

ANNUAL REPORT OF  
JITF URBAN INFRASTRUCTURE  
LIMITED  
FOR THE FINANCIAL YEAR  
2010-11

## **NOTICE**

### **JITF URBAN INFRASTRUCTURE LIMITED** ***(Formerly Jindal Urban Infrastructure Limited)***

Notice is hereby given that the ***Fourth Annual General Meeting*** of the shareholders of the Company JITF Urban Infrastructure Limited will be held at the Registered Office of the Company at 28, Shivaji Marg, New Delhi – 110 015 on Tuesday the 27<sup>th</sup> September, 2011 at 10.30 AM to transact the following business :

#### **AS ORDINARY BUSINESS**

1. To consider and adopt the Audited Balance Sheet of the Company for the Financial Year ended on 31<sup>st</sup> March, 2011 and the Profit and Loss Account of the Company ended on that date and the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Indresh Batra who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors of the Company. The retiring auditors M/s. N.C. Aggarwal & Company, Chartered Accountants, are eligible for reappointment.

**BY ORDER OF THE BOARD OF DIRECTORS**

**Sd/-**

**INDRESH BATRA**  
**DIRECTOR**

NEW DELHI  
Dated: 28<sup>TH</sup> July, 2011

#### **NOTE:**

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.

**JITF URBAN INFRASTRUCTURE LIMITED**  
*(Formerly Jindal Urban Infrastructure Limited)*

**DIRECTORS' REPORT**

Dear Shareholders,

Your Directors have pleasure in presenting the Fourth Annual Report of the Company together with the Audited Statement of Accounts for the Financial Year 2010-11.

**Change of Name**

The Company changed its name from Jindal Urban Infrastructure Limited to **JITF Urban Infrastructure Limited** w.e.f. 28<sup>th</sup> October, 2010.

**Financial Results**

<b>Particulars</b>	<b>Current Year (Rs.)</b>	<b>Previous Year (Rs.)</b>
Paid up Capital	67,033,330	67,033,330
Share application money	416,300,010	61,000,010
Reserves & Surplus	70,766,660	70,766,660
Investments	537,550,000	189,258,283
Cash & Bank Balance	6,165,562	5,159,662
Loans & Advances	2,598,801	1,354,714
Current Liabilities	175,247	17,786
Miscellaneous Expenses (to the extent not written off)	93,168	186,335
Profit/ (Loss) carried to balance-sheet	(7,891,007)	(2,858,792)

**Dividend**

Commercial operations have not yet been started, therefore, no dividend is being recommended.

**Fixed Deposits**

The Company has not accepted any Deposits within the meaning of Section 58A of the Companies Act, 1956 and the Rules made there under.

**Directors**

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

**Subsidiary**

Timarpur-Okhla Waste Management Company Private Limited (TOWMCPL) is the wholly owned Subsidiary of JITF Urban Infrastructure Limited. Timarpur Okhla Municipal Solid Waste

Management project is the first commercial waste-to-energy facility in India that aims to convert one-third of the Delhi garbage into the much-needed electricity, enough to serving 6 lakh homes. The project is CDM is registered with United Nations Framework Convention on Climate Change (UNFCCC) for earning carbon credits.

The project is the first and largest integrated waste management project ever being set up in the country, aiming for a sustainable solution (Zero Waste Concept) taking MSW through an environmentally friendly process to generate clean and renewable energy from MSW.

### **Accolade**

JITF Urban Infrastructure Ltd has won the Frost & Sullivan Excellence Awards for the “Waste to Energy Deal of the Year” for 2010 in the Municipal Waste to Energy Segment.

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

#### i) Foreign Exchange Earning and Outgo

No foreign exchange was earned during the year under review. The particulars regarding foreign exchange outgo during the year are as under:

Particulars	Current Year
Legal & Professional	638,603

#### 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 the Financial Year 2010-11, your Directors report as under:-

- (i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures (if any);
- (ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period;
- (iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) that the directors had prepared the annual accounts on a going concern basis.

