

NOTICE

NOTICE is hereby given that the 2nd Annual General Meeting of the Members of Jindal Fittings Limited will be held at Registered Office at 28, Shivaji Marg, New Delhi- 110015 on Monday, the 30th day of September, 2013 at 1.00 p.m. to transact the following businesses:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2013 and the Statement of Profit & Loss for the year ended 31st March, 2013 and the Reports of Directors and Auditors.
2. To appoint a Director in place of Shri Maneesh Kumar, who retires by rotation and, being eligible, offers himself for re-appointment.
3. To appoint M/s. N. C. Aggarwal & Co., Chartered Accountants, First Auditors, as Statutory Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

Place: New Delhi
Date: 27th May, 2013

Regd. Office:
28, Shivaji Marg
New Delhi- 110015

By order of the Board
for JINDAL FITTINGS LTD.


MANEESH KUMAR
Director

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE VALID & EFFECTIVE, MUST BE RECEIVED BY THE COMPANY AT THE REGISTERED OFFICE NOT LATER THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE ABOVE MEETING.
2. The Register of Members and Share Transfer Books of the Company will remain closed from Friday, 27th September, 2013 to Monday, 30th September, 2013 (both days inclusive).
3. The Members are requested to notify promptly any change in their address to the Company.
4. Section 109A of the Companies Act, 1956 extends nomination facility to all shareholders.

Place: New Delhi
Date: 27th May, 2013

Regd. Office:
28, Shivaji Marg
New Delhi- 110015

By order of the Board
for JINDAL FITTINGS LTD.


MANEESH KUMAR
Director

DIRECTORS' REPORT

To,

The Members,
Jindal Fittings Ltd
28, Najafgarh Road,
New Delhi – 110 015

The Directors have pleasure in presenting their Annual Report together with the Audited Accounts of the Company for the year ended 31.03.2012.

1. OPERATION:

The future demand of Ductile Iron (DI) pipes in India and abroad and with increased capacity of pipe manufacturing units prompted the Company to set up a state of art DI pipe fittings manufacturing unit at Solapur, Maharashtra. The Company has planned to set up a 18000 tonne per annum foundry to produce Ductile Iron Pipe fittings.

Your Company has made significant progress in executing its plan relating to placement of order for civil work/ sheds, plant & machinery and other equipments, training of personal and getting the statutory / regulatory approvals on time to time basis.

It is expected that plant capacity shall be ready for operations in the FY 2013-2014.

2. AUDITORS :

Retiring Auditors M/s N.C. Aggarwal & Co., Chartered Accountants, New Delhi have offered themselves for reappointment in the ensuing Annual General Meeting.

3. AUDITORS' REPORT :

Audits remark in their Report read with the notes to accounts referred to by them are self explanatory.

4. PARTICULARS OF EMPLOYEES :

There were no employees who were in receipt of remuneration within the limits prescribed under Section 217(2A) of the Companies Act, 1956.

5. DIRECTORS' RESPONSIBILITY STATEMENT :

In compliance of Section 217(2AA) of the Companies Act, 1956, your Directors' Report that :

- The accounting standards were followed in the preparation of Annual Accounts of the year under review.

- The Accounting policies are applied consistently to give a true and fair view of the state of affairs of the Company at the end of financial year under review and Profit & Loss Account of the period under review.
- Proper and efficient care has been taken for maintenance of adequate accounting records and for safeguarding the assets of the Company for presenting and detecting frauds and other irregularities.
- The Annual Accounts have been prepared on a going concern basis.

6. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO :

The Company has yet to start its manufacturing operation during the year, Therefore, particulars with regard to conservation of energy, technology absorption, Foreign exchange earnings and outgo in accordance with the provision of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 are not available. However, Company propose to adopt the following measures in respect of the above after its operations go into stream:

A. ENERGY CONSERVATION:

1. Installation of Automatic Power Factor Controller Panel (APFC) to improve power factor of Auxiliary power from 0.8 to 0.98. Estimated Auxiliary power will be 1500 KVA. There will be net saving of 16 lacs units of power per annum at full capacity.
2. Installation of energy meter in induction furnace to monitor energy consumption in each heat. Since the power consumption in melting is highest in a foundry, a conscious effort to login power consumption in each heat and monitoring by higher management would save approximately 5 lacs units of power per annum.
3. Control of lighting system in the factory by timer circuit would save wastage of electricity that occurs due to human inefficiency.

B. TECHNOLOGY UP GRADATION:

1. Use of 12 pulse induction furnace in the melting process has an improved power factor of 0.98 which saves power in melting of iron. Besides this the elimination of 5th and 7th harmonics minimises the failure of expensive electronic circuits in other equipment.
2. The furan moulding sand system is a bio-degradable resin system which promotes more recycle of sand thus reducing sand wastage. Besides, the high efficiency continuous mixer consumes less resin and catalyst.

Total foreign exchange earn Rs. Nil and foreign exchange out go was Rs.1,82,72,927/-


7. DEPOSITS :

The Company has not accepted any deposits from the public under the provisions of Section 58A of the Companies Act, 1956.

FOR AND ON BEHALF OF BOARD OF DIRECTORS
JINDAL FITTINGS LIMITED

Place : New Delhi
Dated : 27th May, 2013


(MANEESH KUMAR)
DIRECTOR


(RAJEEV BANSAL)
DIRECTOR

AUDITORS' REPORT

To the members of

JINDAL FITTINGS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of JINDAL FITTINGS LIMITED which comprise the Balance Sheet as at March 31, 2013 and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Managements Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 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, we consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

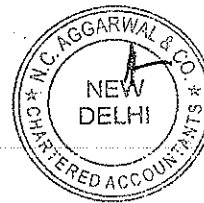
- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) We have 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
 - c) The Balance Sheet and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

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



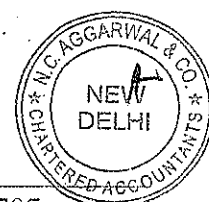
Place : New Delhi
Date : 18th May, 2013


(G.K. AGGARWAL)
Partner
M.No. 086622

ANNEXURE TO AUDITORS' REPORT

REFERRED TO IN PARAGRAPH (1) OF UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

1. a) The Company has maintained proper records in respect of its Fixed Assets showing full particulars including quantitative details and situation of fixed assets.
b) We have been informed that fixed assets of the Company have been physically verified by the management during the year, which in our opinion is reasonable. No discrepancies between the book records and the physical inventory were noticed.
c) No fixed assets were disposed off during the year.
2. a) As explained to us, the management during the year has physically verified inventories. In our opinion, the frequency of verification is reasonable.
b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories 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 proper records of inventories. There are no material discrepancies noticed during physical verification of inventories as compared to book records.
3. 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.
b) 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.
4. 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 sources 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 purchases of inventories, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
5. a) As per the audit procedures applied by us, and according to the information and explanations given to us by the management, the transactions which are required to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
b) In our opinion and according to the information and explanations given to us, the transactions with parties with whom transactions exceeding the value of Rupees five lacs have been entered into during the financial year are at prices, which are reasonable, having regard to the prevailing market prices at the relevant time.



