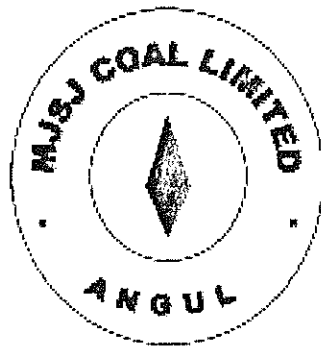


ANNUAL REPORT & ACCOUNTS

2015-2016



MJSJ COAL LIMITED
(A Subsidiary of Mahanadi Coalfields Limited)
HOUSE NO. 42, 1ST FLOOR, ANAND NAGAR
HAKIMPARA, ANGUL - 759 153

ANNUAL REPORT & ACCOUNTS

2015-2016



MJSJ COAL LIMITED
(A Subsidiary of Mahanadi Coalfields Limited)
Regd. Office : House No.42, 1st Floor, Anand Nagar,
Hakimpara, Angul (ORISSA)

ANNUAL REPORT CONTENTS

Sl. No.		Page No.
1.	Management/ Bankers/ Auditors	1-2
2.	Notice	3-4
3.	Directors' Report	5-8
4.	Comments of the Comptroller & Auditor General of India	9-10
5.	Directions under section 143(5) of the companies act,2013 And answers to the questions thereon	11
6.	Auditors Report	12-17
7.	Management Reply to Auditors' Report	18-24
8.	Secretarial Audit Report	25-27
9.	Balance Sheet as at 31 st March, 2016	29-30
10.	Profit & Loss Accounts for the year Ending 31 st March, 2016	31
11.	Cash Flow Statement	32
12.	Notes forming part of the Balance Sheet and Profit & Loss Account	33-75
13.	Extract of Annual Return (MGT-9) and Company's General Business Profile	76-82

MANAGEMENT DURING 2015-16

1. Sri A.K.Tiwari, Chairman & D (T)/ Operation, MCL.
2. Sri K.K. Parida, D(F), MCL.
3. Sri S.Ashraf, Dy.Secretary, MOC, New Delhi.
4. Sri D.Bhattacharjee, R.D, RI-VII, CMPDI.
5. Sri Sandeep Gokhale, JSW Steel Ltd.
6. Sri Vinayk Bhat, JSW Energy Ltd.
7. Sri Sakti Brata Dasgupta, Shyam Metallic & Energy Limited.
8. Sri Rajdeep Mohanty, Jindal Stainless Ltd.

PRESENT MANAGEMENT
(As on Dt : 31-05-2016)

1. Sri A.K.Tiwari, Chairman & D (T)/ Operation, MCL.
2. Sri K.K. Parida, D(F), MCL.
3. Sri S.Ashraf ,Dy.Secretary, MOC, New Delhi.
4. Sri D.Bhattacharjee, R.D, RI-VII, CMPDI.
5. Sri Sandeep Gokhale, JSW Steel Ltd.
6. Sri Vinayk Bhat, JSW Energy Ltd.
7. Sri Sakti Brata Dasgupta, Shyam Metallic & Energy Limited.
8. Sri Suresh Kumar Agrawal, Jindal Stainless Ltd.

CHIEF EXECUTIVE OFFICER / G.M.

Sri S.N. Sinha

COMPANY SECRETARY/ DY. MANAGER (FINANCE)

Sri Satyaban Rout

Bankers

1. State Bank of India
Talcher.

2. Axis Bank
Talcher.

Statutory Auditors

M/s PATY SAR & ASSOCIATES
Chartered Accountants
C/o- Dr. Benu Dhar Paty
Similipara, Angul-759122

Secretarial Auditors

M/s N C NAYAK & CO
Company Secretaries
HIG-115, 1ST Floor, Dharma Vihar,
Khandagiri, Bhubaneswar-751030

Registered Office

House No.42, 1ST Floor,
Anand Nagar
Hakimpada, Angul-759153



MJSJ COAL LIMITED
House No.42, 1st Floor, Anand Nagar,
Hakimpara, Angul-759153
Ph. No. 06760-261094, Fax- 06760-261184

Ref. No. MJSJ/CEO/CS/AGM-8/2016/0106/01

Date: 01.06.2016

NOTICE
8th ANNUAL GENERAL MEETING

Notice is hereby given that the 8th Annual General Meeting of members of MJSJ Coal Limited will be held at 04.00 P.M. on Saturday the 9th July, 2016 at the Registered Office of the Company, House No.42, 1st Floor, Anand Nagar, Hakimpara, Angul-759143 to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the audited accounts for the financial year 2015-2016, Report of the Auditors thereon and Directors' Report.
2. To sanction remuneration, as decided by the Board, payable to M/s PATY SAR & Associates, Chartered Accountants, Angul, the Statutory Auditors who were appointed by the C&AG of India for the Financial Year, 2015-2016 and to that effect pass the following resolution.

"RESOLVED that pursuant to the provisions of Section 142(1) & (2) and other applicable provisions, if any, of the Companies Act, 2013, the sanction be and is hereby accorded for payment of remuneration and reimbursement of T.A. & out of pocket expenses as decided by the Board of Directors to M/s PATY SAR & Associates, Chartered Accountants, Angul, the Statutory Auditors in connection with the audit of accounts of the Company for the financial year 2015-2016."

By order of the Board of Directors
For MJSJ Coal Limited

Sd/-
(Satyaban Rout)
Company Secretary

REGISTERED OFFICE :

House No.42, 1st Floor, Anand Nagar,
Hakimpara, Angul-759153

NOTE:

01. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. Corporate members intending to send their Authorized Representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
02. The Shareholders are requested to give their consent for calling the Annual General Meeting at a shorter notice pursuant to the Provisions under section 101(1) of the Companies Act, 2013.

Members

- 1) Mahanadi Coalfields Limited, Jagruti Vihar, Burla, Sambalpur-768020.
(Atten : Company Secretary, MCL, Sambalpur)
- 2) JSW Steel Limited, Jindal Mansion, 5-A, Dr. G. Desmukh Marg, Mumbai-400026.
(Atten : Company Secretary, JSW Steel Ltd., Mumbai)
- 3) JSW Energy Ltd., Jindal Mansion, 5-A, Dr. G. Desmukh Marg, Mumbai-400026.
(Atten : Company Secretary, JSW Energy Ltd., Mumbai)
- 4) JSL Limited, Jindal Centre, 12, Bhikaji Cama Place, New Delhi-110066.
(Atten : Company Secretary, JSL Ltd., New Delhi)
- 5) Shyam Metallics and Energy Limited, "Trinity Towers", 7th Floor, 83, Topsia Road, Kolkata-700046.(Atten : Company Secretary, Shyam Metallics and Energy Limited., Kolkata)

Auditors

1. M/s PATY SAR & Associates, Chartered Accountants, Angul, C/o- Dr. Benu Dhar Paty, Similipara, Angul-759122
2. Principal Director, Office of the Principal Director of Commercial Audit and Ex-Officio Member, Audit Board - II, Old Nizam Place, 234/ 4 Acharya Jagadish Ch. Bose Road, Kolkata - 700 020.

All Directors, MJSJ Coal Limited

DIRECTORS REPORT

To,
The Shareholders
MJSJ Coal Ltd.

Gentlemen,

I have great pleasure in welcoming to the 8th Annual General Meeting of MJSJ Coal Limited. On behalf of the board of Directors, I am presenting you the Annual Report of your company together with the Audited Accounts for the year ending of March'2016 along with the report of statutory auditors and the comments of the Controller and Auditor General of India.

Your company has carried out all the activities as per schedule till the cancellation of UTKAL-A coal block by Supreme Court of India on 24.9.2014

I :- Status of project implementation:-

PROJECT REPORT : Capacity 15 Mty- approved by MCL Board in February' 2008 in both Coal and OB outsourcing variant. Sanctioned capital is Rs. 395.87 Crs. However the Utkal –A block which is part of combined block of Gopalprasad OCP to be worked by MJSJ Coal Ltd is cancelled by Honorable Supreme Court vide its order dt: 24/09/2014.

❖ APPROVED MINING PLAN :

Approval in the name of MJSJ Coal Limited has been received on 23/04/09.

❖ FOREST LAND DIVERSION PROPOSAL (FLDP) :

The job is outsourced to M/s. Geo Consultant Pvt. Limited.

- a) Forest Area demarcation and tree enumeration is completed.
- b) Compensatory Afforestation: Site identification & demarcation is completed.
Site Inspection by DFO, Angul is completed.

- c) Further as per Forest Right Act, Gram Sabha in all ten villages have been completed. SDLC was held on 27th April & NOC is to be issued by the Collector.
- d) As per new guideline of MOEF, New Delhi, the digitization of the forest land is mandatory. The digitized map has been authenticated by the ORSAC, BBSR. The DGPS Survey which is mandatory for obtaining forest clearance has been completed and the DGPS plans of the forest area have been approved by ORSAC & DFO Angul.

II :- Environmental Management Plan :-

- a) **Finalization of Terms of Reference (TOR) by MOEF, Delhi on DEC' 2008:** Draft EMP-EIA submitted to SPCB, Orissa on 17-08-2009. Application along with fee of Rs. 3Lacs was deposited to SPCB on 17.08.2009 for consent to establish mine. Final EMP submitted to MOEF. Presentation before EAC of MOEF was made on 29.03.2011 for EC based on TOR. Further presentation before EAC of MOEF was made on 09.01.2013 for EC based on TOR. In its meeting held at New Delhi on 09/01/2013 the EAC has recommended for grant of EC on 05/11/2013. As the forest clearance stage-I could not be obtained till date, the recommendation of EAC for grant of EC stands invalid as more than one year has elapsed since then.
- b) **Wildlife Conservation:** The report has been approved by the DFO and the report has been forwarded to the RCCF, Angul. The wild life management plan has been approved by PCCF,(WL), Govt. of Odisha.
- c) **Socio-Economic study:** The final report of socio-economic study has been submitted to the Collectorate, Angul. The same has been approved by RPDAC of MCL .

III :- LAND ACQUISITION :

a) **West Gopal Prasad West:** The land has been acquired under CBA (A&D) Act'1957 in the name of MCL.

4(1)	-	30.06.2003
7(1)	-	15.10.2004
9(1)	-	20.01.2007
11(1)	-	25.09.2007

b) **Utkal "A" :-** The land acquisition is at its final phase as :

4(1)	-	26.03.2011
7(1)	-	11.04.2012
9(1)	-	01.02.2013
11(1)	-	Application submitted to MOC on 13.02.2013.

The Land is vested to MJSJ on 29.10.2013

c) **Land Acquisition for other infrastructure :-**

Land measuring an area of 50.351 Ha to be acquired under LA Act for other infrastructure was approved in 17th Board Meeting of MJSJ. After approval of MOC, the same has been forwarded to Collector, Angul by MOC for further action on 12.03.2012. As desired by the Special LAO, MCL, Angul, all the requisites have been submitted. The proposal has been returned by LAO, Angul with a direction to submit a fresh proposal as per new land Acquisition Act'2013.

d) **TENANCY LAND :-**

This portion of Land has been acquired under CBA Act. and structure measurement in Gopal Prasad West completed in village Bhalugadia & Bhaghuabol. The villagers Kankarai & Pirakhaman were not allowing for structure measurement till decision of their employment is finalized. Several meetings have taken place among MCL, Dist. Administration and the PAPs. Earlier, the PAPs were demanding job from MCL only, but after numerous meetings they opined that in case of early closure of the mine, the residual land outsees who would still be in the service, be given employment in the MCL mines.

The matter was put up in the 24th meeting of Board of Directors of MJSJ Coal limited, and the Board deliberated on the

subject highlighted, and thereafter considered and passed the following resolutions :

- "RESOLVED THAT** the entire liability towards continuance of services of land oustees till their superannuation will be fully borne/reimbursed by MJSJ Coal Ltd. and to that effect it has been agreed to give a corporate guarantee to MCL.
- "RESOLVED FURTHER** that, back-to-back counter guarantee would be obtained from the respective promoter shareholders towards the liability to land oustees till their superannuation.
- "RESOLVED FURTHER** that MCL would be requested to assure the Land Oustees that all wages and perks till their superannuation shall be as per norms of MCL. The total expenditure towards wages and perks shall be borne by individual shareholders as per the Corporate Guarantees given by them.
- "RESOLVED FURTHER** that annuity scheme implemented for MCL shall be given by MJSJ Coal Limited in case of winding up of company from that date.

