

West Bengal State Electricity Distribution
Company Limited



WBSEDCL

Appendix-I

Copy of the
Audited Annual Report & Accounts for
2016-17

Application seeking
Annual Performance Review for 2016-17

Submitted to the
HON'BLE WEST BENGAL ELECTRICITY REGULATORY
COMMISSION

Powering West Bengal
ANNUAL REPORT & ACCOUNTS
2016-17

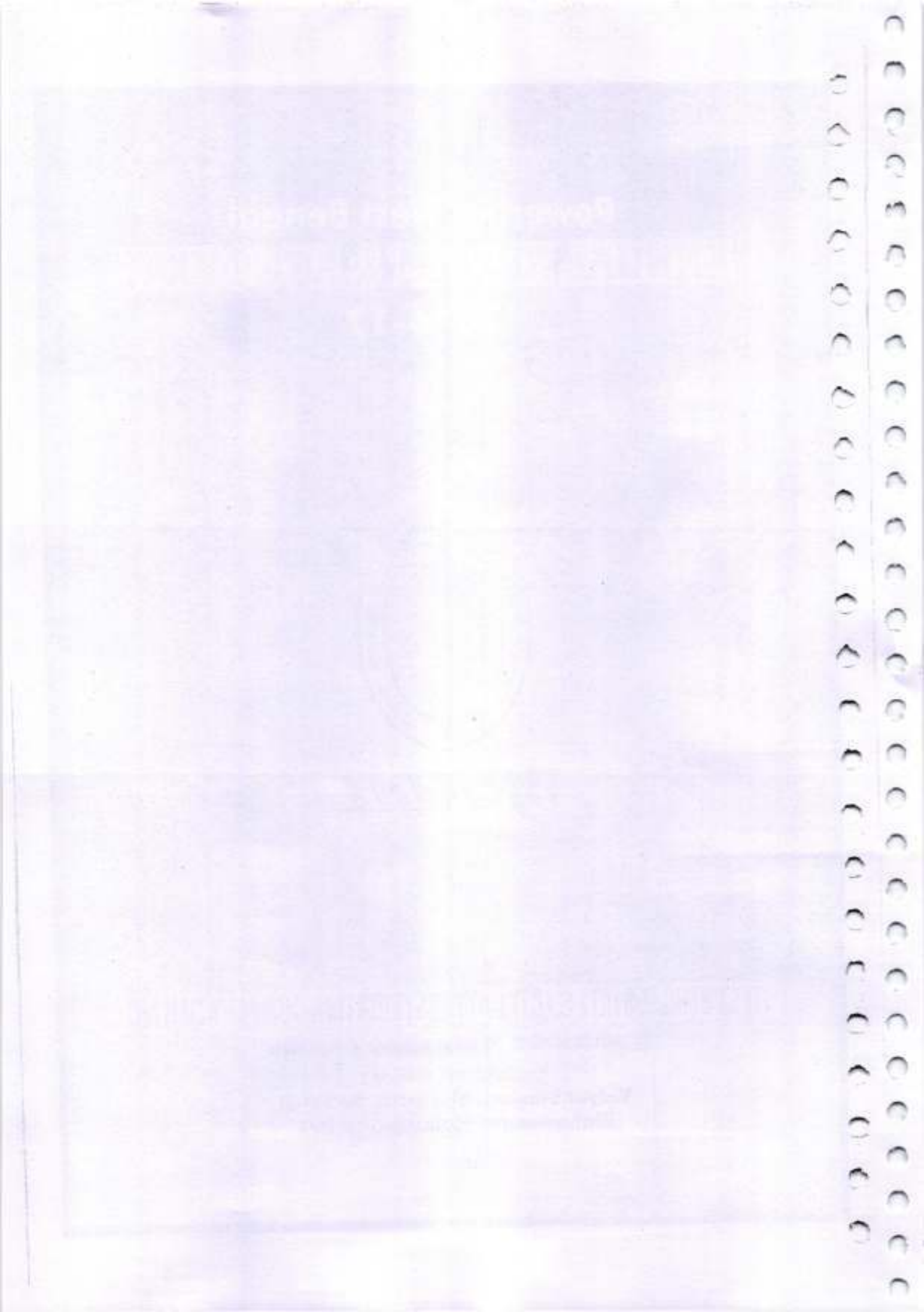


WBSEDCL

WEST BENGAL STATE ELECTRICITY DISTRIBUTION COMPANY LIMITED

(A GOVERNMENT OF WEST BENGAL ENTERPRISE)

Registered Office :
Vidyut Bhavan, Block-DJ, Sector-II
Bidhannagar, Kolkata-700 091



WBSEDCL Vision

TO BE THE BEST UTILITY IN INDIA

in terms of customer service, efficiency and financial viability

WEST BENGAL STATE ELECTRICITY DISTRIBUTION COMPANY LIMITED
(A Government of West Bengal Enterprise)

BOARD OF DIRECTORS

EXECUTIVE DIRECTORS

Rajesh Pandey, IAS
Chairman & Managing Director
Kalyan Kumar Ghosh
Director (Finance)
Sujay Sarkar, WBCS (Exe)
Director (HR)
Surajit Chakraborty
Director (Generation)
Swapan Kumar Dey
Director (Distribution)
Gautam Sengupta
Director (Projects)
Ajay Kumar Pandey
Director (R&T)

NON-EXECUTIVE DIRECTORS

Gopal Krishna Saxena
Sisir Kumar Chakrabarti
Shyam Dhar Dubey
Saswati Banerjee, Retd. IAS
Kausik Basak, WBCS (Exe)

Company Secretary
Aparna Biswas

Statutory Auditor
De and Bose, Chartered Accountants
8/2, Kiran Sankar Roy Road, 2nd Floor,
Room No.1 & 18
Kolkata 700001

Cost Auditor
M/s A.J.S. & Associates, Cost Accountants
55B, S.P. Mukherjee Road
1st Floor, Near Hazra Xing
Kolkata- 700026

Bankers

Punjab National Bank	United Bank of India	State Bank of India
Dena Bank	Canara Bank	Punjab & Sind Bank
ICICI Bank	Indian Overseas Bank	Bank of India
Allahabad Bank	Syndicate bank	Andhra Bank

Registered Office
Vidyut Bhavan, Sector-II, Block-DJ,
Bidhannagar, Kolkata-700 091
Website: www.wbsedcl.in

WEST BENGAL STATE ELECTRICITY DISTRIBUTION COMPANY LIMITED
(A Government of West Bengal Enterprise)

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West Bengal State Electricity Distribution Company Limited

(A Govt. of West Bengal Enterprise)

Registered Office: Vidyut Bhavan, Bidhannagar, Block-DJ, Sector-II, Kolkata-700 091

CIN: U40109WB2007SGC113473; website: www.wbsedcl.in

CHAIRMAN'S MESSAGE

Dear Shareholders,

Welcome to 10th Annual General Meeting of the Company.

It gives me great pleasure to share with you the highlights of performance of your Company. Commissioning of Teesta Canal Bank Solar PV Power station 10 MW at Haptiagach in August, 2016 is the first in its kind in West Bengal. Total solar power generation is 13.56 MU upto July, 2017. Besides, different kinds of Grid connected solar projects have been taken up by your Company. SCADA at Siliguri U/A has been made operational w.e.f 3rd June, 2017. Work is in progress for implementation of SCADA at Kolkata urban area and Asansol urban area. This will help in identifying faults within very short time. Restoration time will also be less which will increase consumer satisfaction and also reduce operating costs.

It is heartening to note that electricity has reached in over 99% of the area of the State. Initiatives have been taken to electrify the remaining areas of the State within a few months. As Grid power cannot be made available at remote Nadir Char area, implementation of off-Grid solar PV project at those places have been taken up to cover 100% in West Bengal.

I am happy to inform you that your Company was awarded SKOCH Order-of-Merit" among top-100 projects in India for "VIDYUT SAHAYOGI" for the year 2016, IPPAI power awards for 'Outstanding Innovation (2015-16)' for customer service, power purchase cost at the 17th Regulators & Policymakers Retreat 2016, 'Heritage' Award for Sidrapong Hydel Project and 'PLATINUM STATE AWARD WINNER' in the category of Top Investment & Infra Excellent State in Sustainable Energy & Power at 10th Enertia Awards 2016.

I would like to take this opportunity to thank each and every one of our employees whose commitment and hard work helped deliver another successful year. I would also like to thank all our shareholders for your continued support in our journey for sustainable profitable growth with continual community engagement and deliver value to all our stakeholders, which I appreciate and cherish.

Yours Sincerely,

sd/-

(Rajesh Pandey)

Chairman and Managing Director

West Bengal State Electricity Distribution Company Limited
(A Government of West Bengal Enterprise)
Vidyut Bhavan, Sector II, Block – DJ, Bidhannagar, Kolkata-700 091

NOTICE OF 10TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the 10th Annual General Meeting of the Members of **West Bengal State Electricity Distribution Company Limited** will be held at the Registered Office of the Company at Vidyut Bhavan, 7th Floor (Conference room) Sector II, Block DJ, Bidhannagar, Kolkata-700 091 on _____, the _____ September, 2017 at _____ P.M. for the transaction of the following businesses:

ORDINARY BUSINESS

1. To receive, consider and adopt the Annual Accounts of the Company for the financial year ended 31st March, 2017, the Balance Sheet as at that date and the Reports of the Directors and Auditors thereon.
2. To take note of the appointment of M/s. De & Bose, 8/2, Kiran Sankar Roy Road, 2nd Floor, Room No.1 &18, Kolkata 700001, Chartered Accountants as Statutory Auditors of the Company made by the Comptroller and Auditor General of India for auditing the annual accounts of the Company for the financial year 2017-2018 and to fix their remuneration.

SPECIAL BUSINESS:

3. To consider and, if thought fit, to pass, with or without modification, the following resolution as an ordinary resolution:

"RESOLVED THAT as required under Rule 14 (a) (ii) of the Companies (Audit and Auditors) Rules, 2014, the appointment of M/s A.J.S & Associates, as cost auditor of the Company for the financial year 2017-18 at a remuneration of ₹75,000 (Rupees seventy five thousand only) plus out of pocket expenses of ₹22,370 (Rupees twenty two thousand three hundred seventy only) on lump sum basis and Travelling Expenses, Boarding & Lodging expenses of ₹62,500 (Rupees sixty two thousand five hundred only) based on 25 units having total financial involvement of ₹1,59,870 (Rupees one lakh fifty nine thousand eight hundred seventy only), service tax, if any, to be allowed at prevailing rate as specified in the Service Tax Rules, made by the Board of Directors of the Company on the recommendation of the Audit Committee be and is hereby noted and ratified."

4. To consider and, if thought fit, to pass, with or without modification, the following resolution as an ordinary resolution:

"RESOLVED THAT the appointment of Shri Sisir Kumar Chakrabarti as Independent Director of the Company made by the Department of Power & NES, Government of West Bengal in pursuance of the notification no. 762-PO/O/C-IV/1E-15/2016 dated 21.11.2016 for a period of three years with effect from the date of his joining to the said post be and is hereby taken on record and approved."

5. To consider and, if thought fit, to pass, with or without modification, the following resolution as an ordinary resolution:

"RESOLVED THAT the appointment of Shri Shyam Dhar Dubey as Independent Director of the Company made by the Department of Power & NES, Government of West Bengal in pursuance of the notification no. 80-PO/O/C-IV/1E-15/2016 dated 15.02.2017 for a period of three years with effect from the date of his joining to the said post be and is hereby taken on record and approved."

6. To consider and, if thought fit, to pass, with or without modification, the following resolution as an ordinary resolution:

"RESOLVED THAT the appointment of Smt. Saswati Banerjee as Independent Director of the Company made by the Department of Power & NES, Government of West Bengal in pursuance of the notification no. 330-PO/O/C-IV/1E-15/2016 dated 25.04.2017 for a period of three years with effect from 01.04.2017 be and is hereby taken on record and approved."

7. To consider and, if thought fit, to pass, with or without modification, the following resolution as a special resolution:

"RESOLVED THAT the re-appointment of Shri Gopal Krishna Saxena as Independent Director of the Company made by the Department of Power & NES, Government of West Bengal in pursuance of the notification no. 705-PO/O/C-IV/2E-01/09(Pt.I) dated 04.09.2017 for a further period of three years with effect from 01.10.2017 be and is hereby taken on record and approved."

NOTES:

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A

PROXY NEED NOT BE A MEMBER. PROXIES IN ORDER TO BE VALID AND EFFECTIVE MUST BE DELIVERED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

- 2) In pursuance of Section 139(5) of the Companies Act, 2013(the Act), the Statutory Auditors of a Government Company is appointed by the Comptroller and Auditor General of India. Further, under Section 142 of the Act, the remuneration of the Statutory Auditors of a Company shall be fixed in its General Meeting or in such manner as may be determined therein. Accordingly, the Resolution authorizing the Board of Directors of the Company to fix the remuneration of the Statutory Auditors of the Company to be appointed by the Comptroller and Auditor General of India for the year 2017-2018 is proposed for approval of the Shareholders.
- 3) An Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 in respect of item nos. (3), (4), (5) (6) and (7) are attached.

Dated: 18.09.2017

Registered Office:
Vidyut Bhavan,
Sector-II, Block- DJ,
Bidhannagar, Kolkata- 700 091

By Order of the Board

Aparna Biswas.
(Aparna Biswas) 18/09/17
Company Secretary

EXPLANATORY STATEMENT:

(Pursuant to Section 102(1) of the Companies Act, 2013)

Item No. 3

The Board of Directors of the Company, on the recommendation of the Audit Committee, approved the appointment and remuneration of M/s A.J.S & Associates as Cost Auditor of the Company to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2018. In terms of the provisions of Section 148(3) of the Companies Act, 2013 read with Rule 14(a)(ii) of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is required to be ratified by the Members of the Company. Accordingly, consent of the Members is sought to ratify the remuneration payable to the Cost Auditor. Their remuneration was fixed at ₹75,000/- (Rupees seventy five thousand only). In addition they will be entitled to the reimbursement of Travelling Expenses, Boarding & lodging expenses based on 25 Units of ₹62,500/- (Rupees sixty two thousand five hundred only) and out of pocket expenses ₹22,370/- (Rupees twenty two thousand three hundred seventy only) on lump sum basis totaling ₹1,59,870/- (Rupees one lakh fifty nine thousand eight hundred seventy only).

None of the Directors or Key Managerial Personnel and their relatives, are concerned or interested (financially or otherwise) in this Resolution.

The Board recommends the Ordinary Resolution set out at Item No. 3 for the approval of Members.

Item No. 4

In pursuance of the notification no. 330-PO/O/C-IV/1E-15/2016 dated 25.04.2017 of Department of Power & NES, Government of West Bengal, Shri Sisir Kumar Chakrabarti was appointed as an Independent Director of the Company. The Board of Directors of the Company in its 67th meeting held on 06.12.2016 took note of the said appointment.

Shri Chakrabarti has wide and varied experience which can be gainfully utilized by the Company. It will therefore be in the interest of the Company to approve the appointment of Shri Chakrabarti as an Independent Director of the Company. As contained under section 150(2) of the Companies Act, 2013, the appointment of Independent Director shall be approved by the Company in a general meeting.

None of the Directors or Key Managerial Personnel and their relatives, except Shri Sisir Kumar Chakrabarti are concerned or interested (financially or otherwise) in this Resolution.

The Board recommends the Ordinary Resolution set out at Item No. 4 for the approval of Members.

Item No. 5

In pursuance of the notification no. 330-PO/O/C-IV/1E-15/2016 dated 25.04.2017 of Department of Power & NES, Government of West Bengal, Shri Shyam Dhar Dubey was appointed as an Independent Director of the Company. The Board of Directors of the Company in its 69th meeting held on 20.02.2017 took note of the said appointment.

Shri Dubey has wide and varied experience which can be gainfully utilized by the Company. It will therefore be in the interest of the company to approve the appointment of Shri Dubey as an Independent Director of the Company. As contained under section 150(2) of the Companies Act, 2013, the appointment of Independent Director shall be approved by the Company in a general meeting.

None of the Directors or Key Managerial Personnel and their relatives, except Shri Shyam Dhar Dubey are concerned or interested (financially or otherwise) in this Resolution.

The Board recommends the Ordinary Resolution set out at Item No. 5 for the approval of Members.

Item No. 6

In pursuance of the notification no. 330-PO/O/C-IV/1E-15/2016 dated 25.04.2017 of Department of Power & NES, Government of West Bengal, Smt. Saswati Banerjee, Retd. IAS was appointed as an Independent Director of the Company. The Board of Directors of the Company in its 70th meeting held on 28.04.2017 took note of the said appointment. Smt. Banerjee was a Govt. Nominee & Woman Director of the Company. She was released from Government Service due to superannuation on 31st March, 2017 (afternoon) vide Notification No. 317(26)-PO/O/C-IV/PF-107 dated 19.04.2017 of the Department of Power & NES, Government of West Bengal.

She has wide and varied experience which can be gainfully utilized by the Company. It will therefore be in the interest of the company to approve the appointment of Smt. Saswati Banerjee as an Independent Director of the Company. As contained under section 150(2) of the Companies Act, 2013, the appointment of Independent Director shall be approved by the Company in a general meeting.

None of the Directors or Key Managerial Personnel and their relatives, except Smt. Saswati Banerjee are concerned or interested (financially or otherwise) in this Resolution.

The Board recommends the Ordinary Resolution set out at Item No. 6 for the approval of Members.

Item No. 7

In pursuance of the notification no. 705-PO/O/C-IV/2E-01/09(Pt.I) dated 04.09.2017 of Department of Power & NES, Government of West Bengal, Shri Gopal Krishna Saxena was re-appointed as an Independent Director of the Company for a further period of three years w.e.f. 01.10.2017. The Board of Directors of the Company in its 73rd meeting held on 18.09.2017 took note of the said re-appointment.

Shri Saxena has wide and varied experience which can be gainfully utilized by the Company. It will therefore be in the interest of the company to approve the re-appointment of Shri Saxena as an Independent Director of the Company. As contained under section 150(2) of the Companies Act, 2013, the appointment of Independent Director shall be approved by the Company in a general meeting. Further sub-section 10 of Section 149 of the Companies Act, 2013 states that subject to the provisions of Section 152, an independent director shall hold office for a term up to five consecutive years on the Board of a company, but shall be eligible for re-appointment on passing of a special resolution by the company and disclosure of such appointment in the Board's report.

None of the Directors or Key Managerial Personnel and their relatives, except Shri Gopal Krishna Saxena are concerned or interested (financially or otherwise) in this Resolution.

The Board recommends the Special Resolution set out at Item No. 7 for the approval of Members.

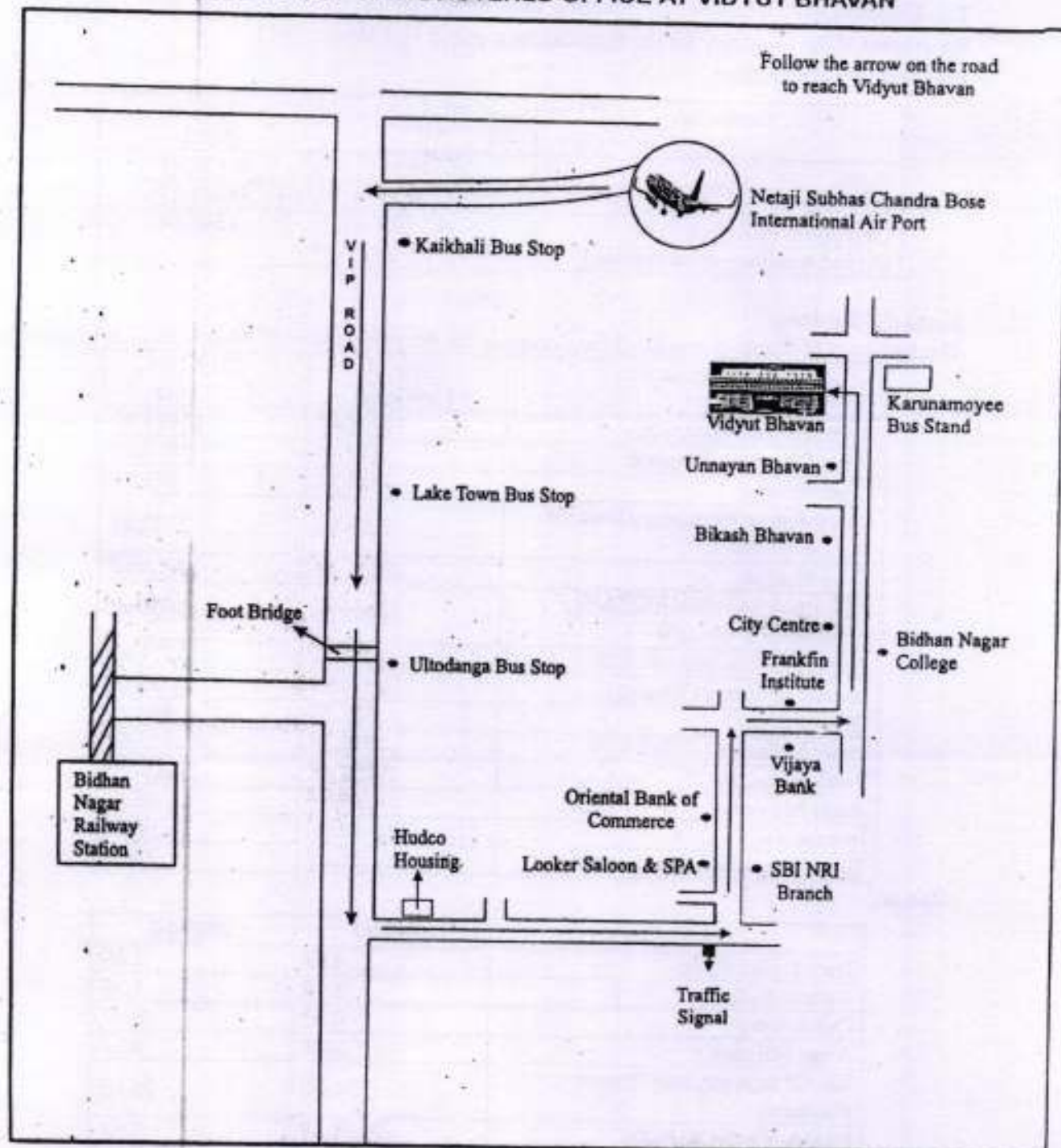
Dated: 18.09.2017

Registered Office:
Vidyut Bhavan,
Sector-II, DJ-Block,
Bidhannagar,
Kolkata-700 091.

By Order of the Board

Aparna Biswas.
(Aparna Biswas) 18/09/17
Company Secretary

ROUTE MAP OF REGISTERED OFFICE AT VIDYUT BHAVAN



Directors' Report

The Directors have pleasure in presenting their Tenth Annual Report together with Financial Statements of the Company for the financial year ended 31st March, 2017.

Performance Highlights:

Particulars	2016-17 (MU)	2015-16 (MU)
Sales	26540.55	26175.77
Purchase	37576.52	36825.27
Generation including PPSP (Net of Auxiliary consumption)	1620.23	1565.14

Financial Review:

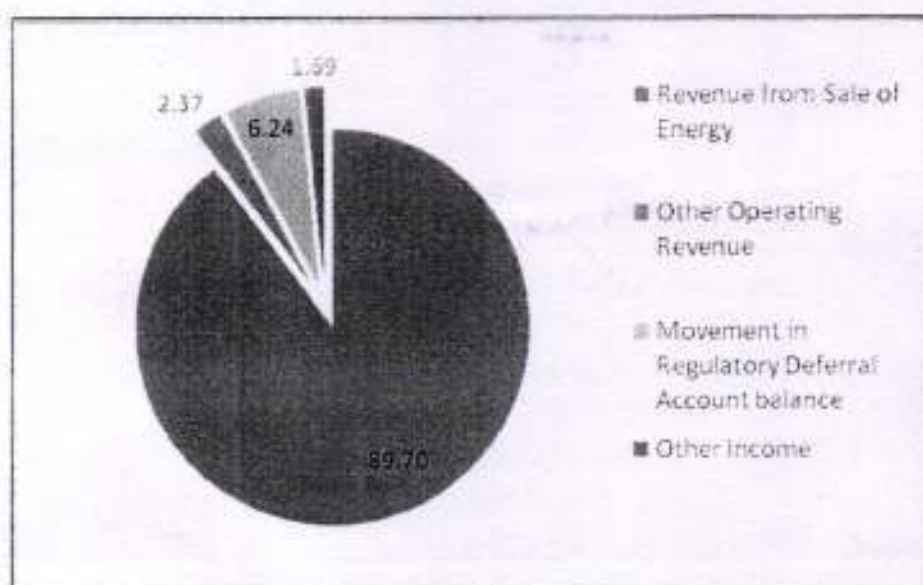
The summary of financial results of the Company for the year ended 31st March, 2017 is given below:

Particulars	2016-17 ₹ In Crore	2015-16 ₹ In Crore
Revenue from Operations	17878.88	15813.92
Other Operating Revenue	472.76	417.50
Other Income	336.24	271.52
Movement in Regulatory Deferral account balances	1243.80	2135.63
Total Income	19931.68	18638.57
Power purchase cost including Transmission Charges	14969.26	13901.84
Employee Cost (net of OCI)	1260.36	1171.93
Interest & Finance Charges	1718.85	1599.06
Depreciation	883.78	818.21
Other Expenses	1050.78	1112.36
Total Expenses	19883.03	18603.40
Profit before tax	48.65	35.17
Income Tax	17.32	13.60
Total Comprehensive Income	31.33	21.57

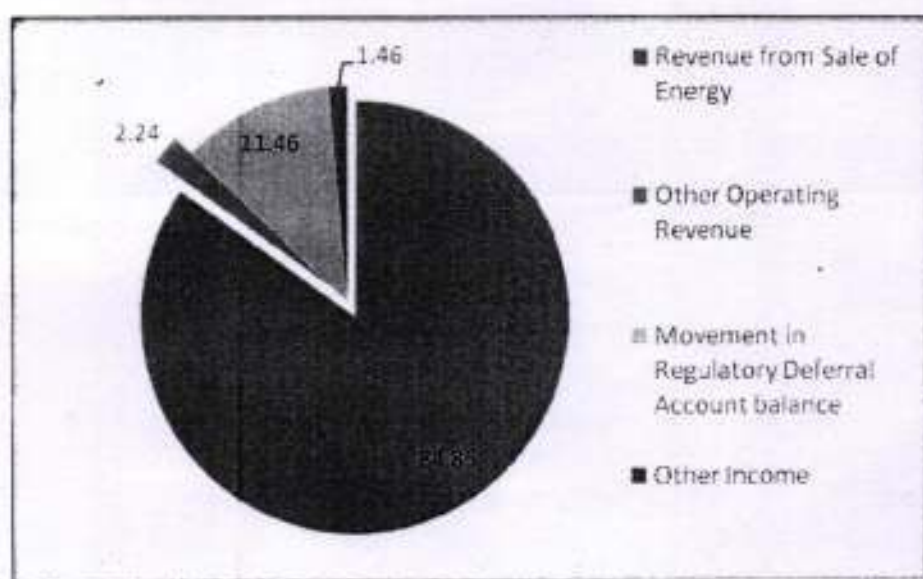
Ratios:

Particulars	2016-17	2015-16
Debt Equity Ratio	4.65	5.50
Current Ratio	1.19	1.38
Quick Ratio	0.53	0.57
Asset Utilisation	0.71	0.67
No. Of days payable (Power Purchase)	94.00	95.00
Interest Coverage Ratio	1.57	1.57
Net worth (₹ in Crores)	2146.00	2131.00
Debt service Coverage ratio	1.45	1.36
No. Of Days receivable	86	91
Inventory Turnover ratio	1.18	1.06
Return on Capital Employed (%)	33%	23.60%
Return on Net worth	1.46%	1.01%

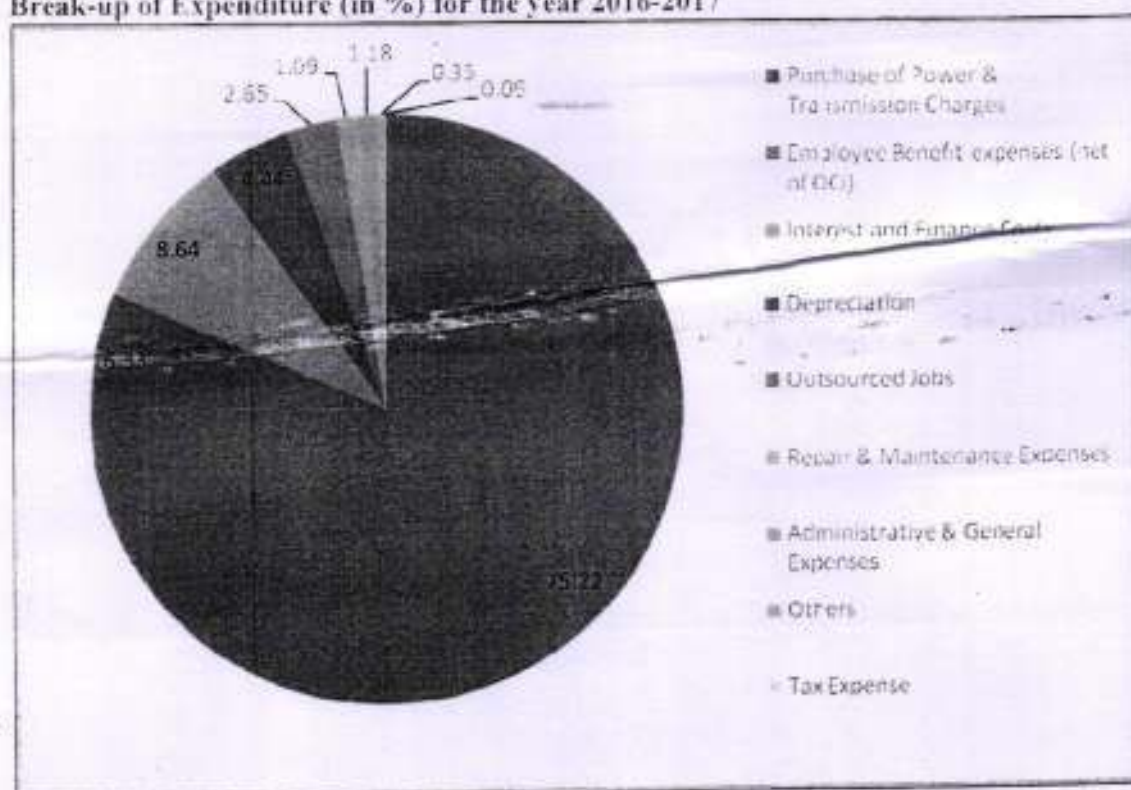
Sources of Income (in %) for the year 2016-2017



