
Annual Report
2009-2010
(15 months)

JINDAL ITF LIMITED

NOTICE

JINDAL ITF LIMITED

Notice is hereby given that the *Third Annual General Meeting* of the shareholders of the Company Jindal ITF Limited will be held at the Registered Office of the Company at 28, Shivaji Marg, New Delhi – 110 015 on Tuesday, the 27th July, 2010 at 12.00 Noon to transact the following business :

AS ORDINARY BUSINESS

1. To consider and adopt the Audited Balance Sheet of the Company for the fifteen months period ended on 31st March, 2010 and Profit and Loss account for the period ended on that date together with Schedules and Notes on Accounts and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Ms. Sminu Jindal who retires by rotation and being eligible offers herself for re-appointment.
3. To appoint Auditors of the Company. The retiring auditors M/s. N.C. Aggarwal & Company, Chartered Accountants, are eligible for reappointment.

AS SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modifications, the following Resolution as an Ordinary Resolution:

“**RESOLVED THAT** Mr. Satyamurti Ramasundar who was appointed as an Additional Director by the Board under section 260 of the Companies Act, 1956 and who holds office only upto the date of this Annual General Meeting and in respect of whom the Company has received Notice in writing, under section 257 of the Companies Act, 1956 from a member signifying his intention to propose him as a candidate for the office of a Director of the Company, be and is hereby appointed as Director of the Company.”

BY ORDER OF THE BOARD OF DIRECTORS

SD/-

**INDRESH BATRA
DIRECTOR**

New Delhi
17th July, 2010

NOTE:

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. Proxy in order to be effective must be received by the Company not less than 48 hours before the meeting.
2. Explanatory Statement under Section 173(2) of the Companies Act, 1956 relating to Special Business to be transacted at the Meeting is annexed hereto.

EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)

ITEM NO. 4

The Board of Directors of the Company had appointed Mr. Satyamurti Ramasundar as an Additional Director as per section 260 of the Companies Act, 1956 w.e.f. 18.12.2009 and as such he holds office upto the date of this Annual General Meeting. A notice under Section 257 of Companies Act, 1956 has been received by the Company from a member signifying his intention to propose the candidature of Mr. Satyamurti Ramasundar for appointment as Director in this behalf.

None of the Directors except Mr. Satyamurti Ramasundar himself is concerned or interested in the Resolution.

The Board of Directors recommends passing of the proposed resolution as an Ordinary Resolution.

BY ORDER OF THE BOARD OF DIRECTORS

SD/-

**INDRESH BATRA
DIRECTOR**

New Delhi
17th July, 2010

JINDAL ITF LIMITED
DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the Third Annual Report of the Company together with the Audited Statement of Accounts for the fifteen months period ended as at 31st March, 2010.

Business Overview

Jindal ITF Ltd. has entered into futuristic business initiatives focusing on integrated logistics services, coordinating all the logistical activities taking place in a value chain to provide optimum benefits to the user. Jindal ITF Ltd. intends to focus on water infrastructure, shipbuilding and water transportation businesses, rail wagon manufacturing and Urban Infrastructure by being end to end waste management company. Each of these strategic businesses is housed in distinct wholly-owned Special Purpose Vehicles (SPVs)/companies as under:

Jindal Water Infrastructure Ltd provides "total water solutions" for potable water, desalination, moving water inland, and waste water management.

Jindal Waterways Ltd. is focusing on logistics and domestic cargo movement. The strategy is to build a waterborne transportation backbone.

With Jindal Urban Infrastructure Limited, the Company has ventured into the urban infrastructure segment and has already bagged the prestigious project of Municipal Solid Waste to Power Project in Delhi, under open bidding.

Jindal Rail Infrastructure Ltd. is aimed at fabrication for transportation sector and the Company is currently setting up a wagon manufacturing facility at Karjan in Gujarat, with an installed capacity of 3000 wagons p.a. with a project cost of Rs. 150 Cr.

Your Directors are hopeful that the businesses would ultimately yield good results in future.