6. The Company has not accepted any fixed deposit from the public. Therefore, the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and rules framed there under are not applicable to the Company.
7. As per the information and explanation furnished to us, the Company has an adequate internal audit system, commensurate with its size and nature of its business.
8. As the company has not yet commenced operations, therefore, para (viii) of the order with regard to maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 is not applicable to the company.
9.
 - a) The company is generally regular in depositing with the appropriate authorities undisputed statutory dues as applicable to the company including Employees Provident Fund, Custom Duty Service Tax and Income Tax. There are no arrears as at 31st March 2013 for a period of more than six months from the date it become payable.
 - b) According to the information and explanations given to us, there are no dues of Income Tax, Custom Duty, Service Tax and Employees Provident Fund which have not been deposited on account of any dispute.
10. The company is in existence for less than five years. Hence Para (x) of the order, as to accumulated loss of the company not more than fifty percent of net worth, is not applicable to the company.
11. According to the information and explanation given to us, the Company has not defaulted in repayment of dues to the banks. The Company has not taken loan from financial institution and debenture holders.
12. According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly paragraph 4(xii) of the order is not applicable.
13. 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 Order is not applicable to the Company.
14. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order is not applicable to the Company.
15. According to the information and explanations given to us, the company has not given any guarantee for loan taken by others from banks/financial institutions. Hence, paragraph 4(xv) of the order is not applicable.
16. 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.
17. 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 purposes.

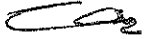


N.C. AGGARWAL & CO.
CHARTERED ACCOUNTANTS

18. According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the companies Act, 1956.
19. The company has not issued any debentures. Accordingly paragraph 4(xix) of the order is not applicable.
20. The Company has not raised any money by Public issue during the year.
21. 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 year.

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




(G.K. AGGARWAL)
Partner
M.No.086622

Place: New Delhi
Dated: 27th May, 2013

Particulars	For the Year ended March 31, 2013 (Amount in Rs.)	For the Period ended March 31, 2012 (Amount in Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit/(loss) Before Income taxes	-	-
Adjustment for:		
Operating profit before working capital changes	-	-
Adjustment for:		
Other current assets	(11,383,677)	(311,194)
Trade Payables and other Liabilities	27,034,730	2,406,285
Cash earned from operations	15,651,053	2,095,091
Direct taxes paid	(9,748)	-
Net cash earned from operating activities	15,641,305	2,095,091
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	(274,535,833)	(18,928,324)
Net cash (used in) investing activities	(274,535,833)	(18,928,324)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from Issue of Shares(Including share Application Money)	82,887,920	17,823,024
Long-term borrowings	191,183,049	-
Interest Paid	(7,764,292)	(5,090)
Net cash from financing activities	266,306,677	17,817,934
Net increase in cash and cash equivalents	7,412,149	984,701
Cash and cash equivalents (opening balance)	984,701	-
Cash and cash equivalents (closing balance)	8,396,850	984,701
	7,412,149	984,701

NOTE:

- Purchase of fixed assets includes movements of Capital Work-in-progress between the beginning and end of the Year.
- Cash and Cash equivalent (Closing balance) includes other Bank Balance of Rs. 6994568/- (Previous Year Nil)
- Previous period figures have been regrouped wherever necessary.

In terms of Our report of even date attached.

For N.C. AGGARWAL & CO.

Chartered Accountants

Firm Registration No. 003273N

G.K.AGGARWAL

Partner

M.No.086622

Place: New Delhi

Dated: 18th May, 2013



Manish Kumar

MANEESH KUMAR

Director

Rajeev Bansal

RAJEEV BANSAL

Director

Jindal Fittings Limited
BALANCE SHEET AS AT 31st March, 2013

Particulars	Note No	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	90,320,000	500,000
(2) Share Application money pending allotment	2	10,390,944	17,323,023
(3) Non-Current Liabilities			
(a) Long-term borrowings	3	170,801,708	-
(b) Long-term provisions	4	744,260	223,854
(4) Current Liabilities			
(a) Trade payables	5	1,022,351	532,274
(b) Other current liabilities	6	49,404,207	1,603,066
(c) Short-term provisions	7	87,480	37,881
Total Equity and Liabilities		322,770,950	20,220,098
ASSETS			
(1) Non Current Assets			
(a) Fixed Assets	8		
(i) Tangible assets		17,743,457	10,849,419
(ii) Intangible assets		30,483	36,430
(iii) Capital work-in-progress		259,006,849	8,047,565
(b) Long term loans and advances	9	26,751,992	291,840
(2) Current Assets			
(a) Cash and Bank Balances	10	8,396,850	984,701
(b) Short-term loans and advances	11	10,841,319	10,144
Total Assets		322,770,950	20,220,098

