



21st

Annual Report
2019-20



UTTAR HARYANA BIJLI VITRAN NIGAM LTD.

C-16, Vidyut Sadan, Sector-6, Panchkula-134109 (Haryana)



TWENTY FIRST ANNUAL REPORT

2019-20

UTTAR HARYANA BIJLI VITRAN NIGAM LTD.

C-16, Vidyut Sadan, Sector-6, Panchkula – 134109 (Haryana)

CIN No. : U40109HR1999SGC034166



UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

(A Power Distribution & Retail Supply Utility, Govt. of Haryana)

CIN No. : U40109HR1999SGC034166

BOARD OF DIRECTORS

Executive Directors

- 1. Sh. Shatrujeet Kapur, IPS**
Chairman-cum-Managing
Director
- 2. Sh. Sanjay Kumar Bansal**
Director/Operation & Projects
- 3. Sh. Amit Dewan**
Director/Finance

Non Executive Directors

- 1. Sh. Mohammad Shayin, IAS**
Managing Director, HPGCL/HVPL
& Director, UHBVN
- 2. Sh. Rajiv Rattan, IAS**
Managing Director, Haryana Warehousing
Corp. Ltd. & Director, UHBVN
- 3. Sh. Subhash Chand Mangal**
Independent Director
- 4. Sh. Suman Kumar Aggarwal**
Independent Director
- 5. Ms. Rohini Aggarwal**
Independent Director

COMPANY SECRETARY

Sh. Rajesh Khandelwal

AUDITORS

STATUTORY

M/s S. Tandon & Associates
Chartered Accountants

COST

M/s Balwinder & Associates
Cost Accountants

SECRETARIAL

M/s Girish Madan & Associates
Company Secretaries

LEAD BANKER

Oriental Bank of Commerce

REGISTERED & CORPORATE OFFICE

C-16, Vidyut Sadan, Sector-6, Panchkula-134109 (Haryana)



UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

(A Power Distribution & Retail Supply Utility, Govt. of Haryana)

CIN No. : U40109HR1999SGC034166

Audit Committee

1.	Sh. Suman Kumar Aggarwal Independent Director	Chairman of the Committee
2.	Sh. Subhash Chand Mangal Independent Director	Member
3.	Sh. Sanjay Kumar Bansal Director/Operation	Member

Corporate Social Responsibility Committee

1.	Sh. Sanjay Kumar Bansal Director/Operation	Chairman of the Committee
2.	Sh. Subhash Chand Mangal Independent Director	Member
3.	Sh. Suman Kumar Aggarwal Independent Director	Member

Nomination & Remuneration Committee

1.	Sh. Subhash Chand Mangal Independent Director	Chairman of the Committee
2.	Sh. Suman Kumar Aggarwal Independent Director	Member
3.	Ms. Rohini Aggarwal Independent Director	Member

Key Managerial Personnel

1.	Sh. Shatrujeet Kapur, IPS	Chairman-cum-Managing Director
2.	Sh. Sanjay Kumar Bansal	Whole Time Director
3.	Sh. Amit Dewan	Whole Time Director
4.	Sh. Rajesh Khandelwal	Company Secretary



UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

Regd. Office : C-16, Vidyut Sadan, Sector-6, Panchkula-134109, Haryana
CIN No. : U40109HR1999SGC034166

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UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

Regd. Office : C-16, Vidyut Sadan, Sector-6, Panchkula-134109, Haryana

Ph. No. : 0172-2563094, 3019116, Web Site : www.uhbn.org.in

CIN No. : U40109HR1999SGC034166, E-Mail : cs@uhbn.org.in

NOTICE

Notice is hereby given that the 21st Annual General Meeting of Uttar Haryana Bijli Vitran Nigam Limited will be held on **Tuesday, the 29th day of September, 2020 at 3.00 PM** at the Registered Office of the Company, C-16, Vidyut Sadan, Sector-6, Panchkula, Haryana to transact the following business:

ORDINARY BUSINESS:

- 1) To receive, consider and adopt the Audited Financial Statement of the Company for the Financial Year ended 31st March 2020 along-with the Board's Report and Report of the Auditors thereon.
- 2) To take note of appointment of M/s Jasminder Singh & Associates, Chartered Accountants as Statutory Auditors of the Company made by the Comptroller and Auditor General of India for auditing accounts of the Company for the FY 2020-21 and to fix their remuneration.

SPECIAL BUSINESS:

- 3) **To consider, and if deem fit to pass, with or without modification(s), the following resolution as ordinary resolution:**

“RESOLVED that pursuant to the provisions of the Companies Act, 2013 and rules made thereunder, the remuneration of M/s Balwinder & Associates, Cost Accountants as Cost Auditors of the Company for the FY 2020-21 at a remuneration of Rs. 30,000/- plus GST as applicable alongwith filing charges of Cost Audit Report with MCA on actual basis, be and is hereby ratified.”

- 4) **To consider, and if deem fit to pass, with or without modification(s), the following resolution as special resolution:**

“RESOLVED that pursuant to the provisions of Section-4, Section-13 and any other applicable provisions of the Companies Act, 2013, read with the Companies (Incorporation) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force) and in accordance with the Table-A of the Schedule-I of the Act, consent of the members be and is hereby accorded for amendment in the Memorandum of Association of the Company by substituting the Objects of the Company mentioned under Clause-III (B) – “Other Objects” by Clause-III (B) – “Objects that are Ancillary or Incidental to the Main Objects” and to replace the words “section of Companies Act, 1956” with “applicable provisions of Companies Act, 2013” wherever they appear.”

“FURTHER RESOLVED that the Board of Directors of the Company, be and is hereby authorized to do

all such acts, deeds, matters and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution and for the matters connected herewith or incidental hereto.”

5) To consider, and if deem fit to pass, with or without modification(s), the following resolution as special resolution:

“RESOLVED that pursuant to the provisions of Section-5, Section-14 and any other applicable provisions of the Companies Act, 2013 read with the Companies (Incorporation) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), a new set of Articles of Association, placed before the Members, be and is hereby adopted and substituted in place of existing Articles of Association of the Company.”

“FURTHER RESOLVED that the Board of Directors of the Company, be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution and for the matters connected herewith or incidental hereto.”

By order of the Board,
for Uttar Haryana Bijli Vitran Nigam Ltd.

(Rajesh Khandelwal)
Company Secretary

Place : Panchkula

Dated : 26.09.2020

Notes:

- a) A member entitled to attend and vote at the Meeting, is entitled to appoint proxy to attend and vote instead of himself/ herself and the proxy(s) need not be a member of the Company.
- b) Proxies in order to be effective should be lodged with the Company at least 48 hours before the commencement of the Meeting.
- c) Section-139, Section-141 and Section-142 of the Companies Act, 2013 provides that in case of an auditor appointed under Section-139(5) by the Comptroller & Auditor General of India, the remuneration of the auditor shall be fixed by the Company in General Meeting or in such manner as the Company in General Meeting may determine. Accordingly, the Comptroller & Auditor General of India has appointed M/s Jasminder Singh & Associates, Chartered Accountants as Statutory Auditors of the Company for the year 2020-21. The Board of Directors of UHBVN in its meeting held on 25.09.2020 has recommended payment of remuneration of Rs. 4 lac + GST as applicable (inclusive of all expenses i.e. TA & out of pocket expenses) for the FY 2020-21 subject to the approval of Shareholders in their General Meeting. Accordingly, the Shareholders are requested to kindly consider and approve the same.
- d) Keeping in view the accumulated losses in previous years and future fund requirements of the Company, the Board of Directors has not recommended Dividend for the FY 2019-20.
- e) The Explanatory Statement pursuant to Section-102 of the Companies Act, 2013 is enclosed.

EXPLANATORY STATEMENT PURSUANT TO SECTION-102 OF THE COMPANIES ACT, 2013.

SPECIAL BUSINESS

ITEM NO. 3 OF THE NOTICE

In terms of Section-148 of the Companies Act, 2013 and Rules thereunder, on the recommendations of the Audit Committee the Board of Directors of UHBVN in its meeting held on 25.09.2020 has approved the appointment of M/s Balwinder & Associates, Cost Accountants as Cost Auditors of the Company for the FY 2020-21 at remuneration of Rs. 30,000/- plus GST along with actual filing charges with MCA. Accordingly, the Shareholders are requested to ratify the same.

The Directors recommend the resolution for your approval.

None of the Directors, Key Managerial Person(s) of the Company including their relatives are, in any way, concerned or deemed to be interested in the proposed resolution.

ITEM NO. 4 OF THE NOTICE

The Companies Act, 2013, has prescribed a new format of Memorandum of Association for public companies limited by shares. Accordingly, with a view to align the existing Memorandum of Association of the Company with Table-A of the Schedule-I and in accordance with Section-4 and 13 of the Companies Act, 2013, it is proposed to alter the Memorandum of Association of the Company by substituting the Objects under Clause-III (B) – “Other Objects” by Clause-III (B) – “Objects that are Ancillary or Incidental to the Main Objects” and by replacing the words Section of Companies Act, 1956 with applicable provisions of Companies Act, 2013 wherever they appear in the memorandum, to have clarity.

The Board of Directors in its meetings held on 18.06.2020 and 25.09.2020 has approved amendment of the Memorandum of Association of the Company and the Board now seeks shareholders’ approval for the same. The draft Memorandum of Association is placed on the website of the Company i.e. www.uhbvn.org.in for reference of the shareholders.

None of the Directors, Key Managerial Person(s) of the Company including their relatives are, in any way, concerned or deemed to be interested in the proposed resolution.

ITEM NO. 5 OF THE NOTICE

The existing Articles of Association are based on the Companies Act, 1956 and several regulations in the existing Articles of Association contain references to specific sections of the Companies Act, 1956 and some regulations in the existing Articles of Association are no longer in conformity with the Companies Act, 2013.

With the coming into force of the Companies Act, 2013, several regulations of the existing Articles of Association of the Company require alteration or deletions in several articles therein. Given this position, it is considered expedient to replace wholly the existing Articles of Association by adoption of a new set of Articles of Association. The new set of Articles of Association to be substituted in place of the existing Articles of Association are based on Table-F of Schedule-I of the Companies Act, 2013 which sets out the model Articles of Association for a company limited by shares.

The Board of Directors in its meeting held on 18.06.2020 has approved adoption of new set of Articles of Association of the Company and now seeks shareholders' approval for the same. The Draft Article of Association is placed on the website of the Company i.e. www.uhbvn.org.in for reference of the shareholders.

Pursuant to the provisions of the Companies Act, 2013, consent of Shareholders by way of special resolution is required for adoption of new set of Articles of Association of the Company. The Board recommends the special resolution for approval of the Shareholders.

None of the Directors, Key Managerial Person(s) of the Company including their relatives are, in any way, concerned or deemed to be interested in the proposed resolution.



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BOARD'S REPORT

Dear Members,

Your Directors are pleased to share with you the 21st Annual Report on performance of Uttar Haryana Bijli Vitran Nigam Limited (UHBN) during the financial year ended March 31, 2020 together with the Audited Financial Statement.

FINANCIAL REVIEW

The financial performance of the Company for the year ended 31st March 2020 with comparative position of the previous year is as under: -

PARTICULARS	Year ended 31.03.2020 (Rs. In lac)	Year ended 31.03.2019 (Rs. In lac)
<u>INCOME</u>		
• Revenue from Operations	13,44,741.20	14,16,520.24
• Other Income	40,824.19	31,969.68
	13,85,565.39	14,48,489.92
<u>EXPENSES</u>		
• Cost of power purchase	11,26,942.36	11,31,435.97
• Employees Benefits Expenses	1,10,184.20	91,918.34
• Finance Costs	60,642.16	88,585.46
• Depreciation and Amortisation Expenses	36,516.40	32,802.58
• Other Expenses	29,508.63	85,176.48
	13,63,793.75	14,29,918.83
• Profit/(Loss) after Statutory appropriation	21,771.64	18,571.09

You will be pleased to note that the company has earned a profit of Rs 217.71 crore during FY 2019-20, recording a growth in profit of around 17% from previous year. The Company has earned profits for the third consecutive year. As a sign of improving financial health the company has also successfully reduced the cost of raising finance. The financial turnaround has been achieved 2 years ahead as per the projections contained in Financial Turnaround Plan notified under Ujwal DISCOM Assurance Yojna (UDAY).

SHARE CAPITAL

As on March 31, 2020, the Authorized Share Capital of the company was Rs. 17,000 crore consisting of 17 crore equity shares of Rs. 1000/- each. The issued & paid up share capital was Rs. 1,55,11,64,49,000/- consisting of 15,51,16,449 equity shares of Rs. 1000/- each. The Company issued 2,89,82,666 shares of Rs. 1000/- each amounting to Rs. 2898,26,66,000/- in favour of the State Govt. during the FY 2019-20.

OPERATIONAL & COMMERCIAL PERFORMANCE

Uttar Haryana Bijli Vitran Nigam Ltd. (UHBVN) is undertaking the business of power distribution and retail supply in the northern districts of the State of Haryana. The business is regulated by Haryana Electricity Regulatory Commission (HERC). During FY 2019-20, the company has undertaken various measures to meet with the objectives, goals and targets set forth by the Regulator and its Shareholder i.e. Govt. of Haryana and able to meet the expectations of electricity consumers of the State. The major activities and achievements during FY 2019-20 are given as under: -

a) Improvement in performance parameter (Reduction in AT&C losses and Distribution losses): -

The Company has considerably reduced the AT&C losses and Distribution losses during the FY 2019-20 by 2.27% and 3.03% respectively from the previous year and at present stood at 19.61% and 19.01% respectively. This has been made possible on account of several initiatives taken by the Company like sanitization in urban areas, Mhara Gaon Jagmag Gaon schemes in rural areas, aggressive theft detection campaign, effective man-management, introduction of incentive and reward schemes, automated demand forecasting and optimization of scheduling, energy auditing, outage management system, promotion of LED bulbs etc. Most importantly, the salient features of UDAY were communicated down the line to the last man of your Company to build sense of ownership.

b) Annual Integrated Rating of DISCOMs by MoP: -

As a result of implementation of operational and financial performance, rating of UHBVN as a DISCOM, as conducted by Ministry of Power, Govt. of India, has increased considerably as UHBVN has achieved a score of 76.20 with Category A rating for FY 2018-19 against score of 65.80 (Category A) for FY 2017-18.

c) Mhara Gaon Jagmag Gaon Scheme: -

Implementation of MGJG scheme for providing uninterrupted quality power supply to villages has been a major thrust area during the year. The scheme has met with tremendous success and more than 2663 villages in the company have been brought on 24x7 supply by the year end. Another 782 villages are getting 16 to 21 hours schedule. 100% villages in 5 districts of Panchkula, Ambala, Kurukshetra, Yamunanagar and Karnal are getting power supply on urban mode. The distribution network in these villages has been completely revamped. Besides, the promotion of energy efficient appliances under the scheme has also helped villagers in reducing their energy bills.

d) Theft Detection Campaign: -

Aggressive theft detection campaign has been carried out during FY 2019-20. 19025 theft cases have been detected in the districts under UHBVN with assessment amount of Rs. 56.51 crore, out of which Rs. 38.90 crore have been realized.

e) Smart Metering: -

UHBVN has collaborated with EESL for AMI roll out of 5 million smart meters project on OPEX

model i.e. without any CAPEX by HPU. More than 80,640 smart meters have been installed in the cities of Karnal, Panipat and Panchkula and process of procurement of another 20 lacs smart meters has been initiated to cover complete urban areas in next 2-3 years.

f) [IT Enablement and Commercial Back Office:](#) -

The project of IT Enablement under Central Govt. scheme of RAPDRP Part-A has been successfully closed with third party certification. The rollout of IT enablement to balance area has also started. Most important thing is that the commercial processes are now transferred to Commercial Back Office (CBO) which has been made fully functional in FY 2019-20 with working of 100 officials under one roof connected to IT systems through front desk and data center leading to faceless processing and resolution of commercial processes of Metering and Billing issues.

g) [Online Consumer Services:](#) -

Online consumer services like release of new connections, extension of load, reduction of load, metering complaints, payment of electricity bills etc. have been provisioned. The process of release of new connections has been simplified. The Company has implemented vision of the State Government to provide services in faceless, cashless and paperless mode. Third parties like Atal Sewa Kendras (ASKs), e-Disha Kendras, Payment Gateways, Wallets like Paytm and m-Paisa have been integrated with the DISCOMs system to achieve the objective and improve customer satisfaction. The average time of delivery of General New Connections for citizens has reduced to 15 days in FY 2019-20 as compared to 33 days in FY 2018-19 against the provision of 30 days in Right to Service Act and Electricity Act.

h) [Centrally Sponsored Schemes:](#) -

Award of work under the centrally sponsored schemes of IPDS and DDUGJY has been expedited and 100% contracts have been awarded in all eligible districts/ towns at a cost of Rs. 226.78 crore well within the timelines set by the MoP and all the Projects have been completed except 2 no. GIS substations for which work has been awarded recently and time of completion is March 2021.

i) [Automation in Meter Reading & Spot Billing:](#) -

The legacy system of manual meter reading, which was contributing to revenue leakage and consumer dissatisfaction, has been replaced with automated meter reading through Hand Held Device without any manual/ human intervention.

j) [Improved Consumer services:](#) -

Customer Care Centre has been revamped. Simplified toll free number of 1912 has been made operational in the State. Besides, a feedback call center has also been established for better internal vigilance and improved behavior with the public.

k) [Cashless Payments:](#) -

Online facility for payment of electricity bills through net banking, RTGS/ NEFT, credit card, debit

card, online wallets like Paytm, m-paisa and Common Service Centers has been provided. POS machines have also been introduced. As a result, share of online payments has increased to more than 60% in FY 2019-20. Besides, Haryana is the first State in the country, to bear all the charges for digital payments on behalf of consumers.

i) Adequate Generation Capacity:

For providing adequate power to all the categories the company is taking various measures to increase its generation capacity and during 2019-20, 257.68 MW generation capacity has been added in the installed capacity of Haryana. At the end of 2019-20, the installed capacity through various sources has increased to 11958.40 MW.

m) Increase in RIB: -

For the commercial viability of the organization, various measures have been taken to increase the revenue to cover the cost and increase the profitability of the organization. During FY 2019-20, Rs. 9903.37 crore have been collected through sale of power out of which online collection was Rs. 6343.83 crore.

n) Capital Expenditure: -

The company is taking all necessary action to ensure up-gradation of its distribution network to meet the load growth and to supply power to all the consumers. During 2019-20, capital expenditure of Rs. 864 crore was undertaken and specifically 20 no. 33 KV substations were created, 27 no. existing 33 KV substations were augmented and 149.55 KM new 33 KV lines were erected with total expenditure of Rs. 111.48 crore. This has resulted in the capacity addition of 544.5 MVA in the distribution networks.

o) Ease of Doing Business (EoDB): -

As per Central Govt. policy, all the recommendations of Ease of Doing Business (EoDB) have been implemented. The processes and approvals have been simplified and decentralized as the average time of clearance of Industrial applications has reduced to less than 50 days which previously took many months for an industrial clearance. Moreover, the pendency of Industrial clearance for more than 45 days which was 700+ in December, 2018 has now reduced to bare minimum 20, which are mostly due to system constraints where Network requires augmentation and upgradation.

p) Demand Forecasting and Scheduling: -

To optimize power scheduling and to minimize power purchase cost, an IT-based Power Forecasting and Scheduling Solution has been implemented. As a result, the forecasting process has been automated without any human dependency and manual intervention. The system is integrated with State Load Dispatch Center and Regional Load Dispatch Centers, from where automatic fetching of data is enabled. In case of outage of any Generating Unit, alert is generated and revision in schedule is implemented based on merit order.

q) Supply of Power: -

Various measures have been taken for providing adequate power to all categories of consumers and during FY 2019-20 the State has supplied average 1447 LUs per day of power as compared to 1399 LUs per day in previous year, which shows an increase of 3.41%.

r) New Connections: -

The Company has released 159229 no. new connections during the FY 2019-20.

s) Performance-based transfer policy: -

A performance-based general transfer policy for officers was conceptualized and implemented as per the vision of the Hon'ble CM. Transfers of officers in the rank of XEN and SDO have been made under this policy using an online platform based on their performance and individual preferences in a fair and transparent manner.

COVID-19

In the last month of FY 2019-20, the COVID-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lock-down of all economic activity. In spite of the lock-down the Company performed all functions to shoulder its responsibility to help the frontline workers and the citizens, being covered under Essential Services. Also, the company focused to ensure health and well-being of all employees along with minimizing disruption to services for our consumers.