Financial Results

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Paid up Capital	789,824,460	417,604,000
Share application money pending allotment	892,800,025	123,061,405
Reserves & Surplus	1,578,646,920	834,206,000
Investment	3,252,991,875	1,370,941,875
Current Assets, Loans & Advances	2,401,296	97,969
Current Liabilities	2,082,348	21,840
Miscellaneous Expenditure (to the extent not written off)	24,297	39,483
Profit/ (Loss) carried to balance-sheet	(7,936,285)	(3,813,918)

Fixed Deposits

The Company has not accepted any Deposits within the meaning of Section 58A of the Companies Act, 1956 and the Rules made there under.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo.

i) Foreign Exchange Earning and Outgo

The Company has neither earned nor expended any foreign exchange during the fifteen month period ended on 31st March 2010.

ii) Conservation of Energy and Technology Absorption

The Company is conscious of the need to keep all the cost elements at the barest minimum level including the energy cost. It is also aware of the responsibility to conserve energy in an overall energy shortage situation.

Increase of Authorized Capital

In order to mobilize funds for making investments in various infrastructure development companies, the Company has raised its Authorized to Rs.80 crores from Rs. 50 crores w.e.f. 31st March 2010.

Directors

Mr. Satyamurti Ramasundar was appointed as additional directors' w.e.f. 18.12.2009. Also notice under section 257 from a member has been received proposing to appoint Mr. Satyamurti Ramasundar as director of the Company, the resolutions for the same are embodied in the notice convening the ensuing annual general meeting. During the year Mr. Yogesh Verma has resigned w.e.f. 17.09.2009.

In terms of the provisions of Section 256 of the Companies Act, 1956, Ms. Sminu Jindal shall retire by rotation at the ensuing Annual General Meeting and being eligible offers herself for re-appointment.

Particulars of Employees

None of the employees of the Company is covered under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

Directors Responsibility Statement

Pursuant to Section 217 (2AA) of the Companies Act, 1956, for the fifteen month ended 31st March, 2010, your Directors report as under:-

- (i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures (if any);
- (ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and

prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period;

- (iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) that the directors had prepared the annual accounts on a going concern basis.

Auditors

M/s. N.C. Aggarwal & Company, Chartered Accountants, Auditors of the Company will retire at the forthcoming Annual General Meeting, and are eligible for re-appointment.

Acknowledgement

The Board of Directors of the Company wish to place on record their thanks and appreciation to all the staff members and executives for their contribution to the operations of the company. The Directors also place on record their sincere thanks to the shareholders for their continued support, co-operation and confidence in the Management of the Company.

On behalf of the Board of Directors of
Jindal ITF Limited

SD/-

SD/-

Sminu Jindal
Director

Indresh Batra
Director

Place : New Delhi
Dated : July 17, 2009

AUDITORS' REPORT

To
The Members of Jindal ITF Limited

1. We have audited the attached Balance Sheet of JINDAL ITF LIMITED as at 31st March, 2010 and also the Profit and Loss account and the Cash Flow Statement for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
 2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
 3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order, so far as applicable to the company.
 4. Further as required under section 227(4A) of the Companies Act, 1956, we report as follows:-
 - i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - ii) In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
 - iii) The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report is in agreement with the books of accounts;
 - iv) In our opinion, the Balance Sheet, Profit and Loss Account and the Cash Flow Statement complies with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956;
 - v) On the basis of the written representations received from the directors, as on March 31, 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and a fair view in conformity with the accounting principles generally accepted in India;
- a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2010.

N. C. AGGARWAL & CO.

- b) In the case of the Profit and Loss Account, of the Loss of the Company for the period ended on that date.
- c) In the case of the Cash Flow Statement, of the cash flow for the period ended on that date.

