

BEFORE THE MAHARASHTRA ELECTRICITY REGULATORY COMMISSION, MUMBAI

Filing No.

Case No:

IN THE MATTER OF :Application for Grant of an Intra-state Trading License to MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY (P) LTD.

AND

IN THE MATTER OF :MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY (P) LTD having its Registered Office situated at Prakashgad, 6th Floor, Plot G-9, Prof. Anant Kanekar Marg, Bandra (E), Mumbai - 400 051.- Applicant

The Secretary,
Maharashtra Electricity Regulatory Commission
World Trade Centre, Centre No 1
13 Floor, Cuffe Parade., Colaba
Mumbai-400 005.

16 - 12 - 08

Dear Sir,

2.

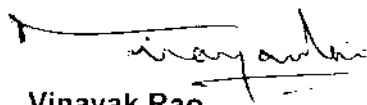
APPLICATION FOR GRANT OF INTRA-STATE LICENSE FOR TRADING IN ELECTRICITY.

We herewith file an application for seeking grant of License for Intra-State trading in electricity under Section 15 of the Electricity Act, 2003 to MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE Limited, incorporated by the MSEB Holding Company Limited as a Subsidiary Company, to undertake trading of electricity within India.

As the Hon'ble Commission is competent authority to consider the application in view of the Maharashtra Electricity Regulatory Commission(Trading Licence conditions) Regulations, 2004 published vide notification No MERC/Legal/111/2004/1091 dtd 10th June 2004, we request the Hon'ble Commission to kindly consider our application at an early date.

Thanking you,

Yours faithfully,



Vinayak Rao

Director

MAHARASHTRA ELECTRICITY
REGULATORY COMMISSION
CUFFE PARADE, COLABA
MUMBAI - 400 005.
16/12/08

BEFORE THE MAHARASHTRA ELECTRICITY REGULATORY COMMISSION, MUMBAI.

IN THE MATTER OF

Application for grant of Intra-State License to MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE Limited ("MSEPTCPL")

AND

IN THE MATTER OF

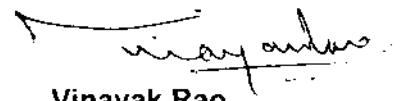
MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE LIMITED, Prakashgad, 6th Floor, Plot G-9, Prof Anant Kanekar Marg, Bandra[East], Mumbai-400051- Applicant

Filing No.

Case No:

Index of documents

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Vinayak Rao

Director

भारतीय गैर न्यायिक

एक सौ रुपये

रु. 100



सत्यमेव जयते

Rs. 100
ONE
HUNDRED RUPEES

भारत INDIA
NON JUDICIAL

General Stamp Office, Mumbai

V. No. 222

महाराष्ट्र MAHARASHTRA
29 NOV 2008

BS 293507

PROPER OFFICER

DR. L. S. SAMBLE

Maha. 16 DEC 2008
State Elec. Pow. 16217
Regd. Co (P) Ltd

BEFORE THE MAHARASHTRA ELECTRICITY REGULATORY COMMISSION, MUMBAI

FILING NO.

CASE NO

IN THE MATTER OF

Application for grant of Intra-State License to MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE Limited ("MSEPTCL")

AND

IN THE MATTER OF

MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE LIMITED, Prakashgad, 6th Floor, Plot G-9, Prof Anant Kanekar Marg, Bandra[East], Mumbai-400051- Applicant

AFFIDAVIT VERIFYING THE APPLICATION

I, Vinayak Rao, son of Shri K Vasudeva Rao, aged 46 years, residing at 3A, Saudamini Building, Haji Ali, Mumbai, being the Director of Maharashtra State Electric Power Trading Company Private Limited having office premises at Prakashgad, Plot G-9, 6th Floor, Prof Anant Kanekar Marg, Bandra[East], Mumbai-400051 do hereby solemnly affirm and state as follows:





1. I am a Director of **MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE Limited**, the applicant in the above matter and am duly authorised and competent to make this affidavit

2. The statements made in paragraph 1 to 13 of the application are true to my knowledge and belief and I believe them to be true