CHANGE IN NATURE OF BUSINESS

There are no material changes affecting the financial position of the Company subsequent to close of the FY 2019-20 till the date of this report.

DIVIDEND

The Board of Directors has not recommended Dividend for the year under review in view the accumulated losses in previous years and future fund requirements.

GENERAL AND OTHER RESERVES

No General Reserve has been created by the Company during the year under review. Also the Contingency Reserve stands at NIL in current year.

DEPOSITS

The Company has not accepted any deposit from the public within the purview of Section-73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014. There were no outstanding deposits on the date of the Financial Statement.

LOANS/ LIMITS AVAILED

No loans given, Guarantee issued or Investment made by the Company to which provision of Section-186 of Companies Act, 2013 are applicable.

BOARD OF DIRECTORS

The Directors of the Company are appointed by the State Government. The composition of Board of Directors of UHBVN as on the date of this report is as under: -

Sr. No.	Name of the Director on the Board	Designation/ Post	Category	Date of appointment
1.	Sh. Shatrujeet Kapur, IPS (DIN 07631220)	Chairman-cum- Managing Director, UHBVN & DHBVN	Whole-Time Director	26.09.2016
2.	Sh. Mohammed Shayin, IAS (DIN 03475613)	MD, HPGCL/ HVPNL and Director, UHBVN	Part-Time Director Representing Haryana Power Utilities	08.07.2019
3.	Sh. Rajiv Rattan, IAS (DIN 07672792)	MD, Haryana Ware- housing Corp. and Director, UHBVN	Part-Time Director Representing Power Department, GoH	19.09.2019
4.	Sh. Sanjay Kumar Bansal (DIN 08593692)	Director/Operation & Projects	Whole-Time Director	04.07.2020
5.	Sh. Amit Dewan (DIN 08754467)	Director/Finance	Whole-Time Director	04.06.2020
6.	Sh. Subhash Chand Mangal (DIN 03522012)	Independent Director	Part-Time Director	16.12.2016
7.	Sh. Suman Kumar Aggarwal (DIN No. 07364424)	Independent Director	Part-Time Director	16.12.2016
8.	Ms. Rohini Aggarwal (DIN 01596906)	Independent Director	Part-Time Director	06.02.2018

Changes in Board

The composition of the Board of Directors has undergone some changes during the FY 2019-20. The following Directors have been appointed/ retired/ ceased to be Directors of the Company from April, 2019 till the date of this report: -

Name	Designation	Date of appointment	Date of cessation
Sh. Vineet Garg, IAS	Director	16.12.2015	08.07.2019
Sh. Naresh Sardana	Director/Technical-I	09.03.2016	29.05.2019
Sh. Onkareshwar Sharma	Director/Technical-II	01.09.2018	16.09.2019
Sh. Anurag Agarwal, IAS	Director	05.10.2018	05.08.2019
Sh. Mohammed Shayin, IAS	Director	08.07.2019	-
Smt. Pankaj Chaudhry, HCS	Director	20.08.2019	31.07.2020
Sh. Sanjeev Kumar Bansal	Director/Operation	16.09.2019	04.07.2020
Sh. Tajendra Sharma	Director/Projects	16.09.2019	15.09.2020
Sh. Rajiv Rattan, IAS	Director	19.09.2019	-
Sh. Amit Dewan	Director/Finance	04.06.2020	-
Sh. Sanjay Kumar Bansal	Director/Operation	04.07.2020	-

The Board places on record its deep sense of gratitude and appreciation to outgoing Directors for immense contribution, strategic guidance provided during their tenure in the Company.

Board Meetings & Attendance

The Board meets at regular intervals to discuss and decide business policies and strategy apart from other Board businesses and matters. The notice and agenda of Board Meetings is given well in advance to all the Directors. During the FY 2019-20, four meetings of the Board of Directors were held and the presence of Directors in these meetings is mentioned hereunder. The meetings of the Board are conducted by the Company Secretary.

Sr. No.	Name of the Director	No. of Meeting held	No. of Meeting attended
1.	Sh. Shatrujeet Kapur, IPS	4	4
2.	Sh. Vineet Garg, IAS	1	0
3.	Sh. Anurag Agarwal, IAS	1	0
4.	Sh. Mohammed Shayin, IAS	3	3
5.	Sh. Rajiv Rattan, IAS	2	2
6.	Smt. Pankaj Chaudhry, HCS	3	0
7.	Sh. Sanjeev Kumar Bansal	2	2
8.	Sh. Onkareshwar Sharma	2	2
9.	Sh. Tajendra Sharma	2	2
10.	Sh. Subhash Chand Mangal	4	3
11.	Sh. Suman Kumar Aggarwal	4	4
12.	Ms. Rohini Aggarwal	4	3

RELATION BETWEEN DIRECTORS INTER-SE

None of the Directors of the Company are related to each other within the meaning of Relative as per Section-2(77) of the Companies Act, 2013.

KEY MANAGERIAL PERSONNEL (KMP)

Pursuant to Section-203 of the Companies Act, 2013 as on date of this report the Key Managerial Personnel (KMP) of the Company are: -

Name	Designation
Sh. Shatrujeet Kapur, IPS	Chairman-cum-Managing Director
Sh. Sanjay Kumar Bansal	Director/Operation
Sh. Amit Dewan	Director/Finance
Sh. Rajesh Khandelwal	Company Secretary

COMMITTEES OF THE BOARD OF DIRECTORS

1. Whole Time Directors

To review the functional areas of business and other matters as assigned by the Board of Directors, the Whole Time Directors of the Company hold their meetings from time to time. Forty-five such meetings of the Whole Time Directors were held during the FY 2019-20.

As on the date of this report the Committee of Whole Time Directors consists of Sh. Shatrujeet Kapur, IPS, Chairman-cum-Managing Director, Sh. Sanjay Kumar Bansal, Director/Operation and Sh. Amit Dewan, Director/Finance. The minutes of the meetings of WTDs are placed before the Board of Directors in the subsequent meeting. The Company Secretary acts as Secretary for conducting the meetings.

2. Audit Committee

As required under the provisions of Section-177 of the Companies Act, 2013, the Company has constituted an Audit Committee. The primary objective of the Audit Committee is to monitor and provide effective supervision of the Management's Financial Reporting process and to ensure accurate & timely disclosures with the highest level of transparency, integrity and quality of financial reporting.

During the financial year 2019-20, five meetings of Audit Committee were conducted. The Minutes of each Audit Committee meeting is placed before the Board of Directors in the subsequent meeting.

The composition of the Audit Committee as on the date of this report is as under:-

Sh. Suman Kumar Aggarwal Independent Director	Chairman of the Committee
Sh. Subhash Chand Mangal Independent Director	Member
Sh. Sanjay Kumar Bansal Director/Operation	Member
Sh. Rajesh Khandelwal Company Secretary	Secretary to the Audit Committee

3. Nomination and Remuneration Committee

A Nomination and Remuneration Committee has been constituted by the Board of Directors of the Company pursuant to Section-178 of the Companies Act, 2013 read with the Companies

(Meetings of Board and its Powers) Rules, 2014, consisting of following members: -

Sh. Subhash Chand Mangal Independent Director	Chairman of the Committee
Sh. Suman Kumar Aggarwal Independent Director	Member
Ms. Rohini Aggarwal Independent Director	Member

4. **Corporate Social Responsibility (CSR) Committee**

A Corporate Social Responsibility (CSR) Committee has been constituted by the Company in accordance with the requirements of Section-135 of Companies Act, 2013. The CSR Committee of the Company consists of the following Directors:-

Sh. Sanjay Kumar Bansal Director/ Operation	Chairman of the Committee
Sh. Subhash Chand Mangal Independent Director	Member
Sh. Suman Kumar Aggarwal Independent Director	Member

MEETING OF INDEPENDENT DIRECTORS

As required under Schedule-IV of Companies Act, 2013, one meeting of Independent Directors was held during the year under review.

DECLARATION BY INDEPENDENT DIRECTORS

The Independent Directors have given Independence Certificate stating that he/ she meets the criteria of independence as prescribed under Section 149 of the Companies Act, 2013. Further all the Independent Directors have been empaneled on the Independent Directors Databank as maintained by Indian Institute of Corporate Affairs as created by the Central Government.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to provisions of Section-134(5) of the Companies Act, 2013 the Directors hereby state and confirm that:

- a. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. The accounting policies have been applied consistently and judgments and estimates that were reasonable and prudent have been made so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that year

under review;

- c. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. The annual accounts for the financial year ended 31st March, 2020 on a going concern basis;
- e. The Company has laid down internal financial controls and such internal financial controls are adequate and were operating effectively;
- f. Proper systems have been desired to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDITORS AND THEIR REVIEWS

• **STATUTORY AUDITORS**

Pursuant to the provisions of Section-139 of the Companies Act 2013, M/s S. Tandon & Associates, Chartered Accountants were appointed as Statutory Auditors of the Company for the FY 2019-20 by the Comptroller & Auditor General of India vide letter no. CA.V/COY/HARYANA, HRBJLI (I)/313 dated 05.08.2019.

Further, the Comptroller & Auditor General of India vide letter No. CA.V/COY/ HARYANA, HRBJLI(I)/901 dated 26.08.2020 has appointed M/s Jasminder Singh & Associates, Chartered Accountants as Statutory Auditors of the Company for the FY 2020-21.

Report: The Audit Report for the FY 2019-20 has been given by the Statutory Auditors. The Comptroller & Auditor General of India has also conducted Supplementary Audit and has given their comments. The report of the Statutory Auditors, comments of the Comptroller & Auditor General of India and the replies of Management on these reports are annexed with the Statement of Accounts.

• **SECRETARIAL AUDITOR**

Secretarial Audit for the FY 2019-20 has been conducted by M/s Girish Madan & Associates, Company Secretaries, Secretarial Auditor of the Company, appointed by the Board of Directors in compliance of Section-204 of the Companies Act, 2013.

Report: The Secretarial Audit Report for the FY 2019-20 has been submitted by the Secretarial Auditor. The report of the Secretarial Auditor is annexed to this report as **Annexure-A**. The Secretarial Audit Report does not contain any qualification or reservation.

- COSTAUDITOR

M/s Balwinder & Associates, Cost Accountants, Mohali were appointed as Cost Auditors of the Company for the FY 2019-20 by the Board of Directors pursuant to the provisions of Section-148 of the Companies Act, 2013.

Further, for FY 2020-21, the Board of Directors have re-appointed M/s Balwinder & Associates, Cost Accountants, Mohali as Cost Auditors of the company pursuant to the provisions of Section-148 of the Companies Act, 2013 subject to the remuneration being ratified by the Shareholders at the Annual General Meeting of the Company.

- INTERNALAUDITOR

The Company has an Internal Audit System commensurate with the nature of its business and size of the company. The Chief Auditor, UHBVN has been appointed as Internal Auditor of the Company by the Board of Directors as required under Section-138 of the Companies Act, 2013.

MAINTENANCE OF COST RECORDS

The Company has maintained Cost Records as specified by the Central Government under Sub-Section (1) of Section-148 of the Companies Act, 2013.

COMPLIANCE OF SECRETARIAL STANDARDS:

Your company has been complying with the provisions of applicable Secretarial Standards viz. SS-1 and SS-2 on meetings of the Board of Directors and General Meeting respectively issued by the Institute of Company Secretaries of India under Section-118(10) of the Companies Act, 2013.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has well defined and adequate Internal Financial Control system, commensurate with size, scale and complexity of its operations. It meets with the objectives of efficient use and safeguarding of resources, compliance with statues, policies and procedures and maintaining accuracy of recording of transaction and reporting the same promptly. The internal financial control is monitored by the respective DDOs, FA/ Hqrs as well as by the Internal Audit Parties under the control of Chief Auditor of the Company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS & OUTGO

The information on conservation of energy, technology absorption, foreign exchange earnings and outgo as required under Section-134(3)(m) of the Companies Act, 2013 read with Rule-8(3) of the Companies (Accounts) Rules, 2014 is annexed as **Annexure-B** to this report.

EXTRACT OF ANNUAL RETURN:

In accordance with the provisions of Section-92(3) of the Companies Act 2013 read with Rule-12 of the Companies (Management & Administration) Rules, 2014, extract of Annual Return in Form MGT-9 is attached as **Annexure-C** to this report. The Annual Return of the Company can also be accessed on website of the Company at www.uhbn.org.in.

RELATED PARTY TRANSACTIONS:

All Related Party Transactions entered into by the Company are negotiated on an arm-length basis and are in the ordinary course of business. The provisions of Section-188(1) of the Companies Act, 2013 are not applicable to the company. However, suitable disclosures of Related Party have been made in the form AOC -2 attached as **Annexure-D**. The details of the transactions with related parties are also provided in the Company's Annual Financial Statements in accordance with the Accounting Standards read with Accounting Policies.

PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

As per the requirement of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ('POSH Act') and Rules made thereunder, your Company has constituted Internal Complaints Committees (ICC) comprising of Presiding Officer and other members. The Company strives to provide a safe and conducive work environment and to redress complaints received regarding sexual harassment. All employees are covered under the policy.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

Your Company has constituted a Corporate Social Responsibility (CSR) Committee comprising of Sh. Sanjay Kumar Bansal, Director/ Operation as its Chairman, Sh. Subhash Chand Mangal and Sh. Suman Kumar Aggarwal, Independent Directors as other members. UHBN has formulated a CSR Policy indicating the framework and modalities for carrying out CSR activities to be undertaken by the company. The Committee recommends to the Board the amount to be spent on the CSR activities during the year and activities on which the amount is to be spent as prescribed under the provisions of Schedule VII of the Companies Act 2013 and CSR Policy of UHBN. The Committee, inter alia, implements, reviews and monitors the CSR activities with the help of CSR Cell.

The amount equal to 2% of the average net profit for the past three financial years required to be spent by the Company for the FY 2019-20 on CSR activities was Rs. 87.84 lac. The CSR initiatives by your Company along with other CSR related details form part of this report for FY 2019-20, which is annexed

as **Annexure-E**.

Your company has undertaken the CSR activities and complied with the provisions of Section-135 of the Companies Act 2013. The CSR activities undertaken by your Company are based on the approved CSR policy, which is available on the Company's website, www.uhbn.org.in.

VIGIL MECHANISM

A well-formulated Vigil Mechanism to deal with instances of fraud and mismanagement is in place as required under the provisions of Section-177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meeting of Board and its Powers) Rule, 2014. The Policy enables the Employees, Directors and other stakeholders to raise their concerns.

RISK MANAGEMENT

Risk Management is part of internal controls which involves reviewing operations of the organization, identifying potential threats to the organization and the likelihood of their occurrence and then taking appropriate actions to address the most likely threats. Major risks identified by the business are systematically addressed through mitigating actions on continuing basis.

GRIEVANCES REDRESSAL MECHANISM

A Consumer Grievances Redressal Forum (CGRF) has been established under Section-42 of the Electricity Act, 2003 in accordance with the notification and guidelines issued by the Haryana Electricity Regulatory Commission (HERC). The Members of the Forum visit all Operation Circles of the Company on regular basis as per the pre-decided and pre-publicized schedule for redressal of grievances of the consumers.

RIGHT TO INFORMATION

An appropriate mechanism has been set up across the Company in line with Right to Information Act, 2005 in order to promote transparency and accountability. Company has nominated SPIOs and Appellate Authorities at its Corporate Office and various field offices across the Company to provide required information under the provisions of the Act.

PARTICULARS OF EMPLOYEES

Since your Company is a Government Company, the provisions of Section-197 of the Companies Act, 2013 read with Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 are not applicable pursuant to Notification by Ministry of Corporate Affairs.

EMPLOYEE WELFARE

The Company is continuously updating its welfare policies to meet the changing needs for its employees. Induction training is provided to the newly recruited employees in partnership with HPTI. The Company is also organizing training programs for its employees from time to time on various topics to upgrade their knowledge and skills. Further to promote team spirit and well-being among employees, the Company also organized annual sports day. For smooth functioning of the affairs of the company, an environment of respect and understanding between employees and management has been established.

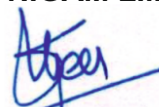
INDUSTRIAL RELATIONS

During the year under review Industrial Relations in the Company continued to be peaceful and cordial. Emphasis is given to identify and maintain necessary positive climate among the workers for improvement in their performance levels.

ACKNOWLEDGEMENTS

The Board of Directors acknowledge with gratitude the co-operation and assistance extended by the Central & State Governments, Power Department of the State of Haryana, HERC, Bankers, Financial Institutions, Customers, Suppliers, Members and all other stake-holders. The Board also places on record its appreciation for the untiring efforts and contribution made by the employees at all levels for the growth and progress of the Company.

**For and on behalf of the Board of Directors,
UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED**



**Shatrujeet Kapur, IPS
Chairman-cum-Managing Director
DIN 07631220**

**Date: 25-09-2020
Place: Panchkula**

**SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31ST March, 2020**

*[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules,2014]*

To,
THE MEMBERS,
UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED
C-16, VIDYUT SADAN, SECTOR 6, PANCHKULA
HARYANA.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED** (herein after called the Company having CIN no. U40109HR1999SGC034166), subject to limitation of physical interactions and verification of records caused by COVID-19 pandemic lock down while taking review after completion of financial year, Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financially year ended on 31st March,2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance- mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED for the financial year ended on 31st March, 2020 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
(Not applicable to the Company)
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;

(Not applicable to the Company)

- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

(Not applicable to the Company)

- (v) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.:

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(Not applicable to the Company)

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

(Not applicable to the Company)

- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

(Not applicable to the Company)

- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

(Not applicable to the Company)

- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

(Not applicable to the Company)

- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(Not applicable to the Company)

- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;

(Not applicable to the Company) and

- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

(Not applicable to the Company)

- (vi) And other applicable laws, Labor Laws, Environment Laws, etc.

- (vii) Compliance with Tax laws (Income Tax, VAT, Excise and GST)

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with Stock Exchange.

(Not applicable to the Company)

TAX LAWS AND OTHER STATUTORY COMPLIANCES:

I, further report that the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales tax, Customs Duty, Excise Duty and other material statutory dues as applicable with the appropriate authorities in India.

I further report that we have not verified the correctness and appropriateness of financial records and Books of Accounts of the company & same be read with Auditor's Report for F.Y.2019-20 & matters stated therein.

I further report that all the premises and establishment have been registered with the appropriate authorities and proper records are maintained for inventories, fixed assets lying with third parties & assets received as gift/grants from the Government or other authorities.

COMPANIES ACT:-

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors; Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

I further report that:

1. the Directors have complied with the requirements as to disclosure of interests and concerns in contracts and arrangements, shareholdings / debenture holdings and directorships in other companies and interests in other entities;
2. the Directors have complied with the disclosure requirements in respect of their eligibility of appointment, their being independent and compliance with the Code of Business Conduct & Ethics for Directors and Management Personnel;

3. the Company has obtained all necessary approvals under the various provisions of the Act;
4. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. The company has ensured that all the resolutions, notices and circular resolutions as may be applicable are in compliance of the Secretarial Standards for the board/committee meetings and shareholders meetings.
5. The decisions of BOD have been taken in compliance with the Companies Act, 2013 and AOA of the Company.
6. All decisions at Board Meeting and Committee meetings are carried out unanimously/majority as recorded in the minutes of the meeting of the Board of Directors or Committee of the Board, as the case may be.
7. The company has internal audit system which is managed by the staff of the Company, Further the Internal Audit team headed by Director Finance reports directly to Chairman.
8. The Company also has Energy audit system which is conducted by the Energy Audit wing of Nigam.

Also, the Company has duly maintained all the necessary registers, as mentioned below, that are up-to-date and are kept at the Registered Office of the Company under the custody of the Company Secretary of the Company:

- Register of members,
- Register of Charges,
- Register of attendance of Directors attended Board Meeting,
- Register of Directors, etc.

During the reported period company has constituted the followings committee as applicable under the Companies act:

SR NO.	COMMITTEE	DATE OF MEETING
1	Audit Committee	27.05.2019 29.05.2019 09.09.2019 10.02.2020 13.02.2020
2	CSR Committee	09.09.2019 20.11.2019 13.02.2020
3	Independent Director	18.02.2020
4	Board Meetings	29.05.2019 12.09.2019 04.12.2019 18.02.2020
5	Nomination & Remuneration Committee meeting	18.02.2020
6	Whole time Director meeting	45 meetings were held during the year under review.

LABOUR LAWS & ENVIRONMENTAL LAWS:

According to the information and explanations given to us, the Company has complied with the provisions and procedures regarding renewal of licenses and NOC under the labor laws, environmental laws, etc. as required by the company.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period:

1. According to the information and explanation given to us, there is no material fraud on or by the Company has been noticed or reported during the financial year 2019-20.
2. As per the Companies Act, the clause pertaining to “CSR activities” is applicable to the company having net worth of rupees Five Hundred Crores or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during any financial year shall constitute a

Corporate Social Responsibility committee of the Board consisting of three or more Directors out of which at least one director shall be independent. Company is required to spend at least two percent of the average net profit of the Company for three immediately preceding years.

