134 (3) of the Companies Act, 2013)</p>
<p>In conjunction with our audit of the consolidated financial statements of the company as of and for the year ended March 31, 2016, We have audited the Internal Financial Controls over financial reporting of <b>The Singareni Collieries Company Limited</b> (“the Holding Company”) and its subsidiary which are companies incorporated in India, as of that date.</p>	<p>This being a statement of fact, calls for no comment separately.</p>
<p><b>Management’s responsibility for Internal Financial Controls</b></p> <p>The respective Board of Directors of the Holding company and its subsidiary company, which are companies incorporated in India are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the extension components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by 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 accounting records, and the timely preparation of reliable financial information as required under Companies Act, 2013.</p>	<p>This being a statement of fact, calls for no comment separately.</p>
<p><b>Auditors Responsibility:</b></p> <p>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 u/s 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 that 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.</p> <p>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 material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.</p> <p>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.</p>	<p>This being a statement of fact, calls for no comment separately.</p> <p>This being a statement of fact, calls for no comment separately.</p> <p>This being a statement of fact, calls for no comment separately.</p>
<p>We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their report referred to in the other matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls over financial reporting.</p>	<p>This being a statement of fact, calls for no comment separately.</p>
<p><b>Meaning of Internal Financial Controls Over Financial Reporting:</b></p> <p>A Company’s internal financial controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the 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 the records that, in reasonable detail,</p>	



<p style="text-align: center;"><b>ANNEXURE “A” TO THE INDEPENDENT AUDITORS REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF THE SINGARENI COLLIERIES COMPANY LIMITED (Contd..)</b></p> <p style="text-align: center;">Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)</p>	<p style="text-align: center;"><b>Management reply on the audit observations</b> (Under Section 134 (3) of the Companies Act, 2013)</p>
<p>accurately and fairly reflect the transactions and disposition of the assets of the company. (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with the generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with the authorization of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.</p>	<p>This being a statement of fact, calls for no comment separately.</p>
<p><b>Inherent Limitations of Internal Financial Controls Over Financial Reporting</b></p> <p>Because of the Inherent limitations of Internal Financial Controls Over Financial Reporting, as in the case 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 subjected to risk that the internal financial controls over financial reporting may become inadequate because of the changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.</p>	<p>This being a statement of fact, calls for no comment separately.</p>
<p><b>Disclaimer of Opinion</b></p> <p>According to the information and explanation given to us, the holding company is in the process of establishing its internal financial control over financial reporting framework on criteria based on or considering the essential components of internal financial control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2016.</p> <p>In our opinion, the subsidiary company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial control system 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 Institute of Chartered Accountants of India.</p> <p>We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the consolidated financial statements of the Company, and the disclaimer does not affect our opinion on the consolidated financial statements of the company.</p>	<p>This being a statement of fact, calls for no comment separately.</p> <p>This being a statement of fact, calls for no comment separately.</p> <p>This being a statement of fact, calls for no comment separately.</p>
<p><b>Other Matters</b></p> <p>Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to one subsidiary company, incorporated in India, is based on the corresponding report of the auditor of such company incorporated in India.</p>	<p>This being a statement of fact, calls for no comment separately.</p>

For M/s. Vaithisvaran & Co., LLP  
Chartered Accountants  
ICAI Firm Regn No: 004494S/S200037

Sd/-  
**(S. Shankar Raman)**  
Partner  
Membership Number: 209163

Date : 26.8.2016  
Place : Hyderabad

For and on behalf of the Board

Sd/-  
**(N. Sridhar)**  
Chairman & Managing Director

Date : 8.10.2016  
Place : Hyderabad



**Sri N. Sridhar, IAS, C&MD receiving National Award for  
“Excellence in Cost Management - 2015” in large mining PSUs division from  
The Institute of Cost Accountants of India**



## Balance Sheet as at 31st March 2016

(Rs. in Crore)

Particulars	Note	2015 - 16		2014 - 15	
<b>I EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	1,733.20		1,733.20	
b) Reserves & Surplus	2	3,049.75		2,140.07	
			<b>4,782.95</b>		3,873.27
<b>2. Non-current Liabilities</b>					
(a) Long-term borrowings	3	3,956.43		3,545.59	
(b) Other long term liabilities	4	42.30		38.21	
(c) Long-term provisions	5	11,469.17		10,920.08	
			<b>15,467.90</b>		14,503.88
<b>3. Current Liabilities</b>					
(a) Short-term borrowings	6	665.81		12.47	
(b) Trade payables	7	624.34		518.95	
(c) Other current liabilities	8	3,900.24		2,501.69	
(d) Short-term provisions	9	1,284.82		1,018.73	
			<b>6,475.21</b>		4,051.84
<b>TOTAL</b>			<b>26,726.06</b>		22,428.99
<b>II. ASSETS</b>					
<b>1. Non-current assets</b>					
(a) Fixed Assets					
(i) Tangible Assets	10	3,874.17		3,517.12	
(ii) Intangible Assets	10	602.76		654.19	
(iii) Capital Work-in-Progress	10.1	7,072.78		5,290.26	
(iv) Intangible Assets under Development	10.2	124.89		142.71	
(b) Non-current Investments	11	1,816.78		1,818.77	
(c) Deferred tax assets (net)	12	4,421.86		3,861.26	
(d) Long-term loans and advances	13	694.58		659.28	
			<b>18,607.82</b>		15,943.59
<b>2. Current Assets</b>					
(a) Inventories	14	1,321.14		1,137.19	
(b) Trade Receivables	15	4,195.87		2,149.35	
(c) Cash and Bank balances	16	1,708.38		2,549.02	
(d) Short-term loans and advances	17	508.42		320.62	
(e) Other current assets	18	384.43		329.22	
			<b>8,118.24</b>		6,485.40
<b>TOTAL</b>			<b>26,726.06</b>		22,428.99
Significant Accounting Policies	33				
Additional Notes	34				

Notes referred to above form an integral part of the Financial Statements

As per our report of even date

M/s. Vaithisvaran & Co., LLP

Chartered Accountants

Firm Regn.No.004494S/ S200037

for and on behalf of the Board

Sd/-  
**S. Shankar Raman**  
Partner  
Membership No.209163

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager (F&A)

Sd/-  
**J. Pavitrn Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016

Place : Hyderabad



## Statement of Profit & Loss for the year ended 31st March 2016

(Rs. in Crore)

Particulars	Note	2015 - 16	2014 - 15
<b>INCOME</b>			
Revenue from operations	19	12,711.18	11,478.27
Other Income	20	502.91	635.96
<b>Total</b>		<b>13,214.09</b>	12,114.23
<b>EXPENSES</b>			
Cost of Materials consumed	21	2,503.66	2,294.17
Changes in Inventories	22	(222.93)	26.47
Employee benefits expenses - Salaries and Wages	23	5,363.06	4,825.38
Employee benefits expenses - Staff Welfare Expenses	24	177.27	137.48
Power & Fuel	25	441.55	443.63
Repairs & Maintenance	26	158.87	135.42
Contractual Expenses	27	1,541.95	1,363.02
Finance Costs	28	40.81	39.11
Depreciation and Amortization expense	10	717.22	924.90
Provisions	29	475.80	332.36
Write offs	30	10.22	8.40
Other expenses	31	224.19	174.88
Overburden Adjustment		128.07	(399.77)
Provision for Back filling (Note No.5.2)		224.00	1,058.40
Provision for Mine Closure Activity (Note No.5.3)		116.72	129.98
<b>Total</b>		<b>11,900.46</b>	11,493.83
Profit before exceptional and extraordinary items and tax		1,313.63	620.40
Exceptional items (Net)	32	--	0.96
Profit before extraordinary items and tax		1,313.63	619.44
Extraordinary Items		-	-
Profit before tax		1,313.63	619.44
Tax expense:			
(1) Current tax		861.31	813.26
(2) Deferred tax		(560.60)	(660.95)
(3) Earlier years taxes		(53.21)	(23.31)
Profit for the year		1,066.13	490.44
<b>Basic and Diluted Earnings per Share (Rs.) (Note No.34.6)</b>		<b>6.15</b>	2.83
Significant Accounting Policies	33		
Additional Notes	34		

Notes referred to above form an integral part of the Financial Statements

As per our report of even date

for and on behalf of the Board

M/s. Vaithisvaran & Co., LLP

Chartered Accountants

Firm Regn.No.004494S/ S200037

Sd/-

**S. Shankar Raman**

Partner  
Membership No.209163

Sd/-

**G. Srinivas**

Chief (C.A) &  
Company Secretary

Sd/-

**M. Krishna Mohan**

General Manager (F&A)

Sd/-

**J. Pavitrn Kumar**

Director (Finance) &  
C.F.O

Sd/-

**N. Sridhar**

Chairman &  
Managing Director

Date : 26-8-2016

Place : Hyderabad



## Cash flow statement for the year 2015-16

(Rs. in Crore)

Sl. No.	Particulars	2015 - 16		2014 - 15	
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
	Profit before Tax and Prior Period adjustments		1,313.63		620.40
	<b>Adjustment for</b>				
	Depreciation	717.22		924.90	
	Assets Written off	10.04		7.07	
	Provisions Written Back	(1.24)		(7.51)	
	Interest Income on Investments	(177.62)		(177.80)	
	Interest Income on Term Deposits	(222.88)		(308.96)	
	Interest Expense	40.81		39.11	
	Longterm Provisions	549.09		807.45	
	Unrealised foreign Exchange Loss	9.75		(25.10)	
	Exceptional Items (Net)	-		(0.96)	
			<b>925.17</b>		1258.20
	Operating profit before working capital changes		<b>2,238.80</b>		1878.60
	<b>Adjustments towards changes in</b>				
	Inventories	(183.95)		16.94	
	Trade Receivables	(2046.52)		(1241.67)	
	Other Current Assets	(55.21)		45.67	
	Short-term Loans & Advances	(168.34)		(56.76)	
	Long-term Loans & Advances	(35.30)		72.54	
	Trade Payables	105.39		80.02	
	Other Long Term Liabilities	4.09		(2.80)	
	Other Current Liabilities	1304.62		336.05	
	Short Term Provisions	305.07		36.22	
	Tax paid Including TDS	(865.30)		(759.42)	(1473.21)
			<b>(1,635.45)</b>		
	<b>Net Cash flow from Operating activities (A)</b>		<b>603.35</b>		405.39





## Cash flow statement for the year 2015-16 (Contd...)

(Rs. in Crore)

Sl. No.	Particulars	2015 - 16		2014 - 15	
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
	Increase in fixed assets (including Capital Work-in-progress)	(2797.59)		(2889.51)	
	Redemptions of Bonds	2.00		2.00	
	Interest Income on Investments	177.62		177.80	
	Interest Income on Term Deposits	222.88		308.96	
	Cash Flow from Investing Activities (B)		(2395.09)		(2400.75)
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
	Long -term borrowings	561.35		1307.16	
	Repayment of Government of India Loan	(66.33)		(66.33)	
	Demand Loans from Banks	610.00			
	Changes in Cash Credit	43.34		(9.08)	
	Interest Expense	(40.81)		(39.11)	
	Dividend paid	(129.99)		(259.98)	
	Dividend Tax paid	(26.46)		(51.98)	
	Cash flow from Financing activities (C)		951.10		880.68
<b>D</b>	<b>Net increase in Cash and Bank Balances (A+B+C)</b>		<b>(840.64)</b>		<b>(1114.68)</b>
<b>E</b>	<b>Cash &amp; Bank Balances at the beginning of the year</b>		<b>2549.02</b>		<b>3663.70</b>
<b>F</b>	<b>Cash &amp; Bank Balances at the end of the year (D+E)</b>		<b>1708.38</b>		<b>2549.02</b>

Notes referred to above form an integral part of the Financial Statements

As per our report of even date  
M/s. Vaithisvaran & Co., LLP  
Chartered Accountants  
Firm Regn.No.004494S/ S200037

for and on behalf of the Board

Sd/-  
**S. Shankar Raman**  
Partner  
Membership No.209163

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager (F&A)

Sd/-  
**J. Pavitrnan Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016  
Place : Hyderabad



## Notes to Balance Sheet as at 31<sup>st</sup> March 2016

### NOTE – 1

#### SHARE CAPITAL

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
AUTHORIZED 180,00,00,000 Equity Shares of Rs.10/ each	<b>1,800.00</b>	1,800.00
ISSUED, SUBSCRIBED AND PAID-UP 173,31,98,119 Equity Shares of Rs.10/- each fully paid (includes 6,32,145 Equity Shares of Rs.10/- each allotted as bonus shares by capitalisation of general and capital reserves)	<b>1,733.20</b>	1,733.20
<b>TOTAL</b>	<b>1,733.20</b>	1,733.20

The company has only one class of shares referred to as equity shares having par value Rs.10/-.

### NOTE – 1.1

#### The Details of Shareholders holding More than 5%:

Name of the Shareholder	2015 - 16		2014 - 15	
	No. of Shares	% Held	No. of Shares	% Held
Government of Telangana	<b>88,55,99,147</b>	<b>51.0962</b>	88,55,99,147	51.0962
Government of India	<b>84,75,60,000</b>	<b>48.9015</b>	84,75,60,000	48.9015

### NOTE – 1.2

#### Reconciliation of Equity Shares:

Particulars	2015 - 16		2014 - 15	
	No. of Shares	Amount (Rs. in Crore)	No. of Shares	Amount (Rs. in Crore)
Shares outstanding at the beginning of the year	<b>173,31,98,119</b>	<b>1,733.20</b>	173,31,98,119	1,733.20
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	<b>173,31,98,119</b>	<b>1,733.20</b>	173,31,98,119	1,733.20



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

NOTE – 2

RESERVES AND SURPLUS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>GENERAL RESERVE</b>				
Opening balance	1,160.40		1,060.40	
Add: Transfer from Surplus	100.00		100.00	
Closing balance		1,260.40		1,160.40
<b>SURPLUS</b>				
Opening Balance	979.67		744.43	
Add : Net Profit for the Year	1,066.13		490.44	
Less: Proposed Dividend on Equity shares (@ Rs.0.75 per share)	129.99		129.99	
Less: Corporate Dividend Tax	26.46		25.21	
Less: Transfer to General Reserve	100.00		100.00	
Closing Balance		1,789.35		979.67
<b>TOTAL</b>		<b>3,049.75</b>		<b>2,140.07</b>

NOTE – 3

LONG TERM BORROWINGS

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>Term Loans</b>		
<b>Secured</b>		
From Government of India (Rs.66.33 Cr. Less current maturities of Rs.66.33 Cr)	--	66.33
From Power Finance Corporation (PFC) (Rs.3980 Cr. Less current maturities of Rs.82.92 Cr)	3,897.08	3,479.26
From Power Finance Corporation (PFC) & Rural Electrification Corporation Ltd. (REC) (Rs.60.21 Cr. Less current maturities of Rs.1.26 Cr)	59.35	--
<b>TOTAL</b>	<b>3,956.43</b>	<b>3,545.59</b>

- 3.1 Loan from Government of India is secured by a first charge created by equitable mortgage on the entire immovable assets of the Company, except 300 acres of free hold land required for employee welfare.
- 3.2 (i) Loan of Rs.3980 Crore from Power Finance Corporation (PFC) (Phase I) for funding 2x600 MW STPP is secured by an exclusive first charge by way of hypothecation of all movable assets (excluding current assets namely stocks of Raw materials, semi-finished and finished goods, Stores and Spares not relating to Plant and Machinery (consumables Stores and Spares), Bills receivable and Books debts), present and future

## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

with the prescribed coverage ratio (presently 1.1 times). An exclusive second charge by way of mortgage on all immovable assets, except Govt. acquired private lands and Govt. assigned lands present and future. An exclusive second charge by way of deed of charge on all immovable assets present and future. Further the PFC shall have an exclusive first charge on the project (2x600 MW STPP) assets, movable (by way of hypothecation) and immovable (by way of mortgage) on complete repayment of Govt. of India loan as explained in Note 3.1.

- (ii) This Loan of Rs.3980 Crore is repayable in forty-eight equal quarterly installments of Rs.82.92 Crore each from January, 2017. Interest payable on this loan is as below:

Rate of Interest p.a	12.00%	11.75%	11.40%
Loan amount (Rs. Cr)	2598.31	320.15	1061.54

- 3.3 (i) Further Loan of Rs 1320 Crore (Phase II) is being taken from PFC & Rural Electrification Corporation Ltd. (REC) for funding cost over run of 2x600 MW STPP which is secured by an exclusive first charge by way of hypothecation of all movable assets present and future (excluding current assets namely stocks of Raw materials, semi-finished and finished goods, Stores and Spares not relating to Plant and Machinery (consumables Stores and Spares), Bills receivable and Books debts). A second charge by way of mortgage on all immovable assets present and future, except Govt. acquired private lands and Govt. assigned lands. A second charge by way of deed of charge on all immovable assets present and future with the prescribed coverage ratio (presently 1.1 times).

This security shall be shared pari-passu between the Phase-I&II lenders without any preference or priority over each other.

- (ii) This Loan of Rs.60.21 Crore is repayable in forty-eight equal quarterly installments of Rs.1.26 Crore each from January, 2017. Interest payable on this loan is 9.63% p.a.

### NOTE – 4

#### OTHER LONG-TERM LIABILITIES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(a) Trade Payables		2.15		0.25
(b) Others				
Deposits from Others	0.35		0.20	
Deposits from Suppliers & Contractors	39.80		37.76	
		40.15		37.96
<b>TOTAL</b>		<b>42.30</b>		<b>38.21</b>

### NOTE – 5

#### LONG TERM PROVISIONS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(a) <b>Provision for Employee Benefits (Note 34.2)</b>				
Gratuity (to the extent unfunded)	1,196.36		1,170.17	
Leave Encashment (unfunded)	486.40		448.18	
Monthly Monetary Compensation & Low Productive Employee Compensation (unfunded)	162.73		150.46	
		1,845.49		1,768.81



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

Particulars	2015 - 16		2014 - 15	
<b>(b) Others</b>				
Overburden Removal Adjustment Net of Advance Action Rs. 300.48 Crore (Previous year Rs. 365.71 Crore)	<b>3,831.56</b>		3,705.57	
Back Filling	<b>5,418.99</b>		5,194.99	
Mine Closure	<b>373.13</b>		250.71	
		<b>9,623.68</b>		9,151.27
<b>TOTAL</b>		<b>11,469.17</b>		10,920.08

5.1 In respect of all open cast (OC) mines, overburden removal (OBR) adjustment is made as per accounting policy VI in Note 33. Out of 3 projects viz., SRP OC-I, SRP OC-II and Koyagudem OC-II for which Stripping ratio review was deferred during 2014-15, stripping ratio review for SRP OC-I & SRP OC-II are taken up as per the approved RCE. Stripping ratio in respect of Koyagudem OC-II is under review and necessary adjustments will be carried out in the year of review. The carrying amount of OBR provision of Koyagudem OC-II is Rs.1246.26 Cr (PY Rs 1013.76 Crore).

