

DIRECTORS' REPORT

To,
The Members

The Directors of your Company are pleased to present the Fourth Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2014.

FERTILIZER PLANT AT KANPUR

The Company is a wholly owned subsidiary of Jaiprakash Associates Limited incorporated with the objects of carrying on the business of fertilizers and chemicals. The Company is participating as a strategic investor in the Rehabilitation Scheme (Scheme) of Fertilizer Undertaking of Duncans Industries Ltd. (DIL) which has been approved by the Board for Industrial & Financial Reconstruction (BIFR) vide its Order dated 16th January, 2012.

All three streams of fertilizer plant at Kanpur have started manufacturing Urea w.e.f. December, 2013 after completion of feed stock conversion of Naphtha to Natural Gas and Energy saving schemes. Your directors are hopeful of good prospects of Fertilizer Business.

SHARE CAPITAL

The existing Authorised Share Capital of the Company is Rs. 1000,00,00,000 (Rupees One Thousand Crore Only) divided into 99,50,00,000 (Ninety Nine Crore Fifty Lakh Only) Equity shares of Rs.10/- (Rupees Ten Only) each and 50,00,000 (Fifty Lakh Only) Cumulative Redeemable Preference Shares of Rs.10/-(Rupees Ten Only) each.

The existing Paid Up Equity Share Capital of the Company is Rs. 277,58,50,000 (Rupee Two Hundred Seventy Seven Crore Fifty Eight Lakh Fifty Thousand Only) held by Jaiprakash Associates Limited, the holding company.

The existing Paid up Preference Share Capital is Rs. 4,35,00,000 (Rupee Four Crore Thirty Five Lakh Only) and the Share premium amounts to Rs. 430,65,00,000 (Rupee Four Hundred Thirty Crore Sixty Five Lakh

S. K. Sh

Only) aggregating the Preference capital funds of Rs. 435 crore (Four Hundred Thirty Five Core Only).

DIRECTORATE

Shri Sameer Gaur and Shri G.P. Gaur directors are liable to retire by rotation at the forthcoming Annual General Meeting, and, being eligible, offer themselves for re-appointment.

AUDITORS' REPORT

The Auditors' Report to the shareholders on the Accounts of the Company for the Financial Year ended 31st March, 2014 does not contain any qualification.

The observations of Auditors' and Notes to the financial statements are self- explanatory.

AUDITORS

M/s L C Kailash and Associates, Chartered Accountant, Auditors retire at the conclusion of ensuing Annual General Meeting and, being eligible, offer themselves for re-appointment.

As required under Section 141 of the Companies Act, 2013, the Auditors have provided their consent to act as Auditors for the Financial Year 2014-15 and a certificate that the re-appointment, if made, shall be in accordance with the conditions as prescribed and that they satisfy the criteria specified in Section 141 of the Companies Act, 2013.

FIXED DEPOSITS

The Company has neither invited nor accepted any deposit during the period under report within the meaning of Section 58A of Companies Act, 1956 & Rules made there under.

S. K. Sharma

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 1956, the Directors, based on the representation received from the operating management and after due enquiry, confirm in respect of the audited Annual Accounts for the year ended March 31, 2014:

- i) that in the preparation of the Annual Accounts, the applicable accounting standards had been followed and that there were no material departures;
- ii) that the Directors had, in consultation with the Statutory Auditors, 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 31st March, 2014 and the profit of the Company for that period;
- iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- iv) that the Directors had prepared the Annual Accounts on a going concern basis.

PARTICULARS OF EMPLOYEES

A statement showing the particulars of employees pursuant to Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended, is annexed and forms integral part of this report.

CONSERVATION OF ENERGY, TECHNOLOGY, FOREIGN EXCHANGE EARNINGS AND OUTGO

The provisions of section 217(1)(c) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Directors)

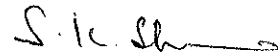
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Rules, 1988 are not applicable to your Company. There had been no Foreign Exchange Earnings and Outgo during the year.

ACKNOWLEDGEMENT

The Directors of your Company express their gratitude for the valuable support extended by Government of Uttar Pradesh, Board of Industrial & Financial Reconstruction, Department of Chemicals & Fertilizers, Kanpur, Ministry of Fertilizers, Electricity Supply Co. Ltd., Indian Oil Corporation Ltd., Bankers, various departments of Central and the State Government and other authorities for their valuable and continued co-operation & support to the Company. The Directors place on record their appreciation to the hardwork, commitment and unstinting efforts put in by the employees at all levels for revival of the Fertilizer plant at Kanpur.

On Behalf of the Board



**SUNIL KUMAR SHARMA
(CHAIRMAN)**

Place: Noida

Date: 24th May, 2014

ANNEXURE TO THE DIRECTORS' REPORT

Information in pursuance to Sub-section 2A of Section 217 of the Companies Act, 1956 is given below:

Name of Employee, Designation/Nature of Duties, Gross Remuneration (Rs.), Qualification, Age (in years), Total Experience (in years), Date of commencement of Employment, Previous Employment:

A. Employed throughout the year and in receipt of remuneration aggregating Rs. 60,00,000/- or more

Shri Sunil Joshi, Whole-time Director, Rs. 81,35,219/-, Graduate, 43, 20, 1st April, 2014, Bhilai Jaypee Cement Limited.

B. Employed for part of the year and in receipt of remuneration aggregating Rs. 5,00,000/- or more per month

-----None-----

Notes:

1. Gross remuneration includes Salary, House Rent Allowance and Other perks like Medical Reimbursement, Leave Travel Assistance, Furnishing Allowance, Company's contribution towards Provident Fund etc. but excludes provision for Gratuity & Leave Encashment.
2. Shri Sunil Joshi holds the office for a period of three years from the date of re-appointment viz. 1st April, 2014 (The Central Government's approval is awaited of his re-appointment).

S. U. Sharma

LC KAILASH AND ASSOCIATES
CHARTERED ACCOUNTANTS
C-124, NBR HOUSE
Preet Vihar, New Delhi-110092

Independent Auditor's Report

To

The Members.

