adani

22nd July, 2016

BSE Limited
P J Towers,
Dalal Street,
Mumbai – 400001

Scrip Code: 533096

National Stock Exchange of India Limited
Exchange plaza,
Bandra-Kurla Complex, Bandra (E)
Mumbai – 400051

Scrip Code: ADANIPOWER

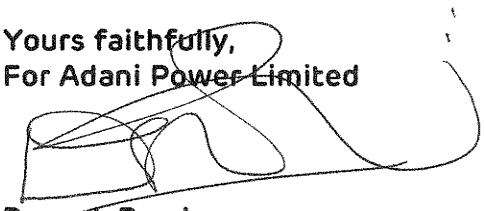
Dear Sir,

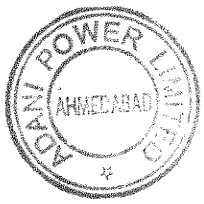
Please find attached herewith the disclosure of impact of audit qualifications in the revised formats, which is submitted as per the requirements of the SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016.

Kindly take this on your records.

Thanking You.

Yours faithfully,
For Adani Power Limited





Deepak Pandya
Company Secretary

Encl: a.a.

Adani Power Ltd
Achalraj
Opp. Mayor Bunglow, Law Garden,
Ahmedabad – 380 006
Gujarat, India
CIN: L40100GJ1996PLC030533

Tel +91 79 2555 7555
Fax +91 79 2555 7177
info@adani.com
www.adani.com

Registered Office: Shikhar, Nr. Adani House, Mithakhali Six Roads, Navrangpura, Ahmedabad 380 009, Gujarat, India

adani™

ANNEXURE I

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016
[*See* Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	13,227.01	Not Determinable
	2.	Total Expenditure	13,255.49	
	3.	Net Profit/(Loss)	5.62	
	4.	Earnings Per Share	0.02	
	5.	Total Assets	42,045.11	
	6.	Total Liabilities	33,130.91	
	7.	Net Worth	8,914.20	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	

Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:**

3) "We draw attention to Note 6 to the statement regarding the basis on which the Company has continued to recognise total revenue of Rs.3,619.49 crores on account of Compensatory Tariff for three years period ended 31st March, 2016 (Rs.919.01crores and Rs.857.35crores recognized during current year and previous year respectively), which is predicated on the assessment by the Management that the Company will be able to ultimately recover the equivalent amount towards impact of the Force Majeure Event pursuant to the order of the Appellate Tribunal for Electricity dated 7th April 2016, as more fully described in the said Note.

Since the Central Electricity Regulatory Commission, as directed by the aforesaid order, is yet to assess the impact of Force Majeure Events and give such relief as may be available under the Power Purchase Agreements, appropriateness of continuation of the revenue recognition for and up to the year, and other consequential effects on the financial statements, can only be determined on completion of the said assessment, and final outcome of the litigations."

4) In our opinion and to the best of our information and according to the explanations given to us, the Statement:
(i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and

Adani Power Ltd
Achalraj
Opp Mayor Bungalow, Law Garden
Ahmedabad 380 006
Gujarat, India
CIN: L40100GJ1996PLC030533

Tel +91 79 2555 7555
Fax +91 79 2555 7177
info@adani.com
www.adani.comz

Registered Office: Shikhar, Nr Mithakhali Circle, Navrangpura, Ahmedabad 380 009, Gujarat, India

adani™

	(ii) except for the possible effects of the matter described in paragraph 3 above, gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India, of the net profit and other financial information of the Company for the year ended 31st March, 2016.	
	b. **Type of Audit Qualification** : Qualified Opinion	
	c. **Frequency of qualification**: Item above have been qualified since FY 2014-15	
	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:** - Not Applicable	
	(ii) **If management is unable to estimate the impact, reasons for the same:** - Note 6 to the standalone financial results is self-explanatory.	
	(iii) **Auditors' Comments on (i) or (ii) above:** Audit qualification is self-explanatory	
III.	**Signatories:**	
	○ **CEO/Managing Director**	**Rajesh S. Adani**
	○ **CFO**	**Vinod Bhandawat**
	○ **Audit Committee Chairman**	**C P Jain**
	○ **Statutory Auditor**	**For DELOITTE HASKINS & SELLS** Chartered Accountants (Firm Registration No. 117365W) **Samir R. Shah** (Partner) (Membership No. 101708) Ahmedabad
	Place: Ahmedabad	
	Date: 21.07.2016	

Adani Power Ltd
Achalraj
Opp Mayor Bungalow, Law Garden
Ahmedabad 380 006
Gujarat, India
CIN: L40100GJ1996PLC030533

Tel +91 79 2555 7555
Fax +91 79 2555 7177
info@adani.com
www.adani.comz

Registered Office: Shikhar, Nr Mithakhali Circle, Navrangpura, Ahmedabad 380 009, Gujarat, India

adani™

ANNEXURE I

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016
[*See* Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	25,433.35	Not Determinable
	2.	Total Expenditure	24,978.97	
	3.	Net Profit/(Loss)	488.48	
	4.	Earnings Per Share	1.64	
	5.	Total Assets	69,367.51	
	6.	Total Liabilities	61,990.98	
	7.	Net Worth	7,376.53	
	8.	Any other financial item(s) (as felt appropriate by the management)		

Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:**

4. (a) We draw attention to Note 6 (a) to the Statement regarding the basis on which the Holding Company has continued to recognized total revenue of Rs. 3619.49 crores on account of Compensatory Tariff for three years period ended 31st March, 2016 (Rs. 919.02 crores and Rs. 857.35 crores recognized during current year and previous year respectively), which is predicated on the assessment by the Management that the Holding Company will be able to ultimately recover the equivalent amount towards impact of the Force Majeure Event pursuant to the order of the Appellate Tribunal for Electricity dated 7th April 2016, as more fully described in the said Note.