The Board directed The CEO MJSJ Coal Limited to forward this decision of Board to MCL for further consideration. Now, the matter has been put up before MCL for their decision.

e) **Govt. LAND PREMIUM :-**

Govt. land premium amounting to Rs. 32, 83, 75, 998/- (Rupees Thirty-two Crores, Eighty-three lakhs, seventy-five thousand, nine hundred ninety- eighty) only has been deposited to the State Govt. and the Physical possession of an area of 423.445 acres have been taken.

f) **R&R site :-**

R&R site measuring 89.48 Acres Govt. land in village Kankarai & Balichandrapur has been approved by RDC, Sambalpur and also by RPDAC held on 09.11.12 & the same has been forwarded to Tahasildar, Chhendipada for further necessary action. Tahasildar, Chhendipada sent a letter to concerned RI for field verification report on 15.07.2011.

RI has submitted the report to Tahasildar on 01.11.2011. Tahasildar has sent a letter to DFO, Angul for tree enumeration & valuation on 16.11.2011. A general notice also has been sent to village Kankarai & Balichandrapur on 16.11.2011 as a part of normal procedure. The tree enumeration done by Range Officer, Chhendipada is invalid as the Govt. land falls under Purunagarh Range Office.

g) **RAILWAY SIDING :-**

In the 19th Board Meeting, it was decided to initiate the feasibility study for Rail Infrastructure by RITES through MCL. The decision has been communicated to GM (Civil), MCL for further necessary action. The awarding process is being taken up by MCL.

h) **WELFARE ACTIVITIES :-**

The welfare and social amenities like housing, water supply, medical facilities, education, Training and recreation facilities etc. are being provided by MCL to the staff and executive of MJSJ Coal Limited.

i) **PERIPHERAL DEVELOPMENT ACTIVITIES :-**

All the peripheral development activities and social cooperate responsibility under the guidance of the State Govt. have been carried out by MCL presently on behalf of MJSJ Coal Limited.

j) **NALLAH DIVERSION :-**

Technical committee constituted by Water Resource Department of Govt. Of Odisha visited the site & prepared the report. Finally the report has been put up to the Hon'b'l Minister of Department for the final approval.

IV :- FINANCIAL ACTIVITIES :-

MJSJ Coal Limited is now in development stage. Hence, all the revenue expenditures during the financial year 2015-2016 have been transferred to "Development" head and shown as "Intangible Assets Under Development" (Note- 10 C) in the Balance Sheet as on 31.03.2016. The total under above head is Rs.3482.96 lakh (towards drilling, exploration and other costs) which also include Rs.1531.92 lakh as drilling cost of 22529.65 Mtrs.

The company has opened its Current Account No.30533665105 in State Bank of India, Talcher on 21.10.2008. & also current of Axis Bank. The company has bank balance of Rs.2371.66 lakh as on 31.03.2016 in CLTD/ Current Account.

V :- BANK GUARANTEE:

The company has submitted a Bank Guarantee bearing No.50/48 issued by State Bank of India, Talcher, for an amount of Rs 22.248 Crores in favour of The President of India, acting through Ministry of Coal, Shastri Bhavan, New Delhi which has been renewed on 27.04.2016 vide no- 50/48(2), and has been submitted under protest, since MJSJ Coal Ltd. is a Government Company.

VI :- AUDITORS

Under Section 143(5) of the Companies Act, 2013, the following Audit Firm has been appointed as Auditors for the year 2015-16.

Statutory Auditors

M/s PATY SAR & Associates

Chartered Accountants

C/o- Dr. Benu Dhar Paty

Similipara, Angul-759122

VII :- FIXED DEPOSITS:

Your Company has not accepted any deposit from the Public during the year as defined under Section 73 of the Companies Act, 2013 and rules made there under.

PARTICULARS OF EMPLOYEES:

Particulars of employees as required under Section 134 of the Companies Act, 2013 read with the Companies (Particulars of Employees), Rules, 1975, as amended are not given as your Company has not paid any remuneration attracting these provisions.

VIII :- BOARD MEETINGS :-

Six(6) Board Meetings were held during the year 2015-16.

IX :- BOARD OF DIRECTORS :-

01. The following persons are the Directors during the year under report.

- i. Shri A.K.Tiwari
- ii. Shri K.K.Parida
- iii. Shri S.Ashraf
- iv. Shri D.Bhattacharjee
- v. Shri Sandeep Gokhale
- vi. Shri Vinayak Bhat

- vii. Shri Sakti Brata Dasgupta
viii. Shri Suresh Kumar Agrawal.
02. The following person, appointed as Director during the year under report.
- i. Shri K.K.Parida
ii. Shri Suresh Kumar Agrawal
03. The following person ceased to be Director during the year under report.
- i. Shri S.Kannan
ii. Shri Rajdeep Mohanty

X :- DIRECTORS' RESPONSIBILITY STATEMENT :-

Pursuant to the requirement under section 134(5) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed.

- (i) That in the preparation of the annual accounts for the financial year ended 31st March, 2016, the applicable accounting standards had been followed along with proper explanation relating to material departures:
- (ii) That the directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent 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 or loss of the Company for the year under review:
- (iii) That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities:
- (iv) That the directors had prepared the accounts for the financial year ended 31st March, 2016 on a 'going concern' basis.

ACKNOWLEDGEMENTS:

Your Directors express their sincere thanks to CMD, MCL for his agreeing to be permanent invitee to the board of MJSJ Coal Ltd. Your directors are grateful to CMD, MCL for his valuable guidance, assistance and cooperation for its progress.

Your Directors also thank MCL for their cooperation and help rendered in all aspects to MJSJ Coal Ltd.

Your directors thank the District administration and the villagers for their cooperation in land acquisition.

Your Directors thank the trade unions for their cooperation to the management of MJSJ Coal Ltd.

Your directors also record their appreciation of the services rendered by the auditors, the officers and staff of Comptroller and Auditor General of India and Registrar of Companies Odisha.

Chairman,
MJSJ Coal Ltd

Place : Angul
Date : -07-2016



CONFIDENTIAL

No. *79*/CA/LA-II/Accounts/MJSJ Coal Ltd/2015-16
कार्यालय प्रधान निदेशक वाणिज्यिक लेखापरीक्षा तथा पदेन सदस्य लेखापरीक्षा

बोर्ड - II कोलकाता
पुराना निजाम महल, आचार्य जगदीश चन्द्र बोस रोड,
कोलकाता - 700 020

OFFICE OF THE PRINCIPAL DIRECTOR OF
COMMERCIAL AUDIT & EX-OFFICIO MEMBER
AUDIT BOARD - II, KOLKATA
Old Nizam Palace, 234/4, Acharya Jagadish Chandra Bose Road,
Kolkata-700 020

Date: *15-06-16*

To
The Chairman,
MJSJ Coal Limited,
House No. 42, 1st Floor,
Anand Nagar, Hakimpara
P.O. Angul-759153
Orissa.

**Sub: Comments of the Comptroller & Auditor General of India under
Section 143(6)(b) of the Companies Act, 2013 on the Accounts of
MJSJ Coal Limited for the year ended 31 March 2016.**

Sir,

I forward herewith the Comments of the Comptroller & Auditor General of India
under 143(6)(b) of the Companies Act, 2013 on the Accounts of MJSJ Coal Limited for
the year ended 31 March 2016.

The receipt of this letter may please be acknowledged.

Yours faithfully,

Encl: As stated.

Praveer Kumar

(Praveer Kumar)

Kolkata,
Dated: 14.06.2016

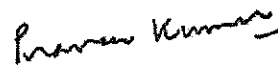
PRINCIPAL DIRECTOR OF COMMERCIAL AUDIT
AND EX-OFFICIO MEMBER, AUDIT BOARD - II
KOLKATA

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE
FINANCIAL STATEMENTS OF MJSJ COAL LIMITED FOR THE YEAR ENDED 31
MARCH 2016**

The preparation of financial statements of MJSJ Coal Limited for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139 (5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act 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 30.04.2016

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of MJSJ Coal Limited for the year ended 31 March 2016 under section 143 (6) (a) of the Act.

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



(Praveer Kumar)

**Pr. Director of Commercial Audit &
Ex-officio Member, Audit Board-II
Kolkata**

Place Kolkata
Dated: 14.06.2016



PATY SAR & ASSOCIATES

CHARTERED ACCOUNTANTS

Hi-Tech Plaza Appt. , Block No: B4 , 1st Floor , Flat No-03 , (B4-1/3)
 Sundarpada , Bhubaneswar – 751002 , Odisha ,
 Mob: 9439176419 , 9438182489 , Tel. - 0674-2356419
 E-mail: patysar2003@gmail.com, paty_sar_2003@yahoo.com

Annexure-I

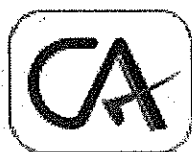
COMPANY : MJSJ COAL LIMITED
 FINANCIAL YEAR : 2015-16

Report pursuant to revised directions issued by office of C & AG u/s 143(5) of the Companies Act. 2013 applicable from the year 2015-16 account.

Sl. No.	Direction	Statutory Auditor's Reply
1.	Whether the company has clear title/lease deeds for freehold and leasehold respectively? If not, please state the area of freehold and lease deeds are not available?	The company has clear title/ lease deeds for freehold and leasehold lands.
2.	Whether there are any cases of waiver / write-off of debts / loans/ Interest etc.If yes, the reasons there for and the amount involved.	As per information given to us, there was no case of waiver of debts/ loans/ interest etc. during the year of audit.
3.	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	Proper records wherever necessary are maintained for inventories lying with third parties. As informed to us the company has not received any gift from Govt. or other authorities.

For Paty Sar & Associates
 Chartered Accountants
 (Firm's Registration No. 325487E)

(CA. N. P. Sar)
 (Partner)
 (Membership No. 210526)
 Place: Angul
 Date: 30th April 2016



PATY SAR & ASSOCIATES

CHARTERED ACCOUNTANTS

Hi-Tech Plaza Appt. , Block No: B4, 1st Floor , Flat No-03 , (B4-1/3)
Sundarpada , Bhubaneswar – 751002 , Odisha ,
Mob: 9439176419 , 9438182489 , Tel. - 0674-2356419
E-mail: patysar2003@gmail.com, paty_sar_2003@yahoo.com

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MJSJ COAL LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **MJSJ COAL LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the 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 standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor

considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit/loss and its cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements:

Out of Rs.111.24 crores furnished by the Company as Bank guarantee in favour of the President of India through the ministry of Coal, a sum of Rs.22.248 crores representing 20% is being proposed to be deducted vide Ministry of Coal Letter No. F. No. 47011/7(6)/93-CPAM/CA Dated 9th July 2013. This deduction is proposed to be made in view of the Company not being able to meet the targeted production by the specified/extended time limit.

Our opinion is not modified in respect of these matters.

Other Matter

Rs. 22,33,130.00 has been paid by the Company on 10.06.2014 as Income Tax demand with interest for the A.Y. 2011-12 under dispute and an appeal has been preferred against the demand. However no provision is made in the books in respect of such due.

Report on Other Legal and Regulatory Requirements

- i) As required under Section 143(5) of the Companies Act, 2013, we give in Annexure-I to this report, a statement on the directions, issued by the Comptroller and Auditor General of India after complying the suggested methodology of audit, the actions taken thereon and its impact on the accounts and financial statements of the Company.
- ii) As required by the Companies (Auditor's Report) Order, 2016 issued by the Government of India in terms of sub section (11) of Section 143 of the Act, we give in Annexure-II to this report, a statement on the matters specified in Paragraph 3 and 4 of the said Order.

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.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

- (e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director 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 II" and the Internal Financial controls are adequate.