Significant Accounting Policies and Notes to the Financial Statements

1-20

As per our report of even date attached

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

G.K.AGGARWAL
Partner

M.No.086622

Place: New Delhi

DATED : 18th May 2013



MANEESH KUMAR RAJEEV BANSAL
Director Director

Jindal Fittings Limited
NOTES TO THE FINANCIAL STATEMENTS

S.No.	DESCRIPTION	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
1	Share Capital		
(a)	AUTHORISED 12000000 (Previous Period 2000000) Equity Shares of Rs.10/- each	120,000,000	20,000,000
(b)	ISSUED CAPITAL,SUBSCRIBED AND FULLY PAID-UP 90,32,000 (Previous Period 50000) Equity Shares of Rs. 10/- each	90,320,000	500,000
(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	50,000	-
	Add: Shares issued during the year	8,982,000	50,000
	Shares outstanding at the end of the year	9,032,000	50,000

(d)	SHARE OF THE COMPANY HELD BY :-	No of Shares	No of Shares
	Jindal Saw Limited*	4,606,320	25,500

* 400 (Previous Period 400) equity shares held as nominees of Jindal Saw Limited

(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 2013		As at 31st March 2012	
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
Jindal Saw Limited	4,606,320	51.00	25,500	51.00
Aion Industries Pvt. Ltd.	3,070,880	34.00	17,000	34.00
Sigma Commercial Products Limited	1,354,800	15.00	7,500	15.00
	9,032,000	100.00	50,000	100.00

(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.

2	Share Application Money	10,390,944	17,323,023
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(1039094 Equity shares to be issued at par of Rs.10/- till the end of next year.The Company has sufficient authorised capital to issue the shares)

	DESCRIPTION	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
3	Long Term Borrowings		
	Secured Term Loans from banks		
	Term Loans from Banks	170,307,479	-
	Vehicle Loans from Banks	494,229	-
	Total Long Term Borrowings	170,801,708	-

Secured Term Loan from Banks includes:

i)Term Loan from Axis bank Sanction Amount 55 Crore (Disbursement Amount Rs.19.03 Crore) Carries rate of interest @13.25% p.a. repayable as per sanction letter as follows : F.Y 2014-15 is 60000000/- ; F.Y 2015-16 is Rs.100000000/- anf F.Y 2016-17 is Rs.10307479/- .Term Loan is secured by equitable mortgage of land and building and first charge by way of hypothecation over entire moveable fixed assets of the company and second charge on the entire current assets of the company both present and future. Loan is also guaranteed by Jindal Saw Limited.

ii)Vehicle Loans of Rs.494229/- (Previous Year Nil) is Secured by way of hypothecation of vehicles,Which carries rate of interest 11.45% p.a.(on a monthly reducing basis).The same are repayble of Rs. 427363 /- in the year 2014-15 and of Rs. 66866 in three year 2015-16

There is no default in repayment of intrest and principal



Jindal Fittings Limited
NOTES TO THE FINANCIAL STATEMENTS

	<u>DESCRIPTION</u>	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
4	Long Term Provisions		
	Provision for Employee benefits		
	Provision for Gratuity	226,232	45,979
	Provision for Leave Encashment	518,028	177,875
	Total Long Term Provisions	744,260	223,854

	<u>DESCRIPTION</u>	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
5	Trade Payables		
	Dues to Micro and Small enterprises*	-	-
	Others	1,022,351	532,274
	Total Trade Payables	1,022,351	532,274

*There are no Micro and Small Enterprises, to whom the Company owes dues which are outstanding as at 31st March 2013. 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.