The average net profit of the Company as per the profit calculated in accordance with provisions of Section 198 of the Companies Act, 2013 is Rs. 43, 91, 78,834.61 Lac for last three financial years. Therefore, the Company is liable to spend under Section 135 for F.Y. 2019-20, 2% of average net profit i.e Rs.87.84 Lac.

Since the company is undertaking CSR activities for the first time, the survey and other pre-planning work took a long time before the final plan for the CSR activities was approved.

Out of total amount of Rs. 87.84 Lac to be spent, an amount of Rs. 69.69 Lac was contributed towards PM-CARES Fund during the FY 2019-20. Further, due to the prevailing COVID-19 pandemic and nationwide lockdown Rs. 2.07 Lac was spent in FY 2020-21 for providing medical equipment. Further, the unspent amount of Rs. 16.08 Lac is earmarked for setting up a project which has been taken up by the Company and could not be completed due to the prevailing COVID-19 pandemic and nationwide lockdown. Project has been restarted and is likely to be completed shortly.

Signature:

Sd/-

(CS Girish Madan)

Practicing Company Secretary

Membership No.:5017

Certificate of Practice No.: 3577

UDIN: F005017B000656756

Date: 03/09/2020

Place : Panchkula

*This report is to be read with our letter which is annexed as **Annexure A** and forms an integral part of this report.*

Annexure A

To,
THE MEMBERS,
UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED
C-16, VIDYUT SADAN, SECTOR 6, PANCHKULA
HARYANA.

Our report is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company & same be read with Auditor's Report for F.Y.2019-20 along with the remarks/qualifications, if any, stated in the said report. As per the Auditors report it has been noticed that auditing procedures have complied with directions as per Section 143(5) of Companies Act, 2013.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Signature:

Sd/-

(CS Girish Madan)

Practicing Company Secretary

Membership No.:5017

Certificate of Practice No.: 3577

UDIN: F005017B000656756

Date: 03/09/2020

Place : Panchkula

**PARTICULARS UNDER THE COMPANIES (ACCOUNTS) RULES, 2014 FOR THE YEAR
ENDED 31ST MARCH 2020.**

(A) CONSERVATION OF ENERGY

(i) (a) Steps taken on conservation of energy

1. During the year under review the Company carried out various activities to disseminate the message of conservation of energy, timely payment of electricity bills and to curb the menace of electricity theft which is the main cause of distribution losses especially in the rural areas.
2. The information on various schemes for the benefit of the consumers were notified from time to time by publicizing them in the Bijli Panchayats and through electronic, print and social media.
3. 'Mhara Gaon Jagmag Gaon' scheme has been widely publicized throughout the State through electronic, print and social media with a view to provide sustainable 24X7 power supply to rural consumers at par with urban consumers, promotion of energy efficient appliances and to reduce the peak demand.
4. Radio and TV advertisements have been released to spread awareness among consumers regarding ENERGY SAVING.
5. Promotion of helpline number 1912 and other online services through radio, TV and social media during lockdown period.
6. Spread awareness among farmers regarding 'Pradhan Mantri Kissan Urja Suraksha and Utthan Maha-Abhiyan Yojna' (Kusum Yojna) has been launched by the Government of India for the welfare of farmers. Under this scheme, farmers can produce electricity by setting up solar power plants on their barren and low yielding land and can also increase their income by supplying to the grid.
7. Energy Audit wing of the company regularly carries out energy audits to identify opportunities for energy saving and develop an efficient and low-loss distribution network.

(b) Impact of the measures taken for conservation of energy:

1. Reduction in overloading and damage rate of distribution transformers.
2. Reduction in peak power loss.
3. Reduction in technical and non-technical line losses and unauthorized tapping of power supply.
4. Solution to low voltage problem and improved voltage to consumers.

5. Supply of quality power to consumers resulting to greater consumer satisfaction.

(ii) Steps taken by the company for utilizing alternate sources of energy:

Number of steps have been taken for utilizing alternative sources of energy such as replacement of conventional light fittings/ CFL with LED lights, use of solar water heater system, use of energy efficient/ BEG level equipment and automatic power switching system etc.

(iii) Capital investment on energy conservation equipment:

- Mass drive undertaken for replacement of defective meters and electro-mechanical meters with smart meters.
- New Distribution Transformers for energy conservation are being added, wherever required.
- Implementation of AMR on feeder meters and effective meter sealing of all consumers.
- Rehabilitation and expansion of distribution system has been undertaken, overloaded feeders are being rehabilitated and new feeders are being energized.
- Rebate is being given in electricity bill of consumers using solar water heater system, mandatory for use of star rated/ energy efficient pump sets is also being given.

(iv) Activities proposed to be carried out during the current Financial Year 2020-2021

All above mentioned activities alongwith promotion of Company's new scheme TRUST READING through various Press releases will be carried out during the current financial year.

(B) TECHNOLOGY ABSORPTION

• Efforts made towards Technology Absorption:

Promoting online facility for payment of electricity bills through net banking, RTGS/NEFT, credit card, debit card, online wallets like Paytm, Mpesa and Common Service Centers throughout the State by electronic, print and social media.

• Benefits derived as a result of above:

As a result of the above efforts, the Company has benefited in reduction of theft of electricity & line losses, improvement in quality power supply and accurate metering resulting to consumer satisfaction. Due to continued efforts, efficiency and transparency in working has been enhanced.

• Imported technology (imported during the last three years reckoned from the beginning of the financial year):

No import of technology has been made by the company during the financial year.

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO

(a) Foreign Exchange Earnings in terms of actual inflows - NIL

(b) Foreign Exchange Outgo in terms of actual outflows - NIL

Form No. MGT-9**Extract of ANNUAL RETURN as on the financial year ended on 31.03.2020**

[Pursuant to Section-92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U40109HR1999SGC034166
ii.	Registration Date	15.03.1999
iii.	Name of the Company	Uttar Haryana Bijli Vitran Nigam Ltd.
iv.	Category/Sub-Category of the Company	Government Company
v.	Address of the Registered office and contact details	C-16, Vidyut Sadan, Sector-6, Panchkula-134109, Haryana Web-site: www.uhbn.org.in
vi.	Whether listed Company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	-

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Power Distribution	401/4010	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
-	-	-	-	-	-

IV SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**i. Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF									
b) Central Govt.									
c) State Govt.(s)		120663928	120663928	95.66			149646594	149646594	96.47
d) Bodies Corp		5469855	5469855	4.34			5469855	5469855	3.53
e) Banks / FI									
f) Any Other									
Sub-total(A)(1):-		126133783	126133783	100			155116449	155116449	100

2) Foreign									
g) NRIs-Individuals									
h) Other-Individuals									
i) Bodies Corp.									
j) Banks / FI									
k) Any Other....									
Sub-total(A)(2):-									
B. Public Shareholding									
1. Institutions									
(i) Mutual Funds									
(ii) Banks / FI									
(iii) Central Govt.									
(iv) State Govt.(s)									
(v) Venture Capital Funds									
(vi) Insurance Companies									
(vii) FIIs									
(viii) Foreign Venture Capital Funds									
(ix) Others (specify)									
Sub-total(B)(1)									
2. Non Institutions									
a) Bodies Corp. (i) Indian (ii) Overseas									
b) Individuals (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
c) Others(Specify)									
Sub-total(B)(2)									
Total Public Shareholding (B)=(B)(1)+ (B)(2)									
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)		126133783	126133783	100		155116449	155116449	100	

ii. Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Governor of Haryana	120663922	95.66		149646588	96.47		
2.	Sh. Vineet Garg (Nominee of State Govt.)	01			01			
3.	Sh. Vijayendra Kumar (Nominee of State Govt.)	01			01			
4.	Sh. Nitin Kumar Yadav (Nominee of State Govt.)	01			01			
5.	Sh. Naresh Sardana (Nominee of State Govt.)	01			0			
6.	Sh. Shatrujeet Kapur (Nominee of State Govt.)	01			01			
7.	Sh. Onkareshwar Sharma (Nominee of State Govt.)	01			0			
8.	Sh. Mohammed Shayin (Nominee of State Govt.)	0			01			
9.	Sh. Sanjeev Kumar Bansal (Nominee of State Govt.)	0			01			
10.	HVPNL	5469855	4.34		5469855	3.53		
	Total	126133783	100.00		155116449	100.00	155116449	

iii. Change in Promoters' Shareholding (please specify, if there is no change)

Sr. no	Name of Shareholder:- Governor of Haryana	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	120663928	77.79	-	-
2.	Equity shares of Rs. 1000/- each allotted on 29.05.2019	6,86,000	0.44	-	-
	Equity shares of Rs. 1000/- each allotted on 12.09.2019	2,72,90,466	17.59	-	-
	Equity shares of Rs. 1000/- each allotted on 04.12.2019	4,47,200	0.29	-	-
	Equity shares of Rs. 1000/- each allotted on 18.02.2020	5,59,000	0.36	-	-
3.	At the End of the year	14,96,46,594	96.47	14,96,46,594	96.47

Note:- There is no change in the shareholding of other promoter shareholders during the FY 2019-20

IV. Shareholding pattern of top ten shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of Shares	% of total shares of the company
1.	At the beginning of the year			NIL	
2.	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g.allotment / transfer/ bonus/ sweat equity etc.)			NIL	
3.	At the End of the year (or on the date of separation, if separated during the year)			NIL	

V. Shareholding of Directors and Key Managerial Personnel:-

I. Sh. Shatrujeet Kapur, IPS

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of Shares	% of total shares of the company
1.	At the beginning of the year	1	-	1	-
2.	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase/decrease(e.g. allotment/ transfer/bonus/sweat equity etc.):	-	-	-	-
3.	At the end of the year	1	-	1	-

II. Sh. Sanjeev Kumar Bansal

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of Shares	% of total shares of the company
1.	At the beginning of the year	-	-	1	-
2.	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc.):	-	-	-	-
3.	At the end of the year	-	-	1	-

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits (Rs.)	Unsecured Loans (Rs.)	Deposits (Rs.)	Total Indebtedness (Rs.)
Indebtedness at the beginning of the financial year				
i) Principal Amount	2880,66,80,893	4716,83,46,285	-	7597,50,27,178
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	109,61,65,534	-	-	109,61,65,534
Total(i +ii +iii)	2990,28,46,427	4716,83,46,285	-	7707,11,92,712
Change in Indebtedness during the financial year				
- Addition	865,29,53,702	108,94,57,608	-	974,24,11,310
- Reduction	1195,50,81,411	3821,33,82,311	-	5016,84,63,722
Net Change	-330,21,27,709	-3712,39,24,703	-	-4042,60,52,412
Indebtedness at the end of the financial year				
i) Principal Amount	2550,45,53,184	1004,44,21,582	-	3554,89,74,766
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	71,90,13,336	-	-	71,90,13,336
Total (i+ii+iii)	2622,35,66,520	1004,44,21,582	-	3626,79,88,102

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

Sr No.	Particulars of Remuneration	Name of CMD/WTD/ Manager					Total Amount (Rs.)
		Sh. Shatrujeet Kapur, CMD	Sh. Naresh Sardana, Director	Sh. Onkareshwar Sharma, Director	Sh. Tajendra Sharma Director	Sh. Sanjeev Kumar Bansal Director	
1.	Gross salary						
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961.	30,97,275	3,56,570	17,57,161	38,54,926	16,62,660	107,28,592
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	32,400	8,100	16,200	32,400	13,500	1,02,600
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961						
2.	Stock Option	-	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-	-
4.	Commission - as % of profit - others, specify	-	-	-	-	-	-
5.	Others, please specify	-	-	-	-	-	-
	Total(A)	-	-	-	-	-	-
	Ceiling as per the Act	-	-	-	-	-	-
		31,29,675	3,64,670	17,73,361	38,87,326	16,76,160	108,31,192

B. Remuneration to other Directors:

Sr No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
1.	<u>Independent Directors</u>	Sh. Suman Kumar Aggarwal	Ms. Rohini Aggarwal	
	· Fee for attending board/ committee meetings	90,000	30,000	1,20,000
	· Commission			
	· Others, please specify			
	Total(1)	90,000	30,000	1,20,000
2	<u>Other Non-Executive Directors</u>			
	· Fee for attending board committee meetings			
	· Commission			
	· Others, please specify			
	Total(2)			
	Total(B)=(1+2)			
	Total Managerial Remuneration	90,000	30,000	1,20,000
	Overall Ceiling as per the Act			

C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD

Sr. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	Chief Financial Officer	Total
1.	Gross salary				
	(a)Salary as per provisions contained in section17(1) of the Income-Tax Act,1961	-	3250700	3415834	6666534
	(b)Value of perquisites u/s 17(2) of Income-Tax Act,1961		32400	32400	64800
	(c)Profits in lieu of salary under section 17(3)Income-Tax Act,1961	-			
2.	Stock Option	-			
3.	Sweat Equity	-			
4.	Commission - as % of profit -others, specify...	-			
5.	Others, please specify	-			
6.	Total	-	3283100	3448234	6731334

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT/ Court]	Appeal made. If any (give details)
A. Company					
Penalty			NIL		
Punishment					
Compounding					
B. Directors					
Penalty			NIL		
Punishment					
Compounding					
C. Other Officers In Default					
Penalty			NIL		
Punishment					
Compounding					

FOR UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED



Shatrujeet Kapur, IPS
Chairman-cum-Managing Director
DIN 07631220

Date: 25-09-2020
Place: Panchkula

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of Section-134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of Section-188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

a.	Name(s) of the related party and nature of relationship.	-
b.	Nature of contracts/arrangements/transactions.	-
c.	Duration of the contracts / arrangements/transactions.	-
d.	Salient terms of the contracts or arrangements or transactions including the value, if any.	-
e.	Justification for entering into such contracts or arrangements or transactions.	-
f.	date(s) of approval by the Board.	-
g.	Amount paid as advances, if any:	-
h.	Date on which the special resolution was passed in general meeting as required under first proviso to Section-188.	-

2. Details of material contracts or arrangement or transactions at arm's length basis during the FY 2019-20:

HVPNL :

a.	Name(s) of the related party and nature of relationship	Haryana Vidyut Prasaran Nigam Ltd. (HVPNL) is the related party of Uttar Haryana Bijli Vitran Nigam Ltd. and the nature of relationship is that HVPNL is shareholder (having 4% Shareholding).
b.	Nature of contracts/ arrangements/ transactions	The main transaction which occurs between both the companies is transmission of power through HVPNL. The UHBVNL has got transmitted 21756.89 MUs of power purchased from different sources through system of HVPNL and has paid Rs. 608.45 crore on account of wheeling charges.
c.	Duration of the contracts/ arrangements/ transactions.	Over the whole year being the continuous process.
d.	Salient terms of the contracts or arrangements or transactions including the value, if any:	The transactions with HVPNL on account of transmission of power are regulated by Haryana Electricity Regulatory Commission and are at arm's length price and the wheeling charges paid during current year are RS. 608.45 crore.
e.	Date(s) of approval by the Board, if any	N.A
f.	Amount paid as advances, if any:	N.A

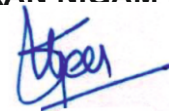
HPGCL :

a.	Name(s) of the related party and nature of relationship.	Haryana Power Generation Corporation Ltd. (HPGCL) is the related party of Uttar Haryana Bijli Vitran Nigam Ltd. and the nature of relationship is that Power is purchased from HPGCL.
b.	Nature of contracts/ arrangements/ transactions.	During the year power of Rs. 1671.24 crore has been purchased by UHBVN from HPGCL.
c.	Duration of the contracts/arrangements/ transactions.	Over the whole year being the continuous process.
d.	Salient terms of the contracts or arrangements or transactions including the value, if any:	HPGCL sells its power to UHBVN under the long term PPAs at the approved rates/ terms & conditions of the HERC.
e.	Date(s) of approval by the Board, if any.	N.A
f.	Amount paid as advances, if any:	N.A

DHBVN

	Name(s) of the related party and nature of relationship.	Dakshin Haryana Bijli Vitran Nigam Ltd. (DHBVN) is the related party of Uttar Haryana Bijli Vitran Nigam Ltd and Rs. 303.08 crore is payable to DHBVN on account of various transactions.
	Nature of contracts/ arrangements/ transactions.	Legal Fees, salary of police staff, adjustments of stock, ATDs on account of repair of transformers and civil advances etc.
	Duration of the contracts/ arrangements/ transactions.	Continuous process over the whole year.
	Salient terms of the contracts or arrangements or transactions including the value, if any:	The said transactions are at the normal value without any undue benefit.
	Date(s) of approval by the Board, if any.	N.A
	Amount paid as advances, if any:	N.A

FOR UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED



Shatrujeet Kapur, IPS
Chairman-cum-Managing Director
DIN 07631220

Date: 25-09-2020

44 Place: Panchkula

CSR ACTIVITIES OF UHBVN FOR THE FY 2019-2020

1. A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

Corporate Social Responsibility (CSR) is a company's commitment to its stakeholders to conduct business in an economically, socially and environmentally sustainable manner that is transparent and ethical. UHBVN is committed to economic and social development of the local communities.

CSR policy of the company aims to promote socio-economic development through community development initiatives/ programs. To achieve this aim, the company for the first time, has initiated some significant participatory and non-participatory roles in the areas of upliftment of Healthcare Sector as well as Education Sector.

In the immediate future, the Company intends to widen scope towards providing educational support, setting up of public libraries, medical & healthcare activities, development & strengthening of social infrastructure across the State where our company is instrumental in impacting the quality of life.

Our broad objectives, as stated in CSR Policy of the Company, include:

- Promotion of socio-economic development through community development initiatives/programs.
- Bring about attitudinal change in the employees and other stakeholders about the idea of CSR.
- Create a frame work, procedure for assessment, implementation and monitoring of any activity under CSR.

Key highlights of the activities of the Company in Corporate Social Responsibility during the year are listed below: -

- Supporting COVID-19 relief measures by contributing to the PM CARES Fund.
- Providing Medical Equipment to Not-for-profit Voluntary Society (NGO).
- Construction of Public Library in a Village in Karnal District in Haryana State.

For more details on our CSR Policy, visit- www.uhbvn.org.in

2. The Composition of the CSR Committee.

The composition of CSR committee of UHBVN is as under: -

- i) Sh. Sanjay Kumar Bansal, Director/ Operation (Chairman of the Committee)
- ii) Sh. Subhash Chand Mangal, Independent Director (Member)
- iii) Sh. Suman Kumar Aggarwal, Independent Director (Member)

3. Average net profit of the company for the last three financial years -

Rs. 43,91,78,834.61 lac

4. Prescribed CSR expenditure (two per cent of the amount as in item 3 above) -

Rs. 87.84 lac

5. Details of CSR spent during the financial year 2019-20:-

(a) Total amount to be spent for the financial year 2019-20: Rs. 87.84 lac

(b) Amount unspent, if any: Rs. 18.15 lac

(c) Manner in which the amount spent during the financial year is detailed below

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No	CSR project or activity identified	Sector in which the project is covered	Project or Programs:Local area or others and specify the state and district where project or program was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the project or programs Sub heads: (1)Direct expenditure on project or programs (2) overheads	Cumulative expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1	PM-CARES Fund	As per point (viii) of Schedule VII	-	69.69 lac	Contribution of Rs. 69.69 lac to approved fund under Schedule VII.	69.69 lac	Direct Contribution.
2	Providing of Mispas-13 Protein Analyzer to Bharat Vikas Parishad	As per point (i) of Schedule VII	Local Area-Ambala City	2.07 lac	Expenditure of Rs. 2.07 lac for providing medical equipment to Bharat Vikas Parishad, Charitable Trust.	2.07 lac *	Directly by Company.
3	Setting up of public Library	As per point (v) of Schedule VII	Local Area-Village Kachwa, Distt. Karnal	16.08 lac	-	Project in progress (yet to be completed)	Directly by Company
	Total			87.84 lac		71.76 lac	

* Spent during FY 2020-21 in the month of July 2020.

6. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

Out of total amount of Rs. 87.84 lac to be spent, an amount of Rs. 69.69 lac was contributed towards PM-CARES Fund during the FY 2019-20 and Rs. 2.07 lac was spent for providing of Medical equipment i.e. Mispas-13 Protein Analyzer to Bharat Vikas Parishad, Charitable Trust as CSR activities in the FY 2020-21. The unspent amount of Rs. 16.08 lac was earmarked for setting up of public Library in Village Kachwa under Karnal District of Haryana.

