



South Eastern Coalfields Limited

(A Mini Ratna PSU)



29th
ANNUAL
REPORT
2014-15



पच्छ भारत अभियान
विश्व हाथ धुवाई दिवस
13 अक्टूबर 2014
साबुन से हाथ धोयें, किसानों दूर रखें



26 जनवरी
साकश इं...

CONTENTS

CORPORATE OVERVIEW

Vision & Mission.....	002
SECL at a Glance.....	003
Corporate Information.....	004
Board of Directors.....	005
The Year at a Glance.....	006
Performance Trend.....	007
Chairman's Letter.....	011
Awards & Accolades.....	018
Operational Statistics.....	019
Directors' Profile.....	026
Our Management Team.....	033
Our Presence.....	036

STATUTORY REPORT

Report of Board of Directors.....	037
Report on Performance of Subsidiaries.....	100
Annual Report on CSR.....	105
Auditors' Report on MoU Parameters.....	118
Secretarial Audit Report.....	119
Information u/s 134(3)(m) of the Companies Act, 2013.....	121
Report on Corporate Governance.....	123
Certificate on Corporate Governance.....	137
Management Discussion & Analysis Report.....	138
Extract of Annual Return.....	151

FINANCIAL STATEMENTS

Comments of C&AG of India.....	161
Auditors' Report.....	162
Balance Sheet.....	172
Statement of Profit & Loss.....	174
Cash Flow Statement.....	176
Notes to Financial Statements.....	178
Comments of C&AG of India (on Consolidated Financial Statements).....	227
Auditors' Report (on Consolidated Financial Statements).....	228
Balance Sheet (Consolidated).....	238
Statement of Profit & Loss (Consolidated).....	240
Cash Flow Statement (Consolidated).....	242
Notes to Financial Statements (Consolidated).....	244
Statement containing Salient features of Financial Statements of Subsidiaries (AOC -1).....	295
Annexure – I & IX under Clause 41 of Listing Agreement (as per SEBI Guidelines).....	296
CEO & CFO Certification.....	302

NOTICE

of 29th Annual General Meeting..... 303

SECL

(A Mini Ratna PSU)

A Subsidiary of Coal India Limited

VISION

The vision of South Eastern Coalfields Limited (SECL) is to be one of the leading energy supplier in the country, by adopting the best practices and leading technology from mine to market.

MISSION

The mission of South Eastern Coalfields Limited (SECL) is to produce and market the planned quantity of coal and coal products efficiently and economically in an eco-friendly manner with due regard to safety, conservation and quality.



SECL at a glance

South Eastern Coalfields Limited (SECL) is single largest Coal producing company of India, with **128.28 Million Tonnes** of coal production in 2014-15.

Coal reserves of SECL are spread over the States of **Chhattisgarh & Madhya Pradesh** and the company is operating **85 mines** (52 mines in CG & 33 in MP).

3.23%

Growth in
Production

8.71%

Growth in
output-
per-manshift
(OMS)

₹ 5659.54

Crore of Profit before
Tax

₹ 9398.86

Dividend
Per Share for
FY 2014-15

₹ 10174.95

Basic EPS
for FY 2014-15



Corporate Information

Corporate Identification Number (CIN): U10102CT1985GOI003161

REGISTERED OFFICE

South Eastern Coalfields Limited
Seepat Road,
Bilaspur (Chhattisgarh) - 495 006
Tel: 07752 246379-399
Fax: 07752 246451
Website: www.secl.gov.in

KEY MANAGERIAL PERSONNEL

Whole-Time Directors

Shri Om Prakash, CMD & CEO
Shri A. P. Panda, D(F) & CFO
Shri R. P. Thakur, D(T)O
Dr. R. S. Jha, D(P)

Company Secretary

Shri S. M. Yunus

STATUTORY AUDITORS

M/s. R. Gopal & Associates, Raipur

BRANCH AUDITORS

M/s. M. Raghunath & Co., Kolkata
M/s. G. Basu & Co., Kolkata
M/s. HEM Sandeep & Co., Bhopal

COST AUDITORS

M/s. S. C. Mohanty & Associates, Bhubaneswar
M/s. ABK & Associates, Mumbai
M/s. R. S. Tiwari & Co., Bilaspur
M/s. P. A. N. Murty & Co., Bilaspur

SECRETARIAL AUDITOR

M/s. AGR Reddy & Co., Hyderabad

SUBSIDIARIES

Chhattisgarh East Railway Ltd., Raipur
Chhattisgarh East-West Railway Ltd., Raipur

LOCATION OF MINES:

State: Chhattisgarh

Districts: Korba
Raigarh
Surguja
Koriya
Surajpur
Balrampur

State: Madhya Pradesh

Districts: Shahdol
Anuppur
Umariya

BANKERS

State Bank of India
ICICI Bank
HDFC Bank
Union Bank of India
UCO Bank
Punjab National Bank
Bank of Baroda
AXIS Bank Limited
Canara Bank
IDBI Bank
United Bank of India
Bank of India
Bank of Maharashtra
Oriental Bank of Commerce
Allahabad Bank
Andhra Bank
Corporation Bank
Syndicate Bank

Board of Directors

BOARD OF DIRECTORS (DURING 2014-15)

Chairman-cum-Managing Director & CEO

Shri Om Prakash (w.e.f. 09.10.2014)

Shri N. Kumar (upto 08.10.2014)

Whole-Time Directors

Shri Anil Kumar Singh, Director (Personnel)
(Upto 30.06.2014)

Shri A. P. Panda, Director (Finance) & CFO
(w.e.f. 01.08.2013)

Shri R. P. Thakur, Director (Tech) Oprn
(w.e.f. 01.12.2013)

Dr. R. S. Jha, Director (Personnel),
(w.e.f. 29.09.2014)

Part-Time Official Directors

Shri A.K. Bhalla, (Upto 13.04.2015)
Joint Secretary (Coal),
Ministry of Coal, Govt. of India, New Delhi

Shri A. Chatterjee (Up to 28.02.2015)
Director (Finance), Coal India Limited, Kolkata

Shri C. K. Dey (w.e.f. 19.03.2015)
Director (Finance), Coal India Limited, Kolkata

Independent Directors

(Positions Vacant)

Permanent Invitee

Shri B. K. Joshi (Up to 06.04.2015)
Chief Operations Manager
South East Central Railway (SECR)
Bilaspur (CG)

Company Secretary

Shri S.M. Yunus

BOARD OF DIRECTORS (AS ON 15.06.2015)

Chairman-cum-Managing Director & CEO

Shri Om Prakash

Whole-Time Directors

Shri A. P. Panda, Director (Finance) & CFO

Shri R. P. Thakur, Director (Tech) Oprn

Dr. R. S. Jha, Director (Personnel)

Part-Time Official Directors

Shri Vivek Bhardwaj, (w.e.f. 20.04.2015)
Joint Secretary (Coal),
Ministry of Coal, Govt. of India, New Delhi

Shri C. K. Dey
Director (Finance), Coal India Limited, Kolkata

Independent Directors

(Positions Vacant)

Permanent Invitee

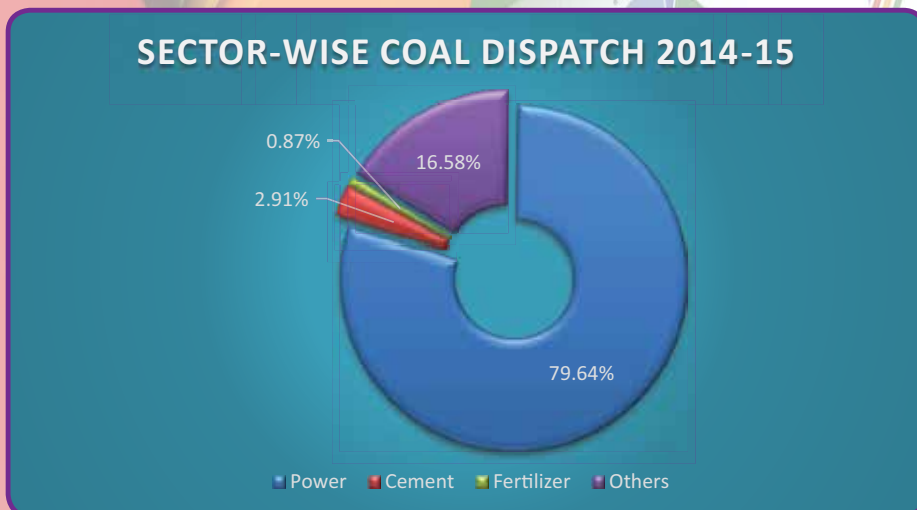
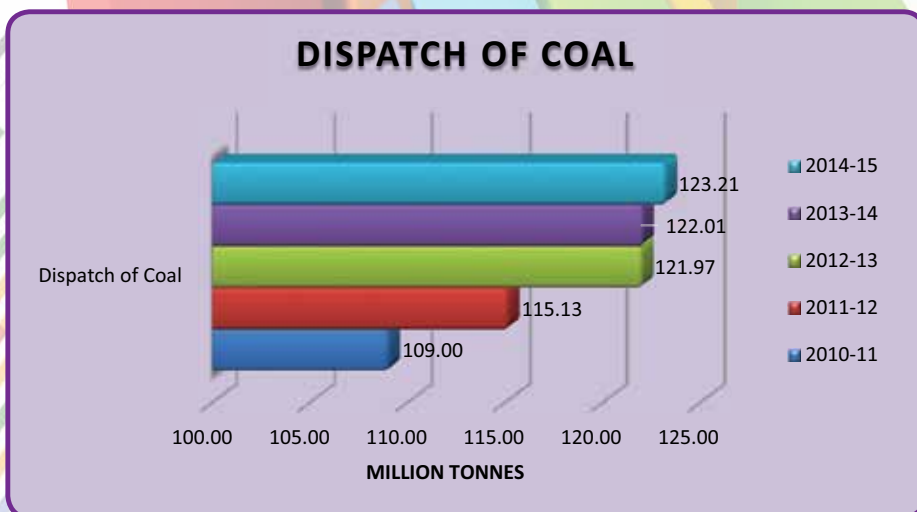
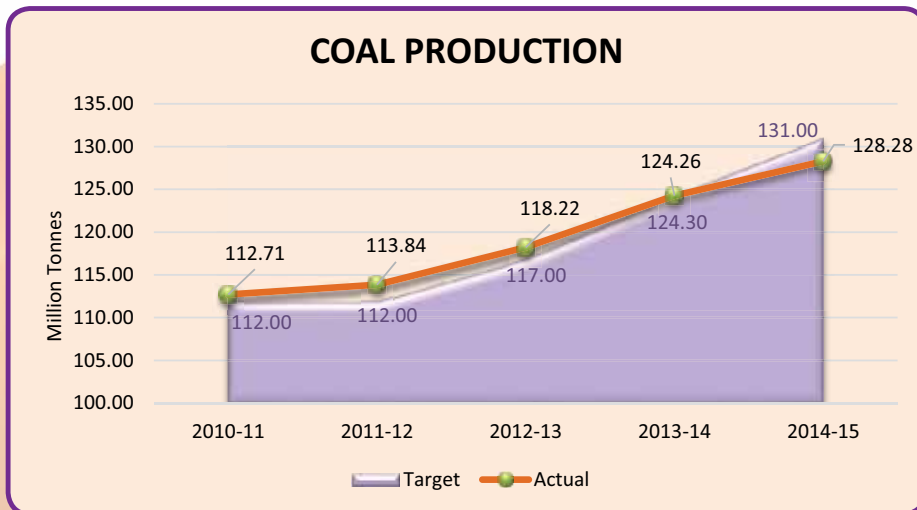
(Position Vacant)



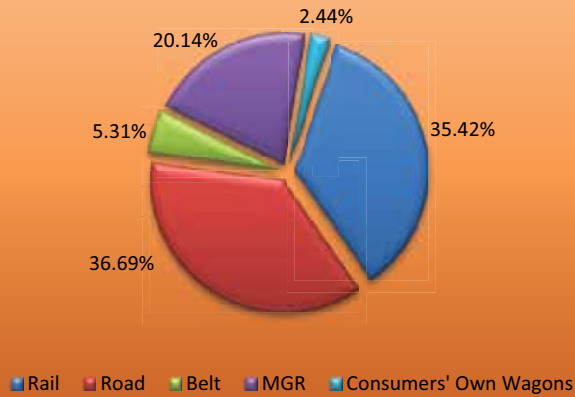
The year at a Glance

Particulars	Unit	2014-15	2013-14
Production of Raw Coal:			
i. Coal Production from Opencast Mines	Million Tonnes	112.239	107.845
ii. Coal Production from Underground Mines	Million Tonnes	16.036	16.416
Total Coal Production	Million Tonnes	128.275	124.261
Sale of Coal	₹ in Crore	22004.53	22204.14
Profit before Tax (PBT)	₹ in Crore	5659.54	7202.68
Profit after Tax (PAT)	₹ in Crore	3659.93	4772.30
Dividend	₹ in Crore	3380.77	2863.38
Dividend Tax	₹ in Crore	645.80	486.63
Retained Profit	₹ in Crore	5572.82	6442.68
Net Fixed Asset	₹ in Crore	3908.82	3400.55
Net Worth	₹ in Crore	9544.11	10047.98
Long-term Loans	₹ in Crore	0.00	0.00
Capital Employed	₹ in Crore	15839.81	15506.94
Value Added	₹ in Crore	14044.70	14721.70
Average Manpower Employed during the year	Number	69355	72314
Value Added per Employee	₹ in Crore	0.20	0.20
Debt to Net Worth	Ratio	0.00	0.00
Return on Capital Employed	%	35.73	46.45
Face value per Share	₹	1000.00	1000.00
Dividend per Share	₹	9398.86	7960.46
Book Value per Share	₹	26533.53	27934.33
Earnings per Share	₹	10174.95	13267.45

Performance Trend



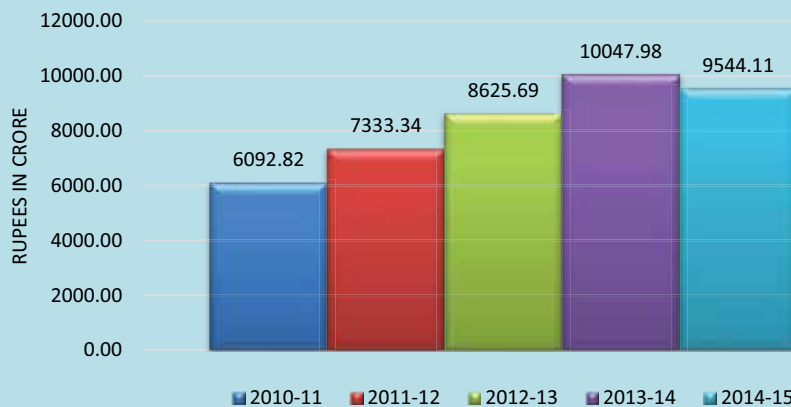
MODE-WISE COAL DISPATCH 2014-15



GROSS SALES

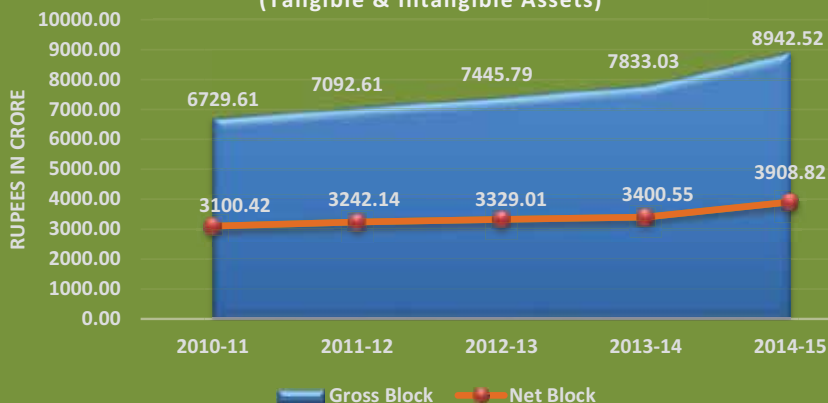


NET WORTH

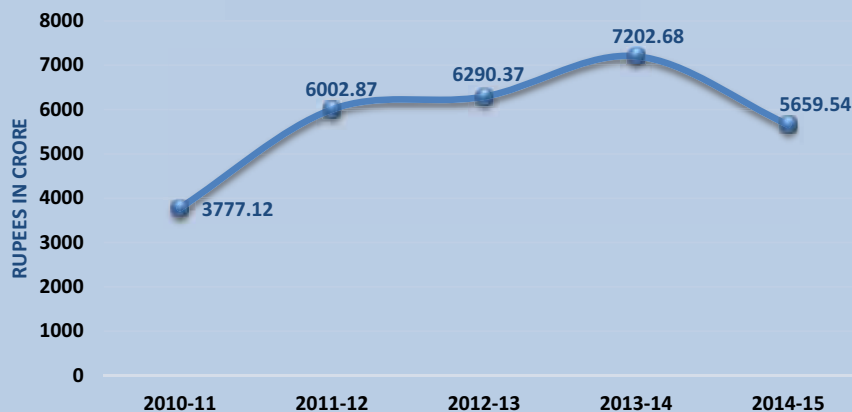


GROSS BLOCK & NET BLOCK

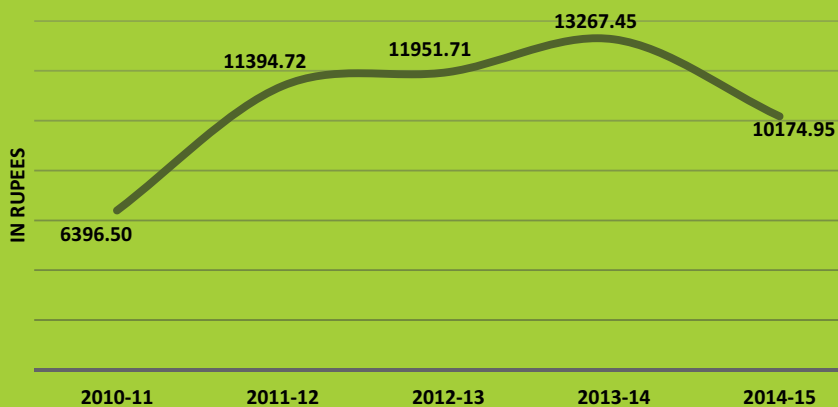
(Tangible & Intangible Assets)



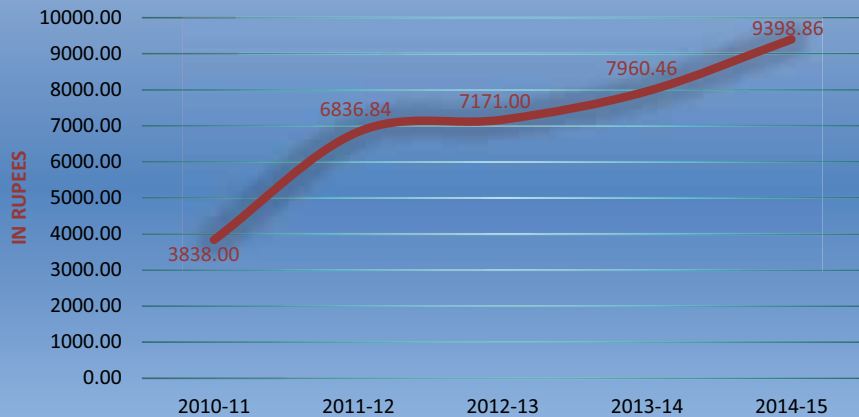
PROFIT BEFORE TAX



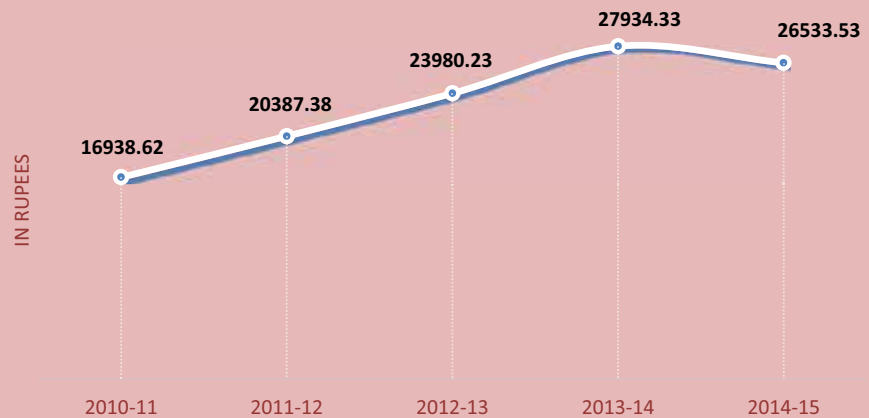
EARNINGS PER SHARE



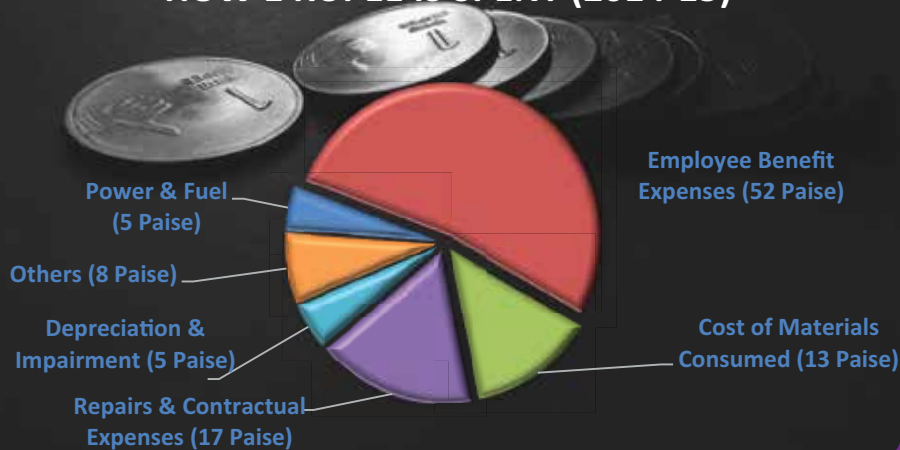
DIVIDEND PER SHARE

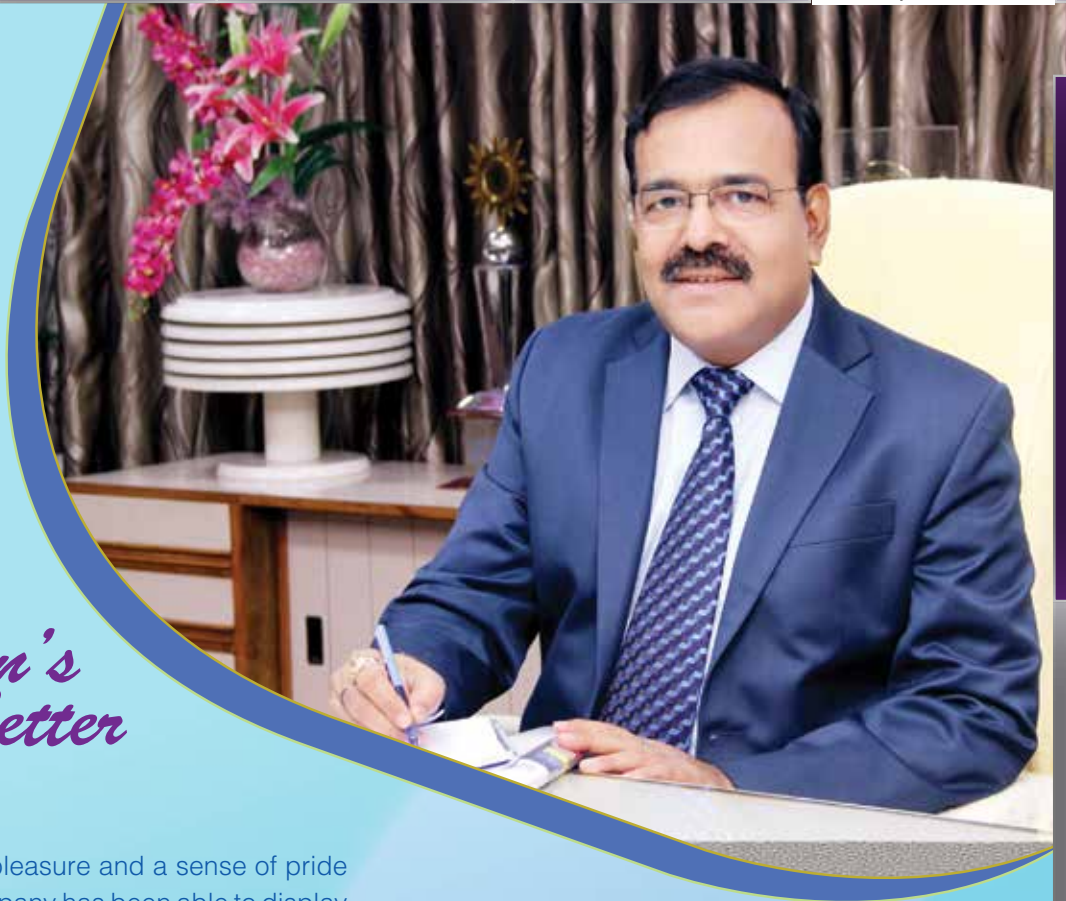


BOOK VALUE PER SHARE



HOW 1 RUPEE IS SPENT (2014-15)





Chairman's Letter

Dear Stakeholder,

It gives me immense pleasure and a sense of pride to inform that your company has been able to display operational excellence, ethical uplift in corporate governance and ensuring commendable business growth despite the adversities in the reporting fiscal year 2014-15.

It is my privilege to inform that your company has received 'Excellent' rating for Performance against MOU parameters for the year 2013-14. In recognition of the outstanding achievement, your company has won the Excellent Rating award for Excellent Performance under MOU 2013-14, at the 40th CIL Foundation Day Award ceremony.

Your company holds a colossal position in the Indian coal mining sector with an estimated geological coal reserves of 60,445.76 Million tonnes in its command area as on 01.04.2014, which is more than 20% of the total geological coal reserves in India. It has achieved another feat by recording production of 128.275 Million tonnes during FY 2014-15, registering a growth of 3.23% over last year.

The Directors' Report and the Audited Financial Statements of your company for the year ended 31st March, 2015 have already been provided to all the shareholders of the company. With your permission, I take them as read.

The Economic Scenario

Global growth remains moderate, with uneven prospects across the many countries and regions. It is projected to be 3.5 percent in 2015, as per forecasts in the April-2015 edition of World Economic Outlook (WEO) by International Monetary Fund (IMF). Global growth in 2014 was a modest 3.4 percent, reflecting a mixture of growth in advanced economies and a slowdown in emerging markets as compared to the previous year. Overall, global growth is projected to reach 3.5 percent and 3.8 percent in 2015 and 2016 respectively.



IMF forecasts India to grow at 7.5 percent in the ensuing year, which is lower than the estimates of the Finance Ministry and the RBI at a rate of 8-8.5 per cent and 7.8 percent respectively. Asian Development Bank (ADB) also estimates India's GDP to grow at 7.8 and 8.2 percent in the successive years.

Coal for Electricity & Economic Growth

The Medium-Term Coal Market Report 2014 published by The International Energy Agency (IEA) shows that Global demand for coal over the next five years will continue marching higher, breaking the 9 billion-tonne level by 2019. China accounts for three-fifths of demand growth during the outlook period, followed by demand growth in India and other ASEAN countries offsetting decline in Europe and the United States. Growth in coal consumption will place India as the second largest coal consumer surpassing United States and second largest coal importer next to China.

As energy security cannot be separated from economics in terms of affordability, Coal will therefore continue to be a major source of energy for billions of people around the globe and contribute as major energy source to aid global efforts for expanding economic growth and eradicating poverty in emerging economies.

India: Coal Scenario

In India, Coal has a share of 55%, the highest among all available energy sources. With a proven coal reserves of 125 Billion Tonnes (as on 01.04.2014), India has the 4th largest coal reserves in the world. Out of the total reserves, nearly 85% are non-coking coal and balance are coking-coal. India ranks 3rd in coal producing countries and also ranks 3rd in coal importing countries, signifying huge indigenous demand of coal. The primacy of coal has been growing over the years due to the constraints in sourcing other natural resources like oil and gas. Performance of the coal sector is of utmost

importance to the country's economy as it plays a critical role in the value chains of all major industrial segments, namely electricity, steel, cement, etc.

Power sector is the largest consumer of coal, followed by Iron & Steel, Cement segments. This shows that coal will continue to play a critical role in the industrial growth of the country and will remain the major contributor to their performance.

The Central Electricity Authority (CEA) has set electricity generation target for 2015-16 at 1137.50 Billion Unit (BU). Out of the total generation, Thermal source expected to provide 966.70 BU and Coal 888.725 BU, thus, Coal as a Fuel is expected to generate 78.13% of Power during the year 2015-16.

Overview of SECL Performance



SECL bagged Excellent Rating award for Excellent Performance under MOU 2013-14 at 40th Coal India Foundation Day Award ceremony

Your company has been able to outperform its production levels to scale greater heights. It had achieved highest ever coal production of 128.275 million tonnes of coal, which is 4.014 million tonnes more than the previous year, registering a growth of 3.23%. Coal Off-Take of SECL during the period was 122.03 million tonnes, 1.19 million tonnes more than last year. From the financial perspective, your company earned a Profit after tax (PAT) of ₹ 3659.93 Crore for the year under review. The company has declared and paid a dividend of ₹ 9398.86 per equity share on a face value of ₹ 1000.00 per share

for the year. The corresponding dividend during the previous year stood at ₹ 7960.46 per equity share.

Major Highlights of company's Performance

The company's performance for the year under review under operational and financial parameters is summarized below:

Operational Parameters:

- The company yet again achieved a record production in the current year. The coal production during the year was 128.275 Million Tonnes (MT) registering a growth of 3.23% over the previous year.
- The Productivity in terms of Output per Man shift (OMS)-Overall of SECL has been 7.86Te, up 8.71% from FY 2013-14.
- The Gross Sales value has been ₹ 22,004.53 Crore.
- Coal Off-take of the company during the period was a record 123.22 Million tonnes.

Financial Parameters:

- Profit before Tax (PBT) during the year was ₹ 5,659.54 Crore.
- Profit after Tax (PAT) during the year was ₹ 3659.93 Crore.
- Net worth of the company as on 31.03.2015 stood at ₹ 9,544.11 Crore.
- Profit after Tax to Net worth, a distinct measure of return to shareholders has been 38.35% in 2014-15.
- A total dividend of 939.89% (i.e. ₹ 9398.86 per share) amounting in aggregate ₹ 3380.77 Crore has been declared and paid by the company during the Financial Year 2014-15.
- The Book value per share as on 31.03.2015 works out to ₹ 26,533.53.

New Projects and Plans

At present, there are 33 ongoing projects under implementation with rated capacity of 168.66 MT. Production from these projects during 2014-15 was 128.275 MT. To augment the production and achieve the targeted production, 9 new projects are in the pipeline for approval.

Creating transport infrastructure and managing logistics to evacuate coal from source is a major challenge for sustainable development. Development of rail infrastructure and adequate road network for coal movement is time consuming in nature, which necessitates fresh initiatives. Your company has taken a number of initiatives to facilitate faster, safer and cleaner evacuation of the coal produced.

- Rapid Loading System (RLS), very high capacity SILOs with Merry-go-round (MGR) are in operation at Gevra-Expn OCP & Dipka-Expn OCP, which is being planned in other mega OCPs. To enhance the coal dispatch, RLS /SILO have been planned and approved in 04 projects viz., in Kusmunda, Gevra, Chhal & Pelma.
- Construction of a Coal Handling Plant (CHP) with In-pit Conveyor Belt System has been completed at Dipka to facilitate the coal transportation directly from coal face to NTPC-Seepat as well as to other consumers. Construction of a Coal Handling Plant (CHP) with in-pit Conveyor is under progress at Gevra. A Coal Handling Plant consisting of 2x4x100T truck receiving hoppers, 20,000T capacity overhead RCC bunker, is also proposed at Kusmunda.
- To cater to the need of coal evacuation, network of Railway Sidings has been laid in different Areas of Korba Coalfields 16 Nos. (95.90 MTY capacity) and Central India Coalfields 17 Nos. (27.15 MTY capacity). At Korba Coalfields, five



Sidings are being used by washery operators, one RLS (SILO) at Gevra Project is dedicated for supplying coal to NTPC-Korba, one RLS at Dipka Project is dedicated for supplying coal to NTPC-Sipat and one Siding is being used by CSEB-Korba.

- Construction of new siding for Rapid Loading System at Junadih Siding of Gevra Area is at completion stage, which will further increase coal dispatch capacity of Siding at this Area.
- Construction of new wharf wall siding for Mahan-II OCP has been completed.
- Wharf Wall loading arrangement at Line No. 3 of Kusmunda Siding has been made and rake loading started from the siding, thereby increasing the dispatch capacity of Korba Coalfields (Including Raigarh Coalfields) from 96.80 MTY in 2013-14 to 99.53 MTY in this year.
- In addition to above, up-gradation of the Junadih up line, Kusmunda Old Siding i.e. line no-VII and Complete Track Repair (CTR) work of Burhar Siding is being executed by South East Central Railway (SECR) and that of Chirimiri Siding and Bijuri Siding are under execution by M/s. RITES Limited. Further, major renewal and improvement of existing tracks/sidings in different areas viz., Kusmunda, Surakachhar, Kotma, Chirimiri and Robertson Siding etc. are under consideration.
- For uninterrupted rake movement, construction of three nos. of Road over Bridge (RoB), one each at Dipka, Chirimiri and Manikpur (Korba) Area have also been proposed.
- Two subsidiary companies viz., Chhattisgarh East Railway Limited and Chhattisgarh East-West Railway Limited are presently developing East Corridor and East-West Corridor respectively, designated as 'Special Railway Projects' by the Ministry of Railways. These rail corridors will facilitate evacuation of coal from Mand-Raigarh Coalfields and Korba-

Gevra Coalfields along with passenger traffic. Project Execution Agreement has been signed between CERL & IRCON as well as between CEWRL & IRCON to carry out the execution of these projects. In the case of CERL, the Detailed Project Report (DPR) for phase-I of the project from Kharasia-Dharamjaygarh with a spur from Gharghoda to Donga Mahua to connect mines of Gare Palma Block with a project cost of ₹ 2322.74 Crore has been approved and project execution is in progress.

Corporate Social Responsibility (CSR)

Your company has always been a frontrunner to assume its responsibility towards society for sustainable development and inclusive growth. It aims at making CSR an inherent part of the business processes for sustainable development across the Society. Steps in this regard supplement the acts of a state in enhancing welfare measures of the society. Engaging with community and working towards their development is an integral part of our operations. Your company is committed to sustainable development and inclusive growth in the surrounding areas of mining Projects. Annual Report on CSR activities forms part of the Director's Report.

Swachh Vidyalaya Abhiyaan

Swachh Vidyalaya Abhiyan is a project under the national campaign driving 'Clean India: Clean Schools', a visionary project of Hon'ble Prime Minister of India. A key feature of the campaign is to ensure that every school in India has adequate sanitation and maintain hygiene to improve school enrolment, attendance and retention of children. Your company has taken a lead role under the project by planning to Construct/Repair of more than 12,000 toilets in different Schools across states of Chhattisgarh, Madhya Pradesh and Odisha. The estimated fund sanctioned/ involved for construction/repair of toilets is ₹ 201.44 Crore.

Corporate Governance

Your company is committed towards maintaining high standards of Corporate Governance. It complies with the conditions of corporate governance as stipulated and applicable under the Companies Act as well as Listing Agreement of CIL. The applicable guidelines on Corporate Governance for CPSEs issued by Department of Public Enterprises (DPE), Ministry of Heavy Industries & Public Enterprises, Government of India, have been implemented. A separate section on Corporate Governance forms part of the Director's Report. I would like to inform that, DPE has finalized the grading of CPSEs on the basis of their Compliance with Guidelines on Corporate Governance for the year 2013-14 and SECL has been graded as "Excellent".

Unqualified Audit Report

Your company strives to strengthen Commitment to the shareholders and further uphold this by unqualified audit reports year after year. We ensure that financial statements representing the true and fair view of state of affairs of the company are prepared in conformity with accounting policies, adhering to accounting standards while acknowledging an effective internal control system. The Statutory Auditors have given Unqualified Audit Report on the Accounts of the company for the year ended 31st March, 2015. Further, Nil comment has been made by Comptroller & Auditor General of India (CAG) on the accounts of the company for the year 2014-15.

Human Resource Management

Your company values its human capital the most and thus, has taken several initiatives for continuous investment in training and development of all-round competence of its people who ultimately put their persistent efforts towards accomplishment of organizational objectives and goal to reach the mission and vision. The company has taken several initiatives for an effective Human Resource Management namely:

- **Guru-** An Employee Suggestion Scheme.
- **Quality Circles-** across the company for continuous improvement in the business processes through high level employee involvement.
- **Shikhar-** Reward & Recognition.
- **K-Mining-** A Knowledge Sharing System across the company to manage scattered knowledge in the company.
- **Mentoring-** A new initiative for professional growth and development of new entrants especially Management Trainees to socialize and acclimatize with the company's people, policies, programmes and procedures.
- **Harmony-** A Grievance Redressal System for speedy redressal of grievances of employees at all levels.

Two Employee Surveys has also been conducted to measure Employee Satisfaction Index, Trust Index and Employee Engagement Index.

Environment Management

Your company is conscious of its role for sustainable development by safeguarding the environment to maintain ecological balance with conservation of flora and fauna. The company has taken several steps to provide clean environment in and around coal mines with implementation of Environment Management Plans (EMP). International Environmental Management System (EMS) ISO-14001 Certification in respect of 24 mines including 3 mega projects has been secured and Surveillance Audit is being routinely conducted. The company is planning to upgrade it by introduction of IMS System for its mines in a phased manner.

Coal is being transported by closed conveyors and is loaded into wagons through Silos at mega mines. More than 110 mobile water sprinklers have been deployed for dust suppression and about 38 KMs of the fixed water sprinklers are functioning in



and around coal handling plants, coal stock yards and transportation roads for dust suppression. Introduction of new mining technologies like high wall mining, surface miner, continuous miner, etc., has been undertaken by your company which helps in dust suppression. Moreover, 04 nos. of Continuous Ambient Air Quality Monitoring System (CAAQMS) have been installed in 04 OCPs of the company.

Further, as a part of multi-species plantation for bio-diversity conservation, the company has planted 6,29,750 saplings during the year 2014-15 and totalling over twenty million till date. The company is also undertaking road side plantations, grass-bedding/ plantation on the Overburden slopes in order to ensure clean environment and minimize pollution besides top-soil management.

Future outlook

Coal is an essential resource for meeting the challenges facing the modern world. It plays a major role in delivering electricity across the globe, is fundamental in the creation of steel and concrete, vital to any infrastructure creation. Coal mining helps in boosting economy by creating employment opportunities, development of infrastructure, expansion of economic activities around the coalfields, contribution to exchequer etc.

It is estimated that about 1.3 billion people across the globe live without access to electricity. Thus, affordable, secure and reliable electricity supply enables economic development which is a prerequisite for poverty alleviation. As global demand for energy continues to rise – especially in rapidly industrialising and developing economies, energy security is becoming a matter of concern. To provide solid economic growth and to maintain levels of economic performance, energy must be readily available at affordable prices and without vulnerability to long or short-term disruptions. Interruption of energy supplies can cause major

financial losses and create havoc in economic centres as well as potential damage to the health and well-being of the population.

Coal, like all other sources of energy, has a number of environmental impacts, from both coal mining and coal use such as soil erosion, dust, noise and water pollution, and impacts on local biodiversity. Steps are being taken in modern coal mining operations to minimise these impacts. By carefully pre-planning projects, implementing pollution control measures, monitoring the effects of mining and rehabilitating mined areas, the coal industry now minimises the impact of its activities on the neighbouring community, the immediate environment and on long-term land capability. In future, Clean coal technologies such as advanced coal-fired power generation and carbon capture and storage, can enable the world's coal resource to be used in line with environmental and climate objectives.

The gap between coal demand and domestic coal production is envisaged to reach 27% of demand by 2016-17, which comprises of a gap of 35.50 Mt (53% of demand) of coking coal and 230.0 Mt (25% of demand) of thermal coal. This shortage will have to be met through import of coal. However, such a huge quantity of imported coal for blending may not be feasible owing to limited blending capacity of existing boilers and hence, the only possible solution is to increase the production of domestic coal.

The Power Sector has continued to be the main consumer of coal for thermal power generation in India, the other significant uses being in steel production, cement manufacturing and as a liquid fuel. Other important users of coal include alumina refineries, paper manufacturers, chemical & pharmaceutical industries, etc. The future demand of all non-power end use industries will be strongly related to infrastructure development, which is vital to boost the economic growth of India.

During the year 2014-15, SECL has produced

128.275 Million Tonnes of Coal. SECL has set the coal production target of 137.00 Million Tonnes in 2015-16 (138.28 Mt as per MoU for Excellent Rating). By the end of XIIth Plan (i.e. 2016-17), the planned production will reach 149.70 Million Tonnes, in line with 'Mission-1 Billion Tonne Coal of CIL' registering a growth of 31.50% over previous plan period i.e. XIth Plan.

With the modernization and introduction of new technology in the mines of SECL viz., Surface Miner, Continuous Miner, Shortwall mining, Highwall Mining Technology, Use of high capacity HEMM like 42 Cubic Metre Shovel and 240 Tonne Dumper, the production is bound to increase. Creation of new infrastructure and improvement in dispatches will also bring in improved turnover, better sales realization and eventually more profit.

In the year ahead, the business environment will continue to remain challenging and new opportunities emanating with associated concerns. With our proven capabilities, passionate employees and your continued support, I am confident that we will continue to deliver growth that is consistent, profitable, responsible and up to your expectations.

Acknowledgement

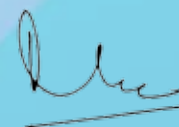
To conclude, I acknowledge that all these achievements have been possible only due to inexorable and persistent efforts made by the employees of the company and dynamic support of Trade Unions.

I would like to express my earnest appreciation on behalf of the Board of Directors and the management of the company for the co-operation received from the Government of India, in particular the Ministry of Coal, Ministry of Environment, Forest and Climate Change, Ministry of Corporate Affairs, Department of Public Enterprises, State Governments of Chhattisgarh & Madhya Pradesh, various regulatory and statutory authorities from time to time.

I would further like to acknowledge the shareholders (Coal India Limited with its nominees) for continued confidence in the company which is one of our greatest strengths. Our steadfast commitment to deliver enduring value is one of the potent opportunities to enrich our shareholders. I candidly thank all our customers and business associates for their continued support.

I am very optimistic that in the years ahead, SECL will be at the vanguard in service of the nation and its people amplifying prosperity, development and growth for all.

Thanking You,



(Om Prakash)

Chairman-cum-Managing Director
DIN: 02235798

Awards and Accolades



SECL bagged Excellent Rating Award for Excellent performance under the MOU 2013-14



Dr. R. S. Jha, Director (Personnel) SECL was rewarded with '100 Most Talented Global HR Leaders Award' by the World CSR Congress



SECL's Pinoura Mine of Johilla Area received the 1st prize in Lowest Injury Frequency Rate (Cat -2) at National Safety Award (Mines) on 20/03/2015

Operational Statistics

Production Performance

For the Financial Year ----->	2014-15	2013-14	2012-13	2011-12
1. PRODUCTION [RAW COAL][M.T.]				
Underground	16.04	16.42	16.87	16.41
Opencast	112.24	107.84	101.35	97.43
Total	128.28	124.26	118.22	113.84
2. Overburden Removal [M. CuM]	158.27	144.88	118.20	113.61
3. OFF-TAKE [RAW COAL][M.T.]				
Power	98.13	86.01	86.49	80.37
Cement	3.58	3.55	4.39	4.86
Domestic & Boiler Use	0.01	0.02	0.02	0.02
Others	21.50	32.45	31.09	29.90
Total	123.22	122.03	121.99	115.15
4. PRODUCTIVITY				
<i>Output per manshift [OMS]</i>				
Underground [Tonnes]	1.39	1.35	1.37	1.30
Opencast [Tonnes]	23.60	21.45	19.26	19.32
Overall [Tonnes]	7.86	7.23	6.72	6.44
5. MANPOWER [Nos.]	67800	70910	73718	76078



Financial Position

As per revised Schedule VI

(₹ in Crore)

For the Financial Year ----->	2014-15	2013-14	2012-13	2011-12
A] What is owned				
Gross Fixed Assets	8942.52	7833.03	7445.79	7092.61
Less : Depreciation & Impairment	5033.70	4432.48	4116.78	3850.47
1) Net Fixed Assets	3908.82	3400.55	3329.01	3242.14
2) Capital Wok-in-progress	1219.04	1429.99	1034.75	947.61
3) Non-Current Investment	5.76	123.22	246.32	369.49
4) Deferred Tax Asset	272.16	39.88	160.58	82.83
5) Long-term Loans & Advances	382.82	273.09	211.40	179.27
6) Other Non-Current Assets	109.10	56.22	56.72	50.73
7) Current Assets				
i. a) Inventory of coal coke etc.	903.67	565.61	445.55	572.54
b) Inventory of Stores and Spares etc.	272.82	262.91	238.49	224.31
c) Other Inventories	155.60	176.61	136.80	102.66
ii. Trade Receivables	2277.71	1336.78	1350.29	464.28
iii. Cash and Bank Balance	10073.31	10941.86	10280.65	8772.06
iv. Current Investments	123.16	178.21	183.16	722.84
v. Short Term Loans & Advances	2920.59	2164.11	1514.95	877.82
vi. Other Current assets	715.27	1269.04	1422.29	2279.69
Total Current Assets	17442.13	16895.13	15572.18	14016.20
8) Less: Current Liabilities & Provisions				
a) Short term Borrowings	0.00	0.00	0.00	0.00
b) Trade Payables	107.27	96.65	96.17	85.71
c) Other Current Liabilities	4144.21	3026.10	3054.28	3593.81
d) Short term Provisions	1259.66	1665.99	2249.73	2538.17
Net Current Assets (7-8)	11930.99	12106.39	10172.00	7798.51
TOTAL (A)	17828.69	17429.34	15210.78	12670.58
B] What is Owed				
a) Long term Borrowing	0.00	0.00	194.64	244.91
b) Deferred Tax Liability	0.00	0.00	0.00	0.00
c) Other Long term Liabilities	828.06	757.65	599.31	474.16
d) Long term Provisions	7456.52	6623.71	5791.14	4618.17
TOTAL (B)	8284.58	7381.36	6585.09	5337.24
NET WORTH (A-B)	9544.11	10047.98	8625.69	7333.34
Represented by :				
1) Equity Capital	359.70	359.70	359.70	359.70
2) Reserves	3611.59	3245.60	2699.75	2205.26
3) Profit/Loss	5572.82	6442.68	5566.24	4768.38
4) Misc. Expenditure	0.00	0.00	0.00	0.00
Net Worth (1 to 4)	9544.11	10047.98	8625.69	7333.34
Capital Employed	15839.81	15506.94	13501.01	11040.65

Income and Expenditure Statement

(₹ in Crore)

For the Financial Year ----->	2014-15	2013-14	2012-13	2011-12
A] EARNED FROM				
1) Gross Sales	22004.53	22204.14	21408.13	19036.48
Less: Statutory Levies	5709.55	5347.54	5119.74	4019.85
Net Sales	16294.98	16856.60	16288.39	15016.63
2) Other Operating Revenue				
a) Subsidy for Sand Stowing & Protective Works	4.75	16.35	5.74	0.87
b) Net of Loading & Additional transport charges	331.74	251.79	223.50	199.21
Other Operating Revenue	336.49	268.14	229.24	200.08
Revenue from Operations (1+2)	16631.47	17124.74	16517.63	15216.71
3) Other Income				
a) Interest on Deposits etc.	1281.21	1096.95	1071.32	921.81
b) Other Non-operating Income	166.43	372.56	59.13	54.10
Total (A)	18079.11	18594.25	17648.08	16192.62
B] PAID TO/PROVIDED FOR				
1) Employee Remuneration & Benefits (a to e)				
a) Salary, Wages, Allowances, Bonus etc.	4490.89	4379.03	3987.71	3418.66
b) Contribution to P.F. & Other funds	535.34	520.90	413.40	357.03
c) Gratuity	301.82	10.08	247.44	685.82
d) Leave Encashment	188.03	89.39	131.06	139.58
e) Others	995.51	899.59	959.92	729.53
2) Accretion/Decretion in Stock	(316.95)	(160.02)	94.29	13.65
3) CSR Expenses	40.43	44.54	50.57	17.67
4) Stores & Spares	1669.34	1595.64	1328.73	1164.99
5) Power & Fuel	580.94	539.26	506.11	445.43
6) Contractors (including Transportation & Repairs)	2078.97	1752.35	1513.06	1201.19
7) Finance Cost	0.55	6.40	8.15	22.78
8) Depreciation/Amortisation/impairment	616.47	429.33	428.48	442.74
9) Provisions & Write off	54.48	-85.82	200.04	354.86
10) Overburden Removal Adjustment	0.00	714.83	870.08	662.73
11) Other Expenses	580.18	655.92	619.42	538.41
12) Prior Period Adj/Exceptional Items Extraordinary Items	(1.98)	0.15	(0.75)	(5.32)
Total (B)	12419.57	11391.57	11357.71	10189.75
Profit for the year (A-B)	5659.54	7202.68	6290.37	6002.87
Tax on Profit	1999.61	2430.38	1991.34	1904.19
Dividend	3380.77	2863.38	2579.41	2459.21
Tax on Dividend	645.80	486.63	427.27	398.95
Transfer to General Reserve	365.99	477.23	429.90	409.87
Transfer to CSR Reserve	0.00	63.92	60.09	56.35
Transfer to Sustainable Development Reserve	0.00	4.70	4.50	0.00
Profit Carried to Balance Sheet	(732.63)	876.44	797.86	774.30
Accumulated Profit from Previous Years	6305.45	5566.24	4768.38	3994.08



Important Financial Information

(₹ in Crore)

For the Financial Year ----->	2014-15	2013-14	2012-13	2011-12
[A] Related to Assets & Liabilities				
(1) (i) No. of Equity Shares ₹ 1000 each	3597000	3597000	3597000	3597000
(ii) Shareholder's funds				
a) Equity	359.70	359.70	359.70	359.70
b) Reserves	3611.59	3245.60	2699.75	2205.26
c) Accumulated Profit/Loss	5572.82	6442.68	5566.24	4768.38
d) Misc. Expenditure	0.00	0.00	0.00	0.00
(2) Long Term Borrowings	0.00	0.00	194.64	244.91
(3) Capital Employed	15839.81	15506.94	13501.01	11040.65
(4) (i) Net Fixed Assets	3908.82	3400.55	3329.01	3242.14
(ii) Current Assets	17442.13	16895.13	15572.18	14016.20
(iii) Current Liabilities	5511.14	4788.74	5400.18	6217.69
(5) (a) Trade Receivables (Net)	2277.71	1336.78	1350.29	464.28
(b) Cash & Bank	10073.31	10941.86	10280.65	8772.06
(6) Closing Stock of :-				
(a) Stores & Spares (Net)	272.82	262.91	238.49	224.31
(b) Coal, Coke etc. (Net)	903.67	565.61	445.55	572.54
(7) Average Stock of Stores & Spares (Net)	267.87	250.70	231.40	215.62
[B] Related to Profit/Loss				
(1) (a) Gross Margin	6276.56	7638.41	6727.00	6468.39
(b) Gross Profit	5660.09	7209.08	6298.52	6025.65
(c) Profit before Tax	5659.54	7202.68	6290.37	6002.87
(d) Net Profit (after Tax)	3659.93	4772.30	4299.03	4098.68
(e) Net Profit (after Tax & Dividend)	(366.64)	1422.29	1292.35	1240.52
(2) (a) Gross Sales	22004.53	22204.14	21408.13	19036.48
(b) Net Sales (after levies)	16294.98	16856.60	16288.39	15016.63
(c) Sales Value of Production	16611.93	17016.62	16194.10	15002.98
(3) Cost of Sales (Sales - Profit)	10635.44	9653.92	9998.02	9013.76
(4) (a) Total Expenditure	12419.57	11391.57	11357.71	10189.75
(b) Salaries and Wages	6511.59	5898.99	5739.53	5330.62
(c) Stores and Spares	1669.34	1595.64	1328.73	1164.99
(d) Power and Fuel	580.94	539.26	506.11	445.43
(e) Finance cost & Depreciation	617.02	435.73	436.63	465.52
(5) Average Consumption of Stores & Spares per Month	139.11	132.97	110.73	97.08
(6) (a) Average manpower employed during the year	69355	72314	74898	77044
(7) (a) Value Added	14044.70	14721.70	14453.55	13406.21
(b) Value Added per employee	0.20	0.20	0.19	0.17

Important Financial Relative Ratios

(₹ in Crore)

For the Financial Year ----->	Unit	2014-15	2013-14	2012-13	2011-12
[A] PROFITABILITY RATIOS					
(1) As % Net Sales					
(a) Gross Margin	%	38.52	45.31	41.30	43.07
(b) Gross Profit	%	34.74	42.77	38.67	40.13
(c) Net Profit	%	22.46	28.31	26.39	27.29
(2) As % Total Expenditure					
(a) Salary & Wages	%	52.43	51.78	50.53	52.31
(b) Stores and Spares	%	13.44	14.01	11.70	11.43
(c) Power and Fuel	%	4.68	4.73	4.46	4.37
(d) Interest & Depreciation	%	4.97	3.83	3.84	4.57
(3) As % Capital Employed					
(a) Gross Margin	%	39.63	49.26	49.83	58.59
(b) Gross Profit	%	35.73	46.49	46.65	54.58
(c) Profit after Tax	%	23.11	30.78	31.84	37.12
(4) Operating Ratio [(Sales - Profit)/Sales]	Ratio	0.65	0.57	0.61	0.60
[B] LIQUIDITY RATIOS					
(1) Current Ratio (Current Asset /Current Liability)	Ratio	3.16	3.53	2.88	2.25
(2) Quick Ratio (Quick Asset / Current Liability)	Ratio	2.24	2.56	2.15	1.49
[C] TURNOVER RATIOS					
(1) Capital Turnover Ratio (Net Sales/Capital Employed)	Ratio	1.03	1.09	1.21	1.36
(2) Trade Receivables (Net) as No. of Months					
(a) Gross Sales	Month	1.24	0.72	0.76	0.29
(b) Net Sales	Month	1.68	0.95	0.99	0.37
(3) As Ratio of Net Sales					
(a) Trade Receivables	Ratio	0.14	0.08	0.08	0.03
(b) Coal Stock	Ratio	0.06	0.03	0.03	0.04
(4) Stock of Stores and Spares					
(a) Average Stock/Annual Consumption	Ratio	0.16	0.16	0.17	0.19
(b) Closing Stock (in No. of month Consumption)	Month	1.96	1.98	2.15	2.31
(5) Stock of Coal,Coke etc.					
(a) As a no. of month value of production	Month	0.65	0.40	0.33	0.46
(b) As a no. of months of cost of Sales	Month	1.02	0.70	0.53	0.76
(c) As a no. of months net sales	Month	0.67	0.40	0.33	0.46
[D] STRUCTURAL RATIOS					
(1) Debt : Equity	Ratio	0.00	0.00	0.54	0.68
(2) Debt : Net Worth	Ratio	0.00	0.00	0.02	0.03
(3) Net Worth : Equity	Ratio	26.53	27.93	23.98	20.39
(4) Net Fixed Assets : Net Worth	Ratio	0.41	0.34	0.39	0.44
[E] SHAREHOLDER'S INTEREST					
(1) Book Value Per Share [₹] (Net Worth / No. of Equity)	[₹]	26533.53	27934.33	23980.23	20387.38
(2) Dividend Per Share [₹]	[₹]	9398.86	7960.47	7171.00	6836.84

A view of Gevra Opencast Coal Mine





Directors' Profile

Shri Om Prakash

Chairman-cum-Managing Director & Chief Executive Officer



Shri Om Prakash (59 Years) has taken the charge of Chairman-cum-Managing Director of South Eastern Coalfields Limited on 09.10.2014. Shri Om Prakash is a distinguished and experienced Mining Engineer. He has completed his B. Tech. from Indian School of Mines, Dhanbad in the year 1981 (Gold Medalist). He obtained First Class Mine Manager's Certificate of Competency (Coal) in the year 1984. He has been awarded W.H. Pickering Medal from MGMI in the year 1981. He has also completed M. Tech. in Mine Planning & Design from Indian School of Mines, Dhanbad in the year 1990. He is recognized as a visionary, strategist and tactician and has consistent record of delivering extraordinary results in growth, revenue, operational performance and profitability in various capacities.

He is in the service of the coal industry since last 31 years. Prior to his elevation as Chairman-cum-Managing Director, he has served in Western Coalfields Limited as Director (Technical); Central Coalfields Limited and South Eastern Coalfields Limited in various capacities. He has strong orientations in operation and finance and imbibed with high level operational initiatives starting from project conception, formulation upto implementation and reorganization both for underground and opencast mines. He motivates workforce as mentor and lead talented professionals by directing cross functional teams by providing interactive and motivational leadership that spurs people to willingly give best efforts and loyalty.

He has visited Australia in November 2007 for getting first-hand knowledge of global scenario in underground and opencast mining. Shri Om Prakash has participated in the Fifth International Symposium held on 3rd and 4th June 2009 organized by Aachen University, Germany on the subject "High Performance Mining" especially in difficult mining situations. Shri Om Prakash has also participated in 23rd World Mining Congress held in Montreal, Canada in the month of August, 2013 for acquiring exposure in latest development in mining and allied activities. Shri Om Prakash has presented various technical papers in several National Seminars.



Shri Nagendra Kumar *(Up to 09.10.2014)*

Former Chairman-cum-Managing Director

Shri Nagendra Kumar (55 Years), Director (Technical), Coal India Limited who took the additional charge of the Chairman-cum-Managing Director, South Eastern Coalfields Limited on 01.11.2012 relinquished the charge w.e.f. 09.10.2014 upon appointment of full-time CMD of SECL. Shri Kumar is a Graduate in Mining Engineering (B.Tech-Mining) from Indian School of Mines, Dhanbad and a Member of the MGMI, IMMA and the Institution of Engineers (India). He joined the coal industry in 1980 and served in various capacities in different subsidiaries such as CCL and ECL till 2007. He has spent most of his career in reviving difficult under-ground and opencast mines and has the experience of working with almost all kind of mechanization in under-ground and opencast. He was actively associated with indigenization of Long Wall Equipment and has presented a number of papers on its successful implementation.

Government Nominee Directors

Shri Ajay Kumar Bhalla *(Up to 13.04.2015)*

Former Joint Secretary (Coal), Ministry of Coal



Shri Ajay Kumar Bhalla (54 years), Joint Secretary, Ministry of Coal, Government of India, a Part-Time Official Director on the Board of SECL since 06.07.2010 has ceased to be Director on SECL Board w.e.f. 13.04.2015 on demitting the office from Ministry of Coal. Shri Bhalla is an IAS Officer of Assam and Meghalaya Cadre of 1984 Batch. He holds Masters Degree in Botany from University of Delhi, M. Phil (Social Sciences) from University of Punjab & MBA from University of Queensland, Brisbane, Australia. Prior to his current assignment as Joint Secretary, Ministry of Coal, Shri Bhalla was Principal Resident Commissioner, Government of Meghalaya. Shri Bhalla has wide experience spread across various Ministries and Departments of Government of India and he held various administrative posts in the State of Assam and Meghalaya including that of Commissioner & Secretary, Government of Meghalaya, Principal Secretary in Public Health Engineering Department, Industries Development, Soil & Water Conservation Department, Chairman of Board of Revenue. He also worked as Deputy Secretary/ Director, Government of India, Department of Mines, Ministry of Steel & Mines, as well as worked as Director (Ports) & Joint Secretary (Ports) in the Department of Shipping, Government of India. He was Private Secretary to the Union Minister of State for Health & Family Welfare and Union Minister of State for External Affairs.

Shri Vivek Bharadwaj

Joint Secretary, Ministry of Coal

Shri Vivek Bharadwaj (48 years), Joint Secretary, Ministry of Coal, Government of India, joined as Part-Time Official Director on the Board of SECL on 20.04.2015. Shri Bharadwaj is an IAS Officer of West Bengal Cadre of 1990 Batch. Shri Bharadwaj is an alumni of Mayo College and Demonstration School, Ajmer and is graduate in Economics from Shri Ram College of Commerce, Delhi University & MBA in Public Policy from University of Ljubljana, Slovenia.

Shri Bharadwaj has wide experience spread across various administrative posts in the State of West Bengal including that of SDO Alipurduar; Additional Executive Officer, Malda Zilla Parishad; Additional District Magistrate, Darjeeling; District Magistrate & Collector, Nadia; Project Director, Kolkata Environmental Improvement Project (KEIP); Chief Executive Officer (CEO) of KMDA (Kolkata Metropolitan Development Authority) and Special Secretary, I.T. Department. He has also provided his services to various Ministries and Departments of Government of India including Deputy Secretary/Director, School Education (MHRD, GoI) where he formulated the flagship programme of the Government of India to support ICT in education, and as Deputy Secretary/Director, Higher Education (MHRD, GoI), he was instrumental in formulation of the draft policy for regulation of foreign Universities in India.

His valuable services were recognized with various honors and awards like 'The Skoch Award 2010' for providing computer-aided education to Scheduled Caste dominated schools in Bankura and Burdwan and the feat of being last 15 finalist in 'The Stockholm Challenge Award'.

He has authored various Books/Research Studies/Articles that include 'A study on ICT usage in Indian Schools', Thesis on- Efficiency & Management practices of select public examining bodies in India - Benchmarking Boards and their performance, "Grading the Boards" published in the Times of India and various other articles on Urban Issues published on a regular basis by the Times of India, Kolkata. He was covered by the Economic Times in the feature "Top View". Shri Bharadwaj is a frequent Speaker in Conferences on Infrastructure, I.T. and Education.

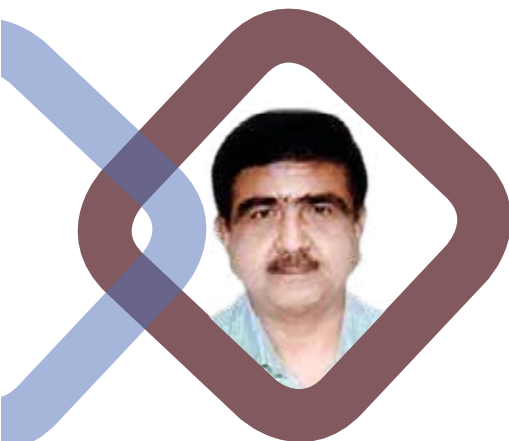


Shri Abhijit Chatterjee *(Up to 28.02.2015)*

Former Director (Finance), CIL

Shri Abhijit Chatterjee, (60 years), Director (Finance), Coal India Limited, a Chartered Accountant with rich and varied experience had joined the SECL Board as Part-Time Official Director w.e.f 03.12.2012, and relinquished the charge on 28.02.2015 upon superannuation. Prior to his assuming the charge of Director (Finance), Coal India Limited on 01.11.2012, he was working as Director (Finance) in Central Coalfields Limited from 08.03.2010. Before his joining in CCL, he has worked with Bharat Earth Movers Ltd. (BEML) in various capacities like General Manager, Chief General Manager and Executive Director (Finance).

He has rich experience in financial management of the company and has made significant contribution in BEML in areas of Treasury Management, Customs, Excise Duty, Service Tax, Insurance, Rail & Metro and Defence Product business marketing etc. Shri Chatterjee was responsible for overall financial management and audit functions of all the Subsidiaries of Coal India Limited and advising the Board on all financial matters.



Shri Chandan Kumar Dey

Director (Finance), CIL

Shri Chandan Kumar Dey, (56 Years) Director (Finance), Coal India Limited joined as Part-Time Official Director on the Board of SECL on 19.03.2015. Prior to joining Coal India Limited on 01.03.2015, Shri Dey served Eastern Coalfields Limited as Director (Finance) from 01.02.2013 to 28.02.2015. Shri Dey completed his schooling from Kendriya Vidyalaya in 1975 and graduated from Calcutta University in Commerce with Honours in Accountancy in the year 1978. Shri Dey is a Chartered Accountant and Cost Accountant.

Shri Dey has wide experience of over 34 years and served in different organisations of repute including Lovelock & Lewes, Dunlop India Limited, NICCO Group, Balmer Lawrie & Co. Limited and Oil India Limited. During his professional career, Shri Dey headed the Accounts, Treasury, Taxation and Internal Audit functions and served as Chief Finance Officer. Shri Dey also headed the operations of Balmer Lawrie (UK) Limited for 3 years as Chief Operating officer based in United Kingdom. Shri Dey has travelled extensively within India and Foreign countries like UK, France, Germany, Switzerland, USA, Hong Kong, UAE and the Central Asian Republic on official assignments.

Whole - Time / Functional Directors

Shri Ambika Prasad Panda

Director (Finance) & Chief Financial Officer

Shri Ambika Prasad Panda (48 years), assumed the charge of Director (Finance), SECL on 01.08.2013. Shri Panda is a Fellow member of the Institute of Cost Accountants of India (ICAI) and Post Graduate in Business Administration. He is a keen business analyst and a committed management professional.

Prior to his present assignment, he worked in various capacities at Rashtriya Ispat Nigam Limited, Vishakhapatnam Steel Plant, Vishakhapatnam. During a career span of more than two decades, he could garner experience in the field of Financial Planning and Control, Accounts & Audit, Costing & Budgeting, Treasury and Forex Management, Commercial and Tax matters, etc. The organization was immensely benefitted by his negotiation skills, co-ordination abilities and relationship management. His contribution in the areas of Forex Management, Internal Control, Cost reductions, Contract management, etc. has resulted in adding value to functional areas of the organization.

In addition to his present assignment as Director (Finance), SECL, Shri Panda is also holding the charge of Chairman of the two subsidiaries of SECL viz. Chhattisgarh East Railway Limited (CERL) and Chhattisgarh East-West Railway Limited (CEWRL).

Shri R. P. Thakur

Director (Technical) Operations

Shri Ram Prabesh Thakur (58 years), joined as Director (Technical) Operations, SECL, on 01.12.2013. Shri Thakur is a Graduate Mining Engineer from Indian School of Mines, Dhanbad, and holds MBA in Finance and Marketing from BIT, Mesra and also holds Post Graduate Diploma in Computer Applications from XISS, Ranchi. He started his career as a Junior Executive Trainee (Mining) in CCL in the year 1977. He has worked in different capacities in the fields as well as in corporate offices and finally relieved of from CCL as Chief General Manager (Operations-Coordination) in November, 2013. Shri Thakur has about 37 years of experience in the mining industry. His able guidance and leadership has helped SECL to reach new heights in the field of production, productivity and profitability with top most priority on Safety, Infrastructure development and Corporate Social Responsibility.

Shri Thakur is also a member on the Board of the two subsidiaries of SECL viz. Chhattisgarh East Railway Ltd. (CERL) and Chhattisgarh East-West Railway Ltd. (CEWRL). He is also a nominee director of SECL on the Board of Andhra Pradesh Heavy Machinery & Engineering Ltd., a subsidiary of The Singareni Collieries Co. Ltd.



Dr. Rama Shankar Jha

Director (Personnel)

Dr. Rama Shankar Jha (54 years), joined as Director (Personnel) in SECL on 30.09.2014. Dr. Jha holds Degree in MA in Labour & Social Welfare (Topper), LLB and Ph.D. The Organizations in which he has contributed so far includes Bihar State Sugar Corporation, Hindustan Zinc Limited (Schedule-A CPSU), Vedanta/ Sterlite Group of Companies, NMDC (a Navaratna company) in the States of Bihar, Jharkhand, Orissa, Maharashtra and Chhattisgarh, in different capacities starting from Labour Welfare Officer, Personnel Officer to General Manager. He joined Coal India on 21.06.2011 at Western Coalfields Limited (Headquarter), Nagpur as General Manager (Personnel) and further worked as General Manager (Personnel/ Admn) at Mahanadi Coalfields Limited, Sambalpur, from December, 2011 where he headed departments like Manpower, Recruitment, Executive Establishment, Skill Development, General Administration etc. He has also worked as CPIO/ Grievance Officer of the company.

He is a versatile HR executive with hands-on-experience in diverse industries in all facets of personnel functions. Everywhere he has proved to be a strategic professional who displays participative management style in fast-paced diverse work force. He has been instrumental in Manpower Rationalization, Skill Development initiatives and other challenging assignments of HR Department. He has also attended Advanced Management Programme for General Managers of CIL at IIM, Kolkata; Frankfurt School of Finance & Management, Germany and Stockholm School of Economics, Sweden from 04.05.2014 to 21.05.2014. Dr. Jha is also a member on the Board of two subsidiaries of SECL, viz. Chhattisgarh East Railway Ltd. (CERL) and Chhattisgarh East-West Railway Ltd. (CEWRL).



Shri Anil Kumar Singh *(Up to 31.07.2014)*


Former Director (Personnel)

Shri Anil Kumar Singh (60 years), took over charge as Director (Personnel), SECL, on 23.11.2011 and relinquished the charge on 31.07.2014 upon superannuation. Shri Singh holds Bachelor Degree in Social Science and Master Degree in Social Science. Shri A.K. Singh has worked in various capacities such as Area Personnel Manager, Dy.CPM (IR) and General Manager (Personnel) in WCL and SECL. He has been an achiever all along his career and he was awarded "Best Personnel Executive Award" consecutively for 3 years in WCL for a specific contribution in the area of labour welfare activities. He has vast experience of more than 30 years in Personnel, IR, Legal, CSR, etc. Shri A.K. Singh has been instrumental in initiating various Human Resource Management activities in SECL like Employee Suggestion Scheme Mentorship, etc. Shri Singh was also a member on the Board of two subsidiaries of SECL, viz. Chhattisgarh East Railway Ltd. (CERL) and Chhattisgarh East-West Railway Ltd. (CEWRL).

Permanent Invitee

Shri B. K. Joshi

COM, South East Central Railway




Shri B. K. Joshi joined as permanent invitee on the Board of SECL on 02.01.2012. Shri Joshi is the Chief Operations Manager, South East Central Railway, Bilaspur, which is the highest loading zone amongst all the 17 zones of Indian Railways. He holds Masters Degree in English Literature, professional Diplomas in Social Work as well as in International Business. Shri Joshi has worked in various capacities such as Chief Freight Transportation Manager of South Eastern and East Coast Railway and also served as a faculty of Railway Staff College, Vadodara, which is the premier HRD Centre of Indian Railway. Prior to joining Indian Railway, Shri Joshi has served around five years in HRD field at Bokaro Steel Plant of Steel Authority of India Ltd. He has also served on the Board of Trustees of Kolkata Port Trust as well as Visakhapatnam Port Trust. Shri Joshi has visited many Countries like Spain, Italy, Germany, Japan, etc. for attending seminars/exchange programmes in the field of Railway, Port Management and Logistics.

Chief Vigilance Officer

Shri G. Janardhan

IPS Officer



Shri G. Janardhan, an IPS officer of 1992 batch, took charge of Chief Vigilance Officer of SECL on 30.05.2011. He served as Superintendent of Police (SP) of Harda, Anuppur, Jabalpur and Ujjain Districts of Madhya Pradesh. He has also rendered services overseas in Kosovo, Yugoslavia on United Nations Peace Mission. He has been awarded many Police medals such as Durgam Seva Padak from Govt. of Madhya Pradesh and Internal Security Medal and President's Police Medal for Meritorious Services from Govt. of India. He is presently of the rank of Inspector General of Police (IGP).

