



**R. NAGPAL ASSOCIATES**  
CHARTERED ACCOUNTANTS

B-1/1018, VASANT KUNJ,  
NEW DELHI - 110 070  
TELEPHONE : 41082626  
FAX : 26148150  
EMAIL : ravinagpal@vsnl.net  
ravinagpal@rnaca.in

## **Independent Auditor's Report**

**To the Members of  
JAYPEE CEMENT CORPORATION LIMITED**

### **Report on the Standalone Financial Statements**

We have audited the accompanying Standalone financial statements of **JAYPEE CEMENT CORPORATION LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, and the 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 Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, as applicable

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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 Standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order under section 143 (11) of the Act.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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 the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to



design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, 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 on the financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone 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, of the state of affairs of the Company as at 31st March, 2016, and its Loss and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

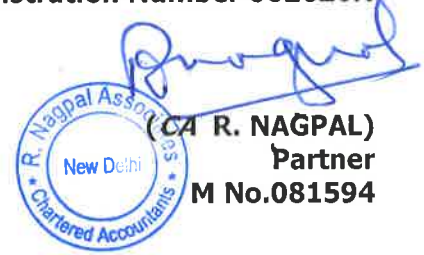
1. As required by Section 143 (3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under section 133 of the Act, as applicable.
  - e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 30 to the financial statements.
    - ii. The Company does not have any material foreseeable losses in respect of any long-term contracts including derivative contracts;



iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For R. NAGPAL ASSOCIATES  
Chartered Accountants  
Firm Registration Number 002626N**



**Place: Noida  
Dated: 25<sup>th</sup> May 2016**

## **ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF JAYPEE CEMENT CORPORATION LIMITED**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **JAYPEE CEMENT CORPORATION LIMITED** ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintain internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act. to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



## Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable details, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the Inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changed in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountant of India.

**For R. NAGPAL ASSOCIATES  
Chartered Accountants  
Firm Registration Number 002626N**



*R. Nagpal*  
**(CA R. NAGPAL)  
Partner  
M No.081594**

**Place: Noida  
Dated: 25<sup>th</sup> May 2016**

**ANNEXURE 'B' referred to in paragraph 2 of our report of even date to the members of JAYPEE CEMENT CORPORATION LIMITED on the accounts of the Company for the year ended 31st March 2016.**

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:

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) A substantial portion of the Fixed Assets have been physically verified by the management during the year and to the best of our knowledge and information given to us, no material discrepancies were identified on such verification.
- (c) According to the information and explanations given to us and the records examined by us, we report that, other than the immovable properties acquired on amalgamations with the Company as per schemes approved by the Hon'ble High Courts in earlier years, the title deeds are held in the name of the Company as at the balance sheet date
- (ii) (a) As explained to us, the Inventory has been physically verified by the management at reasonable intervals during the year.
- (b) In our opinion and according to the information and explanations given to us, no material discrepancies were noticed on physical verification.
- (iii) As informed, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, in respect of loans, investments, guarantees, and security, the provisions of Section 185 and 186 of the Act have been complied with.
- (v) The Company has not accepted any deposits from the public. Accordingly, the provisions of clause 3(v) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (vi) We have broadly reviewed the accounts and cost records maintained by the Company section 148(1) of the Companies Act, 2013, and are of the opinion that prima-facie the prescribed accounts and records have been maintained. We have, however, not made a detailed examination of the records.
- (vii) (a) *As per records produced before us and according to the information and explanations given to us the Company is generally regular in depositing undisputed statutory dues applicable to it like, Provident Fund, Employees' State Insurance, Income-tax, Service Tax, Sales Tax/ Value Added Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities, except amount of Rs. 487.70 lacs payable to District Mineral Foundation and National Mineral Exploration trust.*



Indian Bank	1- 60 Days	56.80
Bank of Baroda	1- 60 Days	119.48
State Bank of Patiala	1- 60 Days	162.01
The Jammu and Kashmir Bank Limited	1- 60 Days	172.21
State Bank of Hyderabad	1- 60 Days	132.45
State Bank of Travancore	1- 60 Days	139.47
Vijaya Bank	1- 60 Days	110.93
Punjab & Sind Bank	1- 60 Days	106.06
<b>TOTAL INTEREST DUE</b>		<b>6,313.47</b>

