

AWATAR & CO.

CHARTERED ACCOUNTANTS
New Delhi - Alwar - Bhilai

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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF
JAYPEE AGRA VIKAS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **JAYPEE AGRA VIKAS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2014, 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 notified under the Companies Act, 1956 ("the Act") read with General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. 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.

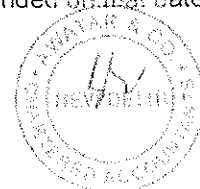
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or 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 but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. 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, 2014;
- (b) in the case of the Statement of Profit and Loss, of the result 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, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 read with General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.;
 - e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, 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 : Noida
Date : May 24, 2014

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) The Company does not have any inventories. Therefore, the provisions of clause (ii) of paragraph 4 of the Order are not applicable to the Company.
- (iii) In our opinion and according to the information and explanations given to us, the Company has not entered into loan transactions to which provisions of Sections 297 and 299 of the Companies Act, 1956 are applicable. Therefore, the provisions of clause (iii) of paragraph 4 of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchases of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system.
- (v) According to the information and explanations given to us, Company has not entered into any contract or arrangement to which provisions of Sections 297 and 299 of the Companies Act, 1956 are applicable. Therefore, the provisions of clause (v) of paragraph 4 of the Order are not applicable to the Company.
- (vi) According to the information and explanations given to us, the Company has not accepted deposits from public. Therefore, the provisions of clause (vi) of paragraph 4 of the Order are not applicable to the Company.
- (vii) *The Company does not have a formal internal audit system.* However, in our opinion, there are adequate internal control systems commensurate with the size and nature of its business.
- (viii) The maintenance of cost records pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956, is not applicable to the Company.
- (ix) In respect of statutory dues:
 - (a) According to the records of the Company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities.
 - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2014 for a period of more than six months from the date of becoming payable.
- (x) The Company's accumulated losses at the end of the year are less than fifty per cent of its net worth. The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- (xi) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks and debenture holders.

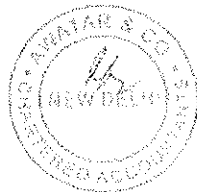


- (xii) In our opinion and according to the information and explanations given to us and based on the information available, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund / nidhi / mutual benefit fund / society. Therefore, provisions of clause (xiii) of paragraph 4 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 or trading in shares, securities, debentures and other investments. Therefore, the provisions of clause (xiv) of paragraph 4 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 (xv) of paragraph 4 of the Order are not applicable to the Company.
- (xvi) The Company has not raised new term loans during the year.
- (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 are of the opinion that there are no funds raised on short-term basis that have been used for long-term investment.
- (xviii) According to the information and explanations given to us, 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) The Company has not raised any monies by way of public issue during the year.
- (xxi) In our opinion 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 : Noida
Date : May 24, 2014

JAYPEE AGRA VIKAS LIMITED
Balance Sheet as at March 31, 2014

	Notes	March 31, 2014 in ₹	March 31, 2013 in ₹
EQUITY AND LIABILITIES			
Shareholders' funds			
Share Capital	2	3,759,200,000	6,142,000,000
Reserves and Surplus	3	(20,018,278)	(20,018,278)
		<u>3,739,181,722</u>	<u>6,121,981,722</u>
Share Application Money Pending Allotment			
		-	-
Non-current Liabilities			
Long-term Borrowings	4	1,237,500,000	1,250,000,000
Deferred Tax Liabilities (Net)		-	-
Long-term Provisions	5	116,616	137,183
		<u>1,237,616,616</u>	<u>1,250,137,183</u>
Current Liabilities			
Trade Payables	6	296,995	304,956
Other Current Liabilities	7	149,419,376	961,164
Short-term Provisions	8	7,668	9,644
		<u>149,724,039</u>	<u>1,275,764</u>
Total		<u><u>5,126,522,377</u></u>	<u><u>7,373,394,669</u></u>
ASSETS			
Non-Current Assets			
Fixed Assets			
- Tangible Assets	9	754,562	824,986
- Incidental Expenditure during Construction	10	1,899,332,154	1,698,544,272
Long-term Loans and Advances	11	29,726,473	1,892,058,788
		<u>1,929,813,189</u>	<u>3,591,428,046</u>
Current Assets			
Cash and Cash Equivalents	12	1,154,046	1,329,305
Short-term Loans and Advances	13	3,195,548,600	3,780,626,856
Other Current Assets	14	6,542	10,462
		<u>3,196,709,188</u>	<u>3,781,966,623</u>
Total		<u><u>5,126,522,377</u></u>	<u><u>7,373,394,669</u></u>