Jaypee Fertilizers & Industries Ltd.,

Noida-201404

Report on the Financial Statements

We have audited the accompanying financial statements of "**Jaypee Fertilizers & Industries Ltd.**", 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

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. 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:

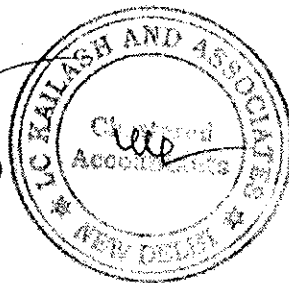
- a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- b) in the case of Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 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 to the extent applicable;
 - e) On the basis of written representations received from the directors as on 31st March, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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; LC Kailash and Associates
Chartered Accountants
F.R.N. 001811N


L.C. Gupta
(Sr. Executive Partner)
M.No. 005122



Place : New Delhi
Dated: 24th May, 2014

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

The Annexure, referred to in paragraph 1 of the Our Report of even date, to the member of Jaypee Fertilizers & Industries Ltd. on the accounts of the company for the year ended 31st March, 2014.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:-

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
(b) As explained to us, fixed assets have been physically verified by the management at the end of the Financial Year and no material discrepancies were noticed on such verification.
(c) No fixed Assets have been disposed off during the year, so as to affect the status of the Company as a Going Concern.
2. Since the company is not carrying any Trading and Manufacturing activity, neither any stores / Raw materials has been purchased nor consumed during the year, therefore, we are not required to express our opinion on the procedure of Physical Verification, discrepancy and the system of Valuation.
3. a.) The Company has granted loan, partly under the scheme of acquiring sick Industrial Unit which is non interest bearing and partly otherwise than the purpose of acquiring sick Industrial Unit, which is interest bearing, to the Companies covered in the Register maintained under Section – 301 of the Companies Act, 1956.
b.) In our opinion, the rate of interest on loans bearing interest and other terms and conditions on which loans have been granted are not prejudicial to the interest of the Company
c.) The Company is regular in repaying the Principal Amount as and when demanded.
d.) As per the information and explanation given to us there is no overdue amount of loan granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.

According to the information and explanations given to us, the company has taken interest bearing advance by way of unsecured loans from holding

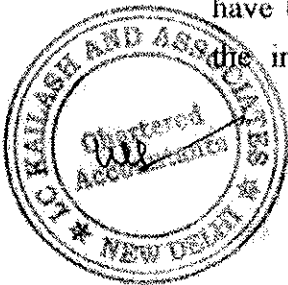


company covered in the Register maintained u/s 301 of the Companies Act, 1956. The maximum amount taken involved during the year was Rs. 26403859/- and the year end balance of loans taken from holding company is Rs. 26403859/-.

f.) The Company is regular in repaying the principal amounts as and when demanded and regular in payment of interest where applicable.

g.) As per the information and explanation given to us there is no overdue amount of loan granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.

4. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of fixed assets and payment for expenses. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.
5. Based on audit procedures applied by us and according to the information and explanations given to us, the company has not entered into any contract and arrangements referred in section 301 of the Companies Act, 1956 which needs to be entered into the register required to be maintained under that section of the Companies Act, 1956.
6. The Company has not accepted any deposits from the public covered under section 58A and 58AA of the Companies Act, 1956.
7. As per information & explanations given by the management, the Company has in house internal audit system commensurate with its size and the nature of its business.
8. Since the project is under implementation and no production activity has commenced, the provisions of section 209(1)(d) regarding maintenance of Cost Records does not apply.
9. (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, Custom Duty, Excise Duty, cess to the extent applicable and any other statutory dues have been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding



statutory dues as on 31st of March, 2014 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty and excise duty which have not been deposited on account of any disputes.

10. The Company does not have any accumulated loss and has incurred cash loss during the financial year covered by our audit.
11. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
12. According to the information and explanations given to us, the Company has granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund or a nidhi /mutual benefit fund/society. Therefore, the provision of this clause of the Companies (Auditor's Report) Order, 2003 (as amended) is not applicable to the Company.
14. In our opinion, the Company is not dealing in or trading in shares, securities debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable.
15. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.
16. Based on our audit procedures and on the information given by the management, we report that the company has raised Secured Loan from Bank against pledge of 10% Cumulative Redeemable Preferential Shares of Kanpur Fertilizer and Cements Limited held by the Company. No instalment has become due so far.
17. Based on the information and explanations given to us and on an overall examination of the Balance Sheet of the Company as at 31st March, 2014, we report that no funds raised on short-term basis have been used for long-term investment by the Company.



18. Based on the audit procedures performed and the information and explanations given to us by the management, we report that the Company has not made any preferential allotment of shares during the year.
19. The Company has no outstanding debentures during the period under audit.
20. The Company has not raised any money by public issue during the year.
21. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.

For; LC Kailash and Associates
Chartered Accountants
F.R.N. 001811N

L.C. Gupta

L.C. Gupta
(Sr. Executive Partner)
M.No. 005122



Place : New Delhi
Dated: 24th May, 2014

JAYPEE FERTILIZERS & INDUSTRIES LIMITED

BALANCE SHEET AS AT 31st MARCH 2014

(Amount in Rupees)

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2.1	2,81,93,50,000	1,65,43,50,000
(b) Reserves and Surplus	2.2	3,35,11,24,618	3,73,40,96,738
(2) Non Current Liabilities			
(a) Long Term Borrowings	2.3	2,10,00,00,000	2,10,00,00,000
(b) Long Term Provisions	2.4	15,71,276	26,29,378
(3) Current Liabilities			
(a) Other Current Liabilities	2.5	3,19,60,456	3,18,10,893
(b) Short Term Provisions	2.6	20,34,674	19,36,724
Total		8,30,60,41,024	7,52,48,23,733
II. ASSETS			
(1) Non Current Assets			
(a) Fixed Assets			38,173
(i) Tangible Assets	2.7	30,141	
(ii) Capital Work in Progress	2.8	7,99,69,479	7,99,27,774
(iii) Incidental Expenses Pending Allocation	2.9	25,31,051	25,31,051
(b) Non Current Investments	2.10	7,52,21,00,000	6,82,21,00,000
(c) Deferred Tax Assets (Net)		6,01,547	6,01,547
(d) Other Long Term Assets	2.11	9,43,54,820	19,85,15,320
(2) Current Assets			
(a) Cash and Cash Equivalents (including Bank Balances)	2.12	14,08,50,563	15,31,90,075
(b) Short Term Loans and Advances	2.13	28,67,50,000	9,92,50,000
(c) Other Current Assets	2.14	17,88,53,423	16,86,69,793
Total		8,30,60,41,024	7,52,48,23,733

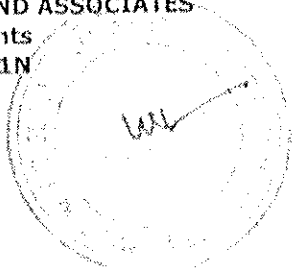
Significant Accounting Policies and Notes to Accounts 1 & 2 are an integral part of the financial statements.

