



# Suryachakra Power Corporation Limited

CIN: L40103TG1995PLC019554

Regd Off SURYACHAKRA HOUSE, Plot No. 304-L-III, 2nd Floor, Road No. 78, Jubilee Hills,  
Hyderabad-500 096. Ph +91-40-3082 3000, 2355 0597 / 98

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SPCL/BSE/ 46

Dt. May 29, 2018

To  
The General Manager  
Department of Corporate Services  
Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street, Mumbai - 400 001.

Dear Sir,

Sub: Audited Financial Results for the year ended 31.03.2018

Ref: 1. Scrip code: 532874.

2. Regulation 33 & 52 of the SEBI (LODR) Regulations, 2015

In pursuance of SEBI (Listing Obligations & Disclosure Requirements) Regulation 2015, we enclose herewith Audited Standalone & Consolidated Financial Results of the Company for the year ended 31.03.2018 as reviewed and recommended by the Audit Committee at its meeting held on today.

Further, in accordance with the above SEBI (LODR) Regulations, 2015, we enclose herewith the following for your information and record.

A) Audited Financial Statements of the Company (Standalone & Consolidated) for the year ended 31<sup>st</sup> March, 2018 along with Auditor's Report thereon.

B) Opinion on the said financial statements duly signed by the concerned officers in the prescribed Form A & B.

The Board meeting commenced at 1.00 p.m. and concluded at 6.05 p.m.

Please acknowledge receipt of the above.

Thanking you,

Yours faithfully,

For Suryachakra Power Corporation Ltd.

(Dr. S M Manepalli)  
Managing Director

Encl : As above

**SURYACHAKRA POWER CORPORATION LIMITED**  
Regd. Off: "Suryachakra House", Plot No.304-L-III, Road No.78, Jubilee Hills, Hyderabad - 500096

**Statement of Audited Standalone Financial Results for the Quarter and Year ended 31.03.2018 and Consolidated Financial Results for the Year ended 31.03.2018**

CIN :L40103TG1995PLC019554

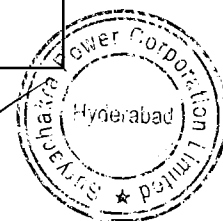
(Rs. in Lakhs except per share data)

