

BOKARO JAYPEE CEMENT LIMITED

DIRECTORS' REPORT

To

The Members

Your Directors have pleasure in presenting the Fifth Annual Report together with the Audited Accounts of the Company for the year ended March 31, 2013.

WORKING RESULTS

The Company's grinding unit achieved an overall capacity utilization of 59% during the year under report. Lower production level was due to lesser availability of slag from Bokaro Steel Plant. Slag supply position, however, gradually started improving in the last quarter of the year and the unit achieved 85% capacity utilization in the month of March 2013. Considering the recent trend of supply, your Directors are hopeful that during 2013-14 slag availability is likely to improve which would enable the grinding unit to achieve a higher capacity utilisation.

Despite lower capacity utilization, the Company has achieved a gross turnover of Rs.627.36 crore during the year under report, backed by a strong brand image and resultant higher realization for its product. The turnover increased by 130.49% over previous year's turnover.

Your directors are happy to report that in the second year of its operation, the Company earned an operating profit of Rs. 179.89 crore as against Rs.24.22 crore in the first year of operation. Thus, profit grew by 642.60% on year-on-year basis. After taking into account the impact of interest (Rs.42.09 crore), there is a cash profit of Rs. 137.80 crore during the financial year 2012-13, as against cash loss of Rs. 3.79 crore in the previous year. The net profit during the year, after considering depreciation of Rs.19.54 crore, comes to Rs. 118.26 crore. The profit after tax is Rs. 136.04 crore. The Company proposes to transfer a sum of Rs.13.60 crore to the General Reserve.

DIVIDEND

In view of the encouraging financial results the Board has recommended a dividend of Rs.2.50 per equity share of Rs.10/- each i.e. @ 25 % for the financial year 2012-13 and will be paid after shareholders' approval at the

ensuing annual general meeting. The dividend will absorb a sum of Rs.38.83 crore, including Dividend Distribution Tax of Rs.5.60 crore. The dividend will be paid after your approval at the ensuing annual general meeting.

PROJECT COST

As informed in last year's Directors' Report dated May 12, 2012, the cost of the Project, initially estimated at Rs.405 crore plus a contingency of 10% (Rs.40.50 crore) i.e. Rs.445.50 crore has increased due to various factors beyond the control of the Company. The revised Project Cost has been estimated at Rs. 495 crore.

Funding towards the Project Cost up to Rs. 445.50 crore has been made in terms of the provisions of the Shareholders' Agreement (SHA) executed between JAL and SAIL. The project cost beyond Rs. 445.50 crore has been financed by JAL through cash contributions made from time to time.

SHARE CAPITAL

The Authorized Share Capital of the Company is Rs. 135 crore. The Paid-up Share Capital of the Company as on March 31, 2013 stood at Rs. 133,65,00,000, the same as on March 31, 2012.

DIRECTORATE

Since the last report of Directors dated May 12, 2012, the changes in the composition of the Board are as under:

Shri Sunny Gaur who was appointed as Chairman of the Board of Directors of the Company on December 12, 2010 submitted his resignation as Chairman of the Board of the Company w.e.f. December 19, 2012. He, however, continues as a Director on the Board. Subsequently, Shri Anutosh Maitra has taken over as Chairman w.e.f. March 20, 2013.

The Board placed on record its deep sense of appreciation for the invaluable services rendered by Shri Sunny Gaur as Chairman of the Board of Directors of the Company.

Shri R.K. Singh was appointed as Managing Director of the Company for a period of five years w.e.f. April 10, 2008 and accordingly his term was to expire on April 9, 2013. The Board of Directors has, subject to the approval of Shareholders, approved his re-appointment as Managing Director of the

Company for a further period of five years w.e.f. April 10, 2013. A proposal has been included in the Notice of the AGM seeking Shareholders approval.

Shri K Swaminathan, Shri Sunny Gaur and Shri Rahul Kumar, Directors shall retire by rotation at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-appointment. Accordingly, items have been included in the Notice of the AGM for their re-appointment.

AUDIT COMMITTEE

The Audit Committee comprises Shri Rahul Kumar as Chairman and Shri Vipul Puri and Shri B.L. Saini as members.

AUDITORS

M/s. Awatar & Co, Chartered Accountants, Statutory Auditors of the Company will retire at the conclusion of the Fifth 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.

Cost Auditors

M/s. Kabra & Associates, Cost Accountant, have been appointed as Cost Auditors of the Company for auditing the cost accounts for the year 2012-13.

FIXED DEPOSITS

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

PARTICULARS OF EMPLOYEES

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

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 for the year 2012-13 is annexed (Annex -1) and forms an integral part of this report. The information with regard to foreign exchange outgo is given in Note No.2(iv)(c) to the Annual Accounts presented with this Report. The Company has not earned any foreign exchange during the year under report.

INDUSTRIAL RELATIONS

Cordial industrial relations were maintained at the Company's Project Site and Offices. The Management of the Company appreciates the support of the employees at all levels and look 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, 2013, 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, 2013 and the Profit and Loss Statement for the year ended March 31, 2013;
- (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, 2013, 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 Jharkhand 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


R.K. Singh
Managing Director

Place : New Delhi
Dated : April 30, 2013


Rahul Kumar
Director

Information pursuant to Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 forming part of the Report of Directors for the year ended March 31, 2013.

GRINDING PLANT AT BOKARO

A. CONSERVATION OF ENERGY

Following measures were taken for conservation of energy.

1. Mill output has increased from rated 170TPH to avg. 175TPH by increasing mill outlet temperature from avg. 100 °C to 105 °C, grinding pressure from avg. 100 to 125 bar and reducing fineness from 400 to 370 blaine. Due to these steps taken, overall mill power consumption has reduced.
2. Bag house fan and product transport are being stopped 20 minutes after the stoppage of cement mill. The stoppage earlier was after one hour. This has reduced idle running of the circuit and thereby the saving in power.
3. Cement Mill-2 was running with two compressors. Second compressor was required to run only for a dust collector which was venting to Bucket elevators feeding to Silo. After the said dust collector is connected with both the mill compressors, each mill is running with one compressor only.
This action has eliminated running of Mill-2 with an additional compressor.
4. Dedicated Air receiver separate for each Roto-Packer has been installed near the machine. This has improved the operational efficiency of both the Packers. Also, eliminated the requirement of second compressor which were earlier used to run in case of air shortage. Now, only one compressor is sufficient to fulfill the requirement of both Packers.
5. Cooling Tower Fan was earlier running continuously with the running of the plant. Now, it is provided in auto-mode with water temperature. That is, if the incoming water temperature is more than 26 deg. C, fan will run otherwise not. Average stoppage hour per day was 16 during Winter and Summer seasons. This action has saved considerable amount of power.
6. Outdoor lighting control (High Mast Towers) inside plant and colony is given timer to regulate On-Off light switching.