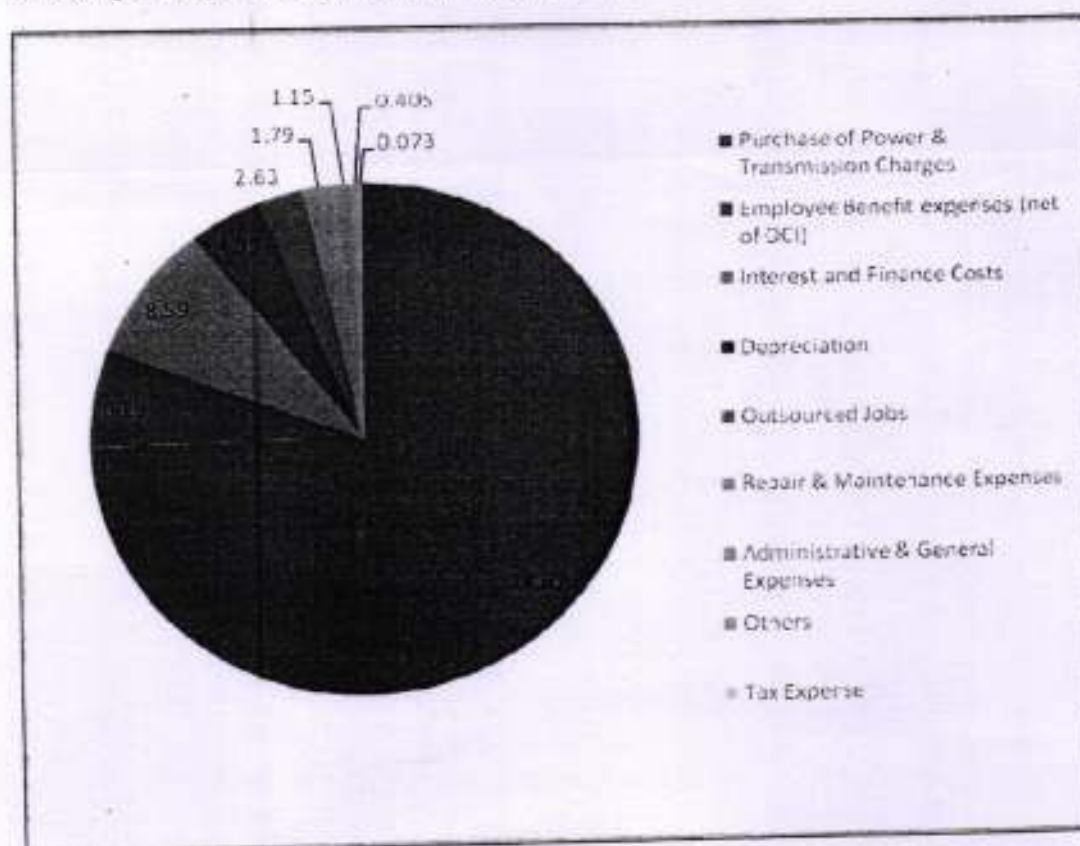
Sources of Income (in %) for the year 2015-2016



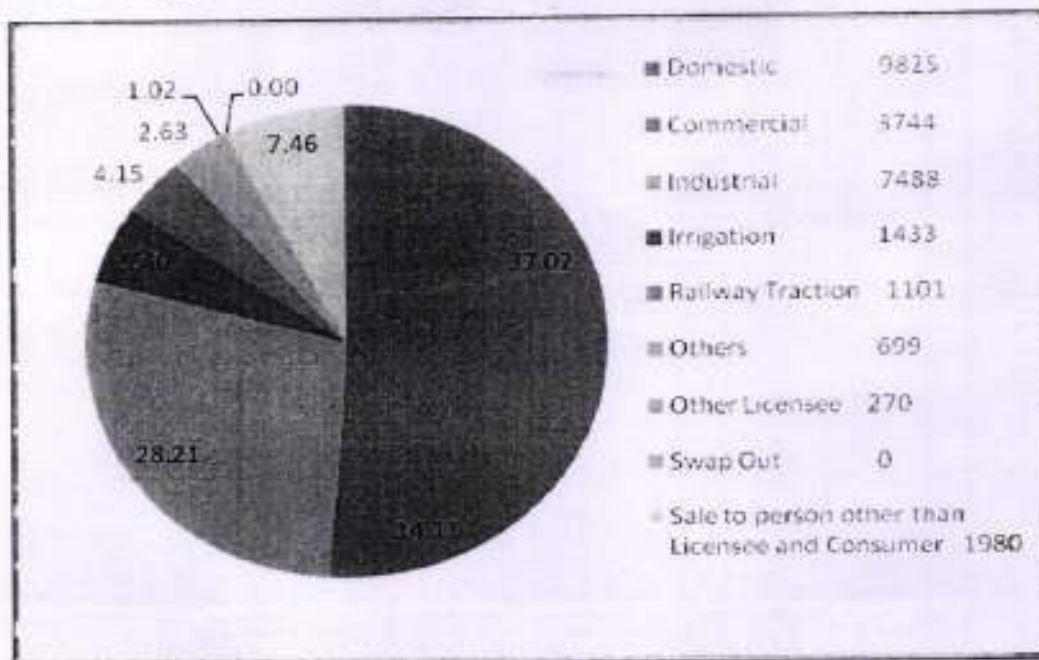
Break-up of Expenditure (in %) for the year 2016-2017



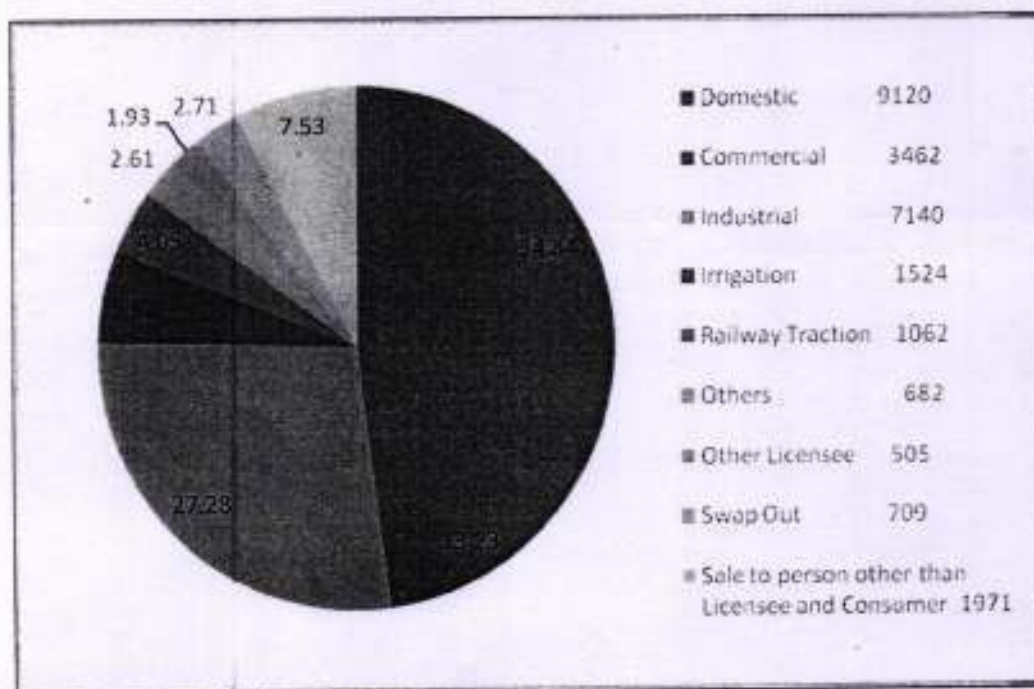
Break-up of Expenditure (in %) for the year 2015-2016



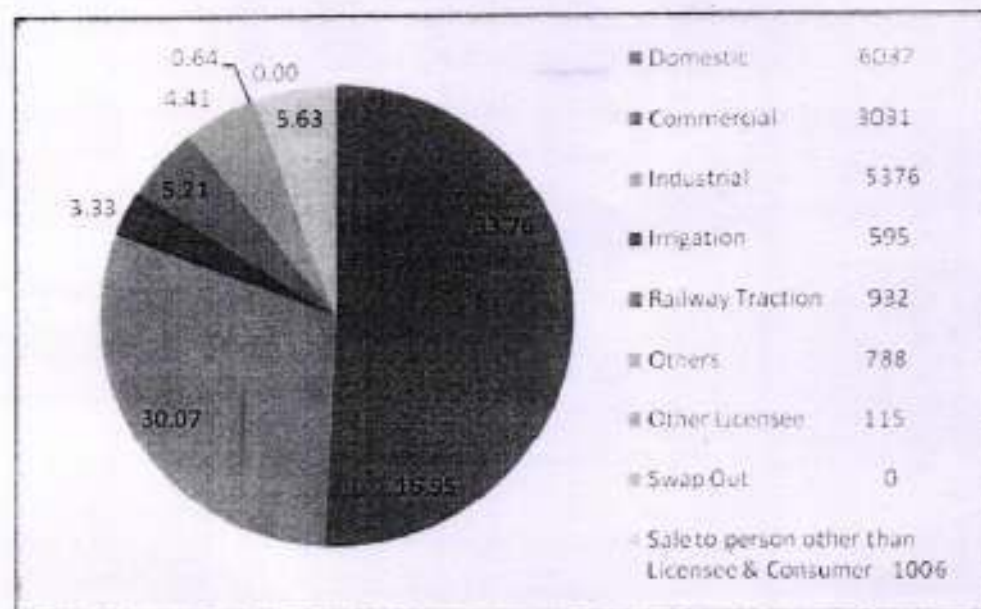
Sale of Energy (MKWH) (in %) for the year 2016-2017



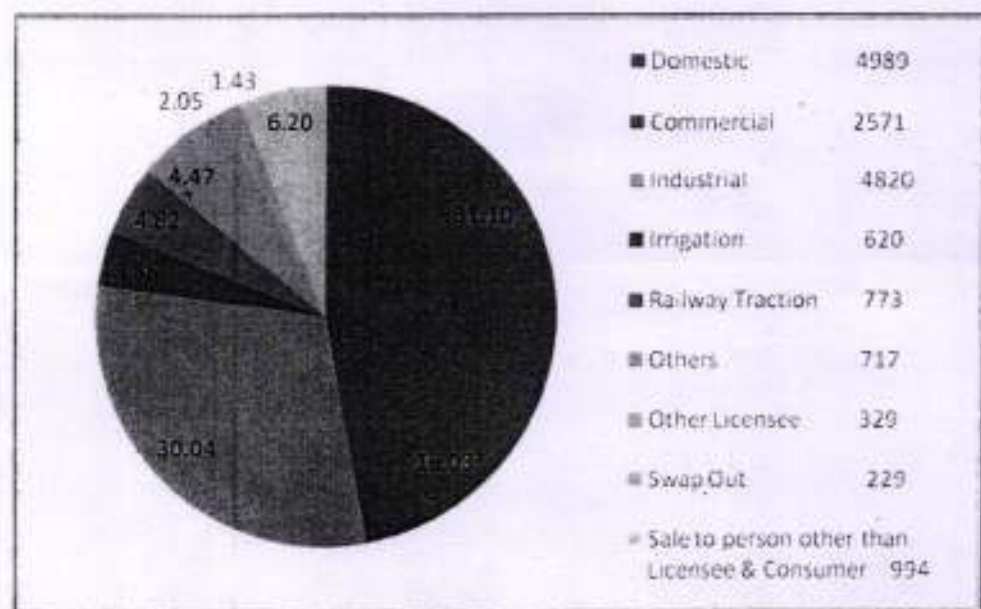
Sale of Energy (MKWH) (in %) for the year 2015-2016



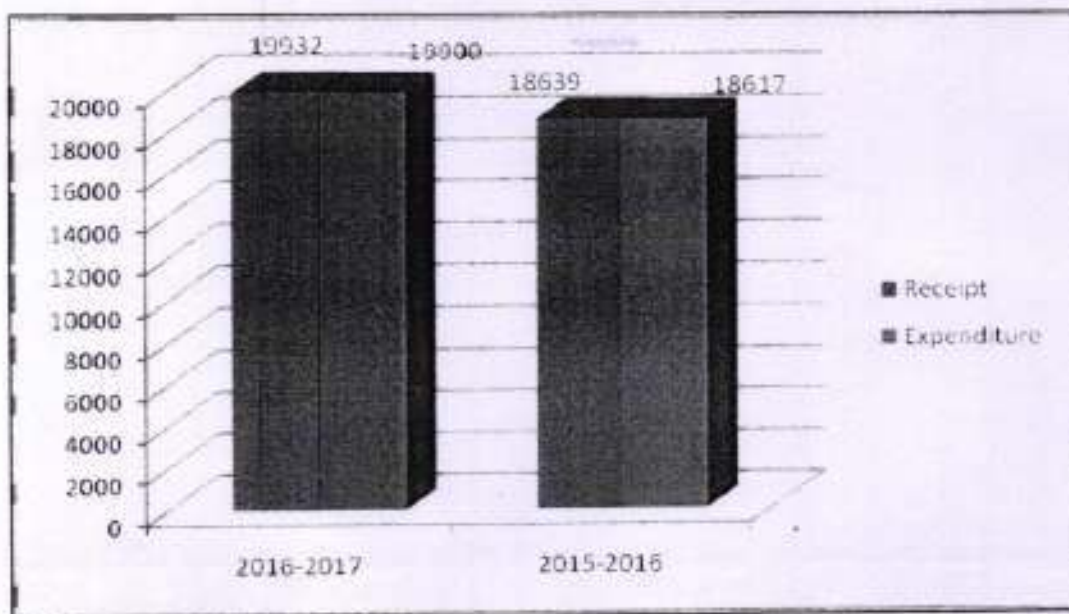
Sale of Energy (Rupees in crore) (in %) for the year 2016-2017



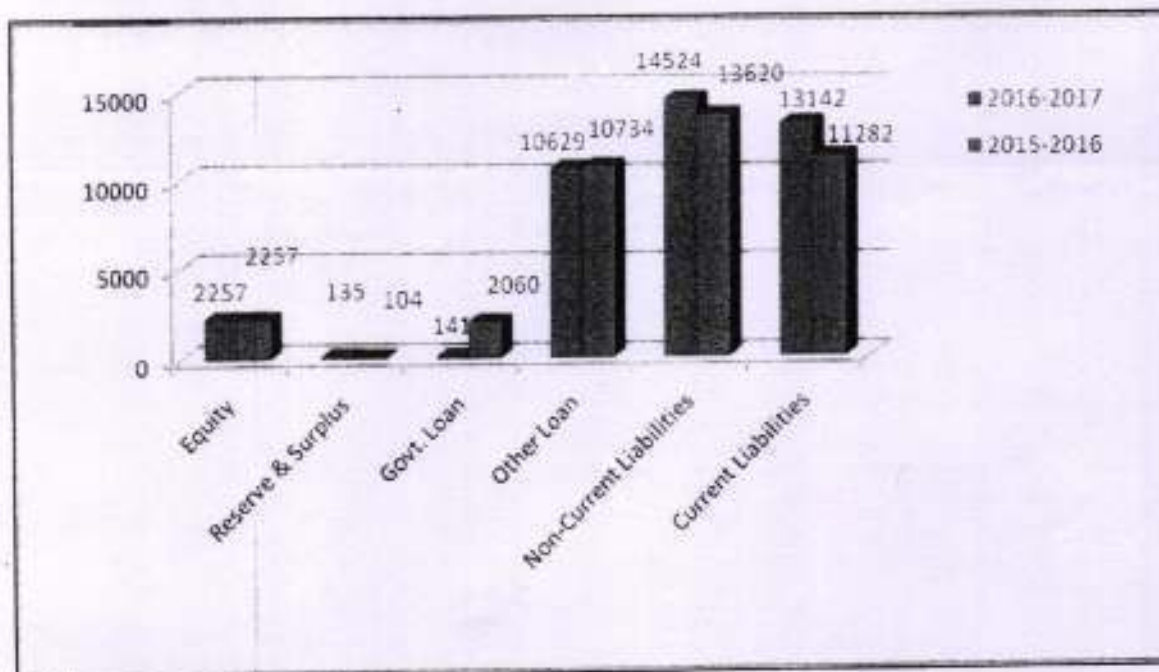
Sale of Energy (Rupees in crore) (in %) for the year 2015-2016



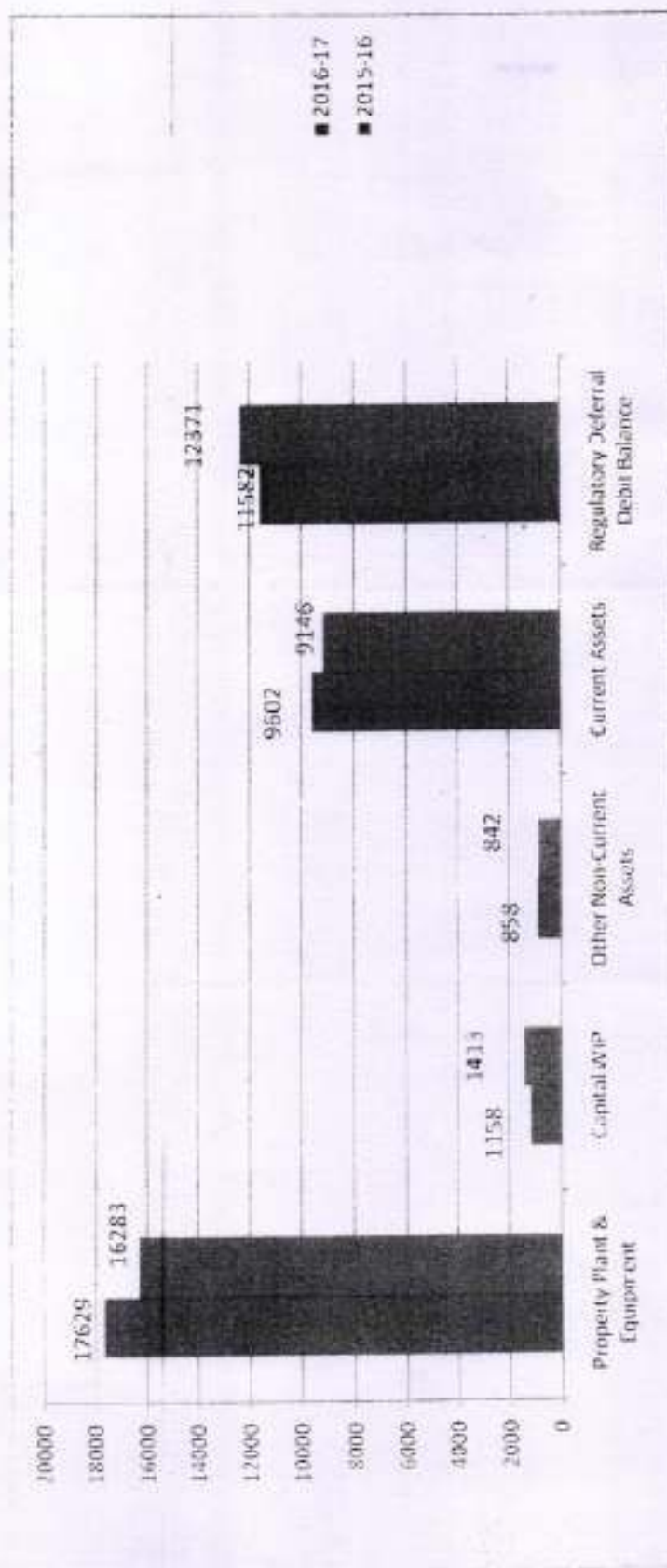
Revenue Receipt & Expenditure (₹ in Crore)



Liabilities (₹ in Crore)



Assets (₹ in Crore)



Share capital:

The authorized share capital of the Company was ₹4050 crores. The paid up share capital of the Company as on 31.03.2017 was ₹2256.74 crores. Entire share capital of the Company was subscribed by the Governor of West Bengal and His nominees.

Deposits:

During the year, your Company has not accepted any public deposits under Chapter V of the Companies Act, 2013.

Extract of Annual Return:

Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of annual return is enclosed as Annexure 1.

Number of Board Meetings:

The Board meets at regular intervals to discuss and decide on business strategies/policies and review of the financial performance of the Company. The notice of each Board Meeting along with the agenda is given in writing to each Director separately in pursuance of Secretarial Standards on Meetings of the Board of Directors (SS- 1) issued by The Institute of Company Secretaries of India and approved by the Central Govt. This ensures timely and informed decisions by the Board.

During the financial year 2016-17, the Board met 6 (six) times details of which are given in the Corporate Governance Report that forms part of this Annual Report. The interval between two consecutive meetings of the Board was not more than 120 days as specified under Section 173 of the Companies Act, 2013.

Risk Management Policy:

The Company has developed a Risk Management Policy identifying the element of risk that applies to Distribution and Hydro Generation of Electricity including Power Purchase. The main objective of the policy is to ensure sustainable business growth with stability and to

promote pro-active approach in reporting, evaluating and resolving risk associated with the business. The specific objectives of the Risk Management Policy are:

1. To ensure that all the current and future materials risk exposure of the Company are identified, described, estimated, mapped, evaluated and treated.
2. To establish a frame work for the Company's Risk Management process and to ensure companywide implementation.
3. To ensure systematic and uniform assessment of risk related with construction projects and power Distribution business.
4. To enable compliance with appropriate regulations, wherever applicable, through the adoption of best practices.
5. To ensure business growth with financial stability.

A Risk Management Committee has been constituted in accordance with the Risk Management Policy. The Risk Management Committee comprises Shri K.K. Ghose, Director (Finance) as Chairman of the Committee. Other Committee Members are Shri Ajay Kumar Pandey, Director (R&T), Shri P.K. De, Chief Engineer (Distribution) and Shri P.K. Pal, Chief Engineer (Commercial) (up to December,2016), Shri S.Mukherjee, Chief Engineer (Commercial) and Shri A. Sen , General Manager (F&A) Internal Audit as Member Convener of the Committee.

The Risk Management Committee works on an ongoing basis within the risk framework outlined in the Risk Management policy to mitigate the risks to the Company's business as it may evolve over time. In terms of the proposal submitted by the Committee a Risk Management Cell has been constituted headed by an Additional General Manager (F&A) for evaluation, reporting and monitoring of various Risks and their mitigation as an ongoing basis.

Internal control systems and their adequacy:

The Company's internal control systems are commensurate with the nature of its business and the size and complexity of its operations. These are routinely tested and certified by Statutory as well as Internal Auditors. Significant audit observations and follow up actions thereon are reported to the Audit Committee. The Audit Committee reviews adequacy and effectiveness of the Company's internal control environment and monitors the implementation of audit recommendations, including those relating to strengthening of the Company's risk management policies and systems.

Right to Information Act, 2005(RTI):

The Company has put in place RTI machinery for effective implementation of the provisions of the RTI Act, 2005. Public Information Officer (PIO) has been designated to dispose of the requests for information sought under RTI Act, 2005. An Appellate Authority has been designated at Head Office to deal with the appeals received under RTI Act, 2005.

Disclosure on Establishment of a Vigil Mechanism

In compliance with the provisions of Section 177 (9) and 177(10) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, a Whistle Blowing Policy was formulated by the Company. Provisions have been made in the policy for providing adequate safeguards against victimization of persons who use such mechanism and the policy makes provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases.

The details of the establishment of the vigil mechanism have been disclosed in the Company's website.

According to the policy, the Audit Committee shall oversee the vigil mechanism and if any member of the Committee has a conflict of interest in a given case, he should recuse himself and other members of the Audit Committee would deal with the matter.

In case of repeated frivolous complaints being filed by a Director or an employee, the Audit Committee may take suitable action against the concerned Director or employee including reprimand.

Directors' Responsibility Statement:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013, your Directors confirm that:

- a) in the preparation of the Financial Statements, the applicable Indian Accounting Standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments 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 profit of the Company for that period.

- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the Financial Statements on a going concern basis;
- e) the directors had laid down Internal Financial Controls to be followed by the Company and that such Internal Financial Controls are adequate and were operating effectively; and
- f) the directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Related party transactions:

All contracts / arrangements / transactions entered by the Company during the financial year 2016-17 with related parties were in ordinary course of business and on arm's length basis. During the year, the Company had not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the Policy of the Company on materiality of related party transactions. There are no materially significant related party transactions that may have potential conflict with interest of the Company at large.

The "Policy on materiality of related party transactions and dealing with related party transactions" as approved by the Board may be accessed on the Company's website www.wbsedcl.in

Members may refer to Note 44 to the Standalone Financial Statements for the year 2016-17 which sets out related party disclosures pursuant to Ind AS 24.

Prevention of Sexual Harassment at Workplace:

As per the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and Rules made there under your Company has constituted Internal Complaints Committees (ICC) to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary) and trainees are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year 2016-2017:

Number of complaints received during the Financial Year: 3 (Three)

Number of complaints disposed off during the Financial Year: 3 (Three)

Number of complaints pending for disposal during the Financial Year: Nil

Details of Subsidiary, Joint Venture or Associates:

New Town Electric Supply Company Limited (NTESCL):

NTESCL is a joint venture between your Company and West Bengal Housing Infrastructure Development Corporation Limited (WBHIDCO) with 50:50 shareholding agreement with equity participation of ₹ 4.94 crores.

Highlights of financial performance of NTESCL

(Amount in ₹ Lakh)

Particulars	2016-17	2015-16
Income	835.33	859.66
Less: Administrative Expense	485.74	(-) 497.93
Profit before depreciation (PBDT)	349.59	361.73
Less : Depreciation	(-) 38.40	28.40
Profit before Tax (PBT)	311.19	333.33
Less: Provision for Tax	97.11	(-) 104.95
Profit after Tax (PAT)	214.08	228.38
Add/Less: Income Tax Adjustment	(-) 6.96	(-) 12.18
Net Profit after Tax	207.12	216.20
Balance brought forward from previous year	(+)1494.08	1503.60
	1701.20	1719.80
Dividend Paid	-	(-) 187.43
Tax on Dividend	-	(-) 38.16
Adjustment of Income Tax for earlier year	0.85	(-) 0.14
Balance carried forward to Balance Sheet	1700.35	1494.07

Considering volume of business of WBSEDCL it may be stated that financial performance of NTESCL have very insignificant impact on the overall performance of WBSEDCL.

West Bengal Green Energy Development Corporation Limited (WBGEDCL):

The Company is an equity partner in WBGEDCL. The participation of the Company in WBGEDCL is 35% of the Paid up capital equivalent to ₹1.75 crores.

Highlights of financial performance of WBGEDCL

Particulars	(Amount in ₹)	
	For the year 31.03.2017	For the year 31.03.2016
Total Revenue	16,200,939	29,897,524
Total Expenses	339,58,936	333,52,888
Loss for the year	(17,757,997)	(34,55,364)
Equity share capital	49,999,990	49,999,990
Retained earnings (Reserve)	(85,430,000)	(67,67,2003)
Net worth	(35,430,010)	(17,672,013)
Property Plant and Equipments	114,802,039	135,149,882
Long term Borrowing	129,044,093	143,082,186
Earnings per share	(3.55)	(0.69)

Considering volume of business of WBSEDCL it may be stated that financial performance of WBGEDCL have very insignificant impact on the overall performance of WBSEDCL.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013, a statement containing salient features of financial statements of Associate and Joint Venture companies in Form AOC 1 is attached to the Accounts. Consolidated Accounts of your Company and NTESCL and WBGEDCL are attached with this report.

Merger

The State Cabinet in its meeting held on February 10, 2017 has approved the merger of New Town Electric Supply Company Limited (NTESCL) with WBSEDCL, which was communicated vide Memorandum No. 1093- F(Y) dated 21.02.2017 of the Finance Department, Govt. of West Bengal. The Department of Power and NES, Government of West Bengal vide Notification No. -63-PO/O/C-II/4M-02/2017 dated 18.04.2017 has advised to take steps to initiate and complete the process of merger of NTESCL with WBSEDCL. It was decided that WBSEDCL would purchase the entire equity holdings of WBHIDCO in NTESCL, so that NTESCL becomes a wholly owned subsidiary of WBSEDCL without any encumbrance with WBHIDCO. This course of action would enable WBSEDCL to follow Fast

Track Procedure for Merger of NTESCL with WBSEDCL under Section 233 of Companies Act, 2013. A Share Purchase Agreement has been executed on 11th August, 2017.

Power Exchange India Limited (PXIL):

The Company has executed a Share Transfer and Shareholders Agreement with National Stock Exchange of India Limited, National Commodity & Derivatives Exchange Limited and Power Exchange India Limited under which investment of a sum of ₹4.00 crore have been made in PXIL.

Details of Key Managerial Personnel:

The Key Managerial Personnel of the Company are as under:

1. Shri Rajesh Pandey, Chairman and Managing Director
2. Shri Kalyan Kumar Ghosh, Director(Finance) and CFO
3. Shri Pralay Kumar Banerjee, Company Secretary (upto 31.12.2016)
4. Smt. Aparna Biswas, Company Secretary (from 31.12.2016)

Significant and Material Orders passed by the Regulators:

1. Tariff Order dated 28.10.2016 passed by the West Bengal Electricity Regulatory Commission for the year 2016-17 in regard to the tariff application of WBSEDCL for the years 2014-15, 2015-16 and 2016-17.
2. Hon'ble WBERC passed an order on 16/09/2016 in the matter of Late Payment Surcharge (LPSC) waiver scheme for providing reconnection/new connection to disconnected/terminated consumers or new consumers in disconnected premises having contract demand 50 KVA and above.
3. Hon'ble WBERC passed an order on 08/02/2017 in the matter of implementation of scheme for revenue enhancement through increased sale to industries supplied at 33KV and 132 KV through rationalization.

Audit Committee:

The composition of the Audit Committee is as follows:

Sl. No.	Name of Director	Designation	Position in the Committee	Remarks
1.	Shri Tapan Kumar Majumdar	Independent Director	Chairman (1 meeting)	Ceased on 01.06.2016
2.	Shri Debashish Majumdar	Independent Director	Chairman (1 meeting) Member	Ceased on 23.08.2016
3.	Shri Gopal Krishna Saxena	Independent Director	Chairman (2 meetings) Member	-
4.	Smt. Saswati Banerjee	Government Nominee and Woman Director	Member	-
5.	Shri Avinash Kumar Sinha	Independent Director	Member	Joined on 03.06.2016 Died in harness on 31.03.2017
6.	Shri Sisir Kumar Chakrabarti	Independent Director	Member	Joined on 21.11.2016

Role and responsibilities – Audit Committee:

The responsibility of the Audit Committee includes

- The recommendation for appointment, remuneration and terms of appointment of Auditors of the Company including Cost Auditor, Secretarial Auditor, Tax Auditor, Internal Auditor and outsourced Internal Auditors;
- Review and monitor the Auditor's independence and performance and effectiveness of audit process;
- Examination of the financial statement and the Auditor's Report thereon;
- Approval or any subsequent modification of transactions of the Company with related parties;
- Scrutiny of inter-corporate loans and investments;
- Valuation of undertakings or assets of the Company, wherever it is necessary;
- Evaluation of internal financial controls and risk management systems;

- viii) Monitoring the end use of funds raised and related matters;
- ix) Overseeing the financial reporting process to ensure fairness, transparency, sufficiency and reliability of financial statements, including recognition, recording and reporting of financial information in keeping with the Electricity Act, 2003 and the Regulations of the West Bengal Electricity Regulatory Commission. Reviewing the adequacy of internal control systems.
- x) Discussing scope of audit and audit plans on a regular basis with Statutory and Internal Auditors;
- xi) Reviewing with the Management Periodical, Quarterly and Annual Financial Statements before submission of the same to the Board. This will include -
 - 1) Any changes in accounting policies and practices
 - 2) Major accounting entries based on exercise of judgment by the Management
 - 3) Qualification, if any, in the draft audit report
 - 4) Significant adjustments arising out of audit observations
 - 5) Compliance with applicable accounting standards
 - 6) Related party transaction
 - 7) Reviewing compliance with Internal and Statutory Audit Reports and examine reasons for substantial defaults and delays in implementing audit recommendations
 - 8) Reviewing findings of internal investigations involving matters of fraud, financial integrity and fiduciary compliance
 - 9) Reviewing Management Letters issued by Statutory Auditors
 - 10) Reviewing Secretarial Audit Reports yearly
 - 11) The Audit Committee is empowered to call any appropriate employee of the Company to attend its meeting.

The Audit Committee is empowered to appoint professional public accounting and/or other professionals including independent counsel in order to discharge its responsibilities. Compensation to be paid for such services will be determined by the Committee. The Audit

Committee is authorized to hold its meeting without the presence of any members of the management and require any member of the organization to attend and appear before itself.