For N.C. Aggarwal & Co.
Chartered Accountants
Firm Registration No. 003273N

SD/-

per G. K. Aggarwal
Partner
Membership No. 086622

Place: New Delhi
Date: 17th July, 2010

Annexure referred to in paragraph 3 of our report of even date

Re: JINDAL ITF LIMITED

- (i) The Company, during the period, does not own any fixed assets. Accordingly, paragraphs (i) (a), (b) and (c) of the Order are not applicable.
- (ii) The Company does not hold any inventories of finished goods, stores, spare parts and raw materials. Accordingly, paragraphs (ii) (b) and (c) of the Order are not applicable.
- (iii) (a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly paragraphs (iii)(a),(b),(c) and (d) of the Order, are not applicable.
(e) (e) The Company has not taken any loans from parties listed under the register maintained under Section 301 of the Companies Act, 1956. Accordingly, paragraphs (iii) (f) and (g) of the Order are not applicable.
- (iv) There are no purchase of fixed assets, inventories and sale of services during the period. Accordingly, paragraph (iv) of the Order is not applicable.
- (v) (a) According to the information and explanations provided by the management, during the period, no contracts or arrangements with the parties referred to in section 301 of the Act have been entered into. Accordingly, paragraph (v) (b) of the Order is not applicable.
- (vi) The Company has not accepted any deposits from the public.
- (vii) To the best of our knowledge and as explained, the Company, during the period, is not required to have an internal audit system commensurate with the size and nature of its business, as the capital and the turnover does not exceed the limit prescribed in this regard at the commencement of the financial period concerned.
- (viii) To the best of our knowledge and as explained, the reporting requirement as regard to maintenance of cost records under clause (viii) of the order is not applicable to the Company.
- (ix) (a) To the best of our knowledge and as explained, no statutory dues including provident fund, investor education and protection fund, or employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess were arise during the period. Accordingly, paragraphs (ix) (a) and (b) of the Order are not applicable.
- (x) The Company's accumulated losses at the period end, i.e. as at March 31, 2010 are not more than fifty per cent of its net worth. The Company has incurred cash loss during the financial period ended March 31, 2010 and in the immediately preceding previous period.
- (xi) According to the records of the Company examined by us and the information and explanations given to us, the Company has not taken loans from banks and financial institutions or issued any debentures.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) According to the records of the Company examined by us and the information and explanations given to us, the Company, during the period, has not dealt with/traded in shares, securities and other investments. All investments are held by the company in its own name.

N. C. AGGARWAL & CO.

- (xv) According to the information and explanations given to us, the Company has given guarantee for loans taken by subsidiaries of the company, the terms and conditions of which are prima facie, not prejudicial to the interest of the company.
- (xvi) Based on information and explanations given to us by the management, the Company, during the period, has not taken any term loan.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the Company has not obtained any short term loan. Hence para (xvii) of the order is not applicable.
- (xviii) The Company has made preferential allotment of shares to the parties and companies covered in the register maintained under section 301 of the Companies Act 1956, the term and conditions of allotments are not prime facie, prejudicial to the interest of the company.
- (xix) No debentures have been issued during the period; hence clause (xix) of Order is not applicable.
- (xx) There has not been any public issue made during the period, hence clause (xx) of the Order is not applicable.
- (xxi) During the course of our examination of the books and records of the company, and according to the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For N.C. Aggarwal & Co.
Chartered Accountants
Firm Registration No. 003273N
SD/-
per G. K. Aggarwal
Partner
Membership No. 086622

Place: New Delhi
Date: 17th July, 2010

Balance Sheet and Profit and Loss Account**Jindal ITF Limited****Balance Sheet as at March 31, 2010**

	Schedule	AS AT 31.03.2010 Rs.	AS AT 31.12.2008 Rs.
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	789,824,460	417,604,000
Share Application Money, pending allotment		892,800,025	123,061,405
Reserves and Surplus	2	1,578,646,920	834,206,000
Total		3,261,271,405	1,374,871,405
APPLICATION OF FUNDS			
Investments	3	3,252,991,875	1,370,941,875
Current Assets, Loans and Advances			
Cash and Bank Balances	4	1,880,765	95,918
Loans & Advances	5	520,531	2,051
		2,401,296	97,969
Less: Current Liabilities	6	2,082,348	21,840
Net Current Assets		318,948	76,129
Miscellaneous Expenditure			
(to the extent not written off or adjusted)	7	24,297	39,483
		24,297	39,483
Debit balance in profit and loss account		7,936,285	3,813,918
Total		3,261,271,405	1,374,871,405
Significant Accounting Policies & Notes to Accounts	11		

The schedules referred to above form an integral part of the Balance Sheet.

