

AUDITORS' REPORT

TO THE MEMBERS OF GMR MAHARASHTRA ENERGY LIMITED

1. We have audited the attached Balance Sheet of GMR MAHARASHTRA ENERGY LIMITED ('the Company') as at 31st March 2011 and the Profit and Loss account and Cash Flow Statement, annexed thereto for the Period ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 (as amended) issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
 - I. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - II. In our opinion, proper books of account, as required by law have been kept by the company, so far as appears from our examination of the books.
 - III. The said Balance Sheet, the Profit & Loss Account & the cash flow statement are in agreement with books of account.
 - IV. In our opinion, the Balance Sheet, the Profit & Loss Account & the cash flow statement complies with the mandatory Accounting Standards referred in Section 211 (3C) of the Companies Act, 1956, and

- V. On the basis of written representations received from the directors as at 31st March 2011 and taken on record by the board of directors, we report that none of the directors is disqualified as at 31st March 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the companies act,1956.
- VI. In our opinion, and to the best of our information and according to the explanations given to us, the said accounts, together with and subject to notes annexed thereto, give the information required by Companies Act, 1956, 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 Balance Sheet of the state of affairs of the company as at 31st March 2011;
 - b. In the case of the Profit & Loss Account, of the loss incurred during the Period ended on that date; and
 - c. In case of the Cash Flow Statement, of the cash flows for the Period ended on that date

PLACE : BANGALORE

FOR GIRISH MURTHY & KUMAR
Chartered Accountant

DATE : 4th May,2011

(A.V.Satish Kumar)
Partner.
Membership No: 26526
FRN : 000934S

**Annexure referred to in paragraph 4 of our report of even date
Re: GMR Maharashtra Energy Limited**

- i) The company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- ii) The fixed assets are physically verified by the Management and there were no material discrepancies between the book records and the physical inventory. No substantial parts of the Fixed Assets have been disposed during the year.
- iii) The company has not commenced its operations and therefore had no stocks of finished goods, stores, spare parts and raw materials during/ at the end of the year.
- iv) The company has not taken loans from companies listed in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year and year-end balance of such loans aggregates to Rs. Nil and Rs. Nil ,respectively.
- v) In our opinion, the rate of interest and other terms and conditions of such loan are not prejudicial to the interest of the company.
- vi) The company has not granted any loans, secured or unsecured to the companies, firms or other parties listed in the register maintained under section 301 of the companies act 1956.
- vii) The company is yet to commence its operations and has not purchased raw materials or components during the year. In our opinion, for the purchase of assets there is an adequate internal control procedure commensurate with the size of the company and the nature of its business. Further we have not noticed any evidence of persisting failures to correct major weakness in internal control.
- viii) In our opinion and according to the information and explanations given to us the company has not entered into any contract falling under Section 297 and hence no particulars of transactions need to be entered in the Register in pursuance of section 301 of the act.
- ix) The company has not accepted deposits from the public during the year to which the provisions of section 58A and 58AA of the companies Act, 1956 and the rules framed there under are applicable.
- x) In our opinion, the company's present Internal Audit system is commensurate with the size and nature of its business.
- xi) The central government has not prescribed the maintenance of cost records by the companies under section 209(i)(d) of the companies act, 1956.

- xii) According to the information and explanations given to us and the records of the company examined by us, in our opinion the Company is generally regular in payment of undisputed statutory dues of income tax as applicable with appropriate authorities. We are informed by the company that the provisions of Employee state insurance scheme, Provident fund, , service tax investor education and protection fund, sales tax, excise, customs are not applicable .
 - xiii) According to the information and explanations given to us and the records of the company examined by us there are no undisputed/disputed amounts payable in respect of income tax, Provident fund, employees state insurance, sales tax, service tax, custom duty, excise duty, cess as at 31st March 2011, which are outstanding for a period of more the than six months from the date they become payable.
 - xiv) The company has not granted any loans/advances on the basis of security by way of shares, debenture etc. As such no records and documents have been maintained.
 - xv) The Company is having accumulated losses of Rs 22,060/as at March 31,2011 and the company has incurred a cash loss of Rs 22,060/ during this Period and incurred a cash loss of Rs. Nil in the preceding year.
 - xvi) According to the records of the company examined by us and information and explanations given to us, the company has not taken any term loans from any financial institutions or bank as the balance sheet date. Hence reporting requirement under this clause is not required.
 - xvii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 - xviii) In our opinion, the company is not dealing or trading in shares, debentures and other investments and as such no records have been maintained.
 - xix) We have been informed by the company that it has not given any guarantee for any loans taken by the others from banks and financial institutions.
 - xx) On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, the Company has not used funds raised on short- term basis for long-term investment.
 - xxi) No Preferential allotment of shares is made by the company to parties and companies covered in the registers maintained under section 301 of the act.
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- xxii) The company has not issued any debentures and therefore no securities have been created.
- xxiii) During the course of examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in india and according to the information and explanations given to us, we have not come across any instance of fraud on or by the company during the year.
- xxiv) The company is not covered under special statutory provisions applicable to the chit fund, Nidhi or mutual benefit societies.
- xxv) According to the information and explanations given to us and based on such examination, we are of the opinion that other provisions of the Companies (Auditors' report Order) 2003 are not applicable for the year covered under this report.