B. RESEARCH AND DEVELOPMENT

1. Use of Glycol as grinding aid has been stopped resulting in considerable saving.
2. Following steps were taken to minimize problem of lump formation in cement silo:
 - By increasing mill outlet temperature above 100° C.
 - By providing heating arrangement in blowers during rainy and winter seasons.
 - By making continuous venting of cement silo at roof top.
 - Provided Water proofing coating at Silo top.

C. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION

- Burner angle was adjusted for fast heat distribution inside FBC.
- Fly ash collection and drain arrangement is made in the FBC duct to drain ash time to time. Earlier fly ash was getting collected in the duct due to which duct area was getting reduced. This was reducing the volume of hot gases going to the mill and lowering drying efficiency of raw material during grinding. Finally, resulting into reduced output of the mills.
- FBC Hopper Rotary air locks (4 nos.) were replaced with flap valves. This had resulted saving in power as well as avoided mill stoppages which were happening due to removal of fallen castables from the FBC hoppers.
- Three independent blowers were running one each for three coal feed screws to FBC. After connecting three blowers to a common header, only two blowers are required to run for all the three coal feed screws. This resulting in power saving.
- Slag boulders were earlier picked up manually by 3-4 persons per shift from running slag transport belt conveyors from the feeding point to the inlet of Mills. Inclined gratings have been provided at the discharge chute of Apron feeder which segregates the slag boulders from the transport circuit.

This action has eliminated man power getting engaged for this purpose. Mill running has also improved due to reduction of lumps which were causing the damage to the Dam rings.

Form – A prescribed under the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 is appended.

FORM A

A: POWER & FUEL CONSUMPTION

CURRENT
YEAR

PREVIOUS YEAR

31.03.2013

31.03.2012

I. ELECTRICITY

(a) PURCHASED

UNITS (KWH)

66013000

36791986

TOTAL AMOUNT (Rs.)

273588669

145003339

RATE PER UNIT (RS.)

4.14

3.94

II. COAL FOR HAG

QUALITY

E GRADE
COAL

E GRADE

WHERE USED

COMBUSTER

COAL COMBUSTER

QUANTITY USED (M.T.)

23766

11384

TOTAL COST (Rs.)

124384619

63210571

AVERAGE RATE PER M.T. /RS.

5233.72

5552.58

III. ELECTRICITY (KWH)/MT Cement

53.22

53.89

B. CONSUMPTION PER UNIT OF CEMENT PRODUCTION

PRODUCT

CEMENT

CEMENT

UNIT

M.T.

M.T.

ELECTRICITY (KWH)

53.22

53.89

FURNACE OIL

N.A

N.A

COAL PER M.T. OF CEMENT

0.0192

0.0167

COAL QUALITY

-AVERAGE ASH CONTENTS (%)

37.62

38.40

AVERAGE CALORIFIC VALUE (Kcal/Kg)

3967

3910

OTHERS

AWATAR & CO.

CHARTERED ACCOUNTANTS
New Delhi - Alwar - Bhilai

Head Office:

1203, Rohit House
3, Tolstoy Marg
New Delhi - 110 001
Ph.: 23315870
23320537
Fax: 23358544

INDEPENDENT AUDITORS' REPORT

**TO THE MEMBERS OF
BOKARO JAYPEE CEMENT LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of BOKARO JAYPEE CEMENT LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

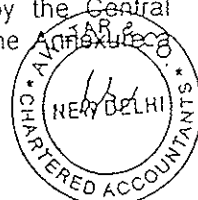
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.



2. As required by section 227(3) of the Act, we report that:

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- e. on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For **AWATAR & CO.**
Chartered Accountants,
Firm Registration No. 000726N

Brijendra Agrawal

Brijendra Agrawal
Partner
Membership No. : 087787



Place : New Delhi
Date : April 30, 2013

ANNEXURE TO AUDITORS' REPORT

(Referred to in paragraph 1 of our report of even date)

- (i) In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - (b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - (c) In our opinion, the Company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the Company is not affected.
- (ii) In respect of its inventories:
 - (a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventories as compared to the book records.
- (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) In respect of the contracts or arrangements referred to in Section 301 of the Companies Act, 1956:
 - (a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements that need to be entered in the Register maintained under Section 301 of the Companies Act, 1956 have been so entered.
 - (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts / arrangements entered in the Register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of Rs. 500,000 in respect of each party during the year have been made at prices which appear reasonable as per information available with the Company.
- (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 & nature of its business.
- (viii) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost 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 2013 for a period more than six months from the date they became payable.
- (x) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses during the current financial year but had incurred cash losses during the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution or bank. The Company has not borrowed any amounts by issue of debentures.
- (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, the term loans have been applied for the purpose for which they were raised.
- (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, we report that no funds raised on short term basis have been used for long term investment.
- (xviii) The Company has not made any fresh allotment of equity shares during the year.
- (xix) According to the information and explanations given to us, the Company has not issued any debentures during the year under audit report.
- (xx) During the year 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 A W A T A R & C O.
Chartered Accountants
Firm Registration No. 000726N

Brijendra Agrawal

Brijendra Agrawal
Partner
Membership No. : 087787



Place : New Delhi
Date : April 30, 2013

BOKARO JAYPEE CEMENT LTD.

BALANCE SHEET

AS AT 31st March, 2013

(Amount in Rs.)

Particulars	Notes to Account	As at 31 March, 2013	As at 31 March, 2012
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
Share capital	2.1	1,336,500,000	1,336,500,000
Reserves and surplus	2.2	519,503,642	(452,606,793)
		1,856,003,642	883,893,207
2 Share Application money pending allotment		-	-
3 Non-current liabilities			
Long-term borrowings	2.3	1,866,318,135	2,495,683,826
Deferred tax liabilities (net)	2.4	117,345,899	295,220,154
Long-term provisions	2.5	6,485,268	6,154,421
		1,990,149,301	2,797,058,400
4 Current liabilities			
Short-term borrowings	2.6	915,713,661	767,383,264
Trade payables	2.7	357,404,216	335,389,051
Other current liabilities	2.8	1,100,140,486	641,574,921
Short-term provisions	2.9	689,181,458	139,034,504
		3,062,439,822	1,883,381,740
TOTAL		6,908,592,765	5,564,333,347
B ASSETS			
1 Non-current assets			
Fixed assets			
Tangible assets	2.10	4,809,270,497	3,615,010,094
Intangible assets		-	-
Capital work-in-progress	2.11	29,298,583	801,621,934
Intangible Assets under Development		-	-
		4,838,569,081	4,416,632,028
Deferred tax assets (net)			
Long-term loans and advances	2.12	52,509,590	196,018,481
Other non-current assets			
		52,509,590	196,018,481
2 Current assets			
Inventories	2.13	304,972,841	184,193,348
Trade receivables	2.14	383,907,962	86,658,106
Cash and cash equivalents	2.15	512,728,656	341,806,686
Short-term loans and advances	2.16	812,935,438	335,844,449
Other current assets	2.17	2,969,197	3,180,249
		2,017,514,094	951,682,838
TOTAL		6,908,592,765	5,564,333,347

Significant Accounting Policies and Notes to Accounts

1 & 2

As per our report of even date

For Awatar & Co.

