

**Necon Power & Infra Limited**  
**Regd. Office A T Road, Jorhat Assam-785001**  
**BALANCE SHEET AS AT 31ST MARCH 2018**

Particulars	Note No.	As At March 31, 2018	As At March 31, 2017
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders Fund</b>			
a) Share Capital	2	38,09,05,330	38,09,05,330
b) Reserve and Surplus	3	1,51,17,73,887	1,34,17,90,769
c) Money received against share warrants		-	-
<b>Share application pending allotment</b>		-	-
<b>Non-current Liabilities</b>			
a) Long-term borrowings	4	81,53,621	2,37,72,384
b) Deferred tax liabilities	5	57,41,493	81,44,295
c) Other long-term liabilities	6	17,64,540	24,500
d) Long-term provisions	7	1,75,18,011	-
<b>Current Liabilities</b>			
a) Short-term borrowings	8	80,40,90,601	89,98,88,640
b) Trade Payables	9	1,39,34,11,425	1,22,11,68,485
c) Other current liabilities	10	32,67,91,492	49,38,28,365
d) Short-term provisions	11	1,53,76,879	50,16,318
<b>Total</b>		<b>4,46,55,27,278</b>	<b>4,37,45,39,087</b>
<b>ASSETS</b>			
<b>Non-current Assets</b>			
a) Fixed assets	12		
(i) Tangible Assets		22,96,32,816	17,20,63,789
(ii) Intangible assets		2,380	2,380
(iii) Capital work-in-progress		14,09,69,279	12,17,80,572
(iv) Intangible assets under developments		-	-
b) Non-Current Investments	13	15,19,55,033	11,31,15,106
c) Long-term loans and Advances	14	29,38,26,517	15,90,13,610
d) Other Non-Current Assets	15	20,95,65,585	34,05,31,388
<b>Current assets</b>			
a) Current investments		-	-
b) Inventories	16	39,77,24,582	50,86,12,277
c) Trade receivables	17	1,42,82,38,116	1,28,51,18,885
d) Cash and bank balances	18	36,02,91,440	18,85,62,329
e) Short-term loans and advances	19	8,86,59,243	12,19,97,556
f) Other current assets	20	1,16,46,62,289	1,36,37,41,195
<b>Total</b>		<b>4,46,55,27,278</b>	<b>4,37,45,39,087</b>

Significant accounting policies

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Refer accompanying notes. These notes are an integral part of the financial statements.  
As per our Report of Even date

**For Borkar & Muzumdar**  
**Chartered Accountants**  
Firm Reg. no 101569W

Vivek Kumar Jain  
Partner  
M N. 119700



**For and on behalf of the Board of Directors**



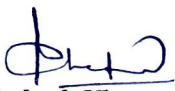


Jai Prakash Khetan  
Director  
DIN  
842692

Murlidhar Khetan  
Director  
DIN  
00842354



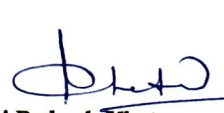




Place: Jorhat  
Date: 20th August 2018

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<p style="text-align: center;"><b>Neccon Power &amp; Infra Limited</b>  <b>Regd. Office A T Road, Jorhat Assam-785001</b>  <b>STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018</b></p>			
Particulars	Note No.	As At March 31, 2018	As At March 31, 2017
<b>Income</b>			
Revenue from operation	21	4,252,404,527	3,771,482,340
Other income	22	37,373,211	32,033,849
<b>Total revenues</b>		<b>4,289,777,739</b>	<b>3,803,516,189</b>
<b>Expenses</b>			
Cost of material consumed	23	2,951,737,680	2,710,066,510
Purchase of Stock in Trade	24	-	-
Changes in inventories of FG,WIP,& SIP	25	32,063,723	(17,702,524)
Employee benefits expenses	26	154,063,584	107,233,040
Finance costs	27	122,314,676	119,430,751
Depreciation and amortization expenses	28	22,577,859	18,054,782
Other expenses	29	724,965,510	668,150,919
<b>Total expenses</b>		<b>4,007,723,033</b>	<b>3,605,233,479</b>
<b>Profit before Exceptional items and Tax</b>		<b>282,054,706</b>	<b>198,282,711</b>
Exceptional items	30	647,540	360,708
<b>Profit before tax</b>		<b>281,407,166</b>	<b>197,922,003</b>
<b>Total Profit before tax</b>		<b>281,407,166</b>	<b>197,922,003</b>
<b>Tax Expenses</b>			
Current Year Income Tax		101,840,000	71,550,500
Deferred tax		(2,402,802)	(1,872,856)
Wealth Tax Provision		-	-
Earlier years Income Tax		745,980	879,960
<b>Profit for the year from continuing operation</b>		<b>181,223,988</b>	<b>127,364,399</b>
<b>Earning per equity share Basic and Diluted</b>	31	<b>4.76</b>	<b>3.95</b>
<b>Significant Accounting Policies</b>			
1			
<p><b>Refer accompanying notes. These notes are an integral part of the financial statements.</b>  <b>As per our Report of Even date</b></p>			
<p><b>For Borkar &amp; Muzumdar</b>  Chartered Accountants  Firm Reg. no 101569W</p> <p>  <b>Vivek Kumar Jain</b>  Partner  M N. 119700</p> <p></p>		<p><b>For and on behalf of the Board of Directors</b></p> <p>  <b>Jai Prakash Khetan</b>  Director  DIN  842692</p> <p>  <b>Murlidhar Khetan</b>  Director  DIN  00842354</p> <p></p>	
<p><b>Place:- Jorhat</b>  <b>Date: 20th August 2018</b></p>		<p><b>Place:- Jorhat</b>  <b>Date: 20th August 2018</b></p>	



<b>NECCON POWER &amp; INFRA LIMITED</b> <b>Regd. Office A T Road, Jorhat Assam-785001</b> <b>CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH' 2018</b>		
Particulars	AS AT 31.03.2018	AS AT 31.03.2017
<b>Operating Activities Net Profit before tax</b>		
Net profit before taxation & extraordinary items	281,407,166	197,922,003
<b>Adjustments for</b>		
Depreciation & amortisation Expense	22,577,859	18,054,782
Opening adjustment in retained earning	(11,240,871)	-
Interest received	(25,938,218)	(29,398,029)
Finance Cost	122,314,676	119,430,751
<b>Operating Profit before Working Capital Changes</b>	<b>389,120,612</b>	<b>306,009,507</b>
<b>Adjustments for</b>		
Increase (-) / Decrease (+) in Other current Assets	199,078,906	(1,343,020,012)
Increase (-) / Decrease (+) in Debtors	(143,119,231)	502,567,522
Increase (-) / Decrease (+) in Loans and Advances	(101,474,594)	35,932,306
Increase (-) / Decrease (+) in Other Non-Current Assets	130,965,803	(340,531,388)
Increase (+) / Decrease (-) in other long term liab. And provisions	19,258,051	24,500
Increase (-) / Decrease (+) in Inventories	110,887,695	(127,896,434)
Increase (+) / Decrease (-) in Current Liabilities & Provisions	15,566,628	555,639,040
Outflow towards Taxation (-)	(102,585,980)	(72,430,460)
<b>Net Cash Flow from Operating activities (A)</b>	<b>517,697,891</b>	<b>(483,705,419)</b>
<b>Investing Activities</b>		
Increase (-) Decrease (+) in Fixed Assets	(80,146,886)	(33,203,605)
Increase (-) / Decrease (+) in Investment	(38,839,927)	(17,365,319)
Increase (-) / Decrease (+) in Capital Work-in-Progress	(19,188,707)	(61,928,365)
Interest Income	25,938,218	29,398,029
<b>Net Cash (Used in) Investing Activities (B)</b>	<b>(112,237,302)</b>	<b>(83,099,260)</b>
<b>Finance Activities</b>		
Increase (+) / Decrease (-) in Capital (Including Securities Premium)	-	246,813,000
Increase (+) / Decrease (-) in Long Term Borrowings	(15,618,764)	(92,542,659)
Increase (+) / Decrease (-) in Short Term Borrowings	(95,798,039)	220,577,867
Dividend and Tax thereon paid	-	-
Finance Cost	(122,314,676)	(119,430,751)
<b>Net Cash Flow from Financing Activities (C)</b>	<b>(233,731,479)</b>	<b>255,417,457</b>
<b>Net Decrease/increase in Cash and cash equivalent</b>	<b>171,729,111</b>	<b>(311,387,222)</b>
Cash and Cash equivalent at the beginning.	188,562,329	499,949,551
<b>Cash and Cash equivalent at the end</b>	<b>360,291,440</b>	<b>188,562,329</b>
<b>Note: The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - "3" Cash Flow Statements".</b>		
<b>As per our Report of Even date</b>		
<b>For Borkar &amp; Muzumdar</b> Chartered Accountants Firm Reg. no 101569W  <b>Vivek Kumar Jain</b> Partner M N. 119700 	<b>For and on behalf of the Board of Directors</b>  <b>Jai Prakash Khetan</b> Director DIN 842692 	
	 <b>Murlidhar Khetan</b> Director DIN 00842354	
<b>Place:- Jorhat</b> <b>Date: 20th August 2018</b>	<b>Place:- Jorhat</b> <b>Date: 20th August 2018</b>	

