



BOARD OF DIRECTORS

Shri. A.R. Ansari	Chairman
Shri. J.N. Prasanna Kumar	Director
Shri. V. Sethuraman	Director
Shri. S. Rammohan	Director
Shri. P. Soma Shekar Reddy	Director
Shri. K. Balasubramanian	Director
Shri. S. Rajagopal	Chief Executive Officer
Shri. R. Jayasarathy	Company Secretary

Registered Office

“Neyveli House”,

No.135, Periyar EVR High Road, Kilpauk, Chennai - 600 010.

Auditors

M/s. Ramachandran & Murali,
Chartered Accountants,
No.18, Vathiyar Thottam Main Road,
Rangarajapuram, Chennai - 600 024.



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**DIRECTORS' REPORT
FOR THE FINANCIAL YEAR 2008-09**

To
The Members,
NLC Tamilnadu Power Limited

Your Directors have great pleasure in presenting the Third Annual Report of your Company together with the Audited Accounts for the year ended 31st March, 2009.

Project

The Ministry of Coal vide letter No.4301/154/2006/CPAM dated 12.05.2008 has conveyed the sanction for implementation of coal based 2x500 MW power project at Tuticorin. As per the above sanction, Unit-I is to be implemented within 46 months from the date of sanction and Unit-II within 51 months from the date of sanction.

The Foundation stone laying ceremony for the above Power Project was held on 28th February, 2009 in the presence of Shri.Pranab Mukherjee, the then Hon'ble Union Minister for External Affairs & Finance and other dignitaries.

Land

Tuticorin Port Trust (TPT) has allotted 133 hectare of land required for the project on long-term lease basis. In this regard, an amount of Rs.48 crore has been paid to TPT. In order to facilitate erection, relocation of sheds and rerouting of underground pipelines of other Companies are in process. Purchase of required land for ash dyke is in process.

Coal Linkage

Coal linkage for the Project has been established with Mahanadhi Coalfields Limited (MCL), Subsidiary of Coal India Limited and execution of Fuel Supply Agreement (FSA) with MCL for the supply of coal to the tune of 4.624 MTPA is in process.

Status of Project Implementation

In respect of main packages of Steam Generator and ESP and Turbine Generator, Letter of Award (LOA) has been issued to M/s.BHEL. The Civil work for the project is in process. In respect of Coal Handling System, Circulating Water System, Switch Yard and Power Transformers packages, the tenders have been issued and evaluation of bids is in process. In respect of other major packages firming up of tender specification is in process.

Project Funding

As per the prevalent norms, the project is to be funded in the ratio of 30:70 of equity and debt. The Equity portion is being subscribed by the Promoters viz., NLC and TNEB in the ratio of 89% and 11% respectively. With regard to debt requirements for the project, your Company had entered into a Rupee term loan borrowing agreement with M/s. Rural Electrification Corporation Limited for Rs.3,437 crore and availed the borrowing for Rs.152.65 crore as on 31.03.2009.

Project Consultancy

The Project Consultancy Contract has been awarded to M/s. MECON Limited.

Power Allocation & Evacuation

Central Electricity Authority has tentatively allocated the power from the Project to the Southern States and Power Purchase Agreement (PPA) has been signed with Tamil Nadu Electricity Board, ESCOMs of Karnataka State, Puducherry Electricity Department and Kerala State Electricity Board, being the beneficiaries of the Project.



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Power Grid Corporation of India Limited (PGCIL) is implementing 400 KV power evacuation systems for this project.

Financial Statement

During the year, with the approval of the members, the Authorised Share Capital of the Company was increased to Rs.1,800 crore from Rs.20 crore for enabling the Company to issue further equity shares as may be required from time to time, for the Tuticorin Power Project.

The Company during the year 2008-09, has allotted further equity shares to the promoters Company viz., NLC Limited and TNEB. The issued and paid-up equity share capital of the Company as on 31st March, 2009, is Rs.100 crore.