Since the company is undertaking CSR activities for the first time, the survey and other pre-planning work took a long time before the final plan for the CSR activities was approved. The execution of public library project was delayed due to COVID-19 pandemic and nationwide lockdown. Now activities have been taken up and likely to be completed shortly.

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and policy of the company.



We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and CSR policy of the Company.



(Shatrujeet Kapur)
Chairman-cum-Managing Director

-Sd-

(Sanjay Kumar Bansal)
Chairman CSR Committee

 <p>सत्यमेव जयते</p>	<p>Office of the Principal Accountant General (AUDIT) HARYANA, PLOT NO. 5, SECTOR 33-B, DAKSHIN MARG, CHANDIGARH-160020</p> <p>No. ES-1/CA-III/UHBNL/BS-2019-20/2020-21/232</p> <p>fnukd 23.09.2020</p>	
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सेवा में

प्रबन्ध निदेशक,
उत्तर हरियाणा बिजली वितरण निगम लिमिटेड,
सैक्टर - 6, विद्युत सदन,
पंचकुला (हरियाणा)

विषय : कम्पनी अधिनियम 2013 की धारा 143(6)(b) के अंतर्गत उत्तर हरियाणा बिजली वितरण निगम लिमिटेड, पंचकुला के 31 मार्च, 2020 को समाप्त हुये वर्ष के वार्षिक लेखों पर भारत के नियंत्रक एवं महालेखा परीक्षक की टिप्पणियां एवं प्रबंधन पत्र ।

महोदय,

मैं इसके साथ कम्पनी अधिनियम 2013 की धारा 143(6)(b) के अंतर्गत उत्तर हरियाणा बिजली वितरण निगम लिमिटेड, पंचकुला के 31 मार्च 2020 को समाप्त हुये वर्ष के वार्षिक लेखों पर भारत के नियंत्रक एवं महालेखा परीक्षक की टिप्पणियां एवं प्रबंधन पत्र सलंगन करता हूँ ।

टिप्पणियों को कंपनी की वार्षिक महासभा (ए.जी.एम.) में प्रस्तुत करने की तिथि एवं समय की सूचना इस कार्यालय को दी जाए ।

भवदीय,
(हस्ता)

व,—महालेखाकार
(AMG-IV)

सलंगन: उपरोक्त

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED, PANCHKULA FOR THE YEAR ENDED 31 MARCH 2020.

The preparation of Financial Statements of Uttar Haryana Bijli Vitran Nigam Limited for the year ended 31 March 2020 in accordance with financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the Management of the Company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Companies Act, 2013 are responsible for expressing opinion on these Financial Statements under Section 143 of the Companies Act, 2013 based on independent audit in accordance with the Standards on Auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 26 June 2020.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the Financial Statements of Uttar Haryana Bijli Vitran Nigam Limited, Panchkula for the year ended 31 March 2020 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6)(b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related Audit Report :

1. Comments on Profitability

1.1 Statement of Profit and Loss for the year ended 31 March 2020

Power Purchase cost (Note No. 20): ₹ 11269.42 crore

Haryana Electricity Regulatory Commission (HERC) ordered (24 April 2020) (a) ₹ 29.18 crore to be recovered from Distribution Companies (DISCOMs) as true of expenditure for the year 2018-19 in the Annual Revenue Requirements (ARR) of (HPGCL) for the year 2019-20 and (b) fixed cost recovery of ₹ 32.38 crore from HPGCL on account of Panipat Thermal Station, Panipat (PTPS) - Unit 5 (restricted up to the October 2019). Accordingly, a net credit note of ₹ 3.20 crore (₹ 32.38 crore - ₹ 29.18 crore) was allowed (May 2020) by HPGCL to DISCOMs.

However, the Company has neither made Provision for additional power purchase cose of ₹ 12.33 crore² payable to HPGCL nor booked amount of as receivables on account of adjustment of fixed cost of ₹ 13.57 crore. This has resulted in understatement of power purchase cost by ₹ 12.33 crore and current assets by ₹ 13.57 crore. Resultantly, the profit for the year has been understated by ₹ 1.34 crore.

² Calculated in the ratio of Power purchased by UHBVNL and DHBVNL during the year 2019-20 i.e 41.92 : 58.08, ₹ 29.18 crore x 41.92% = ₹ 12.23 crore, ₹ 32.38 x 41.92% = ₹ 13.57 crore

1.2. Exceptional Items: [Note 2 (a & b)]

Indian Accounting Standard (Ind. AS) I, Presentation of Financial Statements, Para 98 provides that “ circumstances that would give rise to separate disclosure items of income and expenses and inter-alia includes:(I)disposal of property, Plant and Equipment and (ii) Litigation settlement.

(a) During the year 2019-20, the company disposed off land for ₹ 16.81 crore. The book value of the land was 0.05 crore and on sale of land was ₹ 16.76 crore. As per IND AS I , this item should have been included in Exceptional items. However, it was booked under other income-Note-19. This resulted in overstatement of profit/loss before exceptional items and understatement of exceptional items be ₹ 16.76 crore.

(b) Power Purchase Cost (Note 20): ₹ 11,269.42 crore

During the year 2019-20, there were number of litigation cases regarding purchase of power wherein total payment of ₹ 634.24 crore has been accounted for in ‘Power Purchase Cost’ of 2019-20. As per INDAS-I, the amount of litigation settlement is required to be disclosed separately under the head ‘Exceptional Items (VI)’ in Statement of Profit and Loss.

This has resulted in overstatement of currents year’s Power Purchase Cost and understatement of Exceptional Items to the extent of ₹ 634.24 crore.

2. Comments on Financial Position

2.1 Cash and Cash Equivalents (Note no 8)

The above includes an amount of ₹ 422.01 crore shown a Cheque in Hand. The Government of Haryana had released (March 2020) subsidy amounting of ₹ 422.01 crore to the Company through HPGCL. Accordingly, as on 31st March 2020 it was receivable by the Company form HPGCL. This resulted in overstatement of Cash and Cash Equivalents and understatement of receivables from HPGCL to the extent of ₹422.01 crore.

3. Net Impact of Comments:

The net impact of above comments is that the profits are understated by ₹ 1.34 crore. If this is taken into account, the reported profit for the year of ₹ 217.72 crore would increase to profit of ₹ 219.06 crore.

For and on the behalf of the
Comptroller & Auditor General of India

Sd/-

(Faisal Imam)
Accountant General (Audit)
Haryana

Place: Chandigarh

Date: 23.09.2020

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED PANCHKULA FOR THE YEAR ENDED 31 MARCH 2020.

The point wise replies to the Comptroller and Auditor General of India under section 143(6) (b) of the Companies Act, 2013 on the financial statements of Uttar Haryana Bijli Vitran Nigam Limited Panchkula for the year ended 31st March 2020 is as under:-

S.No.	Final Comments	Reply of Nigam
1.1	<p>1. Comments on Profitability</p> <p>Power Purchase Cost(Note No. 20): Rs.11269.42 crore</p> <p>Haryana Electricity Regulatory Commission had approved (24 April 2020) (A) Rs. 29.18 crores to be recovered from Distribution Companies (DISCOMs) as true up of expenditure for the year 2018-19 in the Annual Revenue Requirements (ARR) of (HPGCL) for the year 2019-20 and (b) fixed cost recovery of Rs. 32.38 crores from HPGCL on account of Panipat Thermal Power Station, Panipat (PTPS)- Unit 5 (restricted up to the October 2019). Accordingly, a net credit note of Rs. 3.20 crores (Rs. 32.38 crores – 29.18 crores) was allowed (May 2020) by HPGCL to DISCOMs.</p> <p>However, the Company has neither made provision for additional power purchase cost of Rs. 12.23 crores payable to HPGCL nor booked amount of as receivables on account of adjustment of fixed cost of Rs. 13.57 crores. This has resulted in understatement of power purchase cost by Rs. 12.23 crores and current assets by Rs. 13.57 crores. Resultantly, the profit for the year has been understated by 1.34 crores.</p>	<p>As per the significant accounting policy at Note-1 (Point No. H (XI) of the Balance Sheet that ‘All the income/expenses pertaining to Balance Sheet under audit and noted upto 30th April next (Being cut off date) or date of submission of Monthly account whichever is later is being considered’. HERC vide its order dated 24.04.2020 has determined the generation tariff for the FY 2020-21 and has approved mid-year performance review for FY 2019-20 & True up for the FY 2018-19. HERC has allowed Rs. 29.18 crore as true up expenditure for FY 2018-19 to be recovered from the DISCOMs.</p> <p>HPGCL has raised the invoice/credit note amounting to Rs. 3.20 crore of DISCOMs (1.34 crores of UHBVN) for this true-up on 18.05.2020 after adjusting the amount to be recoverable by DISCOMs i.e. Rs 32.38 crore from HPGCL. The same has been accounted for in the month of May 2020. Therefore, the bill on account of share of UHBVN amounting to Rs. 1.34 crores has rightly been accounted for in the FY 2020-21.</p>
1.2	<p>Exceptional Items: [Note 2 (a & b)]</p> <p>Indian Accounting Standard (Ind AS) 1, Presentation of Financial Statements, Para 98 provides that “circumstances that would give rise to separate.</p>	

disclosure items of income and expenses and inter –alia include: (i) disposal of Property, Plant and Equipment and (II) litigation settlement.

(a) During the year 2019-20, the company disposed off land for Rs. 16.81 crore. The book value of the land was Rs. 0.05 crore and profit on sale of land was Rs. 16.76 crore. As per IND AS-1, this item should be included in Exceptional items. However, it was booked under other income- Note-19. This had resulted into overstatement of profit/loss before exceptional items and understatement of exceptional items by Rs. 16.76 crore.

(b) Power Purchase cost (Note 20) : Rs. 11269.42 crores.

During the year 2019-20, there were number of litigation case regarding purchase of power wherein total payment of Rs. 634.24 crores has been accounted for in 'Power Purchase Cost' of 2019-20. As per IND AS-1, the amount of litigation settlement is required to be disclosed separately under the head 'Exceptional items (VI); in Statement of Profit and Loss.

This has resulted in overstatement of current year's Power Purchase Cost and understatement of Exceptional items to the extent of Rs. 634.24 crores.

(a) Noted for future complainece.

(b) These invoices are being raised in current year by the generators/traders based on the order of the CERC/APTEL/ Supreme Court etc. and as the new liability for payment has arisen in the current year. The expenditure has been booked in this year as per the Significant Accounting Policy of the Nigam. Further, these invoices are considered in the current power purchase cost for the purpose of FSA claim filed with the HERC. Also, these bills are related to previous years and HERC has already trued up the power purchase cost of those previous years.

2.1 2. Comments on Financial Position**Cash and Cash Equivalents**

The above includes an amounts of Rs. 422.01 crore shown as Cheque in Hand. The Government of Haryana had released subsidy amounting to Rs. 422.01 crore to Company through HPGCL vide its orders dated 29 March 2020 and 31st March 2020. This amount of subsidy amounting to Rs. 422.01 crore had been received by HPGCL. Accordingly, it was receivable by UHBVNL from HPGCL as on 31 March 2020.

This had resulted into overstatement of Cash and Cash Equivalents and understatement of receivable under the head current assets from HPGCL to the extent of Rs. 422.01 crore.

The Finance Department, Govt. of Haryana released subsidy of DISCOMs to HPGCL at initial stage and after that the same was transferred to UHBVNL & DHBVNL respectively. The subsidy is being booked on Cash basis as per significant Accounting policy of the Nigam. Further, the subsidy of Rs. 422.01 crore was released on 31.03.2020 by the GoH to HPGCL after the banking hours. As such, the same was not transferred in the bank accounts of UHBVN & DHBVNL on the same day. Accordingly, the same was shown under Note No.8 (Cash and Cash equivalents).

3 Net Impact of Comments

The net impact of above comments is that the profit are understated by Rs. 1.34 crores. If this is taken into account, the reported profit for the year of Rs. 217.72 crores would increase to profit of Rs. 219.06 crores.

In reference to reply given at Sr. no 1.1, there is no financial impact on the Financial Statement of FY 2019-20.

S. Tandon & Associates

Chartered Accountants

Mohali Office : Competent House, C-157, Phase - VII, Industrial Area, Mohali
Phone : 0172-5098370, Fax : 0172-5098371, Ext. No. : 121 Email : sta@staindia.org

Independent Auditors' Report

To

The Members of UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of "Uttar Haryana Bijli Vitran Nigam Limited" ("the Company"), which comprise the Balance Sheet as at 31 March 2020, the statement of profit and loss (including the statement of other comprehensive income), the statement of cash flows and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act., read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the

assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company Directors, as well as evaluating the overall presentation of the Ind AS financial statements. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Qualified Opinion

On the information and explanations given to us, subject to observations referred below in para no 1 to 12, the said accounts read with accounting policies and notes thereon in note 1 to 25 respectively of balance sheet, in so far as these are not inconsistent with electricity act 2003, give the information required by companies' act, 2013 in the manner so required to reflect the true & fair view of

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;
 - b) In the case of the Statement of Profit and Loss Account, of the profit for the year ended on that date; and
 - c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.
 - d) In the case of changes in equity, the changes in equity for the year ended on that date.
- 1) As per Notification No G.S.R 111 (E) dated 16th February 2015 Company is required to prepare its financial statements in line with Ind AS. In our opinion and to the best of Information and according to the explanations given to us. These financial statements are partially converged to Ind AS. In absence of the Impact Assessment analysis report, inadequate documentation, the impact of non-complied Ind AS on profit & loss and Balance Sheet position of the company cannot be quantified.

- 2) The balance confirmation of the amount outstanding in following accounts head is pending.

(Amount in Lakhs)

Sr.No	Party Name	Note No	Nature	Balance As on 31.03.2020
1.	HVPNL	16	Trade Payable	Cr. 2334.52
		17	Amount payable	Cr. 1090.96
2.	DHBVNL	17	Amount Payable	Cr. 30308.60

In the absence of balance confirmations, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.

- 3) In case of UHBVNL and HVPNL GPF/pension trust financial activities are not separated. UHBVNL is discharging all GPF and pension liabilities of employees on their retirement and being funded from employee's contribution amount lying with UHBVNL and partially from working capital. The interest paid on such amount is being treated as expenses. In turn the UHBVNL is recovering interest on funded amount from trust and showing income as "Other Income". The HVPNL GPF Trust account is showing debit balance of Rs 36242.06 lakhs and HVPNL Pension trust account is showing debit balance of Rs.92640.54 lakhs pending for reconciliation. In absence of relevant information and pending confirmation, the impact of profit & loss and balance sheet position cannot be quantified.

- 4) Subsidiary records maintained with the units are not reconciled with balances reported in balance sheet in respect of following accounting heads. In absence of such reconciliation impact on profit & loss and balance sheet position cannot be quantified.

(Amount in Lakhs)

Sr. No	Description	Note No	Balance As on 31.03.2020
1.	Consumer Security deposit		14 Dr. 141552.12
2.	Amount recoverable for want of Sanction		05 Dr. 5443.05
3.	Theft of property pending investigation		05 Dr. 8437.50

- 5) As per **Note 2(c)(1)** Company has capitalized interest of **Rs.6337.55 lakhs** paid to financial institutions/Central-state government on account of capital expenditure. In the absence of information regarding capital expenditure vis-a vis loan availed/utilised on such expenditure, dates of commissioning of assets. We cannot quantify the impact on Profit & Loss and Balance sheet position of the company due to interest and depreciation on such assets.

- 6) **Trade Receivables (Note 07) Rs. 2,76,586.64 Lakhs** : Under this head following has been observed:

- ▶ There is no customer wise balance confirmation of trade receivables standing in books of accounts. The company is providing provision for doubtful debts on data provided by different revenue locations in line with accounting policy stated vide Note no I (I) (a). Aging of debtors as shown in balance sheet is not reconciled with Subsidiary records maintained with the units. In absence of adequate data/information base we cannot quantify the impact on profit & Loss due inadequate provisioning for doubtful debts.
- ▶ Company is consistently accounting revenue and debtors based on data provided by the billing agencies. As per accounting policy stated vide Note no I (i) (c) the surcharge levied on customers is accounted on actual realization basis. However, unrealized surcharge of Rs 193551.88 lakhs is outstanding in the balance sheet for period ending on 31-Mar-20. The company had provided provision towards such outstanding unrealized surcharge amount. Unrealized surcharge of commercial wing is pending for reconciliation with the billing agencies data.

- 7) **Damaged Stock (Note 04) Rs. 230.55 Lakhs.** Company has not provided information to us regarding the damaged stock verification and valuation thereof. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.

- 8) **Closing Stock (Note 06) Rs. 54216.62 Lakhs.** Company has not provided information to us regarding the valuation and verification of closing inventories. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.

- 9) **Trade Payables (Note No 16) Rs 143368.44 Lakhs:** There is no reconciliation in respect of provision for liability for purchase of power under group head 41.3 amounting to Rs 5278.45 Lakhs. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.

- 10) **Other financial liabilities (Note No 17) Rs 119765.76 Lakhs:** Reconciliation of miscellaneous deposits related to LC -912 under group head 46.919 amounting to Rs 206.90 Lakhs are not available. In the

absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.

- 11) Revenue from operation (Note no -18) Rs 13,44,741.20 Lakhs:** *The company has provided unbilled revenue of amounting to Rs 23,105.70 Lacs for year ending 31st March 2020. In view of Covid-19 in case of industrial consumers unbilled revenue is provided on average consumption basis. As per accounting policy note stated vide Note No 1 (h) (i) the provision for unbilled revenue shall be 33949.20 lakhs.*
- 12) Other advances (Note No 09) Rs 7917.03 lakhs:** *Reconciliation of advances for operation and maintenance supplies under group head 26.6 amounting to Rs 537.44 Lakhs are not available. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.*

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Ind AS financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Ind AS financial statements have been kept so far as it appears from our examination of those books.
 - (c) The Balance Sheet, Profit and Loss statement including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, Companies (Indian Accounting Standards) Rules, 2015, as amended subject to qualification given at point no 1 as above;
 - (e) On the basis of the written representations received from the directors of the Company as on 31 March 2020 taken on record by the Board of Directors of the Company, none of the Directors of the company is disqualified as on 31 March 2020 from being appointed as a Director of that company in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and
 - (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - l) The Ind AS financial statements disclosed the impact of pending litigations on the financial position of the Company. Refer Note 25 Para (iv) to the Ind AS financial statements;

- ii) The Company is not required to make provisions as at 31st March 2020 as required under the applicable law or accounting standards for material foreseeable losses, on long term contracts including derivative contracts.
- iii). There were no amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For S. Tandon & Associates

Chartered Accountants

FRN: No. 006388N

Sd/-

Nipun Rastogi

(Partner)

M. No 518893

UDIN-20518893AAAAEH1671

Place of Signature: Chandigarh

Date: 26.06.2020

Annexure II referred to in paragraph 1 of the section on “Report on other legal and regulatory requirements” of our report of even date

TO THE MEMBERS OF UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to explanations given to us the Company has a planned program of verifying all the fixed assets once in two years, according to which all the fixed assets were physically verified by the management in the year 2017-18. In our opinion, keeping in view the size of company the physical verification program of its fixed assets need to be strengthened, assets should be verified by an independent agency to determine the actual status of assets.
- (c) According to the information and explanations given to us the title deeds of all the lands in possession of the Nigam are not available although the Nigam having full rights for use of the land in its possession.
- (ii) (a) As explained to us the inventories have been physically verified by the management during the year. However, inventories physical verification reports were not shared with us therefore we cannot comment and assess the impact discrepancies if any noticed on such physical verification.
- (iii) (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees and securities given in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits from the public.
- (vi) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, service tax, and other statutory dues have generally been regularly deposited with appropriate authorities except Goods and service tax and provident fund/ESIC in one revenue units. The details of same are as follows:
- i. The Company is treating below mentioned incomes as exempt supplies but there is a Circular No. 34/8/2018-GST dated 1 March 2018 which clarified that activities carried by Distribution Companies (DISCOMS) and Guarantee provided by the Government against consideration are chargeable under goods and service tax. Details of such income are as follows:
- Application fee for releasing connection of electricity
 - Rental Charges against metering equipment
 - Testing fee for meters/ transformers, capacitors etc.
 - Labour charges from customers for shifting of meters or shifting of service lines
 - Charges for duplicate bill
- In absence of required information the financial impact of the same is not quantified.

- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, goods and service tax and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- vii) According to the information and explanations given to us, the company has not defaulted in repayment of dues to the banks.
- viii) According to the information and explanations given to us, the company has applied the Term Loans received during the year for the purposes for which the loans were obtained.
- ix) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- x) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xi) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements.
- xii) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xiv) The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For S. Tandon & Associates

Chartered Accountants

FRN: No. 006388N

Sd/-

Nipun Rastogi

(Partner)

M. No 518893

UDIN 20518893AAAAEH1671

Place of Signature: Chandigarh

Date: 26.06.20

Annexure - A to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED**. As of 31 March 2020 in conjunction with our audit of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external

purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

In absence of Risk Control Matrix (RCM) templates/report and documentation on internal controls to access the internal financial controls over Financial Reporting in the manner prescribed by the Institute of Chartered Accountants of India is not possible. Therefore, we cannot express our opinion.

For S. Tandon & Associates

Chartered Accountants

FRN: No. 006388N

Sd/-

Nipun Rastogi

(Partner)

M. No 518893

UDIN 20518893AAAAEH1671

Place of Signature: Chandigarh

Date: 26.06.20

Subject: - Replies on the observations made by Statutory Auditors in its report in respect to Annual Financial Statement of FY 2019-20.

Sr. No.	Qualification by Statutory Auditors	Reply of the Nigam																				
1.	<p>As per Notification No G.S.R 111 (E) dated 16th February 2015 Company is required to prepare its financial statements in line with Ind AS. In our opinion and to the best of Information and according to the explanations given to us. These financial statements are partially converged to Ind AS. In absence of the Impact Assessment analysis report, inadequate documentation, the impact of non-complied Ind AS on profit & loss and Balance Sheet position of the company cannot be quantified.</p>	<p>The Nigam has made compliance of all the applicable Ind-AS while preparing financial statements. No specific query as to non-compliance of any Ind-AS has been raised by the Statutory Auditors. Hence there is no effect on the profitability of the Nigam.</p>																				
2.	<p>The balance confirmation of the amount outstanding in following accounts head is pending.</p> <p style="text-align: right;"><i>(Amount in Lakhs)</i></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Sr. No</th> <th style="text-align: center;">Party Name</th> <th style="text-align: center;">Note No</th> <th style="text-align: center;">Nature</th> <th style="text-align: center;">Balance As on 31.03.2020</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">1.</td> <td>HVPNL</td> <td style="text-align: center;">16</td> <td>Trade Payable</td> <td style="text-align: right;">2,334.52</td> </tr> <tr> <td></td> <td></td> <td style="text-align: center;">17</td> <td>Amount Payable</td> <td style="text-align: right;">1,090.96</td> </tr> <tr> <td style="text-align: center;">2.</td> <td>DHBVNL</td> <td style="text-align: center;">17</td> <td>Amount Payable</td> <td style="text-align: right;">30,308.60</td> </tr> </tbody> </table> <p>In the absence of balance confirmations, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.</p>	Sr. No	Party Name	Note No	Nature	Balance As on 31.03.2020	1.	HVPNL	16	Trade Payable	2,334.52			17	Amount Payable	1,090.96	2.	DHBVNL	17	Amount Payable	30,308.60	<p>The balances as shown in Note No-16 & 17 of Balance Sheet are in the process of reconciliation with respective Utilities. The status of reconciliation is as under:-</p> <ul style="list-style-type: none"> ➤ Trade payable of Rs. 2334.52 Lakhs (HVPNL) : The balance trade payables amounting to Rs. 2334.52 Lakhs have been cleared in the month of June 2020 and reconciled with the HVPNL accordingly. The impact of the same will come in the books of accounts of FY 2020-21. ➤ Amount Payable of Rs. 1090.60 Lakhs (HVPNL) : An amount of Rs. 2124.41 Lakhs is payable and Rs. 1033.45 Lakhs is receivable from HVPNL as on 31.03.2020 as per books of Accounts. The net payable to HVPNL comes to Rs. 1090.96 Lakhs (Rs. 2124.41-1033.45 Lakhs). The payables of Rs. 2124.41 Lakhs have been reconciled with the HVPNL and the reconciliation of receivable amount of Rs. 1033.45 Lakhs is under process, which will be completed in the current financial year . ➤ Amount Payable of Rs. 30308.60 Lakhs (DHBVNL) : The payables of Rs. 21757.00 Lakhs have been reconciled with the DHBVN. The reconciliation of balance payables amount of Rs. 8551.60 Lakhs is under process and will be completed in the current financial year.
Sr. No	Party Name	Note No	Nature	Balance As on 31.03.2020																		
1.	HVPNL	16	Trade Payable	2,334.52																		
		17	Amount Payable	1,090.96																		
2.	DHBVNL	17	Amount Payable	30,308.60																		

3. In case of UHBVNL and HVPNL GPF/pension trust financial activities are not separated. UHBVNL is discharging all GPF and pension liabilities of employees on their retirement and being funded from employee's contribution amount lying with UHBVNL and partially from working capital. The interest paid on such amount is being treated as expenses. In turn the UHBVNL is recovering interest on funded amount from trust and showing income as "Other Income". The HVPNL GPF Trust account is showing debit balance of Rs 36242.06 lakhs and HVPNL Pension trust account is showing debit balance of Rs.92640.54 lakhs pending for reconciliation. In absence of relevant information and pending confirmation, the impact of profit & loss and balance sheet position cannot be quantified.

The GPF/Pension liabilities are discharged by respective companies on behalf of Trust and necessary adjustment of the payable & receivables are being made with the respective GPF/Pension Trust as per the prevalent practice which has been followed by Haryana Power Utilities. The liabilities on account of allotted employee have to be discharged by the HVPNL GPF/Pension Trust, but are being routed through UHBVN GPF/Pension Trust. However a break up of Receivable /Payable from HVPNL/UHBVN Trust has been given in Note No. 5.

The matter of reconciliation of the Trusts has been followed vigorously in the past with HVPNL from time to time and sincere efforts are being made in this regard. However, the matter has been initiated with actuary to prepare a statement of the Receivable/Payable amount between two Companies/Trust as on a particular date to settle the matter as he is the actuary of both Companies.

The HVPNL Trust deals with the employees recruited prior to 01.07.99 of HVPNL, UHBVN and DHBVN but the DHBVN have a separate actuary. As required by the actuary, the detail in respect of valuation, contribution and investment etc. were called from HVPNL and DHBVN and were passed to the actuary. While this exercise is being done, there is a spread of COVID-19 because of which personal interaction/meetings between Companies and actuary could not be held which were necessary as the Trust was operated for the last 20 years. As such the reconciliation shall be completed in the current year as soon as COVID-19 eases out.

4. Subsidiary records maintained with the units are not reconciled with balances reported in balance sheet in respect of following accounting heads. In absence of such reconciliation impact on profit & loss and balance sheet position cannot be quantified.

(Amount in Lakhs)

Sr. No	Description	Note No	Balance As on 31.03.2020
1.	Consumer Security deposit	14	Dr. 141552.12
2.	Amount recoverable for want of Sanction	05	Dr. 5443.05
3.	Theft of property pending investigation	05	Dr. 8437.50

1. Consumer Security Deposits of Rs. 141552.12 Lakhs: -

The amount of consumer security deposits amounting of Rs. 1019.17 Crore have been reconciled and updated in the billing system as billing of energy bills has completely computerized, some challenges is being faced in respect of old record maintained manually by the field offices since formation of erstwhile HSEB i.e. since 01.11.1967. However, more vigorous efforts shall be made to reconcile & update the balance amounts of consumer securities in the computerize system in the next financial year.

2. Amount recoverable for want of sanction of Rs. 5443.05 Lakhs:

The subsidiary records/schedules of amounts recoverable for want of sanction are being compiled from the field offices and the same could not be provided to the audit due to lockdown declared because of Corona epidemic (COVID-19) in the State at that time. Therefore, the subsidiary record will be provided to the audit in the coming year.

3. Theft of property pending investigation of Rs. 8437.50 Lakhs:

The subsidiary records/schedules of amounts on account of Theft of property pending investigation are being compiled from the field offices and the same could not be provided to the audit due to lockdown declared because of Corona epidemic (COVID-19) in the State at that time. Therefore, the subsidiary record will be provided to the audit in the coming year.

5. As per Note 2(c)(1) Company has capitalized interest of Rs.6337.55 Lakhs paid to financial institutions/Central-state government on account of capital expenditure. In the absence of information regarding capital expenditure vis-a vis loan availed/utilized on such expenditure, dates of commissioning of assets. We cannot quantify the impact on Profit & Loss and Balance sheet position of the company due to interest and depreciation on such assets.

The Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. Capitalization of interest on funds used during the construction stage is being worked out as per formula laid down in Commercial Accounting principles/policies of the Nigam and adjusted in the accounts. As such, no further action is required in this regard.

<p>6. Trade Receivables (Note 07) Rs. 2,76,586.64 Lakhs Under this head following has been observed:</p> <ul style="list-style-type: none"> ➤ There is no customer wise balance confirmation of trade receivables standing in books of accounts. The company is providing provision for doubtful debts on data provided by different revenue locations in line with accounting policy stated vide Note no I (I) (a). Aging of debtors as shown in balance sheet is not reconciled with Subsidiary records maintained with the units. In absence of adequate data/information base we cannot quantify the impact on profit & Loss due inadequate provisioning for doubtful debts. ➤ Company is consistently accounting revenue and debtors based on data provided by the billing agencies. As per accounting policy stated vide Note no I (i) (c) the surcharge levied on customers is accounted on actual realization basis. However, unrealized surcharge of Rs 193551.88 lakhs is outstanding in the balance sheet for period ending on 31-mar-20. The company had provided provision towards such outstanding unrealized surcharge amount. Unrealized surcharge of commercial wing is pending for reconciliation with the billing agencies data. 	<ul style="list-style-type: none"> ➤ The sundry debtors of energy bills in respect of connected consumers amounting to Rs. 2200.96 crore depicted in the books of account are tallied with the consumer wise debtors maintained by the billing agencies. The Nigam having a huge consumer base approximately about 30 lakhs consumers, verification/confirmation of each consumer is huge exercise which is not feasible with the limited resources with the concerned offices as required by the Statutory Auditors. <p>However, the sundry debtors in respect of disconnected consumers amounting to Rs. 564.90 crore depicted in the books of account are not tallied with the consumer wise debtors maintained by the billing agencies. The differences in the disconnected debtors have been worked out, the same will be reconciled and necessary adjustment will be made in the books of accounts in the coming year. The ageing of debtors will also reconciled accordingly with the Subsidiary records maintained with the units.</p> <ul style="list-style-type: none"> ➤ The surcharge levied on consumers for delayed payment of energy bills is accounted on actual realization basis as per accounting policy stated vide H(XII) and unrealized surcharge depicted in the provision of unrealized surcharge is tallied with the Sundry debtors outstanding in the Balance Sheet.
<p>7. Damaged Stock (Note 04) Rs. 230.55 Lakhs. Company has not provided information to us regarding the damaged stock verification and valuation thereof. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.</p>	<p>The Nigam's data of inventory available with online system was corrupted in the month of April,2020. Therefore, the reconciliation of item wise value of damage & discarded assets could not be completed with Store & Workshop at that time by the concerned offices. Now, the corrupted data has been restored in the online inventory system and reconciliation is under process. Accordingly, the required information regarding the damaged stock verification and valuation will be provided to the Audit in the coming year.</p>
<p>8. Closing Stock (Note 06) Rs. 54216.62 Lakhs. Company has not provided information to us regarding the valuation and verification of closing inventories. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.</p>	<p>The process for valuation of stock inventory appeared through trial balance is being monitored through online inventory system introduced w.e.f. 01.04.2016 onwards. The complete inventory transactions regarding receipts and issue of material are being routed through online inventory system in the stores as well as workshop organization. Now, the corrupted data has been restored in the online inventory system and reconciliation is under process. Accordingly, the required information regarding the damaged stock verification and valuation will be provided to the Audit in the coming year.</p>

<p>9. Trade Payables (Note No 16) Rs 143368.44 Lakhs: There is no reconciliation in respect of provision for liability for purchase of power under group head 41.3 amounting to Rs 5278.45 Lakhs. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified.</p>	<p>The necessary compliance will be made in the coming year.</p>
<p>10. Other financial liabilities (Note No 17) Rs 119765.76 Lakhs: Reconciliation of miscellaneous deposits related to LC -912 under group head 46.919 amounting to Rs 206.90 Lakhs are not available. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified</p>	<p>The differences have been identified which will be adjusted during next year after verification and reconciliation.</p>
<p>11. Revenue from operation (Note no -18) Rs 1344741.20 Lakhs: The company has provided unbilled revenue amounting to Rs 23105.70 Lakhs for year ending 31st March 2020. In view of Covid-19, in case of industrial consumers unbilled revenue is provided on average consumption basis. As per accounting policy note stated vide Note No 1 (h) (i) the provision for unbilled revenue shall be 33949.20 Lakhs.</p>	<p>The provision of unbilled revenue amounting to Rs. 23105.70 Lakhs are accounted for in the books of accounts as per clause No. h (i) of accounting policy of the Nigam. However, due to lockdown declared because of Corona epidemic (COVID-19) in the State the provision of unbilled revenue amounting to Rs. 8291.30 Lakh in respect to Domestic/AP/Bulk Supply /Irrigation/ PWD categories for 15 days and in case of NDS/HT/LT/Railway Traction categories, un-billed Revenue of Rs. 11972.43 Lakhs for 7 days and Rs. 2841.97 Lakhs for 8 days (Lockdown period) has been considered on the basis of Average Actual Consumption data.</p>
<p>12. Other advances (Note No 09) Rs 7917.03 lakhs: Reconciliation of advances for operation and maintenance supplies under group head 26.6 amounting to Rs 537.44 Lakhs are not available. In the absence of adequate data/information base, the impact on the profit & loss and Balance sheet position of the company cannot be quantified</p>	<p>The necessary compliance will be made in the coming year.</p>
<p>13. According to the information and explanations given to us the title deeds of all the lands in possession of the Nigam are not available although the Nigam having full rights for use of the land in its possession.</p>	<p>The work of mutation/registration of land and property occupied by the Nigam is under process and the same are being uploaded on the web portal of Revenue Department, Govt. of Haryana.</p>
<p>14. Undisputed statutory dues including provident fund, employees' state insurance, income-tax, service tax, and other statutory dues have generally been regularly deposited with appropriate authorities except Goods and service tax and provident fund/ESIC in one revenue units. The details of same are as follows: The Company is treating below mentioned incomes as exempt supplies but there is a Circular No. 34/8/2018-GST dated 1 March 2018 which clarified that activities carried by Distribution Companies</p>	<p>Gujarat High Court had allowed the special civil application No. 5343 of 2018 in case of Torrent Power Ltd. Vs Union of India vide its decision dated 19.12.2018 that "Paragraph 4(1) of the impugned circular No. 34/8/2018-GST dated 01.03.2018 to the extent the same reads as under is hereby struck down as being ultra vires the provisions of section 8 of the Central Goods and Services Tax Act, 2017 as well as Notification No. 12/2017-CT@ serial No. 25." Union of India has filed SLP in Hon'ble Supreme court of India against the decision of Gujarat High</p>

(DISCOMS) and Guarantee provided by the Government against consideration are chargeable under goods and service tax. Details of such income are as follows:

- Application fee for releasing connection of electricity
- Rental Charges against metering equipment
- Testing fee for meters/ transformers, capacitors etc.
- Labour charges from customers for shifting of meters or shifting of service lines
- Charges for duplicate bill

In absence of required information the financial impact of the same is not quantified.

court and the SLP is pending till date.

Further, the Fitment Committee of GST has put up a proposal in the 37th meeting of GST Council held on 20.09.2019 with the following recommendation:

- To clearly identify the list of ancillary supplies (option 2). A draft circular to be circulated and placed before the Law Committee (on 17 or 18th of Sept. 2019).

Option 1:

May be deferred as CBIC is under the process of filling SLP in Hon'ble SC against the Judgement of Hon'ble HC of Gujarat in case of Torrent Power Ltd Vs UoI.

Option 2:

May issue corrigendum to Circular No. 34/8/2018/GST dated 1st March 2018 are shown below however, the issue is complex and may need joint meeting with the Law Committee.

As per the minutes of meeting the above agenda seeking deferment of certain issues of examination due to lack of information, the GST Council approved the same. Accordingly, Nigam will take the necessary action after receiving any notifications from the GST Council or the decision of SLP.

15. In absence of Risk Control Matrix (RCM) templates/report and documentation on internal controls to access the internal financial controls over Financial Reporting in the manner prescribed by the Institute of Chartered Accountants of India is not possible. Therefore, we cannot express our opinion.

Necessary steps are being taken for strengthening the existing system of financial controls which includes, Risk Management Policy which was considered and approved by the Audit Committee on 27.09.2018 and under process for further implementation.

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

BALANCE SHEET AS AT 31st March, 2020

(Amount Rs. in lakhs)

Particulars	Note No.	As on 31-March-2020		As on 31-March-2019	
I ASSETS					
1 Non-current assets					
(a) Property, Plant and Equipment	2(a)		540,701.56		5,11,232.66
(b) Capital work-in-progress	2(c)		59,773.94		55,975.81
(c) Other Intangible Assets	2(b)		1,436.21		21.94
(d) Financial Assets					
(i) Loan and Advances	3	8,714.95		8,347.87	
(ii) Others(Assets not in use)	4	230.55	8,945.50	376.26	8,724.12
(e)Other non-current assets	5		1,19,070.60		1,68,253.93
2 Current assets					
(a) Inventories	6		54,216.62		48,155.29
(b) Financial Assets					
(i) Trade Receivables	7	48,313.06		84,395.53	
(i) Cash and cash equivalents	8	39,609.65		13,712.39	
(iii) Other Advances	9	7,917.03		13,570.43	
(iv) Other current assets	10	23,579.43	1,19,419.16	44,674.40	1,56,352.75
TOTAL			9,03,563.58		9,48,716.51
II EQUITY AND LIABILITIES					
EQUITY					
(a) Equity Share capital	11		15,51,164.49		12,61,337.83
(b) Other Equity	12		(14,61,778.58)		(14,88,897.33)
LIABILITIES					
Non-current liabilities					
a) Financial Liabilities					
(i) Long term Borrowings	13	2,29,810.05		2,50,969.83	
(ii) Other financial liabilities	14	1,94,617.69	4,24,427.74	1,71,056.47	4,22,026.30
Current liabilities					
(a) Financial Liabilities					
(i) Short term Borrowings	15	1,26,615.73		5,11,810.22	
(ii) Trade payables	16	1,43,368.44		1,54,819.52	
(iii) Other financial liabilities	17	1,19,765.76	3,89,749.93	87,619.96	7,54,249.70
TOTAL			9,03,563.58		9,48,716.51

Notes from 1 to 25 forms integral part of the Financial Statement.

For and on behalf of the Board of Directors

For S. Tandon & Associates
Chartered Accountants
(Firm Reg No.006388N)

Sd/-
(Nipun Rastogi)
(Partner)
M.No. 518893
UDIN- 20518893AAAAEH1671
Place : Panchkula
Date : 26-06-2020


(Amit Dewan)
Director Finance


(G.L. Bansal)
Chief Accounts Officer


(Shatrueet Kapur)
Chairman cum Managing Director


(Rajesh Khandelwal)
Company Secretary

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

Statement of Profit and Loss for the Period ended 31st March, 2020 (Amount Rs. in lakhs)

Particulars		Note No.	For the Year ended 31st March, 2020	For the Year ended 31st March, 2019
I	Revenue from Operations	18	13,44,741.20	14,16,520.24
II	Other Income	19	40,824.20	31,969.69
III	Total Income (I+II)		13,85,565.39	14,48,489.93
IV	Expenses			
	(a) Power purchase Cost		11,26,942.36	11,31,435.97
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	20	-	-
	(c) Employee benefit expenses	21	110,184.20	91,918.35
	(d) Finance costs	22	60,642.16	88,585.46
	(e) Depreciation and Amortisation Expenses	2(a)	36,516.40	32,802.58
	(f) Other expenses	23	29,508.63	85,176.49
	Total Expenses (IV)		13,63,793.75	14,29,918.84
V	Profit / (Loss) before exceptional items and tax (III-IV)		21,771.64	18,571.09
VI	Exceptional items		-	-
VII	Profit / (Loss) before tax (V - VI)		21,771.64	18,571.09
VIII	Tax Expenses			
	(1) Current Tax		-	-
	(2) Deferred Tax		-	-
IX	Profit / (Loss) for the period from continuing operations (VII - VIII)		21,771.64	18,571.09
X	Profit/(Loss) from discontinuing operations (before tax)		-	-
XI	Tax expense of discontinuing operations		-	-
XII	Profit/(loss) from discontinuing operations (after tax) (X-XI)		-	-
XIII	Profit (loss) for the period (IX+XII)		21,771.64	18,571.09
XIV	Other Comprehensive Income			
	A (I) Items that will not be reclassified to profit or loss			
	(II) Income tax relating to items that will not be reclassified to profit or loss			
	B (I) Items that will be reclassified to profit or loss		-	-
	(II) Income tax relating to items that will be reclassified to profit or loss			
XV	Total comprehensive Income for the period (XIII + XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	24	21,771.64	18,571.09
	Earnings per share (EPS):			
	(1) Basic (In Rs.)		14.04	14.72
	(2) Diluted (In Rs.)		14.03	14.71
	Earnings per equity share (for discontinued operations):			
	(1) Basic (In Rs.)		-	-
	(2) Diluted (In Rs.)		-	-
	Earnings per equity share (for continuing & discontinued operations):			
	(1) Basic (In Rs.)		14.04	14.72
	(2) Diluted (In Rs.)		14.03	14.71

Notes from 1 to 25 forms integral part of the Financial Statement.