Summary of significant accounting policies 1.1
The accompanying notes are an integral part of the financial statements

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

For Awatar & Company
Chartered Accountants

Brijendra Agrawal
Brijendra Agrawal
Partner
M.No. : 087787
Firm R.No. : 000726N

Place : Noida
Date : 24th May, 2014

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Deepak Banga
Deepak Banga
Company Secretary

For and on behalf of the Board of Directors

Sameer Gaur
Sameer Gaur
Director

Gaurav Jain
Gaurav Jain
Director

JAYPEE AGRA VIKAS LIMITED

Statement of Profit and loss for the year ended March 31, 2014

	Notes	For the Year	For the Year
		March 31, 2014	March 31, 2013
		in ₹	in ₹
Income			
Revenue from Operations		NIL	NIL
Expenses			
Other Expenses		NIL	NIL
Profit/(Loss)before exceptional and extraordinary items and tax		-	-
Exceptional items		NIL	NIL
Profit/(Loss) before extraordinary items and tax		-	-
Extraordinary Items		NIL	NIL
Profit/(Loss) before tax		-	-
Tax expense			
Current Tax		NIL	NIL
Deferred Tax		NIL	NIL
Profit /(Loss) for the year		<u>NIL</u>	<u>NIL</u>
Earnings Per Equity Share			
Basic		-	-
Diluted		-	-

Summary of significant accounting policies

1.1

The accompanying notes are an integral part of the financial statements

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

For and on behalf of the Board of Directors

For Awatar & Company
Chartered Accountants

Brijendra Agrawal

Brijendra Agrawal
Partner
M.No. : 087787
Firm R.No. : 000726N



Place : Noida
Date : 24th May, 2014

[Signature]

Sameer Gaur

Sameer Gaur
Director

Deepak Banga

Deepak Banga
Company Secretary

Gaurav Jain

Gaurav Jain
Director

JAYPEE AGRA VIKAS LIMITED

Cash Flow Statement for the year ended March 31, 2014

A. CASH FLOW FROM OPERATING ACTIVITIES

	March 31, 2014 in ₹	March 31, 2013 in ₹
Net Profit (Loss) before Tax and Prior Period Items	-	-
Adjustment for :		
(Increase)/ Decrease in Short-term Loans and Advances	585,078,256	3,528,404
(Increase)/ Decrease in Other Current Assets	3,920	(5,089)
(Increase)/ Decrease in Long Term Loans and Advances	1,862,332,315	-
Increase/ (Decrease) in Trade Payables & Other Liabilities	135,927,708	30,344
Cash from Operations	2,583,342,199	3,553,659
Direct Taxes Paid (Net of Refunds)	-	-
Net Cash Flow From Operating Activities	2,583,342,199	3,553,659

B. CASH FLOW FROM INVESTING ACTIVITIES

Acquisition of Fixed Assets (including IEDC)	(200,717,458)	(207,694,001)
Net Cash used in Investing Activities	(200,717,458)	(207,694,001)

C. CASH FLOW FROM FINANCING ACTIVITIES

Proceeds/ (Refunds) from Issue of Share Capital	(2,382,800,000)	203,000,000
Net Cash Flow from Financing Activities	(2,382,800,000)	203,000,000
Net Increase/(Decrease) in Cash and Cash Equivalents	(175,259)	(1,140,342)

Cash and Cash Equivalents at the Beginning	1,329,305	2,469,647
Cash and Cash Equivalents at the Close	1,154,046	1,329,305
	(175,259)	(1,140,342)

Cash and Bank Balance (as per Note 12 to the Financial Statements)	1,154,046	1,329,305
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As per our report of even date attached to the Balance Sheet

For Awatar & Company
Chartered Accountants

Brijendra Agrawal

Brijendra Agrawal
Partner

M.No. : 087787

Firm R.No. : 000726N

Place : Noida

Date : 24th May, 2014

Awatar & Co.



