

EMCO Energy Limited
Registered Office: 701/704, 7th Floor, Maman Centre, A-Wing, BKC, Bandra, Mumbai - 400 051
Financial results for the period ended September 30, 2015

Particulars	Standalone Results (Rs. in Crores, except share data)			
	Half Year ended		Year Ended	
	For Period ended September 30, 2015 Unaudited	For Period ended September 30, 2014 Unaudited	For Period ended September 30, 2015 Unaudited	Year Ended March 31, 2015 Audited
1 Revenue from operations Income from sale of electrical energy	651.11	604.70	651.11	1,200.21
Total Income	651.11	604.70	651.11	1,200.21
2 Expenses				
(a) Cost of fuel consumed	409.85	371.84	409.85	570.47
(b) Purchase of traded goods	1.76	6.51	1.76	11.68
(c) Stores and spares consumed	6.69	4.72	6.69	10.89
(d) Employee benefits expenses	16.51	15.06	16.51	32.53
(e) Depreciation and amortisation expenses	77.43	96.90	77.43	156.39
(f) Other expenses	83.39	106.60	83.39	226.51
Total	595.75	601.63	595.75	1,108.45
3 (Loss)/profit from operations before other income, finance costs and exceptional items (1-2)	55.36	3.06	55.36	91.76
4 Other income (including interest income)	1.68	6.04	1.68	7.76
5 Profit / (loss) from ordinary activities before finance costs and exceptional items (3 + 4)	57.04	9.10	57.04	99.52
6 Finance costs	228.11	202.24	228.11	440.06
7 Exceptional items:				
(i) Transmission charges recovery from MSEDCL till March, 2015 (Refer Note 1 Below)	51.42	-	51.42	-
(ii) Provision for diminution in the value of investments (Refer note 6(a))	-	-	-	-
(iii) Provision towards advances, doubtful of recovery (Refer note 12)	-	-	-	-
(iv) Provision towards loan, doubtful of recovery including interest accrued there on (Refer note 15)	-	-	-	-
(v) Profit on sale of preference shares in a subsidiary (Refer note 11)	-	-	-	-
8 (Loss)/profit from ordinary activities after finance costs and exceptional items but before tax (5 - 6 + 7)	(119.65)	(193.14)	(119.65)	(340.54)
9 Tax expenses	-	-	-	30.07
10 Net (loss)/profit from ordinary activities after tax (8 - 9)	(119.65)	(193.14)	(119.65)	(370.61)



11	Paid-up equity share capital (Face value of the Rs.10 each)	435.00	435.00	435.00	435.00
12	Paid up debt capital (Refer note 4)	75.00	75.00	75.00	75.00
13	Reserve excluding revaluation reserves as per balance sheet	(1,045.76)	(748.64)	(1,045.76)	(926.11)
14	Debt redemption reserve				
15	Weighted average number of equity shares for calculation of: Basic earning per share (EPS) Diluted EPS	43,50,00,000 43,50,00,000	43,50,00,000 43,50,00,000	43,50,00,000 43,50,00,000	43,50,00,000 43,50,00,000
16	EPS (of Rs.10 each) (not annualised): (a) Basic (b) Diluted	(2.75) (2.75)	(4.44) (4.44)	(2.75) (2.75)	(8.52) (8.52)
17	Debt equity ratio (Refer note 3)	(6.14)	(11.34)	(6.14)	(7.62)
18	Debt service coverage ratio (DSCR) (Refer note 3)	0.24	0.04	0.24	0.19
19	Interest service coverage ratio (ISCR) (Refer note 3)	0.25	0.04	0.25	0.23

Notes to unaudited financial information for the six months and year ended September 30, 2015

1. The Company had entered into Power Purchase Agreement (PPA) with Maharashtra State Electricity Distribution Company Limited (MSEDCL) on March 17, 2010 for sale of aggregate contracted capacity of 200 MW wherein power was required to be scheduled from power plant's bus bar. MSEDCL has raised dispute with respect to place of evacuation of power with Maharashtra Electricity Regulatory Commission (MERC), wherein MERC has directed the Company to construct separate lines for evacuation of power through State Transmission Utility (STU) through the Company was connected to Central Transmission Utility (CTU). Aggrieved by the MERC Order, the Company preferred an appeal with Appellate Tribunal for Electricity (APTEL). APTEL vide its interim Order dated February 11, 2014 directed the Company to start scheduling the power from Company's bus bar and bear transmission charges of inter state transmission system for supplying the power. The Company in terms of the interim order scheduled the power from its bus bar from 17.03.2014 and paid inter state transmission charges. APTEL vide its final Order dated May 8, 2015 upheld company's contention of scheduling the power from Bus Bar and directed MSEDCL to reimburse the inter state transmission charges hitherto borne by EMCO as per its interim order. Accordingly as at September 30, 2015, the Company has raised claim of Rs.88.10 crore towards reimbursement of transmission charges from March 17, 2014 till September 30, 2015. MSEDCL in the interim had preferred an appeal with Supreme Court and also applied for stay proceedings for the above Order, with respect to which Supreme Court didn't grant stay on the APTEL order. MSEDCL on non-receipt of stay Order from Supreme Court, paid an amount of Rs.55.70 crore towards reimbursement of transmission charges from March 17, 2014 to April 30, 2015. Subsequent to the close of the quarter the company has recovered Rs.19.68 crore pertaining to the reimbursement of May, June and July 2015. In view of the favorable Order from APTEL, rejection of stay petition of MSEDCL by the Supreme Court of India, receipt of substantial amount towards reimbursement of transmission charges and also considering legal opinion received from legal counsel that the Company has good teahable case with respect to the appeal filed by MSEDCL against the said Order which is pending before Supreme Court of India, the Company has recognized the reimbursement of transmission charges of Rs.36.688 crore relating to the period from April 01, 2015 to September 30, 2015 as reduction from transmission expenses and Rs.51.41 Crore as exceptional item as the said recovery pertains to the period prior to April 01, 2015 pursuant to the APTEL order.

