

NOTICE

Notice is hereby given that the 6th Annual General Meeting of the members of JITF Waterways Limited will be held on Thursday, the 26th day of September, 2013 at 28, Shivaji Marg, New Delhi – 110015 at 10:00 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 31st March, 2013 and the Statement of Profit and Loss account for the year ended on that date along with the Reports of the Directors and Auditors thereon.

2. 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:

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

"RESOLVED THAT Mr. Vikram Puri 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."

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."

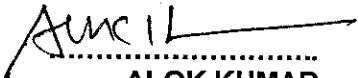
5. To consider and if thought fit, to pass with or without modifications, the following Resolution as an Ordinary Resolution:

"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."

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

"RESOLVED THAT Mr. Amit Bajpai 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


.....
ALOK KUMAR
DIRECTOR

Place: New Delhi

Dated: 22nd August, 2013

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. 3:

The Board of Directors of the Company had appointed Mr. Vikram Puri as an Additional Director as per section 260 of the Companies Act, 1956 w.e.f. 12th December, 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. Vikram Puri for appointment as Director in this behalf.

None of the Directors except Mr. Vikram Puri is concerned or interested in the Resolution.

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

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. 15th January, 2013 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 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. 15th January, 2013 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 is concerned or interested in the Resolution.

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

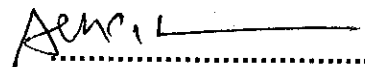
ITEM NO. 6:

The Board of Directors of the Company had appointed Mr. Amit Bajpai as an Additional Director as per section 260 of the Companies Act, 1956 w.e.f. 27th April, 2013 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. Amit Bajpai for appointment as Director in this behalf.

None of the Directors except Mr. Anuj Kumar 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


.....
ALOK KUMAR
DIRECTOR

Place: New Delhi

Dated: 22nd August, 2013

JITF WATERWAYS LIMITED

DIRECTORS' REPORT

Your Directors have pleasure in presenting the 6th Annual Report, together with the Audited Financial Statements of the Company for the year ended March 31, 2013.

Financial Performance

Particulars	Previous Year (Rs.)	Current Year (Rs.)
Paid up Capital	122,41,33,330	122,41,33,330
Share application money pending allotment	186,70,00,010	66,30,00,010
Reserves and Surplus	61,96,78,271	112,25,96,568
Secured Loans	134,04,70,215	182,03,95,543
Fixed Assets	197,15,16,973	285,15,23,065
Current Assets	209,94,69,950	156,93,41,975
Current Liabilities	80,85,57,458	76,42,11,746
Revenue	1,866,362,540	2,067,584,888
Profit/ (Loss) before taxation	(737,647,291)	(267,955,251)
Earning Per share	(4.11)	(2.63)

REVIEW OF OPERATIONS

Your Company has achieved 37% market share in coastal transportation from Kandla to Cochin. The total tonnage moved by your Company would have resulted in approx 25,000 truck movements, therefore considerable amount of Carbon footprint emission has been avoided because of our regular and efficient services

Your Company has completed successful Trial shipment for Global FMCG companies on Door-to – Door basis. This sector has been predominantly serviced by truckers on account of Just –in – time philosophy.

Public 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.

DIRECTORS

During the year under review, Shri P.R. Jindal, Shri Indresh Batra, Smt. Sminu Jindal and Shri Jai Singh Khurana Ceased to be the Director, consequent to the resignation from the services of the Company. The Board places on record its appreciation for the valuable services rendered by him.

The following Directors were appointed as an Additional Director 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.

Sl. No.	DIN	Name of the Director	Designation	Date of Appointment
1.	05292173	VIKRAM PURI	Additional director	12/12/2012
2.	01728337	AMIT BAJPAI	Additional director	27/04/2013
3.	00930344	ALOK KUMAR	Additional director	15/01/2013
4.	05295914	ANUJ KUMAR	Additional director	15/01/2013

The above appointment and re-appointments form will part of the Notice of the Annual General Meeting and the Resolutions are recommended for your approval.

Subsidiary Company

The Company has one foreign Subsidiary Company, namely JITF Shipping & Logistics (Singapore) Pte. Ltd. The Foreign Company has acquired PANAMAX vessel under Panama flag which has resulted in increase of the Foreign earnings.

Directors Responsibility Statement

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956, the Directors confirm that, to the best of their knowledge and belief, in respect of the year ended on 31st March, 2013;

- (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(1B) of the Companies Act, 1956.

Conservation of energy, technology absorption, foreign exchange earning and outgo.

Under the Notification No.GSR 1029, dated 31st December, 1988, companies are required to furnish prescribed information regarding conservation of energy and technology absorption. This, however, does not apply to your Company, as the shipping industry is not included in the Schedule to the relevant rules.

However, 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.

With regard to foreign exchange earnings and outgo, the position is as under:

Expenditure and Income in Foreign Exchange

Description	Current Year	Previous Year
	Amount (Rs.)	Amount (Rs.)
Total Expenditure in Foreign Exchange	998,558,249	550,591,368
Total Income in Foreign Exchange	1,127,409,326	639,326,511

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

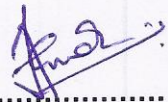
Your Directors thank the Company's clients, vendors, charterers, business associates, main line operators, investors, shareholders, Financial Institutions and bankers for their continued support during the year. It will be your Company's endeavor to build and nurture strong links with them based on mutuality, respect and co-operation with each other. Your Directors take this opportunity to thank all employees for their hard work, dedication and commitment.

Your Directors place on record their appreciation for the support and continued co-operation that the Company received from the Government of India, the Ministry of Shipping, the Ministry of Finance, the Ministry of Company Affairs, the Directorate General of Shipping, the Mercantile Marine Department, the Reserve Bank of India, the Central Board of Excise and Customs, and other Government agencies. Your Directors also express their sincere thanks to the Indian National Ship Owners Association, Port authorities, Insurance companies, and Protection and Indemnity clubs for their continued support during the year.

**ON BEHALF OF THE BOARD OF DIRECTORS OF
JITF WATERWAYS LIMITED**

Place: New Delhi
Date: 24th May, 2013


.....
ASHOK KUMAR AGARWAL
WHOLE-TIME DIRECTOR


.....
ANUJ KUMAR
DIRECTOR

AUDITORS' REPORT

To
The Members of JITF WATERWAYS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **JITF WATERWAYS 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 ("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, 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: 24th 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. (a) The Company has maintained all proper records showing full particulars including quantitative details and situation of fixed assets.