For and on behalf of the Board of Directors

Sameer Gaur

Sameer Gaur
Director

Deepak Banga
Deepak Banga
Company Secretary

Gaurav Jain

Gaurav Jain
Director

JAYPEE AGRA VIKAS LIMITED

Notes to the financial statements for the year ended March 31, 2014

Corporate Information

Jaypee Agra Vikas Limited is a wholly owned subsidiary of Jaiprakash Associates Limited. The Company was incorporated as a Special Purpose Vehicle for development of 6-lane (extendable to 8-lanes) Inner Ring Road for Agra City and 4-lane elevated road plus two lane service roads on either side of Fatehabad Road and the Development and upgradation of existing Fatehabad Road to 4-lane facility on Design, Build, Finance, Operate and Transfer (DBFOT) basis for a concession period of 35 years including development rights for 90 years in respect of development of land. The Company signed a Concession Agreement dated 4th February, 2010 with Agra Development Authority (ADA) for implementation of the Agra Inner Ring Road Package as per the provisions of the Concession Agreement. The project could not progress as ADA has not able to fulfill its obligation in respect of 'Condition Precedent'. Recently, as per the decision taken by ADA, the Company has received part refund of the advance given to ADA for acquisition of land.

Note 1. Basis of Preparation

The financial statements are prepared on the historical cost basis and on the principles of a going concern, on accrual basis, in accordance with the Generally Accepted Accounting Principles, the relevant Accounting Standards and the relevant Guidance Notes issued by the Institute of Chartered Accountants of India and the applicable provisions of the Companies Act, 1956.

1.1 Summary of significant accounting policies

(a) Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognised in the period in which the results are known/ materialise.

(b) Fixed Assets

Fixed Assets are stated at cost of acquisition or construction inclusive of freight, erection and commissioning charges, duties and taxes and other incidental expenses related thereto. Capital work-in-progress comprises of the cost of fixed assets that are not yet ready for their intended use at the reporting date.

(c) Depreciation

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. Individual low cost assets (acquired for ₹ 5,000/- or less) are depreciated fully in the year of acquisition.

(d) Employee Benefits

Employee Benefits are provided in the books as per AS-15 (revised) in the following manner:

Gratuity and Leave Encashment is a Defined Benefit Obligation. The liability is provided for on the basis of actuarial valuation made at the end of each financial year. The actuarial valuation is made on Projected Unit Credit method.

(e) Preliminary Expenditure

Preliminary Expenditure is written off in the year in which it is incurred, in terms of Accounting Standard (AS-26).

(f) Expenditure during Construction Period

Expenditure incurred on projects/assets during construction/implementation is capitalized and apportioned to projects/assets on commissioning.



JAYPEE AGRA VIKAS LIMITED

Notes to the financial statements for the year ended March 31, 2014

(g) Borrowing Costs

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that takes substantial period of time to get ready for intended use or sale. All other borrowing costs are charged to revenue.

(h) Taxes on Income

Current Tax is determined as per the provisions of the Income Tax Act, 1961 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 Liabilities are computed by applying tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet Date.

(i) Provisions, Contingent Liabilities and Contingent Assets(AS-29)

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements. The Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

(j) 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.

(k) 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.

(l) Earnings Per Share

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing adjusted net profit after tax by the aggregate of weighted average number of equity shares and dilutive potential equity shares outstanding during the year .

