



**GACL - NALCO Alkalies & Chemicals Private Ltd.**

**ANNUAL ACCOUNTS FOR THE YEAR 2017-18**

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**Corporate Office: 401-403, Yashkamal Building, Sayajigunj, Dist. Vadodara – 390 005**  
**Regd. Office: GACL P. O. Petrochemicals – 391 346, Dist.:Vadodara, Gujarat, INDIA.**  
**Phone: +91-265-2222434**



## **INDEPENDENT AUDITOR'S REPORT**

To The Members of GACL-NALCO Alkalies and Chemicals Private Limited

### **1. Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of GACL-NALCO Alkalies and Private Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2018, and the Statement of Profit and Loss (including Other comprehensive income), the statement of Cash Flow and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information,

### **2. Management's Responsibility for the Standalone 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 the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs(financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the relevant rules issued thereunder.

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 standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **3. Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone Ind AS 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 of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS 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 the 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 standalone Ind AS 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 standalone Ind AS financial statements.

#### **4. Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 including the Ind AS, of the state of affairs (financial position) of the Company as at 31<sup>st</sup> March, 2018, and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

#### **5. 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 in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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, the statement of Cash Flow and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act read with relevant rule issued thereunder;

e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2018 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 litigations which would impact its financial position.


ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : Vadodara  
Date : 03.05.2018

For Prakash Chandra Jain & Co.  
Chartered Accountants  
FRN-002438C

(Pratibha Sharma)  
Partner  
Membership No. 400755



## Annexure "A" to the Auditors' Report

The Annexure referred to in our report of even date. We report that:

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The company has a programme of physical verification of all its fixed assets over a period of one year, and no material discrepancies were noticed on such verification.
- (c) No material deficiencies were noticed on physical verification of fixed assets by the company.
- (ii) The Company does not have any inventory, therefore the provisions of clause 3(ii) are not applicable to the company
- (iii) As explained to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act during the year. Accordingly the clauses 3(iii) (a), (b) & (c) of the Order are not applicable.
- (iv) The company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security during the year.
- (v) The company had not accepted any deposits within the meaning of Sections 73 to 76 or any other relevant provisions the Companies Act and the rules framed there under.
- (vi) There is no requirement to maintain cost records under section (1) of section 148 of the Companies Act, 2013.
- (vii) a) According to the information and explanations given to us and records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Income tax, Goods and service tax , Service Tax, value added tax , cess and other material statutory dues as applicable with appropriate authorities. According to the information and explanations given to us and records of the Company examined by us, in our opinion Provident Fund, Employee's State Insurance,, Sales tax, Wealth tax, Custom duty, Excise Duty, are not applicable to the company. According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income tax, Goods and service tax , Service Tax, value added tax, cess and other statutory dues outstanding as at 31.03.2018 for a period of more than six months from the date they became payable.



- b) According to the information and explanations given to us and records of the Company examined by us there are no dues of Goods and service tax , Income tax, Service tax, Value added tax, cess which have not been deposited on account of any dispute pending.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not availed any loans or borrowing from a financial institution ,bank, government or dues to debenture holders.
- (ix) The Company has not raised any amount by way of initial public offer, further public offer or term loans during the year.
- (x) On the basis of our examination and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year.
- (xi) On the basis of our examination and according to the information and explanations given to us, The Company has not paid or provided for the managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act , 2013.
- (xii) On the basis of our examination and according to the information and explanations given to us the Company is not a Nidhi Company.
- (xiii) In our opinion and according to the information and explanations given to us , all the transactions of related parties of the Company are in compliance with the provisions of Section 177 and 188 of the Companies Act, 2013 and the details thereof has been disclosed in the Financial statements.
- (xiv) In our opinion and according to the information and explanations given to us, the Company has made allotment of shares to its promoters on right and preferential issue basis. The company has not issued fully or partly convertible debentures during the year.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not made any non cash transactions with directors or persons connected with him.