5.2 As per the stipulations in Environment Clearances (EC) the depth of final void in 8 opencast (OC) mines should be reduced to 30/35/40 metres from the surface as the case may be. Other OC projects are either on relay concept or no such stipulation in the EC.

The estimation of quantity of over burden (OB) required to backfill the final void, in order to comply with aforesaid stipulation requires technical estimation by professionals in mining and project planning fields. Services of in-house professionals having considerable experience in the field of mining, project planning, environment etc., were used to arrive at backfilling quantity and formation of final void.

Backfilling is not handled till date. However, in our opinion the cost of backfilling is more or less same as the cost for OB removal. Provision is being made from financial year 2009-10 on the basis of coal produced during the year in proportion of final void (total quantity to be backfilled in cubic meters) bears to the mineable/ extractable coal reserves, at the SCCL weighted average rate of OB Removal of outsourced operations.

As the provision is long-term in nature, intermittent changes in extractable Coal/OB reserves as part of general review of stripping ratios conducted at 5 years interval as per company's accounting policy VI – ii are not taken in to account to arrive at backfilling ratio.

5.3 The provision for mine closure (MCP) is made on the basis of guidelines of Ministry of Coal (MoC) dated 7th January 2013. Mine closure plan has been submitted for 15 OC and 21 UG mines for approval of MoC against 17 OC and 31 UG Mines. Approvals are received in respect 13 OC and 18 UG mines. The provision made on the basis of guidelines is subject to approval of mine closure plan in respect of balance mines. During the year Rs.118.33 Crore (including Rs.6.10 Crore of interest accrued) was deposited (Cumulative Deposit Rs.133.97 Cr. including accrued interest of Rs.6.13 Cr) in designated account in respect of 30 mines.



## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

### NOTE – 6

#### SHORT TERM BORROWINGS

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>SECURED</b>		
Loans payable on demand - from Banks	<b>610.00</b>	--
Cash Credit	<b>55.81</b>	12.12
Special Overdraft Account	--	0.35
<b>TOTAL</b>	<b>665.81</b>	12.47

6.1 Cash Credit and Special Overdraft Account - Secured by first charge in favour of participating banks ranking pari-passu on the stocks & receivables and other Current Assets.

6.2 Demand loans from banks are secured by Term Deposit Receipts of the respective banks.

### NOTE – 7

#### TRADE PAYABLES

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
(a) Dues to Micro, Small & Medium Enterprises	<b>3.78</b>	4.37
(b) Dues to Subsidiary - Andhra Pradesh Heavy Machinery Engineering Limited (APHMEL)	<b>15.47</b>	7.96
(c) Dues to Others (including Stores-in-Transit net of Advances)	<b>605.09</b>	506.62
<b>TOTAL</b>	<b>624.34</b>	518.95

### NOTE – 8

#### OTHER CURRENT LIABILITIES

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
(a) Current maturities of long-term debt (Refer Note No.3)	<b>150.52</b>	66.33
(b) Interest accrued but not due on borrowings	<b>97.91</b>	79.57
(c) Unclaimed dividends (Refer Note No.16)	<b>0.01</b>	0.01
(d) Other payables		
(i) Salaries & Wages	<b>456.02</b>	241.84
(ii) Others		
Statutory Dues	<b>1,495.45</b>	367.75
Deposits from Vendors	<b>100.20</b>	73.41
Advances from Coal & Other Customers	<b>422.43</b>	492.56
Deposits from Coal Customers	<b>199.53</b>	416.92
Overdraft in Current Account	<b>32.08</b>	21.02
Creditors for Capital Expenditure	<b>726.25</b>	576.53
Other Liabilities	<b>219.84</b>	165.75
	<b>3,195.78</b>	2,113.94
<b>TOTAL</b>	<b>3,900.24</b>	2,501.69



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

NOTE – 9

SHORT-TERM PROVISIONS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>(a) Provision for employee benefits</b>				
Gratuity (unfunded)	1.33		1.34	
Leave Encashment (unfunded)	82.36		82.04	
Monthly Monetary Compensation (unfunded)	32.00		32.00	
Superannuation Benefit (unfunded)	169.97		145.19	
Post Superannuation Medical Benefit (unfunded)	114.21		106.77	
Performance Related Pay (Net of PLR & Spl. Incentive)	119.29		79.29	
Performance Linked Reward	333.30		229.65	
Corporate Special Incentive	223.85		98.00	
		<b>1,076.31</b>		774.28
<b>(b) Others</b>				
Income Tax (Net of prepaid taxes) (Refer Note-17)	--		37.74	
Proposed Dividend	129.99		129.99	
Tax on Dividend	26.46		26.46	
Excise Duty on Closing Stock of coal	51.88		39.70	
Shale & Stone	0.18		0.18	
CSR Expenditure	--		10.38	
		<b>208.51</b>		244.45
<b>TOTAL</b>		<b>1,284.82</b>		1,018.73

9.1 Performance Related Pay for the period 2007-08 to 2015-16 payable to Executives of the Company as part of Revised Pay Package, which was adopted and provided by Company on par with other Central Public Sector Units, is pending approval from designated authority.

9.2 Royalty on Closing Stock of Coal not transacted in the Books Rs.159.79 Crore (Previous year Rs.106.77 Crore).

Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

NOTE – 10

FIXED ASSETS

Tangible Assets

(Rs. in Crore)

	Gross Block				Depreciation/ Amortisation				Provision for Diminution in value of Assets		Net Block	
	As at 31.03.2015	Additions during the year	Adjustments/ deductions	As at 31.03.2016	Up to 31.03.2015	For the Year	Adjustments/ deductions	Up to 31.03.2016	As at 31.03.2015	As at 31.03.2016	As at 31.3.2016	As at 31.3.2015
	1	2	3	4	5	6	7	8	9	10	11	12
1. Lands												
i) Freehold	555.49	366.19	--	921.68	3.27	--	--	3.27	--	--	918.41	552.22
ii) Leasehold	436.98	15.02	--	452.00	286.70	38.67	--	325.37	--	--	126.63	150.28
2. Buildings												
i) Factory	143.00	14.62	(0.74)	156.88	45.37	5.15	(0.48)	50.04	--	--	106.84	97.63
ii) Others	706.40	19.59	(0.07)	725.92	168.04	17.12	(0.06)	185.10	--	--	540.82	538.36
3. Roads	172.35	20.74	(5.12)	187.97	122.02	26.92	(5.11)	143.83	--	--	44.14	50.33
4. Railway sidings	39.55	5.80	--	45.35	28.27	2.25	--	30.52	--	--	14.83	11.28
5. Plant & Equipment	5103.91	530.72	(231.87)	5402.76	3004.53	525.96	(227.31)	3303.18	0.34	0.34	2099.24	2099.04
6. Furniture & Fixtures	14.20	0.94	(0.67)	14.47	10.39	0.87	(0.67)	10.59	--	--	3.88	3.81
7. Vehicles	41.15	9.13	(1.56)	48.72	27.43	3.77	(1.53)	29.67	--	--	19.05	13.72
8. Office Equipment	1.20	0.02	(0.19)	1.03	0.75	0.14	(0.19)	0.70	--	--	0.33	0.45
<b>TOTAL</b>	7214.23	982.77	(240.22)	7956.78	3696.77	620.85	(235.35)	4082.27	0.34	0.34	3874.17	3517.12
Previous year	6397.60	928.93	(112.30)	7214.23	2996.56	808.35	(108.14)	3696.77	1.23	0.34	3517.12	3399.81



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

NOTE – 10 (Contd.)

FIXED ASSETS

Intangible Assets

	Gross Block				Depreciation/Amortisation				Provision for Diminution in value of Assets			Net Block	
	As at 31.03.2015	Additions during the year	Adjustments/ deductions	As at 31.03.2016	Up to 31.03.2015	For the Year	Adjustments/ deductions	Up to 31.03.2016	As at 31.03.2015	As at 31.03.2016	As at 31.3.2016	As at 31.3.2015	
	1	2	3	4	5	6	7	8	9	10	11	12	
1. ERP - Software	17.59	1.77	--	19.36	17.42	0.07	--	17.49	--	--	1.87	0.17	
2. Mine Development	1464.20	54.55	(89.98)	1428.77	810.18	105.92	(88.22)	827.88	--	--	600.89	654.02	
<b>TOTAL</b>	1481.79	56.32	(89.98)	1448.13	827.60	105.99	(88.22)	845.37	--	--	602.76	654.19	
Previous year	972.06	509.43	0.30	1481.79	695.65	131.95	--	827.60	--	--	654.19	276.41	
<b>TOTAL</b>	8696.02	1039.09	(330.20)	9404.91	4524.37	726.84	(323.57)	4927.64	0.34	0.34	4476.93	4171.31	
Previous year	7369.66	1438.36	(112.00)	8696.02	3692.21	940.30	(108.14)	4524.37	1.23	0.34	4171.31	3676.22	

10( i). Land measuring Acres:717, Guntas:12 ½ (Previous year Acres:717, Guntas:12 ½) shown under Fixed Assets has not been registered in the name of the Company.

10 (ii). Land measuring Acres 5.00 shown under Fixed Assets, for the land handed over to Ramagundam Municipality since the matter pending with the District Collector for fixing the market value.

10 (iii). Freehold lands include assigned lands.

10 (iv). Roads include Rs.46.26 Crore (Previous year Rs.17.14 Crore) and Plant and Machinery include Rs.1.92 Crore (Previous Year Rs.1.62 Crore) of grants receivable from Coal Conservation Development Advisory Committee.

10 (v). Depreciation for the year Rs.726.84 Crore includes - Capitalized Depreciation of

Rs. 9.62 Crore (Previous Year Rs. 15.41 Crore)

- Revenue Charge: Rs.717.22 Crore (Previous Year Rs. 924.90 Crore)



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

Note – 10.1

**CAPITAL WORKS-IN-PROGRESS**

(Rs. in Crore)

	Balance as at 31.3.2015	Additional expenditure	Deletions/ adjustments	Balance as at 31.3.2016
I. Lands	149.44	276.38	381.21	44.61
II. Buildings				
a) Factory	599.17	401.75	14.62	986.30
b) Others	47.42	51.64	40.33	58.73
III. Plant & Equipment (including in transit)	4493.63	2025.05	536.54	5982.14
IV. Furniture & Fixtures	0.60	1.34	0.94	1.00
V. Vehicles	--	9.13	9.13	--
<b>TOTAL</b>	<b>5290.26</b>	<b>2765.27</b>	<b>982.77</b>	<b>7072.78</b>
Previous year's total	3396.22	2823.18	929.14	5290.26

10.1 (i) Interest on borrowings from Power Finance Corporation for construction of STPP, capitalized for the year 2015-16 is Rs. 442.06 Crore (Previous year Rs.319.05 Crore). Interest Capitalized up to 31.03.2016 is Rs.974.48 Crore.

Note – 10.2

**INTANGIBLE ASSETS UNDER DEVELOPMENT**

(Rs. in Crore)

	Balance as at 31.3.2015	Additional expenditure during the year	Deletions/ adjustments during the year	Balance as at 31.3.2016
Development- Mines	142.71	40.20	58.02	124.89
<b>TOTAL</b>	<b>142.71</b>	<b>40.20</b>	<b>58.02</b>	<b>124.89</b>
Previous year's total	574.02	81.05	512.36	142.71



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

Note – 11

NON-CURRENT INVESTMENTS

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>Non-Trade Investments</b>		
<b>(A) Investment in Equity instruments</b>		
<b>Unquoted, fully paid-up Shares</b>		
14,750 Laxmi Porcelains Ltd of Rs.10/- each	0.01	0.01
Less: Provision for Diminution in the value of Investments	0.01	0.01
<b>Investments in Co-operative Societies</b>		
1,86,214 Singareni Collieries Co-operative Central Stores Ltd of Rs.10/- each	0.19	0.19
<b>Investment in Joint Venture</b>		
(i) 50,000 NTPC-SCCL Global Ventures Pvt. Ltd of Rs.10/- each	0.05	0.05
(ii) 4,900 APMDC-SCCL Suliyari Coal Co. Ltd. of Rs.10/- each	--	--
<b>Investment in Subsidiary</b>		
(i) 91,80,000 Andhra Pradesh Heavy Machinery & Engineering Limited of Rs.10/- each	9.18	9.18
<b>(B) Investments in debentures or bonds Quoted, fully paid-up</b>		
(i) 10,000 - 9.75% APPFC Power Bonds (Series 2/2012) of Rs.10 lakh each.	1,000.00	1,000.00
(ii) 40 - 8.50% APSFC-Non SLR Bonds (Series II/2008) of Rs.10 lakh each.	4.00	6.00
(iii) 8,000 - 9.95% APCPDCL Power Bonds (Series-1/2014) of Rs.10 Lakh each.	800.00	800.00
<b>(C) Investment Properties</b>	3.36	3.35
<b>TOTAL</b>	<b>1,816.78</b>	<b>1,818.77</b>

Particulars	2015 - 16	2014 - 15
Aggregate of quoted investments	1804.00	1806.00
Aggregate of unquoted investments	9.42	9.42
Aggregate of Diminution provided	0.01	0.01

## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

### Note – 12

#### DEFERRED TAX ASSET (NET)

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>(A) Deferred tax asset:</b>		
Back filling & Mine Closure plan	2,004.54	1,851.00
Gratuity	414.04	329.76
Other Employee Benefits	806.71	584.05
VRS Amortisation	--	0.01
Overburden Removal	1,326.93	1,260.61
<b>Total (A)</b>	<b>4,552.22</b>	<b>4,025.43</b>
<b>(B) Deferred Tax Liability:</b>		
Fixed Assets- Excess of Net Book value overWritten down value as per provisions of Income Tax Act	130.36	164.17
<b>Total (B)</b>	<b>130.36</b>	<b>164.17</b>
<b>Net Deferred Tax Asset (A-B)</b>	<b>4,421.86</b>	<b>3,861.26</b>

12.1 The amount of Net Deferred Tax Asset of Rs.4421.86 Crore (Previous year Rs. 3861.26 Crore) includes amount of Rs.2004.54 Crore (previous year Rs. 1851.00 Crore) on account of provision for backfilling and mine closure plan. As per the current estimates the amount of deferred tax asset (non-current) for backfilling and mine closure plan is realisable at the earliest after 8 to 9 years and so on, on commencement of Backfilling and Mine Closure activities at JK-5 OC, MOCP, GKOC etc. Similarly Long-term Provision for Backfilling & Mine Closure Rs.5792.12 Crore (previous year Rs. 5445.70 Crore) will also crystalise simultaneously in the same time frame.

### Note – 13

#### LONG-TERM LOANS AND ADVANCES

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Unsecured, considered good		
Capital Advances	489.08	472.63
Security Deposits	113.43	121.70
Deposits under Protest (VAT, CST, Service Tax, WCT, APGST, Entry Tax)	92.07	64.95
<b>TOTAL</b>	<b>694.58</b>	<b>659.28</b>



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

NOTE – 14

INVENTORIES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(i) Stores and spares	389.22		416.96	
(ii) Loose tools	1.82		1.75	
	391.04		418.71	
Less: Provision for obsolete, Non-moving stores & shortages and damages	25.14		18.80	
		365.90		399.91
(iii) Finished goods	916.33			701.40
(iv) Work-in-progress	0.91			0.53
(v) Stores in transit	38.00			35.35
<b>TOTAL</b>		<b>1,321.14</b>		<b>1,137.19</b>

NOTE – 15

TRADE RECEIVABLES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Unsecured, considered good</b>				
i) Exceeding six months				
Coal	671.94		51.24	
		671.94		51.24
ii) Not exceeding six months				
(a) Coal	3,522.65		2,095.05	
(b) Services	1.28		3.06	
		3,523.93		2,098.11
Unsecured, considered doubtful	343.42		343.42	
Less: Provision for doubtful debts	343.42		343.42	
<b>TOTAL</b>		<b>4,195.87</b>		<b>2,149.35</b>

NOTE – 16

CASH AND BANK BALANCES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Cash and Cash Equivalent</b>				
Cash on hand		0.15		0.14
Balances with banks in Current and Deposit Accounts				
In Deposit Account (Maturity < 3 Months)	672.05		460.59	
In Current Account	7.20		17.64	
Unpaid dividend accounts	0.01		0.01	
		679.26		478.24



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Contd.)

Particulars	2015 - 16		2014 - 15	
<b>Other Bank Balances</b>				
In Deposit Account (Maturity > 3 Months)	<b>895.00</b>		2,055.00	
Deposit under Mine Closure Plan Scheme (Maturity > 12 Months)	<b>133.97</b>		15.64	
		<b>1,028.97</b>		2,070.64
<b>TOTAL</b>		<b>1,708.38</b>		2,549.02

16.1 Balance with Banks includes unclaimed dividend of Rs.99,053.00 (Previous year Rs. 87,890.80).

16.2 Deposits amounting to Rs. 725 Cr. are pledged with banks against demand loans.

Deposit Account includes an amount of Rs.200 Crore held as Bank Guaranty.

(Rs. in Crore)

		2015 - 16	2014 - 15
16.3	Securities by way of deposits in the form of fixed deposit receipts etc., received from the Contractors / Suppliers etc., are kept in the Company's custody and not accounted for.	<b>28.35</b>	23.62

**NOTE – 17**

**SHORT-TERM LOANS AND ADVANCES**

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Loans &amp; Advances:</b>				
<b>Unsecured, considered good</b>				
Advances to Staff		<b>54.17</b>		50.42
Advances Against Purchases, Services & others		<b>246.56</b>		131.57
Considered Doubtful Adv. against purchases & services	<b>0.60</b>		0.69	
Less: Provision for Bad & Doubtful Advances	<b>0.60</b>		0.69	
Prepaid Expenses				1.20
Income Tax (Net of prepaid taxes) ( Refer Note-9)		<b>19.45</b>		--
Cenvat & VAT Credit available		<b>95.97</b>		104.17
Advance Fringe Benefit Tax		<b>4.16</b>		4.16
Security Deposits		<b>88.11</b>		29.10
<b>TOTAL</b>		<b>508.42</b>		320.62



## Notes to Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2016

### NOTE – 18

#### OTHER CURRENT ASSETS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
Interest Accrued On Investments - Government Securities		77.62		60.21
Interest Accrued on Deposits with Banks		78.78		108.82
Interest Accrued on Loans & Advances		5.25		5.60
Other Receivables Considered good - Stowing subsidy, Rent, Water, Electricity etc.		222.78		154.59
Other receivables considered doubtful	10.85		10.08	
Less: Provision for bad and doubtful	10.85		10.08	
<b>TOTAL</b>		<b>384.43</b>		<b>329.22</b>

### NOTE – 19

#### REVENUE FROM OPERATIONS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(a) Sale of Coal				
Turnover (Gross)		16,325.28		14,078.86
Less: Statutory Levies				
Royalty	1,560.94		1,341.06	
Stowing excise duty	58.36		52.66	
Clean energy cess	1,267.52		508.02	
Excise Duty	864.18		792.81	
		3,751.00		2,694.55
		12,574.28		11,384.31
Less: Transfer to Development		3.91		12.64
Turnover (Net)		12,570.37		11,371.67
(b) Income from Services				
Consultancy Services		2.22		4.12
(c) Other operating revenue				
Penalty for Short lifting of Coal	2.22		--	
Subsidy received from CCDAC for stowing, protective works, etc.	102.22		72.68	
Bonus for Supply of Coal	34.15		29.80	
		138.59		102.48
<b>TOTAL</b>		<b>12,711.18</b>		<b>11,478.27</b>



Notes to Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2016 (Contd.)