Sl	Particulars	Standalone					Consolidated	
		Quarter Ended		Year Ended			Year Ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017	31.03.2018	31.03.2017
		Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
I	Revenue from operations	1,998.93	702.51	1,778.68	5,372.66	9,845.01	5,372.66	9,845.01
II	Other income	239.39	-	-	239.39	-	239.39	-
III	<b>Total Income (I+II)</b>	<b>2,238.32</b>	<b>702.51</b>	<b>1,778.68</b>	<b>5,612.05</b>	<b>9,845.01</b>	<b>5,612.05</b>	<b>9,845.01</b>
IV	Expenses							
(a)	Cost of materials consumed	1,023.77	1,507.91	1,939.36	5,033.64	9,412.32	5,033.64	9,412.32
(b)	O&M Expenses	77.73	41.77	52.77	190.71	262.99	190.71	262.99
(c)	Changes in inventories of finished goods, Stock-in-Trade and Work-in-Progress	-	-	-	-	-	-	-
(d)	Excise Duty	-	-	-	-	-	-	-
(e)	Employee benefits expense	32.23	22.41	29.47	101.75	119.51	101.75	119.51
(f)	Finance costs	0.03	0.02	0.37	4.68	1.12	4.68	1.45
(g)	Depreciation and amortisation expense	7.14	48.80	42.20	157.80	203.72	157.80	203.72
(h)	Other expenses	5,815.46	50.35	64.46	5,931.16	244.73	5,931.62	244.98
	<b>Total expenses (IV)</b>	<b>6,956.36</b>	<b>1,671.26</b>	<b>2,128.63</b>	<b>11,419.74</b>	<b>10,244.39</b>	<b>11,420.20</b>	<b>10,244.98</b>
V	Profit / (Loss) before exceptional items and tax (III - IV)	(4,718.04)	(968.75)	(349.95)	(5,807.69)	(399.38)	(5,808.15)	(399.97)
VI	Exceptional Items (Refer Note 4)	-	-	11,394.87	-	11,394.87	-	2,317.79
VII	Profit / (Loss) before tax (V - VI)	(4,718.04)	(968.75)	(11,744.82)	(5,807.69)	(11,794.25)	(5,808.15)	(2,717.76)
VIII	Tax Expense							
	Current Tax	-	-	-	-	-	-	-
	Deferred Tax	-	-	-	-	-	-	-
IX	Profit / (Loss) for the period from continuing operations (VII - VIII)	(4,718.04)	(968.75)	(11,744.82)	(5,807.69)	(11,794.25)	(5,808.15)	(2,717.76)
X	Profit / (Loss) from discontinued Operations	-	-	-	-	-	-	-
XI	Tax Expense of discontinued operations	-	-	-	-	-	-	-
XII	Profit / (Loss) from discontinued Operations after tax (X - XI)	-	-	-	-	-	-	-
XIII	Profit / (Loss) for the period (IX + XII)	(4,718.04)	(968.75)	(11,744.82)	(5,807.69)	(11,794.25)	(5,808.15)	(2,717.76)
XIV	Other Comprehensive Income (Net of Tax)	-	-	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII + XIV) (Comprising profit / (Loss) and Other Comprehensive Income for the period)	(4,718.04)	(968.75)	(11,744.82)	(5,807.69)	(11,794.25)	(5,808.15)	(2,717.76)
XVI	Paid-up Equity Share capital (face value of Rs.10/- each)	14,963.30	14,963.30	14,963.30	14,963.30	14,963.30	14,963.30	14,963.30
XVII	Other Equity	-	-	-	(21,963.31)	(16,155.61)	(12,721.45)	(4,900.49)
XVIII	Earnings Per Share (EPS) (of Rs.10/- each) (not annualised):							
(a)	Basic :	(3.15)	(0.06)	(7.85)	(3.88)	(7.88)	(3.88)	(1.82)
(b)	Diluted :	(3.15)	(0.06)	(7.85)	(3.88)	(7.88)	(3.88)	(1.82)

**BALANCE SHEET**

(Rs. in Lakhs)

Particulars	Standalone			Consolidated		
	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
<b>ASSETS</b>						
<b>Non-current assets</b>						
(a) Property, Plant and Equipment	33.19	489.08	692.81	33.19	489.08	692.81
(b) Capital work-in-progress	-	-	-	-	-	1,634.27
(c) Financial Assets						
(i) Investments	1.59	1.59	3,571.59	1.59	72.23	1.59
(ii) Trade receivables	-	1,275.74	1,275.74	-	1,275.74	1,275.74
(iii) Loans and Advances	-	-	7,819.60	-	-	678.63
(d) Other non-current assets	2.68	897.24	928.86	4.09	898.64	930.27
<b>Current assets</b>						
(a) Inventories	128.43	574.35	595.09	128.43	574.35	595.09
(b) Financial Assets	-	-	-	-	-	-
(i) Trade receivables	-	2,059.23	2,228.40	-	2,059.23	2,228.39
(ii) Cash and cash equivalents	2.28	1,480.58	1,481.80	3.59	1,482.21	1,483.71
(iii) Loans & Advances	-	-	-	-	9,315.59	9,305.04
(c) Other current assets	67.27	80.47	62.45	21.16	2,057.06	2,120.28
<b>Total Assets</b>	<b>235.44</b>	<b>6,858.29</b>	<b>18,656.35</b>	<b>192.05</b>	<b>18,224.15</b>	<b>20,945.83</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Equity</b>						
(a) Equity Capital	14,963.30	14,963.30	14,963.30	14,963.30	14,963.30	14,963.30
(b) Other Equity	(21,963.32)	(16,155.61)	(4,361.36)	(22,035.12)	(4,900.49)	(2,182.85)
<b>LIABILITIES</b>						
<b>Non-current liabilities</b>						
(a) Financial Liabilities						
(i) Borrowings	-	-	354.00	-	90.28	422.64
(b) Provisions	23.87	20.97	20.73	23.87	20.97	20.73
<b>Current liabilities</b>						
(a) Financial Liabilities						
(i) Borrowings	3,918.19	3,946.14	3,982.89	3,918.19	3,882.79	3,941.28
(ii) Trade payables	462.54	970.74	1,002.62	462.54	970.74	1,002.62
(iii) Current Maturities of Long term Borrowings	1,909.38	1,909.38	1,555.38	1,909.38	1,909.38	1,555.38
(b) Other current liabilities	921.49	1,203.38	1,138.79	949.89	1,287.19	1,222.73
<b>Total Equity and Liabilities</b>	<b>235.44</b>	<b>6,858.29</b>	<b>18,656.35</b>	<b>192.05</b>	<b>18,224.15</b>	<b>20,945.83</b>