PLACE : BANGALORE

FOR GIRISH MURTHY & KUMAR
Chartered Accountant

DATE : 4th May,2011

(A.V.Satish Kumar)
Partner.
Membership No: 26526
FRN No : 000934S

GMR Maharashtra Energy Limited
Balance Sheet as at March 31, 2011

(Amount in Rupees)

	Sch. Ref	March 31, 2011		March 31, 2010	
I. Sources of Funds:					
1. Shareholders' Funds					
a) Share Capital	1		500,000		-
b) Share Application money pending allotment			19,300,000		
Total			19,800,000		-
II. Application of Funds:					
1. Fixed Assets					
a) Gross Block - Land			-		-
b) Less : Depreciation			-		-
c) Net Block			-		-
d) Capital Work in Progress (including capital advances)	2	18,340,994	18,340,994		-
2. Current Assets, Loans and Advances					
a) Cash and Bank Balances	3	1,453,698			-
b) Loans and Advances	4	35,000			-
		1,488,698			-
Less : Current Liabilities and Provisions					
a) Liabilities	5	51,752			-
b) Provisions		-			-
		51,752			-
Net Current Assets			1,436,946		-
3. Profit and Loss Account					
Total			22,060		-
			19,800,000		-
Statement of Significant Accounting Policies and Notes to the Accounts	7				

The Schedules referred to above form an integral part of the Balance Sheet
This is the Balance Sheet referred to in our report of even date.

For Girish Murthy & Kumar
Chartered Accountants
Firm Registration No:000934S

For and on behalf of the Board

A.V.Satish Kumar
Partner
Membership No. 26526

B V N Rao
Director

Avinash Shah
Director

Place: Bangalore
Date: May 4, 2011

Place: Bangalore
Date: May 4, 2011

GMR Maharashtra Energy Limited
Profit and Loss Account for the period ended March 31, 2011

(Amount in Rupees)

	Particulars	Schedule Ref	Period ended March 31,2011	Period ended March 31,2010
I.	Income			
	Income fro Operations		-	-
			-	-
II.	Expenditure			
	Administration expenses	6	22,060	-
	Total		22,060	-
III.	Profit Before Tax		(22,060)	-
	Provision for Taxd			
	- Current Tax			
IV.	Profit After Tax		(22,060)	-
V.	Available surplus carried to Balance Sheet		(22,060)	-
	Earning per share (Rs.)- Basic and Diluted		(0.44)	
	(Rs. Per Equity share of Rs. 10/- each)			
	Statement on Significant Accounting Policies and Notes to the Accounts	7		

The Schedules referred to above form an integral part of the Profit and Loss Account
This is the Profit and Loss Account referred to in our report of even date.

For Girish Murthy & Kumar
Chartered Accountants
Firm Registration No:000934S

For and on behalf of the Board

A.V.Satish Kumar
Partner
Membership No. 26526

B V N Rao
Director

Avinash Shah
Director

Place: Bangalore
Date: May 4, 2011

Place: Bangalore
Date: May 4, 2011

GMR Maharashtra Energy Limited
Cash flow statement for the year ended March 31, 2011