Our Management Team

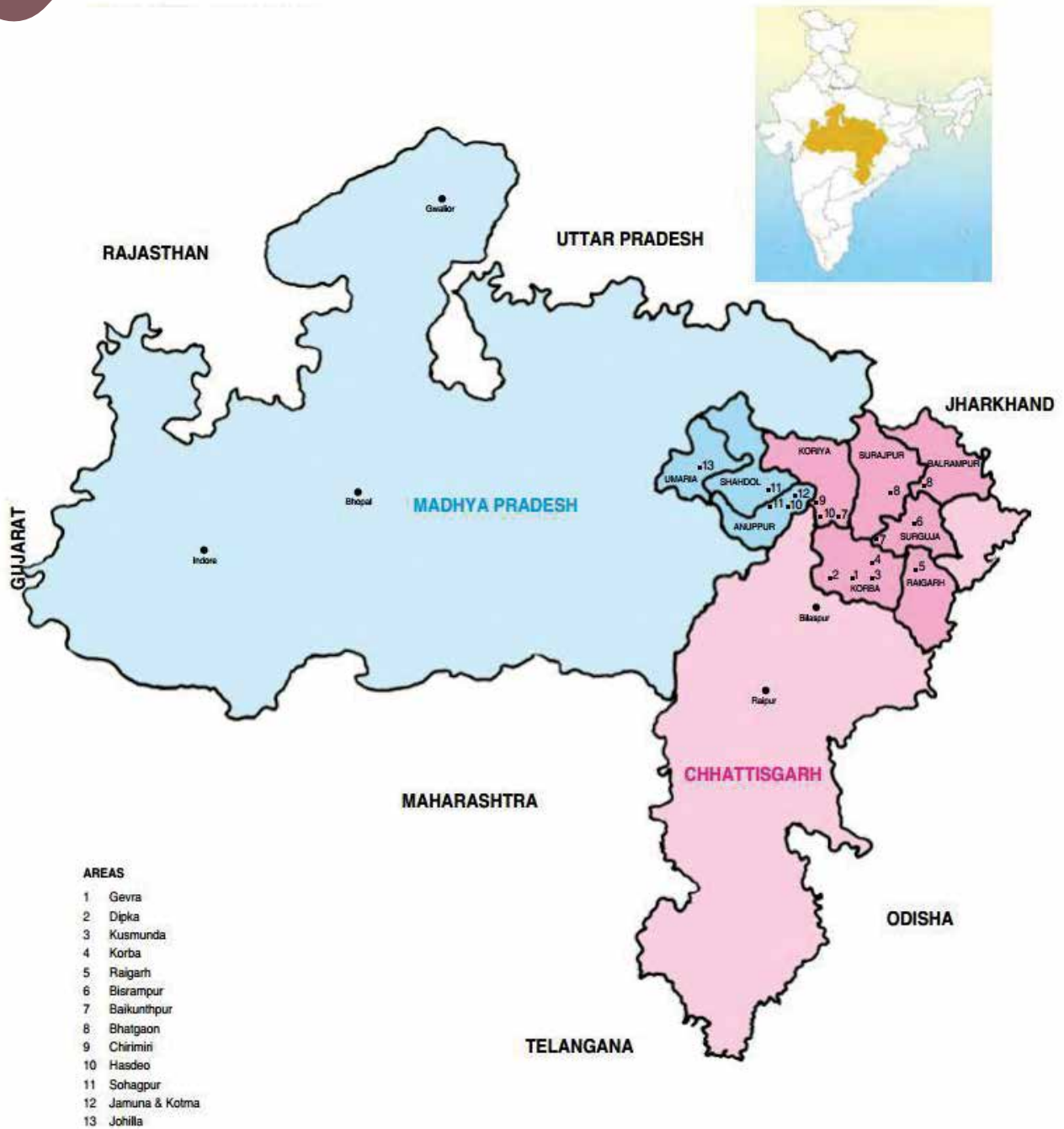
SN	EIS NO.	NAME	DOB	DESIGNATION	DISCIPLINE
1	90009556	Radha Behari Shukla	04-Aug-1955	Chief General Manager	Mining
2	90009572	Pawan Kumar Agarwal	02-May-1956	Chief General Manager	Mining
3	90277567	Raj Kishor Manjhi	02-Apr-1958	Chief General Manager	Mining
4	90109240	A Mohd Rafiq	18-Jun-1955	General Manager	Finance
5	90113689	A Surendra Babu	21-Dec-1964	General Manager	Mining
6	90007048	Ajoy Dhar	12-Aug-1957	General Manager	Mining
7	90166141	Arun Kr Sinha	21-Aug-1956	General Manager	E&M
8	90176462	Arvind Kr Singh	18-Sep-1959	General Manager	Mining
9	90072851	Arvind Kumar	01-Jan-1961	General Manager	Mining
10	90151200	Ashok Kumar Udenia	25-Apr-1959	General Manager	Mining
11	90069857	Asit Kr Pandey	07-Jun-1959	General Manager	Mining
12	90026329	Asoke Kumar Goswami	01-Aug-1957	General Manager	Mining
13	90176298	Baban Singh	14-Nov-1961	General Manager	Mining
14	90132903	Bhagat Ram Patel	01-Jan-1957	General Manager	Excv
15	90092586	Binay Dayal	09-Jan-1962	General Manager	Mining
16	90151952	Binay Kumar Mishra	01-Feb-1959	General Manager	Mining
17	90159989	Binod Prasad Singh	20-Jan-1964	General Manager	Mining
18	90107244	Biswajit Choudhury	14-Nov-1961	General Manager	Mining
19	90179607	Bivekanand Dawn	31-Jul-1956	General Manager	E&M
20	90112475	D K Chandrakar	23-Nov-1962	General Manager	Mining
21	90112459	Dendukuri Srinath	20-Aug-1963	General Manager	Mining
22	90112855	Devi Prasad Tiwari	07-Nov-1958	General Manager	Mining
23	90110883	Dinesh Dinkar Shrikhande	27-Apr-1957	General Manager	E&T
24	90139742	Dr A. Murli Mohan	25-Nov-1955	Chief of Medical Services	Medical
25	90139759	Dr U K Behera	22-Apr-1955	Chief of Medical Services	Medical
26	90020736	Dr. (Mrs) Nirja Bajpai	11-Apr-1955	Chief of Medical Services	Medical
27	90111634	Dr. Ashok M. Ganjre	12-Dec-1955	Chief of Medical Services	Medical
28	90182288	Dr. Gyenendra Kr Sinha	26-Sep-1955	Chief of Medical Services	Medical
29	90176264	Ghanshyam Singh	08-Dec-1962	General Manager	Mining
30	90207937	Iqbal Ahmed	29-Sep-1955	General Manager	Geology
31	90175480	Jai Govind Singh	15-Dec-1960	General Manager	Mining
32	90125725	Jai Prakash Dwivedi	15-Jan-1966	General Manager	Mining



SN	EIS NO.	NAME	DOB	DESIGNATION	DISCIPLINE
33	90177213	Jawahar Lal	05-Oct-1955	General Manager	Excv
34	90179227	Jitendra Kumar Singh	20-Jun-1956	General Manager	E&M
35	90177049	Kamal Mukherjee	01-Jul-1955	General Manager	Excv
36	90066044	Kiranendra Nath	01-Oct-1955	General Manager	Mining
37	90110743	Kosana Ravindra Reddy	07-Jun-1956	General Manager	E&M
38	90093493	Krishna Kumar	30-May-1959	General Manager	Civil
39	90154287	Krishna Kumar Gupta	02-May-1961	General Manager	E&M
40	90130204	Krishna Kumar Shukla	02-Feb-1960	General Manager	E&M
41	90084047	Kruttibas Samal	11-May-1959	General Manager	Mining
42	90174293	Kuldeep Prasad	15-Apr-1959	General Manager	Mining
43	90110107	L Varada Raju	16-May-1955	General Manager	Personnel
44	90108978	Madan Mishra	31-Dec-1955	General Manager	MM
45	90130725	Mahatam Prasad	02-Jan-1956	General Manager	E&M
46	90186446	Manoj Kumar Agarwal	29-Jul-1963	General Manager	Mining
47	90114315	N R Holkar	01-Jun-1959	General Manager	Mining
48	90110735	Narendra Pal Singh Rana	01-Oct-1955	General Manager	E&M
49	90125253	Nileshwar Prasad Sahu	05-Aug-1956	General Manager	Mining
50	90151291	O P Singh	23-Oct-1963	General Manager	Mining
51	90113036	Om Prakash Katare	05-Aug-1958	General Manager	Mining
52	90027517	Pradip Kumar Poddar	10-Jan-1961	General Manager	Mining
53	90185901	Prakash Chandra	15-Nov-1964	General Manager	Mining
54	90087008	Prakash Chandra Das	01-Nov-1957	General Manager	Excv
55	90130808	Pramod Kumar	05-Jan-1957	General Manager	E&M
56	90111360	R K Mishra	14-Dec-1957	General Manager	MM
57	90022260	R L P Gupta	26-Jun-1955	General Manager	S&M
58	90109562	R Ulaganathan	01-Jun-1956	General Manager	IE
59	90125402	Raghavendra Pratap Singh	07-Dec-1963	General Manager	Mining
60	90085127	Raj Narayan Prasad	06-Oct-1956	General Manager	E&M
61	90165275	Rajendra Prasad Hazarika	18-Mar-1956	General Manager	Mining
62	90074790	Rajesh Nath Jha	25-Sep-1957	Dy General Manager	System
63	90176470	Rakesh Kumar	15-Mar-1961	General Manager	Mining
64	90107871	Ram Shankar Mukati	27-Jun-1955	General Manager	Excv
65	90091612	Rama Sankar Mahapatra	01 June 1960	Dy General Manager	Personnel

SN	EIS NO.	NAME	DOB	DESIGNATION	DISCIPLINE
66	90006313	Ramesh Behari Raizada	25-Jul-1956	General Manager	Mining
67	90154816	Rameshwar Prasad	15-Jan-1957	General Manager	Excav
68	90083403	Ranjan Prasad Sah	03-May-1963	General Manager	Mining
69	90186453	Ravikesh Kumar Raju	28-Jul-1964	General Manager	Mining
70	90009622	Ravindra Kumar Nigam	02-Oct-1960	General Manager	Mining
71	90165549	S Chandramouli	01-Mar-1957	General Manager	S&M
72	90083981	S K Ranu	29-Mar-1960	General Manager	Mining
73	90266867	Sanjeev Kumar	17-Aug-1962	General Manager	Personnel
74	90084039	Santosh Kumar Pal	15-Sep-1963	General Manager	Mining
75	90134669	Satindra Kumar Sharma	17-Dec-1955	General Manager	Civil
76	90128125	Satya Narain Kapri	01-Jan-1965	General Manager	Mining
77	90107368	Satya Narayan Prasad Yadav	18-Dec-1955	General Manager	Excav
78	90113960	Shankar Nagachari	22-Feb-1966	General Manager	Mining
79	90154139	Shashi Kant Rai	23-May-1957	General Manager	E&M
80	90132887	Sheo Sharma Dubey	10-Dec-1959	General Manager	Excav
81	90111204	Smt Banashri Nair	02-Jul-1955	General Manager	Civil
82	90027939	Somnath Baksi	17-Nov-1959	General Manager	Mining
83	90125584	Subodh Shrivastava	13-Sep-1958	General Manager	Mining
84	90175498	Subrata Shekhar Sinha	28-Sep-1962	General Manager	Mining
85	90110578	Sunil Kr Gupta	25-Dec-1957	General Manager	E&M
86	90132796	Sunil Kumar Rai	26-Dec-1956	General Manager	Excav
87	90122029	Uday A Kaole	08-Jan-1967	General Manager	Mining
88	90193855	Uday Kumar Singh	05-Feb-1959	General Manager	Mining
89	90112426	Uday Trymbak Kanzarkar	09-May-1963	General Manager	Mining
90	90174335	Umesh Choudhury	09-Feb-1960	General Manager	Mining
91	90173733	Venkata Satya Prasad Yeluri	10-Jun-1956	General Manager	S&M
92	90007923	Vidya Sagar Ram	02-Apr-1955	General Manager	Mining
93	90107947	Vijay Kumar Jattak	04-Dec-1957	General Manager	Excav
94	90172107	Vijay Prakash Singh	22-Oct-1959	General Manager	MM
95	90008996	Vinod Shankar Seth	30-Jun-1956	General Manager	Mining
96	90110347	Y V Subba Rao	29-Jun-1958	General Manager	Finance
97	90089590	Y. Hara Kumar	15 July 1955	Dy General Manager	Personnel
98	90009499	Zahurul Haque Khan	04-Jun-1956	General Manager	Mining

Our Presence (Coal Mines)



Directors' Report

Dear Members,

On behalf of the Board of Directors of your company, it gives me immense pleasure to present before you the **29th Annual Report** on the business and operations of South Eastern Coalfields Limited (SECL) and its Audited Financial Statements for the year ended **March 31, 2015**, together with the Auditors Report and Comments on the Accounts by the Comptroller & Auditor General (CAG) of India.

1. HIGHLIGHTS OF PERFORMANCE:

The fiscal 2014-15 has been yet another year of sustained performance, success and growth for your company, which excelled in its endeavours and scaled new heights. The significant milestones achieved by your company during the year are:

- Highest ever Coal Production of 128.275 Million Tonnes (MT), registering a growth of 3.23% over the previous year.
- Highest ever Coal dispatch of 123.21 Million Tonnes.
- Gross Sales value of ₹ 22004.53 Crore.
- Profit Before Tax (PBT) of ₹ 5659.54 Crore.
- Highest ever Dividend @ 939.89% (₹ 9398.86 per Equity Share) amounting to ₹ 3380.77 Crore.
- Your company received 'Excellent' MoU performance rating for the year 2013-14 with a score of 1.322, highest amongst all the subsidiaries of Coal India Limited.
- Your company received 'Excellent' rating for the year 2013-14 for its compliance with the Guidelines on Corporate Governance for CPSEs.

These achievements reflect your company's proven commitment towards sustained growth and performance excellence. Consistently driven by well-defined growth strategies, your company delivers and improves performance year-on-year basis. You will appreciate the fact that your company is imparting a major thrust to the growth of the energy sector and recording consistently excellent performance despite the challenges before the sector.

2. ORGANIZATION:

The coal reserves of SECL are spread over two states, viz., Chhattisgarh (C.G) and Madhya Pradesh (M.P) and the company is currently operating 85 mines with 52 mines situated in the state of Chhattisgarh and 33 mines situated in Madhya Pradesh. These 85 mines comprises of 63 Underground mines, 21 Opencast mines and 1 Mixed mine. The company also operates a Coal Carbonization Plant, namely, Dankuni Coal Complex (DCC) at Dankuni, Hooghly District in the State of West Bengal on lease basis from Coal India Limited.

For effective administrative control and operations, the mines have been grouped into three coalfields, namely, 'Central India Coalfields' (CIC), 'Korba Coalfields' and 'Mand-Raigarh Coalfields' with a total of 13 Operating Areas.



The Area-wise details of Underground, Opencast and Mixed mines of SECL as on 31st March, 2015 are as under:

(Figures represent No. of mines)

S.N.	Areas of SECL	Underground		Opencast		Mixed	
		CG	MP	CG	MP	CG	MP
A. CENTRAL INDIA COALFIELDS (CIC):							
1	Sohagpur		6		2		
2	Johilla		7		1		
3	Jamuna & Kotma		6		2		
4	Hasdeo	4	8		1		
5	Chirimiri	6		1		1	
6	Baikunthpur	5					
7	Bisrampur	5		3			
8	Bhatgaon	5		3			
Sub-total (A)		25	27	7	6	1	
B. KORBA COALFIELDS:							
9	Korba	10		2			
10	Kusmunda			1			
11	Gevra			1			
12	Dipka			1			
Sub-total (B)		10		5			
C. MAND-RAIGARH COALFIELDS:							
13	Raigarh	1		3			
Sub-total (C)		1		3			
TOTAL (A+B+C)		36	27	15	6	1	0
GRAND TOTAL		63		21		1	

2.1 Capital Structure

During the year under review, there was no change in the Authorized and Paid-up share capital of the company, which stood at ₹ 1,300.00 Crore and ₹ 359.70 Crore, respectively. The entire Paid-up share capital is held by Coal India Limited and its nominees.

3.0 SUBSIDIARIES:

Two (02) Subsidiary Companies of SECL with an Authorized Capital of ₹ 5.00 Crore each have been formed by incorporation under the Companies Act, 1956 in the form of Joint Venture Companies, viz. Chhattisgarh East Railway Limited (CERL) and Chhattisgarh East-West Railway Limited (CEWRL) with equity shareholding pattern of the promoter entities in each of the company as under:

Name of the Promoter entities	Shareholding Pattern
South Eastern Coalfields Limited (SECL)	64%
IRCON International Limited (IRCON)	26%
Chhattisgarh State Industrial Development Corporation Limited (CSIDCL) representing Govt. of Chhattisgarh	Value of land provided by State Govt. or 10%, whichever is more.

A Report on the performance and financial position of each of the Subsidiaries, Associates & Joint Venture Companies, pursuant to Section 134(3)(q) of the Companies Act, 2013 read with Rule 8(1) of the Companies (Accounts) Rules, 2014, is attached to this report as **Annexure-I**.

3.1 Chhattisgarh East Railway Limited (CERL)

Chhattisgarh East Railway Limited (CERL) was incorporated on 12.03.2013 and its Certificate of Commencement of Business (CoB) was issued by the Registrar of Companies, Chhattisgarh on 02.05.2013. The East Rail Corridor has been given the status of a "Special Railway Project" on 17.12.2013 by the Ministry of Railways. This rail corridor will facilitate coal transport from Mand-Raigarh coalfields of SECL as well as cater to the passenger services.

A Project Execution Agreement has been signed between CERL and IRCON on 18.01.2014 to carry out the execution of the Project. The East Rail Corridor is expected to be completed in two phases:

Phase-I : Kharsia to Dharamjaygarh (0 to 74 KM) and with a Spur to connect mines of Gare-Palma Block.

Phase-II : Dharamjaygarh to Korba (approx. 62 KM)

3.2 Chhattisgarh East-West Railway Limited (CEWRL)

Chhattisgarh East-West Railway Limited (CEWRL) was incorporated on 25.03.2013 and its Certificate of Commencement of Business (CoB) was issued by the Registrar of Companies, Chhattisgarh on 02.05.2013. The East-West Rail Corridor i.e., Gevra Road - Pendra Road new line project (135 KM) has been given the status of a "Special Railway Project" on 17.12.2013 by the Ministry of Railways. This rail corridor will facilitate coal transport from Korba coalfields of SECL as well as cater to the passenger services.

A Project Execution Agreement has been signed between CEWRL and IRCON on 05.04.2014 to carry out the execution of the Project.

4.0 PRODUCTION PERFORMANCE:

4.1 Production of Coking Coal & Non-Coking Coal

Production performance of SECL for the financial year 2014-15 as compared to the target and achievement of the previous year is given below:

(Fig. in Million Tonnes)

Raw Coal Production	2014-15		2013-14	%age Achievement against Target	%age Growth over previous year
	Target	Actual	Actual		
Coking Coal	0.135	0.126	0.125	93.33	0.80
Non-Coking Coal	130.865	128.149	124.136	97.92	3.23
Total	131.000	128.275	124.261	97.92	3.23

Note:

1. Delay happened in starting of Saraipali OC & Jampali OC due to Forestry Clearance (Stage II).
2. Coal production was restricted at some of the mines i.e. Kusmunda OC and Chirimiri OC for want of Environmental Clearance.
3. Baroud OCM stopped coal production from 20.03.2015 and Chhal OCM from 03.03.2015 because of restriction on account of Environmental Clearance.
4. Restricted working space at Dhanpuri OCM and Amlai OCM due to non-availability of Forest Land.

4.2 Production from Underground and Opencast Mines

The production of Coal from Underground Mines and Opencast Mines during the year 2014-15 vis-a-vis 2013-14 is tabulated below:

(Fig. in Million Tonnes)

Raw Coal Production	2014-15		2013-14 Actual	%age Achievement against target	%age Growth over previous year
	Target	Actual			
Underground Mines	17.00	16.036	16.416	94.33	-2.31
Opencast Mines	114.00	112.239	107.845	98.46	4.07
Total	131.00	128.275	124.261	97.92	3.23

4.3 Overburden Removal from Opencast Mines

The Overburden removal from Opencast Mines during the year 2014-15 vis-a-vis 2013-14 is tabulated below:

(Fig. in Million Cu. Mtrs.)

Parameter	2014-15		2013-14 Actual	%age Achievement against target	%age Growth over previous year
	Target	Actual			
Overburden Removal	164.00	158.268	144.875	96.50	9.24

4.4 Mechanized Underground Coal Production

The Mechanized Coal Production from Underground Mines during the year 2014-15 was 15.95 Million Tonnes as compared to last year's 16.28 Million Tonnes.

4.5 Productivity

The productivity in terms of Output per Manshift (OMS) is given hereunder:

Productivity	2014-15		2013-14 Actual (in te)	%age Achievement against target	%age Growth over previous year
	AAP Target (in te)	Actual (in te)			
Underground Mines	1.43	1.39	1.35	97.20	2.96
Opencast Mines	20.99	23.60	21.45	112.43	10.02
Overall	7.56	7.86	7.23	103.97	8.71

4.6 Coal Stock

The Stock of Raw Coal as on 31st March, 2015 was 12.816 Million Tonnes.

5.0 FINANCIAL PERFORMANCE:

5.1 Financial Results

The working results for the year 2014-15 as compared to the previous year are given below:

(₹ in Crore)

PARTICULARS	2014-15	2013-14
Gross Sales	22,004.53	22,204.14
Less : Levies	5,709.55	5,347.54
Net Sales	16,294.98	16,856.60
Less: Expenditure- Net of Income	10,020.40	9,218.04
Gross margin	6274.58	7638.56
Less : Depreciation	616.47	429.33
Gross Profit	5,658.11	7,209.23
Less : Interest	0.55	6.40
Profit before Exceptional, Extraordinary items & Tax	5,657.56	7,202.83
Less : Extraordinary Items	-	-
Prior period Adjustment	(1.98)	0.15
Profit Before Tax (PBT)	5659.54	7,202.68
Less : Provision for Taxation :		
a. Income Tax	2121.41	2296.90
b. Deferred Tax	(232.28)	120.70
Less : Adjustment of provision for:		
a. Income Tax of earlier years	110.48	12.78
Profit After Tax(PAT)	3659.93	4772.30
Profit brought forward	6442.68	5566.24
Depreciation adjusted	(137.23)	-
Distributable Surplus	9,965.38	10338.54
Appropriations	2014-15	2013-14
General Reserve	365.99	477.23
CSR Reserve	0.00	63.92
Sustainable Development Reserve	0.00	4.70
Interim Dividend	3380.77	2302.58
Final Dividend on Equity share	0.00	560.80
Tax on Dividend	645.80	486.63
Total	4392.56	3895.86
Balance carried to Balance Sheet	5572.82	6442.68



5.2 Factors contributing to Increase/Decrease in Profit

The company has earned a 'Profit before Tax' (PBT) of ₹ 5659.54 Crore in the year 2014-15. The financial performance of the company for the year 2014-15 vis-a-vis 2013-14 is furnished below:

(₹ in Crore)

S.N.	Particulars	Amount	Amount
1	Profit Before Tax for the financial year 2013-14		7202.68
2	Factors contributing to decrease in Profit:		
i	Decrease in e-auction basic value, incentives and crushing/silo charges and DCC sales (from ₹159.35 Crore to ₹72.16 Crore)	1431.01	
ii	Liability written back and decrease in income from Govt. securities	324.45	
iii	Increase in Salaries and wages expenses due to increase in salary, actuarial valuation of gratuity, other retirement benefits	807.16	
iv	Increase in stores & spares, power & fuel, depreciation and other contractual expenses and Increase in provision	769.44	3332.06
3	Factors contributing to increase in Profit:		
i	Increase in sales due to grade mix and lesser quantity sold in e-Auction	551.61	
ii	Increase in e-Auction premium (from ₹933.46 Crore to ₹1124.16 Crore), increase in despatch by 11.97 LT (from 1220.13LT to 1232.09LT)	317.78	
iii	Increase in dividend from Mutual fund, Deposits with other banks, CIL & others and decrease in other Non-operative income	370.93	
iv	Stock adjustment and OBR adjustments	266.21	
v	Saving in PRP provision, Manpower reduction and other expenses	280.26	1786.79
vi	Changes in Prior-Period Adjustments		2.13
	Profit Before Tax for the financial year 2014-15		5659.54

5.3 Dividend

First Interim dividend of 279.59% (₹ 2795.86 per share) on the paid-up Equity Share Capital of ₹ 359,70,00,000 (Rupees Three hundred fifty nine Crore and Seventy lakhs) consisting of 35,97,000 (Thirty five lakh Ninety seven Thousand) Equity Shares of ₹ 1,000.00 (Rupees One Thousand) each fully paid-up, was declared for the Financial Year 2014-15, thus absorbing ₹ 1005,67,08,420.00 as Interim dividend and ₹ 170,91,37,596.00 as dividend tax (including Surcharge & Education Cess) thereon.

Further, Second Interim Dividend of 660.30% (₹ 6603.00 per share) on the paid-up Equity Share Capital of ₹ 359,70,00,000 consisting of 35,97,000 Equity Shares of ₹ 1,000.00 each fully paid-up, was declared for the Financial Year 2014-15, thus absorbing ₹ 2375,09,91,000.00 as Interim dividend and ₹ 474,88,91,895.00 as dividend tax (including Surcharge & Education Cess) thereon.

Hence, a total dividend of 939.89% (i.e. ₹ 9398.86 per share) amounting in aggregate ₹ 3380,76,99,420.00 as dividend and ₹ 645,80,29,491.00 as dividend tax thereon has been declared and paid during the Financial Year 2014-15. The details of the dividend paid for the year 2014-15 vis-a-vis 2013-14 is tabulated below:

Particulars	2014-15	2013-14
Rate of Dividend	939.89%	796.05%
Dividend per Share	₹ 9398.86	₹ 7960.46
Total Dividend	₹ 3380.77 Crore	₹ 2863.38 Crore
Dividend Tax	₹ 645.80 Crore	₹ 486.63 Crore

Since there was no unpaid/unclaimed Dividend declared and paid last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.

5.4 Capital Expenditure:

During the year under report, ₹ 1058.27 Crore was incurred as capital expenditure on the Projects under construction as well as on the existing Mines/Units for augmenting and maintenance of production.

5.5 Unsecured Loan:

During the year under review, the balance of the Unsecured loan remained NIL.

5.6 Particulars of loans, guarantees or investments made under Section 186 of the Companies Act, 2013:

There was no loans, guarantees or investments made by the company exceeding the limits specified under Section 186 of the Companies Act, 2013 during the year under review and hence, the said provision is not applicable.

5.7 Deposits

The company has neither accepted nor renewed any deposits during the year under review.

5.8 Sundry Debtors:

The position of Sundry Debtors (Gross), Debtor turnover and the Provision for doubtful debts as on 31st March, 2015 vis-a-vis 31st March, 2014 is as under:

Particulars	Unit	31.03.2015	31.03.2014
Sundry Debtors (Gross)	₹ in Crore	2529.85	1579.35
Debtor Turnover	No. of months	1.38	0.85
Provision for Doubtful debts	₹ in Crore	252.14	242.57

5.9 Particulars of Contracts or Arrangements made with Related Parties under Section 188 of the Companies Act, 2013:

There was no contract or arrangements made with related parties which would come under the purview of Section 188 of the Companies Act, 2013 during the year under review.



5.10 Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year to which the financial statements relate and the date of the report:

No material changes and commitments affecting the financial position of the company occurred between the end of the financial year to which the financial statements relate and the date of this report.

5.11 Contribution to the Government Exchequer:

The company has contributed to the Exchequer a total of ₹ 9208.12 Crore during the financial year 2014-15. During the year under report, the company has paid ₹ 5647.32 Crore to the exchequer both Central and State by way of Royalty, Sales Tax, Excise Duty, Cess, etc., as per details given below:

(₹ in Crore)

SN.	Mode of Contribution to Exchequer	2014-15	2013-14
A	Royalty:		
	- Chhattisgarh	1595.73	1733.47
	- Madhya Pradesh	479.24	454.63
	Total	2074.97	2188.10
B	State -Sales Tax / VAT /Entry Tax/Commercial Tax:		
	- Chhattisgarh	483.90	491.65
	- Madhya Pradesh	116.71	120.48
	- West Bengal	0.06	1.70
	Total	600.67	613.83
C	Central Sales Tax:		
	- Chhattisgarh	178.76	185.51
	- Madhya Pradesh	49.22	56.79
	- West Bengal	0.00	2.59
	Total	227.98	244.89
D	Central Excise Duty:		
	- Chhattisgarh	745.16	854.75
	- Madhya Pradesh	90.18	180.51
	- West Bengal	0.96	1.52
	Total	836.30	1036.78
E	Cess/Other Taxes	1907.40	1654.05
	Grand Total	5647.32	5737.65

Further, the company has also paid Corporate Tax of ₹ 3560.80 Crore during the year, including the Dividend tax of ₹ 741.11 Crore.

6.0 COAL MARKETING:

6.1 Demand Satisfaction

The demand of coal during the year under report from various sectors was 133.00 Million Tonnes and the Off-take against the demand was 123.22 Million Tonnes, thereby registering a demand satisfaction of 92.65%.

The details of the sector-wise demand and off-take are tabulated below:

(Fig. in Million Tonnes)

Sector	Demand		Off-take		Demand Satisfaction (%)	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
Power	98.50	90.00	98.13	86.01	99.60	95.57
Fertilizer	1.12	0.73	1.07	0.87	95.50	119.18
Cement	4.50	4.50	3.58	3.55	79.60	78.89
Others	28.86	29.25	20.43	31.58	70.80	107.97
Colliery Consumption	0.02	0.02	0.01	0.02	50.00	100.00
Total	133.00	124.50	123.22	122.03	92.60	98.02

Note: AAP Target has been taken as Demand.

98.13 Million tonnes of coal has been dispatched to Power Sector during the year under report as compared to 86.01 million tonnes during 2013-14, thereby registering a growth of 14%.

6.2 Dispatches by Various Modes of Transport

The dispatches of coal by various modes of transport during the year 2014-15 were 123.21 Million Tonnes as compared to 122.01 Million Tonnes during 2013-14, thereby registering a growth of 0.98%. Barring through "Rail" & "Consumers' own Wagons" mode dispatches, all other modes have shown positive growth in dispatches. The details of the mode-wise target and dispatches are tabulated below:



(Fig. in Million Tonnes)

Mode of transport of dispatch	2014-15		2013-14	%age achievement against target	%age growth over previous year
	Target	Actual	Actual		
Rail	54.80	43.64	47.49	79.6	-8.1
Road	44.00	45.21	41.37	102.7	9.3
Belt	5.75	6.54	5.25	113.7	24.6
MGR	24.97	24.82	24.58	99.4	0.9
Consumers' own Wagons	3.78	3.00	3.32	79.4	-9.6
Total	132.98	123.21	122.01	92.6	0.98

Road mode includes dispatches through Washeries whereby washed coal is dispatched through rail.

6.3 Supply and Loading of Wagons

The details regarding supply and loading of wagons during the year 2014-15 are given below:

(Fig. in Rakes/Day)

Supply & Loading of Wagons	2014-15	2013-14	Growth (%)
Daily Average Target	39.29	35.00	12.3
Daily Average Offer	40.47	34.34	17.9
Daily Average Supply	31.80	34.25	-7.2
Daily Average Loading (Raw Coal)	31.80	34.25	-7.2



The supply of rakes by the Railways during the year was 7.20% lesser than previous year.

6.4 New Coal Distribution Policy (NCDP)

The New Coal Distribution Policy (NCDP) was pronounced and circulated by the Ministry of Coal, Government of India vide O.M. No. 23011/4/2007-CPD dated 18.10.2007. As per the NCDP, previous 'Linkage System' of distribution of coal has been replaced with the system of distribution of Coal through 'Fuel Supply Agreement' (FSA) as executed between Coal Companies and the erstwhile valid linked consumers.

The details of FSAs entered between SECL and consumers are as under:

(Fig. in Nos.)

FSAs entered with consumers	FSAs existed/valid during the year		FSAs Renewed during the year		New FSAs entered during the year	
	Pre NCDP	Post NCDP	Pre NCDP	Post NCDP	Pre NCDP	Post NCDP
Power Sector	21*	40**	0	0	0	2
Non-Power Sector	233#	56#	8	23	0	13

Note:

*01 Pre-NCDP IPP (Lanco Amarkantak Power Ltd.) has been signed through LOA route.

**40 Post-NCDP FSAs include 17 FSAs which are effective.

#97 Nos. Pre-NCDP FSAs and 35 Nos. Post-NCDP FSAs did not remain valid during the year 2014-15 due to various reasons, such as, FSA expired due to completion of tapering period, FSA terminated due to booking of coal less than 30%, Documents not submitted for renewal of FSA, etc.

6.5 e-Marketing of Coal

In accordance with the NCDP as approved by the Ministry of Coal, Govt. of India, CIL communicated 'e-Auction Scheme 2007' (Spot e-Auction) for sale of coal under the scheme to the extent of around 10% of the planned production. Forward e-Auction for consumers is also in vogue in SECL, wherein coal distribution is aimed at providing access to coal for such consumers who wish to have an assured supply over a long period, say, six months to one year.

SECL has successfully offered 129.37 Lakh Tonnes of coal for sale through e-Auctions. Performance of the Spot e-Auction and Forward e-Auction during the period 2014-15, is as under:

Scheme	Offered Qty (Lakh tes)	Booked Qty (Lakh tes)	Gain over notified price (₹ in Crore)	% gain over notified price
Spot e-Auction	127.17	122.39	1105.40	63.47
Forward e-Auction	2.20	1.29	1.67	4.67

6.6 Consumer Satisfaction

The availability of imported coal and other alternative sources of coal and fuel is now a competitive reality. In this changed scenario, coal quality and consumer satisfaction has become all the more relevant than ever before. The company has adopted itself to the changed environment, which is evident from the fact that there has not been any major complaint recorded against the total dispatch of 123.21 million tonnes of coal. Thus, the company maintained full consumer satisfaction during the year 2014-15.

In order to ensure complaint free status on quantity front also, the company has taken action to install 'Electronic Weighbridges' at all the sidings/loading points due to which the company has achieved 100% compliance in respect of installation of Weighbridges at the sidings and ensured supply of 100% weighed coal.

During the year under report, the feat of 100% dispatch of weighed coal has been achieved, with a growth of 0.99% over the previous year.

The dispatch to power houses are covered under 3rd party sampling at loading end by the Independent 3rd party Sampler appointed by the Power Producers/Power Utilities as per directives issued by Director (OM), CEA and as per the provisions of Fuel Supply Agreement (FSA). All analysis is done with the help of Bomb Calorimeter to ascertain the Gross Calorific Value (GCV) of coal being supplied to the consumers. 100% sampled coal was dispatched to power houses covered under FSA.

SECL is following the fully variable Gross Calorific Value (GCV) based system for grading and pricing of Non-Coking coals which has been adopted w.e.f. January 1, 2012 as per Gazette Notification No. 2440 dated 30.12.2011 of the Ministry of coal and bills are raised and realized accordingly. The GCV based system for coal grading is an international practice for trading of coal, which was recommended for adoption by a number of high level Committees including the Integrated Energy Policy Committee. This system ensures a high degree of consistency in quality of coal supplies resulting in high consumer satisfaction. The determination of GCV is being ensured through Bomb Calorimeter in order to have optimum accuracy to gain the consumer confidence in this system. Further, this has also resulted into high degree of Consumer Satisfaction so far as sampling and analysis is concerned because the Bomb Calorimeter is automatic and results are being communicated by BCM directly, once the Bomb Calorimeter is charged with sample.



6.7 Performance against MoU Target relating to Customer Satisfaction

The assigned MoU targets relating to 'Customer Satisfaction & Redress of Customer Grievances' vis-à-vis achievement for the year 2014-15 are given below:

S.No.	Parameters related to Customer Satisfaction & Redress of Customer grievances	Unit	Target for Excellent Rating	Actual Performance
1	Commitment to supply coal under FSA to Power Utilities including IPPs complying Govt. directives	MT	100.00 (97.18)*	98.13
2	Sized coal dispatch to power sector by Rail	%	99	100
3	Weighed on electronic weighbridge before dispatch	%	99	100
4	Implementation of Online Consumer Grievance Handling System	Month	July '14	July '14

* Targets have been adjusted based on offsets to be claimed.

7.0 PERFORMANCE OF MAJOR EQUIPMENTS:

7.1 Population and Performance of HEMMs

(A) Performance of HEMM under CMPDIL Norms:

Availability and Utilization of HEMM (in %) against Central Mine Planning & Design Institute Limited (CMPDIL) norms during the year 2014-15, is shown as under:

Name of HEMM	Population (in Nos.)		Availability (in %)			Utilization (in %)		
	2014-15	2013-14	Norms	2014-15	2013-14	Norms	2014-15	2013-14
Dragline	9	9	85	87	88	73	44	43
Shovel	76	72	80	74	78	58	50	52
Dumper	367	369	67	75	77	50	44	41
Dozer	161	173	70	68	72	45	29	29
Drill	114	115	78	86	88	40	25	26

Percentage availability of Dragline, Dumper and Drill during the year 2014-15 is higher than the CMPDIL norms. The availability of Shovel and Dozer has been 93% and 97% respectively of the CMPDIL norms. The Utilization of Dragline and Dumper has increased as compared to the previous year. The Utilization of Dragline, however, was at a low (44%) mainly due to non-availability of land/restricted working area. Shortage of Tyres for 240 Te Dumpers and scarcity of imported spares of P&H Shovels also contributed to their low utilization.

(B) Performance of HEMM under MARC:

The availability and utilization of HEMMs under MARC against guaranteed availability during the year 2014-15 is shown as under:

Name of HEMM	Population (in Nos.)		Guaranteed Availability in MARC (in %)	Availability (in %)		Utilization (in %)	
	2014-15	2013-14		2014-15	2013-14	2014-15	2013-14
42.0 M ³ 495 HD Shovels	3	3	85	88	92	62	60
42.0 M ³ 4100C Shovels	2	0	85	93	-	57	-
15.0 M ³ RH 120 (HS) Excavators	2	2	85	85	87	56	52
240 Te CAT 793D Dumpers	22	22	85	92	96	47	32
850 HP D475A-5 Dozer	7	7	80	68	78	44	52
850 HP CAT D11T Dozer	2	2	80	76	93	46	43

(C) System Capacity Utilization:

The System Capacity Utilization of Opencast Mines during the year 2014-15 vis-a-vis 2013-14 is tabulated below:

Capacity Utilization (in %)	2014-15	2013-14
Departmental Capacity Utilization	84.22	80.29
System Capacity Utilization (including Contractual capacity)	85.37	88.33

The System Capacity of Opencast mines (including Contractual Capacity) assessed by the CMPDIL as on 01.04.2014 was 266.45 Million Cubic Mtrs. The System Capacity Utilization of Opencast mines (inclusive of Contractual Coal production, OB Removal and Re-handling) for the year 2014-15 has been 85.37%.

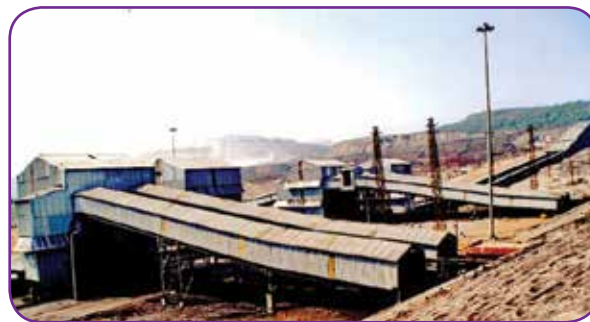
The System Capacity of Underground mines assessed by the CMPDIL as on 01.04.2014 was 17.80 Million Cu. Mtrs. The System Capacity Utilization of Underground mines for the year 2014-15 has been 90.07% as compared to 92.01% in the previous year.

The Overall System Capacity as assessed by the CMPDIL as on 01.04.2014 was 284.25 Million Cu. Mtrs against which the Overall System Capacity Utilization for the year 2014-15 has been 85.66% as compared to 88.49% in the previous year.

7.2 Coal handling Plants (CHP)

The company has a total of 29 Nos. of Coal Handling Plants (CHP) which include 14 Major CHPs and 15 Minor CHPs. The capacity and utilization of Major and Minor Coal Handling Plants during the year 2014-15 vis-a-vis 2013-14 are given below:

CHP	2014-15				2013-14			
	Nos.	Annual capacity (Mt)	Coal Handled (MT)	Capacity Utilization (%)	Nos.	Annual capacity (MT)	Coal Handled (MT)	Capacity Utilization (%)
Major CHPs	14	64.40	62.18	97.54	15	65.05	66.58	102.35
Minor CHPs	15	3.39	3.13	92.19	20	4.60	3.31	71.96
Total	29	67.79	65.94	97.28	35	69.65	69.89	100.34



7.2.1 Coal handling Plants (CHPs) constructed during the year:

Construction of 04 Nos. CHPs were completed during the year under report, as detailed below:

S.N.	CHP	Capital Investment (₹ in Crore)
1	In-Pit CHP at Dipka Area	372.96
2	CHP at Ketki UG Mine, Bistrampur Area	3.46
3	CHP at Haldibari UG Mine, Hasdeo Area	4.67
4	CHP at Vijay West Mine of Chirimiri Area	2.82

8.0 PLANNING & PROJECT MONITORING:

8.1 Project formulation/Capital projects/Schemes

A. Approval of Projects/Major Schemes during the year under review by SECL Board/CIL Board:

SN	Name of the Project	Capacity (MTY)	Capital outlay (₹ in Crore)	Date of Sanction by	
				SECL Board	CIL Board
1.	Bijari OC RCE	1.5	164.490	26.05.2014	-
2.	Mahan-II OC RCE	1.0	113.047	26.05.2014	-
3.	Pelma OC	15.0	1624.590	-	08.11.2014
4.	Kanchan OC Expansion	2.0	371.040	17.12.2014	-
5.	Rajnagar OC RPR	1.7	357.797	17.12.2014	-
6.	Amera OC RCE	1.0	335.970	04.02.2015	-
7.	Amritdhara OC	2.0	481.600	04.02.2015	-

B. Completion of Projects:

SN	Name of the Project	Capacity (MTY)	Date of Completion	Date of Approval	Sanctioned Capital (₹ in Crore)	Completion Cost (₹ in Crore)
1.	Damni UG	0.48	March, 2014	26.09.2014	39.323	41.690
2.	Pinoura UG AUG.	0.79	December, 2014	20.02.2015	74.100	54.099
3.	Jhilimilli UG	0.50	December, 2014	20.02.2015	73.381	79.000

C. Projects Dropped/Closed/Frozen during the year : NIL

D. Commissioning of Projects during the year : One (01) Project: Jampali OC

8.2 Project Monitoring and Status of Implementation

In SECL, 114 major coal projects (78 Underground Projects and 36 Opencast Projects) have been approved for a total ultimate capacity of 198.73 MTY with sanctioned capital of ₹ 20876.776 Crore (excluding pre-nationalized mines and dropped/shelved projects). Out of 114 projects, 33 projects (10 UG & 23 OC) are On-going Projects, 56 projects (45 UG & 11 OC) are completed projects as on 31.03.2015, 11 Underground mines are Existing mines and 14 projects were dropped/shelved till date.



The following table exhibit Investment-wise/Technology-wise implementation status of 100 coal projects comprising of On-going projects, Completed mines and Existing mines as on 31st March, 2015:



Category	Total No. of Projects	Capacity (MTY)	Sanctioned Capital (₹ in Crore)	Implementation Status of Projects			
				Completed Mine	Existing Mine	On-going Projects	
						On Sch.	Delayed
A. On Investment basis :							
i) ₹ 100 Crore & above	21	160.16	18475.42	-	-	13	8
ii) ₹ 50 Crore & above but less than ₹ 100 Crore	14	12.62	1091.60	9	-	1	4
iii) ₹ 20 Crore & above but less than ₹ 50 Crore	29	16.99	997.16	22	-	5	2
iv) Less than ₹20 Crore	36	8.96	312.596	25	1	-	-
TOTAL*	100	198.73	20876.776	56	11	19	14
<i>*It includes 6.07 MTY capacity of 12 closed/exhausted mines and 27.39 MTY capacity of 12 projects which are under construction period.</i>							

Category	Total No. of Projects	Capacity (MTY)	Sanctioned Capital (₹ in Crore)	Implementation Status of Projects			
				Completed Mine	Existing Mine	On-going Projects	
						On Sch.	Delayed
B. On Technology basis :							
i) Opencast	35	174.91	18421.473	12	0	15	8
ii) Underground	65	23.82	2455.303	44	11	4	6
TOTAL	100	198.73	20876.776	56	11	19	14

8.3 Delayed Projects/ Schemes

i) Vindhya UG AUG: (0.705 MTY)

Project is delayed due to non-finalization of tender for Continuous Miner (CM) Package. CM package is proposed to be shifted from Pinoura UG after exhaustion of reserve thereat which is expected in 2017-18.

ii) Mahan OC RCE: (0.36 MTY)

Project is delayed due to delay in land acquisition/ possession and disbursement of compensation as villagers were demanding employment beyond norms. However, the matter has now been resolved. The RCE was approved by the SECL Board on 30.01.2013. The Project is expected to be completed in 2015-16.

iii) Amera OC: (1.00 MTY)

Rated production capacity has been achieved, however, the Project is delayed due to delay in land acquisition/ possession of land. The coal production started from March, 2011. The RCE has been approved on 04.02.2015. EC enhancement for 2.0 MTY under Clause 7(ii) of EIA Notification 2006 is under process.

iv) Rani Atari UG: (0.48 MTY)

Project is delayed due to delay in construction of residential colony, deployment of CM package and EMP Clearance. LCCM started in June, 2008 and EMP for 0.48 MTY was obtained in April, 2010. Land is under acquisition for construction of residential colony.

v) Amadand OC: (1.15 MTY)

Project has already achieved its rated production capacity. However, it is delayed due to delay in possession of land and R&R issues. Part possession of land was obtained in 2009. Land oustees are demanding employment beyond norms. The matter is sub-judice in the Hon'ble High Court of Madhya Pradesh.

vi) Khairaha UG: (0.585 MTY)

Project is delayed due to delay in land acquisition, getting consent to operate from the State Govt. & deployment of CM package. Land has been acquired and Consent to operate has been obtained on 12.10.2011. Deployment of CM is expected in 2015-16.

vii) Mahan-II OC RCE: (1.00 MTY)

Rated production capacity has been achieved, however the Project is delayed due to delay in physical possession of land, construction of coal transportation road and construction of residential colony. RCE has been approved by the SECL Board on 26.05.2014. Enhanced EC under clause 7(ii) of EIA has been obtained on 30.01.2015.

viii) Haldibari UG: (0.42 MTY)

Project is delayed due to delay in possession of forest land and construction of approach road & CHP. The Approach road & CHP has now been constructed. Stage-II FC of 120 Ha in MP state portion is pending at the Ministry of Environment, Forest and Climate Change (MoEF&CC). Deployment of CM is expected in 2015-16.

ix) Vijay West UG (Addm): (0.50 MTY)

Project is delayed due to delay in land acquisition, construction of CHP, coal transportation road & getting consent to operate from Environment pollution control Board CG. Land has now been acquired and CHP has also been constructed in 2014-15. The Consent to operate was obtained in September, 2012. Deployment of CM is expected in 2015-16. The Project will be completed after achieving rated production from CM Package.

x) Churcha RO UG: (1.35 MTY)

Project is delayed due to delay in commissioning of CM package which is expected to be commissioned in 2015-16. The Project is likely to be completed by March, 2016.



xi) Manikpur OC Expn: (3.50 MTY)

The Rated production capacity has been achieved, however the Project is delayed because of delay in Environmental clearance due to CEPI Moratorium. EC has been obtained on 22.08.2014. Project construction activities like in-pit crushing and transporting by belt conveyor etc. got delayed due to delay in getting possession of the forest land.

xii) Kartali East OC: (2.50 MTY)

Project is delayed due to delay in land acquisition and forestry clearance. Zero date has not yet commenced. Statement V & VI is yet to be obtained from State Authority. Tree enumeration for forestry clearance is to be done by the State forest Department. The Collectors' NOC under FRA is also awaited.

xiii) Gevra OC Expn: (35.00 MTY)

Mine produced 41.0 MTY in the year 2014-15. However, the Project is delayed due to delay in finalization of R&R policy, procurement of major HEMM and construction of CHP and In-pit conveyor transport system. Tendering for procurement of HEMM is under process at CIL. Construction of CHP & In-pit conveyor is under progress and expected to be completed in 2015-16.

xiv) Dipka OC Expn: (25.00 MTY)

Mine produced 31.0 MTY in the year 2014-15. However, the Project is delayed due to delay in procurement of major HEMMs and construction of CHP. Tendering for procurement of HEMMs is in process at CIL. Construction of CHP has been completed. The Project is expected to be completed in 2015-16.

8.4 Performance against the MoU target

The details of the MoU performance parameters relating to 'Initiatives for Growth/ Project Management & Implementation' and its target vis-a-vis achievement for the year 2014-15 are given below:

SN.	Performance Parameters	Unit	MoU Target for Excellent rating	Actual Achievement
1	Approval of Projects by Board	Nos.	2	4
2.1	Acquisition of land u/s 9(1) of CBA	Ha	590	1033.105
2.2	Acquisition of land u/s 11(1) of CBA	Ha	550	823.494
2.3	Possession of land	Ha	275	412.75
3.1	No. of new/ongoing projects to be completed during the year	Nos.	2	3
3.2	Milestones to be reached for new/ongoing projects that can't be completed during the year:			
i	Delivery of 2(two) nos. of CM Package at Churha RO UG	Month	Nov '14	Nov '14
ii	Achievement of rated production (3.5 MTY) at Manikpur OC	%	100	100
iii	Submission of proposal of 126 Ha forest land for stage-I FC of Gevra OC	Month	Jan '15	Jan '15
iv	Commissioning of 2 nd 42 Cub. Metres shovel at Dipka OC	Month	Nov '14	Nov '14
v	Diversion of Kachandi nallah at Manikpur OCM	%	90	100
4	CAPEX	₹ in Crore	980	1058.27

9.0 EXPLORATION:

- During the year under report, the status of exploration is as follows:
- 208901.84 mtrs drilling was undertaken through CMPDI in SECL/CIL blocks.

Geological Reports for South of Marwatola Block, Sohagpur Coalfield, Syang East A Block & Chira North East A Block of Mand Raigarh Coalfield, Tulsi Block C of Bishrampur Coalfield and Morga South Block of Hasdeo-Arand coalfield were prepared thereby proving 679.072 Million Tonnes coal reserves.

10.0 RESEARCH & DEVELOPMENT:

The Research & Development (R&D) activities in the Coal sector are undertaken through Science & Technology (S&T) activities administered through an Apex scientific body known as 'Standing Scientific Research Committee (SSRC)'. This high level committee is entrusted with the vital task of planning, programming, budgeting and overseeing the implementation of the S&T programs in Coal Sector.

CMPDIL acts as nodal agency and co-ordinates S&T activities in Coal/lignite sectors. In addition to the above, R&D Board of Coal India Ltd. is also approving certain R&D projects/schemes for the Coal Sector. SECL also has R&D Cell of its own, which is undertaking small R&D projects / Schemes.

10.1 Specific Areas in which R&D is being carried out by the company

- NIT-Rourkela has submitted final report on the R&D projects "Study of illumination requirement and preparation of an illumination plan for Kusmunda and Manikpur opencast projects" initially undertaken by SECL during the year 2012-13.
- CIMFR, Dhanbad is working on a project on "Study of pit and dump slope stability for planning and safe operation of large OC mine. - Slope stability studies of open pit, external and internal dumps at Dipka OC, Kusmunda OC and Dhanpuri OC, Sohagpur Area, SECL" during 2014-15.
- A project on "Scientific study to ensure no adverse effect, due to underground mining during development, on important surface properties including the forest land with special reference to Ketki underground mine of Bishrampur area, SECL" was undertaken through CIMFR, Dhanbad. The Study was undertaken in order to establish that there is no effect on the surface and forest land during UG development activity and mining, development may be allowed without Forestry Clearance.



11.0 EMBRACING MODERNISATION & TECHNOLOGY ABSORPTION IN MINING:

11.1 Introduction of Surface Miner

Surface Miners have been deployed on hiring basis for coal production at Gevra OC Expansion, Dipka OC Expansion projects, Kusmunda OC Expansion, Chhal OC and Baroud OC. The mine-wise coal production from the Surface Miners in 2013-14 and 2014-15 are given below:



(Fig. in MT)

SN.	Mine	2014-15	2013-14
1	Gevra OC Expn	36.83	33.92
2	Dipka OC Expn	26.27	23.47
3	Kusmunda OC Expn	14.13	12.96
4	Chhal OC	2.06	1.47
5	Baroud OC	0.04	-
	Total	79.33	71.82

11.2 Introduction of Continuous Miner

The efforts of the company to modernize its underground mining operations resulted in successful introduction of a Continuous Miner (CM) at NCPH mine of Chirimiri Area, Kurja-Sheetaldhara mine of Hasdeo Area, Pinoura UG mine of Johilla Area and a low capacity Continuous Miner at Rani Atari UG mine of Chirimiri Area. The CM of NCPH has been shifted to Kapildhara in the year 2014-15. Mine wise production from continuous miners is enumerated below:



(Fig. in Tes)

SN.	Mine	2014-15	2013-14
1	NCPH Old, Chirimiri Area	42500	400800
2	Kurja-Sheetaldhara, Hasdeo Area	471445	419028
3	Pinoura, Johilla Area	372929	285400
4	Rani Atari, Chirimiri Area	158230	169260
5	Kapildhara	132090	-
	Total	1177194	1274488

The company has taken steps for introduction of Continuous Miner at following underground mines.

- Churcha RO UG mine of Baikunthpur Area: equipment arrived in November 2014 and planned/ expected to contribute in 2015-16.

- Vijay West mine of Chirimiri Area: equipment arrived and planned/expected to contribute in 2015-16.
- Haldibari mine of Hasdeo Area: Contract awarded and expected to contribute in 2015-16.

Apart from the above mines where CM is either running or proposed to be commissioned in 2015-16, following mines have been identified for introduction of CM in future.

- Khairaha UG mine of Sohagpur Area: Tender finalization is under progress.
- Ketki mine of Bistrampur Area: NIT is to be floated.

11.3 Introduction of Highwall Mining Technology

This method is a remotely operated system to extract coal from thin seams or coal from underlying coal seams in the highwall of an Opencast mine which has reached the final highwall position due to un-economic stripping ratio or due to surface constraints which limits further mining operations. Highwall Technology has been successfully commissioned in April 2011 at Sharda mine of Sohagpur Area of SECL, for the first time in Coal India Ltd. Contribution of Highwall mining from Sharda mine is as under:

2012-13 : 280292 Te.

2013-14 : 370345 Te.

2014-15 : 495559 Te.

Further, the company has identified Batura mine for introduction of Highwall mining and the detailed feasibility study is under progress at CMPDI, RI-V, Bilaspur.

11.4 Introduction of Man-riding System

In underground specified mines where long or arduous travel is involved, arrangement for transport of men has been introduced. The Man-riding System is operating in the company at Churcha, Singhali, Bagdeva, Beheraband and Sheetaldhara- Kurja mines of SECL. Two (02) Nos. of Man-riding Systems have been commissioned during the year under report at Kapildhara mine and Bangwar mine and commissioning of 02 other Man-riding Systems at Pinoura mine & Shivani mine is under process.



12.0 SAFETY & RESCUE:

The company believes that good safety performance is an integral part of efficient & profitable business management and is fully committed to total safety in all aspects of its operations. The company attaches prime importance to safety of the employees which will not be compromised for any other considerations.

12.1 Safety Measures

During the year under report, the following steps were taken to improve the safety standards in the mines of SECL:

1. Due care was taken for the safety of the men and machines working in the mines. All possible measures were being adopted for the safety in mines as well as the persons employed thereat with



due consideration to the implementation of recommendations of various Committees on Safety & findings of the enquiries and deliberation of the same in the Safety Committee meeting & at pit top.

2. All the provisions of the Mines Act & Rules, Coal Mines Regulations, etc. and the Circulars issued thereunder in this regard were being complied with to ensure occupational safety for the employees/workers at their workplaces.
3. Safety Forums such as, Workmen Inspectors and Pit Safety Committee at Unit level, Safety Committee/Board at Area level, Bipartite and Tripartite Safety Committee at Area and Corporate level have been activated with the responsibility to enhance & ensure safety standards for the workers employed in mines.
4. All the recommendations/suggestions made by the Standing Committee on Safety in Coal Mines, National Safety Conference, Court of Inquiries, Safety Boards, Tripartite, Bipartite & Pit Safety Committees were implemented.
5. Back shift inspections were done by senior officers of concerned mine as well as Area.
6. In addition to the Mine & Area Management, rigorous inspections of the mines were being done by the Senior Management officials, ISO officials, Union Representatives & Pit Safety Committee to check & review the safety status.
7. All the operational hazards and safe operating procedures with due consideration to the statutory provisions are being informed to all concerned through public address system at the starting of shifts at pit top to avoid any slackness in their compliance with a view to ensure occupational safety at their workplaces with a feeling of responsibility and fear of accountability.
8. Workers including Contractor's workers were being re-trained at VTC and On-job as per need to make them aware with the changing new technologies and method of workings with due consideration to the safety norms.
9. Awareness program were organized at each mine to pin-point the cause of accidents with a view to achieve zero accident potentiality. All persons were being made aware of Safe Operating Practices for activities performed in mines to avoid inadvertent unsafe act & practice or any supervisory lapses.
10. All the accidents/ incidents were enquired into by the Unit/Area & ISO officials and based on their findings, corrective measures were taken and with the approval of competent authority, disciplinary action was taken against the persons found responsible for the accident. Also based on the findings of enquiry report, ISO circulars were issued for taking immediate corrective measures.
11. Awareness on scientific strata monitoring activities were developed amongst all concerned in addition to traditional practices to closely monitor the strata behaviour in underground mines.
12. Resin bolting for roof support has been introduced in all watery mines. Further, efforts were being made for introduction of Resin bolting in all the underground mines.
13. Code of Safe Practices were framed for critical operations and implemented.
14. The protective appliances to safeguard against the danger of fire, dust, noise, air pollution and low-visibility were provided in addition to normal protective safety appliances being supplied to the workers.
15. Guidelines issued from time to time by CIL HQ for improvement in safety standards were also implemented.
16. Thrust was given on reduction of deployment in areas of high risk with regard to danger of roof

and side falls through mechanization by introducing (i) Continuous Miner & (ii) High Wall Mining to reduce exposure of persons to risk areas.

17. Assessment of risks and their time bound management were given top priority. Safety Management Plan based on 'Risk Assessment' has been prepared for 73 mines so far by SIMTARS, Australia, accredited trainers in association with mine management for time framed implementation of the same in each mine.
18. The major areas of risk were assessed for each mine and preventive actions were also provided to educate workers. DO's and DON'Ts with posters publicity and propaganda was adopted. All the accident affected persons were called before the Pit Safety Committee Meeting and the cause of accident as well as the mistake/ defect in the system was analysed to avoid such accidents. All the resources were made available at the worksite with its know-how to avert accidents in future.
19. Before monsoon, the high level review was done to assess the status of monsoon preparation with apprehended danger due to UG / surface waters and accordingly, action plan was prepared for implementation & monitoring.
20. The rescue station / room etc. have been fully equipped with round the clock emergency services are available for all mines in SECL.
21. Entry of private vehicles into the mine premises were being closely monitored/ supervised.
22. All operators of HEMMs & other machineries were trained afresh on safe operating issues.

12.2 Safety Training

1. To enhance and maintain the safety awareness among workers, Safety Fortnights and special safety drives were observed in the mines. Awareness and Safety talks in each shift were practiced on regular basis to develop a safety culture in accordance of "Code of Safe Practices" for various operations.
2. The initial training was imparted to all new entrants and refresher training was given to all employees as per statute. Thrust on training and retraining of Supervisors, Support Personnel, HEMM operators and contractor's workers was maintained as a strategy to reduce accidents due to slackness in awareness in the underground & opencast mines as well as at surface of mines.

12.3 Accidents Statistics

The accidents statistics for the year under report are tabulated as under:

Particulars	2014-15	2013-14
Fatal Accidents	10	15
Fatalities	11	15
Serious Accidents	35	42
Serious Injuries	36	44
Fatality rate per MT output	0.085	0.121
Fatality rate per 3 lakh Manshift	0.197	0.260
Serious injury rate per MT output	0.281	0.354
Serious injury rate per 3 lakh Manshift	0.646	0.762

Note: Figs. for the year 2014-15 are subject to reconciliation with DGMS.



12.4 Status of Rescue Services

The company has active rescue trained personnel (Field Volunteers) as per the statute to serve in rescue & recovery operations. Regular refresher trainings in rescue & recovery work were imparted to executives, supervisory staff & workers at the Mines Rescue Station (MRS), Manendragarh of Hasdeo Area and five other RRRTs of different Areas. Initial training of new persons of the mines were also imparted at the MRS, Manendragarh. During the year 2014-15, initial training was imparted to 56 persons at MRS, Manendragarh.

The company is also maintaining five Rescue Rooms with Refresher Training facilities (RRRT), one each at Johilla, Sohagpur, Bistrampur, Baikunthpur and Kusmunda Areas, to impart refresher training. In addition, five Rescue Rooms, one each at Chirimiri, Bhatgaon, Jamuna-Kotma, Raigarh and Korba are also in operation. The Rescue Station/ Rescue Rooms are situated within 35 Kms. of every underground mine as per the statute to facilitate rescue & recovery work as early as possible.

Rescue Apparatus like Self Contained Breathing Apparatus, BG-4, Reviving apparatus and Short Duration Breathing apparatus are maintained in the company as per statute. Self-Contained Self Rescuers have also been provided for safe escape of persons in case of irrespirable atmosphere caused due to sudden eruption of noxious gases or outburst of fire in mines.

The services of the Mines Rescue Station, Manendragarh and other Rescue Units of SECL were utilized not only for mining related activities but also for the rescue activities involving the general public and properties. Rescue services of SECL also performed other than rescue jobs such as Ventilation Pressure Quantity Survey/ Mine Gas Survey, Inspection of mines and Training of mine personnel in firefighting, First Aid, Gas testing, use of Self Contained Self Rescuer & Mine Air Analysis on regular basis.

12.5 Performance against the MoU Target

The assigned MoU target relating to safety has been achieved with "Excellent" performance rating. The details of MoU performance parameters on safety and its target vis-a-vis achievement for the year 2014-15 are given below:

Sl. No.	Parameters related to Safety Management	MoU Target for Excellent rating	Actual Achievement
1	Reduction in Fatality rate (Fatality/MM ³ of Total material excavated) w.r.t. previous FY	3.0%	31.56%
2	Reduction in Serious Injury rate (Serious Injury /MM ³ of Total material excavated) w.r.t. previous FY	3.0%	21.53%
3	Preparation of Safety Management Plan	30 Nos.	35 Nos.

13.0 ENVIRONMENTAL MANAGEMENT: CONSERVATION & SUSTAINABILITY:

Clean environment for sustainable development is the prime concern of SECL and it is achieved by every employee's contribution and responsibility towards environmental performance. To achieve this objective, various participative initiatives are being practised and promoted. A three-tier system for environmental monitoring and audit is followed in compliance with the environmental protection statutes, from planning to production and mine closure. SECL takes pride in having excellent track record in implementing the Environmental Management Plans (EMPs). At the time of project planning itself, environmental measures are embedded as an integrated sub-system of Mine Management.



Coal is transported by closed conveyors and loaded into wagons through Silos at its mega mines namely Gevra & Dipka OC Projects. The same has been proposed for Kasmunda OCP. Moreover, massive multi-species plantation for bio-diversity conservation, top soil management, rain water harvesting, introduction of new mining technologies like high wall mining, surface miner, etc., have been undertaken by SECL.

SECL has voluntarily aligned its mining activities as per the requirements of the International Environment Management System ISO-14001. Accordingly, a comprehensive EMP for each project is being prepared to safeguard the environment and ecology in the mining Areas. ISO-14001 Certification in respect of 24 mines including 3 mega projects has been secured and Surveillance Audit is being routinely conducted. SECL is planning to upgrade it by introduction of IMS System for its mines in a phased manner.

Considering the importance of clean air for all its stakeholders, SECL has undertaken several measures to mitigate the aspect of dust in its mining Areas.



More than 110 mobile water sprinklers have been deployed for dust suppression. About 38 KMs of the fixed water sprinklers are functioning in and around the coal handling plants, coal stock yards and transportation roads for dust suppression. In first phase, 04 nos. of Continuous Ambient Air Quality Monitoring Systems (CAAQMS) have been installed in four opencast projects of SECL for constant monitoring of ambient air quality.

In order to expand Eco-friendly mining activities in a sustainable manner and to strengthen its Environmental Management, 15 Management Trainees (Environment) have been inducted in SECL.

13.1 Afforestation / Plantation

The company has undertaken road side plantation and grass bedding/Plantations on overburden dump slopes to ensure clean environment and minimize pollution in and around Coal Mines.

In order to minimise pollution and to ensure clean environment, the company has planted 6,29,750 saplings during the year 2014-15 and more than 2 Crore no. of saplings have been planted since inception of SECL in 1986. SECL has entered into a MoU with Chhattisgarh Raja Van Vikas Nigam (CGRVVN) Limited, Raipur and Madhya Pradesh Raja Van Vikas Nigam (MPRVVN) Limited, Bhopal for afforestation works for five years, i.e. from the year 2013-14 to 2017-18.

Performance against MoU Target

The assigned MoU targets relating to Afforestation has been achieved with “Excellent” performance ratings; as plantation of 6,29,750 saplings was made during the year against a target of 3,50,000.

13.2 Functions / Seminars for awareness of Environmental Conservation

The company, through its Environment Department organized functions to celebrate World Environment Week/ Day (2-7 June, 2014) at SECL Hqrs and other administrative Areas also. The function at Bilaspur was attended by the Directors, HoDs, Officers and staffs.

The Officials present administered the oath to ensure ‘the beauty of the planet Earth is not affected by our mining activities especially with regard to air, water and other environmental attributes’.



In pursuance of the oath, Plantations & Environmental awareness programmes were held across the company. The company constantly sensitizes the decision makers/ project officials, exclusively as an aspect of compliance to the statutory provisions relating to the environment. Nodal Officers (Environment) and other Officers have attended quarterly meetings in order to ensure statutory compliances.

13.3 Water Conservation

To conserve the scarce resource of water, SECL has undertaken water conservation and Rain water harvesting in its mines and colonies. company proactively implemented steps to augment the ground water levels by commissioning rain water harvesting schemes. For treatment of mine effluent, SECL has commissioned sedimentation tanks /settling ponds in all the opencast mines, which act as water recharge basins.

To reduce the biological contamination of streams, SECL has commissioned six number of Domestic Effluent Treatment Plants (DETP) having a capacity of 8.63 MLD and covering a population of 48,900.



13.4 Energy Saving

Energy saved is energy generated. Recommendations given by Energy Audit regarding measures to save energy are being implemented. Assessment of scope for energy savings has been given due importance by the company.

In line of implementing measures to save energy, installation of timers in street lights in main colonies and office premises have been completed in 10 Areas of SECL. The replacement of HPSV/HPMV/Metal Halide Lamps with LED/CFL Lamps in Street Lights of residential areas of SECL are under process.

Performance against the MoU Parameters

The details of MoU performance parameters related to electric power/diesel consumption and its target vis-a-vis achievement for the year 2014-15 are given below:

SI No.	Parameters	MoU Target for Excellent rating	Actual Achievement
1.	Award of work of Benchmarking of electric power consumption to an Independent Agency such as Bureau of Energy Efficiency (BEE)/TERI etc. in any one of the OC mines.	Nov '14	Nov '14
2.	Award of work of Benchmarking of specific diesel consumption to an Independent Agency such as Bureau of Energy Efficiency (BEE)/TERI etc. in any one of the OC mines.	Nov '14	Oct '14

14.0 ENVIRONMENTAL & FORESTRY CLEARANCES:

14.1 Environmental Clearance (EC)

Environment Impact Assessment and its management is a priority subject for the company. The EMPs are comprehensive action plans with requisite inputs of technology, manpower, equipment, capital outlay and organizational structure for implementation of abatement measures. Environmental Clearance from the Union Ministry of Environment, Forests & Climate Change (MoEF&CC) has been secured for 108 numbers of Environment Management Plans. Environmental clearances by way of approved EMPs are for production of 151.936 MTY. For projects which pre-dated the stipulations of securing environmental clearance operating consents under Water & Air Pollution Control Acts exist for a production capacity of 5.751 MTY.

During the year under report, EMPs for 05 Expansion projects have been approved by the Ministry of Environment, Forests & Climate Change (MoEF&CC), Government of India. Enhanced availability of ECs acts as a bank and helps in achieving the set target in times when some projects under perform due to constraints like geological disturbances, land acquisition, Industrial Relation problems etc.



14.2 Forestry Clearance

During the year 2014-15, following Forestry Clearances have been obtained:

- i) Forestry clearance (Stage-I) has been accorded by MoEF&CC, New Delhi for diversion of 65.00 Ha. of Forest Land for Dhanpuri U.G. vide no. 8-48/2010-FC Dtd. 09.07.2014.
- ii) Forestry clearance (Stage-I) has been accorded by MoEF&CC, New Delhi for diversion of 25.262 Ha. of Forest Land for Jamuna O.C. vide no. 6-MPC-045/2009-BHO/1416 Dtd. 04.08.2014.
- iii) Forestry clearance (Stage-I) has been accorded by MoEF&CC, New Delhi for diversion of 87.612 Ha. of Forest Land for Dhanpuri OC (Sector 'D') vide no. 8-47/2010-FC Dtd. 11.11.2014.

15.0 TELECOMMUNICATION:

Telecommunication plays a pivotal role in today's business environment, assisting in globalizing markets, reducing transaction costs, expanding productivity and directly increasing economic well-being. The use of telecommunications is vital in the production and dispatch of coal. SECL endorses the significance of telecommunications in today's scenario and its likely importance in the future by equipping itself with requisite new technologies. Steps undertaken by the company during the year under report are as under:

1. For monitoring of tippers engaged in internal coal transportation, GPS/GRPS based vehicle tracking system has been installed and commissioned at Sohagpur Area (for 91 tippers), J&K Area (for 65 tippers) & Hasdeo Area (for 24 tippers) on rental basis for a period of one year.
2. Radio Frequency Identification (RFID) Technology based vehicle access control system has been installed & commissioned at Dipka Area (2 Nos.) & the system is under installation at Kusmunda Area (01 No.) to provide an effective check for entry/exit of transport vehicle in & out of the OCP.
3. Action has been taken for Implementation of GPS-GPRS based Integrated Vehicle Tracking System along with Boom Barrier, RFID, CCTV, Weigh-Bridge Centering System and Weighbridge integration on Rental Basis for 5 years, in the entire mines of 13 different areas under SECL.
4. Point to multipoint Video Conferencing System has been installed and commissioned between SECL HQ. & CIL HQ/ CIL subsidiaries HQ./ MoC, New Delhi.
5. 10 Nos. high speed Internet leased line circuits have been obtained from 02 different service providers as backbone connectivity for Mini LAN installed in various departments for their e-procurement activity.
6. 01 No. high speed Internet leased line circuit has been obtained for internet backbone connectivity for LAN / WIFI users of SECL Hqtrs.
7. Action has been taken for implementation of point to multipoint Video Conferencing System between SECL HQ. & all 13 Areas HQ. Action has also been taken for weighbridges connectivity through Wide Area Network (WAN).

16.0 INFORMATION TECHNOLOGY:

SECL has strived to put its best efforts with regard to adoption, deployment and integration of Information Technology (IT) in the organization, with special reference to its needs in order to establish the vital links across the company's many locations and varied workforce. The IT infrastructure and services 'Implemented' in SECL and those 'Under Implementation' are mentioned below:

16.1 Implemented

➤ **Establishing MPLS-VPN Connectivity:**

MPLS-VPN is a family of methods for harnessing the power of Multiprotocol Label Switching (MPLS) to create Virtual Private Networks (VPNs which will provide the flexibility to transport and route several types of network traffic using the technologies of a MPLS backbone. SECL has entered into a contract with Bharat Sanchar Nigam Limited (BSNL) for providing MPLS-VPN Connectivity at 24 locations in SECL for a period of four years. All the Areas, Regional Stores and Central Stores are connected to each other as well as to HQs through this network.

➤ **Creation of web Portal for sales consumers for lifting Coal on 'As is where is basis':**

An interactive e-portal for enabling interested consumers to lift Coal on 'As is Where is basis' has been developed and hosted on SECL website on the guidelines of CIL/MOC.

➤ **Payroll Module Implementation at HQs under COALNET ERP Software:**

In addition to Sales, Finance, EIS and MMS modules, Payroll Module has also been implemented at HQs thereby making SECL one of the subsidiaries of CIL to implement vital modules of COALNET at HQs.

16.2 To be Implemented

➤ **Local Area Network at HQs:**

A structured Local Area Network (LAN) to cater to the speed of 1 Gigabit data speed connecting various departments at HQs, old building and HR department at Indira Vihar will be implemented. After implementation of same, all concerned users will be able to share information on network and use e-services like internet, e-mail through LAN. The COALNET application can also be extended to many departments and new value added services like file tracking, bill tracking, and employee intranet services can also be started.

➤ **Local Area Networks at all Areas / Regional Stores:**

For extending COALNET application to all Areas and Regional Stores of SECL, LAN is also necessary at respective places. LAN will be installed at these places so as to enable them to use COALNET application in place of the existing COBOL applications

➤ **COALNET at Areas :**

Presently, COALNET ERP is implemented at Hqs only and could not be taken to Areas / regional stores due to lack of data connectivity. Data connectivity inside Area and also with Hqs shall be taken up this year so that COALNET can reach Areas/ Reg. Stores.

