

NOTICE

JITF SHIPYARDS LIMITED

Notice is hereby given that the 5th Annual General Meeting of the shareholders of the Company will be held on **Wednesday, the 26th day of September 2012 at 03.00 P.M.** at the Registered Office of the Company to transact the following business:

AS ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet of the Company for the Financial Year ended on 31st March, 2012 and the Profit and Loss Account of the company ended on that date and the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Indresh Batra who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Sunil Jain who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors of the Company. The retiring auditors M/s. N.C. Aggarwal & Company, Chartered Accountants, are eligible for reappointment.

AS SPECIAL BUSINESS

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

"RESOLVED THAT Mr. Sanjay Varma who was appointed as an Additional Director with effect from 03rd April, 2012 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."

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

"RESOLVED THAT the consent of the Company be and is hereby granted, in accordance with Section 293(1)(d) and all other applicable provisions, if any, of the Companies Act, 1956 and the Articles of Association of the Company, to the Board of Directors of the Company, to borrow any sum or sums of money from time to time at their discretion, for the purpose of the business of the Company, which together with the monies already borrowed by the Company, (apart from temporary loans obtained from the Company's Bankers in the ordinary course of business) may exceed at any time, the aggregate of the paid-up capital of the Company and its free reserves (that is to say, reserves, not set apart for any specific purpose) by a sum not exceeding Rs.1000 Crore, and that the Board of Directors be and is hereby empowered and authorized to arrange or fix the terms and conditions of all such monies to be borrowed from time to time as to interest, repayment, security or otherwise as it may think fit."

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

"RESOLVED THAT the consent of the Company be and is hereby granted, in accordance with Section 293(1)(a) and all other applicable provisions, if any, of the Companies Act, 1956, to the Board of Directors to mortgage and/or charge, in addition to the mortgages and/or charges created/to be created by the Company, in such form and manner and with such ranking as to priority and for such time and on such terms as the Board may determine, all or any of the movable and /or immovable, tangible and/or intangible properties of the Company, both present and future and/or the whole or any part of the undertaking(s) of the Company together with the power to take over the management of the business and concern of the Company in certain events of default, in favour of the lender(s), agent(s), trustee(s) for securing the borrowings of the Company availed/to be availed by way of loan(s) (in foreign currency and/or rupee currency) and securities (comprising fully/partly convertible debentures and/or non-convertible debentures with or without detachable or non-detachable warrants and/or secured premium notes and/or floating rates notes/ bonds or other debt instruments), issued /to be issued by the Company, from time to time, subject to the limits approved under Section 293(1)(d) of the Companies Act, 1956, together with interest at the respective agreed rates, additional interest, compound interest in case of default, accumulated interest, liquidated damages, commitment charges, premia on pre-payment, remuneration of agent(s)/ trustee(s), premium (if any) on redemption, all other costs, charges and expenses, including any increase as a result of devaluation/revaluation /fluctuation in the rates of exchange and all other monies payable by the Company in terms of loan agreement(s), heads of agreement(s), debenture trust deed or any other document entered into/to be entered into between the Company and the lender(s)/agent(s)/trustees, in respect of the said loans/borrowings/debentures and containing such specific terms and conditions and covenants in respect of enforcement of security as may be stipulated in that behalf and agreed to between the Board of Directors or Committee thereof and the lender(s)/ agent(s)/trustee(s)."

"RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board or Committee thereof be and is hereby authorized to finalize, settle and execute such documents/deeds/writings/papers/agreements as may be required and to do all acts, deeds, matters and things, as it may in its absolute discretion deemed necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in regard to creating mortgage/charge as aforesaid and also to delegate all or any of the above powers to the Committee of Directors or the Managing Director or the Principal Officer of the Company and generally to do all acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid Resolution."

8. To consider and if thought fit, to pass with or without modifications, the following Resolution as Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 372A and other applicable provisions, if any, of the Companies Act, 1956 (including any statutory modification(s) or reenactment thereof, for the time being in force) and subject to consent and approvals of Reserve Bank of India (RBI) under Foreign Exchange Management Act, 1999 or any other Statute, or authorities, if required and or in accordance with the guidelines and notifications issued by Government, etc. and such other approvals/ permissions as may be necessary under any other Statute for time being in force and subject to the approval/consent of such

appropriate authorities, if any, the consent of the members of the company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as "the Board", which term shall include any committee constituted by the Board or any person(s) authorized by the Board to exercise the powers conferred on the Board by this Resolution) to make further loans or investment, in one or more tranches by subscription, purchase or otherwise in subsidiary(ies)/ any body/ bodies corporate in India or abroad (existing or which may be promoted/incorporated), in any kind of securities, or by providing of guarantee or security in connection with a loan made by any other person to any subsidiary(ies)/ any body/ bodies corporate in India or abroad (existing or which may be promoted/incorporated) for global business expansion and other growth initiatives in excess of the limits prescribed in Section 372A of the Companies Act, 1956 but subject to a maximum limit of Rs.1000 Crores (Rupees One Thousand Crores only)."