2. DSCR represents profit/loss from operations before finance costs, exceptional items and tax expenses / finance costs plus principal repayment of loan funds during the period. ISCR represents profit/loss from operations before finance costs, exceptional items and tax expenses / finance costs. Debt-equity ratio represents loan funds (long term borrowings and current maturity of long term borrowings included in current liabilities)/ shareholders' funds (equity shares + reserves and surplus).

3. Paid up debt capital represents outstanding non convertible debentures issued by the Company.

4. The special purpose information has been reviewed by Audit Committee at their meeting on 09th November 2015 and approved by the Board of Directors at their meeting concluded on 09th November 2015.

5. The classification/disclosure of items in the statements are in accordance with the Schedule III of Companies Act, 2013.

6. Figures pertaining to the previous periods/year have been regrouped, reclassified and restated, wherever necessary to conform to classification adopted in the current quarter.

For and behalf of the board of Directors of EMCO Energy

Anirudha Ganguly

Director

DIN:- 06425757

Place: New Delhi

Date : 09th November 2015



LIMITED REVIEW REPORT

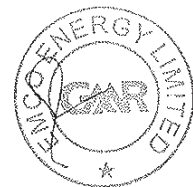
To
The Board of Directors
EMCO Energy Limited

1. We have reviewed the accompanying special purpose financial information of EMCO Energy Limited ('the Company') comprising of 'Unaudited financial results' for the three months and six months period ended September 30, 2015, along with 'Unaudited Statement of Assets and Liabilities' and explanatory notes thereon prepared by the Company to enable GMR Infrastructure Limited ('GIL') and GMR Energy limited ('GEL') to prepare its consolidated financial results for the three months and six months period ended September 30, 2015. This special purpose financial information, which has been initialed by us for identification purpose, prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 (AS 25), Interim Financial Reporting specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies in India, is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the special purpose financial information based on our review.
2. We have conducted our review in accordance with the Standard on Review Engagements ('SRE') 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the special purpose financial information is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in audit. Accordingly, we do not express an audit opinion.
3. We draw attention to Note no 3 of the Special Purpose Financial Information, regarding recovery of transmission charges from Maharashtra State Electricity Distribution Company Limited (MSEDCL). The Company pursuant to Appellate Tribunal for Electricity (APTEL) Order ("The Order") dated May 08, 2015 has raised invoices towards reimbursement of transmission charges from the initial date of scheduling the power. The Company has accounted for the reimbursement of transmission charges of Rs.36.68 crore relating to the period from April 01, 2015 to September 30, 2015 as reduction from transmission expenses and Rs.51.42 Crore as exceptional item as the said recovery pertains to the period prior to April 01, 2015 pursuant to the Order, based on the reasons stated therein the note and legal opinion from legal counsel stating that the Company has good tenable case with respect to the appeal filed by MSEDCL against the said Order which is pending before Supreme Court of India.

Our review report is not qualified in respect of the above matter:



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Head Office: 714-715, Tulsiani Chambers, 212, Nanman Point, Mumbai - 400 021, India. Tel: +91 22 3021 8500 • Fax : +91 22 3021 8595
URL : www.cas.ind.in

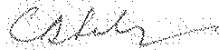
Branches: Ahmedabad | Bengaluru | Delhi | Jamnagar

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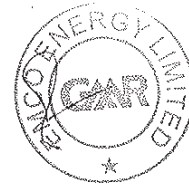
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying special purpose financial information has not been prepared in all material respects in accordance with recognition and measurement principles laid down in Accounting Standard 25 (AS 25), Interim Financial Reporting specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies
5. This report is furnished solely:
- a. To enable GIL to prepare consolidated financial results for the three months and six months period ended September 30, 2015, pursuant to Clause 41 of the listing agreement between GIL and the Stock Exchange (s) in India and their auditors in their review of such consolidated financial results.
 - b. To enable GEL to prepare consolidated financial results for the three months and six months period ended September 30, 2015 and their auditors in their review of such consolidated financial results.

It is not to be used for any other purpose or referred to any other document, or distributed to anyone other than GIL, GEL and their auditors.

For CHATURVEDI & SHAH
Chartered Accountants
Firm Registration Number: 101720W



Chandan Lala
Partner
Membership No. 35671



Place : Mumbai
Date : 09.11.2015