**Notes :**

- 1 The above results have been reviewed by the Audit Committee and thereafter, approved and taken on record by the Board of Directors at their meeting held on May 29, 2018. These results are as per regulations 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by circular no.CIR/CFD/FA/62/2016 dated July 05, 2016.
- 2 a) Suryachakra Power Corporation Limited, its subsidiary adopted Indian Accounting Standards (Ind AS) from April 01, 2017 with transition date of April 01, 2016. Accordingly these financial results have been prepared in accordance with the recognition and measurement principle laid down in such Ind AS prescribed under section 133 of the companies act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015 and as amended by the companies (Indian Accounting Standard) (Amendment) Rules, 2016.
- (b) The published figures for the quarter ended March 31, 2017 have been recast to Ind AS to the extent applicable to the company and its subsidiaries
- (c) A reconciliation between the profits as reported earlier and the Ind AS recasted profits for the quarter and year ended March 31, 2017 is given below:

Particulars	Rs. In Lakhs		
	Standalone		Consolidated
	Quarter Ended March 31, 2017	Year Ended March 31, 2017	Year Ended March 31, 2017
Profit after tax as reported under previous GAAP	(11,745)	(11,794)	(2,718)
Adjustments	-	-	-
<b>Total Comprehensive Income as reported under Ind AS</b>	<b>(11,745)</b>	<b>(11,794)</b>	<b>(2,718)</b>

Particulars	Rs. In Lakhs			
	Standalone		Consolidated	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
Equity under previous GAAP	(16,156)	(4,361)	(4,900)	(2,183)
Adjustments	-	-	-	-
<b>Equity under Ind AS</b>	<b>(16,156)</b>	<b>(4,361)</b>	<b>(4,900)</b>	<b>(2,183)</b>

**3 Power Purchase Agreement (PPA) with Andaman and Nicobar (A&N) Administration :**

(i) The Company in the earlier years entered into a Power Purchase agreement (PPA) with the Andaman and Nicobar (A & N) Administration. The PPA is initially for a period of 15 years and can be extended on mutual terms and conditions for three further periods of five (5) years each. PPA contains a set of pre-defined formulae for calculation of the revenue to be billed on a monthly basis. Initial period of 15 years got completed in the year ended March 31, 2018. During the year ended March 31, 2018, A&N Administration has not extended the said PPA. As a result of the same, The company has closed the operation on April 02, 2018. The company is in the process of renegotiating the ongoing concern with the Andaman and Nicobar (A & N) Administration for the renewal/extension of the Power Purchase Agreement.

**4 Going Concern Basis of Accounting:**

During the year the company has incurred a net loss of Rs.5807.7 Lakhs and resulting to an accumulated loss of Rs. 21963.32 lakhs. The company's entire network is eroded. The company has obligations towards borrowings aggregating to Rs. 5827.57 Lakhs (Excluding the Interest on such borrowing refer Note No:5). The company's operation have been suspended (refer note no: 3). The management is in the process of renegotiating the ongoing concern with the Andaman and Nicobar (A & N) Administration and is confident in getting the renewal/extension of the Power Purchase Agreement, Based on which the management considers the company as a going concern and thereby prepared the financial statements on going concern basis.

