

MADHYA PRADESH JAYPEE MINERALS LIMITED

ANNUAL REPORT 2009-10



DIRECTORS' REPORT

To

The Members

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

PROJECT STATUS

Your Company, a joint venture between Jaiprakash Associates Limited (JAL) and Madhya Pradesh State Mining Corporation Limited (MPSMCL), is developing a Coal Block at Amelia (North) in Singrauli District in the State of Madhya Pradesh. The coal produced from the Coal Mine would be used for Jaypee Super Thermal Power Project at Nigrie being implemented by Jaiprakash Power Ventures Ltd. (JPVL) a subsidiary of JAL. Till the commissioning of the Thermal Power Plant by JPVL, the coal produced from the Amelia (North) Coal Block would be sold to customers on commercial basis.

Your Company has made substantial progress in taking various approvals and statutory clearances to expedite availability of coal from the Coal Block. Further, the Base Camp to accommodate the required manpower is ready. First phase of construction of Township has been completed. The Company has received first stage clearance of forest land and the land for compensatory afforestation has also been identified. Final clearance from MOE&F is expected to be received shortly. The equipments required for first phase of mine operation have been procured and are available at site. Coal production is likely to start sometime in September 2010.

RE-STRUCTURING

Pursuant to the Supplementary Agreement executed by and between JAL and MPSMCL on 20th December 2009 the Promoters of the Company have inter alia, decided to change the shareholding ratio from 30:70 between MPSMCL and JAL to 51:49, and the Company would thus become a Government Company within the meaning of Section 617 of the Companies Act, 1956. The promoters have also decided to appoint JAL as Mine-Developer-cum-operator to carry out the mine development and coal production from Amelia (North) Coal Block. Subject to the approval of the Shareholders, the Board of your Company has also decided to increase the Authorized Capital of the Company from Rs.100 Crore to Rs.200 Crore.

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DIVIDEND

Since the Company's Project is still under implementation, no dividend is recommended.

SHARE CAPITAL

Against the Authorized Capital of Rs.100 Crore, the paid-up Share Capital of the Company as on 31st March, 2010, stood at Rs.15,00,00,000/-.

DIRECTORATE

Shri M. N. Jha and Shri Amit Sharma, 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 S.K. Mishra, Chairman, Shri Sunny Gaur, Managing Director and Shri Rakesh Syal, Director of the Company.

AUDITORS

M/s. DPSV & Associates, Chartered Accounts, Kolkata, Statutory Auditors of the Company, vide their letter dated 12th May, 2010 have expressed their inability to be re-appointed as Auditors of the Company for the Financial Year 2010-11 and have requested not to consider them for re-appointment as the Auditors of the Company in the forthcoming Annual General Meeting.

Post-amendment in the Articles of Association of the Company, the Statutory Auditors shall be appointed by the Comptroller and Auditor General of India (CAG) under Section 619 of the Companies Act, 1956.

FIXED DEPOSITS

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

PARTICULARS OF EMPLOYEES

During the year under report none of the employees was in receipt of remuneration prescribed under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.



INDUSTRIAL RELATIONS

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

TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information required to be disclosed as per Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988 with regard to technology absorption and conservation of energy is not applicable as the project is still under construction stage. While there was no foreign exchange earning, the outgo during the year under report was Rs.2.97 lacs.

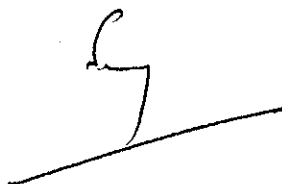
DIRECTORS' RESPONSIBILITY STATEMENT

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

- (i) that in the preparation of the annual 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 period ended March 31, 2010 and the Incidental Expenditure During Construction period pending allocation incurred by the company during 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 the Companies Act, 1956 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.

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 and Undertakings of Government of Madhya Pradesh 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



S.K. Mishra
Chairman

Place : New Delhi

Dated : May 22, 2010



Sunny Gaur
Managing Director

AUDITOR'S REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of Madhya Pradesh Jaypee Minerals Limited as at 31st March, 2010 and the Cash Flow Statement for the period ended on that date. No Profit and Loss Account has been prepared for the period ended as on that date for the reason indicated in Note no. 7 in Part B of Schedule F. 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.

