

BHILAI JAYPEE CEMENT LTD.

ANNUAL REPORT 2009-10

BHILAI JAYPEE CEMENT LIMITED

DIRECTORS' REPORT

To

The Members

Your Directors have pleasure in presenting the Third Annual Report together with the Audited Accounts of the Company for the year ended March 31, 2010.

COMMISSIONING OF THE PROJECT

The Directors are glad to report that the Clinkerisation Unit of the split-located project of the Company at Babupur, Satna has been successfully commissioned in December 2009, four months ahead of schedule. On completion of the project, the Grinding Unit at Bhilai has also been ready for production since beginning of April 2010, on Schedule.

The Company has achieved a gross turnover of Rs. 64 crore during the financial year 2009-10, earning cash profit in the first year itself.

DIVIDEND

No dividend for the year has been recommended.

PROJECT COST

The Cost of the Project was initially envisaged at Rs. 612 crore plus a contingency of 10% i.e. Rs. 673.20 crore with a debt-equity ratio of 70:30. The total equity capital was to be financed in the ratio of 76:24 by the two promoters i.e. Jaiprakash Associates Limited (JAL) and Steel Authority of India Limited (SAIL).

The Project cost upto Rs. 673.20 crore has accordingly been financed.

As informed in the second report of Directors dated May 8, 2009, the project cost has been escalated for reasons beyond the control of the Company. The updated cost of the Project has now been estimated Rs.826 crore. In terms of the provisions of the Shareholders' Agreement (SHA) executed between JAL and SAIL, additional cost of Rs.146.62 crore has been financed by JAL in a manner that does not impact the returns of the equity shareholders from the Joint Venture Company. Balance project cost shall also be financed by JAL in similar manner.

SHARE CAPITAL

The Authorized Share Capital of the Company is Rs. 202 crore. The paid-up Share capital of the Company as on March 31, 2010 stood at Rs. 201,96,00,000/-.

DIRECTORATE

Since the last report of Directors dated May 8, 2009, the changes in the composition of the Board are as under:

Consequent upon relinquishment of charge as Managing Director, Bhilai Steel Plant, SAIL, Shri R. Ramaraju, submitted his resignation from the Board of the Company, w.e.f. April 1, 2010. Subsequently, Shri Manoj Gaur a nominee of JAL has taken over as Chairman of the Board of Directors of the Company w.e.f. May 9, 2010.

The Board placed on record its deep appreciation for the valuable contribution of Shri R. Ramaraju in guiding the affairs of the Board during the initial years of the Company.

Shri Manoj Gaur has relinquished the charge of Managing Director of the Company w.e.f. May 9, 2010. The Board has appointed Shri Rahul Kumar as Managing Director of the Company for a period of five years w.e.f. May 9, 2010. An item has been included in the notice convening the Annual General Meeting for shareholders' approval to the appointment of Shri Rahul Kumar as Managing Director.

Shri SDM Nagpal and Shri D.P Bajaj have been appointed as Directors w.e.f. December 25, 2009 in place of Shri R.P.Rawat and Shri A.K. Jain respectively.

The Board placed on record its deep appreciation for the valuable contributions made by Shri A.K. Jain and Shri R.P. Rawat during their respective tenures on the Board of the Company.

SAIL has nominated Shri S.S. Mohanty, ED (Works), Bhilai Steel Plant as a Director on the Board of the Company in place of Shri R. Ramaraju.

Shri S.S. Mohanty, Shri Sunny Gaur and Shri SDM Nagpal, Directors of the Company shall retire by rotation at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-appointment.

AUDIT COMMITTEE

The Audit Committee comprises Shri Rahul Kumar as Chairman and Shri R.B. Singh and Shri SDM Nagpal as members.

AUDITORS

M/s. Awatar & Co, Chartered Accountants, Statutory Auditors of the Company will retire at the conclusion of the Third Annual General Meeting and are eligible for re-appointment. They have, pursuant to Section 224(1B) of the Companies Act, 1956 furnished a Certificate regarding their eligibility for re-appointment as Statutory Auditors of the Company.

FIXED DEPOSITS

The Company has not accepted any deposit within the meaning of Section 58A of the Companies Act, 1956 & the Rules made thereunder.

PARTICULARS OF EMPLOYEES

A statement showing the particulars of employees, pursuant to Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, is annexed (**Annexure - I**) and forms an integral part of this Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars with regard to technology absorption and conservation of energy pursuant to Section 217(1) (c) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988 is for the year ended March 31,2010 are annexed (**Annexure - II**) and form an integral part of this Report. The information with regard to foreign exchange outgo is given in Note No. B (vii) (2) to the Annual Accounts presented with this Report. The Company has

not earned any foreign exchange during the period under report.

INDUSTRIAL RELATIONS

Cordial industrial relations were maintained at the Company's plants and Offices. The Management appreciates the support of the employees at all levels and looks forward to their continuous support in future.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, your directors state:

- (i) that in the preparation of the accounts for the year ended March 31, 2010, the applicable accounting standards had been followed and there were no material departures;
- (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 for the year ended March 31, 2010, Profit & Loss Account for that period and the Incidental Expenditure During Construction Period incurred by the Company upto March 31, 2010;
- (iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- (iv) that the directors have prepared the accounts for the year ended March 31, 2010, on a going concern basis.

NOTES ON ACCOUNTS

The observations of Auditors and notes on accounts are self-explanatory.

ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation and gratitude to various Departments of Government of Madhya Pradesh, Government of Chhattisgarh and Central Government for their valuable support and co-operation. Your Directors also wish to place on record their appreciation for the shareholders for their continued support.

On behalf of the Board


MANOJ GAUR
Chairman

Place : New Delhi
Dated : May 9, 2010.

AUDITOR'S REPORT

TO THE SHAREHOLDERS OF BHILAI JAYPEE CEMENT LIMITED

1. We have audited the attached Balance Sheet of **BHILAI JAYPEE CEMENT LIMITED** ("the Company") as at 31st March, 2010 and also the Profit and Loss Account and 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 estimate made by the 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 Section 227 (4A) 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 to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3, above, we report that:
 - (i) 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;
 - (ii) 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;
 - (iii) the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (iv) in our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) on the basis of written representations received from the directors, as on March 31, 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956, and;
 - (vi) in our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the significant accounting policies and notes thereon, give the information required by the Companies Act, 1956, in the manner so required and gives a true and fair view:
 - a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2010;
 - b) in the case of the Profit and Loss Account, of the LOSS of the Company 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.

