



सत्यमेव जयते

कार्यालय महालेखाकार (लेखा परीक्षा), उत्तराखण्ड  
OFFICE OF THE ACCOUNTANT GENERAL (AUDIT),  
UTTARAKHAND



पत्रांक- म.ले/उ.ख/आर्थिक-1/उ.ज.वि.नि.लि/2015-16/240  
दिनांक: 12.09.2016

सेवा मे,

प्रबन्ध निदेशक  
उत्तराखण्ड जल विद्युत निगम लिमिटेड,  
महारानी बाग,  
जी. एम. एस. रोड,  
देहरादून

(जायनीप)

महोदय,

एतत्सह कम्पनी अधिनियम, 2013 की धारा 143 (6) (b) के अधीन उत्तराखण्ड जल विद्युत निगम लिमिटेड के 31 मार्च, 2016 को समाप्त होने वाले वर्ष के लेखों पर, भारत के नियंत्रक एवं महालेखा परीक्षक की टीका-टिप्पणियाँ, उपरोक्त अधिनियम के प्रावधानों के अनुसरण में प्रेषित की जा रही है। कृपया कम्पनी की वार्षिक सामान्य बैठक के समक्ष इन टीका टिप्पणियों के प्रस्तुत किए जाने की वास्तविक तिथि की सूचना देने का कष्ट करें।

कृपया पावती भेजें।

संलग्नक- यथोपरि।

भवदीय  
(सौरभ आरायण)  
महालेखाकार

**Comments of the Comptroller and Auditor General of India under Section 143 (6) (b) of the Companies Act, 2013 on the financial statement of UJVN Limited for the year ended 31 March 2016.**

The preparation of financial statements of UJVN Limited for the year ended 31 March 2016 in accordance with financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act are responsible for expressing opinion on these 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 13 July 2016.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 143 (6) (a) of the Act, of the financial statements of UJVN Limited for the year ended 31 March 2016. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and company personnel and a selective examination of some of the accounting records. Based on my supplementary audit, I would like to highlight the following significant matters under Section 143 (6) (b) of the Act which have come to my attention and which, in my view, are necessary for enabling a better understanding of the financial statements and the related Audit Report.

**BALANCE SHEET**

**1. Other Non-Current Assets (Note 14): ₹ 43.76 crore**

As per directions of the State Government (October 2012) and the Board of Directors (March 2013), 21 small hydro projects and three distribution lines were transferred and handed over to UREDA during 2013-14 and 2014-15 at historical cost of ₹ 29.66 crore recoverable from UREDA. The directions of the State Government have no provision for recovery of any amount from UREDA in this regard. The amount of ₹ 29.66 crore has neither been paid nor accepted by UREDA despite lapse of one to two years since the transfer of the assets, which should have been provided for in the books of accounts. Non provision has resulted in overstatement of Other Non-Current Assets as well as Profit by ₹ 29.66 crore.



**2. Non-Current Assets**

**Capital Work-in-Progress (Note 11): ₹ 758.43 crore**

2.(i) The above includes ₹ 2.90 crore as interest during construction period on five projects suspended due to orders of Ministry of Environment and Forest declaring the area as Eco sensitive Zone. As per Para 17 and 18 of Accounting Standard (AS-16) on Accounting of Borrowing Costs, interest on these suspended projects do not qualify for capitalisation and therefore, should have been charged to Profit and Loss account. This has resulted in overstatement of Capital Work-in-Progress as well as Profit by ₹ 2.90 crore.

2.(ii) The above includes ₹ 54.67 lakh as interest during construction period on Sobla Small Hydro Project. The project had been written off in the year 2014-15. As the project had already been written off, the interest thereon should also have been charged to Profit and Loss account, which was not done. This has resulted in overstatement of Capital Work-in-Progress as well as Profit by ₹ 54.67 lakh.

**3. Long-term provisions (Note-7): ₹ 15.14 crore**

As per Accounting Standard (AS-15) on Employee Benefits, a liability on account of compensated absence should be recognized. UJVNL extends benefit of Medical Leave (up to 365 days) to its regular employees. However, no provision for liability or any disclosure in respect of medical leave benefit as per AS-15 was made in the books of accounts.

**4. Notes to Accounts – Explanatory Statement**

The above does not include the disclosure in respect of five projects namely Kaldigad, Asi Ganga-I, Asi-Ganga-II, Swarigad and Limchagad which were reported suspended as of April 2015. Therefore, the disclosure in respect of assets and liabilities of these suspended projects should have been included in the notes to accounts.

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

**Place: Dehradun**

**Dated: 12/9/16**



**(SAURABH NARAIN)  
Accountant General (Audit)  
Uttarakhand**