As per our report of even date

For L. C. KAILASH AND ASSOCIATES
Chartered Accountants
Firm Regn No.:01811N

(L. C. GUPTA)
Partner
M.No. 005122

Place: Noida
Date: 24.05.2014



For and on Behalf of the Board

(S.D. Naik) Director

(Sunil Kumar Sharma) Chairman

JAYPEE FERTILIZERS & INDUSTRIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31st MARCH 2014

(Amount in Rupees)

	Particulars	Note No.	Figures for the current reporting period	Figures for the previous reporting period
I.	Revenue from Operations	2.15	1,35,75,791	2,83,74,456
II.	Other Income		-	-
III.	Total Revenue (I + II)		1,35,75,791	2,83,74,456
IV.	<i>Expenses:</i>			
	Employee Benefits Expenses	2.16	1,55,24,368	1,47,78,926
	Financial Costs	2.17	38,03,73,287	26,64,34,994
	Depreciation and Amortization Expense	2.7	8,032	8,032
	Other Expenses	2.18	6,42,224	12,92,18,410
	Total Expenses		39,65,47,911	41,04,40,362
V.	Profit before Exceptional and Extraordinary Items and tax (III - IV)		(38,29,72,120)	(38,20,65,906)
VI.	Exceptional Items		-	-
VII.	Profit before Extraordinary Items and tax (V - VI)		(38,29,72,120)	(38,20,65,906)
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII - VIII)		(38,29,72,120)	(38,20,65,906)
X.	Tax Expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
XI.	Profit/(Loss) for the period from Continuing Operations (IX - X)		(38,29,72,120)	(38,20,65,906)
XII.	Profit/(Loss) from Discontinuing Operations		-	-
XIII.	Tax expense of Discontinuing Operations		-	-
XIV.	Profit/(Loss) from Discontinuing Operations (XII - XIII)		-	-
XV.	Profit/(Loss) for the period (XI + XIV)		(38,29,72,120)	(38,20,65,906)
XVI.	Earning per Equity Share:			
	(1) Basic		(2.23)	(3.14)
	(2) Diluted		(2.23)	(3.14)

Significant Accounting Policies and Notes to Accounts 1 & 2 are an integral part of the financial statements.

As per our report of even date

For L. C. KAILASH AND ASSOCIATES
Chartered Accountants
Firm Regn No.: 01811N

For and on Behalf of the Board

(L. C. GUPTA)
Partner
M.No. 005122

(S.D. Nathwal)
Director

(Sunil Kumar Sharma)
Chairman

Place: Noida
Date: 24.05.2014

JAYPEE FERTILIZERS & INDUSTRIES LIMITED

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH, 2014

(Amount in Rupees)

Particulars	Figures for the current reporting period	Figures for the previous reporting period
A. Cash flow from Operating Activities		
Net Profit & (Loss) as per Statement of Profit & Loss	(38,29,72,120)	(38,20,65,906)
Add : Depreciation	8,032	8,032
Less : Deferred Tax Assets		-
Net cash inflow from operating activities-----'A'	(38,29,64,088)	(38,20,57,874)
B. Cash flow from Investing Activities		
<u>Inflow</u>		
Increase/(Decrease) in Trade Payables & Other Liabilities	1,49,563	2,60,278
Increase/(Decrease) in Provisions	(9,60,152)	14,14,684
(Increase)/Decrease in Loans and Advances	(18,75,00,000)	30,20,10,082
<u>Outflow</u>		
Investment in Fixed Assets (including Capital work in Progress and Incidental Expenditure Pending allocation)	(41,705)	-
(Increase)/Decrease in Other Long term Assets	10,41,60,500	(12,05,59,500)
(Increase)/Decrease in Other Current Assets	(1,01,83,630)	(8,59,43,027)
Investment in Shares	(70,00,00,000)	(2,22,00,00,000)
Net cash used in investing activities-----`B'	(79,43,75,424)	(2,12,28,17,483)
C. Cash flow from Financing Activities		
<u>Inflow</u>		
Increase in Share Capital	1,16,50,00,000	47,25,00,000
Increase/(Decrease) in Securities Premium		2,10,00,00,000
Increase in Borrowings		2,57,25,00,000
Net cash in financing activities-----`C'	1,16,50,00,000	2,57,25,00,000
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	(1,23,39,512)	6,76,24,643
Cash & Cash Equivalents at the commencement of the year	15,31,90,075	8,55,65,432
Cash & Cash Equivalents at the end of the year	14,08,50,563	15,31,90,075

For L. C. KAILASH AND ASSOCIATES
Chartered Accountants
Firm Regn No.:01811N

(L. C. GUPTA)
Partner
M.No. 005122

Place: Noida
Date: 24.05.2014

For and on Behalf of the Board


(S.D. Nairwaj)
Director


(Sunil Kumar Sharma)
Chairman

JAYPEE FERTILIZERS & INDUSTRIES LIMITED

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

CORPORATE INFORMATION

The Company is 100% subsidiary of Jalprakash Associates Limited. The entire Paid up Equity Share Capital of the Company is held by Jalprakash Associates Limited, Holding Company including 600 Equity Shares held by the subscribers to the memorandum as nominee of the Company.

1 SIGNIFICANT ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- (a) The accounts are prepared on the historical cost basis and on the accounting principles of a going concern.
(b) Accounting policies not specifically referred to otherwise, are consistent and in consonance with generally accepted accounting principles.

