

**NTPC LIMITED**

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2014**

( ₹ in Lakhs)

| Part I<br>Sl.<br>No. | Particulars                                                                                   | Standalone                                 |                                            |                                            |                                       |                                       | Consolidated                          |                                       |
|----------------------|-----------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|--------------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
|                      |                                                                                               | Quarter ended<br>31.03.2014<br>(Unaudited) | Quarter ended<br>31.12.2013<br>(Unaudited) | Quarter ended<br>31.03.2013<br>(Unaudited) | Year ended<br>31.03.2014<br>(Audited) | Year ended<br>31.03.2013<br>(Audited) | Year ended<br>31.03.2014<br>(Audited) | Year ended<br>31.03.2013<br>(Audited) |
| 1                    | 2                                                                                             | 3                                          | 4                                          | 5                                          | 6                                     | 7                                     | 8                                     | 9                                     |
| 1                    | <b>Income from operations</b>                                                                 |                                            |                                            |                                            |                                       |                                       |                                       |                                       |
|                      | (a) Net sales (net of electricity/excise duty)                                                | 2093808                                    | 1877939                                    | 1646184                                    | 7160263                               | 6431638                               | 7845097                               | 7061105                               |
|                      | (b) Other operating income                                                                    | 10075                                      | 5774                                       | 90492                                      | 41630                                 | 142066                                | 47069                                 | 148704                                |
| 2                    | <b>Total income from operations (net)</b>                                                     | <b>2103883</b>                             | <b>1883713</b>                             | <b>1736676</b>                             | <b>7201893</b>                        | <b>6573704</b>                        | <b>7892166</b>                        | <b>7209809</b>                        |
|                      | <b>Expenses</b>                                                                               |                                            |                                            |                                            |                                       |                                       |                                       |                                       |
|                      | (a) Fuel cost                                                                                 | 1443411                                    | 1183052                                    | 1038969                                    | 4582971                               | 4101825                               | 4779026                               | 4282777                               |
|                      | (b) Employee benefits expense                                                                 | 89465                                      | 117965                                     | 98800                                      | 386799                                | 341596                                | 405595                                | 360722                                |
|                      | (c) Depreciation and amortisation expense                                                     | 120764                                     | 102428                                     | 102126                                     | 414219                                | 339676                                | 476999                                | 382322                                |
|                      | (d) Other expenses                                                                            | 116752                                     | 117115                                     | 119497                                     | 455669                                | 420596                                | 739407                                | 749784                                |
| 3                    | <b>Total expenses</b>                                                                         | <b>1770392</b>                             | <b>1520560</b>                             | <b>1359392</b>                             | <b>5839658</b>                        | <b>5203693</b>                        | <b>6401027</b>                        | <b>5775605</b>                        |
|                      | <b>Profit from operations before other income, finance costs and exceptional items (1-2)</b>  | <b>333491</b>                              | <b>363153</b>                              | <b>377284</b>                              | <b>1362235</b>                        | <b>1370011</b>                        | <b>1491139</b>                        | <b>1434204</b>                        |
| 4                    | Other income                                                                                  | 59904                                      | 74895                                      | 88370                                      | 268889                                | 311877                                | 277744                                | 318116                                |
| 5                    | <b>Profit from ordinary activities before finance costs and exceptional items (3+4)</b>       | <b>393395</b>                              | <b>438048</b>                              | <b>465654</b>                              | <b>1631124</b>                        | <b>1681888</b>                        | <b>1768883</b>                        | <b>1752320</b>                        |
| 6                    | Finance costs                                                                                 | 56769                                      | 60103                                      | 59117                                      | 240659                                | 192436                                | 320307                                | 248054                                |
| 7                    | <b>Profit from ordinary activities after finance costs but before exceptional items (5-6)</b> | <b>336626</b>                              | <b>377945</b>                              | <b>406537</b>                              | <b>1390465</b>                        | <b>1489452</b>                        | <b>1448576</b>                        | <b>1504266</b>                        |
| 8                    | Exceptional items                                                                             | -                                          | -                                          | 168411                                     | -                                     | 168411                                | -                                     | 156829                                |
| 9                    | <b>Profit from ordinary activities before tax (7+8)</b>                                       | <b>336626</b>                              | <b>377945</b>                              | <b>574948</b>                              | <b>1390465</b>                        | <b>1657863</b>                        | <b>1448576</b>                        | <b>1661095</b>                        |
| 10                   | Tax expense:                                                                                  |                                            |                                            |                                            |                                       |                                       |                                       |                                       |
|                      | (a) Current tax                                                                               | 33295                                      | 85375                                      | 126205                                     | 279360                                | 368084                                | 292377                                | 370850                                |
|                      | (b) Deferred tax                                                                              | (6023)                                     | 6442                                       | 10582                                      | 13631                                 | 27840                                 | 15859                                 | 31623                                 |
|                      | Total tax expense (a+b)                                                                       | 27272                                      | 91817                                      | 136787                                     | 292991                                | 395924                                | 308236                                | 402473                                |
| 11                   | <b>Net profit from ordinary activities after tax (9-10)</b>                                   | <b>309354</b>                              | <b>286128</b>                              | <b>438161</b>                              | <b>1097474</b>                        | <b>1261939</b>                        | <b>1140340</b>                        | <b>1258622</b>                        |
| 12                   | Extraordinary items (net of tax expense)                                                      | -                                          | -                                          | -                                          | -                                     | -                                     | -                                     | -                                     |
| 13                   | <b>Net profit for the period (11-12)</b>                                                      | <b>309354</b>                              | <b>286128</b>                              | <b>438161</b>                              | <b>1097474</b>                        | <b>1261939</b>                        | <b>1140340</b>                        | <b>1258622</b>                        |
| 14                   | Share of profit / (loss) of associates                                                        | -                                          | -                                          | -                                          | -                                     | -                                     | -                                     | -                                     |
| 15                   | Minority interest                                                                             | -                                          | -                                          | -                                          | -                                     | -                                     | (21)                                  | (456)                                 |
| 16                   | <b>Net profit after taxes, minority interest and share of profit of associates (13+14-15)</b> | <b>309354</b>                              | <b>286128</b>                              | <b>438161</b>                              | <b>1097474</b>                        | <b>1261939</b>                        | <b>1140361</b>                        | <b>1259078</b>                        |