Chartered Accountants

Registration No. 000726N

Brijendra Agrawal

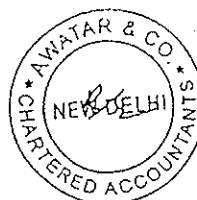
(Brijendra Agrawal)

Partner

M. No. 087787

Place : New Delhi

Dated : 30.04.2013



Rahul Kumar
Director

R. K. Singh
R. K. Singh
Managing Director

Awadhes Kr. Pandey
Awadhes Kr. Pandey
Company Secretary & GM (Finance)

BOKARO JAYPEE CEMENT LTD.

STATEMENT OF PROFIT & LOSS

For the Period ending on 31st March, 2013

(Amount in Rs.)

Particulars	Schedule		For the year ended 31 March, 2013	For the year ended 31 March, 2012
REVENUE				
Sale of Cement (Net of Excise Duty)	2.18		6,273,631,902	2,721,916,432
Other income	2.19		30,716,671	9,925,754
Total Revenue			6,304,348,574	2,731,842,185
Expenses				
Cost of Material Consumed	2.20		2,374,305,891	1,360,268,809
Other Direct Manufacturing Exp	2.21		501,174,664	277,723,708
Changes in Inventories of Finished Goods, WIP & Stock in Trade	2.22		(110,499,473)	(76,040,748)
Employee Benefit Expenses	2.23		112,780,737	85,070,065
Financial Cost			420,902,071	280,109,204
Depreciation & Amortisation Expenses	2.24		195,437,784	116,129,375
Other Expenses	2.25		72,217,226	44,430,690
Selling & Distribution Expenses	2.26		1,555,465,066	798,147,199
Total Expenses			5,121,783,965	2,885,838,300
Profit / (Loss) Before Tax			1,182,564,608	(153,996,115)
Tax Expense:				
Current Tax:				
MAT		231,136,033		
Less: MAT Credit Entitlement		231,136,033		
Deferred Tax	2.4		(177,874,255)	295,220,150
			(177,874,255)	295,220,150
Profit / (Loss) After Tax for the year			1,360,438,863	(449,216,270)
EARNINGS PER EQUITY SHARE	2.27			
(a) Basic			10.18	(3.3)
(b) Diluted			10.18	(3.3)

Significant Accounting Policies and Notes to Accounts

1 & 2

As per our report of even date
For Awatar & Co.
Chartered Accountants
Registration No. 000726N

Brijendra Agrawal
(Brijendra Agrawal)
Partner
M. No. 087787



Rahul Kumar
Director

R. K. Singh
Managing Director

Awadhesh Kr. Pandey
Company Secretary & GM (Finance)

Place : New Delhi
Dated : 30.04.2013

BOKARO JAYPEE CEMENT LIMITED

CASH FLOW STATEMENT FOR THE PERIOD ENDING ON 31st MARCH 2013

Amount (In Rs.)

Particulars	01.04.2012 TO 31.03.2013		01.04.2011 TO 31.03.2012	
(A) CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/(Loss) before Tax as per Profit & Loss Account		1,182,564,608		(153,996,117)
Add:				
Interest Paid	420,902,071		280,109,204	
Depreciation	195,437,784	616,339,855	116,129,375	396,238,579
Less:				
Interest income	7,586,013		3,385,428	
Profit on Sale of Assets	-	7,586,013	1,464,667	4,850,095
Net Profit/(Loss) before Working Capital Changes		1,791,318,450		237,392,366
Deduct:				
(a) Increase in Inventories	120,779,493		169,292,716	
(b) Increase in Short Term Loan & Advances	477,090,990		33,023,084	
(c) Increase in Sundry Debtors	297,249,856		86,658,106	
(d) Decrease in Other Current Liabilities	(458,565,566)		-	
(e) Increase in Long Term Loan & Advances	-	436,554,773	83,162,912	372,136,818
		1,354,763,676		(134,744,452)
Add:				
(a) Increase in Trade Payables	22,015,165		176,243,314	
(b) Increase in Other Current Liabilities	-		567,146,658	
(c) Decrease in Other Current Assets	211,052		1,419,049	
(d) Decrease in Long Term Loan & Advances	143,508,891		-	
(e) Increase in Long Term Provisions	330,847		5,613,570	
(f) Increase in Short Term Provisions	161,818,526	327,884,481	138,468,307	888,890,898
CASH INFLOW/ (OUTFLOW) FROM OPERATING ACTIVITIES "A"		1,682,648,158		754,146,446
(B) CASH FLOW FROM INVESTING ACTIVITIES:				
Inflow:				
(a) Interest income	7,586,013		3,385,428	
(b) Sale of Fixed Asset	-	7,586,013	113,891,440	117,276,868
		7,586,013		117,276,868
Outflow:				
(a) Increase in Fixed Assets (including CWIP)	617,374,836		1,027,114,823	
(b) Purchase of Fixed Asset	-	617,374,836	118,509,378	1,145,624,201
NET CASH USED IN INVESTING ACTIVITIES "B"		(609,788,823)		(1,028,347,333)
(C) CASH FLOW FROM FINANCING ACTIVITIES:				
Inflow:				
(a) Increase in Share Capital	-		568,038,570	
(b) Increase in Short Term Borrowings	148,330,397	148,330,397	767,383,264	1,335,421,834
Outflow:				
(a) Decrease in Share Application Money	-		418,438,545	
(b) Decrease in Long Term Borrowings	629,365,691		80,804,643	
(c) Interest Paid	420,902,071	1,050,267,762	280,109,204	779,352,393
NET CASH FROM FINANCING ACTIVITIES "C"		(901,937,365)		556,069,441
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS "A+B+C"		170,921,970		281,868,555
OPENING BALANCE OF CASH AND CASH EQUIVALENTS		341,806,686		59,938,132
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS		512,728,656		341,806,686

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

For and on behalf of the Board

Rahul Kumar
Director

R. K. Singh
Managing Director

For Awatar & Co.
Chartered Accountants
Registration No. 000726N

Brijendra Agrawal
Partner
M. No. 087787

Place : New Delhi
Dated : 30.04.2013



Awadhesh R. Pandey
Company Secretary & GM (Finance)

BOKARO JAYPEE CEMENT LIMITED

ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

COMPANY OVERVIEW

Bokaro Jaypee Cement Limited is a Joint Venture between Jaiprakash Associates Limited & Steel Authority of India Limited. The joint venture is governed by the Shareholders' Agreement dated 21.02.2008. The capacity of plant is 2.10 MPTA. The Company is engaged in Production of cement since July' 2011.

(1) SIGNIFICANT ACCOUNTING POLICIES

1.1: System of Accounting

The financial statements are prepared in accordance with Generally Accepted Indian 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.

