

INDEPENDENT AUDITORS' REPORT

To The Members of M/s ALLIANCE HYDRO POWER LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/s Alliance Hydro Power Limited (The Company) which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss, and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to preparation and presentation 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 judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

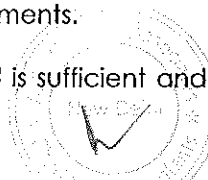
Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the 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 there under.

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 the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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 the internal financial control 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. An audit also includes evaluating the appropriateness of 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.

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.



Opinion

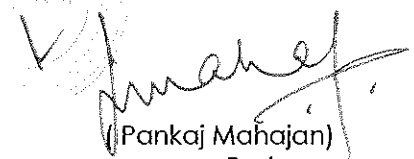
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2016 and its loss and its cash flow for the year ended on that date.

Report on other Legal and regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, 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) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure 'B'.
 - (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 does not have any pending litigation.
 - (ii) The Company did not have any long term contract including derivative contracts for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to Investor Education and Protection Fund by the Company.

Place : New Delhi
Date : 26.05.2016

For A.C.Gupta & Associates,
Chartered Accountants
FRN.:008079N


(Pankaj Mahajan)
Partner
M.No.-091876

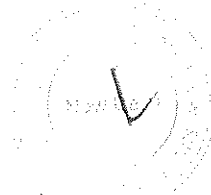
"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- 1) Based on our scrutiny of the Company's books of account and other records and according to the information and explanations received by us from the management, we are of the opinion that the commenting on maintenance of proper records of fixed assets, physical verification of the fixed assets is not required as the Company had no fixed assets as on 31st March 2016 or at any time during the financial year ended 31st March 2016.
- 2) The Company does not hold any physical inventory any time during the year; hence no comments are required on clause 3(ii).
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) According to the information and explanation given to us the Company has complied with the provisions of Section 185 and 186 of the Act, wherever and as applicable.
- 5) According to the information and explanation given to us the Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and the Rules framed there under to the extent notified.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues with the appropriate authorities, as applicable to it.
b) There were no disputed amounts payables in respect of statutory dues as at 31st March 2016.
- 8) Based on our audit procedure and the information and explanations given by the management, we are of the opinion that the Company has not borrowed from financial institutions or banks and has not issued debentures during the year under audit. Accordingly the provisions of clause 3(viii) of the Order are not applicable to the Company and hence not commented upon.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the course of our audit.
- 11) Based on the audit procedures performed and the information and explanations given by the management, the Company has not paid or provided any managerial remuneration. Accordingly, the provisions of clause 3 (xi) of the Order are not applicable to the Company and hence not commented upon.

- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For A.C.Gupta & Associates,
Chartered Accountants
FRN.:008079N



Pankaj Mahajan
(Pankaj Mahajan)

Partner
M.No.: -091876

Place : New Delhi

Date : 26.05.2016

Annexure B to the Independent Auditor's Report

Referred to in paragraph 2(f) under the heading 'Report on Other Legal & Regulatory Requirement' of the Independent Auditors' Report of even date to the members of M/s Alliance Hydro Power Limited on the financial statements for the year ended March 31, 2016.

Report on the Internal Financial Controls under Clause (l) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of M/s Alliance Hydro Power Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

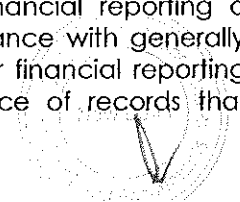
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, 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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail,



accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

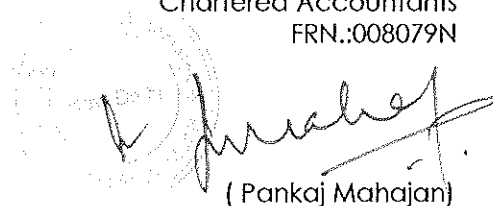
Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 the Institute of Chartered Accountants of India.

For A.C.Gupta & Associates,
Chartered Accountants
FRN.:008079N



(Pankaj Mahajan)

Partner

M.No.:-091876

Place : New Delhi
Date : 26.05.2016

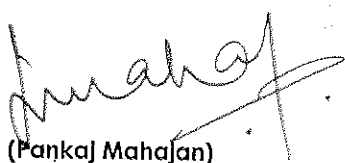
ALLIANCE HYDRO POWER LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2016

Amount in ₹

PARTICULARS	For the Year Ended 31st March 2016	For the Year Ended 31st March 2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	(12,294)	(29,061)
Dividend Income	-	-
Interest Received & Other Income	-	-
Depreciation & Amortization Expenses	-	-
Changes in Assets & Liabilities		
(Increase)/Decrease Inventories	-	-
(Increase)/Decrease Sundry Debtors	-	-
(Increase)/Decrease Loans & Advances	-	34,08,50,000
Increase/(Decrease) in Current Liabilities	11,664	(34,14,56,800)
Income Taxes paid during the year	-	-
Net Cash from operating activities	(630)	(6,35,861)
B. CASH FLOW FROM INVESTING ACTIVITIES		
(Purchase)/ Sale of Investments	-	-
(Purchase)/ Sale of Fixed Assets	-	-
Dividend Received	-	-
Interest Received & Other Income	-	-
Net Cash from Investing activities	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	-	-
Proceeds from new borrowings	-	-
Repayment of borrowings	-	-
Exchange difference	-	-
Dividend paid (including corporate dividend tax)	-	-
Net Cash from financing activities	-	-
Net Cash flow during the year (A+B+C)	(630)	(6,35,861)
Cash & cash equivalents at the beginning of the year	9,30,045	15,65,906
Cash & cash equivalents at the end of the year	9,29,415	9,30,045