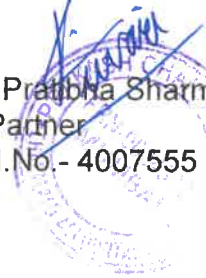
(xvi) The Company is not required to be registered under section 45- IA of the Reserve Bank of India Act, 1934.

For Prakash Chandra Jain & Co.  
Chartered Accountant  
FRN-002438C

( Pratibha Sharma)  
Partner  
M.No. - 4007555

Place : Vadodara

Date : 03.05.2018





## **Annexure - "B" to the Auditors' Report**

[Referred to paragraph 6(2)(g) of our audit report of even date]

### **Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

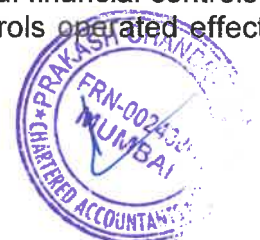
We have audited the internal financial controls over financial reporting of GACL-NALCO Alkalies and Chemicals Private Limited (The company) as of 31<sup>st</sup> March 2018 in conjunction with our audit report on the financial statements of the Company for the year ended and as on that date.

#### **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 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 Companies Act, 2013.

#### **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 on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, 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 Institute of Chartered Accountants of India. 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 judgment, 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 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 and use 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, to the best of our information and according to the explanations given to us, 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 31 March 2018, 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 Prakash Chandra Jain & Co.  
Chartered Accountants  
Firm Reg. No. : 002438C

Place : Vadodara

Date : 03.05.2018

(CA Pratibha Sharma)  
Partner  
Membership No. : 400755





## GACL - NALCO Alkalies & Chemicals Private Limited

### Balance Sheet as at March 31, 2018.

(Rs. In lakhs)

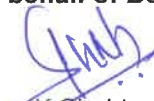
Particulars	Note No.	As at 31.3.2018	As at 31.3.2017	As at 31.3.2016
<b>ASSETS</b>				
<b>1. Non-current assets</b>				
a) Property, Plant and Equipment	2	16.80	3.92	3.31
b) Capital work-in-progress		407.16	50.63	22.38
c) Intangible assets	3	8,089.39	0.52	-
d) Other non-current assets		12,509.10	-	-
<b>Total non-current assets</b>		<b>21,022.45</b>	<b>55.07</b>	<b>25.69</b>
<b>2. Current assets:</b>				
a) Financial Assets:				
Cash & Cash Equivalents	4	3,787.29	2,593.63	10.00
b) Other current assets		1,005.59	0.55	-
<b>Total current assets</b>		<b>4,792.88</b>	<b>2,594.18</b>	<b>10.00</b>
<b>TOTAL ASSETS</b>		<b>25,815.33</b>	<b>2,649.25</b>	<b>35.69</b>
<b>EQUITIES AND LIABILITIES</b>				
<b>1. Equity</b>				
a) Share Capital	5	25,332.73	500.00	10.00
b) Share application money pending allotment		-	2,280.00	-
c) Other equity	6	(384.42)	(250.22)	(47.80)
<b>Total Equity</b>		<b>24,948.31</b>	<b>2,529.78</b>	<b>(37.80)</b>
<b>2. Liabilities</b>				
<b>Non-current liabilities</b>				
<b>Current liabilities</b>				
a) Financial Liabilities				
Trade payables	7	752.82	116.82	73.20
b) Current tax liabilities		2.21	2.31	-
c) Other current liabilities	8	111.99	0.34	0.29
<b>Total current liabilities</b>		<b>867.02</b>	<b>119.47</b>	<b>73.49</b>
<b>TOTAL EQUITIES AND LIABILITIES</b>		<b>25,815.33</b>	<b>2,649.25</b>	<b>35.69</b>

See accompanying notes to financial statements

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

  
(M V Mistry)

  
( N B Tripathy)

  
(K Shah)

  
(S K Satpathy)

  
(P G Pujara)

Company Secretary Chief Financial Officer Chief Executive Officer Director

**As per our report of even date attached.**

For Prakashchandra Jain & Co.