| Part I      |                                                                                               |                                            |                                            |                                            |                                       |                                       |                                       |
|-------------|-----------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|--------------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| Particulars |                                                                                               | Standalone                                 |                                            |                                            |                                       | Consolidated                          |                                       |
| Sl. No.     |                                                                                               | Quarter ended<br>31.03.2014<br>(Unaudited) | Quarter ended<br>31.12.2013<br>(Unaudited) | Quarter ended<br>31.03.2013<br>(Unaudited) | Year ended<br>31.03.2014<br>(Audited) | Year ended<br>31.03.2013<br>(Audited) | Year ended<br>31.03.2014<br>(Audited) |
|             |                                                                                               | 3                                          | 4                                          | 5                                          | 6                                     | 7                                     | 8                                     |
| 1           | 2                                                                                             |                                            |                                            |                                            |                                       |                                       | 9                                     |
| 17          | Paid-up equity share capital<br>(Face value of share ₹ 10/- each)                             | 824546                                     | 824546                                     | 824546                                     | 824546                                | 824546                                | 824546                                |
| 18          | Paid-up debt capital                                                                          |                                            |                                            |                                            | 6717022                               | 5814630                               |                                       |
| 19          | Reserves excluding revaluation reserve as per balance sheet                                   |                                            |                                            |                                            | 7756986                               | 7214205                               | 7875803                               |
| 20          | Debt redemption reserve                                                                       |                                            |                                            |                                            | 276491                                | 253533                                |                                       |
| 21(i)       | Earnings per share (before extraordinary items) -<br>(of ₹ 10/- each)(not annualised) (in ₹): |                                            |                                            |                                            |                                       |                                       | 7299549                               |
|             | (a) Basic                                                                                     | 3.75                                       | 3.47                                       | 5.31                                       | 13.31                                 | 15.30                                 | 15.27                                 |
|             | (b) Diluted                                                                                   | 3.75                                       | 3.47                                       | 5.31                                       | 13.31                                 | 15.30                                 | 15.27                                 |
| 21(ii)      | Earnings per share (after extraordinary items) - (of<br>₹ 10/- each) (not annualised) (in ₹): |                                            |                                            |                                            |                                       |                                       |                                       |
|             | (a) Basic                                                                                     | 3.75                                       | 3.47                                       | 5.31                                       | 13.31                                 | 15.30                                 | 15.27                                 |
|             | (b) Diluted                                                                                   | 3.75                                       | 3.47                                       | 5.31                                       | 13.31                                 | 15.30                                 | 15.27                                 |
| 22          | Debt equity ratio                                                                             |                                            |                                            |                                            | 0.78                                  | 0.72                                  |                                       |
| 23          | Debt service coverage ratio (DSCR)                                                            |                                            |                                            |                                            | 2.77                                  | 3.17                                  |                                       |
| 24          | Interest service coverage ratio (ISCR)                                                        |                                            |                                            |                                            | 8.62                                  | 10.39                                 |                                       |

