

## NOTICE

Notice is hereby given that the 3<sup>rd</sup> Annual General Meeting of the members of JITF Urban Infrastructure Services Limited will be held on Friday, the 27<sup>th</sup> day of September, 2013 at Jindal ITF Centre, 28, Shivaji Marg, New Delhi – 110015 at 11.00 AM to transact the following business:

### **AS ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet of the Company for the Financial Year ended on 31<sup>st</sup> March, 2013 and the statement of Profit and Loss Account for the year ended on that date along with the Reports of the Directors & Auditors thereon.
2. To appoint a Director in place of Mr. Vikram Puri who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and fix their remuneration by passing the following resolution as an Ordinary Resolution with or without modification(s):

"RESOLVED THAT M/s. N.C. Aggarwal & Co., Chartered Accountants be and are hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting for auditing the accounts of the company for the financial year 2013-2014 at such remuneration as may be determined by the Board of Directors of the company".

### **AS SPECIAL BUSINESS:**

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

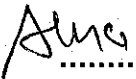
"RESOLVED THAT Mr. Alok Kumar who has been appointed as an Additional Director of the Company by the Board of Directors under section 260 of the Companies Act, 1956 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received Notice in writing, under 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."

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

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

**BY ORDER OF THE BOARD OF DIRECTORS**

Place: New Delhi  
Dated :30<sup>th</sup> August, 2013

  
.....  
**ALOK KUMAR**  
**DIRECTOR**

**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.

**EXPLANATORY STATEMENT**

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

**ITEM NO. 4:**

The Board of Directors of the Company had appointed Mr. Alok Kumar as an Additional Director as per section 260 of the Companies Act, 1956 w.e.f. 09<sup>th</sup> October, 2012 and as such he holds office upto the date of this Annual General Meeting. A notice under Section 257 of Companies Act, 1956 has been received by the Company from a member signifying his intention to propose the candidature of Mr. Alok Kumar for appointment as Director in this behalf.

None of the Directors except Mr. Alok Kumar himself is concerned or interested in the Resolution.

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

**ITEM NO. 5:**

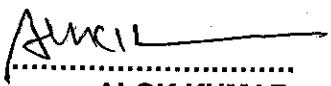
The Board of Directors of the Company had appointed Mr. Anuj Kumar as an Additional Director as per section 260 of the Companies Act, 1956 w.e.f. 09<sup>th</sup> October, 2012 and as such he holds office upto the date of this Annual General Meeting. A notice under Section 257 of Companies Act, 1956 has been received by the Company from a member signifying his intention to propose the candidature of Mr. Anuj Kumar for appointment as Director in this behalf.

None of the Directors except Mr. Anuj Kumar himself is concerned or interested in the Resolution.

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

**BY ORDER OF THE BOARD OF DIRECTORS**

Place: New Delhi  
Dated :30<sup>th</sup> August, 2013

  
.....  
**ALOK KUMAR**  
**DIRECTOR**

**JITF Urban Infrastructure Services Limited**

**DIRECTORS' REPORT**

Dear Shareholders,

Your Directors have pleasure in presenting the 3<sup>rd</sup> Annual Report of the Company together with the Audited Statement of Accounts comprising of Balance Sheet as at 31<sup>st</sup> March, 2013.

**Financial Results**

Particulars	Previous Year (Rs.)	Current Year (Rs.)
Paid up Capital	5,00,000	5,00,000
Current Assets	4,80,117	425,667
Non Current Assets	29,033	29,033
Current Liabilities	46,887	42,014
Revenue	--	--
Profit/ (Loss) carried to balance-sheet	(18,610)	(49,577)
Earning per share	(0.37)	(0.99)

**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.**

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

There is no foreign exchange earnings and outgo during the financial year ended 31<sup>st</sup> March 2012.