As per our report of even date annexed
For A.C.Gupta & Associates
Chartered Accountants
Firm Reg No: 008079N

For and on behalf of the Board

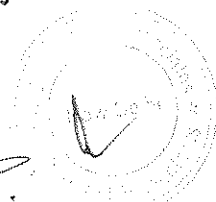

(Pankaj Mahajan)

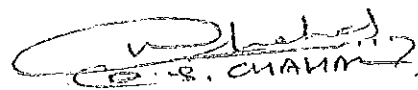
Partner

Membership No: 091876

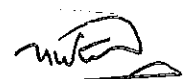
Place : New Delhi.

Date : 26.05.2016




Daljit Singh Chahal

Director



Viren Jain
Director

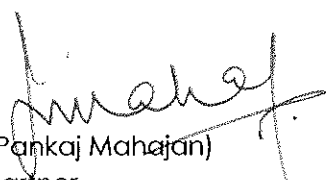
ALLIANCE HYDRO POWER LIMITED
BALANCE SHEET AS AT 31st MARCH 2016

PARTICULARS	NOTES	Amount in "₹"	
		AS AT 31st MARCH 2016	AS AT 31st MARCH 2015
I. EQUITY AND LIABILITIES			
1 Shareholder's Funds			
a) Share Capital	2	5,00,000	5,00,000
b) Reserves & Surplus	3	(1,02,756)	(90,462)
		<u>3,97,244</u>	<u>4,09,538</u>
2 Non Current Liabilities			
a) Other Long Term Liabilities	4	63,30,000	63,30,000
3 Current Liabilities			
a) Other Current Liabilities	5	56,100	44,436
		<u>67,83,344</u>	<u>67,83,974</u>
II. ASSETS			
1 Non- Current Assets			
a) Other Non Current Assets	6	58,53,929	58,53,929
2 Current Assets			
a) Cash and Cash Equivalent	7	9,29,415	9,30,045
		<u>67,83,344</u>	<u>67,83,974</u>

Summary of significant accounting policies 1
The accompanying notes are an integral part of the financial statements.

As per our report of even date annexed
For A.C.Gupta & Associates
Chartered Accountants
Firm Reg No: 008079N

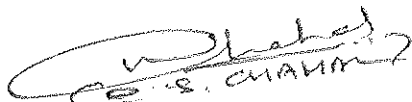
For and on behalf of the Board


(Pankaj Mahajan)
Partner

Membership No: 091876

Place : New Delhi.

Date : 26.05.2016


Daljit Singh Chahal
(Director)


Viren Jain
(Director)

ALLIANCE HYDRO POWER LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2016

Amount in "₹"

PARTICULARS	NOTES	FOR THE YEAR ENDED	
		31st MARCH 2016	31st MARCH 2015
I Income			
Income			
Total income		-	-
II Expenses			
Other expenses	8	12,294	29,061
Total expenses		12,294	29,061
Profit/(Loss) before tax		(12,294)	(29,061)
Tax expenses			
current tax			
Profit/(Loss) after tax		(12,294)	(29,061)
Earning per Equity Share			
Equity Share of par value ₹10/ each		(0.25)	(0.58)

Summary of significant accounting policies 1

The accompanying notes are an integral part of financial statements

As per our report of even date annexed

For A.C.Gupta & Associates

Chartered Accountants

Firm Reg No: 008079N

(Pankaj Mahajan)

Partner

Membership No: 091876

Place : New Delhi.

Date : 26.05.2016

For and on behalf of the Board


D. S. CHAHAL

Daljit Singh Chahal
Director



Viren Jain
Director

ALLIANCE HYDRO POWER LIMITED

NOTE-1. FORMING PART OF THE FINANCIAL STATEMENT

SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Preparation:

The Financial Statements have been prepared and presented under the historical cost convention on an accrual basis of accounting and in accordance with the accounting principles generally accepted in India and comply with the Accounting Standards referred in the Companies (Accounting Standards) Rules, 2006 which continue to apply under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Account) Rules, 2014.

b) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is recognized on accrual basis in accordance with the terms of relevant agreement.

c) Income-Tax

Provision for current tax is made on the estimated taxable income at the rate applicable to the relevant assessment year,

d) Preoperative Expenses

i) Expenditure incurred before the commencement of commercial operations are classified as Pre-operative Expenses and disclosed under the head Other non current assets.

ii) Pre-operative Expenditure shall be written-off over a period of five year from the year of commencement of commercial operations

e) Preliminary expenses

Preliminary Expenses shall be amortized over a period of Five years from the year of commencement of commercial operations.

f) Contingent Liabilities

No provision is made for a liability which is contingent in nature but if material, the same is disclosed by way of note to the accounts.

