



To,
Asst. General Manager,
State Bank of India,
Project Finance SBU,
Mumbai - 400 001.

On request of Bhavnagar Energy Company Limited ("BECL") and based on information and explanation available, we hereby certified that, the Company has incurred Project Cost of Rs 4124.94 Crores on its 2x250 MW power project at Padva, District Bhavnagar till 31.10.2015. Details of project cost actually incurred are enclosed as an Annexure I.

For, D G S M & Co.
Chartered Accountants
FRN No. 101806W

CA. Devesh C. Shah
Sr. Partner
M. No. 036830



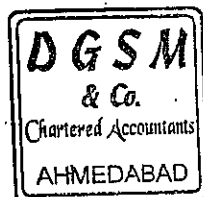
Date: - 02/12/2015
Place: - Ahmedabad

Annexure I**Capital Expenses as on 31.10.2015**

Particulars	Rs in Cr
Package Cost	
Package Expenses	3086.40
Package Advances	70.93
Alternative Water System	
Expenses Incurred	15.49
Advance Paid	10.27
Incidental Expenses as per BS	53.34
Preliminary Expenses as per BS	24.92
Land & Site Development	22.82
Other Fixed Asset	14.10
Non Package Capital Expenses	4.54
P & L Loss of Previous year	6.40
Current year P & L Expenses (90% Expenses would be capitalized)	17.58
Borrowing Cost & Interest During Construction	773.96
Other Advances & Security Deposits	9.27
FO & LDO	9.84
Other Current Asset	5.08
Total	4124.94

Source of Fund

Particulars	Rs in Cr
Equity	775.63
Term Loan	2896.57
Short Term Loan	151.00
Non Current Liability (Diff. Liability & Retention)	258.56
Creditors	72.25
Net Current Liability	-29.07
	4124.94



Annexure – II

Package Expenses Details

BTG	1912.58
General Civil Works	440.38
Chimney	34.07
Natural Draft Cooling Tower	81.70
Lignite & Limestone Handling System	244.72
Switchyard Package	33.01
Sea water intake system & CW system	100.58
Ash handling system	95.14
Limestone Milling & Conveying system	68.14
Balance of Plant (BOP) package	76.08
Total	3086.40