The key financial details as on 31st March, 2009 are as under:

	(Rs.in lakh)
Share capital	10000.00
Secured loan	15265.00
Current liabilities	608.43
Total	25873.43
Fixed Assets	8.34
Preliminary Expenses	2.88
Pre-operative Expenses	7152.25
Current Assets: Advances	15709.70
Cash & Bank Balances	2999.01
Other Current Assets	1.25
Total	25873.43

Energy Conservation and Research & Development

Not applicable as the project is under implementation.

Audit Committee

The Audit Committee of the Company comprises Shri J.N. Prasanna Kumar, Director, as its Chairman and Sarvashri V. Sethuraman and K. Balasubramanian, Directors as its members.

Statutory Audit

M/s. Ramachandran & Murali, Chartered Accountants, Chennai has been appointed as the Statutory Auditors of the Company by the Comptroller & Auditor General of India (C&AG), for the financial year 2008-09, under Section 619 (2) of the Companies Act, 1956. The Board of Directors of the Company have fixed Rs.20,000/- as the Statutory Audit fees for the year 2008-09 in addition to reimbursement of out of pocket expenses at actuals.

C&AG's Comments on the accounts for the year ended 31st March, 2009 are furnished in Annexure.

Directors' Responsibility Statement as per Section 217(2AA) of the Companies Act, 1956

The Board of Directors declares :-

- that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;



- b. that the Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are 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 construction expenditure incurred for that period;
- c. that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that the Directors had prepared the annual accounts on a going concern basis.

Board of Directors

Shri. S.Jayaraman relinquished the Office of Directorship on 31.05.2008 on attaining the age of superannuation. Sarvashri K.Govindaraju, S. Kathiresan and S.Machendranathan, Directors relinquished their Office on 15.10.2008. The Board places on record its appreciation for the valuable guidance provided by Sarvashri S. Jayaraman, K. Govindaraju, S. Kathiresan and S. Machendranathan during their tenure as Directors of the Company. Sarvashri P. Soma Shekar Reddy and S. Rammohan were inducted into the Board as Additional Directors in the Board Meeting held on 26.07.2008 and Shri. K. Balasubramanian was inducted into the Board as an Additional Director in the Board Meeting held on 15.10.2008. Shri. A.R. Ansari, Director, retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-election.

Particulars of Employees

Particulars of Employees as required under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975- Nil.

Acknowledgement

The Board of Directors of your Company place on record their sincere appreciation for the continued support and guidance extended by the Neyveli Lignite Corporation Limited, Tamil Nadu Electricity Board, Tuticorin Port Trust, Ministry of Coal, Ministry of Power, Ministry of Environment & Forest, Central Electricity Authority, Ministry of Industry, Ministry of Labour and Planning Commission.

The Board of Directors of your Company are also pleased to acknowledge with gratitude the co-operation and continued assistance extended by the Government of Tamil Nadu. The assistance and co-operation by the Comptroller and Auditor General of India, the Statutory Auditors and Central and State Pollution Control Boards need special mention and the Directors acknowledge the same.

for and on behalf of the Board of Directors

Place : Chennai
Date : 16.07.2009

A.R.ANSARI
CHAIRMAN



Comments of the Comptroller and Auditor General of India under Section 619(4) of the Companies Act, 1956 on the accounts of NLC Tamilnadu Power Limited, Chennai for the year ended 31st March, 2009.

The preparation of financial statements of NLC Tamilnadu Power Limited, Chennai for the year ended 31st March, 2009 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 is responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the auditing and assurance standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 28.05.2009.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 619(3)(b) of the Companies Act, 1956 of the financial statements of NLC Tamilnadu Power Limited, Chennai, for the year ended 31st March, 2009. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to enquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records. On the basis of my audit, nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's Report under Section 619(4) of the Companies Act, 1956.

for and on behalf of the Comptroller and Auditor General of India

S. RAJANI

Principal Director of Commercial Audit
and Ex-Office Member, Audit Board, Chennai