New Delhi
Place : 9th
Date : May, 2010



For AWATAR & CO.
Chartered Accountants
Registration No. 000726N

Brijendra Agrawal
Brijendra Agrawal
Partner
Membership No. : 087787

ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in paragraph 3 of our report of even date on the accounts for the year ended 31st March, 2010 of Bhilai Jaypee Cement Ltd.)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of the assets.
- (b) As explained to us, the fixed assets were physically verified by the management during the year and no discrepancy had been noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us, the Company has not disposed off any substantial part of its fixed assets during the year and as such has not affected the going concern status of the Company.
- (ii) (a) The Company has conducted physical verification of inventory at reasonable intervals during the year.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- (iii) (a) The Company has not granted loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Therefore, the provisions of sub-clauses (b), (c) and (d) of clause 4(iii) of the Order are not applicable to the Company.
- (b) The Company has not taken any loans, secured or unsecured from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Therefore, the provisions of sub-clauses (f) and (g) of clause 4(iii) of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventories, fixed assets and services and supplies. During the course of our audit, we have not observed any continuing major weakness in such internal controls.
- (v) (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 contracts and arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
- (b) Transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from public during the year. Therefore, the provisions of clause 4(vi) of the Order are not applicable to the Company.
- (vii) In our opinion the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records.
- (ix) (a) According to the information and explanations given to us, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including provident fund, income-tax, wealth tax, sales-tax, service tax, custom duty, cess and other material statutory dues applicable to it.



- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, service tax, sales tax, custom duty, cess or any other statutory dues were in arrears as on 31st March, 2010 for a period more than six months from the date they became payable.
- (x) The Company does not have accumulated losses. The Company has not incurred cash losses during the period covered by our audit.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
- (xii) In our opinion and according to the information and explanations given 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, provisions of clause 4(xiii) of the Order are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments. Therefore, the provisions of clause 4(xiv) of the Order are not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from the banks or financial institutions. Therefore, provisions of clause 4(xv) of the Order are not applicable to the Company.
- (xvi) To the best of our knowledge and belief and according to the information and explanations given to us, term loans availed by the Company were applied by the Company during the year for the purposes for which the loans were obtained, other than temporary deployment pending application.
- (xvii) In our opinion and according to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company for the year under report, we are of the opinion that no funds raised on short term basis have been used for long term investment.
- (xviii) According to the information and explanations given to us, during the year covered by our audit report, the Company has made allotment of shares only to the promoters of the Company (viz. Jaiprakash Associates Limited and Steel Authority of India Limited, as mentioned in note no. B(xi)(IV)(1) of the Schedule M of the annual accounts) for consideration which is not prejudicial to the interest of the Company and that there are no other party / companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) According to the information and explanations given to us, the Company has not issued any debentures during the period under audit report.
- (xx) During the period covered by our audit report, the Company has not raised any money by way of public issue.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.

For AWATAR & CO.
Chartered Accountants
Registration No. 000726N



Brijendra Agrawal

Brijendra Agrawal
Partner

Membership No. : 087787

Place : *New Delhi*
Date : *9th* May, 2010

BHILAI JAYPEE CEMENT LTD.
BALANCE SHEET
AS AT 31st March, 2010

(Amount Rs.)

Particulars	Schedule		As at 31.03.2010		As at 31.03.2009
SOURCES OF FUNDS					
SHAREHOLDERS FUNDS					
Share Capital	A		2,019,600,000		1,784,975,000
Share Application Money RESERVE & SURPLUS			-		-
Capital Reserve			1,466,177,500		-
LOAN FUNDS					
Secured Loan	B		4,842,738,622		2,666,044,706
DEFERRED TAX LIABILITY			78,470,000		-
TOTAL FUNDS EMPLOYED			8,406,986,122		4,451,019,706
APPLICATION OF FUNDS					
FIXED ASSETS					
Gross Block	C	4,425,358,183		222,415,500	
Less: Depreciation		77,063,022		7,662,489	
Net Block		4,348,295,161		214,753,011	
Capital Work-in-Progress		3,461,763,965		3,186,427,140	
Expenditure During Construction -Pending Allocation	D	93,285,980	7,803,345,106	343,269,197	3,744,449,348
CURRENT ASSETS, LOANS AND ADVANCES					
Inventories	E	185,839,739		23,462,214	
Cash and Bank Balances		717,164,507		417,459,861	
Loans and Advances		657,327,772		432,559,620	
		1,560,332,018		673,481,695	
LESS: CURRENT LIABILITIES AND PROVISIONS	F				
Current Liabilities & provisions		1,196,091,120		107,360,337	
		1,196,091,120		107,360,337	
NET CURRENT ASSETS			364,336,898		706,121,358
DEFERRED TAX ASSET			79,621,000		-
MISCELLANEOUS EXPENDITURE (To The extent not written off or adjusted)	G				
Preliminary Expenses			11,384,345		448,000
PROFIT & LOSS ACCOUNT			48,304,773		-
TOTAL APPLICATION OF FUNDS			8,406,986,122		4,451,019,706
Accounting Policies and Notes to the Accounts		M			

For and on behalf of the Board

For AWATAR & CO.

Brijendra Agrawal

(Brijendra Agrawal)
Partner
M. No. 087787

Place: *New Delhi*
Date: *9th May, 2010*



[Signature]
Chairman

[Signature]
Managing Director

[Signature]
Company Secretary

BHILAI JAYPEE CEMENT LTD.
PROFIT & LOSS ACCOUNT
For the year ending on 31st March, 2010

(Amount Rs.)