	<u>DESCRIPTION</u>	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
6	Other Current Liabilities		
	a) Current Maturities of Long Term Debts	20,381,341	-
	b) Interest accrued but not due	1,435,942	-
	c) Capital Creditors	25,656,047	-
	d) Other Payables		
	Statutory Dues	473,415	293,427
	Due to Employees	118,784	545,518
	Others	1,338,678	764,121
	Total Other Current Liabilities	49,404,207	1,603,066

	<u>DESCRIPTION</u>	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
7	Short Term Provisions		
	Provision for Employee benefits		
	Provision for Gratuity	544	119
	Provision for Leave Encashment	86,936	37,762
	Total Short Term Provisions	87,480	37,881



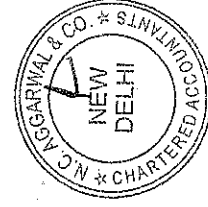
Jindal Fittings Limited
NOTES TO THE FINANCIAL STATEMENTS
NOTE NO : 8
FIXED ASSETS

(Amount in Rs.)

PARTICULARS	Gross Block		Depreciation			Net Block	
	As at 01.04.2012	Additions	As at 31.03.2013	Upto 31.03.2012	During the year	Upto 31.03.2013	As at 31.03.2012
							As at 31.03.2013
Tangible Assets(A):							
Leasehold Land	9,931,180	-	9,931,180				9,931,180
Building	549,375	1,235,875	1,785,250	736	15,773	16,509	1,768,741
Electrical Installations	-	2,538,575	2,538,575	-	127,436	127,436	2,411,139
Furniture and Fixtures	15,412	7,120	22,532	580	15,013	15,593	6,939
Office equipment	10,000	271,460	281,460	97	38,454	38,551	242,910
Vehicles	-	2,917,030	2,917,030	-	192,460	192,460	2,724,570
Computers	347,759	390,068	737,827	2,895	76,955	79,849	657,978
Total(A):	10,853,726	7,360,128	18,213,854	4,307	466,090	470,398	17,743,457
Intangible Assets(B):							
Computer software	36,450	2,500	38,950	20	8,448	8,467	30,483
Total (B)	36,450	2,500	38,950	20	8,448	8,467	30,483
Total(A+B):	10,890,176	7,362,628	18,252,804	4,327	474,538	478,865	17,773,939
Previous Year	-	10,890,176	10,890,176	-	4,327	4,327	10,885,849

NOTE

Depreciation during the year includes Depreciation Capitalised during Pre-operative Stage amounting to Rs.474538/- (Previous period Rs. 4327/-)



Jindal Fittings Limited
NOTES TO THE FINANCIAL STATEMENTS

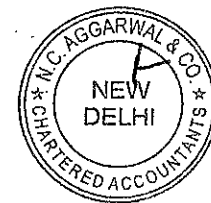
	<u>DESCRIPTION</u>	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
9	Long Term Loan and Advances		
	a)Capital Advances		
	- Unsecured, considered good	25,888,692	-
	b)Security Deposits	863,300	291,840
	Total Long Term Loan and Advances	26,751,992	291,840

	<u>DESCRIPTION</u>	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
10	Cash and Bank Balances		
A.	Cash and Cash Equivalents		
	Balances with Banks		
	-In current Accounts	1,399,198	983,891
	Cash on Hand	3,084	810
B.	Other Bank Balances		
	Fixed Deposits (with original maturing after three months but before 12 months)*	6,994,568	-
	Total Cash and Bank Balances	8,396,850	984,701

*pledged with bank for letter of credit and bank guarantee

	<u>DESCRIPTION</u>	As at 31st March 2013 (Amount in Rs.)	As at 31st March 2012 (Amount in Rs.)
11	Short Term Loan and advances		
	a) Loans and Advances recoverable in cash or kind *		
	- Unsecured, considered good	10,759,677	19,354
	b) Other loans and advances		
	- Unsecured, considered good		
	Advances taxation	9,748	-
	Advances to suppliers	33,000	-
	Advance to Employees	38,894	(9,210)
	Total -Short Term Loans and Advances	10,841,319	10,144

*Includes Sales Tax receivables, cenvat credit receivable etc.