1.2: 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 recognized prospectively in current and future periods.

1.3: Revenue Recognition

Cement Sales are net of Excise Duty/ Sales Tax & exclusive of self consumptions.

1.4: Fixed Assets & Capital Work in Progress

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. Capital work in progress comprises the cost of fixed assets that are not yet ready for their intended use at the reporting date.

1.5: Depreciation

Depreciation on Fixed Assets is provided on straight line method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956. Individual low cost assets (Acquired for Rs. 5,000/- or less) are depreciated fully in the year of acquisitions.

Premium on Lease hold Land is amortized in equal installments over the balance period of the lease from the year in which commercial operations begin.



1.6: 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 recognized in full in the profit and loss account for the period in which they occur. Past service cost is recognized immediately in the profit and loss account.

b. Short Term employees benefits

The undiscounted portion of short-term employee benefits expected to be paid in exchange for the services rendered by the employees is recognized during the period when the employee renders service. These benefits include encashment of accumulated leaves.

1.7: Inventories

Inventories of raw materials & finished goods are valued at lower of cost or estimated net realizable 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 and Spares is ascertained on weighted average basis.

1.8: Foreign Currency Transactions

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 recognized 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 related Assets/ Liabilities.

1.9: Preliminary Expenditure

Preliminary expenditure is written off in Statement of Profit & Loss in the year in which it is incurred.

1.10: Incidental Expenditure during Construction Period

Incidental Expenditure incurred on the Project during implementation will be capitalized & apportioned to various assets on commissioning of the Project.



1.11: 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

1.12: 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 capitalized. All other borrowing costs are charged to revenue.

1.13: Taxes on Income

Current Tax is determined as per the provisions of the Income Tax Act in respect of Taxable Income for the year. Deferred Tax Liability is computed as per Accounting Standard (AS-22). Deferred Tax Assets and Deferred Tax Liability are computed by applying tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

1.14: Provisions, Contingent Liabilities & Contingent Assets

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an out flow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

1.15: Cash and Cash equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks. The Company considers all investments that are readily convertible to known amounts of cash to be cash equivalents.

1.16: Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.



(2) Notes to the Financial Statements for the Year Ended as on 31.03.2013

(i) Contingent Liabilities not provided for:

Particulars	(Amount in Rs.)	
	2012-13	2011-12
a) Claims against the Company, not acknowledged as debts*	2,94,13,355	NIL
b) Outstanding Letters of Credit (including Foreign LCs)	3,13,48,402	3,03,21,940
c) Bank Guarantee	2,16,07,451	3,66,07,451
d) Estimated amount of Contract remaining to be executed on Capital Account (Net of advances)	NIL	14,88,53,137

*Claims against the Company not acknowledged as debts represent demand from the Excise & Service Tax Department for payment of additional Excise Duty & Service Tax of Rs.2,94,13,355/- (Previous year Rs. NIL.), upon completion of their review for the period from May-11 to Dec-12. The Excise demand is on account of Excise Duty @ Rs. 160/- PMT. & Rs. 120/- PMT. for NRS Sales on which we are paying only Advolorum Duty @ 10% & 12% respectively. The show cause notice has been replied by the Company.

The Company is contesting the demand and no tax expense has been accrued in the financial statements for the excise demand raised. The management believes that the ultimate outcome of this proceeding will not have a material adverse effect on the Company's financial position and results of operation.

(ii) 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.

(iii) Employee Benefits:

a) Provident Fund - Defined Contribution Plan

All employees are entitled to Provident Fund benefits. Amount debited in Statement of Profit & Loss is Rs. 37,72,067/- excluding admin & DLI charges.

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.

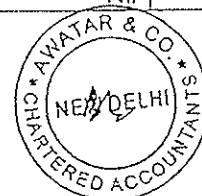
c) Leave Encashment - Defined Benefit Plan

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

The Summarized position of defined benefits recognized in Statement of Profit & Loss and Balance Sheet are as under:



S. No.	Particulars	2012-13		2011-12	
		Gratuity	Leave Encashment	Gratuity	Leave Encashment
I	Expenses recognized in the Statement of Profit & Loss Account for the Period ended 31 st March 2013.				
	1. Current Service Cost.	905,110	2,115,363	908,808	3,147,872
	2. Interest Cost	148,038	405,286	67,873	49,993
	3. Expected return on plan assets	(87,042)	Nil	(80,051)	Nil
	4. Employee Contribution	Nil	Nil	Nil	Nil
	5. Actuarial (Gains)/Losses	(250,393)	(15,85,015)	(28,683)	9,82,043
	6. Past Service Cost	Nil	Nil	Nil	Nil
	7. Settlement Cost	Nil	Nil	Nil	Nil
	8. Total Expenses	715,713	935,634	867,947	4,179,908
II	Net Asset/ (Liability) recognized in the Balance Sheet as at 31 st March 2013.				
	1. Present Value of Defined Benefit Obligation.	2,404,188	5,053,934	1,741,627	4,768,066
	2. Fair Value of Plan Assets	882,780	Nil	935,932	Nil
	3. Funded Status /Difference	(1,521,408)	(5,053,934)	(805,695)	(4,768,066)
	4. Excess of Actual over estimated	(4,331)	Nil	2,254	Nil
	5. Net Asset/ (Liability) as at March 31, 2013.	(1,521,408)	(5,053,934)	(805,695)	(4,768,066)
III	Change in Obligation during the Period ended March 31, 2013.				
	1. Present value of Defined Benefit Obligation at the beginning of the year.	1,741,627	4,768,066	798,511	588,158
	2. Current Service Cost.	905,110	2,115,363	908,808	3,147,872
	3. Interest Cost	148,038	405,286	67,873	49,993
	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	(254,724)	(15,85,015)	(26,429)	982,043
	8. Benefit Payments	(135,863)	Nil	(7,136)	Nil
	9. Present Value of Defined Benefit Obligation at the end of the year.	2,404,188	5,053,934	1,741,627	4,768,066
IV	Change in Assets during the Period ended March, 2013.				
	1. Plan Assets at the beginning of the year.	935,932	Nil	860,763	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	82,711	Nil	80,051	Nil
	5. Contribution by Employer	Nil	Nil	Nil	Nil
	6. Actual Benefit Paid	(135,863)	Nil	(7,136)	Nil
	7. Actuarial Gains/ (Losses)	(4,331)	Nil	2,254	Nil
	8. Plan Assets at the end of the year.	882,780	Nil	935,932	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:

S. No.	Particular	2012-13	2011-12
1.	Discount Rate	8.50%	8.50%
2.	Mortality	As per IALM (1994-96)	As per LIC (1994-96)
3.	Turnover Rate	—	—
4.	Future Salary Increase	6.00%	7.50%

(iv) Additional information pursuant to provisions of Revised Schedule-VI to the Companies Act, 1956:

a) Details of Raw Materials:

S. No.	Particulars	2012-13 Value (in Rs.)	2011-12 Value (in Rs.)
1.	Clinker	1,702,890,620	996,636,717
2.	Gypsum	110,626,045	72,080,900
3.	Slag	322,951,720	192,114,132

b) Opening & Closing Stocks of Finished Goods:

S. No.	Particulars	2012-13	2011-12
1.	Opening Stock	83,278,224	NIL
2.	Closing Stock	191,037,540	83,278,224

c) Detail of Foreign Exchange Outflow :

S. No.	Particulars	2012-13	2011-12
1.	Payment against Supplies	57,540,935	156,227,101
2.	Payment against Services	5,022,388	NIL

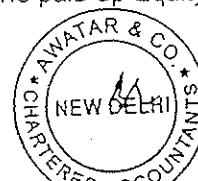
(v) Additional information as required under Part IV of Schedule VI to the Companies Act 1946:

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 (Holding 74% of the paid-up Equity Share Capital)



b. Fellow Subsidiary Companies:

- (i) Jaiprakash Power Ventures Limited
- (ii) Jaypee Powergrid Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- (iii) Himalayan Expressway Limited
- (iv) Jaypee Infratech Limited
- (v) Jaypee Sports International Limited
- (vi) Bhilai Jaypee Cement Limited
- (vii) Gujarat Jaypee Cement & Infrastructure Limited
- (viii) Jaypee Ganga Infrastructure Corporation Limited
- (ix) Jaypee Arunachal Power Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- (x) Sangam Power Generation Company Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- (xi) Prayagraj Power Generation Company Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- (xii) Jaypee Agra Vikas Limited
- (xiii) Jaypee Fertilizers & Industries limited
- (xiv) Jaypee Meghalaya Power Limited
- (xv) Jaypee Cement Corporation Limited
- (xvi) Himalayaputra Aviation Limited
- (xvii) Jaypee Assam Cement Limited
- (xviii) Jaypee HealthCare Limited
- (xix) Jaypee Cement Cricket (India) Limited
- (xx) Jaypee Cement Hockey (India) Limited

c. Associate Company:

- (i) Jaypee Infra Ventures (A Private Company with unlimited Liability)
- (ii) Jaypee Mining Ventures Private Limited
- (iii) Jaypee Development Corporation Limited (Subsidiary of Jaypee Ventures Private Limited)
- (iv) JIL Information Technology Limited (Subsidiary of Jaypee Ventures Private Limited)
- (v) Gaur & Nagi Limited (Subsidiary of JIL information technology Limited)
- (vi) Jaiprakash Agri Initiatives Company Limited (Subsidiary of Jaypee Ventures Private Limited)
- (vii) Jaypee International Logistics Company Private Limited (Subsidiary of Jaypee Ventures Private Limited)
- (viii) Tiger Hill Holiday Resorts Private Limited (Subsidiary of Jaypee Development Corporation Limited)
- (ix) ANVI Hotels Private Limited (Subsidiary of Jaypee Ventures Private Limited)
- (x) RPJ Minerals Private Limited
- (xi) Sarveshwari Stone Products Private Limited (Subsidiary of RPJ minerals Private Limited)
- (xii) Rock Solid Cement Limited (Subsidiary of RPJ minerals Private Limited)
- (xiii) Sonebhadra Minerals Private Limited
- (xiv) Jaiprakash Kashmir Energy Limited
- (xv) Andhra Cements Limited (Subsidiary of Jaypee Development Corporation Limited)
- (xvi) Indesign Enterprises Private Limited (Subsidiary of Jaypee Ventures Private Limited)
- (xvii) Jaypee Hotels Limited.
- (xviii) Ceekay Estates Pvt. Ltd.
- (xix) Jayprakash Exports Private Ltd.
- (xx) Bhumi Estate Developers Pvt. Ltd.
- (xxi) PAC Pharma Drugs and Chemicals Private Limited



- (xxii) MP Jaypee Coal Limited
 (xxiii) MP Jaypee Coal Fields Limited
 (xxiv) Madhya Pradesh Jaypee Minerals Limited
 (xxv) Jaypee Uttar Bharat Vikas Private Limited
 (xxvi) Kanpur Fertilizers & Cement Limited (Subsidiary of Jaypee Uttar Bharat Vikas Private Limited)
 (xxvii) Jaypee Technical Consultants Private Limited
 (xxviii) Milestone Home Finance Company Private Limited
 (xxix) Jaypee Jan Sewa Sansthan (Not For Profit Private Limited Company)
 (xxx) Steel Authority of India Limited (Holding 26% of the Paid-Up equity share capital)

II. Key Management Personnel:

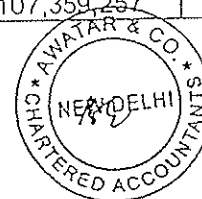
Sh. Rahul Kumar, Director
 Sh. R. K. Singh, Managing Director

III. Transactions during the period with Related Parties.

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

(Amount in Rs.)

S. No.	Nature of Transaction	Related Party	2012-13	2011-12
1	Issue of Equity Share Capital	Steel Authority of India Limited	NIL	147,690,030
2	Slag Purchased	Steel Authority of India Limited	291,823,878	90,867,829
3	Steel Purchased	Steel Authority of India Limited	NIL	11,827,937
4	Rent, Water Charges etc Paid	Steel Authority of India Limited	541,834	1,432,347
5	Sale of Cement	Steel Authority of India Limited	3,458,390	NIL
6	Issue of Equity Share Capital	Jaiprakash Associates Limited	NIL	420,348,540
7	Cement Purchased	Jaiprakash Associates Limited	1,622,080	3,250,800
8	Purchase of Asset	Jaiprakash Associates Limited	NIL	135,360,175
9	Store Consumable Item Purchased	Jaiprakash Associates Limited	1,857,267	30,081
10	Clinker Purchased	Jaiprakash Associates Limited	1,736,349,005	1,160,432,637
11	Gypsum Purchased	Jaiprakash Associates Limited	2,188,139	NIL
12	Sale of Machinery	Jaiprakash Associates Limited	1,800,096	NIL
13	Sale of Cement	Jaiprakash Associates Limited	4,797,936	NIL
14	Workshop Material Purchased	Jaypee Cement Corporation Limited	NIL	1,222,384
15	LPP Bag	Jaypee Cement	107,359,257	79,106,345



	Purchased	Corporation Limited		
16	Sale of Asset	Bhilai Jaypee Cement Limited	NIL	133,203,840
17	Store Consumable Item Sale	Andhra Cement Limited	307,228	NIL
18	Computer Item Purchased	JIL Information Technology Limited	82,316	NIL
19	Security & Medical Services	Jaypee Development Corporation Limited	22,192,785	13,244,899

- (vi) 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 31.03.2013.
- (vii) As per the information available with the company, the company has no dues to Micro & Small Enterprises during the year ended 31st March, 2013 & 31st March, 2012, and as at 31st March, 2013 & 31st March, 2012.
- (viii) Previous Year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/ disclosure.