*As per Information and records produced before us details of Overdue Principal Repayment of borrowings amounting to Rs.3,395.38 Lacs reflected in Note No.9.: which was outstanding as at 31<sup>st</sup> March 2016 is given below*

Name of Banks/Financial Institution	Range Period	Amount in Rs. Lacs
Axis Bank Ltd	1 Day	253.88
Punjab National Bank	1-91 Days	506.92
State Bank of Mysore	1 Day	197.46
Andhra Bank	1 Day	253.88
Indian Bank	1 Day	253.88
Bank of Baroda	1 Day	225.67
State Bank of Patiala	1 Day	225.67
The Jammu and Kashmir Bank Limited	1-91 Days	369.50
State Bank of Hyderabad	1 Day	177.71
State Bank of Travancore	1-91 Days	355.42
Vijaya Bank	1-91 Days	293.33
Punjab & Sind Bank	1-91 Days	282.08
<b>TOTAL PRINCIPAL DUE</b>		<b>3,395.38</b>

- (ix) Based on information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained. The company has not raised any money by way of initial public offer or further public offer (including debt instruments).
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) The Company has paid managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.



- (xii) In our opinion, the Company is not a nidhi Company. Accordingly, the provisions of clause 3(xii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (xiii) Based on information and explanations given to us by the management, all transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable and the details have been disclosed in the financial Statements as required by the applicable accounting standards.
- (xiv) Based on information and explanations given to us by the management, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review. Accordingly, the provisions of clause 3(xi) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transaction with directors or person connected with him which is covered by Section 192 of the Act. Accordingly, the provisions of clause 3(xv) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (xvi) In our opinion and according to the information and explanations given to us, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 Accordingly, the provisions of clause 3(xvi) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.

**For R. NAGPAL ASSOCIATES  
Chartered Accountants  
Firm Registration Number 002626N**



*R. Nagpal*

**(CA R. NAGPAL)  
Partner  
M. No.081594**

**Place: Noida  
Dated: 25<sup>th</sup> May 2016**



Jaypee Cement Corporation Limited

Balance Sheet as at 31st March, 2016

(Rs in Lacs)

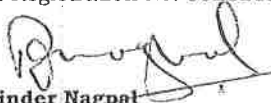
	Note No	31st March, 2016		31st March, 2015	
<b>I. EQUITY AND LIABILITIES</b>					
<b>(1) Shareholder's Funds</b>					
(a) Share Capital	2	372,750		362,750	
(b) Reserve & Surplus	3	<u>(187,496)</u>	185,254	<u>(161,641)</u>	201,109
<b>(2) NON-CURRENT LIABILITIES</b>					
(a) Long-term Borrowings	4	229,222		143,035	
(b) Other Long-term Liabilities	5	5,939		6,326	
(c) Long-term Provisions	6	<u>679</u>	235,840	<u>547</u>	149,908
<b>(3) CURRENT LIABILITIES</b>					
(a) Short-term Borrowings	7	1,635		1,650	
(b) Trade Payables	8	113,759		165,495	
(c) Other Current Liabilities	9	32,958		48,014	
(d) Short-term Provisions	10	<u>127</u>	148,479	<u>39</u>	215,198
<b>TOTAL</b>			<u>569,573</u>		<u>566,215</u>
<b>II. ASSETS</b>					
<b>(1) NON CURRENT ASSETS</b>					
<b>(a) FIXED ASSETS</b>					
11					
Tangible Assets		332,330		291,097	
Intangible Assets		56,480		66,791	
Capital Work-in-Progress		54,528	443,338	84,492	442,380
(b) Non Current Investments	12		11,668		11,668
(c) Deferred Tax Assets (Net)	13		27,003		25,926
(d) Long term Loans and Advances	14		9,024		8,189
(e) Other Non Current Assets	15		296		45
<b>(2) CURRENT ASSETS</b>					
<b>(a) Current Investments</b>					
(b) Inventories	16	10,175		14,616	
(c) Trade Receivables	17	9,628		6,311	
(d) Cash and Bank Balances	18	9,883		10,948	
(e) Short-term Loans and Advances	19	47,765		45,948	
(f) Other Current Assets	20	<u>793</u>	78,244	<u>184</u>	78,007
<b>TOTAL</b>			<u>569,573</u>		<u>566,215</u>

**Summary of Significant Accounting Policies.**  
The Note No. 1 to 43 are integral part of the Financial Statements.


As per our report of even date attached to the financial statements.