Jindal Fittings Limited

NOTES TO THE FINANCIAL STATEMENTS

12. SIGNIFICANT ACCOUNTING POLICIES

A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company. All income and expenditure items having a material bearing on the financial statements are recognized on accrual basis.

B) FIXED ASSETS

a) VALUATION OF FIXED ASSETS

i) Tangible Fixed Assets are stated at cost of acquisition (net of Cenvat/ Value Added Tax credit) inclusive of all incidental expenses related thereto.

ii) Software which is not an integral part of related hardware is classified as an intangible asset and is stated at cost.

b) DEPRECIATION AND AMORTISATION

i) Depreciation on Fixed Assets is provided on Straight Line Method at the rates prescribed in Schedule XIV to the Companies Act, 1956, as amended up to date.

ii) Intangible fixed assets are amortized over a period of 5 years.

c) EXPENDITURE DURING CONSTRUCTION PERIOD FOR NEW PROJECTS /EXPANSION CUM MODERNIZATION PROJECTS

Expenditures which are directly attributable to identified assets and incurred during the construction period are included under capital work-in-progress, till the completion of the project. Expenditures which are not directly attributable to an identified asset forming part of a project, including interest on borrowed funds, are carried to pre-operative expenses, till the completion of the project. On completion of the project, capital work in progress along with pre-operative expenses is carried to respective fixed assets.

C) BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized (net of income on temporarily deployment of funds) as part of the cost of such assets and other borrowing costs are recognized as expense in the period in which these are incurred.

D) FOREIGN EXCHANGE TRANSACTION

Foreign currency transactions are recorded at the exchange rate prevailing at the date of transaction. Monetary foreign currency assets and liabilities are translated at the year end exchange rates. All exchange differences are dealt with in the Profit and Loss Account, except (i) to the extent that they are regarded as an adjustment to the interest cost and the resultant balance for new projects, till the date of capitalization, are carried to pre-operative expenses. In case of forward foreign exchange contracts, exchange difference are dealt within the Profit and Loss Account over the life of the contract, except as mentioned in (ii) supra. Non monetary foreign currency items are carried at historic costs.

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 or capitalized till the date of installation of such fixed asset.

E) EMPLOYEE BENEFITS

a) Short term employee benefits are recognized as an expense at the undiscounted amount in the Profit and Loss Account of the year in which the related services are rendered.

b) Contributions to Provident Fund, a defined contribution plan are made in accordance with the statute, and are recognized as an expense in the year in which the employees have rendered service.

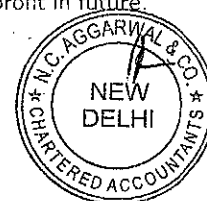
c) The cost of providing leave encashment and gratuity, defined benefit plans are determined using the Projected Unit Credit Method, on the basis of actuarial valuations carried out by third party actuaries at each Balance Sheet date. Actuarial gains and losses are recognized as and when incurred.

F) TAXATION

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

b) Deferred tax is computed 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.

Deferred tax assets is recognised only when there is virtual certainty of sufficient taxable profit in future.



Jindal Fittings Limited

13 CONTINGENT LIABILITIES

	As At 31 st March, 2013 (Amount in Rs.)	As At 31st March, 2012 (Amount in Rs.)
a) Guarantees issued by the Company's bankers on behalf of the Company	1,179,000	-
b) Letter of Credit Outstanding (Net of Liability)	12,312,606	-
c) Liability in respect of Corporate Guarantee/Duty Saved for availing various export based incentive schemes	5,255,000	-
14 Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of Advances)	295,398,472	-