See accompanying notes to the financial results.

# NTPC LIMITED

## Part II Select Information

| Sl. No.  | Particulars                                                                                  | Standalone                           |                                      |                                      |                                 |                                 |                                 | Consolidated                    |                                 |
|----------|----------------------------------------------------------------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
|          |                                                                                              | Quarter ended 31.03.2014 (Unaudited) | Quarter ended 31.12.2013 (Unaudited) | Quarter ended 31.03.2013 (Unaudited) | Year ended 31.03.2014 (Audited) | Year ended 31.03.2013 (Audited) | Year ended 31.03.2014 (Audited) | Year ended 31.03.2013 (Audited) | Year ended 31.03.2013 (Audited) |
| 1        | 2                                                                                            | 3                                    | 4                                    | 5                                    | 6                               | 7                               | 8                               | 9                               |                                 |
| <b>A</b> | <b>PARTICULARS OF SHAREHOLDING</b>                                                           |                                      |                                      |                                      |                                 |                                 |                                 |                                 |                                 |
| <b>1</b> | <b>Public shareholding</b>                                                                   |                                      |                                      |                                      |                                 |                                 |                                 |                                 |                                 |
|          | - Number of shares                                                                           | 2061366100                           | 2061366100                           | 2061366100                           | 2061366100                      | 2061366100                      | 2061366100                      | 2061366100                      | 2061366100                      |
|          | - Percentage of shareholding                                                                 | 25.00                                | 25.00                                | 25.00                                | 25.00                           | 25.00                           | 25.00                           | 25.00                           | 25.00                           |
| <b>2</b> | <b>Promoters and promoter group shareholding</b>                                             |                                      |                                      |                                      |                                 |                                 |                                 |                                 |                                 |
|          | a) Pledged/encumbered                                                                        |                                      |                                      |                                      |                                 |                                 |                                 |                                 |                                 |
|          | - Number of shares                                                                           | -                                    | -                                    | -                                    | -                               | -                               | -                               | -                               | -                               |
|          | - Percentage of shares (as a % of the total shareholding of promoter and promoter group)     | -                                    | -                                    | -                                    | -                               | -                               | -                               | -                               | -                               |
|          | - Percentage of shares (as a % of the total share capital of the company)                    | -                                    | -                                    | -                                    | -                               | -                               | -                               | -                               | -                               |
|          | b) Non-encumbered                                                                            |                                      |                                      |                                      |                                 |                                 |                                 |                                 |                                 |
|          | - Number of shares                                                                           | 6184098300                           | 6184098300                           | 6184098300                           | 6184098300                      | 6184098300                      | 6184098300                      | 6184098300                      | 6184098300                      |
|          | - Percentage of the shares (as a % of the total shareholding of promoter and promoter group) | 100.00                               | 100.00                               | 100.00                               | 100.00                          | 100.00                          | 100.00                          | 100.00                          | 100.00                          |
|          | - Percentage of the shares (as a % of the total share capital of the company)                | 75.00                                | 75.00                                | 75.00                                | 75.00                           | 75.00                           | 75.00                           | 75.00                           | 75.00                           |

| Particulars                                    | Quarter ended 31.03.2014 |
|------------------------------------------------|--------------------------|
| <b>B</b>                                       |                          |
| <b>INVESTOR COMPLAINTS</b>                     |                          |
| Pending at the beginning of the quarter        | 3                        |
| Received during the quarter                    | 2486                     |
| Disposed of during the quarter                 | 2477                     |
| Remaining unresolved at the end of the quarter | 12                       |

## STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakhs)

| Sl. No.  | Particulars                                           | Standalone                       |                                  | Consolidated                     |                                  |
|----------|-------------------------------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
|          |                                                       | As at<br>31.03.2014<br>(Audited) | As at<br>31.03.2013<br>(Audited) | As at<br>31.03.2014<br>(Audited) | As at<br>31.03.2013<br>(Audited) |
| <b>A</b> | <b>EQUITY AND LIABILITIES</b>                         |                                  |                                  |                                  |                                  |
| <b>1</b> | <b>Shareholders' funds</b>                            |                                  |                                  |                                  |                                  |
|          | (a) Share capital                                     | 824546                           | 824546                           | 824546                           | 824546                           |
|          | (b) Reserves and surplus                              | 7756986                          | 7214205                          | 7875803                          | 7299549                          |
|          | <b>Sub-total - Shareholders' funds</b>                | <b>8581532</b>                   | <b>8038751</b>                   | <b>8700349</b>                   | <b>8124095</b>                   |
| <b>2</b> | <b>Deferred revenue</b>                               | <b>160988</b>                    | <b>124405</b>                    | <b>160988</b>                    | <b>124405</b>                    |
| <b>3</b> | <b>Ash utilisation fund</b>                           | -                                | -                                | <b>32623</b>                     | 23493                            |
| <b>4</b> | <b>Minority interest</b>                              | -                                | -                                | <b>68043</b>                     | 64481                            |
| <b>5</b> | <b>Non-current liabilities</b>                        |                                  |                                  |                                  |                                  |
|          | (a) Long-term borrowings                              | 6240575                          | 5325366                          | 7554230                          | 6458772                          |
|          | (b) Deferred tax liabilities (net)                    | 105161                           | 91530                            | 123931                           | 108072                           |
|          | (c) Other long-term liabilities                       | 251246                           | 196984                           | 308158                           | 221766                           |
|          | (d) Long-term provisions                              | 87936                            | 73992                            | 89680                            | 76120                            |
|          | <b>Sub-total - Non-current liabilities</b>            | <b>6684918</b>                   | <b>5687872</b>                   | <b>8075999</b>                   | <b>6864730</b>                   |
| <b>6</b> | <b>Current liabilities</b>                            |                                  |                                  |                                  |                                  |
|          | (a) Short-term borrowings                             | -                                | -                                | <b>43364</b>                     | 38216                            |
|          | (b) Trade payables                                    | 663334                           | 513239                           | 742770                           | 586229                           |
|          | (c) Other current liabilities                         | 1134386                          | 1046925                          | 1422344                          | 1316507                          |
|          | (d) Short-term provisions                             | 730260                           | 700454                           | 757513                           | 728902                           |
|          | <b>Sub-total - Current liabilities</b>                | <b>2527980</b>                   | <b>2260618</b>                   | <b>2965991</b>                   | <b>2669854</b>                   |
|          | <b>TOTAL - EQUITY AND LIABILITIES</b>                 | <b>17955418</b>                  | <b>16111646</b>                  | <b>20003993</b>                  | <b>17871058</b>                  |
| <b>B</b> | <b>ASSETS</b>                                         |                                  |                                  |                                  |                                  |
| <b>1</b> | <b>Non-current assets</b>                             |                                  |                                  |                                  |                                  |
|          | (a) Fixed assets (including Capital work-in-progress) | 11699950                         | 10004552                         | 13803232                         | 11838673                         |
|          | (b) Goodwill on consolidation                         | -                                | -                                | 62                               | 62                               |
|          | (c) Non-current investments                           | 812090                           | 913764                           | 166346                           | 330042                           |
|          | (d) Long-term loans and advances                      | 1277622                          | 963341                           | 1415111                          | 1105861                          |
|          | (e) Other non-current assets                          | 178677                           | 149119                           | 180599                           | 150391                           |
|          | <b>Sub-total - Non-current assets</b>                 | <b>13968339</b>                  | <b>12030776</b>                  | <b>15565350</b>                  | <b>13425029</b>                  |
| <b>2</b> | <b>Current assets</b>                                 |                                  |                                  |                                  |                                  |
|          | (a) Current investments                               | 163696                           | 162246                           | 163696                           | 162246                           |
|          | (b) Inventories                                       | 537335                           | 405719                           | 598848                           | 457578                           |
|          | (c) Trade receivables                                 | 522008                           | 536500                           | 672566                           | 609615                           |
|          | (d) Cash and bank balances                            | 1531137                          | 1686770                          | 1705067                          | 1873812                          |
|          | (e) Short-term loans and advances                     | 311708                           | 174557                           | 323119                           | 171834                           |
|          | (f) Other current assets                              | 921195                           | 1115078                          | 975347                           | 1170944                          |
|          | <b>Sub-total - Current assets</b>                     | <b>3987079</b>                   | <b>4080870</b>                   | <b>4438643</b>                   | <b>4446029</b>                   |
|          | <b>TOTAL - ASSETS</b>                                 | <b>17955418</b>                  | <b>16111646</b>                  | <b>20003993</b>                  | <b>17871058</b>                  |