Nomination & Remuneration Committee:

The composition of the Nomination and Remuneration Committee is as follows:

Sl. No.	Name of Director	Designation	Position in the Committee	Remarks
1.	Shri Debashish Majumdar	Independent Director	Chairman (1 meeting)	Ceased on 23.08.2016
2.	Shri Gopal Krishna Saxena	Independent Director	Chairman (1 meeting) Member (1 meeting)	
3.	Shri Rajesh Pandey	Chairman and Managing Director	Member	
4.	Smt. Saswati Banerjee	Government Nominee and Woman Director	Member	
5.	Shri Avinash Kumar Sinha	Independent Director	Member	Joined on 03.06.2016 Died in harness on 31.03.2017
6.	Shri Sisir Kumar Chakrabarti	Independent Director	Member	Joined on 21.11.2016

Role and responsibilities – Nomination & Remuneration Committee:

The Committee will recommend to the Board in relation to the following:

- The size and composition of the Board, including review of Board succession plans;
- The criteria for Board membership, including assessment of necessary and desirable competencies of Board members;
- Names for the appointment and re-appointment of Directors and Key Managerial Personnel;
- Assist the Board in the performance evaluation of the Board Members and its Committees and in training of Directors;

- (e) Succession plans for the Chairman and Managing Director and Senior Management [annually] to maintain an appropriate balance of skills, experience, diversity and expertise on the executive management team.
- (f) Review the Diversity Policy to ensure that the policy reflects relevant Corporate Governance and legal requirements;
- (g) To review and recommend Organization structure and broad Policy on workforce planning, compensation & perquisites, succession planning, terminal benefits, superannuated employee relations, etc.

Role and responsibilities – Remuneration:

The Committee will recommend to the Board on the following:

- (a) Remuneration for the Chairman and Managing Director (CMD);
- (b) Remuneration for the executives reporting to the CMD;
- (c) Incentive strategy and performance targets;
- (d) Remuneration for the non-executive Directors of the Board;
- (e) The remuneration disclosures as per all applicable laws.

Corporate Social Responsibility:

In accordance with the requirements of Section 135 of the Companies Act, 2013, your Company has constituted a Corporate Social Responsibility Committee. The composition of the Corporate Social Responsibility Committee is provided in the Corporate Governance Report. Your Company has also formulated a Corporate Social Responsibility Policy which is available on the website of the Company at www.wbsedcl.in. Annual report on CSR activities as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 has been appended as Annexure - 2 to this report.

Composition of the CSR Committee of the Board:

Sl. No.	Name of Director	Designation	Position in the Committee	Remarks
1.	Shri Rajesh Pandey	Chairman & Managing Director	Chairman	
2.	Shri Kalyan Kumar Ghosh	Director (Finance)	Member	
3.	Shri Sujay Sarkar	Director (HR)	Member	

4.	Shri Avinash Kumar Sinha	Independent Director	Member	Joined on 03.06.2016 Died in harness on 31.03.2017
5.	Shri Sisir Kumar Chakrabarti	Independent Director	Member	Joined on 21.11.2016

Declaration by Independent Director:

The Independent Directors of your Company have given the certificate of independence to your Company stating that they meet the criteria of independence as mentioned under Section 149(6) of the Companies Act, 2013.

Annual evaluation by the Board of its own performance and of its Committees:

The Independent Directors of the Company reviewed the performance of the Non- Independent Directors of the Board and performance evaluation of the Board was made by the Nomination and Remuneration Committee in pursuance of Schedule IV of Section 149 of the Companies Act, 2013.

Compliance of Applicable Laws:

Your Company also maintains a proper system in place to ensure compliance of all laws applicable to the Company. It follows the "comply or explain" principle.

(A) Conservation of Energy

(i) The steps taken or impact on conservation of energy:

- (a) Distribution of energy efficient light emitting diode (LED) type bulbs (36 lacs)/ tube lights (3.62 lacs) throughout the state through EESL under Energy efficient lighting programme in the state of West Bengal.

- Impact assessed after 1 year of distribution is to achieve 94 MW avoided generation capacity and 3,79,229 t CO₂ reduction per year.

(b) Implementation of Energy Conservation Building Code (ECBC) for commercial consumers (having connected load more than equal to 100 kw) :

- West Bengal Energy Conservation Building Code (WBECBC) 2016 issued vide Gazette Notification No. 42 PO/O/C-1/5M-49/09 dated 3rd March, 2016.

- One Steering Committee on implementation of WBECBC - 2016 is hereby formed comprising officials from different Departments (namely, WBSEDCL, Kolkata Municipal Corporation, CESC Ltd., Durgapur Projects Ltd., Panchayet & Rural Department, HIDCO, NKDA, Department of Urban Development & Municipal Affairs, Municipal Engineering Directorate and State Public Works Department) of West Bengal under the Chairmanship of the Chairman & Managing Director, WBSEDCL.
- ECBC Cell to be formed within the steering committee will take the following action :
 - To **arrange training programme** for the nominated officials from the above mentioned departments by ECBC Master Trainers/ ECBC Expert.
 - To **amend the existing building bye-laws** (Municipal corporation area/ Municipalities) by incorporating WBECBC-2016 with help of technical representatives of BEE.

(c) **Perform Achieve and Trade (PAT):**

PAT mechanism is applied for energy intensive industries (Designated Consumers/DCs) of the state.

- In this scheme, performance and corresponding achievement of 17 nos. of DCs under 3 sectors namely, Thermal Power Station, Pulp & Paper and Iron & Steel Re-rolling under PAT Cycle – I (2012-15) has been completed. The assessed savings is 1.2 mtoe.
- Similarly, the PAT Cycle – II (2016-19) including 3 more sectors namely Refinery, Railways and DISCOM have started with 22 nos. Designated Consumers with introduction of Action Plan programme.

(d) **Demonstration Project :**

- i. Replacement of Conventional lights by LED Lights effected in Mekhligunj and Changrabandha 33/11 KV Sub-station, Siliguri Zonal Store under WBSEDCL, Behala, Kasba and New Haldia Area Office under WBSETCL by investing of Rs. 22.00 lacs with annual savings of 0.0763 MU.

(e) **Awareness Programme :**

To spread the message of Energy Conservation among the consumers of WBSEDCL, following measures taken :

- i. Display of Banners and Posters containing tips on Energy Savings.

- ii. Awareness through sending SMS to all the consumers.
- iii. Awareness through radio Jingle in AIR.

(ii) The steps taken by the company for utilizing alternate sources of energy :

- E-tender for civil & hydro-mechanical portion has been invited for Ramnam Intermediate Stage Hydel Project (2X6 MW).
- Detailed Project Report (DPR) against Lodhama – II SHP approved by Govt. of West Bengal. GSI has been engaged for Geotechnical study.
- A cumulative capacity of 11.04 MW (10MW ground mounted at Teesta Canal Bank Solar PV Power Project at Uttar Dinajpur and 1.04 MW rooftop Solar project in 104 nos. schools) have already been commissioned by WBSEDCL.
- Works for 30 MW (each of 10 MW at Chharrah, Santaldih and Mejia) ground mounted and 1.88 MW Rooftop solar projects are under implementation in different schools. 2 nos. Solar PV power projects, each of 10 MW capacity are under tendering stage.

(iii) The capital investment on Energy Conservation equipments:

The investment made for effecting the energy conservation activities is funded by Bureau of Energy Efficiency (BEE) in totality.

(B) Technology absorption

(i) The efforts made towards technology absorption

- The NPN junction diode technology is used for LED bulbs and tubes and also for Street lights to reduce the consumption/bill amount in respect to consumers. Also, this technology is supporting the demand side management in respect to Distribution agency. This is surfaced in demo projects mentioned above.
- Building envelop, improved HVAC System, Service Hot Water heating, the task lighting and use of LED for Interior and exterior lighting and energy efficient electrical motors etc. are the different technologies to be adopted for compliance of ECBC norms and standards.

- Different action taken formulae adopted by the DCs under PAT Cycle – I & II are being applied to mitigate targeted energy consumption norms and standards in mtoe per unit of product.

(ii) The benefits derived there from :

The initial investments to be made for above technological absorption may be manifold initially but in long run the electricity consumption is reduced dramatically. Also, with wider use of the above technology, the product cost reduces (as is seen in case of LED lights).

(iii) Imported Technology

We do not have any scope of using imported technology till date.

C. Foreign Exchange Earnings and Outgo:

During the financial year 2016-17 an amount of ₹14 lakhs has been considered in the accounts as fluctuation of foreign exchange rate and adjusted with fixed assets.

Earning in foreign currency during the financial year was Nil.

Key achievements:

During the current financial year your Company has achieved the following benchmarks:

1. WBSEDCL has commissioned Teesta Canal Bank Solar PV Power station 10 MW at Haptiagach in August, 2016, which is the first in its kind in West Bengal. Total solar power generation is 13.56 MU upto July, 2017.
2. WBSEDCL was awarded "SKOCH Order-of-Merit" among top-100 projects in India for "VIDYUT SAHAYOGI" for the year 2016.
3. IPPAI power awards for 'Outstanding Innovation (2015-16)' for customer service, power purchase cost at the 17th Regulators & Policymakers Retreat 2016.
4. 'Heritage' Award for Sidrapong Hydel Project and 'PLATINUM STATE AWARD WINNER' in the category of Top Investment & Infra Excellent State in Sustainable Energy & Power at 10th Enertia Awards 2016.

Particulars of Employees under Section 197 of the Companies Act, 2013 read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

As per notification No. G.S.R.463(E) dated 5th June, 2015 issued by the Ministry of Corporate Affairs, Government companies are exempted from the applicability of the provisions of Section 197 of the Companies Act, 2013. However, no employee of the Company is covered under Section 197 of the Companies Act, 2013 read with rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended vide notification dated 30.06.2016. The information required to be furnished under the above Rule may be treated as 'Nil'.

Means of Communication:

The half yearly unaudited financial results for the half year ended 30.09.2016 were submitted to the Bombay Stock Exchange (BSE) on 06.12.2016 in compliance with the Accounting Standard (IndAS) as notified by the Ministry of Corporate Affairs dated 16.02.2015 and Securities and Exchange Board of India circular No. CIR/CFD/FAC/62/2016 dated 05.07.16.

The half yearly unaudited financial results for the half year ended 31.03.2017 were submitted to BSE on 13.05.2017 and the same was submitted in XBRL mode on 13.05.2017.

The audited financial results for the year ended 31st March, 2017 (Standalone and Consolidated) were submitted to BSE on 17.07.2017 and the same was submitted in XBRL mode on 18.07.2017.

Subsequently the said results were published in the Hindustan Times (all editions) within 48 hours from the conclusion of the Board meetings where such results were approved.

The Company's website www.wbsedcl.in provides comprehensive information of the Company including information on financial results (half yearly and annual), Report of the Auditors and Directors on the annual financial results, statutory information and various codes and policies adopted by the Company.

Shareholders' Information:

Details of Annual General Meeting for the year 2015-16		
Day and Date	Time	Venue
Friday, 23rd September, 2016	11.00 A.M.	Registered office at Vidyut Bhavan, Sector-II, Block- DJ, Bidhannagar, Kolkata - 700 091

Payment of Dividend:

During the financial year no dividend was declared by the Board of Directors of the Company due to inadequacy of divisible profit.

Share transfer procedure:

Entire share capital of the Company is held by the Governor of West Bengal and His nominees. Transfer of shares are registered on receipt of the Government direction in the matter.

Registrar and Transfer Agent for secured Redeemable Non Convertible Bonds Including Connectivity with NSDL & CDSL:

Link Intime India Pvt. Ltd, 59-C Chowringhee Road, 3rd Floor, Kolkata-700020, Tel no: 033-2289-0540, Email: Kolkata@linkintime.co.in, Website: www.linkintime.co.in

Listing of equity shares:

Shares of the Company are not listed with any Stock Exchange. The Company has issued secured, redeemable and non convertible Bonds for ₹1000 crore which is listed with Bombay Stock Exchange.

The listing fee for the current financial year has been paid to the Stock Exchange.

Distribution of shareholding:

Sl. No.	Name of the Shareholder	No of Shares held	Amount(₹)
1.	Hon'ble Governor of West Bengal	225,66,89,863	2256,68,98,630
2.	Shri S.K.Gupta, IAS, Principal Secretary to the Government of West Bengal, Department of Power &NES	100	1,000
3.	Shri Rajesh Pandey, IAS, Chairman and Managing Director, WBSEDCL	40,000	4,00,000
4.	Shri Kausik Basak, WBCS(Exe), Joint Secretary to the Government of West Bengal, Department of Power &NES	9,600	96,000
5.	Shri Subhashis Gangulee, WBA&AS, Financial Advisor and Chief Controller of Audit & Ex- Officio Joint Secretary	100	1,000

	to the Government of West Bengal, Department of Power & NES		
6.	Shri Anindya Narayan Biswas, Joint Secretary to the Government of West Bengal, Department of Power & NES	100	1,000
7.	Shri Kalyan Kumar Ghosh, Director(Finance), WBSEDCL	100	1,000
Total		225,67,39,863	2256,73,98,630

Dematerialisation of shares and liquidity:

Shares of the Company are not listed with Stock Exchange and are maintained in physical form due to limited liquidity and transferability which is effected on the direction of the Government of West Bengal.

Address for correspondence:

All communication relating to **Share matters** shall be addressed to:

Company Secretary,

West Bengal State Electricity Distribution Company Limited,

Vidyut Bhavan, Block-DJ, Sector-II,

Bidhannagar, Kolkata 700 091

All communication relating to **Bond matters** shall be addressed to:

Link Intime India Pvt. Ltd., 59-C, Chowringhee Road, 3rd Floor, Kolkata-700020

or

Company Secretary,

West Bengal State Electricity Distribution Company Limited,

Vidyut Bhavan, Block- DJ, Sector- II,

Bidhannagar, Kolkata 700 091

Plant Location:

Plant Locations	
1. Purulia Pumped Storage Project (900 MW) Pathardih, P.O. - Bagmundi ; Dist. - Purulia Pin - 723152	2. Massanjore Hydel Project (4 MW) Vill & P.O. - Massanjore ; Dist. - Dumka Jharkhand, Pin - 814144
3. Rammam Hydel Project St-II (51 MW) P.O- Lodhamahat ; Dist. - Darjeeling, Pin - 734201	4. Jaldhaka Hydel Project St-I&II (36 MW & 8 MW) P.O.- Jaldhaka Hydel Project, Dist-Darjeeling, Pin-734503
5. TCF Hydel Project, PS-I (22.5MW) Leusipakuri ; Dist. - Darjeeling, Pin-734434	6. TCF Hydel Project, PS-II (22.5 MW) Haptiagachh ; Dist. - Uttar Dinajpur, Pin-733202
7. TCF Hydel Project, PS-III (22.5 MW) Bholagach ; Dist. - Uttar Dinajpur, Pin-733207	8. Mungpoo Kali-khola Hydel Power Station (3 MW) Near Namring Tea estate, PO&PS-Rangli Rangliot ; Dist. - Darjeeling, Pin-734226
9. Little Rangit Hydel Power Station (2 MW) P.O. & PS -Bijanbari , Dist. - Darjeeling, Pin-734201	10. Rinchington Hydel Power Station (2 MW) Near Kafebari, P.O. -St.Marys ,Kurseong , Dist.-Darjeeling, Pin-734220
11. Fazi Hydel Power Station (2.448 MW) P.O.&PS- Kurseong, Dist. - Darjeeling, Pin-734101	12. Sidrapong Hydel Power Station (0.6 MW) P.O.-Tung, PS- Jorebunglaw, Dist. -Darjeeling, Pin-734224

Management Discussion and Analysis:

The Annual Report also contains a separate section on the Management Discussion and Analysis which forms part of this Report.

Corporate Governance:

Corporate Governance is a set of systems and practices to ensure that the affairs of the Company are being managed in a way which ensures accountability, transparency, and fairness in all its transactions in the widest sense and meet its Stakeholders aspirations and societal expectations. Your Company believes in maintaining the highest standards of Corporate Governance and it is the Company's constant endeavour to adopt the best Corporate Governance practices. Your Company has taken several initiatives toward maintaining the highest standards of Governance and these include:

Composition of Board:

One third of the total number of Directors is Independent. The Audit Committee, Nomination and Remuneration Committee comprise majority of Independent Directors. The Company has defined guidelines for the meetings of the various Board Committees. The decision making process at the Board or Board Committees has been systemized in an informed and efficient manner.

The Board critically evaluates the strategic direction of the Company, management policies and their effectiveness. The agenda for Board include strategic review from each of the Board Committees, a detailed analysis and review of annual strategic and operating plans and capital allocation and Budgets. Additionally, the Board reviews reports from Functional Directors and other reports from each of the HOD'S. Frequent and detailed interaction sets the Agenda and provides the strategic roadmap for the future growth of the Company.

A separate section of Corporate Governance forms part of this Report.

Staff Welfare:

Several steps were taken in the area of staff welfare during the year. The Company had taken up a number of initiatives for ensuring better health of the employees and their dependants by way of inclusion of renowned and reputed medical institutes in its approved list of hospitals and conducting health check up camps and health awareness programme.

The Company through its Staff Recreation Clubs participated in local and national level sports events and cultural competitions as well as conducted annual sports. The Company provides Canteen subsidy at various units for the welfare of the employees.

Industrial Relations:

The Company maintained healthy, cordial and harmonious relations at all levels.

Directors:

Shri Sisir Kumar Chakrabarti joined as Independent Director of the Company w.e.f 21.11.2016. Shri Shyam Dhar Dubey joined as Independent Director of the Company w.e.f 20.02.2016. Board welcomed Sisir Kumar Chakrabarti and Shri Shyam Dhar Dubey.

The Board of the Company deeply regrets and mourns the sad demise of Late Avinash Kumar Sinha, Independent Director of WBSEDCL, who breathed his last on 31st March, 2017. Smt. Saswati Banerjee, IAS, Government Nominee & Woman Director was released from Government Service due to superannuation on 31st March, 2017 (afternoon). The tenure of Shri Ranjit Kumar Majumder, Director (Distribution) and Shri Niranjana Saha, Director (Projects) ended on 30.04.2017.

The Board expresses its sincere appreciation for the valued contribution and services rendered by Late Avinash Kumar Sinha, Smt. Saswati Banerjee, Shri Ranjit Kumar Majumder and Shri Niranjana Saha during their tenure as Directors of the Company.

Smt. Saswati Banerjee, Retd. IAS joined as Independent Director of the Company w.e.f 01.04.2017. Shri Kausik Basak, WBCS(Exe) Joint Secretary, Power & NES Department, GoWB joined as Government Nominee Director of the Company w.e.f 01.04.2017. Shri Swapan Kumar Dey joined as Director (Distribution) of the Company w.e.f 06.07.2017. Shri Surajit Chakraborty joined as Director (Generation) of the Company w.e.f 06.07.2017. Shri Gautam Sengupta joined as Director (Projects) of the Company w.e.f 06.07.2017. Board welcomed Smt. Saswati Banerjee and Shri Kausik Basak, Shri Swapan Kumar Dey, Shri Surajit Chakraborty and Shri Gautam Sengupta.

Shri Gopal Krishna Saxena, Independent Director was re-appointed in the Board of the Company for a further period of three years w.e.f. 01.10.2017. The Board welcomed Shri Saxena on his re-appointment.

Statutory Auditors:

M/s. De & Bose, Chartered Accountants, Kolkata, were appointed as Statutory Auditors of your Company for the financial year 2016-2017 by the Comptroller and Auditor General of India. The Statutory Auditors have audited the Standalone and Consolidated Financial Statements of the Company for the year ended 31st March, 2017.

The following documents are annexed to this report:

- a) Audited Standalone and Consolidated Financial Statements and Standalone and Consolidated Cash Flow Statement of the Company for the year ended 31st March, 2017.
- b) Auditors' Report on the Standalone Financial Statements and Consolidated Financial Statements of the Company for the year ended 31st March, 2017.
- c) Comments of Comptroller and Auditor General of India on Standalone and Consolidated Financial Statements.
- d) Statement of Technical particulars and Category wise Sales in MU and number of consumers as on 31.03.2017.

Cost Auditor:

M/s A.J.S & Associates, Cost Accountants, 55B, S.P. Mukherjee Road, 1st Floor, Near Hazra, Xing, Kolkata -700026, were appointed to conduct the audit of the Cost Accounting Records of the Company for the year 2016-17. The Cost Audit Report for the year 2015-16 was filed in XBRL mode with the Ministry of Corporate Affairs on 28.09.2016.

Secretarial Auditor:

In terms of Section 204 of the Act and Rules made there under M/s K. Arun & Co., Company Secretaries, 'Shantiniketan', 8, Camac Street, 8th Floor, Suite # 807, Kolkata - 700 017 had been appointed as Secretarial Auditor of the Company for the year 2016-17. The Secretarial Audit Report, enclosed as Annexure 3 is self-explanatory and does not call for any further comments.

Acknowledgement:

Your Directors would like to express their appreciation for the assistance and co-operation received from Government of West Bengal, particularly the Department of Power and Non-

conventional Energy Sources, Ministry of Power, Govt. of India, West Bengal State Electricity Regulatory Commission, Central Electricity Regulatory Commission, Comptroller & Auditor General of India, Auditors, PFCL, RECL, Lenders, Customers, Vendors, Contractors and Consultants and all other stakeholders during the year under review.

Your Directors wish to place on record their deep sense of appreciation for the committed services by all the employees of the Company.

Date: 18.09.2017

On behalf of the Board

Place: Vidyut Bhavan,
Sector-II, Block- DJ,
Bidhannagar, Kolkata- 700 091


(Rajesh Pandey)
Chairman & Managing Director

DIN : 03569753

EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31.03.2017

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN:- U40109WB2007SGC113473
- ii) Registration Date : 16/02/2007
- iii) Name of the Company: West Bengal State Electricity Distribution Company Limited
- iv) Category/Sub-Category of the Company : Public Company / Limited by Shares
- v) Address of the Registered office and contact details : Block DJ, Sector - II, Salt Lake, Kolkata - 700 091
- vi) Whether listed company Yes/No: No.
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: None

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Distribution of Electricity	40109	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiaries/ Associate	% of shares held	Applicable Section
1	New Town Electric Supply Co. Ltd. 09-024, M.A.R. New Town, Rajarhat, Kolkata - 700156	U40109WB2003SGC096966	Associate	50	2(6)
2	West Bengal Green Energy Development Corporation Ltd., Bikalpa Shakti Bhavan, J-1/10 EP & GP Block, Sector-V, Salt Lake, Kolkata - 700 091	U40108WB2007SGC121189	Associate	35	2(6)

IV. SHARE HOLDING PATTERN (Equity Share Capital Break up as percentage of Total Equity)**i) Category-wise Shareholding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual / HUF									

b) Central Govt									
c) State Govt(s)	2256689863	2256689863	99.99		2256689863	2256689863	99.99	NIL	
d) Bodies Corp.									
e) Banks/FI									
(f) Any Other	50000	50000	0.01		50000	50000	0.01	NIL	
Sub - total (A) (1):-	2256739863	2256739863	100		2256739863	2256739863	100	NIL	
(2) Foreign									
a) NRIs - Individuals									
b) Other - Individuals									
c) Bodies Corporate									
d) Banks/ FI									
e) Any Other									
Sub - total (A) (2):-									
Total shareholding of Promoter (A) = (A)(1) + (A)(2)	2256739863	2256739863	100		2256739863	2256739863	100	NIL	
B. Public Shareholding									
1. Institutions									
a) Mutual Funds									
b) Banks/FI									
c) Central Govt									
d) State Govt									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B)(1):-									
2. Non- Institutions									
a) Bodies Corp.									
i) Indian									
ii) Overseas									
b) Individuals									

i) Individual shareholders holding nominal share capital upto Rs.1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs1 lakh									
c) Others (specify)									
Sub-total (B)(2):-									
Total Public Shareholding (B) = (B) (1)+									
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)		2256739863	2256739863	100		2256739863	2256739863	100	NIL

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1	Rajesh Pandey	40000	0.001772	NIL	40000	0.001772	NIL	NIL
2	S.Kishore	100	0.000004	NIL	100	0.000004	NIL	NIL
3	Sanatan Kumar Gaven	100	0.000004	NIL	100	0.000004	NIL	NIL
4	Kalyan Kumar Ghosh	100	0.000004	NIL	100	0.000004	NIL	NIL
5	Saswati Banerjee	100	0.000004	NIL	100	0.000004	NIL	NIL
6	Ranjit Kumar Majumder	9500	0.000421	NIL	9500	0.000421	NIL	NIL
7	Anindya Narayan Biswas	100	0.000004	NIL	100	0.000004	NIL	NIL
8	Governor of West Bengal	2256689863	99.997784	NIL	2256689863	99.997784	NIL	NIL
	Total	2256739863	100.00		2256739863	100.00		

(iii) Change in Promoters' Shareholding (please specify if there is no change)

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	2256739863	100	2256739863	100
	Datewise Increase/ Decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	NO CHANGE	NO CHANGE	NO CHANGE	NO CHANGE
	At the end of the year	2256739863	100	2256739863	100

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	Shares are held by the Governor of West Bengal and His nominees			
	Datewise Increase/ Decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/	NO CHANGE	NO CHANGE	NO CHANGE	NO CHANGE
	At the End of the year (or on the date of separation, if separated during the year)	NO CHANGE	NO CHANGE	NO CHANGE	NO CHANGE

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Directors and KMP				
	At the beginning of the year	49700	0.0022		
	Datewise Increase/ Decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	NIL			
	At the End of the year	49700	0.0022		

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding /accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Amount (₹ in lakhs) Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	999001	392041	0	1391042
ii) Interest due but not paid	0	49125	0	49125
iii) Interest accrued but not	9620	40342	0	49963
Total (i+ii+iii)	1008621	481509	0	1490130
Change in Indebtedness during the financial year				
Addition	71164	11457	0	82621
Reduction	4730	208578	0	213308
Net Change	66434	(197121)	0	(130687)
Indebtedness at the end of the financial year				
i) Principal Amount	1065435	194920	0	1260355
ii) Interest due but not paid	0	49125	0	49125
iii) Interest accrued but not due	11478	55511	0	66989
Total (i+ii+iii)	1076913	299556	0	1376469

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager :

Sl. No.	Particulars of Remuneration	Name of MD / WTD/ Manager							Total Amount
		Rajesh Pandey MD	Sujay Sarkar WTD	Kalyan Kumar Ghosh WTD & CFO	Ranjit Kumar Majumder WTD	Debidas Datta WTD	Nirajan Saha WTD	Ajay Kumar Pandey WTD	
1	Gross Salary								
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	22,37,379	12,54,094	22,42,816	20,37,916	20,66,518	19,10,992	27,20,305	144,70,010
	(b) Value of perquisites u/s 17(2) Income Tax Act, 1961								
	(c) Profits in lieu of salary under section 17(3) Income Tax Act, 1961								
2	Stock Option								
3	Sweat Equity								
4	Commission								
	- as % of profit								
	- others, specify...								
5	Others, please specify								
	Total (A)	22,37,379	12,54,094	22,42,816	20,37,916	20,66,518	19,10,992	27,20,305	144,70,010
	Ceiling as per the Act	Not Applicable							

B. Remuneration to other Directors:

Sl. No.	Particulars of Remuneration	Name of MD / WTD/ Manager						Total Amount (₹)
		Tapan Kumar Majumdar	Debashish Majumdar	Gopal Krishna Saxena	Avinash Kumar Sinha	Sisir Kumar Chakrabarti	Shyams Dhar Dubey	
1	Independent Directors							
	Fee for attending board / committee meetings	40,000	80,000	1,50,000	60,000	70,000	20,000	4,20,000
	Commission							
	Others, please specify							
	Total(1)	40,000	80,000	1,50,000	60,000	70,000	20,000	4,20,000
2	Other Non-Executive Directors							
	Fee for attending board / committee meetings							
	Commission							
	Others, please specify							
	Total(2)							
	Total (B) = (1+2)	40,000	80,000	1,50,000	60,000	70,000	20,000	4,20,000
	Total Managerial Remuneration	40,000	80,000	1,50,000	60,000	70,000	20,000	4,20,000
	Overall Ceiling as per the Act	Not Applicable						

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/ MANAGER/ WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount (₹)	
		CEO	Company Secretary			CFO
			Pralay Kumar Banerjee	Aparna Biswas		
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		14,47,000	2,69,183	17,16,183	
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961					
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961					
2	Stock Option					
3	Sweat Equity					
4	Commission					
	- as % of profit					
	- others, specify...					
5	Others, please specify					
	Total (C)		14,47,000	2,69,183	17,16,183	

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment Compounding fees imposed	Authority [RD/ NCLT/ COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty			NIL		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NIL		
Punishment					
Compounding					

Date: 18.09.2017

Place: Vidyut Bhavan,
Sector-II, Block- DJ
Bidhannagar, Kolka

On behalf of the Board

sd/-
(Rajesh Pandey)
Chairman & Managing Director
DIN : 03569753

Annexure 2

Annual Report on Corporate Social Responsibility Activities (Pursuant to Section 135 of the Companies Act, 2013)

I. Brief Outline of the Corporate Social Responsibility (CSR) Policy

WBSEDCL has a well defined CSR Policy, which has been revised by the Board of Directors (Board) in alignment with the Schedule VII of the Companies Act, 2013(Act). It undertakes intervention in the areas of upliftment of the Community as a whole, specially in the field of rural development, education, drinking water, health etc.

II. Composition of CSR Committee of the Board

CSR Committee of the Board comprises 1) Shri Rajesh Pandey, IAS, Chairman & Managing Director as Chairman, 2) Shri Kalyan Kumar Ghosh, Director (Finance), 3) Shri Sujay Sarkar, WBCS (Exe), Director (HR) and 4) Shri Sisir Kumar Chakrabarti, Independent Director as Members.

Company has also set up a CSR Sub-Committee to provide policy level input to the CSR Committee and guide the Company's approach towards CSR.

III. Financial Details of CSR Program in the Year 2016-17 is as follows :-

Particulars	Rs. in lakhs
Average net profit of the Company for the last 3 financial years	2015
Prescribed CSR Expenditure (2% of the average net profit)	40.30
Details of CSR Expenditure during the financial year:	
Total amount to be spent for the financial year	40.30
Amount Sanctioned	66.27
Amount Spent	17.70
Amount Unspent	48.57
Reasons for amount Unspent	Noted below at IV.

IV. Reason for amount Unspent:

An amount of Rs. 29,76,022/- (Rupees twenty nine lakh seventy six thousand twenty two only) sanctioned in favour of Lowakui School and Tribal Village Community Hall at Baghmundi, Purulia for permanent infrastructure, vide Office Order no. 1156 dt.10.01.2017 could not be spent within F.Y. 2016-17 as the design & planning of the structure to be constructed took some more time for finalisation. It is expected that the work would be completed within the financial year 2017-18. Another scheme amounting to Rs.47,000/- (Rupees forty seven thousand only) sanctioned in favour of the Divisional Manager, Midnapur Division for waiver of service connection charges required for office of the Sarbasiksha Mission at Minority Bhavan (Gr. Floor), Collectorate, Paschim Midnapur could not be implemented as the aforesaid service connection has already been effected on payment of required charges by the consumer concerned. Despite execution of all the sanctioned CSR Scheme for the F.Y. 2016-17 except aforesaid one involving additional amount of Rs.18,34,430/- (Rupees eighteen lakh thirty four thousand four hundred thirty only) the same has not been shown under expenditure head as the release of payment could not be accomplished within 31st March, 2017.

V. Responsibility Statement:

I hereby affirm that the CSR Policy, as approved by the Board, has been implemented and the CSR Committee monitors implementation of CSR Projects and activities in compliance with Company's CSR objectives.

Dated: 18.09.2017

Place: Kolkata

sd/-

(Rajesh Pandey)

Chairman and Managing Director

K. ARUN & CO.

Company Secretaries

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST DAY OF MARCH, 2017
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
 The Members,
 West Bengal State Electricity Distribution Company Limited
 Bidyut Bhavan, Block - DJ, Sector - II Bidhannagar
 Kolkata - 700091

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by West Bengal State Electricity Distribution Company Limited (hereinafter called "the Company"). The Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion the Company has, during the audit period covering the financial year ended 31st March, 2017 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2017 according to the provisions of:

- I. The Companies Act, 2013(the Act)and the rules made there under;
- II. The Securities Contracts (Regulation) Act, 1956 and the rules made there under;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- IV. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- V. The following Regulations (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 :-

SEBI (Issue of Listing of Debt Securities) Regulations, 2008

We have also examined the compliance by the company of the following statutory provisions/standards/regulations:



- (i) The Debt Listing Agreement and the Uniform Listing Agreement entered into by the Company with BSE Limited.
- (ii) The Secretarial Standards (SS - 1 and SS - 2) issued by the Institute of Company Secretaries of India.
- (iii) The Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and a Woman Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate Notice is given to all the Directors to schedule the Board/Committee Meetings. Information and circulation of the agenda with detailed information thereof, convening of meetings was done in compliance with the applicable laws, rules, regulations and guidelines, etc. A system exists for seeking and obtaining further informations and clarifications on the agenda items before the meetings and for meaningful participation at the meetings.