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.

As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment Order, 2004) together with the 'Order' issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies act, 1956, we enclose as Annexure, a statement on the matters specified in the paragraphs 4 and 5 of the said order, to the extent applicable to the Company.

Further to our comments in the Annexure referred to above, we report that:

- 1) 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;
- 2) 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;
- 3) The Balance Sheet and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- 4) In our opinion, the Balance Sheet and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
- 5) On the basis of the written representations received from the directors and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2010 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- 6) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the notes in Schedule G give the information required by the Companies Act, 1956 (as amended) 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 31st March, 2010;
 - (b) In the case of Cash Flow Statement, of the Cash Flows for the period ended on that date.

For D P S V & ASSOCIATES

Chartered Accountants

Firm Registration No – 325669E



Deepak Nath
DEEPAK NATH AGGARWAL
Partner

Membership No. 062779

Camp: New Delhi

Dated: The 21st day of May 2010

ANNEXURE TO THE AUDITOR'S REPORT

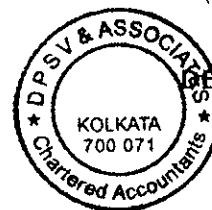
- I. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) Fixed Assets have been physically verified by the management during the year and no material discrepancies have been noticed as confirmed by the management.
- (c) No substantial part of Fixed Assets has been disposed off during the year, which has bearing on the going concern assumption.
- II The Company is yet to commence its commercial operation and accordingly does not have any inventory. Hence clause 4 (ii) (a) to (c) of the order is not applicable.
- III. (a) 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, clause 4 (iii) (b) to (d) of the Order is not applicable.
- (b) The Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, clause 4 (iii) (f) to (g) of the Order is not applicable.
- IV. On the basis of checks carried out during the course of audit and as per explanations given to us, we are of the opinion that there are adequate internal control procedures commensurate with the size of the Company and the nature of its business; for the purchase of fixed assets. The Company has neither purchased any inventory nor sold any goods or services during the year. Further, on the basis of our examination of the books and records of the company and according to the information and explanation given to us, we have neither come across nor have been informed of any instances of continuing failure to correct major weakness in the aforesaid internal control system.
- V. In our opinion and according to the information and explanations given to us, there are no contracts and arrangements referred to in Section 301 of the Companies Act 1956, particulars of which need to be entered into a register maintained under Section 301 of the Act. Accordingly, clause 4 (v) (b) of the Order is not applicable.
- VI. The Company has not accepted any deposits from public within the meaning of Sections 58A and 58AA of the Act and rules framed thereunder.
- VII. The Company is required to maintain Cost Records as prescribed by the Central Government under section 209 1(d) of the Companies Act, 1956 (as amended) but as the Company is yet to commence commercial operation it has not maintained such records.
- VIII.(a) According, to the information and explanations given to us and on the basis of our examination of the books of account, the Company is generally regular in depositing undisputed statutory dues including Fringe Benefit Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other... statutory dues with the appropriate authorities.
- (b) According to the information and explanations given to us, there are no dues of Sales Tax, Income Tax, Customs Duty, Wealth Tax, Excise Duty, Cess and Service Tax which have not been deposited or of any dispute.



- IX. Since the Company has not commenced its commercial operation it has not incurred cash losses in the current financial period ended 31st March, 2010.
- X. According to records of the Company examined by us and the information and explanations given to us the Company has neither any outstanding dues to any financial institution or bank or debenture holder nor has it obtained any loans from such parties during the year.
- XI. According to the information and explanations given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of Shares, Debentures and other Securities.
- XII. The Company is not a chit fund or a nidhi/mutual benefit fund/ society.
- XIII. The Company is neither in the business of dealing or trading in shares nor has made any investment in Shares, Securities, Debentures and other Investment.
- XIV. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions during the period ended 31st March, 2010.
- XV. The Company has not obtained any term loans.
- XVI. On the basis of our overall examination of the Cash Flow Statement, the funds raised on short-term basis have not been used for long term investment.
- XVII. The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
- XVIII. The company has not issued debentures during the period.
- XIX. The Company has not raised any money by public issue during the period ended 31st March, 2010.
- XX. Based upon the audit procedures performed and on the basis of information and explanations provided by the management, we report that no fraud, on or by the Company has been noticed or reported during the year.