**5 Interest on Borrowings:**

Lenders of the Company have initiated legal proceedings against the Company for recovery of their dues. The Company is negotiating with these lenders for settling the dues amicably and has stopped providing interest on these loans from the financial year ended March 31, 2014. The interest, if any, paid will be recognised in the year of settlement of dispute.

**6 Confirmation of Balances**

The Company has not received confirmation of balances from Lenders (Secured / Unsecured and Long Term /Short Term), Trade payables, Creditors for Capital goods and Loans & Advances including Capital Advances outstanding as at March 31, 2018. In the absence of confirmation of balances provision for adverse variations, if any, in the carrying amount of these balances are not quantifiable. The management is confident that the settlement of these balances will be made at the carrying amounts and no provision is required at present. Adjustments for variances, if any will be made in the year of settlement.

**7 Revenue from A&N:**

a. Recognition of income from sale of power:

The Company, for the purpose of determining the monthly billings, invoices the A & N Administration based on the costs and formulae as envisaged in the PPA and as determined by the Order of Joint Electricity Regulatory Commission (JERC), Guregoan dated 29th April, 2015..

b. During the year under report the company made a provision for an aggregate amount of Rs. 4614.75 Lakhs (Net) in view of the prolonged disputes and litigations with A&N Administration. Though the same has been provided as doubtful, the company is making all its efforts including legal recourses to recover the dues from the A&N Administration

**8 Winding Up Petition:**

During the period ended 30th June 2012, M/s. SBI Global Factors Limited, an unsecured creditor, filed a petition before the Honourable High Court of Andhra Pradesh for winding up of the company u/s 443 (1) (c) of the Companies Act, 1956. The Honourable High Court of Andhra Pradesh, had admitted the petition. The State Bank of India, the holding entity of SBI Global Factors Limited and the principle lender of the Company has implored opposing the winding up petition. The Company is confident of resolving the matter amicably. Pending the disposal of petition by the Hon'ble High Court of Andhra Pradesh the financial statements have been drawn up on a going concern basis.

**9 Capital Advances:**

During the year, the management has reviewed the outstanding balances of the Capital advances given by the company during the earlier years and upon completion of such review the management has written off an amount of Rs.827.29 Lakhs as bad advances.

10 There is no reportable segment pursuant to Ind AS 108 "Operating Segments".

11 In accordance with clause 33(3)(b)(i) of the securities and exchange board of India (Listing obligations and disclosure requirements) regulations, 2015 the company has opted to submit the quarterly financial results on a standalone basis. Consequently, the statement above contains the consolidated results and comparatives only for the year ended March 31, 2018

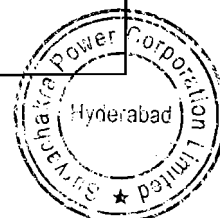
12 The companies operation from during the period 20th July, 2017 to 29th August, 2017 have been stalled due to strike by an employee union, hence there was no operations during that period by the company

13 The statement includes the results for the quarter ended March 31, 2018 and March 31, 2107 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year and previous financial year which were subject to limited review by us.

14 The figures for the previous year/period have been re-grouped/re-classified, wherever necessary, to conform with the current periods classification.

Date : 29-05-2018  
Place : Hyderabad

Dr.S.M.Manepalli  
Managing Director  
DIN:00896147



## ANNEXURE I

### Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Standalone Financial Results