➤ **Establishing New Main Data Centre (MDC) and Near Data Centre (NDC) at Korba:**

The present hardware across the organization is being replaced with centralized data processing by establishing Main Data Centre (MDC) at Hqs and Near data Centre (NDC) at Korba. These data centres will be equipped with RISC based servers and latest Oracle database for migrating present legacy system working in COBOL at Areas to Oracle based COALNET ERP software.

16.3 Performance against the MoU target

The details of MoU performance parameters relating to 'Cyber Security' and its target vis-a-vis achievement for the year 2014-15 are given below:

Sl. No.	Parameters related to Cyber Security	MoU Target for Excellent rating	Actual Achievement
1	Implementation of WAN at SECL with intrusion protection system, firewall and content filtering at internet gateways	Nov '14	Nov '14

17.0 MANPOWER:

Your company takes pride in its highly motivated and competent human resource that has contributed its best to bring the company to its present elevated position. The company has always believed that human resource is its most important asset and continues to work for its development and realization of its potential. To achieve growth and to foster motivational climate, several initiatives were undertaken in the HR Area during the year. The thrust on optimal utilization of manpower with focus on improvement in productivity continued.

The Manpower of SECL as on 31st March, 2015 is 67,800. Category-wise status is indicated below:



S.No.	Category	Manpower (in Nos.) as on	
		31.03.2015	31.03.2014
i.	Executives	3433	3503
ii.	Supervisory Staff	7729	7509
iii.	Highly skilled & skilled	33682	35148
iv.	Semi-skilled & unskilled	18725	19735
v.	Clerks	2232	2578
vi.	Piece Rated	1515	1823
vii.	Trainee	484	614
TOTAL		67800	70910

17.1 Employment of SC/ ST/ OBC

The policies and directives of the Central Government on recruitment and promotional schemes of Scheduled Castes/Scheduled Tribes and Other Backward Classes (OBC) are being strictly implemented by the company. The manpower strength of SC/ST/OBC as on 31st March, 2015 vis-a-vis 31st March, 2014 is tabulated below:

Category	Manpower Strength (In Nos.)		%age to Total Manpower	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
SC	13559	14226	20.00%	20.06%
ST	15115	15912	22.29%	22.44%
OBC	16213	13126	23.91%	18.51%
OTHERS	22913	27646	33.80%	38.99%
TOTAL	67800	70910	100.00%	100.00%

17.2 Employment of Female

Employment of Female (in Nos.) as on 31.03.2015 is detailed as under:

Executive	Monthly Rated	Daily Rated	Piece Rated	Total
136	1025	2561	45	3767

17.3 Employment of Project Affected Persons, Compassionate Employment & Fresh Recruitment

Status of sanction of employment of Project Affected Persons, Compassionate Employment & Fresh recruitment during the year 2014-15 is as under:

Particulars	Nos.	
Project Affected Persons	157	
Compassionate Employment	Medical Unfit	14
	Death in Harness	384
Fresh Recruitment	Mining Sirdar	258
Total	813	

17.4 Compensation

Particulars	Nos.
Monetary Compensation	14
Cash Compensation & Live Roster	27

18.0 HUMAN RESOURCE DEVELOPMENT:

Your company, as part of its endeavour of being a learning organization, has a policy of continuously investing in training and development of its employees. The company facilitates the development of all-round competence of its employees by providing practical and theoretical knowledge, skills and behaviour and values to improve the overall performance of the company. It has four primary Training Institutes where various programmes are organized successfully.

- 1) Management Development Institute (MDI) : Bilaspur
- 2) Central Excavation Training Institute (CETI) : Gevra
- 3) Basic Engineering Training Institute (BETI) : Korba
- 4) Regional Training Institute (RTI) : Bistrampur

Apart from the above, Vocational Training Centres are situated in all the Areas where Statutory Training as per VT Rules and other need based special training programmes are also conducted.





18.1 Training Programmes for the Executives

Initiatives were taken to organise and provide opportunities to different class of Executives in different training programmes at Area Training Centres/ MDI/ IICM & Outside training programmes. The total no. of executives who were provided training are as under:

S.No.	Category	6-days & above	1-day and above (including 6-days & above.
1	General	505	1514
2	OBC	77	241
3	SC	82	269
4	ST	33	101
	TOTAL	697	2125
* Participation of Women Executives (included in Total)		09	66

SECL has taken adequate steps to bring improvement in the quality of training to executives at all levels. 'National Productivity Council, Hyderabad' and 'CIPM, NOIDA' have been roped in for imparting quality training to executives at MDI, Bilaspur, so as to train more number of executives at company level.

(A) NPC, Hyderabad/ CIPM, Noida conducted following in-House programmes at MDI, Bilaspur

Sr. No.	Name of Programme	Duration of Prog.	No. of Executives got benefitted.
1	Developing Critical mass of Leaders through a system of career planning & development.	6-days (5 Programmes)	160
2	Analytical Thinking Problem Solving and Team Leadership.	3-days (3 Programmes)	130
3	Result Orientation Analytical Thinking Problem Solving and Team Leadership.	3-days (2 Programmes)	74
4	Interpersonal Effectiveness, Result Orientation and Team Leadership.	3-days (2 Programme)	84
5	Team Leadership	3-days (2 programmes)	78
6	Certified Training in Project Management.	5-days (1-Programme)	29

(B) Certified Course in Project Management

Worldwide renowned Institute 'Centre for Excellence in Project Management Private Limited, NOIDA' conducted one Certified Training programmes in Project Management at MDI, Bilaspur in which 29 executives of multidiscipline were trained.

18.2 Career development Programmes

With a view to develop necessary competency among potential employees for required categories in higher/supervisory levels, following career development programmes were carried out:

- 1) Coaching Classes for Mining Sirdar Examination. Total 67 Nos. were benefited.
- 2) Coaching Classes for 2nd Class Examination. Total 118 Nos. were benefited.
- 3) Coaching Classes for the Non-Executive for Electrical Supervisory Examination. Total 15 Nos. were benefited.

18.3 Skill Development Programmes

To enhance the skill of the employees, various Skill Development Programmes were conducted during the year under report, as indicated below:

- **Skill /Knowledge Updation on Strata Management**

The course was very useful for the Mine Managers for monitoring strata control measures in a scientific way to ensure efficacy of support system. During the training programme, awareness relating to Strata Control was created amongst the participants associated with strata control. A total of 69 employees were benefited.

- **Computer Training Programme in English and Hindi**

Computer training for Workers was conducted in Hindi & English to enhance/ update skill and knowledge. Computer Awareness and Training programme on "M.S. Access" for Executives and Staff was also conducted.

18.4 Supervisory Development Programmes

Training Programmes on Supervisory Development were conducted in each area in order to improve knowledge and skill of Supervisors (Mining, Electrical and Mechanical). During the training programme, they were made aware about the legal status and obligations of supervisor in a mine, role of Supervisors, role of specialists like Surveyors and role of others for better working. 434 Nos. of Departmental and 05 Nos. of contractual Supervisors were benefited with these programmes.

18.5 Special Training Programme

Special training programme for up-gradation of Knowledge & Skill and Technical Update for Executives/ Supervisors and Workers were organized, as under:

- 1) Women Empowerment and Development.
- 2) Training on SC/ST/OBC Reservation Policy. Total 51 participants benefited.
- 3) Special Workshop on Vigilance Awareness & Personality Development. A total of 594 participants benefited.
- 4) Training Programme for Contractors workers. A total of 4723 contractor workers were benefited with these programmes.
- 5) Refresher Course for Security Guards.
- 6) Planning for Retirement.



- 7) Orientation Course for Workmen Inspectors' (Mining, Electrical and Mechanical). A total of 59 Mining, 36 Electrical and 35 Mechanical Supervisors were benefited.
- 8) Training for Pit Safety Committee Members.
- 9) Training programme for Electricians and Electric Helpers.
- 10) Programme on SA 8000. A total of 460 departmental and 386 contractual persons were benefited in different areas of SECL.

18.6 Knowledge and Skill Upgradation of Doctors & Para Medical Staff

Following Training Programmes were conducted for Medical Discipline to make them aware about the latest development in medical field:

- 1) CME for Doctors & Recent Advances in Medical Science, wherein 50 participants were benefited.
- 2) Refresher Course for X-Ray Technician wherein 18 participants were benefited.
- 3) Refresher Course for Lab. Technician and Pharmacists wherein 29 participants were benefited.
- 4) Refresher Course for Staff Nurses wherein 27 participants were benefited.

18.7 Training imparted to Women Employees

Women employees participated and benefited in various training programmes at MDI, Bilaspur as under:

SN	Name of Training Programme	Participants
1	Women Empowerment	33
2	Refresher course for Female Security Guards.	23
3	C.M.E. for Doctors	09
4	Refresher Course for Staff Nurses.	27
5	NPC Programmes	05
6	Rules & Regulations for reservation policy on SC/ST/OBC	09
7	Knowledge up-gradation in Computer	31
8	Knowledge up-gradation in M.S. Access	09
9	Rajbhasha Karyashala	09
10	Pharmacist Day	03
11	Planning for Retirement	01
12	Refresher Course for Pharmacist	01

Female employees were also nominated to attend out-side training programmes wherein a total 10 women employees were benefited. Female executives also participated in adventures training programme conducted in collaboration with Tata Steel and IICM, Ranchi. Female Executives are nominated to attend various training programmes being conducted at IICM, Ranchi. A total of 66 Executive and 704 Non-Executive women employees were benefited by attending various training programmes conducted by SECL.

18.8 Training imparted at Foreign Institutions

25 Executives and 01 Non-Executive were provided training abroad on Continuous Miner, 42 Cu. Mtr. Shovel and Advance Management Programme.

18.9 Performance against MoU Parameters

- HRD Department has achieved the target for Excellent rating for the assigned Performance parameters under MoU.
- The target was to impart training of at least 6-days to 527 Nos. of executives. The actual Nos. of Executives who has been imparted training for at least 6-days is 697.

Besides above, 1428 Nos. of Executives were exposed to different Seminars/Workshops/ Training programmes.

SN	Training Programmes	Target (Nos.)	Achievement (Nos.)	% Achievement
1	Certified Training in Project Management	60	66	110%
2	Certified Training In Contract Management	30	34	113%
3	Training on Environment, Forest Management, Land Acquisition	05	07	140%
4	Certified Training in Risk Management	05	09	180%
5	Training for Medical Professionals on Occupational Health	25	33	132%
6	% actualization of Training Plan & Training days per employee per year:			
	a. Executives (6 days)	527	697	132.26%
	b. Non-Executives (6 days)	11467	11997	104.62%
7	Developing Critical mass of Leaders through a system of career planning & development	5 programmes	5 programmes	100%

19.0 HUMAN RESOURCE MANAGEMENT (HRM) INITIATIVES:

SECL values its Human Resources the most and therefore, your company has taken several new initiatives for an effective Human Resource Management. Various initiatives taken under HRM are as under:

- **Guru (Employee Suggestion Scheme):** SECL has implemented Employee Suggestion Scheme titled 'Guru', to generate ideas from employees for improving productivity, safety, quality, work-life, cost saving measures, etc. Idea Centers have been constituted at Unit Level where any employee can submit his/her idea/suggestion which gets registered to monitor the status of the suggestion/idea.
- **Quality Circle:** Quality Circle initiative has been successfully implemented across the company for continuous improvement in the business process through employee involvement. More than 150 registered Quality Circles are operating across all the areas of SECL. SECL is life member of "Quality Circle Forum of India" (QCFI) with Membership No.094415100022. There have been many success stories out of the quality circles related to various issues like equipment maintenance, productivity improvement,

waste management, safety practices, etc. Area Level Quality Circle Competitions were held in all the Areas to give motivation to the QCs.



Two winner teams of SECL in Excellent Category at National Convention on Quality Circles-2013 were nominated to participate in International Convention on Quality Circles held in Sri Lanka in 2014. On similar lines, 2nd Corporate Quality Circle Competition was held at SECL HQ on 2nd March, 2014 wherein 02 winning teams of every area participated. Four winning teams of the event were motivated to participate in the Chapter Convention of Quality Circle (CCQC-2014) Competition held at Bhilai, Chhattisgarh, wherein more than 86 teams from various companies operating in the states of Madhya Pradesh, Chhattisgarh and Orissa participated. Our teams represented projects on various themes and won in "Gold" and "Bronze" categories and further represented CIL at the National Convention of Quality Circle (NCQC-2014) held on 19-22nd December, 2014 at Pimpri Chinchwad College of Engineering, Pune. More than 1100 teams with 6500 delegates from all over India participated in the programme and our Teams made a remarkable achievement by winning in "Excellent" categories. The winning teams of SECL are as under:-

Name of the QC	Area
Pragati	Korba
Udaan	Chirmiri
Urja	CWS-Korba
Azim	Bhatgaon

- Shikhar (Reward & Recognition):** SECL believes in potential of the employees and rewarding the extra role behavior which they put towards the organizational success through a structured program. The company has implemented Employee Reward & Recognition Program titled 'Shikhar' to recognize superior performers. Benchmarking has been done for almost all key operations of the company.
- K-Mining (Knowledge Mining):** K-Mining is part of a system to manage scattered knowledge in the company by integrating knowledge and information by conducting Best Practice Fair for continuous learning and continuous improvement. The aim is to facilitate the flow of best processes and practices in the organization. It involves continuous Identification, Showcasing, Adoption, Integration and further improvement of business processes and practices in the value chain.



- **Mentoring:** Mentoring programme has been undertaken as an initiative for the professional growth and development of new entrants, especially Management Trainees and to socialize and acclimatize them with the company's people, policies, programmes and procedures. Mentor provides professional guidance, share practical knowledge, skills and supports the new entrants in locating and accessing resources and resource persons.
- **Harmony:** SECL has established Employee Grievance Redressal System titled 'Harmony' in the company for speedy redressal of grievances of employees at all level. Grievance Redressal Cells have been constituted at Unit/Project level where an employee can register his/her grievances which are being examined, redressed and communicated back in a time bound manner.
- **Employee Surveys:** SECL conducted two surveys to measure Employee Satisfaction Index, Trust Index and Employee Engagement Index through reputed external agencies.
 1. Employee Engagement Survey was conducted by Shri Ram Centre for Industrial Relations, Human Resources, Economic and Social Development, New Delhi. As per the survey report, the overall satisfaction index is 78% overall Engagement index is 85%.
 2. A Trust Index Survey was conducted by Great Place to Work Institute, which has reported an overall trust index of 68% against 83% of India's Top 50 companies in the year 2014, as surveyed by them. The dimensions of trust index include Credibility, Respect, Fairness, Pride and Camaraderie. The survey reported 76% on Pride dimension of Trust Index against an average of 85% of India's Top 50 Companies they surveyed in the year 2014.

The findings of the above studies are being used to improve the internal processes of the organization.

19.1 Performance against the MoU Parameters

The details of MoU performance parameters relating to HRM and its target vis-à-vis achievement for the year 2014-15 are given below:

SL	HRM Performance Indicators	Unit	Target for Excellent Rating	Actual Achievement
A	Competency and Leadership Development *Point 1 to 7 and 9 covered in HRD segment.			
B	Performance Management			
8	Linkage of Developmental plan of Executives with Performance Management System	Yes/No	By Dec '14	Yes (Dec '14)
C	Recruitment, Retention & Talent Management			
9	Presence of Mentorship Development Programme- Nos. of Mentors and Mentees	No. of Mentors	20	74
		No. of Mentees	100	101
10	Formulation / Implementation of systems for Management of Talent such as - Job rotation system, reward system, sponsoring Sr. executives for advanced Management Programme, growth opportunities	Schemes/ Initiatives and Details	By Nov 14	Nov 14



SL	HRM Performance Indicators	Unit	Target for Excellent Rating	Actual Achievement
D	Enabling Creativity & Innovation			
11	No. of nominations/entries submitted for National Awards (PM Shram Awards, Vishwakarma Rashtriya Puraskar)	No. of Nominations/ Entries submitted for National Awards	2	2
12	Number of suggestions generated per employee per year	No. per employee	10 per 1000 employees	11 per 1000 employees
13	% of Quality Circle projects completed against total Quality Circle projects undertaken in a year	% fulfilment	25%	31%
E	Employee Relation and Welfare			
14	Effectiveness of grievances settled vis-a-vis received during the year	% settlement	75%	89%
15	Programmes on Stress Management for Employees: Tension, Medicare, Yoga classes to reduce stress where job is stressful, setting up of wellness center such as Gym etc.	No. of Programmes	25	38
16	No of structured meetings with employees' representatives	No. of Meetings	2500	2509
F	HR Branding & Excellence			
17	Participation in Employer Branding Study conducted by external agencies (Employer of Choice, Best Employer, Best place to Work)	Month	By Feb 2015	Feb -2015
18	Organization Culture Building initiatives	Project KAVA with HR (A project for developing psychological contract for Fresher)	12 sessions	26 sessions

20.0 WOMEN EMPOWERMENT THROUGH WIPS-SECL:

Forum of Women in Public Sector (WIPS) was created under the aegis of Standing Conference of Public Enterprises (SCOPE) in the year 1990 having a Central Apex Forum in Delhi and four regional Forums in Mumbai (Western Region), Chennai (Southern Region), Kolkata (Eastern Region) and Delhi (Northern Region) respectively. The formation of WIPS represents the first ever initiative made by the single largest organized sector in focusing the issues related to advancement of women.

20.1 WIPS-SECL

SECL is a Corporate Life Member of WIPS. The women workforce of SECL has increased from 5.51% in 2013-14 to 5.56% in 2014-15 constituting 136 Executives and 3631 Non-executives. WIPS-SECL is committed towards Women empowerment in the company as well as in nearby rural areas. Smt. Kirti Tiwari, Sr. Manager (Civil), SECL has been acting as General Secretary, WIPS- APEX.

WIPS is socially and environmentally active in SECL, and is engaged in activities like tree plantations in nearby villages and schools, visits to old-age homes, leprosy villages, distribution of books to female students, thus benefiting a large number of people in the adjoining areas, besides SECL employees.

20.2 Various Programs Conducted by WIPS-SECL:

- Blood donation camp was organized at Chirimiri Area of SECL. WIPS members actively participated and donated blood.
- Sewing Machines were distributed among the female villagers in Chirimiri Area of SECL.
- Sewing classes.
- Workshop on 'Girls Safety – A Social Responsibility'.
- Workshop on 'Safety of Working Women-A Moral Responsibility'.
- Workshop on Cleanliness for prevention of diseases.
- WIPS organized Dance classes for children and Aerobics classes for females.
- Pulse Polio Camp was organized for children.
- Distribution of school stationery among female child under 'Dattak Putri Yojana' (Girl Child Adoption program).
- Awareness Program for Right to Vote.
- 'Breast Feeding Week' was celebrated in which young mothers were told about the advantages of breast feeding.
- One week Rangoli and Mehandi classes & competition was organised among females and children.
- 'Sawan Mahotsav' was organized in which various cultural programs were presented by WIPS members.
- WIPS members participated in 'Swachh Bharat Abhiyan' by cleaning their office premises.
- WIPS motivated for gainful deployment of females as Shovel operator and in Workshops.
- International Women's Day was celebrated on 8th March, 2015 by WIPS at Ravindra Bhawan, Vasant Vihar, SECL, Hqrs. in which WIPS from all the areas of SECL displayed their activities in stalls.





20.3 Awards to WIPS

WIPS SECL has been awarded 2nd Best Enterprise Award in Miniratna and others - PSUs category at 'Regional Meet of WIPS' in November-2014 and 2nd Best Enterprise Award in Miniratna and others - PSUs category at '25th National Convention of Forum of Women in Public Sector' in February-2015.

21.0 INDUSTRIAL RELATIONS (IR):

SECL has laid down clear Industrial Relation policy providing for mechanism to discuss the various issues under bilateral forums for which a 'Code of Conduct' has been signed between the management of SECL and the Unions affiliated to 5 Central Trade Unions, i.e. INTUC, HMS, BMS, AITUC & CITU. Under the aforesaid 'Code of Conduct' the following bipartite forums are functioning in SECL:

1. Steering Committee at company level.
2. Welfare Board at company Level.
3. Safety Board at company Level.
4. Joint Consultative Committee at Area Level & Sub-Area Level.
5. Welfare Committee at Area level & Sub-Area Level.
6. Safety Committee at Area level & Sub-Area Level.

In addition to above, structured I.R Meetings at regular periodicity as per pre-drawn and circulated calendar are held with the following operating unions which are affiliated to 5 Central Trade Unions:

S.No.	Name of Union	Affiliated to
1	South Eastern Koyla Mazdoor Congress	INTUC
2	Akhil Bhartiya Koyla Mazdoor Sangh	BMS
3	Koyla Mazdoor Sabha	HMS
4	Koyla Shramik Sabha	CITU
5	Samyukt Koyla Mazdoor Sangh	AITUC

The periodicity of the above said structured meetings with the unions under IR system is as under:

Unit	Periodicity of Meeting
Sub-Area Level	Monthly
Area Level	Bi-monthly
Company Level	Quarterly

The operating unions submit their agenda at Sub-Area Level which is discussed in the monthly Sub-Area Level meetings and unresolved issues, if any, arising out of such meetings are referred to Area where such unresolved issues received from various Sub-Areas are discussed in Bi-monthly meetings at Area Level. Unresolved issues, if any, arising out of Bi-monthly IR meetings at Areas are referred to SECL Hqtrs. where such unresolved issues received from all Areas are discussed in IR Meetings held at Company Level on quarterly basis with each of the above said unions separately.

The various grievances/demands are discussed in IR meetings under the IR system to avoid any industrial unrest. The daily feedback of industrial relation and Law and Order situation is being taken from the Areas.

With the introduction of above measures, harmonious Industrial Relations are being maintained resulting in cost reduction, increase in production, productivity, improvement in quality of work, industrial peace and overall improvement in the quality of life.

22.0 WELFARE ACTIVITIES:

The status of welfare amenities, facilities and schemes provided by the company such as schools, dispensaries, hospitals, workers institutes, clubs, including sanitation, water supply, Scholarships, Financial assistance, etc. is as under:

22.1 Amenities provided

Apart from the statutory welfare facilities, the company provides housing, medical and other facilities for its employees and schooling facilities for the employees' children at all the Areas and Coalfields. The relevant information is indicated below:

1) Housing:

a)	No. of houses available as on 01.04.2014	60,882
b)	No. of houses constructed during the year 2014-15	41
c)	Number of houses available as on 31.03.2015	60,923
d)	Percentage satisfaction as on 31.03.2015	89.12%
e)	No. of houses under construction as on 31.03.2015	458

2) Water Supply:

a)	Population covered as on 01.04.2014	3,42,505
b)	Additional population covered during the year 2014-15	205
c)	Population covered as on 31.03.2015	3,42,710

3) Education:

a)	Schools (Only Project Schools where deficit grant is given)	17
b)	School Bus	159

4) Sports & Recreational:

a)	Playground	55
b)	Officer's Club	37
c)	Worker's Club	41
d)	Community Centre	28
e)	Stadium	21
f)	Gymnasium	26
g)	Children's Park	42

5) Other Amenities:

a)	Canteens (including 28 AC Canteen)	88
b)	Employees covered under Electronic clearing system of payment through Bank	100%
c)	Co-operative Credit Societies	04
d)	Co-operative Stores	11

22.2 Scholarships & Financial Assistance to Employees' wards

Scholarship under Coal India Scholarship Scheme are given to meritorious wards of employees from Class 5th onwards. Financial Assistance is being given to the employees' wards pursuing professional education in Govt. Engineering College and Govt. Medical College to the extent of actual Tuition Fee and Hostel Charges. Cash reward is also given @ ₹ 5,000 and ₹ 7,000 to the employees' wards securing 90% and above in Class 10th and 12th respectively.

S.N	Particulars	No. of Beneficiaries	Amount (₹ in Lakh)
1	Coal India Scholarship	2919	54.33
2	Financial Assistance:		
2.1	Engineering Students	227	59.24
2.2	Medical (MBBS) Students	38	10.85
3	Cash Reward:		
3.1	Class 10 th	155	07.75
3.2	Class 12 th	54	03.73
	TOTAL	3380	133.16

22.3 Health and Family Welfare

SECL accords a very high priority on providing adequate and modern medical services to its entire people. The medical services in SECL are provided through a 3-tier system of Dispensary, Regional Hospital & Central Hospitals, which are located in different Areas. All Hospitals are equipped with Operation Theatre, Labour Room, Laboratories, ECG, X-ray Machines, etc. A CT Scan machine is installed at Burhar Central Hospital, Sohagpur Area and 01 Mammography machine is also functioning at Central Hospital Manandragarh, Hasdeo Area. Bio-medical Waste Disposal is carried out as per recommendations of the State Pollution Control Board.

The company's responsibility as a corporate citizen does extend to the National Health Programme by educating and motivating the employees and general public to adopt Small Family norms. A brief information on health related facilities in SECL are as under:

S.N.	Health Facility	Nos.
a)	Hospitals	11
b)	Dispensaries	56
c)	Hospital beds	845
d)	Ambulances (including 14 Mobile MMV)	118
S.N.	Medical Personnel	Nos.
a)	Medical Officer (183) + Specialist (59)	242
b)	Staff Nurse	332
c)	Pharmacist	111
d)	Lab. Technician	58
e)	X-Ray Technician	36

Further, in order to provide tertiary level medical treatment to the employees, a 200 bedded Multi Specialty Hospital constructed by the company at Bilaspur was successfully commissioned in October 2001, with the assistance of M/s. Apollo Hospitals Corporations Limited and License Agreement has been executed with M/s. Apollo Hospital Corporation Limited granting the right to maintain and operate the Hospital efficiently.

22.4 Medical Services/ Health Camps

In its endeavour to achieve the desired result, the company organizes village health camps, health awareness camps, family welfare camps, etc. in and around its Coalfields.

The Below Poverty Line (BPL) families are provided free OPD facilities in our hospitals and dispensaries. At CSR dispensaries, 20861 persons attended for medical treatment during the year under report. Mobile Ambulances with ECG & Pathological facilities visit the peripheral villages daily, providing free treatment to the needy families on the spot. In 1807 village camps, a total 63107 beneficiaries were provided the medical treatment. Moreover, 07 School health camps were also organized where 1470 school children were examined. Details of various Health Camps organized during the year 2014-15 are as under:



Name of the Camp	No. of Camps	No. of Beneficiaries
Village Camps	1807	63107
Family Welfare camps	2	66
Diagnostic Camps	1	135
Health Awareness Camps	2	796
Immunization Camps	81	2816
School Health Camps	7	1470
HIV/ AIDS awareness Camps	1	600

22.5 Sports

Your company is paying special attention to develop Games & Sports amongst the employees and their wards. Besides organizing various Sports/ Games activities for the employees, sports events for wards of employees are also organized to identify the children who can excel at State/ National level. Inter-Area



Sports competitions are also conducted every year for the employees, their wards and family members. The employees are sponsored for Inter-company sports events at State/ National level.

Further, 26 Gyms, 21 Stadiums and 55 Playgrounds are available for sports activities. Dronacharya Indoor Stadium, first of its kind in Chhattisgarh, is located in Gevra where the wards of the employees, PAPs, etc. are imparted training by Coach, in Lawn Tennis, Badminton, Carrom, Table Tennis etc. The wards trained in this Indoor Stadium are representing the Chhattisgarh State at the National Level. SECL is also establishing a Badminton & Volleyball Academy at Bilaspur for nurturing talent in these sports.

22.6 Social/ Cultural Activities

Your company strives to bring out talent in the employee community in all the possible forms whether it is music, dance, theatre, literary skills, sketching or other fine art styles. In order to showcase these talents, various Cultural events are calendared throughout the year. Various festivals are also organized to sensitize all towards the wide spectrum of beliefs which have harmoniously coexisted in India and spreading the message of peace and brotherhood which have transpired since ages through these festivals.



To enrich the employees and wards with various hobbies such as in theatre, dance, instrumental and vocal music, art etc. workshops and competitions are conducted which act as a platform for nurturing budding talent.

23.0 CORPORATE SOCIAL RESPONSIBILITY (CSR):

Your company has always appreciated its social responsibility as a part of Corporate Governance philosophy. SECL aims at making CSR a key business process for sustainable development of the Society. We supplement the role of the Government in enhancing welfare measures of the society based on the immediate and long term social and environmental consequences of our activities. Engaging with our community and working towards their development is an integral part of our business. We are committed to sustainable development and inclusive growth in the surrounding areas of our mining Projects. This commitment is translated into action through a network of CSR Projects through which we are dedicated to play a pivotal role in the journey from poverty to prosperity of villages of Chhattisgarh and Madhya Pradesh and thus to bridge the rural-urban gap through a robust CSR Policy.

'Annual Report on CSR Activities' pursuant to Section 135 of the Companies Act, 2013 read with Rule 8(1) of the Companies (Corporate Social Responsibility Policy) Rules, 2014 is attached as [Annexure-II](#) to this report.

24.0 IMPLEMENTATION OF OFFICIAL LANGUAGE (RAJBHASHA):

Your company makes concerted efforts to spread and promote the Official Language (Rajbhasha Hindi). In pursuance of Official Language Policy/ Act/ Rules/ Orders of the Govt. of India, efforts are continuing towards increasing the use of Hindi in Official work. Some of the important steps taken in this regard during the year are as under:

- During the year under report, the company made special drive to promote Hindi in official work in Headquarters and Units. In this connection, Hindi Workshops were organized on quarterly basis at Management Development Institute (MDI) HQ Bilaspur. 133 employees availed benefit out of these workshops. The Hindi Workshops were especially focused towards usages of Hindi in day-to-day official correspondence using simple & colloquial words in writing.
- During the year, all computers have been installed with MS-Unicode program/Hindi software to carry out office work in Hindi, easily & more effectively.
- The 'Rajbhasha Pakhwada' (14 September to 28 September) organised during the year witnessed enthusiastic participation of employees across all cadres. During Rajbhasha Pakhawada, Hindi noting and drafting competitions for executives, Hindi Essay, Hindi elocution, picture based Hindi story writing, Hindi Typing, Hindi quiz, Hindi letter-writing, Hindi Antakshari, Open Rajbhasha slogan, Open Hindi story writing, Open Hindi Article competition, etc. were organized to develop/ promote/ accelerate the use of simple official Hindi. A total no. of 12 different competitions were held and 626 employees participated. In most of the competitions, the entries for employees were given in two segments i.e. Hindi and Non-Hindi background. The winners in all the competitions were suitably rewarded. In addition to this, participants were presented Hindi English Dictionary to mark their participation as well as to boost up their morale to discharge their maximum official work in Hindi.



- During the year under report, the employees not knowing Hindi, were imparted Hindi Pragya course training through departmental arrangement. All 16 employees who have taken training, appeared in the examination conducted by the Ministry of Home Affairs, Government of India, under Hindi teaching scheme, passed the examination.
- Hindi Implementation Committee meetings were held quarterly to monitor and review the progress of the Hindi implementation programs at the Area/Headquarters level.
- A book titled "Koyala Ratna" is published by Rajbhasha Deptt. at SECL HQ. It has broadened its popularity by publishing colorful articles in the form of short stories, write-up, essay etc. ranging in tastes from literature to health, meditation & many others. Apart from providing a literary arena to all sections of Coal society, in particular, this magazine also provides the details of all ongoing Hindi Implementation programs and publishes details of useful policies pertaining to employees in general.

25.0 VIGILANCE:

SECL Vigilance Department is functioning in a fair and transparent manner as per the guidelines of the Central Vigilance Commission (CVC). During the year 2014-15, Vigilance Department made all possible efforts to check and prevent corruption at all levels in the company. The main focus of Vigilance Department during the year was to create awareness and sensitize the officials through various programmes to work within the ambit of rules and regulations of the company. Through Regular and Surprise Inspections, system lapses and other irregularities were brought forward to the knowledge of Higher Management and necessary system improvement measures to prevent such irregularities were also suggested.

The main functions of the department are verification of the complaints received either directly or routed through CVC, Ministry, CBI, Coal India etc. and taking systemic improvement measures wherever required to pluck the loopholes and necessary punitive action by registering Regular Departmental Cases against the erring officials. Vigilance department through Periodic/regular and surprise inspections keep a watch on sensitive posts and wherever necessary, system improvement measures are being suggested to the Management to contain possibility of corruption. SECL was the 1st subsidiary to fill Online APR-2013 of all the employees on cumulative basis within the prescribed timeline. To create awareness among the officials, Vigilance Department is arranging in-house training programmes regularly for the executives working in the company.

25.1 Preventive Vigilance

a) Organizing Vigilance Awareness Week - 2014:

Vigilance Awareness Week 2014 was observed in SECL from 27.10.2014 to 01.11.2014 as per the directives of the CVC. Inaugural function was held at SECL (HQ), Bilaspur as well as in all the 13 areas of SECL & DCC/ Kolkata on 27.10.2014. At all the places, the chief Guest was Range IG/Collector/ Add Collector/Addl. SP/other Govt. Officials of the respective Districts. A run/rally for Vigilance awareness was organized at different Distt Headquarters viz. Umaria, Shahdol, Korba, Baikunthpur, Ambikapur, Anuppur and Bilaspur. Thereby, a positive role was played by the Vigilance Department to reduce the gap between the State Administration and field officers of SECL.



Vigilance Workshops/ Customer's Meet were organized at Bilaspur, Gevra, Bishrampur and Sohagpur Areas, which were attended by the executives and service providers of all the Areas.

In these workshops, deliberations were made on the theme of CVC "Combating Corruption-Technology as an enabler" for adopting technology as a tool to restrict the corruption. The problems faced by the executives/customers/ contractors/service providers were noted and corrective steps were recommended. Debate, Essay, drawing and Slogan competitions were organized for school children and college students in the vicinity of all the areas as well as SECL (HQ). Debate and Essay competitions were also organized among the employees of SECL at its Hqrs as well as at Areas. Debate competitions exclusively for the female employees were organized at Sohagpur, Baikunthpur, Kusmunda and Bilaspur.

b) Publication:

A Souvenir titled "SPANDAN" containing articles related to irregularities observed during investigation and systemic improvement measures besides CVC guidelines on disciplinary matters and tender, etc. was released by the dignitaries on the closing ceremony of the Vigilance Awareness Week 2014. A special edition of "PRATIBIMB" containing Vigilance activities of SECL along with some important CVC circulars and articles were published on the eve of the Republic Day-2015.

c) Organizing Vigilance Training-cum-Awareness Programmes:

Vigilance Awareness programmes coupled with Personality Development were organized covering all the Administrative Areas and executives to impart the importance of attitudinal behaviour in discharging the assigned duties with honesty and integrity, as stress and work-life balancing have a role in corrupt practices. 15 such training sessions were organized during 2014-15 by pooling officers of all units of SECL at every quarter of the year. Vigilance guidelines, circulars and investigated irregularities by way of case studies were discussed with Officers. By organizing question answer sessions various doubts were clarified to officers. Around 1800 executives of different levels working in areas and company HQ were benefitted by this training exercise, which is highest in any subsidiary of Coal India and covers approximately 50% of our executives. Moreover, training on Departmental Enquiry Proceedings was also conducted by the Ex-Director CVC at different locations, which was attended by 250 executives.

d) System Improvements Undertaken:

On the basis of periodic/surprise inspections, many system improvement measures were suggested to the Management for implementation. The following system improvements have been implemented as per vigilance advice.

- i) Refund of EMD:** An agreement has been made with AXIS Bank as payment gateway for automatic refund of EMD through their integrated banking solution.
- ii) Unauthorized occupation of quarters:** Out of around 5909 number of company quarters with unauthorized occupation by outsiders or retired employees, 1102 Nos. company quarters have been got vacated. Further eviction order has been passed for 150 Nos. quarters and for 2500 Nos. quarters, it is under final proceeding stage. Efforts are on to ensure vacation of the remaining quarters.
- iii) Site record for civil works:** A circular has been issued regarding maintenance of Site order book and Non-Destructive test and Hindrance register by Civil Department.
- iv) Similar nature of civil works:** Restrictive prequalification criteria of similar nature of works incorporated in the NIT of Civil work has been generalized and circulated for implementation by all the Areas.



- v) **Cartelization in procurement of Roller Kit:** In order to restrict cartelization in procurement of Pre-Lubricated Cartridge, broad eligibility criteria has been designed to enlarge the participation of other firms also.
- vi) **Standardized NIT for Civil Works:** During investigations into various types of complaints it was revealed that NITs issued from different areas were having different provisions for same type & same range of value of works resulting in generation of complaints on this ground. Based on Vigilance advice, Standard NIT for civil works have been designed and circulated for implementation by all.
- vii) **Forgery and embezzlement of cash on account of TA/DA-** Verification of bill passing registers with the TA/DA bills passed on routine basis or as surprise check to ensure that no fraud is committed after passing the bills. To carry out comparison of TA/DA expenditure on month to month basis and scrutinizing reasons for increase, if any.
- viii) **Inflated & Fictitious purchase of medicine-** Indents for procurement of medicines to be raised as per the company's proforma only, depicting necessary data required in all the columns and should be signed by all concerned officers. Proper way of procuring medicines be worked out for emergency through tendering on a yearly basis so that single source procurement is avoided.
- ix) **Fraud and embezzlement of salary bill-** The input data filled up by billing clerks should be reconciled with the attendance summary received from respective Mine Time Keepers of the mines, so far as the total man shifts and other elements are concerned. After such reconciliation only, the same should be processed. The Area Computer may be protected through password for having access to change the data pertaining to the Pay Master etc. The change of data pertaining to the pay master should be done on the basis of proper documents signed by an authorized officer/designated officer.
- x) **Impersonation & fraudulent payments to Private Security Agency:** The list of persons deployed should be verified and tallied with the physical attendance. Correct billing as per the minimum wages act for the number of persons as recorded in the monthly attendance sheet to be ensured. The bank acquaintance roll to be tallied with the monthly attendance. The PS-5 Statement should be verified with the names of the person deployed.

25.2 Investigative Vigilance

a) Preliminary Investigation:

During the year 2014-15, 44 new complaints were taken up for verification along with 23 complaints carried forward from the previous years. Verification has been completed in respect of 48 complaints. After preliminary verification and subsequent investigation, disciplinary action has been initiated wherever necessary.

During the year, 19 fresh vigilance cases were registered and taken up for investigation, besides 17 vigilance cases carried forward from the previous years. In respect of 30 vigilance cases, investigation has been completed.

b) Oral Inquiries/Departmental Proceedings:

During the year under reference, total 26 Regular Departmental cases (major penalty– 17 cases and minor penalty– 09 cases) were registered in addition to the 18 RDA cases for major penalty and 02 RDA cases for Minor Penalty which were carried forward from the previous years. During the year, 11 cases have been finalized in which Major penalties were imposed on 05 officials and Minor penalties on 12 officials.

c) Routine/Surprise/Major Work Inspection Conducted:

During the above period, 31 regular, 20 surprise and 01 Major Work inspections were carried out by the Vigilance Department, SECL. On the basis of these inspections, systemic improvement measures have been suggested besides regular departmental actions registered against the erring officials.

25.3 Participative Vigilance

- a) **Stakeholders Meet:** In order to enhance the level of transparency in working, Stakeholders Meet were organised on quarterly basis to know the problems faced by the stakeholders like customers/contractors/service providers etc. so as to take corrective steps. Accordingly, 11(Eleven) Stakeholders Meets were organized at different locations. The problems raised by the stakeholders were resolved as far as possible at the venue itself. However, some issues related to the company's policy have been addressed after reference to the management. It helped reduce the complaints drastically.
- b) The State officials like IG/Collector/SP/DFO/Add Collector/Addl. SP of the respective mining operational Districts are invited/associated from time to time, to ease out the operational difficulties.

25.4 Leveraging of Technology

Technology plays an utmost important role in combating & curbing the threat of corruption. Use of Information Technology would go a long way in ensuring greater transparency & accountability in public service. It is also the endeavour of the Government to adopt e-governance by way of e-procurement/e-payment systems which not only decreases the human intervention, risk of fraud & corruption but simultaneously increases the efficiency & reduce the transaction costs. The following web-enabled technological initiatives have been emphatically taken-up by the management at the behest of Vigilance Department in the recent past:

- a) GPS based vehicle tracking system at Areas has been installed at 3 Areas i.e. Sohagpur, Jamuna & Kotma and Hasdeo.
- b) Integrated system of GPS/GPRS, RFID & Boom Barriers installed at the 4 mines in 1st phase. This system works through a network of RFID readers, weighbridges, GPS instruments, CCTV cameras and controlling monitors. For remaining mines, it is likely to be installed by October 2015.
- c) Electronic weighbridge has been installed in the mines for weighing of coal so as to check misappropriation of coal.
- d) e-Procurement, e-Payment & e-Auction have been implemented in the company.
- e) Online vigilance complaint system, coal consumer grievance handling system are in vogue.
- f) Online submission and monitoring of APRs.
- g) SMS based production/dispatch system has been implemented in 3 mega Areas to monitor production and dispatch of coal.

25.5 Steps taken to activate the Vigilance Machinery

The Vigilance Department is headed by Chief Vigilance Officer assisted by General Manager (Vigilance) and other experienced Officers from various specialized disciplines like Mining, Materials Management, Excavation, Civil, Survey and Personnel. The activities of Vigilance Department are mainly focused on preventive and participative vigilance and on enhancement of vigilance awareness among all stake holders.

Vigilance Department aims to maintain fair & transparent systems, management processes and corruption free governance. Vigilance department is also focused on suggesting system improvement measures to control the menace of corruption and other malpractices in the company.

25.6 Vigilance Excellence Award

During the conclave of Vigilance Officers organized by the Institute of Public Enterprises (IPE) at Hyderabad on 12th and 13th March, 2015, the Vigilance Division of SECL has been awarded 'Corporate Vigilance Excellence Award' for the year 2014-15. Four officers of Vigilance Department have been given Individual Vigilance Excellence Awards on investigation of cases on surprise visits and also for excellent performance in Vigilance activities.

26.0 SECURITY:

Security Department has been relentlessly striving to achieve the assigned tasks to protect the assets and properties of the company. SECL security comprises of departmental security personnel, Central Industrial Security Force (CISF) personnel and Ex-servicemen/Civilians guards deployed through Directorate General of Resettlement (DGR), Ministry of Defence sponsored security agencies. CISF is deployed at barriers as well as weigh bridges of Gevra, Dipka, Kusmunda Areas and for security of Banki Mogra main explosive magazine of Korba Area. Departmental security personnel and contractual guards employed through DGR sponsored security agencies are deployed in all Areas/establishments of SECL.

Security personnel have ensured no illegal mining of coal in the lease hold areas of SECL and their endeavors have minimized theft/pilferage of coal and company's properties.

Security personnel besides performing routine security duties, have also participated in other activities. Contingents comprising of departmental security personnel including lady security guards, contractual guards of DGR sponsored security agency and enthusiastic junior wing NCC boys and girls of DAV School, Vasant Vihar displayed magnificent parade on the beats and patriotic tunes of band on the eve of the Independence Day 2014



and the Republic Day 2015, thereby demonstrating high morale, motivation and discipline. Security department also organized camp fire preceded by spell bound entertaining cultural programme with patriotic fervours which entertained and mesmerized the large audiences on the auspicious occasion of the Republic Day 2015.



27.0 PUBLIC RELATIONS:

Public Relations (PR) has a vital role in establishing and maintaining the goodwill amongst its stakeholders. The company continued to make deliberate, planned and sustained efforts to reach out to its stakeholders and continue the two way communication. Press & Media supported enthusiastically and SECL news featured extensively in newspapers, television channels and the local cable TV, round the year. SECL website served as a powerful mode to communicate with the society at large and give wider publicity to the organizational initiatives.

Euphoria was set in right at the start of the financial year with the news of SECL once again being the largest coal producing subsidiary of Coal India Ltd. The news was further backed by impressive coal dispatch figures. The news was well taken by all and an elated enthusiasm geared up the new financial year with a firm resolve to further the winning streak. The mood was appropriately captured as the miners were awarded on the Miner's Day on 1st May as a recognition of their hard work and commitment. This strengthened the feeling of belongingness and the miners ambled towards the new targets with renewed vigor and dedication.

In the month of June 2014, the Organization celebrated Environment Day, once again reiterating its commitment to Clean & Green surroundings. The Rajbhasha, Hindi, is a priority for SECL. This message reverberated as 'Rajbhasha Fortnight' witnessed an over whelming response. This was followed by the Vigilance Awareness Week, an effort to revise and recall the innate human values of truth and honesty. SECL was deeply immersed in the colors of national pride as the Indian tricolor fluttered on the Independence Day which was celebrated in great pomp with the cultural program by school children embellishing the celebrations.

A number of branding initiatives were taken during this period. One of the important initiatives being a SECL stall in Swadeshi Mela at both Bilaspur and Raipur. It was an attempt to interact with the people on one to one basis as they could see the working model of our mine. The stall was largely appreciated by the general public.

'Swachh Bharat Abhiyan' started on the 2nd October, with a commitment to make and keep the surroundings clean. SECL took to itself the construction of toilets in various Government schools in Chhattisgarh, Madhya Pradesh and Odisha. The sites were identified and the work was initiated. The news about Swachh Bharat Abhiyan in SECL had a wide coverage in media.



The Organization witnessed an extravaganza of Chhattisgarhi folk music and dance, spell binding a huge crowd, as SECL celebrated the 'CIL and Chhattisgarh State Foundation Day'. The event precisely conveyed SECL's efforts to appreciate and promote the Chhattisgarhi culture and the local artist preserving the folk arts.



In SECL, the Internal communication is strengthened by a newsletter 'SECL Samachar' and a quarterly magazine 'Pratibimb'. The publications encapsulate information regarding various events, achievements, technological know-how and at the same time provides literary platform to employees.

28.0 MOU WITH TRANSPARENCY INTERNATIONAL AND INTEGRITY PACT:

SECL is one of the early institutions who have signed the Memorandum of Understanding with the Transparency International India. The body is the Indian Chapter of Berlin based "Transparency International", a not-for-profit and non-government organization committed to curbing corruption in any form.

Arising out of the MOU signed with the Transparency International India, the Integrity Pact has been implemented for tenders having estimated value of ₹ 2.00 Crore and above and all global tenders for purchase contracts and ₹ 1.00 Crore and above in respect of other contracts. Two Independent External Monitors (IEMs) have also been appointed to monitor the tenders covered under the Integrity Pact in line with the Standard Operating Procedure (SOP) circulated by the CVC.

29.0 e-PROCUREMENT THROUGH NIC:

In addition to the MOU with Transparency International and signing of Integrity Pact, company has also shifted to e-procurement of goods during the year through Coal India's own portal hosted by National Informatics Centre (NIC), an organ of department of Information Technology, Govt. of India. This portal will be maintained by the NIC. The shifting to e-procurement will ensure greater transparency in procurement of goods. Through this process, not only the entire process will be visible to bidders, but the system will also ensure efficient finalization of procurement cases with minimum human involvement. Now, procurement of goods and services has been shifted to e-procurement mode through the above portal.

30.0 RIGHT TO INFORMATION (RTI):

Your company has set an elaborate mechanism throughout the Organization to deal with the requests received under the Right to Information (RTI) Act, 2005. To assist and facilitate the citizen in obtaining information, detailed guidelines have been placed on SECL's website, spelling out the procedure for securing access to information and filing of first appeals under the Act.

Proactive disclosures have been made on SECL's website in line with Section 4(1)(b) of the Act, disseminating various categories of information so that citizens have minimum need to resort to the Act for the purpose of obtaining information.

SECL has set an elaborate mechanism throughout the organization to deal with the requests received under the Right to Information Act (RTI) 2005. In the year 2014, to make the process of providing information more effective, practical and within the stipulated period of time, it has been decided by the top management to decentralize the RTI activities to all the Area levels independently from the centralized system prevailed at SECL-HQ, Bilaspur. As per the directives of the Functional Directors, the decentralization of dealing RTI applications at Area levels has been successfully implemented by deputing 17 CPIO's and 17 Appellate Authorities. Hence from 01.01.2014, each Area has its own CPIO and an Appellate Authority to deal with the RTI applications in a more transparent and systematic way. The CPIOs and the other stakeholders involved are sensitized about their obligations under the Act through training and workshops.

The statistics of Information asked under RTI and its disposal during the year 2014-15 is as under:

S.N.	Particulars	Nos.
1	No. of applications received during the year 2014-15	3335
2	No of applications disposed of during the year	3083
3	No. of application under process for reply as on 31.03.2015	252

31.0 ISO ACCREDITATION:

The following Central Hospitals of the company are accredited with ISO:9001:2008 Certification in the field of Management of Diagnostic, Curative, and Rehabilitative & Preventive Health Care Services.

1. Burhar Central Hospital, Sohagpur in the year 2007-08, valid up to 02.11.2015
2. Nehru Centenary Hospital, Gevra in year 2006-07, valid up to 02.11.2015
3. Central Hospital, Manendragarh, in the year 2010-11 valid up to 02.11.2015
4. Indira Vihar Health Centre, Bilaspur in the year 2010-11 valid up to 02.11.2015

The following Workshops of the company are also accredited with ISO 9001:2008 Certification for implementation of Quality Management System in the activities of Overhaul and repair of mining machinery and manufacture of related parts:

1. Central E&M Workshop, Korba, accredited in 2000-01 and renewed during 2013-14 with validity up to 10.09.2016.
2. Central Excavation Workshop, Gevra, accredited in 2005-06 and renewed during 2014-15 with validity up to 14.08.2017.
3. Central Excavation Training Institute (CETI), Gevra Area accredited in 2009-10 and renewed during 2013-14 with validity up to 16.08.2015.
4. Regional Workshop, Bijuri, Hasdeo Area, accredited in 2005-06, and renewed during 2014-15 with validity up to 14.08.2017.
5. Regional Workshop, Korea, Chirimiri Area accredited in 2005-06 and renewed during 2014-15 with validity up to 14.08.2017.

Central E&M Workshop, Korba and Central Excavation Workshop, Gevra have been recommended for ISO 14001:2004 Certification and OHSAS 18001:2007 Certification by Certification International (UK).

32.0 AWARDS AND RECOGNITION:

SECL has always registered record breaking performances which has been possible by the virtue of superior working culture and dedicated collective hard work of its employees. Consistent with the trend in preceding years, your company & its Senior Management Officials have got various awards and recognitions in the year 2014-15, as detailed hereunder:

32.1 Awards/ Recognitions in Corporate Capacity

1. SECL bags the Excellent Rating award

SECL bagged Excellent Rating award for Excellent Performance under the MOU 2013-14 at the Award ceremony held on 40th Coal India Foundation Day on 01.11.2014. The award was presented by Shri Piyush Goyal, Honb'le Minister of State for Power, Coal, New & Renewable Energy (Independent Charge), Govt. in presence of Secretary, MoC, Shri S. K. Srivastava and Additional Secretary, MOC /Chairman, CIL, Shri A. K. Dubey. The award was received by Shri Om Prakash, CMD, SECL and his team.



2. SECL bags the Environment award by MP Govt.

Kurja-Sheetaldhara Mine of Hasdeo Area, SECL received Environment award 2012-13 for Pollution Control & Environment Conservation by Department of Environment, Govt. of Madhya Pradesh. The award was presented by Shri Kailash Vijayvargiya, Honb'le Minister for Housing & Environment, Govt. of Madhya Pradesh on 05.06.2014, the World Environment Day 2014.

3. Mines of SECL bags the National Safety Award

SECL's Pinoura Mine of Johila Area received the 1st prize in Lowest Injury Frequency Rate (Category-2) from the President of India at National Safety Award (Mines) 2011 organized by DGMS, Ministry of Labour & Employment, Govt. of India on 20.03.2015 at New Delhi. In the same function, Kurasia Mine of Chirimiri Area received the Runner -up prize in Longest Accident-free period – Type 3 Category.



4. WIPS-SECL bags 2nd Best Enterprise Award

WIPS SECL has also been awarded 2nd Best Enterprise Award in Miniratna and others PSUs category at 25th National Convention of Forum of Women in Public Sector in Feb'15 held at Vigyan Bhawan, Delhi. The award was given by the Honb'le Minister of Heavy Industries and Public Enterprises, Mr. Anant Gangaram Geete and Mr. U.D. Choubey, Director General, SCOPE.



32.2 Awards/ Recognitions in individual Capacity

1. Dr. R. S. Jha, Director (Personnel), SECL was included in '100 Most Talented Global HR Leaders'.

Dr. R. S. Jha, Director (Personnel), SECL was rewarded with '100 Most Talented Global HR Leaders Award' by the World CSR Congress at a function held on 16.02.2015 at Taj Lands End, Mumbai.



2. Shri Kamal Mukherjee, GM (Excav.) received Individual Excellence award.

Shri Kamal Mukherjee, GM (Excavation), CETI, Gevra, received Individual Excellence Award for his Outstanding Contribution to the company at the Award ceremony held on 40th Coal India Foundation Day on 01.11.2014. The award was presented by Shri Piyush Goyal, Honb'le Minister of State for Power, Coal, New & Renewable Energy (Independent Charge), GoI in presence of Secretary, MoC, Shri S. K. Srivastava and Additional Secretary, MOC / Chairman, CIL, Shri A. K. Dubey.

3. Kumari Hemlata, Shovel Operator received Individual Excellence award.

Kumari Hemlata, Shovel Operator, Chirimiri Area received Individual Excellence Award at the Award ceremony held on 40th Coal India Foundation Day on 01.11.2014. The award was presented by Shri Piyush Goyal, Honb'le Minister of State for Power, Coal, New & Renewable Energy (Independent Charge), GoI in presence of Secretary, MoC, Shri S. K. Srivastava and Additional Secretary, MOC / Chairman, CIL, Shri A. K. Dubey.



32.3 Awards/ Achievements in Sports

- SECL Bridge Team emerged Winner of the CIL Inter-company Bridge Tournament held at Margherita, NEC (Assam) from 15th to 17th January, 2015.
- SECL Kabaddi Team emerged Runner up in CIL Inter-company Kabaddi Tournament held from 15th to 17th May, 2014 at Nagpur.

33.0 INTERNAL AUDIT FUNCTIONS:

There are 15 Audit Firms of Chartered/Cost Accountants registered with ICAI/ICWAI who have conducted Internal Audit in SECL for the year 2014-15 in 13 Areas of SECL in addition to audit of company HQ, Central Stores & Central Workshop, Korba, Central E&M Workshop, Gevra, SECL Kolkata Office and Dankuni Coal Complex.

There are also 23 Audit Firms of Chartered/Cost Accountants appointed for the year 2014-15 for conducting Physical verification of Stores & Spares in all the Areas of SECL.

Suitable and corrective actions wherever necessary were taken based on the observations of the Internal Auditors. The Audit Committee of SECL has reviewed the Audit Report relating to internal control and other observations of the auditors.



The Internal Audit Department also co-ordinates the 'Transaction Audit' as well as 'Thematic Audit' such as study on 'Efficiency in Power Utilization', 'Coal & OB Transportation' and the "Function of Dankuni Coal Complex" conducted by Commercial Audit Team of C&AG, the reply of Audit Para's and its final settlement from time to time.

34.0 AUDITORS' REPORT & COMMENTS OF CAG:

The Statutory Auditors' Report on the Financial Statements of the company for the year ended 31st March, 2015 along with the Management's replies is placed elsewhere in the Annual Report. The comments by the Comptroller & Auditor General of India (CAG) under Section 143(6)(b) of the Companies Act, 2013 on the accounts of the company for the year ended 31st March, 2015 is also placed in the Annual Report.

35.0 AUDIT OF NON-FINANCIAL PARAMETERS OF THE MOU:

It has been mandated in the DPE guidelines that the Non-financial parameters of the MoU 2014-15 are to be clearly identifiable & clearly verifiable and an agency shall be entrusted to carry out the verification process. Non-Financial parameters encompass the parameters listed under Quality, HRM, Project Implementation, Adoption of Innovative Practices, CSR & Sustainable Development Activities, Sector specific & Enterprise specific parameters, etc. Accordingly, the Statutory Auditors appointed by the CAG for the year 2014-15 was engaged for such verification and audit of the performance against the MoU parameters. The Auditors' Report on the MoU Parameters is enclosed as [Annexure-III](#).

36.0 RATING OF SECL VIS-A-VIS MOU TARGETS:

Performance of SECL for the year 2013-14 has been rated by DPE as "Excellent" in terms of the MoU 2013-14. SECL has been awarded the MoU Composite Score of 1.322, the highest amongst all the subsidiaries of Coal India Limited.

37.0 INFORMATION TO SHAREHOLDERS:

Annual Accounts of South Eastern Coalfields Limited (SECL) and the related detailed information shall be available to the shareholders of the holding company and SECL. Any shareholder seeking any such information at any point of time, can inspect the same during business hours in a working day at the registered office of the company at Seepat Road, Bilaspur, Chhattisgarh.

38.0 COST AUDIT:

Pursuant to the directions of the Central Government for audit of Cost records, the proposal for appointment of 4 firms of Cost Accountants as Cost Auditors for auditing the Cost records of your company for the year ended 31st March, 2015 was approved by the Central Government and they have accordingly been appointed.

The particulars of Cost Auditors as required under Section 148 of the Companies Act, 2013 read with General Circular No. 15/2011 dated 11.04.2011 issued by the Ministry of Corporate Affairs, are given below:

- 1) M/s. S. C. Mohanty & Associates (FRN 00114) 511, Sahidnagar, Bhubaneswar, Odisha – 751 007
- 2) M/s. ABK & Associates (FRN 000036) Jamuna Niwas, 1st Floor, 32-A, Jai Bharat Society, Khar (West), Mumbai - 700 052
- 3) M/s. R. S. Tiwari & Co. (FRN 000260) A-3, Nehru Nagar, Bilaspur (Chhattisgarh) - 495 001
- 4) M/s. P. A. N. Murty & Co. (FRN 00245) A - 4, Rama Life City, Opp. Jain International School, Bilaspur (Chhattisgarh) – 495 001

The Cost Audit Report for the year 2013-14 has been filed under XBRL mode within the due date of filing. The Cost Audit Report for the year 2014-15 is being finalized and will be filed as per the schedule.

39.0 SECRETARIAL AUDIT:

The Secretarial Audit of the company for financial year 2014-15 pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 has been conducted by M/s. AGR Reddy & Co., Practicing Company Secretaries, Hyderabad. The Secretarial Audit Report has been attached to this report as **Annexure-IV**.

40.0 EXPLANATION OR COMMENTS UNDER SECTION 134(3)(f) OF THE COMPANIES ACT, 2013 ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS:

There was no qualifications, reservations or adverse remarks made either by the Auditors or by the Practicing Company Secretary in their respective reports. As such, the explanations/comments by the Board in terms of the provisions of Section 134(3)(f) of the Companies Act, 2013 is not applicable.

41.0 PARTICULARS OF INFORMATION UNDER SECTION 129 OF THE COMPANIES ACT, 2013 RELATING TO SALIENT FEATURES OF THE FINANCIAL STATEMENT OF SUBSIDIARY COMPANIES:

The particulars of information under proviso to Section 129(3) of the Companies Act, 2013 relating to 'Salient features of the Financial Statement of Subsidiary companies' has been attached with the Financial Statements of the company in Form AOC-1, in pursuance to Rule 5 of the Companies (Accounts) Rules, 2014. The Annual Accounts of the Subsidiary Companies are available with the Company Secretary, SECL and are open for inspection by any shareholder at the Registered Office of the company during the working days.

42.0 INFORMATION UNDER SECTION 134(3)(m) OF THE COMPANIES ACT, 2013 REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREX EARNING & OUTGO:

The Information in accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo is given in **Annexure-V** to this Report.

43.0 INFORMATION UNDER SECTION 134(3)(n) OF THE COMPANIES ACT, 2013 CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

An Enterprise Risk Management Programme of the company is under formulation at the holding company CIL, for all its subsidiaries. The Board will review and implement the same once it is formulated and approved. There are, however, no elements of risk threatening the company's existence.

44.0 INFORMATION UNDER SECTION 134(3)(q) OF THE COMPANIES ACT, 2013, READ WITH RULE 8(5)(VII) OF COMPANIES (ACCOUNTS) RULES, 2014 REGARDING SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND THE COMPANY'S OPERATIONS IN FUTURE:

There were no significant and material orders passed by the regulators or courts or tribunals which would impact the going concern status and the company's operations in future.

45.0 INFORMATION UNDER SECTION 197 OF THE COMPANIES ACT, 2013 READ WITH RULE 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 REGARDING EMPLOYEES REMUNERATION:

Information as per Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is not applicable to your company as no employee in the company was drawing more than ₹ 5,00,000/- per month or ₹ 60,00,000/- per annum or in excess of that drawn by the Managing Director or Whole-Time Director or Manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company.



46.0 BOARD OF DIRECTORS:

46.1 The Board of Directors of the company as on 31.03.2015 are as under:

SL	Name	Designation	Category
1	Shri Om Prakash	Chairman	Whole-Time Functional Director as Chairman-cum-Managing Director
2	Shri A. P. Panda	Member	Whole-Time Functional Director as Director (Finance)
3	Shri R. P. Thakur	Member	Whole-Time Functional Director as Director (Technical) Operations
4	Dr. R. S. Jha	Member	Whole-Time Functional Director as Director (Personnel)
5	*	Member	Whole-time Functional Director as Director (Technical) Project & Planning
6	Shri A.K. Bhalla	Member	Part-time Official Director/ Government Nominee Director
7	Shri C. K. Dey	Member	Part-time Official Director/ Government Nominee Director
8-11	**	Member	Part-time Non-official Director/ Independent Director
12	Shri B. K. Joshi	Permanent Invitee	Chief Operations Manager, South East Central Railway

Notes:

* The position of Director (Technical) Project & Planning is vacant w.e.f. 29.02.2012.

** The position of 01 Independent Director is vacant w.e.f. 18.08.2013 and position of 03 Independent Directors are vacant w.e.f. 21.02.2014.

46.2 The following persons were appointed as Director/KMP during the year under report:

S.N.	Name of Director	Designation	Date of Appointment
1	Shri Om Prakash	Chairman-cum-Managing Director & CEO	09.10.2014
2	Dr. R. S. Jha	Director (Personnel)	29.09.2014
3	Shri C. K. Dey	Govt. Nominee Director	19.03.2015

46.3 The following persons ceased to be Director/KMP during the year under report:

S.N.	Name of Director	Designation	Date of Cessation
1	Shri N. Kumar	Chairman-cum-Managing Director	09.10.2014
2	Shri Anil Kumar Singh	Director (Personnel)	31.07.2014
3	Shri Abhijit Chaterjee	Govt. Nominee Director	28.02.2015

46.4 Board Meetings

Ten (10) Board Meetings were held during the Financial Year 2014-15 on 29.04.2014, 26.05.2014, 05.07.2014, 26.07.2014, 30.08.2014, 26.09.2015, 31.10.2014, 17.12.2014, 04.02.2015 and 20.02.2015.

47.0 AUDIT COMMITTEE:

The constitution of the Audit Committee of Board of Directors in your company dates back to the year 2002 and the committee is committed to good Corporate Governance with best discharge of its assigned duties. The Audit Committee was re-constituted on 26th September, 2007 with the induction of Independent Directors on the Board.

The Audit Committee has functioned during the year 2014-15 in terms of the provisions of the Companies Act, 2013 and the Mandatory Corporate Governance Guidelines for CPSEs, with the following members & Invitees:

SL	Name	Designation	Category
1	Shri A.K. Bhalla	Chairman	Part-Time Official Director/ Government Nominee Director
2	Shri Abhijit Chatterjee/ Shri C.K. Dey ¹	Member	Part-Time Official Director/ Government Nominee Director
3	Shri R. P. Thakur	Member	Whole-Time Functional Director as Director (Technical) Operations, SECL
4	Shri Anil Kumar Singh/ Dr. R. S. Jha ²	Member	Whole-Time Functional Director as Director (Personnel), SECL
5	Shri A. P. Panda	Permanent Invitee	Whole-Time Functional Director as Director (Finance), SECL

Notes:

1. Shri Abhijit Chatterjee, D(F), CIL relinquished the charge w.e.f. 28.02.2015 upon superannuation and Shri C. K. Dey, D(F), CIL has joined the Audit Committee w.e.f. 19.03.2015.
2. Shri Anil Kumar Singh, D(P), SECL relinquished the charge w.e.f. 31.07.2014 upon superannuation and Dr. R. S. Jha, D(P), SECL has joined the Audit Committee w.e.f. 29.09.2014.

As soon as Independent Directors are appointed by the Ministry of Coal on the Board of SECL, the Audit Committee will be reconstituted immediately.

The Terms of Reference of the Audit Committee are in accordance with Section 177 of the Companies Act, 2013 and the Guidelines dated 14th May, 2010 on Corporate Governance of CPSEs issued by Department of Public Enterprises. The list of functions *inter-alia* includes the following:

- **To hold discussion with Auditors periodically about:**
 - Internal control systems compliance and adequacy thereof.
 - Scope of audit including observations of the Auditors.
 - Review of the quarterly, half yearly and annual financial statements before submission to the Board.



- **To perform the following functions:**

- Overseeing the company's financial reporting process and system for disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to matters required to be included in the Directors Responsibility Statement, changes, if any, in accounting policies, major accounting entries, significant adjustments made, disclosure of related party transactions and qualifications in the Draft Audit Report.
- Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
- Carrying out any other function as mentioned in the Terms of Reference of the Audit Committee.

The Company Secretary is the Secretary to the Audit Committee.

The Audit Committee had Eight (8) meetings during the year under report.

47.1 Vigil Mechanism u/s 177(9) of the Companies Act, 2013:

The company has already in place an established vigil mechanism and oversees through the committee, the genuine concerns expressed by the Directors and other employees. The company has also provided adequate safeguards against victimization of employees and Directors who express their concerns. The company has also provided direct access to the Chairman of the Audit Committee on reporting issues concerning the interests of co-employees and the company. SECL has in place a well-established Vigilance Department headed by an IPS Officer of the rank of IG of Police, and is functioning in a fair and transparent manner as per the guidelines of the CVC. The main functions of the department are verification of the complaints received either directly or routed through CVC, Ministry, CBI, Coal India etc. and taking punitive action and systemic improvement measures wherever required.

Further, the "Coal India Whistle Blower Policy 2011" as approved by the Board of Directors of Coal India Limited has been implemented by the company. The policy has been formulated to provide an opportunity to employees to report to the management instances of unethical behaviour, actual or suspected, fraud or violation of the company's code of conduct.

48.0 NOMINATION AND REMUNERATION COMMITTEE:

The Nomination & Remuneration Committee as required under Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 could not be constituted for want of Independent Directors on Board of the company during the year under review. The Committee will be constituted in terms of the provisions of the act as soon as the Independent Directors are appointed by the Ministry of Coal. Being a CPSE, the criteria for qualifications and remuneration of Directors, Key Managerial Personnel and other employees however, is decided by the Govt. of India.

49.0 STATEMENT UNDER SECTION 134(3)(p) OF THE COMPANIES ACT, 2013 REGARDING FORMAL ANNUAL EVALUATION MADE BY BOARD OF ITS OWN PERFORMANCE AND THAT OF ITS COMMITTEES AND INDIVIDUAL DIRECTORS:

There were no Independent Directors on Board of the company during the year under review. The tenure of the Independent Directors has completed and fresh appointment of Independent Directors are under process by Ministry of Coal. Therefore, Nomination & Remuneration Committee could not be constituted

which would have finalized the manner of annual evaluation and subsequent formal evaluation made thereunder. The requirement under section 134(3)(p) of the Companies Act, 2013 read with Rule 8(4) of the Companies (Accounts) Rules, 2014 will be complied as soon as the Independent Directors are appointed by the Ministry of Coal.

50.0 INFORMATION UNDER SECTION 134(3)(q) OF THE COMPANIES ACT, 2013, READ WITH RULE 8(5)(viii) OF COMPANIES (ACCOUNTS) RULES, 2014 REGARDING ADEQUACY OF INTERNAL FINANCIAL CONTROLS:

The company has well established Internal Control systems and procedures commensurate with its size and nature of business with an approved and well laid down delegation of authority at various levels for ensuring appropriate authorization and approval of transactions. Policy in the form of Purchase Manual, Contract Management Manual, Civil Engineering Works Manual, defining the practices & procedures to be adopted for procurement and award of contracts are in place. The Internal audit is conducted by the external firms of Chartered/Cost Accountants covering all the Offices/Areas/Units of operation.

51.0 DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The company has constituted Internal Complaints Committee (ICC) to redress complaints received regarding sexual harassment. All employees (viz. permanent, contractual, temporary, probationer, trainee and apprentices) are covered. The following is a summary of sexual harassment complaints received and disposed-off during the year 2014-15:

No. of Complaints received:	01
No. of Complaints disposed-off:	01

52.0 CORPORATE GOVERNANCE:

Your company is committed towards maintaining high standards of Corporate Governance to ensure transparency and accountability at all levels protecting the interest of all the stakeholders. The company complies with the conditions of Corporate Governance as stipulated under the Companies Act as well as Listing Agreements.

Guidelines on Corporate Governance for CPSEs issued by the Department of Public Enterprises (DPE), Ministry of Heavy Industries & Public Enterprises, Government of India, have been made mandatory from May, 2010 and SECL has implemented the same to the maximum extent possible.

52.1 Report on Corporate Governance

A "Report on Corporate Governance" for the year ended March 31, 2015, supported by a Certificate from Practicing Company Secretary confirming compliance of conditions, forms part of the Annual Report, and is attached to this report as **Annexure-VI**.

52.2 Management Discussion & Analysis Report

In terms of the Clause 7.5 of the Guidelines on Corporate Governance for CPSEs issued by the DPE, a "Management Discussion and Analysis Report" on the operations and performance of the company for the year ended March 31, 2015, is attached to this report as **Annexure-VII**.



52.3 Voluntary Compliance

Apart from the mandatory measures required to be implemented as a part of Corporate Governance, SECL has gone the extra mile in this regard for the benefit of the stakeholders by implementing the Whistle Blower Policy, Code of Business Conduct & Ethics for Board Members and Senior Management, MCA Voluntary Guidelines on Corporate Governance to the extent possible and the Secretarial Standards issued by the Institute of Company Secretaries of India, to the extent possible.

52.4 Grading on the basis of Compliance with Guidelines on Corporate Governance

In the month of September 2014, DPE has finalized the grading of CPSEs on the basis of their Compliance with Guidelines on Corporate Governance for the year 2013-14 and SECL has been graded as “**Excellent**”.

53.0 DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013, the Board hereby submit its Responsibility Statement that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2015, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) the directors have 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 the year under review;
- c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, as applicable, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts for the financial year ended 31st March, 2015, on a going concern basis; and
- e) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

54.0 STATUTORY DISCLOSURE BY DIRECTORS:

None of the Directors of your company is disqualified as per provisions of Section 164 of the Companies Act, 2013. Your Directors have made necessary disclosures as required under various provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement.

55.0 ANNUAL RETURN:

The extract of Annual Return (in Form MGT-9) pursuant to the provisions of Section 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014 is furnished as **Annexure-VIII** to this Report.

56.0 ACKNOWLEDGEMENT:

Your Directors acknowledge with deep sense of appreciation the co-operation received from the Government of India, and in particular, the Ministry of Coal, Ministry of Environment, Forest and Climate Change and Ministry of Corporate Affairs, Department of Public Enterprises, Coal India Limited, State Governments of Chhattisgarh & Madhya Pradesh, Regulatory and Statutory Authorities from time to time.

Your Directors also appreciate the contribution of consultants, expert agencies, contractors and vendors in the implementation of various projects of the company.

Your Directors also acknowledge the constructive suggestions received from the Statutory Auditors, Cost Auditors, Secretarial Auditors and Comptroller & Auditor General of India (CAG) and are grateful for their continued support and co-operation.

Your Directors would like to place on record its appreciation for the untiring efforts and steadfast contributions made by the employees at all levels that have made the continued achievement of an excellent performance possible.

57.0 ADDENDA:

The following documents are annexed:

- 57.1 "Report on the performance and financial position of each of the Subsidiaries, Associates & Joint Venture companies" is attached to this report as **Annexure-I**.
- 57.2 "Annual Report on CSR Activities" is attached to this report as **Annexure-II**.
- 57.3 "Auditors' Report on the MoU Parameters" is attached to this report as **Annexure-III**.
- 57.4 "Secretarial Audit Report" of the company is attached to this report as **Annexure-IV**.
- 57.5 "Information on Conservation of Energy, Technology absorption and Foreign Exchange earnings and Outgo" is attached to this report as **Annexure-V**.
- 57.6 "Report on Corporate Governance" is attached to this report as **Annexure-VI**.
- 57.7 "Management Discussion & Analysis Report" is attached to this report as **Annexure-VII**.
- 57.8 "Extract of Annual Return" of the company is attached to this report as **Annexure-VIII**.