3. I say that there are proceedings pending before the APTEL, wherein the applicant is a petitioner and where issue arising and /or reliefs sought are for grant of inter state licence by CERC for trading in Electricity

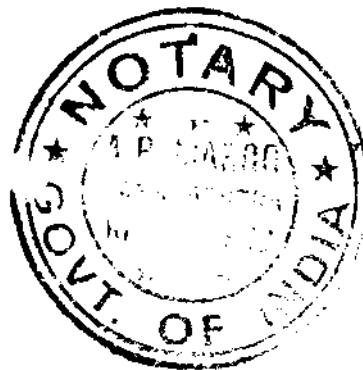
Solemnly affirm at Mumbai on this 16th day of December 2008 that the contents of the above affidavit are true to my knowledge, no part of it is false and nothing material has been concealed there from.

Identified before me
Mumbai
Date:

DEPONENT
[VINAYAK RAO]
DIRECTOR

BEFORE ME

A. P. WAROO
NOTARY
MAHARASHTRA
(GOVT. OF INDIA)



BEFORE THE MAHARASHTRA ELECTRICITY REGULATORY COMMISSION, MUMBAI

FILING NO.

CASE NO.

IN THE MATTER OF:

Application for grant of Intra-State License to MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE Limited ("MSEPTCL")

AND

IN THE MATTER OF

MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE Limited, Prakashgad, 6th Floor, Plot G-9, Prof Anant kanekar Marg, Bandra[East], Mumbai-400051- Applicant

SCHEDULE 1

FORM OF APPLICATION FOR LICENCE

The Secretary,
Maharashtra Electricity Regulatory Commission
World Trade Centre, Centre No 1
13 Floor, Cuffe Parade., Colaba
Mumbai-400 005

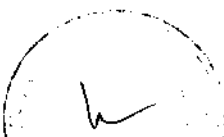
We hereby apply for a Trading Licence in accordance with the "Maharashtra Electricity Regulatory Commission (Trading Licence Conditions) Regulation, 2004". We set out here under the relevant particulars in connection with our application and shall further provide any other information as required by the Commission.

GENERAL INFORMATION

1. Name to appear on licence: **MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE LIMITED**
2. Primary Contact:
 - a. Name: **Shri VINAYAK RAO /Shri PRADEEP RATH**
 - b. Contact Address: **Prakashgad, 6 Floor, Plot G-9, Prof Anant kanekar Marg, Bandra[East], Mumbai- 400051-**
 - c. Phone Number: **022-2647 6743/2659 5031**
 - d. Fax Number: **022-2647 2119**
 - e. E-mail address: **maharashtra1state1powertrading@gmail.com**

INFORMATION ABOUT THE APPLICANT

3. Full legal name of organisation:
MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PRIVATE LIMITED,
4. Registration number under applicable statute:
U40109MH2007SGC176309[Under the Companies Act 1956]
5. Date of incorporation and registration : **29th November 2007**
6. Registered office address: **Prakashgad, 6th Floor, Plot G-9, Prof Anant kanekar Marg, Bandra[East], Mumbai- 400051-**



ENCLOSURES

The following information/documents are duly attached:

Incorporation

7. The following incorporation documents, as applicable:
 - a. Where the applicant is a company, the Memorandum and Articles of Association.- **Enclosed herewith the MOA & AOA .-Annexure-A**
8. Names of promoters along with their respective ownership percentages.-
MSEB Holding Company Limited is the promoter of this Company and hold 100 % Shares in the Company .

Technical Information

9. Volume of power intended to be traded for the first year after grant of licence and trading plans for the subsequent five years. ❖

1st yr. 100 MU, 2nd Yr. 200 MU, 3rd Yr. 400 MU, 4th Yr. 500 MU, 5th Yr. 700MU.

10. Management information (provided in respect of trading, commercial, finance, regulatory, HR and IT function):

a.Name of person:	Shri Vinayak Rao	Shri Prakash.V Page.
b.Position in the applicant organisation	Director (Finance)	Director
c.Qualification	IRAS	Chartered Accountant
d.Area of expertise	Overall experience in electricity sector since Oct 2003, Finance, HR & regulatory aspects.	Banking, Finance ,Taxation and Corporate Laws.
e.Experience	In the filed of electricity since Oct 2003 .	More than 20 years in the filed of accountancy, commercial and taxation. He was involved with the re structuring of erstwhile MSEB .