We further report that there are adequate systems and processes in the Company commensurate with the size and operation of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines as also represented by the management.

We further report that during the audit period:

1. Mr. P.K. Banerjee resigned from the post of Company Secretary and Mrs. Aparna Biswas was appointed as the Company Secretary of the Company in his place.

Place: Kolkata
Date: 08.05.2017



For K. Arun & Co.
Company Secretaries

Arun Kumar Khandelia
Partner
C.P. No.: 2270

MANAGEMENT DISCUSSION AND ANALYSIS

Forward-Looking Statements:

This Report contains forward-looking statements that involve risks and uncertainties. Actual results, performance or achievements could differ materially from those expressed or implied in such forward-looking statements. This Report should be read in conjunction with the financial statements included herein and the notes thereto.

General overview of the Economy:

This year has been marked by several historic economic policy developments. On the domestic side, a constitutional amendment paved the way for the long-awaited and transformational Goods and Services Tax (GST) while demonetisation of the large currency notes signaled a regime shift to punitively raise the costs of illicit activities. On the international front, Brexit and the US elections herald a tectonic shift in the global and also in the Indian economy.

A radical governance-cum-social engineering measure was enacted on November 8, 2016 with demonetisation. Demonetisation was aimed at signaling a regime change, emphasizing the government's determination to penalize illicit activities and the associated wealth. In effect, the tax on illicit activities as well as on legal activities that were not disclosed to the tax authorities was sought to be permanently and punitively increased.

India's economic growth slowed to 6.1% in the fourth quarter ending March 2017, compared with 7.1% in the previous quarter, as the government's note ban decision slowed down the activity in cash-dependent sectors. The Gross Domestic Product grew 7.1% in the full financial year 2016-17, slower than 8% recorded in the previous year.

The economy was expected to outperform in the fiscal gone by with favourable monsoon and wage increase post-implementation of the 7th Pay Commission, which was expected to spur consumption in the second half of the fiscal. However, demonetisation had temporarily slowed down economic activities. Due to good monsoon, the agricultural sector posted a huge jump in growth as it expanded by 4.9% during 2016-17 compared to dismal growth of 0.7% in the previous year. Almost all sectors, with the exception of agriculture, showed deceleration in the aftermath of demonetisation.

However, India's economic growth is expected to rebound to 7.6-7.8% in 2017-18.

Industry structure and development:

Power is one of the most critical components of infrastructure which is crucial for the economic growth and welfare of nations. The existence and development of adequate infrastructure is essential for sustained growth of the Indian economy.

India's power sector is one of the most diversified in the world. Sources of power generation range from conventional sources such as coal, lignite, natural gas, oil, hydro and nuclear power to viable non-conventional sources such as wind, solar, agricultural and domestic waste. Electricity demand in the country has increased rapidly and is expected to rise further in the years to come. In order to meet the increasing demand for electricity in the country, massive addition to the installed generating capacity is required.

Indian power sector is undergoing a significant change that has redefined the industry outlook. Sustained economic growth continues to drive electricity demand in India. The Government of India's focus on attaining 'Power for all' has accelerated capacity addition in the country. At the same time, the competitive intensity is increasing at both the market and supply sides (fuel, logistics, finances, and manpower).

The Ministry of Power has set a target of 1,229.4 billion units (BU) of electricity to be generated in the financial year 2017-18, which is 50 BU's higher than the target for 2016-17. The annual growth rate in renewable energy generation has been estimated to be 27 per cent and 18 per cent for conventional energy.

The Government has added 10.2 Giga Watts (GW) of conventional energy generation capacity and 12.5 GW of renewable energy capacity in Financial Year 2017.

Under the 12th Five Year Plan, the Government has added 93.5 GW of power generation capacity, thereby surpassing its target of 88.5 GW during the period.

The Indian power sector has an investment potential of Rs 15 trillion (US\$ 225 billion) in the next 4-5 years, thereby providing immense opportunities in power generation, distribution, transmission, and equipment. The Government's immediate goal is to generate two trillion units (kilowatt hours) of energy by 2019. This means doubling the current production capacity to provide 24x7 electricity for residential, industrial, commercial and agricultural use.

The Government has electrified 13,000 villages so far out of the total 18,452 villages and is targeting electrification of all villages by 2019, within the targeted 1,000 days.

The Government of India is taking a number of steps and initiatives like 10-year tax exemption for solar energy projects, etc., in order to achieve India's ambitious renewable energy targets of adding 175 GW of renewable energy, including addition of 100 GW of solar power, by the year 2022. The Government has also sought to restart the stalled hydro power projects and increase the wind energy production target to 60 GW by 2022 from the current 20 GW.

HUMAN RESOURCE

Corporate HRD & Training / Performance Management Department 2017-18:

HRD & TRG Department of WBSEDCL focuses on the development of "Human" resources to remain competitive and update with the latest skills and knowledge keeping organizational business goals and objectives in mind. Training helps to develop employees for the current jobs and prepare them for future roles and responsibilities. The training function of the development starts right from the beginning of the joining by imparting Induction Training.

The Training is conducted through Company's own Training Institute, i.e EETIs /KJTC located at Tribeni/Rajarhat/Burdwan/Berhampur/Kharagpur/ Coochbehar/Kalyani and Head Quarter (Vidyut Bhavan) as well as through other reputed institutes like CPRI - Bangalore, IIM - Calcutta, IIT - Kharagpur, XLRI - Jamshedpur, PSSC - MOP (GOI), Aptech - Kolkata, WEBEL, Himalyan Footprints etc.

HRD & TRG Dept. has also successfully conducted training of the Officials of other State Distribution Companies, Public Utilities Institute like Manipur State Power Distribution Company Ltd. (MPDCL); Electricity Department, Govt. Of Puduchery; West Bengal Power Development Corporation Limited (WBPDC); Bhagalpur Electricity Distribution Company Pvt. Ltd. (BEDCPL) and West Bengal State Electricity Transmission Company Ltd. (WBSETCL) to name a few.

Also, due initiative has been taken for conduct of Safety Training to the Contractors' labourers of the enlisted agencies engaged in Distribution System throughout the State to ensure Zero Accident Environment in WBSEDCL. Imparted Safety Training to approx 970 Nos. Contractors' labourers at different EETIs from 2015-16 till 2016-17 and still HRD & TRG Department is conducting such Safety Training through EETIs at regular intervals. We have participated in the National Training Programme in 2016 Plan of CIRE and have successfully conducted 21 Training Programmes for 575 Nos. class- III & IV employees.

M/s. PSSC has been awarded with the job to impart Safety Training to the Employees of WBSEDCL as per the Board's decision w.e.f. 01.01.2017 onwards to make the employees aware of the new trends of safety aspects & to make our organisation accident free Zone for all.

A MOU had been signed with M/S Power Sector Skill Council (PSSC), MOP, GOI to conduct Skill Development Training Programme for the class- III & IV employees of WBSEDCL. Every year 45 Graduate Engineers are trained as per agreement with BoPT (Board of Practical Training) GOI Authority based on Apprenticeship Act 1971. These Graduate Engineers are trained at Different Locations/ Units of our Company. HRDD also imparts Vocational Training to the Engineering students & Management students of Finance /HR/IT discipline of different Technical & Management Institutes across the State. In the Year 2016-17 we had imparted Training to 500 Nos. of Students. Apart from the above, HRD & TRG dept. is continuously striving for creating an atmosphere of continuous learning in the organisation for better performance by all.

Target Vs Achievement for FY 2016-17 i.r.o Training (both Internal and External)

2016-2017 (Target Participants)	2016-2017 (Achievement Participants)	2017-2018 (Target Participants)
Class-I-950	Class-I-596	Class-I-900
Class-II-500	Class-II-195	Class-II-400
Class-III & IV-4500	Class-III & IV-3405	Class-III & IV-4000
Others*-4800	Others*- 2350	Others*-4500
Total-10750	Total- 6546	Total-9800

*Others include training to contractors' employees & Vocational Training etc.

Performance Management System:

Ensured 100% timely submission of PARs/SARs of all Class-I Officers.

Calculation and Compilation of the Grade points and subsequently submitted to the respective department as and when required.

Maintaining utmost confidentiality while preserving those documents for future requirements/interviews etc.

Training Conducted by HRD & TRG Dept. from 01.04.2016 to 31.03.2017							
Sl. No	Details of Training conducted by HRD & TRG Dept.	Class I	Class II	Class III & IV	Others (Contractor Labourers & Employees of other Organisation)	Total No. of Participants	
1	Induction / Orientation Training at Vidyut Bhavan for newly recruited employees (AE/AM/SAE/OE/TSH/OSH/P harmacist/Nurse etc.)	81	12	259	0	352	
2	EETI -Burdwan	20	18	538	242	818	
3	EETI -Kharagpur	27	0	329	309	665	
4	EETI -Tribeni	0	0	378	463	841	
5	EETI -Berhampore	62	5	306	146	519	
6	EETI -Kolkata	0	16	339	409	764	
7	EETI - Coochbehar	31	0	93	0	124	
8	KJTC	0	0	78	0	78	
9	External Training by different Training Partners	As per Annexure - I				1604	
10	Vocational (GOI) Training	-	-	-	-	572	
11	Internship Training for IIT / IISWBM/IIEST/JU as per approval of Hon'ble CMD	-	-	-	-	209	
	TOTAL	221		51	2320	1569	6546

Annexure - I		
Sl. No.	External Institutes	Total No. of Employee
1	Aptech, Kolkata	1085
2	BCC&I, Kolkata	4
3	CBIP, New delhi	2
4	CEPM & IIPM, New Delhi	3
5	CESC Ltd., Kolkata	10
6	CII, Estern Region, Kolkata	22
7	CIRE of REC, New Delhi	3
8	CPRI, Bangalore	64
9	Fortis Hospital, Kolkata	1
10	IAA Research Foundation, Kolkata	7

11	ICAI, Kolkata & Bhubaneswar	10
12	ICC, New Delhi	3
13	ICWAI, Agra, U.P.	2
14	IEEMA, New Delhi	7
15	IIA, Kolkata	2
16	IIM - C, Kolkata	2
17	Institute of Internal Auditors India, Kolkata	2
18	Marcep Inc, Kolkata	16
19	NIPM, Kolkata	3
20	PMI, NTPC, Noida	2
21	NTPC, Kolkata	32
22	Powerline, New delhi	5
23	PWC, Kolkata	207
24	RMCS&IMT, Hyderabad	4
25	UE Systems, Hyderabad	3
26	Webel Informatics Ltd., Kolkata	54
27	XLRI, Jamshedpore	49
Total		1604

Report on Safety:

Ensuring safety of departmental & outsourced employees as well as of general people is one of the highest priority for the company. In view of the above a goal has been set to make WBSEDCL a 'Zero Accident Company' within 31st March 2019. Policy functions i.r.o health & safety are being executed with all out effort. Major causes of accident have been identified and action plan has been devised to mitigate the same. Fast track action has been introduced & policy has been adopted against non-compliance of SOPs at work site to achieve the target of accident free organization.

Safety is an integral part of work process and is taken up with right earnest throughout the year towards prevention of accident with technical workers and members of the public as a whole.

Following actions are being taken up for prevention of accident of technical employees:

- Site-In-Charges are carrying out supervisory inspection intensively at all worksites.
- All Site-In-Charges have to ensure that erection & maintenance work is being carried out by following Safe Operating Procedures (SOP).

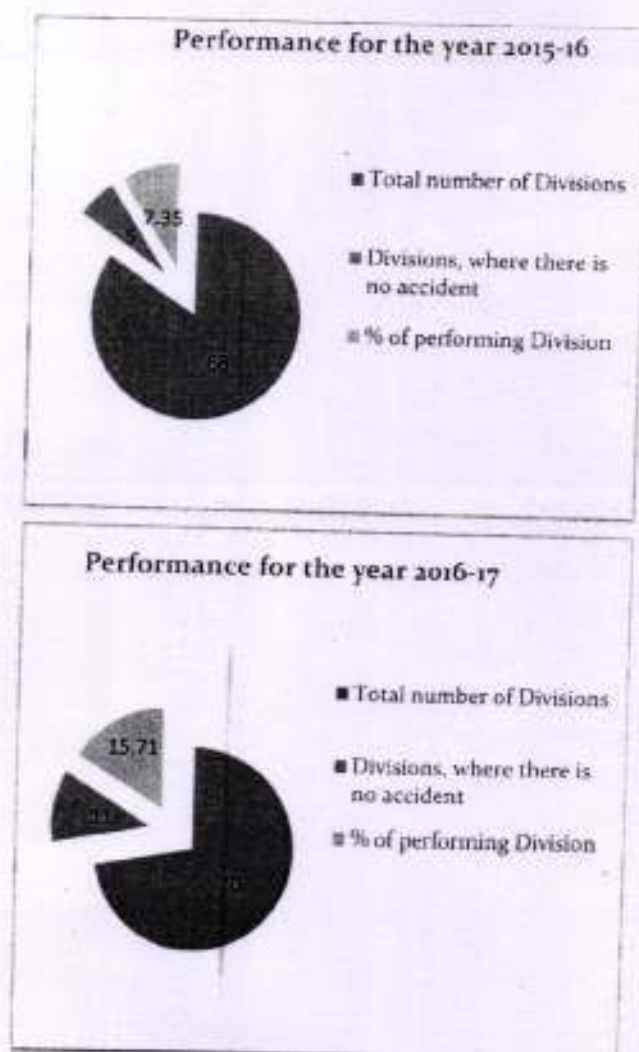
- On Job Safety Training is being exercised with the technical employees at worksites in a regular manner.
- 'Permit to Work' & 'Field Memo' is issued in a regular manner for each and every site work.
- Safety training is being imparted to both departmental & outsourced technical employees through EETIs.
- Safety Bulletin is published in 'Bidyut Barta' in each month for making our employees aware of safety.
- Safety Seminars/Workshops is organized for technical employees in a regular manner.
- Cash incentives with 'Appreciation Certificate' are awarded to the good performing Divisions.
- Penal action is taken against outsourced agencies as well as departmental employees for their lapses in connection with accident.

Following actions have also been taken for making general people aware of danger and safe use of electricity:

- Safety SMS are being sent to the consumers of WBSEDCL.
- Safety leaflets are being distributed to the consumers of WBSEDCL from Cash Counter of CCCs.
- Safety posters are displayed at prominent & strategic locations for safety awareness of general people.
- Safety awareness programme are conducted at different schools.
- Safety messages are also telecasted on local cable TV channels at different locations in West Bengal.
- More safety awareness programs are carried out at villages, market places, Parisheba Melas and at different schools.
- 'Electrical Safety' for general members of public has been incorporated in the syllabus of schools under West Bengal Board of Secondary Education.
- 'Electronic Display Board' has been installed at different tourist spots for displaying safety messages.

To motivate the employees of the company as well as outsourced agencies, an incentive scheme has been adopted by WBSEDCL during the year 2016-17. 'Certificate of Appreciation in Safety' has been awarded by Director (Distribution) & CE (Distribution) to all the Divisions where there was 'nil' accident for the half-yearly periods & quarterly periods respectively in the year 2016-17. The Chairman Managing Director of WBSEDCL has awarded cash incentive with 'Certificate of Appreciation in Safety' to eleven Divisions for their good performance for achieving accident free status throughout the year 2016-17.

From the pie-chart shown below it is observed that during the year 2016-17 more Divisions remained accident free than the previous year i.e 2015-16 when Incentive scheme was not adopted.





1. The first section of the report discusses the current state of the market and the challenges it faces. It highlights the need for a comprehensive strategy to address these challenges and ensure long-term growth.

2. The second section outlines the proposed strategy, which focuses on three main areas: product development, marketing, and sales. Each area is detailed with specific goals and action items.

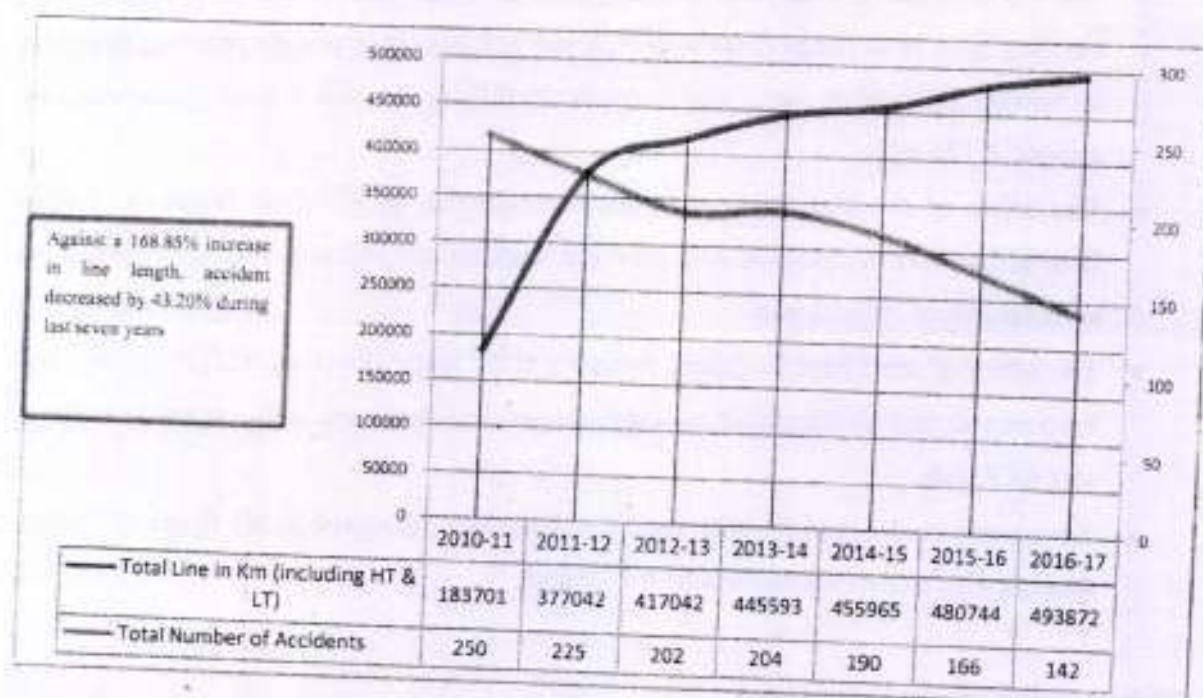
3. The third section provides a timeline for the implementation of the strategy, starting from the beginning of the next fiscal year. It includes key milestones and a list of responsible parties for each task.

4. The final section concludes the report by summarizing the key findings and recommendations. It emphasizes the importance of regular communication and collaboration among all stakeholders to ensure the successful execution of the strategy.



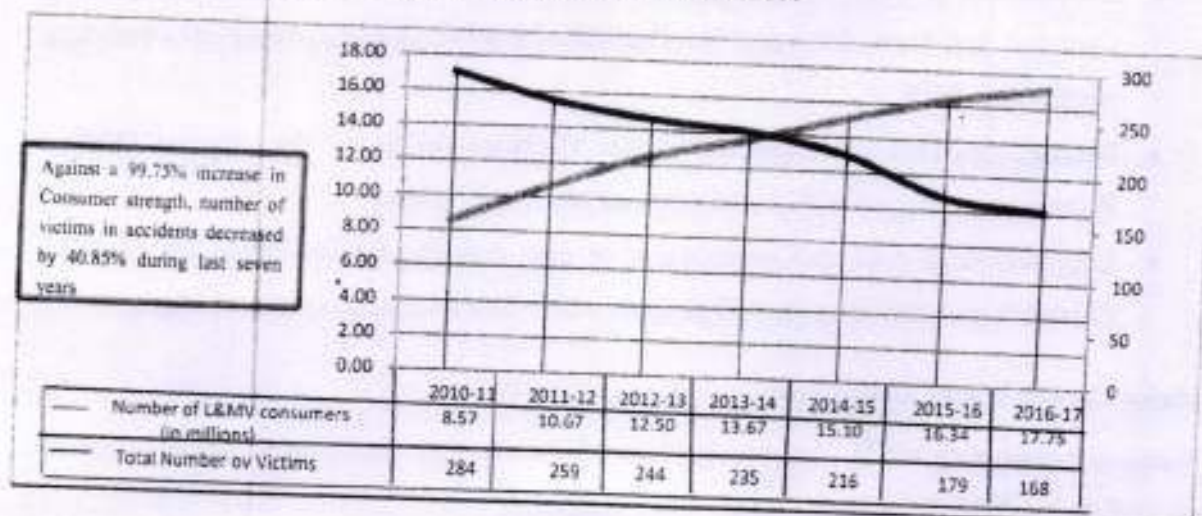
Though distribution network of WBSEDCL has been increased massively in the past few years, a downward trend in rate of accident & victim could be maintained in comparison to vast expansion of line length (both LT & HT) and rapid increase of consumers during the past few years.

Comparison between No. of Accidents vis-à-vis M&LV lines.



Comparison between No. of victims vis-à-vis M&LV consumers

Continuous & collective efforts of all concerned are required to bring down the accident to virtual 'zero' level to achieve the target within 31st March 2019.



Estate Management:

Major Capital Works Completed in 2016-17:

- The external surface of Vidyut Bhavan building and auditorium has been extensively repaired and painted, with a cost involvement of approx ₹ 145 lakh.
- The top roof above 10th floor and projected roof above 8th floor of Vidyut Bhavan building have been comprehensively repaired with specialized waterproofing treatment to prevent leakage of water and enhance its life span, with a cost involvement of approx. ₹ 124 lakh.
- The office of the Chief Engineer, P&E-Distribution at 2nd floor Block A, Vidyut Bhavan has been remodelled with modular workstations and new furniture with a cost involvement of ₹ 64.5 lakh.
- The office of the Chief Engineer, Project-I at 2nd floor Block B, Vidyut Bhavan has been remodelled with modular workstations and new furniture, with a cost involvement of ₹ 62.7 lakh.
- New water cooler-cum-purifier machines have been installed at all floors of Vidyut Bhavan with a cost involvement of ₹ 9.20 lakh.

Major Capital Works in Progress:

- Construction of G+4 storied office building is going on within Data Center Compound, New Town, Rajarhat with a cost involvement of ₹ 535 lakh.
- Construction of 8-storied staff quarter building is going on within LA Block Housing Complex, Salt Lake with a cost involvement of ₹ 679 lakh and is expected to complete within May, 2019.
- Remodeling of the office of the Corporate Vigilance Cell at 10th floor Block C, Vidyut Bhavan is in progress with a cost involvement of ₹ 27 lakh.
- Upgradation of road and construction of new drainage system within Chord Road Central Stores, Shyamnagar is in progress with a cost involvement of ₹ 115 lakh.

Major Capital Works Conceived:

Planning & designing are in progress for the new construction works, which are expected to take off during 2017-2018, like:

- Guest House building within Digha Runswick House Compound, Dist. Purba Medinipur.
- Inspection Bungalow building at Sagar Island, Dist. South 24 Parganas.
- Training Institute and Trainee Hostel building at New Town, Rajarhat.

Internal remodelling of all the office blocks of Vidyut Bhavan is being done phase-wise, with targeted completion of the total scheme within March, 2021. Right now, remodelling proposals of the following blocks are under process:

- Gr. floor Block D, housing Corp. Communication Cell: Work in progress.
- 4th floor Block C, housing Central Commercial Deptt. and Regulation Cell: Tenders invited.
- 4th floor Block A, housing Central Commercial Deptt.: Scheme under finalisation.
- 1st floor Block B & D and 2nd floor Block C, housing Dist. H.Q: Scheme under finalization.
- Entire 5th floor, housing PPSP, PIDD, PSPD, SPGD, HRDD and S&LP Wing: Scheme under finalization.
- 3rd floor Block C & D, housing IT&C Cell: Scheme under finalization.
- 8th floor Block B, housing C. S. Cell: Scheme under finalization.

Maintenance Works:

- Regular maintenance and system improvement works have been done within Vidyut Bhavan Campus throughout the year, with annual cost involvement of approx. ₹ 85 lakh, including renovation of front fencings between Gate no. 1 & 2, renovation of drama room to install the new gymnasium, renewal of floor tiles at VIP entrance etc.
- Regular maintenance and system improvement works have also been done within LA Block Housing Complex throughout the year, with annual cost involvement of approx. ₹ 45 lakh, including thorough external repair, painting and roof treatment of the quarter building.
- Regular maintenance and system improvement works have also been done throughout the year at other locations, viz. Digha Runswick House Compound, Abhikshan Compound, ALDC building, flats at Karunamoyee Housing Estate etc., with annual cost involvement of approx. ₹ 70 lakh, including thorough repair of internal ring road, renewal of GCI sheets of research Workshop roof, renovation of 6 nos. toilets etc. within Abhikshan Compound.

Manpower recruited during the year 2016-17:

Description	Category	2016-17				
		Class-I	Class-II	Class-III	Class-IV	Total
Direct recruitment from open market	Technical	33	0	79	6	118
	Non-Technical	31	14	234	0	279
Deceased dependent	Technical	0	0	2	32	34
	Non-Technical	0	0	27	28	55
Total Employment		64	14	342	66	486

Welfare Initiatives during the year 2016-17:

- ❖ Implementation of CUG Mobile Connection & Services for Officials of WBSEDCL.
- ❖ Implementation of guidelines for procurement of Mobile Handsets/Phones for Officials of WBSEDCL.
- ❖ Change of 1st Stage Appellate Authority under RTI Act, 2005 for Vidyut Bhavan, Abhikshan Bhavan and other Offices under control of corporate authorities.
- ❖ Change of SPIO under RTI Act, 2005 for Vidyut Bhavan, Abhikshan Bhavan and other Offices under control of corporate authorities.
- ❖ Opening of well-equipped Gymnasium at the basement of Vidyut Bhavan for the employees of the Company.
- ❖ Payment of Rs. 4 lakhs as one time financial grant to the WBSERC for procurement of Gym equipments.
- ❖ Celebrating 9th Anniversary of the Company by organizing A Gala Cultural Program at Nazrul Mancha, kolkata.
- ❖ Renewal of Group Mediciclaim Policy for retired employees of WBSEDCL.
- ❖ Payment of Rs. 22,200/- only as one time ex-gratia grant for employees of Vidyut Bhavan Canteen for festive season.
- ❖ Payment of Rs. 60,000/- only as recoverable interest free advance for Vidyut Bhavan Canteen for festive season.
- ❖ Payment of ex-gratia grant/ festival advance to the employees/pensioners/family pensioners.
- ❖ Payment of ad-hoc bonus for Home Guard/NVF.

- ❖ Conducting "Aadhaar Camp" at Vidyut Bhavan for employees and their family members.
- ❖ Absorption of 26 nos. Daily rated Workers and 28 nos. Contractual Workers of erstwhile Singur-Haripal Rural Electric Co-operative Society Ltd under PF and ESI Scheme.
- ❖ Participation in the 12th Global Harmony 2016, an International Theater Festival to be held at Pune, Maharashtra.
- ❖ Participation in the All India Multi Lingual Drama Competition at Goa.
- ❖ Participation in the 24th India Theater Olympiad National Competition at Cuttack.
- ❖ Conducting 'SRIJAN 2016' a photography exhibition and competition in Vidyut Bhavan through WBSE Recreation Club.
- ❖ Renewal of Vellore RHTH, Haridwar Holiday Home and Puri Holiday Home.
- ❖ Payment of Rs. 6 lakhs to the WBSERC, Vidyut Bhavan for organizing the cultural programme on the occasion of 9th Anniversary of the Company.
- ❖ Payment of Rs. 15, 40,000/- to the WBSE Employees Sports & Cultural council for organizing different events/activities for the year 2016-17.
- ❖ Felicitation of meritorious wards of employees excelled in 10th & 12th standard examinations.
- ❖ In addition, 'Cash Award' of Rs. 5000/-each has been awarded to 20 nos. brilliant wards of employees of the Company for excellence in 10th and 12th standard examinations.
- ❖ 'Cash Award' of Rs. 10,000/- has been given to the 2 nos. rank holder of 10th & 12th standard examination.

Other HR activities:

- ❖ Successful implementation and maintenance of Human Capital Management (HCM) Module under ERP throughout the Organization.
- ❖ Providing necessary measures of social security to women employees of the Company in terms of allowing Maternity benefits/Child Care Leave as applicable under various statutory provisions as decided by the Company from time to time.
- ❖ Offering necessary facilities to the employee and their dependent family members in the medical treatment facilities, as is outlined in the policy of the Company.
- ❖ In terms of West Bengal Power Sector reforms Transfer Scheme, 2007, final separation of personnel was completed on 31.03.2017 and 84 nos. of employees have finally been

repatriated to WBSEDCL in terms of Govt. Notification No: 984-PO/O/C-IV/1E-88/13 dated 28.10.2015.

Health Issues:

As a part of the HRM Policy, Health is a priority issue of the Company. Health of each individual employee is to be ensured in order to optimize output. As such, Company undertakes:

- ❖ To provide medical facilities to its employees at different Project Sites.
- ❖ Reimbursement of expenses incurred by an employee for securing medical services for the employee and his/her dependent family member(s).
- ❖ Grant of solatium to general public who falls victim of an accident while working on the systems etc.
- ❖ To encourage its employees to practice safe health and culture, undertake promotional activities during games & sports, organizing special seminars etc. for maintaining good standard of health for its employees.
- ❖ Medical reimbursement made Rs. 10,41,27,341 Employees/Ward covered was 1717 nos.
- ❖ Medical advance made of Rs. 7,58,63,503/-. Employees/Ward covered was 485 Nos.
- ❖ 14 Nos. 'Medical Board' was conducted.
- ❖ Vetting of pre-employment checkup done for 600 cases.

Statutory Compliance:

WBSEDCL is committed to uphold and maintain compliance at all levels working in line with the new initiatives in the labour management scenario. The Company has laid down a framework with clear-cut guidelines on the modality of achieving cent percent compliance by all its units across the State & is ever striving to achieve the benchmark.

- ❖ Periodical inspections are being conducted by the corporate office to supervise the compliance scenario at the sites; appropriate administrative action is taken in case of any non-compliance detected against the defaulting contractor for effective contract labour management.
- ❖ An awareness campaign on the recent developments/reforms in the labour management sector is scheduled across sites.
- ❖ Ensuring coverage of PF & ESI/ Mediciclaim Insurance for all contractor workers.

- ❖ Coverage of Part Time Workers (PTWs) working in WBSEDCL under ESIC Scheme w.e.f 01.03.2017.
- ❖ Continuous liaison is made with the statutory authorities and in case any non-compliance is reported prompt action is taken to address the same.

Corporate Social Responsibility:

The Company has made all attempts to lend support for developing any project/programme, which generally helps the upliftment of the community as a whole, where people of a particular area are not getting such kind of facility adequately that are available at other areas of the state or a person having good academic potential but belongs to economically backward section of the society or from a family of minority community in compliance with Company's CSR policy

Recently WBSEDCL has formulated a guideline for selection of CSR proposals. The Company provided grant under CSR Scheme on various social causes viz. Promoting education, Special Scholarship to the Meritorious Students (Secondary), Promoting Sports, Special Scholarship to the Meritorious Students (Higher Secondary), Technology Incubation and Miscellaneous.

The scope of CSR activities as defined in the CSR policies are follows:-

- eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water.
- promoting education, including special education and employment enhancing vocational skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.
- promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically weaker sections of the society.
- ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water.
- protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts.