Amount in Rupees

	March 31, 2011	March 31, 2010
A CASH FLOW FROM/(USED IN) OPERATING ACTIVITIES		
Profit Before Tax as per Profit & Loss Account	(22,060)	-
Adjustment for :		
Depreciation	-	-
Operating profit before Working capital changes	(22,060)	-
Adjustment for :		
Changes in Trade and Other Receivables	(35,000)	-
Changes in Trade and Other Payables	51,752	-
Net Cash from Operating Activities	(5,308)	-
B CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES		
(Purchase)/Sale of fixed assets (net)	(18,340,994)	-
Net Cash from Investing Activities	(18,340,994)	-
C CASH FLOW FROM/(USED IN) FINANCING ACTIVITIES		
Issue of equity shares (including share premium) (Refer Note	500,000	-
Proceed from Share Application Money	19,300,000	-
Net Cash from Financing Activities	19,800,000	-
Net increase/(decrease) in cash and cash Equivalents	1,453,698	-
Cash and cash equivalents at the beginning	0	-
Cash and cash equivalents at the end	1,453,698	-

Notes:

- The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard -3 on 'Cash Flow Statements' issued by the Institute of Chartered Accountants of India.
- Previous Year's figures are not given as company is incorporated during the current year

For Girish Murthy & Kumar
Chartered Accountants
Firm Registration No:000934S

For and on behalf of the Board

A V Satish Kumar
 Partner
 Membership No. 26526

B V N Rao
 Director

Avinash Shah
 Director

Place: Bangalore
 Date: May 4, 2011

Place: Bangalore
 Date: May 4, 2011

GMR Maharashtra Energy Limited

Schedules forming part of the Balance Sheet as at March 31, 2011

(Amount in Rupees)

Schedule 1	March 31,2011	March 31, 2010
Share Capital		
a. <u>Authorised Capital</u> (50,000 Shares of Rs.10/- each)	500,000	-
	500,000	-
b. <u>Issued, subscribed and paid up</u> (50,000 Shares of Rs.10/- each) (out of the above 50,000 equity shares 49,400 shares of Rs. 10each are held by GMR Energy Limited holding company)	500,000	-
Total	500,000	-

(Amount in Rupees)

Schedule 2	March 31,2011	March 31, 2010
Capital Work in Progress		
A)Capital Advances	12,922,948	-
Subtotal (A)	12,922,948	-
B) <u>Incidental Expenses during construction period</u>		
Staff welfare expenses	125	-
Rent	165,454	-
Rates and Taxes	5,108	-
Consultancy & Professional Charges	5,094,019	-
Travelling and conveyance	104,024	-
Printing & Stationery	14,356	-
Bank/ other finance charges	34,960	-
Subtotal (B)	5,418,046	-
Total (A) +(B)	18,340,994	-

(Amount in Rupees)

Schedule 3	March 31,2011	March 31, 2010
Cash and Bank Balances		
Balances with scheduled banks		
- On Current accounts	1,453,698	-
Total	1,453,698	-

(Amount in Rupees)

Schedule 4	March 31,2011	March 31, 2010
Loans and Advances (Unsecured and Considered good)		
Advances recoverable in cash or in kind or for value to be received	35,000	-
Total	35,000	-

(Amount in Rupees)

Schedule 5	March 31,2011	March 31, 2010
Current Liabilities and Provisions		
Current Liabilities		
Sundry creditors:		
Dues to Micro and small scale industrial undertakings		-
Dues to Other than micro and small enterprises	19,854	-
Other liabilities	31,898	-
Total	51,752	-

GMR Maharashtra Energy Limited

Schedules forming part of the Profit and Loss Account for the period ended March 31, 2011

(Amount in Rupees)

Schedule 6:	Period ended March 31, 2011	Period ended March 31, 2010
Administration and other expenses Audit Fees	22,060	-
Total	22,060	-

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Statement on Significant Accounting Policies and Notes to the Accounts

(i) SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements:

The financial statements are prepared under the historical cost convention on the accrual basis, in accordance with the Indian Generally Accepted Accounting Principles (“GAAP”) and mandatory accounting standards as specified in the Companies (Accounting Standard) Rules, 2006, the provisions of the Companies Act, 1956. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. Management evaluates all recently issued or revised accounting standards on an ongoing basis.

2. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management’s best knowledge of current events and actions, actual results could differ from these estimates.

3. Revenue Recognition:

- i) Revenue from sale of energy is recognized on accrual basis in accordance with the provisions of the Power Purchase Agreement {PPA}, after Commercial Operation Date.
- ii) Interest is recognized using the time proportion method based on rates implicit in the transaction. Dividend income is accounted for in the year in which the right to receive the same is established.