(b) All fixed assets have been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies have been noticed on such verification.

(c) The Company has disposed off obsolete fixed assets during the year and the going concern status of the Company is not affected.
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) 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 the business.

(c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of the inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventories as compared to the 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) To the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that the particulars of the contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.

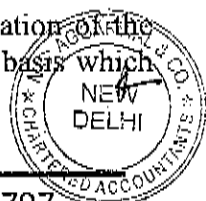
(b) In our opinion and according to the information and explanation given to us, the transaction with parties with whom transactions exceeds the value of Rupees five lacs have been entered during the financial year are at prices, which are reasonable, having regards to the prevailing market prices at the relevant time.



N.C. AGGARWAL & CO.
CHARTERED ACCOUNTANTS

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. 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.
8. 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.
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 provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, Cess etc. where 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 provident fund, employees' state insurance, sales tax, excise, Service tax, income tax and custom duty, which have not been deposited on account of any dispute.
10. The Company's accumulated losses at the year end, i.e. as at March 31, 2013 is not more than fifty per cent of its net worth. The Company has incurred cash loss in current financial year and in the immediately preceding financial year.
11. 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 and financial institutions.
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 given guarantee for loans taken by its wholly owned subsidiary company JITF Shipping and Logistics (Singapore) Pte. Ltd. favoring banks, the terms and conditions of which is prime facie not prejudicial to the interest of the company.
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 investment.

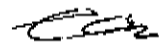


N.C. AGGARWAL & CO.
CHARTERED ACCOUNTANTS

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: 24th May, 2013

JITF WATERWAYS LIMITED**Balance Sheet as at 31st March, 2013**

(Amount in Rs.)

Particulars	Note No	As at 31st March 2013	As at 31st March 2012
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	1,224,133,330	1,224,133,330
(b) Reserves and Surplus	2	619,678,271	1,122,596,568
(2) Equity Share Application money pending allotment	3	1,867,000,010	663,000,010
(3) Non-current liabilities			
(a) Long-term borrowings	4	1,340,470,215	1,820,395,543
(b) Long-term provisions	5	682,784	1,147,030
(4) Current liabilities			
(a) Short-term borrowings	6	78,683,575	95,665,333
(b) Trade payables	7	711,492,294	527,991,585
(c) Other current liabilities	8	18,381,589	140,002,073
(d) Short-term provisions	9	-	552,755
Total Equity and Liabilities		5,860,522,068	5,595,484,227
II. ASSETS			
(1) Non-current assets			
(a) Fixed Assets	10		
(i) Tangible assets		1,968,106,902	2,699,829,507
(ii) Intangible assets		3,410,071	4,491,127
(iii) Capital work-in-progress		-	147,202,431
(b) Non-current investments	11	561,048,199	229,293,776
(c) Deferred tax assets (net)	12	911,832,617	677,103,623
(d) Long-term loans and advances	13	316,654,329	267,821,787
(e) Other non-current assets	14	-	400,001
(2) Current assets			
(a) Current investments	15	74,011,719	310,116,939
(b) Inventories	16	88,489,962	121,385,920
(c) Trade receivables	17	1,278,729,682	625,303,827
(d) Cash and Bank Balances	18	115,483,191	100,017,201
(e) Short-term loans and advances	19	537,447,345	406,466,763
(f) Other current assets	20	5,308,051	6,051,325
Total Assets		5,860,522,068	5,595,484,227

Significant accounting policies and notes to the financial statements 29

In terms of our report of even date annexed hereto

For N.C. AGGARWAL & CO.

Chartered Accountants

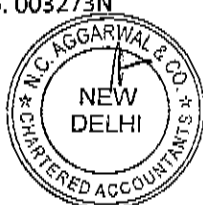
Firm Registration No. 003273N

G.K.AGGARWAL
Partner

M.No.086622

Place: New Delhi

Dated: 24th May, 2013



Captain Pankaj Kumar
Business Head
For and on behalf of the Board Of Directors of
JITF Waterways Limited

Ashok K Agarwal
Whole Time Director

Anuj Kumar
Director

JITF WATERWAYS 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)	Revenue from operations (Gross)	21	2,001,224,950	1,742,942,594
(II)	Other income	22	66,359,938	123,419,946
(III)	Total Revenue (I+II)		2,067,584,888	1,866,362,540
	Expenses:			
	Employee benefits expense	23	25,329,478	13,121,567
	Finance costs	24	227,606,306	261,979,450
	Depreciation and amortization expense	25	131,998,917	180,141,488
	Operational Expenses	26	1,700,297,919	1,647,363,243
	Other Expenses	27	24,080,969	31,712,043
(IV)	Total Expenses		2,109,313,589	2,134,317,791
(V)	Profit/(Loss) before extraordinary items and tax (III-IV)		(41,728,701)	(267,955,251)
(VI)	Extraordinary items (net of tax expense)	28	695,918,590	-
(VII)	Profit/(Loss) before tax (V-VI)		(737,647,291)	(267,955,251)
(VIII)	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		(234,728,994)	(113,479,184)
(IX)	Profit/(Loss) for the year after tax and extraordinary item (VII-VIII)		(502,918,297)	(154,476,067)
(X)	Earnings per equity share before extraordinary item : (Face value of Rs.10/- each)			
	(1) Basic		(0.27)	(2.63)
	(2) Diluted		(0.27)	(2.63)
(XI)	Earnings per equity share after extraordinary item (Face value of Rs.10/- each)			
	(1) Basic		(4.11)	(2.63)
	(2) Diluted		(4.11)	(2.63)

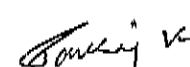
Significant accounting policies and notes to the financial statements 29

In terms of our report of even date annexed hereto

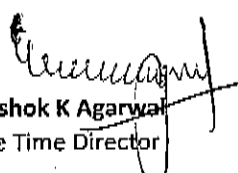
For N.C. AGGARWAL & CO.
Chartered Accountants
Firm Registration No. 003273N