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JAYPEE AGRA VIKAS LIMITED

Notes to the financial statements for the year ended March 31, 2014

Note 2. Share capital	March 31, 2014		March 31, 2013	
	No. of shares	In ₹	No. of shares	In ₹
Authorised shares				
Equity shares of ₹10 each	450,000,000	4,500,000,000	450,000,000	4,500,000,000
Preference shares of ₹100 each	40,000,000	4,000,000,000	40,000,000	4,000,000,000
		<u>8,600,000,000</u>		<u>8,500,000,000</u>
Issued, Subscribed and Fully Paid-up Shares				
Equity shares of ₹10 each	273,800,000	2,738,000,000	273,800,000	2,738,000,000
Redeemable Preference shares of ₹100 each	10,212,000	1,021,200,000	34,040,000	3,404,000,000
		<u>3,759,200,000</u>		<u>6,142,000,000</u>

(a) Reconciliation of the shares outstanding at the beginning and at the end of the year

Equity shares	March 31, 2014		March 31, 2013	
	No. of shares	In ₹	No. of shares	In ₹
At the beginning of the year	273,800,000	2,738,000,000	273,800,000	2,738,000,000
Issued during the year	-	-	-	-
At the end of the year	<u>273,800,000</u>	<u>2,738,000,000</u>	<u>273,800,000</u>	<u>2,738,000,000</u>

Preference shares	March 31, 2014		March 31, 2013	
	No. of shares	In ₹	No. of shares	In ₹
At the beginning of the year	34,040,000	3,404,000,000	-	-
Issued during the year	-	-	34,040,000	3,404,000,000
Redeemed during the year	<u>23,828,000</u>	<u>2,382,800,000</u>	-	-
At the end of the year	<u>10,212,000</u>	<u>1,021,200,000</u>	<u>34,040,000</u>	<u>3,404,000,000</u>

(b) Terms/ rights attached to equity shares

The company has equity shares having a par value of ₹ 10 per share. 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.

(c) Terms of redemption / rights attached to Preference shares

The Company has 12% Non Cumulative Redeemable Preference Shares of ₹100/- each fully paid up for a period of 10 years extendable up to 20 years, redeemable at any time at the option of the Company and including, inter alia that the Preference Share holders shall have priority over equity share holders in the payment of dividend and repayment of capital in case of liquidation of the Company. During the year ended 31.03.2014, the Company redeemed 23,828,000 Non cumulative Redeemable Preference Shares for aggregate amount of ₹2,382,800,000.

(d) Shares held by Holding / Ultimate Holding Company and /or their Subsidiaries / Associates

	March 31, 2014		March 31, 2013	
	No. of shares	% holding	No. of shares	% holding
Jaiprakash Associates Limited- Holding Company				
Equity shares of ₹10 each fully paid up	273,800,000	100	273,800,000	100
Redeemable Preference shares of ₹100 each	10,212,000	100	34,040,000	100

Note 3. Reserves and surplus

	March 31, 2014	March 31, 2013
	In ₹	In ₹
Surplus		
Opening Balance	(20,018,278)	(20,018,278)
Profit/ (Loss) for the year	<u>(20,018,278)</u>	<u>(20,018,278)</u>
Closing Balance	<u>(20,018,278)</u>	<u>(20,018,278)</u>
Total Reserves and Surplus	<u>(20,018,278)</u>	<u>(20,018,278)</u>



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JAYPEE AGRA VIKAS LIMITED

Notes to the financial statements for the year ended March 31, 2014

Note 4. Long-term Borrowings	Non-current portion		Current maturities	
	March 31,2014	March 31,2013	March 31,2014	March 31,2013
	In ₹	In ₹	In ₹	In ₹
Term loans				
Secured loan from ICICI Bank Limited *	1,237,500,000	1,250,000,000	12,500,000	-
	<u>1,237,500,000</u>	<u>1,250,000,000</u>	<u>12,500,000</u>	<u>-</u>

*The financial assistance sanctioned and disbursed by ICICI Bank Limited by way of Rupee Term Loan together with all interest, liquidated damages, additional interest, default interest, premia on prepayment, commission, costs, charges, expenses and other monies payable, under the Facility Agreement, remuneration payable to the trustees or agents or affiliates, is secured by way of first charge over all rights, title and interest on movable, immovable assets and other assets, both present and future and also pledge of 8,21,40,000 equity shares of ₹10 each by Jaiprakash Associates Limited. Loan is repayable in 32 structured quarterly installment starting from 30.06.2014 .