**AUDITED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE YEAR ENDED 31ST MARCH 2014**

(₹ in Lakhs)

| Sl. No. | Particulars                                                                                                                                                                                                                          | Standalone                                                |                                                            |                                                            |                                                                 |                                                                 | Consolidated                                                    |                                                                   |
|---------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------|------------------------------------------------------------|------------------------------------------------------------|-----------------------------------------------------------------|-----------------------------------------------------------------|-----------------------------------------------------------------|-------------------------------------------------------------------|
|         |                                                                                                                                                                                                                                      | Quarter ended<br>31.03.2014<br>(Unaudited)                | Quarter ended<br>31.12.2013<br>(Unaudited)                 | Quarter ended<br>31.03.2013<br>(Unaudited)                 | Year ended<br>31.03.2014<br>(Audited)                           | Year ended<br>31.03.2013<br>(Audited)                           | Year ended<br>31.03.2014<br>(Audited)                           | Year ended<br>31.03.2013<br>(Audited)                             |
| 1       | 2                                                                                                                                                                                                                                    | 3                                                         | 4                                                          | 5                                                          | 6                                                               | 7                                                               | 8                                                               | 9                                                                 |
| 1       | Segment revenue<br>- Generation<br>- Others<br>- Total                                                                                                                                                                               | 2109401<br>2776<br>2112177                                | 1891548<br>3591<br>1895139                                 | 1915295<br>4041<br>1919336                                 | 7224026<br>11507<br>7235533                                     | 6760056<br>12846<br>6772902                                     | 7648968<br>288280<br>7937248                                    | 7086447<br>319928<br>7406375                                      |
| 2       | Segment results (Profit before tax and interest)<br>- Generation<br>- Others<br>- Total<br>Less<br>(i) Unallocated interest and finance charges<br>(ii) Other unallocable expenditure net of unallocable income<br>Profit before tax | 368873<br>807<br>369680<br><br>56769<br>(23715)<br>336626 | 402021<br>1021<br>403042<br><br>60103<br>(35006)<br>377945 | 580979<br>1213<br>582192<br><br>59117<br>(51873)<br>574948 | 1497480<br>1623<br>1499103<br><br>240659<br>(132021)<br>1390465 | 1664505<br>1614<br>1666119<br><br>192436<br>(184180)<br>1657863 | 1628475<br>8283<br>1636758<br><br>320307<br>(132125)<br>1448576 | 1733024<br>(5448)<br>1727576<br><br>248054<br>(181573)<br>1661095 |
| 3       | Capital employed (Segment assets - Segment liabilities)<br>- Generation<br>- Others<br>- Un-allocated<br>- Total                                                                                                                     | 8202810<br>90254<br>288468<br>8581532                     | 7216218<br>18589<br>1592063<br>8826870                     | 7100418<br>4496<br>933837<br>8038751                       | 8202810<br>90254<br>288468<br>8581532                           | 7100418<br>4496<br>933837<br>8038751                            | 8704226<br>224674<br>(228551)<br>8700349                        | 7427130<br>33809<br>663156<br>8124095                             |

The operations of the company are mainly carried out within the country and therefore, geographical segments are not applicable.