Chartered Accountants

FRN - 002438C

Place: Vadodara

Date: 03/05/2018






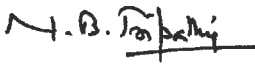
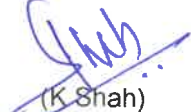


## GACL - NALCO Alkalies & Chemicals Private Limited

### Statement of Profit and Loss for the year ended March 31, 2018.

Particulars	Note No.	(Rs. In lakhs)	
		For the year ended 31.3.2018	For the year ended 31.3.2017
<b>INCOME</b>			
i) Revenue from operations		-	-
ii) Other Income	9	262.55	10.88
iii) Total Income (i+ii)		<b>262.55</b>	<b>10.88</b>
<b>iv) EXPENSES</b>			
a) Employee benefit expenses	10	45.37	116.11
b) Depreciation and amortisation	11	1.41	0.38
c) Other expenses	12	276.85	92.92
Total expenses		<b>323.63</b>	<b>209.41</b>
v) Profit / (Loss) before tax (iii - iv)		<b>(61.08)</b>	<b>(198.53)</b>
vi) Tax expense	13	73.12	3.40
vii) Profit / (Loss) for the period (v - vi)		<b>(134.20)</b>	<b>(201.93)</b>
viii) Other Comprehensive income		-	-
ix) Total comprehensive income / (Loss) for the period		<b>(134.20)</b>	<b>(201.93)</b>
<b>Earning per equity share (face value of Rs.10 each)</b>			
Basic & Diluted		(0.02)	(6.66)

See accompanying notes to financial statements

For and on behalf of Board of Directors

 (M V Mistry) Company Secretary	 (N B Tripathy) Chief Financial Officer	 (K Shah) Chief Executive Officer	 (S K Satpathy) Director	 (P G Pujara) Director
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As per our report of even date attached.

For Prakashchandra Jain & Co.

Chartered Accountants

FRN - 0024380

Place: Vadodara

Date: 03/05/2018





## GACL - NALCO Alkalies & Chemicals Private Limited

### Cash Flow Statement for the year ended March 31, 2018.

(Rs. In lakhs)

Particulars	For the year ended 31.3.2018	For the year ended 31.3.2017
<b>A. Cashflow from Operating activities:</b>		
Net profit before tax	(61.08)	(198.53)
Adjustments for:		
Interest income	(262.55)	(10.88)
Depreciation	1.41	0.38
	(261.14)	(10.50)
<b>Operating profit before working capital changes</b>	<b>(322.22)</b>	<b>(209.03)</b>
Adjustments for:		
Receivables	(1,005.04)	(0.55)
Payables	747.65	43.67
	(257.39)	43.12
<b>Cash generated before tax</b>	<b>(579.61)</b>	<b>(165.91)</b>
Income tax paid	(73.22)	(1.09)
<b>Cash generated from operating activities after tax</b>	<b>(652.83)</b>	<b>(167.00)</b>
<b>B. Cashflow from Investing activities:</b>		
(Purchases)/ Sale of fixed assets	(8,459.69)	(29.76)
Capital Advances	(12,509.10)	-
Interest Received	262.55	10.88
	(20,706.24)	(18.88)
<b>C. Cashflow from Financing activities:</b>		
Share capital issued	22,552.73	490.00
Share issue expenses	-	(0.49)
Share premium money received	-	2,280.00
	22,552.73	2,769.51
<b>D. Net changes in Cash &amp; Cash Equivalents:</b>	<b>1,193.66</b>	<b>2,583.63</b>
<b>E. Cash &amp; Cash Equivalents - Opening Balance</b>	<b>2,593.63</b>	<b>10.00</b>
<b>F. Cash &amp; Cash Equivalents - Closing Balance</b>	<b>3,787.29</b>	<b>2,593.63</b>


The Cash Flow Statement has been prepared under the Indirect Method set out in Ind As-7 "Statement of Cashflows".