**Note- 1: - Summary of Significant accounting policies: -**

**Company Overview:**

**NECCON Power and Infra Limited** formerly known as **North Eastern Cables & Conductors Private Limited** ("the company") is a company domiciled in India, incorporated under the company Act, 1956 with the Registrar of Companies - Assam Meghalaya, Manipur, Tripura, Mizoram, Nagaland & Arunachal Pradesh - Shillong. The Company include carrying on business for Manufacturing of Electrical Conductor, Generation of Power and Commissioning /Installation & Renovation of Power Sub-Station for all types of EPC/Trunkey Project Works.

**A. Statement of Compliance and Basis of Preparation of financial statements: -**

The financial statements of the company have been prepared in accordance with Generally Accepted Accounting Principles in India. The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, as amended, and the relevant provisions of the Companies Act, 2013. The Company has adopted all applicable Accounting Standards.

The financial statements have been prepared on accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year unless stated otherwise in particular note. Accounting policies not specifically referred to otherwise are consistent and are in consonance with generally accepted accounting principles.

**B. Use of Estimates:**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amount of assets and liabilities on the date of Financial Statements and the reported amount of revenues and expenses during the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**C. Revenue Recognition:**

Revenue is primarily derived from sale of Conductor, Power and related Service from EPC Turnkey Project.

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.





**(I) Revenue from operations:**

The company presents revenues net of indirect taxes its statement of profit and loss.

Revenue also includes adjustments made towards liquidated damages and other variation wherever applicable. Escalation and other claims, which are not ascertainable/acknowledged by customers are not taken into account. Sales comprises sale of goods and services, net of trade discounts

**A. Sale of goods:**

Revenue from sale of manufactured and traded goods is recognised when the goods are delivered and titles have been passed, provided all the following conditions are satisfied:

- significant risks and rewards of ownership of the goods are transferred to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the good sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the company; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**B. Rendering of services:**

Revenue from erection services is recognised when the outcome of a transaction can be estimated reliably by reference to the stage of completion of the transaction. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company;
- the stage of completion of the transaction at the end of the reporting period can be measured reliably; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

The costs incurred on erection activities are carried as "Inventories" naming Erection WIP till such time the outcome of the project cannot be estimated reliably and all the aforesaid conditions are fulfilled. When the outcome of the project can be ascertained reliably and all the aforesaid conditions are fulfilled.

For contracts where the aggregate of contract cost incurred to date plus recognised profits (or minus recognised losses as the case may be) exceeds the progress billing, the surplus is shown as due from customers. For contracts where progress billing exceeds the aggregate of



contract costs incurred to-date plus recognised profits (or minus recognised losses, as the case may be), the surplus is shown as the amount due to customers.

Amounts received before the related work is performed are disclosed in the Balance Sheet as a liability towards advance received. Amounts billed for work performed but yet to be paid by the customer are disclosed in the Balance Sheet as trade receivables. The amount of retention money held by the customers is disclosed as part of other-current-assets and is reclassified as trade receivables when it becomes due for payment.

**(II) Other income:**

- Interest income is recognized on accrual basis.
- Dividend income is recognized when the right to receive dividends is unconditionally established.
- Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.

**D. Provision and contingent liabilities:**

**Provisions:** Provisions are recognized when the Company has a present legal obligation, as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount of the obligation.

**Contingent liabilities:** Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent Liabilities are not provided for in the accounts and disclosed by way of notes, if any.

**Contingent assets:** Contingent assets are neither recognized nor disclosed.

Provisions, Contingent Liabilities and Contingent assets are reviewed at each Balance Sheet date.

**E. Tangible assets:**

Tangible assets are stated at cost, less accumulated depreciation and impairment if any, direct costs are capitalized until such assets are ready for use.

Assets not ready for intended use on the balance sheet date are disclosed as Capital work-in-progress.





#### F. Intangible assets:

Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortization and impairment.

#### G. Depreciation:

- Depreciation on tangible assets is provided on the WDV method over the useful lives of assets estimated by the Companies Act, 2013 and Accounting Standard- 10, Depreciation of assets purchase/sold during a period is proportionately charged. Intangible assets are amortized over their respective individual estimate useful lives basis.
- Depreciation and amortization method, useful lives and residual value are reviewed periodically, including at each financial year.
- Freehold Land is not depreciated
- For Leasehold land lease payment is amortized over the lease period.

#### H. Employee Benefits:

- **Short term employee benefits**  
Short-term employee benefits are recognized as an expense at an undiscounted amount in the Statement of Profit and Loss of the year in which the related services are rendered.
- **Post-employment benefits**  
Defined Contribution plan:  
Post- employment benefits are recognized as an expense in the Statement of Profit and Loss as the related service is provided

##### Defined Benefits Plan:

The Company's net obligation in respect of defined benefit plans such as gratuity is calculated separately for each plan by estimating the amount of future benefit that the employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligation is performed at each reporting period end by a qualified actuary using the Projected Unit Credit Method. When the calculation results in a potential asset for the Company, the recognized asset is limited to the present value of the economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan.



The current service cost, interest cost, past service cost- vested benefits and any actuarial gain/loss due to change in assumptions and due to experience, on the defined benefit plan are recognized in the Statement of Profit and Loss as part of 'Employee Benefit Expense' as per gratuity valuer report, reflects the increase in the defined benefit obligation resulting employee service in the current year, benefit changes, curtailments and settlements.

Past service cost - non-vested benefits are not immediately recognized in the Statement of Profit and Loss as these are deferred over the remaining period to the vesting condition. The net interest is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. The classification of the company's net obligation into current and non- current is as per the actuarial valuation report.

- Company has no policy for leave encashment benefits.

#### I. Foreign currency transactions

- Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction.
- Monetary items denominated in foreign currencies, if any at the yearend are restated at year end rates.
- Non-monetary foreign currency items are carried at cost.
- Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Profit and Loss Account.

#### J. Income tax / Deferred tax:

- Income tax

Income taxes are accrued in the same period that the related revenue and expenses arise. A provision is made for income tax based on the tax liability computed, after considering tax allowance and exemptions. Provision are recorded when it estimated that a liability due to disallowance or other matter is probable. Minimum alternate tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of tax credit against future income tax liability, is recognized as an asset in the Balance Sheet if there is convincing evidence that the company will pay normal tax after the tax holiday period and the resultant assets can be measured reliably. The company offsets, on a year on year basis, the current tax assets and liability, where it has a legally enforceable right and where it intends to settle such assets and liabilities on net basis





- **Deferred tax**

Deferred tax resulting from timing differences between books and tax profits is the accounted for at the current rate of tax/substantively enacted tax rates as on the Balance Sheet data, to extent that timing difference are expected to crystallize. Deferred tax assets are recognized where realization is reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognized only if there is a virtual certainty of realization supported by convincing evidence. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

- **Earnings per share:**

Basic earnings per share are computed by dividing the net profit after tax by weighted average number of equity share outstanding during the period. Diluted earnings per share are computed by dividing the profit after tax by the weighted average number of equity share.

