

## NOTICE

Notice is hereby given that the 6<sup>th</sup> Annual General Meeting of the members of JITF ESIPL CETP (Sitarganj) Limited will be held on Thursday, the 26<sup>th</sup> day of September, 2013 at 28, Shivaji Marg, New Delhi – 110015 at 3.00 PM 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 & Loss Account of the company for the year ended on that date along with the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Rajesh Baijal 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. 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."

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

**"RESOLVED THAT** Mr. Nityanand Pathak 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

  
.....  
ANUJ KUMAR  
DIRECTOR

Place: New Delhi  
Date: 24.09.2013

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**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. Anuj Kumar as an Additional Director as per section 260 of the Companies Act, 1956 w.e.f. 30<sup>th</sup> 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. 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.

**ITEM NO. 5:**

The Board of Directors of the Company had appointed Mr. Nityanand Pathak as an Additional Director as per section 260 of the Companies Act, 1956 w.e.f. 24<sup>th</sup> September, 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. Nityanand Pathak for appointment as Director in this behalf.

None of the Directors except Mr. Nityanand Pathak 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**



.....  
**ANUJ KUMAR  
DIRECTOR**

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**Date: 24.09.2013  
Place: New Delhi**

## JITF ESIPL CETP (SITARGANJ) LIMITED

### DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 6<sup>th</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 and Statement of Profit and Loss as on that date.

#### Financial Results

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Paid up Capital	74,039,310	10,568,010
Share Application Money pending allotment	4,000,075	43,871,375
Reserves & Surplus	79,62,211	19,702,569
Current Assets	74,36,767	2,10,12,296
Current Liabilities	16,360,060	13,377,020
Profit/ (Loss) before taxation	(11,740,358)	(97,255)
Revenue	40,26,825	3,476
Earning per share	(11.11)	(0.09)

#### Review of operations

Your Company has successfully completed trial run of the 4 MLD Common Effluent Treatment Plant and has obtained consent to operate, from Uttarakhand Pollution Control Board. The Plant was made operational effective October 2012, after reaching to mutually-agreed introductory rates for treatment of Effluent. To begin with your Company had only one Industry supplying effluent to the plant and by the end of the financial year we will have three Industries supplying effluent to the plant. The agreement to be executed with the Sitarganj Industries Association has been finalized with the rates for the year 2013-14.

Your Company is in the process of completing intermediate Pumping Stations & Sprinkler system in a green covering 28 Acres of land and is hopeful that during the second quarter of the current Financial year, entire facility will be operational with all the Industries of 'ELDECO SIDCUL INDUSTRIAL PARK', having been associated with us.

#### Dividend

Your Company has not recommended any Dividend for the Financial year under review.

#### 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, Mr. Ashish Kukreja, Mr. Amit Bajpai, Mr. Sunil Trehan, Mr. Pravin Jain and Mr. Jitendra Singh resigned as the Director of the Company consequent to the resignation from the services of the Company. The Board places on record its appreciation for the valuable services rendered by them.

Mr. Anuj Kumar and Mr. Sarabjit Singh Dang were appointed as an Additional Director on 30<sup>th</sup> April, 2013 and 19<sup>th</sup> March, 2013 respectively, 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. The Company has received notice from a member pursuant to Section 257 of the Companies Act, 1956, signifying his intention to propose the candidature of Mr. Anuj Kumar for the directorship.

Mr. Sarabjit Singh Dang will hold only upto the date of ensuing Annual General Meeting.

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

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

### **i) Foreign Exchange Earning and Outgo**

There was no transaction in the Foreign Exchange during the year under review.

### **ii) Conservation of Energy and Technology Absorption**

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

## **Directors Responsibility Statement**

Pursuant to Section 217 (2AA) of the Companies Act, 1956, for Financial Year ended 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.

### 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.

### 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.

### 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 Financial Institutions and shareholders for their continued support, co-operation and confidence in the Management of the Company.