4. Fixed Assets and Capital Work-in-progress:

Fixed assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Assets under installation or under construction and the related advances as at the balance sheet date are shown as Capital Work in Progress.

All Project related expenditure viz, civil works, machinery under erection, construction and erection materials, pre-operative expenditure incidental / attributable to construction of project, borrowing cost incurred prior to the date of commercial operation and trial run expenditure are shown under Capital Work-in-Progress. These expenses are net of recoveries and income (net of tax) from surplus funds arising out of project specific borrowings.

5. Depreciation:

Depreciation is provided on a pro rata basis on a straight-line method at the rates specified under Schedule XIV to the Companies Act, 1956, except for assets less than Rs.5, 000 which are fully depreciated in the year of acquisition. Lease hold land is amortized over the tenure of the lease.

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6. Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments. Cost of acquisition is inclusive of expenditure incidental to acquisition.

7. Borrowing Costs

Borrowing cost that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets till the period such assets are ready to put to use. A qualifying asset is one that takes substantial period of time to get ready for its intended use or sale. Other borrowing costs not attributable to the acquisition of any capital asset or investments are recognised as expenses in the period in which they are incurred.

8. Retirement Benefits

a) Defined Contribution Plans

Contributions paid/payable to defined contribution plans comprising of provident fund, pension fund, superannuation fund etc. in accordance with the applicable laws and regulations are recognised as expenses during the period in which the employees perform the services that the payments cover.

The Company makes monthly contributions and has no further obligations under the plan beyond its contributions.

b) Defined Benefit Plan

The liability as at the Balance Sheet date is provided for based on the actuarial valuation, under Projected Unit Credit Method at the Balance Sheet date, carried out by an independent actuary. Actuarial Gains and Losses comprise experience adjustments and the effect of changes in the actuarial assumptions and are recognised immediately in the Profit and Loss account as an income or expense.

c) Other Long Term Employee Benefits

Employee benefits including compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the Balance Sheet date based on actuarial valuation method of Projected Unit Credit carried out at each Balance Sheet date. Actuarial Gains and Losses are recognised immediately in the Profit and Loss account as an income or expense.

d) Short Term employee benefits

Short term employee benefits including compensated absences as at the Balance Sheet date are recognised as an expense as per the Group's schemes based on the expected obligation on an undiscounted basis.

9. Foreign Currency Transactions

All foreign currency transactions are accounted for at the exchange rates prevailing on the date of such transactions.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange differences in respect of accounting periods commencing on or after December 07, 2006, arising on reporting of long-term foreign currency monetary items at rates different from those at which they were initially recorded during the period, or reported in previous financial statements, in so far as they relate to the acquisition of a depreciable capital asset, are added to or deducted from the cost of the asset and are depreciated over the balance life of the asset, and in other cases, are accumulated in a "Foreign Currency Monetary Item Translation Difference Account" in the enterprise's financial statements and amortised over the balance period of such long-term asset/liability but not beyond accounting period ending on or before March 31, 2011.

All other monetary assets and liabilities denominated in foreign currency are restated using the closing rate and all exchange gains/ losses arising there from are adjusted to the Profit and Loss account except, those covered by forward contracted rates (not intended for trading or speculation), where the premium or discount arising at the inception of such forward exchange contract is amortised as expense or income over the life of the contract.

Exchange differences on forward contracts are recognised in the Profit and Loss account in the reporting period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of such forward contracts is recognised as income or expense for the year.

For forward exchange contracts and other derivatives that are not covered by Accounting Standard (AS) -11 'The Effects of Changes in Foreign Exchange Rates', the Company follows the guidance in the announcement of the Institute of Chartered Accountants of India (ICAI) dated March 29, 2008, whereby for each category of derivatives, the Company records any net mark-to-market losses. Net mark-to-market gains are not recorded for such derivatives.

10. Taxes on Income

Current tax is determined based on the amount of tax payable in respect of taxable income for the year. Deferred tax is recognized on timing differences being the difference between the taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent years. Deferred tax assets and liabilities have been computed on the timing differences applying the enacted tax rates.