Note 5 . Long Term Provisions

	March 31,2014	March 31,2013
	In ₹	In ₹
Provision for employee benefits		
Gratuity	36,342	16,745
Leave encashment	80,274	120,438
	<u>116,616</u>	<u>137,183</u>

Note 6. Trade Payables

	March 31,2014	March 31,2013
	In ₹	In ₹
Total outstanding dues of creditors other than micro , small and medium enterprises (Refer Note 20)	296,995	304,956
	<u>296,995</u>	<u>304,956</u>

Note 7. Other Current Liabilities

	March 31,2014	March 31,2013
	In ₹	In ₹
Current maturities of long-term borrowings (Note 4)	12,500,000	-
Other payables		
- TDS payable	21,200	17,500
- Audit fees payable	102,360	112,360
- Related Party	136,100,000	
- Others	695,816	831,304
	<u>149,419,376</u>	<u>961,164</u>

Note 8 . Short Term Provisions

	March 31,2014	March 31,2013
	In ₹	In ₹
Provision for employee benefits		
- Gratuity	266	384
- Leave encashment	7,402	9,260
	<u>7,668</u>	<u>9,644</u>



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JAYPEE AGRA VIKAS LIMITED
Notes to the financial statements for the year ended March 31, 2014

Note 9 . Fixed Assets - Tangible

(in ₹)

Description	Gross carrying amount			Depreciation			Net carrying amount		
	As at March 31, 2013	Additions / Adjustments during the year	Sale/Transfer/ Disposal / Discard during the year	As at March 31, 2014	As at March 31, 2013	Provided during the year	Sale/ Adjustment	As at March 31, 2014	As at March 31, 2013
Plant and equipment	380,250	-	-	380,250	50,422	18,062	-	311,766	329,828
Furniture and Fixtures	180,776	-	-	180,776	25,411	11,441	-	143,924	155,365
Vehicles	39,170	-	-	39,170	11,452	3,471	-	24,247	27,718
Office equipments	267,045	-	-	267,045	53,310	11,379	-	202,356	213,735
Computers	171,967	-	-	171,967	73,627	26,071	-	72,269	98,340
Total	1,039,208	-	-	1,039,208	214,222	70,424	-	754,562	824,986
Previous Year	1,039,208	-	-	1,039,208	143,798	70,424	-	824,986	



JAYPEE AGRA VIKAS LIMITED

Notes to the financial statements for the year ended March 31, 2014

Note 10. Statement of Incidental Expenditure During Construction (IEDC)	March 31, 2014 (in ₹)	March 31, 2013 (in ₹)
Opening Incidental Expenditure During Construction	1,698,544,272	1,490,779,847
<u>Addition during the year :</u>		
Salary, Wages and other Benefits	2,037,112	3,409,515
Travelling & Conveyance Expenses	142,965	156,226
Postage Telephone and Rates & Taxes	18,894	30,229
Bank Guarantee Charges & Expenses	-	3,460,613
Miscellaneous Expenses	153,304	160,710
Design & Project Consultancy	592,390	1,157,935
Interest & Financial Charges	197,662,670	199,212,335
Depreciation	70,424.00	70,424
Auditors' Remuneration		
Audit Fees	112,360	112,360
Reimbursement of Expenses	1,400	-
Total	1,899,335,791	1,698,550,194
Less: Interest on Fixed Deposits with Banks - TDS ₹ Nil, (Previous Year ₹ Nil)	3,637	5,922
Project in progress at the end of the year	1,899,332,154	1,698,544,272

Note 11. Long Term Loans and Advances

A) SECURITY DEPOSITS

Unsecured, Considered Good

March 31, 2014 (in ₹)	March 31, 2013 (in ₹)
-	25,000
-	25,000

B) OTHER LOANS AND ADVANCES

Unsecured, Considered Good

Advance for Land Purchase - (Right of Way)

March 31, 2014 (in ₹)	March 31, 2013 (in ₹)
29,726,473	1,892,033,788
29,726,473	1,892,033,788
29,726,473	1,892,058,788

Note 12. Cash and Cash Equivalents

(a) Balance with Banks in Current Account

(i) ICICI Bank Ltd.