For and on behalf of the Board

**For R. NAGPAL ASSOCIATES**  
Chartered Accountants  
Firm Registration No. 002626N

  
**Ravinder Nagpal**  
Partner  
M.No. 081594

  
**Manoj Gaur**  
Chairman  
DIN: 00008480

  
**R B Singh**  
Director  
DIN: 00229692

  
**R S Kuchhal**  
Company Secretary

Place: Noida  
Dated: 25th May, 2016

**Jaypee Cement Corporation Limited**

**Statement of Profit and Loss for the year ended 31st March, 2016**

(Rs in Lacs)


	Note No.	2015-16	2014-15
<b>Income</b>			
Revenue from Operations(Gross)	21	115,990	124,111
Less - Excise Duty on sales		14,038	14,819
Revenue from Operations(Net of Excise Duty)		<u>101,952</u>	<u>109,292</u>
Other Income	22	131	193
<b>Total Revenue</b>		<u><u>102,083</u></u>	<u><u>109,485</u></u>
<b>Expenses</b>			
Cost of Materials Consumed	23	33,341	40,024
Changes in Inventories of Finished Goods and Work in Progress	24	1,729	(1,608)
Manufacturing Expenses	25	11,780	14,566
Employee Benefit Expenses	26	6,509	7,455
Finance Costs	27	20,453	26,544
Other Expenses	28	32,368	38,234
Depreciation & Amortisation Expenses	29	22,573	27,429
<b>Total Expenses</b>		<u><u>128,753</u></u>	<u><u>152,644</u></u>
<b>Profit/(loss) before exceptional, prior period items and tax</b>		<u>(26,670)</u>	<u>(43,159)</u>
Prior Period Adjustments		(262)	247
<b>Profit/(loss) from operations before Tax</b>		<u>(26,932)</u>	<u>(42,912)</u>
<b>Tax Expense</b>			
Current Tax		-	-
Deferred Tax		(1,077)	(6,195)
<b>Profit/(loss) for the year from operations</b>		<u>(25,855)</u>	<u>(36,717)</u>
<b>Profit/(loss) for the year from continuing operations</b>		<u>(13,287)</u>	<u>(31,956)</u>
Prior Period Adjustments		4	98
<b>Profit/(loss) for the year from continuing operations before Tax</b>		<u>(13,283)</u>	<u>(31,858)</u>
Deferred Tax		(1,077)	(2,810)
<b>Profit/(loss) for the year from continuing operations</b>		<u>(12,206)</u>	<u>(29,048)</u>
<b>Profit/(loss) for the year from discontinuing operations</b>		<u>(13,384)</u>	<u>(11,203)</u>
Prior Period Adjustments		(266)	149
<b>Profit/(loss) for the year from discontinuing operations before Tax</b>		<u>(13,650)</u>	<u>(11,054)</u>
Deferred Tax		-	(3,385)
<b>Profit/(loss) for the year from discontinuing operations</b>		<u>(13,650)</u>	<u>(7,669)</u>
<b>Profit/(loss) for the year</b>		<u>(25,855)</u>	<u>(36,717)</u>
<b>Earnings per Equity Share</b>			
Basic & Diluted Earnings Per Share		(4.12)	(5.85)

**Summary of Significant Accounting Policies.**  
The Note No. 1 to 43 are integral part of the Financial Statements.


As per our report of even date attached to the financial statements.

For and on behalf of the Board

**For R. Nagpal Associates**  
Chartered Accountants  
Firm Registration No. 002626N

  
**Ravinder Nagpal**  
Partner  
M.No. 081594

  
**Manoj Gaur**  
Chairman  
DIN: 00008480

  
**R B Singh**  
Director  
DIN: 00229692

  
**R S Kuchhal**  
Company Secretary

Place: Noida  
Dated: 25th May, 2016

Note '1'

**1 Basis of preparation of Financial Statements**

The financial statements are prepared under historical cost convention, on accrual basis, on the principles of going concern, in accordance with the generally accepted accounting principles, to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

**2 Summary of Significant Accounting Policies**

**A Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and 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/ materialize.

**B Revenue Recognition**

- i. Revenue / Income and costs / expenditure are accounted for on accrual basis.
- ii. Sales are net of Excise Duty and VAT.
- iii. Revenue from Sale of Service / Power transactions are recognised when no significant uncertainty exists regarding the amount of consideration that will be derived from rendering the services / sale of power.