### **Auditors**

M/s. N.C. Aggarwal & Company, Chartered Accountants, Auditors of the Company will retire at the forthcoming Annual General Meeting, and are eligible for re-appointment.

### **Particulars of Employees**

None of the employees of the Company is covered under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

### **Acknowledgement**

The Board of Directors of the Company wish to place on record their thanks and appreciation to all the staff members and executives for their contribution to the operations of the company. The Directors also place on record their sincere thanks to the shareholders for their continued support, co-operation and confidence in the Management of the Company.

On behalf of the Board of Directors of  
**JITF Urban Infrastructure Limited**

**Sd/-**

**Sd/-**

**Sunil Kumar Jain**  
**Director**

**Indresh Batra**  
**Director**

New Delhi  
Dated: 28<sup>TH</sup> July, 2011

## **AUDITORS' REPORT**

**To**  
**The Members of JITF Urban Infrastructure Limited**

1. We have audited the attached Balance Sheet of JITF URBAN INFRASTRUCTURE LIMITED (formerly known as Jindal Urban Infrastructure Limited) as at 31<sup>st</sup> March, 2011 and also the Profit and Loss account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order, so far as applicable to the Company.
4. Further as required under section 227(4A) of the Companies Act, 1956, we report as follows:-
  - i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - ii) In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
  - iii) The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report is in agreement with the books of accounts;
  - iv) In our opinion, the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement complies with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956;
  - v) On the basis of the written representations received from the directors, as on March 31, 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
  - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and a fair view in conformity with the accounting principles generally accepted in India;
    - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2011.
    - b) In the case of the Profit and Loss Account, of the Loss of the Company for the year ended on that date.
    - c) In the case of the Cash Flow Statement, of the cash flow for the year ended on that date.

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

Sd/-  
per G. K. Aggarwal  
Partner  
Membership No. 086622  
New Delhi  
Date: 28<sup>th</sup> July, 2011

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

**Re: JITF URBAN INFRASTRUCTURE LIMITED**

- (i) The Company, during the year, does not own any fixed assets. Accordingly, paragraphs (i) (a), (b) and (c) of the Order are not applicable.
- (ii) (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.
- (iii) (a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly paragraphs (iii), (b), (c) and (d) of the Order, are not applicable.
- (e) The Company has not taken any loans from parties listed under the register maintained under Section 301 of the Companies Act, 1956. Accordingly, paragraphs (iii) (f) and (g) of the Order are not applicable.
- (iv) There are no purchase of fixed assets, inventories and sale of services during the year. Accordingly, paragraph (iv) of the Order is not applicable.
- (v) (a) According to the information and explanations provided by the management, during the year, no contracts or arrangements with the parties referred to in section 301 of the Act have been entered into. Accordingly, paragraphs (v) (b) of the Order is not applicable.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and the nature of the business. However the same needs to be enlarged.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the products of the Company.
- (ix) (a) To the best of our knowledge and as explained, the Company is regular in depositing with the appropriate authorities all statutory dues including provident fund, investor education and protection fund, or employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess etc. There are no arrears as at 31<sup>st</sup> March, 2011 for a year of more than six months from the date they become payable.
- (b) According to the information and explanation given to us, there are no dues in respect of statutory dues, which have not been deposited on account of any dispute.
- (x) The Company's accumulated losses at the year end, i.e. as at March 31, 2011 is not more than fifty per cent of its net worth. The Company has incurred cash loss during the financial year ended March 31, 2011, However, the company has not incurred cash losses in the immediately preceding financial period.
- (xi) According to the records of the Company examined by us and the information and explanations given to us, the Company has not taken loans from banks and financial institutions or issued any debentures. Therefore, Para (xi) of the order with respect to default of repayment is not applicable to the company.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) According to the records of the Company examined by us and the information and explanations given to us, the Company, during the year, has not dealt with/traded in shares, securities and other investments.
- (xv) In our opinion, and according to the information and explanations given to us, the terms and conditions on which the Company has given guarantee for loans taken by others from banks, or financial institutions are not prima facie, prejudicial to the interest of the company.