- measures for the benefit of armed forces veterans, war widows and their dependents.
- training to promote rural sports, nationally recognized sports, Para-Olympic sports and Olympic sports.
- contribution to the Prime Minister's National Relief Fund/ Chief Minister's Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women.
- contributions or funds provided to technology incubators located within academic institutions, which are approved by the Central Government.
- Rural development projects.

Financial details of CSR programme in the year 2016-17 is given below:

Sl. No.	Particulars	Rs.
1	Average net profit of the Company for the last 3 (Three) years.	20,15,00,000
2	Prescribed CSR expenditure to be spent for the financial year 2016-17 (2 % of the average net profit)	40,30,666
3	Amount Sanctioned under CSR	66,27,740
4	Amount Spent in 2016-17	17,70,288
5	Amount Unspent in 2016-17	48,57,452

An amount of Rs. 29,76,022/- (Rupees twenty nine lakh seventy six thousand twenty two only) sanctioned in favour of Lowakui School and Tribal Village Community Hall at Baghmundi, Purulia for permanent infrastructure, vide Office Order no. 1156 dt.10.01.2017 could not be spent within F.Y. 2016-17 as the design & planning of the structure to be constructed took some more time for finalisation. It is expected that the work would be completed within the financial year 2017-18. Another scheme amounting to Rs.47,000/- (Rupees forty seven thousand only) sanctioned in favour of the Divisional Manager, Midnapur Division for waiver of service connection charges required for office of the Sarbasiksha Mission at Minority Bhavan (Gr. Floor), Collectorate, Paschim Midnapur could not be implemented as the aforesaid service connection has already been effected on payment of

required charges by the consumer concerned. Despite execution of all the sanctioned CSR Scheme for the F.Y. 2016-17 except aforesaid one involving additional amount of Rs.18,34,430/- (Rupees eighteen lakh thirty four thousand four hundred thirty only) the same has not been shown under expenditure head as the release of payment could not be accomplished within 31st March, 2017.

DISTRIBUTION SYSTEM:

Planning & Engineering:

1. Preparation of technical specification, recast of estimate, sub-station layout drawing, (both for Turn-key and departmental work) for approval.
 - Sub-station- 36 nos.
 - Line- 18 nos.
2. Proposals for new sub-stations examined and technical clearance given. Out of 139 nos sub-station principal approval is given to 36 nos. :
 - Un-manned- 16 nos.
 - Manned- 20 nos.
3. Preparation of layout of new sub-stations after placement of LOA- 49 nos.
4. Design and preparation of detail construction drawing for:
 - New control room building- 20 nos.
 - Extension of existing control room building- 11 nos.
 - Administrative building- 6 nos.
 - 8-storied quarter- 1 no.
5. Conceptual planning for Inspection Bungalow- 4 nos.
6. Approval of scheme for new Bulk connection up to voltage of 33 kv- 35 nos.
7. Preparation of Earth mat design for 33/11 kv sub-stations- 30 nos.
8. Finalization of evacuation of power at 33 kv level from the following 7 nos. EHT sub-station:
 - a) Mohitnagar
 - b) Sadiapur
 - c) Vidyasagar Park
 - d) Bajkul

- e) Islampur
 - f) Domkal
 - g) Keshiary
9. Infrastructure planning of housing and theme cities- 17 nos.
 10. Planning for providing 2nd source of 33kv line at different 33 KV sub-stations- 74 nos.
 11. Preparation of scheme and estimate for Gitobitan Township at Bolpur.
 12. Preparation of technical specification of 1000 sq mm XLPE UG cable for Metro rail project at Salt Lake and Howrah.
 13. Publication of booklet on "Perspective Distribution Plan and power scenario of West Bengal" up to financial year 2021-22 as reference for engineers of WBSEDCL, top level company management and civil administration of Govt. of West Bengal to plan different development programs in the districts, identification of low voltage area and its remedial measures, perspective load growth forecast etc.

CAPACITY ADDITION: ELECTRICAL INFRASTRUCTURE IN BOTH RURAL AND URBAN AREAS					
		As on 31.03.2017	Addition during 2017-18 to 2021-22		
			New (A)	Augmentation (B)	Total (A+B)
1.0	Nos. of 33/11 KV Sub station	554	250	200	450
2.0	Capacity of Power Sub-Stations(33/11) MVA	8668	3358.5	1165.6	4524.1
3.0	33 KV Feeders	942	332	30	362
4.0	Length of 33 Kv feeders ckt Km	14232	5884	0	5884
5.0	Capacitor bank MVar	93.75	289.4	0	289.4
6.0	Capacitor bank Nos.	78	253	0	253

14. Concept Planning for need based new technologies:
 - Exploring the possibilities of introduction of HTLS at suitable places
 - Introduction of SCADA Compatible switchgears at both 33KV & 11KV system and low-cost un-manned 33/11KV Sub-Stations for improvement of voltage profile at Rural areas.

- Introduction of 11KV Ring Main Unit (RMU) for reliability of supply in Smart Cities and Housing Projects
- Installation of Gas insulated 33/11KV Sub-station (GIS) to overcome space constraint
- Concept planning for introduction of E-House 33/11KV Sub-Stations to save time of commissioning and utilisation of minimum space is under study.

Revenue & Energy Management Cell:

During the year under review the following activities were conducted:

1. Publication of book on Low Voltage Mitigation Plan.
2. Publication of Monthly Book on Revenue & Energy Management Activities.
3. Arrangement of publication of a book on success stories of WBSEDCL in loss reduction and improvement of voltage by implementation of schemes at Customer Care Centre level.
4. Monitoring of Customer Care Centre wise schemes for reduction of loss and improvement of voltages.
5. Fixing revenue target of all CCCs & Division for the year 2016-17.
6. Creation of Energy Audit Portal.
7. Creation of a master data base centrally on feeder-meter and DTR-meter after creation of feeder and DTR code and mandatory entry of the same during master card preparation of consumer in database.
8. Generation of Customer Care Centre wise, Town wise and Division Wise Loss from system.
9. Follow up on pending defective meters, pending connection, outstanding dues through Video Conference.
10. Follow up on interruption, SAIDI/SAIFI and other URJA portal related matters.
11. Creation of user interface for entry and updation of Feeder & DTR meter data by site.
12. Acting as nodal cell of WBSEDCL for URJA-MITRA.
13. Acting as nodal cell of WBSEDCL for PAT-II.
14. Follow up on DTR-Meter installation at site.

Achievements:

1. Reliability of MDAS has been increased to 100% after correction of metering data.
2. Availability 100% meter data in MDAS.

3. Synchronisation of data in between CRM, SAP-ISU & M-DAS to ensure data-consistency.
4. AT & C loss has been reduced by 0.66%.
5. Around 5000 schemes have been completed throughout WBSEDCL which have helped to reduce loss and improve voltage.
6. Pending Connection has been reduced.
7. Town wise pending Connections have been reduced by around 17000.

Procurement & Contracts:

Procurement & Contracts Department has undertaken the following steps during 2016-17, to ensure procurement of right quantity of materials/equipment from right source at right price to ensure availability of them as and when required for work:-

- i. Introduction of reverse auction in tenders for standardized items and successful implementation.
- ii. Introduction of new procurement procedure for procurement of single & three phase whole current static energy meters.
- iii. Number of tenders issued in financial year 2016-17 – 59 Numbers.
- iv. Number of Purchase order issued in financial year 2016-17– 155 numbers.
- v. Amount involvement of P.O. issued in financial year 2016-17– Rs. 816.57 Crore.
- vi. Level of Inventory in CRCS in financial year 2016-17– Rs. 40.97 Crore.
- vii. Earning from sale of scrap in financial year 2016-17 – Rs. 8.10 Crore.

CENTRAL COMMERCIAL:

A. CENTRALISED BULK CONSUMERS

A) Other than Traction Consumers:

1. No. of pending Connection as on 31.03.2016	: 40
2. Service Connection Charges deposited during 2016-2017	: 11
3. No. of service connection effected during 2016-2017	: 14
4. No. of pending connection as on 01.04.2017	: 37
	: 49.86 (1st Yr.)
5. Total MVA connected against New connection effected	: 70.79 (5th Yr.)
6. Demand for 2016-2017	: 4836.55 MU
7. Demand for 2016-2017	: Rs. 3996.74 Crore

8. Collection for 2016-2017

: Rs. 3972 Crore

B. TRACTION CONSUMERS (EASTERN, SOUTH EASTERN & N.F.RAILWAYS)

1. No. of pending Connection as on 31.03.2016	: 02
2. Service Connection Charges deposited during 2016-2017	: 01
3. No. of service connection effected during 2016-2017	: 02
4. No. of pending connection as on 01.04.2017	: 01
5. Total MVA connected against New connection effected	: 10 (1st Yr.) 20 (5th Yr.)
6. Demand for 2016-2017	: 1101.39 MU
7. Demand for 2016-2017	: Rs. 908.14 Crore
8. Collection for 2016-2017	: Rs. 908.14 Crore

C. DE-CENTRALISED BULK CONSUMERS

1. No. of pending Connection as on 31.03.2016	: 400
2. Service Connection Charges deposited during 2016-2017	: 817
3. No. of service connection effected during 2016-2017	: 775
4. No. of pending connection as on 01.04.2017	: 442
6. Demand for 2016-2017	: 3064.87 MU
7. Demand for 2016-2017	: Rs. 2862.77 Crore
8. Collection for 2016-2017	: Rs. 2709.80 Crore

D. Kolkata Metro Railway Corporation's EAST-WEST METRO PROJECT Status:

- i) Order for Technical sanction and Administrative Approval issued for connection at Central Park i.r.o. Metro Railway. Procurement of material is in progress. Cable laying route inside the Central Park Railway Depot. premises has been finalised by joint inspection.
- ii) For Howrah Station end cable route inside the Howrah Station premises has been finalised by joint inspection. Cable route survey from the source upto the premises also finalised by joint survey.

- E. Online collection of Service Connection Charge including Security Deposit starting from collection of Earnest Money has already been introduced from the year 2016-17.

POWER TRADING & PROCUREMENT:

Power trading & Procurement Department works with objective of 24 x 7 Interruption free cost effective supply of Power to Licensee area which is 98.53% of West Bengal catering from ordinary village to huge industrial units. The above is achieved by Power supply side management which is successfully achieved by long term, medium term & short term agreement (through purchase / sale of power) in alignment with the mission and vision of the company.

The achievements during 2016-17 were as follows:

- Uninterrupted power supply during Puja & during election in the State.
- The Company has been successful in sustainable energy handling by way of power purchase from different sources including their own source of hydro and pump storage and able to optimize power purchase procurement and planning of portfolio by introduction of:
 - Proper forecasting of power requirement.
 - Tight scheduling of power with strict operational plan in compliance with regulatory framework.
 - Optimal operational planning of internal generation.
 - Costly generation replacement by cheaper power procurement.
 - Continuous market study and vigil to control contingencies.
- Committed Export to outside Country (Bangladesh) through advance booking of transmission corridor.
- Reverse auction for power purchase is done for the first time in India by WBSEDCL (21.03.2015). Procurement of periodic shortfall power by more competitive but nationally unexplored Reverse Auction Method of Power Purchase, with significant commercial success beyond expectation. From this key success, WBSEDCL has been deemed as a pioneer power procurer through Reverse Auction method of bidding in Indian Power Market. Later on, the West Bengal Model was taken into consideration by the MOP to promote the RA method in national perspective with the development of national e-bidding platform by MSTC. WBSEDCL had purchased first time power through national e-bidding platform (Deep Portal) by MSTC on 02.08.2016.

- The Company has been also able to accomplish the compliance of the renewable energy requirement.
- A comprehensive report regarding Power Purchase by PT&P Cell for 2016-17 is detailed below:

Annual target for FY 2016-17	
Energy in MU	Amount in Rs. Lakh
35364.18	1210197.60

Achievement			
Energy in MU	% Achieved	Amount in Rs. Lakh	% Achieved
37000.60	104.63%	1294025.42	106.93%

* Annual target is submitted on the basis of tariff order of 2016-17 of WBERC.

* The above details are excluding UI.

- Besides above, PT&P Cell is also entrusted with the responsibility of selling/trading of Power to Bangladesh, Govt. of Sikkim and several other organizations. The details in this respect is as below:

Name of the Agency	MU Sold	Amount In Rs. lakh
Bangladesh Power Development Board	1902.83	100694.39
Govt. of Sikkim	52.65	673.96
Sale to Licensee (CESC, DPSC, DPL)	217.72	11295.33
IEX	77.05	2048.76
Green Power Agencies	0.80	77.95
Total	2251.05	114790.39

AREA LOAD DESPATCH CENTRE (ALDC):

In compliance with the Regulatory Guidelines, Area Load Despatch Centre (ALDC) has been formed with the onus of efficient consumer demand management assiduously on techno-commercial principle. Interruption free service to the consumer with quality in toto is the motto of ALDC. Not only the quality service but also economic despatch of power from multisource availability with the exploration of real time power market is also monitored round the clock

for commercial interest of consumer. To serve such responsibility, qualified & well trained engineers along with dedicated technical personnel are monitoring the situation round the clock(24 X 7) in three shifts of operation per day. Apart from the real time operational activity, ALDC is also entrusted with procurement of power through spot market in the event of contingency, short term & long term perspective. Demand generation balance planning for power purchase portfolio management. To ensure perfection in performance of such important wing like ALDC, Company has provided all infrastructural support viz. SCADA, communication etc.

REGULATORY AFFAIRS:

Regulation Department looks after all regulatory works related to WBERC and CERC. Different applications are filed before both Commissions to remove difficulties and also simultaneously compliance of regulations.

Performance / Achievement during the period 2016-17:

- 1) Implementation of Tariff Order 2016-17.
- 2) Application for FPPCA for the year 2015-16 submitted.
- 3) Application for Annual performance review (APR) for the year 2015-16 submitted.
- 4) Application for Tariff determination for 2017-18 submitted
- 5) Implementation of MVCA during the year 2016-17.
- 6) Preparation of Views on Modified Tariff Policy 2016.
- 7) Implementation of scheme for revenue enhancement through increased sale to industries supplied at 33KV and 132 KV through rationalization.
- 8) Submission of CEA's General Review 2015-16.
- 9) Pursuing cases on regulatory issues pending before different forum including WBERC
- 10) Renewable Purchase obligation met for the year 2016-17.

Energy purchased by WBSSEDCL from different non-conventional sources:

Sl. No.	Type	No. of Generator	Contract Quantum (MW)	Energy Supplied (MU)
		2016-17	2016-17	2016-17
a.	Mini Hydel	2	6.00	20.276
b.	Bio-mass	2	14.40	0.00

c.	Co-generation	8	121.10	634.502
d.	Wind	1	2.00	0
e.	Solar	1	35	75.852
	TOTAL	14	178.50	730.630

CUSTOMER RELATIONS MANAGEMENT (CRM):

The "Customer Relations Management" (CRM) Cell has been set up by the Company with an effort to improve the Customer relations and providing better services by the company. The following are the brief excerpt of the CRM Cell's functioning for the year 2016-17.

- A. Petition Received from the Office of Ld Ombudsman in the year 2016-17:
 - a) Three hundred three (303) no of grievance petitions received from the Office of the Ld Ombudsman and CRM Cell has prepared statement of facts accordingly against all the above said grievance petition.
 - b) Hearing attended at the Office of Ld Ombudsman against three hundred nine (309) no. of cases.
 - c) Order passed by the Ld Ombudsman against two hundred ninety (290) no of cases among which Ld Ombudsman passed dismissed order against one hundred forty five (145) complaints and necessary steps for complying the rest no of cases has already been taken from this end.
 - d) Writ filed against ambiguous order of Ld Ombudsman before Hon'ble High Court - 11
 - e) Attend WBERC under sec -142 for cases where compliance of Order of Ld Ombudsman was not done within time - 35
- B. No of case handled by the Chief Engineer, CRM Cell as Appellate Authority (theft case of complainant Vs CESC under section 127 of E.A. 2003) - 5
- C. No of case handled by the Chief Engineer, CRM Cell as Chief Grievance Redressal Officer as per Regulation 56/WBERC dated 26.08.2013 - 11
- D. Public Grievance -
 - a) Received through e-mail - Nine thousand two hundred eighty eight (9288) no of complaints have been received through e-mail (crmccll@wbsedcl.in) and average time of compliance is seven (7) days.

- b) Received at CRM Cell – One thousand one hundred nine (1109) no. of cases have been received and matters have been taken up with concern site office for early redressal.
- E. Customer Satisfaction Survey through M/S Frost & Sullivan (India) Pvt. Ltd. has been started from Jan, 2013 obtaining the Customer Satisfaction Index (CSI).

Zone	Kolkata	Midnapur	Burdwan	Berhampur	Siliguri
CSI in Cycle 7 (Dec 15 to Apr 16)	85.9	85.7	86.1	86.7	87.2
CSI in Cycle 8 (July 16 to Oct 16)	86.6	89.2	87.9	88.6	88.9
CSI in Cycle 9 (Dec16 to Mar 17)	86.9	88.4	86.1	88.7	88.06

- F. Function of Audit Call Centre under CRM Cell:
- Auditing of docketed call - 100/zone/day
 - Auditing of SM's mobile ph - 20/zone/day
 - Auditing of mobile van - 40/zone/day
 - Auditing of CFO - 10/zone/day
- G. Quarterly Report on the performance of different Grievance Redressal Forum (19 nos. at present) of Licensee and Annual Report as per prescribed format of WBERC and other report asked by the WBERC as per their prescribed format had been submitted to their end within time.
- H. Monitoring on “ effecting service connection to L & MV consumers following SOP of WBERC Regulation under different CCC” has been started.
- I. Monitoring on complaint of consumers received at different CCC as per their Grievance Register has been started.

IT INITIATIVES:

Enterprise Resource Planning (ERP):

As a part of capacity building program, WBSEDCL has implemented Enterprise Resource Planning in a number of functional areas across Headquarters and field offices located all over

West Bengal. Delivery and Installation of Infrastructure have been completed & Commissioning of same is almost in completion stage.

Financial Accounting, Material Management and Human Resource Module have already been implemented in first phase in April, 2015. In the second phase, Project System and Plant Maintenance module has been implemented in November, 2015 and in the third phase, Pay Roll has been made 'Go-live' across WBSEDCL in March 2016, subsequently stabilised during 2016-17. Employee Self Service (ESS) and Managerial Self Service(MSS) was made 'Go live' in January, 2017. Actions towards further ERP enhancement has been initiated for compliance to some other business development.

Feeder Monitoring System (Urban & Rural):

In Urban (RAPDRP) area out of total 646 feeders, outage management system has been implemented from 15/12/2016 in 554 feeders, where more than one number Distribution transformer and/or consumer meter is connected with the modems.

In Rural (Non RAPDRP) area out of total 2804 feeders, 1076 number feeders which are connected with more than one asset (either Distribution transformer or/and consumer meter) is connected with modems.

The system of feeder outage can be viewed / monitored through WBSEDCL portal where SAIDI/SAIFI of the feeders emanated from different substation can also be viewed.

SMS Service:

Following SMS alerts/notifications are being sent to the existing/intending consumers (having mobile No. registered with WBSEDCL) :

- Quotation amount for new connection/load enhancement
- Meter Reading Schedule
- Generation of energy bills
- Payment Receipt Intimation
- Planned shutdown
- Safety Information & consumer awareness

SMS based network health monitoring system has also been introduced for early restoration of faulty system.

SPOT Bill using mobile apps:

- Total number of CCCs covered - 501(All).
- Total number of consumer covered - 1.65 Crore approx.
- Type of Consumer category covered - Domestic, Commercial, Industrial (Partial) & Agricultural (Partial) consumers.
- Spot bill done by - In-house Android based mobile Application

During Meter reading, latitude and longitude is being captured, Photo of meter is also being taken & stored using the aforesaid Android App. Slab wise detailed break-up of energy charge and fixed charge are also being printed in the spot bill.

Production Go-live in the month of October, 2016

Mobile Apps:

Mobile Apps of WBSEDCL "Vidyut Sahayogi" for Online application for L&MV new connection with connection status, complaint management, viewing bills and e-payment etc. has been inaugurated by Hon'ble Chief Minister of West Bengal, on 03.06.2016.

Revamping of web-site of WBSEDCL:

WBSEDCL website has been revamped to make it more informative with better look & feel. The changed web-site has been inaugurated by Hon'ble MIC, Department of Power & Non-conventional Energy Sources, Govt. of West Bengal on 16.09.2016.

Online Integration facility from OSWICS portal:

Online applicant facility is also implemented from OSWICS portal for industrial consumers. Necessary application status can also be viewed accordingly. Necessary integration with OSWICS system and WBSEDCL web-portal is already in place.

Collection Kiosk:

100 Nos. of collection Kiosks are added at different Customer Care Centres in the month of Nov, 2016 in addition to 150 nos. of existing kiosks. Using the kiosks, consumer can view & pay their bills online even-if beyond office hours.

Payment through RTGS/NEFT against L&MV consumers (In addition to the existing facility):

E-payment facility against energy bill and service connection charge for new connection for L&MV consumers (in addition to existing facility extended to the HT consumers) through RTGS/NEFT has been made Go-live in the month of Nov, 2016.

SCADA:

Implementation of SCADA/DMS project under R-APDRP is in progress. SCADA System for Siliguri has been made operational in May, 2017. Final testing at Asansol UA Town is presently being carried out. SCADA for Asansol UA will be operational very soon. Kolkata UA system will be available within few months.

Smart Grid:

Smart Grid will be implemented as a pilot project in Siliguri Town for 5275 consumers under a single feeder of Siliguri 33/11 kV S/S at an estimated cost of Rs. 8.10 Crore with partial funding of MoP, Govt. of India. Power Grid Corporation of India Ltd. has been engaged as consultant of the pilot project. The project is expected to be completed within 2017.

RESTRUCTURED ACCELERATED POWER DEVELOPMENT AND REFORM PROGRAMME (RAPDRP):

The MOP,GOI is providing assistance to WBSEDCL under Restructured Accelerated Power Development and Reform Programme (RAPDRP). Under RAPDRP Part B which includes upgradation and strengthening of sub-transmission and distribution system in different towns of West Bengal, LOA has been placed for 68 nos. town area by engaging Turnkey agencies. Progress during 2016-17 and plan for 2017-18 is as follows:

Sl. No.	Name of the project	Project cost (Rs. in Cr.)	Source of Funding	Progress upto 31.03.2017		Plan for 2017-18	
				Physical completion (in Nos.)	Financial (Rs. in Cr.)	Physical completion (in Nos.)	Financial (Rs. in Cr.)
a	Upgradation and strengthening of sub-transmission and distribution system in 68 towns	808.78	25% from PFC, the nodal agency & 75% from REC as counter part funding	60	439	8	150

NATIONAL ELECTRICITY FUND (NEF):

The MOP,GOI is providing assistance to WBSEDCL under National Electricity Fund (NEF), an interest subsidy scheme, to strengthen the existing network of distribution system. Under this scheme 4(four) nos. projects have been sanctioned. Progress during 2016-17 and plan for 2017-18 is as follows:

Sl. No.	Name of the project	Project cost (Rs. in Cr.)	Source of Funding	Progress upto 31.03.2017		Plan for 2017-18	
				Physical (in %)	Financial (Rs. in Cr.)	Physical (in %)	Financial (Rs. in Cr.)
a	Upgradation and strengthening of sub-transmission and distribution system and conversion of overhead system to underground cabling system in Bolpur town	90.75	10% own fund and 90% from GOI through REC	98%	61.00	2%	20.00
b	Upgradation and strengthening of sub-transmission and distribution system and conversion of overhead system to underground cabling system in Nabadwip town						
c	Augmentation of 33/11 KV sub-station	114.55		99%	95.00	1%	15.00
d	Replacement of 33 & 11 KV OCB by VCB						

DEENDAYAL UPADHYAYA GRAM JYOTI YOJANA (DDUGJY):

The Ministry of Power, Government of India (MoP), has launched the 'Deendayal Upadhyaya Gram Jyoti Yojana (DDUGJY)' with the following broad objectives:

- I. Creation of new infrastructure for providing access to power for all households.

- II. Physical separation of HT feeders for 24x7 Power for agricultural and non-agricultural consumers.
- III. Strengthening of sub-transmission and distribution systems and metering at all levels for reduction of AT&C losses.

The scheme sanctioned by the Ministry of Power, Govt. of India for the State of West Bengal with the following major components.

- I. Electrification of 14 no. Un-electrified (UE) and 59 no. Partially Electrified (PE) villages in South 24 Parganas Districts under Sunderban Area including service connection to 31305 no. BPL households.
- II. Separation of 621 no. feeders (Drawal of New HT OH line: 17579 KM, New DTR: 17579 No.) for segregation of Agricultural load from existing 11 KV feeders.
- III. Creation of Rural Electricity infrastructure (Drawal of new HT OH Line: 5170 Km, New DTR: 10560 No., New LT OH line: 5660 Km, New LT OH line with AB Cable: 2320 Km, Conversion of existing LT OH line by AB Cable: 19737 KM, Capacity Augmentation of Existing DTR: 2160 No) for connecting unconnected households.
- IV. Installation of 80 no. new 33/11 KV Substations, Capacity Augmentation of 106 no. existing 33/11 KV Substation, renovation/augmentation of 2447 Km of existing HT lines for strengthening of rural electricity backbone infrastructure.
- V. Creation of rural electricity infrastructure (HT: line 10 KM) under Sansad Adarsh Gram Yojana(SAGY)
- VI. Installation of energy meters in 1.23 lakhs un-metered Distribution Transformers, 512 no. Feeders and replacement of approx. 13.66 lakhs defective/electromagnetic consumer meters for seamless accounting and auditing of energy at all levels in the distribution system.

Relocation /shifting of approx. 3.97 lakhs existing consumer meters outside the premises of consumers including associated service cables.

The total financial outlay of the project is Rs.4262.10 Crore including Project Management Agency (PMA) Charges. The capital subsidy of the scheme will be received 60% from Govt.

of India, 25% from Govt. of West Bengal and the rest 15% will be provided from the company's own fund.

**DETAIL SCOPE OF WORK UNDER DEENDAYAL UPADHYAYA GRAM JYOTI
YOJANA (DDUGJY)**

Sl. No.	SCOPE OF WORK	UNIT	QUANTITY INVOLVE MENT	TOTAL COST (Rs. In Lakh)
I	ELECTRIFICATION OF UE VILLAGES (14 no. villages in Gosaba, Namkhana & Patharpratima Block under south 24 Parganas District)			
a	Drawal of new 11KV Line DTR	No.	294	605
b	Drawal of new 11KV Spur Line	KM	165	623
c	Drawal of new LT AB Cable	KM	530	3,254
d	Connection to BPL House Holds	No.	6,790	204
	SUB TOTAL(I):			4685.66
II	FEEDER SEPARATION :			
(i)	PHYSICAL SEPARATION OF H.T FEEDERS FOR AGRICULTURAL & NON AGRICULTURAL CONSUMERS			
a	i) New 11KV Bay	NO.	625	4,508
b	ii) New 11KV Line (621 no feeder)	KM	17,579	78,869
c	iii) Installation of new Distribution Transformer	NO.	14,287	32,619
	SUB TOTAL(II):			115,996
III	ACCESS TO POWER FOR ALL RURAL HOUSE HOLDS			
a	Capacity Augmentation of existing Dist.Transformers	No.	2,160	4,337
b	Conversion of existing LT O.H. Line to AB Cable	KM	19,737	87,985
c	Installation of new 11KV Line Dist.Transformer	NO.	10,560	28,817
d	Drawal of new 11KV Spur Line	KM	5,170	15,609
e	Drawal of new LT AB Cable line	KM	2,320	14,347
g	Drawal of new LT O.H Line	KM	5,660	21,162
f	Connection of BPL HHs	NO.	24,515	735
	SUB TOTAL(III):			172,993
IV	METERING			

a	Installation of Dist. Transformer metering	NO	122,597	19,475
b	Installation of FEEDER Metering	NO	512	77
c	Replacement of defective /electromagnetic(old) consumer Metering	NO	1,366,391	16,631
d	Shifting of existing consumer metering	NO	396,949	7,939
	SUB TOTAL(IV):			44,122
V	SANSAD ADARSH GRAM YAJONA			
a	Installation of new 11 KV Bay	NO	1	7
b	Drawal of new 11KV Line	KM	10	52
	SUB TOTAL(V):	KM	10	60
VI	SYSTEM STRENGTHENING WORK		0	0
a	Drawal of new 33KV Line	KM	1,969	11,633
b	Augmentation of existing 33 KV Line	KM	82	379
c	Construction of New 33/11KV Sub Station	NO	80	38,945
d	Augmentation of existing 33/11KV Sub Stations	NO.	106	10,953
e	Drawal of New 11KV Line	KM	2,781	12,619
f	Augmentation/ Renovation of existing 11KV Line	KM	2,365	6,008
g	Installation of new 33KV Bay	NO.	77	5,698
	SUB TOTAL(VI):			86,234
	GRAND TOTAL			424,091

INTEGRATED POWER DEVELOPMENT SCHEME (IPDS):

The IPDS scheme launched by MoP, GOI for strengthening of Distribution infrastructure in the urban areas will be implemented in 18 nos. Regions of WBSEDCL covering 121 nos. towns at the total project cost of Rs. 2,866.76 Crore

The board objective of this scheme is to provide 24X7 quality power supply for consumers, reduction of AT&C losses as per trajectory finalized by MoP, GOI in consultation with state and providing access to power to all households of the urban areas.

The work involves installation of new 33/11 KV substations as well as augmentation and renovation of existing 33/11 KV substations, drawl of new 11 KV line (both by conductor and AB Cable), DTR metering and replacement of consumer meters, installation of Roof Top Solar Panel.

GENERATION:

A. Running Hydro-electric Power Stations:

	Installed capacity (MW)	: 1075.10 MW
1.	Purulia Pumped Storage Project	: 4 x 225 MW (900 MW)
2.	Teesta Canal Fall Hydel Project	: 3 x 3 x 7.5MW (67.5 MW)
3.	Rammam Hydel Project, Stage-II	: 4 x 12.75 MW (51 MW)
4.	Jaldhaka Hydel Project, Stage-I	: 4 x 9 MW (36 MW)
5.	Jaldhaka Hydel Project, Stage-II	: 2 x 4 MW (8 MW)
6.	Massanjore Hydel Project	: 2 x 2 MW (4 MW)
7.	Mini-Micro Hydro-electric Power Project	
	(i) Sidrapong Hydel Project	: 2 x 0.2 MW (0.4 MW)
	(ii) Fazi Hydel Project	: 1 x 1.2 MW (1.2 MW)
	(iii) Rinchington Hydel Project	: 2 x 1 MW (2 MW)
	(iv) Little Rangit Hydel Project	: 2 x 1 MW (2 MW)
	(v) Mungpoo Kalikhola Hydel Project	: 3 x 1 MW (3 MW)

B. Hydro power generation including generation of PPSP:

Generation of power during 2014-2015: 1932.042 MU

Generation of power during 2015-2016: 1588.377 MU

Generation of power during 2016-2017: 1635.724 MU

C. Generation Highlights :

Generation from PPSP in 2016-17 : 1106.00 MU

Generation from Conventional HEPs in 2016-17 : 529.724 MU

Break-up of generation from Hydro-electric Power Stations in 2016-17:

Name of the Power Stations	Generation achieved in 2016-17
Purulia Pumped Storage Project	1106.00 MU
Rammam HP, Stage-II	248.0678 MU
Jaldhaka HP	205.5084 MU
Teesta Canal Fall HP	46.6961 MU
Small HEPs	29.4514 MU
Total	1635.7237 MU

D. Activities of Purulia Pumped Storage Project (PPSP):

Purulia Pumped Storage Project is a unique hydro electric project (4x225MW) runs out of recycling of water by simultaneous pumping and generating operations between two reservoirs at different altitude for supply of peak / emergency electric demand. The total expenditure met up to 31 March 2017 is Rs 2475.80 Cr including IDC for construction of the project. The final project construction cost including IDC likely to be around Rs 2491 Cr. All four units commissioned as per schedule in 2007-08 phase wise on 10.10.2007 (Unit # 4), 12.11.2007 (Unit # 3), 31.01.2008 (Unit # 1) and 06.02.2008 (Unit # 2). The position of electric supply in West Bengal has improved after commissioning of PPSP to a great extent.