**C Fixed Assets**

**i. Tangible Assets**

Tangible assets are stated at cost of acquisition or construction inclusive of freight, erection and commissioning charges, non recoverable duties and taxes, expenditure during construction period, Interest on borrowings and financing costs upto the date of acquisition / installation.

**ii. Intangible Assets**

Intangible Assets are stated at cost of acquisition.

**D Depreciation**

- i. Depreciation on Fixed Assets is provided on Straight Line Method as per the classification and in the manner specified in Schedule – II to the Companies Act, 2013.
- ii. Intangible Assets are being Amortized over a period of 10 years.
- iii. Mining Rights (Intangible Assets) are being Ammortized over a period of 30 years.

**E Lease Rentals**

- i. Operating Leases: Rentals are expensed with reference to lease terms.
- ii. Financial Leases: The lower of the fair value of the assets or present value of the minimum lease rentals is capitalised as Fixed Assets and corresponding amount shown as Lease Liability. The principal component in the lease rental is adjusted against the lease liability and the interest component is charged to the Statement of Profit and Loss.

**F 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 net selling price or the value in use determined by the present value of estimated future cash flows.

**G Expenditure during Construction Period**

Expenditure incurred on projects during implementation is capitalised and apportioned to various assets on commissioning of the Project.

**H Inventories**

- i. Stock of Cement, Asbestos Sheets and Bags are valued at cost or net realisable value, whichever is less. Value of Cement, Clinker, Asbestos Sheet and Bags lying in the factory premises includes excise duty, pursuant to the Accounting Standard (AS-2) [Revised].
- ii. The inventories are valued on the basis of Weighted Average Cost Method.
- iii. Work-in-progress and Material-in-process are valued at estimated Cost.

iv. Stock in transit is valued at cost.

**I Investments**

Investments are stated at cost and where there is permanent diminution in the value of Investments a provision is made, wherever applicable. Dividend is accounted for as and when received.

**J Borrowing Costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised 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.

**K Segment Reporting:**

Revenue, operating results, assets and liabilities have been identified to represent separate segments on the basis of their relationship to the operating activities of the segment. Assets, Liabilities, Revenue and Expenses which are not allocable to separate segment on a reasonable basis, are included under "Unallocated".

**L Foreign Currency Transactions**

- i. Monetary assets and liabilities related to foreign currency transactions and outstanding at the close of the year are expressed in Indian Rupees at the rate of exchange prevailing on the date of Balance Sheet.
- ii. Transactions in foreign currency are recorded in the books of account in Indian Rupees at the rate of exchange prevailing on the date of transaction.
- iii. Any income or expense on account of exchange difference either on settlement or on translation is recognised in the statement of profit and loss except in case of long term liabilities, where the same are adjusted to the carrying cost of such assets.

**M Employee Benefits**

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

- i. Provident Fund and Pension Contribution – as a percentage of salary / wages is a Defined Contribution Scheme.
- ii. 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.

**N Research and Development**

Revenue Expenditure on research is charged to Statement of Profit & Loss and Capital expenditure on development is shown as addition to Fixed Assets.

**O Miscellaneous Expenditure**

Preliminary Expenses are written off in the year in which the same are incurred in terms of Accounting Standard (AS-26).

**P Taxes on Income**

- i. Current Tax is determined as per the provisions of the Income Tax Act 1961 in respect of the Taxable Income.
- ii. Deferred Tax Liability is computed as per Accounting Standard (AS-22). Deferred Tax Asset and Deferred Tax Liability are computed by applying tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

**Q Earnings Per Share**

Basic earnings Per Equity Share is computed by dividing the net profit or loss after tax by the weighted average number of Equity Shares outstanding during the year.

**R Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognised 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 recognised but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.

**S Cash and Cash Equivalents**

Cash and Cash Equivalents comprises of cash on hand, deposits with banks and other short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**T Cash Flow Statements**

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.