Particulars	Schedule		2009-10
INCOME			
Sale of Clinker		640,376,976	
Less: Excise Duty		80,310,585	560,066,391
Other Income	H		1,728,360
Total Income			561,794,751
EXPENDITURE			
(Increase)/Decrease in Stocks and Work-in-Progress		(17,466,305)	
Manufacturing expenses	I	373,024,492	
Personnel Expenses	J	58,031,839	
Other Expenses	K	40,518,134	
Financial Expenses	L	93,112,986	
Depreciation		63,560,669	610,781,815
Total Expenditure			610,781,815
Profit / (Loss) before Tax			(48,987,064)
Provisions for Tax			
Current Tax			-
Deferred Tax			(1,151,000)
Wealth Tax			468,709
Profit / (Loss) after Tax			(48,304,773)
Profit / (Loss) of Previous Period			-
Profit / (Loss) transferred to Balance Sheet			(48,304,773)
Accounting Policies and Notes to the Accounts	M		
Basic Earning per Share (Face Value Rs.10/- per share)			(0.26)
Diluted Earning per Share (Face Value Rs.10/- per share)			(0.26)

For and on behalf of the Board

For AWATAR & CO.
Chartered Accountants

Brijendra Agrawal

(Brijendra Agrawal)
Partner
M. No. 087787

Place: *New Delhi*
Dated: *9th May, 2010*



M. Q.
Chairman

[Signature]
Managing Director

[Signature]
Company Secretary

BHILAI JAYPEE CEMENT LTD.

Schedule Annexed to Balance Sheet as on 31.03.2010

(Amount Rs.)

	As at 31.03.2010	As at 31.03.2009
Schedule-A 'Shareholder's Fund'		
Authorised Share Capital		
20,20,00,000 equity shares of Rs 10/- each (Previous year - 2,00,000,000 equity shares of Rs. 10/- each)	2,020,000,000	2,000,000,000
Issued, subscribed and paid up capital		
Share Capital		
20,19,60,000 Shares of Rs.10/- each fully paid-up (Previous Year-17,84,97,500 Shares of Rs.10/- each fully paid-up)	2,019,600,000	1,784,975,000
Out of the above shares:- 5,25,09,600 shares are allotted as fully paid up to "Steel Authority of India Limited" pursuant to agreement dated 11.06.2007, out of which 40,91,785 shares are allotted for consideration otherwise than in cash. (Previous year- 40,91,785 shares was allotted as fully paid otherwise than in cash)		
Note- 1,49,450,400 Equity shares (Previous Year-1,32,088,150 equity shares) are held by Jaipakash Associates Limited-The Holding Company		
	2,019,600,000	1,784,975,000
Schedule-B 'Secured Loan'		
A- Term Loans		
1. From Banks		
Axis Bank Ltd.	981,863,652	416,782,845
UCO Bank	819,991,913	599,364,095
IDBI Bank Ltd.	1,500,000,000	1,250,000,000
Punjab & Sind Bank	1,000,000,000	399,897,766
ING Vysya Bank Ltd.	400,000,000	-
B- Working Capital Loans		
1. From Banks		
State Bank Of Patiala	140,883,057	-
Note: Rupee term loan from banks repayable within one year Rs. Nil. (Previous Year Nil)		
Total	4,842,738,622	2,666,044,706



BHILAI JAYPEE CEMENT LTD.
Schedule-C 'Depreciation'

S. NO.	PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
		As on 01/04/2009	Addition during the Period	Sale/ Transfer/ Disposal during the Year	As on 31/03/2010	As on 01/04/2009	For the year	Sale/ Transfer/ Disposal during the Year	As on 31/03/2010	As on 31/03/2009
1	Land - Free Hold	87,222,118	10,831,531	-	98,053,649	-	-	-	98,053,649	87,222,118
2	Land - Lease Hold	70,004,753	-	631,268	69,373,495	-	-	-	69,373,495	70,004,753
3	Furniture & Fixture	6,793,519	5,205,041	-	11,998,560	3,186,239	2,131,096	-	6,867,464	3,667,260
4	EDP Machinery & Equipments	3,098,787	3,921,216	-	7,020,003	384,924	790,818	5,317,335	5,844,263	2,713,863
5	Vehicles	10,006,361	2,403,498	-	12,415,860	1,050,421	1,121,090	2,172,111	10,243,749	8,955,940
6	Airconditioner & Room Coolers	803,065	2,098,212	-	2,903,277	250,157	279,744	529,991	2,373,276	554,908
7	Refrigerators & Water Coolers	2,343,560	457,962	-	2,811,542	66,813	125,472	181,785	2,619,757	2,276,947
8	Telephone, Tlx, Fax & Tv	1,881,042	2,485,127	7,936	4,361,233	107,358	251,187	358,502	4,002,731	1,773,694
9	S&M Electrical Installation	32,117,063	3,908,884,123	-	3,941,011,186	2,187,765	62,178,684	64,366,449	3,876,644,737	29,929,238
10	Building	4,760,321	52,890,359	4,780,321	52,860,359	100,751	468,861	429,794	52,430,564	4,679,390
11	Township Building	-	217,362,005	-	217,362,005	-	1,545,313	1,545,313	215,816,692	-
12	S&M Water, Tank, Pipe Line & Installation	62,644	347,105	-	399,749	2,065	28,787	28,853	370,898	80,580
13	Electric Installation	827,731	256,500	-	1,084,231	17,263	295,319	312,582	771,709	810,528
14	Other Fixed Assets	2,382,475	1,226,477	-	3,608,952	307,083	322,407	629,480	2,979,462	2,075,392
15	Office Equipment	70,000	-	-	70,000	1,840	3,325	5,165	84,835	66,160
	TOTAL	222,415,500	4,208,352,197	5,419,515	4,425,358,183	7,662,489	69,540,403	77,063,022	4,348,295,161	214,753,011

Note: Depreciation of Rs. 15,56,907/- for the year has been included in Statement of Incidental Expenditure during Construction - Pending Allocation.



BHILAI JAYPEE CEMENT LTD.

Schedule-D

STATEMENT OF INCIDENTAL EXPENDITURE DURING CONSTRUCTION - PENDING ALLOCATION FOR THE PERIOD FROM 1st APRIL, 2009 TO 31st MARCH, 2010.