For Paty Sar & Associates
Chartered Accountants
(Firm's Registration No. 325487E)

(CA. N. P. Sar)
(Partner)
(Membership No. 210526)
Place: Angul
Date: 30TH April 2016



PATY SAR & ASSOCIATES
CHARTERED ACCOUNTANTS

Hi-Tech Plaza Appt. , Block No: B4, 1st Floor, Flat No-03, (B4-1/3)
Sundarpada, Bhubaneswar – 751002, Odisha,
Mob: 9439176419, 9438182489, Tel. - 0674-2356419
E-mail: patysar2003@gmail.com, paty_sar_2003@yahoo.com

Annexure-II

Annexure to the Independent Auditors' Report

(Referred to in paragraph II under Report on other legal and regulatory requirement's section of our report of even date)

i) In respect of fixed assets:

The company has maintained proper records showing full particulars including quantitative details and situation of fix assets on the basis of available information.

As explained to us, fixed asset of the company has been physically verified by the management in a phased periodical manner which in our opinion is reasonable having regards to the size of the company and nature of its assets.

The title deeds of immovable properties are held in the name of the company.

ii) In respect of inventories

The company has no stock of stores, spares parts and raw materials during the year. Hence physical verification by management is not conducted during the year.

iii) Loans and advances to parties covered under section 189 of Companies Act-2013.

No Loans and advance to parties covered under section 189 of Companies Act- 2013 has given during the year, hence

- a) Not applicable
- b) Not Applicable
- c). Not Applicable

iv) Loans, investments, guarantees, and security:

In respect of loans, investments, guarantees, and security the section 185 and 186 of the Companies Act, 2013 have been complied with.

v) Accepting Deposits from public:

According to information and explanation given to us the company has not accepted any deposits from public, therefore this clause is not applicable to the company.

vi) Maintenance of cost records under Section 148 of the Companies Act – 2013:

Not Applicable

vii) In respect of statutory dues:

a) As the company has no direct staff except employees on deputation from MCL., the deduction and deposit of provident fund dues is not applicable during the year. Further as the company has not started production and sale during the year, no statutory dues is payable to the govt.

b) The company is capitalizing all its revenue income and expenditure under the head assets under development since it has not commenced its commercial production. Therefore interest earned on FDR with banks is also capitalized. However Income Tax Department is considering it as a revenue income and thus the matter is pending before the Appellate Authority of IT Department.

- viii) **Default in Repayment of Loans taken from Bank or Financial Institution:**
The company has not taken any loans from any financial institution or banks hence this clause is not applicable.
- ix) **Moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purpose of which those are raised:**
The company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans; hence this clause is not applicable.
- x) **Reporting of Fraud During the Year (Nature and Amount):**
According to the information and explanation given to us no fraud on or by the company has been noticed or reported during the year.
- xi) **Managerial Remuneration:**
The company has not paid any managerial remuneration during the year.
- xii) **Provision related to Nidhi company:**
Not Applicable.
- xiii) **Related party Transaction in compliance with sections 177 and 188 of Companies Act, 2013:**
According to information and explanation given to us there is no transaction with related party during the year.
- xiv) **Preferential allotment or private placement of shares or fully or partly convertible debentures during the year:**
The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the reporting period.
- xv) **Non-cash transactions with directors or persons connected with him:**
The company has not entered into any non-cash transactions with directors or person connected with him during the reporting period.
- xvi) **Registration under section 45-IA of the Reserve Bank of India Act, 1934:**
Not Applicable.

Date : 30.04.2016

Place : Angul

FOR PATY SAR & ASSOCIATES

(Chartered Accountants)

Reg No. 325487E

(CA . N.P. SAR)

Partner

M. No. 210526




PATY SAR & ASSOCIATES CHARTERED ACCOUNTANTS

Hi-tech Plaza Appt., Block No.: B4, 1st Floor, Flat No. : 03, (B4-1/3), Sundarapada,
Bhubaneswar - 751002, ODISHA. Tel.: 0674-2356419. Mob. : 9439176419. 9438182489
E-mail : patysar2003@gmail.com, paty_sar_2003@yahoo.com

Compliance Certificate

We have conducted the audit of accounts of M/s MJSJ Coal Limited Angul for the year ended 31st March 2016 in accordance with the directions/sub-directions issued by the C & AG of India under Section 143(5) of the Companies Act 2013 and certify that we have complied with all the directions/sub-directions issued to us.

Place: Angul
Date: 30-04-2016

For PATY SAR & ASSOCIATES
CHARTERED ACCOUNTANTS
FR NO. 325487E

(CA.N.P.SARICCA)
PARTNER
MEMBERSHIP NO: F/210526

AUDITORS' REPORT

Statement referred to in paragraph (2) of our report of even date to the members of M/s MJSJ Coal Ltd. on the accounts for the year ended 31st March 2016.

AUDITORS' REPORT

MANAGEMENT'S REPLY

REPORT

TO THE MEMBERS OF MJSJ COAL LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of MJSJ COAL LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the 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 standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity

with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit/loss and its cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements:

Out of Rs.111.24 crores furnished by the Company as Bank guarantee in favour of the President of India through the ministry of Coal, a sum of Rs.22.248 crores representing 20% is being proposed to be deducted vide Ministry of Coal Letter No. F. No. 47011/7(6)/93-CPAM/CA Dated 9th July 2013. This deduction is proposed to be made in view of the Company not being able to meet the targeted production by the specified/extended time limit.

Our opinion is not modified in respect of these matters.

Other Matter

Rs. 22,33,130.00 has been paid by the Company on 10.06.2014 as Income Tax demand with interest for the A.Y. 2011-12 under dispute and an appeal has been preferred against the demand. However no provision is made in the books in respect of such due.

Report on Other Legal and Regulatory Requirements

- i) As required under Section 143(5) of the Companies Act, 2013, we give in Annexure-I to this report, a statement on the directions, issued by the Comptroller and Auditor General of India after complying the suggested methodology of audit, the actions taken thereon and its impact on the accounts and financial statements of the Company.
- ii) As required by the Companies (Auditor's Report) Order, 2016 issued by the Government of India in terms of sub section (11) of Section 143 of the Act, we give in Annexure-II to this report, a statement on the matters specified in Paragraph 3 and 4 of the said Order. 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.

- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director 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 II" and the Internal Financial controls are adequate.

For Paty Sar & Associates
Chartered Accountants
(Firm's Registration No. 325487E)

(CA. N. P. Sar)
(Partner)
(Membership No. 210526)

Place: Angul
Date: 30th April 2016

Annexure to the Independent Auditors' Report
(Referred to in paragraph II under Report on other legal and regulatory requirement' section of our report of even date)

AUDITORS' REPORT	MANAGEMENT'S REPLY
<p>(i) In respect of fixed assets: The company has maintained proper records showing full particulars including quantitative details and situation of fix assets on the basis of available information. As explained to us, fixed asset of the company has been physically verified by the management in a phased periodical manner which in our opinion is reasonable having regards to the size of the company and nature of its assets. The title deeds of immovable properties are held in the name of the company.</p>	Statement of Fact
<p>(ii) In respect of inventories The company has no stock of stores, spares parts and raw materials during the year. Hence physical verification by management is not conducted during the year.</p>	Statement of Fact
<p>(iii) Loans and advances to parties covered under section 189 of Companies Act-2013. No Loans and advance to parties covered under section 189 of Companies Act- 2013 has given during the year, hence a) Not applicable b) Not Applicable c) Not Applicable</p>	Statement of Fact
<p>(iv) Loans, investments, guarantees, and security: In respect of loans, investments, guarantees, and security the section 185 and 186 of the Companies Act, 2013 have been complied with.</p>	Statement of Fact
<p>(v) Accepting Deposits from public: According to information and explanation given to us the company has not accepted any deposits from public, therefore this clause is not applicable to the company.</p>	Statement of Fact

- | | |
|--|-------------------|
| <p>(vi) Maintenance of cost records under Section 143 of the Companies Act – 2013:
Not Applicable</p> | Statement of Fact |
| <p>(vii) In respect of statutory dues:</p> <p>a) As the company has no direct staff except employees on deputation from MCL., the deduction and deposit of provident fund dues is not applicable during the year. Further as the company has not started production and sale during the year, no statutory dues is payable to the govt.</p> <p>b) The company is capitalizing all its revenue income and expenditure under the head assets under development since it has not commenced its commercial production. Therefore interest earned on FDR with banks is also capitalized. However Income Tax Department is considering it as a</p> <p>c) revenue income and thus the matter is pending</p> <p>d) before the Appellate Authority of IT Department.</p> | Statement of Fact |
| <p>(viii) Default in Repayment of Loans taken from Bank or Financial Institution:
The company has not taken my loans from any financial institution or banks hence this clause is not applicable.</p> | Statement of Fact |
| <p>(ix) Moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purpose of which those are raised:
The company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans; hence this clause is not applicable.</p> | Statement of Fact |
| <p>(x) Reporting of Fraud During the Year (Nature and Amount):
According to the information and explanation given to us no fraud on or by the company has been noticed or reported during the year.</p> | Statement of Fact |

- (xi) **Managerial Remuneration:**
The company has not paid any managerial remuneration during the year. Statement of Fact
- (xii) **Provision related to Nidhi company:**
Not Applicable. Statement of Fact
- (xiii) **Related party Transaction in compliance with sections 177 and 188 of Companies Act, 2013:**
According to information and explanation given to us there is no transaction with related party during the year: Statement of Fact
- (xiv) **Preferential allotment or private placement of shares or fully or partly convertible debentures during the year :**
The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the reporting period. Statement of Fact
- (xv) **Non-cash transactions with directors or persons connected with him:**
The company has not entered into any non-cash transactions with directors or person connected with him during the reporting period. Statement of Fact
- (xvi) **Registration under section 45-IA of the Reserve Bank of India Act, 1934:**
Not Applicable. Statement of Fact

**FOR PATY SAR &
ASSOCIATES**
(Chartered Accountants)
Reg No. 325487E

(CA . N.P. SAR)
Partner
M. No. 210526
Place: Angul
Date: 30.04.2016

N C NAYAK & CO
COMPANY SECRETARIES



HIG -115, 4TH FLOOR, DHARMA VIHAR
KHANDAGIRI, BHUBANESWAR-751 030
TELE : 0674-2351 189, MOB : 9437225828
E-mail : ncnayaknco@gmail.com

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016

[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
MJSJ COAL LIMITED

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by MJSJ COAL LIMITED (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon. Based on our verification of the 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, we hereby report that in our opinion, the Company has, during the audit period ended on 31st March, 2016, 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 MJSJ COAL LIMITED ("The Company") for the period ended on 31st march, 2016 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the Rules made thereunder;
- II. Following other laws as are specifically applicable to the company:-
 - a. The CBA Act, 1957

The company complies with statutory tax Audit requirement under the Income Tax act, 1961, which is done by Statutory Auditor appointed in their audit Report, so I have not reviewed compliance of applicable Income Tax Laws to the company.

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

Secretarial Standards (though not mandatory during the year) issued by The Institute of Company Secretaries of India under section 118 (10) of the companies Act, 2013 to the extent observed by the company

The management has represented and I have also checked that the company being an unlisted Public company the following Acts, Regulations, Guidelines, Agreements etc. as specified in the prescribed Form MR-3 were not applicable to the company.

- (i) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (ii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder ;
- (iii) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment ,Overseas Direct Investment and External Commercial Borrowings ;
- (iv) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India, 1992 ('SEBI Act') :-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations 2011

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations , 1992;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations,2009
- (d) The Securities and Exchange Board of India (Issue of Capital (Employee Stock Option Scheme and Employee Stock purchase Scheme) Guidelines ,1999 ;
- (e) The Securities and Exchange Board of India (Issue and listing of Debt Securities) Regulations, 2008;
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents)Regulations, 1993 the companies Act and dealing with Client ;
- (g) The Securities and Exchange Board of India(Delisting of Equity Shares) Regulations , 2009 ;and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations,1998 ;

(v) The Listing Agreements with stock Exchanges.

During the period under review the company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc.