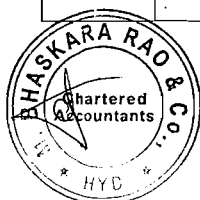
Statement on Impact of Audit Qualifications for the Financial Year Ended March 31, 2018 [See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	#	Particulars	Audited Figures (as reported before adjusting for qualifications) (Amount in Rs. Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Amount in Rs. Lakhs)
	1.	Turnover / Total income	5612.05	5612.05
	2.	Total Expenditure	11419.74	11419.74
	3.	Net Profit/(Loss) (before OCI)	(5807.69)	(5807.69)
	4.	Earnings Per Share	(3.88)	(3.88)
	5.	Total Assets	235.44	235.44
	6.	Total Liabilities	7235.47	7235.47
	7.	Net Worth	(7000.02)	(7000.02)
	8.	Any other financial item(s) (as felt appropriate by the management)	Refer EOM's given in the Audit Report	
II.	Audit Qualification (each audit qualification separately):			
1.	a.	<b>Details of Audit Qualification:</b> i. <i>Note 4 of the Statement regarding books of accounts being prepared on going concern Basis principle in spite of the company having a net loss of Rs.5,807.7 Lakhs for the the year, accumulated loss of Rs. 21,963.32 lakhs, Erosion of its entire net worth, company's obligations towards borrowings and suspension of the company's operations.</i>		
	b.	<b>Type of Audit Qualification :</b> Qualified Opinion		
	c.	<b>Frequency of qualification:</b> First time reported in the year ended March 31, 2018.		
	d.	<b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> Not Applicable		
	e.	<b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>		
	(i)	<b>Management's estimation on the impact of audit qualification:</b> Any adverse effect on financials of the Company is unlikely.		
	(ii)	<b>If management is unable to estimate the impact, reasons for the same:</b>  Management is of the view that adjustments, if any, that will not affect the carrying values as reported in the financial statements.		



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	<p>(iii) <b>Auditors' Comments on e (i) or e (ii) above:</b> As stated in Point II(a) above.</p>
2	<p>a. <b>Details of Audit Qualification:</b> <i>Note 5 of the Statement regarding non-accounting of interest expense on certain loans availed by the Company during the years ended March 31, 2014; 2015; 2016; 2017 and 2018. We are unable to comment on the extent of shortfall in interest expense and liability thereon.</i></p>
	<p>b. <b>Type of Audit Qualification :</b> Qualified Opinion</p>
	<p>c. <b>Frequency of qualification:</b> First time reported in the year ended March 31, 2015.</p>
	<p>d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> Not Applicable</p>
	<p>e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p>(i) <b>Management's estimation on the impact of audit qualification:</b> Any adverse effect on financials of the Company is unlikely.</p>
	<p>(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> Management is of the view that the carrying value of the loans are sufficient to settle with the lenders.</p>
	<p>(iii) <b>Auditors' Comments on e (i) or e (ii) above:</b> As stated in Point II(a) above.</p>
3	<p>a. <b>Details of Audit Qualification:</b> <i>Note 6 of the Statement regarding confirmation of balances from Secured / Unsecured Loan Lenders; Trade Payables; Creditors for Capital works/goods; Loans and Advances given by the Company. We are unable to comment on the extent of adverse variances, if any</i></p>
	<p>b. <b>Type of Audit Qualification:</b> Qualified Opinion</p>
	<p>c. <b>Frequency of qualification:</b> First time reported in the year ended March 31, 2015.</p>
	<p>d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> Not Applicable</p>
	<p>e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p>(i) <b>Management's estimation on the impact of audit qualification:</b> Any adverse effect on financials of the Company is unlikely.</p>
	<p>(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> Management is of the view that the carrying value of the balances in the financial statements would not affect the company adversely.</p>

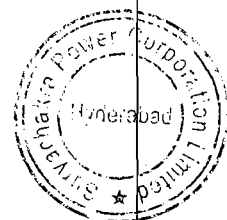


*Rao*

*[Signature]*



	<b>(iii) Auditors' Comments on e (i) or e (ii) above:</b> As stated in Point II(a) above.	
<b>III.</b>	<b><u>Signatories:</u></b>	
	<ul style="list-style-type: none"> <li><b>Dr Suryamanikyam</b> <b>Managing Director</b></li> </ul>	
	<b>P.V.Subba Rao - Audit Committee Chairman</b>	
	<ul style="list-style-type: none"> <li><b>Statutory Auditors:</b> <b>V K Muralidhar</b> <b>Partner</b> <b>Membership Number: 201 570</b> <b>M Bhaskara Rao &amp; Co.</b> <b>Chartered Accountants</b> <b>Firm Registration Number</b></li> </ul>	
	<b>Place: Hyderabad</b>	
<b>Date: May 29, 2018</b>		