*Handwritten marks: a checkmark and a signature.*

31st March, 2016

31st March, 2015

**NOTE 2  
SHARE CAPITAL****Authorised**

150,00,00,000 Equity Shares (Previous year : 150,00,00,000) of Rs. 10/- each

150,000

150,000

40,00,00,000 12% Non Cumulative Preference Shares (Previous year:30,00,00,000) of Rs. 100/- each

400,000

300,000

550,000450,000**Issued, Subscribed and Paid-up**

62,75,00,000 Equity Shares (Previous year 62,75,00,000) of Rs. 10/- each fully paid up (Inclusive of 50,00,00,000 Equity Shares issued at premium of Rs. 10/- each per share during the period ended 30th June, 2012 for consideration other than cash in part discharge of consideration provided under the scheme of Arrangement).

62,750

62,750

31,00,00,000 12% Non Cumulative Redeemable Preference Shares of Rs. 100/- each (allotted for consideration other than cash against amount outstanding) (Previous year: 30,00,00,000)

310,000

300,000

372,750362,750**Note 2.1. Reconciliation of the number of the shares outstanding**

Particulars	31st March, 2016		31st March, 2015	
	Number	Rs. In Lacs	Number	Rs. In Lacs
<b>a) Equity shares of Rs 10/- each</b>				
Shares outstanding at the beginning of the year	627,500,000	62,750	627,500,000	62,750
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	627,500,000	62,750	627,500,000	62,750
<b>b) Preference shares of Rs 100/- each</b>				
Shares outstanding at the beginning of the year	300,000,000	300,000	220,000,000	220,000
Shares issued during the year	10,000,000	10,000	80,000,000	80,000
Shares outstanding at the end of the year	310,000,000	310,000	300,000,000	300,000

**Note 2.2: The Rights attached to the each class of shares**

a) Each Equity shareholder holding Equity share of Rs. 10/- each is eligible for one vote per share and is entitled for dividend.

b) Preference Shareholder is entitled for dividend at a fixed rate of 12% p.a. Non-cumulative Redeemable Preference Shares (NCRPS) are redeemable at par at the end of 12th year from the date of allotment i.e. 28th March, 2013, 24th March, 2014, 28th March, 2015 &amp; 29th June 2015 and in the event of liquidation of the company, the holders of NCRPS will have the priority in the payment of dividend and re-payment of capital over Equity share holders of the company.

**Note 2.3 The shares held by the holding company**

a) 62,75,00,000 Equity Shares of Rs. 10 each held by Jaiprakash Associates Limited, the holding company. (Previous year 62,75,00,000 Equity shares)

b) 31,00,00,000 12% Non Cumulative Redeemable Preference Shares of Rs. 100/- each held by Jaiprakash Associates Limited, the holding company. (Previous year: 30,00,00,000 Preference shares)

**Note 2.4 The Shares held by the shareholders more than 5 % of the aggregate shares in the company.**

Name of Shareholder	31st March, 2016		31st March, 2015	
	No. of shares held	% of holding	No. of shares held	% of holding
<b>a: Equity shares of Rs 10/- each</b>				
Jaiprakash Associates Limited	627,500,000	100	627,500,000	100
<b>b: Preference shares of Rs 100/- each</b>				
Jaiprakash Associates Limited	310,000,000	100	300,000,000	100

**NOTE 3****RESERVES & SURPLUS****Security Premium Reserve**

As per Last Balance Sheet

49,663

61,450

Less:- Excess of Assets over Liabilities in respect of demerger of cement plants in Gujrat

11,787

49,663

49,663

**Surplus**

Profit/(Loss) brought forward from Previous Year

(211,304)

(174,540)

Depreciation on Assets whose life expired on 31.03.2014

(25,855)

(48)

Profit/(Loss) for the year

(237,159)

(36,716)

(211,304)

(187,496)(161,641)**NOTE 4****Long Term Borrowings  
Secured Loans**

Term Loans from Banks

222,058

137,689

Loans from Uttar Pradesh Financial Corporation and The Pradeshie Industrial &amp; Investment Corporation of UP Limited

7,164

5,346

229,222143,035

4.1 [a] Terms of Repayment of Secured Rupee Term Loans from Banks are given as under :