N.C. AGGARWAL & CO.  
CHARTERED ACCOUNTANTS

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- (xvi) Based on information and explanations given to us by the management, the Company, during the year, has not taken any term loan.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, in our opinion, there are no funds raised on short term basis which have been used for long term investment.
- (xviii) The Company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under section 301 of the Act.
- (xix) No Debentures have been issued during the year; hence clause (xix) of Order is not applicable.
- (xx) There has not been any public issue made during the year, hence clause (xx) of Order is not applicable.
- (xxi) During the course of our examination of the books and records of the company, and according to the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

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

Sd/-  
per G. K. Aggarwal  
Partner  
Membership No. 086622

New Delhi  
Date: 28<sup>th</sup> July, 2011

**JITF Urban Infrastructure Limited (Formerly known as Jindal Urban Infrastructure Limited)**  
**Balance Sheet as at March 31, 2011**

	Schedules	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
<b>SOURCES OF FUNDS</b>			
<b>Shareholders' Funds</b>			
Share Capital	1	67,033,330	67,033,330
Share Application Money, pending allotment		416,300,010	61,000,010
Reserves and Surplus	2	70,766,660	70,766,660
<b>Total</b>		<b>554,100,000</b>	198,800,000
<b>APPLICATION OF FUNDS</b>			
<b>Investments</b>	3	537,550,000	189,258,283
<b>Current Assets, Loans and Advances</b>			
Cash and bank balances	4	6,165,562	5,159,662
Loans and advances	5	2,598,801	1,354,714
		8,764,363	6,514,376
<b>Less : Current Liabilities &amp; Provisions</b>			
Current Liabilities	6	175,247	17,786
<b>Net current assets</b>		<b>8,589,116</b>	6,496,590
<b>Miscellaneous Expenditure</b>			
(to the extent not written off or adjusted)	7	93,168	186,335
		93,168	186,335
Debit balance in profit and loss account		7,867,716	2,858,792
<b>Total</b>		<b>554,100,000</b>	198,800,000
<b>Significant Accounting Policies &amp; Notes to Accounts</b>	12		

The schedules referred to above form an integral part of the Balance Sheet.

As per our report of even date

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

Sd/-  
per G.K. Aggarwal  
Partner  
Membership No. 086622  
Place: New Delhi  
Date: 28th July, 2011

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

Sd/-  
Indresh Batra  
Director

Sd/-  
Sunil Kumar Jain  
Director

**JITF Urban Infrastructure Limited (Formerly known as Jindal Urban Infrastructure Limited)**  
**Profit and Loss Account for the year ended March 31, 2011**

	Schedules	For the Year Ended 31.03.2011 Rs.	For the Period Ended 31.03.10 Rs.
<b>INCOME</b>			
Other Incomes	8	<b>358,598</b>	698,407
<b>Total</b>		<b>358,598</b>	698,407
<b>EXPENDITURE</b>			
Administrative and other expenses	9	<b>4,514,190</b>	486,942
Financial expenses	10	<b>760,164</b>	49,051
Preliminary Expenses Written off		<b>93,167</b>	116,458
<b>Total</b>		<b>5,367,521</b>	652,451
<b>Profit/(Loss) for the year</b>		<b>(5,008,923)</b>	45,956
<b>Profit/(Loss) Brought Forward from previous period</b>		<b>(2,858,792)</b>	(2,904,748)
<b>Profit/(Loss) carried to Balance Sheet</b>		<b>(7,867,716)</b>	(2,858,792)
<b>Earning per share:</b>			
Basic and Diluted (Nominal value of shares Rs. 10)	11	<b>(0.75)</b>	0.01
<b>Significant Accounting Policies &amp; Notes to Accounts</b>	12		

The schedules referred to above and notes to accounts form an integral part of the Profit and Loss Account.