ANNEXURE I

**Statement on Impact of Audit Qualifications (for audit report with modified opinion)  
submitted along-with Annual Audited Consolidated Financial Results**

Statement on Impact of Audit Qualifications for the Financial Year Ended March 31, 2018				
[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	#	Particulars	Audited Figures (as reported before adjusting for qualifications) (Amount in Rs. Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Amount in Rs. Lakhs)
	1.	Turnover / Total income	5612.05	5612.05
	2.	Total Expenditure	11419.74	11419.74
	3.	Net Profit/(Loss) (before OCI)	(5807.69)	(5807.69)
	4.	Earnings Per Share	(3.88)	(3.88)
	5.	Total Assets	192.05	192.05
	6.	Total Liabilities	7263.87	7263.87
	7.	Net Worth	(7071.82)	(7071.82)
	8.	Any other financial item(s) (as felt appropriate by the management)	Refer EOM's given in the Audit Report	
II.	Audit Qualification (each audit qualification separately):			
1.	a. Details of Audit Qualification: i. Note 4 of the Statement regarding books of accounts being prepared on going concern Basis principle in spite of the company having a net loss of Rs.5,807.7 Lakhs for the the year, accumulated loss of Rs. 21,963.32 lakhs, Erosion of its entire net worth, company's obligations towards borrowings and suspension of the company's operations.			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification: First time reported in the year ended March 31, 2018.			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: Any adverse effect on financials of the Company is unlikely.			



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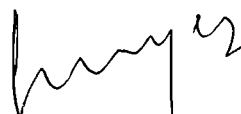
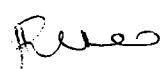

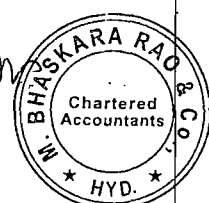
	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b></p> <p>Management is of the view that adjustments, if any, that will not affect the carrying values as reported in the financial statements.</p>
	<p><b>(iii) Auditors' Comments on e (i) or e (ii) above:</b></p> <p>As stated in Point II(a) above.</p>
2	<p>a. <b>Details of Audit Qualification:</b>  <i>Note 5 of the Statement regarding non-accounting of interest expense on certain loans availed by the Company during the years ended March 31, 2014; 2015; 2016; 2017 and 2018. We are unable to comment on the extent of shortfall in interest expense and liability thereon.</i></p>
	<p>b. <b>Type of Audit Qualification :</b> Qualified Opinion</p>
	<p>c. <b>Frequency of qualification:</b> First time reported in the year ended March 31, 2015.</p>
	<p>d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>  Not Applicable</p>
	<p>e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p>(i) <b>Management's estimation on the impact of audit qualification:</b>  Any adverse effect on financials of the Company is unlikely.</p>
	<p>(ii) <b>If management is unable to estimate the impact, reasons for the same:</b>  Management is of the view that the carrying value of the loans are sufficient to settle with the lenders.</p>
	<p><b>(iii) Auditors' Comments on e (i) or e (ii) above:</b></p> <p>As stated in Point II(a) above.</p>
3	<p>a. <b>Details of Audit Qualification:</b>  <i>Note 6 of the Statement regarding confirmation of balances from Secured / Unsecured Loan Lenders; Trade Payables; Creditors for Capital works/goods; Loans and Advances given by the Company. We are unable to comment on the extent of adverse variances, if any</i></p>
	<p>b. <b>Type of Audit Qualification:</b> Qualified Opinion</p>
	<p>c. <b>Frequency of qualification:</b> First time reported in the year ended March 31, 2015.</p>
	<p>d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b>  Not Applicable</p>
	<p>e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>