**(K) Investment:**

Investments are Long Term Investment and are stated at Cost, provision is made to recognize a decline, other than temporary, in the value of Long Term Investment.

Current Investments are carried at cost or market rate whichever is less, on individual investment basis.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

**Investment property**

Properties, including those under construction, held to earn rentals and/or capital appreciation are classified as investment property and are measured and reported at cost, including transaction costs.

Depreciation is recognized using WDV method so as to write off the cost of the investment property less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013 or in the case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property. The estimated useful life and residual values are also reviewed at each financial year.

Freehold land and properties under construction are not depreciated.

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from



the disposal. Any gain or loss arising on derecognition of property is recognized in the Statement of Profit and Loss in the same period.

**(L) Cash and Bank balances:**

Cash and cash equivalents comprises cash and deposit with banks. Bank balances also include fixed deposits, margin money deposits, earmarked balances with banks and other bank balances which have restrictions on repatriation. Further fixed deposit, held as margin money against bank guarantee, which has remaining maturity more than 12 months are considered as non-current-assets.

**(M) Cash flow statements:**

Cash flow are reported using the indirect method, whereby profit before tax is adjusted for the effects of transaction of non-cash nature, any deferral or accruals of past future operating cash receipts or payments and item of income and expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

**(N) Inventories:**

Item of inventories comprising of un-processed are measured at lower of cost or net realizable value after providing for obsolescence, if any. Item of inventories comprising of processed are measured at net realizable value after reducing normal gross profit margin in ordinary course of business. Cost of inventories comprises of cost of purchase, cost of conversion and other cost incurred in bringing them to their respective present location and condition netted to discount received. Net realizable value is the estimated selling price in the ordinary course of business, less estimated cost of completion and estimated cost necessary to make sale. The costs incurred on erection activities are carried as "Inventories" naming Erection WIP till such time the outcome of the project cannot be estimated reliably and all the aforesaid conditions are fulfilled.

**(O) Employee Retirement / Terminal Benefit:**

Company has made provision for gratuity as per valuer report. Company has no policy for leave encashment benefits.

**(P) Borrowings cost:**

Borrowing cost includes interest, amortization of ancillary cost incurred in connection with the arrangement of borrowings and exchange difference arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. Any income earned on the temporary investment of those borrowings is deducted from the borrowing costs incurred. A qualifying asset is one that takes necessarily substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.





**(Q) Impairment of Assets:**

All assets other than inventories, investments, and deferred tax assets, are reviewed for impairment, wherever events or changes in circumstances indicate that the carrying amount may not be recoverable. Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount.

**(R) Operating cycle for current and non-current classification**

Operating cycle for the business activities of the company covers the duration of the specific project/contract/product line/service including the defect liability period wherever applicable and extends up to the realization of receivables (including retention monies) within the agreed credit period normally applicable to the respective lines of business.

For Borkar & Muzumdar  
Chartered Accountants  
Firm Reg. no 101569W



Vivek Kumar Jain  
Partner  
M N. 119700  
Place: Jorhat  
Date: 20th August 2018



For and on behalf of the Board of  
Necon Power & Infra Limited



Murlidhar Khetan Jai Prakash Khetan  
Director Director  
DIN: 00842354 DIN: 842692  
Place: Jorhat  
Date: 20th August 2018



**Neccon Power & Infra Limited**  
**Regd. Office A T Road, Jorhat Assam-785001**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31.03.2018**

Particulars		As At March 31, 2018		As At March 31, 2017
<b>2 Share Capital</b>				
<b>Authorised Share Capital</b>				
<b>Equity Shares</b>				
4,00,00,000 Shares of Rs 10/- each (Previous Year 4,00,00,000 Shares @ 10/-)		400,000,000		400,000,000
<b>Preference Shares (Redeemable)</b>				
1,00,00,000 Shares of Rs 10/- each (Previous Year 1,00,00,000 Shares @ 10/-)		100,000,000		100,000,000
		<b>500,000,000</b>		<b>500,000,000</b>
<b>Issued, Subscribed and Fully Paid up</b>				
3,80,90,533 Equity Shares of Rs 10/- each (Previous Year 3,80,90,533) Equity Shares of Rs 10/- each fully paid up		380,905,330		380,905,330
<b>Total</b>		<b>380,905,330</b>		<b>380,905,330</b>

**2.1 The Details of Shareholders holding more than 5% shares**

Name of the Holders	As at 31st March, 2018		As at 31st March, 2017	
	No. of Shares	% held	No. of Shares	% held
Madsan Agencies Pvt.Ltd	5,876,500	15.43%	5,876,500	15.43%
Topline Finest Pvt Ltd	6,507,638	17.08%	6,507,638	17.08%
Toor Finance Co.Ltd	3,232,125	8.49%	3,232,125	8.49%
VSG Trade Pvt Ltd	9,076,990	23.83%	9,076,990	23.83%

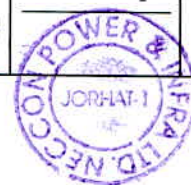
**2.2 Reconciliation of number and amount of equity share out standing at the beginning and at the end of the reporting period**

Particulars	As at 31st March, 2018		As at 31st March, 2017	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Shares outstanding at the beginning of the year	38,090,533	380,905,330	24,780,025	247,800,250
(I) Issued on exercise of employees stock options	-	-	-	-
(II) Bonus Issue	-	-	7,434,008	74,340,080
(iii) Issued for cash	-	-	5,876,500	58,765,000
less :- Shares bought back	-	-	-	-
Out standing at the end of the reporting period	38,090,533	380,905,330	38,090,533	380,905,330

**Terms/rights attached to equity shares**

The company has only one class of equity shares having a par value of 10 per share. Each holder of equity shares is entitled to one vote share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

<b>3 Reserves and surplus</b>				
<b>(a) Securities Premium Reserve</b>				
As per last Balance Sheet	490,586,688		376,878,768	
Add: On issue of equity shares	-		188,048,000	
Less: Utilised towards Bonus share issue	-		74,340,080	
Closing balance		<b>490,586,688</b>		<b>490,586,688</b>
<b>(b) General reserve</b>				
As per last Balance Sheet	15,609,035		15,609,035	
Add: Transferred from Investment Utilised Reserve	-		-	
Add: Transfer from Profit & Loss Account	-		-	
Closing balance		<b>15,609,035</b>		<b>15,609,035</b>





<p style="text-align: center;"><b>Neccon Power &amp; Infra Limited</b>  <b>Regd. Office A T Road, Jorhat Assam-785001</b>  <b>NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31.03.2018</b></p>				
Particulars		As At March 31, 2018		As At March 31, 2017
<b>(c) Surplus in statement of profit and loss</b>				
As per last Balance Sheet	835,595,046		708,230,648	
Add: Net profit for the year	181,223,988		127,364,399	
Less: Transition adjustment relating to adoption of accounting standard-15	(11,240,871)		-	
Amount available for appropriation	1,005,578,164		835,595,046	
Less: Appropriations for				
Proposed dividend	-		-	
Tax on proposed dividend	-		-	
Transfer to general reserve	-		-	
Closing balance		1,005,578,164		835,595,046
<b>Total</b>		<b>1,511,773,887</b>		<b>1,341,790,769</b>
<b>4 Long Term Borrowings</b>				
<b>Secured Loan</b>				
Term Loan for Wind Mill Machinery	-		10,393,105	
Less: Current maturity of Long Term debt	-	-	8,328,000	2,065,105
<b>Vehicles Loan</b>				
Loan from Daimler Finance Service Pvt.Ltd	4,900,000		-	
Less: Current maturity of Long Term debt	(489,805)	4,410,195	-	-
<b>Unsecured Loan from Others</b>				
<b>(1) From Share Holders</b>				
from Director	-		16,592,979	
from Corporate	3,743,426	3,743,426	5,114,300	21,707,279
<b>Total</b>		<b>8,153,621</b>		<b>23,772,384</b>
<b>5 Deferred Tax Liability</b>				
<b>Deferred tax liabilities</b>				
Related to fixed Assets-Lower(Higher) Depreciation as per IT.Act		5,741,493		8,144,295
<b>Deferred Tax Assets</b>				
Related to fixed Assets-Lower (Higher) Depreciation as per IT.Act		-		-
<b>Net Deferred tax Liability</b>	<b>Total</b>	<b>5,741,493</b>		<b>8,144,295</b>
<b>6 Other long-term liabilities</b>				
Security Deposit		1,764,540		24,500
		<b>1,764,540</b>		<b>24,500</b>
<b>7 Long-term provisions</b>				
Gratuity liabilities		17,518,011		-
<b>Total</b>		<b>17,518,011</b>		<b>-</b>
<b>8 Short Term Borrowings</b>				
Working Capital Loan		804,090,601		899,888,640
<b>Total</b>		<b>804,090,601</b>		<b>899,888,640</b>