"RESOLVED FURTHER THAT the Board be and is hereby authorized to negotiate and finalise the terms and conditions of the said investments, loans, guarantees and provision of security on behalf of the Company as it may deem fit in the interest of the Company, to take all such actions and to settle all matters arising out of and incidental thereto, and to sign and execute all deeds, applications, documents and writings that may be required to be signed, on behalf of the Company, in connection with such investments, loans, guarantees and provision of security and generally to do all such acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to this Resolution."

BY ORDER OF THE BOARD OF DIRECTORS



SANJAY VARMA
DIRECTOR

Place: New Delhi
Date: 25th May, 2012

NOTES:

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and 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.

JITF SHIPYARDS LIMITED

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 5th Annual Report of the Company together with the Audited Statement of Accounts for Financial Year 2011-2012 ended as at 31st March, 2012.

Review of Operations

There is tremendous business potential in ship repair segment of the market. New build segment is on the down ward trend at the moment.

Your Company has successfully launched 78m vessel for the first time in Cossipore yard's history and has started commencement of construction of second vessel in systematic manner. The Company has also introduced system based indent raising and monitoring Control on material wastage and has enhanced quality of workmanship with reduced rework.

Operational High Lights during the year 2011-12

Modification to slipway to take bigger vessel and ease of fabrication and erection Maximum utilization of available skids for block fabrication Optimum utilization of spaces available for projects Inventory control Improvement in safety of personnel and equipment Reduction in down time of equipment breakdown

Financial Results

The summary of operating results for the year is given below

Particulars	Previous Year (Rs.)	Previous Year (Rs.)
Paid up Capital	56,300,000	56,300,000
Share application money pending allotment	211,800,000	169,700,000
Reserves & Surplus	111,275,965	111,855,220
Fixed Assets	481,098,314	429,571,418
Depreciation	1,994,010	1,355,406
Current Assets	178,072,935	117,978,014
Current Liabilities	241,716,074	141,580,121
Profit/ (Loss) before taxation	(579,255)	2,186,486

Dividend

No dividend is being declared or paid during the financial year under review.

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) Major energy conservation measures taken during the year:

- (a) Inverter based welding sets are being used for energy conservation.
- (b) Training to workforce and staff on taking basic steps to conserve energy.
- (c) System based design & documentation management, material & project management.
- (d) Optimum use of pug cutting machine for plate cutting.

(II) Foreign Exchange Earning and Outgo

The particulars regarding foreign exchange outgo and Earning during the year are as under:

Foreign Currency Expenditure		
CIF Value of Import	Current Year	Previous Year
Material Purchase	Nil	713,812
Travelling Expenses	112,490	Nil

Directors

In terms of the provisions of Section 256 of the Companies Act, 1956, Mr. Indresh Batra and Mr. Sunil Jain shall retire by rotation at the ensuing Annual General Meeting and being eligible offers themselves for re-appointment.

Directors Responsibility Statement

Pursuant to Section 217 (2AA) of the Companies Act, 1956, for the Financial Year 2011-2012 ended 31st March, 2012, 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.

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.

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
JITF Shipyards Limited**


**Sunil Kumar Jain
Director**


**Sanjay Varma
Director**


**Place: New Delhi
Dated: 25th May, 2012**

AUDITORS' REPORT

To
The Members of JITF Shipyards Limited

1. We have audited the attached Balance Sheet of JITF SHIPYARDS LIMITED as at 31st March, 2012 and also the Statement of Profit and Loss and Cash Flow Statement for the year 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.
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 and the Statement of Profit and Loss 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 and Statement of Profit and Loss 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, 2012, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2012 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 2012.
 - b) In the case of the Statement of Profit and Loss, of the Loss of the Company for the year ended on that date.
 - c) In the case of Cash Flow Statement, of the cash flow for the year ended on that date.

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


G. K. Aggarwal
Partner
Membership No. 08662
New Delhi
Date: 25th May, 2012



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

Re: JITF SHIPYARDS LIMITED


- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets of the Company have been physically verified by the management during the year and we are informed that no material discrepancies have been noticed by the management on such verification.
- (c) The Company has not disposed off any fixed assets during the year.
- (ii) (a) As explained to us, the management during the year has physically verified inventories. In our opinion, the frequency of verification is reasonable.
- (b) According to the information and explanation given to us, the procedures of physical verification of stock followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining records of the inventories. There have been no discrepancies noticed during physical verification of inventories.
- (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) (b), (c) and (d) of the Order, are not applicable.
- (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) In our opinion and according to information and explanations given to us, having regard to the explanation that some of the items purchased are of special nature and suitable alternative source do not exist for obtaining comparable quotations, there are adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- (v) (a) According to the information and explanations provided by the management, during the year, 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) In our opinion, the Company has an internal audit system commensurate with the size and the nature of the business. However the same needs to be enlarged.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the products of the Company.
- (ix) (a) To the best of our knowledge and as explained, the Company is regular in depositing with the appropriate authorities all 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 etc. where there is applicable. There are no arrears as at 31st March, 2012 for a year of more than six months from the date they become payable.
- (b) According to the information and explanation given to us, there are no dues in respect of statutory dues, which have not been deposited on account of any dispute.
- (x) The Company's accumulated losses at the year end, i.e. as at March 31, 2012 is not more than fifty per cent of its net worth. The Company has no cash losses during the financial year ended March 31, 2012. and in the immediately preceding financial year.
- (xi) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to the bank.