See accompanying notes to financial statements


For and on behalf of Board of Directors

  
(M V Mistry)

Company Secre

  
(N B Tripathy)

Chief Financial Officer

  
(K Shah)

Chief Executive Officer

  
(S K Satpathy)

Director

  
(P G Pujara)

Director

As per our report of even date attached.

For Prakashchandra Jain & Co.

Chartered Accountants

FRN - 002438C



Place: Vadodara

Date: 03/05/2018



## GACL - NALCO Alkalies & Chemicals Private Limited.

### Notes to the Financial Statements

#### Note No. 1:

##### I. General Information:

GACL-NALCO Alkalies & Chemicals Private Limited (the Company), having CIN U24100GJ2015PTC085247 is a Private Limited company incorporated and domiciled in India and has registered office at GACL Corporate Building, PO: Petrochemicals – 391346, District - Vadodara, Gujarat, India. The equity shares of the company is held by Gujarat Alkalies and Chemicals Ltd (GACL), a Company promoted by Government of Gujarat and National Aluminium Company Ltd (NALCO), a Government of India company, at 60:40 ratio.

The Company is in the process of setting up a green field project of 800 TPD caustic soda manufacturing plant along with a 2X65 MW coal based cogeneration power plant at Dahej PCPIR region of Gujarat at an investment of Rs.2000 crores.

##### II. Significant Accounting Policies:

###### 1. Statement of Compliance:

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified under Companies (Indian Accounting Standards) Rules, 2015.

###### 2. Basis of preparation and presentation:

The financial statements are prepared on historical cost basis. All assets and liabilities have been classified as current and non-current considering operating cycle as 12 months.

###### 3. Use of estimates:

The financial statements have been prepared based on estimates and assumptions in conformity with principles of Ind As.

###### 4. Revenue Recognition:

Revenue is measured at the fair value of the consideration received or receivable.

###### 5. Interest Income:

Interest income from financial assets is recognised when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on the time basis by reference to the principal outstanding and at the effective interest rate applicable.

###### 6. Employee benefits:

All employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits. Benefits such as salaries, wages, allowances, expected exgratia etc. are recognised in the period in which the employee renders services.

Post employment and long term employee benefits such as provident fund and gratuity payable under the Act are accounted on accrual basis and retained in the company for lack of minimum number of employees under the Act.







## GACL - NALCO Alkalies & Chemicals Private Limited.

### 7. Taxation:

Current tax is measured and recognized as per prevailing tax laws. Deferred tax expenses/income is recognized on timing difference between taxable income and accounting income that originate in one period and are capable of reversal in one or subsequent periods.

### 8. Property, Plant and Equipment:

Property plant and equipment are stated at cost less accumulated depreciation. Costs directly attributable to acquisition are kept as Capital Work-in-progress until the property plant and equipment is ready for use. The company depreciates property plant and equipment over their estimated useful lives using straight line method. The estimated useful lives of the assets are as follows:

Furniture and Fixture	-	10 years
Computers and its peripherals	-	3 to 6 years
Office Equipment	-	5 years

### 9. Depreciation:

Depreciation is recognised so as to write off cost of assets less their residual values over their useful life, using the straight line method. The useful life as prescribed under Schedule II of Companies Act has been followed. The residual value of assets are maintained at 5 % of original cost. The estimated useful lives, residual value and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in the estimate accounted for on a prospective basis.

### 10. Capital work-in-progress:

Assets in the course of construction for production of goods and/or services or for administrative purposes or for which classification is not yet determined and are not put to use are included under capital work-in-progress and are carried at cost. Advances paid towards the acquisition of property plant and equipment and outstanding at Balance Sheet date is classified as Capital advances under "Other Non-Current Assets".

### 11. Intangible Assets:

Intangible assets with finite useful life that are acquired separately are carried at cost less accumulated amortization. Amortization is recognised on straight line basis over their estimated useful lives. The estimated useful lives, residual value and amortization method are reviewed at the end of each reporting period, with the effect of any changes in the estimate accounted for on a prospective basis.