1.2 USE OF ESTIMATES

The preparation for financial statements in conformity with generally accepted accounting principals 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 amount of revenue and expenses during the reported period. The difference between the actual & estimates are recognized in the period in which the results are known/materialized.

1.3 REVENUE RECOGNITION

- (a) Income and Expenditure considered receivable & payable are accounted for on accrual basis.
(b) Income doubtful of recovery is provided on actual receipt basis.

1.4 FIXED ASSETS

Fixed assets are stated at cost of acquisition or construction inclusive of freight, erection and commissioning charges, duties and taxes, expenditure during construction period, interest on borrowings and financing cost up to the date of acquisition / installation.

1.5 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.

1.6 EMPLOYEE BENEFITS

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

- (a) Provident Fund - as a percentage of salary/wages is a Defined Contribution Scheme.
(b) 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 period. The actuarial valuation is made on Projected Unit Credit method.

1.7 CAPITAL WORK IN PROGRESS

- (a) Capital Work in Progress includes civil work in progress, construction/ erection/material lying at site, machinery/equipment in transit/in hand, payment to labour contractors, expenses incurred on renovation/up gradation of the existing assets, depreciation on assets used for construction and other pre-operative expenses.
(b) Expenses during Construction: Expenditure incurred on projects / assets during construction/implementation is capitalized & apportioned to projects/assets on commissioning.

1.8 FOREIGN CURRENCY TRANSACTION

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities are translated at period end exchange rates, exchange difference arising on settlement of transaction and translation of monetary items are recognized as income or expense in the period in which they arise, except in cases where they relate to acquisition of fixed assets in which case they are adjusted to the carrying cost of such assets.



1.9 IMPAIRMENT OF ASSETS

If the carrying amount of fixed assets exceeds the recoverable amount on the reporting date, the carrying amount is reduced to the recoverable amount. The recoverable amount is measured as the higher of the net selling price or the value in use determined by present value of estimated future cash flows.

1.10 BORROWING COST

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalized for the period until the asset is ready for its intended use. Other borrowing costs are recognized as expense in the period in which it is incurred.

1.11 INVESTMENTS

Long term investments are stated at the cost of acquisition. In case of long term investment, provision/write down is made for permanent diminution in value. Current investments are valued at lower of cost or quoted / fair value computed category wise. Dividend is accounted for as and when received.

1.12 TAXES ON INCOME

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is recognised, subject to the consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period.

1.13 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS [AS-29]

The Company recognises a provision when there is a present obligation that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received. A disclosure for contingent liability is made when, as a result of obligating events, there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are neither recognized nor disclosed. However, provision of contingent liability and contingent assets are reviewed at each Balance Sheet date.

1.14 VALUATION OF INVENTORIES

Stores & Spares is valued at cost on weighted moving average basis.

1.15 MISCELLANEOUS EXPENDITURE

Preliminary and Share Issue Expenses are written off in the period in which they are incurred.

1.16 RESEARCH AND DEVELOPMENT

All Revenue expenditure pertaining to Research are charged to the Statement of Profit & Loss in the period in which they are incurred and Development expenditure of capital nature are capitalized as Fixed Assets and depreciated as per Company's policy.

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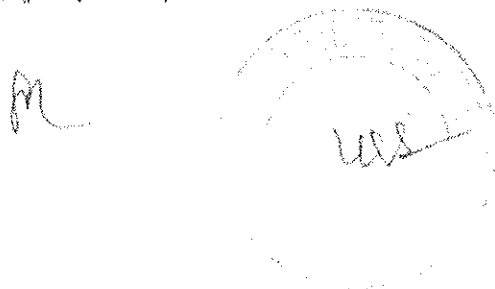
JAYPEE FERTILIZERS & INDUSTRIES LIMITED

2 NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st MARCH 2014

(Amount in Rupees)

Note No.	Particulars	Figures for the current reporting period	Figures for the previous reporting period
2.1	Share Capital		
	Authorized share capital		
	Equity Share Capital	9,95,00,00,000	9,95,00,00,000
	Preference Share Capital	5,00,00,00,000	5,00,00,00,000
		10,00,00,00,000	10,00,00,00,000
	Issued, Subscribed & fully Paid share capital		
	Equity Share Capital (27,75,85,000 Equity Shares of Rs. 10/- each fully paid up at par. Previous period 16,10,85,000 Equity Shares of Rs. 10/- each fully paid up at par)	2,77,58,50,000	1,61,08,50,000
	Preference Share Capital 43,50,000 10% Cumulative Redeemable Preferential Shares of Rs. 10/- each fully paid up. (Previous period 43,50,000 shares) (50% of the 10% Cumulative Redeemable Preference Shares to be redeemed at the end of 3rd year from the date of issue and remaining 50% to be redeemed at the end of 4th year from the date of issue i.e. 27.9.2011)	4,35,00,000	4,35,00,000
	Total	2,81,93,50,000	1,65,43,50,000
	Reconciliation of no. of shares	As at 31.03.2014	As at 31.03.2013
	Equity		
	Shares outstanding at the beginning of the current reporting period	16,10,85,000	11,38,35,000
	Shares issued during the current reporting period	11,65,00,000	4,72,50,000
	Shares bought back during the current reporting period	NIL	NIL
	Closing no. of shares	27,75,85,000	16,10,85,000
	10% Cumulative Redeemable Preference Shares		
	Shares outstanding at the beginning of the current reporting period	43,50,000	43,50,000
	Shares issued during the current reporting period	NIL	NIL
	Shares bought back during the current reporting period	NIL	NIL
	Closing no. of shares	43,50,000	43,50,000
	Name of Shareholder (Equity)	As at 31.03.2014	As at 31.03.2013
	Jaiprakash Associates Limited	27,75,85,000 shares 100% Holding	16,10,85,000 shares 100% Holding
	Name of Shareholder (Preference)	As at 31.03.2014	As at 31.03.2013
	Jaiprakash Associates Limited	43,50,000 shares 100% Holding	Nil
	IDBI Trusteeship Services Limited	Nil	43,50,000 shares 100% Holding

- The entire Paid up Equity Share Capital of the Company is held by Jaiprakash Associates Limited, Holding Company including 600 Equity Shares held by the subscribers to the Memorandum of Association as nominee of the Company and as such making the Company a 100% subsidiary of Jaiprakash Associates Limited (JAL).
- In order to organise funds required for revival of sick fertilizer manufacturing unit of Duncans Industries Limited at Kanpur, the Company had issued 43,50,000 10% Cumulative Redeemable Preference Shares of Rs. 10/- each at a premium of Rs. 990/- per share for investment through a Special Purpose Vehicle, namely Jaypee Uttar Bharat Vikas Private Limited.