NOTE – 20

OTHER INCOME

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>(a) Interest Income</b>				
Interest on Investment (Non-trade) Gross	177.62		177.80	
Interest on Term Deposits	222.88		308.96	
Interest on Sundry Debtors for Coal, Loans, Advances to others	16.87		39.09	
		417.37		525.85
<b>(b) Other non-operating income</b>				
Rents	5.15		5.08	
Electricity & Fuel	23.79		22.17	
Water charges	1.03		0.70	
Provisions and Liabilities no longer required	1.24		7.51	
Gain on Exchange Variation	--		25.11	
Miscellaneous Receipts	54.33		49.54	
		85.54		110.11
<b>TOTAL</b>		<b>502.91</b>		<b>635.96</b>

NOTE – 21

COST OF MATERIALS CONSUMED

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Stores & Spares	687.50	587.32
Explosives	342.12	300.00
Petrol, Oil and Lubricants (POL)	1,444.91	1,476.67
Internal Consumption of Coal	7.33	12.11
Others	21.80	(81.93)
<b>TOTAL</b>	<b>2,503.66</b>	<b>2,294.17</b>

NOTE – 22

CHANGES IN INVENTORIES

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Opening Stock	701.40	739.98
Less: Internal Consumption of Coal	8.00	12.11
Less: Closing Stock	916.33	701.40
<b>TOTAL</b>	<b>(222.93)</b>	<b>26.47</b>





Notes to Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2016 (Contd.)

**NOTE – 23**

**EMPLOYEE BENEFITS EXPENSES – SALARIES AND WAGES**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Salaries, Wages and Allowances	4,079.72	3,610.78
CMPF including administrative charges	403.22	389.12
Attendance Bonus	180.60	184.17
Performance Linked Reward	380.33	276.27
Gratuity	276.11	326.03
Superannuation Benefit	31.35	26.71
Workmen's Compensation, Group Insurance & Group Personal Accident Insurance	4.24	3.98
Directors' Remuneration (Refer Note 34.5)	1.32	1.57
Life cover premia under Gratuity Scheme with LIC	6.17	6.75
<b>TOTAL</b>	<b>5,363.06</b>	<b>4,825.38</b>

**NOTE – 24**

**EMPLOYEE BENEFITS EXPENSES – STAFF WELFARE EXPENSES**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>Social Amenities:</b>		
Employee Welfare Expenses	94.19	67.87
Lumpsum/ Monthly Monetary Compensation for dependants	48.37	31.81
Grants to Singareni Collieries Educational Society	34.71	37.80
<b>TOTAL</b>	<b>177.27</b>	<b>137.48</b>

**NOTE – 25**

**POWER & FUEL**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Electricity	440.81	443.63
Others	0.74	--
<b>TOTAL</b>	<b>441.55</b>	<b>443.63</b>

**NOTE – 26**

**REPAIRS & MAINTENANCE**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Railway sidings	6.16	3.43
Buildings	52.45	37.65
Plant & Machinery	100.26	94.34
<b>TOTAL</b>	<b>158.87</b>	<b>135.42</b>



Notes to Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2016 (Contd.)

**NOTE – 27**

**CONTRACTUAL EXPENSES**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Coal Offloading	101.58	84.02
OBR Offloading	1,017.50	856.94
Transportation Charges	256.34	281.57
Hiring of Heavy Earth Moving Machinery (HEMM), Weighbridge and others	87.36	74.30
Others	79.17	66.19
<b>TOTAL</b>	<b>1,541.95</b>	<b>1,363.02</b>

**NOTE – 28**

**FINANCE COST**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>Interest expense</b>		
Interest on Cash Credit	0.14	0.01
Interest on Loans (Refer Note 10.1(i))	8.40	0.14
Interest on Others	32.27	38.96
<b>TOTAL</b>	<b>40.81</b>	<b>39.11</b>

**NOTE – 29**

**PROVISIONS**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Obsolete Stores	6.34	--
Shortage of Coal	0.32	--
Doubtful Debts / Advances	0.87	331.53
Diminution in Value of Assets	--	0.21
Contribution to District Mineral Foundation Trust	467.87	--
Others	0.40	0.62
<b>TOTAL</b>	<b>475.80</b>	<b>332.36</b>

**NOTE – 30**

**WRITE-OFFS**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Bad & Doubtful Debts	0.09	--
Stores & Spares	--	--
Advances	0.09	0.26
Assets	10.04	7.07
Obsolete Stores	--	1.07
<b>TOTAL</b>	<b>10.22</b>	<b>8.40</b>



Notes to Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2016 (Contd.)

NOTE – 31

OTHER EXPENSES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(a) Selling & Distribution		93.11		57.53
(b) Gain/Loss on Exchange Rate Variance		9.75		0.01
(c) Corporate Social Responsibility (CSR)		11.48		10.38
(d) Others:				
Rents	2.14		1.44	
Insurance	0.80		0.74	
Rates & Taxes	6.56		5.42	
Travelling Expenses	8.02		9.05	
Postage, Telegrams and Telephone	2.73		2.68	
Legal Expenses	6.33		2.60	
Bank Charges and Commission	2.44		1.49	
CISF Salaries and Wages	35.98		36.00	
Directors' Travelling Expenses	0.85		0.81	
Auditors' Remuneration				
Audit Fee	0.13		0.13	
Out of Pocket Expenses	0.04		0.04	
Advertisements	4.80		4.79	
Tax Audit	0.03		--	
Research and Development Expense	3.00		1.57	
Journals and Periodical	0.13		0.17	
Printing and Stationary	0.38		0.44	
Plantation Expenditure	7.63		7.18	
Other Expenses	27.86		32.41	
		109.85		106.96
<b>TOTAL</b>		<b>224.19</b>		<b>174.88</b>

NOTE – 32

EXCEPTIONAL ITEMS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
Prior period Income:				
Depreciation Provided in Earlier Years Written Back	--		(0.01)	
Other Income	--		2.35	
		--		2.34
Prior period Expenditure:				
Other Expenses	--		(1.38)	
		--		(1.38)
<b>TOTAL</b>		<b>--</b>		<b>0.96</b>

## NOTE – 33 SIGNIFICANT ACCOUNTING POLICIES

### I. ACCOUNTING CONVENTION:

Financial Statements are prepared on the basis of Historical Cost and on Accrual Basis following Going Concern concept. Accounting Standards and Generally Accepted Accounting Principles are followed except otherwise stated elsewhere.

### II. SYSTEM OF ACCOUNTING:

Company follows Mercantile System of Accounting except, in the following cases:

- a. Penalty for short lifting of coal, on termination of contracts, interest on belated payment of coal dues on realisation.
- b. Escalation in prices and duties for explosives, equipment and spares supplied on payment.
- c. Credit towards Powder factor is accounted as and when recovered from the suppliers of Explosives.
- d. Additional claims from contractors on Capital Works when claims are settled, other than subsidiary.
- e. Scrap on Realisation; and
- f. Insurance Claims on receipt.

### III. INVENTORIES:

#### a) Coal

- i) Wherever variation (+/-) between volumetrically measured coal stocks (including washery products) and the book stocks at any particular storage location grade-wise is more than (+/-) 5%, the volumetrically measured stock balances are adopted.
- ii) The quantities of closing stock of coal (including washery products) thus arrived at are valued after effecting a reduction of 5%, to provide for anticipated losses due to storage.
- iii) Closing stock of coal including stock at power houses, washeries, coal-in-wagons, washed coal, is valued at lower of cost and net realisable value.

Closing stock of washery by products viz., rejects, slurry and fines are valued at net realisable value (shale and stone at nil value)

- iv) The cost is calculated by taking average cost of production per tonne. The cost of production is arrived at after excluding interest and other borrowing costs, selling and distribution costs and administrative overheads etc., to the extent not related to production of coal.
- v) Cost of washed coal is calculated at average cost of production of coal as at (iv) above plus washery charges adjusted to standard yield, and by deducting NRV of by products from cost thus arrived.
- vi) The net realisable value of grade-wise coal (including washed coal, rejects, slurry and fines) is arrived at on the basis of selling price of power utilities and mark up/ cost plus price wherever applicable less rehandling charges.



## Notes to Accounts as at 31<sup>st</sup> March 2016 (N O T E – 33 SIGNIFICANT ACCOUNTING POLICIES (Contd.))

### b) Stores & Spares:

- i) Stores & Spares (including loose tools) are valued at Weighted Average cost.
  - ii) Provision for slow, non-moving and obsolescence is made annually on review of stores and spares.
  - iii) Stock of Stores issued to Mines/ Depts., wherever charged to consumption on issue, such stocks as at year end are taken credit for.
- c) Stock of medicines, provisions, stationery and sand are not valued and are charged directly to consumption on receipt.

### IV. PRE-PAID & PRIOR PERIOD ITEMS:

Transactions are accounted under Pre-paid & Prior period items, only where the individual item exceeds Rs.50.00 lakh in each case.

### V. DEPRECIATION / AMORTISATION:

1. Depreciation is provided on Straight Line Method in respect of 18 MW Power House at Ramagundam from inception and on additions to Fixed Assets from 1-4-1985. Depreciation on other Fixed Assets is provided on written down value method on the assets purchased before 1-4-1985.
2. Depreciation is provided at the lives specified in Schedule-II of the Companies Act, 2013, except the following:  

LHDs (7 Years) and Jumbo Drills (7.5 Years) at CDF Panel, SDLs (4 Years), Self Contained Self Rescuers (10 Years), 35T Dumpers (6 Years), Hydraulic Shovels upto 5 CU.M (7 Years), Blast Hole Drills <160mm (7 Years), Coal Tubs (1 Year), Winding Ropes (1 Year), Safety Lamps (1 Year), Stowing Pipes (1 Year), and Assets whose actual cost does not exceed Rs.5000/- (1 Year) are depreciated on the basis of estimated life, which is lower than specified in Schedule-II.
3. Value of leasehold lands is amortised over a period of 10 years or over the lease period whichever is lower.
  - From the date of possession in case of fresh leases.
  - From the date of payment in case of renewal of leases.
4. Intangible Assets –
  - a) ERP software was amortised over a period of 5 years.
  - b) Mine Development is amortised over Project life as estimated in the feasibility report/ latest estimate of Project life not exceeding 10 years.

### VI. OVERBURDEN REMOVAL (OBR):

- i. Expenditure on Overburden Removal is charged at Stripping Ratio of the Open Cast projects irrespective of the Ratio of Actual Removal during the year. Expenditure on OB Removal is booked in the natural heads. The variance between actual OB Removal expenditure and OB Removal charge as per Stripping Ratio is shown as OB Removal adjustment account. Interest, Depreciation and Overheads on OB Removal are treated as period cost and not considered for arriving at OB Removal charge.



## Notes to Accounts as at 31<sup>st</sup> March 2016 (N O T E – 33 SIGNIFICANT ACCOUNTING POLICIES (Contd.))

- ii. Stripping Ratio of the Open Cast Projects are to be generally reviewed starting from 2004-05, and thereafter 2009-10, 2014-15 and so on except those;
  - a) Projects that have not completed 5 years Revenue workings. Such projects will be taken up in the general review due after completion of 5 years.
  - b) In case of closure, reorganization, addition & deletion of coal / Overburden Provision etc., such review will be taken-up on occurrence.
- iii. Provision for future Overburden Removal is restated at current year cost and difference is taken to profit and loss account. Advance Action for Overburden removal is valued at weighted average cost.

### VII. REVENUE RECOGNITION:

- a. Revenue in respect of Sale is recognized when the property in the goods with the significant risks and rewards of ownership are transferred to the buyer.
- b. Sales of coal are net of statutory dues and accepted deductions made by customers on account of quality of coal etc.
- c. The revenue recognition is done where there is a reasonable certainty of collection. Revenue recognition is postponed in case of uncertainty only as assessed by management.

### VIII. FIXED ASSETS:

#### 1. Land:

- a. Lands are capitalized from the date of taking possession / Award whichever is earlier. Payments made for Renewal of Leasehold lands are capitalized from the date of payment.
- b. Freehold Lands include cost of acquisition, compensation, rehabilitation expenses and interest up to the date of taking possession.
- c. Leasehold Lands include cost of compensatory land, NPV, afforestation and deforestation expenditure with regard to acquisition of forest land.

#### 2. Railway sidings:

Complete track renewals and sleeper renewals on Railway Sidings are capitalised on completion of the work.

#### 3. Plant & Equipment:

- a. Following items are classified as Capital;
  - i) PVC Armoured Cables of all sizes; and
  - ii) G.I. Pipes of 2" Dia and above.
- b. Expenditure on Rehabilitation of HEMM and other Major Plant and Machinery is treated as Capital expenditure if such expenditure increases the future benefit from the Asset beyond its previously assessed standard of performance.
- c. Equipment received for Projects under construction / Mines under development but not installed and commissioned by the end of the year is shown as Capital Works-in-Progress.



## Notes to Accounts as at 31<sup>st</sup> March 2016 (N O T E – 33 SIGNIFICANT ACCOUNTING POLICIES (Contd.))

### 4. Mine Development:

- a. The Projects/Mines under development are brought to Revenue --
  - i) either from the month following;
    - a) the achievement of 25% of the rated production, or
    - b) completion of two years after touching the coal
  - OR
  - ii) from the beginning of the year, wherein the value of production is more than the total related expenses of such developed project/ mine whichever is earlier.
- b. Expenditure incurred on Projects under Construction / Mines under Development till they are brought to revenue and Long wall / BG Projects up to the date of commissioning of the equipment are capitalised.
- c. Overheads specifically incurred for the projects under construction will be capitalised.
- d. Sale value of coal produced by Projects/Mines under construction is credited to Development Account at the Average Monthly Selling Price for the Area.
- e. Expenditure incurred on Prospecting Department including Drilling is apportioned based on average normal cost per metre drilled and treated as under:
  - i) Drilling done for production support and general prospecting is treated as Revenue Expenditure; and
  - ii) Drilling done for projects under construction is capitalised with the project cost.
- f. Residual Development Expenditure on Mines taken-up for reconstruction is treated as Development Expenditure of New Reconstruction Projects.

### IX. FOREIGN CURRENCY TRANSACTIONS:

- a. Monetary items related to Foreign currency transactions remaining unsettled at the end of the year are reported at the exchange rate at the Balance Sheet date.
- b. Profit or Loss on account of exchange differences either on settlement or on restatement is recognised in the Profit and Loss Account.

### X. GOVERNMENT GRANTS:

- a. Subsidy/Grants received/ receivable on Capital Account are deducted from the cost of respective assets to which they relate.
- b. Grants from Government towards Revenue Expenditure for the year will be exhibited separately as other operating revenue in the statement of Profit and Loss.

### XI. INVESTMENTS:

Long term investments are carried at cost except for other than temporary diminution in value.



## Notes to Accounts as at 31<sup>st</sup> March 2016 (N O T E – 33 SIGNIFICANT ACCOUNTING POLICIES (Contd.))

### XII. EMPLOYEE BENEFITS:

1. (a) Gratuity is a defined benefit scheme. The cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in full in Profit & Loss Account. The retirement benefit obligations recognised in the Balance Sheet represents the present value of the defined benefit obligations as reduced by the fair value of scheme assets.
  - (b) Leave encashment is provided based on actuarial valuation carried out at each balance sheet date.
  - (c) Termination benefits viz., Monthly Monetary Compensation to dependants of deceased in mines accidents/ medical unfit, etc., & Low Productive Employees and Post Superannuation Medical Benefit to executives is provided on Actuarial Valuation.
2. Employers contribution under Coal Mines Provident Fund Act and Executives Superannuation, Pension Benefits are defined Contribution Plans and the expenditure/ provision on the above is charged to statement of Profit & Loss.
3. Voluntary retirement compensation is expensed in the year of incurrence.

### XIII. BORROWING COSTS:

Borrowing costs are capitalised and added to the value of qualifying assets, where they are directly identified or at weighted average cost of borrowing if they are not directly identified.

### XIV. TAXES ON INCOME:

Deferred tax liabilities and assets are recognized at substantively enacted tax rates, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods as required under AS-22 - Accounting for Taxes on income.

### XV. PROVISIONS, CONTINGENT LIABILITIES:

Provisions are recognized when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Contingent Liabilities are disclosed when the Company has possible obligation or a present obligation and it is not probable that a cash outflow will be required to settle the obligation.