**Directors**

During the year under review, Mr. Mr. Indresh Batra and Mr. Pradeep Mittal resigned from the services of the Company. The Board places on record the appreciation for the services rendered by them during their tenure with the Company.

Mr. Alok Kumar and Mr. Anuj Kumar were appointed as the Additional during the year, whose appointment shall come to an end at the forth coming Annual General Meeting and is proposed to be regularized in the forthcoming Annual General Meeting

In terms of the provisions of Section 256 of the Companies Act, 1956, Mr. Vikram Puri shall retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

### **Directors Responsibility Statement**

Pursuant to Section 217 (2AA) of the Companies Act, 1956, for the Financial Year 2012-13, 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. A Certificate from the Auditors has been received to the effect that their re-appointment, if made, would be within the limits prescribed under Section 224(1)(b) of the Companies Act, 1956.

### **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 Urban Infrastructure Service Limited**

  
**Alok Kumar  
Director**

  
**Anuj Kumar  
Director**

**Place: New Delhi  
Dated: 21<sup>st</sup> May, 2013**

## AUDITORS' REPORT

To  
The Members of JITF URBAN INFRASTRUCTURE SERVICES LIMITED

### Report on the Financial Statements

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

#### Management's 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, financial performance 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. 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, the auditor considers 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 Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, 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

  
G. K. Aggarwal  
Partner  
Membership No. 086622



Date: 21<sup>st</sup> May, 2013  
Place: New Delhi

**Annexure to Auditors' Report**

Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date

1. The Company, during the year, does not own any fixed assets. Accordingly, para (i) of the Order related to fixed assets are not applicable to the company.
2. (a) The Company does not hold any inventories of finished goods, stores, spare parts and raw materials. Accordingly, paragraphs (ii) (b) and (c) of the Order are not applicable.
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. There are no purchase of fixed assets, inventories and sale of services during the year. Accordingly, paragraph (iv) of the Order is not applicable.
5. According to the information and explanations provided to us 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, paragraphs (v) (b) of the Order are not applicable.
6. The Company has not accepted any deposits from the public to which the provisions of Section 58A, 58AA or any other relevant provisions of the companies Act, 1956 and the companies (Acceptance of Deposit) Rules, 1975 apply.
7. To the best of our knowledge and as explained, the Company, during the year, is not required to have an internal audit system commensurate with the size and nature of its business, as the Capital and the turnover does not exceed the limit prescribed in this regard.
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) To the best of our knowledge and as explained, the Company is generally regular in depositing with the appropriate authorities all statutory dues including income-tax to the extent there are applicable. There are no arrears as at 31st March, 2013 for a period 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 income tax 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 with regard to accumulated losses of the Company more than fifty percent of net worth and losses in the current financial year and immediately preceding financial year is not applicable to the company.



According to the records of the Company examined by us and the information and explanations given to us, the Company has not taken loans from banks and financial institutions or issued any debentures. Therefore, Para (xi) of the order with respect to default of repayment is not applicable to the company.

12. 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.
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 Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
14. 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.
15. 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.
16. Based on information and explanations given to us by the management, the Company has not taken any term loan.
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 investment.
18. 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.
19. The company has not issued any debentures. Hence, clause (xix) of order is not applicable.
20. The company has not made any 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 course of our audit.

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



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

Place: New Delhi  
Dated: 21st May, 2013

**JITF URBAN INFRASTRUCTURE SERVICES LIMITED****Balance Sheet as at 31st March, 2013**


(Amount in Rs.)