Camp: New Delhi
Dated: The 21st day of May 2010

For **D P S V & ASSOCIATES**
Chartered Accountants
Firm Registration No – 325669E



Deepak Nath
DEEPAK NATH AGGARWAL
Partner
Membership No. 062779

MADHYA PRADESH JAYPEE MINERALS LIMITED

BALANCE SHEET

AS AT 31ST MARCH, 2010

	SCHEDULE	(In Rupees)	
		As at 31.03.2010	As at 31.03.2009
SOURCES OF FUNDS			
SHAREHOLDERS FUNDS			
Share Capital	A	150,000,000	150,000,000
Share Application Money		471,487,000	306,795,000
TOTAL FUNDS EMPLOYED		621,487,000	456,795,000
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	B	215,617,894	189,247,331
Less: Depreciation		13,404,084	8,830,185
Net Block		202,213,810	180,417,146
Capital Work-in-Progress		173,281,417	95,560,332
Expenditure During Construction Period Pending Allocation		160,698,088	118,070,113
		536,193,315	394,047,591
CURRENT ASSETS, LOANS AND ADVANCES			
Cash and Bank Balances	C	7,714,109	8,534,396
Loans and Advances		82,062,942	63,026,858
		89,777,051	71,561,252
LESS: CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities	D	9,594,112	13,947,068
Provisions		1,548,259	1,525,780
		11,142,371	15,472,848
NET CURRENT ASSETS		78,634,681	56,088,404
MISCELLANEOUS EXPENDITURE	E	6,659,005	6,659,005
TOTAL APPLICATION OF FUNDS		621,487,000	456,795,000
Accounting Policies and Notes to the Accounts	F		

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

For DPSV & Associates
Chartered Accountants

Deepak Nath

Deepak Nath Aggarwal
Partner
M. No. 062779



C. Stephen
C. Stephen
Company Secretary

For and on behalf of the Board

S.K. Mishra

S.K. Mishra
Chairman

Sunny Gaur
Sunny Gaur
Managing Director

Camp : New Delhi
Dated : May 21, 2010

MADHYA PRADESH JAYPEE MINERALS LIMITED

STATEMENT OF INCIDENTAL EXPENDITURE DURING CONSTRUCTION PERIOD PENDING ALLOCATION
FOR THE YEAR ENDED 31st MARCH, 2010

	(In Rupees)	
	As at 31.03.2010	As at 31.03.2009
Opening Balance	118,070,113	84,228,565
Site Development Expenses	7,265,039	5,763,629
Salary, Wages & other Benefits	12,651,041	11,417,661
Staff Welfare Expenses	1,947,223	2,635,513
Provident Fund	556,080	555,576
Vehicle Running & Maintenance Charges	3,159,633	902,809
Travelling & Conveyance		
-Staff	1,228,288	770,736
-Director	312,719	275,908
Survey & Mine Development Expenses	-	92,825
Electricity & Power	3,986,736	3,337,687
Insurance	344,074	129,875
Bank Charges	34,064	11,843
Legal, Professional & Consultancy Fee	3,185,356	1,173,067
Rates, Taxes and Fees	718,774	298,695
Interest Others	53,922	-
Lease Rent	739,077	-
Telephone Expenses	933,554	847,317
Repair & Maintenance	288,946	446,729
Advertisement	45,360	130,513
Miscellaneous Expenses	552,698	621,087
Depreciation	4,573,899	4,197,681
Auditor's Remuneration		
-Audit Fee	110,300	110,300
-Certification	5,515	-
	160,762,410	117,948,017
Less Interest Recd. from Bank & Others	(124,074)	(171,140)
Fringe Benefit Tax		222,481
Fringe Benefit Tax (Earlier Year)	21,252	
Income Tax	38,500	53,931
Wealth Tax		16,824
Total Carried to Balance Sheet	160,698,088	118,070,113