Progress & Achievements during 2016-17:

- Total Generation= 1106 MU (as per WBSEDCL system requirement) against CEA target of 1200MU
- Average Cycle Efficiency achieved = 78.13 % against design cycle efficiency of 75.5%
- Average Plant availability factor achieved = 79.34%
- Balance two Units - Unit No. 3 & 4 have been overhauled.
- To maintain the infrastructural facilities, thorough repairing of the staff quarters/ staff Field Hostels has been taken up.
- Construction of a new Guest House has also been taken up
- Under Planned Budget for 2016-17 a revised budget estimate of Rs 15.40 Cr was kept (JICA's share : Rs 11.70 crore and State Share : Rs 3.70 crore)
- Under O&M Budget for 2016-17 a revised budget estimate of Rs 49.32 crore was kept and expenditure incurred Rs 45.61 crore
- Closing of Contracts of all the activities is almost complete. Closure of contract of Lot 6.1 contract will be made after final payment and receipt of cancellation of Project Import Bond from Custom Department. Closure of Lot 5 contract is pending due to non-receipt of cancellation of Project Import Bond and non-finalization of

audit query by the Customs Department.

E. Activities of Conventional Hydro electric Power Stations:

Major Works undertaken during 2016-17:

➤ **Rammam Hydel Project:**

- Installation of New 132 kV SF6 Circuit Breakers at 132/33 KV Switchyard.
- Refurbishment of Annunciation & Protection system.
- Installation of new 415 V, 315 KVA DG set.
- Implementation of 132/33 kV system for distribution System improvement /interconnection & Evacuation of Power in connection with Small Hydel Power Station has been taken up and is completed by March 2017.

➤ **Jaldhaka Hydel Project (Stage-II):**

- Installation of New 66 kV SF6 Circuit Breakers at 66/11 KV Switchyard.
- Digital Governor & Numerical Relays at Stage-II PH to be under taken.
- Spare Turbine runner for U#1, U#2 & U#3 at Stage-I PH to be procured.

➤ **Teesta Canal Fall Hydel Project:**

- Augmentation of existing capacity of 2nd 7.5 MVA, 132/33 kV Power transformer by 1x20 MVA, 132/33 kV transformers at Power Station-I.
- Augmentation of existing capacity of one 7.5 MVA, 132/33 kV Power Transformer by 1x20 MVA, 132/33 kV transformers at Power Station-II.
- Augmentation of existing two nos. 20 MVA PTR at PS-III. One 31.5 MVA PTR already installed. Another 50 MVA PTR will be installed by September 2017.

➤ **Massanjore Hydel Power Station:**

2X2MW Massanjore Hydel Power Station, a storage type development with dam-toe power station at Canada dam on Mayurakshi River, re-commissioned on 10th June 2011.

- Generation achieved in 2016-17: 9.5198 MU

➤ **Mini-Micro Hydel Plants:**

- Refurbishment of 33/3.3 KV Switchyard at Rinchington & Fazi SHP by replacing the age old 33KV Breaker/CT/PT etc

➤ **Generation Cost of Conventional Hydro-electric Projects:**

- Average per Unit Cost of generation is Rs 0.630 at Plant level in 2016-17.

Name of The Plant	Generation in MU	Expenditure in Rs at Plant Level	Per Unit Generation Cost at Plant Level
RHP, Stage-II	248.0678	7,57,11,992	0.305
JHP	205.5084	8,32,23,434	0.405
TCFHP	46.6961	13,98,11,126	2.994
SHPs	29.4514	3,47,49,109	1.180
TOTAL	529.7237	33,34,95,661	0.630

F. 10 MW Canal Bank Solar PV Project at Haptiagachh:

- The implementation of the 1st Canal Bank Solar PV project of West Bengal started in October 2015. The plant is commissioned on 18.08.2016 and formally inaugurated by Hon'ble Chief Minister, Govt. of West Bengal on 23.08.2016.
- Generation achieved in 2016-17: 9.133 MU

G. Status of Projects under Implementation:

I. Conventional Hydroelectric Projects

■ **Rammam Intermediate Stage Hydro electric Project : 12 MW (2 x 6 MW)**

❖ **Status:**

- E-tender for Civil & Hydro-Mechanical Work packages has been done.
- An application has been sent to MNRE for CFA amounting to Rs. 20.00 crore.
- Preparation of tender document for Electro-Mechanical work package is under process.

■ **Pedong Hydro Electric Project : 3 MW (2 x 1.5 MW):**

❖ **Status:**

- The Project has been dropped as unviable due to high cost of land.

II. Solar Dome at Eco Park, Newtown, Kolkata

- Solar Dome, a WBHIDCO Project, funded by Urban Development Department, Govt. of West Bengal & WBHIDCO Ltd.
- Solar Dome, an iconic structure, having 46 meter dia & 27 meter high is being implemented by WBSEDCL, as deposit work.

- The Project cost is estimated to Rs. 45.49 Crore approx. (Including Taxes).
- Development Consultants Private Limited has been engaged for providing Consultancy Services.
- Bridge and Roof Co. (India) Ltd. has been engaged for Construction of the Solar Dome.
- Permissive possession of Land with demarcation obtained from WBHIDCO on 11.02.2017.
- Work commenced on 13.02.2017. 15 nos. working pile and 3 nos. test pile have been completed till March, 2017.
- The Project is targeted to be completed by February, 2018

H. Projects under Survey & Investigation

To enhance the Hydro power capacity/ Pumped Storage generation capacity in West Bengal, the following projects have been taken up for detailed Survey and Investigation.

■ Turga Pumped Storage Project in Ajodhya Hills , Purulia district :1000 MW

❖ Status:

- Major Investigation Complete
- CEA concurrence on the DPR obtained on October 2016
- Drift Tunnel is in progress for the purpose of rock investigation in designing underground Power House. Drift upto 277m has been completed.
- The Expert Appraisal Committee (EAC), MoEF & CC, GoI has recommended the project for Environmental Clearance subject to Stage I Forest Clearance
- 234 Ha of Non-Forest Government Land for Compensatory Afforestation purpose has been arranged for transfer to the Forest Department
- Forest Clearance proposal uploaded in the website of MoEF & CC on February 2017
- Local Consultant engaged for taking up the Detailed Design & Engineering work
- Pre-construction stage S & I activity started
- Process is on for Cabinet Approval for development of the Project by Govt. of West Bengal with total Project Cost of Rs 4800.69 crore
- Loan assistance from JICA has been proposed for development of the Project

■ **Bandu Pumped Storage Project in Ajodhya hills, Purulia district : 900 MW**

❖ **Status:**

- Hydro-meteorological Investigations (Discharge & Rainfall Measurement) are in progress for preparation of Detailed Project Report.
- Preparation of re-tender documents for engagement of local consultant for survey & Investigation and preparation of Detailed Project Report is under process.
- LOA has been placed to GSI for Geological Investigation.

■ **Teesta Intermediate Stage Hydro Electric Project on Teesta River in Village-Kirney, District – Darjeeling : 84 MW**

■ **Teesta Low Dam I & II (combined) Hydro Electric Project on Bari Rangit River (a tributary to river Teesta) in village-Teesta Bazar, Dist- Darjeeling: 81 MW**

■ **Teesta Low Dam - V Hydro Electric Project on river Teesta in village-Sevoke Bazar, Dist- Darjeeling: 80 MW**

■ **Rammam Stage - I Hydro Electric Project on river Rammam, Shri Khola & Partham Khola in village-Daragaon, Dist- Darjeeling: 48 MW**

❖ **Status:**

- Projects have been allotted to NHPC Limited through agreement executed on 03/07/2015.
- Draft MOU between Govt. of West Bengal & Govt. of Sikkim has been sent to Dept. of Power & NES, GOWB for finalization of the same for the inter-state boundary projects.
- DPRs of the projects and core boxes has been handed over to NHPC Limited

■ **Lodhama-II Small Hydro-electric Project : 10 MW**

❖ **Status :**

- In-house DPR has been prepared and In-Principle approval has been obtained from Dept of Power and NES, Govt. of WB for Lodhama-II SHP.
- LOA placed to GSI for Geological Investigation. Work is in progress at site.

■ **Ragnu Small Hydro-electric Project : 6 MW**

❖ **Status :**

- Preparation of in house PFR has been completed and placed to designated committee. Committee has approved the draft PFR for acceptance of competent authority.

I. **Implementation of Small Hydro-electric Projects**

■ **Projects (< 5 MW) taken up by tariff based bidding process:**

❖ **Status :**

- For preparation of Pre-Feasibility Reports of-
Ritu SHP, Chuna Pattang SHP, Rishi SHP, Jaldhaka SHP, Shiri SHP, Mirik SHP,
Bagorasitong SHP, Rithukhola SHP (total 8 projects) retendering done on
16.03.2017

■ **Projects allotted to Agencies:**

❖ **Status :**

- Projects allotted to various agencies are: - Chel-I SHP, Chel-II SHP, Chel-III SHP
Murthi SHP and 8 nos. SHP (Balason Stage-I, Balason- Stage II, Balawas & Chota
Rangit, Chota rangit, Rangbong SHP, Mahanadi SHP, Shiv Khola, Chiply khola)
allotted to M/s Ambootia Organic Plantation Limited.
- Letter issued to the agencies for submission of updated DPRs.
- M/s Ambootia Organic Plantation Limited submitted 02 sets Addendum of DPR of
Balawas (6MW) SHP and 2 sets Addendum of DPR of Chota Rangit (11 MW) SHP.
The reports are under scrutiny.
- Letter issued to PCM Hydel Power Corporation Ltd for submission of complete
DPR for Chel-I HEP.

REPORT ON CORPORATE GOVERNANCE

Composition of the Board

The composition of the Board of Directors during the financial year 2016-2017 was as follows:

Whole time Directors

Name	Designation	Tenure
Shri Rajesh Pandey	Chairman & Managing Director	From 02.01. 2016 to until further order
Shri Kalyan Kumar Ghosh	Director (Finance)	From 08.12. 2009 to 06.12.2018
Shri Debidas Datta	Director(Generation)	From 10.10.2011 to 08.10.2016
Shri Ranjit Kumar Majumder	Director (Distribution)	From 31.07. 2013 to 30.04.2017
Shri Niranjan Saha	Director (Projects)	From 30.04.2015 (AN) to 30.04.2017
Shri Ajay Kumar Pandey	Director (R&T)	From 29.05.2015 to 28.05.2018
Shri Sujay Sarkar	Director(HR)	From 31.08.2015 (AN) until further order.

Independent Directors

Sl. No.	Name	Tenure		Remarks
		From	To	
1.	Shri Tapan Kumar Majumdar	13.03.2013	31.05.2016	Ceased w.e.f 31.05.2016
3.	Shri Debashish Majumdar	16.10.2014	30.09.2017	Resigned w.e.f. 23.08.2016
4.	Shri Gopal Krishna Saxena	16.10.2014	30.09.2017	-
5.	Shri Avinash Kumar Sinha	03.06.2016	02.06.2019	Died in harness on 31.03.2017
6.	Shri Sisir Kumar Chakrabarti	21.11.2016	20.11. 2019	Joined on 21.11.2016
7.	Shri Shyam Dhar Dubey	20.02.2017	19.02.2020	Joined on 20.02.2017

Government Nominee and Woman Director

Sl. No.	Name	Tenure	
		From	To
1.	Smt. Saswati Banerjee	08.05.2014	Ceased on 31.03.2017

Chairman

The Chairman & Managing Director is the Chief Executive of the Company. His primary role is to provide leadership to the Board for achieving Company goals. He keeps the Board informed on all matters of importance.

He presides over General Meetings of Shareholders.

Whole time Director

The Whole time Directors contribute to the strategic management of the Company's business within Board approved directions/framework. As Directors are accountable to the Board for Business/Corporate functions, they assume overall responsibility for its strategic management, including its governance processes and top management effectiveness.

Details of Board Meetings during the financial year 2016-2017

During the financial year 2016-2017, 6 (six) Board Meetings were held as follows:

Sl. No.	Date	Board Strength	No. of Directors present
1.	12.05.2016	11	9
2.	04.07.2016	11	10
3.	19.09.2016	10	8
4.	06.12.2016	10	9
5.	18.01.2017	10	9
6	20.02.2017	11	11

The maximum time gap between two consecutive meetings of the Board did not exceed 120 days. The Board has complete access to all the relevant information within the Company.

General Body meetings

Details of General meetings are as under:

Meeting	Date	Location	Time	Special Resolutions passed
9th Annual General Meeting	23.09.2016	Registered Office: Vidyut Bhavan, Sector-II, Block-DJ, Bidhannagar, Kolkata-700 091	11.00 A.M.	None
8th Annual General Meeting	13.10.2015	Registered Office: Vidyut Bhavan, Sector-II, Block-DJ, Bidhannagar, Kolkata-700 091	4.00 P.M.	None
7th Annual General Meeting	13.11.2014	Registered Office: Vidyut Bhavan, Sector-II, Block-DJ, Bidhannagar, Kolkata-700 091	4.00 P.M.	None
Extra Ordinary General Meeting	21.10.2014	Registered Office: Vidyut Bhavan, Sector-II, Block-DJ, Bidhannagar, Kolkata-700 091	4.00 P.M.	1) Under Section 180(1)(c) of the Companies Act, 2013 2) Under Section 180(1)(a) of the Companies Act, 2013

Attendance at Board Meetings and Annual General Meeting (AGM), during the financial year 2016-2017 is tabled below:

Director	Board Meetings		Attendance at last AGM held on 23.09.2016	Other Directorship	Remarks
	Held during the tenure	Attended			
Shri Rajesh Pandey	6	6	Yes	4	-
Shri Kalyan Kumar Ghosh	6	6	Yes	1	-
Shri Debidas Datta	3	3	Yes	1	Ceased on 08.10.2016
Shri Ranjit Kumar Majumder	6	6	Yes	1	-
Smt. Saswati Banerjee	6	4	Yes	4	Ceased on 31.03.2017
Shri Tapan Kumar Majumdar	1	1	N.A.	Nil	Ceased on 31.05.2016
Shri Gopal Krishna Saxena	6	5	No	2	-
Shri Debashish Majumdar	2	2	N.A.	1	Ceased on 23.08.2016
Shri Niranjan Saha	6	6	Yes	Nil	-
Shri Ajay Kumar Pandey	6	6	Yes	Nil	-
Shri Sujay Sarkar	6	6	Yes	Nil	-
Shri Avinash Kumar Sinha	5	2	No	1	Joined on 03.06.2016 Died in harness on 31.03.2017
Shri Sisir Kumar Chakrabarti	3	2	N.A.	4	Joined on 21.11.2016
Shri Shyam Dhar Dubey	1	1	N.A.	Nil	Joined on 20.02.2017

Board Agenda

Meetings are governed by a structured agenda. The Board members, in consultation with the Chairman, may bring up any matter for the consideration of the Board. All major agenda items are backed by comprehensive background information to enable the Board to take informed decision.

Post-meeting follow-up system

The Governance process in the Company include an effective post- meeting follow-up, review and reporting process for action taken on decisions of the Board and Board committees.

The Committees of the Board

There were eight Board Committees – the Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee, HRD & Remuneration Committee, Project Appraisal and Monitoring Committee, Contract, Purchases and Procurement etc. Committee, Committee for consideration of appeals against the punishment order passed by the Disciplinary Authority and Stakeholders Relationship Committee.

The terms of reference of the Board Committees are determined by the Board from time to time. Meetings of each Board Committee are convened by the Company Secretary under the direction of the Chairman of the respective Committees except for the Committee for consideration of appeals against the punishment order passed by the Disciplinary Authority.

Signed minutes of the Board Committee Meetings are placed to the Board for information. The matters which require Board's attention/approval are generally placed in the form of Agenda notes to the Board.

Audit Committee

The composition of the Audit Committee during the financial year 2016-2017 was as follows:

Sl. No.	Name	Designation	Position in the Committee	Remarks
1.	Shri Tapan Kumar Majumdar	Independent Director	Chairman (1 meeting)	Ceased w.e.f 31.05.2016
2.	Shri Debashish Majumdar	Independent Director	Chairman (1 meeting) Member	Ceased w.e.f 23.08.2016

3.	Shri Gopal Krishna Saxena	Independent Director	Chairman (3 meetings) Member	-
4.	Smt. Saswati Banerjee	Government Nominee and Woman Director	Member	Ceased on 31.03.2017
5.	Shri Avinash Kumar Sinha	Independent Director	Member	Joined on 03.06.2016 Died in harness on 31.03.2017
6.	Shri Sisir Kumar Chakrabarti	Independent Director	Member	Joined on 21.11.2016

Chairman and Managing Director, Director (Finance) and General Manager (F&A) - Internal Audit are standing invitees in the Audit Committee Meetings. Director (Distribution) and Director (HR) are also invitees to the Committee.

Meetings and Attendance:

During the financial year 2016-2017, 5 (five) Meetings of the Audit Committee were held on 12.05.16, 04.07.16, 19.09.16 and 06.12.16, 20.02.2017.

Meetings attended by individual members during the financial year 2016-2017 are detailed below:

Name of Director, Designation	Position in the Committee	No. of meetings held during his/her tenure	Meetings attended
Shri Tapan Kumar Majumdar, Independent Director	Chairman	1	1
Shri Debashish Majumdar, Independent Director	Chairman/Member	2	2
Shri Gopal Krishna Saxena, Independent Director	Chairman/Member	4	4

Smt. Saswati Banerjee, Government Nominee and Woman Director	Member	5	4
Shri Avinash Kumar Sinha, Independent Director	Member	4	2
Shri Sisir Kumar Chakrabarti, Independent Director	Member	2	2

Nomination & Remuneration Committee

The composition of the Nomination and Remuneration Committee during the financial year 2016-2017 was as follows:

Sl. No.	Name of Director	Designation	Position in the Committee	Remarks
1.	Shri Debashish Majumdar	Independent Director	Chairman (1 meeting)	Ceased on 23.08.2016
2.	Shri Gopal Krishna Saxena	Independent Director	Chairman (2 meeting) Member (1 meeting)	
3.	Shri Rajesh Pandey	Chairman and Managing Director	Member	
4.	Smt. Saswati Banerjee	Government Nominee and Woman Director	Member	Ceased on 31.03.2017
5.	Shri Avinash Kumar Sinha	Independent Director	Member	Joined on 03.06.2016 Died in harness on 31.03.2017
6.	Shri Sisir Kumar Chakrabarti	Independent Director	Member	Joined on 21.11.2016

Meetings and Attendance:

During the financial year 2016-2017, 3 (three) meetings of the Nomination and Remuneration Committee were held on 04.07.2016, 06.12.2016 and 18.01.2017.

Meetings attended by individual members during the financial year 2016-2017 are detailed below:

Name of Director, Designation	Position in the Committee	No. of meetings held during his/her tenure	Meetings attended
Shri Debashish Majumdar Independent Director	Chairman	1	1
Shri Gopal Krishna Saxena Independent Director	Chairman Member	3	3
Shri Rajesh Pandey, Chairman & Managing Director	Member	3	3
Smt. Saswati Banerjee Government Nominee Director and Woman Director	Member	3	3
Shri Avinash Kumar Sinha Independent Director	Member	3	1
Shri Sisir Kumar Chakrabarti Independent Director	Member	2	2

Committee for Corporate Social Responsibility

The composition of the Committee during the financial year 2016-2017, was as follows:

Sl. No.	Name of Director	Designation	Position in the Committee	Remarks
1.	Shri Rajesh Pandey	Chairman & Managing Director	Chairman	
2.	Shri Kalyan Kumar Ghosh	Director (Finance)	Member	

3.	Shri Sujay Sarkar	Director (HR)	Member	
4.	Shri Avinash Kumar Sinha	Independent Director	Member	Joined on 03.06.2016 Died in harness on 31.03.2017
5.	Shri Sisir Kumar Chakrabarti	Independent Director	Member	Joined on 21.11.2016

Meetings and Attendance:

During the financial year 2016-2017, 1(one) meeting of the Committee was held on 06.12.2016.

Meetings attended by individual members during the financial year 2016-2017 are detailed below:

Name of Director, Designation	Position in the Committee	No. of meetings held during his tenure	Meetings attended
Shri Rajesh Pandey, Chairman and Managing Director	Chairman	1	1
Shri Kalyan Kumar Ghosh, Director (Finance)	Member	1	1
Shri Sujay Sarkar, Director (HR)	Member	1	1
Shri Avinash Kumar Sinha Independent Director	Member	1	Nil
Shri Sisir Kumar Chakrabarti Independent Director	Member	1	1

HRD & Remuneration Committee

The composition of the HRD and Remuneration Committee during the financial year 2016-2017 was as follows:

Sl. No.	Name of Director	Designation	Position in the Committee	Remarks
1.	Shri Rajesh Pandey	Chairman and Managing Director	Chairman	

2.	Smt. Saswati Banerjee	Government Nominee Director and Woman Director	Member	Ceased on 31.03.2017
3.	Shri Tapan Kumar Majumdar	Independent Director	Member	Ceased w.e.f 31.05.2016
4.	Shri Debashish Majumdar	Independent Director	Member	Ceased on 23.08.2016
5.	Shri Kalyan Kumar Ghosh	Director (Finance)	Member	
6.	Shri Sujay Sarkar	Director (HR)	Member	
7.	Shri Gopal Krishna Saxena	Independent Director	Member	

Meetings and Attendance:

During the financial year 2016-2017, 2 (two) meetings of the HRD and Remuneration Committee were held on 12.05.2016 and 06.12.2016.

Meetings attended by individual members during the financial year 2016-2017 are detailed below:

Name of Director, Designation	Position in the Committee	No. of meetings held during his/her tenure	Meetings attended
Shri Rajesh Pandey, Chairman and Managing Director	Chairman	2	2
Smt. Saswati Banerjee Government Nominee Director and Woman Director	Member	2	1
Shri Tapan Kumar Majumdar Independent Director	Member	1	1
Shri Debashish Majumdar Independent Director	Member	1	1

Shri Gopal Krishna Saxena, Independent Director	Member	1	1
Shri Kalyan Kumar Ghosh, Director(Finance)	Member	2	2
Shri Sujay Sarkar Director (HR)	Member	2	2

Project Appraisal and Monitoring Committee

Every project requiring administrative approval is routed through Project Appraisal and Monitoring Committee constituted by the Board. The Committee is empowered to accord administrative approval of project cost up to ₹ 50 crores. Project cost exceeding ₹ 50 crores is routed through the Committee to the Board for approval. Periodical monitoring of the approved projects are being made by the Committee and necessary policies/ guidelines relating to project proposals are being framed by the Committee from time to time.

The composition of Project Appraisal and Monitoring Committee during the financial year 2016-2017 was as follows:

Sl. No.	Name of Director	Designation	Position in the Committee	Remarks
1.	Shri Rajesh Pandey	Chairman and Managing Director	Chairman	
2.	Shri Kalyan Kumar Ghosh	Director (Finance)	Member	
3.	Shri Debidas Datta	Director (Generation)	Member	Ceased on 08.10.2016
4.	Shri Ranjit Kumar Majumder	Director (Distribution)	Member	
5.	Smt. Saswati Banerjee	Government Nominee Director and Woman Director	Member	Ceased on 31.03.2017
6.	Shri Gopal Krishna Saxena	Independent Director	Member	
7.	Shri Niranjana Saha	Director (Projects)	Member	

8.	Shri Ajay Kumar Pandey	Director (R&T)	Member	
9.	Shri Avinash Kumar Sinha	Independent Director	Member	Joined on 03.06.2016 Died in harness on 31.03.2017

Meetings and Attendance:

During the financial year 2016-2017, 1 (one) meeting of the Project Appraisal and Monitoring Committee were held on 19.09.16.

Meetings attended by individual members during the financial year 2016-2017 are detailed below:

Name of Director, Designation	Position in the Committee	No. of meetings held during his/her tenure	Meetings attended
Shri Rajesh Pandey, Chairman and Managing Director	Chairman	1	1
Shri Kalyan Kumar Ghosh, Director (Finance)	Member	1	1
Shri Debidas Datta Director (Generation)	Member	1	1
Shri Ranjit Kumar Majumder, Director (Distribution)	Member	1	1
Shri Niranjan Saha Director (Projects)	Member	1	1
Shri Ajay Kumar Pandey Director (R&T)	Member	1	1
Smt. Saswati Banerjee, Government Nominee and Woman Director	Member	1	Nil
Shri Gopal Krishna Saxena Independent Director	Member	1	1

Shri Avinash Kumar Sinha. Independent Director	Member	1	Nil
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Contracts/ Purchases and Procurement etc. Committee

Every purchase/procurement proposal is routed through this Committee. The Committee is empowered to accord approval of proposal up to ₹50 crores. Contract/Purchase/ Procurement proposals exceeding ₹50 crores are routed through the Committee to the Board for approval.

The composition of Contracts/ Purchases and Procurement etc. Committee during the financial year 2016-17 was as follows:

Sl. No.	Name of Director	Designation	Position in the Committee	Remarks
1.	Shri Rajesh Pandey	Chairman and Managing Director	Chairman	
2.	Shri Tapan Kumar Majumdar	Independent Director	Member	Ceased w.e.f 31.05.2016
3.	Shri Kalyan Kumar Ghosh	Director (Finance)	Member	
4.	Shri Debidas Datta	Director (Generation)	Member	Ceased on 08.10.2016
5.	Shri Ranjit Kumar Majumder	Director (Distribution)	Member	
6.	Smt. Saswati Banerjee	Government Nominee and Woman Director	Member	Ceased on 31.03.2017
7.	Shri Debashish Majumdar	Independent Director	Member	Ceased on 23.08.2016
8.	Shri Niranjan Saha	Director (Projects)	Member	
9.	Shri Sisir Kumar Chakrabarti	Independent Director	Member	Joined on 21.11.2016

Meetings and Attendance:

During the financial year 2016-17, 6 (six) Meetings of the Contracts/ Purchases and Procurement etc. Committee were held on 12.05.16, 04.07.16, 19.09.16, 02.12.16, 18.01.17 and 20.02.17.

Meetings attended by individual members during the financial year 2016-17 are detailed below:

Name of Director, Designation	Position in the Committee	No. of meetings held during his/her tenure	Meetings attended
Shri Rajesh Pandey Chairman and Managing Director	Chairman	6	6
Shri Tapan Kumar Majumdar, Independent Director	Member	1	1
Shri Debashish Majumdar Independent Director	Member	2	2
Smt. Saswati Banerjee Government Nominee and Woman Director	Member	6	4
Shri Kalyan Kumar Ghosh, Director(Finance)	Member	6	6
Shri Debidas Datta, Director (Generation)	Member	3	3
Shri Ranjit Kumar Majumder Director (Distribution)	Member	6	6
Shri Niranjan Saha Director (Projects)	Member	6	6
Shri Sisir Kumar Chakrabarti Independent Director	Member	2	1

Stakeholders Relationship Committee

The composition of the Committee during the financial year 2016-17 was as follows:

Sl. No.	Name of Director	Designation	Position in the Committee
1.	Shri Sisir Kumar Chakrabarti	Independent Director	Chairman
2.	Shri Rajesh Pandey	Chairman & Managing Director	Member
3.	Shri Kalyan Kumar Ghosh	Director (Finance)	Member
4.	Shri Sujay Sarkar	Director (HR)	Member

Meetings and Attendance:

During the financial year 2016-17, no meeting of the Committee was held as no grievances were received from the debenture holders during the period 2016-17.

Meeting of the Independent Directors

As required under section 149 (8) read with schedule clause VII of schedule IV of the Companies Act, 2013 one meeting of the Independent Directors was held on 18.01.2017, without the attendance of Non- Independent Directors and Members of the Management.

Name	Position in the meeting	Attendance
Shri Gopal Krishna Saxena	Chairman	Attended through video conferencing
Shri Avinash Kumar Sinha	Member	Attended through video conferencing
Shri Sisir Kumar Chakrabarti	Member	Nil

Disclosure on Website

Following information has been disseminated on the website of the Company at www.wbsedcl.in:

1. Details of business of the Company.
2. Code of Conduct and Ethics for Board Members and Senior Management.
3. Whistle Blowing Policy.
4. Code of Practices and Procedure for Fair Disclosure of Unpublished Price Sensitive Information.
5. Policy on materiality of Related Party Transactions and dealing with Related Party Transactions.
6. Policy for Preservation of Documents.
7. Archival Policy.
8. Disclosures as per applicable Regulations of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

West Bengal State Electricity Distribution Company Limited

(A Govt. of West Bengal Enterprise)

Registered Office: Vidyut Bhavan, Bidhannagar, Block-DJ, Sector-II, Kolkata-700 091

CIN: U40109WB2007SGC113473; website: www.wbsedcl.in

AFFIRMATION AND DISCLOSURE

This is to confirm that the Company has adopted the Code of Conduct and Ethics for Board Members and Senior Management. This Code is available on the Company's website.

This is to confirm that the Company has in respect of the Financial Year ended 31st March, 2017, received from the senior management team of the Company and the Members of the Board a declaration of compliance with the Code of Conduct as applicable to them.

For the purpose of this declaration, Senior Management Team means the Executive Directors, Company Secretary, Chief Engineers, General Managers, and Officers of equivalent rank & Head of Department & such other Officers reporting directly to the Chairman & Managing Director as on 31st March, 2017.

sd/-

(Rajesh Pandey)

Chairman & Managing Director

Date: 18.09.2017

Vidyut Bhavan,
Sector-II, Block - DJ
Bidhannagar,
Kolkata-700 091



कार्यालय महालेखाकार
(आर्थिक एवं राजस्व क्षेत्र लेखापरीक्षा)
पश्चिम बंगाल

OFFICE OF THE
ACCOUNTANT GENERAL
(Economic and Revenue Sector Audit)
West Bengal

No.: OA(ESA-II)/Accts/WBSEDCL(FS)/2016-17/922

Date:- 18 SEP 2017

To
The Chairman & Managing Director,
West Bengal State Electricity Distribution Company Limited,
Vidyut Bhavan, Bidhannagar, Block-DJ, Sector-II,
Kolkata-700091.

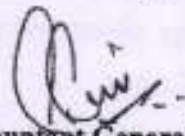
Sub: Comments of the Comptroller and Auditor General of India
under Section 143 (6) of the Companies Act, 2013 on the
Financial Statement of West Bengal State Electricity
Distribution Company Limited for the year ended
31 March 2017

Sir,

I am to forward herewith the Comments under Section 143 (6) of the Companies Act,
2013 on the Financial Statement of West Bengal State Electricity Distribution Company
Limited for the year ended 31 March 2017.

Yours faithfully,

Encl: As stated.


Deputy Accountant General (ESA-II)
West Bengal

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE
FINANCIAL STATEMENTS OF WEST BENGAL STATE ELECTRICITY
DISTRIBUTION COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH
2017.**

The preparation of financial statements of West Bengal State Electricity Distribution Company Limited for the year ended 31 March 2017 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) 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 the financial statements under section 143 of the Act based on independent audit in accordance with 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 17.07.2017.

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 West Bengal State Electricity Distribution Company Limited for the year ended 31 March 2017. 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. 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 auditors' report.

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

Nameeta Prasad 18/9

**(Nameeta Prasad)
Accountant General (E&RSA)
West Bengal**

**Dated at Kolkata
The 18 SEP 2017**



कार्यालय महालेखाकार
(आर्थिक एवं राजस्व क्षेत्र लेखापरीक्षा)
पश्चिम बंगाल

OFFICE OF THE
ACCOUNTANT GENERAL
(Economic and Revenue Sector Audit)
West Bengal

No.: OA(ESA-II)/Accts/WBSEDCL(CFS)/2016-17/923

Date:- 18 SEP 2017

To
The Chairman & Managing Director,
West Bengal State Electricity Distribution Company Limited,
Vidyut Bhavan, Bidhannagar, Block-DJ, Sector-II,
Kolkata-700091.