Notes to Balance Sheet as at 31<sup>st</sup> March 2016

NOTE – 34 ADDITIONAL NOTES

34.1 Contingent Liabilities and commitments:

(Rs. in Crore)

Sl. No.	Particulars	31.3.2016	31.3.2015
a)	Claims against the Company not acknowledged as debts:		
i)	Demand from Divisional Forest Officer towards NPV for renewal of different mining leases – contested by the company	7.91	7.91
ii)	Workmen Compensation (cases contested – court)	1.00	1.09
iii)	Motor Accident claims (cases contested – court)	0.80	0.59
iv)	Police Guard (excess man power billed disputed)	4.75	4.75
v)	S C Railways (damages, demurrages etc. disputed)	1.65	1.18
vi)	Water Royalty (billed at Industrial rate disputed)	--	4.15
vii)	Vacant Land Tax (Levy contested)	16.06	16.06
viii)	Contractors & Suppliers	1362.37	166.85
ix)	Other disputed claims & Legal cases etc.	8.45	3.04
x)	<p>Service Tax demands were raised on OBR contractors by Service Tax Department treating value of free issue explosives and HSD oil as additional consideration to them. The demands of Service Tax Department have been contested by the Service Providers. Pending adjudication of disputed demands, SCCL issued letter of comfort to the contractors with commitment to reimburse Service Tax, interest and penalty thereon in case the verdict goes against them.</p> <p>However, Larger Bench of CESTAT, New Delhi in the case of M/s. Bhayana Builders (P) Ltd., and others held that value of the goods and materials supplied free of cost of being neither monetary or non-monetary consideration and would be outside the taxable value or the gross amount charged to Service Tax.</p> <p>In the appeal filed by M/s. SV Engg. Constructions, to whom comfort letter was given by SCCL, the Hyderabad Circuit Bench of CESTAT has given judgment in favour of M/s. SV Engg. Constructions.</p> <p>Further, in appeals filed by M/s. PLR Projects Pvt. Ltd., M/s Gulf Oil Corporation Ltd., M/s GRN Construction Pvt. Ltd., M/s. BGR Mining &amp; Infra Pvt. Ltd. and SV Engg. Constructions, CESTAT, Bangalore has passed a judgement in favour of the Contractors. However, Department has filed a Civil Appeal in the Hon'ble Supreme Court against the order passed by the CESTAT in the case of M/s. Gulf Oil Corporation Ltd. However, pending adjudication the service tax on the value of HSD &amp; Explosives is considered as contingent liability.</p>	337.64	337.64



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (NOTE – 34 ADDITIONAL NOTES (Contd.))

(Rs. in Crore)

Sl. No.	Particulars	31.3.2016	31.3.2015
xi)	(a) Customs, Central Excise & Service Tax Department, issued Notice No. O.C.No.650/2010, dated 22.09.2010, demanding Interest payment of Rs.13,82,17,534/- on alleged availment of Input Service Tax Credit on ineligible services of Rs.52,62,75,583/- (from 2006-07 to 2008-09), though the same was not utilized by SCCL. Appeal is filed before CESTAT Bangalore and the same is pending adjudication.	13.82	13.82
	(b) Excise Duty demands on quantity disputes.	5.75	4.27
	(c) Education Cess and Secondary Higher Education Cess demands raised by Excise Department from March, 2011 to March, 2015 contested by SCCL	37.19	37.72
	(d) Demand for Clean Energy Cess	0.44	0.47
xii)	Tax Demands from Commercial Taxes Department (including entry tax) which are disputed by SCCL and pending before various appellate authorities for adjudication.	15.34	9.29
xiii)	Tax Demands from Income Tax Department which are disputed by SCCL and pending before various appellate authorities for adjudication.	60.47	56.77
xiv)	Service Tax demand on TDS Component on Import Services for the period 2008-09 to 2013-14 raised by the Service Tax Department is disputed and pending before CESTAT for adjudication	0.13	0.05
xv)	Profession Tax: Dy. C.T.O., KGM has issued a Demand Notice as per G.O. No. 14897/CT-IV/2004, Dt. 23.02.2013 for arrears of professional tax recovery from NCWA employees for the years 1990-91 to 2012-13. As per above mentioned G.O., Govt. has rescinded the orders keeping in abeyance payment of Profession Tax by employees of SCCL retrospectively. Principal Secretary is requested vide Lr. No. CMD/PS/H/124, Dt. 02.02.2015 to review the above G.O.	176.44	176.44
xvi)	Claims in respect of suits filed by the Pattadars for additional compensation for Acres1668, Guntas: 17¼ (Previous year: Acres 3688, Guntas: 23) contested by the Company and pending in Courts.	Not quantifiable	Not quantifiable
xvii)	Guarantees given by the Bank on behalf of the company for which counter guarantees of even amount are given by the company to the bank	200.00	--
xviii)	An amount of Rs.10.66 Crore has been charged to M/s.B.G.R. Mining & Infra Pvt. Ltd., towards lead variation charges and recognised as income during the year 2012-13. As against recovered amount of Rs.10.66 Crore, an amount of Rs.5.81 Crore was released during the year 2013-14 keeping the Bank Guarantees for an amount of Rs.7.65 Crore as collateral security. A case has been filed by the contractor before the Hon'ble Principal Dist. Judge, Khammam challenging the above recovery.		
xix)	Coal pilferage was reported in financial year 2013-14 involving 12099 Tonnes, valued at Rs.4.04 Crore. The party made a conditional deposit of Rs.4.37 Crore and the amount is kept under deposits. Pending enquiry issue is not dealt in the books.		
	The contingent liability indicated above is excluding interest wherever applicable.		



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (NOTE – 34 ADDITIONAL NOTES (Contd.))

(b) Capital Commitments:

(Rs. in Crore)

Sl. No.	Particulars	31.3.2016	31.3.2015
i)	a) Estimated value of capital commitment for 2x600 MW Singareni Thermal Power Project, Jaipur, Telangana State.	1038.27	1828.71
	b) Estimated value of capital commitments of other contracts to be executed.	815.86	697.11
ii)	The balance value of Surrounding Habitats Assistance Programme (SHAPE) works to be executed.	11.58	15.61

34.2 Disclosures as per Accounting Standard AS:15 (Revised):

Employee Benefits: Defined Benefit Plans:

a) Gratuity and Leave Encashment Plan:

(Rs. in Crore)

PARTICULARS	Gratuity		Leave Encashment	
	31.3.2016	31.3.2015	31.3.2016	31.3.2015
<b>Changes in the present value of obligations</b>				
Obligations at beginning of the year	3160.72	2976.30	520.18	433.91
Current Service cost	47.10	83.22	87.18	76.39
Interest cost	242.80	226.49	41.61	34.71
Benefits paid	(317.51)	(326.47)	-	-
Actuarial(gain)/loss	168.70	201.18	(90.57)	(24.83)
Obligations at the end of the year, at present value	3301.81	3160.72	558.40	520.18
<b>Change in Fair value plan assets</b>				
Plan assets at beginning of the year, at fair value	1990.55	1751.91		
Expected return on plan assets	182.41	180.08		
Actuarial(gain)/loss	-	-		
Contributions	250.00	385.03	Unfunded	Unfunded
Benefits paid	(317.51)	(326.47)		
Fair value of plan assets at the end of the year	2105.45	1990.55		
<b>Reconciliation of present value of the obligation and the fair value of the plan assets.</b>				
Present value of the defined benefit obligations at the end of the year.	3301.81	3160.72	558.40	520.18
Fair value of plan assets at the end of the year	2105.45	1990.55	-	-
Assets/(liability) recognized in the balance sheet	(1196.36)	(1170.17)	(558.40)	(520.18)
<b>Expense Recognised in Statement of Profit &amp; Loss:</b>				
Current Service cost	47.10	83.22	87.18	76.39
Interest cost	242.80	226.49	41.61	34.71
Expected return on plan assets	(182.41)	(180.08)	-	-
Actuarial(gain)/loss	168.70	201.18	(90.57)	(24.83)
Net cost	276.19	330.81	38.22	86.27
<b>Assumptions :</b>				
Interest rate	8%	8%	8%	8%
Expected return on plan assets	8.88%	9.50%	-	-
Expected rate of salary increase	6.25%	6.00%	6.25%	6%

Gratuity obligation at beginning of the year includes Rs.125.70 Crore towards claims unsettled and Rs.132.91 Crore at the end of the year.



**Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (NOTE – 34 ADDITIONAL NOTES (Contd.))**

b) Contributory Post Retirement Medicare Scheme:

The actuarial liability (as certified by the Actuary) for Contributory Post Retirement Medicare Scheme for executives and their spouses amount to Rs.114.21 Crore as at 31.3.2016, as against provision of Rs.106.77 Crore upto 31.3.2015. An amount of Rs.12.56 Crore is charged to Revenue includes Rs.5.12 Crore paid under the Scheme.

c) Monthly Monetary Compensation to dependants of deceased in mines accidents/ medical unfit, etc., & Low Productive Employees are valued on actuarial basis and actuarial liability as at 31.3.2016 is Rs.194.73 Crore (Previous Year Rs.182.46 Crore). An amount of Rs.41.77 Crore charged against Revenue includes Rs.29.51 Crore paid under the Scheme.

**34.3 Defined contribution plan includes the following:** (Rs. in Crore)

Sl. No.	Particulars	31.3.2016	31.3.2015
i)	Coal Mines Provident Fund Scheme is a defined contribution plan and charged off to Statement of Profit & Loss.	403.22	389.12
ii)	Superannuation & Pension Benefit to the Executive Cadre employees was provided and charged off to Statement of Profit & Loss.	24.17	23.10

**34.4 Related Party Transaction (AS-18):**

Related Parties:

- Subsidiary Company: Andhra Pradesh Heavy Machinery & Engineering Limited, Vijayawada: On the recommendation of Audit Committee Board is ratifying/ approving certain transactions.
- NTPC-SCCL Global Ventures Private Limited, a Joint Venture by SCCL and NTPC: Consequent to the cancellation of allotment of 214 Coal Blocks including Thalaipalli Coal Block by the Hon'ble Supreme Court vide its judgement dated 24.09.2014, the SCCL Board in the meeting held on 26.12.2014 decided for Voluntary winding up of NTPC-SCCL GVPL. The winding up of NTPC-SCCL GVPL is under process.
- APMDC-SCCL Suliari Coal Company Ltd., a Joint Venture by SCCL and APMDC:  
During the year there are no operations. The Joint Venture was formed for exploration of coal in Suliari Coal Block. Hon'ble Supreme Court vide its judgement dated 25.08.2014 has cancelled this Coal Blocks allocation.
- Whole time Directors of SCCL: S/Sri N. Sridhar, C&MD and other Directors: S/Sri B. Ramesh Kumar, Director (Operations) & Director (P,A&W) (FAC) (from 20.3.2015 to 5.7.2015)) A. Manohar Rao, Director (Planning & Projects) & Director (Finance) (FAC) (from 20.3.2015 to 3.6.2015), P. Ramesh Babu, Director (Electrical & Mechanical) and J. Pavitran Kumar, Director (Finance)(from 4.6.2015) & (P,A&W))FAC)(from 6.7.2015).

**34.5 Details of remuneration of the Chairman & Managing Director and whole time Directors:** (Rs. in Crore)

Particulars	31.3.2016	31.3.2015
Salaries and allowances	1.18	1.32
Contribution to PF & Pension	0.10	0.13
Others	0.04	0.12
<b>Total</b>	<b>1.32</b>	<b>1.57</b>

**34.6 Earnings Per Share (AS-20): (Basic and Diluted)**

Particulars	31.3.2016	31.3.2015
Profit after Tax (Rs. in Crore)	1,066.13	490.44
Number of Ordinary Equity Shares (fully paid-up) (Nos.)	1733198119	1733198119
Earnings per share ( i / ii ) (Rs.)	6.15	2.83



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (NOTE – 34 ADDITIONAL NOTES (Contd.))

34.7 Provisions:

i) Long-Term Provisions:

(Rs. in Crore)

Provided for	Opening Balance	Additions during the Year	Write back / Adj. / Paid during the Year	Closing Balance
Gratuity	1170.17	276.19	250.00	1196.36
Leave Encashment	448.18	38.22	--	486.40
Monthly Monetary Compensation & Low Productive Employee Compensation (MMC & LPE)	150.46	12.27	--	162.73
Backfilling	5194.99	224.00	--	5418.99
Mine Closure	250.71	122.42	--	373.13
Overburden Removal	3705.57	125.99	--	3831.56
<b>Total</b>	<b>10920.08</b>	<b>799.09</b>	<b>250.00</b>	<b>11469.17</b>

ii) Short -Term Provisions:

(Rs. in Crore)

Provided for	Opening Balance	Additions during the Year	Write back / Adj./Paid during the Year	Closing Balance
Gratuity	1.34	--	0.01	1.33
Leave Encashment	82.04	78.03	77.71	82.36
MMC & LPE	32.00	29.51	29.51	32.00
Superannuation Fund	145.19	24.78	-	169.97
Post Superannuation Medical Benefit-Executives	106.77	12.56	5.12	114.21
Performance Related Pay - Executives	79.29	40.00	--	119.29
PLB/ PLR (Exgratia)	229.65	382.20	278.55	333.30
Corporate Special Incentive	98.00	228.35	102.50	223.85
Income Tax	37.74	808.11	845.85	--
Shale & Stone	0.18	--	--	0.18
Proposed Dividend - Final	129.99	--	129.99	--
Tax on proposed dividend	26.46	--	26.46	--
Excise Duty on Closing Stock	39.70	12.18	-	51.88
Provision for CSR expenditure	10.38	--	10.38	--
<b>Total</b>	<b>1018.73</b>	<b>1615.72</b>	<b>1506.08</b>	<b>1128.37</b>

34.8 Changes in Significant Accounting Policies:

Sl. No.	Existing	Sl. No.	Proposed	Remarks
IV.	PRE-PAID & PRIOR PERIOD ITEMS Transactions are accounted under Pre-paid & Prior period items, only where the individual item exceeds Rs.5.00 lakhs in each case.	IV.	PRE-PAID & PRIOR PERIOD ITEMS Transactions are accounted under Pre-paid & Prior period items, only where the individual item exceeds <b>Rs.50.00 lakh</b> in each case.	Impact of the change in policy is decrease in profit by Rs.0.63 Crore w.r.t Pre-paid amounts.



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (NOTE – 34 ADDITIONAL NOTES (Contd.))

**34.9 Physical verification of all fixed assets:**

Physical verification of all Fixed Assets with original value of Rs.3 lakh and above will be covered in block of 3 years. The block of 2015-18 commenced from 2015-16.

- i) Fixed Assets with original value > Rs.50 Lakh annually.
- ii) Fixed Assets with original value > Rs.10 Lakh and < Rs.50 Lakh once in three years (2<sup>nd</sup> year of Block).
- iii) Fixed Assets with original value > Rs.3 Lakh and < Rs.10 Lakh once in three years (3<sup>rd</sup> year of Block).

In respect of (i) the Assets were physically verified during 2015-16 and deviations accounted and in respect of other assets the same are confirmed as available based on certification by the unit head.

**34.10** As required by Section 22 of the Micro Small and Medium Enterprises Development Act, 2006 (MSMED) the following information is disclosed on the basis of information available with the company.

(Rs. in Crore)

Particulars	31.3.2016	31.3.2015
The principal amount remaining unpaid (But not due)	3.78	4.37
Interest due thereon (interest due and / or payable)	Nil	Nil

**34.11 a)** NTPC-SCCL Global Ventures Private Limited, a Joint Venture by SCCL and NTPC: Consequent to the cancellation of allotment of 214 Coal Blocks including Thalaipalli Coal Block by the Hon'ble Supreme Court vide its judgement dated 24.09.2014, the SCCL Board in the meeting held on 26.12.2014 decided for Voluntary winding up of NTPC-SCCL GVPL. The winding up of NTPC-SCCL GVPL is under process.

**b)** The Company has formed a 51:49 Joint venture company under the name and style of **APMDC-SCCL SULIYARI COAL COMPANY LIMITED**, on July 1st 2013 with APMDC to carry on the business of Coal mining in Suliaryi Coal Block including acquisition of coal / lignite mine blocks in India and abroad development and operation of integrated coal based power plants, to generate power through Wind, Tidal and Solar sources and providing consultancy services. Hon'ble Supreme Court vide its judgement dated 25.08.2014 has cancelled this Coal Blocks allocation.

Details of Interest of the Company in Joint Venture as per AS-27:

i)	Name of the Joint Venture entity : APMDC – SCCL Suliaryi Coal Company Ltd.
ii)	Country of Incorporation : India
iii)	Principal Activities : Coal & Lignite mining; generating power through Wind, Tidal and Solar sources and Setting up integrated power plants
iv)	Ownership interest: 49%
v)	Original cost of Investment: Rs.49,000 & Rs.9,79,51,000/- paid towards Share application.
vi)	Aggregate amounts related to interest in Joint Venture entity: The Company's interest in the afore mentioned entity's assets, liabilities, income and expenditure are not disclosed as the entities financials are not finalised yet.

**34.12** Consequent to handing over of 9 schools, 2 colleges and 1 Polytechnic to Singareni Collieries Educational Society, all running expenses of these institutions, after deduction of receivables from these institutions viz., Grant-in-Aid, Fee collections from students, recoveries from the employees towards amenities provided etc., are being met by the Company by way of Educational Grant. Further, infrastructure used by the Society is continued to be under the ownership of the Company for which no recovery is made from the Society.

**34.13** Contractors performing Over Burden Removal are eligible for Bonus in respect of the quantity of explosives and HSD oil saved by them during the course of the contract, which is to be set off against future excess consumption as per contractual terms. Further, these contractors can claim and en-cash such accrued Bonus at the end of every financial year at their option. The value of explosives and HSD oil saved and not en-cashed by contractors for set off against future excess consumption amounts to Rs.17.68 Crore (Previous year Rs.11.38 Crore) as on 31.3.2016, not provided in Books of Account.



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (NOTE – 34 ADDITIONAL NOTES (Contd.))

**34.14 Turnover, Closing Stock and Opening Stock:**

(Rs. in Crore)

Particulars	31.3.2016	31.3.2015
*Turnover	12574.28	11384.30
Closing stock	916.33	701.40
Opening Stock	701.40	739.98

\* Turnover includes capital sales valuing Rs.3.91 Crore (Pre.Yr. Rs. 12.64 Crore)

**34.15 CIF Value of Imports:**

(Rs. in Crore)

Particulars	31.3.2016	31.3.2015
Components, Stores & Spare Parts	77.94	38.53
Capital Goods	46.56	2.41

**34.16 Expenditure in Foreign Currency:**

(Rs. in Crore)

Particulars	31.3.2016	31.3.2015
Foreign tours	0.10	0.18
Consultancy payments	2.14	0.56
Others	0.01	21.37

**34.17 Consumption of Stores & Spares:**

(Rs. in Crore)

Particulars	31.3.2016		31.3.2015	
	Amount	% of total consumption	Amount	% of total consumption
Imported	57.71	2.31	51.46	2.24
Indigenous	2445.95	97.69	2242.71	97.76
<b>Total</b>	<b>2503.66</b>	<b>100.00</b>	<b>2294.17</b>	<b>100.00</b>

**34.18** Certain balances of trade payables are subject to confirmation, reconciliation and adjustments, if any.

**34.19** Previous year's figures have been regrouped, reclassified wherever necessary to correspond with the current year's classification/ disclosure.