N.C. AGGARWAL & CO.
CHARTERED ACCOUNTANTS

- (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 year, has not dealt with/traded in shares, securities and other investments.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) According to the information and explanation furnished to us, the term loan taken from bank have been applied for the purpose for which they were received, other than temporary deployment pending application.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, in our opinion, there are no funds raised on short term basis which have been used for long term investment.
- (xviii) The Company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under section 301 of the Act.
- (xix) No Debentures have been issued during the year; hence clause (xix) of Order is not applicable.
- (xx) The company has not made any public issue during the year.
- (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


G. K. Aggarwal
Partner
Membership No. 086622
New Delhi
Date: 25th May, 2012



JITF Shipyards Limited**Balance Sheet as at 31st March, 2012**

(Amount in Rs.)

Particulars		Note No	As at 31st March 2012	As at 31st March 2011
I.	<u>EQUITY AND LIABILITIES</u>			
(1)	<u>Shareholders' Funds</u>			
	(a) Share Capital	1	56,300,000	56,300,000
	(b) Reserves and Surplus	2	111,275,965	111,855,220
(2)	<u>Share Application money pending allotment</u>	3	211,800,000	169,700,000
(3)	<u>Non-current liabilities</u>			
	(a) Long-term borrowings	4	17,849,581	21,644,149
	(b) Other Long term liabilities	5	50,000,000	50,000,000
	(c) Long-term provisions	6	1,413,571	607,540
(4)	<u>Current liabilities</u>			
	(a) Short-term borrowings	7	14,476,938	-
	(b) Trade payables	8	1,181,691	4,465,963
	(c) Other current liabilities	9	198,509,381	136,747,508
	(d) Short-term provisions	10	548,064	366,650
	Total Equity and Liabilities		663,355,191	551,687,030
II.	<u>ASSETS</u>			
(1)	<u>Non-current assets</u>			
	(a) <u>Fixed Assets</u>	11		
	(i) Tangible assets		149,202,045	145,875,943
	(ii) Intangible assets		10,083	12,271
	(iii) Capital work-in-progress		331,886,186	283,683,204
	(b) Long-term loans and advances	12	3,997,608	3,858,096
	(c) Other non-current assets	13	186,334	279,502
(2)	<u>Current assets</u>			
	(a) Inventories	14	147,967,112	102,011,614
	(b) Cash and Bank Balances	15	6,731,881	5,254,204
	(c) Short-term loans and advances	16	23,045,756	10,433,163
	(d) Other current assets	17	328,186	279,033
	Total Assets		663,355,191	551,687,030

See accompanying notes to the financial statements

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In terms of our report of even date annexed hereto

For N.C. AGGARWAL & CO.
Chartered Accountants
Firm Registration No. 003273N

G.K.AGGARWAL

Partner

M.No.086622

Place: New Delhi

Dated: 25th May, 2012



For and on behalf of the Board Of Directors of
JITF Shipyards Limited

Sunil Kumar Jain

Director

Sanjay Verma

Director

JITF Shipyards Limited**Statement of Profit and Loss for the year ended 31st March, 2012**

(Amount in Rs.)

Particulars		Note No.	Year ended 31st March 2012	Year ended 31st March 2011
(I)	Other income	18	132,815	2,335,996
	Total Revenue		132,815	2,335,996
(II)	Expenses:			
	Cost of materials consumed	19	18,304,433	55,532,060
	Changes in inventories of finished goods, work in progress and Stock-in-trade	20	(45,955,498)	(81,180,550)
	Employee benefits expense	21	13,463,365	8,235,339
	Finance costs	22	1,985,232	106,550
	Depreciation and amortization expense	23	638,603	883,727
	Manufacturing Expenses	24	3,578,979	11,877,066
	Other Expenses	25	8,696,956	4,695,318
	Total Expenses		712,070	149,510
(III)	Profit before tax (I-II)		(579,255)	2,186,486
(IV)	Tax expense:			
	Current tax		-	325,000
(V)	Profit/(Loss) for the year		(579,255)	1,861,486
(VI)	Earnings per equity share:			
	(1) Basic		(0.10)	0.33
	(2) Diluted		(0.10)	0.15

See accompanying notes to the financial statements

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In terms of our report of even date annexed hereto

For N.C. AGGARWAL & CO.

Chartered Accountants

Firm Registration No. 003273N

G.K.AGGARWAL

Partner

M.No.086622

Place : New Delhi

Dated: 25th May, 2012

For and on behalf of the Board Of Directors of
JITF Shipyards Limited

Sunil Kumar Jain
Director

Sanjay Varma
Director

J ITF Shipyards Limited
Notes forming part of Balance sheet and Statement of Profit and Loss

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
1	SHARE CAPITAL		
(a)	AUTHORISED SHARE CAPITAL 6,000,000 Equity Shares of Rs. 10/- each	60,000,000	60,000,000
(b)	ISSUED, SUBSCRIBED AND PAID UP CAPITAL 5,630,000 Equity Shares of Rs.10/-each fully paid up	56,300,000	56,300,000
(c)	RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE YEAR Shares outstanding at the beginning of the year Add: Shares issued during the year	5,630,000 -	5,630,000 -
	Shares outstanding at the end of the year	5,630,000	5,630,000

(d)	SHARE OF THE COMPANY HELD BY :-	No of Shares	No of Shares
	Jindal ITF Limited	5,630,000	5,629,300

(e)	SHARES IN THE COMPANY HELD BY EACH SHAREHOLDER HOLDING MORE THAN 5% SHARES ARE AS UNDER:					
	Name of the Shareholder	As at 31st March 2012		As at 31st March 2011		
		No. of Shares Held	% of Holding	No. of Shares Held	% of Holding	
	Jindal ITF Limited*	5,630,000	100%	5,629,300	99.99%	

* Including 700 Shares (Previous year Nil) held by Person/Companies as nominee of Jindal ITF Ltd.