11. Whether the applicant proposes to finance the Licensed Business fully on its own balance sheet: **Yes**
 - a. If yes, then the amount and percentage of equity from the applicant.
-Rs 10.01 crores i.e 100% equity .
 - b. If not, then particulars specified in Sr. No. 3-8 above as regards the person from whom equity contribution is being obtained, along with the amount and percentage of such equity contribution. **-N.A**
 - c. Details of debt proposed for the licensed business: **Will be decided by the management at appropriate time.**

Financial Information

12. Most recent three years of Accounting Statements together with Auditors' Reports, if any:

The Company has been incorporated in the month of November 2007 . Therefore the Accounting statement for the period ending 31st March 2008 along with Auditors' Report is enclosed. Annexure-B

13. Certificate from Chartered Accountant regarding net worth of the applicant.- Enclosed- Annexure-C

Other Enclosures Required

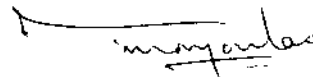
14. Copy of receipt for the licence application processing fee. Enclosed at Annexure-D.

We certify that the particulars submitted herewith are true, complete and correct, to the best of our knowledge and belief at the time of submission and does not contain any untrue statement of a material fact or omits to state a material fact necessary to make the statement/particulars contained herein not misleading.

Place: MUMBAI

Date: 16.12.2008

Sign:



Name and Designation:

VINAYAK RAO
DIRECTOR

Seal:



FORM I

[See Regulation 31]

**BEFORE THE MAHARASHTRA ELECTRICITY REGULATORY
COMMISSION, MUMBAI**

Petition No. /

In the matter of

MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY (P) LTD
having its Registered Office situated at Prakashgad, 6th Floor, Plot G-9,
Prof. Anant Kanekar Marg, Bandra (E), Mumbai – 400 051.- Petitioner
V/s

**Grant of an Intra-state Trading License to MAHARASHTRA STATE
ELECTRIC POWER TRADING COMPANY (P) LTD by MERC- Respondent (s)**

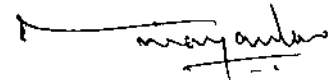
Memo of Authorisation

We, **MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY (P)
LTD** having its Registered Office situated at Prakashgad, 6th Floor, Plot
G-9, ,Prof. Anant Kanekar Marg, Bandra (E), Mumbai – 400 051., the
petitioner above named do hereby nominate, appoint and constitute M/s Little &
Co., Advocates and Solicitors, Mumbai, to act, plead and appear on our behalf in
the aforesaid matter.

IN WITNESS WHEREOF We have set and subscribed my/our hands to this writing
on this 16 day of December 2008

Place: Mumbai

Date : 16 Dec 2008



Signature
[Petitioner]

Address for Correspondence:

**Prakashgad, 6th Floor, Plot G-9, ,
Prof. Anant Kanekar Marg, Bandra (E),
Mumbai – 400 051**

We accept
Little & Co



Partner
Advocates for the Petitioner
LITTLE & CO.

ADVOCATES & SOLICITORS

R. B. JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

Tel. No.: 2614 7337

Fax No.: 2618 1251

Tel (R): 2616 1247

108, Shyam Kama: 'C' Bldg,

Agarwal Market,

Vile Parle (East),

Mumbai-400 057

Email: rbjainassociates@rediffmail.com

AUDITORS REPORT

TO
THE MEMBERS OF
MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY.

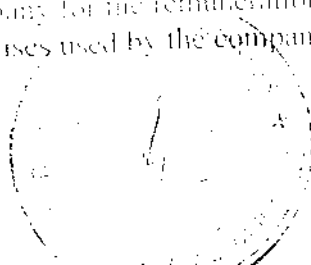
1. We have audited the attached Balance Sheet of *Maharashtra State Electric Power Trading Company Private Limited*, as at 31st March, 2008 and Profit and Loss Account for the period ended 31st March, 2008 annexed thereto.