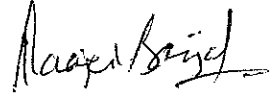
ON BEHALF OF THE BOARD OF DIRECTORS OF  
JITF ESIPL CETP (SITARGANJ) LIMITED

Place: New Delhi  
Date: 23rd May, 2013



ANUJ KUMAR  
DIRECTOR

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RAJESH BAIJAL  
DIRECTOR

## AUDITORS' REPORT

To  
The Members of JITF ESIPL CETP (SITARGANJ) LIMITED

### Report on the Financial Statements

We have audited the accompanying financial statements of **JITF ESIPL CETP (SITARGANJ) 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 Account, 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 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: 23<sup>rd</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. (a) The Company has maintained all proper records showing full particulars including quantitative details and situation of fixed assets.  
  
(b) The fixed assets of the Company have been physically verified by the management during the year and we are informed that no serious discrepancies have been noticed by the management on such verification.  
  
(c) No fixed assets were disposed off during the year.
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. 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.
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.  
  
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 income-tax, sales-tax, wealth-tax, service tax, 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 sales tax, excise, Service tax and income tax 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 during the 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.
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. 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.
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.




N.C. AGGARWAL & CO.  
CHARTERED ACCOUNTANTS

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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: 23<sup>rd</sup> May, 2013

**JITF ESIPL CETP (SITARGANJ) 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. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	1	74,039,310	10,568,010
(b) Reserves and Surplus	2	7,962,211	19,702,569
<b>(2) Share Application money pending allotment</b>	3	4,000,075	43,871,375
<b>(3) Non-current liabilities</b>			
Long-term borrowings	4	34,504,519	47,604,519
<b>(4) Current liabilities</b>			
Other current liabilities	5	16,360,060	13,377,020
<b>Total Equity and Liabilities</b>		<b>136,866,175</b>	<b>135,123,493</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) <b>Fixed Assets</b>	6		
(i) Tangible Assets		129,064,373	-
(ii) Capital work-in-progress		-	113,734,903
(b) Non-current investments	7	25,000	25,000
(c) Long Term Loans and advances	8	295,000	295,000
(d) Other non-current assets	9	45,035	56,294
<b>(2) Current assets</b>			
(a) Trade receivables	10	2,326,761	-
(b) Cash and Bank Balances	11	4,444,046	567,782
(c) Short-term loans and advances	12	476,637	20,438,555
(d) Other current assets	13	189,323	5,959
<b>Total Assets</b>		<b>136,866,175</b>	<b>135,123,493</b>

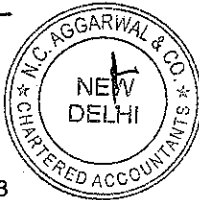
Significant accounting policies and notes to the financial statements

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In terms of our report of even date annexed hereto

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

G.K.AGGARWAL  
Partner  
M.No.086622  
Place: New Delhi  
Dated: 23rd May, 2013



For and on behalf of the Board Of Directors of  
JITF ESIPL CETP (SITARGANJ) LIMITED

Anuj Kumar  
Director

Rajesh Baijal  
Director

**JITF ESIPL CETP (SITARGANJ) 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	14	3,823,305	-
(II) Other income	15	203,520	3,476
(III) <b>Total Revenue</b>		<b>4,026,825</b>	<b>3,476</b>
<b>Expenses:</b>			
Operating Expenses	16	3,481,503	-
Finance Costs	17	6,888,292	15,050
Depreciation and amortisation expense	18	4,580,366	-
Other Expenses	19	817,022	85,681
(IV) <b>Total Expenses</b>		<b>15,767,183</b>	<b>100,731</b>
(V) Profit/(Loss) for the year		(11,740,358)	(97,255)
(VI) Earnings per equity share of Face value of Rs.10/- each			
(1) Basic and Diluted		(11.11)	(0.09)

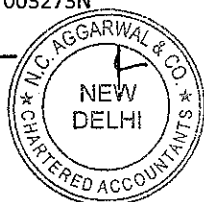
Significant accounting policies and notes to the financial statements

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In terms of our report of even date annexed hereto