As per our report of even date

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

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

Sd/-  
per G.K. Aggarwal  
Partner  
Membership No. 086622  
Place: New Delhi  
Date: 28th July, 2011

Sd/-  
Indresh Batra  
Director

Sd/-  
Sunil Kumar Jain  
Director

**JITF Urban Infrastructure Limited (Formerly known as Jindal Urban Infrastructure Limited)****Schedules to the Accounts**

	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
<b>Schedule 1: Share Capital</b>		
<b>Authorised</b>		
25,000,000 equity shares of Rs. 10/- each	<b>250,000,000</b>	250,000,000
<b>Subscribed, issued and paid up</b>		
6703333 equity shares of Rs. 10/- each fully paid up (Out of above, 67,02,633 equity shares of Rs. 10 each are held by Jindal ITF Limited, the Holding Company.)	<b>67,033,330</b>	67,033,330
	<b>67,033,330</b>	67,033,330
<b>Schedule 2: Reserves and Surplus</b>		
<b>Securities Premium Account</b>		
As per Last Balance Sheet	<b>70,766,660</b>	62,300,000
Addition during the year	-	8,466,660
	<b>70,766,660</b>	70,766,660
<b>Schedule 3: Investments</b>		
<b>A) Long Term- Trade (At Cost)</b>		
<b>a) Investment in Equity Shares of Subsidiary Company</b>		
<b>Unquoted- Trade</b>		
11,651,566 (Previous period 1,11,90,000) Equity Shares of Rs. 10 each fully paid up in Timarpur Okhla Waste Management Company Private Limited. (34,95,499 equity share of Rs. 10/- each has been pledged for financial assistance taken by Timarpur Okhla Waste Management Company Share application money in Timarpur Okhla Waste Management Company Ltd.	<b>125,749,980</b>	111,900,000
	<b>411,800,020</b>	74,150,000
Aggregate value of unquoted investment	<b>537,550,000</b>	186,050,000
<b>B) Current Investment( At lower of cost or market value)</b>		
<b>Investment in Principal Mutual Fund</b>	-	3,208,283
Aggregate value of current investment	-	3,208,283
	<b>537,550,000</b>	189,258,283

**JITF Urban Infrastructure Limited (Formerly known as Jindal Urban Infrastructure Limited)****Schedules to the Accounts**

	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
<b>Schedule 4: Cash and Bank Balances</b>		
Cash on hand	9,609	24,346
<u>Balance With Scheduled Banks</u>		
- On current accounts	1,810,217	635,316
- Fixed Deposit	4,345,736	4,500,000
	<u>6,165,562</u>	<u>5,159,662</u>
 <b>Schedule 5: Loans and Advances</b> <b>(Unsecured, Considered good)</b>		
Advances recoverable in cash or in kind or which for value to be received	2,113,625	512,685
Tax Deducted at Source	241,134	180,387
Interest Accrued but not due	244,042	661,642
	<u>2,598,801</u>	<u>1,354,714</u>
 <b>Schedule 6: Current Liabilities</b>		
Sundry creditors	125,181	14,891
Other Liabilities	50,066	2,895
	<u>175,247</u>	<u>17,786</u>
Dues to micro and small scale industrial undertakings included in Sundry Creditors	-	-
Dues to other than micro and small scale industrial undertakings included in Sundry Creditors	125,181	14,891
 <b>Schedule 7: Miscellaneous Expenditure</b> (to the extent not written off or adjusted)		
Preliminary Expenses		
Opening Balance	186,335	302,793
Less: Written off during the year	93,167	116,458
	<u>93,168</u>	<u>186,335</u>

**JITF Urban Infrastructure Limited (Formerly known as Jindal Urban Infrastructure Limited)****Schedules to the Accounts**

	<b>For the year Ended 31.03.2011 Rs.</b>	<b>For the Period Ended 31.03.10 Rs.</b>
<b>Schedule 8: Other Incomes</b>		
Interest received from bank (Tax Deducted at Source Rs.60747/-(Previous period Rs.64,261/-))	<b>316,356</b>	497,017
Dividend on Current Investments	<b>42,242</b>	201,390
	<b>358,598</b>	698,407
<b>Schedule 9: Administrative and Other Expenses</b>		
Business Promotion	<b>46,770</b>	141,999
Conveyance & Travelling Expenses	<b>48,794</b>	12,623
Legal & Professional Fee	<b>3,560,370</b>	58,193
Tender Fees	<b>358,410</b>	165,000
Rate and Taxes	<b>12,422</b>	5,392
Auditors' Remuneratioin:		
- Audit Fees	<b>17,648</b>	6,618
Miscellaneous Expenses	<b>469,776</b>	97,117
	<b>4,514,190</b>	486,942
<b>Schedule 10: Financial Expenses</b>		
Bank charges	<b>760,164</b>	49,051
	<b>760,164</b>	49,051
<b>Schedule 11: Earnings per share (EPS)</b>		
Profit /(Loss) for the year	<b>(5,008,923)</b>	45,956
Weighted average number of equity shares in calculating basic loss per share:		
Number of shares outstanding for 455 days	-	6,280,000
Number of shares outstanding for 2 days	-	423,333
Number of shares outstanding for 365 days	<b>6,703,333</b>	-
<b>Weighted average number of equity shares in calculating Basic EPS</b>	<b>6,703,333</b>	6,281,861
<b>Basic and Diluted Earning per share</b>	<b>(0.75)</b>	0.01

# **JITF URBAN INFRASTRUCTURE LIMITED (Formerly Known as Jindal Urban Infrastructure Limited)**

## **SCHEDULE 12: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**

### **1. Nature of Operations**

JITF Urban Infrastructure Limited is a Company incorporated on 28<sup>th</sup> March, 2007 with the main object to carry on the business of urban infrastructure development in and outside India.

### **2. Statement of Significant Accounting Policies**

#### **(a) Basis of preparation**

The financial statements have been prepared to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis.

#### **(b) Investments**

Long-term investments are stated at cost which inter-alias includes brokerage, commission, stamp duty etc. When there is a decline in their value except temporary decline, the carrying amount is reduced on an individual investment basis and decline is charged to the Profit and Loss account. Appropriate adjustment is made in carrying cost of investment in case of subsequent rise in value of investments. Current investments are stated at cost or market value, whichever is less.

#### **(c) 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.

#### **(d) Miscellaneous Expenditure**

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

#### **(e) 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.

3. The Company has made investments by way of share capital in a wholly owned subsidiary company i.e. Timarpur Okhla Waste Management Company Private Limited (TOWMCL). The TOWMCL has entered into a concessional agreement with New Delhi Municipal Council Limited, Delhi Municipal Corporation and Delhi Power Company Limited for use of land for the purpose of construction of waste treatment power plant. According to the agreements the plant will be implemented by October 31, 2011.

### **4. Contingent Liabilities**

1. Bank Guarantee Outstanding Rs. 3,50,90,000/-.(Previous period Rs. 4,00,00,000)

5. The Company has provided irrevocable corporate guarantee to ICICI bank, Hong Kong in the event of default, for financial assistance of Rs 12546.06 lacs availed by its wholly owned subsidiary Company namely Timarpur Okhla Waste Management Company Private Limited and also to indemnify the loss if any occurred by the bank on demand.

### **6. Related Parties Transactions**

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

#### **(I). Holding Company**

Jindal ITF Limited (Direct holding)

**JITF URBAN INFRASTRUCTURE LIMITED (Formerly Known as Jindal Urban Infrastructure Limited)**

**SCHEDULE 12: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**

Jindal Saw Limited (Indirect Holding Through Jindal ITF Limited)