2. These financial statements are the responsibility of the company's management. Our Responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with the auditing standard generally accepted in India. These standard require that we plan and perform the audit to obtain reasonable Assurance about whether the financial statements are free of material misstatement. An Audit also includes examining on a test basis, evidence supporting the amount and disclosure in the financial statement. An audit also includes assessing the accounting Principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis of our opinion.

3. As required by the companies (Auditors Report) order,2003 as amended by the Companies (Auditors Report) (amendment) Order 2004, issued by the Government of India in terms of Sub-Section (4A) of Section 227 of the Companies Act 1956, and on the basis of such checks as we considered appropriate, and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable to the company.

4. We have to invite your specific attention to the following:

i) Balance of Sundry Debtors, Sundry Creditors, Loans and Advances and various other debit/ credit balances including holding company and other subsidiary companies of holding company are subject to confirmations and adjustments necessary upon reconciliation. Similarly, the staff and officers working for the Company are on the pay roll of holding Company and paid remuneration by the holding company. This company may get some part of it from the holding company for the remuneration paid to its staff which is yet to be quantified and recorded. The premises used by the company also belongs to the holding



company for which no rent has been paid. Holding company may send them debit note for use of premises also. The rent has neither been determined nor accounted for. The effect of all these the adjustments arising from reconciliation and settlement of old dues and possible dues that may arise on account of non recovery or partial recovery of such dues is not ascertained. We are unable to express an opinion about the impact thereof on the accounts and the loss for the period.

Fringe Benefit Tax have neither been calculated nor provided for as there is no employee on the pay roll of the company and therefore, interpretation of the Fringe Benefit tax provisions in the Income Tax Act does not warrant any liability on account of Fringe Benefit Tax.

Further to our observations referred in para 4 along with our observations in the annexure referred to in Para 3 we report that:

- a) We have obtained all information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion, proper books of accounts as required by law have been kept by the Company in so far as it appears from our examination of such books.
- c) The Balance Sheet and Profit and Loss Account referred to in this report are in agreement with the books of accounts.
- d) In our opinion the Balance Sheet and the Profit and Loss Account, comply with the Accounting Standards referred in sub-section 3C of Section 211 of the Companies Act, 1956 except in the case of following Accounting Standards issued by the Institute of Chartered Accountants of India.
- e) Being a Government Company, pursuant to the notification number GSR 829 (E) dated 17-07-2003 issued by the Government of India, the provisions of Sec.274 (1) (g) of the Companies Act 1956 are not applicable to the company.
- f) Subject to our qualification in paras above, the impact of which on financial statements cannot be quantified, in our opinion and to best of our information and according to the explanations given to us, the said accounts read with notes to Balance Sheet, Notes to Accounts (Statement 5) and the Accounting policies forming part of the accounts, gives the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the Accounting Principles generally accepted in India.
 - (i) In the case of Balance Sheet, of the state of affairs of the company as at 31st March 2008 and
 - (ii) In the case of Profit and Loss Account, the deficit for the period ended on that date.

For R.B. Jain & Associates
Chartered Accountants

K. J. Thomas

Partner

M. No.: 019454

Place: Mumbai

Date: 21/08/2008.

Annexure to Auditor's Report referred to in paragraph 4:

1. Company has not acquired any Fixed Assets so far and therefore, no records were maintained. This makes para 1(b) & 1(c) of the para 4 of CARO inapplicable to the Company.
2. Company has not started operations and therefore has not purchased any materials or held any inventory. Consequently paragraphs 2(a), (b), and 2(c) of CARO 2003 do not apply. or so far and therefore, no records were maintained. This makes para 1(b) & 1(c) of the para 4 of CARO inapplicable to the Company.
3. As per the information furnished the company has neither taken nor granted any loans to/ from companies, firms or other parties listed in the register maintained u/s 301 of The Companies Act 1956. Hence reporting under the clause (iii) (a) to (g) of CARO 2003 is not applicable to the company.
4. According to the information and explanations given to us, there are adequate internal control procedures, commensurate with the size of the company and nature of its business for purchase of inventory and fixed assets and sale of goods and services. We have not observed weaknesses in internal controls in maintenance of proper books of accounts, compiling & maintaining the party wise details of various liabilities and assets.
5. a) According to the information and explanations given to us, during the period under audit, there have been no contracts or arrangements, which need to be entered in the register maintained u/s 301 of the Companies Act, 1956.
b) In the view of clause 5 (a) above, this clause is not applicable
6. According to the information and explanation given to us, the company has not accepted deposits from the public within the meaning of the provisions of section 58 A of the Companies Act, 1956 and rules framed there under.
7. Since, the company has not started its operations, there has been no internal audit system during the period under review.
8. According to the information and explanation given to us, the central government has not prescribed maintenance of cost records under S.209(1)(d) of the Companies act, 1956.
9. a) According to information & explanation given to us and according to the