JAYPEE FERTILIZERS & INDUSTRIES LIMITED

2 NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st MARCH 2014

(Amount in Rupees)

Note No.	Particulars	Figures for the current reporting period	Figures for the previous reporting period
2.2	Reserves and Surplus		
	Security Premium Redemption Reserve Account (Opening Balance)	75,05,45,020	24,46,04,873
	Add : Addition during the current period	54,81,23,856	50,59,40,147
	Closing Balance (A)	1,29,86,68,876	75,05,45,020
	Securities Premium Reserve Account (Opening Balance)	3,36,40,32,980	3,86,99,73,127
	Less : Transfer to Security Premium Redemption Reserve Account	(54,81,23,856)	(50,59,40,147)
	Closing Balance (B)	2,81,59,09,124	3,36,40,32,980
	Surplus		
	Opening Balance	(38,04,81,262)	15,84,644
	Add : Surplus as per the Statement of Profit & Loss	(38,29,72,120)	(38,20,65,906)
Closing Balance (C)	(76,34,53,382)	(38,04,81,262)	
	Total (A+B+C)	3,35,11,24,618	3,73,40,96,738

- 1) Security Premium Reserve Account: During the current reporting period a sum of Rs. 54,81,23,856/- equivalent to premium payable to Preference Shareholders on redemption providing annual yield of 11% on day to day basis has been transferred out of Security Premium Reserve Account to Security Premium Redemption Reserve Account.
- 2) As on 31.03.2014 accumulated dividend amounting to Rs. 1,09,22,541/- (including Rs. 65,72,541/- as on the previous reporting period since the Date of Allotment i.e. 27.09.2011) on 10% Cumulative Redeemable Preference Share has accrued and the same shall be payable as and when the dividend on equity shares is declared by the Company.
- 3) Board of Directors have not recommended any dividend on equity shares of the Company.

2.3	Long Term Borrowings		
	Term Loans	2,10,00,00,000	2,10,00,00,000
	Total	2,10,00,00,000	2,10,00,00,000

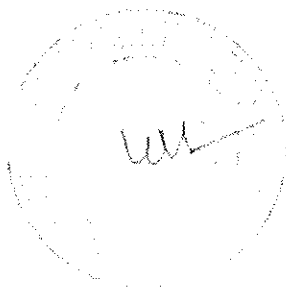
- 1) The Medium Term Loan of Rs.210 crore from Indusind Bank Limited is secured by way of pledge of 1,80,00,000 10% Cumulative Redeemable Preference Shares of Kanpur Fertilizers & Cement Limited (KFCL) purchased out of the proceeds of the loan.
- 2) Collateral Security of Non Disposal Undertaking (NDU) along with Power of Attorney (POA) for 12 crore Equity shares of Jaypee Infratech Limited (JIL) held by Jaiprakash Associates Limited (JAL). JAL has also provided its Corporate Guarantee for the loan in addition to Personal Guarantee of Sh. Manoj Gaur.
- 3) Interest on Loan is payable @ (Base Rate + 2.25)% p.a. on monthly basis. The present rate of interest is 13.25% p.a.
- 4) The Loan is repayable in two equal installments on 4th July,2015 and on 4th July,2016.

2.4	Long Term Liabilities		
	Provision for Employee Benefits:		
	- Gratuity	6,39,903	7,15,531
	- Leave Encashment	9,31,373	19,13,847
	Total	15,71,276	26,29,378

2.5	Other Current Liabilities		
	Amount Due to Holding Company	2,64,03,859	2,64,03,859
	Taxes Payable	15,15,924	10,61,249
	Expenses Payable	37,70,918	42,06,677
	Others Payable	2,69,755	1,39,108
	Total	3,19,60,456	3,18,10,893

Amount due to Holding Company i.e. Jaiprakash Associates Limited Rs 2,64,03,859/- (Previous period Rs 2,64,03,859/-).

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JAYPEE FERTILIZERS & INDUSTRIES LIMITED

2 NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st MARCH 2014

(Amount in Rupees)

Note No.	Particulars	Figures for the current reporting period	Figures for the previous reporting period
2.6	Short Term Provisions		
	Provision for Employee Benefits:		
	- Gratuity	7,458	6,632
	- Leave Encashment	4,94,122	3,96,998
	Provision for Tax	15,33,094	15,33,094
	Total	20,34,674	19,36,724

(I) Leave Encashment:

1) Actuarial Method:

- a) Projected Unit Credit (PUC) actuarial method is used to assess the plan's liabilities on exit of employees due to retirement, death-in-service, withdrawals (Resignations / Terminations) and compensated absence while in service.
- b) The projected accrued benefit is based on the plan accrual formula and upon service as of the beginning or end of period, but using member's final compensation, projected to the age at which the employee is assumed to leave active service. The plan liability is the actuarial present value of the projected accrued benefits as of the beginning and end of the period for active members including availment, encashment while in service.

2) Economic Assumption :

	3/31/2014
i) Discounting Rate	8.50
ii) Future Salary Increase	6.00
iii) Expected Rate of Return on Plan Assets	0.00

3) Actuarial Value

- Present value of obligation as at the end of period - Non Current Liability
- Present value of obligation as at the end of period - Current Liability

Amount (Rs.)

9,31,373/-

4,94,122/-

(II) Gratuity:

1) Actuarial Method:

- a) Projected Unit Credit (PUC) actuarial method is used to assess the plan's liabilities on exit of employees due to retirement, death-in-service, withdrawals (Resignations / Terminations) and compensated absence while in service.
- b) Under the PUC method a projected accrued benefit is calculated at the beginning of the period and again at the end of the period for each benefit that will accrue for all active member of the plan. The projected accrued benefit is based on the plan accrual formula and upon service as of the beginning or end of period, but using member's final compensation, projected to the age at which the employee is assumed to leave active service. The plan liability is the actuarial present value of the projected accrued benefits as on the date of valuation.