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

G.K.AGGARWAL  
Partner  
M.No.086622  
Place: New Delhi  
Dated: 23rd May, 2013



For and on behalf of the Board Of Directors of  
JITF ESIPL CETP (SITARGANJ) LIMITED

Anuj Kumar  
Director

Rajesh Bajjal  
Director

**JITF ESIPL CETP (SITARGANJ) 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) after Income taxes	(11,740,358)	(97,255)
Adjustment for:		
Depreciation and amortisation	4,580,366	-
Preliminary expense written off	11,259	-
Interest paid	6,833,682	-
Interest Income	(203,520)	(3,476)
<b>Operating profit before working capital changes</b>	<b>(518,571)</b>	<b>(100,731)</b>
Adjustment for:		
Loans and advances and other assets	20,012,828	(10,245,911)
Trade and other receivables	(2,326,761)	(2,802)
Other Payables	2,883,040	(485,879)
<b>Cash earned from operations</b>	<b>20,050,536</b>	<b>(10,835,323)</b>
Direct taxes paid	(50,910)	-
<b>Net cash earned from/ (used in) operating activities</b>	<b>19,999,626</b>	<b>(10,835,323)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest received	20,156	3,476
Purchase of fixed assets	(18,344,690)	(1,858,453)
<b>Net cash (used in) investing activities</b>	<b>(18,324,534)</b>	<b>(1,854,977)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from Issue of Shares	63,471,300	-
Proceeds from Share Application Money	(39,871,300)	25,800,000
Repayment of Term Loan	(13,000,000)	(12,997,585)
Interest Paid	(8,398,828)	(10,137,004)
<b>Net cash from financing activities</b>	<b>2,201,172</b>	<b>2,665,411</b>
<b>Net increase in cash and cash equivalents</b>	<b>3,876,264</b>	<b>(10,024,889)</b>
<b>Cash and cash equivalents (opening balance)</b>	<b>567,782</b>	<b>10,592,671</b>
<b>Cash and cash equivalents (closing balance)</b>	<b>4,444,046</b>	<b>567,782</b>
	<b>3,876,264</b>	<b>(10,024,889)</b>

Note:

- Cash and cash equivalents (closing balance) includes other Bank Balance of Rs.3,250,000/-and (Previous Year Rs. Nil)
- 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: 23rd May, 2013



For and on behalf of the Board Of Directors of  
JITF ESIPL CETP (SITARGANJ) LIMITED,

  
**Anuj Kumar**  
Director

  
**Rajesh Baijal**  
Director

**JITF ESIPL CETP (SITARGANJ) Limited**

**Notes forming Part Of Balance Sheet & 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>		
	1,200,000 ( Previous Year 1,200,000 ) Equity Shares of Rs.10/- each	12,000,000	12,000,000
	635,000 ( Previous Year 30,000 ) Cumulative Redeemable Preference Shares Capital of Rs.100/- each	63,500,000	3,000,000
(b)	<b>ISSUED, SUBSCRIBED AND PAID UP CAPITAL</b>		
	1,056,801 ( Previous Year 1,056,801 ) Equity Shares of Rs.10/- each fully paid up	10,568,010	10,568,010
	6,34,713 ( Previous Year Nil ) 15% Cumulative Redeemable Preference Shares of Rs.100/- each fully paid up	63,471,300	-
		74,039,310	10,568,010
(c)	<b>RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE YEAR</b>		
	<b>Equity Shares</b>	<b>No of Shares</b>	<b>No of Shares</b>
	Shares outstanding at the beginning of the year	1,056,801	1,056,801
	Add: Shares issued during the year	-	-
	Shares outstanding at the end of the year	1,056,801	1,056,801
	<b>15% Cumulative Redeemable Preference Shares</b>		
	Shares outstanding at the beginning of the year	-	-
	Add: Shares issued during the year	634,713	-
	Shares outstanding at the end of the year	634,713	-
(d)	<b>SHARE OF THE COMPANY HELD BY :-</b>	<b>No of Shares</b>	<b>No of Shares</b>
	<b>Equity Shares</b>		
	JITF Water Infrastructure Limited, Holding Company	538,968	538,968
	Eldeco SIDCUL Industrial Park Ltd, Associate Company	517,833	517,833
	<b>15% Cumulative Redeemable Preference Shares</b>		
	JITF Water Infrastructure Limited, Holding Company	634,713	-
(e)	<b>SHARES IN THE COMPANY HELD BY EACH SHAREHOLDER HOLDING MORE THAN 5% SHARES ARE AS UNDER:</b>		
	<b>Name of the Shareholder</b>	<b>As at 31st March 2013</b>	<b>As at 31st March 2012</b>
		<b>No. of Shares Held</b>	<b>No. of Shares Held</b>
		<b>% of Holding</b>	<b>% of Holding</b>
	JITF Water Infrastructure Limited, Holding Company*	538,968	538,968
		51	51
	Eldeco SIDCUL Industrial Park Ltd, Associate Company**	517,833	517,833
		49	49