**(II) Subsidiary Company**

Timarpur-Okhla Waste Management Company Private Limited

**(III). Fellow Subsidiary Companies**

- JITF Water Infrastructure Limited (Formerly Known as Jindal Water Infrastructure Limited)
- JITF Waterways Limited (Formerly Known as Jindal Waterways Limited)
- JITF Shipyards Limited (Formerly Known as Jindal Shipyard Limited)
- JITF Infralogistics Limited (Formerly Known as Jindal Infralogistics Limited)
- Jindal Intellicom Limited
- Jindal Rail Infrastructure Limited
- JITF ESIPL CETP (Sitrganj) Limited (Indirect) (Formerly Known as Jindal ESIPL CETP (Sitrganj) Limited)
- JITF Water Infra (Naya Raipur) Limited (Indirect) (Formerly Known as Jindal Water Infra (Naya Raipur) Limited)
- JITF Urban Infrastructure Services Limited (Indirect) (Formerly Known as Jindal Urban Infrastructure Services Limited)
- Hexa Tradex Limited (Indirect)
- Hexa Securities & Finance Company Limited (Indirect)
- IUP Jindal Metals & Alloys Limited (Indirect)
- SV Trading Limited (Indirect)
- Jindal Saw USA, LLC (Indirect)
- Jindal Saw Holding FZE (Indirect)
- Jindal Saw Middle East FZC (Indirect)
- Jindal Saw Gulf LLC (Indirect)
- Intellicom Insurance Advisors Limited (Indirect)
- Ralael Holding Limited (Indirect)
- Jindal Saw ITALIA S.r.l (Indirect)

**(B). Transactions**

**Figures in '000'**

Description	Holding Company		Subsidiary Company		Total	
	Current Year	Previous Period	Current Year	Previous Period	Current Year	Previous Period
Share application money received during the Year Jindal ITF Limited	355,300	51,000	Nil	Nil	355,300	51,000
Share Capital Subscribe during the Year including share premium Jindal ITF Limited	Nil	12,700	Nil	Nil	Nil	12,700
Investment in Share Capital during the Year Timarpur-Okhla Waste Management Company Private Limited	Nil	Nil	13,850	Nil	13,850	Nil
Investment as Share application money during the year Timarpur-Okhla Waste	Nil	Nil	337,650	63,650	337,650	63,650

**JITF URBAN INFRASTRUCTURE LIMITED (Formerly Known as Jindal Urban Infrastructure Limited)**

**SCHEDULE 12: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**

Management Company Private Limited							
Reimbursement of expenses	Nil	Nil	414	652	414	652	
Balance as at <b>31.03.2011</b>							
Share application money Jindal ITF Limited	416,300	61,000	Nil	Nil	416,300	61,000	
Share Capital including share premium Jindal ITF Limited	137,800	137,800	Nil	Nil	137,800	137,800	
Investment in Share Capital Timarpur-Okhla Waste Management Company Private Limited	Nil	Nil	125,750	1, 11,900	125,750	1, 11,900	
Investment as Share application money Timarpur-Okhla Waste Management Company Private Limited	Nil	Nil	411,800	74,150	411,800	74,150	
Amount Recoverable/(Payable)	Nil	Nil	414	511	414	511	

7. Expenditure Incurred in foreign currency:

Particulars	Current Year	Previous Period
Legal & Professional	638,603	Nil

8. Additional information required to be given pursuant to Para 4 Part II of Schedule VI of the Companies Act, 1956 has not been given as there is no such information to be given.

9. Previous period figure has been regrouped/ re- arranged whenever considered necessary. Current year figures of Profit and Loss account are not comparable with the previous period as the previous period figures are for fifteen months from 1<sup>st</sup> January, 2009 to 31<sup>st</sup> March, 2010.

As per our report of even date.

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

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

Sd/-  
per G. K. Aggarwal  
Partner  
Membership No. 086622

Sd/-                      Sd/-  
Indresh Batra              Sunil Kumar Jain  
Director                      Director