(ii) Axis Bank Ltd.

March 31, 2014 (in ₹)	March 31, 2013 (in ₹)
891,594	1,117,218
241,444	165,240
1,133,038	1,282,458
21,008	46,847
1,154,046	1,329,305


(b) Cash on Hand

✓



✓

JAYPEE AGRA VIKAS LIMITED**Notes to the financial statements for the year ended March 31, 2014**

Note 13 . Short Term Loans and Advances	March 31, 2014 (in ₹)	March 31, 2013 (in ₹)
A) Loans and Advances to Others		
Unsecured, considered good		
Advances to Suppliers & Others	3,327,380	3,327,380
Income Tax recoverable (Tax Deducted at Source)	178,993	178,993
Prepaid expenses	1,583	8,154
Advance for Land Parcels	3,192,015,644	3,777,087,329
	<u>3,195,523,600</u>	<u>3,780,601,856</u>
B) SECURITY DEPOSITS		
Unsecured, considered good	25,000	25,000
	<u>25,000</u>	<u>25,000</u>
	<u>3,195,548,600</u>	<u>3,780,626,856</u>
Note 14 . Other Current Assets	March 31, 2014 (in ₹)	March 31, 2013 (in ₹)
Interest accrued and due		
on Fixed deposit (Given as security deposits)	6,542	10,462
	<u>6,542</u>	<u>10,462</u>



JAYPEE AGRA VIKAS LIMITED

Notes to the financial statements for the year ended March 31, 2014

Note 15 (a) Gratuity

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 Company 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. During the year, the Company has paid a premium of ₹ NIL (Previous year ₹ NIL) against liability of ₹ 49,627/- (Previous Year ₹ 62,229/-) computed by an independent actuary. Necessary accounting treatment has been given in the books of account.

(b) Leave Encashment - Defined Benefit Plans - Provision has been made as per Actuarial Valuation

(In ₹)

Sl.No.	Particulars	Year Ended 2013-14		Year Ended 2012-13	
		Funded Gratuity	Non-funded Leave Encashment	Funded Gratuity	Non-funded Leave Encashment
I	Expenses recognized in the Statement of Incidental Expenditure During Construction for the Year ended				
	1.Current Service Cost	16,277	28,879	27,150	56,976
	2.Interest Cost	5,289	11,024	3,644	9,781
	3.Expected Return on Plan Assets	(4,194)	-	(6,227)	-
	4.Employee Contribution	-	-	-	-
	5.Actuarial (Gains)/Losses	2,107	(14,345)	16,643	(52,125)
	6.Past Service Cost	-	-	-	-
	7.Settlement Cost	-	-	-	-
	8.Total Expenses	19,479	25,558	41,210	14,632
II	Net Asset/ (Liability) recognized in the Balance Sheet				
	1. Present Value of Defined Benefit Obligation	49,627	87,676	62,229	129,698
	2. Fair Value of Plan Assets	13,019	-	45,100	-
	3. Funded Status [Surplus(Deficit)]	(36,608)	(87,676)	(17,129)	(129,698)
	4. Net Asset/(Liability)	(36,608)	(87,676)	(17,129)	(129,698)



(In ₹)