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

For DPSV & Associates
Chartered Accountants

Deepak Nath

Deepak Nath Aggarwal
Partner
M.No. 062779
Camp : New Delhi
Dated : May 21, 2010



C. Stephen
C. Stephen
Company Secretary

For and on behalf of the Board


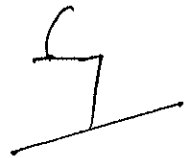

S.K. Mishra
S.K. Mishra
Chairman

Sunny Gaur
Sunny Gaur
Managing Director

MADHYA PRADESH JAYPEE MINERALS LIMITED

	(In Rupees) As at 31.03.2010	(In Rupees) As at 31.03.2009
SCHEDULE "A"		
SHARE CAPITAL		
Authorised		
10,00,00,000 Equity Shares of Rs 10/- each (Previous year 10,00,00,000 Equity Shares of Rs 10/- each)	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid-up		
1,50,00,000 Equity Shares of Rs 10/- each fully paid up . (Previous year 1,50,00,000 Equity Shares of Rs 10/- each)	150,000,000	150,000,000
Out of the above shares:-		
45,00,000 Shares are allotted as fully paid-up to The Madhya Pradesh State Mining Corporation Limited pursuant to an agreement dated 27.01.2006 without payment being received in cash		
	150,000,000	150,000,000
Note - 1,05,00,000 Shares fully paid up in cash are held by Jaiprakash Associates Limited - the holding company		



MADHYA PRADESH JAYPEE MINERA
SCHEDULE - B

FIXED ASSETS
AS AT 31ST MARCH, 2010

S.No.	PARTICULARS	GROSS BLOCK		
		As at 1-Apr-09	Addition during the Year	Sale/ Transfer/ Adjustment during the Year
1	Mining Rights	45,000,000	-	-
2	Land - Free Hold	10,707,371	-	-
3	Land- Lease Hold	-	25,709,355	-
3	Buildings	93,244,330	85,554	-
4	Plant & Machinery	23,743,787	26,605	-
5	Furniture & Fixtures	7,339,286	173,152	2,371,78
6	Office Equipment	3,603,971	375,888	12,371,78
7	Motor Vehicles	5,608,585	-	-
		189,247,330	26,370,554	-
8	Previous Year	245,950,693	66,466,583	123,169,94
9	Capital Work in Progress			

Note: (a) Depreciation for the year Rs.45,73,899/- has been included in
(b) Land purchased from Government and got registered in comp



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MADHYA PRADESH JAYPEE MINERALS LIMITED

	(In Rupees)	
	As at 31.03.2010	As at 31.03.2009
SCHEDULE "C"		
CURRENT ASSETS, LOANS AND ADVANCES		
A. CURRENT ASSETS		
ii) CASH AND BANK BALANCES		
a) Cash and Cheques in hand	274,787	282,835
b) Balance with Schedule Banks		
- In Current Account UBI Morwa	3,248,503	5,272,516
- In Current Account UBI Daga	3,254,070	
- In Fixed Deposits Account (Fixed Deposit of Rs. 9,01,000/- pledged as Margin Money)	901,000	2,979,045
ii) Other Current Assets		
- Interest Accrued on FDR	35,749	-
A	7,714,109	8,534,396
B. LOANS AND ADVANCES		
(Unsecured, considered good)		
Advances recoverable in cash or in kind or for value to be received		
Advance to Employees	77,080	13,840
Prepaid Expenses	235,323	365,605
Security Deposits - With Govt. Deptts & Public bodies	50,727,000	50,858,000
- With others	45,800	14,800
Other Receivables	29,927,183	10,745,188
Fringe Benefit Tax	911,234	947,026
Income Tax (Self Assessment Tax)	18,400	
Advance Wealth Tax	63,690	46,866
T D S	57,232	35,531
B	82,062,942	63,026,856
A+B	89,777,051	71,561,252
SCHEDULE "D"		
CURRENT LIABILITIES AND PROVISIONS		
A. CURRENT LIABILITIES		
Sundry Creditors		
- Due to Micro, Small and Medium Enterprises		
- Others	5,844,594	10,783,279
Due to Staff	1,139,462	827,492
Other Liabilities	2,610,056	2,336,297
A	9,594,112	13,947,068
B. PROVISIONS		
For Gratuity	63,077	248,960
For Leave Encashment	418,876	269,217
For Fringe Benefit Tax	911,234	889,982
For Income Tax	91,382	53,931
For Wealth Tax	63,690	63,690
B	1,548,259	1,525,780
A+B	11,142,371	15,472,848
SCHEDULE "E"		
MISCELLANEOUS EXPENDITURE		
(To the extent not written off or adjusted)		
Preliminary Expenses	6,659,005	6,659,005
	6,659,005	6,659,005