As per our report of even date

For N. C. Aggarwal & Co.
Chartered Accountants

SD/-
per G.K. Aggarwal
Partner
Membership No. 086622
Place: New Delhi
Date: 17th July, 2010

For and on behalf of the Board of Directors of
Jindal ITF Limited

SD/-
Indresh Batra
Director

SD/-
Sminu Jindal
Director

Balance Sheet and Profit and Loss Account**Jindal ITF Limited****Profit and Loss Account for the period ended March 31, 2010**

	Schedule	For the Period Ended 31.03.10 Rs.	For the Period Ended 31.12.08 Rs.
<u>INCOME</u>			
Other income		-	-
Total		-	-
<u>EXPENDITURE</u>			
Administrative and Other Expenses	8	4,095,394	3,772,735
Financial Expenses	9	11,787	5,169
Preliminary Expenses written off	7	15,186	9,112
Total		4,122,367	3,787,016
Loss for the period		4,122,367	3,787,016
Loss brought forward from previous period		3,813,918	26,902
Loss carried to Balance Sheet		7,936,285	3,813,918
<u>Earning per share:</u>			
Basic and Diluted (Nominal value of shares Rs. 10)	10	(0.10)	(1.53)
<u>Significant Accounting Policies & Notes to Accounts</u>			
	11		

The schedules referred to above and notes to accounts form an integral part of the Profit and Loss Account.

As per our report of even date

For N. C. Aggarwal & Co.
Chartered Accountants

SD/-

per G.K. Aggarwal
Partner

Membership No. 086622

Place: New Delhi

Date: 17th July, 2010

For and on behalf of the Board of Directors of
Jindal ITF Limited

SD/-

Indresh Batra
Director

SD/-

Sminu Jindal
Director

Jindal ITF Limited
Cash Flow Statement for the period ended March 31, 2010

	For the period ended March 31, 2010 Rs.	For the period ended December 31, 2008 Rs.
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Profit/(loss) Before Income taxes	(4,122,367)	(3,787,016)
Adjustment for:		
Miscellaneous expenditure written off	15,186	9,112
Operating profit before working capital changes	(4,107,181)	(3,777,904)
Adjustment for:		
(Increase)/Decrease in Loan & Advances	(518,480)	(2,051)
Increase/(Decrease) in Trade and other Payables	2,060,508	11,727
Cash earned from operations	(2,565,153)	(3,768,228)
Net cash earned from/ (used in) operating activities	(2,565,153)	(3,768,228)
B. CASH FLOWS FROM INVESTING ACTIVITIES:		
Investments made in subsidiary companies	(1,882,050,000)	(700,570,405)
Net cash (used in) investing activities	(1,882,050,000)	(700,570,405)
C. CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from Issue of Shares (Including Share Premium)	1,116,661,380	579,304,000
Proceeds from Share Application Money	769,738,620	123,061,405
Net cash from financing activities	1,886,400,000	702,365,405
Net increase in cash and cash equivalents	1,784,847	(1,973,228)
Cash and cash equivalents (opening balance)	95,918	2,069,146
Cash and cash equivalents (closing balance)	1,880,765	95,918
	1,784,847	(1,973,228)

As per our report of even date

For N. C. Aggarwal & Co.

Chartered Accountants

SD/-
per G.K. Aggarwal
Partner
Membership No. 086622
Place: New Delhi
Date: 17th July, 2010

For and on behalf of the Board of Directors
of Jindal ITF Limited

SD/-
Indresh Batra
Director

SD/-
Sminu Jindal
Director

Balance Sheet and Profit and Loss Account**Jindal ITF Limited****Schedules to the Accounts**