(f)	Terms/Rights attached to Equity Shares
	The Company has only one class of equity shares having a par value of Rs.10/- per equity share. Each equity shareholder is entitled to one vote per share.

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
2	RESERVES AND SURPLUS		
(a)	Securities Premium Account As per last account	111,600,000	111,600,000
	Closing Balance	111,600,000	111,600,000
(b)	PROFIT AND LOSS ACCOUNT Profit/(Loss) Brought Forward Add:-Profit /(Loss) after tax for the year	255,220 (579,255)	(1,606,267) 1,861,486
	Closing Balance	(324,035)	255,220
	Total Reserve and Surplus (a+b)	111,275,965	111,855,220

3	SHARE APPLICATION MONEY PENDING ALLOTMENT	211,800,000	169,700,000
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(70,60,000 Equity shares at a premium of Rs.20/-per share to be allotted till the end of next year. Authorised capital will be increased at the time of allotment of shares.)



	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
4	LONG-TERM BORROWINGS SECURED LONG TERM BORROWINGS TERM LOAN FROM BANKS Rupee Term Loan*	17,849,581	21,644,149
	TOTAL LONG TERM BORROWINGS	17,849,581	21,644,149

*Term loan from State bank of Patiala of Rs.2.75 crore carries interest@11.50% repayable in 28 quarterly equal installments from December 2010. Term loan is secured by hypothecation of company's all movable plant and machineries, electrical fittings, furnitures, fittings and all other movable fixed assets, both present and future

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
5	OTHER LONG TERM LIABILITIES Advance from Related Party Advance for Land Purchase -Jindal Saw Limited	50,000,000	50,000,000
	Total Other Long Term Liabilities	50,000,000	50,000,000

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
6	LONG TERM PROVISIONS For Employee Benefits Gratuity (unfunded) Leave Encashment (unfunded)	611,634 801,937	122,968 484,572
	Total Long Term Provisions	1,413,571	607,540

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
7	SHORT TERM BORROWINGS SECURED Working Capital Loan*	14,476,938	-
	TOTAL SHORT TERM BORROWINGS	14,476,938	-

*Secured by hypothecation of company's entire current assets including inventories, receivables other current assets and operating cash flow, both present and future

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
8	TRADE PAYABLES* Dues to other than Micro and Small enterprises	1,181,691	4,465,963
	TOTAL TRADE PAYABLES	1,181,691	4,465,963

*There are no Micro and Small Enterprises, to whom the Company owes dues which are outstanding for more than 45 days as at 31st March 2012. This Information as Required to be disclosed under the Micro, Small and Medium Enterprises Development Act 2006 has been Determined to the extent such Parties have been Identified on the basis of information available with the Company.



JITF Shipyards Limited**Notes forming part of Balance sheet and Statement of Profit and Loss**

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
9	OTHER CURRENT LIABILITIES		
a)	Current maturities of Long term debt.	3,928,572	3,928,572
b)	Advance Received from related Party against Barge JITF Waterways Limited-Fellow subsidiary	142,000,000	127,000,000
c)	Other payable		
	Statutory Dues	463,743	168,282
	Capex Creditors	48,512,768	3,821,873
	Due to others	3,604,298	1,828,781
	Total Other Current Liabilities(a+b+c)	198,509,381	136,747,508

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
10	SHORT TERM PROVISIONS		
a)	For Employee Benefits		
	Gratuity (unfunded)	6,766	-
	Leave Encashment (unfunded) *	174,648	-
b)	Others		
	Income Tax Provision	366,650	366,650
	Total Short Term Provisions(a+b)	548,064	366,650