15 Related Party Transactions

List of Related Parties and Relationship

Holding Company

1 Jindal Saw Limited

Fellow Subsidiary Company

- 1 Jindal ITF Ltd.
- 2 IUP Jindal Metal and Alloys Ltd.
- 3 S.V. Trading Ltd.
- 4 Quality Iron and Steel Ltd.
- 5 Ralael Holdings Ltd.
- 6 Jindal Saw Holdings FZE
- 7 Green Ray Holdings
- 8 Universal Tube Accessories Pvt Ltd (w.e.f.30th August 2012)
- 9 Jindal Saw Espana SL (w.e.f.21st March 2013)
- 10 Jindal Saw USA, LLC
- 11 Jindal Saw Middle East FZC
- 12 Jindal Intellicom Limited
- 13 JITF Water Infrastructure Limited
- 14 JITF Urban Infrastructure Ltd.
- 15 JITF Shipyards Ltd.
- 16 Jindal Rail Infrastructure Ltd.
- 17 JITF Waterways Ltd.
- 18 JITF Infralogistics Ltd.
- 19 JITF Water Infra (Naya Raipur) Ltd.
- 20 JITF ESIPL CETP (Sitarganj) Ltd.
- 21 Timarpur-Okhla Waste Management Co. Pvt. Ltd.
- 22 Jindal Saw Gulf LLC
- 23 Jindal Saw Italia S.P.A.
- 24 JITF Urban Infrastructure Services Ltd
- 25 Intellicom Insurance Advisors Ltd.
- 26 Derwant Sand SARL
- 27 JITF Coal Logistics Ltd.
- 28 JITF Shipping and Logistics (Singapore) PTE. Ltd.
- 29 JITF Urban Waste Management (Ferozepur) Ltd.
- 30 JITF Urban Waste Management (Jalandhar) Ltd.
- 31 JITF Urban Waste Management (Bathinda) Ltd.
- 32 JITF Industrial Infrastructure Development Co. Limited (w.e.f.2nd May 2012)
- 33 Jindal ITF Kobelco Eco Ltd. (upto 31st October 2012)
- 34 JITF Manila Water Development Co Ltd (upto 6th February 2013)
- 35 JITF Global Water Holding Pte. Ltd
(Strike off application for closure is filed on 3rd January,2013 with Accounting and Corporate Regulatory Authority, Singapore.Closure action is awaited)
- 36 JITF Water Infra (Rajkot) Ltd. (upto 29th January 2013)

C) Key Management Personnel

- 1 Mr. Rajeev Bansal
- 2 Mr Maneesh Bansa
- 3 Mr Rahul Bansal

Director
Director
Executive Director



Jindal Fittings Limited

D) TRANSACTIONS

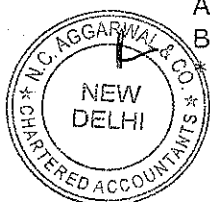
(Amount in Rs.)

	Particulars	Holding Company and Key Management Personal	
		2012-13	2011-12
1	Purchase of Capital Items Jindal Saw Limited	2,550,000	-
2	Share Capital Allotted during the Year Jindal Saw Limited	45,808,200	255,000
3	Share Application Money Received During the Year (other than capital allotted) Jindal Saw Limited	2,341,800	9,150,000
4	Remuneration Rahul Bansal	2,176,440	
5	Balance as at 31.03.2013 Share Capital-Jindal Saw Limited	46,063,200	255,000
	Share Application Money-Jindal Saw Limited	2,341,800	9,150,000
	Amount Payable-Jindal Saw Limited	2,550,000	

16. Capital Work in progress includes following Pre operative expenses Pending

(Amount in Rs.)

Detail of Pre-operative Expenses	Year ended 31st March, 2013	Year ended 31st March, 2012
Power and Fuel	736,430	2,630
Store and Spares consumed	108,291	-
Repairs to Plant and machinery	62,757	9,002
Salary and Wages	12,177,069	3,170,893
Contribution to Provident and other funds	898,178	2,500
Workman and Staff Welfare expenses	185,651	8,380
Audit Fee	60,000	20,225
Legal & Professional Fee	2,643,518	2,015,754
Rent	848,731	200,646
Insurance	430,070	-
Travelling and Conveyance	2,191,420	1,004,588
Interest and Bank Charges*	9,200,234	5,090
Fees & Subscription	3,649,618	147,840
Miscellaneous	2,050,623	966,456
Depreciation	474,538	4,327
	35,717,128	7,558,332
Add: Expenditure upto previous year	7,558,332	-
Balance Carried Forward	43,275,460	7,558,332
Net of Interest Received Rs. 260567/- (Previous year Nil)		