The estimated useful lives of intangible assets are as follow:

Accounting software	-	5 years
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### 12. Provisions:

Provisions are recognised when the company has present obligation as a result of past event, it is possible the company will be required to settle the obligation, and realizable estimate can be made of the amount of the obligation.

### 13. Financial Instruments and assets:

Financial assets and financial liabilities are recognised when a company becomes a party to the contractual provisions of the instruments.

Financial instruments include Cash and cash equivalents which consists of balances with banks which are unrestricted for withdrawal and usage.







## GACL - NALCO Alkalies & Chemicals Private Limited

### Notes to the financial statements

#### Note No. 2, Property, Plant and Equipment (Rs. In lakhs)

	As at 31.3.2018	As at 31.3.2017	As at 31.3.2016
<b>Carrying Amount of:</b>			
Furniture & Fixtures	2.79	3.13	3.31
Office Equipment	14.01	0.79	-
	16.80	3.92	3.31
Capital work-in-progress	407.16	50.63	22.38

	Furniture & Fixtures	Office Equipments
<b>Cost or Deemed Cost</b>		
Balance as on 31st March 2016	3.42	-
Additions	0.16	0.82
Balance as on 31st March 2017	<b>3.58</b>	<b>0.82</b>
Additions	-	14.18
Balance as on 31st March 2018	<b>3.58</b>	<b>15.00</b>

<b>Accumulated Depreciation</b>		
Balance as on 31st March 2016	0.11	-
Depreciation expense	0.34	0.03
Opening Balance	<b>0.45</b>	<b>0.03</b>
Depreciation expense	0.34	0.96
Balance as on 31st March 2018	<b>0.79</b>	<b>0.99</b>

<b>Carrying Amount</b>		
Balance as on 31st March 2016	<b>3.31</b>	-
Balance as on 31st March 2017	<b>3.13</b>	<b>0.79</b>
Balance as on 31st March 2018	<b>2.79</b>	<b>14.01</b>

#### Note - 3, Intangible Assets

	As at 31.3.2018	As at 31.3.2017	As at 31.3.2016
<b>Carrying Amount of:</b>			
Accounting software	0.40	0.52	-
Leasehold land	8,088.99	-	-
	8,089.39	0.52	-

	Accounting Software	Leasehold land **
<b>Cost or Deemed Cost</b>		
Balance as on 31st March 2016	-	-
Additions	0.52	-
Balance as on 31st March 2017	<b>0.52</b>	-
Additions	-	8,088.99
Balance as on 31st March 2018	<b>0.52</b>	<b>8,088.99</b>





## GACL - NALCO Alkalies & Chemicals Private Limited

### Notes to the financial statements

#### Accumulated Ammortisation

Balance as on 31st March 2016	-	-
Amortisation expense	0.01	-
Opening Balance	<b>0.01</b>	-
Amortisation expense	0.11	-
Balance as on 31st March 2018	<b>0.12</b>	-

#### Carrying Amount

Balance as on 31st March 2016	-	-
Balance as on 31st March 2017	<b>0.51</b>	-
Balance as on 31st March 2018	<b>0.40</b>	<b>8,088.99</b>

\*\*Leasehold land value shall be amortised over remaining lease period of land from the date of commercial operation of plant.

#### Note - 4, Cash and Cash Equivalents

	As at 31.3.2018	As at 31.3.2017	As at 31.3.2016
Balance with Bank			
- In Current Account	120.07	2,284.82	10.00
- In the form of Fixed Deposits	3,667.22	308.81	-
	<b>3,787.29</b>	<b>2,593.63</b>	<b>10.00</b>