Sub: Comments of the Comptroller and Auditor General of India
under Section 143 (6) of the Companies Act, 2013 on the
Consolidated Financial Statement of West Bengal State
Electricity Distribution Company Limited for the year ended
31 March 2017

Sir,

I am to forward herewith the Comments under Section 143 (6) of the Companies
Act, 2013 on the Consolidated Financial Statement of West Bengal State Electricity
Distribution Company Limited for the year ended 31 March 2017.

Yours faithfully,

Deputy Accountant General (ESA-II)
West Bengal

Encl: As stated.

सी. जी. ओ. कॉम्प्लेक्स, डी. एफ. ब्लॉक, सॉल्ट लेक, कोलकाता - 700 064
3rd MSO Building, 5th Floor, CGO Complex, DF Block, Salt Lake, Kolkata - 700 064.
Phone : (033) 2337-4916; FAX : (033) 2337-6966, e-mail: aglbaWestbengal@cag.gov.in;

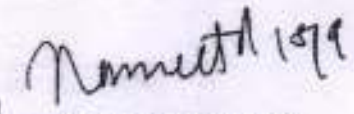
**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6)(b) READ WITH SECTION 129(4) OF THE
COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL
STATEMENTS OF WEST BENGAL STATE ELECTRICITY DISTRIBUTION
COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH 2017.**

The preparation of consolidated financial statements of West Bengal State Electricity Distribution Company Limited for the year ended 31 March 2017 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) 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) read with section 129(4) of the Act are responsible for expressing opinion on the financial statements under section 143 read with section 129(4) 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 17.07.2017.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6) (a) read with section 129(4) of the Act of the consolidated financial statements of West Bengal State Electricity Distribution Company Limited for the year ended 31 March 2017. We conducted a supplementary audit of the financial statements of West Bengal State Electricity Distribution Company Limited but did not conduct supplementary audit of the financial statements of New Town Electric Supply Company Limited and West Bengal Green Energy Development Corporation Limited for the year ended on that date. 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.

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 auditors' report.

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


**(Nameeta Prasad)
Accountant General (E&RSA)
West Bengal**

**Dated at Kolkata
The 8 SEP 2017**

COMPLIANCE CERTIFICATE

We have conducted the Statutory Audit of West Bengal State Electricity Distribution Company Limited (WBSEDCL) for the year ended on 31st. March, 2017 in accordance with the directions/sub-directions issued by the Comptroller & Auditor General (CAG) of India vide reference No. OA (ESA-II) SA/143(5)/2016-17/3571 DT: 14-02-2017 under Section 143(5) of the Companies Act, 2013 and certify that we have complied with all the directions/sub- directions issued to us.

For DE & BOSE
Chartered Accountants
Firm's Registration No. 302175E

Subrata De

(Subrata De)
Partner
Membership No.054962

Place: Kolkata
Date: 17-07-2017



INDEPENDENT AUDITOR'S REPORT

To the Members of West Bengal State Electricity Distribution Company Limited

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of West Bengal State Electricity Distribution Company Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including other comprehensive income), the statement of Cash Flows and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "standalone Ind AS financial statements").

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows, changes in equity of the company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules issued there under. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards of Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan



and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the financial position of the Company as at 31st March, 2017, and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Emphasis of matters

We draw attention to the following matters in the notes to the standalone financial statements:


a) According to the information and explanation given to us, the company owns both Freehold and Leasehold land. However, no segregation of cost of Land between Freehold and Leasehold land is presented in financial statement.

The Company presents the entire land under the head "Land & Land Rights" as freehold. But as per requirement of Schedule -III (Division II) of the Act , assets under lease should be separately specified under each class of Fixed Assets.

Such non segregation of land into freehold and lease has also led to non compliance of Indian Accounting Standard (Ind AS:17) on Leases.

b) During the year the Company has capitalised Revenue Expenditure incurred on account of Employee Benefits amounting to Rs. 17,208 lacs (Refer to Note No. 36.2 of the Ind AS financial statements) The amount charged to Capital Work In Progress has been made as per its accounting Policy and not on an actual expenditure basis which is inconsistent with Indian Accounting Standard (Ind AS-16) specified under Section 133 of the Act, read with relevant rules.

c) In exercise of the power vested under Sub-section (4) of Section 131 of the Electricity Act, 2003, the Government of West Bengal split the West Bengal State Electricity Board (WBSEB) into two Companies namely WBSEDCL & WBSETCL with effect from 01.04.2007. In accordance with the above scheme, the opening balances of various assets and liabilities of WBSEDCL as on 01.04.2007 have been taken into account without verification and do not correspond to its realisable value. The Assets have been taken into account directly in the book values which may not correspond to their realisable value.



d) During the year the company has credited to the Statement of Profit and Loss, a net amount of Rs. 1,24,380 lacs as amount realisable through Regulatory Mechanism as per Regulation of West Bengal Electricity Regulatory Commission (WBERC). However, relevant orders facilitating the credit have not yet been received from WBERC. Incidental to any variation in the orders of WBERC, there would be change in the amount of profit and regulatory assets. Income tax provisions may be necessitated to the extent of such variation. [Refer to Note No. 40 to 40.2]

e) The accumulated balance of Regulatory Assets at the end of the year is Rs. 11,58,171 lacs (Refer to Note No. - 14 to 14.11) which includes:

Sl. No.	Nature of Claim	Amount (Rs.in Lacs)
1.	APR & FPPCA from F. Y. 2012-13 to F.Y. 2016-17 (Projected)	11,52,106
2.	Loss incurred for taking over of Singur Haripal Electric Co-operative Society Ltd. (SHRELCOP)	6,065
	Total	11,58,171

The above table shows a huge accumulation of regulatory assets as on 31.03.2017. It has been informed that the matter has arisen primarily for the time gap between the submission of petition for FPPCA and APR by the Company to WBERC and its acceptance of the petition either fully or partly. During the year the State Government has given grants amounting to Rs. 2,03,336 lacs against regulatory receivables.

In the year 2012-13, WBERC had disallowed an amount of Rs. 26,146 lacs in respect of FPPCA and APR, to which the company had made an appeal before the Appellate Tribunal (APTEL) without making any adjustments in the books of accounts for such disallowance.

In the event of any variation in the final order of the APTEL, adjustment of net profit, regulatory assets and income tax provisions may be necessitated to the extent of such variation in order.

f) Balance confirmation certificate in certain cases of Government loans, trade receivables, trade payables, advances, deposits and deviation charges receivable & payable etc. as on 31.03.2017 have not been received. Since these confirmations are pending, such confirmation and completion of reconciliation and the accuracy of the mentioned balances cannot be commented upon. In view of the same, we are unable to comment on the consequential impact, if any, on the status of these balances and profit of the Company.

g) The trade receivables balance consists of provision for unbilled revenue amounting to Rs. 1,79,406 lacs being the sales revenue for the month of March'2017 (last Quarter) along with an accrued arrear of Rs. 27,437 lacs, the demand for which will be raised in subsequent year/ years (Refer to Note No. 12.1 & 8.6).

In absence of actual billing, we are unable to express an opinion about the realisability of the aforesaid amounts.

h) In case of Rural Electrification Corporation (RECL) package loan, RECL in its balance confirmation certificate has shown the principal amount due by more than Rs. 12,436 lacs as compared to the loan balance in the books of the Company. This arises due to differences in accounting treatment of principal and interest in the books of accounts of RECL and the Company (Refer to Note No. 17.3).

i) Confirmation of loan balance from Rural Electrification Corporation Ltd. (Rs. 10,323 lacs) and balances of Govt. Order for loans from State Government (Rs. 2,032 lacs) were not made available to us for verification. It is stated that both the aforesaid loans of West Bengal Rural Energy Development Corporation Ltd (WBREDCL) were taken over by WBSEDCL at the time of

amalgamation of WBREDCL with WBSSEDCL. However provision for payment of interest on both the loans has been made in accounts (Refer Note No. 17.11).

j) Other non-current assets include unadjusted debit balances in inter-unit accounts (Rs. 15,000 lacs). It is stated that this amount is appearing in accounts since the inception of the company (Refer Note No. 5.4).

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1) As required under section 143(5) of the Companies Act 2013 (report on directions and sub directions) issued by Comptroller & Auditor General of India ("CAG"), we give in the Annexure-I a statement on the matters specified in the said directions and sub directions.

2) As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of Section 143(11) of the Companies Act, 2015, we give in the Annexure-II a statement on the matters specified in paragraphs 3 and 4 of the order.

3) As required by Section 143 (3) of the Act, we report that:

(a) We have sought and, except for the matters described in sub para (a) of Emphasis of matters paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

(b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss, the statement of Cash Flows and the statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

(d) In our opinion, aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with relevant rules issued there under, except the instances mentioned in sub-para (a) & (b) of Emphasis of matters paragraph.

(e) The provisions of section 164(2) of the Companies Act, 2013 regarding "whether any director is disqualified from being appointed as a director" is not applicable to the company as per Notification No. GSR 463 (E) dated 5th June, 2015 issued by the Ministry of Corporate Affairs.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure-III.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS financial statements.



ii. The Company has Long Term Contracts for power purchase and sale. It has been explained to us that material loss can not be foreseen on such contracts and the company does not have any derivative contract.

iii. The company did not declare and paid any dividend to its members since its incorporation. Therefore no amount was required to be transferred to the Investor Education and Protection Fund.

iv. The Company had provided requisite disclosures in its' Standalone Ind AS financial statements (Refer Note - 54) as to holding and dealing in Specified Bank Notes, during the period from 8th November to 30th December 2016.

Based on the audit procedures performed by us and the documents provided by the Management, we have noticed that the Company has maintained records of Specified and Non-specified Bank Notes relating to total receipts from customers and deposits to Banks and also receipts of Specified Bank Note before specified date. Owing to the receipts of Specified and Non-specified Bank Notes have been accounted for in the same collection accounts as per existing practice, there is no scope to comment whether the disclosures are in accordance with the books of account maintained by the Company.

Place: Kolkata
Date: 17-07-2017



For De & Bose
Chartered Accountants
Firm's Registration No. 302175E

Subrata De

(Subrata De)
Partner

Membership No.054962

ANNEXURE-I TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in Paragraph-1 under "Report on Other Legal & Regulatory Requirements" section of our report of even date)

Matters to be reported under **general directions** of CAG of India vide reference No: OA (ESA-II) SA/143(5)/2016-17/3571 DT: 14-02-2017 under Section 143(5) of the Companies Act, 2013:

I) Valuation of Assets & Liabilities

If the company has been selected for disinvestment, a complete status report in terms of valuation of asset (including intangible assets and land) and liabilities (including committed and general reserves) may be examined, including the mode and present stage of disinvestment process.

According to the information and explanation given to us, the Company has not been selected for disinvestment during the year under audit. Hence, the need for valuation of assets & liabilities for disinvestment does not arise.

II) Waiver / Write-off of debts / loan / Interest

Whether there are any cases of Waiver / Write-off of debts / loans / interests etc. If yes, the reasons therefor and the amount involved.

There was no case of Waiver, Write-off of debts, Loans, Interest etc. during the year except the waiver of Liquidated Damages (LD) in respect of Contractors/Suppliers amounting to Rs.13,293.87 Lacs.

The Board Committee for Contracts/Purchase & Procurement waived the above mentioned LD amount after considering it as fit for waiver.

III) Inventories

Whether proper records are maintained for inventories lying with third parties and assets received as gift / grant (s) from government or other authorities?

The company issues inventories to its Contractors for various project works and "O & M" works and a total value of inventories for Rs.36962 lacs was lying with them at the year end. But no acknowledgement by contractors for such inventories lying with them was made available to us.

The Company has received four pieces of land measuring 1.29 acres as gift from intending Consumers.

IV) Legal / arbitration cases

A report on age-wise analysis of pending legal / arbitration cases, including the reason of pendency and existence / effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign & local) may be given.

Report on age-wise analysis of pending major legal/arbitration cases etc. as provided by the Legal Department, Head Office, was as below:-

Pending Legal Cases:

Pending for	No of Cases	Rs. (In lacs)
0 to less than 2 years	968	502.01
2 year to less than 5 years	1155	701.75
5 year to less than 10 years	1329	642.30
10 year to less than 20 years	344	1,293.87
20 years and above	13	23.84
Total	3809	3,163.77

The reason for pending court cases and litigations accumulating over the years is mainly due to the delay in processing court proceedings.

The company has an effective and existing monitoring mechanism for expenditure on all legal cases. The company has incurred an expenditure of Rs.594 lacs during the year as legal expenses. It has not incurred any expenditure on foreign legal cases.

V. Title / Lease deeds

Whether the company has clear title /lease deeds for freehold and leasehold land respectively? If not, please state the area of freehold and leasehold land for which title / lease deeds are not available?

All Title deeds in respect of freehold land was not made available to us for verification. Title deeds are available in respect of freehold land but lease deeds in respect of 458.27 acres of land are not available.

Matters to be reported under **Sector Specific Sub-directions** of CAG of India vide reference No: OA (ESA-II) SA/143(5)/2016-17/3571 DT: 14-02-2017 under Section 143(5) of the Companies Act, 2013:

West Bengal State Electricity Distribution Company Limited ("the Company") was incorporated under the Companies Act, 1956. It commenced its operation from 1st April, 2007. The entire Paid up Share Capital of the company is held by the Government of West Bengal and its nominees. The Company is engaged in the business of distribution of electricity and an insignificant generation of Hydro-Electricity power.

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1. Have instances of encroachment of land been noticed? If yes, details with value and whether matter has been taken up immediately with the concerned authorities for eviction of the encroachers may be provided.

The Company does not have any information about encroached land.

2. In the case of hydroelectric projects the water discharge is as per policy / guidelines issued by the state government to maintain biodiversity. For not maintaining it, penalty paid / payable may be reported.

The company follows the policy / guidelines issued by the state government for water discharge from hydroelectric projects to maintain biodiversity and it has not paid any penalty for violation of any rules or policies.

3. Report on the efficacy of the system of billing and collection of revenue in the company.

The Company has an efficient system of issuing bills to its consumers. It has also an efficient system for collection of bills from consumers through cash collection centers, collection kiosks, e-payment, ECS, RTGS etc. However the following amounts were due for collection as on 31-03-2017 from consumers as informed by the company:-

Financial Year	Amount Due (Rs in lacs)	Financial Year	Amount Due (Rs. In lacs)
2015-16	56431	2014-15	40697
2013-14	26849	2012-13	15686

4. Whether tamper proof meter have been installed for all consumers? If not then, examine how accuracy of billing is ensured.

The Company has installed Static Energy Meters (SEM) which are capable of detecting tamper, if any. It has also routed the billing process of all categories of consumers through SAP IS-U software in which plausibility study is embedded. And it takes round the year supervisory meter reading to keep vigilance over installation of meters to minimize theft of energy by tampering of meters.

5. Whether the reconciliation of receivables and payables between the generation, distribution and transmission companies has been completed. The reasons for difference may be examined.

It is seen that in most cases reconciliations of receivables and payables between the generation, distribution and transmission companies are done.

Place :Kolkata
Date: 17-07-2017

For De & Bose
Chartered Accountants
Firm's Registration No. 302175E
Subrata De
(Subrata De)
Partner
Membership No.054962

ANNEXURE -II TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in Paragraph-2 under "Report on Other Legal & Regulatory Requirements" section of our report of even date)

1. In respect of Fixed Assets:

a. The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets excepting in respect of 458.27 acres of leasehold land for which the company could not produce any lease deed to us.

Registration of six plots of land purchased through Zila Parishad during the year is pending

b. As per information and explanation given to us, physical verification of fixed assets of the company is done departmentally on yearly basis. We have been provided with physical verification certificates of fixed assets issued by the departmental heads of the company and no material discrepancies were noticed on such certificate. However the working papers related to the procedure of such verification was not made available to us.

c. According to the information and explanations given to us, the title deeds of immovable properties (includes land, benefits to arise out of land and things attached to the earth, or permanently fastened to anything attached to the earth) are held in the name of the company except as mentioned in para 1(a) above.

2. In respect of Inventories:

As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals. No material discrepancies were observed from the physical verification reports submitted to us.

3. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, LLPs or other parties covered in the register maintained under Section 189 of the Act.

4. In our opinion and according to the information and explanation given to us, the company has complied with the provisions of section 186 of the Act, with respect to investment and guarantee. Provisions of section 185 & other provisions of section 186 are not applicable to the Company.

5. The Company has not accepted any deposits under the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.

6. We have broadly reviewed the cost records maintained by the Company pursuant to the provisions of sub-Section (1) of Section 148 of the Act, and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

7. In respect of Statutory Dues:

a. According to the records of the company, undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess to the extent applicable and any other statutory dues have more or less been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2017 for a period of more than six months from the date they became payable.

- b. According to the information and explanations given to us and as per our verification of the records of the Company, there are no disputed statutory dues, other than those mentioned below, as on 31st March, 2017

Sl No	Name of the Statute	Nature of Dues	Amount in Lacs)	Period to which the amount relates	Forum where dispute is pending
1	West Bengal Sales Tax /VAT 1994	Demand relating to Sales Tax on (a) Meter Rental (b) Meter Boxes Charges & allied matters.	3643	Various years from 1993-2009	W.B Commercial taxes appellate & Revisional Board, Kolkata
2	West Bengal Sales Tax Act, 1994	Demand relating to Sales Tax on (a) Meter Rental (b) Meter Boxes Charges & allied matters.	792	Various years from 1987-2000	Hon'ble W.B Taxation Tribunal Kolkata.
3	West Bengal Sales Tax Act, 1994	Demand relating to Sales Tax on (a) Meter Rental (b) Meter Boxes Charges & allied matters.	1,278	Various years from 1991-1995	Ld. ACCT
4	West Bengal Sales Tax Act, 1994	Demand relating to Sales Tax on (a) Meter Rental (b) Meter Boxes Charges & allied matters.	562	1995-1996	Ld. DCCT, PG Circle
5	Service Tax	Rental Income	74 plus Interest	2007-2008 To 2010-2011	Hon'ble Customs, Excise & Service Tax Appellate Tribunal.
6	Municipal Tax		17		Different Municipalities.
	Total		6,366		

8. According to the information and explanations given to us and the records examined by us the company has not defaulted in repayment of loans to Financial Institutions, Banks, Government or dues to Debenture holders.
9. The company did not raise any money by way of initial public offer or further public offer (including debt instrument). However, the company has raised term loans during the year and those have been utilised for the purpose they were raised for.
10. During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, we have neither come across any incidence of fraud by the Company or on the Company by its officers or employees, nor have we been informed of any such case by the management except few cases of misappropriation of company's fund to the extent of Rs.9.73 lacs.
11. In our opinion and according to the information and explanations given to us, managerial remuneration including the sitting fees to the directors has been paid or

provided by the Company in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.

12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.


13. According to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 & 188 of the Companies Act, 2013, and are made on arm's length basis that has no potential conflicts with the interest of the company.

14. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and therefore paragraph 3(xiv) of the Order is not applicable to the Company.

15. According to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with directors / persons connected with the directors and therefore provisions of section 192 of the Act are not applicable to the Company.

16. According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For De & Bose
Chartered Accountants
Firm's Registration No. 302175E


Subrata De
(Subrata De-Partner)

Membership No.054962

Place: Kolkata
Date: 17-07-2017

"ANNEXURE-III" TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in Paragraph-2(f) under "Report on Other Legal & Regulatory Requirements" section of our report of even date

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of West Bengal State Electricity Distribution Company Limited ("the Company") as at March 31, 2017 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For De & Bose
Chartered Accountants
Firm's Registration No. 302175E

Subrata De
(Subrata De-Partner)

Membership No.054962

Place: Kolkata
Date: 17-07-2017

INDEPENDENT AUDITORS' REPORT

To the Members of West Bengal State Electricity Distribution Company Limited

Report on the Consolidated Ind AS Financial Statements

We have audited the accompanying consolidated Ind AS financial statements of West Bengal State Electricity Distribution Company Limited (hereinafter referred to as "the Company") and its joint ventures (the Company and its joint ventures together referred to as "the group"), comprising the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Cash Flows and the consolidated Statement of Changes of Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Ind AS financial statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Company's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated Changes of Equity of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant Rules issued there under. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Company as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards of Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the consolidated Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of Consolidated Ind AS financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditor is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the consolidated financial position of the Group as at March 31, 2017, and its consolidated financial performance including other comprehensive income, its consolidated cash flows and the consolidated Changes in Equity for the year then ended.

Emphasis of matters

We draw attention to the following matters in the notes to the financial statements.

For the Company:

- a) According to the information and explanation given to us, the company owns both Freehold and Leasehold land. However, no segregation of cost of Land between Freehold and Leasehold land is presented in financial statement.

The Company presents the entire land under the head "Land & Land Rights" as freehold. But as per requirement of Schedule -III (Division II) of the Act, assets under lease should be separately specified under each class of Fixed Assets.

Such non segregation of land into freehold and lease has also led to non compliance of Indian Accounting Standard (Ind AS:17) on Leases.

b) During the year the Company has capitalised Revenue Expenditure incurred on account of Employee Benefits amounting to Rs.17,208 lacs (Refer to Note No. 36.2) The amount charged to Capital Work in Progress has been made as per its accounting Policy and not on an actual expenditure basis which is inconsistent with Indian Accounting Standard (Ind AS-16) specified under Section 133 of the Act, read with relevant rules.

c) In exercise of the power vested under Sub-section (4) of Section 131 of the Electricity Act, 2003, the Government of West Bengal split the West Bengal State Electricity Board (WBSEB) into two Companies namely WBSEDCL & WBSETCL with effect from 01.04.2007. In accordance with the above scheme, the opening balances of various assets and liabilities of WBSEDCL as on 01.04.2007 have been taken into account without verification and don't correspond to its realisable value. The Assets have been taken into account directly in the book values which may not correspond to their realisable value.

d) During the year the company has credited to the Statement of Profit and Loss a net amount of Rs. 1,24,380 lacs as amount realisable through Regulatory Mechanism as per Regulation of West Bengal Electricity Regulatory Commission (WBERC). However, relevant orders facilitating the credit have not yet been received from WBERC. Incidental to any variation in the orders of WBERC, there would be change in the amount of profit and regulatory assets. Income tax provisions may be necessitated to the extent of such variation. [Refer to Note Nos.40 to 40.2]

e) The accumulated balance of Regulatory Assets at the end of the year is Rs.11,58,171 lacs (Refer to Note Nos.- 14 to.14.11) which includes:

Sl. No	Nature of Claim	(Rs.inLacs)
1.	APR & FPPCA from F. Y. 2012-13 to F.Y. 2016-17 (Projected)	11,52,106
2.	Loss incurred for taking over of Singur Haripal Electric Co-operative Society Ltd.(SHRELCOOP)	6,065
	Total	11,58,171

The above table shows a huge accumulation of regulatory assets as on 31.03.2017. It has been informed that the matter has arisen primarily for the time gap between the submission of petition for FPPCA and APR by the Company to WBERC and its acceptance of the petition either fully or partly. During the year the State Government has given grants amounting to Rs. 2,03,336 lacs against regulatory receivables.

In the year 2012-13, WBERC had disallowed an amount of Rs.26,146 lacs in respect of FPPCA and APR, to which the company had made an appeal before the Appellate

Tribunal (APTEL) without making any adjustments in the books of accounts for such disallowance.

In the event of any variation in the final order of the APTEL, adjustment of net profit, regulatory assets and income tax provisions may be necessitated to the extent of such variation in order.

f) Balance confirmation certificate in certain cases of Government loans, trade receivables, trade payables, advances, deposits and deviation charges receivable & payable etc. as on 31.03.2017 have not been received. Since these confirmations are pending, such confirmation and completion of reconciliation and the accuracy of the mentioned balances cannot be commented upon. In view of the same, we are unable to comment on the consequential impact, if any, on the status of these balances and profit of the Company.

g) The trade receivables balance consists of provision for unbilled revenue amounting to Rs.1,79,406 lacs being the sales revenue for the month of March'2017 (last Quarter) along with an accrued arrear of Rs.27,437 lacs, the demand for which will be raised in subsequent year / years (Refer to Note No. 12.1 & 8.6).

In absence of actual billing, we are unable to express an opinion about the realisability of the aforesaid amounts.

h) In case of Rural Electrification Corporation (RECL) package loan, RECL in its balance confirmation certificate has shown the principal amount due by more than Rs.12,436 lacs as compared to the loan balance in the books of the Company. This arises due to differences in accounting treatment of principal and interest in the books of accounts of RECL and the Company (Refer to Note No.17.3).

i) Confirmation of loan balance from Rural Electrification Corporation Ltd. (Rs.10,323 lacs) and balances of Govt. Order for loans from State Government (Rs.2,032 lacs) were not made available to us for verification. It is stated that both the aforesaid loans of West Bengal Rural Energy Development Corporation Ltd (WBREDCL) were taken over by WBSEDCL at the time of amalgamation of WBREDCL with WBSEDCL. However provision for payment of interest on both the loans has been made in accounts. (Refer Note No 17.11)

j) Other non-current assets include unadjusted debit balances in inter-unit accounts (Rs.15,000 lacs). It is stated that this amount is appearing in accounts since the inception of the company. (Refer Note No.5.4).
Our opinion is not modified in respect of these matters.

Other Matter

We did not audit the financial statements of two Joint Ventures, whose financial statements reflect total assets(net) of Rs. 2333 lacs as at 31 March,2017, total revenues of Rs. 997 lacs and net cash flows amounting to Rs (235 lacs) for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose report has been furnished to us

by the Management and in our opinion the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the Joint Ventures, and our report in terms of sub-section (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid Joint Ventures, is based solely on the report of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors.

Report on Other Legal and Regulatory Requirements

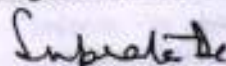
1. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the consolidated Ind AS financial statements.
 - b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and the report of the other auditor;
 - c. The Consolidated Balance sheet, the Consolidated Statement of Profit and Loss, the Consolidated Statement Cash Flows and Consolidated Statement of Changes in Equity dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
 - d. In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant Rules there under, except mentioned in sub-para (a)&(b) of Emphasis of matters paragraph.
 - e. The provisions of section 164(2) of the Companies Act, 2013 is not applicable to a Government Company as per Notification No.GSR 463 (E) dated 5th June, 2015 issued by the Ministry of Corporate Affairs.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
 - g. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The consolidated Ind AS financial statements disclose the impact of pending litigations on the consolidated financial position of the Group.



- ii) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts;
- iii) There were no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company and its Joint venture companies incorporated in India; and
- iv) The Group had provided requisite disclosures in its' Consolidated Ind AS financial statements (Refer Note - 54) as to holding and dealing in Specified Bank Notes, during the period from 8th November to 30th December 2016.

Based on the audit procedures performed by us and the documents provided by the Management, we have noticed that the Company has maintained records of Specified and Non-specified Bank Notes relating to total receipts from customers and deposits to Banks and also receipts of Specified Bank Note before specified date. Owing to the receipts of Specified and Non-specified Bank Notes have been accounted for in the same collection accounts as per existing practice, there is no scope to comment whether the disclosures are in accordance with the books of account maintained by the group.

For and on behalf of
DE & BOSE
Chartered Accountants
Firm Registration No. 302175E



(Subrata De)
Partner
Membership No.054962

Place: Kolkata
Date: 17-07-2017

"ANNEXURE-A" TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in Paragraph-1(f) under "Report on Other Legal & Regulatory Requirements" section of our report on consolidated Ind AS financial statement of even date

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of West Bengal State Electricity Distribution Company Limited ("the Company") and its jointly controlled Companies (two Joint Ventures) which are incorporated in India, as at March 31, 2017 in conjunction with our audit of the consolidated Ind AS financial statements of the Company for the year ended on that date

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Company and Jointly Controlled Companies are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company and its jointly controlled Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls and jointly controlled Companies over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included



obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of its reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion the Company and jointly controlled companies which is incorporated in India have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017, based on the internal control over financial reporting criteria established by the Company and jointly controlled Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to jointly controlled companies, which are incorporated in India, is based on the corresponding report of the auditors of those companies .