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	(i) <b>Management's estimation on the impact of audit qualification:</b> Any adverse effect on financials of the Company is unlikely.	
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> Management is of the view that the carrying value of the balances in the financial statements would not affect the company adversely.	
	(iii) <b>Auditors' Comments on e (i) or e (ii) above:</b> As stated in Point II(a) above.	
<b>III.</b>	<b><u>Signatories:</u></b>	
	<ul style="list-style-type: none"> <li><b>Dr Suryamanikyam</b> <b>Managing Director</b></li> </ul>	
	<b>P V Subba Rao - Audit Committee Chairman</b>	
	<ul style="list-style-type: none"> <li><b>Statutory Auditors:</b> <b>V K Muralidhar</b></li> </ul>	
	<b>Partner</b> <b>Membership Number: 201 570</b> <b>M Bhaskara Rao &amp; Co.</b> <b>Chartered Accountants</b> <b>Firm Registration Number</b>	
	<b>Place: Hyderabad</b>	
	<b>Date: May 29, 2018</b>	

**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
SURYACHAKRA POWER CORPORATION LIMITED**

1. We have audited the accompanying statement of Consolidated financial results ("the Statement") of Suryachakra Power Corporation Limited ('the Parent') and its subsidiaries (The parent and the subsidiaries together referred to as "The Group") for the year ended March 31, 2018 , enclosed herewith, being submitted by the parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.
2. The statement, Which is the responsibility of the Parent's Management and approved by its board of directors, has been compiled from the related consolidated financial statements which has been prepared in accordance with the Indian Accounting Standards (Ind As) prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such Consolidated Financial Statement.
3. We conducted our audit in accordance with the Standards of auditing issued by the Institute of Chartered Accountants of India. Those standard requires that we plan and perform the audit to obtain reasonable assurance as to whether the Statement is free of material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedure selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments the auditor considers internal control relevant to the parents preparation and fair presentation of statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing opinion on the effectiveness of the parents internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the management , as well as evaluating the overall presentation of the statement. We believe that the audit evidences we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

**4. Basis for Qualified Opinion:**

*Attention is invited to:*

- i. *Note 4 of the Statement regarding books of accounts being prepared on going concern Basis principle inspite of the company having a net loss of Rs.5,807.7 Lakhs for the the year, accumulated loss of Rs. 21,963.32 lakhs, Erosion of its entire net worth, company's obligations towards borrowings and suspension of the company's operations.*



- ii. *Note 5 of the Statement regarding non-accounting of interest expense on certain loans availed by the Company during the years ended March 31, 2014; 2015; 2016; 2017 and 2018. We are unable to comment on the extent of shortfall in interest expense and liability thereon.*
- iii. *Note 6 of the Statement regarding confirmation of balances from Secured / Unsecured Loan Lenders; Trade Payables; Creditors for Capital works/goods; Loans and Advances given by the Company. We are unable to comment on the extent of adverse variances, if any.*

*The consequential impact of the above matters on the audited financial results for the quarter ended March 31, 2018 and retained earnings as on March 31, 2018 is indeterminable.*

**5. Qualified Opinion:**

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- a. Includes the results of the following entities:
  - (i) Parent- (a) Suryachakra Power Corporation Limited
  - (ii) Subsidiaries- (a) Suryachakra Energy (Chhattisgarh) Private Limited  
(Sold during the year)
  - (b) Suryachakra Global Venture Limited
- b. Is prepared in accordance Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016; and
- c. except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the group for the year ended March 31, 2018.

**6. Emphasis of Matter:**

Without qualifying our opinion, we draw attention to:

- i. Note 3 of the statement regarding completion of the Initial period of Power Purchase Agreement (PPA) granted to the company by Andaman and Nicobar (A&N) Administration and non-extension of the same.
- ii. Note 7 of the statement regarding the management making provision for the net amounts receivable from Andaman and Nicobar (A & N) Administration on account of prolonged disputes and litigations.
- iii. Note 9 of the statement regarding the management writing off the outstanding balances of the Capital advances given by the company during the earlier years as bad advances