books & records the company has deposited undisputed statutory dues including on account of income tax, whereas dues towards State insurance, Provident fund for employees on deputation from the holding company would be paid by the holding company directly. We have been informed that there have been no statutory dues under Education and Protection Fund, sales tax, Wealth tax, Service tax, Custom duty, Excise duty and cess.

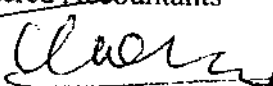
b) According to the information and explanation given & representing made to us, there are no dues of income tax, Wealth tax, Sales tax, Service tax, Custom duty, Excise duty and cess which have not been deposited on account of any dispute.

- 10 The company being incorporated on 29.11.07, clause(x) of the order is not applicable.
- 11 In our opinion and according to the information & explanation given to us, the company has not defaulted in repayment of dues to the banks, financial institution and debenture holders during the period.
- 12 According to the information & explanation given to us, the company has not granted any loans or advances against pledge of share, debenture or other securities.
- 13 Clause (xiii) of the order is not applicable to the company as the company is not chit fund company or Nidhi/Mutual Benefit Fund/society.
- 14 In our opinion and according to the information & explanation given to us, the company is not dealer or trader in securities.
- 15 According to the information & explanation given to us, the company has not given any guarantee for loans taken by others from bank or financial institution, the terms & conditions whereof are prejudicial to the interest of the company.
- 16 In our opinion and according to the information and explanation given to us, and on overall examination of the balance sheet of the company has not raised any term loan raised during the period.
- 17 According to the information & explanation to us on overall examination of the balance sheet of the company, in our opinion there are no funds raised on short term basis which have been used for long term investments
- 18 The company has not made any preferential allotment of shares during the period ended on 31st March, 2008.



- 19 Since, the company does not have any debentures, the question of creation of securities for debentures does not arise.
- 20 The company has not raised any money by public issues during the period covered by our report.
- 21 According to the information and explanation given to us, no frauds on or by the company have been noticed or reporting during the period.

For R.B. Jain & Associates
Chartered Accountants


K. J. Thomas
Partner
M. No.: 019454
Place: Mumbai
Date: 21/08/2008.



M/S. MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PVT. LTD.
BALANCE SHEET AS AT 31st MARCH, 2008

	PARTICULARS	Schedule	RS.	RS.
I	Sources of Funds			
	1 Shareholder's Fund	A		
	a) Share Capital		10,01,00,000.00	10,03,58,551.00
	b) Reserves And Surplus (Profit And Loss A/C)		2,58,551.00	
	2 Loan Funds			
	a) Secured Loans		19,38,540.00	19,38,540.00
	b) Insecured Loans (MSEBHCL)			
	3. Deferred Tax Liabilities			10,22,97,091.00
	TOTAL			
II	Application of Funds :			
	1. Fixed Assets			
	a) Gross Block	B	-	0.00
	b) Less : Depreciation		-	
	c) Net Block		-	
	2 Investments			
	3. Current Assets, Loan & Advances			
	a) Inventories	C	-	
	b) Sundry Debtors		-	
	c) Cash and Bank Balances		10,08,47,911.00	
	d) Loans and Advances	D	1,66,687.00	
		(a)	10,10,14,598.00	
	4. Less : Current Liabilities & Provisions			
	a) Current Liabilities	E	2,24,720.00	
	b) Outstanding Liabilities	F	1,15,619.00	
	c) Loans and Advances		3,40,339.00	
		(b)		
	Net Current Assets	(a) - (b)		10,06,74,259.00
	5 Miscellaneous Expenditure			16,22,832.00
	(To the extent of not written off or adjusted)			
	TOTAL			10,22,97,091.00

