

BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2010



	Schedule	As at 31 <sup>ST</sup> March 2010 ( In Rs )
<b>SOURCES OF FUNDS :</b>		
1. Shareholders' Funds		
a) Share Capital	"A"	10,000,000
b) Share Application Money	"B"	45,300,030
		55,300,030
<b>TOTAL</b>		<b>55,300,030</b>
<b>APPLICATION OF FUNDS :</b>		
1. Fixed Assets & intangible Assets		
1.1 Fixed Assets	"C"	
a) Gross Block		147,376
b) Less: Depreciation		12,309
Net Block		135,067
1.2 Capital Work-in-progress - Plantation		26,641,915
		26,776,982
2. Deffered Tax Asset (Net)		7,025,052
3. Current Assets , Loans and Advances		
a) Cash & Bank Balances	"D"	18,710,739
b) Other Current Assets - Interest accrued		198,197
c) Loans and Advances	"E"	32,655
		18,941,591
4. Less : Current Liabilities and Provisions	"F"	
a) Current Liabilities		11,086,540
5. Net Current Assets ( 3-4 )		7,855,051
6. Miscalleneous Expenditure (To the extent not written-off or adjusted)		
Profit & Loss Account	"G"	13,642,945
<b>TOTAL</b>		<b>55,300,030</b>
Accounting Policies & Notes to Accounts	"H"	

As per our Report of even date attached

For and on behalf of the Board of Directors

For M/s Taunk & Srikanth  
Chartered Accountants

( N.K.TAUNK )

Partner

Membership No : 30421

(S.K.SHUKLA)

Director

(S.C.GUPTA)

Chief Executive Officer

(DINESH KUMAR GARG)

Director

(A.K.SAHOO)

CEO & CS

Place : New Delhi

Date : 22 April , 2010

INDIANOIL-CREDA BIOFUELS LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE PERIOD 6th FEB 2009 TO 31st MARCH 2010

As at 31st March 2010

( In Rs )

**INCOME :**

1 Interest Received (TDS-Rs. 32655)	416,276
2 Other Income	52,000

**TOTAL INCOME**

**468,276**

**EXPENDITURE :**

1 Salaries	9,251,247
2 Bank Charges	3,015
3 Telephone & Communication exp	83,320
4 Electricity Charges	84,417
5 Employee welfare	61,074
6 Professional & Legal Charges	27,386
7 Miscellaneous exp	87,707
8 Printing & Stationery	102,374
9 Repair & Maintenance Exp	84,262
10 Travelling Expenses	1,423,411
11 Advertisement	194,823
12 Meeting & Conference Exp.	148,873
13 Public Awareness Exp	466,785
14 Vehicle Hire Charges	466,220
15 Training Expenses	23,840
16 Haulage Expenses	99,510
17 Less : Transfer to CWIP : Plantation Activity	(12,608,264)

18 Depreciation	12,309
19 Audit fees	16,545
20 Preliminary Expenses	21,107,419

**TOTAL EXPENDITURE**

**21,136,273**

**Profit / ( Loss ) Before Tax**

**(20,667,997)**

21 Provision for Tax

- Current Tax

- Deferred Tax

(7,025,052)

(7,025,052)

**Profit / ( Loss ) to be carried to Balance Sheet**

**(13,642,945)**

Accounting Policies & Notes to Accounts

"H"

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For M/s Taunk & Srikanth  
Chartered Accountants

(S.K.SHUKLA)

(DINESH KUMAR SARG)

Director

Director

(N.K.TAUNK)

(S.C.GUPTA)

(A.K.SAHOO)

Partner

Chief Executive Officer

CFO & CS

Membership No : 30421

Place : New Delhi

Date : 22 April , 2010

Schedules



**SCHEDULE "A" - CAPITAL**

**As at 31ST March 2010**  
( In Rs )

**Authorised**

40,00,00,000 Equity Shares of Rs.10 each.

4,000,000,000

**Issued,Subscribed and Paid up**

10,00,000 Equity Shares of Rs. 10 each fully paid up  
( out of that 739997 equity share held by  
IndianOil Corporation Ltd & 259998 equity  
shares held by CREDA )

10,000,000

Total

10,000,000

**SCHEDULE "B" - SHARE APPLICATION**

**As at 31ST March 2010**  
( In Rs )

**Share Application Money**

( Amount received from Indian Oil Corpn. pending  
issuance of Equity shares )

45,300,030

Total

45,300,030

**SCHEDULES C - Fixed Assets**

Particulars of Assets	Gross Block			Depreciation		Net Block
	As on 6th Feb., 2009	Additions	As on 31 March, 2010	Depreciation during the Year	Upto 31 March, 2010	As at 31 March, 2010
Plant and Machinery	-	147,376	147,376	12,309	12,309	135,067
<b>Sub-Total</b>	-	<b>147,376</b>	<b>147,376</b>	<b>12,309</b>	<b>12,309</b>	<b>135,067</b>
Capital Work in Progress						
- Plantation	-	26,641,915	26,641,915	-	-	26,641,915
<b>Total</b>	-	<b>26,789,291</b>	<b>26,789,291</b>	<b>12,309</b>	<b>12,309</b>	<b>26,776,982</b>