Sl.No.	Particulars	Year Ended 2013-14		Year Ended 2012-13	
		Funded	Non-funded	Funded	Non-funded
		Gratuity	Leave Encashment	Gratuity	Leave Encashment
III	Change in Obligation during the Year ended				
	1.Present value of Defined Benefit Obligation at the beginning of the year	62,229	129,698	42872	115,066
	2.Current Service Cost.	16,277	28,879	27,150	56,976
	3.Interest Cost	5,289	11,024	3,644	9,781
	4.Settlement Cost	-	-	-	-
	5.Past Service Cost	-	-	-	-
	6.Employee Contributions	-	-	-	-
	7.Actuarial (Gains)/Losses	(21,149)	(14,345)	14,308	(52,125)
	8.Benefit Payments	(13,019)	(67,580)	(25,745)	-
	9.Present Value of Defined Benefit Obligation at the end of the year	49,627	87,676	62,229	129,698
IV	Change in Assets during the Year ended				
	1.Plan Assets at the beginning of the year	45,100	-	66,953	-
	2.Assets acquired on amalgamation in previous year	-	-	-	-
	3.Settlements	-	-	-	-
	4.Expected return on Plan Assets	4,194	-	6,227	-
	5.Contribution by Employer	-	-	-	-
	6.Actual Benefit Paid	(13,019)	-	(25,745)	-
	7.Actuarial Gains/ (Losses)	(23,256)	-	(2,335)	-
	8.Plan Assets at the end of the year	13,019	-	45,100	-
	9.Actual Return on Plan Assets	19,062	-	(5,838)	-

Actuarial Assumptions:

- (i) Discount Rate
(ii) Mortality
(iii) Turnover Rate
Up to 30 Years
From 31 to 44 years
Above 44 years
(iv) Future Salary Increase
(v) Rate of Return

Year Ended 2013-14

8.50%
IALM [2006-08]

2.00%
5.00%
3.00%
6.00%
9.30%

Year Ended 2012-13

8.50%
IALM [1994-96]

2.00%
5.00%
3.00%
6.00%
9.30%



JAYPEE AGRA VIKAS LIMITED

Notes to the financial statements for the year ended March 31, 2014

Note 16. 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 (including their subsidiaries) :

- 1 Jaiprakash Power Ventures Limited
- 2 Jaypee Infratech Limited
- 3 Himalyan Expressway Limited
- 4 Jaypee Sports International Limited
- 5 Bhilai Jaypee Cement Limited
- 6 Gujarat Jaypee Cement & Infrastructure Limited
- 7 Bokaro Jaypee Cement Limited
- 8 Jaypee Ganga Infrastructure Corporation Limited
- 9 Jaypee Fertilizers & Industries Limited
- 10 Jaypee Cement Corporation Limited
- 11 Himalyaputra Aviation Limited
- 12 Jaypee Assam Cement Limited
- 13 Jaypee Powergrid Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- 14 Sangam Power Generation Company Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- 15 Prayagraj Power Generation Company Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- 16 Jaypee Meghalaya Power Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- 17 Jaypee Arunachal Power Limited (Subsidiary of Jaiprakash Power Ventures Limited)
- 18 Himachal Baspa Power Company Limited (Subsidiary of Jaiprakash Power Ventures Limited w.e.f. 14.03.2014)
- 19 Himachal Karcham Power Company Limited (Subsidiary of Jaiprakash Power Ventures Limited w.e.f. 14.03.2014)
- 20 Jaypee Healthcare Limited (Subsidiary of Jaypee Infratech Limited)
- 21 Jaypee Cement Cricket (India) Limited (Subsidiary of Jaypee Sports International Limited)
- 22 Jaypee Cement Hockey (India) Limited (Subsidiary of Jaypee Sports International Limited)
- 23 Jaiprakash Agri Initiatives Company Limited (Subsidiary of Jaypee Cement Corporation Limited)
- 24 Jaypee Uttar Bharat Vikas Private Limited (w.e.f. 12.09.2013)
- 25 Kanpur Fertilizers & Cement Limited (Subsidiary of Jaypee Uttar Bharat Vikas Private Limited w.e.f.12.09.2013)

(c) Associate Companies :