- iv. Note 8 of the statement regarding regarding petition u/s 433 (1) (e) of the Companies Act, 1956 before the Honourable High Court of Andhra Pradesh.
7. During the year the company has sold the entire shares of Suryachakra Energy (Chhattisgarh) Private Limited , Thereby the financial statements for the same are consolidated till the date of sales i.e September 15, 2017. The consolidated financial results includes the unaudited financial results of two subsidiaries, whose financial information reflect total assets of Rs 9270.27 lakhs as at March 31, 2018, Total revenue of Rs. Nil, Total Net loss after tax of Rs. 0.46 lakhs and total comprehensive loss of Rs.0.46 lakhs for the year ended March 31, 2018 as considered in the Consolidated Financial Results. These financial results are unaudited and have been furnished to us by the management and our opinion on the statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the management, these financial information are not material to the Group.
- Our Opinion on the statement is not modified in respect of the above matters with respect to our reliance on the financial information certified by the management.
8. The statement includes the results for the quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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Place: Hyderabad  
Date: 29.05.2018



For M. Bhaskara Rao & Co.  
Chartered Accountants

Firm Registration Number. 000459S

V K Muralidhar

Partner

Membership Number: 201570

**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
SURYACHAKRA POWER CORPORATION LIMITED**

1. We have audited the accompanying statement of standalone financial results ("the Statement") of Suryachakra Power Corporation Limited ('the Company') for the year ended March 31, 2018, enclosed herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.
2. The statement, Which is the responsibility of the Company's Management and approved by its board of directors, has been prepared on the basis of the related standalone Ins As audited financial statements which are in accordance with the Indian accounting standards (Ind As) read with the relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit.
3. We conducted our audit in accordance with the Standards of auditing issued by the Institute of Chartered Accountants of India. Those standard requires that we plan and perform the audit to obtain reasonable assurance as to whether the Statement is free of material misstatement. An audit includes examining on test basis, evidences supporting amounts disclosed in the statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the management, as well as evaluating the overall presentation of the statement. We believe that the audit evidences we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.
4. **Basis for Qualified Opinion:**

*Attention is invited to:*

- i. *Note 4 of the Statement regarding books of accounts being prepared on going concern Basis principle inspite of the company having a net loss of Rs.5,807.7 Lakhs for the the year, accumulated loss of Rs. 21,963.32 lakhs, Erosion of its entire net worth, company's obligations towards borrowings and suspension of the company's operations.*
- ii. *Note 5 of the Statement regarding non-accounting of interest expense on certain loans availed by the Company during the years ended March 31, 2014; 2015; 2016; 2017 and 2018. We are unable to comment on the extent of shortfall in interest expense and liability thereon.*
- iii. *Note 6 of the Statement regarding confirmation of balances from Secured / Unsecured Loan Lenders; Trade Payables; Creditors for Capital works/goods; Loans*



*and Advances given by the Company. We are unable to comment on the extent of adverse variances, if any.*

*The consequential impact of the above matters on the audited financial results for the quarter ended March 31, 2018 and retained earnings as on March 31, 2018 is indeterminable.*

**5. Qualified Opinion:**

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- a. Is prepared in accordance Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016; and
- b. except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the statements gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the company for the year ended March 31, 2018.

**6. Emphasis of Matter:**

Without qualifying our opinion, we draw attention to:

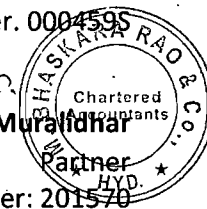
- i. Note 3 of the statement regarding completion of the Initial period of Power Purchase Agreement (PPA) granted to the company by Andaman and Nicobar (A&N) Administration and non-extension of the same.
  - ii. Note 7 of the statement regarding the management making provision for the net amounts receivable from Andaman and Nicobar (A & N) Administration on account of prolonged disputes and litigations.
  - iii. Note 9 of the statement regarding the management writing off the outstanding balances of the Capital advances given by the company during the earlier years as bad advances
  - iv. Note 8 of the statement regarding regarding petition u/s 433 (1) (e) of the Companies Act, 1956 before the Honourable High Court of Andhra Pradesh.
7. The statement includes the results for the quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For M. Bhaskara Rao & Co.**

Chartered Accountants

Firm Registration Number. 000459S

  
**V K Muralidhar**  
Partner  
HYD.



Place: Hyderabad

Date: 29.05.2018

Membership Number: 201570