Place : Chennai

Date : 08.07.2009



Auditor's Report

1. We have audited the attached Balance Sheet of NLC TAMILNADU POWER LIMITED as at 31st March, 2009, the Profit and Loss Account for the year ending 31st March, 2009 annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
 - (i) We have obtained all the information & explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (ii) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;
 - (iii) The Balance Sheet & Profit and Loss Account dealt with by this report are in agreement with the books;
 - (iv) In our opinion, the Balance Sheet, Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
 - (v) In terms of Government of India, Ministry of Finance, Department of Company Affairs Notification No. GSR 829(E) dated 21st October, 2003, Government Companies are exempt from the applicability of provisions of Section 274(1)(g) of the Companies Act, 1956;



NLC TAMILNADU POWER LIMITED

- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- a. In the case of the Balance Sheet, of the State of affairs of the Company as at 31st March, 2009;
 - b. In the case of the Profit and Loss Account, of the Excess of Expenditure (Construction) for the year ending 31st March, 2009.

for M/s. Ramachandran & Murali
Chartered Accountants

R. MURALIDHARAN
Partner
M.No.26705

Place : Chennai
Date : 28.05.2009



Annexure to Auditor's Report

Referred to in paragraph 3 of our report of even date

- (i) (a) The Company has proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) All the assets have not been physically verified by the management during the year. There is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) During the year, the Company has not disposed off any part of the plant and machinery.
- (ii) The Company does not have any inventories.
- (iii) The Company has not granted loans to Companies covered in the Register maintained under Section 301 of the Companies Act, 1956. The Company has not borrowed money from the parties listed under Section 301 of the Companies Act, 1956.
- (iv) The Company has adequate internal control system commensurate with the size and nature of its business for purchase of Fixed Assets.
- (v) (a) The Company has not granted/taken any loan from Companies, firms and other parties listed under Section 301 of the Companies Act, 1956.
- (b) There are no transactions of purchase of goods and materials and sale of goods, materials and services in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and aggregating during the year Rs.5,00,000 or more.
- (vi) In our opinion and according to the information and explanations given to us, the provisions of Section 58A and Section 58AA of the Companies Act and the Companies (Acceptance of Deposit) Rules 1975 is not applicable to the Company at present.
- (vii) In our opinion, the Company has sufficient control mechanism which is commensurate with the size and nature of the Company in lieu of internal audit system as the Company has just started construction activity.
- (viii) In our opinion, the system of maintenance of cost records is not applicable to the Company at present.
- (ix) The Company does not have any liabilities of statutory dues.



NLC TAMILNADU POWER LIMITED

- (x) In our opinion, the Company does not have accumulated losses as on 31.03.2009. The Company has not incurred cash losses during the Financial year covered by our audit. The Company is in the phase of construction.
- (xi) The Company is not in default in repayment of dues to Bank/Financial Institutions.
- (xii) The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi or mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xv) In our opinion, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion, the Company has availed term loans during the year covered by the audit and the same is applied for the purpose for which it was raised.
- (xvii) The Company has not used any fund raised on short term basis on long term investment.
- (xviii) According to the information and explanations given to us, the Company has not made preferential allotment of shares to parties and Companies covered in the register maintained under Section 301 of the Act.
- (xix) According to the information and explanations given to us, during the year covered by our audit report, the Company had not issued any debentures.
- (xx) The Company has not raised any public issue of shares.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

for M/s Ramachandran & Murali
Chartered Accountants

R. MURALIDHARAN
Partner
M.No.26705

Place : Chennai
Date : 28.05.2009



Significant Accounting Policies

I. Fixed Assets

Fixed Assets are stated at historical cost less depreciation. Cost of acquisition is inclusive of taxes, duties, freight and installation.

II. Depreciation

Depreciation is provided under straight line method at the rate prescribed in Schedule XIV of the Companies Act, 1956.

III. Revenue Recognition

Revenue Recognition is in accordance with Accounting Standards-9.