		(In Rupees)	
		As at 31.03.2010	As at 31.03.2009
Opening Balance		343,269,197	51,621,559.85
Site Development Expenses	6,380,314		602,247
Staff Salary & Benefit	45,020,084		38,137,070
Adminstrative & General Expenses			
Travelling & Conveyance Exp	2,214,191		2,016,484
Freight & Material Handling	12,821,154		12,333,942
Rent Charges	19,776,864		15,952,725
Electricity Expenses	13,343,912		6,391,110
Repair & Maintenance	1,261,935		1,204,374
Vehicle/Machinery Running Charges	1,459,440		1,410,904
Welfare Expenses	162,053		135,313
Safety & Security	3,409,221		3,393,400
Advertising & Publicity Expenses	533,451		379,373
Insurance Expenses	2,838,282		2,600,173
Legal & Professional/Technical Charges	27,327,826		27,303,987
Telephone Expenses	1,149,500		1,002,265
Fee & Taxes	6,416,790		6,407,905
Printing & Stationery	661,197		649,982
Bank Charges, Upfront Fee & Commission	241,647,275		163,424,339
Depreciation	5,979,734		6,305,035
Income Tax Provision (A.Y. 2009-10)	971,724		
Miscellaneous Expenses	12,479,720		4,431,674
Auditor's Remuneration			
-Audit Fee	100,000	405,954,666	110,300
		749,223,863	345,814,162
Less:			
Interest Received from Bank	932,370		3,481,009
Gain/Loss Due To Exchange Fluctuation	84,603		-
Insurance Claim Received	18,168,334	19,185,307	-
Provisions			
-For Income Tax		-	507,951
-For Wealth Tax		-	54,813
-For Fringe Benefit Tax		-	373,280
		730,038,556	343,269,197
Less: Capitalised / Transferred during the year		636,752,576	-
Total Carried to Balance Sheet		93,285,980	343,269,197



BHILAI JAYPEE CEMENT LTD.

Schedule Annexed to Balance Sheet as on 31.03.2010

(Amount Rs.)

	As at 31.03.2010	As at 31.03.2009
Schedule-E 'Current Assets, Loans & Advances'		
1. Inventories (As certified by management)		
Finished Goods	14,294,782	-
Semi Finished Goods	5,116,793	-
Raw Material	124,756,339	-
Clinker in Transit	116,107	-
Stores and Spare	41,555,718	23,462,214
Total	185,839,739	23,462,214
2. Cash & Bank Balance		
Cash and Cheques in hand	651,257,971	1,259,735
Bank Balance with Scheduled Banks---a) in Current Accounts b) In fixed Deposits	40,764,569 25,141,967	316,073,686 100,126,440
Total	717,164,507	417,459,861
3. Loans & Advances(Unsecured , considered good)		
Advance Recoverable in Cash or Kind	541,856,340	404,149,503
Security Deposit- With Govt. Deptts & Public Bodies - With Others	103,038,326 2,316,965	23,776,640 1,337,160
Prepaid Expenses	10,116,141	3,296,317
Total	657,327,772	432,559,620
Schedule-F 'Current Liabilities & Provision'		
A.Current Liabilities		
Sundry Creditors		
- due to micro enterprises and small enterprises		
- Others	767,326,645	99,181,594
Due to Staff	11,167,489	3,196,199
Others Liabilities	408,090,270	63,687,076
Total	1,186,584,404	166,064,869
B.Provisions		
Income Tax	-	507,951
Wealth Tax	468,709	54,376
Fringe Benefit Tax	-	559,183
Gratuity	1,300,313	128,418
Excise Duty On Closing Stock	3,923,296	-
Leave Encashment	3,724,398	45,540
Total	9,416,716	1,295,468
Total (A+B)	1,196,001,120	167,360,337
Schedule-G 'Miscellaneous Expenditure'		
Preliminary Expenses (To the extent not written off or adjusted)	11,384,345	449,000
Total	11,384,345	449,000



BHILAI JAYPEE CEMENT LTD.

Schedule Annexed to Profit and Loss

	As at 31.03.2010	As at 31.03.2009
Schedule-H 'Other Income'		
Income		
Interest Received - Others	62,000	-
Miscellaneous Receipts	1,666,360	-
	-	-
Total	1,728,360	-
Schedule-I 'Manufacturing Expenses'		
A. Raw Material Consumed		
Latrie Consumed	2,586,771	-
Gypsum Consumed	-	-
Lime Stone	79,250,801	-
Total	81,837,572	-
B. Power & Fuel		
Electricity And Power Charges	98,155,409	-
Electricity Duty On Captive Generation	32,423	-
HSD Consumed	7,712,364	-
Coal Consumed	190,655,724	-
Total	296,555,919	-
Total (A+B)	378,393,492	-
Less: Attributable To Self Consumption	5,369,000	-
Total	373,024,492	-
Schedule-J 'Personnel Expenses'		
Salaries, Wages & Bonus	55,313,801	-
Gratuity	979,300	-
Contribution To Provident & Other Funds	1,530,947	-
Staff Welfare	207,791	-
Total	58,031,839	-
Schedule-K 'Other Expenditure'		
Repair & Maintenance	10,828,447	-
Insurance	1,264,034	-
Legal & Professional Expense	714,650	-
Vehicle	434,004	-
Travelling Expenses	797,583	-
Bank Charges & Guarantee Commission	4,788,776	-
Rent	487,191	-
Taxes	4,872,459	-
Telephone & Internet	363,371	-
Others	15,967,620	-
Total	40,518,134	-
Schedule-L 'Financial Cost'		
Interest On Term Loans	30,385,499	-
Interest On Bank Borrowings & Others	2,727,487	-
Total	93,112,986	-



BHILAI JAYPEE CEMENT LTD.

SCHEDULE "M"

ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

(A) SIGNIFICANT ACCOUNTING POLICIES

1. System of accounting

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles ("GAAP") under the historical cost convention and on accrual basis. GAAP comprises mandatory accounting standards as specified in the Companies (Accounting Standards) Rules, 2006, and the provisions of the Companies Act, 1956.

2. Use of estimates

The preparation of the financial statements in conformity with GAAP requires, the Management to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of revenues and expenses for the year. Actual results could differ from these estimates. Any revision is recognised prospectively in current and future periods.

3. Fixed assets

Fixed assets are stated at cost less accumulated depreciation. Cost includes all costs relating to acquisition and installation of fixed assets including any incidental costs of bringing the assets to their working condition for their intended use.

Incidental expenditure during construction period in respect of new projects is allocated to the fixed assets on the commissioning of the respective projects and capitalised. Capital work in progress includes cost of material consumed, erection charges thereon and advances to capital suppliers.