JITF Shipyards Limited

Notes forming part of Balance sheet and Statement of Profit and Loss

Note-11

FIXED ASSETS

	Fixed Assets	Gross Block				Accumulated Depreciation				Net Block		
		Balance as at 1st April 2011	Additions/ (Disposals)	Balance as at 31st March 2012	Balance as at 1st April 2011	Depreciation charge for the year	On disposals	Balance as at 31st March 2012	Balance as at 31st March 2012	Balance as at 31st March 2011		
A	Tangible Assets											
	Land	135,239,798	3,648,802	138,888,600	-	-	-	-	-	138,888,600	135,239,798	
	Plant and Equipment	10,923,330	304,914	11,228,244	1,184,761	512,295	-	1,697,056	9,531,188	9,738,569		
	Furniture and Fixtures	60,000	-	60,000	3,309	3,798	-	7,107	52,893	56,691		
	Vehicles	474,465	-	474,465	67,673	45,074	-	112,747	361,718	406,792		
	Office equipment	532,528	8,800	541,328	98,435	75,248	-	173,682	367,646	434,093		
	Total	147,230,121	3,962,516	151,192,637	1,354,178	636,415	-	1,990,592	149,202,045	145,875,943		
B	Intangible Assets											
	Computer Software	13,500	-	13,500	1,229	2,188	-	3,417	10,083	12,271		
	Total	13,500	-	13,500	1,229	2,188	-	3,417	10,083	12,271		
	Total (A+B)	147,243,621	3,962,516	151,206,137	1,355,407	638,603	-	1,994,010	149,212,127	145,888,214		
C	Capital Work In Progress											
		283,683,204	48,202,982	331,886,186	-	-	-	-	331,886,186	283,683,204		
	Total	283,683,204	48,202,982	331,886,186	-	-	-	-	331,886,186	283,683,204		
	Previous Year	133,474,820	16,010,690	147,243,621	471,680	883,726	-	1,355,407	145,888,214	-		



JITF Shipyards Limited
Notes forming part of Balance sheet and Statement of Profit and Loss

	<u>DESCRIPTION</u>	As at 31st March 2012	As at 31st March 2011
12	<u>Long-term loans and advances</u>		
(a)	<u>Capital Advances</u>		
	Unsecured, Considered good	3,506,509	3,506,509
	Sub Total- Capital Advances	3,506,509	3,506,509
(b)	<u>Security Deposits</u>		
	Unsecured, Considered good	491,099	351,587
	Sub Total-Security Deposits	491,099	351,587
	Total Long Term Loans and Advances	3,997,608	3,858,096

	<u>DESCRIPTION</u>	As at 31st March 2012	As at 31st March 2011
13	<u>Other Non Current Assets</u>		
	Miscellaneous Expenditure to the extent not written off	186,334	279,502
	Total Other Non Current Assets	186,334	279,502

	<u>DESCRIPTION</u>	As at 31st March 2012	As at 31st March 2011
14	<u>Inventories</u>		
	Work in Progress	147,967,112	102,011,614
	Total Inventories	147,967,112	102,011,614

	<u>DESCRIPTION</u>	As at 31st March 2012	As at 31st March 2011
15	<u>Cash and Bank Balances</u>		
A	<u>Cash and Cash Equivalents</u>		
	Balances with Banks		
	Current Accounts	5,272,046	3,906,405
	Cash on Hand	122,335	10,299
B	<u>Other Bank Balances</u>		
	Fixed Deposit with original maturity of more than twelve months*	1,337,500	1,337,500
	Total Cash and Bank Balances (A+B)	6,731,881	5,254,204

*Out of this Pledged with bank Rs.1,337,500 Previous year (1,337,500)

	<u>DESCRIPTION</u>	As at 31st March 2012	As at 31st March 2011
16	<u>Short-term loans and advances</u>		
	Unsecured, Considered good		
	Advance Recoverable in Cash or in kind	23,032,474	10,292,082
	Prepaid Taxes	13,282	141,081
	Total Short Term Loans and Advances	23,045,756	10,433,163



JMTF Shipyards Limited**Notes forming part of Balance sheet and Statement of Profit and Loss**

	DESCRIPTION	As at 31st March 2012	As at 31st March 2011
17	Other Current Assets		
	Interest accrued on Investment /Fixed Deposit	211,815	113,602
	Other	116,371	165,432
	Total Other Current Assets	328,186	279,033

	DESCRIPTION	Year ended 31st March 2012	Year ended 31st March 2011
18	Other Income		
	Interest Income on		
	Current Investment	109,126	126,197
	Security Deposit	23,689	-
	Dividend Income on current investments	-	1,371,777
	Gain on Sale of Fixed Assets	-	838,022
	Total	132,815	2,335,996

	Particulars	Year ended 31st March 2012	Year ended 31st March 2011
	Expenses relating to earlier years	-	50,206
			(50,206)

	DESCRIPTION	Year ended 31st March 2012	Year ended 31st March 2011
19	Cost of Material Consumed		
	Raw Material Components	18,304,433	55,532,060
	Total	18,304,433	55,532,060

	DESCRIPTION	Year ended 31st March 2012	Year ended 31st March 2011
20	Changes in inventories of finished goods, work in progress and Stock-in-trade		
	Opening Stock		
	Work in Progress	102,011,614	20,831,064
	Total Opening Stock	102,011,614	20,831,064
	Closing Stock		
	Work in Progress	147,967,112	102,011,614
	Total Closing Stock	147,967,112	102,011,614
	(Increase)/Decrease in Stock	(45,955,498)	(81,180,550)
	Total	(45,955,498)	(81,180,550)



JITF Shipyards Limited**Notes forming part of Balance sheet and Statement of Profit and Loss**

	<u>DESCRIPTION</u>	Year ended 31st March 2012	Year ended 31st March 2011
21	<u>Employee Benefits Expense</u>		
	Salaries and Wages	12,769,146	7,749,091
	Contribution to provident and other funds	567,936	331,730
	Staff Welfare Expenses	126,283	154,518
	Total	13,463,365	8,235,339