G.K. AGGARWAL
Partner
M.No.086622
Place: New Delhi
Dated: 24th May, 2013




Captain Pankaj Kumar
Business Head

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


Ashok K Agarwal
Whole Time Director


Anuj Kumar
Director

JITF Waterways 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
A. CASH FLOWS FROM OPEARTING ACTIVITIES:		
Net Profit/(loss) Before Income tax and extraordinary activity	(4,17,28,701)	(26,79,55,251)
Adjustment for:		
Depreciation	13,19,98,917	18,01,41,488
Miscellaneous expenditure written off	4,00,001	4,93,164
Loss on Sale of Assets	5,113	3,15,093
Profit on Sale of Assets	-	(44,34,504)
Unrealised Foreign Exchange Fluctuation	(2,56,44,477)	(1,71,01,572)
Interest Income	(61,24,847)	(62,00,993)
Guarantee Commission	(40,28,175)	-
Interest Income on loan from Related Party	(1,17,07,678)	-
Profit on Sale of Investment	(1,79,32,884)	-
Dividend Income	-	(9,49,01,019)
Interest Paid	22,76,06,306	22,83,07,919
Operating profit before working capital changes	25,28,43,575	1,86,64,325
Adjustment for:		
Trade receivables	(62,77,81,379)	(29,80,26,972)
Inventories	3,28,95,959	2,40,35,596
Loans and advances and other assets	(14,69,16,704)	(6,65,39,396)
Trade and other Payables	12,68,63,224	53,85,60,307
Cash earned from operations	(36,20,95,325)	21,66,93,860
Direct taxes paid	(1,71,60,567)	(1,80,55,438)
Net cash earned from/ (used in) operating activities	(37,92,55,892)	19,86,38,422
B. CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	68,68,121	4,22,186
Dividend Received	1,79,32,884	9,49,01,019
Purchase of fixed assets	(40,51,94,531)	(37,68,27,830)
Investment in subsidiary	(33,17,54,423)	(22,92,93,776)
Investment In Mutual Funds	23,61,05,220	1,49,64,35,278
Sale of Fixed assets	45,72,78,003	67,24,01,369
(net of Extraordinary items of Rs.69,59,18,590 Previous Year Rs.Nil)		
Net cash earned from/ (used in) investing activities	(1,87,64,725)	1,65,80,38,246
C. CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from Issue of Shares	-	1,92,00,00,000
Proceeds/ (Repayment) Share Application Money	1,20,40,00,000	(3,02,90,00,000)
Repayment of Term loan	(54,59,25,328)	(49,32,01,010)
Proceeds/(Repayment) of working capital loan	(1,69,81,759)	4,74,08,832
Interest paid	(22,76,06,306)	(22,83,07,919)
Net cash from/(used in) financing activities	41,34,86,607	(1,78,31,00,097)
Net increase in cash and cash equivalents	1,54,65,990	7,35,76,571
Cash and cash equivalents (opening balance)	10,00,17,201	2,64,40,630
Cash and cash equivalents (closing balance)	11,54,83,191	10,00,17,201
	1,54,65,990	7,35,76,571

Note:

- Cash and cash equivalents (closing balance) includes other Bank Balance of Rs.69,787,405/-and (Previous Year Rs. 63,720,929)
- 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. 0866
Place: New Delhi
Dated: 24th May,2013



Pankaj K.
Captain Pankaj Kumar
Business Head

Ashok K Aggarwal
Ashok K Aggarwal
Whole Time Director

Anuj Kumar
Anuj Kumar
Director

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

JITF WATERWAYS 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
1	SHARE CAPITAL		
(a)	AUTHORISED SHARE CAPITAL 160,000,000 Equity Shares of Rs.10/- each	1,600,000,000	1,600,000,000
(b)	ISSUED, SUBSCRIBED AND PAID UP CAPITAL 122,413,333 Equity Shares of Rs.10/-each fully paid up	1,224,133,330	1,224,133,330
(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	122,413,333	58,413,333
	Shares issued during the year	-	64,000,000
(d)	Shares outstanding at the end of the year	122,413,333	122,413,333

(e)	SHARE OF THE COMPANY HELD BY :-	No of Shares	No of Shares
	Its Holding Company Jindal ITF Limited	122,413,333	122,413,333

(f)	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 ITF Limited*	122,413,333	100%	122,413,333	100%

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

(g)	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 2013	As at 31st March 2012
2	RESERVES AND SURPLUS		
(a)	SECURITIES PREMIUM ACCOUNT As per last account Add:- During the year	2,447,266,660 -	1,167,266,660 1,280,000,000
	Closing Balance	2,447,266,660	2,447,266,660
(b)	PROFIT AND LOSS ACCOUNT Profit/(Loss) Brought Forward Add:-Profit/(Loss) after tax for the year	(1,324,670,092) (502,918,297)	(1,170,194,025) (154,476,067)
	Closing Balance	(1,827,588,389)	(1,324,670,092)
	Total Reserves and Surplus (a+b)	619,678,271	1,122,596,568

3	EQUITY SHARE APPLICATION MONEY PENDING ALLOTMENT	1,867,000,010	663,000,010
	(62,233,334 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)		



JITF WATERWAYS 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
4	LONG-TERM BORROWINGS		
	SECURED LONG TERM BORROWINGS		
	TERM LOAN FROM BANKS		
	Rupee Term Loan	1,340,470,215	1,820,395,543
	Total Long Term Borrowings	1,340,470,215	1,820,395,543

Term Loan from ICICI Bank of Rs.98.19 crore(excluding current maturity of loan) carries interest@12.75 % p.a. repayable in 26 quarterly installments as follows: F.Y. 2014-15 Rs.6.89 crores ,F.Y 2015-16 to F.Y 2016-17 Rs.13.78 crores each year,F.Y 2017-18 Rs.7.78 crores,F.Y2018-19 Rs.8.66 crores F.Y.2019-2020 Rs.19.74 crore and F.Y.2020-2021 Rs.27.56 crore.

Another Term loan from ICICI Bank of Rs.35.86 crore carries interest@13.75 % p.a.repayable in 15 quarterly installments as follows: F.Y2017-18 Rs.10.17 crore ,F.Y.2018-19 Rs 13.56 crore ,F.Y 2019-20 Rs. 5.35 Crore and F.Y.2020-21 Rs. 6.78 Crore.

