

Audited Project Financial Statements

Project Number: 47100

Loan Number: 3066

Period covered: 1 April 2014 to 31 March 2015

IND: Madhya Pradesh Power Transmission and Distribution System Improvement Project

Prepared by Madhya Pradesh Madhya Kshetra Vidyut Vitaran Company Limited, Bhopal

For the Asian Development Bank

Date received by ADB: 16 October 2015

The audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff. These documents are made publicly available in accordance with ADB's Public Communications Policy 2011 and as agreed between ADB and the Madhya Pradesh Madhya Kshetra Vidyut Vitaran Company Limited, Bhopal.



To
Managing Director
M.P.Madhya Kshetra Vidyut Vitaran Company Limited .
Nishtha Parisar, Govindpura
Bhopal

INDEPENDENT AUDITOR'S REPORT

1. We have audited the attached Project Account of **Madhya Pradesh Power Transmission & Distribution System Improvement** under Asian Development Bank **Loan Account No. 3066-IND** for the period ended on 31/03/2015 of M/s Madhya Pradesh Madhya Kshetra Vidhut Vitaran Co. Ltd. Bhopal. Maintenance of proper record of this Project Account is the responsibility of the Company's Management & our responsibility is to express an opinion on these Project Accounts based on our audit.
2. We have conducted our audit in accordance with auditing standards generally followed in India. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free of material misstatement. An audit includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. Based on records examined by us and explanations provided by the management we hereby certifies that;
 - (a) The loan amount received was used for the purpose of the project and
 - (b) The expenditure statement (Project Account) is found correct the irregularities reports separately in our report.

During the course of audit as referred to above statement of expenditure and the connected documents were examined and found correct.





MISHRA TIWARI & ASSOCIATES

CHARTERED ACCOUNTANTS

212, 1st Floor, Haregovind Complex, Zone-1, M.P. Nagar, Bhopal-11
Email : akashne@gmail.com Mobile : 9827668668

4. On the basis of information and explanations that have been obtained as required and according to the best of our information, as a result of audit, it is certified that the expenditure statement (Project Account) read with observation of the project for the period ended 31st march 2015.

**FOR MISHRA TIWARI & ASSOCIATES
CHARTERED ACCOUNTANTS**

**(CA AKASH NEMA)
PARTNER
M NO 417266
FRN NO 005188C
BHOPAL
15 SEPT 2015**



PROJECT ACCOUNT
M P MADHYA VIDYUT VIRTRAN CO LIMITED
LOAN NO. 3066 OF MADHYA PRADESH POWER TRANSMISSION & DISTRIBUTION SYSTEM IMPROVEMENT
PROJECT III
FOR THE PERIOD ENDED ON 31/03/2015

(Amount in Rs.)

Expenditure Category		ADB Financed	DISCOM-C Financed	Total
For current period 2014-2015				
Moblization advance	Supply	106482225		106482225
	Erection	12203781		12203781
	Civil work	7885032		7885032
	Consumer Indexing			0
Sub Total		126571038	0	126571038
Equipment Cost		159584631		159584631
Work & Erection Cost		3743670		3743670
Civil		8651122		8651122
Consultancy Charges		0	7108644	7108644
Other Charges		0	10436751	10436751
Interest & Commitment charges		5399788	0	5399788
Sub Total		177379211	17545395	194924606
Grand Total (A+B)		303950249	17545395	321495644

Expenditure Category		ADB Financed	DISCOM-C Financed	Total
Cumulative Since start of Project				
Moblization advance	Supply	106482225	0	106482225
	Erection	12203781	0	12203781
	Civil work	7885032	0	7885032
	Consumer Indexing	0	0	0
Sub Total		126571038	0	126571038
Equipment Cost		159584631	0	159584631
Work & Erection Cost		3743670	0	3743670
Civil		8651122	0	8651122
Consultancy Charges		0	7108644	7108644
Other Charges		0	11214497	11214497
Interest & Commitment charges		5399788	0	5399788
Sub Total		177379211	18323141	195702352
Grand Total (A+B)		303950249	18323141	322273390

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MISHRA TIWARI & ASSOCIATES
 BHOPAL
 CHARTERED ACCOUNTANTS

PROJECT ACCOUNT
M P MADHYA VIDYUT VIRTRAN CO LIMITED
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PROJECT III
FOR THE PERIOD ENDED ON 31/03/2015

(Amount in \$.)

Expenditure Category		ADB Financed	DISCOM-C Financed	Total
For current period 2014-2015				
Moblization advance	Supply	1803909		1803909
	Erection	208454		208454
	Civil work	134685		134685
	Consumer Indexing			0
Sub Total		2147048	0	2147048
Equipment Cost		2575586		2575586
Work & Erection Cost		60252		60252
Civil		139300		139300
Consultancy Charges			117200	117200
Other Charges			172070	172070
Interest & Commitment charges		86593	0	86593
Sub Total		2861731	289270	3151001
Grand Total (A+B)		5008779	289270	5298049

Expenditure Category		ADB Financed	DISCOM-C Financed	Total
Cumulative Since start of Project				
Moblization advance	Supply	1803909	0	1803909
	Erection	208454	0	208454
	Civil work	134685	0	134685
	Consumer Indexing	0	0	0
Sub Total		2147048	0	2147048
Equipment Cost		2575586	0	2575586
Work & Erection Cost		60252	0	60252
Civil			0	
Consultancy Charges		139300	117200	256500
Other Charges		0	184989	184989
Interest & Commitment charges		86593	0	86593
Sub Total		2861731	302189	3163920
Grand Total (A+B)		5008779	302189	5310968

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Notes:

1 The Counterpart funding in the Project Account in Dollar Terms is Prepared by using Average rate calculated on the basis of disbursement during the year by ADB.

2 Interest are Calculated by using $((\text{LIBOR RATE} + 1) + (.6 \text{ Spread}) + .1 \text{ Premium}) - (.02 \text{ Rebate})$.

3 Commitment Charges Calculated on .15% P.A on loan Disburesment Amount.

4. During our verification we found that an amount of Rs 107166464/- (1830528 USD)paid by M.P.M.K.V.V.VO.LTD in previous year out of their counter part fund their after above said amount was reimbursed by ADB to M.P.M.K.V.V.VO.LTD. Further we have dedcted this amount out of the M.P.M.K.V.V.VO.LTD Counter part Funds (Cumulative Since start of Project)

5 Doller Exchange Rate Difference in Reimbersment of loan ADB to M.P.M.K.V.V.VO.LTD also considered and adjusted the M.P.M.K.V.V.VO.LTD Counter part Funds (Cumulative Since start of Project)

RATIO AS ON 31.03.2015									
Debt Srvce Coverage Ratio (DSCR)									
Self Financing Ratio					30.54				

FOR MISHRA TIWARI & ASSOCIATES
CHARTERED ACCOUNTANTS

(CA AKASH NEMA)
PARTNER
M NO :417266
FRN NO 005188C
BHOPAL



FOR M.P.M.K.V.V.VO.LTD


CFO


CGM(RP)