For and on behalf of the Board of Directors

For S. Tandon & Associates

Chartered Accountants
(Firm Reg No.006388N)

Sd/-

(Nipun Rastogi)
(Partner)

M.No. 518893

UDIN- 20518893AAAAEH1671

Place : Panchkula

Date : 26-06-2020


(Amit Dewan)
Director Finance


(Shatrujeet Kapur)
Chairman cum Managing Director


(G.L. Bansal)
Chief Accounts Officer


(Rajesh Khandelwal)
Company Secretary

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

Statement of Changes in Equity as on 31.03.2020

(Amount Rs. in lakhs)

Particulars	Share application money pending Allotment	Reserve & Surplus				Total	
		Deferred Grant			Other Reserves		Retained Earnings
		Consumer contribution/ grants/ towards capital assets	Depreciation against Deferred Grant	Net Deferred Grant			
Balance as on 01.04.2019	6,860.01	99,897.16	34,242.53	65,654.63	-	(15,61,411.97)	(14,88,897.33)
Changes in accounting policies or prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting year	6,860.01	99,897.16	34,242.53	65,654.63	-	(15,61,411.97)	(14,88,897.33)
Total Comprehensive income for the year	-	-	-	-	-	21,771.64	21,771.64
Dividends	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	21,771.64	21,771.64
Any other change	(152.00)	10,295.58	4,796.47	5,499.11	-	-	5,347.11
Balance as on 31.03.2020	6,708.01	1,10,192.74	39,039.00	71,153.74	-	(15,39,640.33)	(14,61,778.58)

For and on behalf of the Board of Directors


For S. Tandon & Associates
Chartered Accountants
(Firm Reg No.006388N)

Sd/-
(Nipun Rastogi)
(Partner)
M.No. 518893
UDIN- 20518893AAAAEH1671
Place : Panchkula
Date : 26-06-2020


(Amit Dewan)
Director Finance


(G.L. Bansal)
Chief Accounts Officer


(Shatrujeet Kapur)
Chairman cum Managing Director


(Rajesh Khandelwal)
Company Secretary

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED
NOTE NO. 1 forming part of Financial Statements
SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting:

- (i) The Company is governed by the provisions of The Electricity Act, 2003. The provisions of that Act prevails in preparing the Accounts wherever they are inconsistent with the provisions of the Companies Act, 2013
- (ii) The Ind AS Financial Statements of the Company are being prepared on accrual basis, under historical cost convention and on accounting principle of going concern.
- (iii) Accounting policies not specifically referred to otherwise are consistent and in accordance with IND-AS and commercial practices.

(b) Fair value measurement

- (i) The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.
- (ii) The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

(c) Property, Plant and Equipment

- (i) The Company has adopted the cost model of recognition under ind AS 16 fo measure the Property, Plant and Equipment. Consequently all Property, Plant and Equipment are carried at its cost less accumulated depreciation.
- (ii) All cost including financing cost till commissioning of assets attributable to acquisition/construction of fixed assets are capitalized.
- (iii) The Sub-stations, transmission lines and allied works constructed by the Company are transferred from Capital Work in Progress to Fixed Assets at the end of the year although, the date of commissioning of these assets as per the records of technical wing of the Company may be prior to the date of completion of these assets in all respects.
- (iv) The Fixed Assets of the Company are physically verified in such a way that all the Fixed Assets of the Company are covered under verification once in two years. Discrepancies noticed on physical verification are, however, accounted for in the books of accounts from time to time.
- (v) All the expenses incurred by Construction Divisions, Civil Divisions and other offices of the Company, who are engaged in creating the fixed assets, are being capitalized during the year.
- (vi) The total useful life of the asset is notified by the Central Government. In respect of the assets of the Haryana Vidyut Prasaran Nigam Limited transferred to the Company by Government of Haryana through Transfer Scheme Notified on 1st July 1999, has been taken up on "as is where is basis". Useful life of the fixed assets has been considered as was at the time of Transfer from HVPNL and depreciation is being charged accordingly as per rates prescribed by Ministry of Power, Govt. of India.
- (vii) Fixed Asset register is being maintained as per the requirement of Companies Act, 2013.

- (viii) Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are normally charged to the statements of profit and loss in the period in which the costs are incurred.

(d) Depreciation:

- (i) Depreciation on Fixed Assets has been charged on Straight Line Method as per the rates notified by Haryana Electricity Regulatory Commission vide notification No. HERC/26/2012 dated 5.12.2012. Depreciation on assets acquired upto 31.03.2005 is as provided by Govt. of India vide its Notification No. SO/266(E) dated 29.3.1995 as hereto. Depreciation on fixed assets created after 31.3.2005 is provided in the accounts as per rates provided in HERC Tariff regulation by Govt. notification no. dated 19.12.2008. Where rates for a particular asset are not provided for in the Notification, the same are taken as per Companies Act.
- (ii) Depreciation is charged on the Gross Block of Fixed Assets at the commencement of the year. However, no depreciation is charged on the Assets created/constructed/acquired/ added during the year & on free hold land.
- (iii) The Fixed Assets are depreciated up to 90% of the original cost after taking 10% as the residual value of Assets.
- (iv) Depreciation is charged on the Assets even if they are sold/disposed off/ceases to be used by the Corporation during the year.
- (v) Equivalent Depreciation against Consumer Contribution, Grants and Subsidies towards cost of capital assets have not been reduced from the cost of assets. However, while charging the depreciation to the statement of Profit & Loss Account, the depreciation worked out in the Fixed Assets register is treated as an expense and the depreciation attributable to the Fixed Assets created out of Consumer Contribution/Grant has shown separately by reducing the cost of consumer contribution/Grant towards capital assets.
- (vi) Full cost of all small and low value assets each costing Rs. 5000/- or less is fully charged to revenue except where specific classification has been prescribed for the purpose of depreciation under the classification 'Furniture & Fixture' and 'Office Equipments'.

(e) Capital work in progress:

Assets in the course of construction are capitalized in capital work in progress account. At the point when an asset is capable of operating in the manner intended by management, the cost of construction is transferred to the appropriate category of property, plant and equipment.

(f) Intangible assets:

Intangible Assets and Intangible Assets under development:

Intangible Assets that are acquired/internally generated by the company, which have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses, if any.

(i) Intangible recognition and measurement:

An Intangible Asset is recognized when it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and its cost can be measured reliably. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use. Expenditure incurred which are eligible for capitalization are carried as Intangible Assets under development till they are ready for their intended use.

(ii) De-recognition:

An Intangible Asset is derecognized when no future economic benefits are expected from its use or upon its disposal. Gain or loss on disposal of an item of Intangible Asset is recognized in the statement of profit

and loss.

(iii) Amortization:

Intangible Assets are amortized over the economic useful life estimated by the management.

(g) Inventories Valuation

- (i) Inventory other than Scrap is valued at cost or net realisable value whichever is lower. The provision where required is also made in this respect.
- (ii) Cost is determined on Weighted Average Method. Cost includes duties, taxes, freight, Octroi, insurance, handling, clearing charges and other incidental expenses. Cost of Material at Site is, however, determined as per issue price.
- (iii) Scraps are accounted for as and when these are sold.
- (iv) Provision for Non- Moving Stores & Spares is made at the rate of 10% of the value of such stores.

(h) Revenue Recognition:

- (i) Revenue from sale of power is being accounted for on accrual basis. Thus, revenue includes income on energy supplied and billed. Provision for unbilled revenue (including Meter Rent) is also made at the year end which is equivalent to 50% of revenue during March (being under bi-monthly billing cycle) which represents one month billing in respect of domestic and non domestic consumers and 15 days of billing in respect of other category of consumers (being under monthly billing cycle). Earning from sale of electricity does not include electricity duty payable to state Govt. and Municipal Taxes payable to Municipal Committees.
- (ii) Adjustment of pending Refund to Open Access consumers is made for the amount bought through open access in the month of February & March respectively.
- (iii) All expenses are accounted on accrual basis except leave travel concession & Medical Reimbursement to employees, which are accounted for on payment basis.
- (iv) Material known liabilities are provided for on the basis of available information/estimates.
- (v) All immaterial items of prior period Expenses & Income are taken in the relevant income/expenditure head.
- (vi) Deposits received from Consumers under protest, in cases of Theft/Malpractice's are treated as liability, till its decision by the competent authority.
- (vii) Fuel Surcharge Adjustment (FSA): Revenue from FSA is recognized to the extent of amount billed to the consumers in a particular year.
- (viii) Subsidies allowed for Concessional tariff against Agriculture Consumers and against Fuel Surcharge Adjustments are accounted for on actual receipt basis.
- (ix) Revenue subsidies from State Govt. against supplies to Domestic and Industrial Consumers at Concessional Tariff is being accounted for on actual receipt basis as per significant accounting policy of the Nigam.
- (x) The departmental charges at the rate of 1.5% (Supervision Charges) & 10 % (Departmental charges) as prescribed by the Nigam time to time charged on the estimated cost against various deposits works are taken in the relevant income Head i.e note no. 19
- (xi) All the income/expenses pertaining to Balance Sheet under audit and noted upto 30th April next (being cut off date) or the date of submission of Monthly accounts whichever is later is being considered.

- (xii) Income form Surcharge levied on consumers for delayed payment of energy bills is accounted for and actual realization basis

(l) Foreign Currency Transactions:

- (i) Transactions in foreign currency are accounted for at exchange rates prevailing on the date of transaction.
- (ii) Current Assets and Liabilities are translated at the rates prevailing at the end of the year.
- (iii) In the case of liabilities in respect of foreign currency loans obtained for acquisition of fixed assets, the variation in the liability arising out of the variation in exchange rates at the year-end is adjusted to the cost of the acquisition of fixed assets.
- (iv) All transaction differences are recognized as income/expense during the year in which they arise.

(j) Contingent liabilities:

These are disclosed in the Notes on Accounts.

(k) Retirement Benefits:

- (i) Liability for pension, gratuity, leave encashment, ex-gratia, family pension etc. is provided on the basis of valuation by Registered Actuary.
- (ii) Liability of retirement benefits includes liability of employees who were allocated by HVPNL to the Company on 01.07.99 (or any subsequent date) and those appointed by the Company for their service period pertaining to the Company.

(l) Provisions:

- (i) (a) Provision for Bad & Doubtful debtors is provided for the amount outstanding against intrastate sales at the following percentage:-

Percentage of Provision for Bad & Doubtful debts

Particulars	Connected Consumers	Disconnected Consumers
Upto 1 year Trade Receivable	2%	10%
1-2 years Trade Receivable	5%	20%
2-3 years Trade Receivable	10%	30%
3 years & above Trade Receivable	20%	50%

- (b) The Nigam will not make any provision up to the extent the debtors are secured i.e. up to the amount of Consumer Security Deposit available with the Nigam.
- (c) No Provision for doubtful debts has been made for interstate sales.
- (ii) Provision for Amount Recoverable from Employees is made at the rate of 10% of the incremental amount during the year.
- (iii) Provision for Amount of theft of property pending investigation is made at the rate of 10% of the incremental amount during the year.

(m) Borrowing Costs:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

(n) Taxes on Income:

- (i) Current tax is determined as the amount of tax payable in respect of taxable income of the year.
- (ii) Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax liabilities are recognised for all taxable temporary differences, except when it is probable that the temporary differences will not reverse in the foreseeable future.
- (iii) Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized and carried forward only if there is reasonable/virtual certainty of its realization.

(o) Misc. Expenditure:

Deferred Revenue Expenditure is amortized in five years, equally.

(p) Grants-in-Aid

Grants received from Central/State Govt. for the purpose of Capital works are considered as Capital Receipts and other Grants in the shape of Incentive/Subsidies etc. are considered as Revenue Receipts.

(q) Policy for Purchase & Sale of Power under Banking Arrangements :

Haryana Power Purchase Centre (HPPC) enters into Banking arrangements with other States directly and through traders to cater the increased demand of DISCOMs. Under the Banking Arrangements, Power Purchase Cost/Sale outside the State are booked by taking the average rate of Power Purchase of the financial year. Further at the end of the financial year based on the actual average Power Purchase rate, the necessary adjustments with respect to difference of rate are made in the respective accounts. The average rate of Power Purchase which is being used under banking arrangement is determined by considering the power purchase from all Long term & Short term sources and PGCIL transmission charges.

(r) Miscellaneous:

- (i) Expenses on training and recruitment, research and development are charged to revenue in the respective heads of accounts in which they are incurred.
- (ii) Expenses on issue of bonds i.e. cost of raising finance are charged to revenue in the year in which these are incurred.
- (iii) Interest income accrued on Staff Loans & Advances are provided on accrual basis. However, interest on Loans & Advances to Staff is recovered after completion of recovery of principal amount.
- (iv) The provision on A/c of Interest payable on consumer security deposit is made in the account on the opening balance of consumer security. Interest is paid on consumer's security of Rs. 100 and above and no interest is payable (i) on security deposit of less than Rs. 100/- (ii) if a consumer is disconnected within a year of connection.
- (v) These Ind AS Financial Statements are prepared in Indian Rupee which is the Company's functional currency. All financial information presented in Rupees has been rounded to the nearest lakhs with two decimals unless otherwise specifically provided/mentioned.
- (vi) The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit and loss attributable to equity shareholders of the Company by the number of equity shares outstanding during the period. Diluted EPS is determined by profit and loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 2(a & b)

Property, Plant and Equipment & Other Intangible Assets

(Amounts Rs. in Lakhs)

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	AS ON 01.04.2019	ADDITION	DISPOSAL	AS ON 31.03.2020	UP TO 01.04.2019	FOR THE YEAR	ADJUST- MENTS	UPTO 31.03.2020	AS ON 31.03.2020	AS ON 31.03.2019
Property, Plant and Equipments(2a)										
Land	5,600.31	362.10	4.61	5,957.80	-	-	-	-	5,957.80	5,600.31
Building & Civil Structures	42,446.60	3,666.99	-	46,113.59	8,507.15	1,433.41	-	9,940.56	36,173.03	33,939.45
Trans/Distribution	7,01,414.54	77,924.12	24,212.01	7,55,126.65	2,38,982.34	33,677.71	8,959.83	2,63,700.22	4,91,426.43	4,62,432.20
Vehicles	1,384.75	5.92	16.66	1,374.01	1,035.99	78.44	14.99	1,099.44	274.57	348.76
Furniture & Fixtures	10,319.61	686.22	1,678.75	9,327.08	1,407.67	1,052.44	2.76	2,457.35	6,869.73	8,911.94
Other Intangible Assets(2b)										
Softwares	38.08	1,688.67	-	1,726.75	16.14	274.40	-	290.54	1,436.21	21.94
Total Rs	7,61,203.89	84,334.02	25,912.03	819,625.88	2,49,949.29	36,516.40	8,977.58	2,77,488.11	5,42,137.77	5,11,254.59

Note No : 2 (a)(1) Out of the depreciation worked out in the Fixed Asset Register , depreciation pertaining to the assets financed from the capital reserve is hereby calculated and shown separately in the Statement of Profit and Loss under Other Income.

Depreciation and Amortisation Expenses

(Amounts Rs. in Lakhs)

Particulars	FY 2019-20	FY 2018-19
Depreciation For the Year	36,516.40	32,802.58
Less: Depreciation charged to the Assets Financed Through Consumer Contribution	4,796.46	4,206.96
Net Depreciation	31,719.94	28,595.62

Note No : 2 (a)(2) As per Ind AS-16 issued by ICAI, the company assessed the value of Fixed Assets for the purpose of determination of Impairment of Assets and after considering the carrying cost of Assets there is no impairment of Assets.

Note No : 2 (a)(3) Fixed Assets relating to software amounting to Rs. 1675.20 has been transferred from Furniture & Fixture during the FY 19-20 pertaining to the FY 18-19 and depreciation corresponding to these assets is also adjusted accordingly. However, the net additions in the fixed assets is Rs. 82658.82 lacs (84334.02-1675.20).

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 2(c)

CAPITAL WORK IN PROGRESS

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020	As on 31-March-2019
	Project/Schemes		
14.39, 40	N.C.R.P.B	644.96	812.11
14.57,58,60,61,63,64, 65,66,67,68	Non-REC, 11KV Urban, TWC, State Plan, KJP,11 KV , 66 KV under OECF scheme	15,046.01	14,080.55
14.71	REC 33 KV	10,465.60	10,057.86
14.73,74	NABARD	209.89	209.89
14.75,78,80	Office Complex, Residential colony,Hmara Gaon jagmug gaon & Capacitors	7,895.27 417.64	5,105.92 378.12
14.82	Normal Development		18,018.66
14.83	System Improvement	14,219.59	6,493.90
14.84	Segregation of Feeders - HVDS	10,156.18	103.55
14.94, 96, 97	World Bank	0.00	715.26
14.98, 99	APDRP	718.80	
		59,773.94	55,975.81

NOTE NO. 2(c).1

The details of Capital Work in Progress and expenses capitalized are as under: (Amounts Rs. in Lakhs)

Particulars	As on 31-March-2020	As on 31-Mar-2019
Opening Capital work in Progress(excluding Advances to suppliers/contractors)	55,975.81	47,304.33
Addition during the year	80,692.12	82,213.22
Interest capitalized during the year	6,337.55	5,366.36
Employees cost and other expenses capitalized during the year	1,102.48	1132.30
Less: Transferred to fixed assets during the year	84,334.02	80,040.40
Closing capital work in progress at the end of the year	59,773.94	55,975.81

NOTE NO. 2(c).2

- (i) Capital Work In Progress also includes pre-operative expenses i.e. expenses capitalized in the previous years.
- (ii) Borrowing Cost on Term loan paid during the year has been capitalized on average basis, only on account of the works which are in capital work in progress as at the end of Financial year.

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED**NOTE NO. 3****LOANS AND ADVANCES**

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020	As on 31-March-2019
27.1 & 27.8	(a) Loans and advances to employees	1,490.64	1,415.86
27.4	(b) Advance income tax-Tax deducted at source	4,523.22	4,230.92
27.440	(c) Fringe Benefit Tax	2,701.09	2,701.09
	Total	8,714.95	8,347.87

NOTE NO. 3.1 : The Nigam had filed a petition in Punjab & Haryana High Court, Chandigarh regarding payment of Fringe Benefit Tax on contribution to superannuation fund for FY 2005-06. The matter has been stayed by the Hon'ble Punjab & Haryana High Court and presently the case is tag with other transfer Petition pending in the Hon'ble Supreme Court of India.