Particulars		Note No	As at 31st March 2013	As at 31st March 2012
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
(1)	<b>Shareholders' Funds</b>			
	(a) Share Capital	1	500,000	500,000
	(b) Reserves and Surplus	2	(87,314)	(37,737)
(2)	<b>Current liabilities</b>			
	Other Current Liabilities	3	42,014	46,887
	<b>Total Equity and Liabilities</b>		<b>454,700</b>	<b>509,150</b>
<b>II.</b>	<b>ASSETS</b>			
(1)	<b>Non-current assets</b>			
	Other non-current assets	4	29,033	29,033
(2)	<b>Current assets</b>			
	Cash and Cash Equivalents	5	425,667	480,117
	<b>Total Assets</b>		<b>454,700</b>	<b>509,150</b>

*Significant accounting policies and notes to the financial statements* 8

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: 21st May,2013



For and on behalf of Board Of Directors of  
JITF Urban Infrastructure Services Limited

  
**Anuj Kumar**  
Director

  
**Alok Kumar**  
Director

# **JITF URBAN INFRASTRUCTURE SERVICES LIMITED**

## **Statement of Profit and Loss for the year ended 31st March, 2013**


(Amount in Rs.)

Particulars	Note No.	Year ended 31st March 2013	Year ended 31st March 2012
(I) <b>Revenue</b>			
Revenue from operations		-	-
<b>Total Revenue</b>		-	-
(II) <b>Expenses:</b>			
Finance costs	6	5,618	-
Other Expenses	7	43,959	18,610
<b>Total Expenses</b>		<b>49,577</b>	<b>18,610</b>
(III) Profit/(Loss) for the year		(49,577)	(18,610)
(IV) Earnings per equity share of Face value of Rs.10/- each			
(1) Basic and Diluted .		(0.99)	(0.37)

**Significant accounting policies and notes to the financial statements** 8

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: 21st May,2013



For and on behalf of Board Of Directors of  
JITF Urban Infrastructure Services Limited

  
**Anuj Kumar**  
Director

  
**Alok Kumar**  
Director

**JITF Urban Infrastructure Services Limited**  
**Cash Flow Statement for the year ended March 31, 2013**

(Amount in Rs.)

	For the year ended 31st March,2013	For the year ended 31st March,2012
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net Profit/(loss) Before Income taxes	(49,577)	(18,610)
Adjustment for:		
Operating profit before working capital changes	(49,577)	(18,610)
Adjustment for:		
Other Payable	(4,873)	11,236
<b>Cash earned from operations</b>	<b>(54,450)</b>	<b>(7,374)</b>
<b>Net cash earned from/ (used in) operating activities</b>	<b>(54,450)</b>	<b>(7,374)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Net cash (used in) investing activities	-	-
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Net cash from financing activities	-	-
<b>Net increase in cash and cash equivalents</b>	<b>(54,450)</b>	<b>(7,374)</b>
<b>Cash and cash equivalents (opening balance)</b>	<b>480,117</b>	<b>487,491</b>
<b>Cash and cash equivalents (closing balance)</b>	<b>425,667</b>	<b>480,117</b>
	<b>(54,450)</b>	<b>(7,374)</b>

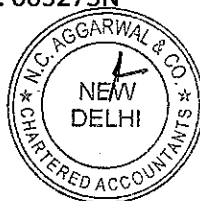
Note:

Previous Year figures have been regrouped wherever considered necessary.

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

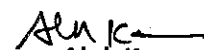
Dated 21st May,2013

For and on behalf of Board of Directors of  
 JITF Urban Infrastructure Services Limited



**Anuj Kumar**

Director



**Alok Kumar**

Director

**JITF URBAN INFRASTRUCTURE SERVICES LIMITED**
**Notes forming part of Balance sheet and Statement of Profit and Loss**

(Amount in Rs.)