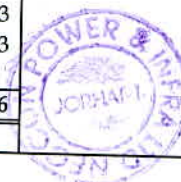
<p style="text-align: center;"><b>Neccon Power &amp; Infra Limited</b>  <b>Regd. Office A T Road, Jorhat Assam-785001</b>  <b>NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31.03.2018</b></p>				
Particulars		As At March 31, 2018		As At March 31, 2017
<p><b>8.1 Working Capital loans are secured by hypothecation of present &amp; future machinery stock of raw materials, stock in process, stores &amp; spares, book debts outstanding receivables, and secured by way of first Paripassu mortgage on immovable property.</b></p> <p><b>1) Primary security: -</b>  Hypothecation of paid for stocks of raw materials, goods in process, finished goods, stores &amp; spares and Book debts (less than 6 months) meant for domestic sales on pari passu charge basis with other members of the Consortium.</p> <p><b>2) Collateral Security: -</b></p> <ul style="list-style-type: none"> <li>• Leasehold Superstructure of Jorhat Factory Building at Cinnamara Jorhat.</li> <li>• Land and Building in the name of Murlidhar Khetan located at PP No. 252 (Old), (509 (New), dag No. 570 (Old), 1957 (New), Ward 19 at Seuni Ali, Jorhat.</li> <li>• Land and Building in the name of Sri Jai Prakash Khetan, located at Patta No. 306, Dag No..3565, ward No. 2 at A.T. Road, Jorhat.</li> <li>• Land &amp; Building in the name of R D Khetan, A T Road (Near Railway line), Jorhat.</li> <li>• Land &amp; Building in the name of Smt R. D. Khetan, Sneha Khetan &amp; Kavita Khetan.</li> <li>• Land &amp; Building at Defence Colony Jaipur in the name of M D Khetan &amp; Mrs S D Khetan Plot No. 160, &amp;161, Sirshi Road Khatipura Jaipur.</li> <li>• Land with Brick Masonary Boundary Wall on All Sides in the name of J P Khetan &amp; B.K Khetan, Charingia Goan, Jorhat.</li> <li>• Land &amp; Building at Neemati Road in the name of North Eastern Cables &amp; Conductors Pvt Ltd.</li> <li>• Land &amp; Building at Club Road Jorhat in the Name of B K Khetan &amp; Mrs Sneha Khetan Dag No. 10761, 10762, 10763, 10774, 10775 &amp; 10778 and PP No. 12,52,53,55, &amp; 63 of Block no. 18 Total Land Measuring 03B-01K-19L.</li> <li>• Leasehold Superstructure of Jorhat Factory Building at F-44 Ind Ares, Sikar (Raj).</li> <li>• Plant &amp; Machinery and other Fixed assets of the company located at jorhat &amp; Sikar Unit excluding Vehicles &amp; Wind Power Unit at cinnamara Jorhat Unit.</li> <li>• Plot No. 32 &amp; 33 at Balkunj Scheme, Near VIT Collage, Village Dhanatli, Sanganer, Jaipur in name of B K Khetan.</li> <li>• Plot No. 34 &amp; 35 at Balkunj Scheme, Near VIT Collage, Village Dhanatli, Sanganer, Jaipur in name of P K Khetan.</li> <li>• Plot No. 38 &amp; 39 at Balkunj Scheme, Near VIT Collage, Village Dhanatli, Sanganer, Jaipur in name of J.P. Khetan.</li> </ul>				
<p><b>9 Trade Payable</b>  Payable for Goods and Services  Payable to Micro, Small &amp; Medium Enterprises</p>		1,39,34,11,425		1,22,11,68,485
		-		-
	<b>Total</b>	<b>1,39,34,11,425</b>		<b>1,22,11,68,485</b>
<p>Note: 1) In the absense of information about nature of trade payable all payable amount are considered as other than MSME.  2) Trade payable including LC Bills worth Rs. 67,79,89,862/- (Previous year was Rs. 27,45,46,891/-)</p>				
<p><b>10 Other Current liabilities</b>  Current Maturity of Long Term Debt  Advance from Customers  Tax Deducted at Source  Government Statutory dues  Share Application Money due for refund  Creditors for Expenses  Retention Money on Trade Payables  Salary payable</p>		4,89,805		83,28,000
		18,20,52,721		41,65,59,732
		31,26,993		48,19,431
		9,16,04,881		2,71,86,240
		-		5,194
		10,33,556		10,93,195.43
		4,75,08,292		2,71,81,426
		9,75,244		86,55,146
	<b>Total</b>	<b>32,67,91,492</b>		<b>49,38,28,365</b>
<p><b>11 Short Term Provision</b>  Income Tax provision net of advance tax and tds  Audit fee  Gratuity liabilities</p>		1,34,57,316		49,71,318
		7,65,000		45,000
		11,54,563		-
	<b>Total</b>	<b>1,53,76,879</b>		<b>50,16,318</b>
<p><b>13 Non Current Investment</b>  <b>Investment in equity instruments</b>  <b>Investment in Subsidiary Companies</b>  Lower Sejuisa Hydel Power Co Pvt Ltd  (1,000 (31 March 2017- 1000) equity shares of face value of rs.10 each fully paid)</p>		1,00,000		1,00,000
	<p>Brahmaputra Infra Power Pvt Ltd  (14,365 (31 March 2017- 14,365) equity shares of face value of rs.10 each fully paid)</p>	9,38,66,725		9,38,66,725





**Neccon Power & Infra Limited**  
**Regd. Office A T Road, Jorhat Assam-785001**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31.03.2018**

Particulars	As At March 31, 2018	As At March 31, 2017
<b>Other Investments</b>		
Topline Finvest Pvt. Ltd. (2,19,900 (31 March 2017- 2,19,900) equity shares of face value of rs. 10 each fully paid)	1,099,500	1,099,500
VSG Trade Pvt Ltd (99,950 (31 March 2017- 99,950) equity shares of face value of rs. 10 each fully paid)	499,750	499,750
North Eastern Educare & Research Pvt Ltd (500 (31 March 2017- 500) equity shares of face value of rs. 100 each fully paid)	50,000	50,000
Greentech Food Park Pvt.Ltd. (34,00,000 equity shares of face value of rs. 10/- each)	34,00,000	-
Investment Property	22,339,058	17,499,131
<b>Total</b>	<b>151,955,033</b>	<b>113,115,106</b>
<b>14 Long term loans and advances</b> (Unsecured, considered good, unless otherwise stated)		
Security Deposit / Earnest Money Deposit	13,390,636	4,177,729
Advance for Capital Works	2,400,000	2,400,000
Advance to subsidiaries	278,035,881	152,435,881
<b>Total</b>	<b>293,826,517</b>	<b>159,013,610</b>
<b>14.1 Loans &amp; Advances to related parties</b>		
Brahmaputra Infra Power	277,932,581	152,332,581
Lower Seijusa	103,300	103,300
<b>Total</b>	<b>278,035,881</b>	<b>152,435,881</b>
<b>15 Other Non-Current Assets</b>		
Bank fixed deposit with remaining maturity of more than 12 months	209,565,585	340,531,388
	<b>209,565,585</b>	<b>340,531,388</b>
<b>16 Inventories</b> (At lower of cost and net realizable value, unless stated otherwise)		
Raw Material	286,272,327	100,746,918
Packing Material	3,238,419	4,453,641
Finished Goods	18,442,410	50,410,887
Scraps	980,335	1,075,581
Erection WIP	-	25,052,206
Work Contract Materials	88,791,091	326,873,044
<b>Total</b>	<b>397,724,582</b>	<b>508,612,277</b>
<b>17 Trade Receivable</b>		
Trade Receivables (Unsecured, Considered good)	1,428,238,116	1,285,118,885
<b>Total</b>	<b>1,428,238,116</b>	<b>1,285,118,885</b>
<b>16.1 Out of above:</b>		
Outstanding Exceeding six month	335,292,723	319,843,939
Other Trade Receivables	1,092,945,393	965,274,947
<b>Total</b>	<b>1,428,238,116</b>	<b>1,285,118,885</b>