11. Cash and Cash equivalents:

Cash for the purposes of cash flow statement comprise cash in hand and at bank (including deposits) and cash equivalents comprise of short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

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12. Provisions:

A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

13. Earnings Per Share

Basic EPS are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares

14. Impairment:

All the fixed assets including intangible assets are assessed for any indication of impairment at the end of each financial year. On such indication, the impairment (being the excess of carrying value over the recoverable value of the asset) is charged to the Profit and Loss account in the respective financial year. Recoverable amount is higher of the net selling price of an asset and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

15. Contingent Liabilities:

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and, to the extent not provided for, are disclosed by way of notes on the accounts

GMR Maharashtra Energy Limited

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II. Notes to the Accounts

1. Nature of Business:

GMR Maharashtra Energy Limited is promoted as a Special Purpose Vehicle (SPV) by GMR Energy Limited, the holding company, to develop and operate Gas Based Power Plant at Dapoli, Ratnagiri District in Maharashtra

2. Capital commitments:

Estimated amount of contracts remaining to be executed on capital account not provided for, net of advances is NIL.

3. Project development expenditure/Pre operative expenditure.

Project development expenses incurred during the year and transferred to capital work in Progress is Rs. 1,83,40,994. (Previous year - Nil)

(Amount in Rupees)

Particulars	As at March 31, 2011	As at March 31, 2010
Capital Work in Progress comprises as under:		
Capital Advance for Land acquisition	1,29,22,948	-
Consultancy and Professional charges	50,94,019	-
Staff Welfare expenses	125	-
Rent	1,65,454	-
Rates & Taxes	5,108	-
Bank/Other Finance charges	34,960	-
Travelling and conveyance	1,04,024	-
Printing & Stationery	14,356	-
Total	1,83,40,994	-

Amount transferred to Profit and Loss Account:

(Amount in Rupees)

Particulars	For the Period ended March 31, 2011	For the Period ended March 31, 2010
Audit Fees	22,060	-
Total	22,060	-

4. Employee Benefits:

As there are no employees, the company has not determined the liability for gratuity and long term compensated absences in accordance with revised AS 15.

5. Details of Auditors Remuneration:

(Amount in Rupees)

Particulars	For the period ended March 31, 2011	For the period ended March 31, 2010
i) Statutory Audit Fees	22,060	-
ii) Tax Audit Fees	-	-
iii) Certification / Consultation Fees	-	-

6. Related Party transactions

GMR Maharashtra Energy Limited - Related parties		
(i)	Enterprises that control the Company	GMR Energy Limited (GEL) (Holding Company) GMR Renewable Energy Limited (GReL) GMR Infrastructure Limited (GIL) GMR Holdings Private Limited (GHPL)
(ii)	Fellow Subsidiary Companies	GMR Kamalanga Energy Limited (GKEL) GMR Power Corporation Limited (GPCL) GMR Mining & Energy Private Limited (GMEPL) GMR (Badrinath) Hydro Power Generation Limited (GBHPL) GMR Consulting Services Private Limited (GCSPL) Himtal Hydropower Company Private Limited (HHCP) GMR Energy (Mauritius) Limited (GEML) GMR Upper Karnali Hydropower Company Public Limited (GUKCPL) GMR Lion Energy Limited (GLEL) GMR Chhattisgarh Energy Limited (GCEL) GMR Bajoli Holi Hydropower Private Limited (GBHHPL) GMR Londa Hydropower Private Limited (GLHPL) GMR Energy (Cyprus) Limited (GECL) GMR Energy (Netherlands) B. V. (GENBV) GMR Coastal Energy Private Limited (GMRCEPL) Badrinath Hydro Power Generation Pvt. Ltd.(BHPL) PT Barasentosa Lestari (PT BSL), Indonesia PT Dwikarya Sejati Utama (PT DSU), Indonesia PT Dutasarana Internusa (PT DSI),Indonesia PT Unsoco, Indonesia EMCO Energy Limited (EMCO) GMR Rajahmundry Energy Limited (GREL) GMR Vemagiri Power Generation Limited (VPGL) SJK Powergen Limited (SJK) Lion Energy Tuas Pte Ltd, Singapore * GMR Kakinada Energy Private Limited (GKEPL) GMR Bundelkhand Energy Private Limited GMR Uttar Pradesh Energy Private Limited Karnali Transmission Company Pvt. Ltd., Nepal