I further report that:

- (a) The Board of Directors of the Company is constituted with Non-Executive / Nominee Directors.
- (b) Adequate notice is given to all directors to schedule the Board Meetings, 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.
- (c) Majority decision is carried while all members view are captured and recorded as part of the minutes.

The Company has obtained all necessary approvals under the various provisions of the Act; and

I further report that based on the information received and records maintained 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 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.

For N C NAYAK & CO
COMPANY SECRETARIES

Place: Angul
Date: 10/05/2016

(CS Naresh Chandra Nayak)
Proprietor, FCS-7089
C. P. No.-7802

This is to be read with our letter of even date which is annexed as Enclosure-A and forms an integral part of this report.

N C NAYAK & CO
COMPANY SECRETARIES



HIG -115, 5TH FLOOR, DHARMA VIHAR
KHANDAGIRI, BHUBANESWAR-751 030
TELE : 0674-2351 189, MOB : 9437225828
E-mail : nenayakuco@gmail.com

Enclosure-A

To,
The Members
MJSJ COAL LIMITED

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I 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. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I 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 the management. My 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.

For N C NAYAK & CO
COMPANY SECRETARIES

Place: Angul
Date: 10/05/2016

(CS Naresh Chandra Nayak)
Proprietor, FCS-7089
C. P. No.-7802

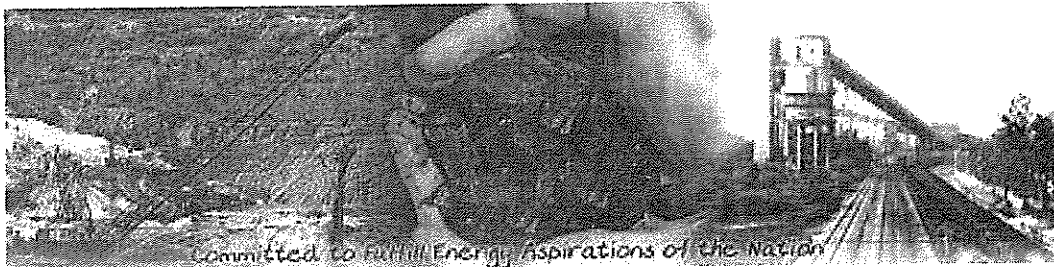
MJSJ COAL LIMITED

( A Subsidiary of **MCL** )



Financial Statement

For Year Ending FY: 2015-16



Committed to fulfill Energy Aspirations of the Nation

MJSJ COAL LIMITED
BALANCE SHEET
As at 31st March, 2016



(in lakh)

	Notes		As at 31-Mar-16	As at 31-Mar-15
I EQUITY AND LIABILITIES				
(1) Shareholders' Funds				
a) Share Capital	1	9,510.00	9,510.00	
b) Reserves and Surplus	2	(101.32)	(101.32)	
			9,408.68	9,408.68
(2) Share Application Money Pending Allotment				
(3) Non-Current Liabilities				
a) Long Term Borrowings	3	-		
b) Deferred Tax Liability (Net)		-		
c) Other Long Term Liabilities	4	-		
d) Long Term Provisions	5	-		
(4) Minority interest				
(5) Current Liabilities				
a) Short Term Borrowings	6	743.62	607.82	
b) Trade Payables	7	-		
c) Other Current Liabilities	8	8.28	6.75	
d) Short Term Provisions	9	9.51	8.44	
			761.41	623.01
Total			10,170.09	10,031.69
II ASSETS				
(1) Non-Current Assets				
(a) Fixed Assets				
i) Tangible Assets - Gross Block	10A	4,484.14	4,485.04	
Less : Depreciation, Impairment & Provisions		479.51	390.46	
Net Carrying Value			4,004.63	4,094.58
ii) Intangible Assets - Gross Block	10A	-		
Less : Depreciation, Impairment & Provisions		-		
Net Carrying Value				
iii) Capital Work-in-Progress	10B			
iv) Intangible Assets under Development	10C		3,482.96	3,327.57
(b) Non-Current Investments	11	-		
(c) Deferred Tax Asset (Net)		-		
(d) Long Term Loans & Advances	12	-		
(e) Other Non-Current Assets	13	-		

Balance Sheet Contd.



(in lakh)

	Notes	As at 31-Mar-16	As at 31-Mar-15
(2) Current Assets			
(a) Current Investments	14	-	-
(b) Inventories	15	-	-
(c) Trade Receivables	16	-	-
(d) Cash & Cash equivalents	17	2,371.66	2,388.72
(e) Short Term Loans & Advances	18	199.41	109.37
(f) Other Current Assets	19	111.44	111.45
		2,682.50	2,609.54
Total		10,170.09	10,031.69

Significant Accounting Policies 33
 Additional Notes on Accounts 34
 The Notes referred to above form an integral part of Balance Sheet

For and on behalf of Board of Directors

(S.Rout)
 Company Secretary /Asst.Manager (Finance)

(S.N.Sinha)
 Chief Executive Officer

(K.K.Parida)
 Director

(A.K.Tiwari)
 Chairman, MJSJ

As per our report of even date
 For & on behalf of M/s Paty Sar & Associates
 Chartered Accountants
 FRN - 325487E

Date: 30-04-2016
 Place: Angul

CA N.P.Sar
 Partner
 (M.No -210526)

MJSJ COAL LIMITED
PROFIT & LOSS STATEMENT
For the year ended 31st March, 2016



(' in Lakhs)

<u>INCOME</u>	Notes	<u>For the Quarter ended 31.03.2016</u>	<u>For the Year ended 31.03.2016</u>	<u>For the Year ended 31.03.2015</u>
Sale of Coal	20			
Less: Excise Duty				
Other Levies				
Revenue From Operations				
Other Income	21			
Total Revenue		[]	[]	[]
<u>EXPENSE</u>				
Cost of Materials Consumed	22			
Change in inventories of finished goods, work in progress and Stock-in-trade	23			
Employee benefit expenses	24			
Power & Fuel				
Welfare Expenses	25			
Repairs	26			
Contractual Expenses	27			
Finance Costs	28			
Depreciation/Amortization/Impairment				
Provisions	29			
Write off	30			
Overburden Removal Adjustment				
Other Expenses	31			
Total Expenses		[]	[]	[]
Profit/(Loss) before extraordinary items ,exceptional items and tax		[]	[]	[]
Prior Period Adjustment [Charges / (Incomes)]	32			
Exceptional Items				
Profit/(Loss) before extraordinary items and tax		[]	[]	[]
Extraordinary Items [Charges/(Incomes)]		-	-	-
Profit/(Loss) before Tax		[]	[]	[]
Less : Tax Expense				
- Current year				
- Deferred Tax				
- Earlier years				
Profit/(Loss) after Tax		[]	[]	[]
Basic and Diluted Earnings per Share (In Rs.) (Face Value of Rs. 1000/- per share)				
Significant Accounting Policies	33			
Additional Notes on Accounts	34			

The Notes referred to above form an integral part of Profit & Loss Statement

For and on behalf of Board of Directors

(S.Roul)
Company Secretary /Asst.Manager (Finance)

(S.N.Sinha)
Chief Executive Officer

(K.K.Parida)
Director

(A.K.Tiwari)
Chairman, MJSJ

As per our report of even date
For & on behalf of M/s Paty Sar & Associates
Chartered Accountants
FRN - 325487E

CA N.P.Sar
Partner

Date: 30-04-2016

MJSJ COAL LIMITED

Cashflow Statement for the year ended on 31.03.2016



	For the year ended on 31.03.2016 (' in Lakhs)	For the year ended on 31.03.2015 (' in Lakhs)
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before tax and extraordinary items	-	-
Adjustment for :		
Depreciation & Impairment	-	-
Exchange Rate Fluctuation	-	-
OBR Adjustment	-	-
Interest / Dividend (Received)	-	-
Interest /financial charges (Paid)	-	-
Prov. against Debtors/Inventories/Other CA/ Loans & Advances etc	-	-
Operating Profit before Working Capital changes	-	-
Adjustments for :		
Changes in Inventories	-	-
Changes in trade receivables	-	-
Changes in long term/non current Loan & advance/Assets	-	-
Changes in short term /current Loans and Advances/ Assets	(90.03)	(51.70)
Changes in trade payable/ Current Liabilities/long term liabilities	2.61	(8.44)
Cash generated from operations	<u>(87.42)</u>	<u>(60.14)</u>
Direct taxes paid	-	-
Cash Flow before extraordinary Items	<u>(87.42)</u>	<u>(60.14)</u>
Extraordinary items	-	-
Net Cash from operating activities	<u>(87.42)</u>	<u>(60.14)</u>
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	-65.44	(93.25)
Short Term Deposit with CIL	-	-
Miscellaneous receipts	-	-
Acquisition of Companies	-	-
Purchase of New Investments (Current/Non-Current)	-	-
Interest received	-	-
Dividend received	-	-
Net Cash used in investing activities	<u>(65.44)</u>	<u>(93.25)</u>
C CASH FLOW FROM FINANCING ACTIVITIES:		
World Bank Loans through CIL	-	-
Short Term Borrowings	135.80	230.35
Exchange Rate Fluctuation	-	-
Repayment of CIL Loan	-	-
Redemption of preference share capital	-	-
Interest and financial charges	-	-
Issue of Share Capital	-	-
Share Application Money Pending Allotment	-	-
Dividend paid	-	-
Net Cash used in financing activities	<u>135.80</u>	<u>230.35</u>
Net Increase / (decrease) in cash and cash equivalents	<u>(17.06)</u>	<u>76.96</u>
Cash and cash equivalents as at beginning of the year	2,388.72	2,311.76
Cash and cash equivalents as at the end of the period	<u>2,371.66</u>	<u>2,388.72</u>

The aforesaid statement is prepared on indirect method.

The figures of the previous year have been reclassified to confirm to current period classification.

For and on behalf of Board of Directors

(S.Rout)
Company Secretary / Asst. Manager (Finance)(S.N.Sinha)
Chief Executive Officer(K.K.Parida)
Director(A.K.Tiwari)
Chairman, MJSJAs per our report of even date
For & on behalf of M/s Paty Sar & Associates
Chartered Accountants
FRN - 325487EDate: 30.04.2016
Place: AngulCA N.P.Sar
Partner
(M.No -210526)

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016



(in lakh)

NOTE - 1**SHARE CAPITAL**

	<u>As at 31-Mar-2016</u>	<u>As at 31-Mar-2015</u>
Authorised		
(i) 200000000 Equity Shares of Rs. 10/- each	20,000.00	20,000.00
	20,000.00	20,000.00
Issued, Subscribed and Paid-up		
(i) 95100000 Equity Shares of Rs.10/- each fully paid up in cash	9,510.00	9,510.00
	9,510.00	9,510.00

Note: 1) Shares in the Company held by each shareholder holding more than 5% shares 95100000

Name of Shareholder	No. of Shares Held (Face value of Rs. 10 each)	% of Total Shares
MCL	5,70,60,000	60
JSW Steel Ltd	1,04,61,000	11
JSW Energy Ltd	1,04,61,000	11
Jindal Stainless Ltd	85,59,000	9
Shyam Metals & Energy Ltd	85,59,000	9

2) During the year, there is change in the number of shares.

