

**Independent Auditor's Report**

To,
The Members,
UJVN Limited
Dehradun

Report on the Financial Statements

We have audited the accompanying financial statements of UJVN Limited formerly known as Uttarakhand Jal Vidyut Nigam Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Managements' Responsibility on the Financial Statements

The Company's Management is responsible for the preparation of these 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 Standards notified under the Companies Act, 2013 ("the Act") and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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, *except for the matters reported in Annexure-1 to this report:*

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.





Report on other Legal & Regulatory Requirements

- i. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure-2, a statement on the matters specified in paragraphs 3 and 4 of the Order.
- ii. As required by section 143(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. proper books of account as required by law have been kept by the company and proper returns adequate for the purposes of audit have been received from branches not visited;
 - c. no accounts of any branch office of the company have been audited under sub-section (8) as it was not mandatory;
 - d. The company's balance sheet and profit and loss account dealt with in the report are in agreement with the books of account and returns;
 - e. the financial statements comply with the accounting standards;
 - f. there have been no observations or comments on financial transactions or matters which have any adverse effect on the functioning of the company;
 - g. no director is disqualified from being appointed as a director under sub-section (2) of section 164;
 - h. no qualification, reservation or adverse remark relating to the maintenance of accounts and other matters connected therewith;
 - i. 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-3";
 - j. As per information & explanations given by the management, the Company has an internal audit system. *Please Refer point 7 of Annexure 1 of this report.*
- iii. As required by direction issued by the office of Comptroller & Auditors General of India under section 143(5) of Companies Act, 2013, we give in the "Annexure-4" a statement on the matters specified in the directions.

For DMA & Associates
Chartered Accountants

FRN: 010129C



CA. Deepak Kumar Ghanshani
(Partner)

Membership No. : 078742

Place: Dehradun

Date: 13-07-2016