For Awatar & Co.
Chartered Accountants
Registration No.000726N

Brijendra Agrawal

Brijendra Agrawal
Partner
M. No. 087787

Place: New Delhi

Date: 30.04.2013



R. K. Singh
R. K. Singh
Managing Director

Awadhesh Kr. Pandey
Awadhesh Kr. Pandey

Company Secretary & GM (Finance)

For and on behalf of Board

Rahul Kumar
Rahul Kumar
Director

BOKARO JAYPEE CEMENT LTD.			
NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2013			
		As at 31.03.2013	As at 31.03.2012
(Amount in Rs.)			
Note-2.1 'Shareholder's Fund'			
Authorised Share Capital 13,50,00,000 equity shares of Rs 10/- each (Previous year - 12,50,00,000 equity shares of Rs. 10/- each)		1,350,000,000	1,350,000,000
Issued, subscribed and paid up capital Share Capital 13,36,50,000 Shares of Rs.10/- each fully paid-up (Previous Year-13,36,50,000 Shares of Rs.10/- each fully paid-up)		1,336,500,000	1,336,500,000
		1,336,500,000	1,336,500,000
Terms/ rights attached to equity shares			
The company has only one class of shares referred to as equity shares having a par value of Rs. 10/-.			
Each holder of equity shares is entitled to one vote per share.			
The company declares and pays dividend in Indian Rupees. The dividend proposed by the board of directors is subject to approval of the shareholders in the ensuing Annual General Meeting.			
	% of Shares	As at 31.03.2013	As at 31.03.2012
Details of Shareholders having more than 5% shares			
Jaiprakash Associates Ltd.	74%	No. of Shares 98901000	No. of Shares 98901000
Steel Authority of India Ltd.	26%	34749000	34749000
	100%	133650000	133650000
74 % Equity Shares are being held by Holding Co., Jaiprakash Associates Limited.			
Reconciliation of No. of shares Outstanding			
Equity Shares Outstanding at the beginning of the Year		133650000	76846143
Add: Share Allotted during the period		NIL	56803857
Equity Shares Outstanding at the End of the Year		133650000	133650000
			(Amount in Rs.)
Notes-2.2 'Reserve & Surplus'			
Reserves and surplus consist of the following reserves:			
General reserve:			
(i) Opening Balance		136,043,886	-
(ii) Transferred from Statement of Profit & Loss		136,043,886	-
Surplus in Statement of Profit & Loss:			
(i) Opening Balance		(452,606,793)	(3,390,522)
(ii) Add: Profit for the Year		1,360,438,863	(449,216,271)
		907,832,070	(452,606,793)
(iii) Less: Appropriations			
(a) Proposed Dividend on Equity Shares		334,125,000	-
(b) Tax on Dividend		54,203,428	-
(c) General Reserve		136,043,886	-
		383,459,756	(452,606,793)
Total		519,503,642	(452,606,793)

The Board of Directors at its meeting held on April 30, 2013 has recommended a Dividend of Rs. 2.50 per Equity Share.



BOKARO JAYPEE CEMENT LTD.**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2013**

(Amount in Rs.)

Notes-2.3 'Long Term Borrowings'	As at 31.03.2013	As at 31.03.2012
Term Loans (Secured)		
From Banks:-		
KARUR VYSYA BANK LIMITED	420,000,000	560,000,000
STATE BANK OF PATIALA	449,762,709	599,757,731
STATE BANK OF INDIA	449,995,545	599,997,057
AXIS BANK LIMITED	369,930,193	502,929,038
From Other:-		
L & T FINANCE LIMITED	176,629,688	233,000,000
Total	1,866,318,135	2,495,683,826

Security:

Loan from Karur Vysya Bank Limited & Axis Bank Limited are secured by way of First Pari Passu Charge over entire project assets. (The Factory land is a leasehold Property with a Lease period of 30 Years. As per Lease Agreement the land can be mortgaged as security for the term loan for the cement plant) & personal guarantee of Sh. Manoj Gaur (Executive Chairman & CEO of JAL)

Loan from State Bank of Patiala & State Bank of Indore are secured by way of First Pari Passu Charge over entire fixed assets. (Movable & Immovable) of the Project including Land & Building & personal guarantee of Sh. Manoj Gaur & Sh. Sunny Gaur.

Loan from L&T Finance Limited (The facility together with all interest, liquidated damages, fees, costs, charges, expenses & other monies and all other amounts stipulated) shall be secured by:

i) Second Charge by way of mortgage on all the immovable properties together with all appurtenances thereon and there under, of the Borrower, both present & future.

ii) Second Charge by way of hypothecation on all current assets as well as movable fixed assets, of the Borrower, both present & future.

iii) Personal Guarantee of Sh. Sunny Gaur, Chairman

Repayment of Loan:

The Above mentioned loans except loan from L&T Finance Limited are repayable in 20 Quarterly installments, starting from June,2012.

Loan from L&T Finance Limited is repayable in 58 Monthly Installments, starting from June,2012.

Notes-2.4 'Deferred Tax Liability'**Deferred Tax Liability:**

On account of Timing Difference in WDV of Fixed Assets

482,027,761

299,286,288

Deferred Tax Asset:

On account of Employees Benefit

2,419,788

1,829,754

On account of Others

362,262,075

2,236,380

364,681,862

4,066,134

Net Deferred Tax Liability/(Assets)

117,345,899

295,220,154

Notes-2.5 'Long-Term Provisions'

Gratuity

1,952,944

1,713,961

Leave Encashment

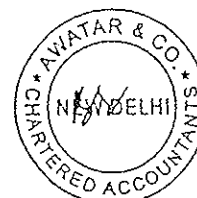
4,532,324

4,440,460

Total

6,485,268

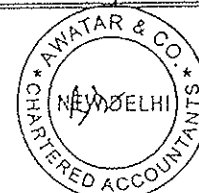
6,154,421



BOKARO JAYPEE CEMENT LTD.**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2013**

(Amount in Rs.)