2) Economic Assumption :

	3/31/2014
i) Discounting Rate	8.50
ii) Future Salary Increase	6.00
iii) Expected Rate of Return on Plan Assets	0.00

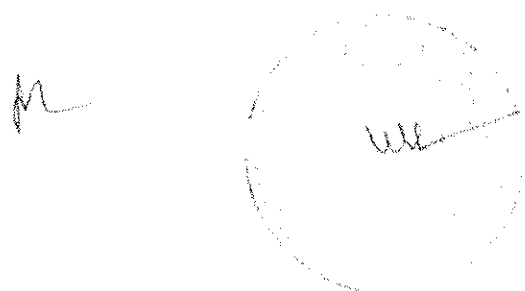
3) Actuarial Value

- Present value of obligation as at the end of period - Non Current Liability
- Present value of obligation as at the end of period - Current Liability

Amount (Rs.)

6,39,903/-

7,458/-



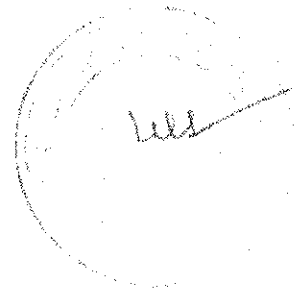
JAYPEE FERTILIZERS & INDUSTRIES LIMITED

2 NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st MARCH 2014

		(Amount in Rupees)	
Note No.	Particulars	Figures for the current reporting period	Figures for the previous reporting period
2.7	Tangible Assets		
	Computer	49,550	49,550
	Opening Balance	-	-
	Add: Acquisition through business combination	-	-
	Other Adjustments	-	-
	Sub total	49,550	49,550
	Less: Disposals	49,550	49,550
	Gross Block at period end (a)	-	-
	Less: Depreciation		
	Opening Depreciation	11,377	3,345
	Depreciation for the period	8,032	8,032
	Total Accumulated Depreciation (b)	19,409	11,377
	Net Carrying Value (a) - (b)	30,141	38,173
	Total	30,141	38,173
2.8	Capital Work in Progress		
	CWIP Ammonia Plant	5,15,64,932	5,15,23,227
	CWIP Urea Plant	2,84,04,547	2,84,04,547
	Total	7,99,69,479	7,99,27,774
2.9	Incidental Expenses Pending Allocation		
	Professional & Technical Service Expenses (Expansion)	22,84,599	22,84,599
	Travelling Expense - Foreign	2,46,452	2,46,452
	Total	25,31,051	25,31,051
2.10	Non Current Investments		
	Investment in Equity Shares	10,00,00,000	10,00,00,000
	Investment in Preference Shares:		
	- 10% Cumulative Redeemable Preference Shares	5,60,21,00,000	5,60,21,00,000
	- 11% Unsecured Convertible Preference Shares	1,12,00,00,000	42,00,00,000
	Other Non Current Investments	70,00,00,000	70,00,00,000
	Total	7,52,21,00,000	6,82,21,00,000
	Aggregate Value of:		
	Quoted Investments	7,52,21,00,000	6,82,21,00,000
	Unquoted Investments	-	-
	Total	7,52,21,00,000	6,82,21,00,000

- 1) For revival of sick fertilizer manufacturing unit of Duncans Industries Limited at Kanpur, the Board of Directors in the meeting held on 5th June, 2010 decided to make investment in the Share Capital of Jaypee Uttar Bharat Vikas Private Limited, which are treated as Long Term Investment by the Company and include:
- a) 1,00,00,000 Equity Shares of Rs.10/- each fully paid up of Jaypee Uttar Bharat Vikas Private Limited, (Previous period 1,00,00,000 Equity Shares of Rs.10/- each fully paid up).
- b) 38,02,100 10% Cumulative Redeemable Preference Shares of Rs.10/- each at a premium of Rs.990/- per share of Jaypee Uttar Bharat Vikas Private Limited (Previous period 38,02,100 10% Cumulative Redeemable Preference Shares of Rs.10/- each at a premium of Rs.990/- per share), 1,80,00,000 10% Cumulative Redeemable Preference Shares of Kanpur Fertilizers & Cement Limited of Rs.10 each at a premium of Rs.90/- each (Previous period 1,80,00,000 10% Cumulative Redeemable Preference Shares of Rs.10/- each at a premium of Rs.90/- each) and 5,60,00,000 11% Unsecured Convertible Preference Shares of Kanpur Fertilizers & Cement Limited of Rs.10/- each at a premium of Rs.10/- each (Previous period 2,10,00,000 11% Unsecured Convertible Preference Shares of Rs.10/- each at a premium of Rs.10/- each). 50% of the 10% Cumulative Redeemable Preference Shares are to be redeemed at the end of 3rd year and balance 50% are to be redeemed at the end of 4th year along with redemption premium. 11% Unsecured Convertible Preference Shares are convertible into equity in the ratio of 1:1 at anytime from 3 months to 5 years at the option of the subscriber.
- c) Other non current investments represent the advance given to ISG Traders Limited against purchase of 20 lakh equity shares of Rs.10/- each of Jaypee Uttar Bharat Vikas Private Limited held by ISG Traders Limited.
- 2) Since the shares in which investment made are not quoted in any stock exchange, the cost of shares at which investment has been made is taken as the value of shares.

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JAYPEE FERTILIZERS & INDUSTRIES LIMITED

2 NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st MARCH 2014

(Amount in Rupees)

Note No.	Particulars	Figures for the current reporting period	Figures for the previous reporting period
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2.11	Other Long term Assets		
	Prepaid Expenses - Long Term	9,43,54,820	19,85,15,320
	Total	9,43,54,820	19,85,15,320

Prepaid Expenses pertain to the upfront fee paid to Yes Bank on Cumulative Redeemable Preference Shares of Rs. 435 crores & on Rs.210 crore Term Loan from Indusind Bank. As the redemption period of Cumulative Redeemable Preference Shares & repayment of Term Loan is 4 years in each case. The upfront fees is being proportionately charged to Profit & Loss Account every year & the balance left Rs.19,85,23,747 is bifurcated between Long Term Assets i.e. Rs.9,43,54,820 & Short Term Assets i.e. Rs.10,41,68,927.