Notes to the Accounts

Schedule A to I referred to above form an integral part of the Balance Sheet

As per accounts maintained

On behalf of Board of Director

P.V. Page
Director

Vinayak Rao
Director

Handwritten notes:
 10.10.14.598.00
 10.06.74.259.00
 16.22.832.00

M/S MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PVT. LTD

Profit & Loss for the period ended 31st March, 2008.

	Particulars	Schedule	Rs	2007-2008 Rs.
I	Income	G		1,471,200.00
II	Expenditure			
	Administration & Other Expenses	H	691,322.00	
	Preliminary expenses w/off.		405,708.00	1,097,030.00
	Profit/ (Loss) Before Tax			374,170.00
	Provision for Tax			
	Current		115,619.00	
	Deferred		-	
	Fringe Benefit Tax		-	115,619.00
	Profit/ (Loss) After Tax			258,551.00
	Balance Brought Forward			-
	Total Profit & Loss			258,551.00
	Less : Appropriation			-
	Balance Carried to Balance Sheet			258,551.00
	Earning per share based on Weighted Average Capital for the whole year			0.13

Notes to Accounts

Schedule G H & I referred to above from an integral part of the Profit & loss Account

As per our audit report

For. R. B. Joshi & Associates

On behalf of Board of Directors

[Signature]

[Signature]

Partner

P. V. Page
Director

Vinayak Rao
Director

[Signature]

19/4/08

20/8/08

M/S. MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PVT. LTD.

Schedules forming part of Balance Sheet as at 31st March 2008

Schedule -A : Share Capital

Rs.

Authorized

2,00,00,000 Equity Shares of Rs. 10/- each

200000000

Issued, Subscribed & Paid up

1,00,10,000 Equity Shares Of Rs 10/ each fully Paid up

100100000

100100000

All the above shares are held by the holding company,

Schedule-B: Investments

0

0

SCHEDULE-C: Cash & Bank Balance

Cash In Hand

5000

F D R With central bank of india

1800000

F D R WITH Corporation Bank

9,75,00,000

Accrued Interest On Fixed Deposit

1304513

BALANCES WITH SCHEDULED BANKS IN CURRENT ACCOUNT

Central Bank of India A/C NO3013021924

238398

100847911

SCHEDULE-D: Loans and Advances

Advance Tax (AY.2008-2009)

166687

SCHEDULE-E: Current Liabilities

TDS ON Audit Fees

20600

R B Jain & Associates

204120

224720

SCHEDULE-F: Provisions

Provision For Income Tax (A Y 2008-2009)

115609

MAHARASHTRA STATE ELECTRIC POWER TRADING COMPANY PVT LTD
SCHEDULE FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH 2018

Schedule - G : Income From Interest

Interest on FDR With Central Bank
Interest on FDR With Corporation Bank

Rs.
18049.00
1453151.00

1471200.00

Schedule - H : Administration & Other Expenses

Advertisement Expenses
Audit Fees
Conveyance Expenses
Books & Periodical
Printing & Stationery
Courier & Postage
Filing Fees
Professional Fees
Travelling Expenses
Internet Charges
Bank Charges
Legal Charges
Telephone Expenses

431402.00
224720.00
1463.00
975.00
5980.00
177.00
500.00
1162.00
20584.00
2999.00
753.00
600.00
7.00

691322.00

A

For. R. B. Jain & Co. Ltd.

[Signature]
[Name]

R. J. Thakur

19/4/18

SCHEDULE -I

NOTES TO ACCOUNTS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS ON 31.03.08
AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.08

I. Significant Accounting Policies

1. Accounting Convention:

The Accounts of the Company have been prepared under Historical cost Convention on accrual basis. The Financial Statement Comply with the mandatory accounting standards issued by the Institute of chartered Accountants of India and are in accordance with the provision of the Companies Act, 1956.