NOTE NO. 3.2: Year wise detail of TDS deducted are as under :

FY	Amount in Crores
2019-20	292.30
2018-19	713.93
2017-18	1203.00
2016-17	2270.74
Upto FY 2015-16	43.25
Total	4523.22

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED**NOTE NO. 4****Others(Assets not in use)**

(Amounts Rs. in lakhs)

Account code	Particulars	As on 31-March-2020	As on 31-March-2019
GH-16 (except 16.105)	Damaged Stock	230.55	376.26
Total		230.55	376.26

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED
NOTE NO. 5
OTHER NON-CURRENT ASSETS

(Amounts Rs. in Lakhs)

Account code	Particular	As on 31-March-2020		As on 31-March-2019	
28.2	Interest accrued on deposits	45.58		34.05	
28.3	Interest accrued but not due on staff & other loans	1,326.55		1,310.17	
28 & 46	Other claim receivable	57.36		58.09	
28.810,28.820	Expenses/penalties recoverable from Suppliers	1,523.55		1,924.99	
28.830 ,28.835	Amount of Prepaid Insurance	6.74		7.20	
28.785	Amount receivable from Irrigation Deptt.	707.74		2,022.99	
28.870	Amount Recoverable for want of proper sanctions	5,443.05		5,760.05	
28.9	Deposits with other deptt./authorities	1,815.03	10,925.60	1,602.17	
28 & 46	Net Receivable from HVPNL/UHBNL GPF Trust		32,289.54	22,949.57	35,669.29
28 & 46	Net Receivable from HVPNL/UHBNL Pension Trust		67,790.14	74,182.67	
	less : Liability of pensionery benefit as per actuarial report			25,000.00	49,182.67
28 & 46	Amount receivable from DHBVNL	0.00		69,549.52	
28 & 46	Amount receivable from HPGCL		146.28	-	
28.860,46.940,	Old balances to be re-stated (net)	0.00		6,559.98	76,109.51
28.401, 28.402	Amount recoverable from employees	206.89		236.12	
28.872	Amount of theft of property pending investigation	8,437.50		7,803.80	
46	Less: Provisions against theft of property, pending investigation & amount recoverable for want of proper sanction	(725.36)	7,919.03	(747.45)	7,292.46
	Total		1,19,070.60		1,68,253.93

NOTE NO.-5.1 :
Reconciliation of HVPNL/UHBNL Pension/GPF Trust as on 31.03.2020

(Amounts Rs. in Lakhs)

<u>HVPNL GPF Trust</u>		<u>HVPNL Pension Trust</u>	
Opening Balance as on 01.04.19 (Receivable)	26,737.11	Opening Balance as on 01.04.19 (Receivable)	67,093.68
Add payments made during the year	14,144.90	Add payments made during the year	55,191.62
Less GPF Subscription during the year	4,639.95	Less liability during the year	29,644.76
Closing balance as on 31.03.20 (Receivable)	36,242.06	Closing balance as on 31.03.20 (Receivable)	92,640.54
<u>UHBNL GPF Trust</u>		<u>UHBNL Pension Trust</u>	
Opening Balance as on 01.04.19 (Payable)	(3,622.04)	Opening Balance as on 01.04.19 (Payable)	(17,911.01)
Add payments made during the year	256.35	Add payments made during the year	3,108.00
Less GPF Subscription during the year	586.84	Less liability during the year	10,047.39
Closing balance as on 31.03.20 (Payable)	(3,952.53)	Closing balance as on 31.03.20 (Payable)	(24,850.40)
Total HVPNL/UHBNL GPF Trust (Receivable)	32289.53	Total HVPNL/UHBNL Pension Trust (Receivable)	67790.14

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED**NOTE NO. 6****INVENTORIES**

(Amounts Rs. in Lakhs)

Account code	Particular	As on 31-March-2020		As on 31-March-2019	
22	(a) Stores and spares In stores (Capital, O&M)	35,955.57		30,537.01	
22.640 & 22.650	(b) Stores and spares at site (Capital & O&M)	9,150.64		7,116.00	
16.105	(c) Damaged stock- including with in warranty	9,233.77		10,625.64	
46	Less: Provisions against stock	(123.36)	54,216.62	(123.36)	48,155.29
	Total		54,216.62		48,155.29

NOTE NO. 6.1 : In the opinion of the Company, Inventories are of the value as stated in the accounts, if realized in the ordinary course of business.

NOTE NO. 6.2 : The value of Stores and Spares as shown in Note-6 has been taken on the basis of verification made by the Company except stores and spares with third parties. These stores are also physically verified at appropriate intervals by the Stock Verifier of the Company under supervision of Xen/SDO. Discrepancies noticed on physical verification have been duly accounted for in the books of accounts.

NOTE NO. 6.3 : Shortages, if any, found on physical verification of stocks are booked under the head "Stock shortages pending investigation". These shortages are recovered from the persons responsible or written off as the case may be, on completion of investigations.

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 7

TRADE RECEIVABLES

(Amounts Rs. in Lakhs)

Account code	Particular	As on 31-March-2020		As on 31-March-2019	
	a) Receivables from Connected Consumers				
23.101-133,23.167-199, 23.301-333,23.701-733	i) Trade receivable for Sale of Power	92,846.00		90,880.18	
23.134-166 & 23.741-776	ii) Trade receivable for FSA	101,726.81		91,269.76	
23.201-233 & 23.334-366	iii) Trade receivable for Electricity Duty	17,395.58		13,589.48	
23.234-266,23.367-399	iv) Trade receivable for Municipal Tax	8,128.52	220,096.91	6,159.01	2,01,898.44
	b) Receivables from Disconnected Consumers				
23.501-533	i) Sale of Power	54,031.87		51,187.56	
23.534-566	ii) Electricity Duty	2,279.36		2,219.56	
23.567-599	iii)Municipal Tax	178.51	56,489.74	163.06	53,570.18
	Total trade receivable		276,586.65		2,55,468.62
			193,551.88		2,04,144.30
23.973	Less: Surcharge Adjusted		83,034.77		51,324.33
23.6, 23.8	Net trade receivables after surcharge		9,726.24		51,020.06
	c)Trade receivable for Inter State sale				-
	Total		92,761.00		1,02,344.39
23.9	Less: Provision for Bad & Doubtful Debts		44,447.94		17,948.86
	Net Receivables		48,313.06		84,395.53

NOTE NO. 7.1 : In the opinion of the Company, Trade Receivables are of the value as stated in the accounts, if realized in the ordinary course of business.

NOTE NO. 7.2 :

Detail of 23.9 (Provision for bad & doubtful debts)

Description	Amount in lakhs	Description	Amount in lakhs
Opening debtors as on 01.04.2019	255468.62	Opening as on 01.04.2019	17948.86
Addition during the year	989873.17	Less : Adjustment of Bill Settlement Scheme & others	432.83
Total	1245341.79	Less Adjustment (Reconciliation of waiver/GH23.971)	10,874.62
Less : Realization during the year	955194.73	Add : Adjustment (Reconciliation of unrealised surcharge)	29181.78
Less: Waiver/Adjustment under BSS	13560.41	Add : Current year provision	8624.75
Closing Debtors as on 31.03.2020	276586.65	Closing Balance as on 31.03.20	44,447.94

NOTE NO. 7.3 : A fresh provision for Rs 8624.75 Lakhs has been made during the year for Doubtful trade receivables.

NOTE NO. 7.4 : Age wise details of Sundry Debtors/Trade Receivables for intra state sales are as under : (Rs. In Lakhs)

	Connected	Disconnected	Total
Upto 1 year	143037.28	8855.11	151892.39
1 to 2 year	32400.12	6724.80	39124.92
2 to 3 years	13885.77	3922.85	17808.62
3 years and above	30773.74	36986.98	67760.72
Total	220096.91	56489.74	276586.65

NOTE NO. 7.5 :

The impact of Bill Settlement Scheme (Connected + Disconnected) as per sales circular No.U-15/2018 , U-02/2019 & surcharge waiver scheme of AP consumers as per sales circular No.29/2019 is of Rs. 2676.83 lakh during FY 2019-20.

Description	GH	Debit Amt in lakhs.
Bad & doubtful debts written off	79.483	579.71
Provision of bad and doubtful debts	23.9	432.83
Provision of unrealized surcharge	23.973	1,639.16
Payable on account of Electricity Duty	46.3	19.26
Payable on account of Municipal Tax	46.501	5.87
Total		2,676.83

Description	Account code	Credit Amt in lakhs.
Trade receivables for Sale of Power , FSA & Surcharge of connected/ disconnected consumers.	23.1& 23.5	2,651.70
Trade receivables for Electricity Duty of connected/ disconnected consumers.	23.2 & 23.5	19.26
Trade receivables for Municipal Tax of connected/ disconnected consumers.	23.2 & 23.5	5.87
Total		2,676.83

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 8

CASH AND CASH EQUIVALENTS

(Amounts Rs. in Lakhs)

Account code	Particular	As on 31-March-2020		As on 31-March-2019	
24.1 & 24.2	(a) Cash/cheques in hand and imprest		1.11		71.21
	(b) Balances with banks				
24.3,24.4,24.5& 33	(i) In current accounts	1,279.24		3,030.32	
20.280, 290	(ii) In deposit accounts	460.26		0.52	
		1,739.49		3,030.84	
33	Add : Remittances into Banks but not Credited till 31.03.2020	1,057.45		2,947.73	
34	Add : Cheques in hand	42,201.01		9,434.22	
	Less: Cheques Issued but not debited till 31.03.2020	(5,389.42)	39,608.53	(1,771.61)	13,641.18
	Total		39,609.65		13,712.39

NOTE NO. 9

OTHER ADVANCES

(Amounts Rs. in Lakhs)

Account code	Particular	As on 31-March-2020		As on 31-March-2019	
	(a) Other Advance				
26.2	For purchase of Power	785.69		6,125.63	
26.5	For operation & Maintenance supplies/works	243.82		289.70	
26.6	For operation & Maintenance supplies/works against material	5,872.47	6,901.99	6,100.77	12,516.10
	(b) Current maturities of long term loans and advances to employees		1,015.04		1,054.33
	Total		7,917.03		13,570.43

NOTE NO. 9.1 : In the opinion of the Company, Short Term Loans and advances are of the value as stated in the accounts, if realized in the ordinary course of business.

NOTE NO. 10

OTHER CURRENT ASSETS

(Amounts Rs. in Lakhs)

Account code	Particular	As on 31-March-2020		As on 31-Mar-2019	
23.4	Provision for Un-billed Revenue		23,105.70		33,498.64
46.3	Electricity Duty receivable from State Government		473.73		11,175.77
	Total		23579.43		44,674.40

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 11

SHARE CAPITAL

(A) EQUITY SHARE CAPITAL

(Amounts Rs. in Lakhs)

Account code	Particular	As on 31-March-2020		As on 31-March-2019	
	(a) Authorised 17,00,00,000 (Previous Year 17,00,00,000) Equity Shares of Rs.1,000/- each		17,00,000.00		17,00,000.00
54.502	(b) Issued Balance at the beginning of the reporting period Add: Changes in equity share capital during the year	12,61,337.83 2,89,826.66		6,11,376.33 6,49,961.50	
	Balance at the end of the reporting period 155116449 (Previous Year - 126133783) Equity Shares of Rs.1,000/- each		15,51,164.49		12,61,337.83
	(c) Subscribed and Paid up 155116449 (Previous Year - 126133783) Equity Shares of Rs.1,000/- each		15,51,164.49		12,61,337.83
	Total		15,51,164.49		12,61,337.83

RECONCILIATION OF THE NUMBER OF SHARES AND AMOUNT OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD:

Particulars	No. of Shares	Amount(Rs. in Lakhs)
Opening Balance of Issue, Subscribed & Paid up Equity Shares Capital	12,61,33,783.00	12,61,337.83
Add: Issue, Subscribed & Paid up Equity Shares Capital during the year ended 31.3.2020	2,89,82,666.00	2,89,826.66
Closing Balance of Issued, Subscribed & Paid up Equity Share Capital	15,51,16,449.00	15,51,164.49

Note: The paid up Share Capital includes 54,69,855 Equity Shares of Rs. 1,000/- each issued to HVPNL, 14,96,46,594 Equity Shares of Rs.1,000/- each issued to State Govt. and 6 Equity Shares of Rs. 1000/- each were issued to subscribers to the Memorandum of Association.

THE NAMES OF THE SHAREHOLDERS ARE AS UNDER:

Sr. No.	Name	Class of Share	No. of Share Holding	Percentage of Share Holding
1	Government of Haryana	Equity Shares	14,96,46,594	96
2	Haryana Vidyut Prasaran Nigam Limited	Equity Shares	54,69,855	4
	Total		15,51,16,449	100

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 12

OTHER EQUITY

(Amounts Rs. in Lakhs)

Account code	Particular	As on 31-March-2020		As on 31-March-2019	
54.501	Share application money pending allotment		6,708.01		6,860.01
55	Consumer Contribution and Grant received towards cost of capital assets	1,10,192.74		99,897.16	
55.1	Less:- Depreciation against Consumer Contribution and Grant	39,039.00		34,242.53	
	Net Consumer Contribution and Grant		71,153.74		65,654.63
	Retained Earnings		(15,39,640.33)		(15,61,411.97)
	Total		(14,61,778.58)		(14,88,897.33)

NOTE NO. 12.1

Particulars	(Amounts Rs. in Lakhs)
Share Application Money pending for allotment as on 01.04.2019	6,860.01
Add : Share Application money received during the year	2,89,674.66
Less : Equity Share issued during the year	2,89,826.66
Share Application Money pending for allotment as on 31.03.2020	6,708.01

NOTE NO. 13

LONG-TERM BORROWINGS

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
	(a) Loans from Banks Secured				
51 & 53	Allahabad Bank	50,011.30		-	
51 & 53	Central Bank of India	17,778.00	67,789.30	-	
	(b) From other parties Secured				
51 & 53	REC-SCHEMES	114,206.20		1,54,847.34	
51 & 53	NCRPB	415.00		248.39	
51 & 53	PFC (R-APDRP)	1,045.34	1,15,666.53	5,987.34	1,61,083.06
	Unsecured				
51	State Govt. APDP Loan	817.54		1,075.19	
51.253,53.570	REC-RGGVY	241.19		285.86	
51	State Govt. PMGY Loan	47.36		61.12	
53.598	JICA Loan	11,963.13	13,069.22	1,089.59	2,511.77
52	(c) Bonds issued by HVPNL on behalf of UHBVNL.	33,285.00	33,285.00	87,375.00	87,375.00
	Total		2,29,810.05		2,50,969.83

Note No. 13.1 : Loans from REC were obtained under different schemes for creation of fixed assets .The assets created with the loans are hypothecated with the REC.

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 14

OTHER FINANCIAL LIABILITIES

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
46.1,28.931	Deposits & retention money from suppliers	26,037.76		21,139.37	
48.1,48.2	Security Deposits from Consumers	1,41,552.12		1,31,678.76	
47	Deposit for electrification/Service Connection	27,027.81	1,94,617.69	18,238.34	1,71,056.47
			1,94,617.69		1,71,056.47

NOTE NO. 15

SHORT-TERM BORROWINGS

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
	Cash Credit from Bank				
50.103	Punjab National Bank	334.06		0.00	
50.104	Oriental Bank of Commerce	5.44		29.44	
50.109	Punjab Sind Bank	8.59		6.35	
50.115	Allahabad Bank	19,840.33		46.64	
50.125	Indian Overseas Bank	(0.00)		0.06	
50.114	Canara Bank	5,010.66		16,620.27	
50.128	Andhara Bank	33.34		200.62	
50.203	Central Bank of India	15,473.32	40,705.73	19,601.26	36,504.64
	Current Maturities of Long Term Borrowings :				
	Central Bank of India	2,222.00		-	
	ICICI Bank			1,394.84	
	HDFC Bank			17,114.05	
	PFC -STL			75,000.00	
	REC & Other	24,656.00		-	
	PFC (RAPDRP)	4,942.00		-	
	Bonds issued by HVPNL on behalf of UHBVNL.	54,090.00		-	
	REC-STL			50,000.00	
	PFC -STL			25,000.00	
	State Govt loan under UDAY		85,910.00	3,06,796.70	4,75,305.58
	Total		1,26,615.73		5,11,810.22

Note No. 15.1 : UHBVNL have provided State Govt. Guarrantee and receivable for Cash Credit Facilities from Canara Bank, Allahabad Bank, Andhra Bank, Central Bank of India

Note No. 15.2 : Cash Credit from Punjab National Bank, Oriental Bank of Commerce, Punjab & Sind Bank are secured against charge on Inventories and Trade receivables.

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 16

TRADE PAYABLE

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
41.157,41.157F	Liability for Purchase of Power (HPGCL)		6,256.39		23,556.50
41.156,41.193, 41.185	Liability for Transmission of Power (HVPNL)		2,334.52		5,785.60
41.1, 41.2, 41.3	Liability for Purchase of Power (Others)		1,34,777.53		1,25,477.42
	Total		1,43,368.44		1,54,819.52

Note No. 16.1 : Liability for Power Purchase (Others) comprises of liability which is due to NTPC, NHPC, BBMB, APCPL, JPL, ADANI, CGPL, Karcham & KAMALANGA etc.

NOTE NO. 17

OTHER FINANCIAL LIABILITIES

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
46	Interest accrued but not due on borrowings		7,190.13		10,961.66
42.1 to 42.3	Liability for capital supply/work		6,121.97		4,154.06
43.1 to 43.4	Liability for O&M supply/work		7,097.32		8,508.22
44.1 to 44.4	Staff related liabilities		8,403.13		8,146.96
46.4	Liability for expenses		1,671.94		1,428.19
46	Other Liabilities		8,829.17		5,507.28
46.968-979	Liability for GST		442.63		302.17
46.5	Compounding charges for theft		8,011.96		7,255.93
46.501	Municipal Tax Payable		14,273.27		10,980.55
46.993	Amount Payable to HVPNL		1,090.96		625.61
28 & 46	Amount payable to HPGCL		0.00		6,478.40
28 & 46	Amount Payable to DHBVNL		30,308.60		-
46.951/52	Amount payable to Central Govt IPDS/DDUGJY		18.49		16.35
48.3	Interest Payable on Consumers Security Deposits		26,306.17		23,254.58
	Total		119,765.76		87,619.96

Note No. 17.1 : 1. Municipal Tax Payable and compounding charges for theft has been re-grouped in the FY 19-20 and FY 18-19.

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 18

REVENUE FROM OPERATIONS

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020			As on 31-March-2019		
61.1	Outside the State			33,585.71			86,726.08
61.2	Within the State		7,89,763.39			7,59,453.40	
61.501 to 531	Fixed Charges		74,655.63			71,181.25	
61.6	Meter Rent /Service Rental		6,380.56			5,239.16	
61.7	Recovery for theft of Power /Malpractices		1,487.54			1,518.14	
61.9	Misc. Charges from Consumers		6,188.24			5,633.94	
61.241 to 273	Fuel Surcharge		48,911.52	927,386.89		49,437.08	8,92,462.96
63.110	Revenue from Subsidies Subsidy received from State Government for agricultural consumers		3,77,081.10			4,28,383.20	
63.310	Subsidy received from Industrial Deptt. for NDS Consumers		568.50			-	
63.300	Subsidy received from State Government for Domestic consumers		6,119.00	383,768.60		8,948.00	4,37,331.20
	Total			13,44,741.20			14,16,520.24

NOTE NO. -18.1

DETAILS OF REVENUE FROM SALE OF POWER WITH IN THE STATE

Account code	Particulars	As on 31-March-2020			As on 31-March-2019		
		(Amounts in lakhs)	Units in MUs	Rate per Unit (in Rs.)	(Amounts in lakhs)	Units in MUs	Rate per Unit (in Rs.)
	Revenue (Except outside the state & Misc Charges from Consumers)						
61.201 to 61.204 & 61.231	Domestic Supply	218,223.09	4,655.47	4.69	2,05,644.17	4,032.18	5.10
61.205,61.206	Non- Domestic Supply	115,433.92	1,472.63	7.84	1,09,622.46	1,382.95	7.93
61.213,61.214	Industrial Supply L.T	64,231.35	803.86	7.99	67,687.09	1,056.28	6.41
61.207,208,210 and 211	Industrial Supply H.T	433,676.89	5,690.40	7.62	4,18,347.92	4,886.91	8.56
61.209	Lift Irrigation	5,842.27	64.05	9.12	5,981.36	63.70	9.39
61.215 to 220	Agriculture	8,465.98	3,983.04	0.21	8,877.68	3,546.20	0.25
61.223 to 226	Supply in Bulk	24,384.49	333.50	7.31	24,401.35	315.40	7.74
61.228	Railway Traction	272.47	9.82	2.77	846.75	9.81	8.63
61.229	Street Light	5,940.39	85.53	6.95	5,186.03	75.24	6.89
61.230,232 & 233	Others	44,727.80	522.56	8.56	40,234.20	473.66	8.49
	Total	9,21,198.65	17620.86	5.23	8,86,829.02	15,842.33	5.60

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED
NOTE NO. 19
OTHER INCOME

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
	(a) Interest income				
62.000	Interest on staff loans and advances	200.93		192.83	
62.222	Interest on Fixed Deposits with Banks	106.43		34.05	
62.215	Interest on Income tax refund	37.41		33.17	
		-	344.76	-	260.05
62.901	Rental from Staff Quarters	27.57		19.81	
62.9	Other income	14,883.40		7,541.95	
62.921	Discount for timely payment to supplier /Contractor	514.36		329.43	
62	Excess/short found on Physical Verification of Stock	66.50		227.02	
62.8	Income from Penalty and Fines	1,145.68		1,386.08	
62.907	Income from Guest/Rest Houses	0.03	16,637.54	0.05	9,504.34
62.240-62.276	(b) Delayed Payment Surcharge		9,571.25		7,943.76
64.101	(c) Depreciation on assets created from consumer contribution and grant		4,796.47		4,206.96
62.923	(d) Discount for timely payment of Energy Charges		9,474.17		10,054.58
	Total		40,824.20		31,969.69