For and on behalf of the Board of Directors of
SOUTH EASTERN COALFIELDS LIMITED

Sd/-

(R. P. Thakur)

Director (Technical) Operations
DIN: 06764576

Sd/-

(Om Prakash)

Chairman-cum-Managing Director
DIN: 02235798

Place : New Delhi
Dated : 24.05.2015



Annexure-I

Report on the Performance and Financial position of each of the Subsidiaries, Associates & Joint Venture Companies

[Pursuant to Section 134(3)(q) of the Companies Act, 2013 read with Rule 8(1) of the Companies (Accounts) Rules, 2014]

There are two (02) Subsidiary Companies of SECL with an Authorized Capital of ₹ 5.00 crores each in the form of Joint Venture Companies, viz. Chhattisgarh East Railway Limited (CERL) and Chhattisgarh East-West Railway Limited (CEWRL) incorporated with equity shareholding of the promoter entities in each of the company as under:

Name of the Promoter entities	Shareholding Pattern
South Eastern Coalfields Limited (SECL)	64%
IRCON International Limited (IRCON)	26%
Chhattisgarh State Industrial Development Corporation Limited (CSIDCL, representing Govt. of Chhattisgarh)	Value of land provided by State Govt. or 10%, whichever is more.

The performance and financial position of each of the Subsidiary companies are as under:

1. CHHATTISGARH EAST RAILWAY LIMITED (CERL)

[CIN: U45203CT2013GOI000729]

Chhattisgarh East Railway Limited (CERL) was incorporated on 12.03.2013. The East Rail Corridor has been given the status of a "Special Railway Project" on 17.12.2013 by the Ministry of Railways. This rail corridor will facilitate coal transport from Mand-Raigarh coalfields of SECL as well as cater to the passenger services. A Project Execution Agreement was signed between CERL and IRCON on 18.01.2014 to carry out the execution of the Project. The East Rail Corridor is expected to be completed in two phases:

Phase-I: Kharsia to Dharamjaygarh (0 to 74 KM) and with a Spur to connect mines of Gare Pelma Block.

Phase-II: Dharamjaygarh to Korba (approx 62 KM)

HIGHLIGHTS OF PERFORMANCE:

The rail alignment for the first phase of the project has been crystallized. The initial envisaged starting point of Gurda to Dharamjaygarh (10-74 km) in the 1st Phase had to be revised for additional connectivity up to Kharasia on the Howrah-Mumbai main line i.e., Kharasia to Gurda (0-10 km) along with a spur of 28 km from Gharghoda to Donga Mahua.

Significant milestones achieved by the company during the year are briefly mentioned below:

1. The Detailed Project Report (DPR) for Phase-I of the Project from Kharasia-Dharamjaygarh with a spur from Gharghoda to Donga Mahua to connect Mines of Gare-Pelma Block has been approved at a total Project Cost of ₹2,322.74 Crore.
2. After land survey and verification of land records, notification has been issued for transfer of 212.585 Hectares of Private Land (10-74 Kms) to be acquired under the Railways Act, 1989. In response to the Demand note, an amount of ₹ 82.50 Crore has been deposited with Land Acquisition Officer.

3. The transfer of 26.402 Hectares of Government Land for 18 villages (10-74 Km) has been approved by the Government of Chhattisgarh.
4. Stage-I Forest Clearance for 76.099 Hectares has been obtained for diversion of Forest Land. In compliance to the prescribed conditions, payment has been made towards NPV, Compensatory Afforestation etc. and preparation of 'wild life conservation plan' has been entrusted to Tropical Forest Research Institute (TFRI), Jabalpur.
5. Land survey and verification of land records for the balance part of 1st phase including spur is in progress for acquisition in a similar manner.
6. Rehabilitation & Resettlement Policy has been approved by competent authority and MOU has been signed.
7. M/s. SBI Capital Markets Limited, Mumbai, has been appointed to facilitate debt syndication services and arrange borrowing from banks/financial institutions.

FINANCIAL POSITION:

Capital Structure:

During the year under review, there was no change in the Authorised Capital of the company, which stood at ₹ 5.00 Crore. During the year under review, 40,05,000 Nos. of Equity Shares of the company were issued to SECL and IRCON in their shareholding proportion of 64% and 26% respectively. The shares have been fully subscribed and fully paid up. The equity contribution of CSIDC shall be in the form of cost of land. The equity shareholding pattern of the promoters companies are as under:

Name of the company	Shareholding Pattern as on 31-03-2015	Shareholding Pattern as on 31-03-2014
SECL	71.02%	64%
IRCON	28.85%	26%
CSIDC	0.13%	10%
Total	100%	100%

Loan Fund:

CERL has decided to borrow ₹ 150 crores in the form of subordinate debt from the joint venture partners in proportion to their shareholding pattern pending finalization of the funding pattern and resources for the project. Accordingly, during the year under review, the company has entered into the Loan Agreement with SECL and IRCON for obtaining the loan amounting to ₹ 96.00 Crore and ₹ 39.00 Crore respectively. The subordinate debt has infused the pace to the project by allowing time to gear up for arranging funds in the form of equity/debt without compromising with the timeline for execution of the project.



Summarized Balance Sheet:

Particulars	INR
Total Equity and Liabilities	
Capital	4,05,50,000.00
Reserves & Surplus	(18,63,473.00)
Sub-Total	3,86,86,527.00
Long Term Borrowings	1,29,23,41,753.00
Other Current Liabilities	5,61,19,242.69
Total	1,38,71,47,523.00
Assets	
Tangible Assets (less Depreciation)	1,44,10,713.00
Capital WIP	35,34,69,891.99
Loan Term Loans and Advances	95,31,23,723.00
Cash and Bank Balance	6,57,48,170.00
Short Term Loans and Advances	3,95,025.00
Total	1,38,71,47,523.00

Summarized Statement of Profit and Loss:

Particulars	INR
Total Revenue	2,14,820.00
Total Expenses	6,60,238.00
Profit before Taxation	(4,45,418.00)
Provision for Taxation	-
Profit after Taxation	(4,45,418.00)
Other Current Liabilities	5,61,19,242.69
Proposed Dividend	-
% of Shareholding of SECL	71.02%

2. CHHATTISGARH EAST-WEST RAILWAY LIMITED (CEWRL)

[CIN: U45203CT2013GOI000768]

Chhattisgarh East-West Railway Limited (CEWRL) was incorporated on 25.03.2013. The East-West Rail Corridor i.e., Gevra Road - Pendra Road new line project (121.70 KM) has been given the status of a "Special Railway Project" on 17.12.2013 by the Ministry of Railways. This rail corridor will facilitate coal transport from Gevra coalfields of SECL as well as cater to the passenger services. A Project Execution Agreement has been signed between CEWRL and IRCON on 05.04.2014 to carry out the execution of the Project.

HIGHLIGHTS OF PERFORMANCE:

The significant progress made by the company during the year is briefly mentioned below:

1. The original Detailed Project Report (DPR) is under revision after protracted discussion with South East Central Railway (SECR) to accommodate the suggested modifications, alignment issues and connectivity to sidings.

2. After land survey and verification of land records, notification has been issued to acquire Private Land in Bilaspur District under the Railways Act, 1989. Survey and verification work in Korba District is in progress.
3. Application has been submitted to competent authority for transfer of Government Land.
4. Survey, verification and tree enumeration is in progress in respect of Forest land.
5. In order to save time, Tropical Forest Research Institute (TFRI), Jabalpur, has been requested to prepare 'Wildlife Conservation plan'.

FINANCIAL POSITION:

Capital Structure:

During the year under review, there was no change in the Authorised Capital of the company, which stood at ₹ 5.00 Crore. During the year under review, 40,05,000 Nos. of Equity Shares of the company were issued to SECL and IRCON in their shareholding proportion of 64% and 26% respectively. The shares have been fully subscribed and fully paid up. The equity contribution of CSIDC shall be in the form of cost of land. The equity shareholding pattern of the promoters companies are as under:

Name of the Company	Shareholding Pattern as on 31-03-2015	Shareholding Pattern as on 31-03-2014
SECL	71.02%	64%
IRCON	28.85%	26%
CSIDC	0.13%	10%
Total	100%	100%

Summarized Balance Sheet:

Particulars	INR
Total Equity and Liabilities	
Capital	4,05,50,000.00
Reserves & Surplus	(17,50,180.70)
Sub-Total	3,87,99,819.30
Long Term Borrowings	-
Other Current Liabilities	93,88,621.00
Total	4,81,88,440.00
Assets	
Tangible Assets (less Depreciation)	1,44,13,462.00
Capital WIP	75,53,702.00
Loan Term Loans and Advances	2,47,47,529.00
Cash and Bank Balance	13,36,359.00
Short Term Loans and Advances	1,37,388.00
Total	4,81,88,440.00

**Summarized Statement of Profit and Loss:**

Particulars	INR
Total Revenue	2,40,213.00
Total Expenses	6,44,610.00
Profit before Taxation	(4,04,397.00)
Provision for Taxation	-
Profit after Taxation	(4,04,397.00)
Other Current Liabilities	93,88,621.00
Proposed Dividend	-
% of Shareholding of SECL	71.02%

For and on behalf of the Board of Directors of
SOUTH EASTERN COALFIELDS LIMITED

Sd/-

(R. P. Thakur)

Director (Technical) Operations

DIN: 06764576

Sd/-

(Om Prakash)

Chairman-cum-Managing Director

DIN: 02235798

Place : New Delhi

Dated : 24.05.2015

Annexure-II

Annual Report On Corporate Social Responsibility (CSR)

[Pursuant to Section 135 of the Companies Act, 2013 read with Rule 8(1) of the Companies (Corporate Social Responsibility Policy) Rules, 2014]

1. A brief outline of the company's CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs:

The mines of South Eastern Coalfields Limited are located in different parts of the States of Chhattisgarh & Madhya Pradesh and are relatively in isolated areas with little contact to the outside society. Coal mining has profound impact on the people living in and around the areas where the mines are established. The obvious impact of the introduction of any production activity in such areas changes the traditional lifestyle of the original inhabitants and indigenous communities and also changes the socio- economic profile of the Area. Hence, the primary beneficiaries of CSR should be land oustees, Project Affected Persons (PAPs) and those staying within the radius of 25 Kms of the Project. Poor and needy section of the society living in different parts of states in which the company is operating should be second beneficiaries. In view of the above, a CSR Policy has been approved by Coal India Limited for all its subsidiaries and is available on the company's website at the following link: <http://www.secl.gov.in/forms/list.aspx?lid=745>

The key areas of activities under CIL CSR Policy are as below:

- a) Healthcare programs like conducting village health camps, construction of special units in hospitals etc. Providing safe drinking water and sanitation by installing hand-pumps, bore- wells, deepening of ponds, construction of community toilets etc.
- b) Promoting education by developing infrastructure like class rooms, verandah, boundary wall, toilet blocks, cultural stage, common room etc. and modernization of library, adoption of school, promoting employment enhancing vocational skills etc like constructing of rural technology park 'Gramodaya'.
- c) Ensuring environmental sustainability as development of oxygen centre.
- d) Protection of art and culture for cultural development through financial assistance to different cultural events.
- e) Promoting nationally recognized sports by providing financial assistance.
- f) Rural development projects like construction of bus stops, CC roads, community building, culverts, ghats and safety wall for ponds, sheds, boundary walls, bathrooms, cultural stage etc.
- g) Project Swachh Vidyalaya Abhiyan: Swachh Bharat: Swachh Vidyalaya is the national campaign driving 'Clean India: Clean Schools'. A key feature of the campaign is to ensure that every school in India has a set of functioning and well maintained water, sanitation and hygiene facilities to improve children's health, school enrolment, attendance and retention and pave the way for new generation of healthy children.



SECL being pioneer in its community engagements, has taken a lead in "Swachh Vidyalaya Abhiyan" by planning to Construct/Repair of toilets in Schools across various states. This programme was launched on 02.10.2014 across Chhattisgarh & Madhya Pradesh States by various operating areas of SECL. Initially, the target fixed for SECL is 12,569 Toilets across Chhattisgarh, Madhya Pradesh and Odisha. The estimated fund sanctioned/ involved for construction/repair of toilets is ₹ 201.44 Crore.

2. The Composition of the CSR Committee

The Corporate Social Responsibility (CSR) Review Committee was formed at the 203rd Meeting of the Board of Directors held on 03.02.2012. The Corporate Social Responsibility and Sustainability Review (CSR&SR) Committee was not functional during the year 2014-15 for want of Independent Directors. The appointment of Independent Directors on SECL Board is under process at Ministry of Coal and the CSR&SR Committee will therefore, be reconstituted as soon as the Independent Directors are appointed.

3. Average Net Profit of the company for last three financial years:

Profit Before Tax (PBT)	2011-12	₹6002.87 Crore
	2012-13	₹6290.37 Crore
	2013-14	₹7202.68 Crore
	Average PBT	₹6498.64 Crore

4. Prescribed CSR Expenditure (two percent of the amount as in item 3 above)

Prescribed CSR Expenditure for the financial year 2014-15 comes to ₹129.97 Crore.

5. Details of CSR spent during the financial year:

a. Total Amount to be spent for the Financial Year- ₹ 129.97 Crore

b. Amount unspent- ₹ 89.54 Crore

c. Manner in which the amount spent during the financial year is detailed below:-

Sl. No.	CSR Project or Activity identified	Sector in which the project is covered	State/District/Block/ Village/Town	Amount Outlay (Budget) project or programs wise (₹ in lakh)	Amount spent on the projects or programs (₹ in lakh)	Cumulative expenditure up to the reporting period (₹ in lakh)	Implementing Agency (SECL/ PWD/ PHED/etc.)
1	Boundary Wall Construction at Sardia School	Promoting education	CG/Korea/Baikunthpur/ Katkona	4.43	1.81	1.81	SECL
2	Construction of Cement Concrete Road at Khadiapara and Bhasarapara	Rural development projects	CG/Korea/Baikunthpur/ Pandopara, Khari para & Basorpara	34.91	33.45	33.45	SECL
3	Construction of Chhat-Ghat at Gobri Dam	Rural development projects	CG/Korea/Baikunthpur/ Katkona	4.61	4.61	4.61	SECL
4	Construction of Main Drain at Katkona	Rural development projects	CG/Korea/Baikunthpur/ Katkona	2.00	0.48	0.48	SECL
5	Construction of Muslim Khabristan at Rampur Colony	Rural development projects	CG/Korea/Baikunthpur/ Rampur	5.00	0.50	0.50	SECL

Sl. No.	CSR Project or Activity identified	Sector in which the project is covered	State/District/Block/ Village/Town	Amount Outlay (Budget) project or programs wise (₹ in lakh)	Amount spent on the projects or programs (₹ in lakh)	Cumulative expenditure up to the reporting period (₹ in lakh)	Implementing Agency (SECL/ PWD/ PHED/etc.)
6	Construction of Public Stage at AngaGhasiapura Village	Rural development projects	CG/Korea/Baikunthpur/ Ghasiapura	1.63	1.63	1.63	SECL
7	Construction of shed at bazarpara, Churcha	Rural development projects	CG/Korea/Baikunthpur/ Sorga	1.59	0.65	1.51	SECL
8	Construction of shed at Devgarh Village, Katkona	Rural development projects	CG/Korea/Baikunthpur/ Katkona	3.28	3.28	3.28	SECL
9	Construction of shed at Odgi village, BKP	Rural development projects	CG/Korea/Baikunthpur/ Odagi Ward No-18 &Patolipara	3.09	1.66	1.66	SECL
10	Construction of shed near Hospital at, Ingi Village -Jhilimili	Rural development projects	CG/Korea/Baikunthpur/ Jhilimili	2.00	2.00	2.00	SECL
11	Const of toilet at Gramin School - Sorga	Sanitation	CG/Korea/Baikunthpur/ Sorga	2.41	1.18	2.41	SECL
12	Garden / Park at PremaBhag - BKP	Rural development projects	CG/Korea/Baikunthpur/ PremaBhag	10.00	4.62	4.62	SECL
13	Providing steel Railing at New Bus stand - BKP	Rural development projects	CG/Korea/Baikunthpur/ Baikunthpur	2.42	2.35	1.83	SECL
14	Providing tiles at Devgarh Temple	Rural development projects	CG/Korea/Baikunthpur/ Devgarh	1.59	1.59	1.59	SECL
15	Renovation of Shed at Railway Station	Rural development projects	CG/Korea/Baikunthpur/ Katkona	3.00	0.44	0.44	SECL
16	Construction of Sanskrit School Building at Marhatta village.	Promoting education	CG/Surajpur/Pratappur/ Marhatta village	8.00	7.99	7.99	SECL
17	Extension of 2 rooms with verandah at Residential Sanskrit School of Digma village.	Promoting education	CG/Surguja/Ambikapur/ Digma village (Nawapara)	8.00	7.99	7.99	SECL
18	Construction of Bus Stop at Bojha village, Chandrapur village, Sukhdeopur village & Durti Bazar	Rural development projects	CG/Surajpur/Pratappur/ Bojha, Chandrapur, Sukhdeopur&Durti	3.91	0.59	3.91	SECL
19	Construction of 4 Nos. Platform at Khel ParisarJarhi village.	Rural development projects	CG/Surajpur/Pratappur/ Jarhi village	7.20	7.06	7.06	SECL
20	Construction of C.C. road at Shyampur from main road to Patel house (250 Meter)	Rural development projects	CG/Surajpur/Pratappur/ Shyampur village	5.00	4.98	4.98	SECL
21	Construction of C.C. road from Shiv Mandir to Digar house of Karondha village (350 Meters)	Rural development projects	CG/ Surajpur/ Pratappur/ Karondha village	7.00	6.99	6.99	SECL



Sl. No.	CSR Project or Activity identified	Sector in which the project is covered	State/District/Block/ Village/Town	Amount Outlay (Budget) project or programs wise (₹ in lakh)	Amount spent on the projects or programs (₹ in lakh)	Cumulative expenditure up to the reporting period (₹ in lakh)	Implementing Agency (SECL/ PWD/ PHED/etc.)
22	Construction of Community Building at Kodwariya of Banshipur village.	Rural development projects	CG/ Surajpur/ Pratappur/ Banshipur village	5.00	5.00	5.00	SECL
23	Construction of Safety wall towards main road at Sati pond, ward No. 09 of Nagar Panchayat Bhatgaon.	Rural development projects	CG/Surajpur/Pratappur/ Ward No. 09 Nagar Panchayat Bhatgaon	2.00	1.61	1.61	SECL
24	Construction of community building at Kodwariyapara of Banshipur village	Rural development projects	CG/ Surajpur/ Pratappur/ Banshipur village	6.01	1.01	6.01	SECL
25	Construction of C.C. road from Shiv Mandir to Diger house of Karoundha village	Rural development projects	CG/ Surajpur/ Pratappur/ Karondha village	8.30	1.31	8.30	SECL
26	Construction of community building at Samapara of Karondha village	Rural development projects	CG/ Surajpur/ Pratappur/ Karondha village	6.01	5.95	5.95	SECL
27	Construction of Sanskrit School building at Marhatta village	Promoting education	CG/ Surajpur/ Pratappur/ Marhatta village	9.50	1.42	9.40	SECL
28	Construction of boundary wall at Belapara Primary School building of Karondha village	Promoting education	CG/ Surajpur/ Pratappur/ Karondha village	3.08	3.08	3.08	SECL
29	Extension of two room with verandah at Residential Sanskrit School of Digma village	Promoting education	CG/ Surajpur/ Pratappur/ Digma village	9.29	1.30	9.29	SECL
30	Construction and widening of C.C. road from Nagar Panchayat building Bhatgaon to Railway Crossing	Rural development projects	CG/ Surajpur/ Pratappur/ Bhatgaon	9.02	4.51	4.51	SECL
31	Construction of ChhatGhat at Nagar Panchayat Bhatgaon	Rural development projects	CG/ Surajpur/ Pratappur/ Bhatgaon	4.71	2.35	2.35	SECL
32	Construction of 4 no. platform at Khel Parisar, Jarhi village	Rural development projects	CG/ Surajpur/ Pratappur/ Jarhi village	7.49	0.35	7.41	SECL
33	Construction of Community building at Aamadandpara of Songara village	Rural development projects	CG/ Surajpur/ Pratappur/ Songara village	6.14	3.07	3.07	SECL
34	Construction of 4 no. Bus stop at Bojha village, Chandrapur village, Sukhdeopur village &Durti Bazar	Rural development projects	CG/ Surajpur/ Pratappur/ nearby villages	3.98	0.66	3.98	SECL
35	Construction of Water Tank at Juna Para &Banshipur village	Making available safe drinking water	CG/ Surajpur/ Pratappur/ Juna Para &Banshipur	1.16	0.58	1.16	SECL

Sl. No.	CSR Project or Activity identified	Sector in which the project is covered	State/District/Block/Village/Town	Amount Outlay (Budget) project or programs wise (₹ in lakh)	Amount spent on the projects or programs (₹ in lakh)	Cumulative expenditure up to the reporting period (₹ in lakh)	Implementing Agency (SECL/ PWD/ PHED/etc.)
36	Construction of ICU at District Hospital, Ambikapur	Promoting health care	CG/ Surguja/ Ambikapur/ Ambikapur	88.40	27.35	27.35	PWD
37	Drinking water supply to village located near ReharGayatriKetki and Amgaon	Making available safe drinking water	CG/ Surajpur/ Surajpur/ Amgaon	27.32	23.05	23.08	SECL
38	Providing and laying G.I. pipeline for supply of mine water from Rehar mine to Getra village	Making available safe drinking water	CG/ Surajpur/ Surajpur/ Getra	5.00	2.46	2.50	SECL
39	Development of MaaMahamaya Oxygen Centre near Ambikapur	Ensuring environmental sustainability	CG/ Surguja/ Ambikapur/ Ambikapur	163.87	40.97	90.97	DFO, Surguja
40	Construction/Strengthening of road 1.7 km from salhi village to PWD jctn via Khorkhoripara	Rural development projects	CG/ Surajpur/ Surajpur/ Khorkhoripara	88.09	44.25	88.09	SECL
41	Adoption of one village near RGK Sub Area, Construction of CC road and retaining wall from Bazardand to JobgaNallah at Getra village at RGK Sub Area	Rural development projects	CG/ Surajpur/ Surajpur/ Jobga	50.00	13.38	40.87	SECL
42	Construct. Of Boundary wall and toilet block with hand pump for govt. primary school Chiraipani	Promoting education	CG/ Korea/ Manendragarh/ Chirapani	12.00	5.87	5.87	SECL
43	Const. of 2 no. additional classroom and one room for library for Oriya school at Chirimiri	Promoting education	CG/ Korea/ Baikunthpur/ Chirimiri	21.08	6.23	21.08	SECL
44	Const. of 03 nos. classrooms for Saraswati Shishu Mandir (Higher secondary school) Korea	Promoting education	CG/ Korea/ Baikunthpur/ Korea	15.00	13.48	13.48	SECL
45	Const. of boundary wall for Putiphakana school and Anganbadi at Bijadand village	Promoting education	CG/ Korea/ Pondi – Uproda/ Bijadand	10.00	3.28	6.87	SECL
46	Const. of Boundary wall for primary school Lohari	Promoting education	CG/ Korea/ Manendragarh/ Lohari	13.19	3.14	13.19	SECL
47	Const. of Boundary wall and development work for Govt Primary school Sendha	Promoting education	CG/ Korea/ Manendragarh/ Sendha	10.72	2.54	10.72	SECL



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48	Const. of boundary wall, cultural stage, toilet block, and 2 nos. classroom i/c development works in the campus of Govt. primary school kadrenwa	Promoting education	CG/ Korea/ Khadgaon/ Kadrenwa	25.00	0.61	22.64	SECL
49	Const. of Boundary wall for middle school at Tanera village	Promoting education	CG/ Korea/ Pondi – Uproda/ Tanera	4.20	0.18	4.17	SECL
50	Development works like concreting of lane and Pachari for pond at Kadrenwa village	Rural development projects	CG/ Korea/ Khadgaon/ Kadrenwa	38.20	7.20	38.20	SECL
51	Construction of Road at Dankuni Coal Complex	Rural development projects	WB/ Hooghly/ Dankuni/ Dankuni	9.08	9.07	9.07	DCC Area
52	Deepening of pond, construction of pachari and deosthan at Bankhetapara	Rural development projects	CG/ Korba/ Khatgora/ Bankhetapara	10.62	1.72	10.62	SECL
53	Deepening of pond, construction of pachari, providing bore, submersible pump & pipe line at Renki	Rural development projects	CG/ Korba/ Pali/ Renki	180.00	168.89	168.89	SECL
54	Repairing and black topping of main road (9.5km) from Batarichowk to Ranjana village via Nehrunagar(2 nd phase)	Rural development projects	CG/ Korba/ Katghora/ Ranjana	23.86	23.86	23.86	SECL
55	Reconstruction and strengthening of damaged ring road from Barbaspur to Godhi of Korba town (8.00 km)	Rural development projects	CG/ Korba/ Katghora/ Barbaspur	2095.83	835.83	2095.83	PWD (KORBA)
56	Construction of CC road in km 9/2 to 13/10 (5km) of ring road (Godhi towards Risdi)	Rural development projects	CG/ Korba/ Katghora/ Godhi	1102.68	441.00	772.00	PWD (KORBA)
57	Construction of toilets in schools under CSR head of Gevra Area.	Sanitation	CG/ Korba/ Korba/ Korba, Mahasamund, Mungeli	619.08	76.00	76.00	SECL
58	Construction of 4 Nos. Classroom & repairing of utility building of AdivasiVanvashi Ashram at Kendai Village under CSR head of SECL Gevra Area.	Promoting education	CG/ Korba/ PondiUdora/ Kendai village	40.20	2.49	38.96	SECL

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59	Construction of foot over bridge to the link between Urja Nagar and Pragati Nagar over coal transportation & public road at Gevra Area.	Rural development projects	CG/ Korba/ Kathghora/ Urja Nagar & Pragati Nagar	145.00	3.79	145.00	SECL
60	Widening & strengthening of Dipka-Chakabudha-Jawali to Bankimongra junction road at Gevra Area (Length 9.75 KM)	Rural development projects	CG/ Korba/ Kathghora/ Bankimongra	677.58	120.00	120.00	PWD
61	Providing basic amenities in the newly constructed Primary Health Care Centre in Korba District	Promoting health care	CG/ Korba/ Korba/ Korba	11.00	11.00	11.00	Collectorate Korba
62	Financial Assistance for organizing Pali-Mahotsav 2015	Rural development projects	CG/ Korba/ Pali/ Pali	10.00	10.00	10.00	Collectorate Korba
63	Construction of bath room on the bank of Junahtalab in Semera village	Rural development projects	MP/ Anuppur/ Anuppur / Semera	5.00	1.66	4.56	SECL
64	Installation of 02 no handpump at ChhapriTola near Pinoura sub Area of Johilla Area	Making available safe drinking water	MP/ Umaria/ Karkeli/ Pinoura	2.00	0.78	0.78	SECL
65	Feeder raw water pipe line along with pump under Jamunia Village water supply scheme at Umaria	Making available safe drinking water	MP/ Umaria/ Karkeli/ Umaria	122.90	23.00	122.11	SECL
66	Water tank with bore hole at village Lahengi at Johilla Area	Making available safe drinking water	MP/ Umaria/ Karkeli/ Lahengi	8.61	8.61	8.61	SECL
67	Heightening of existing stop dam with development work at JhiriaTolaPali Nagar Panchayat at Pali of Johilla Area	Making available safe drinking water	MP/ Umaria/ Pali/ Jhiria	4.79	0.43	4.50	SECL
68	Stop dam with pathway over GajraNallahGorriah village	Making available safe drinking water	MP/ Umaria/ Karkeli/ Gorriah	20.71	2.10	17.64	SECL
69	Construction of PCC road of Tikrapara Mohalla	Rural development projects	CG/ Korba/ Korba/ Bhilaikhurd No 2	4.50	3.76	3.76	SECL
70	Drinking water arrangement by doing borehole of Karanala	Making available safe drinking water	CG/ Korba/ Korba/ Manikpur	5.00	2.54	2.54	SECL



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71	Construction of 4 nos additional rooms at Govt. Primary school at Purena village	Promoting education	CG/ Korba/ Katghora/ Purena	12.20	12.20	12.20	SECL
72	Construction of 3 nos class rooms and cultural stage and toilets for Govt primary School	Promoting education	CG/ Korba/ Katghora/ Banki	13.40	13.40	13.40	SECL
73	Making cultural stage at Lakhanpur village of Bagdewa mine of DSB	Rural development projects	CG/ Korba/ Katghora/ Bagdewa	6.43	6.43	6.43	SECL
74	Construction of hall for cultural program at Sarvamangala Vidya Niketan Hr. Secondary	Promoting education	CG/ Korba/ Katghora/ Surakachhar	7.00	7.07	7.07	SECL
75	Construction of 10 nos. class room in Saraswati school	Promoting education	CG/ Korba/ Katghora/ Dhelwadih	30.00	26.63	26.63	SECL
76	Deepening of pond and bathing ghat at Purena	Rural development projects	CG/ Korba/ Katghora/ Banki	3.81	3.81	3.81	SECL
77	Providing bituminous topping on existing WBM road at Bhejinara village	Rural development projects	CG/ Korba/ Katghora/ Singhali	4.00	0.47	0.47	SECL
78	Construction of road - KanwarSamaj - Risdii	Rural development projects	CG/ Korba/ Korba/ Rajgamar	15.00	0.55	0.55	SECL
79	Construction of 5 nos hand pumps at different village near KSA	Making available safe drinking water	CG/ Korba/ Kathghora/ nearby villages	3.80	3.80	3.80	SECL
80	Providing one nos. bore hole Submersible Pompe PVC. Water tank at DharamPur village near KSA	Making available safe drinking water	CG/Korba/Kathghora/ Dharampur	3.17	3.15	3.15	SECL
81	Construction of community toilet at place laxaman Nagar of KSA.	Sanitation	CG/Korba/Kathghora/ Laxmanpur	3.50	3.42	3.42	SECL
82	Construction of community toilet at Dharampur of KSA.	Sanitation	CG/Korba/Kathghora/ Dharampur	3.49	3.43	3.43	SECL
83	Construction of community toilet at Chunchunivillage of KSA.	Sanitation	CG/Korba/Kathghora/ Chunchuni	3.54	3.46	3.46	SECL
84	Construction of additional 03 nos. rooms at school premises at DharamPurVillage Basti Near Kusmunda Area.	Promoting education	CG/ Korba/ Kathghora/ Basti	9.06	8.84	8.84	SECL

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85	Construction of three nos. rooms at community place laxaman Nagar of KSA.	Rural development projects	CG/ Korba/ Kathghora/ Laxmanpur	9.06	8.87	8.87	SECL
86	Stone pitching and CC. Road around pond at Chunchuni Village under CSR head of KSA	Rural development projects	CG/ Korba/ Kathghora/ Chunchuni	3.83	3.81	3.81	SECL
87	Construction of community stage at Mudapara Village BanharChhal of CSA	Rural development projects	CG/ Raigarh/ Raigarh/ Mudapara village	1.60	1.00	1.00	SECL
88	Construction of boundary wall to primary school at Pusalda Village of CSA	Promoting education	CG/ Raigarh/ Raigarh/ Pusalda village	6.26	2.58	2.58	SECL
89	Pipeline and water tank (10000 litre) at Chandrashekharpur village near CSA	Making available safe drinking water	CG/ Raigarh/ Raigarh/ Chandrashekharpur village	3.58	0.40	3.58	SECL
90	Construction of one no. water storage tank 10000 litre with pump and pipeline work at Thanapara at CSA	Making available safe drinking water	CG/Raigarh/ Raigarh/ Thanapara	2.18	0.14	2.17	SECL
91	Construction of Bazar platform at Chandrashekharpur village near CSA	Rural development projects	CG/Raigarh/Raigarh/ Chandrashekharpur village	2.33	0.63	2.30	SECL
92	Constrn. Of cement concrete road in the village Chapale at CSA	Rural development projects	CG/Raigarh/Raigarh/ Chapale village	8.31	0.30	8.31	SECL
93	Constrn. Of school building & boundary wall at Khedapali Village near CSA	Promoting education	CG/Raigarh/Raigarh/ Khedapali	9.88	9.88	9.88	SECL
94	Constr. Of boundary wall to primary school at Jamjhar village near CSA	Promoting education	CG/Raigarh/Raigarh/ Jamjhar village	4.97	0.55	4.97	SECL
95	Constr. Of AnganVadi at village gangadharpur	Rural development projects	CG/ Raigarh/ Raigarh/ Gangadharpur	4.12	0.35	4.01	SECL
96	Constr. Of boundary wall at high school of Navagaon village of CSA	Promoting education	CG/ Raigarh/ Raigarh/ Navagaon village	9.81	0.18	7.75	SECL
97	Drilling of borehole with submersible pump at ChitapaliBojia of CSA	Making available safe drinking water	CG/ Raigarh/ Raigarh/ ChitapaliBojia	3.29	0.28	3.28	SECL
98	Drilling of deep tube well with S/pump near pond at Junadin of Bojia village	Making available safe drinking water	CG/ Raigarh/ Raigarh/ Bojia village	4.25	0.28	4.25	SECL



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99	Constr. Of one no. water storage tank 10000 litre with pump and pipe line at chhotedumarpali	Making available safe drinking water	CG/ Raigarh/ Raigarh/ ChhoteDumarpali	2.56	1.45	2.47	SECL
100	Constr. Of cement concvetal road from Dayal Bhatta Mohalla to main road at choeta village near CSA	Rural development projects	CG/Raigarh/Raigarh/ Choeta village	8.27	0.03	8.27	SECL
101	Making boundary wall of Rose Garden of Raigarh.	Rural development projects	CG/Raigarh/Raigarh/ Raigarh	5.98	0.40	2.85	SECL
102	Drilling of 01 no. bore hole with water tank for ward no. 10 at Kudumkela village under JSA	Making available safe drinking water	CG/Raigarh/Raigarh/ Kudumkela	3.40	3.40	3.40	SECL
103	Construction of School Bldg. at Sonumuda of Raigarh.	Promoting education	CG/Raigarh/Raigarh/ Raigarh	10.02	2.80	10.02	SECL
104	Drilling of 01 no. bore hole with water tank near Muktidham at Kudumkela village under JSA	Making available safe drinking water	CG/Raigarh/Raigarh/ Kudumkela	3.40	3.40	3.40	SECL
105	Provision for Marine Drive road along Kelo River	Rural development projects	CG/Raigarh/Raigarh/ Raigarh	1391.31	1312.32	1312.32	PWD
106	Providing and fixing of 04 Nos. submersible pump and water storage tank at Bijari Village under BSA	Making available safe drinking water	CG/ Raigarh/ Raigarh/ Bijari	1.94	0.45	1.94	SECL
107	Making Pachari for Chamargate pond at Faguram village under BSA	Rural development projects	CG/ Raigarh/ Raigarh/ Faguram	1.75	0.16	1.75	SECL
108	Drilling of 05 no. borehole with submersible pump at Nawdih (1) Fittingpara, (2) Singhmouza and Jampali village under BSA	Making available safe drinking water	CG/ Raigarh/ Raigarh/ nearby villages	7.04	1.18	7.03	SECL
109	Construction of boundary wall for Primary School at Amalipara village under JSA	Promoting education	CG/ Raigarh/ Raigarh/ Amalipara village	2.60	0.23	2.60	SECL
110	30TH Chakdhar Samaroh 2014 held at Raigarh from 28.08.2014 to 07.09.2014	Rural development projects	CG/Raigarh/Raigarh/ Raigarh	2.00	2.00	2.00	State Administration
111	Construction of boundary wall at Primary School at Jamihar Village at CSA	Promoting education	CG/Raigarh/Raigarh/ Jamihar village	5.00	4.64	4.64	SECL

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112	Drilling of two no. boreholes with submersible pump plus water tank for village Kurmibhona and Patarapali at BSA	Making available safe drinking water	CG/Raigarh/ Raigarh / Kurmibhona & Patarapali	6.00	0.51	0.51	SECL
113	Drilling of one no. borehole with submersible pump plus water tank for village Bijari at BSA	Making available safe drinking water	CG/Raigarh/Raigarh/Bijari	1.74	0.32	0.32	SECL
114	Const. of Rural Technology Park "Gramodaya" in dist. Bilaspur	Promoting employment enhancing vocational skills	CG/Bilaspur/ Bilha/ Nipania	210.51	18.31	209.07	SECL
115	Const. of Room shed at assembly place & auditorium at Govt Girls higher secondary school, Sarkanda	Promoting education	CG/Bilaspur/ Bilaspur/ Bilaspur	65.05	60.00	60.00	SECL
116	Skill Development activity - Yuva Swavalamban	Promoting employment enhancing vocational skills	CG/Bilaspur/ Bilaspur/ Bilaspur	176.81	8.85	176.81	CGCED
117	Financial Assistance for const. work in Akaltara Education	Promoting education	CG/Bilaspur/ Akaltara/ Akaltara	2.00	2.00	2.00	Akaltara Education Trust, Akaltara
118	Adoption of Maa Sharda Kanya Vidyapeeth	Promoting education	MP/Anuppur/ Amarkantak/ Amarkantak	40.00	3.33	36.67	Shri Rama Krishna Vivekananda Sevashram
119	Training of Youth under CSSDM (M-skill)	Promoting employment enhancing vocational skills	CG/Korea/ Korea/ Korea	14.00	8.40	8.40	CSSDA
120	Training of Youth under CSSDM (M-skill)	Promoting employment enhancing vocational skills	CG/Surajpur/ Surajpur/ Surajpur	11.00	6.60	6.60	CSSDA
121	Training of Youth under CSSDM (M-skill)	Promoting employment enhancing vocational skills	CG/Balrampur/ Balrampur/ Balrampur	2.00	1.20	1.20	CSSDA
122	Construction of Hostel Building for post metric Baiga SC girls in front of Kamla Nehru Hostel, Bilaspur (CG)	Rural development projects	CG/Bilaspur/Bilaspur/ Bilaspur	34.51	4.38	34.51	SECL



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123	Construction of Sanskritik Manch near Prabhat Chowk, Chingraj para, Bilaspur under CSR activities ofg SECL HQ, Bilaspur (CG)	Rural development projects	CG/Bilaspur/Bilaspur/ Bilaspur	1.62	0.12	1.62	SECL
124	Construction of Primary school Building Near Prabhat Chowk Thakur Dav Mandir, Chingarajpara	Promoting education	CG/Bilaspur/Bilaspur/ Chingarajpara	23.82	23.82	23.82	SECL
125	Financial Assitancement for water management development work for forest animals at Achanakmar tiger Reserve	Ensuring environmental sustainability	CG/ Bilaspur/ Bilaspur/ Bilaspur	120.00	19.75	120.00	SECL
126	Financial Assistance for organizing Rawat Nach Mahotsav	Protection of art and culture	CG/ Bilaspur/ Bilaspur/ Bilaspur	1.00	1.00	1.00	Rawat Nach Mahotsav Samiti
127	Financial Assitance for Organizing National level netball, baseball competition	Promoting nationally recognised sports	CG/ Bilaspur/ Bilaspur/ Bilaspur	1.00	1.00	1.00	District Educational Officer
128	Construction of 1 no. of 1.35 lakh litre capacity overhead tank at Bakho village	Making available safe drinking water	MP/ Shahdol/ Burhar/ Bakho	22.65	22.19	22.19	SECL
129	Construction of 1 no. of 1.35 lakh litre capacity overhead tank at Bakhi village	Making available safe drinking water	MP/Anuppur/Anuppur/ Bakhi	22.18	21.93	21.93	SECL
130	Construction of 4 nos. of rooms at Milli Education Society	Promoting education	MP/Shahdol/ Burhar/ Dhanpuri	8.45	8.45	8.45	SECL
131	Providing RCC slab in place of A.C. Sheet roof of Nehru degree college Burhar	Promoting education	MP/Shahdol/Burhar/ Burhar	16.53	16.53	16.53	SECL
132	Construction of community hall at ward no. 4 at Anuppur	Rural development projects	MP/Anuppur/Anuppur/ Ward4, Anuppur	14.94	9.25	9.25	SECL
133	Construction of community shed at Khanath village	Rural development projects	MP/Shahdol/Sohagpur/ Khanath	4.19	4.10	4.10	SECL
134	Organization of Medical camp in nearby villages and Hiring of Ambulance	Promoting health care	Villages located in and around 25 km radius from all SECL Areas/SECL HQ	256.74	273.77	273.77	SECL
TOTAL					4042.74		

6. Reasons for not spending the amount of prescribed CSR Expenditure:

The total CSR Budget allocated for the FY 2014-15 is ₹ 129.97 Crore against which the company has spent ₹40.43Crore. The rest of the amount is earmarked for the work – “Construction of toilets in Schools” under Swachh Vidyalaya Abhiyan, a visionary project of Hon’ble Prime Minister of India. The target for completion of the construction work is 30th June, 2015.

7. Responsibility Statement of the CSR Committee regarding implementation and monitoring of CSR Policy:

The CSR Committee was not functional during the year 2014-15 for want of Independent Directors. The company has represented to Ministry of Coal, Govt. of India, for nominating Independent Directors on Board of SECL so that CSR Committee can be re-constituted as per the Act and DPE Guidelines. The appointment of Independent Directors on SECL Board is under process at Ministry of Coal, as such the Responsibility Statement of the CSR Committee as required under the Act, regarding implementation and monitoring of CSR Policy is not made.

For and on behalf of the Board of Directors of
SOUTH EASTERN COALFIELDS LIMITED

Sd/-

(Dr. R.S. Jha)

Director (Personnel)

DIN: 07005297

Sd/-

(Om Prakash)

Chairman-cum-Managing Director

DIN: 02235798

Place : New Delhi

Dated : 24.05.2015

Annexure-III

Auditors' Report on MoU Parameters

To,
 The Chairman-cum-Managing Director,
 South Eastern Coalfields Limited, Bilaspur (C.G.)

We have audited the attached Financial and Dynamic Parameters with respect to Memorandum of Understanding (MoU) for the Year 2014-15 in respect of South Eastern Coalfields Limited.

01. As per the information and explanation produced to us by the company and subject to the comments as stated in para-2 hereunder, we report that:
 - a) The achievement stated in attached performance evaluation sheet with respect to Financial and Dynamic Parameters are calculated in terms of DPE guidelines on MoU for the Year 2014-15 issued by Ministry of Heavy industries and Public enterprises.
 - b) The achievement stated against Financial and Dynamic Parameters are ratified in accordance with documentary evidence produced against respective parameters and are correct to the best of our knowledge.
 - c) For evaluation of Financial Parameters the points relating to financial Parameters of MoU 2014-15 given in Annexure-II have been considered.
02. South Eastern Coalfields Limited has informed us that certain activities could not be achieved for the reasons which were beyond the control of SECL. SECL has produced sufficient documentary evidences to establish their contention that in all such cases, the situation was beyond their control and in spite of their best efforts and persuasion at all possible levels, SECL could not deliver on these parameters. Accordingly, SECL will request for offset before DPE for following parameters at the time of evaluation under clause 8 of MoU Guidelines 2014-15, issued by DPE vide OM no.3 (19)/2013-DPE (MoU) dated 11th November 2013.

These parameters along with reasons in brief for non-achievement of target and methodology of claiming offsets (Refer Schedule A & Schedule B to Annexure-II) are as follows:-

1. Static / Financial Parameters:

I(i)(a) Sales Turnover (Net Sales)	I(i)(b) Gross Operating Margin Rate
I(ii)(a) PAT/Net worth	I(ii)(b) EBITDA/Net Block
I(iii)(a) Sales turnover/Net Block	II(v)(b) Average Collection Period for trade receivable
2. Dynamic/Non-financial parameters:
 - (I)(2) Corporate Social Responsibility/Sustainable development: Providing "Hockey Astro turf along with fencing work" at District Sports Complex, Bilaspur
 - (V)(f) Customer satisfaction & Redress of customer grievances: Commitment to supply coal under FSA to Power (Utilities) including IPPs complying Govt directives
 - (VI)(a)(iii) Introduction of IP based Multisite Digital Radio Trunking System based on TETRA for Bhatgaon Area
3. Sector/Enterprise Specific Parameters-

(i) Off-take	(ii) Total coal production	(iii) UG Coal Production
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For R.Gopal & Associates
 Chartered Accountants

Sd/-

CA Anil Kumar Agrawal

Partner

M.No. 056993

(Firm Regn. No. 000846C)

Place: Bilaspur
 Date: 07.06.2015

Secretarial Audit Report

For the financial year ended March 31, 2015

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
M/s. South Eastern Coalfields Limited
Seepat Road, Bilaspur-495 006
Chhattisgarh, India

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by South Eastern Coalfields Limited (hereinafter called the "company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the company's 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, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the company has during the audit period covering the financial year ended on March 31, 2015, ("Audit Period") 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:

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by the company for the financial year ended on March 31, 2015 according to the provisions of:
 - (i) The Companies Act, 2013 (the "Act") and the rules made there under and other applicable provisions of the Companies Act, 1956 which are still in force;
 - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder (Not Applicable to the company during the Audit Report);
 - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed under that Act (Not Applicable to the company during the Audit Report);
 - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (Not Applicable to the company during the Audit Report);
 - (v) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
2. We have relied on the representation made by the company and its Officers for systems and mechanism adopted by the company for compliances under other applicable Acts, Laws and Regulations to the company. The list of major head/groups of Acts, Laws and Regulations as applicable to the company is given in Annexure I.



During the period under review the company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that:

The Board of Directors of the company have been duly constituted as required under the provisions of the Act. and letter bearing No. 21/35/2008ASO(viii) dated June 6, 2008, issued by Ministry of Coal, Government of India. *The company has represented to Ministry of Coal, Government of India, for nominating Independent directors and Woman Director(s) on Board of SECL so that the mandatory 'Nomination and Remuneration Committee' can be constituted as per the Act and the DPE Guidelines on Corporate Governance.* 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 Directors to schedule the Board Meetings, Agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions are carried out unanimously while the dissenting members' views, if any, are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For **AGR Reddy & Co.**
Company Secretaries

Sd/-

Manoj Kumar Koyalkar
M. Number: 19445
C P Number: 10004

Hyderabad, May 5, 2015

ANNEXURE-I

List of applicable laws to the company, under the major Head/Groups:

1. Factories Act, 1948;
2. Industrial Disputes Act, 1947;
3. Industrial Laws relating to Trade Unions, Apprentices, Industrial employment, Motor transport workers, etc.
4. Acts prescribed related to Mining activities;
5. Labour Laws and other incidental laws related to labour and employees appointed by the company either on its payroll or on contractual basis as related to wages, bonus, gratuity, provident fund, ESIC, compensation, maternity benefits, labour welfare, etc.;
6. Acts prescribed under prevention and control of pollution;
7. Acts prescribed under Environmental protection and conservation;
8. Business Laws relating to Contracts, Stamps, Competition, etc.

Annexure-V

Information under Section 134(3)(m) regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

The Information in accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 regarding Conservation of Energy, Technology absorption and Foreign Exchange earnings and outgo for the year ended 31st March, 2015 is as under:

(A) Conservation of Energy

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

- 1) Regular Monitoring of Power Consumption pattern of all the service connection points and addition of requisite capacitor bank to improve power factor and thereby reducing power consumption.
- 2) Replacement of HPSV/HPMV/Metal Halide Lamps with CFL /LED Lamps in street lights of residential areas of SECL.
- 3) Re-Organization of Pumping to avoid stage pumping by laying deliveries through boreholes.
- 4) Monitoring of Load Pattern and demand side management of Supply points to control maximum demand.
- 5) Construction of Strata Bunkers in underground mines.
- 6) Power Supply to UG Mines by laying cables in bore holes to reduce power losses.
- 7) Re-Organization of transport system to achieve lowest length of Belt Conveyors.

(ii) The steps taken by the company for utilising alternate sources of energy;

Proposal for Installation of Solar Power Plant is under process.

(iii) The capital investment on energy conservation equipments;

Investment of ₹ 15.77 Crore against revised estimate for the year 2014-15.

(B) Technology absorption-

(i) The efforts made towards technology absorption;

Efforts made by the company towards technology absorption are as under:

- a) **Continuous Miner (CM):** To modernize the underground mining operation, Continuous Miner Technology is in operation at Kurja-Sheetaldhara and Kapildhara mines of Hasdeo area and Pinoura Mine of Johilla area. CM operation is planned for Churcha RO UG of Baikunthpur Area, Vijay West mine of Chirimiri Area and Haldibari mine of Hasdeo Area in 2015-16. Khairaha mine (Sohagpur Area), Katki mine (Bisrampur Area), Gayatri mine (Bisrampur Area) and Shivani mine (Bhatgaon Area) have been identified for introduction of CM in future.
- b) **Low Capacity Continuous Miner (LCCM):** LCCM has been introduced at Rani Atari UG mine of Chirimiri Area on hiring basis since 2008-09.



- c) **Highwall Mining Technology:** This method is a remotely operated system to extract coal seams with seam thickness ranging from 0.9m to 1.5m or coal from underlying seams in the Highwall of an opencast mine, which has reached the final highwall position due to uneconomic stripping ratio or due to surface constraints, which limit further mining operations. At present, Highwall mining is operative at Sharda OC mine of Sohagpur Area.
- d) **Surface Miner:** Surface miner have been deployed on hiring basis for Coal production at Gevra OC Expansion, Dipka OC Expansion, Kusmunda OC Expansion, Chhal OC and Baroud OC.
- e) **Shortwall Mining Technology:** This technology has been successfully introduced at Balarampur UG mine of Bishrampur area.
- f) **Man-riding System:** In underground specified mines where long or arduous travel is involved, arrangement for transport of men has been introduced. The Man-riding System have been commissioned in Churcha, Singhali, Bagdeva, Beheraband, Sheetaladhara- Kurja, Bangwar and Kapildhara mines of SECL.

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution;

With the implementation of these technologies, production and productivity has improved and coal seams which were earlier unworkable can now be mined economically and safely.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-

- | | |
|---|-----|
| (a) The details of technology imported; | NIL |
| (b) The year of import; | NIL |
| (c) Whether the technology been fully absorbed; | NIL |
| (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; | NIL |

(iv) The expenditure incurred on Research and Development: ₹ 25.65 Crore

(C) Foreign Exchange Earnings and Outgo-

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows are as under:

- | | |
|--|---------------|
| a. Total Foreign Exchange earned (Inflow): | NIL |
| b. Total Foreign Exchange used (Outflow): | ₹ 14.57 Crore |

For and on behalf of the Board of Directors of
SOUTH EASTERN COALFIELDS LIMITED

Sd/-
(R. P. Thakur)

Director (Technical) Operations
DIN: 06764576

Sd/-
(Om Prakash)

Chairman-cum-Managing Director
DIN: 02235798

Place : New Delhi

Dated : 24.05.2015

Annexure-VI

Report on Corporate Governance

The objective of Corporate Governance is to enhance and maximise shareholders' value and protect the interest of other stakeholders like customers, employees and society at large in order to build an environment of trust and confidence among all the constituents. The company has complied with all norms pursuant to Guidelines on Corporate Governance for Central Public Sector Enterprises (CPSEs) issued by Ministry of Heavy Industries and Public Enterprises, Department of Public Enterprises vide its Letter No. 18(8)/2005-GM dated May 14, 2010.

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:

The company's philosophy on Corporate Governance is aimed at assisting the top management in the efficient conduct of its business and fulfilling its obligations towards the Government, shareholders, employees and other stakeholders. In order to ensure conformity with the guidelines on Corporate Governance, the company believes in monitoring its performance regularly with utmost Transparency, Integrity, Accountability, Confidentiality, Control and Social Responsibility.

The company strongly believes in ethical way of conducting business and upholds its relationship with the society assuming its social responsibility of environmental safety and human well-being. For effective implementation of the Corporate Governance practices, the company has a well-defined policy framework *inter-alia* consisting of the following:

- Code of Business Conduct & Ethics for Board Members and Senior Management Personnel;
- Integrity Pact to enhance transparency in business;
- Code of Conduct for prevention of Insider Trading by Coal India Limited (CIL);
- Conduct, Discipline and Appeal Rules for employees.

At SECL, Corporate Governance is a journey for continual improvements in sustainable value. The company has undertaken several initiatives towards maintaining the highest standards.

2.0 BOARD OF DIRECTORS:

2.1 Size of the Board:

In terms of Articles of Association of the company, strength of our Board shall not be less than 2 (two) Directors and more than 15 (fifteen) Directors. These Directors may be Whole-Time Functional Directors or Part-Time Official Directors or Part-Time Non-Official (Independent) Directors.

2.2 Composition of the Board:

The company's Board of Directors comprises a judicious mix of 11 (eleven) Directors as under:

- i) 05 (Five) Whole-Time Directors (Functional Directors) including the Chairman-cum-Managing Director/CEO;
- ii) 02 (Two) Part-Time Official Directors (Government Nominees) of Government of India; and
- iii) 04 (Four) Independent Directors, who are appointed by the Government of India, Ministry of Coal.

In addition to this, Government has nominated a representative from South East Central Railways (SECR) as a Permanent Invitee on the Board of the company. The Directors bring to the Board wide range of experience and skills.



The composition of the Board of Directors as on 31st March, 2015 is given below:

SL.	Name	Designation	Position held
1	Shri Om Prakash ¹	Chairman	Whole-Time Functional Director as Chairman-cum-Managing Director & CEO
2	Shri N. Kumar ¹	Chairman	Whole-Time Functional Director as Chairman-cum-Managing Director
3	Shri A. P. Panda	Member	Whole-Time Functional Director as Director (Finance) & CFO
4	Shri R. P. Thakur	Member	Whole-Time Functional Director as Director (Technical) Operations
5	Dr. R. S. Jha ²	Member	Whole-Time Functional Director as Director (Personnel)
6	Shri Anil Kumar Singh ³	Member	Whole-Time Functional Director as Director (Personnel)
7	..... ⁴	Member	Whole-Time Functional Director as Director (Technical) Project & Planning
8	Shri A.K. Bhalla	Member	Part-Time Official Director/ Government Nominee Director
9	Shri C. K. Dey ⁵	Member	Part-Time Official Director/ Government Nominee Director
10	Shri Abhijit Chatterjee ⁶	Member	Part-Time Official Director/ Government Nominee Director
11	..... ⁷	Member	Independent Director
12	..... ⁷	Member	Independent Director
13	..... ⁷	Member	Independent Director
14	..... ⁷	Member	Independent Director
15	Shri B. K. Joshi	Permanent Invitee	Chief Operations Manager, South East Central Railway

Notes:

- 1) Shri N. Kumar, CMD has relinquished the charge w.e.f. 09.10.2014 and Shri Om Prakash, CMD has joined the Board as Chairman w.e.f. 09.10.2014.
- 2) Dr. R. S. Jha, D(P), SECL has joined the Board as a Whole-time Functional Director w.e.f. 29.09.2014.
- 3) Shri Anil Kumar Singh, D(P), SECL relinquished the charge w.e.f. 31.07.2014, upon superannuation.
- 4) The position of Director (Technical) Project & Planning is vacant w.e.f. 29.02.2012.
- 5) Shri C. K. Dey, D(F), CIL has joined the Board as a Part-Time Official Director/ Government Nominee Director w.e.f. 19.03.2015.
- 6) Shri Abhijit Chatterjee, D(F), CIL relinquished the charge w.e.f. 28.02.2015, upon superannuation.
- 7) The position of 01 Independent Director is vacant w.e.f. 18.08.2013 and the position of 03 Independent Directors are vacant w.e.f. 21.02.2014. The appointment of Independent Directors on SECL Board is under process at Ministry of Coal.

2.3 Age Limit and Tenure of Directors:

The age limit for the Chairman-cum-Managing Director and other Whole-time Functional Directors is 60 (sixty) years. The Chairman-cum-Managing Director and other Whole-Time Functional Directors are appointed for a period of 5 (five) years from the date of taking over the charge or till the date of superannuation of the incumbent, or till further instructions from the Government of India, whichever event occurs earlier. Part-time Official Directors (Government Nominees) retires from the Board on ceasing to be officials of the Ministry. Independent Directors are appointed by the Government of India usually for a period of 3 (three) years.

2.4 Directors appointed during the year:

Three (03) Directors were appointed on the Board of Directors of the company during the year, as detailed hereunder:

Name of Director	Shri Om Prakash	Shri C. K. Dey	Dr. R. S. Jha
DIN	02235798	03204505	07005297
Brief Resume	<p>Shri Om Prakash has taken charge of Chairman-cum-Managing Director in South Eastern Coalfields Limited, on 09.10.2014.</p> <p>Shri Om Prakash has completed his B. Tech from Indian school of Mines in the year 1981 (Gold Medalist). He obtained First Class Mine Manager's Certificate of Competency (Coal) in the year 1984. He has been awarded W.H. Pickering Medal from MGMI in the year 1981. He has also completed M. Tech in Mine Planning & Design from Indian School of Mines, Dhanbad in the year 1990.</p> <p>Shri Om Prakash is in the service of coal industry since last 31 years. Prior to his elevation as CMD, he has served in Western Coalfields Limited as Director (Technical); Central Coalfields Limited and South Eastern Coalfields Limited in various capacities.</p> <p>Shri Om Prakash has presented various technical papers in several National Seminars.</p>	<p>Shri Chandan Kumar Dey, D(F), CIL has joined SECL Board as Govt. Nominee Director w.e.f. 19.03.2015.</p> <p>Shri Dey completed his schooling from Kendriya Vidyalaya in 1975 and graduated from Calcutta University in Commerce with Honours in Accountancy in the year 1978. Shri Dey is a Chartered Accountant and a Cost Accountant.</p> <p>Prior to joining Coal India Limited on 01.03.2015, he has served Eastern Coalfields Limited as Director (Finance) from 01.02.2013 to 28.02.2015.</p> <p>Shri Dey has wide experience of over 34 years and served in different organisations of repute including Lovelock & Lewes, Dunlop India Limited, NICCO Group, Balmer Lawrie & Co. Limited and Oil India Limited.</p> <p>During his professional career Shri Dey headed the Accounts, Treasury, Taxation and Internal Audit functions and served as Chief Finance Officer. Shri Dey also headed the operations of Balmer Lawrie (UK) Limited for 3 years as Chief Operating Officer based in United Kingdom.</p>	<p>Dr. R. S. Jha has taken over charge as Director (Personnel) in SECL, on 30.09.2014.</p> <p>Dr. Jha holds Degree in MA in Labour & Social Welfare (Topper), LLB and Ph.D.</p> <p>Dr. Jha has worked with Western Coalfields Limited, Nagpur as General Manager (Personnel) and with Mahanadi Coalfields Limited, Sambalpur, as General Manager (Personnel/Admn) and headed departments like Manpower, Recruitment, Executive Establishment, Skill Development General Administration etc. He has also worked as CPIO/ Grievance Officer.</p> <p>The Organizations in which Dr. Jha has contributed so far includes Bihar State Sugar Corporation, Hindustan Zinc Limited (Schedule-A CPSU), Vedanta/Sterlite Group of Companies, NMDC (a Navaratna company) in the States of Bihar, Jharkhand, Orissa, Maharashtra and Chhattisgarh, in different capacities starting from Labour Welfare Officer, Personnel Officer to General Manager.</p>



Name of Director	Shri Om Prakash	Shri C. K. Dey	Dr. R. S. Jha
Nature of expertise in specific functional areas	Expertise in the Mining technology, Operations Management, Marketing and Business development, Planning and Strategic Management.	Expertise in the field of Accounts & Audit, Taxation, Internal Audit, Financial Planning and Control, etc.	Expertise in the field of Human Resource Management, Labour welfare, Recruitment, Skill Development, General Administration, etc.
Names of companies in which the person holds the Directorship and the membership of Committees of the Board	NIL	1. Coal India Limited (CIL) - Director 2. Eastern Coalfields Limited (ECL) - Director	1. Chhattisgarh East Railway Limited (CERL) - Director 2. Chhattisgarh East-West Railway Limited (CEWRL) - Director

3.0 BOARD MEETINGS:

The Board of Directors is the Apex Body which oversees the overall functions of the company. The Board procedures and all related applicable rules & regulations are complied with. Ten (10) Board Meetings were held during the Financial Year 2014-15 on 29.04.2014, 26.05.2014, 05.07.2014, 26.07.2014, 30.08.2014, 26.09.2015, 31.10.2014, 17.12.2014, 04.02.2015 and 20.02.2015. The maximum time gap between two Board Meetings was not more than two months.

Details of Meetings attended by Directors are tabulated below:

SN.	Directors	Board Meetings held during respective tenure of Directors	No. of Board Meetings attended	Number of Committee membership in the company as on 31.03.2015		Directorship in other Companies as on 31.03.2015	Attendance of each Director at the last AGM
				As Chairman	As Member/ Invitee		
Functional Directors :							
1	Shri N. Kumar ¹ CMD	06	06	-	-	-	Yes
2	Shri Om Prakash ¹ CMD	04	04	-	-	-	N/A
3	Shri A. P. Panda D (F)	10	10	-	01	02	Yes
4	Shri R. P. Thakur D(T)O	10	10	01	01	03	Yes
5	Shri Anil Kumar Singh ² D(P)	02	02	-	01	02	Yes
6	Dr. R. S. Jha ² D(P)	04	04	-	01	02	N/A

SN.	Directors	Board Meetings held during respective tenure of Directors	No. of Board Meetings attended	Number of Committee membership in the company as on 31.03.2015		Directorship in other Companies as on 31.03.2015	Attendance of each Director at the last AGM
				As Chairman	As Member/ Invitee		
Govt. Nominee Directors :							
1	Shri A.K. Bhalla Jt. Secy (Coal), MOC	10	10	01	-	02	No
2	Shri A. Chatterjee ³ D(F), CIL	10	09	-	01	02	No
3	Shri C. K. Dey ³ D(F), CIL	-	-	-	01	02	N/A
Independent Directors:⁴							
1	--- Vacant ---	-	-	-	-	-	-
2	--- Vacant ---	-	-	-	-	-	-
3	--- Vacant ---	-	-	-	-	-	-
4	--- Vacant ---	-	-	-	-	-	-

Notes:

1. Shri N. Kumar, CMD has relinquished the charge w.e.f. 09.10.2014 and Shri Om Prakash, CMD has joined the Board as Chairman w.e.f. 09.10.2014.
2. Shri Anil Kumar Singh, D(P), SECL relinquished the charge w.e.f. 31.07.2014 upon superannuation and Dr. R. S. Jha, D(P), SECL has joined the Board as a Whole-time Functional Director w.e.f. 29.09.2014.
3. Shri Abhijit Chatterjee, D(F), CIL relinquished the charge w.e.f. 28.02.2015 upon superannuation and Shri C. K. Dey, D(F), CIL has joined the Board as a Part-Time Official Director/ Government Nominee Director w.e.f. 19.03.2015.
4. The position of 01 Independent Director is vacant w.e.f. 18.08.2013 and the position of 03 Independent Directors are vacant w.e.f. 21.02.2014 upon completion of their tenure on the Board of SECL.

None of the Directors of the Board is a member of more than 10 (ten) committees or Chairman of more than 5 (five) committees across all the companies in which he is a Director. All the Directors have made requisite disclosures regarding Directorship/ Committee position occupied by them in other Companies.

A brief resume of the Directors who are being re-appointed at the forthcoming Annual General Meeting is given in the Notice of the Annual General Meeting.



4.0 BOARD PROCEEDINGS:

4.1 Information placed before the Board of Directors:

Board has complete access to any information within the company. The information regularly supplied to Board includes:

- Annual operating plans, Capital and Revenue budgets & updates.
- Quarterly and Annual Financial results of the company.
- Dividend declaration.
- Periodic Review of the Performance of the company.
- Periodic Review of availability & utilization of Heavy Earth Moving Machines.
- Periodic Report on Compliance of applicable Laws.
- Annual Report, Directors' Report etc.
- Minutes of the meetings of Board, Audit Committee and other committees of the Board.
- Award of large contracts/Agreements.
- Major investment, joint ventures etc.
- HR related issues & Safety / Security related matters.
- Disclosure of interest by Directors about Directorship and position occupied by them in other companies.
- Fatal or serious accidents etc.
- Show cause, demand, prosecution notices and penalty notices which are materially important.
- Other materially important information, including any non-compliance of any regulatory or statutory requirement.

4.2 Process after the Board Meeting is held

The Secretary of the company as a part of the Governance Process, disseminate the outcome of the Board with necessary approvals and permissions/authorizations accorded to the Heads of the Divisions/ Areas and there is a post-meeting compliance mechanism by which the necessary follow-ups, review and reporting for actions taken/ pending on the approval so accorded by the Board/Committees are made.

5.0 REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Being a Government company, the remuneration of the Whole-Time Functional Directors and Other Key Managerial Personnel is decided by the Government of India. The Independent Directors are not paid any remuneration except sitting fees at the rate fixed by the Board within the ceiling fixed under the Companies Act, 2013 for attending each meeting of the Board or Committees thereof.

5.1 Details of remuneration of Functional Directors and Other Key Managerial Personnel of the company during the year 2014-15:

(Amount in ₹)

Sl. No.	Name	Designation	Salary including employer's contribution of PF & FPF and Leave Encashment	Other Benefits (includes LTC, Medical Expenses etc.)	Total
1	Shri N. Kumar	CMD	-	-	-
2	Shri Om Prakash	CMD	11,03,655.15	12,267.00	11,15,922.15
3	Shri Anil Kumar Singh	D(P)	5,37,617.10	84,708.00	6,22,325.10
4	Shri A. P. Panda	D(F)	19,44,057.30	0.00	19,44,057.30
5	Shri R. P. Thakur	D(T)O	28,29,002.04	0.00	28,29,002.04
6	Dr. R. S. Jha	D(P)	9,28,949.17	16,955.00	9,45,904.17
7	Shri S. M. Yunus	CS	21,42,847.10	25,358.00	21,68,205.10
Total			94,86,127.86	1,39,288.00	96,25,415.86

5.2 Payment of sitting fees to Independent Directors during the year 2014-15:

There were no Independent Director on SECL Board during the year 2014-15. The position of 01 Independent Director is vacant w.e.f. 18.08.2013 and the position of 03 Independent Directors are vacant w.e.f. 21.02.2014 upon completion of their tenure on the Board of SECL.

The company has communicated about the requirement of 4 (Four) Independent Directors in the company, to the Ministry of Coal, Government of India, due to which Nomination & Remuneration Committee is not constituted. The company has also communicated about the requirement of Woman Director in the company, to the Ministry of Coal, Government of India.

5.3 Part-Time Official Directors/ Govt. Nominee Directors:

No remuneration is paid by the company to Part-Time Official Directors/ Govt. Nominee Directors.

6.0 COMMITTEES OF THE BOARD:

The company has the following Five (5) Board level Committees:

1. Audit Committee
2. Project Sub-Committee
3. Information Technology (IT) Committee
4. Rehabilitation & Resettlement (R&R) Committee
5. Corporate Social Responsibility and Sustainability Review (CSR&SR) Committee

6.1 AUDIT COMMITTEE:

The Terms of Reference of the Audit Committee are in accordance with Section 177 of the Companies Act, 2013 and the Guidelines dated 14.05.2010 on Corporate Governance of CPSEs issued by Department of Public Enterprises, Ministry of Heavy Industries and Public Enterprises.



6.1.1 Scope of Audit Committee:

1. The list of functions *inter-alia* includes the following:
 - To hold discussion with Auditors periodically about:
 - Internal control systems compliance and adequacy thereof.
 - Scope of audit including observations of the auditors.
 - Review of the quarterly, half yearly and annual financial statements before submission to the Board.
2. To perform the following functions:
 - Overseeing the company's financial reporting process and system for disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
 - Reviewing with the management the financial statements before submission to the Board for approval, with particular reference to matters required to be included in the Directors Responsibility Statement, changes, if any, in accounting policies, major accounting entries, significant adjustments made, disclosure of related party transactions and qualifications in the draft audit report.
 - Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
 - Carrying out any other function as mentioned in the terms of reference of the Audit Committee.

The Company Secretary is the Secretary to the Audit Committee.

6.1.2 Constitution:

The constitution of the Audit Committee of Board of Directors of the company dates back to the year 2002 and the Audit Committee is committed to good Corporate Governance with best discharge of its assigned duties. The Audit Committee was re-constituted on 26th September, 2007 with the induction of Independent Directors on the Board.

6.1.3 Composition:

The Audit Committee has functioned during the year 2014-15 in terms of the provisions of Companies Act, 2013 and the Mandatory Corporate Governance Guidelines for CPSEs, with the following members & Invitees:

SL	Name	Designation	Category
1	Shri A.K. Bhalla	Chairman	Part-Time Official Director/ Government Nominee Director
2	Shri Abhijit Chatterjee/ Shri C.K. Dey ¹	Member	Part-Time Official Director/ Government Nominee Director
3	Shri R. P. Thakur	Member	Whole-Time Functional Director as Director (Technical) Operations, SECL
4	Shri Anil Kumar Singh/ Dr. R. S. Jha ²	Member	Whole-Time Functional Director as Director (Personnel), SECL
5	Shri A. P. Panda	Permanent Invitee	Whole-Time Functional Director as Director (Finance), SECL

Notes:

1. Shri Abhijit Chatterjee, D(F), CIL relinquished the charge w.e.f. 28.02.2015 upon superannuation and Shri C. K. Dey, D(F), CIL has joined the Committee w.e.f. 19.03.2015.
2. Shri Anil Kumar Singh, D(P), SECL relinquished the charge w.e.f. 31.07.2014 upon superannuation and Dr. R. S. Jha, D(P), SECL has joined the Committee w.e.f. 29.09.2014.

As soon as Independent Directors are appointed by the Ministry of Coal on the Board of SECL, the Audit Committee will be reconstituted immediately.

6.1.4 Meeting and Attendance:

Eight (08) meetings were held during the year 2014-15 on (i) 29.04.2014, (ii) 26.05.2014, (iii) 26.07.2014, (iv) 30.08.2014 (v) 31.10.2014, (vi) 17.12.2014, (vii) 04.02.2015 and (viii) 20.02.2015.

The details of Audit Committee meetings attended by members are as under:

Sl.No.	Members of Audit Committee	Meetings held during their tenure	Meetings attended
1	Shri A. K. Bhalla, Joint Secretary (Coal), MOC	08	04
2	Shri Abhijit Chatterjee, D(F), CIL	08	07
3	Shri R. P. Thakur, D(T)O, SECL	08	08
4	Dr. R. S. Jha, D(P), SECL	04	04
5	Shri Anil Kumar Singh, D(P)	02	02
6	Shri C. K. Dey, D(F), CIL	00	00

6.2 PROJECT SUB-COMMITTEE:

The present Project Sub-Committee consists of the following Members, who examine and make recommendations of investment in new/expansion projects and Feasibility Report of new projects:

Sl.	Name	Designation	Category
1	Shri R. P. Thakur	Chairman	Whole-Time Functional Director as Director (Technical) Operations, SECL
2	Shri A. P. Panda	Member	Whole-Time Functional Director as Director (Finance), SECL

6.2.1 Meeting and Attendance:

Ten (10) meetings were held during the year 2014-15 on (i) 17.04.2014, (ii) 28.05.2014, (iii) 16.06.2014, (iv) 23.06.2014 (v) 22.08.2014, (vi) 08.09.2014, (vii) 29.12.2014, (viii) 07.01.2015, (ix) 31.01.2015 and (x) 11.03.2015. The details of Project Sub-Committee meetings attended by members are as under:

Sl.	Members of Project Sub-Committee	Meetings held during their tenure	Meetings attended
1	Shri R. P. Thakur, Chairman	10	10
2	Shri A. P. Panda, Member	10	10



6.3 INFORMATION TECHNOLOGY (IT) COMMITTEE:

The Information Technology Committee was formed at the 200th Meeting of the Board of Directors held on October 17th, 2011. The main purpose of IT Committee is to provide the Board with oversight and direction of the company's Information, Communications & Technology (ICT) progress. The Information Technology Committee was not functional during the year 2014-15 for want of Independent Directors. The appointment of Independent Directors on SECL Board is under process at Ministry of Coal and the IT Committee will therefore, be reconstituted as soon as the Independent Directors are appointed.

6.4 REHABILITATION & RESETTLEMENT (R&R) COMMITTEE:

The Rehabilitation & Resettlement (R&R) Committee was formed at the 202nd Meeting of the Board of Directors held on January 9th, 2012. The main purpose of the R&R Committee is to help the Board to deal more effectively with R&R issues of land compensation, employment to project affected people (PAP), resettlement of PAPs, etc. The R&R Committee was not functional during the year 2014-15 for want of Independent Directors. The appointment of Independent Directors on SECL Board is under process at Ministry of Coal and the R&R Committee will therefore, be reconstituted as soon as the Independent Directors are appointed.