Place: Kolkata
Date: 17-07-2017



For De & Bose
Chartered Accountants
Firm's Registration No. 302175E

Subrata De
(Subrata De)
Partner

Membership No.054962

Management Reply on Financial Statement		
	Audit Observations	Reply
	Emphasis of matter	
(a)	<p>According to the information and explanation given to us, the company owns both Freehold and Leasehold land. However, no separate calculation as to cost of Land segregated between Freehold and Leasehold land has been worked out. The accounts show the entire land under the head "Land & Land Rights" terming it as freehold, thus violating the requirements of Schedule-III (Division II) of the Act which, Interallia, states that assets under lease should be separately specified under each class of assets.</p> <p>Such non classification of land into freehold and lease has also led to non compliance of Indian Accounting Standard (Ind AS:17)-Leases.</p>	<p>In most of the cases land was inherited from erstwhile WBSEB. At that time land was acquired mainly through Govt. Acquisition against which segregation of leasehold and freehold land was not available. Adequate steps have been taken to segregate freehold land and leasehold land from the base record. The process of segregation of land between freehold and leasehold land is in progress.</p>
(b)	<p>During the year the Company has capitalized Revenue Expenditure incurred on account of Employee Benefits amounting to Rs.17,208 lacs (Refer to Note No. 36.2) The amount charged to Capital Work in Progress has been made as per its past accounting Policy and not on an actual expenditure basis which is inconsistent with Indian Accounting Standard (Ind AS-16) specified under Section 133 of the Act, read with</p>	<p>Capitalization of employee cost has been done as per the Accounting Policy of the Company.</p>

	relevant rules.	
(c)	<p>In exercise of the power vested under Sub-section (4) of Section 131 of the Electricity Act, 2003, the Government of West Bengal split the West Bengal State Electricity Board (WBSEB) into two Companies namely WBSEDCL & WBSETCL with effect from 01.04.2007. In accordance with the above scheme, the opening balances of various assets and liabilities of WBSEDCL as on 01.04.2007 have been taken into account without verification and don't correspond to its realizable value. The Assets have been taken into account directly in the book values which may not correspond to their realizable value.</p>	<p>The Assets and Liabilities of WBSEDCL, the restructured Company formed by unbundling WBSEB, were considered as on 01.04.2007 in accordance with the final transfer scheme vide notification no:12-PO/O/III/3R-29/2006 dated: 25.01.2007 and notification no:313-PO/O/III/3R-29/2006 dated: 19.09.2008 as revested by the Govt. of West Bengal to the Company.</p>
(d)	<p>During the year the company has credited to the Statement of Profit and Loss a net amount of Rs. 1,24,380 lacs as amount realizable through Regulatory Mechanism as per Regulation of West Bengal Electricity Regulatory Commission (WBERC). However, relevant orders facilitating the credit have not yet been received from WBERC. Incidental to any variation in the orders of WBERC, there would be change in the amount of profit and regulatory assets. Income tax provisions may be</p>	<p>Income Receivable through Regulatory Mechanism in respect of additional cost incurred for purchase of power, transmission charges and fixed cost during the period over and above cost allowed in prevailing tariff order is recognized based on the applicable available regulations of Regulatory Authority. It is expected that the future economic benefits associated with this will flow to the Company as a result of expected orders of the Regulator under the applicable regulatory framework.</p>

	necessitated to the extent of such variation. [Refer to Note Nos.40 to 40.2]													
(e)	<p>The accumulated balance of Regulatory Assets at the end of the year is Rs.11,58,171 lacs (Refer to Note Nos.- 14 to.14.11) which includes:</p> <table border="1"> <thead> <tr> <th>N o</th><th>Nature of claim</th><th>Amount (Rs in lacs)</th></tr> </thead> <tbody> <tr> <td>1</td><td>APR & FPPCA from F. Y. 2012-13 to F.Y. 2016-17 (Projected)</td><td>1152106</td></tr> <tr> <td>2</td><td>Loss incurred for taking over of Singur Haripal Electric Co-operative Society Ltd.(SHRELCOP)</td><td>6065</td></tr> <tr> <td></td><td>Total</td><td>1158171</td></tr> </tbody> </table> <p>The above amount features a large accumulation of regulatory assets as on 31-03-2017. This has risen primarily for the delay in submission of application for Tariff, APR etc to WBERC and its acceptance of the petition either fully or partly. During the year the State Government has given grants amounting to Rs. 2,03,336 lacs against regulatory receivables.</p> <p>In the year 2012-13, WBERC had disallowed an amount of Rs.26,146 lacs in respect of FPPCA and APR, to which the company had made an</p>	N o	Nature of claim	Amount (Rs in lacs)	1	APR & FPPCA from F. Y. 2012-13 to F.Y. 2016-17 (Projected)	1152106	2	Loss incurred for taking over of Singur Haripal Electric Co-operative Society Ltd.(SHRELCOP)	6065		Total	1158171	<p>Accumulation of Regulatory Assets arises mainly due to time gap of expenditure actually incurred over and above the expenditure allowed in the Tariff order for the year and passing of the expenditure by the Regulator through the tariff of the ensuing years.</p> <p>Fuel & Power Purchase Cost Adjustment (FPPCA) and Annual Performance Review (APR) for the financial year</p>
N o	Nature of claim	Amount (Rs in lacs)												
1	APR & FPPCA from F. Y. 2012-13 to F.Y. 2016-17 (Projected)	1152106												
2	Loss incurred for taking over of Singur Haripal Electric Co-operative Society Ltd.(SHRELCOP)	6065												
	Total	1158171												

	<p>appeal before the Appellate Tribunal (APTEL) without making any adjustments in the books of accounts for such disallowance.</p> <p>In the event of any variation in the final order of the APTEL, adjustment of net profit, regulatory assets and income tax provisions may be necessitated to the extent of such variation in order.</p>	<p>2012-13 has been issued by WBERC on 12.06.2014 by which income Realizable through Regulatory Mechanism of Rs. 26146 lakhs which was considered in the accounts prior to 2013-14 has not been allowed by WBERC. Against disallowance of claim, necessary petition has been filed before the Appellate Tribunal (APTEL). Hearing of the Appeal has been started. Decision of the APTEL is pending.</p>
(f)	<p>Balance confirmation certificate in certain cases of Government loans, trade receivables, trade payables, advances, deposits and deviation charges receivable & payable etc. as on 31.03.2017 have not been received. Since these confirmations are pending, such confirmation and completion of reconciliation and the accuracy of the mentioned balances cannot be commented upon. In view of the same, we are unable to comment on the consequential impact, if any, on the status of these balances and profit of the Company.</p>	<p>Necessary provisions have been made as per Accounting Policy of the Company.</p>
(g)	<p>The trade receivables balance consists of provision for unbilled revenue amounting to Rs.1,79,406 lacs being the sales revenue for the month of March'2017 (last Quarter) along with an accrued arrear of Rs.27,437 lacs, the demand for</p>	<p>Provision on doubtful debtors has been done as per the Accounting Policy of the Company.</p>

	<p>which will be raised in subsequent year / years (Refer to Note No. 12.1 & 8.6).</p> <p>In the absence of full and complete information we are unable to express an opinion about the reliability of realising the aforesaid amounts. However the Company has made provisions, as per its policy.</p>	
(h)	<p>In case of Rural Electrification Corporation (RECL) package loan, RECL in its balance confirmation certificate has shown the principal amount due by more than Rs.12,436 lacs as compared to the loan balance in the books of the Company. This arises due to differences in accounting treatment of principal and interest in the books of accounts of RECL and the Company (Refer to Note No.17.3).</p>	<p>General audit observation. Nothing to comment.</p>
(i)	<p>Confirmation of loan balance from Rural Electrification Corporation Ltd. (Rs.10,323 lacs) and balances of Govt. Order for loans from State Government (Rs.2,032 lacs) were not made available to us for verification. It is stated that both the aforesaid loans of West Bengal Rural Energy Development Corporation Ltd (WBREDCL) were taken over by WBSEDCL at the time of amalgamation of WBREDCL with</p>	<p>Both the loans were inherited by the Company at the time of Amalgamation of West Bengal Rural Electricity Development Corporation Limited (WBREDCL) as per the order of the Government of West Bengal and approval of the Ministry of Corporate Affairs, GOI. The loans were as per balance of Audited Accounts of WBREDCL and State Government has been approached for details of the Loans.</p>

	WBSEDCL. However provision for payment of interest on both the loans has been made in accounts. (Refer Note No 17.11)	
(j)	Other Deposit (Rs 15,000 lacs) represents unadjusted debit balance in Inter- Unit accounts. It is stated that this amount is appearing in accounts since the inception of the Company. (Ref. note no:5.4)	Debit balance of Inter Unit account of Rs 15000 lakhs was inherited by WBSEDCL from erstwhile WBSEB vide notification number: 313-PO/O/3R-29/2006 Dated: 19.09.2008 of the Govt. of West Bengal. Details of the balance is not communicated to this end by the Govt. of West Bengal, in absence of which the amount remains unadjusted.
G(iv)	<p>The Company had provided requisite disclosures in its' Standalone Ind AS financial statements (Refer Note - 54) as to holding and dealing in Specified Bank Notes, during the period from 8th November to 30th December 2016.</p> <p>Based on the audit procedures performed by us and the documents provided by the Management, we are <i>not in a position to comment whether the disclosures are in accordance with the books of accounts maintained by the Company or not</i>, owing to non-compliance of methods prescribed in paragraph 2 of Notification S.O. 3408(E) dated the 8th November, 2016 of the Ministry of Finance, read with Notification S.O.</p>	Books of accounts for collection of money from consumers was maintained as per standard procedure of WBSEDCL from where it is clearly identifiable the number of notes received in different denominations and banking of the same. Based on this record disclosure (note-54) on number of Specified Bank Notes (SBN) has been prepared and records of all customer care centers were provided to the Statutory Auditors.

	3429(E) dated the 10 th November, 2016 and Notification S.O. 3445(E) dated the 11 th November, 2016.	
Comments on the Independent Auditors Report "ANNEXURE-I" Direction and Sub direction of C&AG of India		
II	Waiver / Write-off of debts / loan / interest: <i>Direction of CAG: Whether there are any cases of Waiver / Write-off of debts / loans / interests etc? If yes, the reasons there for and the amount involved.</i> Observation: There was no case of Waiver, Write-off of debts, Loans, Interest etc. during the year except the waiver of Liquidated Damages (LD) either fully or partly in respect of Contractors/Suppliers amounting to Rs.13,293.87 Lacs. The Board Committee for Contracts/Purchase & Procurement waived the LD amount after considering it as fit for waiver.	Waiver of Liquidated Damages (LD) was done on the circumstances where delayed in execution of job and other reasons of LD was beyond the control of the agency and WBSEDCL. LD was waived after proper justification and approval of the Board Committee for Contracts/Purchase & Procurement
III	Inventories: <i>Direction of CAG Whether proper records are maintained for inventories lying with third parties and assets received as gift / grant (s) from government or other authorities?</i> Observation: The company issues inventories to its Contractors for various project works and "O & M"	It is usual and ongoing practice on the part of WBSEDCL to issue materials to its agencies/vendors for execution of

	<p>works and a total value of inventories for Rs.36962 lacs was lying with them at the year end. But no acknowledgement by contractors for such inventories lying with them was made available to us.</p> <p>The Company has received four pieces of land measuring 1.29 acres as gift from intending Consumers.</p>	<p>various project works and "O & M" works. After execution of jobs the advances are adjusted agencies materials utilization report received from agencies/vendors.</p>										
3	<p><i>Report on the efficacy of the system of billing and collection of revenue in the company.</i></p> <p>The Company has an efficient system of issuing bills to its consumers. It has also an efficient system for collection of bills from consumers through cash collection centers, collection kiosks, e-payment, ECS, RTGS etc. However the following amounts were due for collection as on 31-03-2017 from consumers as informed by the company:-</p> <table><tr><th>Financial Year</th><th>Amount Due (Rs in lacs)</th></tr><tr><td>2015-16</td><td>56431</td></tr><tr><td>2014-15</td><td>40697</td></tr><tr><td>2013-14</td><td>26848</td></tr><tr><td>2012-13</td><td>15686</td></tr></table>	Financial Year	Amount Due (Rs in lacs)	2015-16	56431	2014-15	40697	2013-14	26848	2012-13	15686	<p>Against outstanding dues from consumers, provision on doubtful debtors has been done as per the Accounting Policy of the Company.</p>
Financial Year	Amount Due (Rs in lacs)											
2015-16	56431											
2014-15	40697											
2013-14	26848											
2012-13	15686											
<p>Comments on the Independent Auditors Report "ANNEXURE-II" Companies Auditors Report Order (CARO) 2016.</p>												
1(a)	<p>The company has maintained proper records showing full particulars including quantitative</p>	<p>The lease deeds in respect of 458.27 acre of lease hold land are mostly kept in accounting unit level and as a result</p>										

	<p>details and situation of its fixed assets excepting in respect of 458.27 acre of leasehold land for which the company could not produce any lease deed to us.</p>	<p>the same could not be shown to the auditors for verification at Corporate Office. Steps are being taken to collect the lease deeds from the accounting unit levels for preservation of the same at Corporate Office.</p>
1(b)	<p>As per information and explanation given to us, physical verification of fixed assets of the company is done departmentally on yearly basis. We have been provided with physical verification certificates of fixed assets issued by the departmental heads of the company and no material discrepancies were noticed on such certificate. However the working papers related to the procedure of such verification was not made available to us. In absence of such working papers we are unable to comment on the matter.</p>	<p>During the financial year physical verification of Fixed Assets was done departmentally and report of the same has been furnished to the Statutory Auditor.</p>
1(c)	<p>According to the information and explanations given to us, the title deeds of immovable properties (includes land, benefits to arise out of land and things attached to the earth, or permanently fastened to anything attached to the earth) are held in the name of the company except as mentioned in para 1(a) above.</p>	<p>The lease deeds in respect of 458.27 acre of lease hold land are usually kept in accounting unit level and as a result the same could not be shown to the auditors for verification at Corporate Office. Steps are being taken to collect the lease deeds from the accounting unit levels for preservation of the same at Corporate Office.</p>

10.	<p>During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, we have neither come across any incidence of fraud by the Company or on the Company by its officers or employees, nor have we been informed of any such case by the management except few cases of misappropriation of company's fund to the extent of Rs.9.73 lacs.</p>	<p>There is well defined system and procedure in the Company for prevention of fraud. However in spite of that some cases of misappropriation of companies fund, etc happened which were not material as compared to the total value of Assets. All the cases are under investigation.</p>

WEST BENGAL STATE ELECTRICITY DISTRIBUTION COMPANY LIMITED			
STATEMENT OF TECHNICAL PARTICULARS			
Sl. No	Particulars	2016-2017	2015-2016
1.0	Installed Generating Capacity at the year end (MW)		
	(a) Hydel (Excluding PPSP)	176.550	176.550
	(b) Diesel	0.820	0.820
	(c) PPSP	900.000	900.000
	(d) Solar	10.000	0.000
	Total :	1087.370	1077.370
2.0	Generation in MKWH		
	(a) Hydel (Excluding PPSP)	528.222	533.407
	(b) Diesel	0.000	0.000
	(c) PPSP	1106.978	1055.002
	(d) Solar	9.133	0.000
	Total :	1644.333	1588.409
3.0	Auxiliary Consumption (MKWH)		
	(a) Hydel (Excluding PPSP)	5.282	5.334073
	(b) Diesel	0.000	0.000
	(c) PPSP (including Transformation loss)	18.819	17.935
	(d) Solar	0.000	0.000
	Total :	24.101	23.269
4.0	Net Generation in MKWH(3-4)		
	(a) Hydel (Excluding PPSP)	522.940	528.073
	(b) Diesel	0.000	0.000
	(c) PPSP	1088.159	1037.067
	(d) Solar	9.133	0.000
	Total :	1620.232	1565.140
5.0	Energy Injected to WBSETCL System from Power Generation	1583.419	1539.413
6.0	Energy Injected to WBSEDCL System from Power Generation	36.813	25.727
	Total Generation:	1620.232	1565.140
7.0	Energy Injected to WBSETCL System from Power Purchase		
7.1	Central Sectors (MKWH)		
	NTPC	4050.298	3893.365
	NHPC (Rangit + Teesta V + TLDP III+TLDP IV)	1854.269	1226.223
	PTC (Chukha & Kurichhu)	693.308	588.789
	PTC (Tala HEP)	1265.128	1252.454
	PTC -J & K	484.660	657.466
	NVVNL Bundle Power (Solar & Thermal)	413.501	430.515
	DVC Grid Supply (Mejia-V, VII & VIII)	329.841	727.176
	Sub total	9091.005	8775.988
7.2	State Sectors (MKWH)		
	WBPDCL	21061.572	17797.248
	DPL(220/132KV)	130.178	43.803
	Sub total	21191.750	17841.051

7.3	Short Term (MKWH)		
	NVVN	14.509	196.555
	PTC	625.731	1213.382
	TPTCL	730.804	1467.6
	JSW PTC	13.35	42.378
	DVC	143.176	94.489
	Shree Cement Limited	0	45.738
	Adani	458.401	727.619
	GMR	0	160.824
	MSEDCL	10.686	0
	Indian Power Exchange Limited	798.15	1290.774
	Power Exchange of India Limited	45.842	52.242
	DB Power	102.834	0.000
	Swap Power (In)	0	989.480
	Sub total	2943.483	6281.081
7.4	Private Sectors(MKWH)		
	Electrosteel	59.246	70.166
	Neora Hydro	9.56	8.979
	Nippon Power	10.717	11.112
	Tata Power (Hooghly Met Coke)	124.485	128.562
	Shree Renuka Sugar	55.529	0
	Himadri Chemical	53.131	53.471
	Reshmi Cement	2.938	5.507
	Concast	4.959	4.794
	Bengal Energy Limited	148.185	227.412
	APNRL	662.393	741.073
	TPTCL (Mithon Right Bank)	2131.916	2095.515
	Sub-Total	3263.059	3346.591
	Total (7.1+7.2+7.3+7.4)	36489.297	36244.711
8.0	Energy Injected to WBSEDCL System from Power Purchase		
8.1	Central Sectors (MKWH)		
	DVC (Radial Mode)	373.851	212.251
	Jharkhand Bijli Vitaran Nigam Ltd	0.17	0.000
	Govt. of Sikkim	0.182	0.057
	Sub-Total	374.203	212.308
8.2	State Sectors (MKWH)		
	DPL (Radial Mode)	97.354	69.417
	Sub-Total	97.354	69.417
8.3	Private Sectors(MKWH)		
	CESC (Radial Mode)	39.764	40.482
	Sub-Total	39.764	40.482
8.4	Non Conventional Source of Energy		
	WBREDA (Frajergan)	0.000	0.174
	Sub-Total	0.000	0.174
	Total (8.1+8.2+8.3+8.4)	511.321	322.381

9.0	Power Draw under UI mode (UI IN)	575.903	258.179
10.0	Total Power Purchase (7+8+9)	37576.521	36825.271
11.0	Grid Loss(Inter State Grid)	248.338	251.834
12.0	Gross Energy Available WBSETCL System (5+7+9-11)	38400.281	37790.469
13.0	Transmission Loss In WBSETCL System (MU)	1305.609	1284.876
14.0	Transmission Loss In WBSETCL System as a % of (13/12*100)	3.40	3.40
15.0	Gross Energy Available at WBSEDCL boundary from WBSETCL System(12-13)	37094.672	36505.593
16.0	Energy Outgo from WBSETCL System		
	Sale to person other than licensee & consumer including Transmission loss	2049.568	2040.119
	Sale to Sikkim	52.653	61.970
	Bulk Supply to Licensee from WBSEDCL System (CESC,DPL,DVC)	187.500	345.935
	Pumping Power to PPSP including Transmission & Transformation loss	1548.568	1475.858
	Swap Power (out) including Transmission loss	0	733.911
	Energy Outgo under UI mode (UI OUT) including Transmission loss	188.012	157.310
	Transmission Loss for sale to Sikkim & licensee at EHV	8.453	14.005
	Total	4034.754	4819.108
17.0	Net Energy available at WBSEDCL boundary from WBSETCL System(15-16)	33059.918	31686.485
18.0	Energy injected directly to WBSEDCL System(6+8)	548.134	348.108
19.0	Energy Received for Wheeling at 33 KV	22.470	12.218
20.0	Total Energy available in WBSEDCL System(17+18+19)	33630.522	32046.811
21.0	Total Utilisation(MKWH)		
21.1	Bulk Supply to Licensee from Dist. System (DPSC)	30.217	107.295
21.2	Sale to WBSEDCLown Consumer		
	Centralised Bulk	8680.908	8226.578
	De-Centralised Bulk	15609.379	14764.277
	L&MV	24290.287	22990.855
	Sub-Total	21.254	11.781
21.3	Units Wheeled	1.216	0.437
21.4	Additional unit allowed for wheeling	50.000	48.000
21.5	Utilized in own premises of WBSEDCL		
	Total (21.1+21.2+21.3+21.4+21.5)	24392.974	23158.368
23.0	Distribution Loss(MU) (20-21)	9237.548	8888.443
24.0	Distribution Loss as percentage	27.47	27.74

Category wise Sales in MU , No of Consumer & Connected Load (KVA) as on 31.03.2017										
Category	Sub Category	MU SOLD			NO OF CONSUMERS			CONNECTED LOAD		
		HV & EHV (Including NTESC)	L & MV (Including NTESC, Manual Bill & Pre-paid Consumer)	Grand Total	HV & EHV (Including NTESC)	L & MV (Including NTESC, Manual Bill & Pre-paid Consumer)	Grand Total	HV & EHV (Including NTESC)	L & MV (Including NTESC)	Grand Total
Domestic & Look deep		24.15	9800.59	9824.74	38	15505206	15505244	9598	7997537	8007135
Commercial & others	Commercial	859.90	2496.86	3356.75	654	1460340	1460994	347195	1940502	2287697
	Public Utility	172.58	32.44	205.02	196	11294	11490	91545	231500	114695
	Sports Complex	3.88	0.00	3.88	19	0	19	9068	0	9068
	Pvt Educational Institute	34.28	0.98	35.26	55	92	147	18481	6199	19100
	Commercial Plantation	3.55	1.56	5.11	28	591	619	2367	1495	3862
	Construction	16.38	32.83	49.21	23	7197	7220	11172	45650	56822
	Emergency supply	1.13	0.00	1.13	3	0	3	4699	0	4699
	Common service for Industrial Estate	0.34	0.04	0.39	3	2	5	410	49	459
	Short term	0.17	25.36	25.53	1	22769	22770	100	50245	50345
	Temporary	0.00	2.14	2.14	0	112	112	0	426	426
Total Commercial		1092.21	2592.22	3684.43	982	1502397	1503379	485037	2062135	2547172
Irrigation		0.00	1433.54	1433.54	0	287579	287579	0	1194410	1194410
Public Lighting		0.00	275.63	275.63	0	13150	13150	0	56873	56873
Industrial		5791.87	1306.43	7098.30	2618	100155	102773	1761170	1540325	3301495
Public water works & Sewerage Pumping		222.09	200.97	423.06	267	11709	11976	129912	139807	269719
Cold Storage		389.99	0.00	389.99	487	0	487	122624	0	122624
MES		59.94	0.00	59.94	24	0	24	17073	0	17073
Traction		1100.66	0.00	1100.66	26	0	26	319500	0	319500
Sub-total (A)		8680.91	15609.39	24290.30	4442	17420196	17424638	2844914	12991087	15836001
Other Licensee										
CESC		14.20		14.20	1		1			
DPSC		30.22		30.22	1		1			
DPL		173.30		173.30	4		4			
DVC		0.00		0.00	1		1			
Sikkim		52.65		52.65	1		1			
Sub-total (B)		270.37	0.00	270.37	8	0	8			
(C) Sale to person other than Licensee		1979.88	0.00	1979.88	0	0	0			
(D) Swap Out		0.00	0.00	0.00	0	0	0			
TOTAL (A+B+C+D)		10931.17	15609.39	26540.55	4450	17420196	17424646	2844914	12991087	15836001

**WEST BENGAL STATE ELECTRICITY
DISTRIBUTION COMPANY LIMITED**

**Financial Statements
2016-2017**



WBSEDCL

**Vidyut Bhawan
Bidhannagar
Kolkata 700 091**

WEST BENGAL STATE ELECTRICITY DISTRIBUTION COMPANY LIMITED				
Balance Sheet as at 31 st Mar 2017				
Particulars	Note No	As at 31 st Mar 2017	As at 31 st Mar 2016	As at 1 st April 2015
(₹ in lakhs)				
ASSETS				
1 Non-Current Assets				
(a) Property, Plant and Equipment	(1)	17,60,990	16,25,267	15,21,893
(b) Capital Work-in-progress	(1)	1,15,789	1,41,326	1,38,520
(c) Other Intangible assets	(1)	1,884	3,064	1,938
(d) Financial Assets				
(i) Investments	(2)	494	894	894
(ii) Trade receivables	(3)	-	-	32,239
(iii) Other Financial Assets	(4)	881	63	199
(e) Other non-current assets	(5)	84,395	83,238	38,798
Total Non-Current Assets		19,64,433	18,53,852	17,34,461
2 Current Assets				
(a) Inventories	(6)	20,500	24,049	11,687
(b) Financial Assets				
(i) Investments	(7)	-	-	175
(ii) Trade receivables	(8)	4,63,139	4,33,471	4,27,967
(iii) Cash and Cash equivalents	(9)	79,822	1,08,051	41,336
(iv) Bank Balances other than (iii) above	(10)	1,48,380	1,06,912	1,08,033
(v) Loans	(11)	1,994	1,974	2,089
(vi) Other Financial Assets	(12)	2,05,077	2,08,179	1,56,653
(c) Other Current assets	(13)	41,271	32,000	36,765
Total Current Assets		9,60,183	9,14,636	7,84,705
Total Assets		29,24,616	27,68,488	25,19,186
Regulatory deferral account Debt Balance	(14)	11,58,171	12,37,127	10,23,564
Total Assets and Regulatory deferral account Debt Balance		40,82,787	40,05,615	35,42,750
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	(15)	2,25,674	2,25,674	2,25,674
(b) Other Equity				
(i) Reserve and Surplus	(16)	13,500	10,367	8,210
Total Equity		2,39,174	2,36,041	2,33,884
Liabilities				
1 Non-Current liabilities				
(a) Financial liabilities				
(i) Borrowings	(17)	6,05,693	8,48,802	7,59,345
(ii) Trade payables	(18)	24,135	80,410	1,30,989
(iii) Security Deposit from Consumers	(19)	2,87,701	2,74,652	2,35,341
(iv) Other Financial liabilities	(20)	2,080	11,521	10,406
(b) Deferred Tax liabilities (Net)	(21)	0	0	0
(c) Government Grants	(22)	8,27,331	7,20,403	5,97,005
(d) Other non-current liabilities				
(i) Consumers' Contribution towards Capital Assets	(23)	3,11,133	2,75,017	2,07,213
Total Non-Current liabilities		20,58,073	22,10,805	19,40,299
2 Current liabilities				
(a) Financial liabilities				
(i) Borrowings	(24)	4,71,359	4,30,597	3,42,019
(ii) Trade payables	(25)	4,58,677	4,46,840	4,07,778
(iii) Security Deposit from Consumers	(26)	9,010	8,239	7,065
(iv) Other Financial liabilities	(27)	3,94,304	2,99,351	2,56,525
(b) Employee Benefit obligations	(28)	3,26,263	2,95,409	2,81,017
(c) Government Grants	(29)	22,437	20,454	16,519
(d) Other current liabilities	(30)	1,03,490	57,879	57,644
Total Current liabilities		17,85,540	15,58,769	13,68,567
Total Liabilities		38,43,613	37,69,574	33,08,866
Total Equity & liabilities		40,82,787	40,05,615	35,42,750

Significant Accounting Policies

Notes forming part of Financial Statements

1 to 57

In Term of our Report of even date
For DE & BOSE
CHARTERED ACCOUNTANTS
FRN. 302175 E

Subrata De

(Subrata De)
Partner
Membership No.054982
Place: Kolkata
Date: 17th July, 2017

(K.K.Ghosh)
Director (Finance) &
Chief Financial Officer

For & on behalf of the Board

Aparna Biswas.
(Aparna Biswas)
Company Secretary

(Rajesh Pandey)
Chairman & Managing Director

WEST BENGAL STATE ELECTRICITY DISTRIBUTION COMPANY LIMITED				
Statement of Profit and Loss for the year ended 31 st Mar 2017				
Particulars		Note No	2016-2017	2015-2016
			(₹ in lakhs)	
1	Revenue from operations			
(a)	Revenue from Sale of Power	(31)	17,87,888	15,81,392
(b)	Other Operating Revenue	(32)	47,276	41,750
	Other income	(33)	33,624	27,152
	Total Revenue		18,68,788	16,50,294
2	Expenses:			
(a)	Purchases of Power, Transmission Charges & Operating Lease	(34)	14,96,926	13,79,896
(b)	Changes in Swap	(35)	-	10,288
(c)	Employee benefits expenses	(36)	1,33,234	1,20,571
(d)	Finance costs	(37)	1,71,885	1,59,906
(e)	Depreciation & amortization	(38)	88,378	81,821
(f)	Other expenses	(39)	1,05,078	1,11,236
	Total expenses		19,95,501	18,63,719
3	Loss before net movements in Regulatory deferral accounts balance & Tax (1-2)		(1,26,713)	(2,13,425)
4	Net movement in Regulatory deferral account balances related to Profit & Loss	(40)	1,24,380	2,13,563
5	Profit (+) /Loss (-) after net movements in Regulatory deferral accounts balance & before Tax (3+4)		(2,333)	138
6	Tax expense:	(41)		
	(1) Current tax		196	639
	(2) Deferred tax		0	0
	Sub-total		196	639
7	Net Loss for the period & net movement in Regulatory deferral account balances(5-6)		(2,529)	(501)
8	Other Comprehensive Income	(42)		
	Items that will not be reclassified to profit or loss			
(a)	Remeasurements of post-employment benefit obligations		7,198	3,378
(b)	Income tax relating to post-employment benefit obligations		1,536	721
	Other comprehensive income for the year net of tax (a-b)		5,662	2,658
9	Total comprehensive income for the Period (7+8) (Comprising Profit (Loss) and other Comprehensive Income for the Period)		3,133	2,157
10	Earning per equity share of face value of ₹ 10 each			
(a)	Basic and diluted EPS - (in ₹)		(5.61)	(9.46)
	Basic and diluted EPS including net movement in regulatory deferral account balances after tax (in ₹)		(0.11)	(0.02)

Significant Accounting Policies

Notes forming part of Financial Statements

1 to 57

In Term of our Report of even date
For DE & BOSE
CHARTERED ACCOUNTANTS
FRN. 302175 E

For & on behalf of the Board

Subrata De

(K.K.Ghosh)
Director (Finance) &
Chief Financial Officer

Aparna Biswas
(Aparna Biswas)
Company Secretary

Rajesh Pandey
(Rajesh Pandey)
Chairman & Managing Director

(Subrata De)
Partner
Membership No.054962
Place: Kolkata
Date: 17th July, 2017



Statement of Changes in Equity For the year ended 31 March 2017				
(₹ In lakhs)				
A. Equity share capital				
As at 1 April 2015				2,25,674
Changes in equity share capital				-
As at 31 March 2016				2,25,674
Changes in equity share capital				-
As at 31 March 2017				2,25,674
B. Other equity				
Particulars	Reserve and surplus			Total
	Reserve for Unforeseen Exigencies	Debenture Redemption Reserve	Retained earnings	
	(₹ In lakhs)			
Balance at 1 April 2015	15,500	5,781	(13,071)	8,210
Loss for the year	-	-	(501)	(501)
Other comprehensive income	-	-	2,658	2,658
Total	15,500	5,781	(10,914)	10,367
Transfer to debenture redemption reserve	-	1,667	(1,667)	-
Balance at 31 March 2016	15,500	7,448	(12,581)	10,367
Loss for the year	-	-	(2,529)	(2,529)
Other comprehensive income	-	-	5,662	5,662
Total	15,500	7,448	(9,448)	13,500
Transfer to debenture redemption reserve	-	1,667	(1,667)	-

In Term of our Report of even date
For DE & BOSE
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FRN. 302175 E

For & on behalf of the Board

Subrata De

(K.K. Ghosh)
Director (Finance) &
Chief Financial Officer

Aparna Biswas
(Aparna Biswas)

Company Secretary

Rajesh Pandey
(Rajesh Pandey)

Chairman & Managing Director

(Subrata De)
Partner
Membership No.054962
Place: Kolkata
Date: 17th July, 2017



WEST BENGAL STATE ELECTRICITY DISTRIBUTION COMPANY LIMITED			
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH 2017			
Sl. No.	Particulars	2016-2017	2015-2016
		(₹ in lakhs)	
A	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit/(Loss) Before Taxation & Extraordinary Items.	4,865	3,517
	Adjustment For:		
	Depreciation	88,378	81,821
	Interest & Financial Charges	1,40,999	1,34,479
	Bad Debts & Provision & ECL	1,753	2,032
	Provision for Investment	575	-
	Loss on demolition, retirement of Fixed Assets	3,605	-
	Interest/Dividend etc. Income	(1,834)	(2,435)
	Amortisation of Govt Grants	(19,062)	(16,519)
	Amortisation of Consumers Contribution	(7,864)	(4,718)
	Transaction Cost on Capital Bond	16	16
	Interest expenses on Power Purchase Liability	15,268	14,039
	Interest expenses on liability for Capital Supplies/Work	1,235	1,115
	Operating Profit Before Working Capital Change (1)	2,27,934	2,13,347
	Adjustment For:		
	Stores & Spares	(3,549)	12,362
	Sundry Debtors	31,421	7,536
	Other Current Assets	10,835	7,266
	Loans & Advances	(5,147)	52,118
	Current Liabilities & Provision, etc.	(42,673)	(62,177)
	Changes in working Capital (2)	(9,113)	17,105
	Regulatory Deferral Account (3)	(89,363)	2,07,496
	Cash Generation from operation [4=(1-2-3)]	3,26,410	(11,254)
	Tax Paid (5)	2,143	1,395
	NET CASH FROM OPERATING ACTIVITIES [(A)=(4-5)]	3,24,267	(12,649)
B	CASH FLOW FROM INVESTING ACTIVITIES		
	Decrease (Increase) in Fixed Assets	(2,26,526)	(1,86,320)
	Decrease (Increase) in Work in Progress	25,537	(2,806)
	(Increase)/Decrease in Investments	(41,643)	1,296
	Interest/Dividend Income	(231)	3,142
	NET CASH GENERATED FROM INVESTING ACTIVITIES (B)	(2,42,863)	(1,84,688)
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from Borrowing (Net)	(1,59,750)	39,971
	Proceeds from Consumers contribution & capital subsidy	1,45,027	1,95,137
	Interest & Financial Charges.	(1,23,973)	(1,13,826)
	NET CASH GENERATED FROM FINANCING ACTIVITIES (C)	(1,38,696)	1,21,282
	NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	(57,292)	(76,055)
	CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	(2,70,346)	(1,94,291)
	CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	(3,27,638)	(2,70,346)

Reconciliation of Cash & Cash Equivalents as per the Cash Flow Statement		
Cash and Cash equivalents as per above comprise of the following	31-Mar-17	31-Mar-16
Cash and Cash equivalents (note no-24)	79,822	1,08,051
Cash Credit (note no-9)	(4,07,460)	(3,78,397)
Balance as per Statement of Cash Flows	(3,27,638)	(2,70,346)

In Term of our Report of even date
For DE & BOSE
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For & on behalf of the Board

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Director (Finance) &
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(Aparna Biswas)
Company Secretary

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(Rajesh Pandey)
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(Subrata De)
Partner
Membership No.054962
Place: Kolkata
Date: 17th July,2017