2.12	Cash and Cash Equivalents		
	Cash on hand	1,543	18,736
	Balances with Banks in Current Accounts	43,49,020	1,66,71,339
	Other Bank Balances		
	- In Fixed Deposits having remaining maturity of more than 3 months but not more than 12 months	13,65,00,000	13,65,00,000
	Total	14,08,50,563	15,31,90,075

Fixed Deposit of Rs. 13.65 crore is pledged with Indusind Bank Limited representing an amount of the Debt Service Reserve Account equivalent to six months interest on Loan of Rs. 210 crore from the Bank.

2.13	Short Term Loans and Advances		
	Loans & Advances - Interest bearing (Secured)	8,00,00,000	8,00,00,000
	Loans & Advances - Interest bearing (Unsecured)	1,92,50,000	1,92,50,000
	Investment Pending Allotment	18,75,00,000	-
	Total	28,67,50,000	9,92,50,000

- 1) Loan amounting to Rs.9.925 crore given to ISG Traders Limited is secured to the extent of Rs.8.00 crore against pledge of 80,00,000 Equity Shares of Jaypee Uttar Bharat Vikas Private Limited.
- 2) Rs.18.75 Crore represents amount given towards Share Application Money for 11% Unsecured Convertible Preference Shares of KFCL which is pending allotment as on 31.03.2014

2.14	Other Current Assets		
	Advance to Contractor/Supplier	2,42,660	2,42,660
	Accrued Interest on Fixed Deposits	21,79,326	84,49,306
	Interest Receivable on Loans	24,99,148	24,99,148
	Expenses Recoverable	5,47,12,045	3,95,28,426
	Prepaid Expenses - Short Term	10,41,68,927	10,41,60,500
	TDS on Interest		
	- On Fixed Deposits	1,28,14,798	1,15,53,234
	- On Loans	22,36,519	22,36,519
	Total	17,88,53,423	16,86,69,793

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

2.15	Other Income		
	Interest Income (Gross)	1,26,15,639	2,83,74,456
	Excess Provision written back:		
	- Gratuity	74,802	-
	- Leave Encashment	8,85,350	-
	Total	1,35,75,791	2,83,74,456

- 1) Gross interest income during the current reporting period is Rs.1,26,15,639/- and TDS deducted Rs.12,61,564/- (Previous period income Rs.2,83,74,456/- and TDS Rs.28,37,445/-)
- 2) Interest amounting to Rs.3,17,60,000 (including Rs.1,58,80,000/- upto previous reporting period) receivable on loan of Rs.9,92,50,000/- given to ISG Traders Limited has not been accounted as the same is doubtful of recovery and will be accounted on receipt basis.

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JAYPEE FERTILIZERS & INDUSTRIES LIMITED

2 NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st MARCH 2014

(Amount in Rupees)

Note No.	Particulars	Figures for the current reporting period	Figures for the previous reporting period
2.16	Employee Benefits Expense		
	Salaries and Wages	1,26,95,897	1,11,61,957
	Gratuity	-	2,96,847
	Leave Encashment	4,44,530	13,05,937
	Reimbursements		
	- Telephone Expense	73,065	62,896
	- Car Maintenance/ Hire Charges	19,17,582	16,17,855
	- Medical Expense	3,93,294	3,33,434
	Total	1,55,24,368	1,47,78,926
2.17	Finance Costs		
	Interest to Bank	27,62,07,534	20,04,49,314
	Upfront Fees	10,41,60,500	6,59,85,680
	Interest (Others)	5,253	-
	Total	38,03,73,287	26,64,34,994
2.18	Other Expenses		
	Local Conveyance Expenses	1,350	2,380
	Travelling Expenses	-	2,35,374
	Telephone Expenses (Others)	8,427	-
	Bank Charges	506	2,779
	Fees & Taxes	-	61,262
	Filing Fees	7,850	1,24,09,310
	Professional & Technical Services Charges	3,87,879	11,62,25,185
	Printing & Stationery Expenses	270	3,986
	Misc Expenses	6,527	22,256
	Auditor Expenses		
	- Fees for Statutory Audit	1,12,360	1,12,360
	- Fees for Tax Audit	1,12,360	1,12,360
	- Conveyance Reimbursed	4,695	31,158
	Total	6,42,224	12,92,18,410
2.19	Contingent Liabilities and Commitments (to the extent not provided for)		
	Contingent Liabilities		
	Claims against the Company not acknowledged as debt	-	-
	Other money for which the Company is contingently liable	-	-
	Sub Total (A)	-	-
	Commitments		
	Estimated amount of contracts unexecuted on capital account	8,80,000	8,80,000
	Uncalled liability on shares and other investments partly paid	-	-
	Other commitments (BG)	-	-
	Sub Total (B)	8,80,000	8,80,000
	Total(A+B)	8,80,000	8,80,000

2.20 Deferred Tax

The Breakup of Deferred Tax Asset/Liability as at March 31st, 2014 comprises of the following: -

Particulars	Deferred Tax Assets/(Liabilities) As at 31.03.2014	Deferred Tax Assets/(Liabilities) As at 31.03.2013
Leave Encashment	-	-
Gratuity	-	-
Preliminary Expenses	-	-
Depreciation	-	-
Total Deferred Tax Asset		

Board of Directors did not foresee to earn profit in the near future to avail the benefit of deferred tax assets and as such neither deferred tax assets nor liabilities have been worked out or provided for in the books of accounts during the current reporting period as well as in the previous reporting period.