IV. Preliminary Expenses

Preliminary Expenses comprising Company incorporation expenses are charged off over a period of 10 years.

V. Pre-operative Expenses

Pre-operative expenditure includes expenditure on feasibility study, statutory clearances etc., to be added to the capital cost of the projects as and when implemented.



NLC TAMILNADU POWER LIMITED

BALANCE SHEET AS AT 31st MARCH, 2009

(in Rupees)

	Schedule	As at 31 st March 2009	As at 31 st March 2008
SOURCE OF FUNDS			
Shareholders ' Funds			
Share Capital	1	1000000000	13000000
SECURED LOAN			
REC Term Loan	2	1526500000	0
TOTAL		<u>2526500000</u>	<u>13000000</u>
APPLICATION OF FUNDS			
Fixed Assets	3		
Gross Block		863136	0
Less: Provision for depreciation		29024	
Net Block		<u>834112</u>	
CURRENT ASSETS, LOANS AND ADVANCES			
Advances	4	1570969207	0
Cash and Bank Balance	5	299901574	3297643
Other Current assets	6	124864	124864
(4 + 5 + 6)		<u>1870995645</u>	<u>3422507</u>
Less: Current Liabilities & Provisions			
Current Liabilities	7	60843125	71918472
Net Current Assets		<u>1810152520</u>	<u>-68495965</u>
Miscellaneous Expenditure			
(To the extent not written off or adjusted)			
Preliminary expenses	8	288113	329272
Pre-operative expenses	9	715225255	81166693
TOTAL		<u>2526500000</u>	<u>13000000</u>

The Schedules referred to above and the Significant Accounting Policies annexed form an integral part of the Balance Sheet.

For and on behalf of the Board

R. JAYASARATHY
COMPANY SECRETARY

J.N. PRASANNA KUMAR
DIRECTOR

A.R. ANSARI
CHAIRMAN

Place : Chennai

Date : 28.05.2009

This is the Balance Sheet referred to in our report of even date.

for M/s. Ramachandran & Murali
Chartered Accountants

R. MURALIDHARAN
Partner
M.No.26705

Place : Chennai
Date : 28.05.2009



PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2009

(in Rupees)

	Schedule	For the year ended 31 st March 2009	For the period from 01.01.2007 to 31.03.2008
INCOME			
Sale of Tender documents		565000	1084186
Interest on Deposits (Includes TDS Rs.97890)		<u>0</u>	<u>297688</u>
(A)		<u>565000</u>	<u>1381874</u>
EXPENSES			
Administrative expenses	10	1833453	322886
Depreciation	11	<u>29024</u>	<u>0</u>
(B)		<u>1862477</u>	<u>322886</u>
Surplus/(Deficit)	(A - B)	(1297477)	1058988
Less: Preliminary expenses written off		41159	41159
Balance Carried to Pre-operative expenses		<u>(1338636)</u>	<u>1017829</u>
Notes on accounts	12		
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The Schedules referred to above and the Significant Accounting Policies annexed form an integral part of the Profit and Loss Account.

For and on behalf of the Board

R. JAYASARATHY
COMPANY SECRETARY

J.N. PRASANNA KUMAR
DIRECTOR

A.R. ANSARI
CHAIRMAN

Place : Chennai

Date : 28.05.2009

This is the Profit and Loss Account referred to in our report of even date.

for M/s. Ramachandran & Murali
Chartered Accountants

R. MURALIDHARAN
Partner
M.No.26705

Place : Chennai
Date : 28.05.2009



SHARE CAPITAL

(in Rupees)
SCHEDULE-1

	As at 31.03.2009	As at 31.03.2008
Authorised 1800000000 Equity Shares of Rs.10/- each	18000000000	200000000
Issued, Subscribed and Paid- up 1000000000 Equity Shares of Rs.10/- each fully paid	10000000000	130000000

SECURED LOAN

SCHEDULE-2

	As at 31.03.2009	As at 31.03.2008
Rural Electrification Corporation - Term Loan	1526500000	0
	<u>1526500000</u>	<u>0</u>