FINANCIAL NOTES :

	(Amt. In ₹)	(Amt. In ₹)
	Yr. ended 31.03.2016	Yr. ended 31.03.2015
1. Contingent Liabilities	Nil	Nil

3. Provision has been made for all known liabilities in the accounts.
4. Previous year figures have been reworked, regrouped, rearranged & reclassified wherever considered necessary.
5. In the opinion of the Directors, current assets, loans and advances have the value at which they are stated in the Balance Sheet, if realized in the ordinary course of business.
7. Payments to auditors (on accrual basis, including service tax)


Particulars	Year ended March 31, 2016 (Amount in "₹")	Year ended March 31, 2015 (Amount in "₹")
Audit Fee	11,450	11,236

For and on behalf of the Board


Daljit Singh Chahal
Director


Viren Jain
Director

As per our report of even date annexed
For A.C Gupta & Associates
Chartered Accountants
Firm Reg. No: 008079N


(Pankaj Mahajan)
Partner
Membership No: 091876
Place : New Delhi.
Dated : 26.05.2016

ALLIANCE HYDRO POWER LIMITED

NOTE FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH 2016

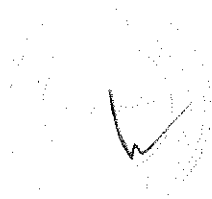
Amount in "₹"

NOTE 2 . SHARE CAPITAL

PARTICULARS	AS AT 31st MARCH 2016	AS AT 31st MARCH 2015
<u>AUTHORISED</u>		
10,00,000 (10,00,000) Equity Share of ₹10/- each	1,00,00,000	1,00,00,000
<u>ISSUED, SUBSCRIBED AND PAID UP</u>		
50,000 (50,000) Equity Share of ₹10/- each fully paid up	5,00,000	5,00,000
TOTAL	5,00,000	5,00,000

Note 2.1 : Reconciliation of equity share outstanding at the beginning and at end of the year

Particulars	No of shares	Amount in "₹"
Share outstanding at the beginning of the year	50,000	5,00,000
Add : Share issued during the year	-	-
Share outstanding at the end of the year	50,000	5,00,000



ALLIANCE HYDRO POWER LIMITED

NOTE FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH 2016

Amount in "₹"

NOTE 3 : RESERVES & SURPLUS

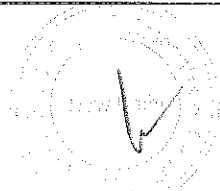
PARTICULARS	AS AT 31st MARCH 2016	AS AT 31st MARCH 2015
(Deficit) in statement of profit & loss		
Balance as per last financial year	(90,462)	(61,401)
Add : Net Loss during the financial year	(12,294)	(29,061)
Closing Balance	(1,02,756)	(90,462)
TOTAL	(1,02,756)	(90,462)

NOTE 4 : OTHER LONG TERM LIABILITIES

PARTICULARS	AS AT 31st MARCH 2016	AS AT 31st MARCH 2015
Other Liabilities	63,30,000	63,30,000
TOTAL	63,30,000	63,30,000

NOTE 5 : OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31st MARCH 2016	AS AT 31st MARCH 2015
Expenses Payable	56,100	44,436
TOTAL	56,100	44,436



ALLIANCE HYDRO POWER LIMITED

NOTE FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH 2016

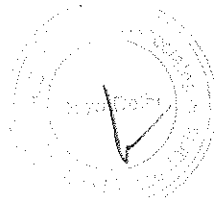
Amount in "₹"

NOTE 6 : OTHER NON CURRENT ASSETS

PARTICULARS	AS AT 31st MARCH 2016	AS AT 31st MARCH 2015
Assets- Unamortized Expenses		
Preliminary Expenses	1,74,250	1,74,250
Preoperative Expenses (To the extent not written off or adjusted)	56,79,679	56,79,679
TOTAL	58,53,929	58,53,929

NOTE 7 : CASH AND CASH EQUIVALENTS

PARTICULARS	AS AT 31st MARCH 2016	AS AT 31st MARCH 2015
Cash in Hand	2,28,486	2,28,486
Balance with Scheduled bank	7,00,929	7,01,559
TOTAL	9,29,415	9,30,045



ALLIANCE HYDRO POWER LIMITED

NOTES FORMING PART OF THE STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2016

Amount in "₹"

NOTE 8 : OTHER EXPENSES

PARTICULARS	FOR THE YEAR ENDED	
	31st MARCH 2016	31st MARCH 2015
Audit Fee	11,450	11,236
Bank Charges	630	643
Rate, Fee & Taxes	-	13,200
Legal & Professional Expenses	214	-
General Expenses	-	3,982
TOTAL	12,294	29,061