Jindal Fittings Limited

17) EMPLOYEE BENEFITS

Disclosures required under Accounting Standard 15- "Employee Benefits" (Revised 2005)

I. Defined Contribution Plan:

Company's contribution to Provident Fund

II. Defined Contribution Plans

	Current Year		Previous Period	
	Gratuity (funded)	Leave encashment (Unfunded)	Gratuity (funded)	Leave encashment (Unfunded)
A. Actuarial Assumptions				
Discount Rate (per annum)	8.00%	8.00%	10.00%	10.00%
Future salary increase	10.50%	10.50%	8.75%	8.75%
Expect return on plan assets	0.00%	0.00%	10.50%	10.50%
Mortality rate	LIC (1994-96) Ultimate	LIC (1994-96) Ultimate	LIC (1994-96) Ultimate	LIC (1994-96) Ultimate

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.

	Current Year		Previous Period	
	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs
B. Reconciliation of present value of obligation				
Present value of obligation at the beginning of the period	46,098	177,875	-	-
Current Service Cost	191,212	434,075	46,098	177,875
Interest Cost	3,678	14,230	-	-
Actuarial (gain)/ loss	(14,212)	(23,708)	-	-
Benefits paid	-	(84,444)	-	-
Curtailements	-	-	-	-
Settlements	-	-	-	-
Present value of obligation at the end of the period	226,776	518,028	46,098	177,875

	Current Year		Previous Period	
	Gratuity (funded)	Leave encashment (Unfunded)	Gratuity (funded)	Leave encashment (Unfunded)
C. Net (Asset)/Liability recognised in the Balance Sheet as at period end				
Present value of obligation at the end of the period	226,776	518,028	46,098	177,875
Fair value of plan assets at end of the period	-	-	-	-
Net present value of unfunded obligation recognised as (asset)/liability in the Balance Sheet	226,776	518,028	46,098	177,875

	Current Year		Previous Period	
	Gratuity (funded)	Leave encashment (Unfunded)	Gratuity (funded)	Leave encashment (Unfunded)
D. Expenses recognised in the Profit and Loss Account				
Current Service Cost	191,212	434,075	46,098	177,875
Interest Cost	3,678	14,230	-	-
Expect return on plan assets	-	-	-	-
Actuarial (gain)/loss recognised in the period	(14,212)	(23,708)	-	-
Past Service Cost	-	-	-	-
Curtailements	-	-	-	-
Settlements	-	-	-	-
Total expenses recognised in the Profit and Loss Account for the period	180,678	424,597	46,098	177,875
Actual return on plan assets	-	-	-	-

The above disclosures are based on information certified by the independent actuary and relied upon by the auditors

Note: Above Leave encashment liability does not include short term liability of ₹86936. (Previous Period ₹37762)



Jindal Fittings Limited

18. C.I.F.VALUE OF IMPORTS

(Amount in Rs.)


	Year ended 31st March,2013	Year ended 31st March,2012
Capital Goods	18,272,927	-

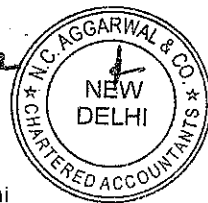
19. The company has not yet commenced operations. Hence, there is no Statement of Profit and Loss for the current year and the previous period.


20. Previous year figures have been regrouped/re-arranged, wherever considered necessary.

As per our report of even date attached

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


G.K. AGGARWAL
PARTNER
M.No. 086622
PLACE : New Delhi
DATED : 18th May 2013




MANEESH KUMAR RAJEEV BANSAL
Director

Director