- 1 Jaypee Infra Ventures (A Private Company with unlimited liability)(JIV)
- 2 JIL Information Technology Limited (Subsidiary of JIV)
- 3 Jaypee International Logistics Company Private Limited (Subsidiary of JIV)
- 4 Anvi Hotels Private Limited (Subsidiary of JIV)
- 5 Indesign Enterprises Private Limited (Subsidiary of JIV)
- 6 Jaypee Development Corporation Limited (JDCL) (Subsidiary of JIV)
- 7 Andhra Cements Limited (Subsidiary of JDCL)
- 8 Tiger Hills Holiday Resort Private Limited (Subsidiary of JDCL)
- 9 Gaur & Nagi Limited (Subsidiary of JIL Information Technology Limited)
- 10 RPJ Minerals Private Limited
- 11 Sarveshwari Stone Products Private Limited (Subsidiary of RPJ Minerals Private Limited)
- 12 Rock Solid Cement Limited (Subsidiary of RPJ Minerals Private Limited)
- 13 Sonebhadra Minerals Private Limited
- 14 Jaiprakash Kashmir Energy Limited
- 15 MP Jaypee Coal Limited
- 16 MP Jaypee Coal Fields Limited
- 17 Madhya Pradesh Jaypee Minerals Limited
- 18 Jaypee Uttar Bharat Vikas Private Limited (upto11.09.2013)
- 19 Kanpur Fertilizers & Cement Limited (Subsidiary of Jaypee Uttar Bharat Vikas Private Limited) (upto11.09.2013)



JAYPEE AGRA VIKAS LIMITED

Notes to the financial statements for the year ended March 31, 2014

The following transactions were carried out with Related Parties in the ordinary course of business.

(In ₹)

Description	Holding Company (a)		Fellow Subsidiary Companies (b)		Associate Companies (c)	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013	31.03.2014	31.03.2013
Transactions during the year ended :						
Issue/ (Refund) of Preference Shares	(2,382,800,000)	3,404,000,000	-	-	-	-
Other Miscellaneous expenditure	-	-	-	-	-	5,634
Balance as at end of the year :						
Redeemable Preference Shares	1,021,200,000	3,404,000,000	-	-	-	-
Trade Payable	-	-	-	-	-	5,634
Amount Payable	136,100,000	-	-	-	-	-

Note 17. Contingent Liabilities not provided for in the books :-

(in ₹)

Particulars	Year Ended 2013-14	Year Ended 2012-13
Income-tax demand *	20,29,073	Nil

* The Company has received a demand of ₹ 20,29,073/- towards TDS assessment for the A.Y.2011-12 to 2013-14. The Company has filed an appeal with Commissioner of Income Tax (Appeals) against the above said demand. Based on the advice of the counsels and the interpretation of relevant tax provisions, the Company believes it has strong grounds for success in the appeal. Hence no provisions is considered in the Financial Statements.

Note 18. Additional information pursuant to Clause (b) of Note 5(viii) of Part-II of Schedule VI to The Companies Act, 1956.

(in ₹)

Particulars	Year Ended 2013-14	Year Ended 2012-13
Expenditure in Foreign Currency including expenditure during project implementation period.	Nil	Nil
Foreign Travel	Nil	Nil

Note 19. Details of Auditors Remuneration charged to Incidental Expenses during Construction .

	(in ₹) Year Ended 2013-14	(in ₹) Year Ended 2012-13
Audit fee	100,000	100,000
Reimbursement of Expenses	1,400	-
Service tax	12,360	12,360
	<u>113,760</u>	<u>112,360</u>

Note 20. As per the information available with the Company, the Company has no dues to micro , small and medium enterprises during the year ended March 31, 2014 and March 31, 2013 .

Note 21. Previous year figures have been regrouped/rearranged wherever necessary to conform to this year's classification.

Note 22. All the figures have been rounded off to the nearest rupee .

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

For and on behalf of the Board of Directors

For Awatar & Company
Chartered Accountants

Brijendra Agrawal
Partner
M.No. : 087787
Firm R.No. : 000726N



Sameer Gaur

Sameer Gaur
Director

Place : Noida
Date : 24th May, 2014

Deepak Banga
Deepak Banga
Company Secretary

Gaurav Jain
Gaurav Jain
Director