



PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2008

| | | Rs. million | |
|---|-----------------|----------------|----------------|
| | SCHEDULE NO. | Current Year | Previous Year |
| INCOME | | | |
| Sales (Gross) | 18 | 372,615 | 397,808 |
| Less: Electricity duty | | <u>2,114</u> | <u>1,856</u> |
| Sales (Net) | | 370,501 | 395,952 |
| Energy internally consumed | | 409 | 365 |
| Provisions written back | 19 | 64 | 41 |
| Other income | 90 | <u>29,203</u> | <u>27,449</u> |
| Total | | <u>400,177</u> | <u>353,807</u> |
| EXPENDITURE | | | |
| Fuel | | 220,202 | 198,181 |
| Employees' remuneration and benefits | 91 | 18,960 | 11,632 |
| Generation, administration & other expenses | 92 | 16,284 | 15,567 |
| Depreciation | | 21,385 | 20,754 |
| Provisions | 93 | 71 | 114 |
| Interest and finance charges | 94 | <u>17,981</u> | <u>18,594</u> |
| Total | | <u>294,882</u> | <u>264,849</u> |
| Profit before Tax and Prior Period Adjustments | | 105,294 | 88,965 |
| Prior Period income/ expenditure (net) | 95 | <u>2,745</u> | <u>(109)</u> |
| Profit before tax | | <u>102,549</u> | <u>89,074</u> |
| Provision for : | | | |
| Current tax | | | |
| Current year | | 24,637 | 16,730 |
| Earlier years | | 3,680 | 3,550 |
| Fringe Benefit tax | | | |
| Current year | | 214 | 154 |
| Earlier years | | (45) | - |
| Deferred tax | | 1,411 | 1,203 |
| Less: | | | |
| Deferred tax recoverable | | 1,411 | 1,203 |
| Current/Fringe Benefit Tax transferred to Incidental expenditure during construction /Development of coal mines | | 85 | 7 |
| | | <u>28,401</u> | <u>20,427</u> |
| Profit after tax | | 74,148 | 68,647 |
| Balance brought forward | | 899 | 752 |
| Write back from Bond Redemption Reserve | | 1,750 | 1,272 |
| Balance available for appropriation | | 76,797 | 70,671 |
| Transfer to Bonds Redemption Reserve | | 3,822 | 3,487 |
| Transfer to Capital Reserve (*Rs. 12,723/-) | | * | 4 |
| Transfer to General Reserve | | 39,000 | 36,000 |
| Dividend | | | |
| Interim | | 22,263 | 19,789 |
| Final - proposed | | 6,596 | 6,596 |
| Tax on Dividend | | | |
| Interim | | 3,784 | 2,775 |
| Final | | 1,121 | 1,121 |
| Balance carried to Balance Sheet | | <u>211</u> | <u>899</u> |
| Incidental expenditure during construction | 96 | | |
| Earning Per Share (Equity shares, face value Rs. 10/- each) - Basic and Diluted (Rs.) | | 8.99 | 8.33 |
| Notes on Accounts | 97 | | |

Schedules 1 to 27 and accounting policies form an integral part of accounts.

(A.K.RASTOGI)
Company Secretary

For Varma and Varma
Chartered Accountants
(Cherian K. Baby)
Partner
M No. 16043

For S.K. Mittal & Co.
Chartered Accountants
(S.K. Mittal)
Partner
M No 8506

For and on behalf of the Board of Directors

(A.K.SINGHAL)
Director (Finance)

As per our report of even date

For B.C. Jain & Co.
Chartered Accountants
(B.C. Jain)
Partner
M No 5690

For Dass Gupta & Associates
Chartered Accountants
(Naresh Kumar)
Partner
M No 82069

(R.S. SHARMA)
Chairman & Managing Director

For Parakh & Co.
Chartered Accountants
(V.D. Mantri)
Partner
M No. 74678

For S.K. Mehta & Co.
Chartered Accountants
(S.K. Mehta)
Partner
M No 10870

Place : New Delhi
Dated : 29th May 2008