\* including 3 shares held by person/Companies as nominees of JITF Water Infrastructure Limited

\*\* including 2 shares held by person/Companies as nominees of JITF ESIPL CETP (Sitarganj) Limited

(f)	<b>Terms/Rights attached to Equity Shares</b>
	The equity share has par value of Rs.10/- each. Equity shareholder per issue of share 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>		
(a)	<b>SECURITIES PREMIUM ACCOUNT</b>		
	As per last Balance Sheet	20,136,020	20,136,020
	Addition during the year	-	-
	<b>Closing Balance</b>	<b>20,136,020</b>	<b>20,136,020</b>
(b)	<b>PROFIT AND LOSS ACCOUNT</b>		
	Profit/(Loss) Brought Forward	(433,451)	(336,196)
	Add:-Profit/(Loss) for the year	(11,740,358)	(97,255)
	<b>Closing Balance</b>	<b>(12,173,809)</b>	<b>(433,451)</b>
	<b>Total Reserves and Surplus (a+b)</b>	<b>7,962,211</b>	<b>19,702,569</b>



**JITF ESIPL CETP (SITARGANJ) Limited****Notes forming Part Of Balance Sheet & Statement of Profit and Loss**

(Amount in Rs.)

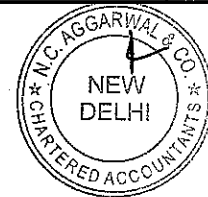
<b>3</b>	<b>PREFERENCE SHARE APPLICATION MONEY PENDING ALLOTMENT</b>	<b>4,000,075</b>	<b>43,871,375</b>
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(40,000 15% Cumulative redeemable Preference shares of Rs.100/- to be issued to JITF Water Infrastructure Ltd. till the end of next year. Short in authorised capital will be increased at the time of allotment of shares. )

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
<b>4</b>	<b>LONG-TERM BORROWINGS</b>		
	<b>SECURED BORROWINGS</b>		
	Term Loan from Banks	<b>34,504,519</b>	<b>47,604,519</b>
		<b>34,504,519</b>	<b>47,604,519</b>

(Term loan from State bank of Patiala of Rs.9.03 crore carries interest@15% p.a. repayable in 28 quarterly equal installments from December 2010. The Loan is Secured by hypothecation of movable fixed assets of the company, both present and future, Charges on books debts, receivables and corporate guarantee by holding company, JITF Water Infrastructure Limited.)

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
<b>5</b>	<b>OTHER CURRENT LIABILITIES</b>		
a)	Current maturities of Term, Loan	13,000,000	12,900,000
b)	<b>Other payables</b>		
	Statutory Dues	404,779	
	Other Liabilities		
	-Due to related party - Jindal Water Infrastructure Ltd.	2,343,085	-
	-Due to others	612,196	477,020
	<b>Total Other Current Liabilities (a+b)</b>	<b>16,360,060</b>	<b>13,377,020</b>