6.5 CORPORATE SOCIAL RESPONSIBILITY AND SUSTAINABILITY REVIEW (CSR&SR) COMMITTEE:

The Corporate Social Responsibility (CSR) Review Committee was formed at the 203rd Meeting of the Board of Directors held on February 3rd, 2012. The main function of CSR Review Committee is to provide the Board with oversight and direction of the company's responsibility towards the society at large. The Corporate Social Responsibility and Sustainability Review (CSR&SR) Committee was not functional during the year 2014-15 for want of Independent Directors. The appointment of Independent Directors on SECL Board is under process at Ministry of Coal and the CSR&SR Committee will therefore, be reconstituted as soon as the Independent Directors are appointed.

7.0 STATUTORY AUDITORS:

In exercise of the powers conferred by Section 139 of Companies Act, 2013, the Comptroller & Accountant General of India (C&AG) has appointed the following Chartered Accountant Firms as Statutory Auditor / Branch Auditors of the company for the year 2014-15:

Statutory Auditor

M/s. R. Gopal & Associates.
Chartered Accountants,
(FRN: 000846C,
C&AG RN: ER0029)
31/884, New Shanti Nagar, Old Pipe Factory Road,
Raipur - 492 004, CG

Branch Auditors

M/s. M. Raghunath & Co.
Chartered Accountants
(FRN: 003347S,
C&AG RN:CA0894)
Room No. 1, 1st Floor, Ashoka
Chambers, 6, Garstin Place,
Kolkata 700 001 WB

M/s. G. Basu & Co.
Chartered Accountants
(FRN: 301774E,
C&AG RN:CA0003)
Basu House, 3, Chowringhee
Approach, Kolkata - 700 072
WB

M/s. HEM Sandeep & Co.
Chartered Accountants
(FRN: 009907N,
C&AG RN:DE1106)
B-18, Shubhalaya Pearl
Near Nikhil Phase-3 Bwadiya
Kala, Hoshangabad Road
Bhopal - 462 026 MP

7.1 Remunerations of Statutory Auditors:

Type of Audit	Remuneration	Remarks
Statutory audit for the year 2014-15	Total ₹ 15,58,594.00 i.e., ₹ 8,33,440.00 for Principal Auditors and ₹ 7,25,154.00 for Branch Auditors	Out of Pocket Expenses (OPE) subject to a maximum limit of ₹ 2,66,700.00 for Principal Auditors and ₹ 1,84,800.00 for Branch Auditors, and applicable Service Tax payable on fee & OPE, in addition to reimbursement / payment of travelling expenses on actual basis.
Review of interim financial statements for the Quarter Ending 30.06.2014, 30.09.2014 & 31.12.2014	Total ₹ 12,43,950.00 i.e., ₹ 7,00,080.00 for Principal Auditors and ₹ 5,43,870.00 for Branch Auditors	Out of Pocket Expenses (OPE) subject to a maximum limit of ₹ 4,00,050.00 for Principal Auditors and ₹ 2,77,200.00 for Branch Auditors, and applicable Service Tax payable on fee & OPE, in addition to reimbursement / payment of travelling expenses on actual basis.
Tax Audit for the year 2014-15	Total ₹ 2,48,750.00 i.e. ₹ 1,23,750.00 for Principal Auditors and ₹ 1,25,000.00 for Branch Auditors	Out of Pocket Expenses (OPE) subject to a maximum of ₹ 20,000.00 and applicable Service Tax payable thereon.
Audit of MoU parameters for the year 2014-15	₹ 2,03,439.00 for Principal Auditor	Out of Pocket Expenses (OPE) ₹ 65,100.00 and applicable Service Tax payable thereon.

8.0 ANNUAL GENERAL MEETINGS (AGM):

Details of Annual General Meeting (AGM) held during last 3 (three) financial years are as follows:

Details	Date	Time	Venue
28 th AGM 2013-14	10.06.2014	11:30 AM	At the Registered Office of the company at Seepat Road, Bilaspur – 495006, CG.
27 th AGM 2012-13	21.05.2013	11:30 AM	
26 th AGM 2011-12	24.05.2012	1:00 PM	

One (01) Special resolution was passed during the last AGM (i.e. 28th AGM 2013-14) regarding "Ratification of remunerations of Cost Auditors for conducting Cost audit of the company." No special resolutions were passed during the 26th & 27th AGMs held.

The Twenty-Ninth Annual General Meeting (29th AGM) of the company is scheduled to be held on 15.06.2015 at the Registered Office of the company at Seepat Road, Bilaspur – 495 006, CG.

One (01) Extraordinary General Meeting of the Members was held during the year 2014-15 on 26.02.2015.



9.0 DISCLOSURE:

- **Materially significant Related Party Transactions:**

The company has not entered into any materially significant related party transactions with the Directors or the Senior Management Personnel or their relatives for the year ended 31st March, 2015 that has potential conflicts with the interest of the company.

- **Code of Business Conduct and Ethics:**

Pursuant to Clause 49 of the Listing agreement entered by CIL with Stock Exchanges, the 'Code of Business Conduct and Ethics for Board Members and Senior Management' of the company has been laid down by the CIL Board and the same has been implemented in SECL. The said code has been circulated to all concerned and the same is also hosted on the website of the company "www.secl.gov.in". The Board members and Senior Management Personnel of the company have affirmed compliance with the provisions of the said Code of Conduct for the Financial Year ended 31st March, 2015. A declaration in this regard by Chairman-cum-Managing Director of the company is provided hereunder:

Code of Conduct - Compliance Affirmation

This is to confirm that the SECL has laid down a Code of Business Conduct and Ethics for all the Board Members and Senior Management of the SECL and the code is posted on the website of the SECL. The Board Members and Senior Management have affirmed compliance with the said Code for the financial year ended 31st March, 2015.

For South Eastern Coalfields Limited



(Om Prakash)

Chairman-cum-Managing Director
DIN: 02235798

Place : Bilaspur

- **Integrity Pact:**

The company has a Memorandum of Understanding (MoU) with Transparency International India (TII) for implementing an Integrity Pact Programme focused on enhancing transparency in its business transactions, contracts and procurement processes. Under the MoU, SECL is committed to implement the Integrity Pact in all its major procurement and work contract activities. Two Independent External Monitors, being persons of eminence nominated by TII in consultation with the Central Vigilance Commission (CVC), monitor the activities. The Integrity Pact has strengthened the established systems and procedures by creating trust and has the full support of the CVC.

- **Chief Executive Officer (CEO) & Chief Financial Officer (CFO) Certification:**

In terms of Clause 49 of the Listing Agreement entered by CIL with Stock Exchanges, the 'CEO and CFO Certification' in prescribed format has also been made applicable to subsidiary companies. The Chairman and the Director (Finance) of the company have given the "CEO and CFO Certification" to the Board of Directors of the company at its 234th Meeting held on 24.05.2015 and is attached with the Financial Statements of the company.

10.0 AUDIT QUALIFICATIONS:

It is always the company's endeavour to present financial statements without any qualifications by Auditors. Management reply to the Statutory Auditors' observations on the Accounts of the company for the year ended 31st March, 2015 are furnished as Annexure to the Auditors' Report. Comments of the Comptroller & Auditor General of India under Section 143(6) of the Companies Act, 2013, on the Accounts of the company for the Financial Year ended 31st March, 2015 is annexed to the Directors' Report.

11.0 TRAINING OF BOARD MEMBERS:

The Functional Directors are the functional heads of their respective functional areas by virtue of their possessing the requisite qualification and experience and are aware of the business model of the company as well as the risk profile of the company's business model. The newly appointed Directors of the company are familiarized with the various aspects of the company like Constitution, Vision & Mission Statement, core activities, board procedures, strategic directions, etc. by way of a detailed presentation. Information material like Code of Conduct and performance highlights, etc. are provided to supplement the above presentation. Periodic presentations are made at the Board and Committee Meetings to update them on all business-related issues and new initiatives undertaken by the company. The Directors are also nominated for training programs /seminars conducted by Standing Conference of Public Enterprises (SCOPE) and other Government authorities.

12.0 MEANS OF COMMUNICATION:

- **Website**

The company's website www.secl.gov.in hosts all important information for investors and all other stakeholders. The Annual Report and Annual Financial Results of the company are available on the website in a user-friendly and downloadable form.

- **Official News Releases**

The company communicates with the stakeholders by disseminating information by way of Official news releases in electronic and print media through Public Relations Department of the company.

- **RTI**

The company has an e-structured mechanism that supports 'The Right to Information Act, 2005'. Detailed procedure for seeking information under RTI Act, 2005 is available on the SECL website www.secl.gov.in.

13.0 WHISTLE BLOWER POLICY:

The "Coal India Whistle Blower Policy 2011" as approved by the Board of Directors of Coal India Limited has been implemented by the company. The policy is formulated to provide an opportunity to employees to report to the management, instances of unethical behaviour, actual or suspected, fraud or violation of the company's code of conduct. The Whistle Blower Policy is available on the website of www.secl.gov.in, in a user friendly and downloadable form.



14.0 COMPLIANCE WITH MANDATORY REQUIREMENTS OF DPE GUIDELINES ON CORPORATE GOVERNANCE:

In May, 2010, the Department of Public Enterprises has come out with Guidelines on Corporate Governance for Central Public Sector Enterprises which have replaced the Guidelines issued in 2007. The fresh guidelines of 2010 are now mandatory in nature.

The company has complied with applicable rules and requirements of Regulatory Authorities and no penalties or strictures were imposed on the company. All returns / report were filed within the stipulated time with the Regulatory Authorities.

No Presidential Directives have been issued during the period 1st April, 2014 to 31st March, 2015 and during the last three years.

No items of expenditure have been debited in books of accounts, which are not for the purpose of business.

No expenses, which are personal in nature, have been incurred for the Board of Directors and top management.

In compliance with Clause 8.2.1 of the Guidelines on Corporate Governance for CPSEs, certificate from company Secretary in whole-time practice regarding compliance of conditions of Corporate Governance is annexed to this report.

For and on behalf of the Board of Directors of
SOUTH EASTERN COALFIELDS LIMITED

Sd/-

(A. P. Panda)

Director (Finance)

DIN: 06664375

Sd/-

(Om Prakash)

Chairman-cum-Managing Director

DIN: 02235798

Place : New Delhi

Dated : 24.05.2015

Certificate on Corporate Governance

To,
The Members of
M/s South Eastern Coalfields Limited
Bilaspur, Chhattisgarh- 495 006

I have examined the compliance of conditions of Corporate Governance by **M/s. South Eastern Coalfields Limited** ('the **company**'), for the financial year ended on March 31, 2015, as stipulated in Guidelines on Corporate Governance for Central Public Sector Enterprises (CPSEs) issued by Government of India, Ministry of Coal vide its Circular No. F.No.38011/22/2007-CA-II (Vol.II) dated June 7, 2010, in terms of Office Memorandum No.18(8)/2005-GM dated May 14, 2010 issued by Government of India, Ministry of Heavy Industries and Public Enterprises, Department of Public Enterprises.

The compliance of conditions of Corporate Governance is the responsibility of the management. My examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In my opinion and to the best of our information and according to the explanations given to me, I certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Guidelines, except for the appointment of Independent Directors on the Board of the company. The company has communicated about the requirement of 4 (Four) Independent Directors in the company, to the Ministry of Coal, Government of India

I further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

for **AGR Reddy & Co.**
Company Secretaries

Sd/-

Manoj Kumar Koyalkar

C.P.No.10004

M.No.19445

Hyderabad, May 5, 2015



Annexure-VII

Management Discussion and Analysis Report

Coal is a combustible, sedimentary, organic rock, which is composed mainly of carbon, hydrogen and oxygen. It is a fossil fuel and is abundantly available in India.

According to the World Energy Council (WEC), creation of a sustainable policy framework that simultaneously address the issues of energy security, energy equity and environmental sustainability is the most important challenge across the globe. *Energy Security* aims at the effective management of primary energy supply from domestic and external sources, the reliability of energy infrastructure, and the ability of energy providers to meet current and future demand. *Energy Equity* provides accessibility and affordability of energy supply across the population. *Environmental Sustainability* encompasses the achievement of supply and demand-side energy efficiencies and the development of energy supply from renewable and other low-carbon sources. Better termed as the balancing act of *Energy Trilemma*, it ensures delivery of secure, affordable and environmentally sustainable energy.

COAL - AN ABUNDANT ENERGY SOURCE

According to the World Energy Council and the BP Statistical Review of World Energy 2014, 891 billion tonnes of proven coal reserves is estimated to have been left, which is equivalent to around 113 years of Reserves-to-production (R/P) ratio, largest for any fossil fuel. It means that coal reserves would last around 113 years at current rate of production. In comparison to this, proven Oil and Gas reserves are equivalent to around 53 and 55 years respectively, at current production levels.

Almost half of the world's additional energy demand over the past ten years was provided by coal. All other fuels combined, including oil, natural gas, renewables and nuclear energy, accounted for the other half. In fact, over the last decade, coal has been the world's fastest growing energy source, driven by Asian demand and bounty of nature in the region. Coal's share of global primary energy consumption has reached 30.1%, the highest since 1970.

Coal accounts for a share of 55% of Primary energy, which is the highest among all available energy sources in India. The primacy of coal has been growing over the years due to the constraints in sourcing other natural resources like oil and gas.

COAL – KEY FUEL IN ASIA

Despite coal's reputation as a 19th century industry, coal markets are changing at a fast pace. Former parameters age rapidly, and new trends appear. Medium-Term Coal Market Report 2014 published by IEA shows that Global demand for coal over the next five years will continue marching higher, breaking the 9-billion-tonne level by 2019. China accounts for three-fifths of demand growth during the outlook period, followed by demand growth in India and other ASEAN countries offsetting decline in Europe and the United States. Global coal demand growth has been slowing in recent years, and the report sees that trend continuing. Coal demand will grow at an average rate of 2.1% per year through 2019. Coal demand continued to grow in 2013 and was the fastest-growing fossil fuel, though the demand growth in 2013 (+2.4% or +188 Mt) was lower than the average over the last ten years (+4.6%). China remained the driving force of coal demand growth by consuming more than 50% of global coal demand and importing 341 Mt of coal in 2013. Incremental demand in China (+196 Mt) alone exceeded the global growth in 2013, because coal demand in Non-Asian countries decreased. Thermal and Met coal prices continued to decline in 2014. International coal prices have been under pressure from oversupply as well as price cuts by Chinese domestic producers who were seeking to secure market share.

Further, strategies of coal producers like Take-or-pay contracts, financial commitments and better economies of scale also play important role in pushing the prices down. It is expected that Global coal consumption will increase by 2.1% per year until 2019 (+772 Mtce). Most of the incremental growth comes from China (+471 Mtce), whereas India and other ASEAN countries also play important roles in strengthening Asia's status as the coal continent. Growth in coal consumption will place India as the second largest coal consumer surpassing United States and second largest coal importer next to China.

Fossil fuels continue to dominate the power sector, although their share of generation is expected to decline from 68% in 2012 to 55% in 2040. Coal-fired generation is on the decline in the OECD, including the United States where coal-fired power drops by almost one-third to 2040. The share of Coal also likely to drop in India, despite strong absolute growth. Oil-fired generation declines by more than half, falling in most regions and by contrast, gas-fired power generation almost doubles over 2012- 2040, increasing in most regions.

Carbon Dioxide (CO₂) emissions from the power sector is expected to rise from 13.2 Giga tonnes (Gt) in 2012 to 15.4 Gt in 2040, retaining a share of around 40% of global emissions over the period. Increasing penetration of low-carbon technologies and deployment of high-efficiency coal-fired power plants help to slow the growth in CO₂ emissions from the power sector. The evolution of the power sector will be critical to meeting climate change goals, due to the sector's rapid growth and because low-carbon alternatives are more readily available.

It is expected that share of renewables in total power generation shall go up from 21% in 2012 to 33% in 2040, as they supply nearly half of the growth in global electricity generation. In this scenario, share of nuclear power in global electricity generation may rise up to 12% and nuclear generation capacity to 624 GW in 2040. The scenario shows absolute growth in the coal consumption due to growing energy demand across the world.

(Sources: World Energy Outlook 2014 Factsheet, World Coal Association, 2014 Edition of the IEA Coal Information, 2014 Edition of the BP Statistical Review of World Energy, World Steel Association)

COAL & ENERGY SCENARIO IN INDIA

Coal is the mainstay of India's energy sector and its availability or otherwise can hugely impact the energy balance of the country.

Coal is the pre-dominant source of primary energy in India with the largest domestic reserve base among the major fuel sources. Performance of the coal sector is of utmost importance to the country's economy as it plays a critical role in the value chains of all major industrial segments, namely electricity, steel, cement, etc.

Coal is an essential part of sustainable development of the Indian economy, because secure energy sources provide essential foundation for sustenance. Energy security for India is important both in the short as well as long run. In the short run, it can withstand the supply disruptions and price volatility, whereas in the long run, it means energy availability in sufficient quantities to meet the growing demand of the economy. As security in this regard cannot be separated from economics in terms of affordability, coal plays an important role encompassing all the elements of energy security in India.

India ranks 3rd amongst the coal producing countries in the world after China & USA. Coal being the most abundant fossil fuel in India till date, continues to be one of the most important source for meeting the domestic energy needs and will continue to play pivotal role in future energy supply and shaping the domestic economy. A total of 3,01,564.45 Million Tonnes of geological resources of coal have so far been estimated in India, up to the maximum depth of 1200 metres.

SECTORS DEPENDENT ON COAL

The major industrial sectors consuming coal include power, iron & steel, cement, etc. Steel plants are consumers of coking coal, whereas power, cement, sponge iron, fertilizer, etc. are the consumers of non-coking coal. Power sector is the largest consumer of coal, followed by iron & steel, and cement segments.

The present trend of consumption is expected to rise in India in the next decade with the power sector being the largest driver for coal demand, followed by iron & steel, and cement industries. This shows that coal will continue to play a critical role in the industrial growth of the country, and will remain the major contributor to their performance.

Central Electricity Authority (CEA) has set electricity generation target for 15-16 at 1137.5 Billion Unit (BU). Out of the total generation, Thermal source expected to provide 966.7 BU and Coal 888.725 BU, thus, Coal as a Fuel is expected to generate 78.13% of Power during the year 2015-16.

Electricity generation during 14-15 was 1048.43BU and Thermal Sector contributed maximum by generating 878.32 BU with a growth of 10.83% over Previous Year. CEA report shows that per capita consumption of electricity during 13-14 has gone up to 957 KWh (Provisional) as compared to 914.41 KWh during 12-13. During 12th Plan, Thermal Sector is expected to add 72.34 GW of generating capacity out of the target of 82.537 GW. So far up to March 2015, 57.72 GW has been added against the target of 72.34 GW under the Thermal Sector.

In order to meet the growing demand for Coal in the Power Sector, CEA has permitted to import 73 MT of Coal for blending with domestic coal for various power utilities.

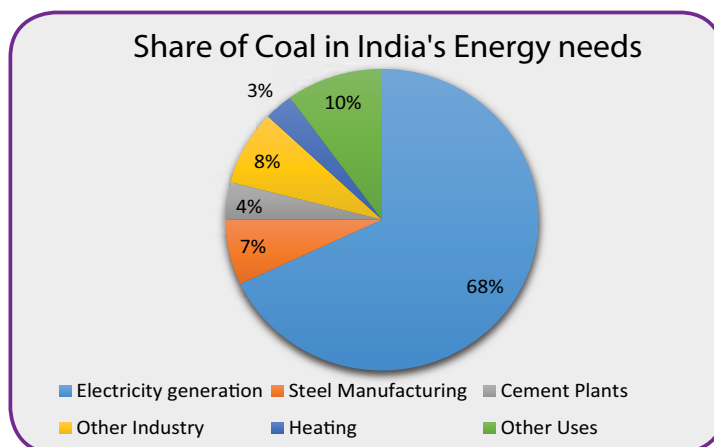
A. INDUSTRY STRUCTURE AND DEVELOPMENT:

Currently, over 90% of the coal production in India is coming from government-controlled mines and over 80% is coming from Coal India Limited and its wholly-owned subsidiaries. SECL is the biggest coal producing subsidiary of Coal India Limited, a Maharatna PSU and the biggest coal producing company of the world.

COAL RESERVES IN INDIA:

The inventory of Geological Resources of Indian Coal (as on 01.04.2014), prepared by the Geological Survey of India on the basis of resources estimated by CMPDI, MECL, GSI, SCCL, DGM (Maharashtra), DGM (Chhattisgarh) and some private entrepreneurs is given below:

1. A total of 3,01,564.45 Million Tonnes of geological resources of coal have so far been estimated in India, upto the maximum depth of 1200 metre. Out of the total resources, the Gondwana coalfields account for 300,071.81 Mt (99.5%), while the Tertiary coalfields of Himalayan region contribute 1493.64 Mt (0.5%) of coal resources.



The type-wise and category-wise break-up is given below:

Type of Coal	Proved (Mt)	Indicated (Mt)	Inferred (Mt)	Total (Mt)	% Share
1. Coking Coal					
Prime Coking	4614.35	698.71	0.00	5313.06	1.76
Medium Coking	13303.02	11866.78	1879.47	27049.27	8.97
Semi Coking	482.16	1003.68	221.68	1707.52	0.57
Sub-total of Coking:	18399.53	13569.17	2101.15	34069.85	11.30
2. Non-coking Coal	106915.60	128837.78	30248.58	266001.96	88.21
3. Tertiary coal	593.81	99.34	799.49	1492.64	0.49
Total (All types)	125908.94	142506.29	33149.22	301564.45	100.00
% Share	41.75	47.26	10.99	100.00	-

2. The depth-wise and category-wise break-up of Indian coal resources is as under:

Depth Range (in Metres)	Proved (Mt)	Indicated (Mt)	Inferred (Mt)	Total (Mt)	% Share
0-300	96273.12	69488.12	10529.47	176290.71	58.46
300-600	13577.83	58675.30	16481.88	88735.01	29.42
0-600 (for Jharia only)	13760.73	451.69	0.00	14212.42	4.71
600-1200	2297.26	13891.18	6137.87	22326.31	7.40
Total	125908.94	142506.29	33149.22	301564.45	100.00

3. The estimation of total resources of coal, as on 01.04.2014, has increased by 2,650 Mt to 301564.45 Mt as compared to 01.04.2013 whereas 'Proved Reserves' has increased by 2,727 Mt to reach 125908.94 Mt, as shown in table below:

Inventory as on	Proved (Mt)	Indicated (Mt)	Inferred (Mt)	Total (Mt)
01.04.2014	125908.94	142506.29	33149.22	301564.45
01.04.2013	123181.63	142631.64	33100.79	298914.06
Difference	+2727.31	-125.35	+48.43	+2650.39

The increase in 'Proved Reserves' in Inventory of 01.04.2014 is mainly due to proving of coal resources in Mand-Raigarh (1,204 Mt), Singrauli (594 Mt.), Talcher (507 Mt), South Karanpura (188 Mt), Godavari Valley (125 Mt), Bishrampur (69 Mt.), East Bokaro (34 Mt) and Raniganj (7 Mt.).



4. Likewise, Geological Coal Reserves in SECL Command Area as on 01.04.2014 are 60,445.76 Million Tonnes.

SN	Coal Reserves	Depth(M)	Proved	Indicated	Inferred	Total
I.	Coal Reserves in MP	0-1200	2114.34	5572.55	225.95	7912.84
II.	Coal Reserves in CG	0-1200	16052.01	33252.70	3228.21	52532.92
Total Coal Reserves in SECL(MP+CG)		0-1200	18166.35	38825.25	3454.16	60445.76

COAL DEMAND

The 'Working Group on Coal & Lignite (WGCL) for formulation of the XIIth Five Year Plan' has assessed an all India coal demand of 980.50 Million Tonnes for the terminal year of XIIth plan (2016-17) based on assessment of the concerned Ministry/ Expert Groups in the relevant fields, the realistic demands and corresponding likely production figures of the end products of the coal consuming sectors and an all India coal demand of 1203.88 Million tonnes based on the inputs received from the users' agencies.

The major challenge is demand satisfaction of Power sector of the country which is predominantly 'Thermal Power' and thus dependent on coal. To meet the fast growing demand of power sector of the country aiming to provide 24x7 power supply to every household, CIL along with its subsidiaries is gearing up to meet this challenge and reach to 1 Billion Tonnes Coal production by 2019-20, with SECL's contribution envisaged at 240 Mt.

The total coal demand from various sectors for SECL for the year 2015-16 is 135 Mt as per 1 Bt Roadmap and 137 Mt as per the Annual Action Plan/MoU-VG. Coal demand/commitment assessed for SECL towards new consumers (excluding commitment towards existing consumers 95.66 MT) based on Long Term Coal Linkage already granted by SECL and LOA (Letter of Assurances) granted and being issued is 116.78 MT, 94.08% being Power Sector (Utility/IPP & CPP).

COAL PRODUCTION

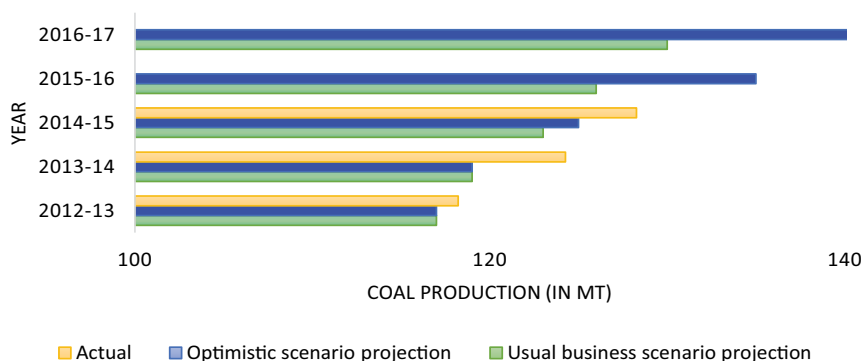
SECL produced 128.275 Mt of coal during the year 2014-15. As per the 1 Bt Coal Production Roadmap of CIL, the coal production by SECL by the year 2019-20 has been projected as 239.60 Mt with incremental production of 111.325 Mt. Contribution from Existing and Completed projects will be declining by 4.429 Mt, however, the incremental production from Ongoing projects will be 71.954 Mt and from Future projects 43.80 Mt.

The actual production by SECL against projections during the first three years of XIIth Plan i.e. 2012-13, 2013-14 & 2014-15 as well as the production projections for the remaining years of the XIIth Plan i.e. 2015-16 and 2016-17 is given below:

(Fig. in Mt)

Projection of WGCL for XII th Five Year Plan					
Coal Production	2012-13	2013-14	2014-15	2015-16	2016-17
Business as usual scenario	117.00	119.00	123.00	126.00	130.00
Optimistic scenario	117.00	119.00	125.00	135.00	145.00
Actual	118.22	124.26	128.27		

Production against WGCL projection for XIIth Plan



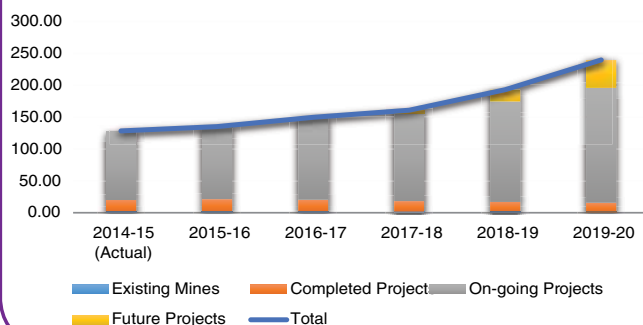
It can be seen from the above that SECL has outperformed not only the 'Business as usual scenario' projection but even the 'Optimistic scenario' projection of the WGCL during the first three financial years of the XIIth five year Plan.

The summary of Group-wise & Year-wise Production Projections for SECL for the year 2015-16, 2016-17, 2017-18, 2018-19 & 2019-20 as per 1 Bt Roadmap with 2014-15 (Actual) and 2015-16 (AP/MoU-VG) is as under:

(Fig in Mt)

Mines/ Projects	2014-15 (Actual)	2015-16 (As per AP/MoU- VG)	1 Billion Tonne Roadmap					Growth over 2014-15 (Actual)
			2015-16	2016-17	2017-18	2018-19	2019-20	
Existing	1.54	1.56	1.66	1.66	1.64	1.57	1.11	-0.434
Completed	18.43	19.00	19.80	18.67	16.80	15.59	14.43	-3.995
Ongoing	108.31	115.94	112.57	128.34	136.57	157.38	180.26	71.954
Future	0.00	0.05	1.00	1.00	6.00	18.60	43.80	43.800
Total	128.28	136.55	135.03	149.67	161.01	193.14	239.60	111.325

Projection for SECL under 1 Bt Roadmap

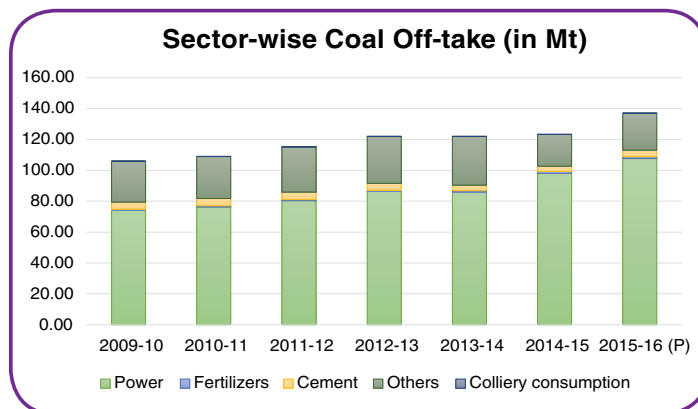


SECTOR-WISE COAL OFF-TAKE

The actual sector-wise Coal Off-take of SECL and the projection for the year 2015-16 as envisaged is as under:

(Fig in Mt)

Sector	2009-10 Actual	2010-11 Actual	2011-12 Actual	2012-13 Actual	2013-14 (Actual)	2014-15 (Actual)	2015-16 (Projection)
Power	74.20	76.25	80.37	86.49	86.01	98.13	107.59
Fertilizers	0.64	0.70	0.74	0.68	0.87	1.07	1.25
Cement	4.62	4.80	4.80	4.39	3.56	3.58	4.25
Others	26.39	27.25	29.22	30.41	31.57	20.43	23.89
Colliery consumption	0.02	0.02	0.02	0.02	0.02	0.01	0.02
Total	105.87	109.02	115.15	121.99	122.03	123.22	137.00

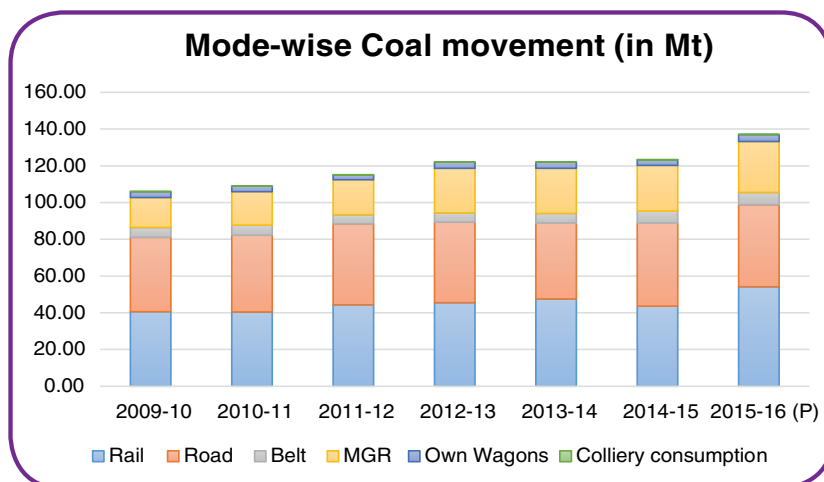


MODE-WISE COAL MOVEMENT PROGRAMME

The actual sector-wise Coal Off-take of SECL and the projection for the year 2015-16 (as per AAP) is as under:

(Fig. in Mt)

Mode of Transport	2009-10 Actual	2010-11 Actual	2011-12 Actual	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 (Projection)
Rail	40.55	40.46	44.36	45.55	47.49	43.64	54.23
Road (Washery)	26.93	27.39	26.82	27.36	23.10	28.51	29.60
Road (Others)	13.54	14.35	17.19	16.35	18.27	16.70	14.95
Road (Total)	40.47	41.74	44.02	43.71	41.37	45.21	44.55
Belt	5.37	5.48	5.02	5.08	5.25	6.54	6.67
MGR	16.39	18.25	18.97	24.33	24.58	24.82	27.75
Own Wagons	3.09	3.07	2.7	3.30	3.32	3.00	3.78
Colliery consumption	0.02	0.02	0.02	0.02	0.02	0.01	0.02
Total	105.89	109.02	115.09	121.99	122.03	123.22	137.00



[Note: in the above chart, the Road mode includes 'Coal dispatch to Washery' whereby ultimate dispatch is by 'Rail mode'.]

PRODUCTIVITY

In SECL, the major part of coal production, loading and transport from Open Cast Projects (OCPs) is done by Ex-Service Men (ESM)/ Civilian companies (except in Chirimiri OC) and Over Burden Removal (OBR) is done both departmentally and through 'Hiring of Equipment'. The Output per Manshift (OMS) position of SECL is as below:

(Fig. in Tonne)

Type	2008-09 Actual	2009-10 Actual	2010-11 Actual	2011-12 Actual	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 (Projected)
UG	1.26	1.33	1.32	1.30	1.37	1.35	1.39	1.53
OC	15.76	18.89	20.22	19.31	19.11	21.45	23.60	23.99
Overall	5.26	5.96	6.47	6.44	6.71	7.23	7.86	8.41

B. SWOT ANALYSIS:

(STRENGTHS, WEAKNESSES, OPPORTUNITIES AND THREATS)

STRENGTHS

- Huge proven coal reserves of 60445.76 Million Tonnes (as on 01.04.2014) and continuous geological explorations in the command areas can support expansion plans of SECL in a big way.
- Major contribution from opencast mines and plan for their expansions can reduce the proportionate capital outlays and shorten the gestation period to achieve breakeven levels.
- Augmentation of mega opencast mines enables SECL to deploy large capacity HEMMs viz., 240 T Dumpers, 42 CuM Shovels, 381 mm Drill Machines, 150 T cranes, 850 HP Dozers, 533 HP Graders etc, to enhance safe operations and plan for centralized workshops, maintain optimal inventory of spares to achieve higher availability of equipment and thereby reduce operational expenditure through economies of scale.



- Financial soundness with adequate reserves and surplus can consistently support the growth plans to increase production and enhance infrastructure facilities.
- Experienced personnel, Productive work culture and Sound legacy can reinforce commitment to achieve higher production.

WEAKNESSES

- Expansion of Underground mines require acquisition of large quantum of land, affecting adversely the feasibility of projects in terms of financial return due to escalated cost, longer commencement time and generation of unrelated employments.
- Downtime of large capacity imported machineries in open cast mines due to improper maintenance, longer lead time in sourcing, non-availability of spares or services etc. can adversely affect production to a great extent.
- Decline in departmental capacities due to economical outsourcing options could expose the company to production risks in future.
- Geographically scattered remote locations pose considerable difficulty in arranging coal evacuation facilities.
- Disproportionate reduction in experienced manpower, Demotivation of employees, Difficulty in retaining fresh talents, etc. can adversely affect human resource pool of the company.

OPPORTUNITIES

- Recent changes in mining regulations and auction of coal blocks have discovered the intrinsic commercial value of domestic coal in the eyes of consumers.
- Growth of power sector for uninterrupted supply to all consumers offer huge opportunity to expand in coal sector.
- Spurt in demand for coal will help in expanding the evacuation facilities, improving Coal Handling Plants, washing and making value additions, introducing SILO and Rapid loading systems, infusing modern technologies etc.
- Higher volume of production can open up opportunities for the company to develop infrastructure on land and water routes, acquisition of engineering plants, involve in R&D projects including explorations etc.
- Concentrated location of major opencast projects also provide opportunity to install pit head power plants integrated with mining projects.

THREATS

- Coal mining projects are mostly affected by Time and Cost overruns due to long gestation periods can adversely affect the scheduled expansion plan of the company.
- Commercial mining of coal by private sector may bring stiff competition to retain consumers and experienced manpower.
- Delay in acquisition of land, evacuation of sites and its possession due to cumbersome takeover process, Poor records, Rehabilitation & Resettlement of affected families, Forest and Environmental clearances etc. may throw unforeseen challenges year after year.
- Greater dependence on opencast mining may bring huge environmental issues and difficult geo-mining conditions can make underground mining of even higher grade coal uneconomical.
- Amendment to environment regulations and conservation laws can bring stiff conditions causing operational difficulties and impose heavy penalties for deviations beyond comprehension.

C. PERFORMANCE:

Covered in the main report.

D. OUTLOOK:

Company has bright prospects with a series of measures undertaken for continuous development and excellence through existing & new mining technologies, improvement in coal dispatch, development of coal transport infrastructure, new mining projects, etc.

COAL MINING PROJECTS

Members may be aware that at present, there are 56 completed projects in SECL with rated capacity of 30.07 MT. There are 33 ongoing projects under implementation (as on March, 2015) with rated capacity of 168.66 MT. Production from these projects during 2014-15 was 128.275 MT. Out of the 33 ongoing projects, 21 projects have contributed to coal production in 2014-15 and 12 projects are under various stages of implementation. To augment the production and achieve the targeted production programme of SECL, 9 new projects are in the pipeline for approval.

Mand-Raigarh Coalfields in Raigarh Area spreads over an area of 3700 sq.km and have 5220.86 MT of coal reserve (Proved) upto 300 meter depth and 998.90 MT of coal reserve (proved) from 300-600 meter depth as on 01.04.2014 and has potential to produce huge quantity of power grade coal. Presently, only 4 mines having total capacity of 9.15 MT are in operation in this area. As per the Roadmap for 1 Billion Tonne Coal production by 2019-20, SECL's coal production has been projected as 239.60 Mt in the year 2019-20 envisaging an incremental production of 111.325 over Actual production in 2014-15. The incremental production from ongoing projects will be 71.954 Mt whereas from Future projects will be 43.80 Mt while production will decline from existing/completed projects.

The major contributors in ongoing projects will be Kusmunda (50 MTY), Pelma (15 MTY), Jagannathpur (3 MTY), Kartali East(2.5 MTY), Jampali (2 MTY), ChhalOC Seam-III (6 MTY), Bijari (1.5 MTY), Mahan-II(1 MTY) OCPs. The major Future projects contributing 43.80 MT in 2019-20 will be Gevra OC Expn (70 MTY), Madannagar (12 MTY), Durgapur (6 MTY), Rampur Batura (4 MTY), Rai OC (12 MTY), Amridhara OC (2 MTY), Malachua (3 MTY) OCPs.

TECHNOLOGY UP-GRADATION

As per the Roadmap for 1 Billion Tonne Coal production by 2019-20, SECL's major contribution will come from opencast mines. The OC production is planned for 217.54 in 2019-20 with a growth of 105.30 MT (93.81%) over 112.24 MT in 2014-15 (Actual).

Large capacity HEMMs like 42 M3 Electric Rope Shovel, 240 T Rear Dumpers, 850 HP Dozer and Rapid Loading System will be deployed in Mega OC projects. High Capacity Surface Miners (up to capacity of 10 MTY) have been envisaged for deployment in Kusmunda OC. In-pit conveyors, Silo and Rapid Loading System is envisaged for coal evacuation in all mega projects.

The UG production is planned for 22.05 MT in 2019-20 with a growth of 6.01 MT (37.50%) over 16.04 MT in 2014-15 (Actual). Thrust has been given to go for blast-free and trackless mining. Deployments of Continuous Miners are envisaged at Vijay West UG, Haldibari UG, Kapildhara UG, Churcha RO UG, Gayatri UG, Bangwar UG and Shivani UG mines. Highwall mining at Sharda (1 set additional) and Batura UG mine has been envisaged.

COAL LOADING & DISPATCH

Rapid Loading System (RLS), very high capacity SILOs with Merry-Go-Round (MGR) are in operation at Gevra Expn OC & Dipka Expn OC Projects and are planned in other mega projects such as Kusmunda Expansion OC. This system of efficient loading is also in compliance with Environmental stipulation.



Moreover, various developmental activities with respect to constructions of new sidings are being taken up considering increase in production of coal in the near future.

To enhance the coal dispatch, Rapid Loading System/ SILO have been planned and approved in 04 projects viz., in Kusmunda, Gevra, Chhal OC & Pelma OC. Out of these, a RCC SILO system of capacity (4000 x 2) Te is under construction in Gevra Area and is likely to be commissioned by December, 2015.

COAL TRANSPORT INFRASTRUCTURE

Creating transport infrastructure and managing logistics to move coal from the point of origin to consumption units is a major challenge for sustainable development. Development of rail infrastructure and adequate road network for coal movement is a challenging task and would require fresh initiatives. Railways play a major role in timely evacuation of coal and commensurate infrastructure for faster movement has been persistently addressed by taking new initiatives.

Railway Sidings:

To cater the need of coal evacuation, network of Sidings is laid in different Areas of Korba and CIC Coalfields of SECL and at present there are 33 Nos. Railway Sidings for dispatch of coal as detailed below:

SN.	Coalfield	No. of Railway Sidings	Capacity (in MTY)
1	Korba Coalfield	16	95.90
2	CIC Coalfield	17	27.15
	Total	33	123.05

In Korba Coalfields, out of 16 Nos. of Siding having capacity of 95.90 MTY, 5 Nos. of Siding having capacity of 25 MTY are being used by Washery Operators, 1 No. Rapid Loading System (RLS) having capacity of 16 MTY at Gevra Project is being used by NTPC, Korba, 1 No. RLS having capacity of 16 MTY at Dipka Project is being used for NTPC, Seepat and 1 No. Siding of capacity 2.80 MTY is being used for CSEB-Korba. Thus, 36.10 MTY of Siding capacity is being used by SECL in Korba Coalfields.

Construction of new siding for Rapid Loading System at Junadih Siding of Gevra Area is at completion stage, which will further increase coal dispatch capacity of Siding at this Area. Project Management Consultancy work has been awarded to M/s. RITES Limited for construction of new Railway Siding at Kusmunda Area in order to achieve production and evacuation of 50 MTY coal in Kusmunda Area.

According to the projections made in the Roadmap for 1 Billion Tonne Coal production by CIL in 2019-20, it is apparent that in SECL, the quantum jump in coal production is coming from Raigarh and Korba coalfields through commissioning of new projects and implementation of expansion projects. Evacuation from these coalfields is very critical and will be heavily dependent on two rail corridors namely East Corridor in Raigarh coalfield and East-West Corridor in Korba Coalfield under implementation through Joint venture projects viz. CERL & CEWRL, involving SECL, IRCON and Govt. of Chhattisgarh. Approval has also been accorded for entering into MoU with M/s. IRCON International Limited for the work of developing the Proposed Sidings and allied works, for connecting to the Rail Corridors being developed by CERL.

Construction of new wharf wall siding for Mahan-II OCP towards dispatch arrangement has been completed and regular dispatch is likely to be started in 2015-16. Construction of a new siding for Jagannathpur Group of Mines (GOM) of Bhatgaon Area is also proposed. Wharf wall loading arrangement at line no-III of Kusmunda Siding has been completed and rake loading has been started from this siding.

In addition to above, up gradation of the Junadih up line, Kusmunda Old Siding i.e. line no-VII and Complete Track Repair (CTR) work of Burhar Siding is being executed by South East Central Railway (SECR) and that of Chirimiri Siding and Bijuri Siding is under execution by M/s. RITES Limited. Further, major renewal and improvement of existing tracks/sidings viz., Kusmunda, Surakachhar, Kotma, Chirimiri and Robertson Siding etc are under consideration. For uninterrupted rake movement, construction of three nos of Road Over Bridge (ROB), one each at Dipka, Chirimiri and Manikpur (Korba) Area have been proposed.

Coal Handling Plants:

Construction of a Coal Handling Plant (CHP) with In-pit Conveyor Belt System has been completed at Dipka Expansion OC to facilitate the coal transportation directly from coal face to NTPC-Seepat as well as to other consumers.

Construction of a Coal Handling Plant (CHP) with In-pit Conveyor (2300 TPH) is under process at Gevra and is likely to be commissioned by December, 2015.

Proposal for construction & commissioning of Coal Handling Plant consisting of 2x4x100 T truck receiving hoppers, 20,000 T capacity overhead RCC bunker at Kusmunda is under process for approval.

Subsidiary Companies (CERL & CEWRL):

In terms of the Memorandum of Understanding (MoU) signed between South Eastern Coalfields Limited (SECL), IRCON International Limited (IRCON) and the Government of Chhattisgarh, for establishment of the two Railway Corridors viz., East Corridor and East-West Corridor, Two (02) Joint-Venture Companies have been formed in March, 2013, as subsidiaries of SECL with 64% stake in each, viz., M/s. Chhattisgarh East Railway Limited (CERL) and M/s. Chhattisgarh East-West Railway Limited (CEWRL). Both the rail corridors have been notified by Ministry of Railways as 'Special Railway Project' to provide national infrastructure and the corridors once completed will cater to the evacuation of coal from Mand-Raigarh Coalfields and Korba-Gevra Coalfields of SECL and will be used both for freight and passenger traffic. Project Execution Agreement has been signed between CERL & IRCON as well as between CEWRL & IRCON to carry out the execution of the projects.

E. RISKS AND CONCERNS:

Mining activity is site specific and location of a mine cannot be changed. Following risks and concerns are involved:

- Obtaining environmental clearance and forestry clearance.
- High cost of Rehabilitation & Resettlement (R&R).
- Allotment of Government land for R&R site and rehabilitation of Project affected persons (PAPs).
- Physical possession of land and finalization of employment issues of PAPs and demand of employment by PAPs beyond the prescribed norms often results in law & order problems and hindrance in coal production and despatch.
- Most of the new projects have been formulated with outsourcing option.
- Cartelization of contractors & long lead time to finalize a contract because of frivolous complaints raised by contractors, which cause delay.
- Long lead time to procure HEMMs & their spares and other E&M items.
- Acute shortage of trained Revenue personnel in L&R Discipline.
- Non-availability of adequate railway infrastructure in the form of transportation capacity will adversely affect Coal Off-take.

**F. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

The company has well established Internal Control systems and procedures commensurate with its size and nature of business with an approved and well laid down delegation of authority at various levels for ensuring appropriate authorization and approval of transactions. Policy in the form of Purchase Manual, Contract Management Manual, Civil Engineering Works Manual, defining the practices & procedures to be adopted for procurement and award of contracts are in place. The Internal audit is conducted by external firms of Chartered/Cost Accountants covering all the Offices/Areas/Units of operation and their reports are reviewed by the Audit Committee of SECL Board. Further, the accounts of the company are subject to Comptroller & Auditor General of India (CAG) audit in addition to the propriety audit conducted by them.

G. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Covered in the main report.

H. MATERIAL DEVELOPMENT IN HUMAN RESOURCES/INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

Covered in the main report.

I. ENVIRONMENTAL PROTECTION AND CONSERVATION, TECHNOLOGICAL CONSERVATION, RENEWABLE ENERGY DEVELOPMENTS, FOREIGN EXCHANGE CONSERVATION

Covered in the main report.

J. CORPORATE SOCIAL RESPONSIBILITY

Covered in the main report.

K. CAUTIONARY STATEMENT

Statements in the 'Management Discussion & Analysis Report' and 'Directors' Report' describing the company's objectives, projections and estimates, expectations and predictions, etc. may be "forward looking statements" and progressive within the meaning of applicable laws and regulations.

Forward looking statements contained herein are subject to certain risks and uncertainties that could cause actual results to differ materially from those reflected in the forward looking statements. Actual results may vary materially from those expressed or implied depending upon economic conditions, government policies and other incidental factors. Readers are cautioned not to place undue reliance on the Forward Looking Statements.

For and on behalf of the Board of Directors of
SOUTH EASTERN COALFIELDS LIMITED

Sd/-

(R. P. Thakur)

Director (Technical) Operations

DIN: 06764576

Sd/-

(Om Prakash)

Chairman-cum-Managing Director

DIN: 02235798

Place : New Delhi

Dated : 24.05.2015

Annexure-VIII

Extract of Annual Return (Form No. MGT-9)

For the financial year ended March 31st, 2015

[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** : U10102CT1985GOI003161
- ii) **Registration Date** : 28/11/1985
- iii) **Name of the company** : SOUTH EASTERN COALFIELDS LIMITED
- iv) **Category / Sub-Category of the company** : Category - Company Limited by Shares
Sub-Category – Union Government Company
- v) **Address of the Registered office and contact details** : SECL Bhawan, Seepat Road, Bilaspur (Chhattisgarh) – 495006
Contact Nos. – Tel: 07752-246340, 417666
Fax: 07752-246412, 417666
- vi) **Whether listed company** : Yes / No
- vii) **Name, Address and Contact details of Registrar and Transfer Agent, if any:** : Not Applicable

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	Coal Mining	0510	100%
2			
3			

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

SL. NO.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1	Coal India Limited, Address: Coal Bhavan, 10, Netaji Subhas Road, Kolkata (West Bengal) - 700001	L23109WB1973GOI028844	HOLDING	100%	2(46)



SL. NO.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
2	Chhattisgarh East Railway Limited Address: Mahadev Ghat Road, Raipura Chowk, Raipur (Chhattisgarh) - 492013	U45203CT2013GOI000729	SUBSIDIARY	71.02%	2(87)
3	Chhattisgarh East-West Railway Limited Address: Mahadev Ghat Road, Raipura Chowk, Raipur (Chhattisgarh) - 492013	U45203CT2013GOI000768	SUBSIDIARY	71.02%	2(87)

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

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)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	35,96,997	35,96,997	99.9999 %	-	35,96,997	35,96,997	99.9999 %	NIL
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (1)	-	35,96,997	35,96,997	99.9999 %	-	35,96,997	35,96,997	99.9999 %	NIL
(2) Foreign	-	-	-	-	-	-	-	-	-
a) NRIs – Individual	-	-	-	-	-	-	-	-	-
b) Other Individual	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	-	35,96,997	35,96,997	99.9999 %	-	35,96,997	35,96,997	99.9999 %	NIL

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	
B. Public Shareholding	-	-	-	-	-	-	-	-	-
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
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 ₹ 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	35,96,997	35,96,997	99.9999 %	-	35,96,997	35,96,997	99.9999 %	NIL



(ii) Shareholding of Promoters

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding 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	Coal India Limited	35,96,997	35,96,997	NIL	35,96,997	35,96,997	NIL	NIL
2								
	Total	35,96,997	35,96,997	NIL	35,96,997	35,96,997	NIL	NIL

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

	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	35,96,997	99.9999 %	35,96,997	99.9999 %
Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):		NO CHANGE		
At the End of the year	35,96,997	99.9999 %	35,96,997	99.9999 %

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

SN.	For Each of the Top 10 Shareholders	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
1	S. Narsing Rao :				
	At the beginning of the year	01	0.00003	01	0.00003
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	(20.02.2015) - 01 Share (due to transfer)	0.00003	00	0.00
	At the end of the year (or on the date of separation, if separated during the year)	NIL	0.00	00	0.00

SN.	For Each of the Top 10 Shareholders	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
2	Sutirtha Bhattacharya :				
	At the beginning of the year	NIL	0.00	00	0.00
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	(20.02.2015) + 01 Share (due to transfer)	0.00003	01	0.00003
	At the end of the year (or on the date of separation, if separated during the year)	01	0.00003	01	0.00003

(v) Shareholding of Directors and Key Managerial Personnel:

SN.	For Each of the Directors and KMP	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
1.	Nagendra Kumar :				
	At the beginning of the year	01	0.00003	01	0.00003
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	(17.12.2014) - 01 Share (due to transfer)	0.00003	00	0.00
	At the end of the year	NIL	0.00	00	0.00
2.	Om Prakash :				
	At the beginning of the year	NIL	0.00	00	0.00
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	(17.12.2014) + 01 Share (due to transfer)	0.00003	01	0.00003
	At the end of the year	01	0.00003	01	0.00003
3.	Ajay Kumar Bhalla :	NIL	NIL	NIL	NIL



SN.	For Each of the Directors and KMP	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
4.	Abhijit Chatterjee :				
	At the beginning of the year	01	0.00003	01	0.00003
	Date wise Increase/Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	00	0.00	00	0.00
	At the end of the year	01	0.00003	01	0.00003
5.	Chandan Kumar Dey	NIL	NIL	NIL	NIL
6.	Anil Kumar Singh	NIL	NIL	NIL	NIL
7.	Ambika Prasad Panda	NIL	NIL	NIL	NIL
8.	Ram Prabesh Thakur	NIL	NIL	NIL	NIL
9.	Rama Shankar Jha	NIL	NIL	NIL	NIL
10.	Syed Mohammed Yunus	NIL	NIL	NIL	NIL

V. INDEBTEDNESS

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	NIL	NIL	NIL	NIL
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	NIL	NIL	NIL	NIL
Change in Indebtedness during the financial year	NIL	NIL	NIL	NIL
• Addition				
• Reduction				
Net Change	NIL	NIL	NIL	NIL
Indebtedness at the end of the financial year	NIL	NIL	NIL	NIL
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	NIL	NIL	NIL	NIL

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

(₹ in Lakh)

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager					Total Amount
		Om Prakash	A. P. Panda	R. P. Thakur	R. S. Jha	Anil Kumar Singh	
1	Gross salary	9.25	16.23	24.47	7.79	4.53	62.27
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961						
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	4.01	6.59	7.89	3.81	2.54	24.84
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	0.00	0.00	0.00	0.00	0.00	0.00
2	Stock Option	0.00	0.00	0.00	0.00	0.00	0.00
3	Sweat Equity	0.00	0.00	0.00	0.00	0.00	0.00
4	Commission						
	- as % of profit	0.00	0.00	0.00	0.00	0.00	0.00
	- Others, specify	0.00	0.00	0.00	0.00	0.00	0.00
5	Others, please specify	0.00	0.00	0.00	0.00	0.00	0.00
	Total (A)	13.26	22.82	32.36	11.60	7.07	87.11

B. Remuneration to other directors:

(₹ in Lakh)

	Particulars of Remuneration	Name of Directors				Total Amount
		-----	----	----	---	
1	Independent Directors	No Independent Director was on SECL Board during the year	No Independent Director was on SECL Board during the year	No Independent Director was on SECL Board during the year	No Independent Director was on SECL Board during the year	
	• Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL
	• Commission	NIL	NIL	NIL	NIL	NIL
	• Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (1)	NIL	NIL	NIL	NIL	NIL



	Particulars of Remuneration	Name of Directors				Total Amount
		-----	----	----	---	
2.	Other Non-Executive Directors	NIL	NIL	NIL	NIL	NIL
	• Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL
	• Commission	NIL	NIL	NIL	NIL	NIL
	• Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (2)	NIL	NIL	NIL	NIL	NIL
	Total (B)=(1+2)	NIL	NIL	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL	NIL	NIL

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

(₹ in Lakh)

SN.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	9.25	18.00	16.23	43.48
	(b) Value of perquisites u/s17(2) Income-tax Act, 1961	4.01	6.44	6.59	17.04
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0.00	0.00	0.00	0.00
2	Stock Option	0.00	0.00	0.00	0.00
3	Sweat Equity	0.00	0.00	0.00	0.00
4	Commission	0.00	0.00	0.00	0.00
	- as % of profit				
	- Others, specify				
5	Others, please specify	0.00	0.00	0.00	0.00
	Total	13.26	24.44	22.82	60.52

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	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
B. DIRECTORS					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
C. OTHERS OFFICERS IN DEFAULT					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

For and on behalf of the Board of Directors of
SOUTH EASTERN COALFIELDS LIMITED

Sd/-

(A. P. Panda)

Director (Finance)
DIN: 06664375

Sd/-

(Om Prakash)

Chairman-cum-Managing Director
DIN: 02235798

Place : New Delhi
Dated : 24.05.2015



**FINANCIAL
STATEMENTS**
[Standalone]



45
400
350
300
250



23.25	15
0.00	1412.65
0.00	2451.3
176.31	145
106.56	
23.25	
106.56	
203.15	
0	

Comments of the Comptroller and Auditor General of India under Section 143(6) (b) of the Companies Act, 2013 on the Financial Statements of South Eastern Coalfields Limited for the year ended 31st March, 2015

The preparation of financial statements of South Eastern Coalfields Limited for the year ended 31 March, 2015 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is 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 04.06.2015.

I, on the 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 South Eastern Coalfields Limited for the year ended 31 March, 2015. 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



(Yashodhara Ray Chaudhuri)

Principal Director of Commercial Audit &
Ex-officio Member, Audit Board-II
Kolkata

Kolkata
Dated: 11.06.2015



Independent Auditors' Report

To

The Members of South Eastern Coalfields Limited

This Audit Report supersedes the earlier report dated 24.05.2015 and is being revised as per the direction of Comptroller and Auditor General of India vide his letter no. 252/CCL/CAR/PDCA_Corres/A/cs/2014-15 dated 03.06.2015.

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of "SOUTH EASTERN COALFIELDS LIMITED", which comprise the Balance Sheet as at 31st March, 2015, and the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information in which are incorporated returns for the year ended on that date audited by the branch auditors of the Company's branches at Johilla (Post - Nawrozabad Colliery), Sohagpur (Post - Dhanpuri), Jamuna & Kotma (Post - Jamuna Colliery), Hasdeo (Post - South Jhagrakhand Colliery), Chirimiri (Post - Chirimiri Colliery), Baikunthpur (Post - Baikunthpur Colliery), Bishrampur (Post - Bishrampur Colliery), Bhatgaon (Post - Jarhi), Dankuni Coal Complex (Post - Dankuni Coal Complex) and Kolkata Sales Office.

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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our 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 on 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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

financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the 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 financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, of the state of affairs of the Company as at 31st March, 2015, and its profit and its cash flows for the year ended on that date.

Other Matter

We did not audit the financial statements/information of 10 branches included in the standalone financial statements of the Company whose financial statements / financial information reflect total assets of ₹30702.74 crore as at 31st March, 2015 and total revenues of ₹6941.23 crore for the year ended on that date, as considered in the standalone financial statements. The financial statements/information of these branches have been audited by the branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.

Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

- 1 As required by Section 143 (5) of the Act, we give in the Annexure – I, a statement on the Directions issued by the Comptroller and Auditor General of India after complying the suggested methodology of Audit, the action taken thereon and its impact on the accounts and financial statements of the company.
- 2 As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-Section (11) of Section 143 of the Act, we give in the Annexure-II, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 3 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.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us.
 - c. The reports on the accounts of the branch offices of the Company audited under Section 143(8) of the Act by the branch auditors have been sent to us and have been properly dealt with by us in preparing this report.
 - d. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account and with the returns received from branches not visited by us.



- e. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- f. On the basis of the written representations received from the directors as on 31st March, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
- 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 financial statements – Refer Note "Contingent Liabilities" under Note - 34 (1) (k) to the financial statements.
 - ii) The Company did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

For R. Gopal & Associates
Chartered Accountants
Firm's Registration No.:000846C

Sd/-

CA. S. Agarwal
(Partner)

Membership No. 058409

Place : Bhubaneswar
Date : 04.06.2015

Annexure to the Independent Auditors' Report

The Annexure - I referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" of our Independent Auditor's Report to the member of the Company on the standalone financial statements for the year ended 31st March, 2015, we report that:

Report on Directions under Section 143(5) of Companies Act 2013 in respect of M/s South Eastern Coalfields Ltd. for the year 2014-15

Sl No.	Direction	Action taken & Auditor's Reply	Impact on Accounts and financial statements
1	If the Company has been selected for disinvestment, a complete status report in terms of valuation of Assets (including intangible assets and land) and Liabilities (including Committed & General Reserves) may be examined including the mode and present stage of disinvestment process.	No such disinvestment during the year.	There is no impact on the financial statements.
2	Please report whether there are any cases of waiver/ write off of debts/loans/ interest etc., if yes, the reasons there for and the amount involved.	No waiver/ write off of debts/ loans/ interest etc. during the year.	There is no impact on the financial statements.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	No inventories are lying with third parties and no assets were received as gift from government or other authorities.	There is no impact on the financial statements
4	A report on age-wise analysis of pending legal/ arbitration cases including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.	Pending Legal/ Arbitration cases are 2749 (Age: 0-1 year 203, 1-5 year 1323 & beyond 5 year 1223) and are pending for hearing before various forums and the same has been shown under Contingent liabilities. Legal Department of the company is monitoring all cases and having paneled advocates for presenting the cases before various forums. Legal expenses incurred by the company commensurate with the volume and nature of issues involved.	Company has disclosed the analysis under major heads and impact thereof on financial statements - Refer Note- "Contingent Liabilities" under Note-34(1)(k) to the financial statements.



Report on Additional directions under Section 143(5) of the Companies Act, 2013 in respect of M/s South Eastern Coalfields Ltd. for the year 2014-15

SI No.	Additional direction	Action taken & Auditor's Reply	Impact on accounts and financial statements
i	Provisioning done in case of unpaid amount on GCV issues may be examined. Latest GCV dues position of concerned subsidiaries of CIL as on 31.03.2015 is required to be examined. It may also be confirmed whether the annual accounts have been prepared/maintained as per the New Companies Act 2013.	As per the information and explanations given to us, there is no such outstanding for provision regarding GCV issue. Annual Accounts have been prepared/ maintained as per the Companies Act, 2013.	There is no impact on the financial statements.
ii	Valuation of inventories with compliance to Accounting Standard-2 in entirety:		
	a) Whether stock measurement was done keeping in view the contour map. Whether physical stock measurement reports are accompanied by contour map in all cases? Whether new heap, if any, created during the year has got the approval of the competent authority?	Yes, stock measurement was done keeping in view the contour map and physical stock measurement reports are accompanied by contour map. 15 heaps created during the year has got the approval of competent authority.	There is no impact on the financial statements.
	b) Whether there is age wise analysis of non-vendable stock of coal? Is there any substantial variance (beyond +/- 5%) found on measurement of non-vendable stock of coal? If yes, has it been properly recorded with reasons? Whether valuation of such stock was as per the laid down accounting practice by the competent authority.	No such case of non-vendable stock of coal were noticed during the audit.	There is no impact on the financial statements.
	c) As per the new policy adopted by CIL as well as Government of India, HSD is to be procured at the projects/mines at bulk rate. Whether the contractors who are purchasing diesel at bulk rate are allowed price escalation at bulk rate instead of retail rate.	The Company is procuring HSD at Bulk Rates for its own consumption. No diesel is issued to the contractors by the Company. Escalation is payable on the retail rates of diesel as the estimates are prepared based on retail rates.	The impact on the financial statements is not ascertainable.
	d) Whether provisions in Consolidated Financial Statement (CFS) under the New Companies Act 2013 are made with a view to representing true and fair view of financial condition and operating result of the business entity.	Not Applicable to standalone accounts	Not Applicable

Sl No.	Additional direction	Action taken & Auditor's Reply	Impact on accounts and financial statements
	e) Special emphasis should be given to satisfy that the CFS has been prepared in accordance with the AS 21, 23 and 27.	Not Applicable to standalone accounts	Not Applicable
iii	It may be verified that the capital expenditure incurred on assets not belonging to the company has been properly identified and accounted for as per established accounting principles.	As per the information and explanations provided to us, no such cases were noticed during the year.	There is no impact on the financial statements.
iv	Special emphasis on compliance with respect to observations / comments raised by Statutory Auditors/Govt. Auditors in 2013-14 and also in the Review Report on Half Yearly Accounts for the year 2014-15.	Observations made by govt. auditors during 2013-14 and review report on half yearly accounts for 2014-15 has been complied with.	Financial impact not ascertainable.
v	It may be verified that the third party confirmation on debtors, creditors, bank balances, account receivable, account payable and loans and advances have been done in full? If not, party-wise including percentage of such unconfirmed amount may also be reported. Similarly, whether separate Escrow Fund Accounts have been opened/maintained or earmarked in the Bank in CIL and its subsidiaries, for the specific purpose.	The company periodically obtains and reconciles balances of sundry debtors fully in respect of credit sales. Confirmation for all bank balances are obtained by the Company. Loan is given to a subsidiary, confirmation thereof is taken. Other loans i.e. House Building Advance, Motor Car advance relates to the employees and recoveries are being made regularly as per rules of the company and no confirmation is obtained in this regard. There is no system of obtaining confirmation from trade payables and advance from customers against cash sales. Separate Escrow accounts for each Mine for Mine Closure has been opened by the Company.	Impact of unconfirmed balances on the financial statements is not ascertainable.

For R. Gopal & Associates

Chartered Accountants

Firm's Registration No.:000846C

Sd/-

CA. S. Agarwal

(Partner)

Membership No. 058409

Place : Bhubaneswar

Date : 04.06.2015



The Annexure - II referred to in paragraph - 2 of "Report on Other Legal and Regulatory Requirements" of our Independent Auditor's Report to the member of the Company on the standalone financial statements for the year ended 31st March, 2015, we report that:

- i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets. However, only quantitative records are maintained for assets taken over on nationalization.
 - (b) Fixed Assets have been physically verified by the management as per the policy of the Company which seems to be reasonable having regard to the size of the Company and the nature of its business. No material discrepancies have been noticed as confirmed by the Management.
- ii) (a) As explained to us, inventories have been physically verified by the management at regular intervals during the year.
 - (b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
 - (c) The Company has maintained proper records of inventory. No material discrepancies were noticed on physical verification.
- iii) (a) As per the information and explanations given to us, the company has granted secured loans to one company covered in the register maintained under Section 189 of the Companies Act 2013.
 - (b) Since the repayment of interest and principal doesn't fall due during the year as stipulated in the terms of arrangement. Accordingly paragraph 4 (iii) (c) of the order is not applicable to the company in respect of principal amount and interest.
 - (c) There are no overdue amounts of more than rupees one lakh in respect of the loans granted to the company listed in the register maintained under Section 189 of the Act.
- iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the company and the nature of its business for the purchases of inventory, fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weakness in the internal control system.
- v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public.
- vi) We have broadly reviewed the cost records maintained by the company as prescribed by the Central Government under Section 148(1) of the Companies 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.
- vii) (a) According to the information and explanations given to us, the company is regular in depositing undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Duty of Excise, Value Added Tax, Cess, Entry Tax and other statutory dues with the appropriate authorities. There were no undisputed statutory dues outstanding as on 31.03. 2015 for a period of more than six months from the date they became payable.

(b) The particulars of disputed statutory dues as on 31st March, 2015 are as follows:

Name of the Area	Name of the Statute	Nature of the dues	Amount (₹ in Crore)	Period to which relates	Forum where dispute is pending
Chirimiri	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.10	1987-88,88-89, 98-99 to 02-03	CG Taxation Tribunal (Raipur)
	Central Sales Tax Act 1956	CST	0.34	2000-01 & 2001-02	High Court, Bilaspur
	CG Municipalities Act, 1961	Terminal Tax	3.48	2004-05 to 2013-14	High Court, Bilaspur
Jamuna & Kotma	MPGATSVA, 2005	MP Sadak Vikas Kar	20.20	2005 to 2013-14	Hon'ble Supreme Court of India
	MP Municipalities Act, 1961	Terminal Tax	18.00	2005-06 to 2013-14	Hon'ble Supreme Court of India
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	2.31	1993-94 to 2010-11	Addl/ Dy. Commissioner of CT
	Central Sales Tax Act 1956	Central Sales Tax	8.45	1997 to 2011-12	Addl/ Dy. Commissioner of CT
	MP VAT Act, 2002	State Sales Tax /VAT	0.23	2006 to 2009-10	Addl/ Dy. Commissioner of CT
Johilla	MPGATSVA, 2005	MP Sadak Vikas Kar	15.23	2004-05 to 2013-14	Hon'ble Supreme Court of India
	MP Municipalities Act, 1961	Terminal Tax	11.03	Sept, 04 to March, 14	Hon'ble Supreme Court of India
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	6.17	2001-02 to 2013-14	Addl/ Dy. Commissioner of CT
	Central Sales Tax Act 1956	Central Sales Tax	0.37	98-99,01-02,04-05, 05-06, 06-07, 09-10,11-12	Addl/ Dy. Commissioner of CT
	MP VAT Act, 2002	State Sales Tax /VAT	0.19	2003-04 to 2013-14	Addl/ Dy. Commissioner of CT
Sohagpur	MPGATSVA, 2005	MP Sadak Vikas Kar	24.25	2004-05 to 2013-14	Hon'ble Supreme Court of India
	MP Municipalities Act, 1961	Terminal Tax	55.51	Sept, 04 to March, 14	Hon'ble Supreme Court of India
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	9.88	1997-98 to 2013-14	Addl/ Dy. Commissioner of CT
	Central Sales Tax Act 1956	Central Sales Tax	11.20	1997-98 to 2012-13	Addl/ Dy. Commissioner of CT
	M.P. Commercial Tax Act, 1994 / M.P. VAT Act 2002	State Sales Tax /VAT	5.27	1997-98 to 2013-14	Addl/ Dy. Commissioner of CT
Bishrampur	M.P. Commercial Tax Act, 1994 / C.G. VAT Act, 2005	Sales Tax	0.40	94-95, 96-97 to 98-99, 01-02, 02-03, 05-06	Appellate Authority
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	1.87	94-95 to 03-04	Appellate Authority



Name of the Area	Name of the Statute	Nature of the dues	Amount (₹ in Crore)	Period to which relates	Forum where dispute is pending
Hasdeo	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.10	1990-91, 95-96, 99-00, 00-01, 02-03, 04-05 to 13-14	CG Taxation Tribunal (Raipur)
	M.P. General Sales Tax Act, 1956 / M.P. / C.G. Commercial Tax Act, 1994	Sales Tax	0.28		CG Taxation Tribunal (Raipur)
	MP Municipalities Act, 1961 / CG Municipalities Act, 1961	Terminal Tax	82.13		High Court, MP
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.38		MP Appellate Tribunal
	Central Sales Tax Act 1956	CST	5.04		MP Appellate Tribunal/ MP High Court
	MP VAT Act, 2002 / CG VAT Act, 2005	VAT	2.04		MP Appellate Tribunal
Baikunthpur	M.P. General Sales Tax Act, 1956 / C.G. Commercial tax Act, 1994 / C.G. VAT Act, 2005	Sales Tax	1.57	92-93, 95-96, 98-99, 00-01 to 03-04, 05-06, 06-07 & 07-08 & 2008-09 to 2012-13	Before different Authorities
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	1.44	92-93, 95-96, 98-99, 00-01 to 03-04, 05-06, 06-07 & 07-08	Before different Authorities
Bhatgaon	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.85	98-99, 02-03, 03-04	Appellate Authority
CWS-CS Korba	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.06	2000-01	Tribunal, Raipur
		Entry Tax	0.13	2004-05	Tribunal, Raipur
		Entry Tax	0.63	2014-15	Additional CommBilaspur
Gevra	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	53.51	1983-84, 90-91 to 04-05	Tribunal, Raipur
	Central Sales Tax Act 1956	Central Sales Tax	1.20	1997-98	Tribunal, Raipur
	Central Sales Tax Act 1956	Central Sale Tax	0.49	1999-00 & 2005-06	Tribunal, Raipur
	M.P. General Sales Tax Act, 1956	CGCT	0.01	1999-00	Tribunal, Raipur
Raigarh	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.12	1999-00	Tribunal, Raipur
		Entry Tax	0.14	2001-02	ACCT, Raigarh
Korba Area	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.34	1981-82	Tribunal, Raipur
		Entry Tax	0.02	1992-93	ACCT, Korba
		Entry Tax	0.03	2002-03	ACCT, Korba
		Entry Tax	0.15	2004-05	ACCT, Korba
	M.P. General Sales Tax Act, 1956	Sales Tax	0.02	1991-92	ACCT, Raipur

Name of the Area	Name of the Statute	Nature of the dues	Amount (₹ in Crore)	Period to which relates	Forum where dispute is pending
DCC	Central Excise Act, 1944	Excise duty	2.10	Sep-2000 to March, 2002	CESTAT(Tribunal), Kolkata
	Central Excise Act, 1944	Excise duty	7.14	Sep-1996 to March, 2000	High Court, Kolkata
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhinyam, 1976	Entry Tax	2.14	FY 2012-13 to FY 2014-15	High Court, Kolkata
Kusmunda	C.G. Commercial Tax Act, 1994	Sales Tax	0.07	1994-95	Tribunal, Raipur
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhinyam, 1976	Entry Tax	0.02	2001-02	Tribunal, Raipur
HQ (For Areas)	Finance Act, 1994	Service Tax	750.48	01.01.05 to 30.04.06, 01.10.04 to 30.11.09, 01.12.09 to 30.06.10, 01.07.10 to 31.03.11, 01.04.11 to 31.03.12	Commissioner (appeals) / CESTAT
	Central Excise Act, 1944	Excise	182.17	01.03.11 to 28.02.13	CESTAT/ Comm. CCE
TOTAL			1289.28		

(c) According to the information and explanations given to us, the Company is not required to transfer any amount to investor education and protection fund in accordance with relevant provisions of Companies Act, 1956 and rules made thereunder.