2. Revenue Recognition:

Since Company has not started operation, no transactions have been entered during the year. Interest income is recognized on accrual basis.

3. Contingent liabilities:

No provision is made for liabilities, which are contingent in nature. If material, the same are disclosed by way of notes to the accounts.

II Information required under Part II of schedule VI to the Companies Act, 1956.

As the Company is engaged in Trading activity, the information on licensed / installed capacity, actual product, Stock of Goods produced, pursuant to Note 2 of paragraph 3 & 4 (a) (b) of part II schedule VI is not applicable. However, Company has not carried out its operations, the quantity and value of opening stock, purchases, sales and closing stock is Nil.

III Foreign Currency Transaction:

There is no foreign currency transaction during the year under audit.

IV EPS: Share capital: Since incorporation of company on 29th Nov 2007, the company has allotted On January 17, 2008, 1,00,00,000 shares of Rs. 10 each to the holding company.

Consequently equity share capital has been held for part of the year only and earning per Share has been calculated on a weighted average basis as under:

Weighted average equity capital:

Rs.1,00,000 for 124 days	=	33,973
Rs.10,01,00,000 for 74 days	=	2,02,94,247
Share capital of Rs. 10 each		2,03,28,220
No. of weighted average equity shares		20,32,822
Profit after tax		2,58,551
Earning per share for the period =	$259551/20,32,822$	0.13

VI Since this is the first year of operation, previous years' figures have not been given. The Profit and loss account and EPS reflects operations for the period Nov 29, 2007 to March 31, 2008

Schedule A to I
On behalf of Board of Directors

(Director)

(Director)

R. B. JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

Tel. No.: 2614 7337
2618 1251

Address: 108, Shyamkamal 'C' Bldg.,
Agarwal Market,
Vile Parle (E),
Mumbai - 400 057.

Tel. No.: (R) 26161247

E-mail: rbjainassociates@rediffmail.com

TO WHOMSOEVER IT MAY CONCERN

This is to report that the examination of the books of accounts and records of Maharashtra State Electric Power Trading Company Pvt. Ltd., having its office at Prakashgad, Prof. Anant Kanekar Marg, Bandra, Mumbai, reveals that net worth of the company as on 11th December 2008 comes to Rs. 1010.73 lacs calculated as under:

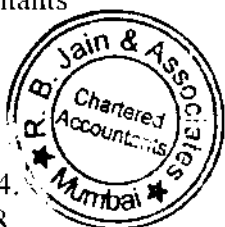
Particulars as on 11-12-2008	Amount in lacs Rupees
Share capital	1,001.00
Add: Profit & Loss Account	25.96
Less: Preliminary Expense to the extent not w/off	(16.23)
NET WORTH	1,010.73

The above net worth is restated under the Net assets method as under:

Particulars as on 11-12-2008	Amount in lacs Rupees
Investments in FDRs with Banks	1024.11
Add: Total Current Assets	7.13
Less: Current Liability	(20.51)
NET WORTH	1010.73

For R. B. Jain & Associates
Chartered Accountants

(A. K. Sharma)
Partner
Mem. No.: 015624.
Date: 15/12/2008.





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MAHARASHTRA ELECTRICITY REGULATORY COMMISSION

Centre 1, 13th Floor, World Trade Centre, Cuffe Parade, Colaba,
Mumbai - 400 005.

MERC

RECEIPT NO. 2378

DATE 16/12/08

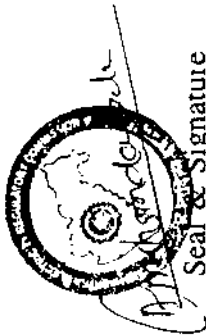
Received with thanks from M/S. Maharashtra State Electric Power
Trading Co. (P) Ltd.

the sum of Rs. 1000/- (Rs. one thousand only)

(.....) in full / part / balance payment on account
of Appⁿ for grant of Intra-state License for Trading in
Electricity

by Cash / Cheque / Demand Draft / Pay Order No. dated

drawn on Cash



Note : This receipt is valid subject to realization of cheque/demand draft/pay order.