**Notes:**

- 1 The above results have been reviewed by the Audit Committee of the Board of Directors in their meeting held on 15<sup>th</sup> May 2014 and approved by the Board of Directors in the meeting held on the same day.
- 2 The Subsidiaries and Joint Venture Companies considered in the Consolidated Financial Results are as follows:

| a) <b>Subsidiary Companies</b>                                                                                          | Ownership (%) |
|-------------------------------------------------------------------------------------------------------------------------|---------------|
| 1 NTPC Electric Supply Company Ltd. (incl. its Joint Venture Kinesco Power and Utilities Private Ltd. with 50% holding) | 100.00        |
| 2 NTPC Vidyut Vyapar Nigam Ltd.*                                                                                        | 100.00        |
| 3 Kanti Bijlee Utpadan Nigam Ltd.                                                                                       | 65.00         |
| 4 Bhartiya Rail Bijlee Company Ltd.                                                                                     | 74.00         |
| b) <b>Joint Venture Companies</b>                                                                                       |               |
| 1 Utility Powertech Ltd.                                                                                                | 50.00         |
| 2 NTPC Alstom Power Services Private Ltd.                                                                               | 50.00         |
| 3 NTPC SAIL Power Company Private Ltd.                                                                                  | 50.00         |
| 4 NTPC-Tamilnadu Energy Company Ltd.                                                                                    | 50.00         |
| 5 Ratnagiri Gas and Power Private Ltd.*                                                                                 | 32.86         |
| 6 Aravali Power Company Private Ltd.                                                                                    | 50.00         |
| 7 NTPC-SCCL Global Ventures Private Ltd.*                                                                               | 50.00         |
| 8 Meja Urja Nigam Private Ltd.                                                                                          | 50.00         |
| 9 NTPC-BHEL Power Projects Private Ltd.*                                                                                | 50.00         |
| 10 BF-NTPC Energy Systems Ltd.*                                                                                         | 49.00         |
| 11 Nabinagar Power Generating Company Private Ltd.                                                                      | 50.00         |
| 12 National Power Exchange Ltd.*                                                                                        | 16.67         |
| 13 International Coal Ventures Private Ltd.*                                                                            | 14.28         |
| 14 National High Power Test Laboratory Private Ltd.*                                                                    | 20.00         |
| 15 Transformers and Electricals Kerala Ltd.*                                                                            | 44.60         |
| 16 Energy Efficiency Services Ltd.*                                                                                     | 25.00         |
| 17 CIL-NTPC Urja Pvt.Ltd.*                                                                                              | 50.00         |
| 18 Anushakti Vidhyut Nigam Ltd.                                                                                         | 49.00         |
| 19 Pan-Asian Renewables Private Ltd.*                                                                                   | 50.00         |
| 20 Trincomalee Power Company Ltd.*                                                                                      | 50.00         |
| 21 Bangladesh-India Friendship Power Company Private Ltd.*                                                              | 50.00         |

All the above companies are incorporated in India except company at Sl.No.20 and 21 which are incorporated in Srilanka and Bangladesh respectively.

\* The financial statements are un-audited and certified by the management and have been considered for Consolidated Financial Statements of the Group. The figures appearing in their respective financial statements may change upon completion of their audit.