Both Term Loans are secured against mortgage of Vessels by first charge in favour of Banks. Term Loans are also guaranteed by way of pledge of 30% equity of the company and also supported by letter of undertaking of ultimate holding company.

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
5	LONG TERM PROVISIONS		
	For Employee Benefits		
	Gratuity (unfunded)	-	354,120
	Leave Encashment (unfunded)	682,784	792,910
	Total Long Term Provisions	682,784	1,147,030

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
6	SHORT TERM BORROWINGS		
	SECURED SHORT TERM BORROWINGS		
	Loan repayable on Demand		
	Working Capital Facility from Bank	78,683,575	95,665,333
	TOTAL SHORT TERM BORROWINGS	78,683,575	95,665,333

Working Capital Facility is secured by way of hypothecation and/or pledge of current assets namely finished good, raw material , work in progress , consumable stores and spares, book debts, bill receivable and by way of second charge in respect of other moveable and immoveable properties of the Company. Working Capital Facility is repayable on demand and carries interest @14.25% p.a.



JITF WATERWAYS 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
7	<u>TRADE PAYABLES*</u>		
	Dues to other than Micro and Small enterprises	711,492,294	527,991,585
	Total Trade Payables	711,492,294	527,991,585

*There are no Micro and Small Enterprises, to whom the Company owes dues 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	As at 31st March 2012
8	<u>OTHER CURRENT LIABILITIES</u>		
(a)	Current maturities of Long term debt.	-	66,000,000
(b)	Other payable		
	Due to Customer and others	1,027,153	1,152,730
	Due to Employees	2,850,545	248,457
	Statutory Liabilities	11,533,602	66,319,634
	Other Outstanding Liabilities	2,970,289	6,281,252
	Total Other Current Liabilities	18,381,589	140,002,073

	<u>DESCRIPTION</u>	As at 31st March 2013	As at 31st March 2012
9	<u>SHORT TERM PROVISIONS</u>		
	Provision for Fringe Benefit Tax	-	552,755
	Total Short Term Provisions	-	552,755

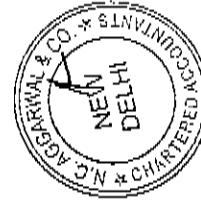


JITF WATERWAYS LIMITED
Notes forming part of Balance sheet and Statement of Profit and Loss

Note-10

FIXED ASSETS

		Gross Block						Accumulated Depreciation			Net Block	
Fixed Assets		Balance as at 1st April 2012	Additions	Deduction	Balance as at 31st March 2013	Balance as at 1st April 2012	Depreciation charge for the year	On disposals	Balance as at 31st March 2013	Balance as at 31st March 2013	Balance as at 31st March 2012	
A	Tangible Assets											
	Leasehold Improvements	786,907	-	-	786,907	786,907	-	-	786,907	-	-	
	Vessels	2,879,975,475	155,176,827	924,027,997	2,111,124,305	393,431,979	118,549,727	145,970,333	366,011,373	1,745,112,932	2,486,543,496	
	Barge	47,202,866	375,133,929	375,133,929	47,202,866	6,221,405	1,576,576	-	7,797,981	39,404,885	40,981,461	
	Containers	196,075,371	22,050,206	-	218,125,577	28,526,989	10,124,468	-	38,651,457	179,474,120	167,548,382	
	Computers	2,582,891	14,900	-	2,597,791	1,369,135	406,205	-	1,775,340	822,451	1,213,756	
	Office Equipments	2,570,827	21,100	10,600	2,581,327	450,994	127,079	487	577,586	2,003,741	2,119,833	
	Furniture and Fixtures	1,293,777	-	-	1,293,777	353,199	81,765	-	434,964	858,813	940,578	
	Vehicles	547,803	-	-	547,803	65,802	52,041	-	117,843	429,960	482,001	
	Total	3,131,035,917	552,396,962	1,299,172,526	2,384,260,353	431,206,410	130,917,861	145,970,820	416,153,451	1,968,106,902	2,699,829,507	
B	Intangible Assets											
	Computer Software	6,669,068	-	-	6,669,068	2,177,941	1,081,056	-	3,258,997	3,410,071	4,491,127	
	Total	6,669,068	-	-	6,669,068	2,177,941	1,081,056	-	3,258,997	3,410,071	4,491,127	
	Total (A+B)	3,137,704,985	552,396,962	1,299,172,526	2,390,929,421	433,384,351	131,998,917	145,970,820	419,412,448	1,971,516,973	2,704,320,634	
	Previous Year	3,689,072,929	254,693,111	806,061,055	3,137,704,985	391,021,961	180,141,488	137,779,098	433,384,351	2,704,320,634	-	



JITF WATERWAYS LIMITED**Notes forming part of Balance sheet and Statement of Profit and Loss****Note 11****NON CURRENT INVESTMENTS**

Sr. No.	PARTICULARS	As at 31st March 2013		As at 31st March 2012		
		Nos.	Face Value (Rs.)	Amount (Rs.)	Nos.	Face Value (Rs.)
	Non-Current Investments					
	Equity Shares Fully Paid Up of Subsidiary Company - Unquoted					
	JITF Shipping and Logistics (Singapore) Pte Ltd	10,904,001	1 US \$	561,048,199	3,999,000	1 US \$
	Total			561,048,199		194,445,731
	Investment in Share Application Money					
	JITF Shipping and Logistics (Singapore) Pte Ltd					34,848,045
	Total					34,848,045
	Total-Aggregate value of unquoted investments			561,048,199		229,293,776



JITF WATERWAYS 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
12	DEFERRED TAX ASSETS		
A	Deferred Tax Liability		
	Difference on Account of book and tax depreciation	231,874,547	405,851,272
B	Deferred Tax Assets		
	Carried forward losses	1,143,485,636	1,082,508,216
	Disallowance under Income Tax Act, 1961	221,529	446,678
	Total Deferred Tax assets	1,143,707,165	1,082,954,895
	Net Deferred Tax Asset (Liability) (B-A)	911,832,617	677,103,623