NOTE NO. 20
COST OF POWER PURCHASE

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
70.102	Power purchase from BBMB	6,811.20		6,291.37	
70.155	Power purchase from JPL	109,224.69		1,10,796.23	
70.128	Power purchase from APCPL	72,667.99		67,341.85	
70.165	Power purchase from ADANI	141,956.78		1,13,764.86	
70.111	Power purchase from NTPC	68,789.50		66,800.93	
	Power purchase from Others	178,025.53		1,65,666.96	
70.139	Power purchase from PTC Karcham	24,786.90		23,300.53	
70.140	Power purchase from CGPL	27,852.67		28,590.27	
70.143	Power purchase from PGCIL TC	53,950.28		51,919.98	
70.167	Power purchase from LANCO	21,023.09		26,721.90	
70.168	Power purchase from DVC	27,177.67		21,063.73	
70.159	Power purchase from SASAN	19,889.35		19,192.65	
70.142	Power purchase from RAPS	8,496.96		8,365.53	
70.184	Power purchase from Kamalanga	19,968.37		24,395.42	
70.131	Power purchase from NHPC	21,026.23		19,226.01	
70.157	Power purchase from HPGCL	1,67,124.43	9,68,771.65	2,08,196.26	9,61,634.48
70.130	Banking of power		70,221.23		59,772.32
70.187	Open access charges		27,100.80		27,695.91
70.156	Transmission Charges to HVPNL		60,848.68		82,333.27
	Total		11,26,942.36		11,31,435.97

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 21

EMPLOYEE BENEFIT EXPENSES

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
	Salaries and wages				
75.1	Salaries	54,274.68		51,343.59	
75.3	Dearness Allowance	6,586.85		3,839.47	
75.4	Other Allowances	4,057.06		2,903.66	
75.5	Bonus, Incentives and honorarium	179.04	65,097.63	334.80	58,421.51
	Other staff costs				
75.612	Leave Travel concession	807.19		663.03	
75.610, 611, 614	Medical Expenses reimbursed (Including Pensioners)	1,489.33		1,326.54	
75.617, 618	Earned Leave Encashment	-		769.20	
75.629	Payment under workmen compensation Act	16.07		7.72	
75.631	Pension & Leave Salary contribution of staff deputation in UHBVNL	120.69		81.06	
75.632, 634, 75.7	Staff Welfare expenses	1,135.84		1,173.07	
	NPS, EPF and ESI contribution of Nigam	2,717.84			
75.8	Terminal benefits (As per actual valuation)	39,693.98	45,980.94	30,399.29	34,419.92
75.9	Less Expenses Capitalized		894.37		923.09
	Total		1,10,184.20		91,918.35

NOTE NO. 21.1 : 1. Leave salary and pension contribution of staff deputation in UHBVNL has been re-grouped in the FY 19-20 and FY 18-19

2. Terminal benefits (as per actuarial valuation) and NPS/EPF/ESI contribution of Nigam has been re-grouped in the FY 19-20 and FY 18-19

NOTE NO. 22

FINANCE COST

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2020		As on 31-March-2019	
78.1	Interest on Govt. Loans		15,864.41		48,396.50
78.2	Interest on HVPNL Bonds		7,590.40		7,576.30
	Interest on other loans:				
78.502	Rural Electrification Corp.	17,863.10		19,314.15	
78.526 to 78.599	Interest on Loans from Banks & F/Is	2,647.14		369.75	
78.6	Interest on Consumers Security	8,229.70		7,457.42	
78.7	Interest on Borrowings for Working Capital	10,151.69		8,723.17	
78.8	Other Interest and Finance Charges	4,633.27	43,524.90	2,114.53	37,979.02
78.9	Less : Interest Capitalised		6,337.55		5,366.36
	Total		60,642.16		88,585.46

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

NOTE NO. 23

OTHER EXPENSES

(Amounts Rs. in Lakhs)

Account code	Particulars	As on 31-March-2019		As on 31-March-2018	
	Repairs and Maintenance expenses				
74.1	- Machinery	2,256.78		1,660.23	
74.2	- Others	389.49		301.65	
74.3	- Civil Works	0.69		0.48	
74.5	- Line Cable	5,462.00		4,317.44	
74.6	-Vehicles	33.36		44.55	
74.7	- Furniture	0.74		2.85	
74.8	- Other equipments	45.49	8,188.53	369.65	6,696.86
	Administrative & General expenses				
76.101, 102	Rent, Rates and taxes	494.36		556.75	
76.103 to 109	Insurance	55.09		98.18	
76.110-113 & 193	Telephone , Postage, Telegram Charges	319.44		388.20	
76.117	Payment of Award Money for detection of Theft	6.06		8.87	
76.121,24,25,27	Legal and professional	1,393.40		544.07	
76.125	Audit Fee for Statutory Auditors	4.00		3.50	
76.122	Audit Fee for Internal/Other Auditors	15.60		11.08	
76.123	Consultancy charges	285.64		326.76	
76.139	Vehicle Hiring charges	1,502.21		1,350.58	
76.134	Vehicle Running and Mtc	228.14		236.80	
76.126,76.129, 163,164	Service charges for Training, meter reading ,bill distribution	2,652.16		2,443.54	
76.151	Fees and subscription	44.06		307.86	
76.152 & 153	Printing & Stationery	178.79		204.81	
76.155, 260	Advertisement expenses	144.94		233.04	
76.158, 160	Electricity & Water charges	614.35		553.41	
76.131-142 & 144	Travelling and conveyance	339.82		350.09	
76.159	Annual Licence Fee to HERC	280.00		326.33	
76.162	Entertainment Expenses	37.43		40.24	
76.165	Expenditure on Bijli Suvidha Kendra	430.50		135.20	
76.166	Expenditure for cash collection	716.92		998.61	
76.197	GST Expenditure	7.08		7.65	
76.151-193, 76.145	Other expenses	908.14		1,567.91	
76.220, 270	Material related expenses	117.40		136.29	
76.9	Less Expenses Capitalized	(208.11)	10,567.43	(209.21)	10,620.54
	Other Debits				
79.460	Provision for Bad & Doubtful Debts	8,624.75		2,938.08	
79.483	Sundry Debtor written off under Bill Settlement scheme, 2018).	579.71		63,729.04	
79.530 & 531, 533	Compensation for injury, death and damage and penalties	433.69		633.90	
79.532	Infructuous Capital Exp. Written off	-		100.07	
79.561	Loss on Obsolescence of Stores/Scrap & Assets	31.83		98.41	
79.11	Materials cost variance-Capital.	-		28.16	
79.5	Miscellaneous losses and write off.	1,016.38		263.20	
79.740,750,760	Provision for amount recoverable from employees/theft of property	66.29	10,752.67	68.24	67,859.09
	Total		29,508.63		85,176.49

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED**NOTE NO. 24****EARNING PER EQUITY SHARE (EPS)**

Particular	As on 31-March-2020	As on 31-March-2019
I. Net Profit as per Profit & Loss A/C (Amount in Rs.)	2,17,71,64,380	1,85,71,09,472
II. Weighted average number of equity shares for Earning Per Share :		
(A) For Basic Earning Per Share of Rs.1000/- each (in Nos.)	15,51,16,449	12,61,33,783
(B) For Diluted Earning Per Share of Rs.1000/- each		
- No. of Shares for Basic EPS as per II(A)(in Nos.)	15,51,16,449	12,61,33,783
- No. of Weighted Average Shares related to Share Application Money	27,567	1,06,711
No. of Shares for Diluted Earning Per Share of Rs.1000/- each (in Nos.)	15,51,44,016	12,62,40,494
III. Earning Per Share (Face Value of Rs.1000/-Each)		
BASIC (in Rupees)	14.04	14.72
DILUTED (in Rupees)	14.03	14.71

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED
NOTE NO. 25 forming part of Financial Statements
OTHER MISCELLANEOUS NOTES

- i The financial year of the working of the Company is from 1/4/2019 to 31/03/2020(Previous Year – from 1/4/2018 to 31/3/2019).
- ii Previous year’s figures have been regrouped/re-casted wherever necessary in order to conform to current year’s presentations. The figures have been rounded off to the nearest Rupee.
- iii Certain assets have been decided as Common by the Committee constituted of MD’s but for their allocation to HVPNL, the Company and DHBVNL. These common assets allocated to other power utilities are being utilized by the Company and vice versa.

iv Contingent Liabilities as on the date of the Balance Sheet:

- (a) Contingent liabilities in respect of civil suits filed by the consumers/suppliers against the Company have been estimated to the tune of Rs. 1597.30 crore. This includes Rs. 515.34 crore of Jhajjar Power Limited, Rs. 589.70 crore of Adani Power Limited, Rs. 206.05 crore of GMR Kamalanga relating to Power purchase, which may arise or not. However, no provision for this contingency has been created. In case the amount become payable it would be passed on to the consumers through tariff/FSA with approval of HERC.
- v There are no over-due payable to Micro, Small and Medium Enterprises and thus no Interest accrued and payable to MSMEs under Micro, Small and Medium Enterprises Development, Act–2006 as on 31.03.2020.
- vi The Provision for Depreciation and all known liabilities is considered adequate and reasonable.

vii Segment Reporting:

The Nigam has single business segment namely Supply/Distribution of Electricity and does not fall under different business segments.

viii Related Party Disclosures:

A Name of Related Party: Haryana Vidyut Parasaran Nigam Limited (HVPNL)

Relationship: Major Share Holder.

Nature of Transaction: Transmission of Power.

- (a) Volume: The Company has got transmitted 21756.89 MU of power purchased from different sources through system of HVPNL and has paid Rs. 608.45 Crores on account of Transmission Charges.
- (b) Haryana Vidyut Parasaran Nigam Limited (HVPNL) holds major part of UHBVNL’s Issued, Subscribed and Paid up Share Capital i.e. 54,69,855 Equity Shares (Previous Year – 54,69,855) of Rs. 1,000/- each of the Company as on 31.03.2020.

- (c) An Amount of Rs. 10.90 Crore is receivable as on 31.03.2020 on account of transactions other than Transmission Charges.
- (d) An Amount of Rs. 23.34 Crore is Payable as on 31.03.2020 on account of Transmission of Power.
- (e) As per 2nd Transfer Scheme notified by Govt. of Haryana on dated 01.07.1999, HVPNL is liable for all payments & other obligations in respect of all personnel related liabilities, whether Statutory or under the terms & conditions of service.

B Name of Related Party: Dakshin Haryana Bijli Vitran Nigam Limited (DHBVNL).

Relationship : Fellow Distribution Company.

- (a) An Amount of Rs. 303.08 Crore is payable to DHBVNL as on 31.3.2020 on account of various transactions.

C Name of Related Party: Haryana Power Generation Corporation Limited (HPGCL).

- (a) Power of Rs. 1671.24 Crores has been purchased by UHBVNL from HPGCL during the current Year.
- (b) An Amount of Rs. 62.56 Crore is Payable on account of Purchase of Power as on 31.03.20.

D Name of Related Party: Govt. of Haryana:

Relationship : Majority share holder: (149646594 Equity Share of Rs. 1000/- each)

- (ix) An amount of Rs. 18.51 lacs has been reported looted under 'Op' Division, Panchkula on 23.11.2009. Nigam had filed complaint under section 17 of Consumer Protection Act before the State Consumer Disputes Redressal Commission, Panchkula.
- (x) An amount of Rs. 9.25 lacs has been reported looted under 'Op' Division, Panchkula on 21.08.2015. Nigam had filed Civil Suit in the Civil Court Panchkula for recovery of looted amount.
- (xi) As per Note no. 1, a provision for @ 10% of the incremental amount of 'Amount Recoverable from Employees' has to be made. The fresh provision of Rs. 1.24 Lakhs has been made during the current year.
- (xii) As per Policy No. 9 (iii), a provision for 10% of the incremental amounts of 'Theft of property pending investigation' has to be made. The fresh provision of Rs. 64.87 lakhs has been made during the current year.
- (xiii) Additional information pursuant to the Companies Act, 2013:

Detail of Units Purchased & Sold			
S.No.	Particulars	2019-20	2018-19
		Units in MUs	Units in MUs
a	Total Power purchase	23,404.14	23,248.82
b	Sale outside the State including Banking &UI	841.90	2,099.38
c	Purchase for sale within the state (a-b)	22562.24	21,149.44
d	Less Transmission losses	805.35	828.28
e	Power available for sale	21756.89	20,321.16
f	Sales within the state (excluding Agriculture)	13637.82	12,296.12
g	Sales within the state - Agriculture	3983.04	3,546.20
h	Total Sales with in the state	17620.86	15,842.32
l	Distribution losses (e-h)	4,136.02	4,478.84
j	Assessment (Rs. In crores)	13,226.87	13,156.89
k	Realization (Rs. In crores)	13,129.21	13,183.83
l	Collection efficiency (%)	99.26 %	100.20 %
m	Distribution losses (%)	19.01%	22.04 %
n	AT & C Losses (%)	19.61 %	21.88 %

xiv

CIF Value of Imports (Capital Goods)	Nil
Expenditure in Foreign Currency on purchase of Material (Stores & Spares)	Nil
Expenditure in Foreign Currency	Nil
Consultancy Fees (Capitalized)	Nil
Earnings in Foreign Exchange	Nil

- (xv) As required by Ind AS-33 Earning per Share, Basic earning per share has been calculated by dividing net profit after tax by the weighted average number of equity shares outstanding during the year as per details given below: -

Particulars	As on 31.03.2020	As on 31.03.2019
I. Net Profit as per Profit & Loss A/C (Amount in Rs.)	2,17,71,64,380	1,85,71,09,472
II. Weighted average number of equity shares for Earning Per Share :		
(A) For Basic Earning Per Share of Rs.1000/- each(in Nos.)	1551,16,449	12,61,33,783
(B) For Diluted Earning Per Share of Rs.1000/- each		
No. of Shares for Basic EPS as per II(in Nos.)	1551,16,449	12,61,33,783
No. of Weighted Average Shares related to Share Application Money	27,567	1,06,711
No. of Shares for Diluted Earning Per Share of Rs.1000/- each (in Nos.)	1551,44,016	12,62,40,494
III. Earning Per Share (Face Value of Rs.1000/-Each)		
BASIC (in Rupees)	14.04	14.72
DILUTED (in Rupees)	14.03	14.71

- (xvi) The Internal Audit is being conducted on rotational basis by the Company's own internal Audit wing. The Internal Audit being perpetual in the Company, the Audit of some of the Accounting Units which could not be taken up during the current year, is conducted in the subsequent year. Thus there is complete adherence of the Internal Audit requirements by the Companies.
- (xvii) Remuneration details of Chairman cum Managing Director, Directors, Chief Financial Officer and Company Secretary in compliance to the IND-AS 24:

Particulars	(Amounts Rs. in Lakhs)	
	2019-20	2018-19
Basic Pay	113.98	127.36
D.A.	18.52	10.93
Other Allowances/Diwali Gift/LTC	8.86	3.08
Electricity Allowance	0.16	0.21
House Rent	11.29	5.88
Leave salary & Pension Contribution	10.24	8.42
Total	163.05	155.88

In addition to above, official cars have been provided for official use. However, the use of cars allowed for private purpose is limited and for which charges as prescribed have been recovered from them.

(xviii) Employee Benefits

The provision for employees Terminal Benefits has been made on the basis of Actuarial valuation. The detail are as under:-

(Amounts Rs. in Lakhs)					
Terminal benefit as per Actuarial /valuation Report for the F.Y 2019-20					
Expense Recognized in Profit or Loss Statement					
Particulars	Pension	Gratuity	Medical	Leave Encashment	Total
Current Service Cost	8543.60	1820.56	0.00	1145.40	11509.56
Net Interest cost	19658.04	1023.81	2471.47	919.71	24073.03
Actuarial (Gain)/Loss on obligations	-	-	-	-1877.64	-1877.64
Actuarial (Gains)/Losses on plan assets	-	-	-	7049.80	7049.80
Expected Return on plan assets	-	-	-	-1062.60	-1062.60
Total Expense Recognized in Profit or Loss Statement	28201.64	2844.37	2471.47	6174.67	39692.15

For and on behalf of the Board of Directors

For S. Tandon & Associates
Chartered Accountants
(Firm Reg No.006388N)

Sd/-
(Nipun Rastogi)
(Partner)
M.No. 518893
UDIN- 20518893AAAAEH1671
Place : Panchkula
Date : 26-06-2020


(Amit Dewan)
Director Finance


(G.L. Bansal)
Chief Accounts Officer


(Shatrujeet Kapur)
Chairman cum Managing Director


(Rajesh Khandelwal)
Company Secretary

UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2020 (Amounts Rs. in Lakhs)

Particulars	Note no.	2019-20	2018-19
Net profit before tax and extraordinary items		21,771.64	18,571.09
(A) CASH FLOW FROM OPERATING ACTIVITIES			
Depreciation	2a	36,516.40	32,802.58
Provision for Bad & Doubtful Debtors	23	8,624.75	2,938.08
Change in Liabilities			
Increase/(Decrease) in Trade Payable	16	(11,451.08)	7,698.19
Increase/(Decrease) in other Financial Liabilities	17	32,145.79	5,774.43
Increase/(Decrease) in Security Deposit/other Deposit from consumers	14	23,561.22	20,453.98
Change in Assets			
(Increase)/Decrease in Capital advance & loans to employees/TDS	3	(367.09)	(788.78)
(Increase)/Decrease in other non current assets	4&5	49,329.04	13,146.71
(Increase)/Decrease in Trade Receivable	7	27,457.72	66,787.26
(Increase)/Decrease in inventories	6	(6,061.33)	(9,075.37)
(Increase)/Decrease in advances for Capex/power purchase	9	5,653.41	10,718.87
(Increase)/Decrease in other current assets	10	21,094.98	(7,124.48)
Net cash provided by (used in) Operating Activities		208,275.46	1,61,902.56
(B) CASH FLOW FROM INVESTING ACTIVITIES			
Acquisition of fixed assets (including accumulated depreciation on assets taken back in FAR)	2(a&b)	(67,399.57)	(65,065.46)
Increase in capital work in progress	2c	(3,798.13)	(8,671.46)
Net cash provided by (used in) Investing Activities		(71,197.70)	(73,736.92)
(C) CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from share capital including Pending allotment	11 & 12	289,674.66	2,76,119.65
Repayment of Loan	13 & 15	(406,354.27)	(3,70,679.65)
Consumers Contribution/capital grants received	12	5,499.11	7,334.83
Net cash provided by (used in) Financing Activities		(111,180.50)	(87,225.17)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)		25,897.27	940.47
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		13,712.41	12,771.94
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		39,609.65	13,712.41

Note: Cash and cash equivalents represent cash and bank balances including cash credit & overdraft (if any, payable on demand). Fixed deposits with banks have been considered as investing activity for the purpose of cash flow statement although it is a part of schedule of cash & bank balances of the accounts.

For and on behalf of the Board of Directors

For S. Tandon & Associates
Chartered Accountants
(Firm Reg No.006388N)


Sd/-

(Nipun Rastogi)
(Partner)
M.No. 518893
UDIN- 20518893AAAAEH1671
Place : Panchkula
Date : 26-06-2020


(Amit Dewan)
Director Finance


(Shatrujeet Kapur)
Chairman cum Managing Director


(G.L. Bansal)
Chief Accounts Officer


(Rajesh Khandelwal)
Company Secretary



UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

Regd. Office : C-16, Vidyut Sadan, Sector-6, Panchkula-134109, Haryana

Ph. No. : 0172-2563094, 3019116, Web Site : www.uhbvn.org.in

CIN No. : U40109HR1999SGC034166, E-Mail – cs@uhbvn.org.in

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN:

Name of the company :

Registered office :

Name of the member (s) :

Registered address :

E-mail Id :

Folio No/ Client Id :

DP ID :

I/We, being the member (s) of shares of the above named company, hereby appoint

1. Name:
Address:
E-mail Id:
Signature:....., or failing him
2. Name:
Address:
E-mail Id:
Signature:....., or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at theAnnual General Meeting of the company, to be held on the day of..... At..... a.m. / p.m. at.....(place) and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

- 1
- 2
- 3

Signed this..... day of..... 20....

Signature of shareholder _____

Signature of Proxy holder(s) _____

Affix
Revenue
Stamp

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.



UTTAR HARYANA BIJLI VITRAN NIGAM LTD.
C-16, Vidyut Sadan, Sector-6, Panchkula-134109 (Haryana)