- 3 a) The Central Electricity Regulatory Commission (CERC) notified the Tariff Regulations, 2009 in January 2009, and First, Second and Third Amendments thereto in May 2011, June 2011 and December 2012 respectively (Regulations, 2009). In line with the Regulations, 2009, the CERC has issued provisional/final tariff orders w.e.f. 1<sup>st</sup> April 2009 for all the stations except for four stations. Beneficiaries are billed in accordance with the said provisional/final tariff orders except for four stations where it is done on provisional basis. The amount billed for the year ended 31<sup>st</sup> March 2014 on this basis is ₹ 6,870,403 lakh (previous year ₹ 6,179,468 lakh).
- b) In respect of stations for which the CERC has issued final tariff orders under the Regulations, 2009 and Renewable Energy Regulations, 2009, sales have been recognised at ₹ 6,620,942 lakh for the year ended 31<sup>st</sup> March 2014 (previous year ₹ 6,165,023 lakh) after truing up capital expenditure to arrive at the capacity charges. For other stations, pending determination of station-wise final tariff by the CERC, sales have been provisionally recognised at ₹ 338,670 lakh for the year ended 31<sup>st</sup> March 2014 (previous year ₹ 99,824 lakh) on the basis of principles enunciated in the said Regulations, 2009 after truing-up capital expenditure to arrive at the capacity charges.
- c) Sales include ₹ 208,682 lakh for the year ended 31<sup>st</sup> March 2014 (previous year ₹ 124,190 lakh) pertaining to previous years recognized based on the orders issued by the CERC/Appellate Tribunal for Electricity (APTEL).
- d) Sales include (-) ₹ 26,999 lakh for the year ended 31<sup>st</sup> March 2014 (previous year ₹ 24,604 lakh) on account of income-tax recoverable from the beneficiaries as per Regulations, 2004. Sales also include ₹ 7,702 lakh for the year ended 31<sup>st</sup> March 2014 (previous year ₹ 5,316 lakh) on account of deferred tax materialized which is recoverable from beneficiaries as per Regulations, 2009.
- 4 Provision for current tax for the year includes tax related to earlier years amounting to (-) ₹ 43,696 lakh (previous year (-) ₹ 15,885 lakh).
- 5 During the year, one unit of 500 MW each at Vindhyachal w.e.f 27<sup>th</sup> March 2014, Rihand w.e.f. 27<sup>th</sup> March 2014, Mauda w.e.f. 30<sup>th</sup> March 2014 have been declared commercial. Further, Solar PV Power Stations of 10 MW each at Ramagundam w.e.f. 29<sup>th</sup> January 2014, Talcher Super w.e.f 28<sup>th</sup> March 2014, Unchahar w.e.f. 31<sup>st</sup> March 2014, 30 MW at Rajgarh w.e.f.31<sup>st</sup> March 2014 and 5 MW at Faridabad w.e.f. 31<sup>st</sup> March 2014 have also been declared commercial.