Place: New Delhi  
Dated:28<sup>th</sup> July,2011

**JITF URBAN INFRASTRUCTURE LIMITED (Formerly Known as Jindal Urban Infrastructure Limited)**

**SCHEDULE 12: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**

Statement pursuant to Part IV of Schedule VI to the Companies Act, 1956

**Balance Sheet Abstract and Company's General Business Profile**

I	<i>Registration Details</i>			
	Registration No :	161216	State Code:	55
	Balance Sheet Date:	31/03/2011		
II	<b>Capital Raised During The Year</b> (Amount in Rs. Thousands)			
	Public Issue	-	Rights Issue	-
	Bonus Issue	-	Private Placement	-
	Share Application money	355,300		
III	<b>Position of Mobilisation And Deployment of Funds</b> (Amount in Rs. Thousands)			
	Total Liabilities	554,100	Total Assets	554,100
	<i>Sources of Funds</i>			
	Paid-Up Capital	67,033	Reserves and Surplus	70,767
	Secured Loans	-	Unsecured Loans	-
	Share Application Money	416,300		
	<i>Application of Funds</i>			
	Net Fixed Assets	-	Investments	537,550
	Net Current Assets	8,589	Miscellaneous Expenditure	93
	Accumulated Losses	7,868		
IV	<b>Performance of Company</b> (Amount in Rs. Thousands)			
	Turnover (Sales and other income)	359	Total Expenditure	5,368
	Profit Before Tax	(5,009)	Profit After Tax	(5,009)
	Earnings Per Share - Basic Rs.	(0.75)	Dividend Rate %	-
	Earnings Per Share – Diluted Rs.	(0.75)		
V	<b>Generic names of principal products/services of the Company</b> (As per monetary Terms)*			
	Item Code No. (ITC Code)	NA	Product Description	NA

*\*Not applicable as the Company has yet to recognize sales.*

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

Sd/-

Indresh Batra

Director

Place: New Delhi

Dated: 28<sup>th</sup> July, 2011

Sd/-

Sunil Kumar Jain

Director

**JITF Urban Infrastructure Limited (Formerly known as Jindal Urban Infrastructure Limited)**  
**Cash Flow Statement for the year ended March 31, 2011**

	For the year Ended 31.03.2011 Rs.	For the Period Ended 31.03.10 Rs.
<b>A. CASH FLOWS FROM OPEARTING ACTIVITIES:</b>		
Net Profit/(loss) Before Income taxes	(5,008,923)	45,956
Adjustment for:		
Miscellaneous expenditure written off	93,167	116,458
Interest Income	(316,356)	(497,017)
Dividend Received	(42,242)	(201,390)
<b>Operating profit before working capital changes</b>	<b>(5,274,354)</b>	<b>(535,993)</b>
Adjustment for:		
Decrease/(Increase) in Loan and Advances	(1,600,940)	(141,207)
Increase/(Decrease) in Trade and other Payables	157,461	(24,298)
<b>Cash generated from operations</b>	<b>(6,717,833)</b>	<b>(701,498)</b>
Direct taxes paid	(60,747)	(64,261)
<b>Net cash Inflow/ (Outflow) from operating activities</b>	<b>(6,778,580)</b>	<b>(637,237)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest received	733,956	64,261
Dividend Received	42,242	201,390
Investment in Equity Shares of Subsidiary Company	(13,849,980)	-
Share application money in Subsidiary Company	(337,650,020)	(63,650,000)
Investment in Principal Mutual Fund	3,208,283	798,610
<b>Net cash Inflow/ (Outflow) from investing activities</b>	<b>(347,515,519)</b>	<b>(62,585,739)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from Issue of Shares(Including Share Premium)	-	12,699,990
Proceeds from Share Application Money	355,300,000	51,000,010
<b>Net cash Inflow/ (Outflow) from financing activities</b>	<b>355,300,000</b>	<b>63,700,000</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,005,901</b>	<b>477,024</b>
<b>Cash and cash equivalents (opening balance)</b>	<b>5,159,662</b>	<b>4,682,638</b>
<b>Cash and cash equivalents (closing balance)</b>	<b>6,165,562</b>	<b>5,159,662</b>
	<b>1,005,901</b>	<b>477,024</b>

As per our report of even date

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

Sd/-

per G.K. Aggarwal  
Partner  
Membership No. 086622  
Place: New Delhi  
Date: 28th July, 2011

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

Sd/-

Indresh Batra  
Director

Sd/-

Sunil Kumar Jain  
Director