	<u>DESCRIPTION</u>	As at 31st March 2013	As at 31st March 2012
13	Long-term loans and advances		
(a)	Capital Advances		
	Unsecured, Considered good	19,803,364	255,117,787
	Sub Total- Capital Advances	19,803,364	255,117,787
(b)	Security Deposits		
	Unsecured, Considered good	9,454,000	12,704,000
	Sub Total-Security Deposits	9,454,000	12,704,000
(c)	Loan and Advances to related parties		
	Unsecured, Considered good		
	JITF Shipping & Logistics (Singapore) Pte.Ltd.	287,396,965	-
	Sub Total -Loan and Advances to Related Parties	287,396,965	-
	Total Long Term Loans and Advances (a+b+c)	316,654,329	267,821,787

	<u>DESCRIPTION</u>	As at 31st March 2013	As at 31st March 2012
14	Other Non Current Assets		
	Miscellaneous Expenditure to the extent not written off	-	400,001
	Total Other Non Current Assets	-	400,001



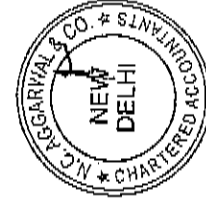
JITF WATERWAYS LIMITED

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

Note 15

CURRENT INVESTMENTS

DETAILS OF INVESTMENTS		As at 31st March 2013			As at 31st March 2012		
Sr. No.	PARTICULARS	Nos.	Face Value (Rs.)	Amount (Rs.)	Nos.	Face Value (Rs.)	Amount (Rs.)
	Current Investments						
	(At Cost Less Provision)						
	Mutual Funds						
	Reliance Fixed Horizon Fund - XXI - Series 3- Growth Plan	-	-	-	7,500,000	10	75,000,000
	Reliance Liquidity Fund - Growth Option	33,002.15	1,623.76	53,587,569	22,081	16	355,221
	Reliance Monthly Interval Fund - Series I - Institutional Growth Plan	-	-	-	6,895,315	15	100,000,000
	Reliance Liquid Fund - Treasury Plan - Institutional Daily Dividend Option	-	-	-	-	-	-
	Birla Sun Life Dynamic Bond Fund - Retail Growth Fund	-	-	-	2,917,510	17	50,000,000
	Fidelity Short Term Income Fund - Growth	-	-	-	146,754	11	1,576,134
	Birla Sun Life Monthly Income Plan II - Saving 5 Plan - Growth	-	-	-	548,531	18	10,000,000
	ICI Prudential Short Term Plan - Growth	-	-	-	1,541,365	22	33,185,584
	Birla Sun Life Income Plus - Growth	-	-	-	846,884	47	40,000,000
	Citi Bank - Investment	-	-	20,424,150	-	-	-
	Total-Aggregate value of current investments			74,011,719			310,116,939



JITF WATERWAYS 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
16	Inventories		
	Store and Spares	33,687,095	44,356,353
	Fuel and Lubricants	54,802,867	77,029,567
	Total Inventories	88,489,962	121,385,920

	<u>DESCRIPTION</u>	As at 31st March 2013	As at 31st March 2012
17	Trade Receivables		
A	Outstanding Exceeding Six Months		
	Unsecured, Considered good	179,957,051	158,126,705
	Sub Total-Outstanding Exceeding Six Months	179,957,051	158,126,705
B	Outstanding Less than Six Months		
	Unsecured, Considered good	1,098,772,631	467,177,122
	Sub Total-Outstanding Less than Six Months	1,098,772,631	467,177,122
	Total Trade Receivables (A+B)	1,278,729,682	625,303,827

	<u>DESCRIPTION</u>	As at 31st March 2013	As at 31st March 2012
18	Cash and Bank Balances		
A.	Cash and Cash Equivalents		
	Balances with Banks		
	Current Accounts	26,322,180	34,463,267
	Deposits with original maturity of less than three months*	19,315,720	1,811,571
	Cash on Hand	57,886	21,434
B.	Other Bank Balances		
	Deposits with original maturity of more than three month but less than 12 months*	69,460,022	63,620,929
	Fixed Deposits with original maturity of more than 12 months*	327,383	100,000
	Total Cash and Bank Balances (A+B)	115,483,191	100,017,201

*Pledged with banks as margin for bank Guarantee



JITF WATERWAYS 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
19	Short-term loans and advances		
(A)	Loan and Advances to related parties		
	Unsecured, Considered good		
	JITF Shipyards Limited	16,088,157	-
	Recoverable against sale of fixed assets		
	Jindal ITF Limited	107,500,534	-
	JITF Shipping & Logistics (Singapore) Pte.Limited	33,948,308	26,134,845
	Sub Total- Loan and Advances to Related Parties	157,536,999	26,134,845
(B)	Other		
	Unsecured, Considered good		
	Advance Recoverable in Cash or in kind		
	TDS Receivable	61,130,420	43,969,852
	Advance To vendors	85,570,934	75,946,444
	Others *	233,208,992	260,415,622
	Sub Total -Other Short Term Loans and Advances	379,910,346	380,331,918
	Total -Short Term Loans and Advances (A+B)	537,447,345	406,466,763

* includes claim receivable, cenvat credit receivable and advances etc.

	<u>DESCRIPTION</u>	As at 31st March 2013	As at 31st March 2012
20	Other Current Assets		
	Interest accrued on Investment /Fixed Deposit	5,308,051	6,051,325
	Total Other Current Assets	5,308,051	6,051,325



JITF WATERWAYS LIMITED
Notes forming part of Balance sheet and Statement of Profit and Loss

(Amount in Rs.)

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
21	Revenue from Operation		
	Sale of Services		
	Cargo Freight Revenue	1,968,403,148	1,732,995,350
	Charter Hire Revenue	9,641,944	-
	Container Hire Charges	10,368,760	-
	Other Operating Revenue		
	Ground rent recovery	12,742,706	9,369,646
	Other Receipt	68,392	577,598
	Net Revenue from Operation	2,001,224,950	1,742,942,594

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
22	Other Income		
	Interest Income on Fixed Deposit	6,124,847	6,200,993
	Interest on Income Tax Refund	-	455,503
	Dividend Income	-	94,901,019
	Profit on Sale of Investment	17,932,884	-
	Other non-operating income (Net of expenses)		
	Miscellaneous Income	918,983	305,182
	Guarantee Commission	4,028,175	-
	Interest Income on loan from Related Party	11,707,678	-
	Provision no longer required written back	2,894	21,173
	Profit on Sale of Fixed Assets	-	4,434,504
	Applicable net gain on foreign currency transactions and translation	25,644,477	17,101,572
	Total	66,359,938	123,419,946

(Out of profit on sale of Fixed assets Rs. NIL (Previous year Rs. 43,32,793) relate to vessels sold to related party-JITF Shipping and Logistics Pte (Singapore Ltd.)