DESCRIPTION		As at 31st March 2013	As at 31st March 2012
<b>1</b>	<b>SHARE CAPITAL</b>		
(a)	<b>AUTHORISED SHARE CAPITAL</b> 50,000 Equity Shares of Rs. 10/- each	500,000	500,000
(b)	<b>ISSUED, SUBSCRIBED AND PAID UP CAPITAL</b> 50,000 Equity Shares of Rs. 10/-each fully paid up	500,000	500,000
(c)	<b>RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE YEAR</b> Shares outstanding at the beginning of the year Shares issued during the year	50,000 -	50,000 -
(d)	Shares outstanding at the end of the year	50,000	50,000

(e) <b>SHARE OF THE COMPANY HELD BY :-</b>		No of Shares	No of Shares
Jindal ITF Limited-Holding Company		50,000	50,000

(f) <b>SHARES IN THE COMPANY HELD BY EACH SHAREHOLDER HOLDING MORE THAN 5% SHARES ARE AS UNDER:</b>				
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 ITF Limited*	50,000	100%	50,000	100%

\* Including 6 Shares (Previous year 6 shares) held by Person/Companies as nominee of Jindal ITF Ltd.

(g) <b>Terms/Rights attached to Equity Shares</b>	
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 2013	As at 31st March 2012
<b>2</b>	<b>RESERVES AND SURPLUS</b>		
	<b>PROFIT AND LOSS ACCOUNT</b>		
	Profit/(Loss) Brought Forward	(37,737)	(19,127)
	Add:-Profit/(Loss) after tax for the year	(49,577)	(18,610)
	<b>Closing Balance</b>	<b>(87,314)</b>	<b>(37,737)</b>
	<b>Total Reserves and Surplus</b>	<b>(87,314)</b>	<b>(37,737)</b>

DESCRIPTION		As at 31st March 2013	As at 31st March 2012
<b>3</b>	<b>OTHER CURRENT LIABILITIES</b>		
	Other Payable	42,014	17,854
	Payable To Related Party -Jindal ITF Limited	-	29,033
	<b>Total Other Current Liabilities</b>	<b>42,014</b>	<b>46,887</b>

DESCRIPTION		As at 31st March 2013	As at 31st March 2012
<b>4</b>	<b>Other Non Current Assets</b>		
	Miscellaneous Expenditure to the extent not written off	29,033	29,033
	<b>Total Other Non Current Assets</b>	<b>29,033</b>	<b>29,033</b>



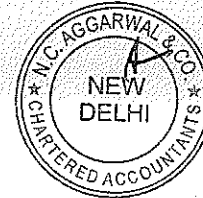
**JITF URBAN INFRASTRUCTURE SERVICES LIMITED****Notes forming part of Balance sheet and Statement of Profit and Loss**

(Amount in Rs.)

	<u>DESCRIPTION</u>	As at 31st March 2013	As at 31st March 2012
5	<b>Cash and Cash Equivalents</b>		
	Balances with Banks		
	-In Current Accounts	420,561	478,051
	Cash on Hand	5,106	2,066
	<b>Total Cash and Cash Equivalents</b>	<b>425,667</b>	<b>480,117</b>

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
6	<b>Finance Costs</b>		
	Bank Charges	5,618	-
	<b>TOTAL</b>	<b>5,618</b>	<b>-</b>

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
7	<b>Others Expenses</b>		
	Legal and Professional	9,662	3,000
	Rates and Taxes	3,960	4,374
	Auditor's Remuneration		
	-As Audit Fees	30,337	11,236
	<b>TOTAL</b>	<b>43,959</b>	<b>18,610</b>



**JITF URBAN INFRASTRUCTURE SERVICES LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS**  
**NOTE:8**

**1. Nature of Operations**

JITF Urban Infrastructure Services Limited is a Company incorporated on 6th July, 2010 with the main object to carry on the business of urban infrastructure development 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) 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.

**(c) Miscellaneous Expenditure**

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

**(d) 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 Year and are capable of reversal in one or more subsequent Years. However, no deferred tax asset is created where there is no virtual certainty as to the sufficient future taxable profit.

**(e) Foreign Exchange Transaction**

Foreign currency during the year is recorded at the rate of exchange prevailing at the date of transaction. Monetary assets and liabilities related to foreign currency transactions remaining unsettled are translated at the year end rate. All exchange differences are dealt with in the Profit & Loss Account.