4. Borrowing costs

Borrowing costs directly attributable to acquisition or construction of qualifying assets, which necessarily take substantial period of time to get ready for intended use, are capitalised. All other borrowing costs are charged to revenue.

5. Depreciation

Depreciation on fixed assets is provided on straight line method as per the classification and in the manner specified in schedule XIV of the Companies Act, 1956.

Premium paid on leased land shall be amortised over the balance period of lease after commencement of commercial operations.

6. Impairment of assets

At each balance sheet date, the Company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the profit and loss account.

Reversal of impairment losses recognized in prior years, if any, is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.



However, the increase in carrying amount of an asset due to reversal of an impairment loss is recognized to the extent it does not exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognized for the asset in prior years.

7. Inventories

Inventories of raw materials, work-in-process and finished goods are valued at lower of cost or estimated net realisable value. Values of inventories of finished goods lying in the factory premises and at dumps include excise duty, pursuant to the Accounting Standard (AS-2) [Revised].

Inventories in respect of Stores & Spares are valued at lower of cost or net realizable value. Cost comprises of cost of purchase and other costs incurred in bringing them to their present location and condition. Cost of Stores & Spares is ascertained on weighted average basis.

8. Revenue recognition

Revenue from sale of cement and clinker is stated net of sales tax but inclusive of excise duty. Excise duty on turnover is reduced from turnover.

9. Employee benefits

a. Post-employment benefit plans:

Payments to defined contribution plans, such as provident fund are charged as an expense as they fall due.

For defined benefit plans, such as gratuity, the cost of providing benefits is determined based on actuarial valuation made by an independent actuary using projected unit credit method, as at each balance sheet date. The actuarial gains and losses are recognised in full in the profit and loss account for the period in which they occur. Past service cost is recognised immediately in the profit and loss account.

b. Short term employee benefits:

The undiscounted portion of short-term employee benefits expected to be paid in exchange for the services rendered by the employees is recognised during the period when the employee renders service. These benefits include compensated absences such as paid annual leave.

10. Foreign currency

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currency are restated at the rate prevailing on the date of balance sheet. The exchange differences arising on settlement / restatement of foreign currency monetary assets and liabilities are recognised as income or expense in the profit and loss account.

Assets and Liabilities other than monetary items are translated at the exchange rate prevailing on the balance sheet date and exchange difference in relation to project under construction are included / reduced from CWIP.

Premium or discount on forward contract is amortised over the life of such contract and is recognised as an expense or income. Any profit or loss arising on cancellation, renewal or restatement of forward contract is recognised in the profit and loss account.

Exchange differences and premiums or discounts on forward contracts in relation to project under construction are included/reduced from CWIP.

The Company uses foreign currency contracts to hedge its risk associated with foreign currency fluctuations. The Company does not use derivative financial instrument for speculative purposes.

11. Earnings per share

Basic earnings per share is computed by dividing net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding for the period.



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

12. Income tax

Income tax comprises the current tax and the net change in the deferred tax asset or liability during the year. Current tax is determined in accordance with the provisions of the Income Tax Act, 1961 after considering tax allowances and exemptions.

Minimum alternate tax (M.A.T) paid in accordance to the tax laws, which gives rise to future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the balance sheet when it is probable that future economic benefit associated with it will flow to the Company and the asset can be measured reliably.

Deferred tax assets and liabilities are recognised for the estimated future tax consequences of temporary differences between the carrying values of the assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates applicable on the balance sheet date. Deferred tax assets are recognised and carried forward to the extent that there is a reasonable / virtual certainty (as applicable) that sufficient future taxable income will be available against which such deferred tax asset can be realised. The effect on deferred tax assets and liabilities resulting from change in tax rates is recognized in the income statement in the period of enactment of the change"

13. Provisions and contingencies

A provision is recognised when the Company has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised but are disclosed in the notes to the financial statement. A contingent asset is neither recognised nor disclosed.

14. Preliminary Expenses

Preliminary expenses shall be written off over a period of 3 years after the commencement of commercial operations.

(B) NOTES ON ACCOUNTS

(i) Contingent liabilities not provided for

	(Amount Rs.)	
	2009 -10	2008- 09
a) Outstanding balances of Bank Guarantees	24,47,41,275	46,61,174
b) Outstanding Letters of Credit (including Foreign LCs)	11,28,60,000	99,74,05,000
c) Estimated amount of Contract remaining to be executed on Capital Account (net of advances)	72,83,77,700	2,18,39,41,709

(ii) Financing Charges of Rs. 22,06,000 (Previous year – Rs.3,34,02,380) has been paid to the Lenders as processing fees/Facility agent fees on the amount of Term Loans of Rs.40 Crores (Previous year – Rs.432 Crores) sanctioned by them.

(iii) Security for Term Loans:

The financial assistance sanctioned and disbursed by Banks viz. Karur Vysya Bank Ltd., State Bank of Patiala, State Bank of Indore and Axis Bank Ltd are secured by pari passu first charge over all the immovable and movable assets both present and future



(iv) The financial assistance sanctioned and disbursed / to be disbursed by Banks viz. Axis Bank Ltd., UCO Bank, Punjab & Sind Bank, IDBI Bank Ltd., and ING Vysya Bank Ltd., of Rupee Term Loans of Rs.472 Crore together with all interest, guarantee commission, liquidity damages, upfront fees and any other amount due and payable to the Lenders, Premia on pre-payment, costs, charges, expenses and other monies whatsoever stipulated in or payable to the Lenders, Security Trustee (Axis Bank Ltd.) etc. under the Loan Documents / Financing documents are secured / to be secured by way of

- a. First Pari Passu Charge on the all the immovable and moveable Assets both present and future save and except Book Debts;
- b. Second Pari Passu Charge on the entire current assets of the borrower both present and future;
- c. First Charge by way of assignment or creation of charge:
 - i. All the right, title, interest, benefits, claims and demands of whatsoever nature in the Project Documents duly acknowledged and consented by the relevant counterparties;
 - ii. All the right, title, interest, benefits, claims and demands of whatsoever nature in the clearances;
 - iii. All the right, title, interest, benefits, claims and demands of whatsoever nature in any letter of credit, guarantee, Performance Bond provided by any party to the Project documents; and
 - iv. All the right, title, interest, benefits, claims and demands of whatsoever nature in the Insurance Contracts / Insurance Proceeds.