#### Note - 5. Equity share capital

	As at 31.3.2018	As at 31.3.2017	As at 31.3.2016
<b>Authorized Share Capital</b>			
60,00,00,000 equity shares of Rs. 10 each	60,000.00	10,000.00	100.00
<b>Issued and subscribed capital comprises of:</b>			
2,533,27,334 equity shares of Rs. 10 each (500,00,000 shares as on 31.3.2016 and 100,000 shares as on 31.3.2015 of Rs.10 each)	25,332.73	500.00	10.00
	<b>25,332.73</b>	<b>500.00</b>	<b>10.00</b>

#### Note - 5.1 Fully paid up equity shares

	No. of shares	Amount (Rs. In lakhs)
Balance as on 31st March 2016	1,00,000	10.00
Additional shares issued	49,00,000	490.00
Balance as on 31st March 2017	<b>50,00,000</b>	<b>500.00</b>
Additional shares issued	24,83,27,334	24,832.73
Balance as on 31st March 2018	<b>25,33,27,334</b>	<b>25,332.73</b>

#### Notes:

7,27,96,400 no. of equity shares of Rs.10 each aggregating to Rs.72,79.64 lakhs was issued to GACL in lieu of cost of 39.1 hacteres of land at DII/9, PCPIR Zone of Gujarat Industrial Estate, Dahej, Gujarat.





## GACL - NALCO Alkalies & Chemicals Private Limited

### Notes to the financial statements

#### Note - 5.2, Details of shares held by shareholders holding more than 5 %.

	GACL	NALCO
<b>Balance as on 31st March 2016:</b>		
No. of shares hold	60,000	40,000
% of holding of equity shares	60%	40%
<b>Balance as on 31st March 2017:</b>		
No. of shares hold	30,00,000	20,00,000
% of holding of equity shares	60%	40%
<b>Balance as on 31st March 2018:</b>		
No. of shares hold	15,19,96,400	10,13,30,934
% of holding of equity shares	60%	40%

#### Note - 6. Other Equity

(Rs. In lakhs)

	As at 31.3.2018	As at 31.3.2017	As at 31.3.2016
Opening Balance	(250.22)	(47.80)	-
Profit for the year	(134.20)	(201.93)	(47.80)
Share issue expenses	-	(0.49)	-
	(384.42)	(250.22)	(47.80)

#### Note - 7, Trade Payables

(Rs. In lakhs)

	As at 31.3.2018	As at 31.3.2017	As at 31.3.2016
GACL	690.73	66.95	49.39
NALCO	51.33	47.99	23.02
Others	10.76	1.88	0.79
	752.82	116.82	73.20

#### Note - 8, Other current liabilities

(Rs. In lakhs)

	As at 31.3.2018	As at 31.3.2017	As at 31.3.2016
Employee and other liabilities	3.24	0.29	0.29
Statutory dues	108.75	0.05	-
	111.99	0.34	0.29

#### Note - 9, Other Income

(Rs. In lakhs)

	For the year ended 31.3.2018	For the year ended 31.3.2017
Interest Income	262.55	10.88
Others	-	-
	262.55	10.88





## GACL - NALCO Alkalies & Chemicals Private Limited

### Notes to the financial statements

#### Note - 10. Employee benefits

	(Rs. In lakhs)	
	For the year ended 31.3.2018	For the year ended 31.3.2017
Salaries of own employees	8.33	-
Salaries of employees on deputation	17.04	116.11
PF contribution	0.89	-
Other allowances	19.11	-
	45.37	116.11

#### Note - 11. Depreciation and amortisation

	(Rs. In lakhs)	
	For the year ended 31.3.2018	For the year ended 31.3.2017
Depreciation	1.30	0.37
Amortisation	0.11	0.01
	1.41	0.38

#### Note - 12. Other Expenses

	(Rs. In lakhs)	
	For the year ended 31.3.2018	For the year ended 31.3.2017
Travelling and conveyance	19.09	8.57
Vehicle hiring expenses	6.80	1.07
Directors sitting Fees	0.97	0.95
Statutory Audit fees	0.50	0.29
Professional and Consultancy fees	23.60	0.96
Share issue expenses	198.52	78.75
Rent	11.38	-
Other expenses	15.99	2.33
	276.85	92.92

#### Note - 13. Tax Expense

	(Rs. In lakhs)	
	For the year ended 31.3.2018	For the year ended 31.3.2017
Current Tax	73.12	3.40
Deferred Tax	-	-
	73.12	3.40





## GACL - NALCO Alkalies & Chemicals Private Limited

### Notes to the financial statements

#### Note - 14, Earning per Share

The earning and weighted average number of equity shares used in calculation of basic earnings per share as follows.