3. No deferred tax asset is created in view of the virtual certainty supported by convincing evidence as to the sufficient future taxable profit.

**4. Related Party Transactions**

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

**(i). Holding Company**

Jindal ITF Limited (Direct holding )

Jindal Saw Limited ( Indirect Holding through Jindal ITF Limited )

**(ii). Fellow Subsidiary Companies**

- JITF Water Infrastructure Limited
- JITF Waterways Limited
- JITF Shipyards Limited
- JITF Urban Infrastructure Limited
- JITF Infralogistics Limited



**JITF URBAN INFRASTRUCTURE SERVICES LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS**

**NOTE:8**

- 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
- Jindal ITF Kobelco Eco Limited (Indirect) ( upto 31st October 2012)
- JITF Shipping & Logistics (Singapore) Pte Ltd (Indirect)
- JITF Global Water Holding Pte. Ltd (Indirect) \*
- JITF Water Infra (Rajkot) Limited (Indirect) ( upto 29th January 2013)
- JITF Urban Waste Management (Bathinda ) Limited (Indirect)
- JITF Urban Waste Management (Ferozepur ) Limited (Indirect)
- JITF Urban Waste Management (Jalandhar ) Limited (Indirect)
- JITF Manila Water Development Company Limited (Indirect) ( upto 6th February 2013 )
- JITF Industrial Infrastructure Development company Limited( w.e.f.2nd May 2012)
- IUP Jindal Metals & Alloys Limited (Indirect)
- S.V. Trading Limited (Indirect)
- Jindal Saw USA, LLC (Indirect)
- Jindal Saw Holding FZE (Indirect)
- Jindal Saw Middle East FZC (Indirect)
- Jindal Saw Gulf LLC (Indirect)
- Intellicom Insurance Advisors Limited (Indirect)
- Ralael Holdings Limited (Indirect)
- Jindal Saw Italia S.P.A (Indirect)
- Jindal Fittings Ltd.
- Quality Iron & steel Ltd.
- Green Ray Holdings
- Derwent Sand SARL(Indirect)
- Universal Tube Accessories Pvt. Limited( w.e.f.30th August 2012)
- Jindal Saw Espana SL( w.e.f.21st March 2013)

**(iii) Joint Venture**

- JWIL-SSIL JV( w.e.f.28th February,2012)
- SMC-JWIL JV( w.e.f.24th December,2012)
- JWIL-RANHILL JV( w.e.f.27th November,2012)

*\*Stike off application for closure is filed on 3<sup>rd</sup> January,2013 with Accounting and Corporate Regulatory Authority, Singapore. Closure action is awaited.*

**(iv) Transactions**

Description	Holding Company-Jindal ITF Limited	
	Current Year (Rs.)	Previous Year (Rs.)
Share Capital including share premium during the year	Nil	Nil
Jindal ITF Limited		
<b>Balance as on 31.3.2013</b>		
Share Capital including share premium	500,000	500,000
Amount Payable during the year		
Jindal ITF Limited	Nil	29,033



**JITF URBAN INFRASTRUCTURE SERVICES LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS**  
**NOTE:8**

5. **Earning per share (EPS) :**

Description	Year ended 31st March, 2013 (Rs.)	Year ended 31st March, 2012 (Rs.)
<b>Basic and Diluted</b>		
Loss for the year after Tax	(49,577)	(18,610)
No. of shares outstanding at the end of year	50,000	50,000
Weighted Average No of Shares outstanding for calculating EPS	50,000	50,000
Basic and Diluted Earning per share	(0.99)	(0.37)

6.

Previous year figures has been regrouped/rearranged wherever considered necessary

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: 21<sup>st</sup> May, 2013

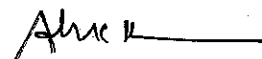


For and on behalf of the Board of Directors of  
 JITF Urban Infrastructure Services Limited



**Anuj Kumar**

Director



**Alok Kumar**

Director