

Profit and Loss Account for the year ended 31st March, 2006

	Schedule No.	Page	Rupees Crores	Rupees Crores	Previous Year Rupees Crores
INCOME:					
1. REVENUE FROM POWER SUPPLY [See Note 21(a)]			4,314.19		3,643.39
Less: Cash Discount			20.43		11.51
Consumer Benefit Account (@ includes Rs. 9.82 crores in respect of previous year)			24.89@		Nil
			<u>4,268.87</u>		<u>3,631.88</u>
Add: Wheeling Charges recoverable			24.40	4,293.27	23.51
					<u>3,655.39</u>
2. INCOME FROM OTHER OPERATIONS	1	56			
a. Sale of Electronic Products			33.03		57.60
Less: Excise Duty			0.48		0.29
			<u>32.55</u>		<u>57.31</u>
b. Other Operations			235.05		214.34
				267.60	271.65
3. OTHER INCOME	1	56		325.61	387.13
4. NET ADJUSTMENT IN RESPECT OF PREVIOUS YEARS				1.92	3.40
5. TOTAL INCOME				<u>4,888.40</u>	<u>4,317.57</u>
EXPENDITURE :					
6. COST OF POWER PURCHASED [See Note 21(b)]			585.78		415.70
Less: Cash Discount			2.58		Nil
				583.20	415.70
7. COST OF FUEL				2,396.51	1,863.98
8. GENERATION, DISTRIBUTION, ADMINISTRATION AND OTHER EXPENSES	2	57		721.15	652.08
9. TAX ON SALE OF ELECTRICITY				26.47	45.96
10. DEPRECIATION/AMORTISATION				278.34	359.62
11. INTEREST AND FINANCE CHARGES	3	58		165.28	191.44
12. PROVISION FOR CONTINGENCIES				(30.00)	30.00
13. TOTAL EXPENDITURE				<u>4,140.95</u>	<u>3,558.78</u>
PROFIT BEFORE TAXES AND STATUTORY APPROPRIATIONS				747.45	758.79
14. PROVISION FOR TAXATION					
a. CURRENT TAX			146.76		139.88
b. DEFERRED TAX			(23.41)		29.77
c. FRINGE BENEFIT TAX			6.94		Nil
				130.29	169.65
15. PROVISION FOR TAXATION IN RESPECT OF EARLIER YEARS					
a. CURRENT TAX			10.29		18.54
b. DEFERRED TAX			(4.06)		18.78
				6.23	37.32
16. PROVISION FOR WEALTH TAX (Net)				0.39	0.46
PROFIT AFTER TAXES AND BEFORE STATUTORY APPROPRIATIONS				<u>610.54</u>	<u>551.36</u>
17. STATUTORY APPROPRIATIONS	4	58		35.29	(3.73)
DISTRIBUTABLE PROFITS				<u>575.25</u>	<u>555.09</u>
APPROPRIATIONS :					
18. PROPOSED DIVIDEND				168.41	148.60
19. ADDITIONAL INCOME-TAX ON DIVIDEND [including Rs. (0.10) crore of previous year- Previous Year- Rs. 0.36 crore]				23.52	21.30
20. TRANSFER TO GENERAL RESERVE				150.00	150.00
				341.93	319.90
BALANCE CARRIED TO BALANCE SHEET				<u>233.32</u>	<u>235.19</u>
21. EARNINGS PER SHARE (in Rs.)					
(on distributable profits on shares outstanding)					
(Face Value Rs. 10) (See Note 34)					
BASIC EARNINGS PER SHARE				29.03	28.02
DILUTED EARNINGS PER SHARE				27.34	27.84
22. NOTES FORMING PART OF THE ACCOUNTS	"J"	60			

As per our report attached to the Balance Sheet.

For S.B.BILLIMORIA & CO.
Chartered Accountants

For A. F. FERGUSON & CO.
Chartered Accountants

UDAYAN SEN
Partner

R. A. BANGA
Partner

B. J. SHROFF
Secretary

For and on behalf of the Board,

R. N. TATA
Chairman

S. RAMAKRISHNAN
Executive Director

Mumbai, 29th May, 2006.

Mumbai, 29th May, 2006.