JAYPEE FERTILIZERS & INDUSTRIES LIMITED

2.21	Expenditure incurred /Earnings in Foreign Exchange:	Figures for the current reporting period	Figures for the previous reporting period
	Payment made to consultants in foreign currency	NIL	NIL

2.22 Related Party Disclosures as required in terms of "Accounting Standard [AS] – 18" are given below:
(1) Relationships (Related party relationships are as identified by the Company and relied upon by the Auditors)

(a) Holding Company :

(1) Jaiprakash Associates Limited

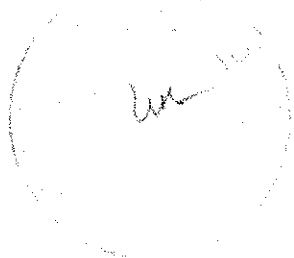
(b) Fellow Subsidiary Companies:

- (1) Jaiprakash Power Ventures Limited (JPVL) (subsidiary of JAL)
- (2) Jaypee Powergrid Limited (subsidiary of JPVL)
- (3) Jaypee Arunachal Power Limited (subsidiary of JPVL)
- (4) Sangam Power Generation Company Limited (subsidiary of JPVL)
- (5) Prayagraj Power Generation Company Limited (subsidiary of JPVL)
- (6) Jaypee Meghalaya Power Limited (subsidiary of JPVL)
- (7) Himachal Baspa Power Company Limited (subsidiary of JPVL) (w.e.f. 14.03.14)
- (8) Himachal Karcham Power Company Limited (subsidiary of JPVL) (w.e.f. 14.03.14)
- (9) Jaypee Infratech Limited (JIL) (subsidiary of JAL)
- (10) Bhilai Jaypee Cement Limited (subsidiary of JAL)
- (11) Himalyan Expressway Limited (subsidiary of JAL)
- (12) Gujrat Jaypee Cement and Infrastructure Limited (subsidiary of JAL)
- (13) Jaypee Sports International Limited (JPSI) (subsidiary of JAL)
- (14) Bokaro Jaypee Cement Limited (subsidiary of JAL)
- (15) Jaypee Ganga Infrastructure Corporation Limited (subsidiary of JAL)
- (16) Jaypee Agra Vikas Limited (subsidiary of JAL)
- (17) Kanpur Fertilizers & Cement Limited (subsidiary of JAL w.e.f. 12.09.13)
- (18) Jaypee Cement Corporation Limited (subsidiary of JAL)
- (19) Himalyaputra Aviation Limited (subsidiary of JAL)
- (20) Jaypee Assam Cement Limited (subsidiary of JAL)
- (21) Jaypee Cement Cricket (India) Limited (subsidiary of JPSI) (w.e.f. 20.10.12)
- (22) Jaypee Healthcare Limited (subsidiary of JIL) (w.e.f. 30.10.12)
- (23) Jaypee Cement Hockey (India) Limited (subsidiary of JPSI) (w.e.f. 05.11.12)
- (24) Jaiprakash Agri Initiatives Company Limited (subsidiary of JCCL) (w.e.f. 25.03.13)

(c) Associate Companies:

- (1) MP Jaypee Coal Limited
- (2) MP Jaypee Coal Field Limited
- (3) Madhya Pradesh Jaypee Minerals Limited
- (4) Jaypee Infra Ventures (A Private Company with Unlimited Liability) (JIV)
- (5) Jaypee Development Corporation Limited (JDCL) (Subsidiary of JIV)
- (6) Andhra Cement Limited (Subsidiary of JDCL)
- (7) JIL Information Technology Limited (JILIT) (Subsidiary of JIV)
- (8) Gaur & Nagi Limited (Subsidiary of JILIT)
- (9) Jaypee International Logistics Company Private Limited (Subsidiary of JIV)
- (10) Tiger Hills Holiday Resort Private Limited (Subsidiary of JDCL)
- (11) Anvi Hotels Private Limited (Subsidiary of JIV)
- (12) RPJ Minerals Private Limited (RPJMPL)
- (13) Sarveshwari Stone Product Private Limited (Subsidiary of RPJMPL)
- (14) Rock Solid Cement Limited (Subsidiary of RPJMPL)
- (15) Sonebhadra Minerals Private Limited
- (16) Jaiprakash Kashmir Energy Limited
- (17) Indesign Enterprises Private Limited (Subsidiary of JIV)
- (18) Jaypee Hotels Limited
- (19) Jaypee Mining Venture Private Limited
- (20) Ceskay Estates Private Limited
- (21) Jaiprakash Exports Private Limited
- (22) Bhomi Estate Development Private Limited
- (23) PAC Pharma Drugs and Chemicals Private Limited
- (24) Jaypee Technical Consultants Private Limited
- (25) Jaypee Jan Sewa Sansthan (Not For Profit) Private Limited Company)

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(d) Joint Venture Company:

(1) Jaypee Uttar Bharat Vikas Private Limited

(e) Key Management Personnel:

(1) Shri Sunil Joshi – Whole Time Director

(2) Lucky Strike Financers Private Limited.

(2) Transactions carried out with related parties referred above in the ordinary course of business:

(Amount in Rupees)

Particulars	Related party	Figures for the current reporting period	Figures for the previous reporting period
Receipts			
Share Capital- Equity	Referred in (a) above	1,16,50,00,000	47,25,00,000
Refund of Loan given	Referred in (b) above	-	19,08,65,501
Interest Received	Referred in (b) above	-	1,63,19,510
Expenses Reimbursed	Referred in (b) above	4,48,94,641	11,11,44,581
Expenditure			
Salary	Referred in (e) above	81,35,219	80,28,966
Others			
- 10% Cumulative Redeemable Preference Shares	Referred in (c) above	-	1,80,00,00,000
-11% Unsecured Convertible Preference Shares	Referred in (b) above	70,00,00,000	42,00,00,000
Preference Share Application Money	Referred in (b) above	18,75,00,000	-
Outstanding Balances as at 31.03.2014			
Receivable	Referred in (b) above	5,47,12,045	3,93,53,122
Payable	Referred in (a) above	2,64,03,859	2,64,03,859

2.23 Wherever the balance confirmation is not available from the parties, the balance as appearing in the books of account has been considered for preparing the Financial Statement for the reporting period.

2.24 Previous period figures have been regrouped / reclassified as per requirement of Revised Schedule VI.

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

As per our report of even date

For L. C. KAILASH AND ASSOCIATES
Chartered Accountants
Firm Regn No.: 01811N

(L. C. GUPTA)
Partner
M.No. 005122

Place: Noida
Date: 24.05.2014

For and on behalf of the Board

(S.D. Nainwal)
Director

(Sunil Kumar Sharma)
Chairman