	<u>DESCRIPTION</u>	Year ended 31st March 2012	Year ended 31st March 2011
22	<u>Finance Cost</u>		
	Interest Expenses	1,810,221	-
	Other Borrowing Costs	175,011	106,550
	Total	1,985,232	106,550

	<u>DESCRIPTION</u>	Year ended 31st March 2012	Year ended 31st March 2011
23	<u>Depreciation and amortisation expense</u>		
	Depreciation on Fixed Assets	636,415	882,498
	Amortization of Intangible assets	2,188	1,229
	Total	638,603	883,727

	<u>DESCRIPTION</u>	Year ended 31st March 2012	Year ended 31st March 2011
24	<u>Manufacturing Expenses</u>		
	Power and Fuel	1,336,560	1,581,772
	Repairs to machinery	757,322	89,078
	Consumption of Stores and Spare parts	215,097	233,121
	Other Manufacturing Expenses	1,270,000	9,973,095
	Total	3,578,979	11,877,066

	<u>DESCRIPTION</u>	Year ended 31st March 2012	Year ended 31st March 2011
25	<u>Other Expenses</u>		
	Insurance	849,115	730,377
	Legal and Professional	2,268,900	1,833,449
	Postage, Telegram, Telex and Telephone	193,235	154,254
	Printing and Stationary	34,123	41,554
	Travelling and Conveyance	2,272,299	470,448
	Vehicle Upkeep and Maintenance	784,342	538,629
	Auditor's Remuneration		
	-As Audit Fees	20,000	18,000
	Donation	63,000	12,755
	Miscellaneous Expenses	2,118,775	802,685
	Miscellaneous Expenses Written off	93,167	93,167
	Total	8,696,956	4,695,318



JITF SHIPYARDS LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS

NOTE: 26

1. Nature of Operations

JITF Shipyards Limited is a Company incorporated on 29th March, 2007 with the main object to carry on the business of shipbuilding, shipping, navel architecture, marine engineering, and ocean engineering, and to undertake manufacture, repairs, and maintenance jobs for all kinds of ships 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) Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

All revenue expenditure direct and indirect inclusive of borrowing costs incurred till the date of completion of the project is carried to the pre-operative expenditure.

Leasehold land will be amortised after commencement of operation over the tenure of unexpired period of lease.

(c) Investments

Long-term investments are stated at cost which inter-alia includes brokerage, commission, stamp duty etc. 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. Appropriate adjustment is made in carrying cost of investment in case of subsequent rise in value of investments.

Current investments are stated at cost or market value, whichever is less.

(d) Inventories

Inventory of Barge build up in progress is valued at cost keeping in views the milestones of uncertified work. However estimated loss of the project activity to be undertaken in future years is to be provided for..

(e) Foreign Exchange Transactions

Foreign currency transaction during the year recorded at the rate of exchange prevailing at the date of transaction. Current assets, loan other than for financing fixed assets and current liabilities in foreign currency, outstanding at the year end are translated at the rate of exchange prevailing at the close of the year and resultant gains/losses are recognized in profit and loss account of the year except (a) in cases where they are covered by specific forward foreign exchange contracts in which cases these are translated at contracted rate of exchange and resultant gains/losses recognized in profit and loss account over the life of contract .

Gain or loss on reinstatement on the forward exchange transaction or on cancellation of forward exchange contracts, if any, is reflected in the profit and loss account

(f) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. 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 year.

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

(g) Retirement Benefits

(i) Liabilities in respect of gratuity to the employees are accounted for on for on actuarial valuation basis as per



JITF SHIPYARDS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS
NOTE: 26

the year end.

- (ii) Liabilities in respect of accumulated earn leaves to the credit of employees are accounted for on actuarial valuation basis as per determined at the year end.

(h) **Taxation**

Current tax provision is computed for income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws.

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.

(i) **Miscellaneous Expenditure**

Preliminary Expenses i.e Initial Share issue expenses will be amortized in five years after the Commencement of Business.

3. **Contingent Liabilities**

Particulars	(Amount in Rs.)	
	Current Year	Previous Year
Bank Guarantees	10,000,000	10,000,000
Total	10,000,000	10,000,000

4. **Related Parties Transactions**

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

Holding Company

Jindal ITF Limited (Direct holding)

Jindal Saw Limited (Indirect holding through Jindal ITF Limited)

Fellow Subsidiary Companies

- JITF Water Infrastructure Limited
- JITF Waterways Limited
- JITF Urban Infrastructure Services Limited
- JITF Urban Infrastructure Limited
- JITF Infralogistics Limited
- Jindal Rail Infrastructure Limited
- Jindal Intellicom Limited
- JITF ESIPL CETP (Sitarganj) Limited (Indirect)
- Timarpur-Okhla Waste Management Company Private Limited (Indirect)
- JITF Water Infra (Naya Raipur) Limited (Indirect)
- JITF Coal Logistics Limited (w.e.f.16th Dec 2011)
- Jindal ITF Kobelco Eco Limited (Indirect) (w.e.f. 12th Sep 2011)
- JITF Shipping & Logistics (Singapore) Pte Ltd (Indirect) (w.e.f. 24th May 2011)
- JITF Global Water Holding Pte. Ltd (Indirect) (w.e.f.31st August 2011)
- JITF Water Infra (Rajkot) Limited (Indirect) (w.e.f. 23rd May 2011)
- JITF Urban Waste Management (Bathinda) Limited (Indirect) (w.e.f. 23rd August 2011)
- JITF Urban Waste Management (Ferozepur) Limited (Indirect) (w.e.f.10th Oct 2011)
- JITF Urban Waste Management (Jalandhar) Limited (Indirect) (w.e.f. 23rd August,2011)
- JITF Manila Water Dev. Company Limited (Indirect) (Subsidiary w.e.f.27th Feb 2012)
- IUP Jindal Metals & Alloys Limited (Indirect)
- SV Trading Limited (Indirect)
- Jindal Saw USA, LLC (Indirect)
- Jindal Saw Holding FZE (Indirect)
- Jindal Saw Middle East FZC (Indirect)