**Neccon Power & Infra Limited**  
**Regd. Office A T Road, Jorhat Assam-785001**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31.03.2018**

Particulars		As At March 31, 2018	As At March 31, 2017
<b>18 Cash and bank balances</b>			
Cash and cash equivalents			
Balances with Bank			
Balance in Current Accounts		101,739,470	86,399,174
Cash in Hand		939,390	19,378,921
<b>Other bank balance:</b>			
Bank fixed deposit with remaining maturity of less than 12 months		257,612,579	82,784,234
Bank fixed deposit with remaining maturity of more than 12 months		209,565,585	340,531,388
		569,857,024	529,093,717
Less: Amount disclosed under Non-Current Assets (Note no. 15)		209,565,585	340,531,388
<b>Total</b>		<b>360,291,440</b>	<b>188,562,329</b>
<p>18.1 - All the above fixed deposit are pledged with banks as margin money against bank guarantee.</p> <p>18.2 - Balance with banks includes credit balance of Rs. 23.84 lakhs in current account due to over issue of cheques.</p>			
<b>19 Short Term Loans &amp; Advances</b>			
(Unsecured, considered good)			
Advances to suppliers and others		49,158,195	80,588,877
Advance Tax & ITDS		(0)	-
Income Tax Refund Due		1,530,208	1,517,853
GST Input Credit not Utilised		34,528,468	1,874,990
Service Tax Advance against pending demand		3,442,372	38,015,836
<b>Total</b>		<b>88,659,243</b>	<b>121,997,556</b>
<b>20 Other Current Assets</b>			
Prepaid expenses		12,900,514	29,683,914
Retention money deducted on bills		1,151,761,775	1,330,420,548
Insurance Claim Receivable		-	3,636,733
<b>Total</b>		<b>1,164,662,289</b>	<b>1,363,741,195</b>





**Neccon Power & Infra Limited**  
**Regd. Office A T Road, Jorhat Assam-785001**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	As At 31/03/2018	As At 31/03/2017
<b>21 Revenue from Operations</b>		
Sale of Goods	1,614,105,796	1,243,922,697
Works Material Supply	2,175,548,858	2,228,127,208
Erection Works services	505,591,586	410,052,192
Other Operating Revenues	-	9,272,156
	<b>4,295,246,240</b>	<b>3,891,374,253</b>
<u>Less:</u>		
Excise duty	42,841,713	119,891,913
<b>Total</b>	<b>4,252,404,527</b>	<b>3,771,482,340</b>
<b>19.1 Out of the above</b>		
A) A) Sale of Goods		
Domestic Sale		
Mfg. & Trading Goods Sale	1,606,583,969	1,235,529,325
Electricity Power Sale	7,521,827	8,393,372
	<b>1,614,105,796</b>	<b>1,243,922,697</b>
B) Works Material Supply		
Domestic Sale	2,175,548,858	2,228,127,208
Deemed Export Sale	-	-
	<b>2,175,548,858</b>	<b>2,228,127,208</b>
C) Erection Works services		
Domestic Sale	505,591,586	410,052,192
Deemed Export Sale	-	-
<b>Total</b>	<b>505,591,586</b>	<b>410,052,192</b>
<b>22 Other Income</b>		
Exchange gain/ loss	12,555,741	2,072,928
Dividend	-	111
Awards Money Receipt	100,000	-
Interest Income	25,938,218	29,398,029
Rent Received	294,000	152,500
Profit/(Loss) on Sale of Fixed Assets	(1,514,748)	410,281
<b>Total</b>	<b>37,373,211</b>	<b>32,033,849</b>
<b>23 Cost of Material Consumed</b>		
Raw Material		
Opening stock		
Work Contract Materials in Hand	427,619,962	229,223,172
<u>Add:</u>		
Purchases	2,873,247,087	2,880,749,613
	<b>3,300,867,049</b>	<b>3,109,972,785</b>



**Neccon Power & Infra Limited**  
**Regd. Office A T Road, Jorhat Assam-785001**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	As At 31/03/2018	As At 31/03/2017
<u>Less: Closing Stock:</u>		
Work Contract Materials in Hand	375,063,418	427,619,962
	2,925,803,631	2,682,352,823
Cost of Material Supply in Works	2,925,803,631	2,682,352,823
Other Materials (Packing Materials)	41,312,218	28,513,687
Cost of Raw material consumed	2,967,115,849	2,710,866,510
<u>Less:-</u>		
Transational Input claim under GST on Stock	15,378,169	-
Insurance Claim	-	800,000
<b>Total</b>	<b>2,951,737,680</b>	<b>2,710,066,510</b>
<b>24 Purchase of Stock in Trade</b>		
Trading Goods Purchase	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<b>25 Changes in inventories of finished goods, work-in-progress and stock in trade</b>		
A) Opening Stock		
Finished Goods	50,410,887	32,902,254
Scraps	1,075,581	881,690
	51,486,468	33,783,944
B) Closing Stock		
Finished Goods	18,442,410	50,410,887
Scraps	980,335	1,075,581
	19,422,745	51,486,468
<b>Net Increase/Decrease</b>	<b>32,063,723</b>	<b>(17,702,524)</b>
<b>26 Employees Benefits Expenses</b>		
Salaries,Wages & Bonus	96,056,370	81,314,755
Director Remuneration	22,200,000	20,090,000
Staff Welfare	21,413,465	3,677,511
Gartuity Benefits	7,431,703	-
Staff/Labour Compensation	-	400,000
Contribution to provident and other funds	6,962,046	1,750,774
<b>Total</b>	<b>154,063,584</b>	<b>107,233,040</b>
<b>27 Finance costs</b>		
Interest to Suppliers & Others	14,945,405	3,697,862
Interest on Unsecured Loan	2,799,153	20,546,923
Interest on cash credit	104,322,840	93,505,781
Interest on Term Loan for Machinery	247,278	1,680,185
<b>Total</b>	<b>122,314,676</b>	<b>119,430,751</b>





**Neccon Power & Infra Limited**  
**Regd. Office A T Road, Jorhat Assam-785001**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	As At 31/03/2018	As At 31/03/2017
<b>28 Depreciation and Amortisation expenses</b>		
Depreciation (Refer to Note-12 )	22,577,859	18,054,782
<b>Total</b>	<b>22,577,859</b>	<b>18,054,782</b>
<b>29 Other Expenses</b>		
Manufacturing Expenses		
Freight, Cartage, & Handling Charge	14,542,208	66,840,146
Labour Cess on Contract	16,822,286	14,484,084
Power & Fuel Expenses	8,993,205	6,832,703
Consumption of stores and spares	3,619,911	1,639,427
Sub Contract Charge	399,953,400	348,132,906
<b>Net Direct/ Manufacturing Expenses</b>	<b>443,931,010</b>	<b>437,929,266</b>
Advertisement & Publicity	1,405,687	2,071,511
Audit Fee	550,000	50,000
Bank Charges	64,912,599	76,543,316
Commission charges	3,940,230	1,683,133
Conveyance	4,926,468	3,054,771
Donation & Charity	6,790,985	4,300,861
Electricity & Water Charges	2,790,233	2,347,142
Insurance Premium	26,346,011	16,171,739
Legal & Licence, & Filling fee	318,720	515,615
Repairs and maintenance of buildings, offices	13,122,872	10,529,682
Repairs and maintenance of P&M	31,012,936	18,089,049
Printing & Stationery	2,469,170	3,084,183
Rates & Taxes	30,592,459	35,054,316
Professional Consultancy Fee	10,179,671	6,918,856
Rent for Office, Factory & Godwon	10,972,285	9,181,349
Security expenses	2,102,303	1,580,934
Telephone and communication charges	2,888,029	2,348,962
Testing & Laboratory Expenses	8,098,627	3,514,609
Travelling Expenses	15,216,719	9,025,031
Miscellaneous expenditure	42,398,495	24,156,595
<b>Total</b>	<b>724,965,510</b>	<b>668,150,919</b>
<b>30 Exceptional items</b>		
Prior Period Expenses	647,540	251,912
Loss on sale of shares		108,796
<b>Total</b>	<b>647,540</b>	<b>360,708</b>
<b>31 Earning per Share</b>		
Net Profit after tax as per Statement of Profit & Loss	181,223,988	127,364,399
Weighted average no. of outstanding equity shares	38,090,533	32,246,233
Basic and Diluted Earning per Share	4.76	3.95
Face Value per Equity Share	10	10