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**SCHEDULE "D" - CASH AND BANK BALANCES**



**As at 31ST March 2010**

( In Rs )

<b>1 Cash Balances</b>	
a) Cash Balances including imprest	33,619
b) Cheques in hand	2,000
<b>2 Bank Balances with Scheduled banks :</b>	
a) Current Accounts	175,120
b) Fixed Deposit	18,500,000
<b>TOTAL</b>	<u><u>18,710,739</u></u>

**SCHEDULE "E" - LOANS AND ADVANCES**

**As at 31ST March 2010**

( In Rs )

<b>1 Advances recoverable in cash or in kind or for value to be received :</b>	
From Others :	32,655
(i) Secured, considered good	32,655
<b>TOTAL</b>	<u><u>32,655</u></u>

**SCHEDULE "F" - CURRENT LIABILITIES AND PROVISIONS**

**As at 31ST March 2010**

( In Rs )

<b>1 Current Liabilities :</b>	
a) Sundry Creditors -	
(i) Total outstanding dues of creditors other than micro, small & medium enterprises	9,097,490
	<u>9,097,490</u>
b) Other Liabilities	933,602
c) Security Deposit	1,055,448
	<u>11,086,540</u>
<b>TOTAL</b>	<u><u>11,086,540</u></u>

SCHEDULE "G" - MISCELLANEOUS EXPENDITURE



As at 31ST March 2010

( In Rs )

Profit and Loss Account ( Loss )

TOTAL

13,642,945

13,642,945

As per our Report of even date attached

For and on behalf of the Board of Directors

For M/s Taunk & Srikanth

Chartered Accountants

( N.K.TAUNK )

Partner

Membership No : 30421

  
(S.K.SHUKLA)  
Director

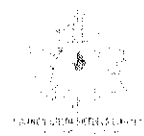
  
(DINESH KUMAR GARG)  
Director

  
(S.C.GUPTA)  
Chief Executive Officer

  
(A K SAHOO)  
CFO & CS

Place : New Delhi

Date : 22 April , 2010



SCHEDULE - H

Accounting Policies and Notes To Accounts

**1) Nature of Operations**

Indian Oil-CREDA Biofuels Ltd., a joint venture company between Indian Oil Corporation Ltd. ('IOCL') and Chhattisgarh State Renewable Energy Development Agency ('CREDA') is engaged in carrying out plantation activities for Jatropha, from which it intends to manufacture bio-diesel fuel.

**2) Significant Accounting Policies**

**A. Basis of Preparation**

The financial statements have been prepared under the historical cost convention on accrual basis in accordance with Generally Accepted Accounting Principles (GAAP), Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956.

**B. Fixed Assets**

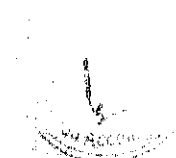
Fixed Assets are stated at cost less accumulated depreciation and impairment loss, if any. Cost comprises of the purchase price and any attributable cost of bringing the assets to its working condition for its intended use.

Depreciation on fixed assets is provided in accordance with the rates as specified in Schedule XIV to The Companies Act, 1956, on the straight line method, upto 95% of the cost of assets. Depreciation is charged pro-rata on quarterly basis on assets from / upto the quarter of capitalization / sale, disposal and dismantled during the year.

Fixed Assets costing 5,000/- or less per item are depreciated fully in the year of capitalization.

**C. Plantation Expenditure**

Costs which are directly attributable to Plantation activity such as lease rental, Cost of saplings & fertilizers, irrigation, outsourced labour and direct supervision cost etc. and other allocable costs which are attributable to plantation activity such as administrative cost at project office, head office etc and are incurred during the initial phase of plantation are kept as Capital Work in Progress (CWIP) and are to be capitalized when the plants reach the stage of maturity.





**3) Notes to Accounts**

- i. The Company (ICBL) was incorporated on 06.02.2009, Profit & Loss account and Balance Sheet have been drawn for the period from 06.02.2009 to 31.03.2010. Being the first year, previous year's figures are not there.
- ii. The land for jatropha plantation has been taken by the company on lease from CREDA (Chhattisgarh State Renewable Energy Development Agency) for thirty years, which is further extendable for ten years.
- iii. The lease rental payable for leasehold land are capitalized (kept as CWIP) during the initial phase upto the stage of Capitalisation and then will be charged to the Profit & Loss account.
- iv. All start up expenses consisting of Preliminary expenses incurred in incorporating the company has been recognized as expense in the year of incurrence.
- v. Plantation Capital work in Progress

Plantation Expenditure during the period	- Rs. 1,40,33,651/-
+ Allocated expenditure capitalized during the period	- <u>Rs. 1,26,08,264/-</u>
Total	<u>Rs. 2,66,41,915/-</u>
- vi. The Company has no sundry creditors falling under the category of small-scale industries covered by Micro, Small and Medium Enterprises Development Act, 2006.
- vii. Provision for Deferred Taxation is made for all timing differences between Book Profit and Taxable Profit and is based on the tax rates & tax laws enacted or substantively enacted at the balance sheet date.