	AS AT 31.03.2010 Rs.	AS AT 31.12.2008 Rs.
Schedule 1: Share Capital		
Authorised		
8,00,00,000 (Previous period 5,00,00,000) equity shares of Rs. 10/- each	800,000,000	500,000,000
Subscribed, issued and paid up		
7,89,82,446 (Previous period 4,17,60,400) equity shares of Rs. 10/- each fully paid up (Out of above, 7,89,81,646 (Previous period 4,17,59,600) equity shares of Rs. 10 each are held by Jindal Saw Limited, the Holding Company.)	789,824,460	417,604,000
	789,824,460	417,604,000
Schedule 2: Reserves and Surplus		
Securities Premium Account		
As per last Balance Sheet	834,206,000	-
Received during the period	744,440,920	834,206,000
	1,578,646,920	834,206,000
Schedule 3: Investments		
LONG TERM-NON TRADE (AT COST)		
A. Investment in Equity shares of Subsidiary Companies		
Unquoted		
5,000 (Previous period Nil) Equity shares of Rs.10 each of Jindal Water (Naya Raipur) Limited	50,000	-
49,300 Equity shares of Rs.10 each of Jindal Infralogistics Limited	493,000	493,000
107,76,770 (Previous period 9,86,670)Equity shares of Rs.10 each of Jindal Intellicom Limited	108,754,470	10,854,470
65,39,600 (Previous period 33,62,933)Equity shares of Rs.10 each of Jindal Rail Infrastructure Limited	195,202,000	99,901,990
56,29,300 (Previous period 53,49,300) Equity shares of Rs.10 each of Jindal Shipyards Limited	167,893,000	159,493,000
6702633 (Previous period 62,79,300) Equity shares of Rs.10 each of Jindal Urban Infrastructure Limited	137,792,990	125,093,000
33,23,313 (Previous period 10,49,300) Equity shares of Rs.10 each of Jindal Water Infrastructure Limited	98,713,390	30,493,000
5,84,12,633 (Previous period 2,79,92,633) Equity shares of Rs.10 each of Jindal Waterways Limited	1,751,392,990	838,792,990
	2,460,291,840	1,265,121,450
B. Equity Share Application Money in:		
Jindal Rail Infrastructure Limited	42,500,000	20,000,010
Jindal Shipyards Limited	100,200,000	100,000
Jindal Urban Infrastructure Limited	61,000,010	10,000,000
Jindal Water Infrastructure Limited	15	55,720,405
Jindal Waterways Limited	589,000,010	20,000,010
	792,700,035	105,820,425
Aggregate value of unquoted investment	3,252,991,875	1,370,941,875

Balance Sheet and Profit and Loss Account**Jindal ITF Limited****Schedules to the Accounts**

	AS AT 31.03.2010 Rs.	AS AT 31.12.2008 Rs.
Schedule 4: Cash and Bank Balances		
Cash on hand	2,592	332
Balances with scheduled banks:		
- On current accounts	1,878,173	95,586
	1,880,765	95,918
Schedule 5: Loans & Advances (Unsecured, considered good)		
Advance receivable in cash or in kind or for which value to be received	520,531	2,051
	520,531	2,051
Schedule 6: Current Liabilities		
Sundry Creditors	75,874	16,855
Other Liabilities	2,006,474	4,985
	2,082,348	21,840
Dues to micro and small scale industrial undertakings included in Sundry Creditors	-	-
Dues to other than micro and small scale industrial undertakings included in Sundry Creditors	75,874	16,855
Schedule 7: Miscellaneous Expenditure (to the extent not written off or adjusted)		
Preliminary Expenses	39,483	48,595
Less: Written off during the period	15,186	9,112
	24,297	39,483

Balance Sheet and Profit and Loss Account**Jindal ITF Limited****Schedules to the Accounts**

	For the Period Ended 31.03.10	For the Period Ended 31.12.08
	Rs.	Rs.
Schedule 8: Administrative and Other Expenses		
Rates & Taxes	2,313,093	3,374,047
Legal and professional charges	1,021,056	391,946
Businesss Promotion	159,708	-
Communication Expenses	16,295	-
Printing & Stationary	389,375	-
Subscription Fee	110,926	-
Miscellaneous Expenses	69,499	-
Auditors' Remuneration:		
- Audit Fees	15,442	6,742
	4,095,394	3,772,735
Schedule 9: Financial Expenses		
Bank charges	11,787	5,169
	11,787	5,169
Schedule 10: Earnings per share (EPS)		
Loss for the year	4,122,367	3,787,016
Weighted average number of equity shares in calculating basic loss per share:		
Number of shares outstanding for 455 days	41,760,400	-
Number of shares outstanding for 1 days	37,222,046	-
Number of shares outstanding for 275 days	-	50,100
Number of shares outstanding for 16 days	-	41,710,300
Weighted average number of equity shares in calculating Basic EPS	41,842,207	2,476,881
Basic and Diluted loss per share	0.10	1.53

SCHEDULE 11: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

1. Nature of Operations

Jindal ITF Limited is a Company incorporated on 18th September, 2007 with the main object to carry on the business of Infrastructure development, promoters, builders, colonizers, architects etc. in and outside India.

2. Statement of Significant Accounting Policies

(a) Basis of preparation

The financial statements have been prepared to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis.