	As at 31.03.2013	As at 31.03.2012
Notes-2.6 'Short-Term Borrowings'		
From Other:- Axis Bank Limited (HUNDI)	96,903,380	145,710,605
Term Loans (Secured)		
From Banks:-		
KARUR VYSYA BANK LTD	140,000,000	140,000,000
STATE BANK OF PATIALA	150,000,000	150,000,000
STATE BANK OF INDIA	150,000,000	150,000,000
AXIS BANK LTD.	126,000,000	126,000,000
From Other:- L & T FINANCE LIMITED	56,400,000	47,000,000
Working Capital Loans (Secured)		
From Banks:-		
STATE BANK OF PATIALA*	83,281,303	2,439,712
AXIS BANK LTD.**	113,128,978	6,232,947
Total	915,713,661	767,383,264
Security: Working Capital Loan from State Bank of Patiala is secured by way of First Pari Passu Charge over all current assets, present & future, of the Company ranking pari-passu basis with other lenders & personal guarantee of Sh. Manoj Gaur & Sh. Sunny Gaur. Working Capital Loan from Axis Bank Limited is secured by way of First Pari Passu Charge over all current assets of the Company & personal guarantee of Sh. Sunny Gaur.		
Notes-2.7 'Trade Payables'		
Sundry Creditors		
- due to Micro and Small Enterprises		
- Others		
Total	357,404,216	335,389,051
Notes-2.8 'Other Current Liabilities'		
Due to Staff	8,282,097	7,886,831
Tax Dues	296,029,106	20,171,213
Related Parties	481,990,000	154,190,000
Others Liabilities	313,839,283	459,326,876
Total	1,100,140,486	641,574,921
Notes-2.9 'Short Term Provisions'		
Provision for employee benefits:		
Gratuity	451,244	27,666
Leave Encashment	521,610	327,606
Others:		
Proposed Dividend on Equity Shares	334,125,000	-
Tax on Dividend	54,203,428	-
Excise Duty On Closing Stock of Finished Goods	4,497,319	7,237,476
Provision for Discounts	102,866,409	78,225,755
Other Provisions	192,516,448	53,216,002
Total	689,181,458	139,034,504



BOKARO JAYPEE CEMENT LIMITED

Notes-2.10

FIXED ASSETS

FIXED ASSETS		GROSS BLOCK					DEPRECIATION			NET BLOCK		(In Rupees)
S.No.	PARTICULARS	As on 01.04.2012	Addition from 01.04.2012 to 31.03.2013	Sale/ Transfer/ Disposal from 01.04.2012 to 31.03.2013	As on 31.03.2013	As on 01.04.2012	For the Period from 01.04.2012 to 31.03.2013	Sale/ Adjustment	As on 31.03.2013	As on 31.03.2013	As on 31.03.2012	
1	LAND - FREE HOLD	7,628,109			7,628,109	-	-		7,628,109		7,628,109	
2	LAND - LEASE HOLD (FOR 30 YEARS FROM 2009)	72,711,969			72,711,969	2,006,832	2,533,096		4,539,928	68,172,041	70,705,137	
3	BUILDING											
I)	FACTORY BUILDING	31,975,999	-		31,975,999	802,458	1,064,801		1,867,259	30,108,740	31,173,541	
II)	OTHER BUILDING	124,733,478	49,813,670		174,547,148	1,527,644	2,237,397		3,765,042	170,782,106	123,205,834	
4	PLANT & MACHINERY											
I)	P&M PLANT & MACHINERY	3,223,244,756	753,945,174		3,977,189,930	98,764,069	170,062,901		268,826,971	3,708,362,959	3,124,480,886	
II)	P&M ELECTRICAL INSTALLATION	193,329,955	1,525,895		194,855,850	7,082,522	9,377,552		15,460,074	178,395,775	186,247,433	
III)	P&M WATER TANK, PIPE LINE & INSTALLATION	53,065,120	740,338		53,805,458	1,909,923	2,555,359		4,465,282	49,340,176	51,155,197	
IV)	P & M RAILWAY SIDING	-	579,332,257		579,332,257	-	4,975,909		4,975,909	574,358,348	-	
5	VEHICLES	7,284,985	714,310		7,999,295	1,446,544	708,621		2,155,185	5,844,130	5,838,441	
6	FURNITURE & FIXTURE	8,031,493	1,088,798		9,120,291	1,151,356	698,700		1,850,056	7,270,236	6,880,137	
7	OTHER FIXED ASSETS & EQUIPMENTS											
I)	OTHER FIXED ASSETS & EQUIPMENTS	967,658	851,260		1,818,919	83,074	98,125		181,199	1,637,720	884,584	
II)	EDP MACHINERY & EQUIPMENTS	5,613,467	895,922		6,509,390	1,021,680	978,313		1,999,994	4,509,396	4,591,787	
III)	AIR CONDITIONERS & ROOM COOLERS	984,224	591,763		1,575,987	160,722	69,450		230,172	1,345,815	823,501	
IV)	REFRIGERATORS & WATER COOLERS	533,246	150,300		683,546	36,742	29,478		66,220	617,325	496,504	
V)	TELEPHONE, TELEX, EPBX & TV	863,323	48,500		911,823	101,109	41,095		142,204	769,619	762,214	
VI)	OFFICE EQUIPMENTS	158,746	-		158,746	21,757	6,987		28,744	130,002	136,989	
		3,731,126,528	1,389,698,187	-	5,120,824,715	116,116,434	195,437,784	-	311,554,217	4,809,270,497	3,616,010,094	
	PREVIOUS YEARS	74,907,423	3,770,862,792	114,643,687	3,731,126,528	1,847,403	118,485,945	2,216,914	116,116,434	3,615,010,094	73,060,020	



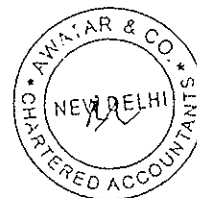
BOKARO JAYPEE CEMENT LIMITED

Notes-2.11

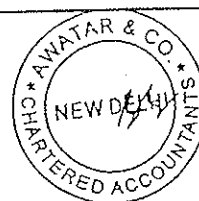
CAPITAL WORK IN PROGRESS

(Amount in Rs.)

S.No.	PARTICULARS	As at 31.03.2013	As at 31.03.2012
1	BOUNDARY WALL (PLANT)	-	175,344
2	ELECTRICAL SUB-STATION(132/33)KVA	20,837,374	7,406,522
3	"E" TYPE QUARTER	-	4,056,356
4	"F" TYPE QUARTER	-	3,215,668
5	SLAG ROUTE	-	76,143,394
6	WAGON TRIPPLER	-	81,361,250
7	WAGON LOADING	-	226,240,081
8	RAILWAY SIDING	-	275,223,700
9	SEWAGE TREATMENT PLANT	2,920,418	-
10	ANNAPURNA MESS	67,049	-
11	CYCLE STAND	6,077	-
12	FIRE TENDER SHED	149,889	-
13	DIESEL LOCO SHED	388,265	-
14	PLANT ROAD	-	7,326,027
15	FLUDISED BED COMBUSTER/ COAL COMBUSTOR -1	-	709,744
16	FLUDISED BED COMBUSTER/ COAL COMBUSTOR -2	-	13,322,736
17	DRAINS	-	7,172,076
18	STEEL	3,115,311	34,975,403
19	CEMENT	1,814,201	2,556,270
20	OTHERS	-	1,169,660
21	EXPENDITURE PENDING FOR ALLOCATION	-	60,567,704
		29,298,583	801,621,934