GMR Maharashtra Energy Limited

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		Marsyangdi Transmission Company Pvt. Ltd., Nepal GMR Hosur Energy Limited Homeland Energy Group, Canada GMR Gujarat Solar Power Private Limited GMR Indo-Nepal Power Corridors Limited GMR Indo-Nepal Energy Links Limited Aravali Transmission Service Company Limited Maru Transmission Service Company Limited GMR Corporate Affairs Private Limited
(iii)	Enterprises where significant influence exists	NIL
(iv)	Enterprises where key management personnel and their relative exercise significant influence	NIL
(v)	Key Management Personnel	NIL

a) Summary of transactions with the above related parties is as follows:

Particulars	(Amount in Rupees)	
	March 31, 2011	March 31, 2010
i) Shares application money received		
a) Enterprises that Control the Company - GEL	1,93,00,000	Nil
ii) Equity Share capital		
a) Enterprises that Control the Company - GEL	5,00,000	Nil
iii) Rent Paid		
a) Fellow Subsidiaries - GMR Corporate Affairs Private Ltd	1,65,454	Nil

b) Closing balances with the above related parties is NIL (March 2010 - Nil).

Notes:

Transactions and outstanding balances in the nature of reimbursement of expenses incurred by one company on behalf of the other have not been considered above.

7. Earnings per Share (EPS)

Particulars	March 31, 2011
Nominal value of Equity Shares(Rs. Per share)	10
Total No. of Equity Shares outstanding at the beginning of the Period/Year	50,000
Total No. of Equity Shares outstanding at the end of the Period/Year	50,000
Weighted average No. of Equity shares for Basic earnings per Share	50,000
Profit as per Profit and loss Account	(22,060)
Less: Dividend on Preference shares (including tax thereon)	-
Profit/ (Loss) for Earning per share	(22,060)
Earnings per Share (EPS)	(0.44)

Since, the company has drawn Profit & Loss a/c for the first time, figures for Mar 2010 are not given above.

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8. Additional information pursuant to Para 3, 4, 4C and 4D of Part II of Schedule VI to the Companies Act, 1956.

Expenditure in Foreign Currency - Nil

9. Balances shown under Loans and Advances Creditors and Advances to suppliers are subject to confirmation and reconciliations.

10. There are no micro and small enterprises to which the company owes dues which are outstanding for more than 45 days as at March 31 2011. This information as required to be disclosed under the Micro Small and Medium Enterprises Development Act 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

11. Segment Reporting

The company is engaged primarily in the business of setting and running of Power plant. As the basic nature of the activities is governed by the same set of risk and returns these have been grouped as a single business segment. Accordingly separate primary and secondary segment reporting disclosures as envisaged in Accounting Standard (AS-17) on Segmental Reporting issued by the ICAI are not applicable to the present activities of the company.

12. Previous Year's figures are not given as company is incorporated during the current year.

For Girish Murthy & Kumar
Chartered Accountants
Firm Registration No:000934S

For and on behalf of Board

A.V.Satish Kumar
Partner
M.No .26526

BVN Rao
Director

Avinash Shah
Director

Place: Bangalore
Date : May 4, 2011

Place: Bangalore
Date : May 4, 2011

GMR MAHARASHTRA ENERGY LIMITED

Balance Sheet Abstract And Company's General Business Profile			
1 Registration details			
Company Identification Number		U40107KA2010PLC053789	
Balance sheet date		March 31, 2011	
2 Capital Raised during the year (Amount in Rupees)			
Public Issue	NIL	Rights Issue	Nil
Bonus Issue	NIL	Private Placement	Nil
3 Position of Mobilisation and Development of Funds (Amount in Rupees)			
Total Liabilities	19,800,000	Total Assets	19,800,000
Source of Funds			
Paid Up Capital	500,000	Reserves & Surplus	-
Secured Loans	-	Unsecured Loans	-
Deferred Tax Liability	-	Share application money pending allotment	19,300,000
Application of Funds			
Net Fixed Assets	18,340,994	Investments	-
Net Current Assets	1,436,946	Profit and Loss Account	22,060
Accumulated Losses			
4 Performance of Company (Amount in Rupees)			
Gross Income	-	Total Expenditure	22,059
+ / - Profit/ Loss Before Tax	(22,059)	+ / - Profit/ Loss After Tax	(22,060)
Earning Per Share in Rs. (Basic & Diluted)	(0.44)	Dividend Rate %	0%
5 Generic Names of Three Principal Products / Services of Company (as per Monetary terms)			
Item Code No :	Nil	Product Description	Generation of Electricity

For and on behalf of the Board

B V N Rao
Director

Avinash Shah
Director

Place : Bangalore
Date: May 4, 2011