**JITF ESIPL CETP (SITARGANJ) LIMITED**

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

**Note-6**

**FIXED ASSETS**

	Fixed Assets	Gross Block			Accumulated Depreciation			Net Block	
		Balance as at 1st April 2012	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 2012	
i)	Tangible Assets								
	Building	-	53,477,836	-	1,488,466	-	1,488,466	-	51,989,370
	Plant & Machinery	-	79,950,411	-	2,875,408	-	2,875,408	-	77,075,003
	Temporary Structure	-	216,492	-	216,492	-	216,492	-	-
	<b>Total</b>	-	<b>133,644,739</b>	-	<b>4,580,366</b>	-	<b>4,580,366</b>	-	<b>129,064,373</b>



**JITF ESIPL CTP (SITARGANJ) Limited****Notes forming Part Of Balance Sheet & Statement of Profit and Loss**

(Amount in Rs.)

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
7	<b>Non Current Investment</b> Unquoted -Non Trade Investment in Government securities National Saving Certificates	25,000	25,000
	<b>Total Non Current investments</b>	<b>25,000</b>	<b>25,000</b>

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
8	<b>Long Term Loans and advances</b> Security Deposit	295,000	295,000
	<b>Total Long Term Loans and advances</b>	<b>295,000</b>	<b>295,000</b>

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
9	<b>Other Non Current Assets</b> Preliminary Expenses to the extent not written off	45,035	56,294
	<b>Total Other Non Current Assets</b>	<b>45,035</b>	<b>56,294</b>

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
10	<b>Trade Receivables</b> <b>Outstanding Less than Six Months</b> Unsecured, Considered good	2,326,761	-
	<b>Total Trade Receivables</b>	<b>2,326,761</b>	<b>-</b>

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
11	<b>Cash and Bank Balances</b>		
(A)	<b>Cash and Cash Equivalents</b>		
	Cash in hand	4,380	9,135
	<b>Balances with Banks</b>		
	-In Current Accounts	1,189,666	558,647
(B)	<b>Other Bank Balances</b>		
	-In Fixed Deposits (More than 3 months but less than 12 months maturity)*	3,250,000	-
	<b>Total Cash and Bank Balances (A+B)</b>	<b>4,444,046</b>	<b>567,782</b>

\*Pledged with banks as margin for bank Guarantee.

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
12	<b>Short-term loans and advances</b> Unsecured, Considered good Advance Recoverable in Cash or in kind* TDS Receivable Prepaid Expenses	280,767 86,429 109,441	20,403,036 35,519 -
	<b>Total Short Term Loans and Advances</b>	<b>476,637</b>	<b>20,438,555</b>

\*includes service tax cenvat, prepaid expenses, etc.

	DESCRIPTION	As at 31st March 2013	As at 31st March 2012
13	<b>Other Current Assets</b> Interest accrued on Investment	189,323	5,959
	<b>Total Other Current Assets</b>	<b>189,323</b>	<b>5,959</b>



**JITF ESIPL CETP (SITARGANJ) Limited**

**Notes forming Part Of Balance Sheet & Statement of Profit and Loss**

(Amount in Rs.)

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
14	<b>Revenue from Operation</b>		
	Operation and Maintenance Income	3,823,305	-
	<b>Revenue from Operation</b>	<b>3,823,305</b>	<b>-</b>

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
15	<b>Other Income</b>		
	<b>Interest Income on</b>		
	National saving certificates	1,968	2,802
	Fixed Deposits	201,552	-
	Income Tax Refund	-	674
	<b>Total</b>	<b>203,520</b>	<b>3,476</b>

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
16	<b>Operating Expenses</b>		
	Consumption of material	287,040	-
	Electricity Expenses	2,516,287	-
	Labour Charges	678,176	-
	<b>Total</b>	<b>3,481,503</b>	<b>-</b>

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
17	<b>Finance Costs</b>		
	Interest on Term Loan	6,833,682	-
	Bank Charges	54,610	15,050
	<b>Total</b>	<b>6,888,292</b>	<b>15,050</b>