FIXED ASSETS

SCHEDULE-3

Description	Gross Cost				Depreciation				Net Value	
	As at 01.04.2008	Additions	Deletions	As at 31.03.2009	Upto 01.04.2008	With- drawals	For the Year	Upto 31.03.2009	As at 31.03.2009	As at 31.03.2008
Furniture #	0	492769	0	492769	0	0	0	0	492769	0
Computer	0	179052	0	179052	0	0	29024	29024	150028	0
Photo Copier #	0	191315	0	191315	0	0	0	0	191315	0
Total	0	863136	0	863136	0	0	29024	29024	834112	0

*Includes assets non-commissioned amounting to Rs.684084/-.

ADVANCES

SCHEDULE-4

	As at 31.03.2009	As at 31.03.2008
Construction of Compound Wall	9076723	0
Advance payment to Main Plant	1561892484	0
Packages (M/s. BHEL).	<u>1570969207</u>	<u>0</u>

**CASH AND BANK BALANCES****(In Rupees)
SCHEDULE-5**

	As at 31.03.2009	As at 31.03.2008
With Scheduled Banks in Current Accounts		
Canara Bank, Kilpauk, Chennai	299363474	3294771
Canara Bank, Tuticorin	473385	0
Canara Bank, Neyveli	57309	0
Cash on hand	7406	2872
	<u>299901574</u>	<u>3297643</u>

OTHER CURRENT ASSET**SCHEDULE-6**

	As at 31.03.2009	As at 31.03.2008
Tax Deducted at Source	124864	124864
	<u>124864</u>	<u>124864</u>

CURRENT LIABILITIES & PROVISIONS**SCHEDULE-7**

	As at 31.03.2009	As at 31.03.2008
Payable to NLC	8913217	71827178
Earnest Money Deposit (EMD) Refundable	68822	68822
Sundry creditors & accrued expenses	16468602	22472
TDS Payable	35392484	0
	<u>60843125</u>	<u>71918472</u>

PRELIMINARY EXPENSES**SCHEDULE-8**

	As at 31.03.2009	As at 31.03.2008
(To the extent not written off or adjusted)		
Opening Balance	329272	370431
Less: Written off	41159	41159
	<u>288113</u>	<u>329272</u>



PRE-OPERATIVE EXPENSES

(in Rupees)
SCHEDULE-9

	As at 31.03.2009	As at 31.03.2008
Soil investigation	1969304	1969304
EIA/EMP Report - Consultancy	286200	286200
Application/certification/fees/expenses	20399380	760880
Public hearing fees	70000	70000
Security fees-Coastal regulatory zone	2000000	2000000
Feasibility report	588242	588242
Mathematical model study	617120	617120
Field survey expenses	647612	647612
NIOT - survey	336720	336720
Professional fees	15153	15153
IIT-Consultancy (civil works)	112240	112240
UTI Bank - due diligence report	668185	668185
M/s. MECON - Project consultancy services	15970443	3334733
M/s. SERC - Chennai - Wind fall study	2330347	2330347
M/s. Tuticorin Port Trust - Lease rent	484971200	50000000
M/s. Central Warehousing Corporation - compensation Progressive payment - sheds	30984730	2000000
M/s. Indian Oil Corporation Ltd., Compensation progressive payment-pipeline	42115000	10000000
M/s. Thiyagarajar Mills Ltd., and M/s Virudhunagar Textiles Mills - Compensation payment - shed	6569000	6569000
M/s. Rural Electrification Corporation - Upfront fees	38618132	0
Project inauguration expenditure	19976734	0
Tamilnadu Water supply and Drainage Board - shifting of water pipe line	4500000	0
M/s. TNEB - Shifting of 22 KV Lines	33596920	0
M/s. SPIC - Rerouting of Ammonia Pipelines	7683000	0
	715025662	82305736
Less:- Profit & Loss A/c 2005-06	121214	121214
	714904448	82184522
Less:- Profit & Loss A/c 2007-08	1017829	1017829
	713886619	81166693
Less:- Profit & Loss A/c 2008-09	(1338636)	0
	715225255	81166693