- viii) The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year.
- ix) According to the information and explanations given to us the company has not defaulted in repayment of dues to financial institution or bank or debenture holders.
- x) According to the information and explanations given to us the company has not given any guarantee for loans taken by others from Banks or Financial Institutions.
- xi) According to the information and explanations given to us, no term loans have been availed by the company during the year.
- xii) According to the information and explanations given to us fraud of ₹1.97 Crore has been noticed during the year by the management - Refer Note – (iii) (iv) and (v) of “Contingent Assets” under Note 34 (1) (k) to the financial statements.

For R. Gopal & Associates

Chartered Accountants
 Firm's Registration No.:000846C

Sd/-

CA. S. Agarwal

(Partner)

Membership No. 058409

Place : Bhubaneswar

Date : 04.06.2015



Balance Sheet

As at 31st March, 2015

(₹ In Crore)

	Note No.	As at 31.03.2015		As at 31.03.2014	
I EQUITY AND LIABILITIES					
(1) Shareholders' Fund					
a) Share Capital	1	359.70		359.70	
b) Reserves & Surplus	2	9,184.41		9,688.28	
c) Money Received against Share Warrants		-	9,544.11	-	10,047.98
(2) Share Application money pending allotment			-		-
(3) Non-Current Liabilities					
a) Long Term Borrowing	3	-		-	
b) Deferred Tax Liabilities (Net)		-		-	
c) Other Long Term Liabilities	4	828.06		757.65	
d) Long Term Provisions	5	7,456.52	8,284.58	6,623.71	7,381.36
(4) Minority Interest			-		-
(5) Current Liabilities					
a) Short Term Borrowings	6	-		-	
b) Trade Payables	7	107.27		96.65	
c) Other Current Liabilities	8	4,144.21		3,026.10	
d) Short Term Provisions	9	1,259.66	5,511.14	1,665.99	4,788.74
Total			23,339.83		22,218.08
II ASSETS					
(1) Non-Current Assets					
(a) Fixed Assets					
i) Tangible Assets - Gross Block	10A	8,375.90		7,303.16	
Less : Depreciation, Impairment & Provisions		4,708.73		4,131.81	
Net Carrying Value			3,667.17		3,171.35
ii) Intangible Assets - Gross Block	10A	566.62		529.87	
Less : Depreciation, Impairment & Provisions		324.97		300.67	
Net Carrying Value			241.65		229.20
iii) Capital Work-in-Progress	10B		529.99		827.60
iv) Intangible Assets under Development	10C		689.05		602.39

Balance Sheet (Contd.)

(₹ In Crore)

	Note No.	As at 31.03.2015	As at 31.03.2014
Non-Current Assets (contd...)			
(b) Non-Current Investments	11	5.76	123.22
(c) Deferred Tax Assets (Net)		272.16	39.88
(d) Long Term Loans & Advances	12	382.82	273.09
(e) Other Non-Current Assets	13	109.10	56.22
(2) Current Assets			
(a) Current Investments	14	123.16	178.21
(b) Inventories	15	1,332.09	1,005.13
(c) Trade Receivables	16	2,277.71	1,336.78
(d) Cash & Bank Balance	17	10,073.31	10,941.86
(e) Short Term Loans & Advances	18	2,920.59	2,164.11
(f) Other Current Assets	19	715.27	1,269.04
Total		<u>23,339.83</u>	<u>22,218.08</u>
Significant Accounting Policies	33		
Additional Notes on Accounts	34		

The Notes referred to above form an integral part of Balance Sheet

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner
 Membership No. 058409

Date : 24.05.2015
 Place: New Delhi



Statement of Profit & Loss

For the year ended 31st March, 2015

(₹ In Crore)

	Note No.	For the Year ended 31.03.2015	For the Year ended 31.03.2014
INCOME			
I			
Revenue From Operations			
A.			
Sale of Coal, Coke etc.	20	22,004.53	22,204.14
Less :			
Excise Duty		1,152.23	1,274.10
Other Levies		4,557.32	4,073.44
Net Sales		16,294.98	16,856.60
B.			
Other Operating Revenue (Net)		336.49	268.14
Revenue From Operations (A+B)		16,631.47	17,124.74
II			
Other Income	21	1,447.64	1,469.51
III Total Revenue (I+II)		18,079.11	18,594.25
IV EXPENSES			
Cost of Material Consumed	22	1,669.34	1,595.64
Purchase of Stock-in-trade		-	-
Change in inventories of finished goods, work in progress and Stock in trade	23	(316.95)	(160.02)
Employee benefit expenses	24	6,511.59	5,898.99
Power & Fuel		580.94	539.26
Corporate Social Responsibility Expenses	25	40.43	44.54
Repairs	26	193.47	189.96
Contractual Expenses	27	1,885.50	1,562.39
Finance Costs	28	0.55	6.40
Depreciation/Amortization/Impairment		616.47	429.33
Provisions	29	54.48	(85.82)
Write Offs	30	-	-
Overburden Removal Adjustment		605.55	714.83
Other Expenditure	31	580.18	655.92
Total Expenses		12,421.55	11,391.42
V Profit before prior period, exceptional and extraordinary items and tax (III-IV)		5,657.56	7,202.83
VI			
Prior Period Adjustment {Charges/ (Incomes)}	32	(1.98)	0.15
VII			
Exceptional Items		-	-
VIII			
Profit before extraordinary items and tax (V-VI-VII)		5,659.54	7,202.68
IX			
Extraordinary Items		-	-
X Profit before Tax (VIII-IX)		5,659.54	7,202.68

Statement of Profit & Loss (Contd.)

(₹ In Crore)

	Note No.	For the Year ended 31.03.2015	For the Year ended 31.03.2014
XI Less : Tax Expense			
- Current year		2,121.41	2,296.90
- Deferred Tax		(232.28)	120.70
- Earlier years		110.48	12.78
XII Profit for the Year from continuing operations (X-XI)		3,659.93	4,772.30
XIII Profit from discontinuing operations		-	-
XIV Tax expenses of discontinuing operations		-	-
XV Profit from discontinuing operations (after tax) (XIII-XIV)		-	-
XVI Profit for the Year (XII-XV)		3,659.93	4,772.30
XVII Earning per equity share (in ₹)			
(Face Value of ₹1000/- per share)			
(1) Basic		10,174.95	13,267.45
(2) Diluted		10,174.95	13,267.45
Significant Accounting Policies	33		
Additional Notes on Accounts	34		

The Notes referred to above form an integral part of Statement of Profit & Loss.

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner
 Membership No. 058409

Date : 24.05.2015
 Place: New Delhi



Cash Flow Statement (Indirect Method)

For the year ended 31st March, 2015

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Profit before tax	5659.54	7202.68
Adjustment for:		
Depreciation & Impairment of Fixed Assets	616.47	429.48
Interest Income	(1220.11)	(1049.82)
Dividend from Mutual Fund Investments	(61.10)	(47.13)
Interest expense	0.55	2.95
OBR adjustment	605.55	714.83
Profit/Loss on Sale of Assets [Net]	(1.02)	(2.20)
Provision for Capital WIP and P&M in Stores	(1.48)	0.58
Exchange Rate Fluctuation	0.00	13.58
Operating profit before Current / Non-Current Assets and Liabilities	5598.40	7264.95
Adjustments for :		
Trade Receivable	(940.93)	13.51
Inventories	(326.96)	(184.29)
Short/Long term Loans / Advances & Other Current Assets	471.34	9.25
Short/Long term Liabilities and Provisions	1299.82	232.53
Gratuity, leave encashments & Other Employees Benefit	376.36	159.21
Cash generated from operations	6478.03	7495.16
Income Tax paid / refund	(2986.38)	(2882.05)
Interest paid	(0.55)	(0.47)
Net Cash Flow from Operating Activities (A)	3491.10	4612.64
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(1056.95)	(889.76)
Proceeds from sale of equipment	8.43	7.39
Proceeds/(Purchase) of Investments including Fixed Deposit and Mutual Funds	783.19	(135.06)
Loan to Subsidiary	(96.00)	0.00
Interest received on Fixed Deposit / Loan to Subsidiary	1210.38	1021.80
Interest pertaining to Investments	23.56	34.04
Dividend from Mutual fund Investments	61.10	47.13
Net Cash Flow from Investing Activities (B)	933.71	85.54

Cash Flow Statement (Contd.)

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of Borrowings	0.00	(267.56)
Interest & Finance cost pertaining to Financing Activities	0.00	(2.48)
Dividend paid	(3941.57)	(3444.63)
Dividend Tax paid	(741.11)	(585.41)
Net Cash used in Financing Activities (C)	(4682.68)	(4300.08)
Net Increase/ Decrease in Cash & Bank Balances (A+B+C)	(257.87)	398.10
Cash and cash equivalent (Opening Balance)	2547.04	2148.94
Cash and cash equivalent (Closing Balance)	2289.17	2547.04

(All figures in bracket represent outflow)

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner
 Membership No. 058409

Date : 24.05.2015
 Place: New Delhi



Notes To Balance Sheet

NOTE - 1: SHARE CAPITAL

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Authorised		
(i) 1,00,00,000 (1,00,00,000) Equity Shares of ₹1000/- each	1,000.00	1,000.00
(ii) 30,00,000 (30,00,000) 10% Cumulative Redeemable Preference Shares of ₹1000/- each (Redeemed in the year 2003-04 as per terms of earliest redemption)	300.00	300.00
	1,300.00	1,300.00
Issued, Subscribed and Paid-up		
(i) 35,97,000 (35,97,000) Equity Shares of ₹1000/- each	359.70	359.70
TOTAL	359.70	359.70

Note

1.1 Shares in the company held by each shareholder holding more than 5% Shares

Name of Shareholder	No. of Shares Held (Face value of ₹1000/- each)	% of Total Shares
Coal India Limited "Holding Company" and its Nominees		
As at 31.03.2014	3597000	100%
As at 31.03.2015	3597000	100%

1.2 During the period there is no change in the number of shares.

NOTE - 2: RESERVES & SURPLUS

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
RESERVES :		
A) Capital Reserve		
As per last Balance Sheet	0.01	0.01
Add: Addition during the year	-	-
Less: Adjustment during the year	-	-
Total (A)	0.01	0.01

Notes To Balance Sheet (Contd.)

NOTE - 2: RESERVES & SURPLUS (CONTD.)

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
B) Capital Redemption Reserve		
As per last Balance Sheet	300.00	300.00
Add: Addition during the year	-	-
Less: Adjustment during the year	-	-
Total (B)	300.00	300.00
C) CSR Reserve		
As per last Balance Sheet	162.24	142.23
Add: Addition during the year	-	63.92
Less: Transfer to General Reserve	162.24	43.91
Total (C)	-	162.24
D) Sustainable Development Reserve		
As per last Balance Sheet	4.63	0.56
Add: Addition during the year	-	4.70
Less: Transfer to General Reserve	4.63	0.63
Total (D)	-	4.63
E) General Reserve		
As per last Balance Sheet	2,778.72	2,256.95
Add: Transfer from surplus in Statement of Profit & Loss	365.99	477.23
Add: Transfer from CSR Reserve	162.24	43.91
Add: Transfer from Sustainable Development Reserve	4.63	0.63
Total (E)	3,311.58	2,778.72
F) Surplus in Statement of Profit & Loss		
As per last Balance Sheet	6,442.68	5,566.24
Adjustment (Refer Note No 2.1)	(137.23)	-
Profit after Tax during the year	3,659.93	4,772.30
Profit available for appropriation	9,965.38	10,338.54
Appropriation		
Transfer to General Reserve	365.99	477.23
Transfer to CSR Reserve	-	63.92
Transfer to Sustainable Development Reserve	-	4.70
Interim Dividend [₹9398.86 (₹6401.38) per share]	3,380.77	2,302.58
Proposed final Dividend [₹Nil (₹1559.08) per share]	-	560.80
Corporate Dividend Tax	645.80	486.63
	4,392.56	3,895.86
Total (F)	5,572.82	6,442.68



Notes To Balance Sheet (Contd.)

NOTE - 2: RESERVES & SURPLUS (CONTD.)

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Miscellaneous Expenditure (to the extent not written-off)		
Preliminary Expenses	-	-
Pre-operational Expenses	-	-
TOTAL (A+B+C+D+E+F)	9,184.41	9,688.28

- 2.1 In respect of assets, remaining useful life of which is nil as on 01.04.2014, the carrying cost remained apart from residual value is charged against opening retained earnings as per Companies Act, 2013.
- 2.2 Reserve for Expenses on Corporate Social Responsibility and Sustainable Development is not required to create, hence no reserve created for the year and balance as on 01.04.2014 have been transferred to General Reserve.

NOTE: 3- LONG TERM BORROWING

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Term Loan	-	-
Loan From Coal India Limited	-	-
TOTAL	-	-
CLASSIFICATION 1		
Secured	-	-
Unsecured	-	-
CLASSIFICATION 2		
Loan Guaranteed by Directors & Others		

Particulars of Loan	Amount In ₹ Crore	Nature of Guarantee
NIL	NIL	NIL

3.1 Reconciliation between Opening and Closing Balances :

(₹ in Crore)

A) I B R D		
Opening Balance :	-	105.22
Less: Transfer to Current Liability	-	105.22
Closing Balance	-	-
B) J B I C		
Opening Balance :	-	89.42
Less: Transfer to Current Liability	-	89.42
Closing Balance	-	-

Notes To Balance Sheet (Contd.)

NOTE: 4 - OTHER LONG TERM LIABILITIES

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Dues to Coal India Limited		
Loan	-	-
Interest Accrued & Due	-	-
Shifting & Rehabilitation Fund	-	-
Opening Balance	-	-
Add: Interest on Investment of the fund	-	-
Add: Contribution Received	-	-
Less : Amount utilised	-	-
Total	-	-
Trade Payable	-	-
Security Deposits	344.57	340.25
Others	483.49	417.40
TOTAL	828.06	757.65

4.1 Others

Others ₹483.49 Crore includes ₹474.39 Crore relating to amount realized from customers and employees on account of cases pending before various courts/ arbitration with Interest earned on bank deposits related to such liabilities.

NOTE: 5- LONG TERM PROVISIONS

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
For Employee Benefits		
- Gratuity	-	-
- Leave Encashment	494.28	421.71
- Other Employee Benefits	262.90	215.38
OBR Adjustment Account	5,948.96	5,343.41
Mine Closure	750.38	643.21
For Others	-	-
TOTAL	7,456.52	6,623.71



Notes To Balance Sheet (Contd.)

NOTE: 5- LONG TERM PROVISIONS (CONTD.)

5.1 The Position of various provisions is given below:

(₹ In Crore)

Provisions	Opening Balance as at 01.04.2014	Addition/ Write back during the Year	Paid/ Adj during Year	Closing Balance as at 31.03.2015
i For Gratuity	-	-	-	-
ii For Leave Encashment	421.71	72.57	-	494.28
iii For Other Employee Benefits	215.38	47.52	-	262.90
iv For OBR Adjustment Account	5,343.41	605.55	-	5,948.96
v For Mine Closure Plan	643.21	107.17	-	750.38

5.2 Provision for Other Employee Benefits

Provision for Other Employee Benefits includes Pension and Superannuation fund @ 3.00 % 6.84% respectively on Basic & DA for executives.

5.3 Provision for Mine Closure

- (a) Provision is made as per the guidelines received for preparation of Mine Closure Plan from the Ministry of Coal, GOI.
- (b) Provision for Mine Closure Plan ₹107.17 Crore (includes ₹7.49 Crore for Development Mines) has been provided during the year and ₹48.63 Crore Interest earned on Escrow A/c & ₹10.02 Crore identified MCP Expenses receivable has been adjusted against such provision. Escrow Account has been opened for all 90 Mines in operation having closing balance ₹700.05 Crore (₹517.66 Crore) which includes interest earned ₹60.15 Crore (₹11.52 Crore).

NOTE - 6: SHORT TERM BORROWING

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Loan from Bank	-	-
Loans Repayable on Demand	-	-
Balance with Coal India Limited & other Subsidiaries of Coal India Limited	-	-
Other Loans and Advances	-	-
Deferred Credits	-	-
TOTAL	-	-
CLASSIFICATION 1		
Secured	-	-
Unsecured	-	-
CLASSIFICATION 2		

Notes To Balance Sheet (Contd.)

NOTE - 6: SHORT TERM BORROWING (CONTD.)

6.1 Loan Guaranteed by Directors & Others

Particulars of Loan	Amount In ₹ Crore	Nature of Guarantee
NIL	NIL	

6.2 Amount outstanding in Foreign Currency : NIL

6.3 Cash Credit

The Company has executed a Joint Deed of Hypothecation in favour of the State Bank Consortium, which includes State Bank of India and 17 other Banks for the purpose of availing working capital facilities both fund based and non-fund based. As per the Consortium Agreement (Revised) dated: 25.08.14, the Company agreed that the said facilities shall be collaterally secured by SECL by creating hypothecation charge over current assets comprising of Book Debts, Stocks of Raw Materials, Semi Finished and Finished goods, Stores and Spares not relating to Plant & Machinery (Consumable, Stores & Spares), both present and future jointly and severally in favour of said Banks for a sum of ₹165.00 Crore. There is no credit balance in the cash credit account.

NOTE - 7: TRADE PAYABLES

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Sundry Creditors For Revenue Stores	107.27	96.65
TOTAL	107.27	96.65
7.1 Note:		
Bifurcation of Sundry Creditors for Supplies between Micro, Small & Medium Enterprises and others:		
Micro, Small & Medium Enterprises	7.23	4.38
Others	100.04	92.27
TOTAL	107.27	96.65



Notes To Balance Sheet (Contd.)

NOTE - 8: OTHER CURRENT LIABILITIES

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Current Maturities of Long Term Borrowings	-	-
For Capital (including Stores)	148.05	20.68
For Expenses :		
Salary Wages & Allowances	403.08	369.00
Power & Fuel	63.75	61.55
Others	935.34	679.23
	1,550.22	1,130.46
Statutory Dues :		
Sales Tax / VAT	19.95	21.09
Provident Fund & Pension Fund	100.73	99.55
Central Excise Duty	-	0.17
Royalty & Cess on Coal	151.13	106.23
Stowing Excise Duty	21.85	21.65
Clean Energy Cess	225.56	108.26
Other Statutory Levies	70.74	83.17
Income Tax Deducted at Source	37.68	26.02
	627.64	466.14
Others:		
Security Deposit	134.77	114.84
Earnest Money	49.87	41.88
Advance & Deposit from Customers & Others	1,734.65	1,272.78
Current Account with Coal India Ltd.	47.06	-
	1,966.35	1,429.50
TOTAL	4,144.21	3,026.10

8.1 Advance & Deposit from Customers & Others includes ₹15.48 Crore received from Devnara Coalfields Ltd. towards recoverable cost of exploration of Rajgamar Dip Side (Devnara coal block).

(₹ In Crore)

8.2 Reconciliation between Opening and Closing Balances :

A) IBRD		
Opening Balance :	-	22.61
Less: Repayment of Loan	-	144.38
Add (Less): Impact of Exchange Rate Fluctuation	-	16.55
Add: Transfer from Non-Current	-	105.22
Closing Balance :	-	-

Notes To Balance Sheet (Contd.)

NOTE - 8: OTHER CURRENT LIABILITIES (CONTD.)

(₹ In Crore)

8.2 Reconciliation between Opening and Closing Balances :

B) J B I C

Opening Balance :	-	24.46
Less: Repayment of Loan	-	123.18
Add (Less): Impact of Exchange Rate Fluctuation	-	9.30
Add: Transfer from Non-Current	-	89.42
Closing Balance :	-	-

NOTE - 9: SHORT TERM PROVISIONS

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
For Employee Benefits		
- Gratuity	149.49	72.55
- Leave Encashment	45.75	38.03
- Exgratia (PLRS)	264.45	214.40
- Performance Related Pay (PRP) (Net)	503.21	403.97
- Other Employee Benefits	193.90	206.84
For Proposed Dividend	-	560.80
For Corporate Dividend Tax	-	95.31
For Provision for Income Tax	-	-
Less: Advance Income Tax/ Tax Deduced at Source	-	-
For Excise Duty on Closing Stock of Coal	102.26	73.59
For Others (Wealth Tax)	0.60	0.50
TOTAL	1,259.66	1,665.99

9.1 The Position of various provisions is given below:

Provisions		Opening Balance as at 01.04.2014	Addition / Write Back during the period	Paid/ Adj during the period	Closing Balance as at 31.03.2015
i	For Gratuity	72.55	301.82	224.88	149.49
ii	For Leave Encashment	38.03	115.46	107.74	45.75
iii	For PLRS	214.40	296.12	246.07	264.45
iv	For PRP	403.97	90.55	(8.69)	503.21
v	For Other Employee Benefits	206.84	201.02	213.96	193.90
vi	For Proposed Dividend	560.80	-	560.80	-
vii	For Interim Dividend	-	3,380.77	3,380.77	-
viii	For Corporate Dividend Tax	95.31	645.80	741.11	-
ix	For Excise Duty	73.59	28.67	-	102.26
x	For Others (Wealth Tax)	0.50	0.52	0.42	0.60

9.2 Performance Related Pay (PRP)

An amount of ₹135.00 Crore has been paid till date as recoverable advance against Performance Related Pay (PRP), adjusted against the provision made.

Notes To Balance Sheet (Contd.)

NOTE - 10 A: FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			IMPAIRMENT LOSS			Total Depreciation & Impairment Loss	CARRYING VALUE	
	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15		As on 31.03.15	As on 31.03.14
	Addition			Addition			Addition					
TANGIBLE ASSETS												
Land:												
(a) Freehold	10.79	0.00	10.79	0.00	0.00	0.00	0.00	0.00	0.00	0.00	10.79	10.79
(b) Others	1177.20	256.66	1433.86	518.01	72.83	0.00	590.84	0.00	0.00	0.00	843.02	659.19
Buildings/Water supply / Roads and Culverts	937.84	39.90	977.74	328.52	52.55	65.01	446.08	0.15	0.00	0.15	446.23	531.51
Plant and Equipment	4906.43	924.77	5674.07	3114.51	443.50	(76.18)	3481.83	5.45	0.00	5.45	3487.28	2186.79
Telecommunication equipment	59.67	0.50	60.17	28.49	7.72	0.24	36.45	0.00	0.00	-	36.45	23.72
Railway Sidings	84.45	2.52	86.97	47.53	4.38	0.70	52.61	0.00	0.00	0.00	52.61	34.36
Furniture & Fixtures / Office Tools & Equipments / Electrical Fittings / Fire Arms	28.93	1.32	30.28	22.28	1.59	0.32	24.19	0.00	0.00	0.00	24.19	6.09
Vehicles	57.31	2.18	58.48	48.60	1.71	(0.97)	49.34	0.00	0.00	0.00	49.34	9.14
Assets taken on Nationalisation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Surveyed Off Assets	15.68	7.84	16.11	0.00	0.00	0.00	0.00	0.00	0.00	0.00	16.11	15.68
TOTAL	7303.17	1238.36	8375.90	4126.21	587.36	(10.44)	4703.13	5.60	0.00	5.60	4708.73	3667.17
Previous Year	6990.01	432.11	7303.16	3821.80	412.68	(108.27)	4126.21	5.60	0.00	5.60	4131.81	3171.35
INTANGIBLE ASSETS												
Computer Software	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Development	427.03	14.85	441.00	217.60	20.33	(3.75)	234.18	40.42	1.34	0.00	275.94	165.06
Prospecting & Boring	102.84	28.21	125.62	35.48	7.99	(1.61)	41.86	7.17	0.00	0.00	49.03	60.19
Total	529.87	43.06	566.62	253.08	28.32	(5.36)	276.04	47.59	1.34	0.00	324.97	241.65
Previous Year	471.11	64.51	529.87	241.19	17.62	(5.73)	253.08	48.22	(0.61)	(0.02)	300.67	229.20

Note: 1- Leased out Assets to M/s Apollo Hospitals included under Buildings. Gross value- ₹ 31.32 Crore (Previous year ₹31.32 Crore) & accumulated depreciation ₹8.66 Crore (Previous year ₹8.25 Crore)

2- Leased out Assets to M/s Aryan Coal Beneficiations Pvt. Ltd. included under Railway Siding, Gross value ₹8.02 Crore (₹8.02 Crore) and accumulated depreciation is ₹7.79 Crore (₹7.51 Crore).

Notes To Balance Sheet (Contd.)

NOTE - 10 B: CAPITAL WORK - IN - PROGRESS

(₹ In Crore)

PARTICULARS	COST				DEPRECIATION				IMPAIRMENT LOSS				Total Depreciation & Impairment Loss	CARRYING VALUE	
	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	As on 31.03.15	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	As on 31.03.15	Adj./ sale/ transfer	As on 31.03.15	As on 31.03.14		As on 31.03.14	
	Addition			Addition				Addition							
TANGIBLE ASSETS															
Buildings/Water supply / Roads and Culverts	78.42	53.26 (13.30)	118.38	1.08	0.01	(0.27)	0.82	0.00	0.00	0.00	0.00	117.56	77.34		
Plant and Equipment	668.77	107.82 (423.79)	352.80	5.16	2.35	(3.57)	3.94	0.00	0.00	0.00	3.94	348.86	663.61		
Railway Sidings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Development	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Others	86.69	69.84 (92.92)	63.61	0.04	0.00	0.00	0.04	0.00	0.00	0.00	0.04	63.57	86.65		
Total	833.88	230.92 (530.01)	534.79	6.28	2.36 (3.84)	4.80	4.80	0.00	0.00	0.00	4.80	529.99	827.60		
Previous Year	559.66	527.62 (253.40)	833.88	6.05	5.18 (4.95)	6.28	6.28	0.00	0.00	0.00	6.28	827.60	553.61		

Notes To Balance Sheet (Contd.)

NOTE - 10 C: INTANGIBLE ASSETS UNDER DEVELOPMENT

(₹ In Crore)

PARTICULARS	GROSS BLOCK			DEPRECIATION			IMPAIRMENT LOSS			Total Depreciation & Impairment Loss	CARRYING VALUE	
	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15		As on 31.03.14	As on 31.03.15
INTANGIBLE ASSETS												
Development	120.20	23.56 (29.58)	114.18	0.20	0.00	0.00	0.00	0.00	0.00	0.00	113.98	120.00
Prospecting and Boring	482.39	89.12 3.56	575.07	0.00	0.00	0.00	0.00	0.00	0.00	0.00	575.07	482.39
Total	602.59	112.68 (26.02)	689.25	0.20	0.00	0.00	0.00	0.00	0.00	0.00	689.05	602.39
Previous Year	466.04	185.65 (49.11)	602.59	0.21	0.00 (0.01)	0.00	0.00	0.00	0.00	0.00	602.39	465.83

Notes :-

- Coal Mines Welfare Organisation and Coal Mines Rescue Organisation has been abolished in 1985, the assets taken over at different Areas have been incorporated in the Accounts at a nominal value of ₹1.00 per asset, which includes Hospital, Rescue Stations, Welfare Centers and others.
- Title Deeds and/or Lease Deeds of Land and Buildings and Mining Rights prior to incorporation of the Company, are continue to be held in the name of the Holding Company and its other Subsidiaries. Land and other mining rights acquired under various notifications of Central/State Government have been taken as vested with the company without further lease agreement and are shown under the respective heads.
- Land - Others acquired under all Rights/ Surface Rights, as per the Coal Bearing Area (Acquisition and Development) Act, 1957, the Mines and Minerals (Regulation and Development) Act, 1957, Land Acquisition Act, 1894, MP Land Revenue Code, 1959, Revenue Book Circulars & Forest Conservation Act, 1980, as the case may be, for carrying out mining operations and to build necessary infrastructure and also include payment of compensation to the landowners. All rights / surface rights also include mining rights for which no extra payment is involved.
- No foreign exchange rate fluctuation during the year, as loan has been fully repaid in the previous year and amount accounted for in previous year under (i) Fixed Assets ₹12.27Crore and (ii) charged to Profit & Loss account ₹13.58 Crore.
- Plant & Machinery lying in Stores as standby and remain unremoved, a net provision to the extent of ₹(-) 1.22 Crore (₹0.23 Crore) is made being equivalent to depreciation at the applicable rates.
- Physical verification of Fixed Assets like Land, Building, Railway Siding and other immovable assets are carried out once in every three years and of Movable Assets/Equipment costing more than ₹1.00 Lakh in each case every year. Equipment/assets costing less than ₹1.00 Lakh in each case are verified once in every two years.
- Items such as Conveyor Belt, Power Cable etc. in stock at the end of the year have been treated as Capital Goods in Stores.
- Provisions for Capital WIP and surveyed off assets is ₹(-)0.26 (₹0.35Crore) has been (-) withdrawn/ made during the year.

Notes To Balance Sheet (Contd.)

NOTE - 10: RECONCILIATION OF DEPRECIATION & IMPAIRMENT

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Statement of Profit & Loss	616.47	429.33
Capitalisation	0.55	0.21
Prior Period Expenses	0.00	0.15
TOTAL	617.02	429.69

NOTE - 11: NON - CURRENT INVESTMENTS - (UNQUOTED) AT COST

(₹ In Crore)

	Number of shares/ bonds	Face value per share/ bond (₹)	As at 31.03.2015	As at 31.03.2014
Trade (Unquoted)				
8.5% Tax Free Special Bonds (Fully Paid-up) :				
(on securitisation of Sundry Debtors)				
Major State-wise Break-up				
Maharashtra	0.00 (256340)	1,000.00	-	25.63
Madhya Pradesh	0.00 (623800)	1,000.00	-	62.38
Gujarat	0.00 (351480)	1,000.00	-	35.15
Others -				
Consumer Co-operative Societies Ltd. Baikunthpur	250 (250)	10.00	-	-
Non-trade (Unquoted) at cost				
Equity Shares in Subsidiary Companies				
Chhatisgarh East Railway Ltd	2880000 (32000)	10.00	2.88	0.03
Chhatisgarh East West Railway Ltd	2880000 (32000)	10.00	2.88	0.03
TOTAL			5.76	123.22
Aggregate amount of Quoted Investment			NA	NA
Aggregate amount of Unquoted Investment			5.76	123.22
Fair Value of Quoted Investment			NA	NA
Provision Made for diminution in the value of Investment			NIL	NIL



Notes To Balance Sheet (Contd.)

NOTE - 12: LONG TERM LOANS & ADVANCES

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Loans				
Loan To Subsidiaries				
- Secured considered good	98.63		-	
- Unsecured considered good	-		-	
- Doubtful	-	98.63	-	-
Loan to employees				
For House Building				
- Secured considered good	12.97		15.18	
- Unsecured considered good	-		-	
- Doubtful	0.01		0.01	
	12.98		15.19	
Less : Provision for Doubtful Loans	0.01	12.97	0.01	15.18
For Motor Car and Other Conveyance				
- Secured considered good	0.03		0.06	
- Unsecured considered good	-		-	
- Doubtful	-		-	
	0.03		0.06	
Less : Provision for Doubtful Loans	-	0.03	-	0.06
For Others				
- Secured considered good	-		-	
- Unsecured considered good	-		-	
- Doubtful	0.09		0.09	
	0.09		0.09	
Less : Provision for Doubtful Loans	0.09	-	0.09	-
Advances				
For Capital				
- Secured considered good	-		-	
- Unsecured considered good	120.51		123.39	
- Doubtful	0.53		0.53	
	121.04		123.92	
Less : Provision for Doubtful Advances	0.53	120.51	0.53	123.39
For Revenue				
- Secured considered good	-		-	
- Unsecured considered good	18.18		23.27	
- Doubtful	0.79		0.79	
	18.97		24.06	
Less : Provision for Doubtful Advances	0.79	18.18	0.79	23.27
Balance carried forward		250.32		161.90

Notes To Balance Sheet (Contd.)

NOTE - 12: LONG TERM LOANS & ADVANCES (CONTD.)

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Balance brought forward	250.32	161.90
Security Deposits		
- Secured considered good	-	-
- Unsecured considered good	-	-
- Doubtful	-	-
Less : Provision for Doubtful deposits	-	-
Deposit for P&T, Electricity etc.		
- Secured considered good	-	-
- Unsecured considered good	132.50	111.19
- Doubtful	-	-
Less: Provision for doubtful deposits	-	-
TOTAL	382.82	273.09
CLASSIFICATION		
Secured	111.63	15.24
Unsecured - Considered good	271.19	257.85
- Considered doubtful	1.42	1.42

Note :

12.1	CLOSING BALANCE		MAXIMUM AMOUNT DUE AT ANY TIME DURING	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Due by the Companies in which directors of the company is also a director/member	NIL	NIL	NIL	NIL
Due by the parties in which the Director(s) of company is /are interested	NIL	NIL	NIL	NIL

12.2 The company has granted loan to its subsidiary M/s. Chhattisgarh East Railway Limited (CERL) amounting to ₹96.00 Crore bearing interest @ 12% per annum, secured by first charge on all infrastructures to be created/ developed by CERL and all future receivables. Repayment period of loan shall be of 5 years excluding moratorium period of 5 years. Interest accrued ₹2.63 Crore.

12.3 Provisions	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
Against Loan to employees for House Building	0.01	-	-	0.01
Against Loan to employees for Others	0.09	-	-	0.09
Against advances for Capital	0.53	-	-	0.53
Against advances for Revenue	0.79	-	-	0.79
Total	1.42	-	-	1.42



Notes To Balance Sheet (Contd.)

NOTE - 13: OTHER NON-CURRENT ASSETS

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014	
Long Term Trade Receivable			
- Secured considered good	-	-	
- Unsecured considered good	-	-	
- Doubtful	-	-	
Less Provision for bad and doubtful trade receivables	-	-	-
Exploratory Drilling Work			
- Secured considered good	-	-	
- Unsecured considered good	-	-	
- Doubtful	-	-	
Less : Provision for bad and doubtful	-	-	-
Receivable for Mine Closure Expenses	11.72	-	-
Other Receivables			
- Secured considered good	-	-	
- Unsecured considered good	97.38	56.22	
- Doubtful	11.11	6.47	
	108.49	62.69	
Less: Provision for bad & doubtful receivables	11.11	6.47	56.22
TOTAL	109.10	56.22	
CLASSIFICATION			
Secured	-	-	
Unsecured - Considered good	97.38	56.22	
- Considered doubtful	11.11	6.47	

Note :

13.1	CLOSING BALANCE		MAXIMUM AMOUNT DUE AT ANY TIME DURING	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Due by the Companies in which directors of the company is also a director/member	NIL	NIL	NIL	NIL
Due by the parties in which the Director(s) of company is /are interested	NIL	NIL	NIL	NIL

13.2 Other receivables amounting to ₹97.38 Crore (₹56.22 Crore) deposited under protest with tax authorities and others.

13.3 Amount of ₹11.72 crore has been identified for mine closure during the year and work is under process to identify any other amount incurred on various activities for mine closure.

13.4 Provisions	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
Against other Receivables, considered adequate	6.47	4.64	-	11.11

Notes To Balance Sheet (Contd.)

NOTE - 14: CURRENT INVESTMENTS - (UNQUOTED) AT COST

(₹ In Crore)

	Number of shares/ bonds	Face value per share/ bond (₹)	As at 31.03.2015	As at 31.03.2014
Non-trade				
A Mutual Fund Investment				
SBI Premier Liquid Fund	0.00 (249409.031)	1,003.25	-	25.02
Canara Robeco Mutual Fund	0.00 (39813.333)	1,005.50	-	4.00
UTI Mutual Fund	0.00 (225845.215)	1,019.45	-	23.03
Union KBC Liquid Fund	0.00 (30006.660)	1,000.65	-	3.00
Total (A)			-	55.05
Trade				
B 8.5% Tax Free Special Bonds (Fully Paid-up) :				
(on securitisation of Sundry Debtors)				
State-wise Break-up:				
Maharashtra	256340 (256340)	1,000.00	25.63	25.63
Madhya Pradesh	623800 (623800)	1,000.00	62.38	62.38
Gujarat	351480 (351480)	1,000.00	35.15	35.15
Total(B)			123.16	123.16
TOTAL (A+B)			123.16	178.21
Aggregate amount of Unquoted Investments			123.16	178.21
Fair Value of Unquoted Investments			123.16	178.21
Provision Made for diminution in the value of Investment			NIL	NIL



Notes To Balance Sheet (Contd.)

NOTE - 15: INVENTORIES

(Valuation as per Accounting Policy No. 6)

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
A Stock of Coal, Coke etc. (Net)				
Stock of Coal	902.46		564.50	
Coal under Development	1.21		1.11	
	903.67		565.61	
Less : Provision	-	903.67	-	565.61
B Net Stock of Stores & Spare (at cost)				
Stock of Stores & Spare (at cost)	301.58		300.26	
Stores -in -transit	17.77		12.37	
	319.35		312.63	
Less : Provision	46.53	272.82	49.72	262.91
C Net Stock of Workshop Jobs				
Workshop Jobs:				
Work-in-progress and Finished Goods	145.33		166.34	
Less : Provision	-	145.33	-	166.34
D Prospecting, Boring / Development Exp./GR-Coal Blocks meant for Sale		10.27		10.27
TOTAL (A+B+C+D)		1,332.09		1,005.13

15.1 The Closing Stock of Stores at Central and Regional Stores has been considered in the Accounts as per balances appearing in Financial Ledger on progressive monthly weighted average method.

15.2 The Prospecting and Boring and development expenditure of ₹10.27 Crore (₹10.27 Crore) incurred on Datima (Bisrampur Area), Behraband (Hasdeo Area), Baisi Block (Raigarh Area), Rajgamar dip side (South of Phulkadih Nala) and Kesla North Block are intended for sale to outside parties therefore, shown under inventories. The sale proceeds of same are expected to be more than the cost.

15.3 Inventories have a value on realization in the ordinary course of business at least equal to the amount at which they are stated.

15.4 Provisions

	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
Against Stock of Stores & Spares, considered adequate	49.72	-	3.19	46.53

Notes To Balance Sheet (Contd.)

ANNEXURE TO NOTE - 15

Table A : Reconciliation of closing stock of Coal adopted in Account with Book stock as at the end of the year :

Particulars	Current Year						Previous Year					
	Overall Stock-Vendable		DCC (Coal, Coal fines, gas etc.) ²		Total		Overall Stock-Vendable		DCC (Coal, Coal fines, gas etc.) ²		Total	
	Qty.	Value	Qty.	Value	Qty.	Value	Qty.	Value	Qty.	Value	Qty.	Value
1 (A) Opening stock	77.64	554.03	0.27	11.58	77.91	565.61	55.30	431.64	0.39	13.91	55.69	445.55
(B) Adjustment in Opening Stock												
Total	77.64	554.03	0.27	11.58	77.91	565.61	55.30	431.64	0.39	13.91	55.69	445.55
2 Production	1282.75				1282.75		1242.61				1242.61	
Sub-Total (1+2)	1360.39				1360.39		1297.91				1297.91	
3 Off- Take:												
(A) Outside Despatch	1231.68	16222.81		72.17	1231.68	16294.98	1218.23	16697.25		159.35	1218.23	16856.60
(B) Own Consumption ¹	0.55	15.16			0.55	15.16	2.04	46.67			2.04	46.67
Sub-Total (3)	1232.23	16237.97		72.17	1232.23	16310.14	1220.27	16743.92		159.35	1220.27	16903.27
4 Derived Stock*	128.16	849.72	1.07	53.95	129.23	903.67	77.64	554.03	0.27	11.58	77.91	565.61
5 Measured Stock*	124.69	830.57	1.07	53.95	125.76	884.52	76.17	543.41	0.27	11.58	76.44	554.99
Difference (4-5)	3.47	19.15			3.47	19.15	1.47	10.62			1.47	10.62
6 Break-up of Difference:												
(A) Excess within 5%	3.48	19.17			3.48	19.17	1.56	11.01			1.56	11.01
(B) Shortage within 5%	0.01	0.02			0.01	0.02	0.09	0.39			0.09	0.39
(C) Excess beyond 5%	0.00	0.00			0.00	0.00	0.00	0.00			0.00	0.00
(D) Shortage beyond 5%	0.00	0.00			0.00	0.00	0.00	0.00			0.00	0.00
7 Closing stock in A/c (5+6A-6B)	128.16	849.72	1.07	53.95	129.23	903.67	77.64	554.03	0.27	11.58	77.91	565.61

* includes 0.04 Lakh tonne amounting ₹ 1.21 Crore in respect of Development Mine Vijay West at Chirimiri Area.

Notes To Balance Sheet (Contd.)

ANNEXURE TO NOTE - 15

Table B : Summary of Closing Stock of Coal

(Qty. in Lakh tonnes) (Value in ₹ Crore)

Particulars	Current Year						Previous Year					
	Raw Coal			DCC (Coal, Coal fines, gas etc.) ²			Raw Coal			DCC (Coal, Coal fines, gas etc.) ²		
	Non-Coking			Total			Non-Coking			Total		
	Qty	Value		Qty	Value		Qty	Value		Qty	Value	
Opening Stock	77.64	554.03	0.27	11.58	77.91	565.61	55.30	431.64	0.39	13.91	55.69	445.55
Less: Non-vendable Coal	0.00	0.00			0.00	0.00	0.00	0.00			0.00	0.00
Adjusted Opening Stock (Vendable)	0.00	0.00			0.00	0.00	0.00	0.00			0.00	0.00
Production	1282.75				1282.75		1242.61				1242.61	
Offtake												
(A) Outside Despatch	1231.68	16222.81		72.17	1231.68	16294.98	1218.23	16697.25		159.35	1218.23	16856.60
(B) Own Consumption ¹	0.55	15.16			0.55	15.16	2.04	46.67			2.04	46.67
TOTAL	1232.23	16237.97		72.17	1232.23	16310.14	1220.27	16743.92		159.35	1220.27	16903.27
Closing Stock *	128.16	849.72	1.07	53.95	129.23	903.67	77.64	554.03	0.27	11.58	77.91	565.61

* Non-vendable Stock - Nil

Note:

- 1 Own consumption includes 0.42 lakh Tonnes valuing ₹10.84 Crore, being the coal transferred to Dankuni Coal Complex and 0.13 lakh Tonnes valuing ₹4.32 Crore issued for other purposes.
- 2 Closing stock of coal at Dankuni Coal Complex includes raw coal 0.03 Lakh tonne valuing ₹1.58 Crore and Coal fines 1.04 lakh tonnes valuing ₹52.38 Crore out of Coal purchased 1.79 lakh tonnes worth ₹88.66 Crore during the year from ECL.

Notes To Balance Sheet (Contd.)

NOTE - 16: TRADE RECEIVABLE

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Debts outstanding for a period exceeding six months from the due date				
- Secured Considered good	-		-	
- Unsecured Considered good	928.96		755.73	
- Doubtful	252.14		242.57	
	1,181.10		998.30	
Less : Provision for bad & doubtful trade receivables	252.14	928.96	242.57	755.73
Other Debts				
- Secured Considered good	159.17		235.39	
- Unsecured Considered good	1,189.58		345.66	
- Doubtful	-		-	
	1,348.75		581.05	
Less : Provision for bad & doubtful trade receivables	-	1,348.75	-	581.05
TOTAL	2,277.71		1,336.78	
CLASSIFICATION				
Secured		159.17		235.39
Unsecured - Considered good		2,118.54		1,101.39
- Considered doubtful		252.14		242.57

Note :

16.1	CLOSING BALANCE		MAXIMUM AMOUNT DUE AT ANY TIME DURING	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Due by the Companies in which directors of the Company is also a Director/Member	NIL	NIL	NIL	NIL
Due by the parties in which the Director(s) of Company is /are interested	NIL	NIL	NIL	NIL

16.2 Secured Trade Receivables have a value on realization in the ordinary course of business at least equal to the amount at which they are stated.

16.3 Trade Receivables are secured either by deposits or through Bank Guarantees to the extent available.

16.4 Provisions	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
Provision for Bad & Doubtful Trade Receivables, considered adequate.	242.57	9.57	-	252.14



Notes To Balance Sheet (Contd.)

NOTE - 17: CASH & BANK BALANCE

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Cash & Cash Equivalent		
Balances with Banks		
- In Deposit Accounts with maturity upto 3 months	2,005.00	2,145.00
- In Current Accounts	278.51	364.96
- In Cash Credit Accounts	5.32	36.47
In Account with Banks outside India	-	-
Remittance - in transit	-	-
Cheques, Drafts and Stamps on hand	-	-
Cash in hand	0.34	0.61
Other Bank Balances		
Balances with Banks		
- In Deposit Accounts with maturity more than 3 months	7,084.09	7,865.64
Deposit in Escrow account under Mine Closure Plan Scheme	700.05	529.18
TOTAL	10,073.31	10,941.86

Note:

- 17.1 Balances with banks to the extent held as margin money or security against the borrowings, guarantees, other commitments are Nil.
- 17.2 No repatriation restrictions in respect of cash and bank balances of the Company.
- 17.3 No Bank deposits with more than 12 months maturity.
- 17.4 Balances with Banks includes ₹438.76 Crore held by the company that are not freely available for use as being deposited in separate Bank accounts as per the direction of the Court for amounts recovered from the consumers for Terminal Tax & MPGAT Sadak Vikas, from suppliers on explosives bills and from employees for electricity charges.
- 17.5 Amount deposited in Escrow Account is also not freely available for use as being deposited under the Mine Closure Plan Scheme.
- 17.6 Fixed Deposit amounting to ₹0.32 Crore is in the name of Coal India Ltd. at Dankuni Coal Complex, a unit of the Company.

17.7 Cash & Bank balance	(₹ in Crore)	(₹ in Crore)
As per Cash Flow Statement	2,289.17	2547.04
Bank balance in Deposit accounts with maturity more than 3 months	7,784.14	8,394.82
Total	10,073.31	10,941.86

Notes To Balance Sheet (Contd.)

NOTE - 18: SHORT TERM LOANS & ADVANCES

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Advance				
(Recoverable in cash or in kind or for value to be received)				
Advance to suppliers				
For Capital				
-Secured considered good	-		-	
-Unsecured considered good	-		-	
-Doubtful	-		-	
	-		-	
Less : Provision for Doubtful Advances	-	-	-	-
For Revenue				
-Secured considered good	-		-	
-Unsecured considered good	38.74		27.03	
-Doubtful	-		-	
	38.74		27.03	
Less : Provision for doubtful Advances	-	38.74	-	27.03
Advance payment of statutory dues				
Sales Tax				
-Secured considered good	-		-	
-Unsecured considered good	-		-	
-Doubtful	-		-	
	-		-	
Less : Provision for doubtful Advances	-	-	-	-
Cenvat credit receivable		71.75		68.22
Advance Income Tax / Tax Deducted at Source (Includes ₹2697.35 Crore (₹1494.16 Crore), deposited under Protest)	4,921.13		4,342.13	
Less : Provision for Income Tax	2,121.41	2,799.72	2,296.90	2,045.23
Others				
-Secured considered good	-		-	
-Unsecured considered good	-		-	
-Doubtful	-		-	
	-		-	
Less : Provision for doubtful Advances	-	-	-	-
Balance carried forward		2,910.21		2,140.48



Notes To Balance Sheet (Contd.)

NOTE - 18: SHORT TERM LOANS & ADVANCES - (CONTD.)

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Balance brought forward	2,910.21	2,140.48
Advance to Employees		
-Secured considered good	-	-
-Unsecured considered good	6.83	8.69
-Doubtful	-	-
	<u>6.83</u>	<u>8.69</u>
Less: Provision for doubtful Advances	-	-
Current Account with Coal India Limited, other Subsidiaries of Coal India Limited	6.83	8.69
Current Account with Subsidiaries of SECL	-	-
Claims Receivables	1.01	2.26
-Secured considered good	-	-
-Unsecured considered good	2.42	2.16
-Doubtful	-	-
	<u>2.42</u>	<u>2.16</u>
Less : Provision for doubtful claims	-	-
Prepaid Expenses	0.12	10.52
TOTAL	<u>2,920.59</u>	<u>2,164.11</u>
CLASSIFICATION		
Secured	-	-
Unsecured - Considered good	2,920.59	2,164.11
- Considered doubtful	-	-

Note :

18.1	CLOSING BALANCE		MAXIMUM AMOUNT DUE AT ANY TIME DURING	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Due by the Companies in which Directors of the Company is also a Director / Member	NIL	NIL	NIL	NIL
Due by the parties in which the Director(s) of Company is /are interested	NIL	NIL	NIL	NIL

18.2	Provisions	Opening Balance	Paid / adjusted during the year	Income Tax Provision for the year	Closing Balance
	For Income Tax	2,045.23	2,875.90	2,121.41	2,799.72
	Against advances & claims	-	-	-	-

Notes To Balance Sheet (Contd.)

NOTE - 18: SHORT TERM LOANS & ADVANCES - (CONTD.)

- 18.3 Current accounts with Holding Company & Subsidiaries of Holding Company/ SECL
- The balances of the current account with the Subsidiaries and Holding Company are reconciled on regular intervals, and the same as on Balance Sheet date has been reconciled. Adjustment arising out of reconciliation are carried out continuously.
 - Transactions with the Holding Company and with its other Subsidiaries are accounted for on the basis of debit/credit memos.
 - Transactions with other Subsidiaries of the Holding Company/SECL are free of interest.

NOTE - 19: OTHER CURRENT ASSETS

	As at		As at	
	31.03.2015		31.03.2014	
	(₹ In Crore)			
Interest Accrued				
- Investment	7.85		13.09	
- Deposit with Banks	404.51		415.73	
- Others	-	412.36	-	428.82
Ex Owner's Account		-		-
Other Advances	26.96		26.01	
Less : Provision	-	26.96	-	26.01
Deposits				
Deposit for Customs Duty, Port Charges etc.	-		-	
Deposit with Coal India Limited	-		515.39	
Deposit for Royalty, Cess & Sales Tax	-		-	
	-		515.39	
Less: Provision	-	-	-	515.39
Others	21.31		15.89	
Less : Provision	-	21.31	-	15.89
Amount Receivable from Govt of India for transactions on behalf of Ex-Coal Board	-		-	
Less: Provision	-	-	-	-
Other Receivables	258.77		284.30	
Less: Provision	4.13	254.64	1.37	282.93
TOTAL		715.27		1,269.04

Note:

19.1 Provisions	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
Against Deposits & Other Receivables	1.37	2.76	-	4.13

- 19.2 Deposits/Current account balance with the Holding Company is reconciled on regular intervals, and the same as on Balance Sheet date has been reconciled. Adjustment arising out of reconciliation are carried out continuously.



Notes to Statement of Profit & Loss

NOTE - 20: REVENUE FROM OPERATIONS

(₹ In Crore)

	For the Year ended 31.03.2015		For the Year ended 31.03.2014	
A) Sale of Coal, Coke etc.	22,004.53		22,204.14	
Less: Excise Duty	1,152.23	20,852.30	1,274.10	20,930.04
Less: Other Levies				
Royalty	2,118.04		2,164.73	
Cess on Coal	268.27		273.87	
Stowing Excise Duty	123.17		121.82	
Central Sales Tax	212.63		243.27	
Clean Energy Cess	1,178.21		609.12	
State Sales Tax/VAT	540.66		536.57	
Other Levies	116.34		124.06	
Total Levies		4,557.32		4,073.44
Net Sales (A)		16,294.98		16,856.60
B) Facilitation Charges for Coal import		-		-
Subsidy for Sand Stowing & Protective Works		4.75		16.35
Loading & additional transportation charges	362.90		276.26	
Less: Excise duty	19.26		15.35	
Other Levies	11.90	331.74	9.12	251.79
Other Operating Revenue (B)		336.49		268.14
C) Revenue From Operations (A+B)		16,631.47		17,124.74

Notes to Statement of Profit & Loss (Contd.)

NOTE - 21: OTHER INCOME

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Income From Long Term Investments		
Interest from:		
Government Securities (8.5% Tax Free Special Bonds) (Trade)	7.85	18.34
Income From Current Investments (Non-Trade)		
Dividend from Mutual Fund Investments	61.10	47.13
Interest from:		
Government Securities (8.5% Tax Free Special Bonds) (Trade)	10.47	10.47
Income From Others		
Interest (Gross):		
From Deposit with Banks	955.27	919.77
From Loans & Advances to Employees	0.50	0.77
From Income Tax Deptt. on refunds	32.77	-
From Coal India	25.67	35.59
Others	187.58	64.88
Apex Charges	-	-
Profit on Sale of Assets	2.65	2.84
Lease Rent	6.35	5.81
Liability Write Backs	9.30	323.26
Guarantee Fees from Subsidiaries	-	-
Excise Duty on Decrease in Stock	-	-
Other non-operating Income	148.13	40.65
TOTAL	1,447.64	1,469.51

NOTE - 22: COST OF MATERIAL CONSUMED

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Explosives	332.49	295.93
Timber	8.95	7.96
P O L	500.91	509.09
HEMM Spares	190.19	182.47
Other Consumable Stores & Spares	636.80	600.19
TOTAL	1,669.34	1,595.64



Notes to Statement of Profit & Loss (Contd.)

NOTE - 23: CHANGE IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE

(₹ In Crore)

	For the Year ended 31.03.2015		For the Year ended 31.03.2014	
A) Change in Inventory of Coal				
Opening Stock of Coal	564.50		444.07	
Add : Adjustment of Opening Stock	-		0.22	
	<u>564.50</u>		<u>444.29</u>	
Less: Deterioration of Coal	-	564.50	-	444.29
Less :				
Closing Stock of Coal	902.46		564.50	
Less: Deterioration of Coal	-	902.46	-	564.50
Total (A)		<u>(337.96)</u>		<u>(120.21)</u>
B) Change in Inventory of workshop				
Opening Stock of Workshop made finished goods and WIP	166.34		126.53	
Less: Provision	-	166.34	-	126.53
Less :				
Closing Stock of Workshop made finished goods and WIP	145.33		166.34	
Less: Provision	-	145.33	-	166.34
Total (B)		<u>21.01</u>		<u>(39.81)</u>
Change in Inventory of Stock in Trade (A+B) {Decretion/(Accretion)}		<u>(316.95)</u>		<u>(160.02)</u>
23.1 Adjustment in Opening Stock:				

Stocks amounting to ₹Nil (₹0.22 Crore) relates to Khairaha Mine of Sohagpur Area, which was brought to revenue during the previous year.

Notes to Statement of Profit & Loss (Contd.)

NOTE - 24: EMPLOYEE BENEFITS EXPENSES

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Salary, Wages, Allowances, Bonus etc.	4,490.89	4,379.03
Ex-gratia	296.12	222.56
Performance Related Pay (PRP)	90.55	91.76
Contribution to P.F. & Other Funds	535.34	520.90
Gratuity	301.82	10.08
Leave Encashment	188.03	89.39
Workman Compensation	1.47	1.85
Medical Expenses for Existing Employees	110.33	101.90
Medical Expenses for Retired Employees	3.45	18.34
Grants to Schools & Institutions	41.36	37.18
Sports & Recreation	4.24	4.67
Canteen & Creche	0.14	0.13
Power (Township)	187.49	185.64
Hire Charges of Bus, Ambulance etc.	11.82	12.52
Other Employee Benefits	248.54	223.04
TOTAL	6,511.59	5,898.99

NOTE - 25: CORPORATE SOCIAL RESPONSIBILITY EXPENSES

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
CSR Expenses	40.43	44.54
TOTAL	40.43	44.54

CSR Policy framed by Coal India Ltd incorporating the features of the Companies Act, 2013 and other relevant notifications. The fund for CSR, 2% of the average net profit for the three immediate preceding financial years or ₹2.00 per tonne of coal production of previous year, whichever is higher, comes to ₹129.97 Crore. Unspent amount during the year is non-lapsable.



Notes to Statement of Profit & Loss (Contd.)

NOTE - 26: REPAIRS

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Building	22.74	20.47
Plant & Machinery	164.60	165.17
Others	6.13	4.32
TOTAL	193.47	189.96

NOTE - 27: CONTRACTUAL EXPENSES

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Transportation Charges :		
- Sand	-	-
- Coal	800.25	693.04
- Stores & Others etc.	0.11	0.06
Wagon Loading	23.90	40.62
Hiring of P&M	436.93	349.97
Other Contractual Work	624.31	478.70
TOTAL	1,885.50	1,562.39

NOTE - 28: FINANCE COSTS

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Interest expenses		
Deferred Payments	-	-
Bank Overdraft / Cash Credit	-	-
Interest on IBRD & JBIC Loan	-	2.48
CIL Fund Loan Interest	-	-
Interest to subsidiaries	-	-
Others	0.55	0.47
Total (A)	0.55	2.95
Other Finance Cost		
Guarantee Fees on (IBRD & JBIC) Loan	-	3.45
Other Expenses / Bank Charges	-	-
Total (B)	-	3.45
TOTAL (A+B)	0.55	6.40

Notes to Statement of Profit & Loss (Contd.)

NOTE - 29: PROVISIONS

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
(A) Provision made for		
Doubtful debts	9.57	10.40
Doubtful advances & Claims	7.40	1.35
Foreign exchange Transaction	-	-
Stores & Spares	-	2.59
Mine Closure Expenses	41.03	24.98
Surveyed of Fixed Assets/Capital WIP/P&M in Stores	-	0.58
Others	1.15	-
Total (A)	59.15	39.90
(B) Provision reversal		
Doubtful debts	-	-
Doubtful advances & Claims	-	-
Foreign exchange Transaction	-	-
Stores & Spares	3.19	-
Mine Closure Expenses	-	-
Surveyed of Fixed Assets/Capital WIP/P&M in Stores	1.48	-
Others	-	125.72
Total (B)	4.67	125.72
TOTAL (A - B)	54.48	(85.82)

NOTE - 30: WRITE OFF

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Doubtful debts	-	-
Doubtful advances	-	-
Others	-	-
TOTAL	-	-



Notes to Statement of Profit & Loss (Contd.)

NOTE - 31: OTHER EXPENDITURE

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Travelling expenses		
- Domestic	27.92	28.19
- Foreign	0.02	0.07
Training Expenses	9.08	8.63
Telephone & Postage	6.36	6.32
Advertisement & Publicity	14.86	17.68
Freight Charges	7.49	27.75
Demurrage	18.80	39.07
Donation/Subscription	0.23	0.04
Security Expenses	62.16	55.37
Service Charges of CIL	64.14	62.45
Hire Charges	36.23	29.66
CMPDI Expenses	48.67	42.99
Legal Expenses	3.22	6.01
Bank Charges	0.12	0.15
Guest House Expenses	2.01	1.85
Consultancy Charges	1.54	2.22
Under Loading Charges	54.54	98.42
Loss on Sale/Discard/Surveyed of Assets	1.63	0.64
Auditor's Remuneration & Expenses		
- For Audit Fees	0.16	0.16
- For Taxation Matters	0.02	0.06
- For Company Law Matters	-	-
- For Management Services	-	-
- For Other Services	0.18	0.17
- For Reimbursement of Expenses	0.12	0.12
Internal Audit Expenses etc..	1.93	1.56
Cost Audit expenses	0.10	0.18
Rehabilitation Charges	73.93	72.89
Royalty & Cess	2.14	7.60
Central Excise Duty	29.48	23.25
Rent	0.93	0.77
Rates & Taxes	11.54	12.34
Insurance	0.04	0.16
Loss on Exchange Rate Variance	-	13.58
Lease Rent	-	-
Rescue/Safety Expenses	17.81	15.36
Dead Rent/Surface Rent	0.70	2.89
Siding Maintenance Charges	9.23	3.79
Land/Crops Compensation	0.08	5.69
Research & Development Exps	25.65	-
Environmental Expenses	16.74	21.08
Tree Plantation	3.65	9.14
Miscellaneous Expenses	26.73	37.62
TOTAL	580.18	655.92

Notes to Statement of Profit & Loss (Contd.)

NOTE - 31: OTHER EXPENDITURE (CONTD.)

31.1 Rehabilitation Charges

As per the decision of Ministry of Coal, an amount of ₹73.93 Crore (₹72.89 Crore) was debited to Rehabilitation expenses towards mobilisation of funds for implementation of action plan for shifting and rehabilitation, dealing with fire and stabilisation of unstable Areas at ECL and BCCL.

NOTE - 32: PRIOR PERIOD ADJUSTMENTS

	(₹ In Crore)	
	For the Year ended 31.03.2015	For the Year ended 31.03.2014
(A) Expenditure		
Sale of Coal & Coke	-	-
Stock of Coal & Coke	-	-
Other Income	-	-
Consumption of Stores & Spares	-	-
Employees Remuneration & Benefits	-	-
Power & Fuel	-	-
Welfare Expenses	-	-
Repairs	-	-
Contractual Expenses	-	-
Other Expenditure	-	-
Interest and other financial charges	-	-
Depreciation	-	0.15
Total(A)	-	0.15
(B) Income		
Sale of Coal & Coke	-	-
Stock of Coal & Coke	-	-
Other Income	-	-
Consumption of Stores & Spares	-	-
Employees Remuneration & Benefits	-	-
Power & Fuel	-	-
Welfare Expenses	-	-
Repairs	1.98	-
Contractual Expenses	-	-
Other Expenditure	-	-
Interest and other financial charges	-	-
Depreciation	-	-
Total(B)	1.98	-
TOTAL (A-B) {Charge/(Income)}	(1.98)	0.15



NOTE - 33 : SIGNIFICANT ACCOUNTING POLICIES

1.0 Accounting Convention:

Financial statements are prepared under the historical cost convention and on accrual basis of accounting and going concern concept, in accordance with the generally accepted accounting principles in India and the relevant provisions of the Companies Act, 2013 including accounting standards notified therein, except otherwise stated.

1.1 Use of estimate

In preparing the financial statements in conformity with Accounting Principles generally accepted in India, management is sometimes required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liability as at the date of financial statements and the amount of revenue and expenses during the reported period. Actual results may differ from those estimates. Any revision to such estimate is recognized in the period in which the same is determined.

2.0 Subsidies / Grants from Government:

- 2.1 Subsidies / Grants on capital account are deducted from the cost of respective assets to which they relate. The unspent amount at the Balance Sheet date, if any, is shown as current liabilities.
- 2.2 Subsidies / Grants on revenue account are credited to Statement of Profit & Loss as Other Operating Revenue and the relevant expenses are debited to the respective heads of expenses. The unspent amount at the Balance Sheet date, if any, is shown as current liabilities.

3.0 Fixed Assets:

3.1 Land:

- 3.2 Value of land includes cost of acquisition, cash rehabilitation expenses, resettlement cost and compensation in lieu of employment incurred for concerned displaced persons

3.3 Plant & Machinery:

Plant & Machinery includes cost and expenses incurred for erection / installation and other attributable costs of bringing those assets to working conditions for their intended use.

3.4 Railway Siding:

Pending commissioning, payments made to the railway authorities for construction of railway sidings are shown in Note 12 - "Long Term Loans & Advances" under Advances for Capital.

3.5 Development:

Expenses net of income of the projects / mines under development are booked to Development Account and grouped under Capital Work-in-Progress till the projects / mines are brought to revenue account. Except otherwise specifically stated in the project report to determine the commercial readiness of the project to yield production on a sustainable basis and completion of required development activity during the period of constructions, projects and mines under development are brought to revenue considering the following criteria:

- a) From beginning of the financial year immediately after the year in which the project achieves physical output of 25% of rated capacity as per approved project report, or

NOTE - 33 : SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

- b) 2 years of touching of coal, or
- c) From the beginning of the financial year in which the value of production is more than total expenses,
 - Whichever event occurs first.

4.0 Prospecting & Boring and other Development Expenditure:

The cost of exploration and other development expenditure incurred in one “Five year” plan period will be kept in Capital work-in-progress till the end of subsequent two “Five year” plan periods for formulation of projects, before it is written-off, except in the case of Blocks identified for sale or proposed to be sold to outside agency which will be kept in inventory till finalisation of sale.

5.0 Investments:

Current investments are valued at the lower of cost and fair value as at the Balance sheet date. Investments in mutual fund are considered as current investments.

Non-Current investments are valued at cost. However, when there is a decline, other than temporary, in the value of long term investment, the carrying amount is reduced to recognize the decline.

6.0 Inventories:

6.1 Book stock of coal / coke is considered in the accounts where the variance between book stock and measured stock is upto +/- 5% and in cases where the variance is beyond +/- 5% the measured stock is considered. Such stock are valued at net realisable value or cost, whichever is lower.

6.1.1 Coal & coke fines are valued at lower of cost or net realisable value.

6.1.2 By products are valued at net realisable value.

6.2 Stores & Spares:

6.2.1 The closing stock of stores and spare parts has been considered in the accounts as per balances appearing in priced stores ledger of the Central Stores and as per physically verified stores lying at the collieries/units.

6.2.2 Stock of stores & spare parts (which also includes loose tools) at Central & Area stores are valued at cost calculated on the basis of weighted average method. The year-end inventory of stores & spare parts lying at collieries / sub-stores / consuming centres, initially charged off, are valued at issue price of Area Stores, Cost / estimated cost. Workshop jobs including work-in-progress are valued at cost.

6.2.3 Stock of stationery (other than lying at printing press), bricks, sand, medicine and scrap are not considered in inventory.

6.2.4 Provisions are made at the rate of 100% for unserviceable, damaged and obsolete stores and at the rate of 50% for stores & spares not moved for 5 years.

7 Depreciation/ amortisation:

7.1 Depreciation on fixed assets is provided on straight line method on the basis of useful life specified in Schedule II of Companies Act 2013 except for assets mentioned below, for which depreciation is provided on the basis of technically estimated useful life which are lower than that envisaged as per schedule II of Companies Act, 2013 to depict a more true and fair rate of depreciation :-

**NOTE - 33 : SIGNIFICANT ACCOUNTING POLICIES (CONTD.)**

Telecommunication equipment	: 6 years and 9 years
Photocopying machine	: 4 years
Fax machine	: 3 years
Mobile phone	: 3 years
Digitally enhance cordless telephone	: 3 years
Printer & Scanner	: 3 years
Earth Science Museum	: 19 years
High volume respiratory dust samplers	: 3 years
Certain equipment /HEMM	: 7 years and 6 years as applicable.
SDL (equipment)	: 5 years
LHD (equipment)	: 6 years

- 7.2 The residual value of all assets for depreciation purpose is considered as 5% of the original cost of the asset except those item of assets covered under para 7.3.
- 7.3 In case of assets namely Coal tub, winding ropes, haulage ropes, stowing pipes & safety lamps the technically estimated useful life has been determined to be one year with a nil residual value.
- 7.4 Depreciation on the assets added / disposed of during the year is provided on pro-rata basis with reference to the month of addition / disposal, except on those assets with one year useful life and nil residual value as mention under para 7.3, which are fully depreciated in the year of their addition. These Assets are taken out from the Assets after expiry of two years following the year in which these are fully depreciated.
- 7.5 Value of land acquired under Coal Bearing Area (Acquisition & Development) Act, 1957 is amortised on the basis of the balance life of the project. Value of leasehold land is amortised on the basis of lease period or balance life of the project, whichever is earlier.
- 7.6 Prospecting, Boring and Development expenditure are amortised from the year when the mine is brought under revenue in 20 years or working life of the project whichever is less.
- 7.7 Cost of Software recognized as intangible asset, is amortised on straight line method over a period of legal right to use or three years, whichever is less; with a nil residual value.

8 Impairment of Asset:

Impairment loss is recognised wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the statement of profit and loss and carrying amount of the asset is reduced to its recoverable amount.

Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset no longer exist or have decreased.

9 Foreign Currency Transactions:

- 9.1 Balance of foreign currency transactions is translated at the rates prevailing on the Balance Sheet date and the corresponding effect is given in the respective accounts. Transactions completed during the period are adjusted on actual basis.
- 9.2 Transactions covered by cross currency swap options contracts to be settled on future dates are recognized at the rates prevailing on the Balance Sheet date, of the underlying foreign currency. Effects arising out of such contracts are taken into accounts on the date of settlement.

NOTE - 33 : SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

10 Retirement benefits / other employee benefits:

a) Defined contributions plan:

The Company has defined contribution plans for payment of Provident Fund and Pension Fund benefits to its employees. Such Provident Fund and Pension Fund are maintained and operated by the Coal Mines Provident Fund (CMPF) Authorities. As per the rules of these schemes, the company is required to contribute a specified percentage of pay roll cost to the CMPF Authorities to fund the benefits.

b) Defined benefits plans:

The liability on the Balance Sheet date on account of gratuity and leave encashment is provided for on actuarial valuation basis by applying projected unit credit method. Further the company has created a Trust with respect to establishment of Funded Group Gratuity (cash accumulation) Scheme through Life Insurance Corporation of India. Contribution is made to the said fund based on the actuarial valuation.

c) Other employee benefits:

Further liability on the Balance Sheet date of certain other employee benefits viz. benefits on account of LTA/LTC; Life Cover Scheme, Group Personal Accident Insurance Scheme, Settlement Allowance, Post Retirement Medical Benefits Scheme and compensation to dependants of deceased in mines accidents etc. are also valued on actuarial basis by applying projected unit credit method.

11 Recognition of Income and Expenditure:

Income and Expenditure are generally recognised on accrual basis and provision is made for all known liabilities.

11.1 Sales

- Revenue in respect of sales is recognised when the property in the goods with the risks and rewards of ownership are transferred to the buyer.
- Sale of coal are net of statutory dues and accepted deduction made by customer on account of quality of coal.
- The revenue recognition is done where there is reasonable certainty of collection. On the other hand, revenue recognition is postponed in case of uncertainty as assessed by management.

11.2 Dividend

Dividend income is recognized when right to receive is established.

12 Borrowing Costs

Borrowing Cost directly attributable to the acquisition or construction of qualifying assets is capitalised. Other borrowing costs are recognised as expenses in the period in which they are incurred.

13 Taxation :

Provision of current income tax is made in accordance with the Income Tax Act., 1961. Deferred tax liabilities and assets are recognised at substantively enacted tax rates, subject to the consideration of prudence, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period.

**NOTE - 33 : SIGNIFICANT ACCOUNTING POLICIES (CONTD.)****14 Provision:**

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to present value and are determined based on best estimate required to settle the obligation at the balance sheet date.

15 Contingent Liability:

Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise or a present obligation that arises from past events but is not recognised because it is not probable that an outflow of resources embodying economic benefit will be required to settle the obligations or reliable estimate of the amount of the obligations can not be made.

Contingent liabilities are not provided for in the accounts and are disclosed by way of Notes.

16 Overburden Removal (OBR) Expenses :

In open cast mines with rated capacity of one million tonnes per annum and above, cost of OBR is charged on technically evaluated average ratio (COAL:OB) at each mine with due adjustment for advance stripping and ratio- variance account after the mines are brought to revenue. Net of balances of advance stripping and ratio variance at the Balance Sheet date is shown as cost of removal of OB under the head Non - Current Assets/ Long Term Provisions as the case may be.

The reported quantity of overburden as per record is considered in calculating the ratio for OBR accounting where the variance between reported quantity and measured quantity is within the lower of the two alternative permissible limits, as detailed hereunder:-

Annual Quantum of OBR of the Mine	Permissible limits of variance	
	I	II
	%	Quantum (in Mill. Cu. Mtr.)
Less than 1 Mill. CUM	+/- 5%	0.03
Between 1 and 5 Mill. CUM	+/- 3%	0.20
More than 5 Mill. CUM	+/- 2%	-

However, where the variance is beyond the permissible limits as above, the measured quantity is considered.

17 Prior Period Adjustments and Prepaid Expenses:

Income / expenditures relating to prior period and prepaid expenses, which do not exceed ₹0.10 Crore in each case, are treated as income / expenditure of current year.

NOTE - 34: ADDITIONAL NOTES ON ACCOUNTS

1. APPLICABILITY OF ACCOUNTING STANDARDS:

a) Significant Accounting Policy:

Significant accounting policy (Note-33) has been suitably modified/ re-drafted over previous year, as found necessary to elucidate the accounting policies adopted by the Company.

b) Revenue Recognition (AS-9)

- (i) The revenue recognition has been made where there is a reasonable certainty of collection. Revenue recognition is postponed in case of uncertainty to the extent of uncertainty as assessed by the management.
- (ii) Refund / adjustment from Tax Authorities are accounted for on the basis of final assessment/ settlement.
- (iii) Recovery of the liquidated damages and penalties are accounted for on the basis of final settlement.

c) Subsidy : (AS-12) (Refer Note No. 20)

Subsidy received from Coal Controller Development Authority on account of infrastructural development have been adjusted against the relevant head of account of capital nature ₹ Nil and in case of revenue expenditure ₹4.75 Crore (₹16.35 Crore), the same is shown under other operating revenue.

d) Employee Benefits: Recognition and Measurement: (AS-15)

- (1) The year-end liability of certain other employee benefits like Gratuity, Earned Leave, Life Cover Scheme, Settlement Allowance, Group Personal Accident Insurance Scheme, Leave Travel Concession, Medical Benefits for Retired Executives, Compensation to dependents in case of mine accidental death are valued on actuarial basis. Total liability as on Balance Sheet date based on valuation made by the Actuary, details of which are mentioned below is ₹3752.21 Crore.