Neccon Power & Infra Limited  
Note No-12 Fixed Assets As At 31.03.2018

SL. No.	Assets	Gross Block				Depreciation/Amortisation				NET BLOCK	
		As at 31.03.2017	Additions	Disposal/Sales	As at 31.03.2018	As at 31.03.2017	For the	Disposal /	As at 31.03.2018	As at 31.03.2018	As at 31.03.2017
A	<b>TANGIBLE ASSETS (Own Assets)</b>										
1	<b>Land &amp; Development</b>										
	<b>Freehold</b>										
	1) Factory Land Development	14,167,127	-	-	14,167,127	-	-	-	-	14,167,127	14,167,127
	2) Land at Seuni Ali Jorhat-I	352,000	-	-	352,000	-	-	-	-	352,000	352,000
	3) Land at Seuni Ali Jorhat-II	57,500	-	-	57,500	-	-	-	-	57,500	57,500
	4) Land at HSIIDC Kundli	33,914,442	1,167,409	-	35,081,851	-	-	-	-	35,081,851	33,914,442
	5) Land at Manoharpur Ind.	2,728,850	-	-	2,728,850	-	-	-	-	2,728,850	2,728,850
	<b>Leasehold</b>										
	1) Land at Greentech Mega Food Park	2,703,780	1,011,170	-	3,714,950	-	37,908	-	37,908	3,677,042	2,703,780
2	<b>Freehold</b>										
	<b>Buildings</b>										
	1) Building (Factory, Stores, & Office)	38,835,272	52,371,337	-	91,206,609	18,920,273	2,614,399	-	21,534,672	69,671,937	19,914,999
	2) Jaipur Ress. House	1,212,096	-	-	1,212,096	929,928	13,743	-	943,671	268,425	282,168
	3) Jaipur Office Purch.	727,650	-	-	727,650	443,556	11,971	-	455,527	272,123	284,094
	4) Staff Quarter Neemati	259,830	-	-	259,830	187,370	-	-	187,370	72,460	72,460
	5) MD House Renovation	8,360,846	-	-	8,360,846	1,609,423	328,814	-	1,938,237	6,422,609	6,751,423
	6) Ghy. Office Building	7,817,798	-	-	7,817,798	111,027	-	-	111,027	7,706,771	7,706,771
3	Air Condition	1,181,909	280,097	-	1,462,006	288,292	296,580	-	584,872	877,134	893,617
4	Invertor & Battery	163,542	83,686	-	247,228	49,580	28,745	-	78,325	168,903	113,962
5	CC TV & Camera	129,592	129,021	-	258,613	57,156	42,720	-	99,876	158,737	72,436
11	Plant & Machinery (Mfg. & Cont. Div)	59,168,556	11,691,065	15,473,662	55,385,959	39,866,559	4,629,101	12,209,498	32,286,162	23,099,797	19,301,997
12	Plant & Machinery (WP)	88,320,059	-	-	88,320,059	53,302,216	4,383,388	-	57,685,604	30,634,455	35,017,843
13	P&M Generator Set	1,827,170	19,476	-	1,846,646	847,057	178,807	-	1,025,864	820,782	980,113
14	Office Equipment	2,252,413	914,313	-	3,166,726	1,154,540	668,984	-	1,823,524	1,343,202	1,097,873
15	Computer & Accessories	4,114,565	1,212,043	-	5,326,608	2,036,920	1,776,456	-	3,813,376	1,513,232	2,077,645
16	Electrical & Installation	3,016,489	1,149,898	-	4,166,387	2,703,494	133,691	-	2,837,185	1,329,202	312,995
17	Tools & Implements	5,795,090	638,532	-	6,433,622	2,263,756	729,902	-	2,993,658	3,439,964	3,531,334
18	Furniture & Fixture	10,656,422	611,795	-	11,268,217	4,527,202	1,673,429	-	6,200,631	5,067,586	6,129,220
19	Fire Equipment	90,000	-	-	90,000	69,988	9,020	-	79,008	10,992	20,012
20	Vehicles- Motor Car	29,974,091	10,457,248	1,138,196	39,293,143	18,302,282	3,618,151	1,094,873	20,825,560	18,467,583	11,671,809
21	Vehicles- Two Wheelers	4,250,691	885,540	-	5,136,231	2,343,372	570,307	-	2,913,679	2,222,552	1,907,319
	<b>Sub-Total of A-</b>	<b>322,077,779</b>	<b>82,622,630</b>	<b>16,611,858</b>	<b>388,088,552</b>	<b>150,013,990</b>	<b>21,746,116</b>	<b>13,304,371</b>	<b>158,455,736</b>	<b>229,632,816</b>	<b>172,063,789</b>
B	<b>INTANGIBLE ASSETS</b>										
1	Computer Software	47,600	-	-	47,600	45,220	-	-	45,220	2,380	2,380
	<b>Sub-Total of B-</b>	<b>47,600</b>	<b>-</b>	<b>-</b>	<b>47,600</b>	<b>45,220</b>	<b>-</b>	<b>-</b>	<b>45,220</b>	<b>2,380</b>	<b>2,380</b>
C	<b>Capital Work in Progress</b>										
1	Factory Building at Kundly	66,159,982	16,886,178	-	83,046,160	-	-	-	-	83,046,160	66,159,982
2	Office at NDLS DLF Capital	41,323,603	8,159,016	-	49,482,619	-	-	-	-	49,482,619	41,323,603
3	Jaipur New Office	10,005,641	-	10,005,641	-	-	-	-	-	-	10,005,641
4	Bapi Factory Building	4,291,346	47,989,813	52,281,159	-	-	-	-	-	-	4,291,346
5	Plant & Machinery (WIP)	-	8,440,500	-	8,440,500	-	-	-	-	8,440,500	-
	<b>Sub-Total of C-</b>	<b>121,780,572</b>	<b>81,475,507</b>	<b>62,286,800</b>	<b>140,969,279</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>140,969,279</b>	<b>121,780,572</b>
	<b>Grand Total of (A+B+C)</b>	<b>443,905,951</b>	<b>164,098,137</b>	<b>78,898,658</b>	<b>529,105,431</b>	<b>150,059,210</b>	<b>21,746,116</b>	<b>13,304,371</b>	<b>158,500,956</b>	<b>370,604,475</b>	<b>293,846,741</b>
	<b>Previous Year 2016-17</b>	<b>346,692,922</b>	<b>100,704,889</b>	<b>3,491,860</b>	<b>443,905,951</b>	<b>134,741,069</b>	<b>18,054,782</b>	<b>2,736,641</b>	<b>150,059,210</b>	<b>293,846,741</b>	<b>211,951,853</b>



**Neccon Power & Infra Limited**  
**Details of Investment In Property (Referred to Note No.13)**

SL. No.	Assets	Gross Block				Depreciation/Amortisation				Net Block	
		As at 31.03.2017	Additions	Disposal /Sales	As at 31.03.2018	As at 31.03.2017	For the	Disposal /	As at 31.03.2018	As at 31.03.2018	As at 31.03.2017
1	Land at Jaipur C-19 House	4,817,700	-	-	4,817,700	-	-	-	-	4,817,700	4,817,700
2	Flat at Vaishalinagar Jaipur	12,681,431	-	-	12,681,431	-	617,586	-	617,586	12,063,845	12,681,431
3	Flat at Verdhman Residency	-	5,671,670	-	5,671,670	-	214,158	-	214,158	5,457,512	-
		<b>17,499,131</b>	<b>5,671,670</b>	<b>-</b>	<b>23,170,801</b>	<b>-</b>	<b>831,743</b>	<b>-</b>	<b>831,743</b>	<b>22,339,058</b>	<b>17,499,131</b>