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
23	Employee Benefits Expense		
	Salaries and Wages	23,861,541	11,706,721
	Contribution to provident and other funds	1,230,239	1,056,000
	Staff Welfare Expenses	237,698	358,846
	Total	25,329,478	13,121,567

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
24	Finance Costs		
	Interest on term loan	198,561,051	228,307,919
	Interest on working capital loan	9,656,473	11,848,483
	Finance and Bank Charges	19,388,782	21,823,048
	Total	227,606,306	261,979,450



JITF WATERWAYS LIMITED**Notes forming part of Balance sheet and Statement of Profit and Loss**

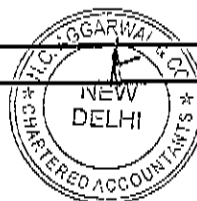
(Amount in Rs.)

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
25	Depreciation and amortization expense		
	Depreciation on Fixed Assets	130,917,861	179,229,301
	Amortization of Intangible assets	1,081,056	912,187
	TOTAL	131,998,917	180,141,488

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
26	Operational Expenses		
	Fuel Consumption	300,905,798	468,104,301
	Ship Management Expenses	166,152,285	254,441,295
	Vessel and Containers Related Port Charges	217,348,978	361,724,943
	Insurance	23,911,766	29,360,717
	Commission to Cargo/Vessels Agents	6,325,705	35,110,107
	Transportation Charges	38,043,396	30,589,977
	Vessel Hire Charges	833,371,127	329,861,713
	Hire Charges including containers	36,944,836	55,033,070
	Repair and Maintenance	77,294,028	83,137,120
	Total	1,700,297,919	1,647,363,243

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
27	Other Expenses		
	Water and Electricity Charges	192,892	207,150
	Rent	2,627,146	1,599,491
	Rates and Taxes	5,710,013	1,992,903
	Legal and Professional Charges	3,740,790	12,270,158
	Auditor's Remuneration:		
	-As Audit Fees	170,000	150,000
	-As Tax Audit Fees	70,000	60,000
	Donation	50,000	50,000
	Printing and Stationery	197,138	170,550
	Software Expense	1,272,575	7,959
	Communication Expenses	925,726	1,266,955
	Travelling and Conveyance	3,128,619	6,347,208
	Repair and Maintenance	1,074,207	1,713,305
	Loss on Sale of Fixed Assets	5,113	315,093
	Miscellaneous Expenses	4,516,749	5,068,107
	Miscellaneous Expenses Written off	400,001	493,164
	Total	24,080,969	31,712,043

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
28	Extraordinary items		
	Loss on Sale of Vessels	695,918,590	-
	Total	695,918,590	-



JITF WATERWAYS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS
NOTE:29

1. Nature of Operations

JITF Waterways Limited is a Company incorporated on 24th January, 2007 with the main object to carry on the business to establish, build, maintain, operate barrages, jetties, ports, terminals, canals, water ways, for transportation by water, cargo, goods, material, passengers, shipping for the purpose of establishing and providing of necessary infrastructure / support /logistics on its own or otherwise 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) Revenue Recognition

Freight and demurrage earnings are recognized on completed voyage basis/ upon loading of the Vessel depending upon the risk and rewards transferred. Time Charter earning are recognized on accrual basis except where the charter party agreements have not been renewed/ finalized, in which case it is recognized on provisional basis.

(c) Fixed Assets

(i) Valuation of Fixed Assets

a) Tangible 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.

Borrowing costs that are directly attributable to the acquisition / construction of the qualifying assets are capitalized as a part of the respective assets, up to the date of acquisition/ completion of construction.

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

(ii) Depreciation

Depreciation is provided using the Straight Line Method as per the useful lives of the assets estimated by the management, or at the rates prescribed under schedule XIV of the Companies Act, 1956 whichever is higher

(iii) 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.

(d) Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the profit and loss account in the year in which an asset is identified as impaired. The impairment loss is recognized in prior accounting period is reversed if there has been a change in the estimation of recoverable amount.

(e) Inventory Valuation

Inventories of fuel oil are carried at cost or net realisable value whichever is lower. Cost is determined on first in first out basis.

(f) 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 & Loss Account. In case of forward foreign exchange contracts, exchange difference are dealt within the Profit and Loss Account over the life of the contract. 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.

(g) 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.



JITF WATERWAYS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS
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(h) 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 period.

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.

(i) Provision, Contingent Liabilities and Contingent Assets

Provision involving substantial degree of estimation in measurement are recognized where there is a present obligation as a result of past event and it is probable that there will be an outflow of resources. Contingent liabilities are not provided for in the accounts but are separately disclosed by way of a note. Contingent assets are neither recognized nor disclosed in the financial statement.

(j) Retirement Benefits

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

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

(k) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting year. Differences between the actual results and the estimates are recognized in the year in which the results are known/materialized.

(l) Miscellaneous Expenditure

Preliminary Expenses i.e. Share issue expenses on incorporation are amortized in five years after the Commencement of Business.

(m) Taxation

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

(ii) 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.

3. Contingent liabilities

(Amount in Rs.)

Description	As at 31.03.2013	As at 31.03.2012
Bank Guarantees Outstanding	36,097,500	37,042,500
Corporate Guarantees issued to lenders of subsidiary	842,544,544	548,191,000

4. The Company has not received any information from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the yearend together with interest paid/payable as required under the said act have not been given.

5. Appeals in respect of certain assessments are pending and additional tax liability/refunds consequent on decision of the same is not determinable. However, on the basis of the tax return filed and assessment completed, the provision for taxation made is adequate

6. Certain balances of Sundry Debtors, Creditors and other advances are subject to confirmation and/or reconciliation. The effect of the same, if any, which are not likely to be material, will be adjusted at the time of confirmation.