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016**NOTE - 2****RESERVES & SURPLUS**

(' in Lakhs)

	As at 31-Mar-2016	As at 31-Mar-2015
RESERVES :		
Capital Reserve		
As per last Balance Sheet	-	-
Add: Addition during the period	-	-
Less: Adjustment during the period	-	-
	-	-
Capital Redemption Reserve		
As per last Balance Sheet	-	-
Add: Addition during the period	-	-
Less: Adjustment during the period	-	-
	-	-
Reserve for Foreign Exchange Transactions		
As per last Balance Sheet	-	-
Add: Addition during the period	-	-
Less: Adjustment during the period	-	-
	-	-
CSR Reserve		
As per last Balance Sheet	-	-
Add: Addition during the period	-	-
Less: Transfer to General Reserve	-	-
	-	-
General Reserve		
As per last Balance Sheet	-	-
Add: Transfer from Profit & Loss Statement	-	-
Add/ Less: Adjustment during the period	-	-
	-	-
Surplus in Profit & Loss Statement		
As per last Balance Sheet	-	-
Profit/(Loss) after Tax during the period	0.00	0.00
Profit/(Loss) available for Appropriation	0.00	-
APPROPRIATION		
Reserve for Foreign Exchange Transaction	-	-
Transfer to General Reserve	-	-
Transfer to CSR Reserve	-	-
Interim Dividend	-	-
Proposed Dividend on Equity Shares	-	-
Corporate Dividend Tax	-	-
	-	-
	0.00	0.00
Miscellaneous Expenditure (to the extent not written off)		
Preliminary Expenses	101.32	101.32
Pre-Operational Expenses	-	-
Total :	(101.32)	(101.32)

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 3



LONG TERM BORROWINGS

(` in Lakhs)

	<u>As at</u> <u>31-Mar-2016</u>	<u>As at</u> <u>31-Mar-2015</u>
	-	-
	-	-
	-	-
	-	-
	-	-
Total	-	-
CLASSIFICATION 1		
Secured	-	-
Unsecured	-	-

CLASSIFICATION 2

1 Loan Guaranteed by Directors & Others

Particulars of Loan		Nature of Guarantee

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 4



OTHER LONG TERM LIABILITIES

(` in Lakhs)

	<u>As at</u> <u>31-Mar-2016</u>	<u>As at</u> <u>31-Mar-2015</u>
	-	-
	-	-
	-	-
	-	-
Trade Payable	-	-
Security Deposits	-	-
Refund of Cess on Coal	-	-
Total	-	-

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 5



(` in Lakhs)

LONG TERM PROVISIONS

	As at 31-Mar-2016	As at 31-Mar-2015
For Employee Benefits		
- Gratuity	-	-
- Leave Encashment	-	-
- Other Employee Benefits	-	-
For Foreign Exchange Transactions (Marked to Market)	-	-
OBR Adjustment Account	-	-
Mine Closure Expenses	-	-
For Others	-	-
TOTAL	-	-

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016

NOTE - 6**SHORT TERM BORROWINGS**

(` in Lakhs)

	<u>As at</u> <u>31-Mar-2016</u>	<u>As at</u> <u>31-Mar-2015</u>
Loan From Bank	-	-
Loans Repayable on Demand	-	-
Loan from MCL	739.92	604.12
Loan from JSW Energy	2.22	2.22
Loan from Shyam Metallics	1.48	1.48
	-	-
Other Loans and Advances	-	-
Deferred Credits	-	-
Total :	743.62	607.82

CLASSIFICATION 1

Secured	-	-
Unsecured	-	-

CLASSIFICATION 2

Loan Guaranteed by Directors & Others

Particulars of Loan	Nature of Guarantee
Nil	Nil

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016

NOTE - 7



(` in Lakhs)

TRADE PAYABLE

Sundry Creditors For Supplies

For Revenue

**As at
31-Mar-2016**

**As at
31-Mar-2015**

TOTAL

-

-

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 8



OTHER CURRENT LIABILITIES	(` in Lakhs)	
	As at 31-Mar-2016	As at 31-Mar-2015
Current Maturities of Long Term Borrowings	-	-
	-	-
	-	-
	-	-
	-	-
	-	-
Sundry Creditors for Capital (including Stores)	-	-
	-	-
For Expenses		
Salary Wages & Allowances	-	-
Power & Fuel	-	-
Others	-	-
	-	-
STATUTORY DUES :		
Sales Tax	-	-
Sales Tax/VAT	-	-
Provident Fund & Pension Fund	-	-
Central Excise Duty	-	-
Royalty & Cess on Coal	-	-
Stowing Excise Duty	-	-
Clean Energy Cess	-	-
Other Statutory Levies	-	-
	-	-
Income Tax Deducted at Source	-	-
Security Deposit	3.85	3.66
Earnest Money	1.17	0.98
Advance & Deposit from customers / others	-	-
Interest Accrued and due on Borrowings	-	-
Interest Accrued but not due on Borrowings	-	-
Cess Equilisation Account	-	-
Current Account with IICM	-	-
MCL Current Account	-	-
JSW Energy Ltd Current Account	-	-
Shyam Metalic & Energy Ltd Current Account	-	-
JSW Steel Ltd current Account	-	-
Jindal Stainless Ltd Current Account	-	-
Unpaid Dividend	-	-
Ex-Owner Account	-	-
Advance deposit other Pre-Nationalisation	-	-
Gratuity	-	-
Others Liabilities	3.26	2.11
TOTAL	8.28	6.75

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 9



(` in Lakhs)

SHORT TERM PROVISIONS

	<u>As at</u> <u>31-Mar-2016</u>	<u>As at</u> <u>31-Mar-2015</u>
For Employee Benefits	-	-
- Gratuity	-	-
- Leave Encashment	-	-
- PPLB	-	-
- PRP	-	-
- Other Employee Benefits	-	-
For Proposed Dividend	-	-
For Corporate Dividend Tax	-	-
For Income Tax	-	-
Proposed Dividend	-	-
Dividend Tax on Proposed Dividend	-	-
Disputed Claims	-	-
Provision for Rehab/Resettlement of Land Oustees	-	-
For Excise Duty on Closing Stock of Coal	9.51	8.44
For Others	-	-
TOTAL	9.51	8.44

MJSJ COAL LIMITED
 NOTES TO THE BALANCE SHEET AS AT 31.03.2016
NOTE - 10 A
FIXED ASSETS



PARTICULARS	GROSS BLOCK			DEPRECIATION			IMPAIRMENT LOSS / OTHER LOSS			NET CARRYING VALUE	
	As on 01.04.2015	Addition during the period	Adj./Sales/Transfer during the period	As on 01.04.2015	Addition during the period	Adj./Sales/Transfer during the period	As on 01.04.2015	Addition during the period	Adj./Sales/Transfer during the period	As on 31.03.2016	As on 31.03.2015
Tangible Assets											
Land											
(a) Freehold											
(b) Leasehold Building/Water Supply/Road & Culverts Plant & Machinery	4,460.77			378.43	85.80		464.23			3,996.54	4,082.34
Furniture & fittings/Office Tools & Railway Sidings Vehicle	24.27	1.10	2.00	12.03	3.25		15.28			8.09	12.24
Telecommunication Development including Roads & Culverts In											
TOTAL	4,485.04	1.10	2.00	390.48	89.05		479.51			4,004.83	4,094.58
Previous Year											
Tangible Fixed Assets											
Intangible Assets											
Development											
Software											
Prospecting & Boring											
Total											
G Total											
Previous Year											
Intangible Fixed Assets											

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE -10 B
CAPITAL WORK-IN-PROGRESS



PARTICULARS	COST			PROVISION			IMPAIRMENT LOSS / OTHER LOSS			NET CARRYING VALUE	
	As on 01.04.2015	Addition during the Period	Adj./Sales/Transfer during the Period	As on 01.04.2015	Addition during the Period	Adj./Sales/Transfer during the Period	As on 01.04.2015	Addition during the Period	Adj./Sales/Transfer during the Period	As on 31.03.2016	As on 31.03.2015
Intangible Assets											
Building/Water Supply/Road &											
Plant & Machinery											
Railway Sidings											
ROADS & CONCRETE in mining area											
Others											
TOTAL											
Previous Year Intangible Assets											
Impaired off Assets											
Previous Year Impaired off Assets											
Grand Total											
Previous Year Grand Total											

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016

NOTE -10 C

INTANGIBLE ASSETS UNDER DEVELOPMENT

(in Lakhs)

PARTICULARS	COST			PROVISION			IMPAIRMENT LOSS / OTHER LOSS			NET CARRYING VALUE	
	As on 01.04.2015	Addition during the Period	Adj./Sales/Transfer during the Period	As on 01.04.2015	Addition during the Period	Adj./Sale/Transfer during the Period	As on 01.04.2015	Addition during the Period	Adj./Sales/Transfer during the Period	As on 31.03.2016	As on 31.03.2015
Intangible Assets											
Development	1,795.65	155.39								1,951.04	1,795.65
Prospecting & Boring	1,531.92									1,531.92	1,531.92
TOTAL	3,327.57	155.39								3,482.96	3,327.57
Previous Year											
Intangible Assets											

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 11



NON - CURRENT INVESTMENTS - Quoted /Unquoted at Cost

Number of shares/bonds/s curities current year	Face value per share/bond/ security current year (₹)	As at 31.03.2016 (` In Lakhs)	Number of shares/bonds/ curities as at 31.03.2016	Face value per share/bond/s ecurity as at 31.03.2015	As at 31.03.2015 (` In Lakhs)

TRADE (Unquoted)

8.5% Tax Free Special Bonds (Fully Paid up) :

(on securitisation of Sundry Debtors)

Major State-wise Break-up

UP

Haryana

Maharashtra State Electricity Board

Madhya Pradesh

Gujarat

West Bengal State Electricity Board

Others

Equity Shares in Subsidiaries Companies

Non-Trade (Quoted)

Total :

Aggregate of Quoted investments

Aggregate of unquoted investments

Market Value of Quoted Investments

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
 NOTE - 12



LONG TERM LOANS & ADVANCES	As at 31-Mar-2016	(' in Lakhs) As at 31-Mar-2015
ADVANCES:		
For Capital		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad and doubtful advances		
For Revenue		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad and doubtful advances		
Security Deposits		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad and doubtful deposits		
Deposit for P&T, Electricity etc.		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad and doubtful deposits		
LOAN TO EMPLOYEES & OTHERS		
For House Building		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
For Motor Car and Other Conveyance		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
For Others		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad and doubtful advances		
LOAN TO SUBSIDIARIES		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
TOTAL		

Note

	CLOSING BALANCE	MAXIMUM AMOUNT DUE AT ANY TIME DURING	
		CURRENT PERIOD	PREVIOUS YEAR
Due by the Companies under the same management (With name of the Companies)		Nil	Nil

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 13

**OTHER NON-CURRENT ASSETS**

(` in Lakhs)

	<u>As at 31-Mar-2016</u>	<u>As at 31-Mar-2015</u>
Long Term Trade Receivable		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less: Provision for bad and doubtful trade receivables		
Exploratory Drilling Work		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less: Provision for bad and doubtful drilling work		
Other Receivables		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less: Provision for bad and doubtful receivables		
TOTAL	_____	_____

Note

	CLOSING BALANCE		MAXIMUM AMOUNT DUE AT	
	CURRENT PERIOD		CURRENT PERIOD	PREVIOUS YEAR
Due by the Companies under the same management (With name of the Companies)	Nil		Nil	Nil
Due by the parties in which the Director(s) of company is /are interested	Nil		Nil	Nil

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 14



CURRENT INVESTMENTS - Quoted / Unquoted at Cost

						(` in Lakhs)
	Number of shares/bonds/securities current year	Face value per share/bond/security current Year	As at 31-Mar-2016	Number of shares/bonds/securities previous year	Face value per share/bond/security previous year	As at 31-Mar-15
NON-TRADE						
Investment in Mutual Funds						
TRADE (Unquoted)						
Total :						

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016

NOTE - 15



INVENTORIES

(Valuation as per Significant Accounting Policy No.10)

	As at 31-Mar-2016	(` in Lakhs) As at 31-Mar-2015
Stock of Coal		
Coal Stock Under Development		
Less : Provision for deterioration		
A Stock of Coal (Net)	<input type="text"/>	<input type="text"/>
Stock of Stores & Spare Parts (at cost)		
Stores -in -transit		
Less : Provision for slow moving / obsolescence etc		
Loss of Assets		
Less : Provision for Loss of Assets		
B Net Stock of Stores & Spare Parts (at cost)	<input type="text"/>	<input type="text"/>
<u>Workshop Jobs :</u>		
Work-in-progress and Finished Goods		
Less : Provision for workshop jobs		
C Net Stock of Workshop Jobs	<input type="text"/>	<input type="text"/>
<u>Press :</u>		
Work-in-Progress and Finished Goods		
E Stock of Medicines at Central Hospital		
F Prospecting & Boring/ Development Exp./Coal Blocks meant for Sale		
Total (A to F)	<input type="text"/>	<input type="text"/>

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016



ANNEXURE TO NOTE - 15

(Qty in lakh tonnes) (value in lakh `)

Table:A

Reconciliation of closing stock adopted in Account with Book stock as at the end of the quarter.