JITF SHIPYARDS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS
NOTE: 26

- Jindal Saw Gulf LLC (Indirect)
- Intellicom Insurance Advisors Limited (Indirect)
- Ralael Holding Limited (Indirect)
- Jindal Saw Italia S.P.A (Indirect)
- Jindal Fittings Ltd. (w.e.f. 12th May 2011)
- Quality Iron & steel Ltd. (w.e.f. 24th June 2011)
- Green Ray Holdings(w.e.f.24th June 2011)
- Derwant Sand SARL(Indirect)(w.e.f.24th June 2011)

(b). Transactions

Description	Holding Company		Fellow Subsidiary Company		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Share application money received Jindal ITF Limited	42,100,000	69,500,000	Nil	Nil	42,100,000	69,500,000
Reimbursement of Expenditure Jindal ITF Limited	313,897	Nil	Nil	Nil	313,897	Nil
Advance received JITF Waterways Limited Jindal Saw Limited Jindal Rail Infrastructure Limited	Nil Nil Nil	Nil 50,000,000 Nil	15,000,000 Nil 15000000	25,000,000 Nil Nil	15,000,000 Nil 15000000	25,000,000 50,000,000 Nil
Consultancy received JITF Water Infrastructure Ltd	Nil	NIL	49,635,000	Nil	49,635,000	Nil
Material Purchase Jindal Saw Limited	Nil	925,098	Nil	Nil	Nil	925,098
Balance as on 31.3.2012						
Share application money received Jindal ITF Limited	211,800,000	169,700,000	Nil	Nil	211,800,000	169,700,000
Share Capital including share premium Jindal ITF Limited	167,900,000	167,893,000	Nil	Nil	167,900,000	167,893,000
Amount Payable Jindal Saw Limited JITF Waterinfra structure Ltd Jindal ITF Ltd.	Nil Nil 313,897	56,000 Nil Nil	Nil 29,971,500 Nil	Nil Nil Nil	Nil 29,971,500 313,897	56,000 Nil Nil



JITF SHIPYARDS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS
NOTE: 26

Advance Payable						
	Nil	Nil	142,000,000	127,000,000	142,000,000	127,000,000
JITF Waterways Limited	50,000,000	50,000,000	Nil	Nil	50,000,000	50,000,000
Jindal Saw Limited	Nil	Nil	15,000,000	Nil	15,000,000	Nil
Jindal Rail Infrastructure Ltd						

5. Quantitative information of consumption of material being value, size and therefore it is not possible to furnish. However there is no single item Exceeding 10% of total material consumed.

6. The disclosure regarding employee benefits as per AS-15 on "Employee Benefits" (Revised 2005) are as under:-

Defined Contribution Plan:

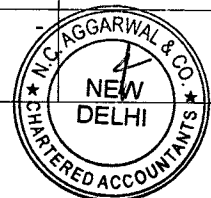
Company's contribution to Provident Fund Rs. 522849/- (Previous Year Rs. 361803/-)

Defined Benefits Plan:
Gratuity and leave encashment

Actuarial Assumptions	Gratuity (Funded)		Leave Encashment (Non-Funded)	
	Current Year	Previous Year	Current Year	Previous Year
Discount Rate (per annum)	8.50	8.00	8.50	8.00
Future salary increase	6.00	5.50	6.00	5.50
Expect return on plan assets	9.00	9.00	0.00	0.00
Mortality rate	LIC (1994-96) Ultimate Mortality Table		LIC (1994-96) Ultimate Mortality Table	

The assumption of future salary increase takes into account the inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

Reconciliation of present value of obligation	Gratuity (Funded)		Leave Encashment (Non-Funded)	
	Current Year	Previous Year	Current Year	Previous Year
	(Amount in Rs.)		(Amount in Rs.)	
Present value of Gratuity obligation at the beginning of the Year	2,45,930	101,837	3,53,883	149,207
Current Service Cost	2,36,066	1,21,191	3,55,450	183,477
Past Service Cost	Nil	Nil	Nil	Nil
Interest Cost	20,904	8,147	30,080	11,937
Actuarial (gain)/ loss	1,15,500	74,747	60,859	79,626
Benefits paid	Nil	(59,992)	Nil	(70,364)
Present value of obligation at the end of the Year	6,18,400	2,45,930	8,00,272	353,883
	(Amount in Rs.)		(Amount in Rs.)	
Net (Asset)/Liability recognized in the Balance Sheet as at Year end				
Present value of obligation at the end of the Year	6,18,400	2,45,930	800,272	353,883
Fair value of plan assets at end of the Year	-	1,22,962	-	-