The Actuarial liability as on 31.03.2015

(₹ In Crore)

Head	Opening Actuarial Liability as on 01.04.2014	Incremental Liability	Closing Actuarial Liability as on 31.03.2015
Gratuity	2707.54	238.14	2945.68
Earned Leave	382.95	73.21	456.16
Half Pay Leave	76.46	5.85	82.31
Life Cover Scheme	18.61	0.07	18.68
Settlement Allowance Executives	0.63	-0.01	0.62
Settlement Allowance Non-Executives	62.37	0.96	63.33
Group Personal Accident Insurance Scheme	0.23	0.01	0.24
Leave Travel Concession	25.37	-1.12	24.25
Medical Benefits	119.93	-0.08	119.85
Compensation to dependents in case of mine accidental death	40.88	0.21	41.09
TOTAL	3434.97	317.24	3752.21



NOTE -34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

(2) Gratuity: Actuarial Assumptions:

The disclosure as per actuary's certificate for funded employee benefits for Gratuity is given below:

ACTUARIAL VALUATION OF GRATUITY LIABILITY AS AT 31.03.2015

CERTIFICATE AS PER ACCOUNTING STANDARD 15 (Revised 2005)

Table 1: DISCLOSURE ITEM 120 (c)

(₹ In Crore)

Present Value of Obligations	As at 31.03.2015	As at 31.03.2014
Present value of obligation at beginning of the year	2707.54	2874.85
Acquisition Adjustment	0.00	0.00
Interest Cost	204.69	233.10
Past Service Cost	0.00	0.00
Current Service Cost	137.00	121.34
Curtailment Cost	0.00	0.00
Settlement Cost	0.00	0.00
Benefits paid	297.65	264.99
Actuarial Gain / Loss on obligations	194.10	-256.76
Present Value of Obligations at end of the year	2945.68	2707.54

Table 2: DISCLOSURE ITEM 120 (e)

(₹ In Crore)

Fair Value of Plan Assets	As at 31.03.2015	As at 31.03.2014
Fair value of Plan Assets at beginning of the year	2908.37	2819.76
Acquisition Adjustment	0.00	0.00
Excepted Return on Plan Asset	232.66	239.68
Contributions	0.00	91.70
Benefits Paid	297.65	264.99
Actuarial Gain /Loss on Plan Asset	32.48	22.22
Fair value of Plan Asset	2875.86	2908.37

NOTE -34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)
Table 3: DISCLOSURE ITEM 120 (f)

(₹ In Crore)

Funded Status	As at 31.03.2015	As at 31.03.2014
Present Value of obligation at end of the year	2945.68	2707.54
Fair value of Plan Assets at end of the year	2875.86	2908.37
Funded Status	-69.82	200.83
Un-recognised Actuarial gain / Loss at end of the year	0.00	0.00
Net Asset (Liability) Recognised in Balance sheet	-69.82	200.83

Table 4: DISCLOSURE ITEM 120 (g)

(₹ In Crore)

Expenses Recognized in Statement of Profit & Loss	As at 31.03.2015	As at 31.03.2014
Current Service Cost	137.00	121.34
Past Service Cost	0.00	0.00
Interest Cost	204.69	233.10
Expected Return on Plan asset	232.66	239.68
Curtailment Cost	0.00	0.00
Settlement Cost / Benefit paid	0.00	0.00
Actuarial Gain/Loss Recognised in the Year	161.62	-278.98
Expense Recognised in statement of Profit /Loss	270.65	-164.22

Table 5: DISCLOSURE ITEM 120 (i)

(₹ In Crore)

Actuarial Assumptions	As at 31.03.2015	As at 31.03.2014
Mortality table	IALM(2006-08) ULTIMATE	IALM(2006-08) ULTIMATE
Superannuation age	60	60
Early retirement and disablement	10 per Thousand P.A. 6 above age 45 3 between age 29 and 45 1 below age 29	10 per Thousand P.A. 6 above age 45 3 between age 29 and 45 1 below age 29
Discount Rate	8.00%	8.50%
Inflation rate	6.25%	6.25%
Return on assets	8.00%	8.50%
Remaining working life	11 Years	12 Years
Formula used	Projected Unit Credit Method	Projected Unit Credit Method

**NOTE -34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)****Table 6: DISCLOSURE ITEM 120 (p)**

(₹ In Crore)

Movements in the Liability Recognized in Balance Sheet	As at 31.03.2015	As at 31.03.2014
Opening Net Liability	-200.83	55.09
Expenses as above	270.65	-164.22
Contributions	0.00	91.70
Closing Net Liability	69.82	-200.83
Closing Fund/Provision	2945.68	2707.54

e) Segment Reporting (AS-17)

The Company is primarily engaged in a single Segment business of production and sale of coal. The activities of production of coke and its bye-products at Dankuni Coal Complex being less than 10% of the total revenue and profit, there is no reportable primary segment identifiable in accordance with the Accounting Standard (AS-17) on Segment Reporting.

f) Related Party Disclosure (AS-18)

In view of the exemption granted to State controlled enterprises as regards related party relationship with other State controlled enterprises and there being no transaction with other related enterprises & parties, no such disclosure under the Accounting Standard (AS-18) on Related Party Disclosures is required.

g) Leases (AS-19)**i) Apollo Hospital:**

The Company in terms of License Agreement dated 19th day of March, 2001 executed with M/s Apollo Hospital Enterprises Ltd., Chennai has granted the latter a right to occupy and use the fully constructed main hospital building measuring 2,97,099.74Sq.ft. (27611.50 SqM) and the residential quarters measuring 55,333 Sq.ft. (5142.47 SqM) together with superstructures on the land such as substation building, sewerage treatment plant and pump house.

The License Agreement provides for a lease period of 30 years from the effective date of the commencement of the lease i.e November 2001.

The lease rental payable by the Apollo Hospital is accounted for as per the agreement. As per the agreement, the lease rental receivable from Apollo Hospital on the Balance Sheet date, for main hospital building is ₹4/- per Sq. ft. per month (₹4/- per Sq. ft per month) ₹1.43 Crore or 1/3rd of net profit arrived from the operation of this division of the hospital of the licensee, whichever is more and for residential quarters the rate is ₹2/- per Sq. ft. per month (₹2/- per Sq. ft per month) ₹0.13 Crore. The lease rental paid by Apollo Hospital for the year ended on Balance Sheet date accounted for is ₹1.56 Crore (₹1.56Crore) towards minimum rental.

NOTE -34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

The cost of the gross assets leased to Apollo Hospital Enterprises Ltd. furnished under the schedule of Fixed Assets is ₹31.32 Crore (₹31.32 Crore) accumulated depreciation as on Balance Sheet date is ₹8.66 Crore (₹8.25 Crore), the depreciation recognized in the Statement of Profit & Loss for the year is ₹0.41 Crore (₹0.54 Crore).

The future minimum lease rental receivable in the aggregate at the end of the year is ₹24.93 Crore (₹26.49 Crore) for each of the following periods is as under:

		(₹ in Crore)	
		As at 31.03.2015	As at 31.03.2014
(I)	Not later than one year	1.56	1.56
(II)	Later than one year and not later than five year	6.23	6.23
(III)	Later than five years and till the period of lease	17.14	18.70

No contingent rents are recognized as income in the Profit and Loss Account.

ii) Railway Siding :

- (a) The Company in terms of License Agreements dated 03.01.2007 and 16.05.2008 executed with M/s Aryan Coal Benefications Pvt. Ltd., New Delhi has granted the later a right to use the fully constructed Railway Siding Junadih No.3 at Gevra Area on lease for a period of 20 years with effect from 23.05.2006. Lease Rent ₹0.50 Crore received during the year.
- (b) The Company in terms of License Agreements dated 03.01.2007 and 16.05.2008 executed with M/s Aryan Coal Benefications Pvt. Ltd., New Delhi has granted the later a right to use the fully constructed Railway Siding Junadih No.4 at Gevra Area for a lease period of 20 years w.e.f. 23.08.1999. Lease Rent ₹0.64 Crore received during the year.
- (c) The company in terms of License agreement with M/s Gujarat State Electricity Board, Vadodara, Gujarat dated 17.10.2005 has granted the later a right to use the fully constructed Railway siding Junadih line no 5 at Gevra area for a period of 20 years with effect from 17.10.2005. Lease Rent ₹0.16 Crore received during the year.
- (d) The Company in terms of Lease Agreements dated 15.10.2007 executed with M/s Spectrum Coal and Power Limited (Formerly known as STCLI Coal Washery Limited) has granted the later a right to use the fully constructed Railway Siding line no. 2 for an applied lease period of 30 years w.e.f Oct 2007 vide letter no. 13-14/81 dated 18.07.14. Lease Rent ₹1.09 Crore received during the year.

Leased out Assets to M/s Aryan Coal Benefications Pvt. Ltd. and M/s Gujarat State Electricity Board valued ₹7.13 Crore (₹7.13 Crore) and accumulated depreciation as on Balance Sheet date is ₹6.73 Crore (₹6.65 Crore), the depreciation recognized in the Statement of Profit & Loss for the year is ₹0.08 Crore (₹0.08 Crore).

Leased out Assets to M/s Spectrum Coal and Power Limited (Formerly known as STCLI Coal Washery Limited) ₹15.74 Crore and accumulated depreciation as on Balance Sheet date is ₹8.49 Crore.



NOTE - 34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

The future minimum lease rental receivable in the aggregate at the end of the year is ₹34.73 Crore (₹37.12 Crore) for each of the following periods is as under:

(₹ in Crore)

Period	As at 31.03.2015					As at 31.03.14
	Junadih Sdg -3 (a)	Junadih Sdg -4 (b)	Junadih Sdg -5 (c)	Line No 2 (d)	Total	
Not later than one year	0.50	0.64	0.16	1.09	2.39	2.39
Later than one year and not later than five year	2.50	1.92	0.80	5.45	10.67	10.67
Later than five years and till the period of lease	2.50	0.00	0.64	18.53	21.67	24.06

No contingent rents are recognized as income in the Profit and Loss Account.

iii) Land:

The Company in terms of Lease Agreements executed with M/s Spectrum Coal and Power Limited (Formerly known as STCLI Coal Washery Limited) has granted the later a right to use the land for construction of washery and siding facilities at Dipka Project on lease for a period of 30 years with effect from 30.03.2008. Lease Rent ₹0.82 Crore received during the year.

Leased out Assets to M/s Spectrum Coal and Power Limited (Formerly known as STCLI Coal Washery Limited) valued ₹ 0.52 Crore for Land and accumulated depreciation as on Balance Sheet date is ₹ 0.30 Crore.

The future minimum lease rental receivable in the aggregate at the end of the year is ₹19.68 Crore (₹20.50 Crore) for each of the following periods is as under:

(₹ in Crore)

		As at 31.03.2015	As at 31.03.2014
(I)	Not later than one year	0.82	0.82
(II)	Later than one year and not later than five year	4.10	4.10
(III)	Later than five years and till the period of lease	14.76	15.58

No contingent rents are recognized as income in the Profit and Loss Account.

iv) Dankuni Coal Complex

Coal India Ltd. (Holding Company) has given on lease land, building and structures, plant and machinery of Dankuni Coal Complex at Kolkata from 01.04.1995, with absolute right to manufacture, sell its products including gas and bye-products. The lease rent payable from 01.04.2011 onward to Coal India Ltd. is ₹1.00 per annum.

NOTE - 34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)
h) Earning Per Share (AS-20)

		For the year ended 31.03.2015	For the year ended 31.03.2014
(i)	Profit after Tax (₹ In Crore)	3659.93	4772.30
(ii)	Profit attributable to Equity Shareholders (₹ In Crore)	3659.93	4772.30
(iii)	No. of Equity Shares for Basic & diluted EPS	3597000	3597000
(iv)	Nominal value of Equity share (₹)	1000.00	1000.00
(v)	Basic & Diluted Earnings per Share (₹)	10174.95	13267.45

i) Accounting for Taxes on Income (AS-22)

- (i) Deferred Tax Assets and Liability are being offset as they relate to Taxes on income levied by the same governing taxation laws.
- (ii) Deferred Tax Asset / (Liability) as at 31st March, 2015 and as at 31st March, 2014 is given below:-
(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Deferred Tax Liability:		
Related to Fixed Assets	77.79	177.93
Deferred Tax Asset:		
Provision for doubtful Debts, claims, etc.	197.23	195.64
Employee separation and retirement	166.58	45.91
Others	(13.86)	(23.74)
Total deferred tax Assets	349.95	217.81
Net Deferred Tax Asset/ (Deferred Tax Liability) :	272.16	39.88

j) Impairment of Assets (AS-28)

During the year, the impairment loss of assets of ₹1.34 Crore (₹0.61 Crore) in respect of continuous loss making mines is debited to Statement of Profit & Loss.

k) Contingent Liabilities, Commitments and Contingent Assets (AS-29)
i) Contingent Liabilities:

- i) Following suits are pending against the company at different forums. The financial impact, wherever available has been taken under contingent liabilities below, however, for other cases, management does not see any considerable impact on the financial position of the Company.

Courts	No. of cases
Supreme Court	35
High Court CG/ Jabalpur	1459
District Courts	701
CGIT	265
Other Forums	289



NOTE - 34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

(₹ In Crore)

SL No	Particulars	As on 31.03.2015	As on 31.03.2014
1	Income Tax – appeals filed by the Income Tax Deptt. before the ITAT for the assessment years from 1998-99 to 2010-11.	1437.76	1275.91
2	Income Tax – appeals filed before the CIT(Appeals) for the assessment years from 2007-08 to 2013-14 (Amount deposited under protest)	1550.76	567.62
3	Income Tax – appeals filed before the ITAT for the assessment years from 1997-98 to 2010-11. (Amount deposited under protest)	1146.59	633.24
4	Service Tax- appeal filed by the Deptt. before the High Court, CG related to GTA (demand ₹17.64 Crore and paid ₹4.86 Crore)	17.64	0.00
5	Service Tax – appeals filed before the CESTATE, New Delhi on various issues	502.04	17.64
6	Service Tax – appeals filed before the CCE/DC/ JCE, Raipur/ Bhopal/ Jabalpur on various issues.	248.44	450.66
7	Central Excise – appeals filed before CESTATE, New Delhi related to excise duty on royalty & other taxes. (₹249.81 Crore deposited under protest)	427.05	398.38
8	Central Excise – appeals filed before CCE Raipur/ Jabalpur on various issues (₹0.01 Crore deposited under protest)	4.94	7.51
9	Entry Tax, Sales Tax, CST, VAT- appeals filed before Tribunal/ High Court. (₹97.38 Crore deposited under protest)	117.04	91.19
10	Suits against the Company filed by Contractors & others pending before Arbitration/ Courts.	221.55	182.92
11	Suits against the Company by Employees & others pending before ALC, RLC and various Courts.	23.03	22.51
12	Forest Deptt. & other land matters- demands raised but not acknowledged as debts	93.29	91.67
13	Trade Receivables- claims not acknowledged as debts and suits against the Company.	287.07	288.20

- ii) Outstanding letters of Credits as on Balance Sheet date amounted to ₹109.50 Crore (₹118.96 Crore).
- iii) The Company has given Bank Guarantees of ₹1.60 Crore (₹1.25 Crore) for which there is a floating charge on Current Assets of the Company.

NOTE - 34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

- iv) In absence of notification of rules by the Central / State Government, the effects of the provisions of the Mines and Minerals (Development and Regulation) Amendment Act, 2015 has not been considered in the Accounts.

II) Commitments:

- (i) The amount remaining to be executed on capital account not provided for is ₹459.17 Crore (₹706.16 Crore).
- (ii) The amount remaining to be executed on revenue account not provided for is ₹1538.78 Crore (₹1824.29 Crore).

III) Contingent Assets:

- i) A sum of ₹12.26 Crore (₹10.16 Crore) are kept in the Company's custody as Securities in the form of Fixed Deposit Receipt received from the suppliers, contractors etc.. Further, Bank Guarantees worth ₹1433.14 Crore (₹1291.63 Crore) have also been taken from Debtors as security for supply of coal and from suppliers & contractors for execution of works/supply etc. which have not been accounted for.
- ii) Certain forged / extra payments of TA Bills were found in Hasdeo Area. On detailed checking by the Internal Audit Department/ Vigilance Department the extra/ irregular payment for the years 2005-06 to July 2012 of about ₹0.37 Crore on account of TA Bills has been detected. Departmental action has already been initiated against the erring staff and the involved persons i.e one Cashier and one Cost Assistant have been suspended. Based on this investigation payment of such forged TA bills is still under investigation.
- iii) One fraud case has been cropped up at Sohagpur Area in respect of salary/ wages billing by a clerk amounting to ₹0.16 Crore, out of which ₹0.09 Crore has been deposited by him. Balance amount is not recovered till date. The case is under investigation.
- iv) Excess payment is reported to be made to a security agency at Bishrampur Area & Korba Area amounting to ₹1.21 Crore & ₹0.32 Crore respectively. The cases are under investigation.
- v) Irregularities in deployment of OB Contractor at Bishrampur Area and payment involving ₹0.28 Crore. The case is under investigation.

2(a) VALUE OF IMPORTS ON CIF BASIS:

(₹ in Crore)

Details	Current Year 2014-15	Previous Year 2013-14
Raw Material	NIL	NIL
Components, Stores & Spare Parts	38.45	167.37
Capital Goods		



NOTE - 34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

2(b) TOTAL CONSUMPTION OF STORES (Refer Note No. 22)

(₹ in Crore)

Details	Current Year 2014-15		Previous Year 2013-14	
	Amount ₹ in Crore	% of Total Consumption	Amount ₹ in Crore	% of Total Consumption
Imported	6.41	0.38	14.39	0.90
Indigenous	1662.93	99.62	1581.25	99.10
Total	1669.34	100.00	1595.64	100.00

2 (c). EXPENDITURE INCURRED IN FOREIGN CURRENCY ON ACCOUNT OF:

(₹ in Crore)

Details	Current Year 2014-15	Previous Year 2013-14
Traveling Expenses	0.02	0.07
Others	14.55	0.18

3. DIRECTORS' REMUNERATION:

(₹ In Crore)

Details	Current Year 2014-15	Previous Year 2013-14
Whole-Time Directors :		
(i) Salary	0.73	0.70
(ii) Company's Contribution to Provident Fund, Other Funds	0.07	0.07
(iii) Medical Benefits	0.00	0.08
For Part-Time Directors :		
(iv) Sitting Fees	0.00	0.13

4. BALANCE CONFIRMATION

Balance confirmation/ reconciliation is carried out for all bank balances; all major loans & advances, Trade Receivables, long term liabilities and current liabilities. Provision is taken against all doubtful unconfirmed balances.

NOTE - 34: ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

5. USE OF ESTIMATE

In preparing the financial statements in conformity with accounting principles generally accepted in India, management is sometimes required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liability as at the date of financial statements and the amount of revenue and expenses during the reported period. Actual results may differ from those estimates. Any revision to such estimate is recognized in the period in which the same is determined.

6. PREVIOUS YEAR'S FIGURES

Previous Year's figures have been regrouped and rearranged wherever considered necessary. Figures in the parentheses relating to the Notes/Additional Notes of Balance sheet and Statement of Profit & Loss correspond to 12 month period of the previous year.

Notes 1 to 19 form part of the Balance Sheet as at 31st March, 2015 and Note 20 to 32 form part of Statement of Profit & Loss for the year ended on that date. Note-33 represents Significant Accounting Policies and Note-34 represents Additional Notes on the Accounts.

Signature to Note 1 to 34.

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner
 Membership No. 058409

Date : 24.05.2015
 Place: New Delhi



**FINANCIAL
STATEMENTS**
[Consolidated]

45
400
350
300
250
200

23.25	15
0.00	1412.65
0.00	2451.3
176.31	145
106.56	
23.25	
106.56	
203.15	
0	



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 South Eastern Coalfields Limited for the year ended 31st March, 2015

The preparation of consolidated financial statements of South Eastern Coalfields Limited for the year ended 31st March, 2015 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor general of India under section 139(5) read with section 129(4) of the Act is 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 04.06.2015.

I, on the 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 South Eastern Coalfields Limited for the year ended 31st March, 2015. We conducted a supplementary audit of the financial statements of South Eastern Coalfields Limited, but did not conduct supplementary audit of the financial statements of Chhattisgarh East Railway Limited and Chhattisgarh East-West Railway 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



(Yashodhara Ray Chaudhuri)

Principal Director of Commercial Audit &
Ex-officio Member, Audit Board-II
Kolkata

Kolkata

Dated: 11.06.2015



Independent Auditors' Report

To The Members of South Eastern Coalfields Limited

This Audit Report supersedes the earlier report dated 24.05.2015 and is being revised as per the direction of Comptroller and Auditor General of India vide his letter no. 252/CCL/CAR/PDCA_Corres/A/cs/2014-15 dated 03.06.2015.

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of "SOUTH EASTERN COALFIELDS LIMITED" (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2015, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated 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 and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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 financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated 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 on 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due

to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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, of the consolidated state of affairs of the Group as at 31st March, 2015, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Other Matter

We did not audit the financial statements of 2 subsidiaries, whose financial statements reflect total assets of ₹143.53 Crore as at 31st March, 2015, total revenues of ₹4.55lacs and net cash flows amounting to ₹6.61 Crore for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by the other auditors whose reports have been furnished to us by the management, and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the report of such 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 reports of the other auditors.

Report on Other Legal and Regulatory Requirements

- 1 As required by section 143 (5) of the Act, we give in the Annexure – I, a statement on the Directions issued by the Comptroller and Auditor General of India after complying the suggested methodology of Audit, the action taken thereon and its impact on the accounts and financial statements of the group.
- 2 As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, based on the comments in the auditor's reports of the Holding company and subsidiary companies, we give in the Annexure – II a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 3 As required by section 143 (3) of the Act, we report, to the extent applicable, 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 aforesaid consolidated financial statements.



- b. In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2015, taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, none of the directors of the Group companies is disqualified as on 31st March, 2015, from being appointed as a director in terms of section 164(2) of the Act.
- f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the group in its financial statements – Refer Note – “Contingent Liabilities” under Note - 34 (3) (k) to the consolidated financial statements.
- ii) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies.

For R. Gopal & Associates

Chartered Accountants
Firm's registration No.:000846C

Sd/-

CA. S. Agarwal

(Partner)

Membership No. 058409

Place : Bhubaneswar

Date : 04.06.2015

Annexure to the Independent Auditors' Report

The Annexure - I referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" of our Independent Auditor's Report to the member of the Company on the standalone financial statements for the year ended 31st March, 2015, we report that:

Report on Directions under section 143(5) of Companies Act 2013 in respect of M/s South Eastern Coalfields Ltd. for the year 2014-15

Sl No.	Direction	Action taken & Auditor's Reply	Impact on Accounts and financial statements
1	If the Company has been selected for disinvestment, a complete status report in terms of valuation of Assets (including intangible assets and land) and Liabilities (including Committed & General Reserves) may be examined including the mode and present stage of disinvestment process.	No such disinvestment during the year.	There is no impact on the financial statements.
2	Please report whether there are any cases of waiver/ write off of debts/loans/ interest etc., if yes, the reasons there for and the amount involved.	No waiver/ write off of debts/ loans/ interest etc. during the year.	There is no impact on the financial statements.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	No such cases were noticed during the audit.	There is no impact on the financial statements.
4	A report on age-wise analysis of pending legal/ arbitration cases including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.	Pending Legal/ Arbitration cases are 2749 (Age: 0-1 year 203, 1-5 year 1323 & beyond 5 year 1223) and are pending for hearing before various forums and the same has been shown under Contingent liabilities. Legal Department of the company is monitoring all cases and having paneled advocates for presenting the cases before various forums. Legal expenses incurred by the company commensurate with the volume and nature of issues involved.	Company has disclosed the analysis under major heads and impact thereof on financial statements - Refer Note - "Contingent Liabilities" under Note-34(1)(k) to the financial statements.



Report on Additional directions under section 143(5) of the Companies Act, 2013 in respect of M/s South Eastern Coalfields Ltd. for the year 2014-15

SI No.	Additional direction	Action taken & Auditor's Reply	Impact on accounts and financial statements
i	Provisioning done in case of unpaid amount on GCV issues may be examined. Latest GCV dues position of concerned subsidiaries of CIL as on 31.03.2015 is required to be examined. It may also be confirmed whether the annual accounts have been prepared/maintained as per the New Companies Act 2013.	As per the information and explanations given to us, there is no such outstanding for provision regarding GCV issue. Annual Accounts have been prepared/ maintained as per the Companies Act, 2013.	There is no impact on the financial statements.
ii	Valuation of inventories with compliance to Accounting Standard-2 in entirety:		
	a) Whether stock measurement was done keeping in view the contour map. Whether physical stock measurement reports are accompanied by contour map in all cases? Whether new heap, if any, created during the year has got the approval of the competent authority?	Yes, stock measurement was done keeping in view the contour map and physical stock measurement reports are accompanied by contour map. 15 heaps created during the year has got the approval of competent authority.	There is no impact on the financial statements.
	b) Whether there is age wise analysis of non-vendable stock of coal? Is there any substantial variance (beyond +/- 5%) found on measurement of non-vendable stock of coal? If yes, has it been properly recorded with reasons? Whether valuation of such stock was as per the laid down accounting practice by the competent authority.	No such case of non-vendable stock of coal were noticed during the audit.	There is no impact on the financial statements.
	c) As per the new policy adopted by CIL as well as Government of India, HSD is to be procured at the projects/mines at bulk rate. Whether the contractors who are purchasing diesel at bulk rate are allowed price escalation at bulk rate instead of retail rate.	The Company is procuring HSD at Bulk Rates for its own consumption. No diesel is issued to the contractors by the Company. Escalation is payable on the retail rates of diesel as the estimates are prepared based on retail rates.	The impact on the financial statements is not ascertainable.
	d) Whether provisions in Consolidated Financial Statement (CFS) under the New Companies Act 2013 are made with a view to representing true and fair view of financial condition and operating result of the business entity.	Consolidated financial statement has been prepared in accordance with applicable AS.	There is no impact on the financial statements.

Sl No.	Additional direction	Action taken & Auditor's Reply	Impact on accounts and financial statements
	e) Special emphasis should be given to satisfy that the CFS has been prepared in accordance with the AS 21, 23 and 27.	Complied with.	There is no impact on the financial statements.
iii	It may be verified that the capital expenditure incurred on assets not belonging to the company has been properly identified and accounted for as per established accounting principles.	As per the information and explanations provided to us, no such cases were noticed during the year.	There is no impact on the financial statements.
iv	Special emphasis on compliance with respect to observations / comments raised by Statutory Auditors/Govt. Auditors in 2013-14 and also in the Review Report on Half Yearly Accounts for the year 2014-15.	Observations made by govt. auditors during 2013-14 and review report on half yearly accounts for 2014-15 has been complied with.	Financial impact not ascertainable.
v	It may be verified that the third party confirmation on debtors, creditors, bank balances, account receivable, account payable and loans and advances have been done in full? If not, party-wise including percentage of such unconfirmed amount may also be reported. Similarly, whether separate Escrow Fund Accounts have been opened/maintained or earmarked in the Bank in CIL and its subsidiaries, for the specific purpose.	The company periodically obtains and reconciles balances of sundry debtors fully in respect of credit sales. Confirmation for all bank balances are obtained by the Company. Loan is given to a subsidiary, confirmation thereof is taken. Other loans i.e. House Building Advance, Motor Car advance relates to the employees and recoveries are being made regularly as per rules of the company and no confirmation is obtained in this regard. There is no system of obtaining confirmation from trade payables and advance from customers against cash sales. Separate Escrow accounts for each Mine for Mine Closure has been opened by the Company.	Impact of unconfirmed balances on the financial statements is not ascertainable.

For R. Gopal & Associates

Chartered Accountants

Firm's registration No.:000846C

Sd/-

CA. S. Agarwal

(Partner)

Membership No. 058409

Place : Bhubaneswar

Date : 04.06.2015



The Annexure - II referred to in paragraph - 2 of "Report on Other Legal and Regulatory Requirements" of our Independent Auditor's Report to the member of the Company on the standalone financial statements for the year ended 31st March, 2015, we report that:

- i) (a) The Group has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets. However, only quantitative records are maintained for assets taken over on nationalization.
- (b) Fixed Assets have been physically verified by the management as per the policy of the group which seems to be reasonable having regard to the size of the group and the nature of its business. No material discrepancies have been noticed as confirmed by the Management.
- ii) (a) As explained to us, inventories have been physically verified by the management at regular intervals during the year.
- (b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the group and nature of its business.
- (c) The group has maintained proper records of inventory. No material discrepancies were noticed on physical verification.
- iii) As per the information and explanations given to us, the group has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly, the provisions of clauses 3(iii)(a) and 3(iii)(b) of the Order are not applicable to the company.
- iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the group and the nature of it's business for the purchases of inventory, fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weakness in the internal control system.
- v) In our opinion and according to the information and explanations given to us, the group has not accepted any deposits from the public.
- vi) We have broadly reviewed the cost records maintained by the group as prescribed by the Central Government under section 148(1) of the Companies 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.
- vii) (a) According to the information and explanations given to us, the group is regular in depositing undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Duty of Excise, Value Added Tax, Cess, Entry Tax and other statutory dues with the appropriate authorities. There were no undisputed statutory dues outstanding as on 31.03. 2015 for a period of more than six months from the date they became payable.

(b) The particulars of disputed statutory dues as on 31st March, 2015 are as follows:

Name of the Area	Name of the Statute	Nature of the dues	Amount (₹ in Crore)	Period to which relates	Forum where dispute is pending
Chirimiri	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.10	1987-88,88-89, 98-99 to 02-03	CG Taxation Tribunal (Raipur)
	Central Sales Tax Act 1956	CST	0.34	2000-01 & 2001-02	High Court, Bilaspur
	CG Municipalities Act, 1961	Terminal Tax	3.48	2004-05 to 2013-14	High Court, Bilaspur
Jamuna & Kotma	MPGATSVA, 2005	MP Sadak Vikas Kar	20.20	2005 to 2013-14	Hon'ble Supreme Court of India
	MP Municipalities Act, 1961	Terminal Tax	18.00	2005-06 to 2013-14	Hon'ble Supreme Court of India
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	2.31	1993-94 to 2010-11	Addl/ Dy. Commissioner of CT
	Central Sales Tax Act 1956	Central Sales Tax	8.45	1997 to 2011-12	Addl/ Dy. Commissioner of CT
	MP VAT Act, 2002	State Sales Tax /VAT	0.23	2006 to 2009-10	Addl/ Dy. Commissioner of CT
Johilla	MPGATSVA, 2005	MP Sadak Vikas Kar	15.23	2004-05 to 2013-14	Hon'ble Supreme Court of India
	MP Municipalities Act, 1961	Terminal Tax	11.03	Sept, 04 to March, 14	Hon'ble Supreme Court of India
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	6.17	2001-02 to 2013-14	Addl/ Dy. Commissioner of CT
	Central Sales Tax Act 1956	Central Sales Tax	0.37	98-99,01-02,04-05, 05-06, 06-07, 09-10,11-12	Addl/ Dy. Commissioner of CT
	MP VAT Act, 2002	State Sales Tax /VAT	0.19	2003-04 to 2013-14	Addl/ Dy. Commissioner of CT
Sohagpur	MPGATSVA, 2005	MP Sadak Vikas Kar	24.25	2004-05 to 2013-14	Hon'ble Supreme Court of India
	MP Municipalities Act, 1961	Terminal Tax	55.51	Sept, 04 to March, 14	Hon'ble Supreme Court of India
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	9.88	1997-98 to 2013-14	Addl/ Dy. Commissioner of CT
	Central Sales Tax Act 1956	Central Sales Tax	11.20	1997-98 to 2012-13	Addl/ Dy. Commissioner of CT
	M.P. Commercial Tax Act, 1994 / M.P. VAT Act 2002	State Sales Tax /VAT	5.27	1997-98 to 2013-14	Addl/ Dy. Commissioner of CT
Bishrampur	M.P. Commercial Tax Act, 1994 / C.G. VAT Act, 2005	Sales Tax	0.40	94-95, 96-97 to 98-99, 01-02, 02-03, 05-06	Appellate Authority
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	1.87	94-95 to 03-04	Appellate Authority



Name of the Area	Name of the Statute	Nature of the dues	Amount (₹ in Crore)	Period to which relates	Forum where dispute is pending
Hasdeo	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.10	1990-91, 95-96, 99-00, 00-01, 02-03, 04-05 to 13-14	CG Taxation Tribunal (Raipur)
	M.P. General Sales Tax Act, 1956 / M.P. / C.G. Commercial Tax Act, 1994	Sales Tax	0.28		CG Taxation Tribunal (Raipur)
	MP Municipalities Act, 1961 / CG Municipalities Act, 1961	Terminal Tax	82.13		High Court, MP
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.38		MP Appellate Tribunal
	Central Sales Tax Act 1956	CST	5.04		MP Appellate Tribunal/ MP High Court
	MP VAT Act, 2002 / CG VAT Act, 2005	VAT	2.04		MP Appellate Tribunal
Baikunthpur	M.P. General Sales Tax Act, 1956 / C.G. Commercial tax Act, 1994 / C.G. VAT Act, 2005	Sales Tax	1.57	92-93, 95-96, 98-99, 00-01 to 03-04, 05-06, 06-07 & 07-08 & 2008-09 to 2012-13	Before different Authorities
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	1.44	92-93, 95-96, 98-99, 00-01 to 03-04, 05-06, 06-07 & 07-08	Before different Authorities
Bhatgaon	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.85	98-99, 02-03, 03-04	Appellate Authority
CWS-CS Korba	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.06	2000-01	Tribunal, Raipur
		Entry Tax	0.13	2004-05	Tribunal, Raipur
		Entry Tax	0.63	2014-15	Additional CommBilaspur
Gevra	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	53.51	1983-84, 90-91 to 04-05	Tribunal, Raipur
	Central Sales Tax Act 1956	Central Sales Tax	1.20	1997-98	Tribunal, Raipur
	Central Sales Tax Act 1956	Central Sale Tax	0.49	1999-00 & 2005-06	Tribunal, Raipur
	M.P. General Sales Tax Act, 1956	CGCT	0.01	1999-00	Tribunal, Raipur
Raigarh	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.12	1999-00	Tribunal, Raipur
		Entry Tax	0.14	2001-02	ACCT, Raigarh
Korba Area	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhiniyam, 1976	Entry Tax	0.34	1981-82	Tribunal, Raipur
		Entry Tax	0.02	1992-93	ACCT, Korba
		Entry Tax	0.03	2002-03	ACCT, Korba
		Entry Tax	0.15	2004-05	ACCT, Korba
	M.P. General Sales Tax Act, 1956	Sales Tax	0.02	1991-92	ACCT, Raipur

Name of the Area	Name of the Statute	Nature of the dues	Amount (₹ in Crore)	Period to which relates	Forum where dispute is pending
DCC	Central Excise Act, 1944	Excise duty	2.10	Sep-2000 to March, 2002	CESTAT(Tribunal), Kolkata
	Central Excise Act, 1944	Excise duty	7.14	Sep-1996 to March, 2000	High Court, Kolkata
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhinyam, 1976	Entry Tax	2.14	FY 2012-13 to FY 2014-15	High Court, Kolkata
Kusmunda	C.G. Commercial Tax Act, 1994	Sales Tax	0.07	1994-95	Tribunal, Raipur
	MP/CG Sthaniya Ksetra me Mal ke Pravesh Par Kar Adhinyam, 1976	Entry Tax	0.02	2001-02	Tribunal, Raipur
HQ (For Areas)	Finance Act, 1994	Service Tax	750.48	01.01.05 to 30.04.06, 01.10.04 to 30.11.09, 01.12.09 to 30.06.10, 01.07.10 to 31.03.11, 01.04.11 to 31.03.12	Commissioner (appeals) / CESTAT
	Central Excise Act, 1944	Excise	182.17	01.03.11 to 28.02.13	CESTAT/ Comm. CCE
TOTAL			1289.28		

(c) According to the information and explanations given to us, the Group is not required to transfer any amount to investor education and protection fund in accordance with relevant provisions of Companies Act, 1956 and rules made thereunder.

- viii) The Group does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year and since the two subsidiaries companies of the group has been registered for less than five years hence this clause is not applicable.
- ix) According to the information and explanations given to us the group has not defaulted in repayment of dues to financial institution or bank or debenture holders.
- x) According to the information and explanations given to us the group has not given any guarantee for loans taken by others from Banks or Financial Institutions.
- xi) According to the information and explanations given to us, no term loans have been availed by the group during the year.
- xii) According to the information and explanations given to us fraud of ₹1.97 crore has been noticed during the year by the management - Refer Note – (iii) (iv) and (v) of “Contingent Assets” under Note 34 (3) (k) to the consolidated financial statements.

For R. Gopal & Associates
 Chartered Accountants
 Firm's Registration No.:000846C

Sd/-
CA. S. Agarwal
 (Partner)

Membership No. 058409

Place : Bhubaneswar
 Date : 04.06.2015



Consolidated Balance Sheet

As at 31st March, 2015

(₹ In Crore)

	Note No.	As at 31.03.2015	As at 31.03.2014
I EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
a) Share Capital	1	359.70	359.70
b) Reserves & Surplus	2	9,184.18	9,688.04
c) Money Received against Share Warrants		- 9,543.88	- 10,047.74
(2) Share Application money pending allotment			
(3) Non-Current Liabilities			
a) Long Term Borrowing	3	30.60	-
b) Deferred Tax Liabilities (Net)		-	-
c) Other Long Term Liabilities	4	828.06	757.65
d) Long Term Provisions	5	7,456.52	8,315.18
(4) Minority Interest			
		2.23	-
(5) Current Liabilities			
a) Short Term Borrowings	6	-	-
b) Trade Payables	7	107.27	96.65
c) Other Current Liabilities	8	4,149.75	3,026.12
d) Short Term Provisions	9	1,259.66	5,516.68
Total		23,377.97	22,217.86
II ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
i) Tangible Assets - Gross Block	10A	8,378.89	7,303.16
Less : Depreciation, Impairment & Provisions		4,708.83	4,131.81
Net Carrying Value		3,670.06	3,171.35
ii) Intangible Assets - Gross Block	10A	566.62	529.87
Less : Depreciation, Impairment & Provisions		324.97	300.67
Net Carrying Value		241.65	229.20
iii) Capital Work-in-Progress	10B	566.10	827.60
iv) Intangible Assets under Development	10C	689.05	602.39

Consolidated Balance Sheet (Contd.)

(₹ In Crore)

	Note No.	As at 31.03.2015	As at 31.03.2014
(b) Non-Current Investments	11	-	123.16
(c) Deferred Tax Assets (Net)		272.16	39.88
(d) Long Term Loans & Advances	12	381.98	275.09
(e) Other Non-Current Assets	13	109.10	56.22
(2) Current Assets			
(a) Current Investments	14	123.16	178.21
(b) Inventories	15	1,332.09	1,005.13
(c) Trade Receivables	16	2,277.71	1,336.78
(d) Cash & Bank Balance	17	10,080.01	10,941.96
(e) Short Term Loans & Advances	18	2,919.63	2,161.85
(f) Other Current Assets	19	715.27	1,269.04
Total		23,377.97	22,217.86
Significant Accounting Policies	33		
Additional Notes on Accounts	34		

The Notes referred to above form an integral part of Balance Sheet

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner
 Membership No. 058409

Date : 24.05.2015
 Place: New Delhi



Consolidated Statement of Profit & Loss

For the year ended 31st March, 2015

(₹ In Crore)

	Note No.	For the year ended 31.03.2015	For the year ended 31.03.2014
INCOME			
I			
Revenue From Operations			
A.			
Sale of Coal, Coke etc.	20	22,004.53	22,204.14
Less :			
Excise Duty		1,152.23	1,274.10
Other Levies		4,557.32	4,073.44
Net Sales		16,294.98	16,856.60
B.			
Other Operating Revenue (Net)		336.49	268.14
Revenue From Operations (A+B)		16,631.47	17,124.74
II			
Other Income	21	1,447.68	1,469.51
III Total Revenue (I+II)		18,079.15	18,594.25
IV EXPENSES			
Cost of Material Consumed	22	1,669.34	1,595.64
Purchase of Stock-in-trade		-	-
Change in inventories of finished goods, work-in-progress and Stock-in-trade	23	(316.95)	(160.02)
Employee benefit expenses	24	6,511.58	5,899.01
Power & Fuel		580.94	539.26
Corporate Social Responsibility Expenses	25	40.43	44.54
Repairs	26	193.47	189.96
Contractual Expenses	27	1,885.50	1,562.39
Finance Costs	28	0.55	6.40
Depreciation/Amortization/Impairment		616.47	429.33
Provisions	29	54.48	(85.82)
Write Offs	30	-	-
Overburden Removal Adjustment		605.55	714.83
Other Expenditure	31	580.31	656.18
Total Expenses		12,421.67	11,391.70
V Profit before prior period, exceptional and extraordinary items and tax (III-IV)		5,657.48	7,202.55
VI			
Prior Period Adjustment {Charges/(Incomes)}	32	(1.98)	0.15
VII			
Exceptional Items		-	-
VIII			
Profit before extraordinary items and tax (V-VI-VII)		5,659.46	7,202.40
IX			
Extraordinary Items		-	-
X Profit before Tax (VIII-IX)		5,659.46	7,202.40

Consolidated Statement of Profit & Loss (Contd.)

(₹ In Crore)

	Note No.	For the year ended 31.03.2015	For the year ended 31.03.2014
XI Less : Tax Expense			
- Current year		2,121.41	2,296.90
- Deferred Tax		(232.28)	120.70
- Earlier years		110.48	12.78
XII Profit for the Year from continuing operations (X-XI)		3,659.85	4,772.02
XIII Profit from discontinuing operations		-	-
XIV Tax expenses of discontinuing operations		-	-
XV Profit from discontinuing operations (after tax) (XIII-XIV)		-	-
XVI Profit for the year before adjustment for Minority Interest (XII-XV)		3,659.85	4,772.02
XVII Add: Share of (Profit) / Loss transferred (to) / from Minority Interest		(0.09)	(0.04)
XVIII Profit for the year after adjustment for Minority Interest (XVI-XVII)		3,659.94	4,772.06
XIX Earning per equity share (in ₹)			
(Face Value of ₹ 1000/- per share)			
(1) Basic		10,174.98	13,266.78
(2) Diluted		10,174.98	13,266.78
Significant Accounting Policies	33		
Additional Notes on Accounts	34		

The Notes referred to above form an integral part of Profit & Loss Account.

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner
 Membership No. 058409

Date : 24.05.2015

Place: New Delhi



Consolidated Cash Flow Statement (Indirect Method)

For the year ended 31st March, 2015

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Profit before tax	5659.46	7202.40
Adjustment for:		
Depreciation & Impairment of Fixed Assets	616.47	429.48
Interest Income	(1220.14)	(1049.82)
Dividend from Mutual Fund Investments	(61.10)	(47.13)
Interest expense	0.55	2.95
OBR adjustment	605.55	714.83
Profit/Loss on Sale of Assets [Net]	(1.02)	(2.20)
Provision for Capital WIP and P&M in Stores	(1.48)	0.58
Exchange Rate Fluctuation	0.00	13.58
Operating profit before Current / Non-Current Assets and Liabilities	5598.29	7264.67
Adjustments for :		
Trade Receivable	(940.93)	13.51
Inventories	(326.96)	(184.29)
Short/Long term Loans / Advances & Other Current Assets	374.28	9.51
Short/Long term Liabilities and Provisions	1307.65	232.59
Gratuity, leave encashments & Other Employees Benefit	376.37	159.21
Cash generated from operations	6388.70	7495.20
Income Tax paid / refund	(2986.41)	(2882.05)
Interest paid	(0.55)	(0.47)
Net Cash Flow from Operating Activities (A)	3401.74	4612.68
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(1095.35)	(889.76)
Proceeds from sale of equipment	8.43	7.39
Proceeds/(Purchase) of Investments including Fixed Deposit and Mutual Funds	788.89	(135.00)
Interest received on Fixed Deposit	1213.04	1021.80

Consolidated Cash Flow Statement (Contd.)

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Interest pertaining to Investments	23.56	34.04
Dividend from Mutual fund Investments	61.10	47.13
Net Cash Flow from Investing Activities (B)	999.67	85.60
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Borrowings/ Repayment of Borrowings	30.00	(267.56)
Interest & Finance cost pertaining to Financing Activities	0.00	(2.48)
Dividend paid	(3941.57)	(3444.63)
Dividend Tax paid	(741.11)	(585.41)
Net Cash used in Financing Activities (C)	(4652.68)	(4300.08)
Net Increase/Decrease in Cash & Bank Balances (A+B+C)	(251.27)	398.20
Cash and cash equivalent (Opening Balance)	2547.14	2148.94
Cash and cash equivalent (Closing Balance)	2295.87	2547.14

(All figures in bracket represent outflow)

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner
 Membership No. 058409

Date : 24.05.2015
 Place: New Delhi



Notes To Consolidated Balance Sheet

NOTE - 1: SHARE CAPITAL

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Authorised		
(i) 1,00,00,000 (1,00,00,000) Equity Shares of ₹1000/- each	1,000.00	1,000.00
(ii) 30,00,000 (30,00,000) 10% Cumulative Redeemable Preference Shares of ₹1000/- each (Redeemed in the year 2003-04 as per terms of earliest redemption)	300.00	300.00
	1,300.00	1,300.00
Issued, Subscribed and Paid-up		
(i) 35,97,000 (35,97,000) Equity Shares of ₹1000/- each	359.70	359.70
TOTAL	359.70	359.70

Note

1.1 Shares in the company held by each shareholder holding more than 5% Shares

Name of Shareholder	No. of Shares Held (Face value of ₹1000/- each)	% of Total Shares
Coal India Limited "Holding Company" and its Nominees		
As at 31.03.2014	3597000	100%
As at 31.03.2015	3597000	100%

1.2 During the year there is no change in the number of shares.

NOTE - 2: RESERVES & SURPLUS

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
RESERVES :		
A) Capital Reserve		
As per last Balance Sheet	0.01	0.01
Add : Addition during the year	-	-
Less : Adjustment During the year	-	-
Total (A)	0.01	0.01

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 2: RESERVES & SURPLUS (CONTD.)

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
B) Capital Redemption Reserve		
As per last Balance Sheet	300.00	300.00
Add: Addition during the year	-	-
Less: Adjustment During the year	-	-
Total (B)	300.00	300.00
C) CSR Reserve		
As per last Balance Sheet	162.24	142.23
Add : Addition during the year	-	63.92
Less : Transfer to General Reserve	162.24	43.91
Total (C)	-	162.24
D) Sustainable Development Reserve		
As per last Balance Sheet	4.63	0.56
Add: Addition during the year	-	4.70
Less: Transfer to General Reserve	4.63	0.63
Total (D)	-	4.63
E) General Reserve		
As per last Balance Sheet	2,778.72	2,256.95
Add: Transfer from surplus in Statement of Profit & Loss	365.99	477.23
Add: Transfer from CSR Reserve	162.24	43.91
Transfer from Sustainable Development Reserve	4.63	0.63
Total (E)	3,311.58	2,778.72
F) Surplus in Statement of Profit & Loss		
As per last Balance Sheet	6,442.44	5,566.24
Adjustment (Refer Note No.2.1)	(137.23)	-
Profit after Tax during the year	3,659.94	4,772.06
Profit available for appropriation	9,965.15	10,338.30
Appropriation		
Transfer to General Reserve	365.99	477.23
Transfer to CSR Reserve	-	63.92
Transfer to Sustainable Development Reserve	-	4.70
Interim Dividend [₹ 9398.86 (₹ 6401.38) per share]	3,380.77	2,302.58
Proposed Dividend [₹ Nil (₹ 1559.08) per share]	-	560.80
Corporate Dividend Tax	645.80	486.63
Total (F)	5,572.59	6,442.44



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 2: RESERVES & SURPLUS (CONTD.)

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Miscellaneous Expenditure (to the extent not written-off)	-	-
Preliminary Expenses	-	-
Pre - Operational Expenses	-	-
TOTAL (A+B+C+D+E+F)	9,184.18	9,688.04

- 2.1 In respect of assets, remaining useful life of which is nil as on 01.04.2014, the carrying cost remained apart from residual value is charged against opening retained earnings as per Companies Act, 2013.
- 2.2 Reserve for Expenses on Corporate Social Responsibility and Sustainable Development not required to create, hence not created for the year and balance as on 01.04.2014 under reserve transferred to General Reserve.

NOTE - 3: LONG TERM BORROWING

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Loan from IRCON International Ltd	30.60	-
TOTAL	30.60	-
CLASSIFICATION 1		
Secured	30.60	-
Unsecured	-	-
CLASSIFICATION 2		
Loan Guaranteed by Directors & Others		

Particulars of Loan	Amount In ₹ Crore	Nature of Guarantee
NIL	NIL	NIL

- 3.1 Reconciliation between Opening and Closing Balances : (₹ in Crore)
- | | | |
|-------------------------------------|---|--------|
| A) I B R D | | |
| Opening Balance : | - | 105.22 |
| Less: Transfer to Current Liability | - | 105.22 |
| Closing Balance | - | - |
| B) J B I C | | |
| Opening Balance : | - | 89.42 |
| Less: Transfer to Current Liability | - | 89.42 |
| Closing Balance | - | - |

- 3.2 The subsidiary Company M/s Chhatisgarh East Railway Limited (CERL) has taken loan from IRCON International Ltd amounting to ₹30.00 Crore bearing interest @ 12% per annum, secured by first charge on all infrastructures to be created/ developed by CERL and all future receivables. Repayment period of loan shall be of 5 years excluding moratorium period of 5 years. Interest due ₹0.60 Crore.

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 4: OTHER LONG TERM LIABILITIES

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Dues to Coal India Limited:		
Loan	-	-
Interest Accrued & Due	-	-
Total	-	-
Trade Payable	-	-
Security Deposits	344.57	340.25
Others	483.49	417.40
Total	828.06	757.65
TOTAL	828.06	757.65

4.1 Others

Others ₹483.49 Crore includes ₹474.39 Crore relating to amount realized from customers and employees on account of cases pending before various courts/ arbitration with interest earned on bank deposits related to such liabilities.

NOTE - 5: LONG TERM PROVISIONS

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
For Employee Benefits		
- Gratuity	-	-
- Leave Encashment	494.28	421.71
- Other Employee Benefits	262.90	215.38
OBR Adjustment Account	5,948.96	5,343.41
Mine Closure	750.38	643.21
For Others	-	-
TOTAL	7,456.52	6,623.71



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 5: LONG TERM PROVISIONS (CONTD.)

5.1 The Position of various provisions is given below:

(₹ In Crore)

	Provisions	Opening Balance as at 01.04.2014	Addition/ Write back during the Year	Paid/ Adj during Year	Closing Balance as at 31.03.2015
i	For Gratuity	-	-	-	-
ii	For Leave Encashment	421.71	72.57	-	494.28
iii	For Other Employee Benefits	215.38	47.52	-	262.90
iv	For OBR Adjustment Account	5,343.41	605.55	-	5,948.96
v	For Mine Closure Plan	643.21	107.17	-	750.38

5.2 Provision for Other Employee Benefits

Provision for Other Employee Benefits includes Pension and Superannuation fund @ 3.00 % 6.84%, respectively on basic & DA for executives.

5.3 Provision for Mine Closure

- Provision is made as per the guidelines received for preparation of Mine Closure Plan from the Ministry of Coal, GOI.
- Provision for Mine Closure Plan ₹107.17 Crore (includes ₹7.49 Crore for Development Mines) has been provided during the year and ₹48.63 Crore Interest earned on Escrow A/c & ₹10.02 related to MCP Expenses receivable has been adjusted against such provision. Escrow Account has been opened for all 90 Mines in operation having closing balance ₹700.05 Crore (₹517.66 Crore) which includes interest earned ₹60.15 Crore (₹11.52 Crore).

NOTE - 6: SHORT TERM BORROWING

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Loan from Bank	-	-
Loans Repayable on Demand	-	-
Balance with Coal India Limited & other Subsidiaries of Coal India Limited	-	-
Other Loans and Advances	-	-
Deferred Credits	-	-
TOTAL	-	-
CLASSIFICATION 1		
Secured	-	-
Unsecured	-	-
CLASSIFICATION 2		

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 6: SHORT TERM BORROWING (CONTD.)

6.1 Loan Guaranteed by Directors & Others

Particulars of Loan	Amount In ₹ Crore	Nature of Guarantee
NIL	Nil	

6.2 Amount outstanding in Foreign Currency : NIL

6.3 Cash Credit

The Company has executed a Joint Deed of Hypothecation in favour of the State Bank Consortium, which includes State Bank of India and 17 other Banks for the purpose of availing working capital facilities both fund based and non-fund based. As per the Consortium Agreement (Revised) dated: 25.08.14, the Company agreed that the said facilities shall be collaterally secured by SECL by creating hypothecation charge over current assets comprising of Book Debts, Stocks of Raw Materials, Semi Finished and Finished goods, Stores and Spares not relating to Plant & Machinery (Consumable, Stores & Spares), both present and future jointly and severally in favour of said Banks for a sum of ₹165.00 Crore. There is no credit balance in the cash credit account.

NOTE - 7: TRADE PAYABLES

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Sundry Creditors For Revenue Stores	107.27	96.65
TOTAL	107.27	96.65
7.1 Note:		
Bifurcation of Sundry Creditors for Supplies between Micro, Small & Medium Enterprises and others:		
Micro, Small & Medium Enterprises	7.23	4.38
Others	100.04	92.27
TOTAL	107.27	96.65



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 8: OTHER CURRENT LIABILITIES

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Current Maturities of Long Term Borrowings	-	-
For Capital (including Stores)	148.05	20.68
For Expenses :		
Salary Wages & Allowances	403.09	369.00
Power & Fuel	63.75	61.55
Others	940.21	679.25
	1,555.10	1,130.48
Statutory Dues :		
Sales Tax / VAT	19.95	21.09
Provident Fund & Pension Fund	100.73	99.55
Central Excise Duty	-	0.17
Royalty & Cess on Coal	151.13	106.23
Stowing Excise Duty	21.85	21.65
Clean Energy Cess	225.56	108.26
Other Statutory Levies	70.74	83.17
Income Tax Deducted at Source	38.33	26.02
	628.29	466.14
Others:		
Security Deposit	134.78	114.84
Earnest Money	49.87	41.88
Advance & Deposit from Customers & Others	1,734.65	1,272.78
Current Account with Coal India Ltd.	47.06	-
	1,966.36	1,429.50
TOTAL	4,149.75	3,026.12

8.1 Advance & Deposit from Customers & Others includes ₹15.48 Crore received from Devnara Coalfields Ltd. towards recoverable cost of exploration of Rajgamar Dip Side (Devnara coal block).

(₹ In Crore)

8.2 Reconciliation between Opening and Closing Balances :

A) IBRD		
Opening Balance :	-	22.61
Less: Repayment of Loan	-	144.38
Add (Less): Impact of Exchange Rate Fluctuation	-	16.55
Add: Transfer from Non-Current	-	105.22
Closing Balance :	-	-
B) JBIC		
Opening Balance :	-	24.46
Less: Repayment of Loan	-	123.18
Add (Less): Impact of Exchange Rate Fluctuation	-	9.30
Add: Transfer from Non-Current	-	89.42
Closing Balance :	-	-

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 9: SHORT TERM PROVISIONS

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
For Employee Benefits		
- Gratuity	149.49	72.55
- Leave Encashment	45.75	38.03
- Exgratia (PLRS)	264.45	214.40
- Performance Related Pay (PRP) (Net)	503.21	403.97
- Other Employee Benefits	193.90	206.84
For Proposed Dividend	-	560.80
For Corporate Dividend Tax	-	95.31
For Provision for Income Tax	-	-
Less: Advance Income Tax/ Tax Deduced at Source	-	-
For Excise Duty on Closing Stock of Coal	102.26	73.59
For Others (Wealth Tax)	0.60	0.50
TOTAL	1,259.66	1,665.99

9.1 The Position of various provisions is given below:

Provisions		Opening Balance as at 01.04.2014	Addition / Write Back during the Year	Paid/ Adj during the Year	Closing Balance as at 31.03.2015
i	For Gratuity	72.55	301.82	224.88	149.49
ii	For Leave Encashment	38.03	115.46	107.74	45.75
iii	For PLRS	214.40	296.12	246.07	264.45
iv	For PRP	403.97	90.55	(8.69)	503.21
v	For Other Employee Benefits	206.84	201.02	213.96	193.90
vi	For Proposed Dividend	560.80	-	560.80	-
vii	For Interim Dividend	-	3,380.77	3,380.77	-
viii	For Corporate Dividend Tax	95.31	645.80	741.11	-
ix	For Excise Duty	73.59	28.67	-	102.26
x	For Others (Wealth Tax)	0.50	0.52	0.42	0.60

9.2 Performance Related Pay (PRP)

An amount of ₹135.00 Crore has been paid till date as recoverable advance against Performance Related Pay (PRP), adjusted against the provision made for PRP.

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 10 A: FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			IMPAIRMENT LOSS			Total Depreciation & Impairment Loss	CARRYING VALUE	
	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	Adj./ sale/ transfer	As on 31.03.15		As on 31.03.15	As on 31.03.14
	Addition			Addition			Addition					
TANGIBLE ASSETS												
Land:												
(a) Freehold	10.79	0.00	10.79	0.00	0.00	0.00	0.00	0.00	0.00	0.00	10.79	10.79
(b) Others	1177.20	256.66	1433.86	518.01	72.83	0.00	590.84	0.00	0.00	0.00	843.02	659.19
Buildings/ Water supply / Roads and Culverts	937.84	42.50	980.34	328.52	52.61	65.01	446.14	0.15	0.00	0.15	534.05	609.17
Plant and Equipment	4906.43	924.78	5674.08	3114.51	443.50	(76.18)	3481.83	5.45	0.00	5.45	2186.80	1786.47
Telecommunication equipment	59.67	0.50	60.17	28.49	7.72	0.24	36.45	0.00	0.00	0.00	23.72	31.18
Railway Sidings	84.45	2.52	86.97	47.53	4.38	0.70	52.61	0.00	0.00	0.00	34.36	36.92
Furniture & Fixtures / Office Tools & Equipments / Electrical Fittings / Fire Arms	24.87	2.67	27.43	18.27	3.08	0.44	21.79	0.00	0.00	0.00	5.64	6.60
Vehicles	57.31	2.18	58.48	48.60	1.71	(0.97)	49.34	0.00	0.00	0.00	9.14	8.71
Assets taken on Nationalisation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Surveyed Off Assets	15.68	7.84	16.11	0.00	0.00	0.00	0.00	0.00	0.00	0.00	16.11	15.68
TOTAL	7303.17	1241.35	8378.89	4126.21	587.46	(10.44)	4703.23	5.60	0.00	5.60	3670.06	3171.35
PREVIOUS YEAR	6990.01	432.11	7303.16	3821.80	412.68	(108.27)	4126.21	5.60	0.00	5.60	3171.35	3162.61
INTANGIBLE ASSETS												
Computer Software	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Development	427.03	14.85	441.00	217.60	20.33	(3.75)	234.18	40.42	1.34	0.00	165.06	169.01
Prospecting & Boring	102.84	28.21	125.62	35.48	7.99	(1.61)	41.86	7.17	0.00	0.00	76.59	60.19
Total	529.87	43.06	566.62	253.08	28.32	(5.36)	276.04	47.59	1.34	0.00	241.65	229.20
PREVIOUS YEAR	471.11	64.51	529.87	241.19	17.62	(5.73)	253.08	48.22	(0.61)	(0.02)	229.20	181.70

(₹ In Crore)

Note: 1- Leased out Assets to M/s Apollo Hospitals included under Buildings, Gross value- ₹ 31.32 Crore (Previous year ₹31.32 Crore) & accumulated depreciation ₹8.66 Crore (Previous year ₹8.25 Crore)

2- Leased out Assets to M/s Aryan Coal Beneficiations Pvt. Ltd. included under Railway Siding, Gross value ₹8.02 Crore (₹8.02 Crore) and accumulated depreciation is ₹7.79 Crore (₹7.51 Crore).

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 10 B: CAPITAL WORK- IN- PROGRESS

(₹ In Crore)

PARTICULARS	COST				DEPRECIATION				IMPAIRMENT LOSS				Total Depreciation & Impairment Loss		CARRYING VALUE	
	As on 01.04.14	Addition	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	Addition	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	Addition	Adj./ sale/ transfer	As on 31.03.15	As on 01.04.14	As on 31.03.15	As on 31.03.14	
TANGIBLE ASSETS																
Buildings/ Water supply / Roads and Culverts	78.42	53.26	(13.30)	118.38	1.08	0.01	(0.27)	0.82	0.00	0.00	0.00	0.00	0.00	0.82	117.56	77.34
Plant and Equipment	668.77	107.82	(423.79)	352.80	5.16	2.35	(3.57)	3.94	0.00	0.00	0.00	0.00	0.00	3.94	348.86	663.61
Railway Sidings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Development	0.00	36.11	0.00	36.11	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	36.11	0.00
Others	86.69	69.84	(92.92)	63.61	0.04	0.00	0.00	0.04	0.00	0.00	0.00	0.00	0.00	0.04	63.57	86.65
Total	833.88	267.03	(530.01)	570.90	6.28	2.36	(3.84)	4.80	0.00	0.00	0.00	0.00	0.00	4.80	566.10	827.60
PREVIOUS YEAR	559.66	527.62	(253.40)	833.88	6.05	5.16	(4.95)	6.28	0.00	0.00	0.00	0.00	0.00	6.28	827.60	553.61

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 10 C: INTANGIBLE ASSETS UNDER DEVELOPMENT

(₹ In Crore)

PARTICULARS	GROSS BLOCK			DEPRECIATION			IMPAIRMENT LOSS			Total		CARRYING VALUE	
	As on	Adj./	As on	As on	Adj./	As on	As on	Adj./	As on	Depreciation & Impairment Loss	As on	As on	
	01.04.14	Addition	31.03.15	01.04.14	sale/ transfer	31.03.15	01.04.14	transfer	31.03.15	Loss	31.03.15	31.03.14	
INTANGIBLE ASSETS													
Development	120.20	23.56	114.18	0.20	0.00	0.00	0.00	0.00	0.00	0.20	113.98	120.00	
Prospecting and Boring	482.39	89.12	575.07	0.00	0.00	0.00	0.00	0.00	0.00	0.00	575.07	482.39	
Total	602.59	112.68	689.25	0.20	0.00	0.00	0.00	0.00	0.00	0.20	689.05	602.39	
PREVIOUS YEAR	466.04	185.65	602.59	0.21	0.00	0.00	0.00	0.00	0.00	0.20	602.39	465.83	

Notes :-

- (a) Coal Mines Welfare Organisation and Coal Mines Rescue Organisation has been abolished in 1985, the assets taken over at different Areas have been incorporated in the Accounts at a nominal value of ₹1.00 per asset, which includes Hospital, Rescue Stations, Welfare Centers and others.
- (b) Title Deeds and/or Lease Deeds of Land and Buildings and Mining Rights prior to incorporation of the Company, are continue to be held in the name of the Holding Company and its other Subsidiaries. Land and other mining rights acquired under various notifications of Central/State Government have been taken as vested with the company without further lease agreement and are shown under the respective heads.
- (c) Land - others acquired under all Rights/ Surface Rights, as per the Coal Bearing Area (Acquisition and Development) Act, 1957, the Mines and Minerals (Regulation and Development) Act, 1957, Land Acquisition Act, 1894, MP Land Revenue Code, 1959, Revenue Book Circulars & Forest Conservation Act, 1980, as the case may be, for carrying out mining operations and to build necessary infrastructure and also include payment of compensation to the landowners. All rights / surface rights also include mining rights for which no extra payment is involved.
- (d) No foreign exchange rate fluctuation during the year, as loan has been fully repaid in the previous year and amount accounted for in previous year under (i) Fixed Assets ₹12.27Crore and (ii) charged to Profit & Loss account ₹13.58 Crore.
- (e) Plant & Machinery lying in Stores as standby and remain unmoved, a net provision to the extent of ₹(-)1.22 Crore (₹0.23 Crore) is made being equivalent to depreciation at the applicable rates.
- (f) Physical verification of Fixed Assets like Land, Building, Railway Siding and other immovable assets are carried out once in every three years and of Movable Assets/Equipment costing more than ₹1.00 Lakh in each case every year. Equipment/assets costing less than ₹1.00 Lakh in each case are verified once in every two years.
- (g) Items such as Conveyor Belt, Power Cable etc. in stock at the end of the year have been treated as Capital Goods in Stores.
- (h) Provisions for Capital WIP and surveyed off assets is ₹(-)0.26 (₹0.35Crore) has been (-) withdrawn/ made during the year.

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 10: RECONCILIATION OF DEPRECIATION & IMPAIRMENT

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Statement of Profit & Loss	616.47	429.33
Capitalisation	0.65	0.21
Prior Period Expenses	0.00	0.15
TOTAL	617.12	429.69

NOTE - 11: NON - CURRENT INVESTMENTS - (UNQUOTED) AT COST

(₹ In Crore)

	Number of shares/bonds current year /(previous year)	Face value per share/ bond (₹)	As at 31.03.2015	As at 31.03.2014
Trade (Unquoted)				
8.5% Tax Free Special Bonds (Fully Paid-up) :				
(on securitisation of Sundry Debtors)				
Major State-wise Break-up				
Maharashtra	0.00 (256340)	1,000.00	-	25.63
Madhya Pradesh	0.00 (623800)	1,000.00	-	62.38
Gujarat	0.00 (351480)	1,000.00	-	35.15
Others:				
Consumer Co-operative Societies Ltd. Baikunthpur	250 (250)	10.00	-	-
Non-trade (Unquoted) at cost				
TOTAL			-	123.16
Aggregate amount of Quoted Investment			NA	NA
Aggregate amount of Unquoted Investment			0.00	123.16
Fair Value of Quoted Investment			NA	NA
Provision Made for diminution in the value of Investment			NIL	NIL



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 12: LONG TERM LOANS & ADVANCES

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Loans				
Loan To Subsidiaries				
- Secured considered good	-		-	
- Unsecured considered good	-		-	
- Doubtful	-	-	-	-
Loan to employees				
For House Building				
- Secured considered good	12.97		15.18	
- Unsecured considered good	-		-	
- Doubtful	0.01		0.01	
	12.98		15.19	
Less : Provision for Doubtful Loans	0.01	12.97	0.01	15.18
For Motor Car and Other Conveyance				
- Secured considered good	0.03		0.06	
- Unsecured considered good	-		-	
- Doubtful	-		-	
	0.03		0.06	
Less : Provision for Doubtful Loans	-	0.03	-	0.06
For Others				
- Secured considered good	-		-	
- Unsecured considered good	-		-	
- Doubtful	0.09		0.09	
	0.09		0.09	
Less : Provision for Doubtful Loans	0.09	-	0.09	-
Advances				
For Capital				
- Secured considered good	-		-	
- Unsecured considered good	215.82		123.39	
- Doubtful	0.53		0.53	
	216.35		123.92	
Less : Provision for Doubtful Advances	0.53	215.82	0.53	123.39
Balance carried forward		215.82		123.39

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 12: LONG TERM LOANS & ADVANCES (CONTD.)

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Balance carried forward		215.82		123.39
For Revenue				
- Secured considered good	-		-	
- Unsecured considered good	18.18		23.27	
- Doubtful	0.79		0.79	
	18.97		24.06	
Less : Provision for Doubtful Advances	0.79	18.18	0.79	23.27
Security Deposits				
- Secured considered good	-		-	
- Unsecured considered good	-		-	
- Doubtful	-		-	
Less : Provision for Doubtful deposits	-	-	-	-
Deposit for P&T, Electricity etc.				
- Secured considered good	-		-	
- Unsecured considered good	134.98		113.19	
- Doubtful	-		-	
	134.98		113.19	
Less: Provision for doubtful deposits	-	134.98	-	113.19
TOTAL		381.98		275.09
CLASSIFICATION				
Secured		13.00		15.24
Unsecured - Considered good		368.98		259.85
- Considered doubtful		1.42		1.42



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 12: LONG TERM LOANS & ADVANCES (CONTD.)

Note :

12.1		CLOSING BALANCE		MAXIMUM AMOUNT DUE AT ANY TIME DURING	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
	Due by the Companies in which directors of the company is also a director/member	NIL	NIL	NIL	NIL
	Due by the parties in which the Director(s) of company is /are interested	NIL	NIL	NIL	NIL

12.2	Provisions	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
	Against Loan to employees for House Building	0.01	-	-	0.01
	Against Loan to Others	0.09	-	-	0.09
	Against advances for Capital	0.53	-	-	0.53
	Against advances for Revenue	0.79	-	-	0.79
	Total	1.42	-	-	1.42

NOTE - 13: OTHER NON-CURRENT ASSETS

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Long Term Trade Receivable		
- Secured considered good	-	-
- Unsecured considered good	-	-
- Doubtful	-	-
Less Provision for bad and doubtful trade receivables	-	-
Exploratory Drilling Work		
- Secured considered good	-	-
- Unsecured considered good	-	-
- Doubtful	-	-
	-	-

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 13: OTHER NON-CURRENT ASSETS (CONTD.)

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Less : Provision for bad and doubtful Receivable for Mine Closure Expenses	-	-	-	-
Other Receivables		11.72		-
- Secured considered good	-	-	-	-
- Unsecured considered good	97.38		56.22	
- Doubtful	11.11		6.47	
	108.49		62.69	
Less: Provision for bad & doubtful receivables	11.11	97.38	6.47	56.22
TOTAL		109.10		56.22
CLASSIFICATION				
Secured		-		-
Unsecured - Considered good		97.38		56.22
- Considered doubtful		11.11		6.47

Note :

13.1	CLOSING BALANCE		MAXIMUM AMOUNT DUE AT ANY TIME DURING	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Due by the Companies in which directors of the company is also a director/member	NIL	NIL	NIL	NIL
Due by the parties in which the Director(s) of company is /are interested	NIL	NIL	NIL	NIL

13.2 Other receivables amounting to ₹97.38 Crore (₹56.22 Crore) deposited under protest with tax authorities and others.

13.3 Amount of ₹11.72 crore has been identified for mine closure during the year and work is under process to identify any other amount incurred on various activities for mine closure.

13.4	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
Against other Receivables	6.47	4.64	-	11.11



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 14: CURRENT INVESTMENTS - (UNQUOTED) AT COST

(₹ In Crore)

	Number of shares/ bonds	Face value per share/ bond (₹)	As at 31.03.2015	As at 31.03.2014
Non-trade				
A Mutual Fund Investment				
SBI Premier Liquid Fund	0.00 (249409.031)	1003.25	-	25.02
Canara Robeco Mutual Fund	0.00 (39813.333)	1,005.50	-	4.00
UTI Mutual Fund	0.00 (225845.215)	1,019.45	-	23.03
Union KBC Liquid Fund	0.00 (30006.660)	1,000.65	-	3.00
Total (A)			-	55.05
Trade (Unquoted)				
B 8.5% Tax Free Special Bonds (Fully Paid-up) :				
(on securitisation of Sundry Debtors)				
State-wise Break-up:				
Maharashtra	256340 (256340)	1,000.00	25.63	25.63
Madhya Pradesh	623800 (623800)	1,000.00	62.38	62.38
Gujarat	351480 (351480)	1,000.00	35.15	35.15
Total (B)			123.16	123.16
TOTAL (A+B)			123.16	178.21
Aggregate amount of Unquoted Investments			123.16	178.21
Fair Value of Unquoted Investments			123.16	178.21
Provision Made for diminution in the value of Investment			NIL	NIL

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 15: INVENTORIES

(Valuation as per Accounting Policy No.6)

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
A Stock of Coal, Coke etc. (Net)		
Stock of Coal	902.46	564.50
Coal under Development	1.21	1.11
	<u>903.67</u>	<u>565.61</u>
Less : Provision	- 903.67	- 565.61
B Net Stock of Stores & Spare (at cost)		
Stock of Stores & Spare (at cost)	301.58	300.26
Stores -in -transit	17.77	12.37
	319.35	312.63
Less : Provision	46.53 272.82	49.72 262.91
C Net Stock of Workshop Jobs		
Workshop Jobs:		
Work-in-progress and Finished Goods	145.33	166.34
Less : Provision	- 145.33	- 166.34
D Prospecting, Boring / Development Exp./GR-Coal Blocks meant for Sale	10.27	10.27
TOTAL (A+B+C+D)	<u><u>1,332.09</u></u>	<u><u>1,005.13</u></u>

15.1 The Closing Stock of Stores at Central and Regional Stores has been considered in the Accounts as per balances appearing in Financial Ledger on progressive monthly weighted average method.

15.2 The Prospecting and Boring and development expenditure of ₹10.27 Crore (₹10.27 Crore) incurred on Datima (Bisrampur Area), Behraband (Hasdeo Area), Baisi Block (Raigarh Area), Rajgamar dip side (South of Phulkadih Nala) and Kesla North Block are intended for sale to outside parties therefore, shown under inventories. The sale proceeds of same are expected to be more than the cost.