	OVERALL STOCK		NON-VENDABLE STOCK		VENDABLE STOCK	
	Qty.	Value	Qty.	Value	Qty.	Value
1. (A) Opening stock as on 01.04.14						
(B) Adjustment in Opening Stock						
2. Production for the period						
3. Sub-Total (1+2)						
4. Off- Take for the period						
(A) Outside Despatch						
(B) Coal feed to Washeries						
(C) Own Consumption						
TOTAL(A)						
5. Derived Stock						
6. Measured Stock						
7. Difference (5-6)						
8. Break-up of Difference:						
(A) Excess within 5%						
(B) Shortage within 5%						
(C) Excess beyond 5%						
(D) Shortage beyond 5%						
9. Closing stock adopted in A/c. (6-8A+BB)						

Summary of Closing Stock of Coal

Table : B

	Raw Coal				Washed / Dashed Coal				Other Products		Total	
	Coking		Non-Coking		Coking		Non-Coking		Qty	Value	Qty	Value
	Qty	Value	Qty	Value	Qty	Value	Qty	Value				
Opening Stock (Audited)	-	-	-	-	-	-	-	-	-	-	-	-
Less: Non-vendable Coal	-	-	-	-	-	-	-	-	-	-	-	-
Adjusted Opening Stock (Vendable)	-	-	-	-	-	-	-	-	-	-	-	-
Production	-	-	-	-	-	-	-	-	-	-	-	-
Offtake												
(A) Outside Despatch	-	-	-	-	-	-	-	-	-	-	-	-
(B) Coal feed to Washeries	-	-	-	-	-	-	-	-	-	-	-	-
(C) Own Consumption	-	-	-	-	-	-	-	-	-	-	-	-
Closing Stock	-	-	-	-	-	-	-	-	-	-	-	-
Less: Shortage	-	-	-	-	-	-	-	-	-	-	-	-
Closing Stock	-	-	-	-	-	-	-	-	-	-	-	-

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 16



TRADE RECEIVABLES

(` in Lakhs)

	As at 31-Mar-2016	As at 31-Mar-2015
Debts outstanding for a period exceeding six months from the due date		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad & doubtful debts		
Other Debts		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad & doubtful debts		
Total		

Note

	CLOSING BALANCE		MAXIMUM AMOUNT DUE AT ANY TIME DURING	
	CURRENT PERIOD		CURRENT PERIOD	PREVIOUS YEAR
Due by the Companies under the same management (With name of the Companies)	Nil		Nil	Nil
Due by the parties in which the Director(s) of company is /are interested	Nil		Nil	Nil

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 17

**CASH & BANK BALANCES**

(` in Lakhs)

	<u>As at</u> <u>31-Mar-2016</u>	<u>As at</u> <u>31-Mar-2015</u>
Cash & Cash Equivalents		
Balances with Scheduled Banks		
- SBI Dividend Account (unpaid/unclaimed dividend account)		
- In Deposit Accounts with maturity upto 3 months		
- In Current Accounts	2,371.66	2388.72
- In Cash Credit Accounts		
 Balances with Non-Scheduled Banks		
In account with Banks outside India		
Remittance - in transit		
Cheques, Drafts and Stamps on hand		
Cash in hand		
 Deposit with Scheduled Banks under Shifting and Rehabilitation Fund Scheme with maturity upto 3 months		
 Other Bank Balances		
Balances with Scheduled Banks		
- In Deposit Accounts with maturity more than 3 months	-	
 Deposit with Scheduled Banks under Shifting and Rehabilitation Fund Scheme with maturity more than 3 months	-	
Deposit with Scheduled Banks under mine Closure Plan Scheme	-	
 Total	2,371.66	2,388.72
 Maximum amount outstanding with Banks other than Scheduled Banks at any time during the year	Nil	Nil

Additional Note:

- 1) Balances with banks to the extent held as margin money or security against the borrowings/others
- 2) Bank deposits more than 3 months includes deposits held for period exceeding 12 months

MJSJ COAL LIMITED
 NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE - 18



SHORT TERM LOANS & ADVANCES

(' In Lakhs)

	As at 31-Mar-2016	As at 31-Mar-2015
ADVANCE (Recoverable in cash or in kind or for value to be received)		
ADVANCE TO SUPPLIERS & CONTRACTORS		
For Revenue		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad and doubtful Advances		
ADVANCE PAYMENT OF STATUTORY DUES		
SalesTax		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad and doubtful Advances		
Advance Income Tax / Tax Deducted at Source	194.58	97.94
Less : Provision for Income Tax		
CENVAT CREDIT (Service Tax)	2.65	2.65
Others		
- Secured considered good		
- Unsecured considered good		
- Doubtful		
Less : Provision for bad and doubtful Advances		
	197.23	100.59
Advance to Employees		
- Secured considered good		
- Unsecured considered good	2.18	8.78
- Doubtful		
Less : Provision for bad and doubtful Advances		

Deposits with Coal India Limited

Current Account with Coal India Limited & other Subsidiaries
of Coal India Limited and MCL's subsidiaries

LOAN ACCOUNT WITH SUBSIDIARIES

- Secured considered good
- Unsecured considered good
- Doubtful

Less : Provision for bad and doubtful Advances

Claims Receivables

- Secured considered good
- Unsecured considered good
- Doubtful

Less : Provision for Doubtful claims

Prepaid Expenses

2.18	8.78
------	------

TOTAL

199.41	109.37
---------------	---------------

Note

	CLOSING BALANCE	
	CURRENT PERIOD	MAXIMUM PREVIOUS YEAR
1		
Due by the parties in which the Director(s) of company is /are interested	Nil	Nil

MJSJ COAL LIMITED
NOTES TO BALANCE SHEET AS AT 31.03.2016
NOTE -19

**OTHER CURRENT ASSETS**

(` in Lakhs)

	<u>As at</u> <u>31-Mar-2016</u>	<u>As at</u> <u>31-Mar-2015</u>
Interest Accrued on		
- Investments		
- Deposits with Banks	111.44	111.45
- Others	-	-
Ex Owner's Account	-	-
Other Advances	-	-
Less : Provision for bad and doubtful advances	-	-
DEPOSITS		
Deposit for Customs Duty, Port Charges etc.		-
Deposit for Royalty, Cess & Sales Tax	-	-
Less : Provision for bad and doubtful deposits	-	-
Others	-	-
Less : Provision for bad and doubtful for others	-	-
Amount Receivable from Govt of India for transactions on behalf of Ex-Coal Board	-	-
Other Receivables	-	-
Less : Provision for bad and doubtful receivables	-	-
TOTAL	111.44	111.45

Points that should be considered while making notes

1. Contingent liabilities and commitments (to the extent not provided for)

(i) Contingent liabilities shall be classified as:

- (a) Claims against the company not acknowledged as debt;
- (b) Guarantees;
- (c) Other money for which the company is contingently liable

(ii) Commitments shall be classified as:

- (a) Estimated amount of contracts remaining to be executed on capital account and not provided for;
- (b) Uncalled liability on shares and other investments partly paid
- (c) Other commitments (specify nature).

2. The amount of dividends proposed to be distributed to equity and preference shareholders for the period and the related amount per share shall be disclosed separately. Arrears of fixed cumulative dividends on preference shares shall also be disclosed separately.

3. Where in respect of an issue of securities made for a specific purpose, the whole or part of the amount has not been used for the specific purpose at the balance sheet date, there shall be indicated by way of note how such unutilized amounts have been used or invested.

4. If, in the opinion of the Board, any of the assets other than fixed assets and non-current investments do not have a value on realization in the ordinary course of business at least equal to the amount at which they are stated, the fact that the Board is of that opinion, shall be stated

5. This note should be cross referenced to Note No. 5 & Note No. 9

The Position of various provisions as on 31.03.2013 is given below:

	Provisions	Opening Balance	Addition during the Year	Write Back/Adj. During the year	Closing Balance
	For Proposed Dividend	-	-	-	-
	For Corporate Dividend Tax	-	-	-	-
	For Gratuity	-	-	-	-
	For Leave Encashment	-	-	-	-
	For Other Employee Benefits	-	-	-	-
	For Income Tax	-	-	-	-
	For Foreign Exchange Transactions (Marked)	-	-	-	-
	Cost of Stowing Lag	-	-	-	-
	OBR Adjustment Account	-	-	-	-
	Land Reclamation	-	-	-	-
	Bad & Doubtful debts	-	-	-	-
	Provision for Doubtful Advances & Claims	-	-	-	-
	CWIP	-	-	-	-
	Other Provisions-Fixed Assets	-	-	-	-

6. The Bifurcation of Sundry creditors for Supplies - For Capital & For revenue between Micro, Small & Medium Enterprises and others should be stated in Notes by cross referencing it to Note 7

MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016
NOTE - 20



Revenue From Operations

(' in Lakhs)

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
GROSS SALES	-	-	-
Less: Excise Duty	-	-	-
Less : Other Levies	-	-	-
Royalty	-	-	-
Cess on Coal	-	-	-
Stowing Excise Duty	-	-	-
Central Sales Tax	-	-	-
Clean Energy Cess	-	-	-
State Sales Tax/VAT	-	-	-
Orissa Entry Tax	-	-	-
TOTAL LEVIES	-	-	-
Revenue From Operations (NET SALES)	-	-	-

MJSJ COAL LIMITED
NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016

**NOTE - 21****OTHER INCOME**

(` in Lakhs)

	<u>For the Quarter ended 31.03.2016</u>	<u>For the Year ended 31.03.2016</u>	<u>For the Year ended 31.03.2015</u>
<u>Income From Long Term Investments</u>			
Dividend from Joint Ventures	-	-	-
Interest from Govt. Securities	-	-	-
<u>Income From Current Investments</u>			
Dividend from Mutual Fund Investments	-	-	-
Interest from Govt. Securities	-	-	-
<u>Income From Others</u>			
Interest :			
From Deposit with Banks	-	-	-
From Loans and Advances to Employees	-	-	-
From Income Tax Refunds	-	-	-
From CIL on parking of fund	-	-	-
Others	-	-	-
Apex Charges	-	-	-
Subsidy for Sand Stowing & Protective Works	-	-	-
Profit on Sale of Assets	-	-	-
Recovery of Transportation & Loading Cost	-	-	-
Gain on Foreign exchange Transactions	-	-	-
Exchange Rate Variance	-	-	-
Lease Rent	-	-	-
Liability Write Backs	-	-	-
Guarantee Fees from subsidiaries	-	-	-
Other non-operating Income	-	-	-
TOTAL	-	-	-

MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016

NOTE - 22



COST OF MATERIALS CONSUMED

	<u>For the Quarter ended 31.03.2016</u>	<u>For the Year ended 31.03.2016</u>	<u>(` in Lakhs) For the Year ended 31.03.2015</u>
Explosives			
Timber			
P O L			
HEMM Spares			
Other Consumable Stores & Spares			
TOTAL	<input type="text"/>	<input type="text"/>	<input type="text"/>

MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016

NOTE - 23



(' in Lakhs)

CHANGE IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
Closing Stock of Coal			
Less: Deterioration of Coal			
Total (1)			
Opening Stock of Coal			
Less: Deterioration of Coal			
Total (2)			
A) Change in Inventory of Closing Stock (2-1)			
Closing Stock of Workshop made finished goods and WIP			
Less: Provision			
Total			
Opening Stock of Workshop made finished goods and WIP			
Less: Provision			
Total			
B) Change in Inventory of Closing Stock of workshop			
Press closing Job			
i) Finished goods			
ii) Work in progress			
Less : Press opening jobs			
i) Finished goods			
ii) Work in progress			
C) Change in Inventory of closing stock of press jobs made Finished Goods and WIP			
Closing Stock of Medicines (Central Hospital)			
Less Opening Stock of Medicines (Central Hospital)			
D) Change in Inventory of Stock of Medicines at Central Hospitals			
Total Change in Inventory of Stock(A+B+C+D)			

MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016



NOTE - 24

(` in Lakhs)

EMPLOYEE BENEFIT EXPENSES

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
Salary, Wages, Allowances ,Bonus & Benefits			
Exgratia			
PRP			
Contribution to P.F. & Other Funds			
Gratuity			
Leave Encashment			
VRS			
Workmen Compensation			
Other Employee Benefits			
TOTAL			

MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016



(` in Lakhs)

NOTE - 25

WELFARE EXPENSES

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
Medical Expenses			
Medical Expenses for retired employees			
Grants to Schools & Institutions			
Sports & Recreation			
Canteen & Creche			
Power - Township			
Hire Charges of Bus, Ambulance etc.			
CSR Expenses			
Environmental Expenses			
Tree Plantation			
Other Expenses			

TOTAL

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MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016



NOTE - 26

(` in Lakhs)

REPAIRS

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
--	-------------------------------------	----------------------------------	----------------------------------

Building
 Plant & Machinery
 Others

TOTAL

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MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016



NOTE - 27

CONTRACTUAL EXPENSES

(` in Lakhs)

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
--	-------------------------------------	----------------------------------	----------------------------------

Transportation Charges :

- Sand
- Coal & Coke
- Stores & Others etc.