Signatures to Notes

As per our report of even date  
M/s. Vaithisvaran & Co., LLP  
Chartered Accountants  
Firm Regn.No.004494S/ S200037

for and on behalf of the Board

Sd/-  
**S. Shankar Raman**  
Partner  
Membership No.209163

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager (F&A)

Sd/-  
**J. Pavitrnan Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016  
Place : Hyderabad



## FORM AOC-1

[Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014]  
Statement containing salient features of the financial statement of subsidiaries/ associate companies/ joint ventures

### Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts Rs. in Crore)

1.	Name of the subsidiary	Andhra Pradesh Heavy Machinery & Engineering Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	NA
4.	Share capital	17.27
5.	Reserves & surplus	43.40
6.	Total assets	87.10
7.	Total Liabilities	87.10
8.	Investments	--
9.	Turnover	83.08
10.	Profit before taxation	3.32
11.	Provision for taxation	0.77
12.	Profit after taxation	2.55
13.	Proposed Dividend	--
14.	% of shareholding	81.54%

for and on behalf of the Board

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager  
(F&A)

Sd/-  
**J. Pavitran Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016  
Place : Hyderabad





## Part “B”: Associated and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associates/ Joint Ventures		NTPC – SCCL Global Ventures Private Limited (under voluntary liquidation)	APMDC - SCCL Suliyari Coal Company Limited
1.	Latest audited Balance Sheet Date	--	--
2.	Shares of Associate/ Joint Ventures held by the company on the year end.		
	No.	50000	4900
	Amount of Investment in Associates/ Joint Ventures (Rs. in Crore)	0.05	0.0049
	Extent of Holding %	50%	49%
3.	Description of how there is significant influence	By virtue of shareholding	By virtue of shareholding
4.	Reason why the associate/ joint venture is not consolidated	NA	Financial statements are not made available
5.	Net worth attributable to Shareholding as per latest audited Balance Sheet (Rs. in Crore)	0.05	--
6.	Profit/ Loss for the year		
	i) Considered in Consolidation (Rs. in Crore)	--	--
	ii) Not considered in Consolidation	--	--

for and on behalf of the Board

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager  
(F&A)

Sd/-  
**J. Pavitrn Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016  
Place : Hyderabad



**Plantation at over burden dump of JVR Opencast Project, Sathupalli.**



**Plants of different endangered species are grown in Block plantation - Red Sandal plants in Block plantation of Kothagudem Area**



**Saplings are produced from  
11 Nurseries organized by  
Singareni in all areas**

**Vermi compost prepared and used in SCCL  
Nurseries - Vermi compost unit in  
Kothagudem nursery**



**A view of park at Manuguru area**



## Balance Sheet as at 31st March 2016 (Consolidated)

(Rs. in Crore)

Particulars	Note	2015 - 16		2014 - 15	
<b>I. EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
a) Share Capital	1	1,733.20		1,733.20	
b) Reserves & Surplus	2	3,094.97		2,181.24	
			4,828.17		3,914.44
<b>2. Minority Interest</b>					
			8.93		8.02
<b>3. Non-current Liabilities</b>					
(a) Long-term borrowings	3	3,956.43		3,545.59	
(b) Other long term liabilities	4	42.69		38.32	
(c) Long-term provisions	5	11,476.06		10,927.44	
			15,475.18		14,511.35
<b>4. Current Liabilities</b>					
(a) Short-term borrowings	6	665.81		13.85	
(b) Trade payables	7	617.57		516.15	
(c) Other current liabilities	8	3,907.36		2,506.87	
(d) Short-term provisions	9	1,287.06		1,020.58	
			6,477.80		4,057.45
<b>TOTAL</b>			<b>26,790.08</b>		<b>22,491.26</b>
<b>II. ASSETS</b>					
<b>1. Non-current assets</b>					
(a) Fixed Assets					
(i) Tangible assets	10	3,864.93		3,507.73	
(ii) Intangible Assets	10	602.76		654.19	
(iii) Capital Work-in-Progress	10.1	7,072.47		5,287.84	
(iv) Intangible Assets under Development	10.2	124.89		142.71	
(b) Non-current Investments	11	1,807.55		1,809.54	
(c) Deferred tax assets (Net)	12	4,424.99		3,864.41	
(d) Long-term loans and advances	13	696.15		660.77	
			18,593.74		15,927.19
<b>2. Goodwill on Consolidation</b>					
			14.95		14.95
<b>3. Current Assets</b>					
(a) Inventories	14	1,341.65		1,151.33	
(b) Trade Receivables	15	4,222.55		2,191.86	
(c) Cash and Bank balances	16	1,720.91		2,554.61	
(d) Short-term loans and advances	17	511.74		322.09	
(e) Other current assets	18	384.54		329.23	
			8,181.39		6,549.12
<b>TOTAL</b>			<b>26,790.08</b>		<b>22,491.26</b>
Significant Accounting Policies	33				
Additional Notes	34				

Notes referred to above form an integral part of the Financial Statements

As per our report of even date

M/s. Vaithisvaran & Co., LLP

Chartered Accountants

Firm Regn.No.004494S/ S200037

for and on behalf of the Board

Sd/-  
**S. Shankar Raman**  
Partner  
Membership No.209163

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager (F&A)

Sd/-  
**J. Pavitrn Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016  
Place : Hyderabad



## Statement of Profit & Loss for the year ended 31st March 2016 (Consolidated)

(Rs. in Crore)

Particulars	Note	2015 - 16	2014 - 15
<b>INCOME</b>			
Revenue from operations	19	12,743.14	11,523.25
Other Income	20	505.23	638.45
<b>Total</b>		<b>13,248.37</b>	12,161.70
<b>EXPENSES</b>			
Cost of Materials consumed	21	2,498.49	2,307.35
Changes in Inventories	22	(224.67)	26.90
Employee benefits expenses - Salaries and Wages	23	5,385.22	4,847.85
Employee benefits expenses - Staff Welfare Expenses	24	178.11	138.30
Power & Fuel	25	442.59	444.53
Repairs & Maintenance	26	159.25	135.96
Contractual Expenses	27	1,545.90	1,364.60
Finance Costs	28	40.91	39.24
Depreciation and Amortization expense	10	717.56	926.31
Provisions	29	475.87	333.11
Write offs	30	10.22	8.40
Other expenses	31	230.77	177.14
Overburden Adjustment		128.07	-399.77
Provision for Back filling (Note No.5.2)		224.00	1,058.40
Provision for Mine Closure Activity (Note No.5.3)		116.72	129.98
<b>Total</b>		<b>11,929.01</b>	11,538.30
Profit before exceptional and extraordinary items and tax		1,319.36	623.40
Exceptional items (Net)	32	--	0.28
Profit before extraordinary items and tax		1,319.36	623.12
Profit before tax		1,319.36	623.12
Tax expense:			
(1) Current tax		862.07	816.01
(2) Deferred tax		(560.59)	(661.67)
(3) Earlier years taxes		(53.21)	(23.45)
Profit for the year		1,071.09	492.23
Less: Share of Minority		(0.91)	(0.33)
Profit for the Group		1,070.18	491.90
Basic and Diluted Earnings per Share (Rs.) (Note No.34.6)		6.17	2.84
Significant Accounting Policies	33		
Additional Notes	34		

Notes referred to above form an integral part of the Financial Statements

As per our report of even date

M/s. Vaithisvaran & Co., LLP

Chartered Accountants

Firm Regn.No.004494S/ S200037

for and on behalf of the Board

Sd/-  
**S. Shankar Raman**  
Partner  
Membership No.209163

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager (F&A)

Sd/-  
**J. Pavitrn Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016

Place : Hyderabad

The Singareni Collieries Company Limited



## Cash flow statement for the year 2015-16 (Consolidated)

(Rs. in Crore)

Sl. No.	Particulars	2015-16		2014-15	
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
	Profit before Tax and Prior Period adjustments		1,319.36		623.40
	<b>Adjustment for</b>				
	Depreciation	717.56		926.32	
	Assets Written off	10.04		7.08	
	Provisions Written Back	(1.45)		(7.51)	
	Interest Income on Investments	(177.62)		(177.80)	
	Interest Income on Term Deposits	(223.52)		(309.93)	
	Long Term Provisions	548.62		806.94	
	Interest Expense	40.91		39.36	
	Foreign Exchange Loss	9.75		(25.10)	
	Exceptional Items (Net)	--	924.29	(0.28)	1259.08
	Operating profit before working capital changes		2,243.65		1882.48
	<b>Adjustments towards changes in</b>				
	Inventories	(190.32)		21.79	
	Trade Receivables	(2,030.69)		(1257.57)	
	Other Current Assets	(55.31)		45.74	
	Short-term Loans & Advances	(169.90)		(58.04)	
	Long-term Loans & Advances	(35.38)		72.54	
	Trade Payables	101.42		87.76	
	Other Long Term Liabilities	4.37		(2.97)	
	Other Current Liabilities	1,306.55		333.19	
	Short Term Provisions	305.28		36.27	
	Tax paid Including TDS	(865.95)		(762.03)	
			(1,629.93)		(1483.32)
	<b>Net Cash flow from Operating activities (A)</b>		<b>613.72</b>		<b>399.16</b>



## Cash flow statement for the year 2015-16 (Consolidated) (Contd...)

(Rs. in Crore)

Sl. No.	Particulars	2015-16		2014-15	
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
	Increase in fixed assets (including Capital Work-in-progress)	<b>(2,800.19)</b>		(2,889.26)	
	Investment in Equity of Joint Venture	--		0.05	
	Redemptions of Bonds	<b>2.00</b>		2.00	
	Interest Income on Investments	<b>177.62</b>		177.80	
	Interest Income on Term Deposits	<b>223.52</b>		309.93	
	Cash Flow from Investing Activities(B)		<b>(2,397.05)</b>		(2,399.48)
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
	Long -term borrowings	<b>561.35</b>		1307.16	
	Repayment of Govt. of India Loan	<b>(66.33)</b>		(66.33)	
	Demand loan from Banks	<b>610.00</b>		-	
	Changes in Cash Credit	<b>41.96</b>		(7.70)	
	Interest Expense	<b>(40.91)</b>		(39.36)	
	Dividend paid	<b>(129.99)</b>		(259.98)	
	Dividend Tax paid	<b>(26.46)</b>		(51.98)	
	Cash flow from Financing activities (C)		<b>949.62</b>		881.81
<b>D</b>	<b>Net increase in Cash &amp; Bank Balances (A+B+C)</b>		<b>(833.71)</b>		(1,118.51)
<b>E</b>	<b>Cash &amp; Bank Balances at the beginning of the year</b>		<b>2,554.62</b>		3,673.13
<b>F</b>	<b>Cash &amp; Bank Balances at the end of the year (D+E)</b>		<b>1,720.91</b>		2,554.62

Notes referred to above form an integral part of the Financial Statements

As per our report of even date  
M/s. Vaithisvaran & Co., LLP  
Chartered Accountants  
Firm Regn.No.004494S/ S200037

for and on behalf of the Board

Sd/-  
**S. Shankar Raman**  
Partner  
Membership No.209163

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager (F&A)

Sd/-  
**J. Pavitrn Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016  
Place : Hyderabad



## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated)

### NOTE – 1

#### SHARE CAPITAL

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
AUTHORIZED 180,00,00,000 Equity Shares of Rs.10/ each	<b>1,800.00</b>	1,800.00
ISSUED, SUBSCRIBED AND PAID-UP 173,31,98,119 Equity Shares of Rs.10/- each fully paid (includes 6,32,145 Equity Shares of Rs.10/- each allotted as bonus shares by capitalisation of general and capital reserves)	<b>1,733.20</b>	1,733.20
<b>TOTAL</b>	<b>1,733.20</b>	1,733.20

The company has only one class of shares referred to as equity shares having par value Rs.10/-.

#### 1.1 The Details of Shareholders holding More than 5%:

Name of the Shareholder	2015 - 16		2014 - 15	
	No. of Shares	% Held	No. of Shares	% Held
Government of Telangana	<b>88,55,99,147</b>	<b>51.0962</b>	88,55,99,147	51.0962
Government of India	<b>84,75,60,000</b>	<b>48.9015</b>	84,75,60,000	48.9015

### NOTE – 1.2

#### RECONCILIATION OF EQUITY SHARES:

Particulars	2015 - 16		2014 - 15	
	No. of Shares	Amount (Rs. in Crore)	No. of Shares	Amount (Rs. in Crore)
Shares outstanding at the beginning of the year	<b>173,31,98,119</b>	<b>1,733.20</b>	173,31,98,119	1,733.20
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	<b>173,31,98,119</b>	<b>1,733.20</b>	173,31,98,119	1,733.20





Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

NOTE – 2

RESERVES AND SURPLUS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>GENERAL RESERVE</b>				
Opening balance	1,160.40		1,060.40	
Add: Transfer from Surplus	100.00		100.00	
Closing balance		1,260.40		1,160.40
<b>SURPLUS</b>				
Opening Balance	1,020.84		784.14	
Add : Net Profit for the Year	1,070.18		491.90	
Less: Proposed Dividend on Equity Shares (@Rs.0.75 per share)	129.99		129.99	
Less: Corporate Dividend Tax	26.46		25.21	
Less: Transfer to General Reserve	100.00		100.00	
Closing Balance		1,834.57		1,020.84
<b>TOTAL</b>		<b>3,094.97</b>		2,181.24

NOTE – 3

LONG TERM BORROWINGS

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>Term Loans</b>		
<b>Secured</b>		
From Government of India (Rs.66.33 Cr. Less current maturities of Rs.66.33 Cr)	--	66.33
From Power Finance Corporation (PFC) (Rs.3980 Cr. less current maturities of Rs. 82.92 Cr)	3,897.08	3,479.26
From Power Finance Corporation (PFC) & Rural Electrification Corporation Ltd. (REC) (Rs. 60.21 Cr. less current maturities of Rs.1.26 Cr)	59.35	--
<b>TOTAL</b>	<b>3,956.43</b>	3,545.59

3.1 Loan from Government of India is secured by a first charge created by equitable mortgage on the entire immovable assets of the Company, except 300 acres of free hold land required for employee welfare.

3.2 (i) Loan of Rs.3980 Crore from Power Finance Corporation (PFC) (Phase I) for funding 2x600 MW STPP is secured by an exclusive first charge by way of hypothecation of all movable assets (excluding current assets namely stocks of Raw materials, semi-finished and finished goods, Stores and Spares not relating to Plant and Machinery (consumables Stores and Spares), Bills receivable and Books debts), present and future with the prescribed coverage ratio (presently 1.1 times). An exclusive second charge by way of mortgage on all immovable assets, except Govt. acquired private lands and Govt. assigned lands present and future. An exclusive second charge by way of deed of charge on all immovable assets present and future. Further the PFC shall have an exclusive first charge on the project (2x600 MW STPP) assets, movable (by way of hypothecation) and immovable (by way of mortgage) on complete repayment of Govt. of India loan as explained in Note 3.1.



## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

- (ii) This Loan of Rs.3980 Crore is repayable in forty-eight equal quarterly installments of Rs.82.92 Crore each from January, 2017. Interest payable on this loan is as below:

Rate of Interest p.a	12.00%	11.75%	11.40%
Loan amount (Rs. Cr)	2598.31	320.15	1061.54

- 3.3 (i) Further Loan of Rs.1320 Crore (Phase II) is being taken from PFC & Rural Electrification Corporation Ltd. (REC) for funding cost over run of 2x600 MW STPP which is secured by an exclusive first charge by way of hypothecation of all movable assets present and future (excluding current assets namely stocks of Raw materials, semi-finished and finished goods, Stores and Spares not relating to Plant and Machinery (consumables Stores and Spares), Bills receivable and Books debts). A second charge by way of mortgage on all immovable assets present and future, except Govt. acquired private lands and Govt. assigned lands. A second charge by way of deed of charge on all immovable assets present and future with the prescribed coverage ratio (presently 1.1 times).

This security shall be shared pari-passu between the Phase-I&II lenders without any preference or priority over each other.

- (ii) This Loan of Rs.60.21 Crore is repayable in forty-eight equal quarterly installments of Rs.1.26 Crore each from January, 2017. Interest payable on this loan is 9.63% p.a.

### NOTE – 4

#### OTHER LONG-TERM LIABILITIES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(a) Trade Payables		2.15		0.25
(b) Others				
Deposits from Others	0.35		0.20	
Deposits from Suppliers & Contractors	40.19		37.87	
		40.54		38.07
<b>TOTAL</b>		<b>42.69</b>		<b>38.32</b>

### NOTE – 5

#### LONG TERM PROVISIONS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>(a) Provision for Employee Benefits (Note 34.2)</b>				
Gratuity (to the extent unfunded)	1,201.69		1,176.04	
Leave Encashment (unfunded)	487.96		449.67	
Monthly Monetary Compensation & Low Productive Employee Compensation (unfunded)	162.73		150.46	
		1,852.38		1,776.17
<b>(b) Others</b>				
Overburden Removal Adjustment Net of Advance Action Rs.365.71 Crore (Previous Year Rs.281.09 Crore)	3,831.56		3,705.57	
Back Filling	5,418.99		5,194.99	
Mine Closure	373.13		250.71	
		9,623.68		9,151.27
<b>TOTAL</b>		<b>11,476.06</b>		<b>10,927.44</b>



## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

5.1 In respect of all open cast (OC) mines, overburden removal (OBR) adjustment is made as per accounting policy VI in Note 33. Out of 3 projects viz., SRP OC-I, SRP OC-II and Koyagudem OC-II for which Stripping ratio review was deferred during 2014-15, stripping ratio review for SRP OC-I & SRP OC-II are taken up as per the approved RCE. Stripping ratio in respect of Koyagudem OC-II is under review and necessary adjustments will be carried out in the year of review. The carrying amount of OBR provision of Koyagudem OC-II is Rs.1246.26 Cr (PY Rs.1013.76 Crore).

5.2 As per the stipulations in Environment Clearances (EC) the depth of final void in 8 opencast (OC) mines should be reduced to 30/35/40 metres from the surface as the case may be. Other OC projects are either on relay concept or no such stipulation in the EC.

The estimation of quantity of over burden (OB) required to backfill the final void, in order to comply with aforesaid stipulation requires technical estimation by professionals in mining and project planning fields. Services of in-house professionals having considerable experience in the field of mining, project planning, environment etc. were used to arrive at backfilling quantity and formation of final void.

Backfilling is not handled till date. However, in our opinion the cost of backfilling is more or less same as the cost for OB removal. Provision is being made from financial year 2009-10 on the basis of coal produced during the year in proportion of final void (total quantity to be backfilled in cubic meters) bears to the mineable/ extractable coal reserves, at the SCCL weighted average rate of OB Removal of outsourced operations.

As the provision is long-term in nature, intermittent changes in extractable Coal/OB reserves as part of general review of stripping ratios conducted at 5 years interval as per company's accounting policy VI – ii are not taken in to account to arrive at backfilling ratio.

5.3 The provision for mine closure (MCP) is made on the basis of guidelines of Ministry of Coal (MoC) dated 7th January 2013. Mine closure plan has been submitted for 15 OC and 21 UG mines for approval of MoC against 17 OC and 31 UG Mines. Approvals are received in respect 13 OC and 18 UG mines.

The provision made on the basis of guidelines is subject to approval of mine closure plan in respect of balance mines. During the year Rs.118.33 Crore (including Rs.6.10 Crore of interest accrued) was deposited (Cumulative Deposit Rs.133.97 Cr. including accrued interest of Rs.6.13 Cr) in designated account in respect of 30 mines.

### NOTE – 6

#### SHORT TERM BORROWINGS

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>SECURED</b>		
Loans payable on demand - from Banks	<b>610.00</b>	--
Cash Credit	<b>55.81</b>	13.50
Special Overdraft Account	--	0.35
<b>TOTAL</b>	<b>665.81</b>	<b>13.85</b>

6.1 Cash Credit and Special Overdraft Account - Secured by first charge in favour of participating banks ranking pari-passu on the stocks & receivables and other Current Assets.

6.2 Demand loans from banks are secured by Term Deposit Receipts of the respective banks.



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

NOTE – 7

TRADE PAYABLES

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Due to Micro, Small & Medium Enterprises	4.94	5.03
Due to Others (includes Stores-in-Transit net of Advances)	612.63	511.12
<b>TOTAL</b>	<b>617.57</b>	516.15

NOTE – 8

OTHER CURRENT LIABILITIES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(a) Current maturities of long-term debt (Government of India Loan) Refer Note 3.1 (i)		150.52		66.33
(b) Interest accrued but not due on borrowings		97.92		79.57
(c) Unclaimed dividend (Refer Note 16.1)		0.01		0.01
(d) Other payables				
(i) Salaries & Wages		457.69		243.85
(ii) Others				
Statutory Dues	1,496.11		368.49	
Deposits from Vendors	100.27		72.47	
Advances from Coal & Other Customers	423.14		492.56	
Deposits from Coal Customers	199.53		416.92	
Overdraft in Current Account	32.92		21.02	
Creditors for Capital Expenditure	726.26		576.63	
Other Liabilities	222.99		169.02	
		3,201.22		2,117.11
<b>TOTAL</b>		<b>3,907.36</b>		2,506.87

NOTE – 9

SHORT-TERM PROVISIONS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(a) Provision for Employee Benefits				
Gratuity (unfunded)	1.33		1.34	
Leave Encashment (unfunded)	83.37		83.13	
Monthly Monetary Compensation (unfunded)	32.00		32.00	
Superannuation Benefit (unfunded)	169.97		145.19	
Post Superannuation Medical Benefit (unfunded)	114.21		106.77	
Performance Related Pay (Net-off PLR/Spl. Incentive)	119.29		79.29	
Performance Linked Reward	333.30		229.65	
Corporate Special Incentive	223.85		98.00	
		1,077.32		775.37



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

Particulars	2015 - 16		2014 - 15	
<b>(b) Others</b>				
Income Tax (Net of Prepaid Taxes)	--		37.35	
Proposed Dividend	<b>129.99</b>		129.99	
Tax on Dividend	<b>26.46</b>		26.46	
Provision for CSR Expenditure	<b>0.33</b>		10.66	
Excise Duty on Closing Stock of coal (Refer Note 9.2)	<b>51.88</b>		39.70	
Shale & Stone (Shortages, damages & other Total)	<b>0.18</b>		0.18	
Provision for warranty on sales	<b>0.90</b>		0.87	
		<b>209.74</b>		245.21
<b>TOTAL</b>		<b>1,287.06</b>		1,020.58

9.1 Performance Related Pay for the period 2007-08 to 2015-16 payable to Executives of the Company as part of Revised Pay Package, which was adopted and provided by Company on par with other Central Public Sector Units, is pending approval from designated authority.

9.2 Royalty on Closing Stock of Coal not transacted in the Books Rs.159.79 Crore (Previous year Rs.106.77 Crore).

Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

NOTE – 10

FIXED ASSETS

Tangible Assets

(Rs. in Crore)

	Gross Block			Depreciation/ Amortisation			Provision for Diminution in value of Assets		Net Block			
	As at 31.03.2015	Additions during the year	As at 31.03.2016	Up to 31.03.2015	For the Year	Adjustments/ deductions	Up to 31.03.2016	As at 31.03.2015	As at 31.03.2016	As at 31.03.2015	As at 31.03.2016	
	1	2	3	4	5	6	7	8	9	10	11	12
1. Lands												
i) Freehold	555.92	366.19	--	922.11	3.27	--	--	3.27	--	--	918.84	552.65
ii) Lease hold	436.98	15.02	--	452.00	286.70	38.67	--	325.37	--	--	126.63	150.28
2. Buildings												
i) Factory	146.62	14.85	(0.74)	160.73	48.46	5.20	(0.48)	53.18	--	--	107.55	98.16
ii) Others	706.40	19.59	(0.07)	725.92	168.04	17.12	(0.06)	185.10	--	--	540.82	538.36
3. Roads	172.35	20.74	(5.12)	187.97	122.02	26.92	(5.11)	143.83	--	--	44.14	50.33
4. Railway sidings	39.55	5.80	--	45.35	28.27	2.25	--	30.52	--	--	14.83	11.28
5. Plant & Equipment	5103.11	530.94	(231.95)	5402.10	3014.35	526.12	(227.39)	3313.08	0.34	0.34	2088.68	2088.42
6. Furniture & Fixtures	14.46	0.94	(0.67)	14.73	10.61	0.88	(0.67)	10.82	--	--	3.91	3.85
7. Vehicles	41.30	9.13	(1.57)	48.86	27.52	3.78	(1.54)	29.76	--	--	19.10	13.78
8. Office Equipment	2.19	0.07	(0.23)	2.03	1.57	0.25	(0.22)	1.60	--	--	0.43	0.62
<b>Total</b>	7218.88	983.27	(240.35)	7961.80	3710.81	621.19	(235.47)	4096.53	0.34	0.34	3864.93	3507.73
Previous year	6402.12	929.12	(112.36)	7218.88	3009.24	809.76	(108.19)	3710.81	1.23	0.34	3507.73	

**Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)**

**NOTE – 10 (Contd...)**

**FIXED ASSETS**

**Intangible Assets**

(Rs. in Crore)

	Gross Block				Depreciation/Amortisation				Provision for Diminution in value of Assets		Net Block	
	As at 31.03.2015	Additions during the year	Adjustments/ deductions	As at 31.03.2016	Up to 31.03.2015	For the Year	Adjustments/ deductions	Up to 31.03.2016	As at 31.03.2015	As at 31.03.2016	As at 31.03.2016	As at 31.03.2015
	1	2	3	4	5	6	7	8	9	10	11	12
1. ERP - Software	17.59	1.77	--	19.36	17.42	0.07	--	17.49	--	--	1.87	0.17
2. Mine Development	1464.20	54.55	(89.98)	1428.77	810.18	105.92	(88.22)	827.88	--	--	600.89	654.02
Total	1481.79	56.32	(89.98)	1448.13	827.60	105.99	(88.22)	845.37	--	--	602.76	654.19
Previous year	972.06	509.43	0.30	1481.79	695.65	131.95	--	827.60	--	--	654.19	--
TOTAL	8700.67	1039.59	(330.33)	9409.93	4538.41	727.18	(323.69)	4941.90	0.34	0.34	4467.69	4161.92
Previous year	7374.18	1438.55	(112.06)	8700.67	3704.89	941.71	(108.19)	4538.41	1.23	0.34	4161.92	--

- 10 (i) Land measuring Acres:717, Guntas:12 ½ (Previous year Acres:717, Guntas:12 ½) shown under Fixed Assets has not been registered in the name of the Company.
- 10 (ii) Land measuring Acres 5.00 shown under Fixed Assets, for the land handed over to Ramagundam Municipality since the matter pending with the District Collector for fixing the market value.
- 10 (iii) Freehold lands include assigned lands.
- 10 (iv) Roads include Rs.46.26 Crore (Previous year Rs.17.14 Crore) and Plant and Machinery include Rs.1.92 Crore (Previous Year Rs.1.62) of grants receivable from Coal Conservation Development Advisory Committee.
- 10 (v) Depreciation for the year Rs.727.18 Crore includes - Capitalized Depreciation of Rs. 9.62 Crore (Previous Year Rs. 15.40 Crore)  
- Revenue Charge: Rs.717.56 Crore (Previous Year Rs. 926.31 Crore)



## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

### Note – 10.1

#### CAPITAL WORKS-IN-PROGRESS

(Rs. in Crore)

Particulars		Balance as at 31.3.2015	Additional expenditure	Deletions/ adjustments	Balance as at 31.3.2016
I.	Lands	149.44	276.38	381.21	44.61
II.	Buildings				
	a) Factory	599.17	401.98	14.85	986.30
	b) Others	47.42	51.64	40.33	58.73
III.	Plant & Equipment (including in transit)	4491.21	2027.43	536.81	5981.83
IV.	Furniture & Fixtures	0.60	1.34	0.94	1.00
V.	Vehicles	--	9.13	9.13	--
	<b>TOTAL</b>	5287.84	2767.90	983.27	7072.47
	Previous year's total	3396.18	2820.76	929.23	5287.84

10.1 Interest on borrowings from Power Finance Corporation for construction of STPP, capitalized for the year 2015-16 is Rs.442.06 Crore (Previous year Rs.319.05 Crore). Interest Capitalized up to 31.03.2016 is Rs.974.48 Crore.

### Note – 10.2

#### INTANGIBLE ASSETS UNDER DEVELOPMENT

(Rs. in Crore)

Particulars	Balance as at 31.3.2015	Additional expenditure during the year	Deletions/ adjustments during the year	Balance as at 31.3.2016
Development- Mines	142.71	40.20	58.02	124.89
<b>TOTAL</b>	142.71	40.20	58.02	124.89
Previous Year's total	574.02	81.05	512.36	142.71

### Note – 11

#### NON-CURRENT INVESTMENTS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Non-Trade Investments</b>				
<b>(A) Investment in Equity instruments</b>				
<b>Unquoted, fully paid-up Shares</b>				
14,750 Shares of Laxmi Porcelains Ltd of Rs.10/- each	0.01		0.01	
Less: Provision for Diminution in the value of Investments	0.01		0.01	
<b>Investments in Co-operative Societies</b>				
1,86,214 Singareni Collieries Co-operative Central Stores Ltd of Rs.10/- each		0.19		0.19





Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

Particulars	2015 - 16		2014 - 15	
<b>(B) Investments in debentures or bonds</b>				
<b>Quoted, fully paid-up</b>				
10,000 - 9.75% APPFC Power Bonds (Series 2/2012) of Rs.10 lakh each.		<b>1,000.00</b>		1,000.00
60 - 8.5% APSFC-Non SLR Bonds (Series II/2008) of Rs.10 lakh each.		<b>4.00</b>		6.00
8,000 - 9.95% APCPDCL Power Bonds (Series-1/2014) of Rs.10 Lakh each.		<b>800.00</b>		800.00
<b>(C) Investment Properties</b>		<b>3.36</b>		3.35
<b>TOTAL</b>		<b>1,807.55</b>		1,809.54

Particulars	2015 - 16	2014 - 15
Aggregate of quoted investments	<b>1804.00</b>	1806.00
Aggregate of unquoted investments	<b>0.19</b>	0.19
Aggregate of Diminution provided	<b>0.01</b>	0.01

**Note – 12**

**DEFERRED TAX ASSET (NET)**

(Rs. in Crore)

Particulars	2015 - 16	2014-15
<b>(A) Deferred tax asset:</b>		
Back filling & Mine Closure plan	<b>2,004.54</b>	1,851.00
Gratuity	<b>416.57</b>	333.14
Other Employee Benefits	<b>807.50</b>	584.05
VRS Amortisation	<b>--</b>	0.01
Overburden Removal	<b>1,326.93</b>	1,260.61
<b>Total (A)</b>	<b>4,555.54</b>	4,028.81
<b>(B) Deferred Tax Liability:</b>		
Fixed Assets- Excess of Net Book value over Written down value as per provisions of Income Tax Act	<b>130.55</b>	164.40
<b>Total (B)</b>	<b>130.55</b>	164.40
<b>Net Deferred Tax Asset (A-B)</b>	<b>4,424.99</b>	3,864.41

12.1 The amount of Net Deferred Tax Asset of Rs.4424.99 Crore (Previous year Rs.3864.41 Crore) includes amount of Rs.2004.54 Crore (previous year Rs.1851.00 Crore) on account of provision for backfilling and mine closure plan. As per the current estimates the amount of deferred tax asset (non-current) for backfilling and mine closure plan is realisable at the earliest after 8 to 9 years and so on, on commencement of Backfilling and Mine Closure activities at JK-5 OC, MOCP, GKOC etc. Similarly Long-term Provision for Backfilling & Mine Closure Rs.5792.12 Crore (previous year Rs.5445.70 Crore) will also crystallise simultaneously in the same time frame.



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

Note – 13

LONG-TERM LOANS AND ADVANCES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Unsecured considered good</b>				
Capital Advances		<b>489.08</b>		472.63
Security Deposits		<b>113.65</b>		121.85
Deposits under Protest (VAT, CST, Service Tax, WCT, APGST, Entry Tax)	<b>93.42</b>		66.29	
		<b>93.42</b>		66.29
<b>TOTAL</b>		<b>696.15</b>		660.77

NOTE – 14

INVENTORIES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
Stores and spares	<b>405.41</b>		428.26	
Loose tools	<b>1.82</b>		1.75	
	<b>407.23</b>		430.01	
Less: Provision for obsolete, Non-moving stores & shortages and damages	<b>26.56</b>		20.17	
		<b>380.67</b>		409.84
Finished goods		<b>921.91</b>		705.30
Work-in-progress		<b>0.91</b>		0.53
Stores in transit		<b>38.16</b>		35.66
<b>TOTAL</b>		<b>1,341.65</b>		1,151.33

NOTE – 15

TRADE RECEIVABLES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Unsecured considered good</b>				
Exceeding six months				
Coal	<b>687.46</b>		65.84	
		<b>687.46</b>		65.84
Not exceeding six months				
(a) Coal	<b>3,533.81</b>		2,122.96	
(b) Services	<b>1.28</b>		3.06	
		<b>3,535.09</b>		2,126.02
Unsecured considered doubtful	<b>343.42</b>		343.42	
Less: Provision for doubtful debts	<b>343.42</b>		343.42	
<b>TOTAL</b>		<b>4,222.55</b>		2,191.86



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

NOTE – 16

CASH AND BANK BALANCES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Cash and Cash Equivalent</b>				
Cash on hand		0.16		0.16
Balances with banks in Current and Deposit Accounts				
In Deposit Account (Maturity < 3 Months)	682.18		465.84	
In Current Account	8.71		17.71	
Unpaid dividend accounts	0.01		0.01	
		690.90		483.56
<b>Other Bank Balances</b>				
In Deposit Account (Maturity > 3 Months)	895.00		2055.00	
Deposit under Mine Closure Plan scheme	133.97		15.64	
Margin money deposit with SBI	0.88		0.25	
		1,029.85		2,070.89
<b>TOTAL</b>		<b>1720.91</b>		<b>2,554.61</b>

16.1 Balance with Banks includes unclaimed dividend of Rs.99,053.00 (Previous year Rs. 87,890.80).

16.2 Deposit amounting to Rs. 725 Cr. are pledged with banks against demand loans.

Deposit account includes an amount of Rs. 200 Crore held as Bank Guaranty.

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
16.3 Securities by way of deposits in the form of fixed deposit receipts etc., received from the Contractors / Suppliers etc., are kept in the Company's custody and not accounted for.	28.35	23.62

NOTE – 17

SHORT-TERM LOANS AND ADVANCES

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Loans &amp; Advances:</b>				
Unsecured, considered good				
Advances to Staff (Refer Note 13.1)		54.20		50.47
Advances Against Purchases, Services & others		247.34		132.21
Considered Doubtful Adv. Against purchases & services	0.60		0.76	
Less: Provision for Bad & Doubtful Advances	0.60		0.76	
Advance Tax (Net of pre-paid taxes)		19.74		-
Prepaid Expenses		0.21		1.38
CENVAT & VAT Credit available		97.92		104.77
Advance Fringe Benefit Tax		4.16		4.16
Security Deposits		88.17		29.10
<b>TOTAL</b>		<b>511.74</b>		<b>322.09</b>

Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

NOTE – 18

OTHER CURRENT ASSETS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
Interest Accrued On Investments – Government Securities		77.62		60.21
Interest accrued on Deposits with Banks		78.78		108.82
Interest Accrued on Loans and Advances		5.36		5.61
Other receivables considered good Stowing subsidy, Rent, Water, Electricity etc.		222.78		154.59
Other receivables considered doubtful	10.85		10.08	
Less: Provision	10.85		10.08	
<b>TOTAL</b>		<b>384.54</b>		<b>329.23</b>

NOTE – 19

REVENUE FROM OPERATIONS

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>(a) Sale of Coal</b>				
Turnover (Gross)		16367.69		14,132.88
Less : Statutory Levies				
Royalty	1,560.94		1,341.06	
Stowing excise duty	58.36		52.66	
Clean energy cess	1,267.51		508.02	
Excise Duty	873.49		800.62	
		3,760.30		2,702.36
		12,607.39		11,430.52
Less: Transfer to Development		3.91		12.64
Turnover (Net)		12,603.48		11,417.88
<b>(b) Income from Services</b>				
Consultancy Services		1.07		2.89
<b>(c) Other operating revenue</b>				
Penalty for Short lifting of Coal	2.22		-	
Subsidy received from CCDAC for stowing, protective works etc.	102.22		72.68	
Bonus for Supply of Coal	34.15		29.80	
		138.59		102.48
<b>TOTAL</b>		<b>12,743.14</b>		<b>11,523.25</b>



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

**NOTE – 20**

**OTHER INCOME**

(Rs. in Crore)

Particulars		2015 - 16		2014 - 15	
<b>(a)</b>	<b>Interest Income</b>				
	Interest on Investment (Non-trade) Gross	177.62	418.04	177.80	526.82
	Interest on Term Deposits	223.52		309.69	
	Interest on Sundry Debtors for Coal, Loans and Advances to others	16.90		39.33	
<b>(b)</b>	<b>Other non-operating income (net of expenses directly attributable to such income)</b>				
	Rents	5.41	87.19	5.35	111.63
	Electricity & Fuel	23.79		22.17	
	Water charges	1.03		0.70	
	Provisions and Liabilities no longer required	1.45		7.81	
	Gain on Exchange variation	--		25.11	
	Miscellaneous Receipts	55.51		50.49	
	<b>TOTAL</b>		<b>505.23</b>		<b>638.45</b>