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
18	<b>Depreciation and Amortisation expense</b>		
	Depreciation on Fixed Assets	4,580,366	-
	<b>Total</b>	<b>4,580,366</b>	<b>-</b>

	<u>DESCRIPTION</u>	Year ended 31st March 2013	Year ended 31st March 2012
19	<b>Other Expenses</b>		
	Printing and Stationary	-	4,410
	Auditor's Remuneration		
	- As Audit Fees	33,528	22,472
	Donation	-	50,000
	Rates and Taxes	4,588	8,799
	Insurance Expenses	475,690	-
	Legal and Professional Expenses	179,290	-
	Miscellaneous Expenses	112,667	-
	Preliminary Expenses written off	11,259	-
	<b>Total</b>	<b>817,022</b>	<b>85,681</b>



**JITF ESIPL CETP (SITARGANJ) LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS**  
**NOTE:20**

**1 Nature of Operations**

JITF ESIPL CETP (Sitarganj) Limited is a Company incorporated on 28th December, 2007 with the main object to carry on the business of designing, implementing, financing, developing, constructing, operating, maintaining and managing of a Common Effluent Treatment Plant in and outside India.

**2 Basis of Preparation**

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the companies Act, 1956. The financial statements have been prepared on accrual basis and under the historical cost convention.

**3 Statement of Significant Accounting Policies**

**(a) Use of Estimates**

The preparation of financial statements require judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities including contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting year. Difference between actual results and estimates are recognized in the year in which the results are known/materialised.

**(b) Tangible fixed assets**

Fixed Assets are stated at cost, net of accumulated depreciation. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebate are deducted in arriving at the purchase price.

**(c) Miscellaneous Expenditure**

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

**(d) Expenditure during the construction period**

During the year company has started its operations and all expenditure during the construction period in respect to BOOT project including interest on borrowed loans were carried to pre-operative expenditure and allocated on the completion of the project.

**(e) Revenue Recognition**

Revenue from treatment of commercial waste water through Effluent Treatment Plant is accounted on accrual basis.

**(f) Earnings Per Share**

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

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

**(g) Taxation**

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.

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

**(h) 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.

**4 Contingent Liabilities**

(Amount in Rs.)

Description	As at 31.03.2013	As at 31.03.2012
Arrears of Dividend on 15% Cumulative Redeemable Preference Shares	3,39,093	Nil
Bank Guarantees Outstanding	25,00,000	25,00,000



**5 Related party transactions**

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

**(i) Holding Company**

- JITF Water Infrastructure Limited ( Direct Holding )
- Jindal ITF Limited ( Indirect holding through JITF Water Infrastructure Limited )
- Jindal Saw Limited ( Indirect holding through Jindal ITF Limited )

**(ii) Fellow Subsidiary Companies**

- JITF Waterways Limited (Indirect)
- JITF Shipyards Limited (Indirect)
- JITF Urban Infrastructure Limited (Indirect)
- JITF Infralogistics Limited (Indirect)
- Jindal Intellicom Limited (Indirect)
- JITF Water Infra (Naya Raipur) Ltd.
- Timarpur-Okhla Waste Management Company Private Limited (Indirect)
- JITF Coal Logistics Ltd.
- Jindal Rail Infrastructure Limited (Indirect)
- JITF Urban Waste Management (Bathinda) Limited (Indirect)
- JITF Urban Waste Management (Jalandhar) Limited (Indirect)
- JITF Urban Waste Management (Ferozepur) Limited (Indirect)
- JITF Water Infra (Rajkot) Ltd. (Upto 29th Jan 2013)
- JITF Global Water Holding Pte. Ltd \*
- JITF Manila Water Development Company Ltd (Upto 6th Feb.2013)
- Jindal ITF Kobelco Eco Ltd. (Upto 31st Oct 2012)
- JITF Urban Infrastructure Services Limited (Indirect)
- 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 (Indirect)
- Quality Iron & Steel Ltd. (Indirect)
- Green Ray Holdings (Indirect)
- Derwent Sand SARL (Indirect)
- JITF Shipping & Logistics ( Singapore) PTE. Ltd. (Indirect)
- JITF Industrial Infrastructure Development Company Limited (w.e.f. May 2012)
- Universal Tube Accessories Pvt. Limited (Indirect) ( w.e.f.30th August 2012)
- Jindal Saw Espana SL (Indirect) ( 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.**