	Units	For the year ended 31.3.2018	For the year ended 31.3.2017
Net profit after tax available for equity shareholders	Rs. In lakhs	(134.20)	(201.93)
Weighted average number of equity shares	Number	70,37,85,490	30,30,000
Basic & diluted Earning per share	Rs.	(0.02)	(6.66)

#### Note:

The company has not issued any convertible instruments, share options, warrants or ordinary shares to be exercised upon satisfaction of specified condition. Hence, there is no need to calculate diluted Earning per Share (EPS).

#### Note - 15. Capital Commitments and contingent liabilities: (Rs. In lakhs)

**15.1** Estimated amount of contracts remaining to be executed on capital account and not provided for.

	As at 31.3.2018	As at 31.3.2017
Project related contracts	81,691.31	-
Others	8.68	-
	81,699.99	-

**15.2** Claims against the company not acknowledged as debt:

Contingent liabilities	-	-
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#### Note - 16. Related Party transaction: (Rs. In lakhs)

16.1 Receipt on account of Issue of Equity Share:	Nature of transaction	For the year ended 31.3.2018	For the year ended 31.3.2017
Gujarat Alkalies & Chemicals Ltd.	Issue of equity shares	7,620.00	294.00
National Aluminium Company Ltd.	Issue of equity shares	9,933.09	196.00

In addition, 7,27,96,400 no. of equity shares of Rs.10 each aggregating to Rs.72,79.64 lakhs was issued to GACL in lieu of cost of 39.1 hectares of land.

**16.2** Amount owed to related parties are as follows:

	Nature of transaction	As at 31.3.2018	As at 31.3.2017
Gujarat Alkalies & Chemicals Ltd	Expenditure incurred on behalf of GNAL	690.73	66.95
National Aluminium Company Ltd.	Expenditure incurred on behalf of GNAL	51.32	47.99





## GACL - NALCO Alkalies & Chemicals Private Limited






### Notes to the financial statements

#### 16.3 Remuneration and sitting fees paid to Directors and key managerial personels during the year as follows:

		(Rs. In akhs)	
Sri P K Gera, Chairman (KMP)	Directors sitting fees and incidental expenses	0.13	0.25
Sri S K Dash, Vice Chairman (KMP)		0.20	0.28
Sri S K Satpathy, Director (KMP)		0.10	-
Sri Pankaj Pujara, Director (KMP)		0.30	-
Sri SS Bhatt, Director (KMP)		0.18	0.25
Sri K N Ravindra, Director (KMP)		0.05	0.18
Sri Ketan Shah, CEO (KMP)	Remuneration and deputation allowance	22.85	-
Sri Pankaj Pujara, Director (CEO)		-	0.76
Sri N B Tripathy, CFO (KMP)		7.00	1.33
Sri S K Jena, CFO (KMP)		-	0.13
Sri M V Mistry, CS (KMP)		-	0.36

17. Previous year's figures are regrouped/ classified wherever necessary for current year's classification/ disclosure.

#### For and on behalf of Board of Directors

 (M V Mistry)  ( N B Tripathy)  (K Shah)  (S K Satpathy)  (P G Pujara)  
Company Secretary Chief Financial Officer Chief Executive Officer Director Director

As per our report of even date attached.

For Prakashchandra Jain & Co.

Chartered Accountants

FRN - 002438C

(Pratibha Sharma)

Partner

M No. 400755

Place: Vadodara

Date: 03/05/2018