As at balance sheet date, deferred tax assets pertaining to business loss / unabsorbed depreciation and preliminary expenses are recognized only to the extent of Management's expectation of future profits for set off.

The details of Deferred Tax Asset/ (Liability) arising due to timing difference are :

( Amount in Rs. )

Sl. No	Particulars	As at 31 <sup>st</sup> March, 2010
1	Deferred Tax Liability - Depreciation	15,388
2	Deferred Tax Assets	
	- Preliminary Expenses	57,39,529
	- Unabsorbed Losses	13,00,911
3	Net Provision for Deferred Tax Assets	70,25,052

1<sup>st</sup> Annual Report 2009-10



viii. Related parties

Nature of Relationship	Name of Related Parties
Promoters	1. Indian Oil Corporation Ltd. (IOCL) 2. Chhattisgarh State Renewable Energy Development Agency (CREDA)
Key Management Personnel	Shri Suresh Chander Gupta, CEO
Relative of the Key Management Personnel	Nil

Details of transactions between the Company and related parties (in Rs.) :

Nature of transactions	IOCL	CREDA
Issue of Equity Shares Capital (Equity shares of Rs. 10 each)	73,99,970/-	25,99,980/-
Manpower cost of employees on deputation	90,97,490/-	NIL

ix. Contingent Liabilities - Nil

As per our Report of even date attached

For and on behalf of Board of Directors

For M/s Taunk & Srikanth

Chartered Accountants

( N.K.TAUNK)

Partner

Membership No: 30421

Place : New Delhi

Date : 22 April , 2010

(S.K.SHUKLA)

Director

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CEO & CS

INDIANOIL-CREDA BIOFUELS LIMITED



CASH FLOW STATEMENT AS AT 31<sup>ST</sup> MARCH 2010

As at 31st March 2010

<b>A. CASH FLOW FROM OPERATING ACTIVITIES.</b>		
1. Profit/(Loss) Before Tax		(20,667,997)
2. Adjustments for:		
Depreciation	12,309	
Interest Income	(416,276)	(403,967)
3. Operating Profit/(Loss) before Working Capital Changes (1+2)		(21,071,964)
4. Adjustment for Change in Working Capital:		
Trade & Other Receivables	(230,852)	
Trade & Other Payables	11,086,540	10,855,688
5. Cash Generated from Operations (3+4)		(10,216,276)
<b>A. NET CASH FLOW FROM OPERATING ACTIVITIES (5-6)</b>		<b>(10,216,276)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES.</b>		
Purchase of Assets		(147,376)
Expenditure on Capital Work in Progress		(26,641,915)
Interest Income		416,276
<b>B. NET CASH FLOW FROM INVESTING ACTIVITIES</b>		<b>(26,373,015)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES.</b>		
Proceeds from Issue of Shares		10,000,000
Share Application Money		45,300,030
<b>C. NET CASH FLOW FROM INVESTING ACTIVITIES</b>		<b>55,300,030</b>
<b>D. Net Change in Cash &amp; Cash Equivalents (A+B+C)</b>		<b>18,710,739</b>
<b>E. Opening Cash &amp; Cash Equivalents Balance as on 6th Feb 2009</b>		<b>18,710,739</b>
<b>F. Closing Cash &amp; Cash Equivalents Balance as on 31st Mar 2010</b>		<b>18,710,739</b>
<b>NET CHANGE IN CASH &amp; CASH EQUIVALENTS</b>		<b>18,710,739</b>

As per our Report of even date attached

For M/s Taunk & Srikanth

Chartered Accountants

(N.K.TAUNK)

Partner

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Place : New Delhi

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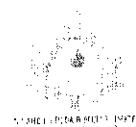
Chief Executive Officer

(DINESH KUMAR GARG)

Director

(A K SAHOO)

CFO & CS



**NOTES TO ACCOUNTS**

INFORMATION PURSUANT TO PART IV OF THE SCHEDULE VI OF THE COMPANIES ACT, 1956 --  
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.

I. Registration Details

Registration No. : U01119CT2009GOI021044 State Code : 10  
Balance Sheet Date : 31.03.2010

II. Capital raised during the year (Rs Lacs)

Public Issue : NIL Right Issue : Nil  
Bonus Issue : NIL Private Placement : 553

III. Position of Mobilization and Deployment of Funds (Rs Lacs)

Total Liabilities : 553 Total Assets : 553

Sources of Funds --

Paid-up Capital : 100 Reserve & Surplus : NIL  
Share Application Money : 453 Secured Loans : NIL  
Unsecured Loans : NIL

Application of Funds --

Net Fixed Assets : 268 Net Current Assets : 79  
Accumulated Losses : 136 Deferred Tax Asset : 70

Performance of Company ( Rs Lacs)

Turnover : 4 Total Expenditure : 211  
Profit/ (Loss) Before Tax :(207) Profit/ (Loss) After Tax : (136)  
Earning per Share (in Rs.) : NIL

IV. Generic Names of Principal Products of the Company (As per monetary terms)

Product Description : Jatropha Caucus Item Code (ITC) :