JITF SHIPYARDS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS
NOTE: 26

Funded status/Difference	-	(122,968)	(8,00,272)	(3,53,883)
Excess of actual over estimated	11,150	(2,707)	-	-
Net present value of funded obligation recognized as (asset)/liability in the Balance Sheet	618400	1,22,968	(8,00,272)	(353,883)
Expenses recognized in the Profit and Loss Account	Gratuity (Funded)		Leave Encashment (Non-Funded)	
	(Amount in Rs.)		(Amount in Rs.)	
Current Service Cost	2,36,066	1,21,191	3,55,450	183,477
Interest Cost	20,904	8,147	30,080	11,937
Expect return on plan assets	(11,067)	(13,684)	Nil	Nil
Actuarial (gain)/loss recognised in the year	1,04,350	77,454	60,859	79,626
Past Service Cost	Nil	Nil	Nil	Nil
Benefit Paid	Nil	59,992	Nil	70,364
Total expenses recognised in the Profit and Loss Account for the Year	3,50,253	193,108	4,46,389	275,040
Actual return on plan assets	(22,217)	(10,977)	-	-

* Does not include the sick leave liability of Rs.176,313 (Previous Year Rs.130,689)

7. Foreign Currency Expenditure

CIF Value of Import	Current Year	Previous Year
Material Purchase	Nil	713,812
Other		
Travelling Expenses	112490	NIL

8. Capital Work in progress includes following Pre operative expenses Pending allocation

Detail of Pre-operative Expenses	Year ended 31st March, 2012 (Rs.)	Year ended 31st March, 2011 (Rs.)
Opening Balance	22,744,305	18,678,259
Legal & Professional Fee	-	750,000
Rent	-	85,200
Interest & Bank Charges	2,800,047	3,230,846
Total	25,544,352	22,744,305



JITF SHIPYARDS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS
NOTE: 26


9. Earning per share (EPS) :

Description	Year ended 31st March, 2012	Year ended 31st March, 2011
Basic and Diluted		
Profit/(Loss) For the year after tax	(579,255)	1,861,486
No.of shares outstanding at the end of year	5,630,000	5,630,000
Weighted Average No of Shares outstanding for calculating Basic EPS	5,630,000	5,630,000
Weighted Average No of Shares outstanding for calculating Diluted EPS	5,630,000	12,268,210
Earning per share (Basic)	(0.10)	0.33
Earning per share (Diluted)	(0.10)	0.15

10. Till the year ended 31 March 2011, pre-revised Schedule VI to the Companies Act 1956, for preparation and presentation of its financial statements was applicable to the company. During the year ended 31 March 2012, the revised Schedule VI notified under the Companies Act 1956, has become applicable to the company. The company has reclassified previous year figures to conform to this year's classification .

As per our report of even date attached


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


G. K. Aggarwal
Partner
Membership No. 086622
Place: New Delhi
Dated: 25th May, 2012



For and on behalf of the Board of Directors of
JITF Shipyards Limited


Sanjay Verma
Director


Sunil Kumar Jain
Director

JITF Shipyards Limited
Cash Flow Statement for the year ended March 31, 2012

	For the year ended March 31, 2012	For the year ended March 31, 2011
A. CASH FLOWS FROM OPEARTING ACTIVITIES:		
Net Profit/(loss) Before Income taxes	(579,255)	2,186,485
Adjustment for:		
Depreciation	638,603	883,727
Miscellaneous expenditure written off	93,167	93,167
Interest Income	(132,815)	(126,197)
Dividend Received	-	(1,371,777)
Operating profit before working capital changes	19,700	1,665,405
Loans and advances	(12,752,105)	-
Inventories	(45,955,498)	-
Other Current Assets	(49,153)	(91,034,893)
Current Liabilities and Provision	73,941,984	68,792,498
Cash generated from operations	15,204,928	(20,576,990)
Direct taxes paid	-	(376,147)
Net cash Inflow/(Outflow) from operating activities	15,204,928	(20,953,137)
B. CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	132,815	50,041
Dividend Received	-	1,371,777
Interest Paid	-	(3,230,846)
Purchase of fixed assets(net)	(52,165,498)	(134,136,390)
Investment in Principal Mutual Fund	-	56,018,957
Net cash (Outflow) from investing activities	(52,032,683)	(79,926,461)
C. CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from Share Application Money	42,100,000	69,500,000
Proceeds from Term Loan	(3,794,568)	(1,964,286)
Net cash Inflow from financing activities	38,305,432	67,535,714
Net increase in cash and cash equivalents	1,477,677	(33,343,884)
Cash and cash equivalents (opening balance)	5,254,204	38,598,088
Cash and cash equivalents (closing balance)	6,731,881	5,254,204

As per our report of even date

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

G.K. Aggarwal
Partner

Membership No. 086622

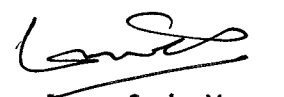
Place: New Delhi

Dated: 25th May, 2012



For and on behalf of the Board of Directors of
JITF Shipyards Limited


Sunil Kumar Jain
Director


Sanjay Verma
Director