Wagon Loading

Hiring of Plant & Machinery

Other Contractual Work

TOTAL

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MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016

**NOTE - 28**

FINANCE COSTS	(` in Lakhs)		
	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
INTEREST EXPENSE			
Deferred Payments	-		
Bank Overdraft / Cash Credit	-		
Interest on IBRD & JBIC Loan	-		
CIL Fund Loan Interest	-		
Interest to Subsidiaries	-		
Others	-		
TOTAL(A)	-	-	-
OTHER BORROWING COSTS			
Guarantee Fees on (IBRD & JBIC) Loan	-		
Other Expenses / Bank Charges	-		
TOTAL(B)	-	-	-
TOTAL (A+B)	-	-	-

MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016

**NOTE - 29**

(` in Lakhs)

PROVISIONS

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
(A) PROVISION MADE FOR			
Doubtful debts	-		
Doubtful advances & Claims	-		
Foreign exchange Transaction	-		
Stores & Spares	-		
Reclamation of Land/Mine Closure Expenses	-		
Surveyed off Fixed Assets/Capital WIP	-		
Others	-	-	-
TOTAL (A)	-	-	-
(B) PROVISION WRITTEN BACK			
Doubtful debts	-	-	
Doubtful advances & Claims	-		
Foreign exchange Transaction	-		
Stores & Spares	-		
Reclamation of Land/Mine Closure Expenses	-		
Surveyed off Fixed Assets/Capital WIP	-		
Others/Loss of assets	-		
TOTAL (B)	-	-	-
TOTAL (A-B)	-	-	-

MJSJ COAL LIMITED
 NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016



NOTE - 30

(` in Lakhs)

WRITE OFF

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
Doubtful debts	-	-	-
Doubtful advances	-	-	-
Others	-	-	-
TOTAL	-	-	-

MJSJ COAL LIMITED
NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016

NOTE - 31



(` in Lakhs)

OTHER EXPENSES	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
Travelling expenses	-	-	-
- Domestic	-	-	-
- Foreign	-	-	-
Training Expenses	-	-	-
Telephone & Postage	-	-	-
Advertisement & Publicity	-	-	-
Freight Charges	-	-	-
Demurrage	-	-	-
Donation / Subscription	-	-	-
Security Expenses	-	-	-
Service Charges of CIL	-	-	-
Hire Charges	-	-	-
CMPDI Expenses	-	-	-
Legal Expenses	-	-	-
Bank Charges	-	-	-
Guest House Expenses	-	-	-
Consultancy Charges	-	-	-
Under Loading Charges	-	-	-
Loss on Sale/Discard/Surveyed of Assets	-	-	-
Auditor's Remuneration & Expenses	-	-	-
- For Audit Fees	-	-	-
- For Taxation Matters	-	-	-
- For Company Law Matters	-	-	-
- For Management Services	-	-	-
- For Other Services	-	-	-
- For Reimbursement of Expenses	-	-	-
Internal audit fees and expenses	-	-	-
Rehabilitation Charges	-	-	-
Royalty & Cess	-	-	-
Central Excise Duty	-	-	-
Rent	-	-	-
Rates & Taxes	-	-	-
Insurance	-	-	-
Loss on Exchange Rate Variance	-	-	-
Lease Rent	-	-	-
Rescue/Safety Expenses	-	-	-
Dead Rent/Surface Rent	-	-	-
Siding Maintenance Charges	-	-	-
Land/Crops Compensation	-	-	-
Wealth Tax	-	-	-
Miscellaneous Expenses	-	-	-
TOTAL	-	-	-

MJSJ COAL LIMITED
NOTES TO PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31.03.2016

NOTE -32



(in Lakhs)

PRIOR PERIOD ADJUSTMENTS

	For the Quarter ended 31.03.2016	For the Year ended 31.03.2016	For the Year ended 31.03.2015
(A) Expenditure			
Sale of Coal	-	-	-
Stock of Coal	-	-	-
Other Income	-	-	-
Consumption of Stores & Spares	-	-	-
Employees Remuneration & Benefits	-	-	-
Power & Fuel	-	-	-
Welfare Expenses	-	-	-
Repairs	-	-	-
Contractual Expenses	-	-	-
Other Expenditure	-	-	-
Interest and other financial charges	-	-	-
Depreciation	-	-	-
TOTAL (A)	-	-	-
(B) Income			
Sale of Coal	-	-	-
Stock of Coal	-	-	-
Other Income	-	-	-
Consumption of Stores & Spares	-	-	-
Employees Remuneration & Benefits	-	-	-
Power & Fuel	-	-	-
Welfare Expenses	-	-	-
Repairs	-	-	-
Contractual Expenses	-	-	-
Other Expenditure	-	-	-
Interest and other financial charges	-	-	-
Depreciation	-	-	-
TOTAL (B)	-	-	-
TOTAL (A-B)	-	-	-

MAHANADI COAL FIELDS LIMITED**NOTE – 33****SIGNIFICANT ACCOUNTING POLICIES****1.0 Accounting Convention:**

Financial statements are prepared under the historical cost convention and on accrual basis of accounting and going concern concept, in accordance with the generally accepted accounting principles in India and the relevant provisions of the Companies Act, 1956 including accounting standards notified there under, except otherwise stated.

2.0 Subsidies / Grants from Government:

2.1 Subsidies / Grants on capital account are deducted from the cost of respective assets to which they relate. The unspent amount at the Balance Sheet date, if any, is shown as current liabilities.

2.2 Subsidies / Grants on revenue account are credited to Statement of Profit & Loss under the head- Other Income and the relevant expenses are debited to the respective heads. The unspent amount at the Balance Sheet date, if any, is shown as current liabilities.

3.0 Fixed Assets:**3.1 Land:**

Value of land includes cost of acquisition and cash rehabilitation expenses and resettlement cost incurred for concerned displaced persons. Other expenditure incurred on acquisition of land viz. compensation in lieu of employment etc. are, however, treated as revenue expenditure.

3.2 Plant & Machinery:

Plant & Machinery includes cost and expenses incurred for erection / installation and other attributable costs of bringing those assets to working conditions for their intended use.

3.3 Railway Siding:

Pending commissioning, payments made to the railway authorities for construction of railway sidings are shown in Note 12 – “Long Term Loans & Advances” under Advances for Capital.

3.4 Development:

Expenses net of income of the projects / mines under development are booked to Development Account and grouped under Capital Work-in-Progress till the projects / mines are brought to revenue account. Except otherwise specifically stated in the project report to determine the commercial readiness of the project to yield production on a sustainable basis and completion of required development activity during the period of constructions, projects and mines under development are brought to revenue considering the following criteria:

- a) From beginning of the financial year immediately after the year in which the project achieves physical output of 25% of rated capacity as per approved project report, or
- b) 2 years of touching of coal, or

- c) From the beginning of the financial year in which the value of production is more than total expenses,
- Whichever event occurs first.
- 4.0 **Prospecting & Boring and other Development Expenditure:**
The cost of exploration and other development expenditure incurred in one "Five year" plan period will be kept in Capital work-in-progress till the end of subsequent two "Five year" plan periods for formulation of projects, before it is written-off, except in the case of Blocks identified for sale or proposed to be sold to outside agency which will be kept in inventory till finalisation of sale.
- 5.0 **Investments:**
Current investments are valued at the lower of cost and fair value as at the Balance Sheet date.
Investments in mutual fund are considered as current investments.
Non-Current investments are valued at cost.
- 6.0 **Inventories:**
- 6.1 Book stock of coal / coke is considered in the accounts where the variance between book stock and measured stock is upto +/- 5% and in cases where the variance is beyond +/- 5% the measured stock is considered. Such stock are valued at net realisable value or cost whichever is lower.
- 6.1.1 Coal & coke fines are valued at lower of cost or net realisable value.
- 6.1.2 Slurry (coking / semi coking), middling of washeries and by products are valued at net realisable value.
- 6.2 **Stores & Spares:**
- 6.2.1 The closing stock of stores and spare parts has been considered in the accounts as per balances appearing in priced stores ledger of the Central Stores and as per physically verified stores lying at the collieries/units.
- 6.2.2 Stock of stores & spare parts at central & area stores are valued at cost calculated on the basis of weighted average method. The year-end inventory of stores & spare parts lying at collieries / sub-stores / drilling camps/ consuming centres, initially charged off, are valued at issue price of Area Stores, Cost / estimated cost. Workshop jobs including work-in-progress are valued at cost.
- 6.2.3 Stores & spare parts include loose tools.
- 6.2.4 Provisions are made at the rate of 100% for unserviceable, damaged and obsolete stores and at the rate of 50% for stores & spares not moved for 5 years.
- 6.3 Stock of stationery (other than lying at printing press), bricks, sand, medicine (except at Central Hospitals), aircraft spares and scraps are not considered in inventory.
- 7.0 **Depreciation:**
- 7.1. Depreciation on fixed assets is provided on straight line method on the basis of useful life specified in Schedule II of the Companies Act, 2013 except for assets mentioned below, for which depreciation is provided on the basis of technically estimated useful life which are lower than that envisaged as per schedule II of Companies Act, 2013 to reflect/depict a more true and fair useful life of these assets :-
- | | |
|-----------------------------|------------------------|
| Telecommunication equipment | :- 6 years and 9 years |
|-----------------------------|------------------------|

- | | | |
|--|--------------------------------------|---------------------------------------|
| | Photocopying machine | :- 4 years |
| | Fax machine | :- 3 years |
| | Mobile phone | :- 3 years |
| | Digitally enhance cordless telephone | :- 3 years |
| | Printer & Scanner | :- 3 years |
| | Earth Science Museum | :- 19 years |
| | High volume respiratory dust samples | :- 3 years |
| | Certain equipment/HEMM | :- 7 years and 6 years as applicable. |
| | SDL (equipment) | :- 5 years |
| | LHD (equipment) | :- 6 years |
- 7.2 The residual value of all assets for depreciation purpose is considered as 5% of the original cost of the asset except those item of assets covered under para 7.3
- 7.3 In case of assets namely Coal tub,winding ropes,haulage ropes , stowing pipes & safety lamps the technically estimated useful life has been determined to be one year with a nil residual value.
- 7.4 Depreciation on the assets added/ disposed of during the year is provided on pro-rata basis with reference to the month of addition/disposal,except on those assets with one year useful life and nil residual value as mentioned under para 7.3,which are fully depreciated in the year of their addition.These Assets are taken out from the assets after expiry of two years following the year in which these are fully depreciated.
- 7.5 Value of land acquired under Coal Bearing Area (Acquisition &Development) Act,1957 is amortised on the basis of the balance life of the project.Value of leasehold land is amortised on the basis of lease period or balance life of the project whichever is earlier.
- 7.6 Prospecting,Boring and Development expenditure are amortised from the year when the mine is brought under revenue in 20 years or working life of the project whichever is less.
- 8.0 **Impairment of Asset:**
Impairment loss is recognised wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the statement of profit and loss and carrying amount of the asset is reduced to its recoverable amount. Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset no longer exist or have decreased.
- 9.0 **Foreign Currency Transactions:**
- 9.1 Balance of foreign currency transactions is translated at the rates prevailing on the Balance Sheet date and the corresponding effect is given in the respective accounts. Transactions completed during the period are adjusted on actual basis.
- 9.2 Transactions covered by cross currency swap options contracts to be settled on future dates are recognised at the rates prevailing on the Balance Sheet date, of the underlying foreign currency. Effects arising out of such contracts are taken into accounts on the date of settlement.
- 10.0 **Retirement benefits / other employee benefits:**
- a) Defined contributions plans:

The company has defined contribution plans for payment of Provident Fund and Pension Fund benefits to its employees. Such Provident Fund and Pension Fund are maintained and operated by the Coal Mines Provident Fund (CMPF) Authorities. As per the rules of these schemes, the company is required to contribute a specified percentage of pay roll cost to the CMPF Authorities to fund the benefits.

b) **Defined benefits plans:**

The liability on the Balance Sheet date on account of gratuity and leave encashment is provided for on actuarial valuation basis by applying projected unit credit method. Further the company has created a Trust with respect to establishment of Funded Group Gratuity (cash accumulation) Scheme through Life Insurance Corporation of India. Contribution is made to the said fund based on the actuarial valuation.

c) **Other employee benefits:**

Further liability on the Balance Sheet date of certain other employee benefits viz. benefits on account of LTA/ LTC; Life Cover Scheme, Group Personal Accident Insurance Scheme, Settlement Allowance, Retired Executive Medical Benefit Scheme and compensation to dependants of deceased in mines accidents etc. are also valued on actuarial basis by applying projected unit credit method.