(v) Employee Benefits:

(a) Provident Fund - Defined Contribution Plan

All employees are entitled to Provident Fund benefits. Amount debited to Profit and Loss account Rs.15,30,947 and to Incidental Expenditure During Construction Rs.3,52,366.

(b) In accordance with applicable Indian Laws, the Company provides for gratuity, a defined benefit retirement plan (Gratuity Plan). The Gratuity Plan provides a lump sum payment to vested employees, at retirement or termination of employment, an amount based on the respective employees' last drawn salary and the years of employment with the Company. The Company provides the gratuity benefit through annual contribution to a fund managed by the insurer (SBI Life Insurance Co. Limited). Under this plan, the settlement obligation remains with the Company, although the Employee Gratuity Trust administers the plan and determines the contribution premium required to be paid by the Company.

(c) Leave Encashment - Defined Benefit Plan

The Company has a scheme of encashment of accumulated leaves. The Scheme is unfunded and is recognized in Incidental Expenditure During Construction and Profit & Loss Account on the basis of actuarial valuation on accrual basis.

The summarized position of defined benefits recognized in Incidental Expenditure During Construction, Profit & Loss Account and Balance Sheet are as under:

Sl.No	Particulars	2009-10		2008-09	
		Gratuity	Leave Encashment	Gratuity	Leave Encashment
1	Expenses recognized in the Statement of Incidental Expenditure During Construction and Profit & Loss Account for the Period ended 31 st March 2010.				
	1. Current Service Cost	9,92,538	26,89,894	1,06,125	36,335
	2. Interest Cost	10,273	3,643	1,717	3,612



	3. Employee Contribution	Nil	15,17,530	(887)	(39,554)
	4. Actuarial (Gains)/Losses	2,97,505	Nil	Nil	Nil
	5. Past Service Cost	Nil	Nil	Nil	Nil
	6. Settlement Cost	Nil	Nil	Nil	Nil
	7. Total Expenses	13,00,313	42,11,067	1,06,955	393
II	Net Asset/ (Liability) recognized in the Balance Sheet as at 31 st March 2010.				
	1. Present Value of Defined Benefit Obligation.	14,28,731	37,24,398	1,28,418	45,540
	2. Fair Value of Plan Assets	1,28,418	Nil	Nil	Nil
	3. Funded Status (Surplus/Deficit)	(13,00,313)	(37,24,398)	(1,28,418)	(45,540)
	4. Net Asset/(Liability) as at March 31, 2010.	(13,00,313)	(37,24,398)	(1,28,418)	(45,540)
III	Change in Obligation during the Period ended March 31, 2010.				
	1. Present value of Defined Benefit Obligation at the beginning of the year.	1,28,418	45,540	21,463	45,147
	2. Current Service Cost.	9,92,538	26,89,894	1,06,125	36,335
	3. Interest Cost	10,273	3,643	1,717	Nil
	4. Settlement Cost	Nil	Nil	Nil	Nil
	5. Past Service Cost.	Nil	Nil	Nil	Nil
	6. Employee Contributions	Nil	Nil	Nil	Nil
	7. Actuarial (Gains)/Losses	2,97,502	15,17,530	(887)	(39,554)
	8. Benefit Payments	Nil	(5,32,209)	Nil	Nil
	9. Present Value of Defined Benefit Obligation at the end of the year.	14,28,731	37,24,398	1,28,418	45,540
IV	Change in Assets during the Period ended March, 2010.				
	1. Plan Assets at the beginning of the year.	Nil	Nil	Nil	Nil
	2. Assets acquired on amalgamation in previous year.	Nil	Nil	Nil	Nil
	3. Settlements	Nil	Nil	Nil	Nil
	4. Expected return on Plan Assets	Nil	Nil	Nil	Nil
	5. Contribution by Employer	1,28,418	Nil	Nil	Nil
	6. Actual Benefit Paid	Nil	5,32,209	Nil	Nil
	7. Actuarial Gains/ (Losses) on Plan Asset	Nil	Nil	Nil	Nil



	8. Plan Assets at the end of the year.	1,28,418	Nil	Nil	Nil
	9. Actual Return on Plan Assets	Nil	Nil	Nil	Nil

Note: The information on composition of the planned assets held by the fund managed by the insurer is not provided since the same is not available.

(d) Actuarial Assumptions

Sl.No.	Particular	2009-10	2008-09
1.	Discount Rate	8%	8%
2.	Mortality	As per LIC (1994-96)	As per LIC (1994-96)
3.	Turnover Rate	--	--
4.	Future Salary Increase	8%	5.5%

(vi) Clinkersitation Unit at Babupur has started commercial production w.e.f. 16.12.09. Incidental expenditure incurred on the Clinkersitation Unit during construction has been capitalized and apportioned to various assets in proportion to their direct cost.

(vii) Clinkersitation Unit has started Commercial production w.e.f. 16.12.09 and Profit & Loss Account has been prepared. Since this is the first year of commercial operation, no previous year figures are there.

(viii) Capital Reserve of Rs.146.62 Crores represents funding of cost overrun by JAL in terms of Shareholder Agreement.

(ix) In the opinion of the Board of Directors, Current Assets, Loans and Advances have a value on realization in the ordinary course of business, at least equal to the amount at which these are stated in the Balance Sheet.