**Notes to the Standalone Financial Statements for the year ending 31<sup>st</sup> March 2018: -**

**32. Quantity & Value of Raw Material Consumed (Conductor Manufacturing Division)**

Particulars	Quantity (in MT)			Amount (in Rs.)		
	Aluminium	Steel Wire	Alloy	Aluminium	Steel Wire	Alloy
Opening stock	597.218	285.743	5.600	8,47,59,630	1,51,05,908	8,81,380
Add: Purchase	8,397.746	2,948.918	-	1,29,81,78,799	16,90,14,717	-
Total	8,994.865	3,234.661	5.600	1,38,29,38,429	18,41,20,625	8,81,380
Closing Stock	1,663.614	365.588	5.600	26,10,23,293	2,43,67,654	8,81,380
Consumed	7,331.251	2,869.073	-	1,12,19,15,136	15,97,52,971	-
Previous Year	6,036.824	1,962.890	-	83,70,01,075	9,62,32,313	-

The Materials consumed are indigenous Rs. 2,36,54,37,084.42 and imported for Rs.58,63,00,595.66 (Previous year indigenous Rs. 2,45,78,44,771.00 and imported for Rs. 25,01,48,811.00)

**33. Quantitative details in respect of Finished Goods:**

Products	Unit	Opening Stock	Production during the year	Sales during the year (incl. sample and scrap)	Closing Stock
ACSR	KM	430.093	12,201.275	12,432.766	198.602
AAA Conductor	KM	1337.710	4,654.122	5,891.744	100.088
Aluminum Wire	MT	0.000	267.410	267.410	0.000

**34. Turnover in Value**

	<u>AT 2017-18</u>	<u>AT 2016-17</u>
ACSR Conductor	1,39,98,06,380.87	82,42,58,359
AAAC Conductor	15,05,08,252.00	24,71,28,452
AAC Conductor	Nil	4,17,71,546
Aluminium Wire	5,35,16,757.00	12,08,41,536
RM Scraps	27,52,579.00	15,29,432
Wind Power (Electricity Power)	75,21,827.00	83,93,372
Works Contract	2,68,11,40,444.49	2,63,81,79,400
<b>Total</b>	<b>4,29,52,46,240.36</b>	<b>3,88,21,02,097</b>





35.	Expenditure/Income in Foreign Currency on Account of	AT 31.03.2018	AT 31.03.2017
	Value of Raw Materials Import (CIF Basis)	72,55,64,842.00	28,20,69,094
	Bank Charges	20,97,456.00	23,61,581
	Interest on LC	31,73,847.00	12,73,096
	Export Receipts (FOB Value)	24,90,71,924.00	Nil

36. No employee of the Company was in receipt of remuneration during the financial year 2017-18 in excess of the sum prescribed under section 197(12) of the Companies act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personal) Rule, 2014
37. Previous periods figure have been regrouped/rearranged, wherever considered necessary to confirm to current period presentation.
38. Balance of the sundry creditors, sundry debtors, unsecured loan and advance are subject to confirmation and reconciliation.
39. Company has first time adopted the accounting standard-15. Company has made provision for gratuity as per valuer report. Company has made gratuity valuation from valuer for last 5 years. Opening liabilities for the last 4 years is adjusted in retained earnings. Further for the financial year 2017-18 gratuity valuer report shows Past service cost - non-vested benefits of Rs. 407,096. The company has no policy for leave encashment benefits.
40. The Company has sought details from suppliers who had permanent registration certificate as Small Scale Industrial Undertaking issued by the Directorate of Industries of a State or Union Territory, in the absence of such information, the amount (also bifurcation for 30 days and more than 30 days) and interest due as per the "Interest on delayed payment to small scale & ancillary industries undertaking Act, 1993" is not ascertainable as on Balance Sheet date.
41. **Transfer Pricing**  
The company has specified domestic transaction with parties as provided for in the Income Tax Act, 1961. In the opinion of the management, the Company maintains documents as prescribed by the Income Tax Act to provide that these specified domestic transactions are at arm's length and the aforesaid legislation will have any material impact on the financial statement, particularly on the amount tax expenses and that of provision for taxation.



**42. CONTINGENT LIABILITY:**

- 1) Contingent liability not provided for counter guarantee given for guarantee issued by bank

S L No.	Name of Bank	AT 2017-18	AT 2016-17
1	Indian Bank Jorhat Branch	2,07,37,75,923.40	2,24,89,14,803
2	Bank of Baroda Jorhat Branch	45,62,75,836.00	42,03,99,229
3	Canara Bank Jorhat Branch	34,50,63,367.00	39,78,57,541
4	United Bank of India Guwahati	45,18,34,608.00	45,18,34,608
5	Punjab National Bank Guwahati	17,90,21,324.00	-

- 2) Contingent liability not provided for corporate guarantee given on behalf of subsidiary Company M/s Brahmaputra Infra Power Pvt Ltd to State Bank of India Jorhat for sanction of Term Loan Rs 25.50 crore
- 3) Contingent liability not provided for dues of Service Tax & Excise duty which have not been deposited as on 31<sup>st</sup> March, 2018 on account of disputes are given below

S L No.	Nature of Statute	Amount not paid/Involved in dispute	Period to Which it relates	Forum Where dispute is pending
1	Service Tax Cenvat disallowed - Service tax Act, 2004	Rs. 1,30,84,835.00 Service Tax Rs. 1,19,16,571.00 Interest on Service Tax	01.04.2006 to 31.03.2011	Custom, Excise and Service Tax Appellate Tribunal East Regional Bench Kolkata

**43. Segmental Reporting:**

The Group's operations predominantly relate to provide development of transmission line of power in three primary segments viz. manufacturing of transmission line conductors, established of transmission Power Substations on turnkey basis and Manufacturing of Electricity Energy through Wind Power Unit. The Group considers the business segment as the primary segment and geographical Segment based on the location of the customers as secondary segment.





**A) Business Segment:**

**As at 31st March 2018**

Particulars	Manufacturing Division	Works Contract Division	Power Generation Division	Unallocated	Total
Segment Revenue					
Revenue from operation	1,56,07,51,756	2,72,69,72,657	75,21,827		4,29,52,46,240
Segment Operating Expenditure					
Operating Expenditure	1,45,78,78,995	2,30,99,40,884	67,17,231		3,77,45,37,110
Segment Result					
Profit before Unallocated Expenses/ Income	10,28,72,761	41,70,31,773	8,04,596		52,07,09,130
Unallocated expenses net of Unallocated Income				23,86,54,424	23,86,54,424
Profit before Exceptional items					28,20,54,706
Less: Exceptional items					6,47,5540
Profit before tax					28,14,07,166
Less: Tax expenses					10,01,83,178
Profit from Continuing operations					18,12,23,988
Add: Profit from Discontinuing Operations					-
Profit for the year					18,12,23,988
Segment Assets	1,07,54,43,333	2,32,75,30,467	3,39,12,288	1,02,86,41,191	4,46,55,27,278
Segment Liabilities	10,53,75,650	1,61,43,33,214	4,248	85,31,34,951	2,57,28,48,062



As at 31st March 2017

Particulars	Manufacturing Division	Works Contract Division	Power Generation Division	Unallocated	Total
Segment Revenue					
Revenue from operation	1,23,18,51,999	2,65,11,28,882	83,93,372		3,89,13,74,253
Segment Operating Expenditure					
Operating Expenditure	95,69,97,941	2,50,04,44,950	70,98,806		3,46,45,41,697
Segment Result					
Profit before Unallocated Expenses/ Income	27,48,54,058	15,06,83,932	12,94,566		42,68,32,556
Unallocated expenses net of Unallocated Income				22,89,10,553	22,89,10,553
Profit before Exceptional items					19,79,22,003
Less: Exceptional items					
Profit before tax					19,79,22,003
Less: Tax expenses					7,05,57,604
Profit from Continuing operations					12,73,64,399
Add: Profit from Discontinuing Operations					
Profit for the year					12,73,64,399
Segment Assets	71,44,94,653	2,80,97,25,016	3,83,85,262	81,19,34,156	4,37,45,39,087
Segment Liabilities	29,71,64,589	1,40,92,34,568	1,06,82,105	93,47,61,726	2,65,18,42,988





**B) Geographical Segment:-**

The company business activity falls within a single geographical, hence it has no other reportable segments.