11.0 **Recognition of Income and Expenditure:**

Income and Expenditure are generally recognised on accrual basis and provision is made for all known liabilities.

11.1 **Sales**

- a) Revenue in respect of sales is recognised when the property in the goods with the risks and rewards of ownership are transferred to the buyer.
- b) Sale of coal are net of statutory dues and accepted deduction made by customer on account of quality of coal.
- c) The revenue recognition is done where there is reasonable certainty of collection. On the other hand, revenue recognition is postponed in case of uncertainty as assessed by management.

11.2 **Dividend**

Dividend income is recognised when right to receive is established.

12.0 **Borrowing Costs:**

Borrowing Cost directly attributable to the acquisition or construction of qualifying assets is capitalised. Other borrowing costs are recognised as expenses in the period in which they are incurred.

13.0 **Taxation:**

Provision of current income tax is made in accordance with the Income Tax Act., 1961. Deferred tax liabilities and assets are recognised at substantively enacted tax rates, subject to the consideration of prudence, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period.

14.0 **Provision:**

A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, in respect of which a reliable estimate can be made.

Provisions are not discounted to present value and are determined based on best estimate required to settle the obligation at the balance sheet date.

15.0 **Contingent Liability:**

Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise or a present obligation that arises from past events but is not recognised because it is not probable that an outflow of resources embodying economic benefit will be required to settle the obligations or reliable estimate of the amount of the obligations can not be made.

Contingent liabilities are not provided for in the accounts and are disclosed by way of Notes.

16.0 **Overburden Removal (OBR) Expenses :**

In open cast mines with rated capacity of one million tonnes per annum and above, cost of OBR is charged on technically evaluated average ratio (COAL:OB) at each mine with due adjustment for advance stripping and ratio-variance account after the mines are brought to revenue. Net of balances of advance stripping and ratio variance at the Balance Sheet date is shown as cost of removal of OB under the head Non - Current Assets/ Long Term Provisions as the case may be.

The reported quantity of overburden as per record is considered in calculating the ratio for OBR accounting where the variance between reported quantity and measured quantity is within the lower of the two alternative permissible limits, as detailed hereunder:-

Annual Quantum of OBR Of the Mine	Permissible limits of variance	
	I	II
	%	Quantum (in Mill.Cu. Mtr.)
Less than 1 Mill. CUM	+/- 5%	0.03
Between 1 and 5 Mill. CUM	+/- 3%	0.20
More than 5 Mill. CUM	+/- 2%	Nil

However, where the variance is beyond the permissible limits as above, the measured quantity is considered.

17.0 **Prior Period Adjustments and Prepaid Expenses:**

Income / expenditures relating to prior period and prepaid expenses, which do not exceed ` 0.10 Crore in each case, are treated as income / expenditure of current year.

MJSJ COAL LIMITED, ANGUL**NOTE – 34****NOTES ON ACCOUNTS**

1.0 MJSJ Coal Ltd. was incorporated on 13th August, 2008 as a subsidiary of MCL . The partners of this JVC are Mahanadi Coalfields Ltd. (60% Share), JSW Steel Ltd. (11% share), JSW Energy Ltd. (11% Share), Shyam Metallics & Energy Ltd. (9% Share) & Jindal Stainless Ltd. (9% Share). This Company has been formed in respect of Gopalprasad OCP (Western part of Gopalprasad (W) and Utkal – A of Talcher Coalfield. The normative capacity of the project is 15.00MTY and peak capacity is 20.00 MTY. The project is located at south central part of Talcher Coalfield.

2.0 SHARE CAPITAL:**Authorized Capital- Rs 20000 Lakhs.****Issued capital – Rs. 9510 Lakhs.**

<u>Name of the Joint Venture</u>	<u>Share capital allotted (Rs. in lakh) % Shares</u>	
MCL	5706.00	60%
JSW Steel Ltd	1046.10	11%
JSW Energy Ltd	1046.10	11%
Jindal Stainless Ltd.	855.90	9%
Shyam Metallics & Energy Ltd.	855.90	9%
Total	9510.00	100%

3.0 The company has submitted a Bank Guarantee bearing No.50/48 issued by State Bank of India , Talcher , for an amount of Rs 22.448 Crores in favour of The President of India, acting through Ministry of Coal, Shastri Bhavan , New Delhi which has been renewed on 01.01.2016 for 3 months (upto 31.03.2016) vide no- 50/48 and under protest, since MJSJ Coal Ltd. is a Government Company.

4.0 A letter received from F.No-47011/7(6)/93-CPAM/CA from Govt. of India , Ministry of Coal ,dated 9th July,2013 regarding deduction of 20 % of BG (i.e., Rs 22.248 Crores) against which Company proceeding for appeal. This deduction is proposed to be made in view of the Company not being able to meet the targeted production by the specified/extended time limit.

5.0 A notice of demand of Rs. 22, 33,130.00, Rs 42,95,380.00 & Rs 42,95,380.00 (Advance Tax for FY-2015-16) has been served on the company by the Income Tax Department towards Income Tax due for the A.Y. 2011-12 ,2013-14 & FY 2015-16 respectively for which no provision has been made in the books of account. This sum includes Rs. 5,91,120.00 towards interest U/s 234(B) & 234(C) of Income Tax Act 1961. The management is of the view that the interest income attributable to the parking of Idle funds in short term Fixed Deposits is not liable to Income Tax as it is pre-operative in nature.

For and on behalf of Board of Directors

(S.Rout)
Company Secretary/Asst. Manager
(Finance)

(S.N. Sinha) (K.K.Parida) (A.K.Tiwari)
CEO, MJSJ Coal Ltd Director Chairman
As per our report of even date
For & on behalf of M/s Paty Sar & Associates
Chartered Accountants
FRN - 325487E

Date: 30-04-2016

Place: Angul

CA N.P.Sar
Partner

Form No. MGT-9
EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2016 of MJSJ COAL LIMITED

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

I. REGISTRATION AND OTHER DETAILS:

- i) CIN:- U10200OR2008GO101025
- ii) Registration Date: 13/03/2008
- iii) Company Name : MJSJ COAL LIMITED
- iv) Category of the Company: -
 - 1 Public Company (✓)
 - 2 Private company ()
- v) Sub Category of the Company:- [Please tick whichever are applicable]
 - Government Company (✓)
 - Small Company ()
 - One Person Company ()
 - Subsidiary of Foreign Company ()
 - NBFC ()
 - Guarantee Company ()
 - Limited by shares (✓)
 - Unlimited Company ()
 - Company having share capital (✓)
 - Company not having share capital ()
 - Company Registered under Section 8 ()

- vi) Address
 - Town / City : H.No.42, 1ST Floor, Hakimpra, Anand Nagar
 - State : Angul
 - Country Name : Odisha
 - Pin Code: India
 - Fax Number : 759143
 - Email Address : 06760-260945
 - Website : ceomjsjcoal@yahoo.co.in

vii) Whether shares listed on recognized Stock Exchange(s) - Yes/No ✓

vii) Name, Address and Contact details of Registerer and Transfer agent, if any
 Nil

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:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Coal	1000	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section
1	MAHANADI COALFIELDS LIMITED ATIPO-JAGRUTI VIHAR, BURLA, SAMBALPUR, Odisha-768020	U10102OR1992GOI003038	Holding	60	Sec - 2 (87)

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	Demat	Physical	Total	
A. Promoter s							
(1) Indian	0	0	0	0	0	0	0
a) Individual/ HUF	0	0	0	0	0	0	0
b) Central Govt	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0
d) Bodies Corp.	0	95100000	95100000	0	95100000	95100000	10
e) Banks / FI	0	0	0	0	0	0	0
f) Any other	0	0	0	0	0	0	0
Total shareholding of Promoter (A)	0	95100000	95100000	0	95100000	95100000	10

ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the	% of Shares Pledged /	No. of Shares	% of total Shares of the	% of Shares Pledged /	
1	MAHANADI COALFIELDS LIMITED	57060000	60	0	57060000	60	0	0
2	JSW STEEL LIMITED	10461000	11	0	10461000	11	0	0
3	JSW ENERGY LIMITED	10461000	11	0	10461000	11	0	0
4	JINDAL STAINLESS LIMITED	8559000	9	0	8559000	9	0	0
5	SHYAM METALICS AND ENERGY LIMITED	8559000	9	0	8559000	9	0	0

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

Sl. No.	Shareholding at the beginning of the year	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of	No. of shares	% of total shares of
		95100000	10	95100000	10
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /	0	0	0	0
	At the End of the year	95100000	10	95100000	10

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	Shareholding at the beginning of the year	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total	No. of shares	% of total
		95100000	10	95100000	10
	For Each of the Top 10 Shareholders				
	At the beginning of the year	95100000	10	95100000	10
	Date wise Increase / Decrease in Share holding during the year	0	0	0	0
	At the End of the year (or on the date of separation, if separated during the year)	95100000	10	95100000	10

v) **Shareholding of Directors and Key Managerial Personnel:**

Sl. 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
	For Each of the Directors and KMP				
	At the beginning of the year	0	0	0	0
	Date wise Increase / Decrease in Share holding during the year	0	0	0	0
	At the End of the year	0	0	0	0

V. **INDEBTEDNESS**

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	0	0	0
Change in Indebtedness during				
* Addition	0	0	0	0
* Reduction	0	0	0	0
Net Change	0	0	0	0
Indebtedness at the end of the				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	0	0	0

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1	Gross salary (a) Salary as per provisions contained in section 17(2) Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961 Stock Option	0	0
2	Sweat Equity		
3	Commission- as % of profit- others, specify...		
4	Others, please specify		
5	Total (A)	0	0
	Ceiling as per the Act		

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors	Total Amount
1	Independent Directors Fee for attending board committee meetings Commission Others, please specify Total (1)		0
2	Other Non-Executive Directors Fee for attending board committee meetings Commission Others, please specify Total (2) Total (B)=(1+2) Total Managerial Overall Ceiling as per the Act		0

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	Company Secretary	CFO	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	2324184	891335	0	3215519
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0	0
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0	0
2	Stock Option	0	0	0	0
3	Sweat Equity	0	0	0	0
4	Commission	0	0	0	0
	- as % of profit	0	0	0	0
	others, specify...	0	0	0	0
5	Others, please specify	0	0	0	0
	Total	2324184	891335	0	3215519

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil