

**M.S. Sethi & Associates**

Chartered Accountants

**Manoj Sethi**

B.Com., F.C.A.

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Kalbadevi, Mumbai - 400 002

Tel. 9324517501

**FIT FOR CONSOLIDATION**

We have audited the accompanying financial statements of **PT Brayan Bintang Tiga Energi** (the "Company") which comprise the Balance Sheet as at March 31, 2016 and the Statement of Profit and Loss for the year ended on that date and a summary of significant accounting policies and other explanatory information.

The financial statements have been prepared by the management of the Company in accordance with the accounting standards issued by the Institute of Chartered Accountants of India and accounting policies generally accepted in India only to enable their incorporation in the consolidation financial statements of Reliance Power Limited and not to report on the Company as a separate entity. We have conducted our audit in accordance with the auditing standards generally accepted in India.

The financial statements are the responsibility of the management of the Company. This responsibility includes the design, implementation and maintenance of internal control relevant to preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

Management of the Company 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 to give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets 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 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.

Our responsibility is to express an opinion on these special purpose financial statements prepared for the purpose outlined above.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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.

On this basis of information and explanations given to us and in our opinion, the accompanying financial statements of the Company, together with the notes thereon and attached thereto, fairly present, in all material respects, in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2016 and its Loss for the year ended on that date.

We report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet and the Statement of Profit and Loss 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.

This report is intended solely for information and use of the Company, Reliance Power Limited, for the express purpose of completion of consolidated accounts of Reliance Power Limited for the year ended March 31, 2016 and not to be used for any other purpose.

**For M.S. Sethi & Associates**  
Chartered Accountants  
Regn.No.109407W

**Manoj Sethi**  
Proprietor  
Membership No.39784

Place: Mumbai  
Date : May 20, 2016

**PT Brayan Bintang Tiga Energi**  
**Balance Sheet as at March 31, 2016**

Particulars	Note	As at March 31, 2016 Rupees	As at March 31, 2015 Rupees
<b>Equity and Liabilities</b>			
<b>Shareholders' funds</b>			
Share Capital	3.1	2200,23,632	2200,23,632
Reserves and Surplus	3.2	14,08,852	16,27,003
<b>Share Application money pending allotment</b>		<b>2214,37,737</b>	<b>1949,59,591</b>
<b>Non-current liabilities</b>			
Long term provisions	3.3	-	1,17,111
<b>Current liabilities</b>			
Other Current liabilities	3.4	132,38,787	128,73,408
<b>Total</b>		<b>4561,09,008</b>	<b>4296,00,745</b>
<b>Assets</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible Assets	3.5	18,811	18,811
Capital work in progress	3.6	4504,00,293	4254,94,754
<b>Current assets</b>			
Cash and Bank balances	3.7	29,43,854	17,88,002
Short term loans and advances	3.8	26,99,285	22,54,190
Other current assets	3.9	46,765	44,988
<b>Total</b>		<b>4561,09,008</b>	<b>4296,00,745</b>

Significant Accounting Policies 2

The notes are an integral part of these financial statements

As per our Report of even date

**For M.S.Sethi & Associates**  
Chartered Accountants  
Regn. No:109407W

**For PT Brayan Bintang Tiga Energi**

**Manoj Sethi**  
Proprietor  
Membership No.39784

**Ashutosh Agrawala**  
Authorised Signatory

Place: Mumbai  
Date : May 20, 2016

Place: Mumbai  
Date : May 20, 2016

**PT Brayan Bintang Tiga Energi**  
**Statement of Profit and Loss for the year ended March 31, 2016**

Particulars	Note	Year Ended March 31, 2016 Rupees	Year Ended March 31, 2015 Rupees
Revenue:			
Other Income	3.10	2,47,701	61,08,359
<b>Total Revenue</b>		<b>2,47,701</b>	<b>61,08,359</b>
Expenses:			
Finance Cost	3.11	46,467	1,23,624
Other Expenses	3.12	4,19,383	4,67,412
<b>Total Expenses</b>		<b>4,65,850</b>	<b>5,91,036</b>
<b>Profit/(Loss) before tax</b>		<b>(2,18,149)</b>	<b>55,17,323</b>
Tax expense:			
Current Tax			
<b>Profit/(Loss) for the Year</b>		<b>(2,18,149)</b>	<b>55,17,323</b>
Significant Accounting Policies	2		

The notes are an integral part of these financial statements

As per our Report of even date

**For M.S.Sethi & Associates**  
Chartered Accountants  
Regn. No:109407W

**For PT Brayan Bintang Tiga Energi**

**Manoj Sethi**  
Proprietor  
Membership No.39784

**Ashutosh Agrawala**  
Authorised Signatory

Place: Mumbai  
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**PT Brayan Bintang Tiga Energi**  
**Notes to the financial statements for the year ended March 31, 2016**

**1. Background**

PT Brayan Bintang Tiga Energi incorporated in Indonesia, was established on 18th January 2005 through Notarial Deed No. 25 of Public Notary Linda Herawati, SH, LL.M. The Company is engaged in mining. To achieve its aims and objective, the Company may engage in business activities in general mining, which include excavation of peat coal, coal gasification, and manufacture of coal briquettes, drilling sand, stone, limestone, including quarrying, processing and marketing outputs, except mining and petroleum of gas.

**2. Significant Accounting Policies**

**a) Basis of Preparation of Financial Statements**

These financial statements are prepared on an accrual basis of accounting and in accordance with the generally accepted accounting principles in India, provisions of the Companies Act, 2013 (the Act) and comply in material aspects with the accounting standards notified under the Act.

**b) Use of Estimates**

The preparation and presentation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

**c) Tangible Assets and Capital Work-In-progress**

Tangible assets are stated at cost of acquisition or construction, including any cost attributable to bringing the assets to their working condition for their intended use. The construction cost includes all project related expenditure, viz, civil works, machinery under erection, construction and erection materials, pre-operative expenditure incidental/attributable to construction of project and borrowing cost incurred prior to the date of commercial operation. These expenses are net of recoveries and income (net of tax) from surplus funds arising out of project specific borrowings.

**d) Investments**

Long-term investments are stated at cost less provision for diminution other than temporary, if any, in the value of such investments. Current investments are valued at lower of cost and fair value.

**e) Provisions & Contingent Liabilities**

Provisions: Provisions are recognised when there is present obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation.

**f) Revenue Recognition**

Revenue is recognised when it is reasonably certain that the ultimate collection will be made. Interest on Fixed Deposit and other deposits is recognised on time proportionate basis.

**g) Accounting for Taxes on Income**

Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future. However in respect of unabsorbed depreciation or carry forward loss, the deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the assets will be realised in future.

**h) Cash and Cash Equivalents**

In the cash flow statements, cash and cash equivalents includes cash in hand, demand deposits with banks, other short-term highly liquid investments, with original maturities of three months or less.

**i) Foreign Currency Transactions :**

Foreign currency transactions are accounted at the exchange rates prevailing on the date of the transactions. Exchange differences arising on reporting of short term foreign currency monetary items at rates different from those at which they were initially recorded are recorded in the Profit and Loss Statement of account.

Non-monetary items denominated in foreign currency are stated at the rate prevailing on the date of transaction.

**PT Brayan Bintang Tiga Energi**  
**Notes to the financial statements for the year ended March 31, 2016**

	As at March 31, 2016 Rupees	As at March 31, 2015 Rupees
<b>3.1 Share Capital</b>		
<b>Authorised Share Capital</b>		
144,888 (Previous Year : 144,888) equity shares of IDR 1,000,000 each	7980,66,943	7980,66,943
	<u>7980,66,943</u>	<u>7980,66,943</u>
<b>Issued capital</b>		
39,945 (Previous Year : 39,945) equity shares of IDR 1,000,000 each	2200,23,632	2200,23,632
	<u>2200,23,632</u>	<u>2200,23,632</u>
<b>Subscribed and fully paid up capital</b>		
39,945 (Previous Year : 39,945) equity shares of IDR 1,000,000 each	2200,23,632	2200,23,632
	<u>2200,23,632</u>	<u>2200,23,632</u>

PT Brayan Bintang Tiga Energi

Notes to the financial statements for the year ended March 31, 2016

	As at March 31, 2016 Rupees	As at March 31, 2015 Rupees
<b>3.2 Reserves and Surplus</b>		
<b>Surplus/(Deficit) in the Statement of Profit and Loss</b>		
Balance as per last Balance Sheet	16,27,001	(38,90,320)
Profit for the year	(2,18,149)	55,17,323
<b>Net surplus/(deficit) in the Statement of Profit and Loss</b>	<b>14,08,852</b>	<b>16,27,003</b>
<b>Total Reserve and Surplus</b>	<b>14,08,852</b>	<b>16,27,003</b>
<b>3.3 Long Term Provisions</b>		
Provision for Gratuity	-	1,17,111
	-	<b>1,17,111</b>
<b>3.4 Other Current Liabilities</b>		
Loan from related party	57,95,505	18,02,092
Other Liabilities	62,53,070	107,03,362
Payable to employees	10,99,003	3,07,678
Statutory Dues	91,208	60,276
	<b>132,38,787</b>	<b>128,73,408</b>

PT Brayan Bintang Tiga Energi  
Notes to the financial statements for the year ended March 31, 2016

3.5 Tangible Assets and Depreciation

Particulars	Gross Block (At Cost)				Depreciation/Amortisation			Net Block		
	As at April 1, 2015	Additions during the year	Deductions during the year	As at March 31, 2016	As to April 1, 2015	For the year	Deductions during the year	Up to March 31, 2016	As at March 31, 2016	As at March 31, 2015
<u>Tangible assets</u>										
Office Equipments	64,493	-	-	64,493	45,682	-	-	45,682	18,811	18,811
Total Tangible assets	64,493	-	-	64,493	45,682	-	-	45,682	18,811	18,811
Previous year	64,493	-	-	64,493	29,559	16,124	-	45,682	18,811	-



PT Brayan Bintang Tiga Energi  
Notes to the financial statements for the period ended March 31, 2016

3.6 Capital Work in Progress

Particulars	Rupees			
	As at April 1, 2015	Incurred during the Year	Capitalised/ Adjusted	As at March 31, 2016
<b>Expenditure pending allocation</b>				
Rent	5,67,514	33,218	-	6,00,732
Employee Cost				
- Salaries and Other Costs	1211,05,266	70,88,670	-	1281,93,934
Depreciation	45,682	2,674	-	48,356
Rates and Taxes	565,90,189	33,12,401	-	599,02,590
Legal and Professional Charges	900,53,589	52,71,118	-	953,24,707
Site Expenses	904,17,652	52,92,428	-	957,10,080
Survey and Investigation Expenses	538,17,411	31,50,101	-	569,67,512
Travelling and Conveyance	97,32,278	5,69,661	-	103,01,939
Miscellaneous Expenses	31,66,174	1,85,268	-	33,50,442
<b>Total</b>	<b>4254,94,754</b>	<b>249,05,539</b>	<b>-</b>	<b>4504,00,293</b>

**PT Brayan Bintang Tiga Energi**

**Notes to the financial statements for the year ended March 31, 2016**

	As at March 31, 2016 Rupees	As at March 31, 2015 Rupees
<b>3.7 Cash and Bank Balances</b>		
Cash and Cash Equivalents	29,43,854	17,88,002
Bank Balance in current account		
	<u>29,43,854</u>	<u>17,88,002</u>
<b>3.8 Short term loans and advances</b> (Unsecured and considered good unless stated otherwise )		
Loans and Advances to related parties	26,59,618	22,16,001
Prepaid Expenses	39,667	38,189
	<u>26,99,285</u>	<u>22,54,190</u>
<b>3.9 Other Current Assets</b> (Unsecured, considered good)		
Security deposits	46,765	-
Other Receivables	-	44,988
	<u>46,765</u>	<u>44,988</u>

**PT Brayan Bintang Tiga Energi**

**Notes to the financial statements for the year ended March 31, 2016**

	<b>Year Ended March 31, 2016 Rupees</b>	<b>Year Ended March 31, 2015 Rupees</b>
<b>3.10 Other Income</b>		
Interest Income - Others	-	1,161
Gains on foreign exchange fluctuations	2,47,701	61,07,198
	<u>2,47,701</u>	<u>61,08,359</u>
<b>3.11 Finance Cost</b>		
Bank and Other Finance Charges	46,467	1,23,624
	<u>46,467</u>	<u>1,23,624</u>
<b>3.12 Other expenses</b>		
Statutory Audit Fees	4,18,728	3,98,104
Miscellaneous Expenses	655	69,308
	<u>4,19,383</u>	<u>4,67,412</u>