ADMINISTRATIVE EXPENSES

(in Rupees)
SCHEDULE-10

	For the year ended 31.03.2009	For the year ended 31.03.2008
Salaries & Wages	916687	0
Bank charges	698	2763
Legal expenses	392644	0
Printing & Stationery	59073	4128
ROC filing fees	2100	0
Travelling expenses	148473	242463
Miscellaneous expenses	94587	51060
Audit fees	22060	22472
Audit certification fees	5515	0
Meeting expenses	154116	0
Professional expenses	37500	0
	<u>1833453</u>	<u>322886</u>

DEPRECIATION

SCHEDULE-11

	For the year ended 31.03.2009	For the year ended 31.03.2008
Fixed Assets	29024	0
	<u>29024</u>	<u>0</u>

27525
2752
24818

914009
(-) 24818
889191



NOTES ON ACCOUNTS

SCHEDULE-12

1. Previous year figures represent a period of 15 months and current year figures represent a period of 12 months.
2. The Company has entered into an agreement with various parties who were occupants of the project site at Tuticorin Port Trust. The Company has finalised the compensation for relocating them and the status of the unfulfilled obligations are as under which are not due:

(Rs. in lakh)

Name of the Company	Compensation as per Agreement	Paid up to 31.03.2008	Paid during the FY 2008-09	Paid Upto 31.03.2009	Balance
Tamilnadu Warehousing Corpn. Ltd.	234.42	20.00	211.67	231.67	2.75
Indian Oil Corporation Ltd.	421.15	100.00	321.15	421.15	0.00
Thiyagarajar Mills Ltd.	31.83	31.83	0.00	31.83	0.00
Virudhunagar Textiles Mills Ltd.	33.86	33.86	0.00	33.86	0.00
SPIC	768.36	0.00	76.83	76.83	691.53
TOTAL	1489.62	185.69	609.65	795.34	694.28

3. The Company has entered into MOU with Tuticorin Port Trust (TPT) for allotment of 133 hectares of port land. TPT has provisionally allotted on long term lease on upfront premium basis vide Ir. dt. 14.08.2007. Based on this provisional allotment, the Company has to pay a sum of Rs.4849.71 lakh towards the "upfront premium" and after adjustment of advance of Rs.500.00 lakh already paid, the balance amount of Rs.4349.71 lakh has been paid by the Company to TPT during the Financial Year 2008-09.
4. During the Financial Year 2008-09, for rerouting of existing water line, an amount of Rs.45.00 lakh has been paid by the Company to TWAD on DCW basis. Similarly, for shifting of 22 KV feeder line, an amount of Rs.335.96 lakh has been paid by the Company to TNEB on DCW basis.
5. During this Financial Year, Letter of Award (LOA) has been issued to M/s. BHEL on 28.01.2009 for the Main Plant Packages such as Steam Generator and Turbo Generator for the total value of Rs.319600 lakh. Out of this, an advance of Rs.15618.92 lakh has been paid to M/s.BHEL as on 31.03.2009, which includes income tax liability of Rs.353.92 lakh.
6. During this Financial Year, LOA has also been issued to M/s.Consolidated Construction Company Ltd.,(M/s.CCCL) on 28.01.2009 for Construction of Compound wall at the value of Rs.961.32 lakh. Out of this, an initial advance of Rs.90.76 lakh has been paid to M/s. CCCL.
7. The Company has entered into Rupee Term Loan Agreement with REC for 70% debt component with the maximum loan of Rs.343700 lakh. Accordingly, an amount of Rs.15265 lakh has been drawn by the Company from REC as on 31.03.2009.
8. Contingent liability:-
Liability to Tuticorin Port Trust (TPT) for the increased lease rent for Rs.195.77 lakh.