Since the Central Electricity Regulatory Commission, as directed by the aforesaid Order, is yet to assess the impact of Force Majeure Events and give such relief as may be available under the Power Purchase Agreements, appropriateness of continuation of the revenue recognition for and up to the year, and other consequential effects on the statement, can only be determined on completion of the said assessment, and final outcome of the litigations.

(b) We draw attention to Note 6 (b) to the Statement regarding the basis on which a subsidiary, Adani Power Maharashtra Limited ("APML"), has continued to recognise total revenue of Rs. 2340.55 crores on account of Compensatory Tariff ("the CT") / additional Compensatory Tariff for two year ended 31st March, 2016 (Rs. 1103.53 crores and Rs. 1059.71 crores recognised during current year and previous year respectively) which is pending adjudication by relevant regulators, as more fully described in the said Note.

SRB

Adani Power Ltd
Achalraj
Opp Mayor Bungalow, Law Garden
Ahmedabad 380 006
Gujarat, India
CIN: L40100GJ1996PLC030533

Tel +91 79 2555 7555
Fax +91 79 2555 7177
info@adani.com
www.adani.comz

adani™

Since the matter relating to the CT is sub-judice, appropriateness of recognition of such revenue for and up to the year and other consequential effects on the Statement, can only be determined on final outcome of the litigations.

(c) We draw attention to:

(i) Note 6 (c) to the Statement regarding the basis on which a subsidiary, Adani Power Rajasthan Limited ("APRL"), has recognised total revenue of Rs. 1254.44 crores on account of compensatory tariff / relief under Force Majeure for two years period ended 31st March, 2016 (Rs. 948.52 crores and Rs. 305.92 crores recognised during the current year and previous year respectively), out of which Rs. 514.31 crores* (including Rs. 150.17 crores described in paragraph (ii) below) are based on an interim order of Rajasthan Electricity Regulatory Commission ("the RERC"), which is pending adjudication by relevant regulators, as more fully described in the said note.

Since the matter relating to compensatory tariff / relief under Force Majeure is sub-judice, appropriateness of recognition of such revenue for and up to the year and other consequential effects on the financial statement, can only be determined on final outcome of the litigations.

(ii) Note 6 (c) to the Statement regarding non recognition of provision by APRL with respect to receivable of Rs. 150.17 crores on account of compensatory tariff from the 'Commercial Operation Date' to the date of initial interim Order dated 30th May, 2014 issued by the RERC. As stated in the note, RERC has clarified vide its Order dated 6th August 2015 that the interim relief pursuant to the initial interim Order would apply only from date of the said Order. Had such provision been recorded, the profit before tax for the year and trade receivables as at 31st March, 2016 would have been lower by Rs. 150.17 crores.
The statutory auditor of the said subsidiary have qualified / *drawn attention to these matters in their auditor's report on the financial statements to the shareholders of the Company.

(d) We draw attention to note 7 to the statement regarding ongoing balance reconciliation exercise with customers of a subsidiary, Udupi Power Corporation Limited, with respect to trade receivables amounting to Rs. 456.03 crores relating to periods prior to acquisition of the subsidiary. Based on the assessment by the management which considers confirmation from the nodal agency directing principal buyers to make part payments against the same pending adjustments against the arrears, the said amounts will be fully recovered upon conclusion of the ongoing reconciliation exercise.

Since the balances are under reconciliation / approval process, and in absence of balance confirmation, adjustments, if any, to the carrying amounts of trade receivables can be determined only upon conclusion of the aforementioned exercise/ approval by the customers.

5. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors referred to in paragraph 3 above, the Statement:
(a) Includes the results .....

Adani Power Ltd
Achalraj
Opp Mayor Bungalow, Law Garden
Ahmedabad 380 006
Gujarat, India
CIN: L40100GJ1996PLC030533

Tel +91 79 2555 7555
Fax +91 79 2555 7177
info@adani.com
www.adani.comz

adani™

	(b) is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and (c) except for the effect / possible effects of the matters described in paragraph 4 above, gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and other financial information of the Group for the year ended 31st March, 2016	
	b. **Type of Audit Qualification** : Qualified Opinion	
	c. **Frequency of qualification**: Item 4(a) above has been qualified since FY 2014-15. Item 4(b), 4(c) and 4(d) above is qualified for the first time in FY 2015-16.	
	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:** Not Applicable	
	(ii) **If management is unable to estimate the impact, reasons for the same:** Note 6 to the consolidated financial results for item 4(a) to 4(c) above and Note 7 to the consolidated financial results for item 4(d) above are self-explanatory.	
	(iii) **Auditors' Comments on (i) or (ii) above:** Audit qualifications are self-explanatory	
III.	**Signatories:**	
	○ **CEO/Managing Director**	R. S. Adani **Rajesh S. Adani**
	○ **CFO**	**Vinod Bhandawat**
	○ **Audit Committee Chairman**	**C P Jain**
	○ **Statutory Auditor**	**For DELOITTE HASKINS & SELLS** Chartered Accountants (Firm Registration No. 117365W) Samir R. Shah **Samir R. Shah** (Partner) (Membership No. 101708) Ahmedabad
	Place: Ahmedabad	
	Date: 21.07.2016	

Adani Power Ltd
Achalraj
Opp Mayor Bungalow, Law Garden
Ahmedabad 380 006
Gujarat, India
CIN: L40100GJ1996PLC030533

Tel +91 79 2555 7555
Fax +91 79 2555 7177
info@adani.com
www.adani.comz

Registered Office: Shikhar, Nr Mithakhali Circle, Navrangpura, Ahmedabad 380 009, Gujarat, India