(b) Investments

Long term investments are stated at cost. When there is a decline in their value, except temporary decline, the carrying amount is reduced on an individual investment basis and decline is charged to the profit and loss account.

(c) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

(d) Miscellaneous Expenditure

Preliminary Expenses i.e Initial Share issue expenses are amortized in five years from the Commencement of Business.

(e) Taxation

Deferred tax is accounted at the current rate of tax to the extent of temporary timing differences that originate in one period and are capable of reversal in one or more subsequent periods. However, no deferred tax asset is created where there is no virtual certainty as to the sufficient future taxable profit.

3. The previous period figures are not comparable with current period figures as previous period figures are for the period from April 01, 2008 to December 31, 2008 as compared to the current period of fifteenth months from January 1, 2009 to March 31, 2010.

4. Related Party Transaction

(a) List of Related Parties & Relationship (As identified by the Management)

(i) Holding Company

Jindal Saw Limited

SCHEDULE 11: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

(ii) Subsidiary Companies

- Jindal Water Infrastructure Limited
- Jindal Waterways Limited
- Jindal Urban Infrastructure Limited
- Jindal Shipyards Limited
- Jindal Infralogistics Limited
- Jindal Rail Infrastructure Limited
- Jindal Intellicom Limited
- Timarpur-Okhla Waste Management Company Private Limited (Indirect)
- Jindal Water Infra (Naya Raipur) Limited (Indirect)
- Jindal ESIPL CEPT (Sitarganj) Limited (Indirect)
- Jindal Water Infrastructure Limited

(iii) Fellow Subsidiaries Companies

- Hexa Securities & Finance Company Limited (Indirect)
- IUP Jindal Metals & Alloys Limited (Indirect)
- Highgate Consultants Limited (Indirect) (upto August 12, 2009)
- SV Trading Limited (Indirect)
- Jindal Saw USA, LLC (Indirect)
- Jindal Saw Holdings FZE (Indirect)
- Jindal Saw Middle East FZC (Indirect)
- Jindal Saw Gulf LLC (Indirect)

(b) Transactions

Figures in '000'

Description	Holding Company		Subsidiary Company		Total	
	Current Period	Previous Period	Current Period	Previous Period	Current Period	Previous Period
Share Capital including share premium (Subscribed during the period)						
Jindal Saw Limited	1,116,661	579,304	Nil	Nil	1,116,661	579,304
Share application money received						
Jindal Saw Limited	769,739	123,061	Nil	Nil	769,739	123,061

SCHEDULE 11: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

Investment in equity shares of:						
Jindal Intellicom Limited	Nil	Nil	97,900	Nil	97,900	Nil
Jindal Shipyards Limited	Nil	Nil	8,400	29,500	8,400	29,500
Jindal Waterways Limited	Nil	Nil	912,600	425,700	912,600	425,700
Others	Nil	Nil	176,270	139,550	176,270	139,550
Investment as share application money in:						
Jindal Rail Infrastructure Limited	Nil	Nil	22,500	20,000	22,500	20,000
Jindal Urban Infrastructure Limited	Nil	Nil	51,000	10,000	51,000	10,000
Jindal Shipyards Limited	Nil	Nil	100,100	100	100,100	100
Jindal Water Infrastructure Limited	Nil	Nil	Nil	55,720	Nil	55,720
Jindal Waterways Limited	Nil	Nil	569,000	20,000	569,000	20,000
Balance as on 31.3.2010						
Share Capital						
Jindal Saw Limited	2,368,471	1,251,810	Nil	Nil	2,368,471	1,251,810
Share application money						
Jindal Saw Limited	892,800	123,061	Nil	Nil	892,800	123,061
Investment in equity shares of:						
Jindal Intellicom Limited	Nil	Nil	108,754	10,854	108,754	10,854
Jindal Shipyards Limited	Nil	Nil	167,893	159,493	167,893	159,493
Jindal Waterways Limited	Nil	Nil	1,751,393	838,793	1,751,393	838,793
Others	Nil	Nil	432,252	255,981	432,252	255,981
Investment as share application money in:						
Jindal Rail Infrastructure Limited	Nil	Nil	42,500	20,000	42,500	20,000
Jindal Urban Infrastructure Limited	Nil	Nil	61,000	10,000	61,000	10,000