S.No.	Banks	Terms of Repayment/ Periodicity	(Rs in Lacs)	
			Outstanding (Including current maturities) as on	
			31.03.2016	31.03.2015
<b>A Consortium of Banks</b>				
i	Punjab National Bank	In 44 quarterly installments from 30.06.18 to 31.03.29	44,508	39,903
ii	Corporation Bank	In 44 quarterly installments from 30.06.18 to 31.03.29	14,093	12,769
iii	Allahabad Bank	In 44 quarterly installments from 30.06.18 to 31.03.29	13,029	11,970
iv	Axis Bank Ltd	In 44 quarterly installments from 30.06.18 to 31.03.29	9,038	8,489
v	South Indian Bank Ltd	In 44 quarterly installments from 30.06.18 to 31.03.29	9,035	7,979
vi	State Bank of Bikaner & Jaipur	In 44 quarterly installments from 30.06.18 to 31.03.29	9,022	8,665
vii	State Bank of Mysore	In 44 quarterly installments from 30.06.18 to 31.03.29	9,022	8,002
viii	Dena Bank	In 44 quarterly installments from 30.06.18 to 31.03.29	9,014	7,981
<b>Total (A)</b>			<b>116,761</b>	<b>105,758</b>
<b>B Consortium of Banks</b>				
ix	Axis bank Limited	In 24 quarterly instalments from 31.12.15 to 30.09.21	5,839	5,575
x	Punjab National Bank	In 24 quarterly instalments from 31.12.15 to 30.09.21	6,712	6,198
xi	Andhra Bank	In 24 quarterly instalments from 31.12.15 to 30.09.21	5,751	5,575
xii	Indian Bank	In 24 quarterly instalments from 31.12.15 to 30.09.21	5,706	4,035
xiii	Bank of Baroda	In 24 quarterly instalments from 31.12.15 to 30.09.21	5,189	3,580
xiv	State Bank of Patiala	In 24 quarterly instalments from 31.12.15 to 30.09.21	5,032	5,090
xv	State Bank of Mysore	In 24 quarterly instalments from 31.12.15 to 30.09.21	4,541	4,335
xvi	State Bank of Hyderabad	In 24 quarterly instalments from 31.12.15 to 30.09.21	4,083	3,902
xvii	State Bank of Travancore	In 24 quarterly instalments from 31.12.15 to 30.09.21	4,265	3,902
xviii	Vijaya Bank	In 24 quarterly instalments from 31.12.15 to 30.09.21	3,520	3,221
xix	Punjab and Sind Bank	In 24 quarterly instalments from 31.12.15 to 30.09.21	3,384	3,803
xx	The Jamimu & Kashmir Bank Ltd	In 24 quarterly instalments from 31.12.15 to 30.09.21	5,644	4,371
<b>Total (B)</b>			<b>59,666</b>	<b>53,587</b>
<b>C</b>				
xxi	Yes Bank	In 20 quarterly instalments from 29.06.15 to 29.03.20	10,000	10,000
xxii	Yes Bank	In 12 quarterly instalments from 30.09.17 to 30.06.21	3,078	-
xxiii	Yes Bank	In 12 quarterly instalments from 30.09.17 to 30.06.21	46,500	-
<b>Total (C)</b>			<b>59,578</b>	<b>10,000</b>
<b>Total (A to C)</b>			<b>236,005</b>	<b>169,345</b>
<b>Less: Transferred to Current maturities of long term debts (Note no. 9)</b>			<b>13,947</b>	<b>31,655</b>
<b>Long Term Borrowings</b>			<b>222,058</b>	<b>137,689</b>

- b) Term loans of Rs 1,43,033 Lacs (outstanding Rs 1,16,761 Lacs) sanctioned by Consortium of Banks comprising of Punjab National Bank, Corporation Bank, Allahabad Bank, Axis Bank Limited, South Indian Bank Limited, State Bank of Bikaner & Jaipur, State Bank of Mysore and Dena Bank together with all interest, liquidated damages, premia on prepayment or on redemption, costs, expenses and other monies, stipulated in the Loan Agreements, are secured / to be secured by equitable mortgage of immovable properties and hypothecation of movables of Jaypee Balaji Cement Plant at Jaggayyapet, District Krishna, Andhra Pradesh (both present and future), save and except book debts, ranking pari-passu, subject to prior charge on specified movables created / to be created in favour of company's bankers for working capital facilities (Previous Year: Rs 1,05,758 Lacs).
- c) Term loans of Rs 61,433 Lacs (outstanding Rs 59,666 Lacs) sanctioned by consortium of banks comprising of Axis Bank Limited, Punjab National Bank Limited, Andhra Bank, Indian Bank, Bank of Baroda, State Bank of Patiala, State Bank of Mysore, State Bank of Hyderabad, State Bank of Travancore, Vijaya Bank, Punjab & Sind Bank and Jammu & Kashmir Bank Ltd together with all interest, liquidated damages, additional interest, costs, charges, expenses and other monies, stipulated in the Loan Agreement, are secured by equitable mortgage of immovable properties and hypothecation of movables of Jaypee Shahabad Cement Plant at Shahabad, District Gulbarga, Karnataka (both present and future), save and except book debts, ranking pari-passu, subject to prior charge on specified movables created in favour of company's bankers for working capital facilities (Previous Year: Rs 53,587 Lacs).
- d) Term loans of Rs 66,000 Lacs (outstanding Rs 59,578 Lacs) sanctioned by Yes Bank together with all interest, liquidated damages, premia on prepayment, costs, expenses and other monies, stipulated in the Loan Agreements, are secured by first pari-passu charge on all the moveable & immoveable fixed assets of all the plants of the Company located at Jaypee Balaji Cement Plant at Jaggayyapet, District Krishna, Andhra Pradesh and Jaypee Shahabad Cement Plant at Shahabad, District Gulbarga, Karnataka except pertaining to Jaypee Hi Tech Castings Centre and Heavy Engineering Workshop (Previous Year: Rs 10,000 Lacs).