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2009** (in Rupees)

	For the year ended 31.03.2009	For the Period from 01.01.2007 to 31.03.2008
A. Cash flow from Operative Activites		
Net Profit before Tax	(1338636)	1017829
Adjustments for:		
Add: Depreciation	29024	0
Add: Preliminary Expenses written off	41159	41159
Less: Interest Income	0	297688
Operative profit before working capital adjustment	(1268453)	761300
Adjustment for other current liability	(11075347)	71670066
Net Cash from Operating Activities (a)	(12343800)	72431366
B. Cash flow from Investing Activities		
Preliminary/ Pre-operative expenses	(632719926)	(77064322)
Advance Payment as per Letter of Award (LOA)	(1570969207)	0
Purchase of Fixed Asset	(863136)	0
Interest received	0	338342
Net Cash used in Investing Activities (b)	(2204552269)	(76725980)
C. Cash flow from financing Activities		
Share Capital Received	987000000	0
Long term loan from REC	1526500000	0
Net Cash received in financing Activities (c)	2513500000	0
Net Increase/(Decrease) in		
Cash & Cash activities (a+b+c)	296603931	(4294614)
Cash & Cash Equivalents as at the beginning of the year	3297643	7592257
Cash & Cash Equivalents as at the end of the year	299901574	3297643

Note: Figure in bracket indicates cash outflow.



NLC TAMILNADU POWER LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details:

Registration No.

U	4	0	1	0	2	T	N	2	0	0	5	G	O	I	0	5	8	0	5	0
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

State Code

-	1	8
---	---	---

Balance sheet Date

3	1	0	3	2	0	0	9
---	---	---	---	---	---	---	---

Date Month Year

II. Capital raised during the year (Amount Rs. in thousands)

Public Issue

-	-	-	-	-	-	-
---	---	---	---	---	---	---

Bonus Issue

-	-	-	-	-	-	-
---	---	---	---	---	---	---

Rights Issue

9	8	7	0	0	0
---	---	---	---	---	---

Private Placement

-	-	-	-	-	-
---	---	---	---	---	---

III. Position of Mobilisation and Deployment of Funds (Amount Rs. in thousands)

Total Liabilities

2	5	2	6	5	0	0
---	---	---	---	---	---	---

Total Assets

2	5	2	6	5	0	0
---	---	---	---	---	---	---

Source of Funds

Paid-up Capital

1	0	0	0	0	0	0
---	---	---	---	---	---	---

Reserves and Surplus

-	-	-	-	-	-	-
---	---	---	---	---	---	---

Secured Loans

1	5	2	6	5	0	0
---	---	---	---	---	---	---

Unsecured Loans

-	-	-	-	-	-	-
---	---	---	---	---	---	---

Deferred tax liability

-	-	-	-	-	-	-
---	---	---	---	---	---	---

Application of Funds

Net Fixed Assets

8	3	4
---	---	---

Investments

-	-	-
---	---	---

Net Current Assets

1	8	1	0	1	5	3
---	---	---	---	---	---	---

Misc. Expenditure

7	1	5	5	1	3
---	---	---	---	---	---

Accumulated Losses

-	-	-	-	-	-	-
---	---	---	---	---	---	---

IV. Performance of Company (Amount Rs. in thousands)

Turnover

-	-	-	-
---	---	---	---

Total Expenditure

1	8	6	2
---	---	---	---

(+ Profit/(-) Loss Before Tax

-	-	-	-
---	---	---	---

*(+ Profit/(-) Loss After Tax

-	-	-	-
---	---	---	---

*Earning per share in Rs.

-	-	-	-
---	---	---	---

Dividend @ %

-	-	-	-
---	---	---	---

V. Generic Names of three principal products/ services of Company:

(as per monetary terms):*

Item Code No. (ITC Code)

-	-	-	-
---	---	---	---

Product Description

-	-	-	-
---	---	---	---

* The Company is yet to start operation. Being construction stage, all transactions have been transferred to pre-operative expenditure.