**44. Related Party Disclosures**

The following related parties as identified by the management and relied upon by the Auditors:

SN	Name of Related Parties	
1) Subsidiary Companies		
	1) Brahmputra Infra Power Pvt Ltd	2) Lower Seijusa Hydel Power Co. Pvt Ltd
2) Enterprises over which key management personal and their relatives have significant influence		
	1) North Eastern Cables Pvt Ltd	9) Kreesna Industries (I) Pvt.Ltd.
	2) North Eastern Educare & Research Pvt Ltd	10) Shajha Automations Pvt.Ltd
	3) Topline Finvest Pvt Ltd.	11) Mahak Builders Pvt.Ltd.
	4) VSG Trade Pvt Ltd	12) Murlidhar Khetan & Sons
	5) Murlidhar Khetan & Sons	13) Basant Kumar Khetan & Sons
	6) Toor Finance Co.Ltd.	14) Pradeep Kumar Khetan (HUF)
	7) Sri Mahaluxmi Aerated Aqua Pvt. Ltd	15) Jai Prakash Khetan & Sons
	8) Shyam Associates	
3) Key Management Personal and their relatives- Director & Relatives		
	1) Mr Murlidhar Khetan	9) Mrs Payal Khetan
	2) Mr Jai Prakash Khetan	10) Nidhi Khetan (Shah)
	3) Mr Basant Kumar Khetan	11) Deepjyoti Khetan (Motaini
	4) Mr Pradeep Kumar Khetan	12) Rainy Khetan
	5) Mrs Sohani Devi Khetan	13) Sherstha khetan
	6) Mrs Ranjana Devi Khetan	14) Vishesh Khetan
	7) Mrs Sneha Khetan	15 Meghana Khetan
	8) Mrs Kavita Khetan	



The following transaction was carried out with the related parties in the ordinary course of business as disclosed in the audited accounts of the individual companies.

S.N.	Loans & advances to Subsidiary	Brahmaputra Infra Power Pvt.Ltd		Lower Seijusa Hydel Power Co.Pvt.Ltd.	
		AS 31.03.2018	AT 31.03.2017	AS 31.03.2018	AT 31.03.2017
A	Opening Balance on beginning of the year	15,23,32,581	12,75,12,581	1,03,300	87,300
	Amount Paid During the Year	13,36,00,000	2,66,20,000	Nil	16,000
	Total	28,59,32,581	15,41,32,581	1,03,300	1,03,300
	Less :- Amount Received during the Year	80,00,000	18,00,000	Nil	Nil
	Closing Balance as on ending of the year	27,79,32,581	15,23,32,581	1,03,300	1,03,300
B	<b>Sales-</b>				
1	North Eastern Cables Pvt Ltd (excluding VAT/GST)			84,81,320	52,87,894
C	<b>Purchase</b>				
1	North Eastern Cables Pvt Ltd. (Including VAT & GST)			1,16,66,343	1,80,53,006
D	<b>Remuneration to Directors</b>				
1	Mr Murlidhar Khetan			42,00,000	35,00,000
2	Mr Jaiprakash Khetan			30,00,000	27,50,000
3	Mr Basant Kumar Khetan			30,00,000	27,50,000
4	Mr Pradeep Kumar Khetan			30,00,000	27,50,000
5	Mrs Ranjana Khetan			30,00,000	25,00,000
6	Mrs Sneha Khetan			30,00,000	25,00,000
7	Mrs Kavita Khetan			30,00,000	25,00,000
8	Miss Rainy Khetan			-	8,40,000
E	<b>Remuneration-to Director's Relatives</b>				
2	Deepjyoti Khetan			4,71,000	3,36,000
3	Nidhi Khetan(Shah)			15,00,000	13,00,000
4	Payal (Khetan (Khaderia)			5,40,000	5,40,000
F	<b>Rent Paid- Director &amp; Relatives</b>				





1	Mr Murlidhar Khetan	4,20,000	4,20,000
2	Mr Basant Kumar Khetan	3,24,000	3,24,000
3	Mr Pradeep Kumar Khetan	3,24,000	3,24,000
4	Mrs Ranjana Khetan	1,44,000	3,09,000
5	Mrs Kavita khetan	1,44,000	1,44,000
6	Mrs Sneha Khetan	1,44,000	1,44,000
<b>Rent Paid-</b>			
1	North Eastern Cables Pvt Ltd. (Including GST)	8,17,200	7,20,000
2	North Eastern Educare & Research Pvt Ltd	-	44,91,900
<b>G Interest Paid- Director &amp; relatives</b>			
1	Mr Murlidhar Khetan	39,766	74,033
2	Mr Jai Prakash Khetan	3,73,619	3,60,390
3	Mr Basant Kumar Khetan	4,76,396	11,56,650
4	Mr Pradeep Kumar Khetan	-	
6	Mrs Ranjana Khetan	6,66,326	5,42,666
7	Topline Finvest pvt.Ltd.	1,02,185	31,771
8	VSG Trade Pvt.Ltd.	16,631	1,84,890
9	Toor Finance Co.Ltd	10,19,891	3,84,310
10	Kavita Khetan	1,04,339	-
<b>H Machinery Sales</b>			
1	North Eastern Cables Pvt. Ltd. (Including GST)	10,21,417	-

<b>I Loan Taken</b>					
	Name of Persons & Relationship	Amount outstanding at the year ended 31.03.2018	Maximum amount outstanding during the year	Amount outstanding at the year ended 31.03.2017	Maximum amount outstanding during the year
<b>From Director' &amp; Relatives</b>					
1	Mr Murlidhar Khetan	Nil	38,05,000	Nil	29,91,098
2	Mr Basant Kumar Khetan	Nil	1,38,53,655	1,38,53,655	1,38,53,655
3	Mr Jai Prakash Khetan	Nil	1,35,86,000	Nil	94,00,649
4	Mrs Ranjana Devi Khetan	Nil	1,22,95,324	27,39,324	61,90,925
5	Mrs Sneha khetan	Nil	45,95,000	Nil	-
6	Mrs Kavita Khetan	Nil	61,15,000	Nil	-
7	Mr Vishesh Khetan	Nil	5,00,000	Nil	-
<b>Other Enterprises</b>					
1	Topline Finvest Pvt Ltd	Nil	1,02,58,594	5,58,594	10,00,000



2	Toor Finance Co.Ltd	Nil	6,16,13,879	3,45,879	9,30,32,877
3	VSG Trade Pvt Ltd	Nil	1,66,401	1,66,401	87,93,226

45. The Company has taken into consideration the Provision of Accounting Standard 28 Impairment of Assets. The Company does not have any asset which would require impairment and provisions.

**46. Operating cycle for current and non-current classification**

Operating cycle for the business activities of the company covers the duration of the specific project/contract/product line/service including the defect liability period wherever applicable and extends up to the realisation of receivables (including retention monies) within the agreed credit period normally applicable to the respective lines of business.

**47. Investment property**

During the year properties of Rs. 2,23,39,058 which consist of land and flats in Jaipur are considered as investment property as these are held for capital appreciation and for earning rental incomes. Depreciation on these are charged accordingly. Earlier these are shown in fixed assets.

For Borkar & Muzumdar  
Chartered Accountants  
Firm Reg. no 101569W

For and on behalf of the Board of  
Neccon Power & Infra Limited



Vivek Kumar Jain  
Partner  
M N. 119700  
Place: Jorhat  
Date: 20th August 2018




Murlidhar Khetan  
Director  
DIN: 00842354



Jai Prakash Khetan  
Director  
DIN: 842692