(x) Additional information pursuant to provisions of paragraphs 3 and 4 of Part-II of Schedule-VI to the Companies Act, 1956

(a) Production:

S.No.	Particulars	2009-10	2008-09
	<u>(Clinkerisation unit)</u>		
1.	Licensed Capacity (MnTPA)	1.00	Not Applicable
	Installed Capacity (MnTPA)	1.09	Not Applicable
	Actual Production (MT)	2,48,288	Not Applicable

(b) Sales:

S.No.	Particulars	2009-10		2008-09	
		Qty. (MT.)	Value (Rs.)	Qty. (MT.)	Value (Rs.)
1.	Clinker (exclusive of Self-Consumption)	2,35,631.92	64,03,76,976	Nil	Nil



(c) Details of Raw Material, Stores and Spares Consumed:

(i) Raw Material:

S.No.	Particulars	2009-10		2008-09	
		Qty. (MT.)	Value (Rs.)	Qty. (MT.)	Value (Rs.)
1.	Lime Stone	3,68,494	7,92,50,801	Nil	Nil
2.	Laterite	12,907	25,86,771	Nil	Nil

(ii) Value of imported and Indigenous raw materials consumed and percentage of each to the total consumption:

S.No.	Particulars	2009-10		2008-09	
		Value (Rs.)	%age	Value (Rs.)	%age
1.	Indigenous	8,18,37,572	100%	Nil	Nil
2.	Imported	Nil	Nil	Nil	Nil

(iii) Value of imported and indigenous stores & spares consumed and percentage of each to the total consumption:

S.No.	Particulars	2009-10		2008-09	
		Value (Rs.)	%age	Value (Rs.)	%age
1.	Indigenous	1,24,55,658	100	Nil	Nil
2.	Imported	Nil	Nil	Nil	Nil

(iv) CIF Value of Imports:

S.No.	Particulars	2009-10	2008-09
1.	Capital Goods	83,27,19,416	Nil
2.	Components, Spares and Others	Nil	Nil

(v) Foreign Exchange Outflow:

(Amount Rs.)			
S.No.	Particulars	2009-10	2008-09
1.	Advances to Capital Suppliers	18,49,724	10,09,01,291
2.	Against Supplies	78,98,74,068	7,69,73,218
3.	Against Services	1,02,88,221	Nil

(vi) Turnover, opening & closing of Stocks

(Amount Rs.)			
S.No.	Particulars	2009-10	2008-09
1.	Turnover		
	- Clinker	64,03,76,976	Nil
2.	Opening Stock		
	- Clinker	Nil	Nil
3.	Closing Stock		
	- Clinker	1,44,10,889	Nil

(xi) Additional information as required under Part IV of Schedule VI to the Companies Act 1946:

As per Accounting Standard 18 (AS 18) "Related Party disclosures", issued by ICAI, the disclosure of transactions with the related party, as defined in the said standard, are given below:-



I. List of Related Parties and relationships.

a. Holding Company:

Jaiprakash Associates Limited

b. Fellow Subsidiary Companies:

- (i) Jaiprakash Power Ventures Limited
- (ii) Jaypee Karcham Hydro Corporation Limited
- (iii) Madhya Pradesh Jaypee Minerals Limited
- (iv) Jaypee Powergrid Limited
- (v) Jaypee Infratech Limited
- (vi) Himalayan Expressway Limited
- (vii) Gujarat Jaypee Cement & Infrastructure Limited
- (viii) JPSK Sports Pvt. Limited
- (ix) Bokaro Jaypee Cement Limited
- (x) Jaypee Ganga Infrastructure Corporation Limited
- (xi) Jaypee Arunachal Power Limited.
- (xii) Bina Power Supply Co. Limited
- (xiii) Sangam Power Generation Company Limited
- (xiv) Prayagraj Power Generation Company Limited
- (xv) Jaypee Agra Vikas Limited

c. Associate Company

- (i) Jaypee Ventures (P) Limited
- (ii) Jaypee Development Corporation Limited.
- (iii) JIL Information Technology Limited
- (iv) Gaur & Nagi Limited
- (v) Indesign Enterprises Pvt. Limited
- (vi) Jaypee Petroleum Pvt. Ltd.
- (vii) Jaypee Hydro-Carbons Pvt. Ltd.
- (viii) Tiger Hill Holiday Resorts Pvt. Ltd.
- (ix) ANVI Hotels Private Ltd.
- (x) Vasujai Estates Pvt. Ltd.
- (xi) Samsun Estates Pvt. Ltd.
- (xii) Sunvin estates Pvt. Ltd.
- (xiii) Manumanik Estates Pvt. Ltd.
- (xiv) Arman Estate Pvt. Ltd.
- (xv) Suneha Estates Pvt. Ltd.
- (xvi) Pee Gee Estates Pvt. Ltd.
- (xvii) Vinamra Housing & Construction Pvt. Ltd.
- (xviii) RPJ Minerals Pvt. Ltd.
- (xix) Sarveshwari Stone Products Ltd.
- (xx) Rock Solid Cement Ltd.
- (xxi) Sonobhadra Minerals Pvt. Ltd.
- (xxii) MP Jaypee Coal Ltd.
- (xxiii) MP Jaypee Coal Fields Ltd.
- (xxiv) Jaiprakash Kashmir Energy Ltd.
- (xxv) Steel Authority of India Ltd.

II. Key Management Personnel:

- (i) Sh. Manoj Gaur, Managing Director

III. Whole Time Directors

- (i) Sh. Sunil Joshi
- (ii) Sh. K. P. Sharma



IV. Transactions during the period with Related Parties.

(A) Transaction related to parties referred in "I" above :

(Amount Rs.)				
S. No.	Nature of Transaction	Related Party	F.Y. 2009-10	F.Y. 2008- 09
1	Issue of Equity Share Capital	a)Jaiprakash Associates Limited	17,36,22,500	1,32,08,81,500
		b) Steel Authority of India Limited.	6,10,02,500	46,40,93,500
2.	Capital Reserve	Jaiprakash Associates Limited	1,46,61,77,500	Nil
3	Advance paid	Jaiprakash Associates Limited	Nil	8,61,01,483
4	Steel Purchased	Steel Authority of India Limited	9,51,77,301	47,21,85,868
5	Rent, Water Charges etc Paid	Steel Authority of India Limited	1,82,56,453	1,20,83,627
6	Cement Purchased	Jaiprakash Associates Limited	10,28,63,268	15,98,73,795
7	Clinker sold	Jaiprakash Associates Limited	55,59,82,090	Nil
8	Purchase of Power Transformer	Jaiprakash Associates Limited	2,01,84,900	Nil
9	Material transferred on Loan - Coal -Gypsum	Jaiprakash Associates Limited	2,69,96,087	Nil
			51,912	Nil

(B) Transaction related to parties referred in "III" above: Managerial remuneration paid / payable to the Whole-time Directors (excluding provisions for Gratuity & Leave Encashment on retirement):

(Amount Rs.)			
S. No.	Nature of Transaction	2009-10	2008- 09
1	Salary	27,60,000	25,20,000
2	Employer's Cont. to PF	3,31,200	3,02,400
3	Other Perks	21,90,001	20,76,586
Total		52,81,201	48,98,986

(xii) Provision for Income Tax / Minimum Alternate Tax (MAT) has not been made due to losses.