**(iii) Joint Venture**

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

**(iv) Key Management Personnel**

- Jai Shanker Dwivedi
- Rajesh Bajjal (Director)



**JITF ESIPL CETP (SITARGANJ) LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS**  
**NOTE:20**

**(b) Related party transactions**

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

DESCRIPTION	Year Ended	Year Ended
	31st March 2013	31st March 2012
	Fig. in Rs.	Fig. in Rs.
<b>(i) Preference Share application money received</b>		
JITF Water Infrastructure Limited (Holding Company)	23,600,000	25,800,000
<b>(ii) Share Capital issued (including Share Premium)</b>		
JITF Water Infrastructure Limited (Holding Company)	63,471,300	-
<b>(iii) JITF Water Infrastructure Limited (Holding Company)</b>		
Purchase of capital assets capitalised in Plant and Machinery	18,271,310	-
Expenses reimbursed/to be reimbursed	2,343,085	-

**(iv) Balances as at 31st March 2013**

DESCRIPTION	As At	As At
	31st March 2013	31st March 2012
	Fig. in Rs.	Fig. in Rs.
<b>Preference Share application money</b>		
JITF Water Infrastructure Limited (Holding Company)	4,000,075	43,871,365
<b>Share Capital including share premium Equity Shares</b>		
JITF Water Infrastructure Limited (Holding Company)	15,659,040	15,659,040
<b>15% Cumulative Redeemable Preference Shares</b>		
JITF Water Infrastructure Limited (Holding Company)	63,471,300	-
<b>Amount Receivable / (Payable)</b>		
JITF Water Infrastructure Limited (Holding Company)	(2,343,085)	20,177,165

(Amount in Rs.)

DESCRIPTION	As at	As at
	31st March 2013	31st March 2012
<b>PRE OPERATIVE EXPENDITURE, ALLOCATED / PENDING ALLOCATION</b>		
<b>Opening Balance</b>	<b>22,805,599</b>	<b>11,841,619</b>
<b>Additions During the year</b>		
Interest paid	1,565,146	10,101,944
Finance Charges	-	35,060
Legal and Professional Charges	-	200,568
Insurance	-	183,312
Electricity Expenses	73,380	443,096
<b>Total</b>	<b>24,444,125</b>	<b>22,805,599</b>
Less: Allocated to project during the year	24,444,125	-
<b>Total Balance carried to Balance Sheet</b>	<b>-</b>	<b>22,805,599</b>



**JITF ESIPL CETP (SITARGANJ) LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS**  
**NOTE:20**

**7 Earning per share (EPS) :**

Description	(Amount in Rs.)	
	Year ended 31st March, 2013	Year ended 31st March, 2012
<b>Basic and Diluted</b>		
Loss for the year after Tax	(11,740,358)	(97,255)
No. of shares outstanding at the end of year	1,056,801	1,056,801
Weighted Average No of Shares outstanding for calculating EPS	1,056,801	1,056,801
Basic and Diluted Earning per share	(11.11)	(0.09)

**8 Capital and other commitments**

Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances) Rs.Nil as at 31st March 2013 (Previous Year Rs.2,75,04,531/-) related to the completion of Build, Own, Operate and Transfer Project (BOOT Project).

**9 Previous year figures**

Previous year figures has been regrouped /rearranged wherever considered necessary.

As per our report of even date attached

**For N.C. Aggarwal & Co.**

Chartered Accountants

Firm Registration No: 003273N



**G.K. Aggarwal**

Partner

Membership No. 086622

Place: New Delhi

Dated: 23rd May, 2013



For and on behalf of the Board of Directors of  
JITF ESIPL CETP (Sitarganj) Limited



**Anuj Kumar**  
Director



**Rajesh Bajjal**  
Director