15.3 Inventories have a value on realization in the ordinary course of business at least equal to the amount at which they are stated.

15.4 Provisions	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
Against Stock of Stores & Spares, considered adequate.	49.72	-	3.19	46.53

Notes To Consolidated Balance Sheet (Contd.)

ANNEXURE TO NOTE - 15

Table A : Reconciliation of closing stock of Coal adopted in Account with Book stock as at the end of the year :

Particulars	Current Year						Previous Year					
	Overall Stock-Vendable		DCC (Coal, Coal fines, gas etc.) ²		Total		Overall Stock-Vendable		DCC (Coal, Coal fines, gas etc.) ²		Total	
	Qty.	Value	Qty.	Value	Qty.	Value	Qty.	Value	Qty.	Value	Qty.	Value
1 (A) Opening stock	77.64	554.03	0.27	11.58	77.91	565.61	55.30	431.64	0.39	13.91	55.69	445.55
(B) Adjustment in Opening Stock												
Total	77.64	554.03	0.27	11.58	77.91	565.61	55.30	431.64	0.39	13.91	55.69	445.55
2 Production	1282.75				1282.75		1242.61				1242.61	
Sub-Total (1+2)	1360.39				1360.39		1297.91				1297.91	
3 Off- Take:												
(A) Outside Despatch	1231.68	16222.81		72.17	1231.68	16294.98	1218.23	16697.25		159.35	1218.23	16856.60
(B) Own Consumption ¹	0.55	15.16			0.55	15.16	2.04	46.67			2.04	46.67
Sub-Total (3)	1232.23	16237.97		72.17	1232.23	16310.14	1220.27	16743.92		159.35	1220.27	16903.27
4 Derived Stock*	128.16	849.72	1.07	53.95	129.23	903.67	77.64	554.03	0.27	11.58	77.91	565.61
5 Measured Stock*	124.69	830.57	1.07	53.95	125.76	884.52	76.17	543.41	0.27	11.58	76.44	554.99
Difference (4-5)	3.47	19.15			3.47	19.15	1.47	10.62			1.47	10.62
6 Break-up of Difference:												
(A) Excess within 5%	3.48	19.17			3.48	19.17	1.56	11.01			1.56	11.01
(B) Shortage within 5%	0.01	0.02			0.01	0.02	0.09	0.39			0.09	0.39
(C) Excess beyond 5%	0.00	0.00			0.00	0.00	0.00	0.00			0.00	0.00
(D) Shortage beyond 5%	0.00	0.00			0.00	0.00	0.00	0.00			0.00	0.00
7 Closing stock in A/c (5+6A-6B)	128.16	849.72	1.07	53.95	129.23	903.67	77.64	554.03	0.27	11.58	77.91	565.61

* Includes 0.04 Lakh tonne amounting ₹ 1.21 Crore in respect of Development Mine Vijay West at Chirimiri Area.

Notes To Consolidated Balance Sheet (Contd.)

ANNEXURE TO NOTE - 15

Table B : Summary of Closing Stock of Coal

(Qty. in Lakh tonnes) (Value in ₹ Crore)

Particulars	Current Year						Previous Year					
	Raw Coal		DCC (Coal, Coal fines, gas etc.) ²		Total		Raw Coal		DCC (Coal, Coal fines, gas etc.) ²		Total	
	Non-Coking						Non-Coking					
	Qty	Value	Qty	Value	Qty	Value	Qty	Value	Qty	Value	Qty	Value
Opening Stock	77.64	554.03	0.27	11.58	77.91	565.61	55.30	431.64	0.39	13.91	55.69	445.55
Less: Non-vendable Coal	0.00	0.00			0.00	0.00	0.00	0.00			0.00	0.00
Adjusted Opening Stock (Vendable)	0.00	0.00			0.00	0.00	0.00	0.00			0.00	0.00
Production	1282.75				1282.75		1242.61				1242.61	
Offtake												
(A) Outside Despatch	1231.68	16222.81		72.17	1231.68	16294.98	1218.23	16697.25		159.35	1218.23	16856.60
(B) Own Consumption ¹	0.55	15.16			0.55	15.16	2.04	46.67			2.04	46.67
TOTAL	1232.23	16237.97		72.17	1232.23	16310.14	1220.27	16743.92		159.35	1220.27	16903.27
Closing Stock *	128.16	849.72	1.07	53.95	129.23	903.67	77.64	554.03	0.27	11.58	77.91	565.61

* Non-vendable Stock – Nil

Note:

- 1 Own consumption includes 0.42 lakh Tonnes valuing ₹10.84 Crore, being the coal transferred to Dankuni Coal Complex and 0.13 lakh Tonnes valuing ₹4.32 Crore issued for other purposes.
- 2 Closing stock of coal at Dankuni Coal Complex includes raw coal 0.03 Lakh tonne valuing ₹1.58 Crore and Coal fines 1.04 lakh tonnes valuing ₹52.38 Crore out of Coal purchased 1.79 lakh tonnes worth ₹88.66 Crore during the year from ECL.



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 16: TRADE RECEIVABLE

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Debts outstanding for a period exceeding six months from the due date				
- Secured Considered good			755.73	
- Unsecured Considered good	928.96		242.57	
- Doubtful	252.14			
	1,181.10		998.30	
Less : Provision for bad & doubtful trade receivables	252.14	928.96	242.57	755.73
Other Debts				
- Secured Considered good	159.17		235.39	
- Unsecured Considered good	1,189.58		345.66	
- Doubtful	-		-	
	1,348.75		581.05	
Less : Provision for bad & doubtful trade receivables	-	1,348.75	-	581.05
TOTAL		2,277.71		1,336.78
CLASSIFICATION				
Secured		159.17		235.39
Unsecured - Considered good		2,118.54		1,101.39
- Considered doubtful		252.14		242.57

Note :

16.1	CLOSING BALANCE		MAXIMUM AMOUNT DUE AT ANY TIME DURING	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Due by the Companies in which directors of the Company is also a Director/ Member	NIL	NIL	NIL	NIL
Due by the parties in which the Director(s) of Company is /are interested	NIL	NIL	NIL	NIL

16.2 Secured Trade Receivables have a value on realization in the ordinary course of business at least equal to the amount at which they are stated.

16.3 Trade Receivables are secured either by deposits or through Bank Guarantees to the extent available.

16.4	Provisions	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
	Provision for Bad & Doubtful Trade Receivables, considered adequate.	242.57	9.57	-	252.14

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 17: CASH & BANK BALANCE

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Cash & Cash Equivalent		
Balances with Banks		
- In Deposit Accounts with maturity upto 3 months	2,005.00	2,145.00
- In Current Accounts	285.21	365.06
- In Cash Credit Accounts	5.32	36.47
In Account with Banks outside India	-	-
Remittance - in transit	-	-
Cheques, Drafts and Stamps on hand	-	-
Cash in hand	0.34	0.61
Other Bank Balances		
Balances with Banks		
- In Deposit Accounts with maturity more than 3 months	7,084.09	7,865.64
Deposit in Escrow account under Mine Closure plan Scheme	700.05	529.18
TOTAL	10,080.01	10,941.96

Note:

- 17.1 Balances with banks to the extent held as margin money or security against the borrowings, guarantees, other commitments are Nil.
- 17.2 No repatriation restrictions in respect of cash and bank balances of the Company.
- 17.3 No Bank deposits with more than 12 months maturity.
- 17.4 Other Bank balances includes ₹438.76 Crore held by the company that are not freely available for use as being deposited in separate Bank accounts as per the direction of the Court for amounts recovered from the consumers for Terminal Tax, from suppliers on explosives bills and from employees for electricity charges.
- 17.5 Amount deposited in Escrow account is also not freely available for use as being deposited under the Mine Closure Plan Scheme.
- 17.6 Fixed Deposit amounting to ₹0.32 Crore is in the name of Coal India Ltd. at Dankuni Coal Complex, a unit of the Company.

17.7	(₹ in Crore)	(₹ in Crore)
Cash & Bank balance		
As per Cash Flow Statement	2,295.87	2,547.14
Bank balance in Deposit accounts with maturity more than 3 months	7,784.14	8,394.82
Total	10,080.01	10,941.96



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 18: SHORT - TERM LOANS & ADVANCES

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Advance				
(Recoverable in cash or in kind or for value to be received)				
Advance to suppliers				
For Capital				
- Secured considered good	-		-	
- Unsecured considered good	-		-	
- Doubtful	-		-	
	-		-	
Less : Provision for Doubtful Advances	-	-	-	-
For Revenue				
- Secured considered good	-		-	
- Unsecured considered good	38.74		27.03	
- Doubtful	-		-	
	38.74		27.03	
Less : Provision for bad and doubtful Advances	-	38.74	-	27.03
Advance payment of statutory dues				
Sales Tax				
- Secured considered good	-		-	
- Unsecured considered good	-		-	
- Doubtful	-		-	
	-		-	
Less : Provision for bad and doubtful Advances	-	-	-	-
Cenvat credit receivable		71.75		68.22
Advance Income Tax / Tax Deducted at Source (Includes ₹2697.35 Crore (₹1494.16 Crore), deposited under Protest)	4,921.16		4,342.13	
Less : Provision for Income Tax	2,121.41	2,799.75	2,296.90	2,045.23
Others				
- Secured considered good	-		-	
- Unsecured considered good	-		-	
- Doubtful	-		-	
	-		-	
Less : Provision for bad and doubtful Advances	-	-	-	-
Balance carried forward		2,910.24		2,140.48

Notes To Consolidated Balance Sheet (Contd.)

NOTE - 18: SHORT - TERM LOANS & ADVANCES (CONTD.)

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Balance brought forward	2,910.24	2,140.48
Advance to Employees		
- Secured considered good	-	-
- Unsecured considered good	6.83	8.69
- Doubtful	-	-
	6.83	8.69
Less: Provision for bad and doubtful Advances	-	-
Current Account with Coal India Limited & other Subsidiaries of Coal India Limited	-	-
Current Account with Subsidiaries of SECL	-	-
Claims Receivables		
- Secured considered good	-	-
- Unsecured considered good	2.42	2.16
- Doubtful	-	-
	2.42	2.16
Less : Provision for bad and doubtful claims	-	-
Prepaid Expenses	0.14	10.52
TOTAL	2,919.63	2,161.85
CLASSIFICATION		
Secured	-	-
Unsecured - Considered good	2,919.63	2,161.85
- Considered doubtful	-	-

Note :

18.1	Closing Balance		Maximum Amount Due at any time during	
	Current Year	Previous Year	Current Year	Previous Year
Due by the Companies in which Directors of the Company is also a Director / Member	NIL	NIL	NIL	NIL
Due by the parties in which the Director(s) of Company is /are interested	NIL	NIL	NIL	NIL

18.2	Provisions	Opening Balance	Paid / adjusted during the year	Income Tax Provision for the year	Closing Balance
	For Income Tax	2,045.23	2,875.93	2,121.41	2,799.75
	Against advances & claims	-	-	-	-



Notes To Consolidated Balance Sheet (Contd.)

NOTE - 18: SHORT - TERM LOANS & ADVANCES (CONTD.)

18.3 Current accounts with Holding Company & Subsidiaries of Holding Company/ SECL

- The balances of the current account with the Subsidiaries and Holding Company are reconciled on regular intervals, and the same as on balance sheet date has been reconciled. Adjustment arising out of reconciliation are carried out continuously.
- Transactions with the Holding Company and with its other Subsidiaries are accounted for on the basis of debit/credit memos.
- Transactions with other Subsidiaries of the Holding Company/SECL are free of interest.

NOTE - 19: OTHER CURRENT ASSETS

(₹ In Crore)

	As at 31.03.2015		As at 31.03.2014	
Interest Accrued				
- Investment	7.85		13.09	
- Deposit with Banks	404.51		415.73	
- Others	-	412.36	-	428.82
Ex Owner's Account		-		-
Other Advances	26.96		26.01	
Less : Provision	-	26.96	-	26.01
Deposits				
Deposit for Customs Duty, Port Charges etc.	-		-	
Deposit with Coal India Limited	-		515.39	
Deposit for Royalty, Cess & Sales Tax	-		-	
	-		515.39	
Less: Provision	-	-	-	515.39
Others	21.31		15.89	
Less : Provision	-	21.31	-	15.89
Amount Receivable from Govt of India for transactions on behalf of Ex-Coal Board	-		-	
Less: Provision	-	-	-	-
Other Receivables	258.77		284.30	
Less: Provision	4.13	254.64	1.37	282.93
TOTAL		715.27		1,269.04

Note:

19.1	Provisions	Opening balance	Addition during the Year	Write back/ adj. during the Year	Closing Balance
	Against Deposits & Other Receivables	1.37	2.76	-	4.13

19.2 Deposits /Current Account balance with the Holding Company is reconciled on regular intervals, and the same as on Balance Sheet date has been reconciled. Adjustment arising out of reconciliation are carried out.

Notes To Consolidated Statement of Profit & Loss

NOTE - 20: REVENUE FROM OPERATIONS

(₹ In Crore)

	For the Year ended 31.03.2015		For the Year ended 31.03.2014	
A) Sale of Coal, Coke etc.	22,004.53		22,204.14	
Less : Excise Duty	1,152.23	20,852.30	1,274.10	20,930.04
Less: Other Levies				
Royalty	2,118.04		2,164.73	
Cess on Coal	268.27		273.87	
Stowing Excise Duty	123.17		121.82	
Central Sales Tax	212.63		243.27	
Clean Energy Cess	1,178.21		609.12	
State Sales Tax/VAT	540.66		536.57	
Other Levies	116.34		124.06	
Total Levies		4,557.32		4,073.44
Net Sales (A)		16,294.98		16,856.60
B) Facilitation Charges for Coal import		-		-
Subsidy for Sand Stowing & Protective Works		4.75		16.35
Loading & additional transportation charges	362.90		276.26	
Less: Excise Duty	19.26		15.35	
Other Levies	11.90	331.74	9.12	251.79
Other Operating Revenue (B)		336.49		268.14
C) Revenue From Operations (A+B)		16,631.47		17,124.74



Notes To Consolidated Statement of Profit & Loss (Contd.)

NOTE - 21: OTHER INCOME

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Income From Long Term Investments		
Dividend from Joint Ventures	-	-
Dividend from Subsidiaries	-	-
Interest from :		
Government Securities (8.5% Tax Free Special Bonds) (Trade)	7.85	18.34
Income From Current Investments (Non-Trade)		
Dividend from Mutual Fund Investments	61.10	47.13
Interest from:		
Government Securities (8.5% Tax Free Special Bonds) (Trade)	10.47	10.47
Income From Others		
Interest (Gross):		
From Deposit with Banks	955.30	919.77
From Loans & Advances to Employees	0.50	0.77
From Income Tax Refunds	32.77	-
From Coal India	25.67	35.59
Others	187.58	64.88
Apex Charges	-	-
Profit on Sale of Assets	2.65	2.84
Lease Rent	6.35	5.81
Liability Write Backs	9.30	323.26
Guarantee Fees from Subsidiaries	-	-
Excise Duty on Decrease in Stock	-	-
Other Non-operating Income	148.14	40.65
TOTAL	1,447.68	1,469.51

Notes To Consolidated Statement of Profit & Loss (Contd.)

NOTE - 22: COST OF MATERIAL CONSUMED

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Explosives	332.49	295.93
Timber	8.95	7.96
P O L	500.91	509.09
HEMM Spares	190.19	182.47
Other Consumable Stores & Spares	636.80	600.19
TOTAL	1,669.34	1,595.64

NOTE - 23: CHANGE IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
A) Change in Inventory of Coal		
Opening Stock of Coal	564.50	444.07
Add : Adjustment of Opening Stock	-	0.22
	<u>564.50</u>	<u>444.29</u>
Less: Deterioration of Coal	- 564.50	- 444.29
Less :		
Closing Stock of Coal	902.46	564.50
Less: Deterioration of Coal	- 902.46	- 564.50
Total (A)	(337.96)	(120.21)
B) Change in Inventory of workshop		
Opening Stock of Workshop made finished goods and WIP	166.34	126.53
Less: Provision	- 166.34	- 126.53
Less :		
Closing Stock of Workshop made finished goods and WIP	145.33	166.34
Less: Provision	- 145.33	- 166.34
Total (B)	21.01	(39.81)
Change in Inventory of Stock in Trade (A+B) {Decretion/ (Accretion)}	(316.95)	(160.02)

23.1 Adjustment in Opening Stock:

Stock amounting to ₹Nil (₹0.22 Crore) related to Khairaha Mine of Sohagpur Area, which was brought to revenue during the previous year.



Notes To Consolidated Statement of Profit & Loss (Contd.)

NOTE - 24: EMPLOYEE BENEFITS EXPENSES

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Salary, Wages, Allowances, Bonus etc.	4,490.88	4,379.05
Ex-gratia	296.12	222.56
Performance Related Pay (PRP)	90.55	91.76
Contribution to P.F. & Other Funds	535.34	520.90
Gratuity	301.82	10.08
Leave Encashment	188.03	89.39
VRS	-	-
Workman Compensation	1.47	1.85
Medical Expenses for Existing Employees	110.33	101.90
Medical Expenses for Retired Employees	3.45	18.34
Grants to Schools & Institutions	41.36	37.18
Sports & Recreation	4.24	4.67
Canteen & Creche	0.14	0.13
Power (Township)	187.49	185.64
Hire Charges of Bus, Ambulance etc.	11.82	12.52
Other Employee Benefits	248.54	223.04
TOTAL	6,511.58	5,899.01

NOTE - 25: CORPORATE SOCIAL RESPONSIBILITY EXPENSES

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
CSR Expenses	40.43	44.54
TOTAL	40.43	44.54

CSR Policy framed by Coal India Ltd incorporating the features of the Companies Act, 2013 and other relevant notifications. The fund for CSR, 2% of the average net profit for the three immediate preceding financial years or ₹2.00 per tonne of coal production of previous year, whichever is higher, comes to ₹129.97 Crore. Unspent amount during the year is non-lapsable.

Notes To Consolidated Statement of Profit & Loss (Contd.)

NOTE - 26: REPAIRS

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Building	22.74	20.47
Plant & Machinery	164.60	165.17
Others	6.13	4.32
TOTAL	193.47	189.96

NOTE - 27: CONTRACTUAL EXPENSES

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Transportation Charges :		
- Sand	-	-
- Coal	800.25	693.04
- Stores & Others etc.	0.11	0.06
Wagon Loading	23.90	40.62
Hiring of P&M	436.93	349.97
Other Contractual Work	624.31	478.70
TOTAL	1,885.50	1,562.39

NOTE - 28: FINANCE COSTS

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Interest expenses		
Deferred Payments	-	-
Bank Overdraft / Cash Credit	-	-
Interest on IBRD & JBIC Loan	-	2.48
CIL Fund Loan Interest	-	-
Interest to subsidiaries	-	-
Others	0.55	0.47
Total (A)	0.55	2.95
Other Finance Cost		
Guarantee Fees on (IBRD & JBIC) Loan	-	3.45
Other Expenses / Bank Charges	-	-
Total (B)	-	3.45
TOTAL (A+B)	0.55	6.40



Notes To Consolidated Statement of Profit & Loss (Contd.)

NOTE - 29: PROVISIONS

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
(A) Provision made for		
Doubtful debts	9.57	10.40
Doubtful advances & Claims	7.40	1.35
Foreign exchange Transaction	-	-
Stores & Spares	-	2.59
Mine Closure Expenses	41.03	24.98
Surveyed of Fixed Assets/Capital WIP/P&M in Stores	-	0.58
Others	1.15	-
Total (A)	59.15	39.90
(B) Provision reversal		
Doubtful debts	-	-
Doubtful advances & Claims	-	-
Foreign exchange Transaction	-	-
Stores & Spares	3.19	-
Mine Closure Expenses	-	-
Surveyed of Fixed Assets/Capital WIP/P&M in Stores	1.48	-
Others	-	125.72
Total (B)	4.67	125.72
TOTAL (A - B)	54.48	(85.82)

NOTE - 30: WRITE OFF

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Doubtful debts	-	-
Doubtful advances	-	-
Others	-	-
TOTAL	-	-

Notes To Consolidated Statement of Profit & Loss (Contd.)

NOTE - 31: OTHER EXPENDITURE

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Travelling expenses		
- Domestic	27.92	28.19
- Foreign	0.02	0.07
Training Expenses	9.08	8.63
Telephone & Postage	6.36	6.32
Advertisement & Publicity	14.87	17.68
Freight Charges	7.49	27.75
Demurrage	18.80	39.07
Donation/Subscription	0.23	0.04
Security Expenses	62.16	55.37
Service Charges of CIL	64.14	62.45
Hire Charges	36.23	29.68
CMPDI Expenses	48.67	42.99
Legal Expenses	3.23	6.01
Bank Charges	0.12	0.15
Guest House Expenses	2.01	1.85
Consultancy Charges	1.57	2.26
Under Loading Charges	54.54	98.42
Loss on Sale/Discard/Surveyed of Assets	1.63	0.64
Auditor's Remuneration & Expenses		
- For Audit Fees	0.17	0.16
- For Taxation Matters	0.02	0.06
- For Company Law Matters	-	-
- For Management Services	-	-
- For Other Services	0.18	0.18
- For Reimbursement of Expenses	0.12	0.12



Notes To Consolidated Statement of Profit & Loss (Contd.)

NOTE - 31: OTHER EXPENDITURE (CONTD.)

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Internal Audit Expenses etc..	1.93	1.56
Cost Audit expenses	0.10	0.18
Rehabilitation Charges ⁽¹⁾	73.93	72.89
Royalty & Cess	2.14	7.60
Central Excise Duty	29.48	23.25
Rent	0.93	0.77
Rates & Taxes	11.54	12.34
Insurance	0.04	0.16
Loss on Exchange Rate Variance	-	13.58
Lease Rent	-	-
Rescue/Safety Expenses	17.81	15.36
Dead Rent/Surface Rent	0.70	2.89
Siding Maintenance Charges	9.23	3.79
Land/Crops Compensation	0.08	5.69
Research & Development	25.65	-
Environmental Expenses	16.74	21.08
Tree Plantation	3.65	9.14
Miscellaneous Expenses	26.80	37.81
TOTAL	580.31	656.18

31.1 Rehabilitation Charges

As per the decision of Ministry of Coal, an amount of ₹ 73.93 Crore (₹ 72.89 Crore) was debited to Rehabilitation expenses on the basis of debit memo received from CIL towards mobilisation of funds for implementation of action plan for shifting and rehabilitation, dealing with fire and stabilisation of unstable Areas at ECL and BCCL.

NOTE - 32: PRIOR PERIOD ADJUSTMENTS

(₹ In Crore)

	For the Year ended 31.03.2015	For the Year ended 31.03.2014
(A) Expenditure		
Sale of Coal & Coke	-	-
Stock of Coal & Coke	-	-
Other Income	-	-
Consumption of Stores & Spares	-	-
Employees Remuneration & Benefits	-	-
Power & Fuel	-	-
Welfare Expenses	-	-
Repairs	-	-
Contractual Expenses	-	-
Other Expenditure	-	-
Interest and other financial charges	-	-
Depreciation	-	0.15
Total (A)	-	0.15
Sale of Coal & Coke	-	-
Stock of Coal & Coke	-	-
Other Income	-	-
Consumption of Stores & Spares	-	-
Employees Remuneration & Benefits	-	-
Power & Fuel	-	-
Welfare Expenses	-	-
Repairs	1.98	-
Contractual Expenses	-	-
Other Expenditure	-	-
Interest and other financial charges	-	-
Depreciation	-	-
Total (B)	1.98	-
TOTAL (A-B) {Charge/(Income)}	(1.98)	0.15



NOTE - 33 : CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES

1.0 Accounting Convention:

Financial statements are prepared under the historical cost convention and on accrual basis of accounting and going concern concept, in accordance with the generally accepted accounting principles in India and the relevant provisions of the Companies Act, 2013 including accounting standards notified therein, except otherwise stated.

1.1 Use of estimate

In preparing the financial statements in conformity with Accounting Principles generally accepted in India, management is sometimes required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liability as at the date of financial statements and the amount of revenue and expenses during the reported period. Actual results may differ from those estimates. Any revision to such estimate is recognized in the period in which the same is determined.

2.0 Subsidies / Grants from Government:

- 2.1 Subsidies / Grants on capital account are deducted from the cost of respective assets to which they relate. The unspent amount at the Balance Sheet date, if any, is shown as current liabilities.
- 2.2 Subsidies / Grants on revenue account are credited to Statement of Profit & Loss as Other Operating Revenue and the relevant expenses are debited to the respective heads of expenses. The unspent amount at the Balance Sheet date, if any, is shown as current liabilities.

3.0 Fixed Assets:

3.1 Land:

- 3.2 Value of land includes cost of acquisition, cash rehabilitation expenses, resettlement cost and compensation in lieu of employment incurred for concerned displaced persons

3.3 Plant & Machinery:

Plant & Machinery includes cost and expenses incurred for erection / installation and other attributable costs of bringing those assets to working conditions for their intended use.

3.4 Railway Siding:

Pending commissioning, payments made to the railway authorities for construction of railway sidings are shown in Note 12 - "Long Term Loans & Advances" under Advances for Capital.

3.5 Development:

Expenses net of income of the projects / mines under development are booked to Development Account and grouped under Capital Work-in-Progress till the projects / mines are brought to revenue account. Except otherwise specifically stated in the project report to determine the commercial readiness of the project to yield production on a sustainable basis and completion of required development activity during the period of constructions, projects and mines under development are brought to revenue considering the following criteria:

NOTE - 33 : CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

- a) From beginning of the financial year immediately after the year in which the project achieves physical output of 25% of rated capacity as per approved project report, or
- b) 2 years of touching of coal, or
- c) From the beginning of the financial year in which the value of production is more than total expenses,
 - Whichever event occurs first.

4.0 Prospecting & Boring and other Development Expenditure:

The cost of exploration and other development expenditure incurred in one "Five year" plan period will be kept in Capital work-in-progress till the end of subsequent two "Five year" plan periods for formulation of projects, before it is written-off, except in the case of Blocks identified for sale or proposed to be sold to outside agency which will be kept in inventory till finalisation of sale.

5.0 Investments:

Current investments are valued at the lower of cost and fair value as at the Balance sheet date. Investments in mutual fund are considered as current investments.

Non-Current investments are valued at cost. However, when there is a decline, other than temporary, in the value of long term investment, the carrying amount is reduced to recognize the decline.

6.0 Inventories:

6.1 Book stock of coal / coke is considered in the accounts where the variance between book stock and measured stock is upto +/- 5% and in cases where the variance is beyond +/- 5% the measured stock is considered. Such stock are valued at net realisable value or cost, whichever is lower.

6.1.1 Coal & coke fines are valued at lower of cost or net realisable value.

6.1.2 By products are valued at net realisable value.

6.2 Stores & Spares:

6.2.1 The closing stock of stores and spare parts has been considered in the accounts as per balances appearing in priced stores ledger of the Central Stores and as per physically verified stores lying at the collieries/units.

6.2.2 Stock of stores & spare parts (which also includes loose tools) at Central & Area stores are valued at cost calculated on the basis of weighted average method. The year-end inventory of stores & spare parts lying at collieries / sub-stores / consuming centres, initially charged off, are valued at issue price of Area Stores, Cost / estimated cost. Workshop jobs including work-in-progress are valued at cost.

6.2.3 Stock of stationery (other than lying at printing press), bricks, sand, medicine and scrap are not considered in inventory.

6.2.4 Provisions are made at the rate of 100% for unserviceable, damaged and obsolete stores and at the rate of 50% for stores & spares not moved for 5 years.



NOTE - 33 : CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

7 Depreciation/ Amortisation:

7.1 Depreciation on fixed assets is provided on straight line method on the basis of useful life specified in Schedule II of Companies Act, 2013 except for assets mentioned below, for which depreciation is provided on the basis of technically estimated useful life which are lower than that envisaged as per schedule II of Companies Act, 2013 to depict a more true and fair rate of depreciation :-

Telecommunication equipment	: 6 years and 9 years
Photocopying machine	: 4 years
Fax machine	: 3 years
Mobile phone	: 3 years
Digitally enhanced cordless telephone	: 3 years
Printer & Scanner	: 3 years
Earth Science Museum	: 19 years
High volume respiratory dust samplers	: 3 years
Certain equipment /HEMM	: 7 years and 6 years
SDL (equipment)	: 5 years
LHD (equipment)	: 6 years

7.2 The residual value of all assets for depreciation purpose is considered as 5% of the original cost of the asset except those item of assets covered under para 7.3.

7.3 In case of assets namely Coal tub, winding ropes, haulage ropes, stowing pipes & safety lamps the technically estimated useful life has been determined to be one year with a nil residual value.

7.4 Depreciation on the assets added / disposed of during the year is provided on pro-rata basis with reference to the month of addition / disposal, except on those assets with one year useful life and nil residual value as mention under para 7.3, which are fully depreciated in the year of their addition. These Assets are taken out from the Assets after expiry of two years following the year in which these are fully depreciated.

7.5 Value of land acquired under Coal Bearing Area (Acquisition & Development) Act, 1957 is amortised on the basis of the balance life of the project. Value of leasehold land is amortised on the basis of lease period or balance life of the project, whichever is earlier.

7.6 Prospecting, Boring and Development expenditure are amortised from the year when the mine is brought under revenue in 20 years or working life of the project whichever is less.

7.7 Cost of Software recognized as intangible asset, is amortised on straight line method over a period of legal right to use or three years, whichever is less; with a nil residual value.

NOTE - 33 : CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

8 Impairment of Asset:

Impairment loss is recognised wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the statement of profit and loss and carrying amount of the asset is reduced to its recoverable amount.

Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset no longer exist or have decreased.

9 Foreign Currency Transactions:

9.1 Balance of foreign currency transactions is translated at the rates prevailing on the Balance Sheet date and the corresponding effect is given in the respective accounts. Transactions completed during the period are adjusted on actual basis.

9.2 Transactions covered by cross currency swap options contracts to be settled on future dates are recognized at the rates prevailing on the Balance Sheet date, of the underlying foreign currency. Effects arising out of such contracts are taken into accounts on the date of settlement.

10 Retirement benefits / other employee benefits:

a) Defined contributions plan:

The company has defined contribution plans for payment of Provident Fund and Pension Fund benefits to its employees. Such Provident Fund and Pension Fund are maintained and operated by the Coal Mines Provident Fund (CMPF) Authorities. As per the rules of these schemes, the company is required to contribute a specified percentage of pay roll cost to the CMPF Authorities to fund the benefits.

b) Defined benefits plans:

The liability on the Balance Sheet date on account of gratuity and leave encashment is provided for on actuarial valuation basis by applying projected unit credit method. Further the company has created a Trust with respect to establishment of Funded Group Gratuity (cash accumulation) Scheme through Life Insurance Corporation of India. Contribution is made to the said fund based on the actuarial valuation.

c) Other employee benefits:

Further liability on the Balance Sheet date of certain other employee benefits viz. benefits on account of LTA/LTC; Life Cover Scheme, Group Personal Accident Insurance Scheme, Settlement Allowance, Post Retirement Medical Benefits Scheme and compensation to dependants of deceased in mines accidents etc. are also valued on actuarial basis by applying projected unit credit method.



NOTE - 33 : CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

11 Recognition of Income and Expenditure:

Income and Expenditure are generally recognised on accrual basis and provision is made for all known liabilities.

11.1 Sales

- a) Revenue in respect of sales is recognised when the property in the goods with the risks and rewards of ownership are transferred to the buyer.
- b) Sale of coal are net of statutory dues and accepted deduction made by customer on account of quality of coal.
- c) The revenue recognition is done where there is reasonable certainty of collection. On the other hand, revenue recognition is postponed in case of uncertainty as assessed by management.

11.2 Dividend

Dividend income is recognized when right to receive is established.

12 Borrowing Costs

Borrowing Cost directly attributable to the acquisition or construction of qualifying assets is capitalised. Other borrowing costs are recognised as expenses in the period in which they are incurred.

13 Taxation :

Provision of current income tax is made in accordance with the Income Tax Act, 1961. Deferred tax liabilities and assets are recognised at substantively enacted tax rates, subject to the consideration of prudence, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period.

14 Provision:

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to present value and are determined based on best estimate required to settle the obligation at the balance sheet date.

15 Contingent Liability:

Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise or a present obligation that arises from past events but is not recognised because it is not probable that an outflow of resources embodying economic benefit will be required to settle the obligations or reliable estimate of the amount of the obligations can not be made.

Contingent liabilities are not provided for in the accounts and are disclosed by way of Notes.

NOTE - 33 : CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

16 Overburden Removal (OBR) Expenses :

In open cast mines with rated capacity of one million tonnes per annum and above, cost of OBR is charged on technically evaluated average ratio (COAL:OB) at each mine with due adjustment for advance stripping and ratio- variance account after the mines are brought to revenue. Net of balances of advance stripping and ratio variance at the Balance Sheet date is shown as cost of removal of OB under the head Non - Current Assets/ Long Term Provisions as the case may be.

The reported quantity of overburden as per record is considered in calculating the ratio for OBR accounting where the variance between reported quantity and measured quantity is within the lower of the two alternative permissible limits, as detailed hereunder:-

Annual Quantum of OBR of the Mine	Permissible limits of variance	
	I	II
	%	Quantum (in Mill.Cu. Mtr.)
Less than 1 Mill. CUM	+/- 5%	0.03
Between 1 and 5 Mill. CUM	+/- 3%	0.20
More than 5 Mill. CUM	+/- 2%	-

However, where the variance is beyond the permissible limits as above, the measured quantity is considered.

17 Prior Period Adjustments and Prepaid Expenses:

Income / expenditures relating to prior period and prepaid expenses, which do not exceed ₹ 0.10 Crore in each case, are treated as income / expenditure of current year.

**NOTE-34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS****1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

- i. The Financial Statements of the subsidiaries used in the consolidation are drawn up to the same reporting date as that of the Parent Company, i.e. Year ending 31st March, 2015.
- ii. The Financial Statements have been prepared under the historical cost convention and on the accrual basis of accounting. The accounts of the subsidiaries have been prepared in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India and on the basis of accounting principles generally accepted in India.

2. PRINCIPLES OF CONSOLIDATION AND FINANCIAL REPORTING :

- i. The consolidated financial statements relate to South Eastern Coalfields Limited and proportionate stake in its two subsidiaries M/s Chhattisgarh East Railway Limited (CERL) and M/s. Chhattisgarh East-West Railway Limited (CEWRL).
- ii. The financial statements of the company and its subsidiary companies are combined on a line-by-line basis adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses in accordance with Accounting Standard- 21 "Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.
- iii. Significant Accounting Policies and Notes to these Consolidated Financial Statements are intended to serve as a means of informative disclosure and a guide for better understanding the consolidated position of the companies. Recognizing this purpose, the Company has disclosed only such Policies and Notes from individual financial statements, which fairly present the needed disclosure.
- iv. On incorporation of subsidiaries, in terms of Memorandum of Understanding (MOU) signed on 03.11.2012 between South Eastern Coalfields Limited (SECL), IRCON International Limited (IRCON) and the Government of Chhattisgarh (GoCG) for establishment of two Railway Corridors viz., East Corridor and East West Corridor, two (2) Subsidiary Companies of SECL have been Incorporated under the Companies Act,1956 viz., M/s Chhattisgarh East Railway Limited (CERL) and M/s. Chhattisgarh East-West Railway Limited (CEWRL) has deposited money/ transferred debits for capital and other expenditure.

The position of investment and other current account as at 31.03.2015 is as under:

Name of Subsidiary	Stake in Subsidiary	Date of Incorporation	Address	Minority Interest as per Consolidated Accounts as on 31.03.2015
M/s Chhattisgarh East Railway Limited	71.02%	12.03.2013	Mahadeo Ghat Road, Raipura Chowk, Raipur-492013	₹1.11 Crore
M/s. Chhattisgarh East-West Railway Limited	71.02%	25.03.2013	Mahadeo Ghat Road, Raipura Chowk, Raipur-492013	₹1.12 Crore

All the subsidiaries are yet to start development activities, related expenditure has been consolidated.

NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

3. APPLICABILITY OF ACCOUNTING STANDARDS:

a. Significant Accounting Policy:

Significant accounting policy (Note-33) has been suitably modified/ re-drafted over previous year, as found necessary to elucidate the accounting policies adopted by the Company.

b. Revenue Recognition (AS-9)

- (i) The revenue recognition has been made where there is a reasonable certainty of collection. Revenue recognition is postponed in case of uncertainty to the extent of uncertainty as assessed by the management.
- (ii) Refund / adjustment from Tax Authorities are accounted for on the basis of final assessment/ settlement.
- (iii) Recovery of the liquidated damages and penalties are accounted for on the basis of final settlement.

c. Subsidy : (AS-12) (Refer Note No. 20)

Subsidy received from Coal Controller Development Authority on account of infrastructural development have been adjusted against the relevant head of account of capital nature ₹ Nil and in case of revenue expenditure ₹4.75 Crore (₹16.35 Crore), the same is shown under other operating revenue.

d. Employee Benefits: Recognition and Measurement: (AS-15)

- i. The year-end liability of certain other employee benefits like Gratuity, Earned Leave, Life Cover Scheme, Settlement Allowance, Group Personal Accident Insurance Scheme, Leave Travel Concession, Medical Benefits for Retired Executives, Compensation to dependents in case of mine accidental death are valued on actuarial basis. Total liability as on Balance Sheet date based on valuation made by the Actuary, details of which are mentioned below is ₹3752.21 Crore.

The Actuarial liability as on 31.03.2015

(₹ In Crore)

Head	Opening Actuarial Liability as on 01.04.2014	Incremental Liability	Closing Actuarial Liability as on 31.03.2015
Gratuity	2707.54	238.14	2945.68
Earned Leave	382.95	73.21	456.16
Half Pay Leave	76.46	5.85	82.31
Life Cover Scheme	18.61	0.07	18.68
Settlement Allowance Executives	0.63	-0.01	0.62
Settlement Allowance Non-Executives	62.37	0.96	63.33
Group Personal Accident Insurance Scheme	0.23	0.01	0.24
Leave Travel Concession	25.37	-1.12	24.25
Medical Benefits	119.93	-0.08	119.85
Compensation to dependents in case of mine accidental death	40.88	0.21	41.09
TOTAL	3434.97	317.24	3752.21



NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

(2) Gratuity: Actuarial Assumptions:

The disclosure as per actuary's certificate for funded employee benefits for Gratuity is given below:

ACTUARIAL VALUATION OF GRATUITY LIABILITY AS AT 31.03.2015

CERTIFICATE AS PER ACCOUNTING STANDARD 15 (Revised 2005)

Table 1: DISCLOSURE ITEM 120 (c)

(₹ In Crore)

Present Value of Obligations	As at 31.03.2015	As at 31.03.2014
Present value of obligation at beginning of the year	2707.54	2874.85
Acquisition Adjustment	0.00	0.00
Interest Cost	204.69	233.10
Past Service Cost	0.00	0.00
Current Service Cost	137.00	121.34
Curtailment Cost	0.00	0.00
Settlement Cost	0.00	0.00
Benefits paid	297.65	264.99
Actuarial Gain / Loss on obligations	194.10	-256.76
Present Value of Obligations at end of the year	2945.68	2707.54

Table 2: DISCLOSURE ITEM 120 (e)

(₹ In Crore)

Fair Value of Plan Assets	As at 31.03.2015	As at 31.03.2014
Fair value of Plan Assets at beginning of the year	2908.37	2819.76
Acquisition Adjustment	0.00	0.00
Excepted Return on Plan Asset	232.66	239.68
Contributions	0.00	91.70
Benefits Paid	297.65	264.99
Actuarial Gain /Loss on Plan Asset	32.48	22.22
Fair value of Plan Asset	2875.86	2908.37

Table 3: DISCLOSURE ITEM 120 (f)

(₹ In Crore)

Funded Status	As at 31.03.2015	As at 31.03.2014
Present Value of obligation at end of the year	2945.68	2707.54
Fair value of Plan Assets at end of the year	2875.86	2908.37
Funded Status	-69.82	200.83
Un-recognised Actuarial gain / Loss at end of the year	0.00	0.00
Net Asset (Liability) Recognised in Balance sheet	-69.82	200.83

NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)
Table 4: DISCLOSURE ITEM 120 (g)

(₹ In Crore)

Expenses Recognized in Statement of Profit & Loss	As at 31.03.2015	As at 31.03.2014
Current Service Cost	137.00	121.34
Past Service Cost	0.00	0.00
Interest Cost	204.69	233.10
Expected Return on Plan asset	232.66	239.68
Curtailement Cost	0.00	0.00
Settlement Cost / Benefit paid	0.00	0.00
Actuarial Gain/Loss Recognised in the Year	161.62	-278.98
Expense Recognised in statement of Profit /Loss	270.65	-164.22

Table 5: DISCLOSURE ITEM 120 (i)

(₹ In Crore)

Actuarial Assumptions	As at 31.03.2015	As at 31.03.2014
Mortality table	IALM(2006-08) ULTIMATE	IALM(2006-08) ULTIMATE
Superannuation age	60	60
Early retirement and disablement	10 per Thousand P.A. 6 above age 45 3 between age 29 and 45 1 below age 29	10 per Thousand P.A. 6 above age 45 3 between age 29 and 45 1 below age 29
Discount Rate	8.00%	8.50%
Inflation rate	6.25%	6.25%
Return on assets	8.00%	8.50%
Remaining working life	11 Years	12 Years
Formula used	Projected Unit Credit Method	Projected Unit Credit Method

Table 6: DISCLOSURE ITEM 120 (p)

(₹ In Crore)

Movements in the Liability Recognized in Balance Sheet	As at 31.03.2015	As at 31.03.2014
Opening Net Liability	-200.83	55.09
Expenses as above	270.65	-164.22
Contributions	0.00	91.70
Closing Net Liability	69.82	-200.83
Closing Fund/Provision	2945.68	2707.54

e. Segment Reporting (AS-17)

The Company is primarily engaged in a single Segment business of production and sale of coal. The activities of production of coke and its bye-products at Dankuni Coal Complex being less than 10% of the total revenue and profit, there is no reportable primary segment identifiable in accordance with the Accounting Standard (AS-17) on Segment Reporting.

**NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)****f. Related Party Disclosure (AS-18)**

In view of the exemption granted to State controlled enterprises as regards related party relationship with other State controlled enterprises and there being no transaction with other related enterprises & parties, no such disclosure under the Accounting Standard (AS-18) on Related Party Disclosures is required.

g. Leases (AS-19)**i) Apollo Hospital:**

The Company in terms of License Agreement dated 19th day of March, 2001 executed with M/s Apollo Hospital Enterprises Ltd., Chennai has granted the latter a right to occupy and use the fully constructed main hospital building measuring 2,97,099.74Sq.ft. (27611.50 SqM) and the residential quarters measuring 55,333 Sq.ft. (5142.47 SqM) together with superstructures on the land such as substation building, sewerage treatment plant and pump house.

The License Agreement provides for a lease period of 30 years from the effective date of the commencement of the lease i.e November 2001.

The lease rental payable by the Apollo Hospital is accounted for as per the agreement. As per the agreement, the lease rental receivable from Apollo Hospital on the Balance Sheet date, for main hospital building is ₹4/- per Sq. ft. per month (₹4/- per Sq. ft per month) ₹1.43 Crore or 1/3rd of net profit arrived from the operation of this division of the hospital of the licensee, whichever is more and for residential quarters the rate is ₹2/- per Sq. ft. per month (₹2/- per Sq. ft per month) ₹0.13 Crore. The lease rental paid by Apollo Hospital for the year ended on Balance Sheet date accounted for is ₹1.56 Crore (₹1.56Crore) towards minimum rental.

The cost of the gross assets leased to Apollo Hospital Enterprises Ltd. furnished under the schedule of Fixed Assets is ₹31.32 Crore (₹31.32 Crore) accumulated depreciation as on Balance Sheet date is ₹8.66 Crore (₹8.25 Crore)), the depreciation recognized in the Statement of Profit & Loss for the year is ₹0.41 Crore (₹0.54 Crore).

The future minimum lease rental receivable in the aggregate at the end of the year is ₹24.93 Crore (₹26.49 Crore) for each of the following periods is as under:

	(₹ In Crore)	
	As at 31.03.2015	As at 31.03.2014
i) Not later than one year	1.56	1.56
ii) Later than one year and not later than five year	6.23	6.23
iii) Later than five years and till the period of lease	17.14	18.70

No contingent rents are recognized as income in the Profit and Loss Account.

ii) Railway Siding :

(a) The Company in terms of License Agreements dated 03.01.2007 and 16.05.2008 executed with M/s Aryan Coal Benefications Pvt. Ltd., New Delhi has granted the later a right to use the fully constructed Railway Siding Junadih No.3 at Gevra Area on lease for a period of 20 years with effect from 23.05.2006. Lease Rent ₹0.50 Crore received during the year.

NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

- (b) The Company in terms of License Agreements dated 03.01.2007 and 16.05.2008 executed with M/s Aryan Coal Benefications Pvt. Ltd., New Delhi has granted the later a right to use the fully constructed Railway Siding Junadih No.4 at Gevra Area for a lease period of 20 years w.e.f. 23.08.1999. Lease Rent ₹0.64 Crore received during the year.
- (c) The company in terms of License agreement with M/s Gujarat State Electricity Board, Vadodara, Gujarat dated 17.10.2005 has granted the later a right to use the fully constructed Railway siding Junadih line no 5 at Gevra area for a period of 20 years with effect from 17.10.2005. Lease Rent ₹0.16 Crore received during the year.
- (d) The Company in terms of Lease Agreements dated 15.10.2007 executed with M/s Spectrum Coal and Power Limited (Formerly known as STCLI Coal Washery Limited) has granted the later a right to use the fully constructed Railway Siding line no. 2 for an applied lease period of 30 years w.e.f Oct 2007 vide letter no. 13-14/81 dated 18.07.14. Lease Rent ₹1.09 Crore received during the year.

Leased out Assets to M/s Aryan Coal Benefications Pvt. Ltd. and M/s Gujarat State Electricity Board valued ₹7.13 Crore (₹7.13 Crore) and accumulated depreciation as on Balance Sheet date is ₹6.73 Crore (₹6.65 Crore), the depreciation recognized in the Statement of Profit & Loss for the year is ₹0.08 Crore (₹0.08 Crore).

Leased out Assets to M/s Spectrum Coal and Power Limited (Formerly known as STCLI Coal Washery Limited) ₹15.74 Crore and accumulated depreciation as on Balance Sheet date is ₹8.49 Crore.

The future minimum lease rental receivable in the aggregate at the end of the year is ₹34.73 Crore (₹37.12 Crore) for each of the following periods is as under:

(₹ In Crore)

Period	As at 31.03.2015				Total	As at 31.03.14
	Junadih Sdg -3 (a)	Junadih Sdg -4 (b)	Junadih Sdg -5 (c)	Line No 2 (d)		
Not later than one year	0.50	0.64	0.16	1.09	2.39	2.39
Later than one year and not later than five year	2.50	1.92	0.80	5.45	10.67	10.67
Later than five years and till the period of lease	2.50	0.00	0.64	18.53	21.67	24.06

No contingent rents are recognized as income in the Profit and Loss Account.

iii) Land:

The Company in terms of Lease Agreements executed with M/s Spectrum Coal and Power Limited (Formerly known as STCLI Coal Washery Limited) has granted the later a right to use the land for construction of washery and siding facilities at Dipka Project on lease for a period of 30 years with effect from 30.03.2008. Lease Rent ₹.82 Crore received during the year.

NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

Leased out Assets to M/s Spectrum Coal and Power Limited (Formerly known as STCLI Coal Washery Limited) valued ₹ 0.52 Crore for Land and accumulated depreciation as on Balance Sheet date is ₹ 0.30 Crore.

The future minimum lease rental receivable in the aggregate at the end of the year is ₹19.68 Crore (₹20.50 Crore) for each of the following periods is as under:

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Not later than one year	0.82	0.82
Later than one year and not later than five year	4.10	4.10
Later than five years and till the period of lease	14.76	15.58

No contingent rents are recognized as income in the Profit and Loss Account.

iv) Dankuni Coal Complex:

Coal India Ltd. (Holding Company) has given on lease land, building and structures, plant and machinery of Dankuni Coal Complex at Kolkata from 01.04.1995, with absolute right to manufacture, sell its products including gas and bye-products. The lease rent payable from 01.04.2011 onward to Coal India Ltd. is ₹1.00 per annum.

h) Earning Per Share (AS-20)

	For the year ended 31.03.2015	For the year ended 31.03.2014
Profit after Tax (₹ in Crore)	3659.94	4772.06
Profit attributable to Equity Shareholders (₹ in Crore)	3659.94	4772.06
No. of Equity Shares for Basic & diluted EPS	3597000	3597000
Nominal value of Equity share (₹)	1000.00	1000.00
Basic & Diluted Earnings per Share (₹)	10174.98	13266.78

i) Accounting for Taxes on Income (AS-22)

- Deferred Tax Assets and Liability are being offset as they relate to Taxes on income levied by the same governing taxation laws.
- Deferred Tax Asset / (Liability) as at 31st March, 2015 and as at 31st March, 2014 is given below:-

(₹ In Crore)

	As at 31.03.2015	As at 31.03.2014
Deferred Tax Liability:		
Related to Fixed Assets	77.70	177.83
Deferred Tax Asset:		
Provision for doubtful Debts, claims, etc.	197.23	195.64
Employee separation and retirement	166.58	45.91
Others	(13.86)	(23.74)
Total deferred tax Assets	349.95	217.81
Net Deferred Tax Asset/ (Deferred Tax Liability):	272.16	39.88

NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

j) Impairment of Assets (AS-28)

During the year, the impairment loss of assets of ₹1.34 Crore (₹0.61 Crore) in respect of continuous loss making mines is debited to Statement of Profit & Loss.

k) Contingent Liabilities, Commitments and Contingent Assets (AS-29)

l) Contingent Liabilities:

- i) Following suits are pending against the company at different forums. The financial impact, wherever available has been taken under contingent liabilities below, however, for other cases, management does not see any considerable impact on the financial position of the Company

Courts	No. of cases
Supreme Court	35
High Court CG/ Jabalpur	1459
District Courts	701
CGIT	265
Other Forums	289

(₹ In Crore)

SL No	Particulars	As on 31.03.2015	As on 31.03.2014
1	Income Tax – appeals filed by the Income Tax Deptt. before the ITAT for the assessment years from 1998-99 to 2010-11.	1437.76	1275.91
2	Income Tax – appeals filed before the CIT(Appeals) for the assessment years from 2007-08 to 2013-14 (Amount deposited under protest)	1550.76	567.62
3	Income Tax – appeals filed before the ITAT for the assessment years from 1997-98 to 2010-11. (Amount deposited under protest)	1146.59	633.24
4	Service Tax- appeal filed by the Deptt. before the High Court, CG related to GTA (demand ₹17.64 Crore and paid ₹4.86 Crore)	17.64	0.00
5	Service Tax – appeals filed before the CESTATE, New Delhi on various issues	502.04	17.64
6	Service Tax – appeals filed before the CCE/DC/ JCE, Raipur/ Bhopal/ Jabalpur on various issues.	248.44	450.66
7	Central Excise – appeals filed before CESTATE, New Delhi related to excise duty on royalty & other taxes. (₹249.81 Crore deposited under protest)	427.05	398.38
8	Central Excise – appeals filed before CCE Raipur/ Jabalpur on various issues (₹0.01 Crore deposited under protest)	4.94	7.51
9	Entry Tax, Sales Tax, CST, VAT- appeals filed before Tribunal/ High Court. (₹97.38 Crore deposited under protest)	117.04	91.19

**NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)**

(₹ In Crore)

SL No	Particulars	As on 31.03.2015	As on 31.03.2014
10	Suits against the Company filed by Contractors & others pending before Arbitration/ Courts.	221.55	182.92
11	Suits against the Company by Employees & others pending before ALC, RLC and various Courts.	23.03	22.51
12	Forest Deptt. & other land matters- demands raised but not acknowledged as debts	93.29	91.67
13	Trade Receivables- claims not acknowledged as debts and suits against the Company.	287.07	288.20

- ii) Outstanding letters of Credits as on Balance Sheet date amounted to ₹109.50 Crore (₹118.96 Crore).
- iii) The Company has given Bank Guarantees of ₹1.60 Crore (₹1.25 Crore) for which there is a floating charge on Current Assets of the Company.
- iv) In absence of notification of rules by the Central / State Government, the effects of the provisions of the Mines and Minerals (Development and Regulation) Amendment Act, 2015 has not been considered in the Accounts.

II) Commitments:

- (i) The amount remaining to be executed on capital account not provided for is ₹459.17 Crore (₹706.16 Crore).
- (ii) The amount remaining to be executed on revenue account not provided for is ₹1538.78 Crore (₹1824.29 Crore).

III) Contingent Assets:

- i) A sum of ₹12.26 Crore (₹10.16 Crore) are kept in the Company's custody as Securities in the form of Fixed Deposit Receipt received from the suppliers, contractors etc.. Further, Bank Guarantees worth ₹1433.14 Crore (₹1291.63 Crore) have also been taken from Debtors as security for supply of coal and from suppliers & contractors for execution of works/supply etc. which have not been accounted for.
- ii) Certain forged / extra payments of TA Bills were found in Hasdeo Area. On detailed checking by the Internal Audit Department/ Vigilance Department the extra/ irregular payment for the years 2005-06 to July 2012 of about ₹0.37 Crore on account of TA Bills has been detected. Departmental action has already been initiated against the erring staff and the involved persons i.e one Cashier and one Cost Assistant have been suspended. Based on this investigation payment of such forged TA bills is still under investigation.
- iii) One fraud case has been cropped up at Sohagpur Area in respect of salary/ wages billing by a clerk amounting to ₹0.16 Crore, out of which ₹0.09 Crore has been deposited by him. Balance amount is not recovered till date. The case is under investigation.

NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

- iv) Excess payment is reported to be made to a security agency at Bishrampur Area & Korba Area amounting to ₹1.21 Crore & ₹0.32 Crore respectively. The cases are under investigation.
- v) Irregularities in deployment of OB Contractor at Bishrampur Area and payment involving ₹0.28 Crore. The case is under investigation.

4(a) VALUE OF IMPORTS ON CIF BASIS:

(₹ In Crore)

Details	Current Year 2014-15	Previous Year 2013-14
Raw Material	NIL	NIL
Components, Stores & Spare Parts	38.45	167.37
Capital Goods		

4(b) TOTAL CONSUMPTION OF STORES (Refer Note No. 22)

(₹ In Crore)

Details	Current Year 2014-15		Previous Year 2013-14	
	Amount ₹ in Crore	% of Total Consumption	Amount ₹ in Crore	% of Total Consumption
Imported	6.41	0.38	14.39	0.90
Indigenous	1662.93	99.62	1581.25	99.10
Total	1669.34	100.00	1595.64	100.00

4(c) EXPENDITURE INCURRED IN FOREIGN CURRENCY ON ACCOUNT OF:

(₹ In Crore)

Details	Current Year 2014-15	Previous Year 2013-14
Traveling Expenses	0.02	0.07
Others	14.55	0.18

5. DIRECTORS' REMUNERATION:

(₹ In Crore)

Details	Current Year 2014-15	Previous Year 2013-14
Whole-Time Directors :		
(i) Salary	0.73	0.70
(ii) Company's Contribution to Provident Fund, Other Funds	0.07	0.07
(iii) Medical Benefits	0.00	0.08
For Part-Time Directors :		
(iv) Sitting Fees	0.00	0.13



NOTE - 34: CONSOLIDATED ADDITIONAL NOTES ON ACCOUNTS (CONTD.)

6. BALANCE CONFIRMATION

Balance confirmation/ reconciliation is carried out for all bank balances; all major loans & advances, Trade Receivables, long term liabilities and current liabilities. Provision is taken against all doubtful unconfirmed balances.

7. USE OF ESTIMATE

In preparing the financial statements in conformity with accounting principles generally accepted in India, management is sometimes required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liability as at the date of financial statements and the amount of revenue and expenses during the reported period. Actual results may differ from those estimates. Any revision to such estimate is recognized in the period in which the same is determined.

8. PREVIOUS YEAR'S FIGURES

Previous Year's figures have been regrouped and rearranged wherever considered necessary. Figures in the parentheses relating to the Notes/Additional Notes of Balance sheet and Statement of Profit & Loss correspond to 12 month period of the previous year.

Note 1 to 19 form part of the Balance Sheet as at 31st March, 2015 and Note 20 to 32 form part of Statement of Profit & Loss for the year ended on that date. Note-33 represents Significant Accounting Policies and Note-34 represents Additional Notes on the Accounts.

Signature to Note 1 to 34.

Sd/-
(CS S. M. Yunus)
Company Secretary

Sd/-
(CA Y. V. Subbarao)
GM (Finance)

Sd/-
(A. P. Panda)
Director (Finance)
(DIN - 06664375)

Sd/-
(Om Prakash)
Chairman-cum-Managing Director
(DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
Chartered Accountants
Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
Partner
Membership No. 058409

Date : 24.05.2015
Place: New Delhi

Statement Containing Salient Features of the Financial Statements of Subsidiaries (FORM AOC-1)

*(Pursuant to first proviso to sub-section (3) of section 129 read with Rule 5 of
Companies (Accounts) Rules, 2014)*

Part "A" : Subsidiaries

(₹ In Crore)

Sl No.	Particulars	Name of the subsidiary Companies	
		Chhattisgarh East Railway Limited	Chhattisgarh East- West Railway Limited
1	Reporting Period	01.04.14 to 31.03.15	01.04.14 to 31.03.15
2	Reporting Currency	Rupees	Rupees
3	Share Capital	4.06	4.06
4	Reserves & Surplus	(0.19)	(0.18)
5	Total Assets	138.71	4.82
6	Total Liabilities	138.71	4.82
7	Investments	0.00	0.00
8	Turnover	0.00	0.00
9	Profit before Taxation	(0.04)	(0.04)
10	Provision for Taxation	0.00	0.00
11	Profit after Taxation	(0.04)	(0.04)
12	Proposed Dividend	0.00	0.00
13	% of Share holding as on 31.03.2015	71.02	71.02

Sd/-
(CS S. M. Yunus)
Company Secretary

Sd/-
(CA Y. V. Subbarao)
GM (Finance)

Sd/-
(A. P. Panda)
Director (Finance)
(DIN - 06664375)

Sd/-
(Om Prakash)
Chairman-cum-Managing Director
(DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
Chartered Accountants
Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
Partner
Membership No. 058409

Date : 24.05.2015
Place: New Delhi



Annexure- I & IX under Clause 41 of Listing Agreement as per SEBI Guidelines

ANNEXURE - I TO CLAUSE 41

Statement of Consolidated Unaudited/ Audited Results for the Quarter ended 31.03.2015, Quarter ended 31.12.2014, Quarter ended 31.03.2014, Year ended 31.03.2015, Year ended 31.03.2014

PART - I

(₹ in Crore)

Particulars		For the quarter ended 31.03.2015	For the quarter ended 31.12.2014	For the quarter ended 31.03.2014	For the year ended 31.03.2015	For the year ended 31.03.2014
		Unaudited	Unaudited	Unaudited	Audited	Audited
1	Income From operations					
	(a) Income from Operations (Net of Excise Duty)	4469.21	4047.07	4626.16	16294.98	16856.60
	(b) Other Operating Income	93.87	93.75	81.32	336.49	268.14
	Total income from operations (Net)	4563.08	4140.82	4707.48	16631.47	17124.74
2	Expenses					
	(a) Cost of Material Consumed	522.76	427.60	487.91	1669.34	1595.64
	(b) Changes in Inventories of Finished Goods Work-in-progress and stock -in-trade	(255.70)	(174.71)	(178.04)	(316.95)	(160.02)
	(c) Employees Benefit Expenses	1754.23	1617.19	1503.73	6511.58	5899.01
	(d) Depreciation & Impairment	206.78	148.43	105.37	616.47	429.33
	(e) Power & Fuel	147.68	156.06	136.41	580.94	539.26
	(f) Corporate Social Responsibility Expenses	12.09	22.48	2.54	40.43	44.54
	(g) Repairs	58.16	51.15	63.97	193.47	189.96
	(h) Contractual Expenses	563.29	562.95	498.06	1885.50	1562.39
	(i) Other Expenditures	176.88	157.95	181.00	580.31	656.18
	(j) Overburden Removal / Adjustment	193.52	213.14	316.36	605.55	714.83
	(k) Financial Charges / Commitment Charges	0.00	0.00	0.67	0.00	3.45
	(l) Provisions/Write off (net)	19.08	33.47	(7.36)	54.48	(85.82)
	Total Expenses	3398.77	3215.71	3110.62	12421.12	11388.75

PART - I (CONTD.)

(₹ in Crore)

Particulars		For the quarter ended 31.03.2015	For the quarter ended 31.12.2014	For the quarter ended 31.03.2014	For the year ended 31.03.2015	For the year ended 31.03.2014
		Unaudited	Unaudited	Unaudited	Audited	Audited
3	Profit (Loss) from Operations before Other Income, Finance costs and Exceptional Items (1-2)	1164.31	925.11	1596.86	4210.35	5735.99
4	Other Income	421.62	346.52	475.21	1447.68	1469.51
5	Profit / (Loss) from ordinary activities before finance costs and Exceptional Items(3+4)	1585.93	1271.63	2072.07	5658.03	7205.50
6	Finance Costs	0.12	0.15	0.30	0.55	2.95
7	Profit / (Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	1585.81	1271.48	2071.77	5657.48	7202.55
8	Exceptional items	1.98	0.21	0.00	1.98	(0.15)
9	Profit (+) / Loss (-) from Ordinary Activities before tax (7+8)	1587.79	1271.69	2071.77	5659.46	7202.40
10	Tax Expenses	630.65	406.30	683.22	1999.61	2430.38
11	Net Profit / Loss from Ordinary Activities after tax (9-10)	957.14	865.39	1388.55	3659.85	4772.02
12	Extraordinary Item	-	-	-	-	-
13	Net Profit (+) / Loss (-) for the period (11+12)	957.14	865.39	1388.55	3659.85	4772.02
14	Share of Profit / (loss) of associates	-	-	-	-	-
15	Minority interest	0.01	-	-	0.09	0.04
16	Net Profit / (loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)	957.15	865.39	1388.55	3659.94	4772.06

**PART - I (CONTD.)**

(₹ in Crore)

Particulars	For the quarter ended 31.03.2015	For the quarter ended 31.12.2014	For the quarter ended 31.03.2014	For the year ended 31.03.2015	For the year ended 31.03.2014
	Unaudited	Unaudited	Unaudited	Audited	Audited
17 Paid-up equity share capital (3597000 Equity shares of face value of ₹1000 per share fully paid up)	359.70	359.70	359.70	359.70	359.70
18 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				9688.04	8265.99
19. i Earning Per Share (EPS) (before extraordinary items) (of ₹___/- each not annualised)					
(a) Basic	2660.97	2405.87	3860.30	10174.98	13266.78
(b) Diluted EPS	2660.97	2405.87	3860.30	10174.98	13266.78
ii Earnings per share (after extraordinary items) (of ₹___/- each not annualised)					
(a) Basic	2660.97	2405.87	3860.30	10174.98	13266.78
(b) Diluted EPS	2660.97	2405.87	3860.30	10174.98	13266.78

Sd/-
(CS S. M. Yunus)
Company Secretary

Sd/-
(CA Y. V. Subbarao)
GM (Finance)

Sd/-
(A. P. Panda)
Director (Finance)
(DIN - 06664375)

Sd/-
(Om Prakash)
Chairman-cum-Managing Director
(DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
Chartered Accountants
Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
Partner
Membership No. 058409

Date : 24.05.2015
Place: New Delhi

Statement of Consolidated Unaudited/ Audited Results for the Quarter ended 31.03.2015, Quarter ended 31.12.2014, Quarter ended 31.03.2014, Year ended 31.03.2015, Year ended 31.03.2014

PART - II

(₹ in Crore)

Particulars	For the quarter ended 31.03.2015	For the quarter ended 31.12.2014	For the Quarter Ended 31.03.2014	For the year ended 31.03.2015	For the year ended 31.03.2014
	Unaudited	Unaudited	Unaudited	Audited	Audited
A PARTICULARS OF SHAREHOLDING					
1 Public Shareholding :					
- No. of Shares	-	-	-	-	-
- Percentage of shareholding	-	-	-	-	-
2 Promoters and promoter group Shareholding					
a) Pledged/ Encumbered					
- No. of Shares	-	-	-	-	-
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
- Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	-
b) Non- Encumbered					
- No. of Shares	3597000	3597000	3597000	3597000	3597000
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
- Percentage of Shares (as a % of the total share capital of the company)	100.00	100.00	100.00	100.00	100.00

Particulars	For the quarter ended 31.03.2015
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	N.A.
Received during the quarter	N.A.
Disposed of during the quarter	N.A.
Remaining unresolved at the end of the quarter	N.A.

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner

Membership No. 058409

Date : 24.05.2015
 Place: New Delhi



ANNEXURE - IX TO CLAUSE 41

Statement of Consolidated Assets and Liabilities

(₹ in Crore)

	PARTICULARS	As at 31.03.2015	As at 31.03.2014
A	EQUITY AND LIABILITIES		
1	Shareholders' Fund		
	A) Share Capital	359.70	359.70
	B) Reserves & Surplus	9184.18	9688.04
	C) Money Received Against Share Warrants	0.00	0.00
	Sub-Total Shareholders' Funds	9543.88	10047.74
2	Share Application Money Pending Allotment	-	-
3	Minority Interest	2.23	-
4	Non-Current Liabilities		
	A) Long Term Borrowing	30.60	0.00
	B) Deferred Tax Liabilities (Net)	-	-
	C) Other Long Term Liabilities	828.06	757.65
	D) Long Term Provisions	7456.52	6623.71
	Sub-Total Non-Current Liabilities	8315.18	7381.36
5	Current Liabilities		
	A) Short Term Borrowings	-	-
	B) Trade Payables	107.27	96.65
	C) Other Current Liabilities	4149.75	3026.12
	D) Short Term Provisions	1259.66	1665.99
	Sub-Total Current Liabilities	5516.68	4788.76
	Total Equity and Liabilities	23377.97	22217.86
B	Assets		
1	Non-Current Assets		
	(A) Fixed Assets	5166.86	4830.54
	(B) Goodwill on Consolidation	-	-
	(C) Non Current Investments	0.00	123.16
	(D) Deferred Tax Assets (Net)	272.16	39.88
	(E) Long Term Loans and Advances	381.98	275.09
	(F) Other Non-Current Assets	109.10	56.22
	Sub-Total Non-Current Assets	5930.10	5324.89

(₹ in Crore)

	PARTICULARS	As at 31.03.2015	As at 31.03.2014
2	Current Assets		
	(a) Current Investments	123.16	178.21
	(b) Inventories	1332.09	1005.13
	(c) Trade Receivables	2277.71	1336.78
	(d) Cash & Bank Balance	10080.01	10941.96
	(e) Short Term Loans & Advances	2919.63	2161.85
	(f) Other Current Assets	715.27	1269.04
	Sub-Total Current Assets	17447.87	16892.97
	Total - Assets	23377.97	22217.86

Sd/-
(CS S. M. Yunus)
 Company Secretary

Sd/-
(CA Y. V. Subbarao)
 GM (Finance)

Sd/-
(A. P. Panda)
 Director (Finance)
 (DIN - 06664375)

Sd/-
(Om Prakash)
 Chairman-cum-Managing Director
 (DIN - 02235798)

As per our report annexed
For R. Gopal & Associates
 Chartered Accountants
 Firm Regn No. 000846C

Sd/-
[CA. S Agarwal]
 Partner
 Membership No. 058409

Date : 24.05.2015
 Place: New Delhi



CEO and CFO Certification

To,
The Board of Directors,
South Eastern Coalfields Limited.

We, Om Prakash, Chairman-cum-Managing Director & CEO and A. P. Panda, Director (Finance) & CFO, responsible for the finance function certify that:

- We have reviewed Financial Statements and the Cash Flow Statements for the year ended 31st March, 2015 and that to the best of our knowledge and belief :
 - These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- To the best of our knowledge and belief, no transactions entered into by the company during the year ended 31st March, 2015 are fraudulent, illegal or violative of the company's code of conduct.
- We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control system of the company pertaining to financial reporting and we have disclosed to the audit and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- We have indicated to the auditors and the Audit Committee that
 - there has not been any significant changes in internal control over financial reporting during the period under reference;
 - there has not been any significant changes in accounting policies during the Period; and
 - We are not aware of any instance of significant fraud with involvement therein of the management or an employee having a significant role in the company's internal control system over financial reporting. However, a case of misappropriation of Company's fund has come to the notice of the Management, which is under investigation by different agencies and which has been separately disclosed to the Notes to the Accounts.

Sd/-
(A. P. Panda)
Chief Financial Officer
(DIN - 06664375)

Sd/-
(Om Prakash)
Chief Executive Officer
(DIN - 02235798)

Date : 24.05.2015
Place: New Delhi

Notice of Annual General Meeting

Notice is hereby given that the 29th Annual General Meeting of the members of SOUTH EASTERN COALFIELDS LIMITED will be held on **Monday, the 15th June, 2015 at 3.00 p.m. at the Registered Office of the Company at Seepat Road, Bilaspur – 495 006 (Chhattisgarh)**, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements (Standalone & Consolidated) for the year 2014-15 together with the Statement containing salient features of financial statements of subsidiaries, Reports of the Board of Directors and Auditors' thereon and Comments of the Comptroller & Auditor General of India in terms of Section 143(6) of the Companies Act, 2013.
2. To confirm the payment of two Interim dividends on equity shares for the year 2014-15.
3. To appoint a Director in place of Shri A. P. Panda (DIN: 06664375), who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Shri R. P. Thakur (DIN: 06764576), who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, offers himself for re-appointment.
5. To authorize Board of Directors of the Company to fix the remuneration of the Statutory Auditors of the Company for the Financial Year 2015-16, in terms of the provisions of section 139(5) read with section 142 of the Companies Act, 2013 and to pass the following resolution, with or without modification(s), as Ordinary Resolution:

"RESOLVED THAT pursuant to Section 142 of the Companies Act, 2013, the Board of Directors of the Company be and are hereby authorized to fix the remuneration of the Auditors of the Company to be appointed by the Comptroller & Auditor General of India under Section 139(5) for the Financial Year 2015-16 onwards."

By order of the Board of Directors
For South Eastern Coalfields Limited

Sd/-
(S.M. Yunus)
Company Secretary

Registered Office:
**Seepat Road,
Bilaspur (CG) – 495 006**

Date: 9th June, 2015



NOTES:

1. The Shareholders are requested to give their consent in writing or by electronic mode for calling the Annual General Meeting at a shorter notice pursuant to the provisions of the Section 101(1) of the Companies Act, 2013.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN FORTY-EIGHT HOURS (48 HRS.) BEFORE THE TIME OF COMMENCEMENT OF THE MEETING. BLANK PROXY FORM (FORM MGT – 11) IS ATTACHED.
3. Corporate Member(s) are requested to send to the Registered Office of the Company, a duly certified copy of the Board Resolution, pursuant to Section 113 of the Companies Act, 2013, authorizing their representative to attend and vote at the Annual General Meeting.
4. All documents referred to in the notices and annexure thereto along with other mandatory registers/ documents are open for inspection at the registered office of the Company on all working days during business hours, prior to the date of 29th Annual General Meeting.
5. Pursuant to the provisions of Section 171(1)(b) and 189(4) of the Companies Act, 2013, the registers required to be kept open for inspection at every annual general meeting of the company, shall accessible during the continuance of the meeting to any person having the right to attend the meeting.

Distribution:

1. M/s. Coal India Limited, Kolkata. (Member)
2. Shri Sutirtha Bhattacharya, Chairman, CIL, Kolkata. (Member)
3. Shri C. K. Dey, Director (Finance), CIL, Kolkata. (Member)
4. Shri Om Prakash, CMD, SECL, Bilaspur. (Member)
5. Shri Vivek Bharadwaj, Chairman – Audit Committee of SECL Board.
6. Shri A. P. Panda, Director (Finance), SECL.
7. Shri R. P. Thakur, Director (Technical) Operations, SECL.
8. Dr. R. S. Jha, Director (Personnel), SECL.
9. M/s. R. Gopal & Associates, CA, Principal Statutory Auditors.
10. M/s. S. C. Mohanty & Associates, Lead Cost Auditor.
11. M/s. AGR Reddy & Co., Secretarial Auditor.

Mother Nature too needs care and protection.

We, at SECL, strive for eco-friendly mining
as our care for Mother Nature



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SOUTH EASTERN COALFIELDS LIMITED
(A Mini Ratna PSU)

Seepat Road, Bilaspur (Chhattisgarh) - 495006
CIN - U10102CT1985GOI003161
Tel. : 07752-246379-399
Fax : 07752-246451
Website : www.secl.gov.in