Signature
Signature
Signature

Madhya Pradesh Jaypee Minerals Limited

SCHEDULE 'F'

ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

(A) SIGNIFICANT ACCOUNTING POLICIES

General

- i) The accounts are prepared on the historical cost basis and on the principles of going concern.
- ii) Accounting policies not specifically referred to otherwise are consistent and in accordance with generally accepted accounting principles.

Fixed Assets

Fixed Assets are stated at cost of acquisition or construction inclusive of freight, erection & commissioning charges, duties, taxes and other incidental expenses related thereto.

Amortisation of Mining Rights

Mining Rights will be amortised over a period of 25 years from the commencement of coal production.

Incidental Expenditure During Construction Period

Expenditure incurred on the project during implementation will be capitalized and apportioned to various assets on commissioning of the project.

Retirement Benefits:

Long term retirement benefits (e.g. long-service-leave) which are unfunded and post employment benefits (e.g. gratuity) which are funded in the nature of defined benefit plans are recognized as expenses on actuarial valuation at year end. Actuarial gains and losses are recognized in the profit & loss account. Employee benefits which are short-term in nature are recognized as expense as and when the same accrues.

Preliminary Expenses

Preliminary Expenses will be amortised after commencement of commercial production.

Revenue Recognition

Income and expenditure are accounted for on an accrual basis, as they are earned or incurred.

Depreciation/ Amortisation

Depreciation on Fixed Assets is provided on Straight Line Method as per the classification and in the manner specified in Schedule XIV to the Companies Act, 1956 as amended. Amortisation of lease hold land has been made over the period of lease terms. Depreciation has been provided on a pro-rata basis with reference to the date of addition/installation.

Taxes on Income

Provision for current Income Tax is made in accordance with the Income Tax Act 1961.



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Provision, Contingent Liabilities and Contingent Asset

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to 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 are adjusted to reflect the current best estimates. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statement.

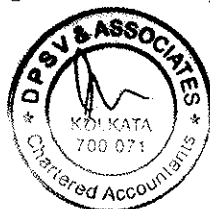
(B) NOTES TO ACCOUNTS

1. The Company is a joint venture company in pursuance of a joint venture agreement entered into between Jaiprakash Associates Limited and Madhya Pradesh State Mining Corporation Limited on 27th January, 2006.
2. 45,00,000 fully paid-up Equity Shares of Rs 10/- each amounting to Rs 4,50,00,000/- were allotted to Madhya Pradesh State Mining Corporation Limited (MPSMCL) at par for consideration other than cash i.e. for the rights granted by MPSMCL to the company to undertake mining & sale of coal in accordance with the joint venture agreement.
3. Capital commitments outstanding (Advance paid
Rs.2,35,15,008/- Previous year Rs.1,92,15,008/-)

	<u>31-03-2010</u>	<u>31-03-2009</u>
	Rs.7,48,94,193/-	Rs.2,65,03,792/-

4. Contingent Liabilities not provided for in respect of :-

	<u>31-03-2010</u>	<u>31-03-2009</u>
Outstanding amount of Bank Guarantee	Rs.9,01,000/-	NIL
4. In the opinion of the Board of Directors, the "Current Assets, Loans and Advances" have a value on realization, in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet.
5. Security Deposit under "Current Asset, Loans and Advances" includes Security Deposit of Rupees Five Crores deposited with the Madhya Pradesh State Mining Corporation Limited returnable after six months from the date of coal production on submission of Bank Guarantee in pursuance of the joint venture agreement dated 27th January, 2006.
6. Other Receivables under "Current Asset, Loans and Advances" includes an amount of Rs.2,99,12,419/- (Previous Year Rs.1,11,12,447/-) receivable from Jaiprakash Associates Limited the Holding Company.
7. Profit & Loss Account has not been prepared, as the company has not yet started commercial operation. However, the necessary details as per Part-II of Schedule-VI to the Companies Act, 1956 have been disclosed in the "Statement of Incidental Expenditure during Construction period, pending Allocation".