SCHEDULE 11: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

Statement pursuant to Part IV of Schedule VI to the Companies Act, 1956

Balance Sheet Abstract and Company's General Business Profile

I	<i>Registration Details</i>			
	Registration No :	168338	State Code:	55
	Balance Sheet Date:	31/03/2010		
II	Capital Raised During The Period (Amount in Rs. Thousands)			
	Public Issue	-	Rights Issue	-
	Bonus Issue	-	Private Placement	1,116,661
	Share Application money	769,739		
III	Position of Mobilization and Deployment of Funds (Amount in Rs. Thousands)			
	Total Liabilities	3,261,271	Total Assets	3,261,271
	<i>Sources of Funds</i>			
	Paid-Up Capital	789,824	Reserves and Surplus	1,578,647
	Secured Loans	-	Unsecured Loans	-
	Share Application Money	892,800		
	<i>Application of Funds</i>			
	Net Fixed Assets	-	Investments	3,252,992
	Net Current Assets	319	Miscellaneous Expenditure	24
	Accumulated Losses	7,936		
IV	Performance of Company (Amount in Rs. Thousands)			
	Turnover (Sales and other income)	-	Total Expenditure	4,122
	Profit Before Tax	(4,122)	Profit After Tax	(4,122)
	Earnings Per Share - Basic Rs.	(0.10)	Dividend Rate %	-
	Earnings Per Share - Diluted Rs.	(0.10)		
V	Generic names of principal products/services of the Company (As per monetary Terms)*			
	Item Code No. (ITC Code)	NA	Product Description	NA

**Not applicable as the Company has yet to recognize sales.*

For and on behalf of the Board of Directors of Jindal ITF Limited

SD/-
Indresh Batra
Director

SD/-
Sminu Jindal
Director

Place: New Delhi

Date: 17th July, 2010

**STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956
RELATING TO SUBSIDIARY COMPANIES**

Sl. No.	Name of the Subsidiary Company	Financial Year of the Subsidiary Company ended on	Interest of the Company in the subsidiaries company at the end of their respective financial years		Net aggregate of profit/(loss) of the subsidiary company so far as it concerns the members of Jindal ITF Limited which are:		
			Shareholding (no. of shares)	Extent of Holding (%)	Dealt with in the accounts of the company amounted to (Rupees in Lakhs)	Not dealt with in the accounts of the company amounted to (Rupees in Lakhs)	For sub-sidiary's financial year ended on 31.12.08
1	Jindal Water Infrastructure Ltd	31.03.2010	3323313 shares of Rs. 10 each	99.98	NIL	444.02	485.77
2	Jindal Waterways Ltd	31.03.2010	58412633 shares of Rs.10 each	99.99	NIL	(6419.54)	(1980.45)
3	Jindal Urban Infrastructure Ltd	31.03.2010	6702633 shares of Rs. 10 each	99.99	NIL	0.46	(29.04)
4	Jindal Rail Infrastructure Ltd	31.03.2010	6539600 shares of Rs.10 each	99.99	NIL	NIL	NIL
5	Jindal Shipyards Ltd	31.03.2010	5629300 shares of Rs.10 each	99.99	NIL	(9.63)	(6.44)
6	Jindal Infralogistics Ltd	31.03.2010	49300 shares of Rs.10 each	98.60	NIL	(0.14)	(0.30)
7	Jindal Intellicom Pvt. Ltd	31.03.2010	10776770 shares of Rs. 10 each	98.78	NIL	487.64	347.84
8	Timarpur-Okhla Waste Management Company Pvt. Ltd	31.03.2010	11190000 share of Rs. 10 each	100 #	NIL	(22.92)	25.52

9	Jindal ESIPL CETP (Sitarganj) Ltd	31.03.2010	372438 equity share of Rs.10 each	51.00 #	NIL	NIL	(0.81)	(0.59)
10	Jindal Water Infra (Naya Raipur) Ltd	31.03.2010	45000 equity share of Rs.10 each	90.00**	NIL	NIL	NIL	NIL

through other subsidiaries

** 10% direct holding & 80% holding through other subsidiary

For and on behalf of Board of Directors of
Jindal ITF Limited

SD/-

Indresh Batra
Director

SD/-

Sminu Jindal
Director