7. Capital Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances) as at March 31,2013 (Previous year Rs. 19,300,612/-)



JITF WATERWAYS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS
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8. Segment Reporting

(i) Information about Business Segment.

Company has only one business segment i.e. Transportation by waterways.

(ii) Secondary segment (Geographical Segment)

The Secondary Segment is Geographical, the information of which is as under:-

(Amount in Rs.)

Particulars	With in India	Outside India	Total
Revenue from operation	889,551,477	1,111,673,473	2,001,224,950
	1,103,616,083	639,326,511	1,742,942,594
Segment Assets	3,064,857,030	1,883,832,372	4,948,689,402
	4,300,632,085	617,748,519	4,918,380,604
Capital Expenditure	405,194,531	--	405,194,531
	376,827,830		376,827,830

Note:

1. Unbold Figures pertain to previous year

9. 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) Subsidiary Company

JITF Shipping & Logistics (Singapore) Pte. Ltd.

(iii) Fellow Subsidiary Companies:

- JITF Water Infrastructure Limited
- JITF Urban Infrastructure Services Limited
- JITF Urban Infrastructure Limited
- JITF Shipyards Limited
- Jindal Rail Infrastructure Limited
- JITF Infralogistics 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
- Jindal ITF Kobelco Eco Limited (Indirect) (Upto 31st October, 2012)
- 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)



JITF WATERWAYS LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS

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- 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)

**Strike off application for closure is filed on 3rd January,2013 with Accounting and Corporate Regulatory Authority, Singapore. Closure action is awaited.*

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)

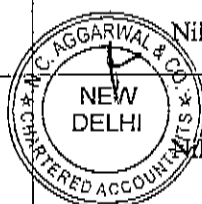
Key Management Personnel

1. Indresh Batra (Director)(up to 7th October,2012)
2. Jai Singh Khurana (Director) (Upto 15th January,2013)
3. Captain Pankaj Kumar (w.e.f. 21st January,2013)

(b). Transactions

(Amount in Rs.)

Description	Holding Company		Fellow Subsidiary/Subsidiary Company		Total	
	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year
Amount received as share application money: Jindal ITF Limited	1,204,000,000	250,000,000	Nil	Nil	1,204,000,000	250,000,000
Share Capital issued including share premium Jindal ITF Limited	Nil	1,920,000,000	Nil	Nil	Nil	1,920,000,000
Share Application Money Returned: Jindal ITF Ltd.	Nil	1,359,000,000	Nil	Nil	Nil	1,359,000,000
Advance Given to: ITF Shipyards Limited	Nil	Nil	1,500,000	15,000,000	1,500,000	15,000,000
Expenses reimbursed/to be reimbursed Jindal ITF Limited	Nil	110,457,500	Nil	Nil	Nil	110,457,500
Expenses recovered/to be recovered Jindal ITF Ltd	Nil	46,226,889	Nil	Nil	Nil	46,226,889



JITF WATERWAYS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS
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JITF Shipping & Logistics (Singapore) Pte.Ltd.	Nil	Nil	Nil	12,939,020	Nil	12,939,020
Expenses recovered/to be recovered:						
Jindal ITF Ltd	4,455,359	Nil	Nil	Nil	4,455,359	Nil
JITF Shipping & Logistics (Singapore) Pte.Ltd.	Nil	Nil	2,051,860	4,999,389	2,051,860	4,999,389
JITF Shipyards Limited	Nil	Nil	13,190	Nil	13,190	Nil
Purchase of Barge :						
JITF Shipyards Limited	Nil	Nil	125,268,006	Nil	125,268,006	Nil
Guarantee Commission charged to :						
JITF Shipping & Logistics (Singapore) Pte.Ltd.	Nil	Nil	4,028,175	Nil	4,028,175	Nil
Interest on loan charged to :						
JITF Shipping & Logistics (Singapore) Pte.Ltd.	Nil	Nil	11,707,678	Nil	11,707,678	Nil
Loan given to :						
JITF Shipping & Logistics (Singapore) Pte.Ltd.	Nil	Nil	561,457,785	Nil	561,457,785	Nil
Loan received back from :						
JITF Shipping & Logistics (Singapore) Pte.Ltd.	Nil	Nil	285,768,498	Nil	285,768,498	Nil
Sale of Vessels / Barges :						
Jindal ITF Limited	391,485,576	Nil	Nil	Nil	391,485,576	Nil
JITF Shipping & Logistics (Singapore) Pte.Ltd.	Nil	Nil	Nil	671,127,459	Nil	671,127,459
Investment in shares of:						
JITF Shipping and Logistics (Singapore) Pte Ltd	Nil	Nil	366,602,468	194,445,731	366,602,468	194,445,731
Investments in Shares application money of:						
JITF Shipping and Logistics (Singapore) Pte Ltd.	Nil	Nil	Nil	34,848,045	Nil	34,848,045
Balance as on 31.3.2013						
Investments in Shares of:						
JITF Shipping and Logistics (Singapore) Pte Ltd.		Nil	561,048,199	194,445,731	561,048,199	194,445,731
Investments in Shares application money of:						



JITF WATERWAYS LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS

NOTE:29

JITF Shipping and Logistics (Singapore) Pte Ltd.	Nil	Nil	Nil	34,848,045	Nil	34,848,045
Amount receivable:						
JITF Shipping and Logistics (Singapore) Pte Ltd.	Nil	Nil	33,948,308	26,134,845	33,948,308	26,134,845
Jindal ITF Limited	107,500,534	Nil	Nil	Nil	107,500,534	Nil
JITF Shipyards Limited	Nil	Nil	16,088,157	142,000,000	16,088,157	142,000,000
Loan Receivable :						
JITF Shipping and Logistics (Singapore) Pte Ltd.	Nil	Nil	287,396,965	Nil	287,396,965	Nil
Share Application Money:						
Jindal ITF Ltd.	1,867,000,010	663,000,010	Nil	Nil	1,867,000,010	663,000,010
Share Capital Including share premium:						
Jindal ITF Ltd.	3,671,399,990	3,671,399,990	Nil	Nil	3,671,399,990	3,671,399,990
Amount payable to:						
Jindal ITF Ltd.	Nil	56,509,611	Nil	Nil	Nil	56,509,611

(c) Remuneration to Key Management Personnel

Salary, bonus and contribution to PF	Current Year (Rs.)	Previous Year (Rs.)
Jai Singh Khurana	3,552,580	Nil
Capt. Pankaj Kumar	633,407	Nil

Note: The above remuneration to the key management personnel does not include the provisions made for gratuity and leave benefits, as they are determined on an actuarial basis for the company as a whole.