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8. There is no Deferred Tax Liability/Assets as at 31st March, 2010

9. There was no Foreign Exchange Earnings during the year.

10. Foreign Exchange Outgo: 31-03-1010 31-03-2009

Director's Travelling Expenses Rs.2,97,053/- Rs.1,55,795/-

11. There are no Small Scale Industrial Undertakings to whom the company owes more than Rs.1 Lakh, outstanding for more than 30 days as at 31st March, 2010.

12. The information pursuant to paragraphs 3 and 4 of Part-II of Schedule-VI to the Companies Act, 1956 is either Nil or not applicable.

13. Related Party Disclosures as required in terms of "Accounting Standard[AS] – 18" are given below:
Relationships:

(a) Holding Company :

Jaiprakash Associates Limited

(b) Fellow Subsidiary Companies :

- (1) Jaiprakash Power Ventures Limited
- (2) Jaypee Karcham Hydro Corporation Limited
- (3) Jaypee Powergrid Limited (subsidiary of Jaiprakash Power Ventures Limited)
- (4) Himalayan Expressway Limited
- (5) Jaypee Infratech Limited
- (6) JPSK Sports Private Limited
- (7) Jaypee Ganga Infrastructure Corporation Limited
- (8) Bhilai Jaypee Cement Limited
- (9) Bokaro Jaypee Cement Limited
- (10) Gujarat Jaypee Cement & Infrastructure Limited
- (11) Bina Power Supply Company Limited (subsidiary of Jaiprakash Power Ventures Limited)
- (12) Jaypee Arunachal Power Limited (subsidiary of Jaiprakash Power Ventures Limited)
- (13) Sangam Power Generation Company Limited (w.e.f. 23-07-2009) (subsidiary of Jaiprakash Power Ventures Limited)
- (14) Prayagraj Power Generation Company Limited (w.e.f. 23-07-2009) (subsidiary of Jaiprakash Power Ventures Limited)
- (15) Jaypee Agra Vikas Limited (w.e.f. 16-11-2009)



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(c) Associate Companies:

- (1) Jaypee Ventures Private Limited
- (2) Jaypee Development Corporation Limited (subsidiary of Jaypee Ventures Private Limited)
- (3) JIL Information Technology Limited (subsidiary of Jaypee Ventures Private Limited)
- (4) Gaur & Nagi Limited (subsidiary of JIL Information Technology Limited)
- (5) Jaiprakash Kashmir Energy Limited
- (6) Indesign Enterprises Pvt. Limited (subsidiary of Jaypee Ventures Private Limited)
- (7) Sonebhadra Minerals Pvt. Limited
- (8) RPJ Minerals Pvt. Limited
- (9) Jaypee Petroleum Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (10) Jaypee Hydro-Carbons Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (11) Tiger Hills Holiday Resort Private Limited (subsidiary of Jaypee Development Corporation Limited)
- (12) Anvi Hotels Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (13) Vasujai Estates Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (14) Samsun Estates Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (15) Sunvin Estates Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (16) Manumanik Estates Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (17) Arman Estate Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (18) Suneha Estates Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (19) Pee Gee Estates Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (20) Vinamra Housing & Constructions Private Limited (subsidiary of Jaypee Ventures Private Limited)
- (21) Sarveshwari Stone Products Private Limited (subsidiary of RPJ Minerals Private Limited)
- (22) Rock Solid Cement Limited (subsidiary of RPJ Minerals Private Limited)
- (23) MP Jaypee Coal Limited (w.e.f. 14-05-2009)
- (24) MP Jaypee Coal Fields Limited (w.e.f. 04-01-2010)

(d) Joint Ventures:

Madhya Pradesh State Mining Corporation Limited



Signature

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(e) Key Managerial Personnel:

Mr. Sunny Gaur – Managing Director

Transactions carried out during the year with related parties referred to above in ordinary course of business:

	Referred in 13(a) above (Rupees)
Receipts:	
Share Application Money Pending Share Allotment	16,46,92,000/- (Previous Yr. 10,34,00,000/-)
Sale of various assets	1,78,15,647/- (Previous Yr. Nil)
Others	13,51,585/- (Previous Yr. 1,07,45,187/-)
Expenditure:	
Cement Purchased	28,38,892/- (Previous Yr. 16,94,140/-)
Payable:	
Amount Payable	3,71,632/- (Previous Yr. Nil)
Receivable:	
Amount Receivable	2,99,12,419/- (Previous Yr. 1,11,12,447/-)

14. Provident Fund-Defined Contribution Plan:

- All employees are entitled to Provident Fund benefits and as such an amount of Rs.5,55,576/- is included in Statement of Incidental Expenditure During Construction - Pending Allocation during the period.
- Gratuity and Leave Encashment Defined Benefit Plans – Provision made as per actuarial valuation.

(Amount in Rupees)

		Funded	Unfunded
		Gratuity	Leave Encashment
I	Expenses recognized in the Statement of Incidental Expenditure During Construction Pending Allocation for the Period ended 31 st March 2010.		
	1. Current Service Cost	1,35,749(1,35,837)	1,89,927(1,73,211)
	2. Interest Cost	19,917 (13,097)	21,537 (19,665)

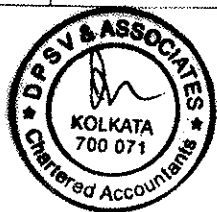


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Signature

	3. Employee Contribution	0	0
	4. Actuarial (Gains)/Losses	-70,183 (-63,690)	24,066 (1,48,135)
	5. Past Service Cost	0	0
	6. Settlement Cost	0	0
	7. Expected Return on Plan Assets	-22,406	0
	8. Total Expenses	63,077 (85,244)	2,35,530 (44,741)
II	Net Asset/ (Liability) recognized in the Balance Sheet as at 31 st March 2010.		
	1. Present Value of Defined Benefit Obligation	2,98,132(2,48,960)	4,18,876 (2,69,217)
	2. Fair Value of Plan Assets	2,35,055	-
	3. Funded Status (Surplus/Deficit)	-63,077 (-2,48,960)	-4,18,876 (-2,69,217)
	4. Net Asset/ (Liability) as at 31 st March, 2010.	-63,077 (-2,48,960)	-4,18,876 (-2,69,217)
III	Change in Obligation during the Period ended 31 st March, 2010.		
	1. Present value of Defined Benefit Obligation at the beginning of the year	2,48,960(1,63,716)	2,69,217 (2,45,807)
	2. Current Service Cost	1,35,749(1,35,837)	1,89,927 (1,73,211)
	3. Interest Cost	19,917 (13,097)	21,537 (19,665)
	4. Settlement Cost	0	0
	5. Past Service Cost	0	0
	6. Employee Contributions	0	0
	7. Actuarial (Gains)/Losses	-91,730(-63,690)	24,066 (-148,135)
	8. Benefit Payments	-14,764	-85,871 (-21,331)
	9. Present Value of Defined Benefit Obligation at the end of the year	2,98,132(2,48,960)	4,18,876 (2,69,217)



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IV	Change in Assets during the Period ended 31 st March, 2010		
	1. Plan Assets at the beginning of the year	2,48,960	0
	2. Assets acquired on amalgamation in previous year	0	0
	3. Settlements	0	0
	4. Expected return on Plan Assets	22,406	0
	5. Contribution by Employer	0	0
	6. Actual Benefit Paid	-14,764	0
	7. Actuarial Gains/ (Losses)	-21,547	0
	8. Plan Assets at the end of the year	2,35,055	0
	9. Actual Return on Plan Assets	0	0

Previous year figures have been given in brackets.

c) Actuarial Assumptions

- (i) Discount Rate 8%
- (ii) Mortality LIC(1994-96) Duly Modified
- (iii) Turnover Rate Upto 30 years - 2%, 30-44years - 5%, Above 44 -3%
- (iv) Future Salary Increase 8.00%

14. Previous year figures have been reworked/regrouped/rearranged wherever considered necessary to conform to the current year classification.