- 6 During the year, the Company made public issue of tax free bonds of ₹1,750 crore pursuant to Notification No.61/2013.F.No.178/37/2013-(ITA.I) dated 8<sup>th</sup> August 2013 issued by the Central Board of Direct Taxes, Department of Revenue, Ministry of Finance, GOI. The Company has utilised the issue proceeds as per the objects of the issue stated in the prospectus dated 25<sup>th</sup> November 2013 i.e. funding of capital expenditure and refinancing for meeting the debt requirement in ongoing projects, including recoupment of expenditure already incurred.
- 7 Due to variation in the Gross Calorific Value (GCV) of coal supplied by coal companies and received at power stations, the Company w.e.f. October/November 2012 released payments on the basis of GCV measured at station end and the difference between the amount billed by the coal companies and the amounts admitted by the Company ("disputed billed amount") were disclosed as contingent liability with corresponding possible reimbursements from the beneficiaries. The issue was taken up with the coal companies directly and through the Ministry of Power and Ministry of Coal, Govt. of India for resolution. This resulted in incorporation of a provision for "Third party sample collection, preparation, testing and analysis" at the loading end in place of joint sampling in the Coal Supply Agreement (CSA), 2012 and amendment to CSA, 2009 which have since been signed with subsidiaries of Coal India Ltd. (CIL)
- Based on the advice of Government of India, Board of Directors approved the modalities for extrapolation of the third party sample analysis results for the three month period starting October/November 2013 to the supplies during the past period from October/November 2012 till start of third party sampling. On this basis, settlement with some of the CIL subsidiaries has been reached and matter has been taken up with other CIL subsidiaries for early resolution. Following the principles approved by the Board, against the disputed billed amount of ₹ 410,287 lakh, during the year the Company paid ₹ 143,869 lakh and provided ₹ 144,039 lakh. In respect of the balance disputed billed amount of ₹ 122,379 lakh as at 31<sup>st</sup> March 2014, taking into account settlements already reached with some of the CIL subsidiaries, an amount of ₹ **105,514 lakh** (previous year ₹ 253,110 lakh) has been estimated as contingent liability with corresponding possible reimbursements from the beneficiaries and the remaining amount of ₹ 16,865 lakh is considered as settled. Sales corresponding to variable charges recoverable for the amounts paid/provided as above have been recognized.
- 8 During the previous quarter, a defined contribution pension scheme of the Company has been implemented effective from 1<sup>st</sup> January 2007. Employee benefits expense for the year include ₹ 34,656 lakh as additional contribution for the period from 1<sup>st</sup> January 2007 to 31<sup>st</sup> March 2013.
- 9 During the year, NTPC Hydro Ltd. (a wholly owned subsidiary of the Company) has been merged with the Company consequent to the order of Ministry of Corporate Affairs, Government of India w.e.f. 1<sup>st</sup> April 2013. The merger does not have any material impact on the profits of the Company.
- 10 Claims recoverable as at 31<sup>st</sup> March 2014 include ₹**42,600 lakh** (previous year ₹ 89,472 lakh) recoverable from Government of India (GOI) towards the cost incurred in respect of one of the hydro power projects, the construction of which has been discontinued on the advice of the Ministry of Power, GOI. During the year, a payment of ₹ 53,630 lakh has been received from GOI on this account in the first phase. Management expects that the total cost incurred, anticipated expenditure on the safety and stabilisation measures, other recurring site expenses and interest costs as well as claims of contractors/vendors for various packages for this project will be compensated in full by the GOI. Hence, no provision is considered necessary.
- 11 The environmental clearance ('clearance') granted by the Ministry of Environment and Forest, Government of India (MoEF) for one of the Company's project was challenged before the National Green Tribunal (NGT). The NGT disposed the appeal, inter alia, directing that the order of clearance be remanded to the MoEF to pass an order granting or declining clearance to the project proponent afresh in accordance with the law and the judgment of the NGT and for referring the matter to the Expert Appraisal Committee ('Committee') for its re-scrutiny, which shall complete the process within six months from the date of NGT order. NGT also directed that the environmental clearance shall be kept in abeyance and the Company shall maintain status quo in relation to the project during the period of review by the Committee or till fresh order is passed by the MoEF, whichever is earlier. The Company filed an appeal challenging the NGT order before the Hon'ble Supreme Court of India which stayed the order of the NGT and the matter is sub-judice. Aggregate cost incurred on the project upto 31<sup>st</sup> March 2014 is ₹ **445,573 lakh** (previous year ₹ 169,163 lakh).
- 12 During the quarter, the Company has paid an interim dividend of ₹ 4.00 per equity share (face value ₹ 10/-each) for the year 2013-14. The Board of Directors has recommended final dividend of ₹ 1.75 per equity share (face value ₹ 10/- each). The total dividend (including interim dividend) for the financial year 2013-14 is ₹ 5.75 per equity share (face value ₹ 10/-each).
- 13 The audited accounts are subject to review by Comptroller and Auditor General of India under Section 619(4) of the Companies Act, 1956.
- 14 Formula used for computation of coverage ratios DSCR = Earning before Interest, Depreciation, Tax and Exceptional items / (Interest net of transferred to expenditure during construction + Principal repayment) and ISCR = Earning before Interest, Depreciation, Tax and Exceptional items / (Interest net of transferred to expenditure during construction).
- 15 Previous periods/years figures have been regrouped/rearranged wherever necessary.
- 16 Figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.

For and on behalf of Board of Directors

(K.BISWAL)  
DIRECTOR (FINANCE)

Place: New Delhi

Date: 15<sup>th</sup> May 2014