**NOTE – 21**

**COST OF MATERIALS CONSUMED**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Stores & Spares	682.33	599.42
Explosives	342.12	300.00
Petrol, Oil and Lubricants (POL)	1,444.91	1,476.72
Internal Consumption of Coal	7.33	12.11
Others	21.80	(80.90)
<b>TOTAL</b>	<b>2,498.49</b>	<b>2307.35</b>

**NOTE – 22**

**CHANGES IN INVENTORIES**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Opening Stock	705.30	744.31
Less: Internal Consumption of Coal	8.00	12.11
Less: Closing Stock	921.97	705.30
<b>TOTAL</b>	<b>(224.67)</b>	<b>26.90</b>



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

**NOTE – 23**

**EMPLOYEE BENEFITS EXPENSES – SALARIES AND WAGES**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Salaries, Wages and Allowances	4,098.01	3,629.57
Provident Fund including administrative charges	405.00	391.00
Attendance Bonus	180.88	184.47
Performance Linked Reward	380.33	276.27
Gratuity	277.57	327.53
Superannuation Benefit	31.35	26.71
Workmen's Compensation, Group Insurance & Group Personal Accident Insurance	4.24	3.98
Directors' Remuneration (Refer Note 34.5)	1.67	1.57
Life cover premia under Gratuity Scheme with LIC	6.17	6.75
<b>TOTAL</b>	<b>5,385.22</b>	<b>4,847.85</b>

**NOTE – 24**

**EMPLOYEE BENEFITS EXPENSES – STAFF WELFARE EXPENSES**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
<b>Social Amenities:</b>		
Employee Welfare Expenses	95.03	68.69
Lumpsum/ Monthly Monetary Compensation for dependants	48.37	31.81
Grants to Singareni Collieries Educational Society	34.71	37.80
<b>TOTAL</b>	<b>178.11</b>	<b>138.30</b>

**NOTE – 25**

**POWER & FUEL**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Electricity	441.85	444.53
Others	0.74	--
<b>TOTAL</b>	<b>442.59</b>	<b>444.53</b>

**NOTE – 26**

**REPAIRS & MAINTENANCE**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Railway sidings	6.16	3.43
Buildings	52.45	37.67
Plant & Machinery	100.64	94.86
<b>TOTAL</b>	<b>159.25</b>	<b>135.96</b>



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

**NOTE – 27**

**CONTRACTUAL EXPENSES**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Coal Offloading	101.58	84.02
OBR Offloading	1,017.50	856.94
Transportation Charges	256.34	281.57
Hiring of Heavy Earth Moving Machinery (HEMM), Weighbridge and others	87.46	74.49
Others	83.02	67.58
<b>TOTAL</b>	<b>1,545.90</b>	<b>1,364.60</b>

**NOTE – 28**

**FINANCE COST**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Interest expense		
Interest on Cash Credit	0.24	0.05
Interest on Loans (Refer Note 10.1(i))	8.40	0.14
Interest on Others	32.27	39.05
<b>TOTAL</b>	<b>40.91</b>	<b>39.24</b>

**NOTE – 29**

**PROVISIONS**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Obsolete Stores	6.39	--
Shortage of coal	0.32	--
Doubtful Debts / Advances	0.87	331.55
Diminution in Value of Assets	--	0.22
Contribution to District Mineral Foundation Trust	467.87	--
Others	0.42	1.34
<b>TOTAL</b>	<b>475.87</b>	<b>333.11</b>

**NOTE – 30**

**WRITE-OFFS**

(Rs. in Crore)

Particulars	2015 - 16	2014 - 15
Bad & Doubtful Debts	0.09	--
Stores & Spares	--	--
Advances	0.09	0.26
Assets	10.04	7.07
Obsolete Stores	--	1.07
<b>TOTAL</b>	<b>10.22</b>	<b>8.40</b>



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 (Consolidated) (Contd.)

**NOTE – 31**

**OTHER EXPENSES**

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
(a) Selling & Distribution		93.14		57.53
(b) Gain/ Loss on Exchange Rate variance		9.75		0.01
(c) CSR Expense Provision		11.72		10.66
(d) Others:				
Rents	2.14		1.44	
Insurance	0.84		0.79	
Rates & Taxes	6.65		5.52	
Travelling Expenses	8.22		9.23	
Postage, Telegrams and Telephone	2.84		2.80	
Legal Expenses	6.33		2.60	
Bank Charges and Commission	2.72		1.49	
CISF Salaries and Wages	35.98		36.00	
Directors' Travelling Expenses	0.91		0.85	
Auditors' Remuneration				
Audit Fee	0.14		0.14	
Out of Pocket Expenses	0.04		0.04	
Advertisements	4.80		4.79	
Tax Audit	0.03		-	
Research and Development Expenses	3.00		1.57	
Journals and Periodicals	0.13		0.17	
Printing and Stationary	0.50		0.44	
Plantation Expenditure	7.63		7.18	
Other Expenses	33.26		33.89	
		116.16		108.94
<b>TOTAL</b>		<b>230.77</b>		<b>177.14</b>

**NOTE – 32**

**EXCEPTIONAL ITEMS**

(Rs. in Crore)

Particulars	2015 - 16		2014 - 15	
<b>Prior period Income:</b>				
Depreciation Provided in Earlier Years Written Back	--		0.01	
Credits & Adjustments pertaining to Earlier Years	--		1.02	
Other Income	--		(2.35)	
		--		(1.32)
<b>Prior period Expenditure:</b>				
Other Expenses	--		(1.04)	
		--		(1.04)
<b>TOTAL</b>		<b>--</b>		<b>0.28</b>





## Notes to Accounts as at 31<sup>st</sup> March 2016 (Consolidated)

### **N O T E – 33 SIGNIFICANT ACCOUNTING POLICIES (CONSOLIDATED)**

#### **I ACCOUNTING CONVENTION:**

Financial Statements are prepared on the basis of Historical Cost and on Accrual Basis following Going Concern concept. Accounting Standards and Generally Accepted Accounting Principles are followed except otherwise stated elsewhere.

#### **II SYSTEM OF ACCOUNTING:**

Company follows Mercantile System of Accounting except, in the following cases:

- a. Penalty for short lifting of coal, on termination of contracts, interest on belated payment of coal dues on realisation.
- b. Escalation in prices and duties for explosives, equipment and spares supplied on payment.
- c. Credit towards Powder factor is accounted as and when recovered from the suppliers of Explosives.
- d. Additional claims from contractors on Capital Works when claims are settled, other than subsidiary.
- e. Scrap on Realisation; and
- f. Insurance Claims on receipt.

#### **III INVENTORIES:**

##### **a) Coal**

- i) Wherever variation (+/-) between volumetrically measured coal stocks (including washery products) and the book stocks at any particular storage location grade-wise is more than (+/-) 5%, the volumetrically measured stock balances are adopted.
- ii) The quantities of closing stock of coal (including washery products) thus arrived at are valued after effecting a reduction of 5%, to provide for anticipated losses due to storage.
- iii) Closing stock of coal including stock at power houses, washeries, coal-in-wagons, washed coal, is valued at lower of cost and net realisable value.  
Closing stock of washery by products viz., rejects, slurry and fines are valued at net realisable value (shale and stone at nil value)
- iv) The cost is calculated by taking average cost of production per tonne. The cost of production is arrived at after excluding interest and other borrowing costs, selling and distribution costs and administrative overheads etc., to the extent not related to production of coal.
- v) Cost of washed coal is calculated at average cost of production of coal as at (iv) above plus washery charges adjusted to standard yield, and by deducting NRV of by products from cost thus arrived.
- vi) The net realisable value of grade-wise coal (including washed coal, rejects, slurry and fines) is arrived at on the basis of selling price of power utilities and mark up/ cost plus price wherever applicable less rehandling charges.

##### **b) Stores & Spares:**

- i) Stores & Spares (including loose tools) are valued at Weighted Average cost.
- ii) Provision for slow, non-moving and obsolescence is made annually on review of stores and spares.
- iii) Stock of Stores issued to Mines/ Depts., wherever charged to consumption on issue, such stocks as at year end are taken credit for.

- c) Stock of medicines, provisions, stationery and sand are not valued and are charged directly to consumption on receipt.



## Notes to Accounts as at 31<sup>st</sup> March 2016 - Significant Accounting Policies (Consolidated) (Contd..)

### IV PRE-PAID & PRIOR PERIOD ITEMS:

Transactions are accounted under Pre-paid & Prior period items, only where the individual item exceeds **Rs.50.00 lakh** in each case.

### V DEPRECIATION / AMORTISATION:

1. Depreciation is provided on Straight Line Method in respect of 18 MW Power House at Ramagundam from inception and on additions to Fixed Assets from 1.4.1985. Depreciation on other Fixed Assets is provided on written down value method on the assets purchased before 1.4.1985.
2. Depreciation is provided at the lives specified in Schedule-II of the Companies Act, 2013, except the following:  
LHDs (7 Years) and Jumbo Drills (7.5 Years) at CDF Panel, SDLs (4 Years), Self Contained Self Rescuers (10 Years), 35T Dumpers (6 Years), Hydraulic Shovels upto 5 CU.M (7 Years), Blast Hole Drills <160mm (7 Years), Coal Tubs (1 Year), Winding Ropes (1 Year), Safety Lamps (1 Year), Stowing Pipes (1 Year), and Assets whose actual cost does not exceed Rs.5000/- (1 Year) are depreciated on the basis of estimated life, which is lower than specified in Schedule-II.
3. Value of leasehold lands is amortised over a period of 10 years or over the lease period whichever is lower
  - From the date of possession in case of fresh leases.
  - From the date of payment in case of renewal of leases.
4. Intangible Assets –
  - a) ERP software was amortised over a period of 5 years.
  - b) Mine Development is amortised over Project life as estimated in the feasibility report/ latest estimate of Project life not exceeding 10 years.

### VI OVERBURDEN REMOVAL (OBR):

- i. Expenditure on Overburden Removal is charged at Stripping Ratio of the Open Cast projects irrespective of the Ratio of Actual Removal during the year. Expenditure on OB Removal is booked in the natural heads. The variance between actual OB Removal expenditure and OB Removal charge as per Stripping Ratio is shown as OB Removal adjustment account. Interest, Depreciation and Overheads on OB Removal are treated as period cost and not considered for arriving at OB Removal charge.
- ii. Stripping Ratio of the Open Cast Projects are to be generally reviewed starting from 2004-05, and thereafter 2009-10, 2014-15 and so on except those;
  - a) Projects that have not completed 5 years Revenue workings. Such projects will be taken up in the general review due after completion of 5 years.
  - b) In case of closure, reorganization, addition & deletion of coal / Overburden Provision etc., such review will be taken-up on occurrence.
- iii. Provision for future Overburden Removal is restated at current year cost and difference is taken to profit and loss account. Advance Action for Overburden removal is valued at weighted average cost.

### VII REVENUE RECOGNITION:

- a. Revenue in respect of Sale is recognized when the property in the goods with the significant risks and rewards of ownership are transferred to the buyer.
- b. Sales of coal are net of statutory dues and accepted deductions made by customers on account of quality of coal etc.
- c. The revenue recognition is done where there is a reasonable certainty of collection. Revenue recognition is postponed in case of uncertainty only as assessed by management.



## Notes to Accounts as at 31<sup>st</sup> March 2016 - Significant Accounting Policies (Consolidated) (Contd..)

### VIII FIXED ASSETS:

#### 1. Land:

- a. Lands are capitalized from the date of taking possession / Award whichever is earlier. Payments made for Renewal of Leasehold lands are capitalized from the date of payment.
- b. Freehold Lands include cost of acquisition, compensation, rehabilitation expenses and interest up to the date of taking possession.
- c. Leasehold Lands include cost of compensatory land, NPV, afforestation and deforestation expenditure with regard to acquisition of forest land.

#### 2. Railway sidings:

Complete track renewals and sleeper renewals on Railway Sidings are capitalised on completion of the work.

#### 3. Plant & Equipment:

- a. Following items are classified as Capital;
  - i) PVC Armoured Cables of all sizes; and
  - ii) G.I. Pipes of 2" Dia and above.
- b. Expenditure on Rehabilitation of HEMM and other Major Plant and Machinery is treated as Capital expenditure if such expenditure increases the future benefit from the Asset beyond its previously assessed standard of performance.
- c. Equipment received for Projects under construction/ Mines under development but not installed and commissioned by the end of the year is shown as Capital Works-in-Progress.

#### 4. Mine Development:

- a. The Projects/Mines under development are brought to Revenue --
  - i) either from the month following;
    - a) the achievement of 25% of the rated production, or
    - b) completion of two years after touching the coal
  - OR
  - ii) from the beginning of the year, wherein the value of production is more than the total related expenses of such developed project/ mine whichever is earlier.
- b. Expenditure incurred on Projects under Construction/Mines under Development till they are brought to revenue and Long wall / BG Projects up to the date of commissioning of the equipment are capitalised..
- c. Overheads specifically incurred for the projects under construction will be capitalised.
- d. Sale value of coal produced by Projects/Mines under construction is credited to Development Account at the Average Monthly Selling Price for the Area.
- e. Expenditure incurred on Prospecting Department including Drilling is apportioned based on average normal cost per metre drilled and treated as under:
  - i) Drilling done for production support and general prospecting is treated as Revenue Expenditure; and
  - ii) Drilling done for projects under construction is capitalised with the project cost.
- f. Residual Development Expenditure on Mines taken-up for reconstruction is treated as Development Expenditure of New Reconstruction Projects.



## Notes to Accounts as at 31<sup>st</sup> March 2016 - Significant Accounting Policies (Consolidated) (Contd..)

### IX. FOREIGN CURRENCY TRANSACTIONS:

- a. Monetary items related to Foreign currency transactions remaining unsettled at the end of the year are reported at the exchange rate at the Balance Sheet date.
- b. Profit or Loss on account of exchange differences either on settlement or on restatement is recognised in the Profit and Loss Account.

### X. GOVERNMENT GRANTS:

- a. Subsidy/Grants received/ receivable on Capital Account are deducted from the cost of respective assets to which they relate.
- b. Grants from Government towards Revenue Expenditure for the year will be exhibited separately as other operating revenue in the statement of Profit and Loss.

### XI. INVESTMENTS:

Long term investments are carried at cost except for other than temporary diminution in value.

### XII. EMPLOYEE BENEFITS:

1. (a) Gratuity is a defined benefit scheme. The cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in full in Profit & Loss Account. The retirement benefit obligations recognised in the Balance Sheet represents the present value of the defined benefit obligations as reduced by the fair value of scheme assets.  
(b) Leave encashment is provided based on actuarial valuation carried out at each balance sheet date.  
(c) Termination benefits viz., Monthly Monetary Compensation to dependants of deceased in mine accidents/ medical unfit, etc., & Low Productive Employees and Post Superannuation Medical Benefit to executives is provided on Actuarial Valuation.
2. Employers contribution under Coal Mines Provident Fund Act and Executives Superannuation, Pension Benefits are defined Contribution Plans and the expenditure/ provision on the above is charged to statement of Profit & Loss.
3. Voluntary retirement compensation is expensed in the year of incurrence.

### XIII BORROWING COSTS:

Borrowing costs are capitalised and added to the value of qualifying assets, where they are directly identified or at weighted average cost of borrowing if they are not directly identified.

### XIV TAXES ON INCOME:

Deferred tax liabilities and assets are recognized at substantively enacted tax rates, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods as required under AS-22 - Accounting for Taxes on income.

### XV PROVISIONS, CONTINGENT LIABILITIES:

Provisions are recognized when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Contingent Liabilities are disclosed when the Company has possible obligation or a present obligation and it is not probable that a cash outflow will be required to settle the obligation.

### XVI PROVISION FOR WARRANTIES:

The Subsidiary Company provides warranty cost at 1% of the revenue progressively as and when it recognizes the revenue and maintain the same through the warranty period.



Notes to Accounts as at 31<sup>st</sup> March 2016 (Consolidated) (Contd..)

NOTE – 34 ADDITIONAL NOTES (CONSOLIDATED)

34.1 Contingent Liabilities and commitments:

(Rs. in Crore)

Sl. No.	Particulars	31.3.2016	31.3.2015
a)	<b>Claims against the Company not acknowledged as debts :</b>		
i)	Demand from Divisional Forest Officer towards NPV for renewal of different mining leases – contested by the company.	7.91	7.91
ii)	Workmen Compensation (cases contested – court)	1.00	1.09
iii)	Motor Accident claims(cases contested – court)	0.82	0.61
iv)	Police Guard(excess man power billed disputed)	4.75	4.75
v)	S C Railways(damages, demurrages etc. disputed)	1.65	1.18
vi)	Water Royalty(billed at Industrial rate disputed)	0	4.15
vii)	Vacant Land Tax (Levy contested)	16.06	16.06
viii)	Contractors & Suppliers	1362.37	167.38
ix)	Other disputed claims & Legal cases etc.	10.86	4.92
x)	Service Tax demands raised on OBR contractors by Service Tax Department treating value of free issue explosives and HSD oil as additional consideration to them. The demands of Service Tax Department have been contested by the Service Providers. Pending adjudication of disputed demands, SCCL issued letter of comfort to the contractors with commitment to reimburse Service Tax, interest and penalty thereon in case the verdict goes against them. However, Larger Bench of CESTAT, New Delhi in the case of M/s. Bhayana Builders (P) Ltd., and others held that value of the goods and materials supplied free of cost of being neither monetary or non-monetary consideration and would be outside the taxable value or the gross amount charged to Service Tax. Further, in the appeal filed by M/s. SV Engg. Constructions, to whom comfort letter was given by SCCL, the Hyderabad Circuit Bench of CESTAT has given judgment in favour of M/s. SV Engg. Constructions. Favourable orders may be passed by the Hon'ble CESTAT in respect of appeals filed by other OB removal contractors of SCCL also. However, pending adjudication the service tax on the value of HSD & Explosives is considered as contingent liability.	337.64	337.64
xi)	(a) Customs, Central Excise & Service Tax Department, issued Notice No. O.C.No.650/2010, dated 22.09.2010, demanding Interest payment of Rs.13,82,17,534/- on alleged availment of Input Service Tax Credit on ineligible services of Rs.52,62,75,583/- (from 2006-07 to 2008-09), though the same was not utilized by SCCL. Appeal is filed before CESTAT Bangalore and the same is pending adjudication.	13.82	13.82
	(b) Excise Duty demands on quantity disputes etc.	6.97	5.49
	(c) Education Cess and Sec. Higher Education Cess demand raised by Excise Department from March, 2011 to March, 2015 contested.	37.19	37.72
	(d) Demand for Clean Energy Cess	0.44	0.47



**Notes to Balance Sheet as at 31<sup>st</sup> March 2016 - Note-34 Additional Notes (Consolidated) (Contd..)**

Sl. No.	Particulars	31.3.2016	31.3.2015
xii)	Tax Demands from Commercial Taxes Department (including entry tax) which are disputed and pending before various appellate authorities for adjudication.	21.09	14.20
xiii)	Tax Demands from Income Tax Department which are disputed and pending before various appellate authorities for adjudication.	60.47	56.77
xiv)	Service Tax demand on TDS Component on import Services for the period October, 2012 to March, 2014 and others raised by the Service Tax Department was disputed and pending before CESTAT for adjudication.	0.48	0.40
xv)	Profession Tax: Dy. C.T.O., KGM has issued a Demand Notice as per G.O. No. 14897/CT-IV/2004, Dt. 23.02.2013 for arrears of professional tax recovery from NCWA employees for the years 1990-91 to 2012-13. As per above mentioned G.O., Govt. has rescinded the orders keeping in abeyance payment of Profession Tax by employees of SCCL retrospectively.	176.44	176.44
xvi)	Claims in respect of suits filed by the Pattadars for additional compensation for Acres 1668, Guntas: 17¼ (Previous year: Acres 3688, Guntas: 23) contested by the Company and pending in Courts.	Not quantifiable	Not quantifiable
xvii)	Guarantees given by the Bank on behalf of the company for which counter guarantees of even amount are given by the company to the bank.	208.39	3.60
xviii)	An amount of Rs.10.66 Crore has been charged to M/s.B.G.R. Mining & Infra Pvt. Ltd., towards lead variation charges and recognised as income during the year 2012-13. As against recovered amount of Rs.10.66 Crore, an amount of Rs.5.81 Crore was released during the year 2013-14 keeping the Bank Guarantees for an amount of Rs.7.65 Crore as collateral security. A case has been filed by the contractor before the Hon'ble Principal Dist. Judge, Khammam challenging the above recovery.		
xix)	Coal pilferage was reported in financial year 2013-14 involving 12099 Tonnes, valued at Rs.4.04 Crore. The party made a conditional deposit of Rs.4.37 Crore and the amount is kept under deposits. Pending enquiry issue is not dealt in the books.		