10. Director Remuneration

(Amount in Rs.)

Particulars	Current year	Previous year
Salary including allowances	3,209,976	--
Commission	--	--
Contribution to Provident Fund	111,871	--
Perquisites paid	230,733	--
Total	3,552,580	--



JITF WATERWAYS LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS

NOTE:29

11. 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. 1,118,629/- (Previous Year Rs. 958,574/-)

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)	0.08	0.085	0.08	0.085
Future salary increase	0.055	0.06	0.055	0.060
Expect return on plan assets	0.08	0.09	0.00	0.00
Mortality rate	LIC (1994-96) Ultimate Mortality Table	LIC (1994-96) Ultimate Mortality Table	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	354120	349345	596319	582901
Current Service Cost	199088	591122	296038	349823
Past Service Cost				
Interest Cost	28330	91865	47706	49547
Benefits paid			(454476)	(632459)
Actuarial (gain)/ loss	(255288)	616139	(13986)	246507
Present value of obligation at the end of the Year	326250	1648471	471601	596319
	Gratuity (Funded)		Leave Encashment (Un-Funded)	
	(Amount in Rs.)		(Amount in Rs.)	
Present value of obligation at the end of the Period	326250	1648471	471601	596319
Fair value of plan assets at end of the Year	1285658	1064657	-	-
Funded Status/Difference	959408	(583814)	(471601)	(596319)
Excess of actual over estimated	-	-	-	-
Net present value of funded obligation recognized as asset/(liability) in the Balance Sheet	959408	(583814)	(471601)	(5,96,319)
	Gratuity (Un-Funded)		Leave Encashment* (Un-Funded)	
	(Amount in Rs.)		(Amount in Rs.)	
Expenses recognised in the Profit and Loss Account				



JITF WATERWAYS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS
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Current Service Cost	199088	191122	296038	349823
Interest Cost	28330	29702	47706	49547
Expect return on plan assets	(95234)	(96989)	-	-
Actuarial (gain)/loss recognised in the Year	(255288)	(216139)	(13986)	246507
Past Service Cost	-	-	-	-
Total expenses recognised in the Profit and Loss Account for the Year	(123104)	(92304)	329758	645877

*Does not include Sick leave liability of Rs.2,11,183 /- (Previous year Rs.1,96,591/-)

12. Financial and Derivative Instruments

(a) Nominal amounts of derivative contracts entered into by the company and outstanding as at 31st March, 2013 for hedging Currency and interest rate related risks:

S.No	Particulars	As at 31 st March,2013	As at 31 st March,2012
1.	Interest rate swaps	--	--
2.	Options	--	--
3.	Forward Contracts	--	--

(b) Foreign Currency exposures that has not been hedged by derivative instrument or otherwise are as under:

(Rs. In Lacs)

S.No	Particulars	As at 31 st March,2013	As at 31 st March,2012
1.	Receivables/ inflow	13,330.69	--
2.	Payable/ Outflow	6,457.15	--

13. (A) Expenditure in Foreign Exchange including expenditure for capital goods

Description	Current Year	Previous Year
	Amount (Rs.)	Amount (Rs.)
Oil and Fuel Expenses	17,405,921	73,853,120
Port Dues Charges	-	73,875,464
Store, spares, repair & maintenance for vessel & survey fees	26,916,212	14,706,009
Insurance	20,710,856	24,192,506
Legal & Professional	1,401,682	1,098,952
Communication	3,781,656	3,843,581
Commission to Cargo/Vessels Agents	-	826,283
Charter Hire Charges	833,371,127	311,444,874



JITF WATERWAYS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS
NOTE:29

Crane Charges	-	2,107,152
Dry Dock Charges for vessels	94,201,955	43,212,121
Others	768,840	1,431,306
Total	998,558,249	550,591,368

(B) Revenue in Foreign Exchange :

Description	Current Year	Previous Year
	Amount (Rs.)	Amount (Rs.)
Cargo freight Revenue	1,11,16,73,473	639,326,511
Guarantee Commission Received	4,028,175	-
Interest Income on Loan given to Related Party	11,707,678	-
Total	1,127,409,326	639,326,511

14. a) Earnings per share (EPS) before extraordinary item after tax :

(Amount in Rs.)

Description	Year ended 31st March, 2013	Year ended 31st March, 2012
<u>Basic and Diluted</u>		
Loss for the year before extraordinary item before tax	(41,728,701)	(267,955,251)
Deferred Tax (Asscts) before extraordinary item	8,938,205	113,479,184
Loss for the year before extraordinary item after adjusted deferred tax as above	(32,790,496)	(154,476,068)
No. of shares outstanding at the end of year	122,413,333	122,413,333
Weighted Average No of Shares outstanding for calculating EPS	122,413,333	58,763,060
Basic and Diluted Earnings per share	(0.27)	(2.63)



JITF WATERWAYS LIMITED
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS
NOTE:29

b) Earnings per share (EPS) after extraordinary item after tax :

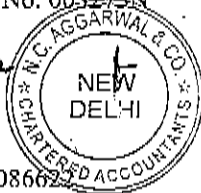
Description	Year ended 31st March, 2013 (Rs.)	Year ended 31st March 2012 (Rs.)
Basic and Diluted		
Loss for the year after extraordinary item after tax	(502,918,297)	(154,476,067)
No. of shares outstanding at the end of year	122,413,333	122,413,333
Weighted Average No of Shares outstanding for calculating EPS	122,413,333	58,763,060
Basic and Diluted Earnings per share	(4.11)	(2.63)

15 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. 08662
Place :New Delhi
Dated: 24th May,2013



Pankaj K.
Captain Pankaj Kumar
Business Head

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

Ashok K Aggarwal
Ashok K Aggarwal
Whole Time Director

Anuj Kumar
Anuj Kumar
Director