15. All the figures have been rounded off to the nearest rupee.

Signature to Schedules "A to F"

For and on behalf of the Board

For DPSV & Associates
Chartered Accountants

Deepak Nath Aggarwal

Deepak Nath Aggarwal
Partner
M.No. 062779



C. Stephen
C. Stephen
Company Secretary

S.K. Mishra

S.K. Mishra
Chairman

Sunny Gaur
Sunny Gaur
Managing Director

Camp: New Delhi
Dated: May 21, 2010

MADHYA PRADESH JAYPEE MINERALS LIMITED

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
PURSUANT TO PART IV OF THE COMPANY ACT, 1956**

I Registration Details			
Registration Number	U01010MP2006PLC18423	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	Nil
Bonus Issue	Nil	Others	Nil
Right Issue	Nil		
III Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousand)			
Total Liabilities			621,487
Total Assets			621,487
Source of Funds			
Paid up Capital			150,000
Share Application Money			471,487
Reserve & Surplus			.
Secured Loans			.
Unsecured Loans			.
			621,487
Application of Funds			
Net Fixed Assets (Including expenditure during construction)			536,193
Investments			.
Net Current Assets			78,636
Miscellaneous Expenditure			6,656
Accumulated Losses			.
			621,487
IV Performance of Company (Amount in Rs. Thousand)			
Turnover			Nil
Total Expenditure			Nil
Profit/Loss Before Tax (+)			Nil
Profit/Loss After Tax (+)			Nil
Earning Per Share in Rs.			Nil
Dividend Rate (%)			Nil
V Generic Names of three Principal Product/Services of the Company (as per Monetary Terms)			
Items Code No (IC Code)		26140003	
Product/Services Description		Mining Exploration	

For and on behalf of the Board

S.K. Mishra
S.K. Mishra
Chairman

For DPSV & Associates
Chartered Accountants

Deepak Nath

Deepak Nath Aggarwal
Partner
M. No. 062779



C. Stephen

C. Stephen
Company Secretary

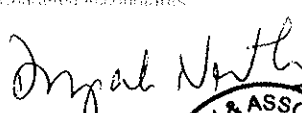
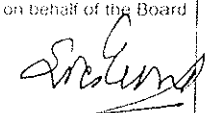
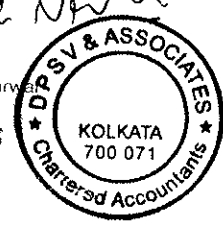
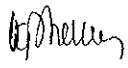

Sunny Gaur
Sunny Gaur
Managing Director

Camp - New Delhi
Dated : May 21, 2010

MADHYA PRADESH JAYPEE MINERALS LIMITED

CASH FLOW STATEMENT FOR THE PERIOD 01ST APRIL 2009 TO 31TH MARCH 2010

(In Rupees)

	01.04.09 to 31.03.2010		01.04.08 to 31.03.2009	
(A) CASH FLOW FROM OPERATING ACTIVITIES				
(B) CASH FLOW FROM INVESTING ACTIVITIES:				
Inflow:				
Interest Income		102,373		135,609
Outflow:				
(a) Increase in Fixed Assets (including CWIP & Expenditure During Construction Period Pending Allocation)	142,248,096		(18,330,059)	
(b) Increase in Loans & Advances	19,036,086		15,607,757	
(c) Decrease/(Increase) in Current Liabilities & Provisions	4,330,477	165,614,659	103,207,737	100,485,435
NET CASH USED IN INVESTING ACTIVITIES "B"		(165,512,286)		(100,349,826)
(C) CASH FLOW FROM FINANCING ACTIVITIES:				
Inflow:				
Increase in Share Application Money	164,692,000	164,692,000	103,400,000	103,400,000
NET CASH FROM FINANCING ACTIVITIES "C"		164,692,000		103,400,000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS "A+B+C"		(820,286)		3,050,174
CASH AND CASH EQUIVALENTS AS AT 01.04.2009 (OPENING BALANCE)		8,534,396		5,484,222
CASH AND CASH EQUIVALENTS AS AT 31.03.2010 (CLOSING BALANCE)		7,714,109		8,534,396
As per our report of even date attached to the Balance Sheet				
For DPSV & Associates Chartered Accountants		For and on behalf of the Board		
 Deepak Nath Aggarwal Partner M.No. 062779		 S.K. Mishra Chairman		
		 C. Stephen Company Secretary		
Camp New Delhi Dated May 21, 2010		 Sunny Gaur Managing Director		