The contingent liabilities indicated above are excluding interest wherever applicable.

**b) Capital Commitments:**

(Rs. in Crore)

Sl. No.	Particulars	31.3.2016	31.3.2015
i)	a) Estimated value of capital commitment for 2 x 600 MW Singareni Thermal Power Project, Jaipur, Telangana State.	1,038.27	1,828.71
	b) Estimated value of capital commitments of other contracts to be executed.	815.86	697.31
ii)	The balance value of Surrounding Habitats Assistance Programme (SHAPE) works to be executed.	11.44	15.61



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 - Note-34 Additional Notes (Consolidated) (Contd..)

34.2 Disclosures as per Accounting Standard AS:15 (Revised): Employee Benefits

Defined Benefit Plans:

a) Gratuity and Leave Encashment Plan:

(Rs. in Crore)

PARTICULARS	Gratuity		Leave Encashment	
	31.3.2016	31.3.2015	31.3.2016	31.3.2015
<b>Changes in the present value of obligations</b>				
Obligations at beginning of the year	3177.62	2993.48	522.75	436.80
Current Service cost	47.71	84.22	87.18	76.49
Interest cost	244.12	227.86	41.82	34.94
Benefits paid	(320.91)	(329.24)	(0.90)	(0.91)
Actuarial(gain)/loss	169.10	201.30	(89.89)	(24.57)
Obligations at the end of the year, at present value	3317.64	3177.62	560.96	522.75
<b>Change in Fair value plan assets</b>				
Plan assets at beginning of the year, at fair value	2001.57	1763.22	Unfunded	Unfunded
Expected return on plan assets	183.29	181.06		
Actuarial (gain)/loss	-	-		
Contributions	252.00	386.53		
Benefits paid	(320.91)	(329.24)		
Fair value of plan assets at the end of the year	2115.95	2001.57		
<b>Reconciliation of present value of the obligation and the fair value of the plan assets.</b>				
Present value of the defined benefit obligations at the end of the year.	3317.64	3177.62	560.96	522.75
Fair value of plan assets at the end of the year	2115.95	2001.58	-	-
Assets/(liability) recognized in the balance sheet	(1201.69)	(1176.04)	(560.96)	(522.75)
<b>Expense Recognised in Statement of Profit &amp; Loss:</b>				
Current Service cost	47.71	84.22	87.18	76.49
Interest cost	244.12	227.86	41.82	34.94
Expected return on plan assets	(183.29)	(181.06)	-	-
Actuarial(gain)/loss	169.10	201.30	(89.89)	(24.57)
Net cost	277.64	332.32	39.11	86.86
<b>Assumptions :</b>				
Interest rate	8%	8%	8%	8%
Expected return on plan assets	8.88%	9.50%	-	-
Expected rate of salary increase	6.25%	6%	6.25%	6%

In respect of subsidiary company expected return on plan assets is 8.35% and Expected rate of salary increase is 6%.



## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 - Note-34 Additional Notes (Consolidated) (Contd..)

- b) Contributory Post Retirement Medicare Scheme:** The actuarial liability (as certified by the Actuary) for Contributory Post Retirement Medicare Scheme for executives and their spouses amount to Rs.114.21 Crore as at 31.3.2016, as against provision of Rs.106.77 Crore upto 31.3.2015. An amount of Rs.12.56 Crore is charged to Revenue includes Rs.5.12 Crore paid under the Scheme.
- c) Monthly Monetary Compensation to dependants of deceased in mines accidents/ medical unfit, etc., & Low Productive Employees** are valued on actuarial basis and actuarial liability as at 31.3.2016 is Rs.194.72 Crore (Previous Year Rs.182.46 Crore). An amount of Rs.41.77 Crore charged against Revenue includes Rs.29.51 Crore paid under the Scheme.

### 34.3 Defined contribution plan includes the following: (Rs. in Crore)

Sl.No.	Particulars	31.3.2016	31.3.2015
i)	Provident Fund Scheme is a defined contribution plan and charged off to Statement of Profit & Loss.	405.00	391.00
ii)	Superannuation & Pension Benefit to the Executive Cadre employees was provided and charged off to Statement of Profit & Loss.	24.17	23.10

### 34.4 Related Party Transaction (AS-18):

#### Related Parties:

- i) Subsidiary Company: Andhra Pradesh Heavy Machinery & Engineering Limited, Vijayawada: On the recommendation of Audit Committee Board is ratifying/ approving certain transactions.
- ii) NTPC-SCCL Global Ventures Private Limited, a Joint Venture by SCCL and NTPC: Consequent to the cancellation of allotment of 214 Coal Blocks including Thalaipalli Coal Block by the Hon'ble Supreme Court vide its judgement dated 24.09.2014, the SCCL Board in the meeting held on 26.12.2014 decided for Voluntary winding up of NTPC-SCCL GVPL.
- iii) APMDC-SCCL Suliyari Coal Company Ltd., a Joint Venture by SCCL and APMDC: During the year there are no operations. The Joint Venture was formed for exploration of coal in Suliyari Coal Block. Hon'ble Supreme Court vide its judgement dated 25.08.2014 has cancelled this Coal Blocks allocation.

### 34.5 Details of remuneration of the Chairman & Managing Director and whole time Directors:

(Rs. in Crore)

Particulars	31.3.2016	31.3.2015
Salaries and allowances	1.40	1.56
Contribution to PF & Pension	0.18	0.20
Others	0.09	0.13
<b>Total</b>	<b>1.67</b>	<b>1.89</b>

### 34.6 Earnings Per Share (AS-20): (Basic and Diluted)

Sl.No.	Particulars	31.3.2016	31.3.2015
i)	Profit after Tax (Rs. in Crore)	1070.18	491.90
ii)	Number of Ordinary Equity Shares (fully paid-up) (Nos.)	1733198119	1733198119
iii)	Earnings per share ( i / ii ) (Rs.)	6.17	2.84





Notes to Balance Sheet as at 31<sup>st</sup> March 2016 - Note-34 Additional Notes (Consolidated) (Contd..)

34.7 Provisions:

i) Long-Term Provisions:

(Rs. in Crore)

Provided for	Opening Balance	Additions during the Year	Write back / Adj./Paid during the Year	Closing Balance
Gratuity	1176.04	277.65	252.00	1201.69
Leave Encashment	449.67	38.29	--	487.96
Monthly Monetary Compensation & Low Productive Employee Compensation	150.46	12.27	--	162.73
Backfilling	5194.99	224.00	--	5418.99
Mine Closure	250.71	122.42	--	373.13
Overburden Removal	3705.57	125.99	--	3831.56
<b>Total</b>	<b>10927.44</b>	<b>800.62</b>	<b>252.00</b>	<b>11476.06</b>

ii) Short -Term Provisions:

(Rs. in Crore)

Provided for	Opening Balance	Additions during the Year	Write back / Adj./Paid during the Year	Closing Balance
Gratuity	1.34	0	0.01	1.33
Leave Encashment	83.13	78.85	78.61	83.37
MMC & LPE	32.00	29.51	29.51	32.00
Superannuation Fund	145.19	24.78	--	169.97
Post Superannuation Medical Benefit- Executives	106.77	12.56	5.12	114.21
Performance Related Pay - Executives	79.29	40.00	--	119.29
PLB/ PLR (Exgratia)	229.65	382.20	278.55	333.30
Corporate Special Incentive	98.00	228.35	102.50	223.85
Income Tax	37.35	808.86	846.21	--
Proposed Dividend - Final	129.99	--	129.99	--
Tax on proposed dividend	26.46	--	26.46	--
Provision for CSR expenditure	10.66	0.05	10.38	0.33
Excise Duty on Closing Stock	39.70	12.18	--	51.88
Shale & Stone	0.18	--	--	0.18
Warranty Provision	0.87	0.19	0.16	0.90
<b>Total</b>	<b>1020.58</b>	<b>1617.53</b>	<b>1507.50</b>	<b>1130.61</b>



Notes to Balance Sheet as at 31<sup>st</sup> March 2016 - Note-34 Additional Notes (Consolidated) (Contd..)

34.8 Changes in Significant Accounting Policies:

Sl. No.	Existing	Sl. No.	Proposed	Remarks
IV.	PRE-PAID & PRIOR PERIOD ITEMS Transactions are accounted under Pre-paid & Prior period items, only where the individual item exceeds Rs.5.00 lakhs in each case.	IV.	PRE-PAID & PRIOR PERIOD ITEMS Transactions are accounted under Pre-paid & Prior period items, only where the individual item exceeds <b>Rs.50.00 lakh</b> in each case.	Impact of the change in policy is decrease in profit by Rs.0.63 Crore w.r.t Pre-paid amounts.

34.9 As required by Section 22 of the Micro Small and Medium Enterprises Development Act, 2006 (MSMED) the following information is disclosed on the basis of information available with the company.

(Rs. in Crore)

Particulars	31.3.2016	31.3.2015
The principal amount remaining unpaid (But not due)	4.94	5.03
Interest due thereon (interest due and / or payable)	Nil	Nil

34.10 a) The Company has formed a 50:50 Joint Venture Company under the name and style of NTPC-SCCL Global Ventures Pvt. Ltd., on July 31<sup>st</sup> 2007 with NTPC Ltd to undertake various activities in coal and power sectors including acquisition of coal / lignite mine block development and operation of integrated coal based power plants and providing consultancy services.

Details of Interest of the Company in Joint Venture as per AS-27:

i)	Name of the Joint Venture entity : NTPC – SCCL Global Ventures Private Limited
ii)	Country of Incorporation : India
iii)	Principal Activities : Coal & Lignite mining; and Setting up integrated power plants
iv)	Ownership interest : 50%
v)	Original cost of Investment: Rs.5 lakh

34.10 (b) The Company has formed a 51:49 Joint venture company under the name and style of APMDC-SCCL SULIYARI COAL COMPANY LIMITED, on July 1<sup>st</sup> 2013 with APMDC to carry on the business of Coal mining in Suliyari Coal Block including acquisition of coal / lignite mine blocks in India and abroad development and operation of integrated coal based power plants, to generate power through Wind, Tidal and Solar sources and providing consultancy services. The future capital commitment is Rs.158.98 Crore.

Details of Interest of the Company in Joint Venture as per AS-27:

i)	Name of the Joint Venture entity : APMDC – SCCL Suliyari Coal Company Ltd.
ii)	Country of Incorporation : India
iii)	Principal Activities : Coal & Lignite mining; generating power through Wind, Tidal and Solar sources and Setting up integrated power plants
iv)	Ownership interest: 49%
v)	Original cost of Investment: Rs.49,000 & Rs.9,70,51,000/- paid towards Share application



## Notes to Balance Sheet as at 31<sup>st</sup> March 2016 - Note-34 Additional Notes (Consolidated) (Contd..)

**34.11** Consequent to handing over of 9 schools, 2 colleges and 1 Polytechnic to Singareni Collieries Educational Society, all running expenses of these institutions, after deduction of receivables from these institutions viz., Grant-in-Aid, Fee collections from students, recoveries from the employees towards amenities provided etc., are being met by the Company by way of Educational Grant. Further, infrastructure used by the Society is continues to be under the ownership of the Company for which no recovery is made from the Society.

**34.12** Contractors performing Over Burden Removal are eligible for Bonus in respect of the quantity of explosives and HSD oil saved by them during the course of the contract, which is to be set off against future excess consumption as per contractual terms. Further, these contractors can claim and en-cash such accrued Bonus at the end of every financial year at their option. The value of explosives and HSD oil saved and not en-cashed by contractors for set off against future excess consumption amounts to Rs.17.68 Crore (Previous year Rs.11.38 Crore) as on 31.3.2016, not provided in Books of Account.

**34.13** Share deposit amount of Rs.0.05 lakh (P.Y Rs.0.05 lakh) received by subsidiary company APHMEL from public is pending allotment of shares.

**34.14 CIF Value of Imports:** (Rs. in Crore)

Particulars	31.3.2016	31.3.2015
Components, Stores & Spare Parts	78.09	38.98
Capital Goods	46.56	2.41

**34.15 Expenditure in Foreign Currency:** (Rs. in Crore)

Particulars	31.3.2016	31.3.2015
Foreign Tours	0.05	0.18
Consultancy Payments	2.14	0.56
Others	0.00	21.37

**34.16 Consumption of Stores & Spares:** (Rs. in Crore)

Particulars	31.3.2016		31.3.2015	
	Amount	% of total consumption	Amount	% of total consumption
Imported	57.71	2.31	51.90	2.25
Indigenous	2440.78	97.69	2255.45	97.75
<b>Total</b>	<b>2498.49</b>	<b>100.00</b>	<b>2307.35</b>	<b>100.00</b>

**34.17** Certain balances of trade receivables, trade payables, advances, deposits are subject to confirmation, reconciliation and adjustments, if any.

**34.18** Basis of Preparation of Consolidation of Financial Statements:

- As far as possible, the consolidated Financial Statements are prepared using uniform Accounting Policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate Financial Statements.
- Significant Accounting Policies and Notes to these Consolidated Financial Statements are intended to serve as a means of informative disclosure and a guide for better understanding the consolidated position of the companies. Recognizing this purpose the Company has disclosed only such Policies and Notes from Individual financial statements, which fairly present the needed disclosure.



**Notes to Balance Sheet as at 31<sup>st</sup> March 2016 - Note-34 Additional Notes (Consolidated) (Contd..)**

- c) The consolidated financial statements relate to The Singareni Collieries Company Limited and its Subsidiary company namely, Andhra Pradesh Heavy Machinery & Engineering Limited (APHMEL), Joint Ventures NTPC-SCCL Global Ventures Private Limited, (a Joint Venture by SCCL and NTPC), APMDC-SCCL Suliyari Coal Company Limited (a Joint Venture by SCCL and APMDC).
- d) The financial statements of the company and its subsidiary company are combined on a line-by-line basis adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses in accordance with Accounting Standard-21 - "Consolidated Financial Statements" as notified by the Companies Act, 2013.
- e) Shares in the Subsidiary i.e., APHMEL held by the Holding Company as at 31.03.2016 is 1,40,82,700 Equity Shares out of 1,72,71,293 Shares of Rs.10/- each and extent of holding is 81.54%. The excess of the purchase consideration paid over the parents portion of equity has been attributed as goodwill, details are given below:

Sl. No.	Date of investment	No. of Shares	Book value of investment (Rs. in Crore)	Cost of Investment (Rs. in Crore)	Capital profit (Rs. in Crore)	Goodwill (Rs. in Crore) (d-e+f)
(a)	(b)	(c)	(d)	(e)	(f)	(g)
1.	Up to 1997-98	601300	0.60	0.60	--	--
2.	20.06.1998	4902700	4.90	0.00	(14.16)	9.26
3.	22.12.2000	8578700	8.58	8.58	(5.69)	5.69
		14082700	14.08	9.18	(19.85)	14.95

- f) Interest in Joint Ventures have been accounted by using the proportionate consolidation method as per AS-27 - "Financial Reporting of Interest in Joint Venture". Whereby the company's share of each asset, liability of a jointly controlled entity has been considered. Such accounting has been carried out considering the latest available audited / un-audited financial statements as on 31.3.2016
- g) Joint Venture with, APMDC-SCCL Suliyari Coal Company Limited and NTPC-SCCL Global ventures Pvt. Ltd. were not consolidated as the Financial Statements are not made available.

**Signatures to Notes**

As per our report of even date  
M/s. Vaithisvaran & Co., LLP  
Chartered Accountants  
Firm Regn.No.004494S/ S200037

for and on behalf of the Board

Sd/-  
**S. Shankar Raman**  
Partner  
Membership No.209163

Sd/-  
**G. Srinivas**  
Chief (C.A) &  
Company Secretary

Sd/-  
**M. Krishna Mohan**  
General Manager (F&A)

Sd/-  
**J. Pavitrnan Kumar**  
Director (Finance) &  
C.F.O

Sd/-  
**N. Sridhar**  
Chairman &  
Managing Director

Date : 26-8-2016  
Place : Hyderabad



Sri N. Sridhar, C & MD presenting dividend cheque to Sri K. Chandrasekhar Rao, Hon'ble CM of Telangana



Sri N. Sridhar C & MD receiving Best Management Award from Hon'ble Minister of Home Affairs and Labour of Telangana



## **The Singareni Collieries Company Limited** (A Government Company)

Registered Office: Kothagudem Collieries (PO) - 507 101

Bhadradi Kothagudem District, Telangana, India.

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