(a) Deferred Tax:

(Amount Rs.)		
S. No.	Particulars	2009-10
1	Deferred Tax Liability on account of: - Depreciation	(7,84,70,000)



2	Deferred Tax Assets on account of: - Unabsorbed Depreciation (Restricted to the extent of deferred tax liability on depreciation on account of virtual certainty) - Employees' Benefits	7,84,70,000 11,51,000
	Net Deferred Tax Assets	11,51,000

(b) Deferred tax (Net) amount to Rs.11,51,000/- (Previous Year Rs. Nil) has been recognized in the profit & loss account for the year ended 31st March, 2010.

(xiii) As per management there are no Small Scale Industrial Undertakings, to whom the Company owes more than Rs.1 lakh outstanding for more than 30 days as on 31st March, 2010.

(xiv) Disclosure as required under Notification No. G.S.R. 719 (E) dated 16th November, 2007 issued by the Department of Company Affairs (As certified by the Management)

S.No.	Particulars	Amount (Rs.)
a)	The principal amount and interest due thereon remaining unpaid to any supplier - Principal Amount - Interest Amount	Nil Nil
b)	The amount of interest paid by the buyer in terms of section 16, along with the amounts of payment made to the supplier beyond the appointed day	Nil
c)	The amount off due and payable for the year of delay in making payment (which have been paid but beyond the appointed during year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	Nil
d)	The amount of interest accrued and remaining unpaid	Nil
e)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise	Nil

(xv) Figures of previous year have been regrouped / recast / rearranged wherever considered necessary to conform to this year classification.

(xvi) All figures have been rounded off to the nearest rupee.

Signature to Schedules "A" to "H"

For Awatar & Co.
Chartered Accountants

Brijendra Agrawal

Brijendra Agrawal
Partner
M. No. 087787



For and on behalf of Board

[Signature]
Chairman

Managing Director

[Signature]
Company Secretary

Place: New Delhi
Date: 9th May, 2010

BHILAI JAYPEE CEMENT LIMITED

CASH FLOW STATEMENT FOR THE PERIOD 1st APRIL 2009 TO 31st MARCH 2010

	01.04.2009 TO 31.03.2010		01.04.2008 TO 31.03.2009	
		(49,455,773)		
(A) CASH FLOW FROM OPERATING ACTIVITIES				
(B) CASH FLOW FROM INVESTING ACTIVITIES:				
Inflow :				
Outflow:				
(a) Increase in Fixed Assets (including CWIP)	4,158,895,758		3,031,547,015	
(b) Increase/(Decrease) in inventories	162,377,525		(988,626)	
(c) Increase in Loans & Advances	224,768,152		310,631,824	
(d) Decrease/(Increase) in Current Liabilities & Provisions	(1,028,640,783)		(72,481,451)	
(e) Increase in Miscellaneous Expenditure	10,935,345	3,528,335,997	-	3,268,708,762
NET CASH USED IN INVESTING ACTIVITIES "B"		(3,528,335,997)		(3,268,708,762)
(C) CASH FLOW FROM FINANCING ACTIVITIES:				
Inflow:				
(a) Increase in Share Capital	234,625,000		846,225,000	
(b) Increase in Capital Reserve	1,466,177,500		-	
(b) Increase in Secured Loan	2,176,693,916	3,877,496,416	2,666,044,706	3,512,269,706
NET CASH FROM FINANCING ACTIVITIES "C"		3,877,496,416		3,512,269,706
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS "A+B+C"		299,704,646		243,560,944
CASH AND CASH EQUIVALENTS AS AT 01.04.2009 (OPENING BALANCE)		417,459,861		173,896,917
CASH AND CASH EQUIVALENTS AS AT 31.03.2010 (CLOSING BALANCE)		717,164,507		417,459,861

As per our report of even date attached to the Balance Sheet

For and on behalf of the Board

For AWATAR & CO.
Chartered Accountants

Brijendra Agrawal

(Brijendra Agrawal)
Partner
M No 067787


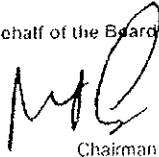

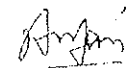
Place: New Delhi
Dated: 9th May 2010



Rajesh
Chairman

Jyoti
Managing Director

Anjan
Company Secretary

BHILAI JAYPEE CEMENT LIMITED			
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE			
PURSUANT TO PART IV OF THE COMPANY ACT, 1956			
I Registration Details			
Registration Number	020250	State Code No.	10
Balance Sheet Date	31.03.2010		
II Capital Raised during the period (Amount in Rs. Thousand)			
Public Issue	Nil	Private Placement	234,625
Bonus Issue	Nil	Others	Nil
Right issue	Nil		
III Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousand)			
Total Liabilities			8,406,986
Total Assets			8,406,986
Source of Funds			
Paid up Capital			2,019,600
Share Application Money			-
Reserve & Surplus			1,466,178
Secured Loans			4,842,739
Unsecured Loans			-
Deferred Tax Liability			78,470
			8,406,986
Application of Funds			
Net Fixed Assets (including expenditure during construction)			7,903,345
Investments			-
Net Current Assets			364,331
Deferred Tax Asset			79,621
Miscellaneous Expenditure			11,384
Accumulated Losses			48,305
			8,406,986
IV Performance of Company (Amount in Rs. Thousand)			
Turnover			561,795
Total Expenditure			610,782
Profit/Loss Before Tax (+)			(48,987)
Profit/Loss After Tax (+)			(48,305)
Basic Earning Per Share in Rs.			(0.26)
Diluted Earning Per Share in Rs.			(0.26)
Dividend Rate (%)			
V Generic Names of three Principal Product/Services of the Company (as per Monetary Terms)			
Items Code No. (ITC Code)			NA
Product/Services Description			Cement
For and on behalf of the Board			
For AWATAR & CO. Chartered Accountants <i>Brijendra Agrawal</i> (Brijendra Agrawal) Partner M. No. 087787			
Place: <i>New Delhi</i> Dated: <i>9th May, 2010</i>		 Chairman  Managing Director  Company Secretary	