BOKARO JAYPEE CEMENT LTD.		
NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2013		
	(Amount in Rs.)	
	As at 31.03.2013	As at 31.03.2012
Notes-2.12 'Long Term Loans & Advances'		
Capital Advance	-	113,540,876
Security Deposit - With Govt. Deptts & Public Bodies	49,615,875	80,665,515
- With Others	2,893,715	1,812,090
Total	52,509,590	196,018,481
Notes-2.13 'Inventories (As certified by management)'		
Finished Goods	191,037,540	83,278,224
Raw Material	84,428,038	79,793,616
Stores and Spares	29,507,263	21,121,508
Total	304,972,841	184,193,348
Notes-2.14 'Trade Receivables' (Unsecured)		
a) Debts outstanding for a period exceeding six months	1,280,782	784,200
b) Other Debts	382,627,180	85,873,906
Total	383,907,962	86,658,106
Notes-2.15 'Cash and Cash Equivalents'		
Cash	590,454	29,760
Bank Balance with:		
State Bank of Patiala	693	2,300,305
Axis Bank Limited	2,735,986	18,444,044
Karur Vysya Bank Limited	687,939	687,940
Axis Bank Limited, Sector-18	21,407,288	183,812,585
Axis Bank Limited (CMS Account)	96,149,238	93,553,828
Axis Bank Limited, Vasant Vihar	333,735,983	-
Axis Bank Limited, Bokaro	187,505	13,265,138
State Bank of India, Bokaro	4,079,627	17,590,983
United Bank of India, Bokaro	27,923	28,027
Fixed Deposits with:		
Axis Bank Limited	40,000,000	-
State Bank of Patiala	11,988,148	11,050,000
Karur Vysya Bank Limited	1,137,872	1,044,075
Total	512,728,656	341,806,686
Notes-2.16 'Short Term Loans and Advances'		
Loans and advances to (Unsecured) :-		
Related Parties	112,412,666	153,433,029
Others(Unsecured):-		
Advances to Suppliers & Contractors	8,564,456	11,467,871
Advances to Employees	68,547	126,552
Tax Credits	321,531,082	169,264,430
TDS Receivables	1,552,066	825,280
Insurance Claim.	799,114	114,508
Others	368,007,508	612,779
Total	812,935,438	335,844,449
Notes-2.17 'Others Current Assets'		
Prepaid Expenses	2,969,197	3,180,249
Total	2,969,197	3,180,249



BOKARO JAYPEE CEMENT LTD.		
NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2013		
	(Amount in Rs.)	
	For the year ended 31 March, 2013	For the year ended 31 March, 2012
Notes-2.18 'Revenue from Operation'		
Sale of Cement (PSC)	6,857,224,417	3,104,808,384
Sale of Cement (PPC)	50,481	1,829,807
Subsidy in VAT thru JIP, 2001	367,421,659	-
	7,224,696,556	3,106,638,191
Less: Excise Duty	951,064,654	384,721,759
	6,273,631,902	2,721,916,432
Notes-2.19 'Other Income'		
Income		
Interest Received	7,586,013	3,385,428
Sale- Scrap	14,274,715	4,216,708
Miscellaneous Receipts	8,855,944	858,950
Profit on Sale of Assets	-	1,464,667
Total	30,716,671	9,925,754
Notes-2.20 'Cost of Material Consumed'		
Raw Material Consumed	2,136,468,385	1,260,831,749
Packing Material Consumed	245,233,621	110,925,581
Refractories Consumed	1,060,558	1,445,703
Less:		
Cost of Self Consumption	8,456,673	12,934,224
Total	2,374,305,891	1,360,268,809
Notes-2.21 'Other Direct Manufacturing Exp'		
Power and Fuel	301,367,636	165,838,728
Coal Consumed	124,252,305	64,718,835
Store & Spares Consumed	31,917,337	12,769,758
Repair & Maintenance (Plant)	44,685,193	36,089,996
Less:		
Cost of Self Consumption	1,047,807	1,693,609
Total	501,174,664	277,723,708
Notes-2.22 'Changes in Inventories of Finished Goods, WIP & Stock in Trade'		
Closing Stock	191,037,540	83,278,224
Less: Opening Stock	83,278,224	-
Excise Duty Difference on Changes in Closing Stocks	(2,740,157)	7,237,476
(Increase)/Decrease in Stock of Finished Goods	(110,499,473)	(76,040,748)
Notes-2.23 'Employee Benefit Expenses'		
Salaries, Wages & Bonus	99,737,151	73,954,969
Gratuity	715,713	1,803,879
Contribution To Provident & Other Funds	4,209,468	2,992,267
Staff Welfare	8,118,406	6,318,950
Total	112,780,737	85,070,065
Notes-2.24 'Financial Cost'		
Interest On Term Loans	371,132,507	233,742,817
Interest On WCL & Others	49,769,564	46,366,388
Total	420,902,071	280,109,204



BOKARO JAYPEE CEMENT LTD.**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2013**

(Amount in Rs.)

	For the year ended 31 March, 2013	For the year ended 31 March, 2012
Notes-2.25 'Other Expenditure'		
Repair & Maintenance -Civil	3,083,788	915,882
Machinery Hire Charges	-	1,097,768
Building Material Consumed	2,599,298	1,127,538
Repair & Maintenance -Others	1,411,152	555,302
Auditor's Remuneration		
- For Statutory Audit	150,000	125,000
- For Tax Audit	25,000	25,000
- For Certification	6,000	2,500
Internal Audit Fees	300,000	225,000
Rates & Taxes (Excluding excise duty on sale)	4,238,927	1,120,779
Insurance	4,292,930	2,980,568
Travelling Expenses	8,606,256	8,128,806
Postage, Telephone & Internet	2,517,077	2,267,857
Legal & Professional Expense	3,434,728	971,961
Vehicle Hire and running Charges	2,605,031	2,427,733
Bank Charges & Guarantee Commission	3,036,581	2,531,380
Safety & Security Expenses	24,458,532	14,813,348
Printing and Stationery	1,572,507	1,226,322
News Paper and Advertisement	4,937,272	460,987
Audit Expenses	28,129	89,126
Miscellaneous Expenses	4,914,018	3,337,833
Total	72,217,226	44,430,690
Notes-2.26 'Selling & Distribution Expenses'		
Loading, Transportation and other Charges	1,111,693,931	634,497,746
Sales Promotion and commission on sales	443,771,134	163,649,454
Total	1,555,465,066	798,147,199
Notes-2.27 'Earning Per Share'		
Profit/ (Loss) after tax (in Rs.)	1,360,438,863	(449,216,271)
Nominal value of equity share (in Rs.)	10.00	10.00
Total number of equity shares outstanding at the beginning of the year/period	133650000	76846143
Total number of equity shares outstanding at the end of the year/period	0	133650000
Weighted average number of equity shares	133650000	135637536
Basic earning per share (in Re.)	10.18	(3.31)
Nominal value of equity share (in Rs.)	10.00	10.00
Weighted average number of equity shares used to compute diluted earnings per share	133650000	135637536
Diluted earning per share (in Rs.)	10.18	(3.31)

