

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2006

Rs. million

	SCHEDULE NO.	Current Year	Previous Year
INCOME			
Sales (Gross)	18	262,910	227,076
Less: Electricity duty		1,757	1,674
Sales (Net)		261,153	225,402
Energy internally consumed		276	248
Provisions written back	19	23	6,235
Other income	20	26,078	23,529
Total		287,530	255,414
EXPENDITURE			
Fuel		163,947	137,235
Employees' remuneration and benefits	21	9,684	8,823
Generation, Administration & other expenses	22	12,721	12,062
Depreciation		20,477	19,584
Provisions	23	357	75
Interest and finance charges	24	17,632	16,955
Total		224,818	194,734
Profit before Tax and Prior Period Adjustments		62,712	60,680
Prior Period income/ expenditure (net)	25	2,488	(102)
Profit before tax		60,224	60,782
Provision for :			
Current tax		7,961	10,058
Deferred tax		2,654	(1,710)
Fringe Benefit tax		209	-
Less:			
Recoverable			
Current tax		5,666	7,346
Deferred tax		2,654	(1,710)
Fringe Benefit tax		197	-
Transferred to Incidental Expenditure during construction		285	-
		2,022	2,719
Profit after tax		58,202	58,070
Balance brought forward		812	566
Write back from Bond Redemption Reserve		16	17
Write back from Foreign Project Reserve		2	2
Balance available for appropriation		59,032	58,655
Transfer to Bonds Redemption Reserve		2,926	2,351
Transfer to Capital Reserve		29	22
Transfer to General Reserve		29,000	33,000
Dividend			
Interim		16,491	9,895
Proposed		6,596	9,895
Tax on Dividend			
Interim		2,313	1,292
Proposed		925	1,388
Balance carried to Balance Sheet		752	812
Incidental expenditure during construction	26		
Earning Per Share (Equity shares, face value Rs.10/- each) - Basic and Diluted		7.06	7.26

For and on behalf of the Board of Directors

(A.K.RASTOGI)
Company Secretary

(A.K.SINGHAL)
Director (Finance)

(T.SANKARALINGAM)
Chairman & Managing Director

As per our report of even date

For Kalani & Co.
Chartered Accountants

For Amit Ray & Co.
Chartered Accountants

For Umamaheswara Rao & Co.
Chartered Accountants

(Vikas Gupta)
Partner
M No. 77076

(Pradeep Mukherjee)
Partner
M No 70693

(V.Umahaheswara Rao)
Partner
M No. 2275

For S.N. Nanda & Co.
Chartered Accountants

For T.R. Chadha & Co.
Chartered Accountants

(Gaurav Nanda)
Partner
M No 500417

(Sanjay Gupta)
Partner
M No 87563

Place : New Delhi
Dated : 31st May 2006