4.2 Interest Free Loans of Rs 6,403 Lacs granted by Uttar Pradesh Financial Corporation under Audhyogik Nivesh Protsahan Yojna are secured by way of First Charge on the Fixed Assets of Jaypee Cement Products, Sadwa Khurd and Bank Guarantee. The said loans are repayable 10 years from the date of disbursement and repayment will commence from F.Y. 2018-19 onwards (Previous Year: Rs 5,346 lacs).

Interest Free: Loans of Rs 761 Lacs granted by The Pradeshie Industrial & Investment Corporation of UP Limited under Audhyogik Nivesh Protsahan Yojna are secured by way of First Charge on the Fixed Assets of Jaypee Chunar Cement Products, Chunar and Bank Guarantee. The said loans are repayable 10 years from the date of disbursement and repayment will commence from F.Y. 2025-26 onwards (Previous year: Rs. Nil)

4.3 Financial Assistance is guaranteed by Directors of the Company as under:

	(Rs in Lacs)	
	Outstanding as on	
	31.03.2016	31.03.2015
Project Term Loans from Banks	236,005	169,345
Loans from Uttar Pradesh Financial Corporation and The Pradeshie Industrial & Investment Corporation of UP Limited	7,164	5,346
	<b>243,170</b>	<b>174,691</b>

31st March, 2016

31st March, 2015

**NOTE 5****Other Long Term Liabilities**

Deposits	5,939	6,326
	<u>5,939</u>	<u>6,326</u>

**NOTE 6****Long - Term Provisions**

## Provisions for Employee Benefits

Gratuity	451	353
Leave Encashment	228	194
	<u>679</u>	<u>547</u>

**NOTE 7****Short Term Borrowings****(Unsecured Loans)**

Banks	1,635	1,650
	<u>1,635</u>	<u>1,650</u>

**NOTE 8****Trade Payables**

## Due to Micro and Small Enterprises

Due to Creditors other than Micro and Small Enterprises	19,103	15,230
Advances from Related Parties	94,656	150,265
	<u>113,759</u>	<u>165,495</u>

**NOTE 9****Other Current Liabilities**

## Current maturities of Long term Debts

## Term Loans from Banks - (Refer Note No. 4(1)(a))

## Interest accrued &amp; due on loans

Advances from Customers		2,480		2,817
Other Payables				
Capital Suppliers	4,371		5,156	
Staff Dues	764		526	
Statutory Dues	3,863		2,980	
Other Creditors	1,220	10,218	1,427	10,089
		<u>32,958</u>		<u>48,014</u>

**NOTE 10****Short Term Provisions**

## Provisions for Employee Benefits

Gratuity	100	15
Leave Encashment	27	24
	<u>127</u>	<u>39</u>

Σ

Rs





31st March, 2016

31st March, 2015

**NOTE 11 A****Incidental Expenditure during construction Period**

Opening balance as on 01.04.2015			26,473	15,080
Electricity, Power & Fuel			155	175
Salary, wages & Staff Welfare			415	805
Site/Query Development Expenses			1	-
Repair & Maintenance			1	12
Legal & Professional			41	52
Consultancy			24	85
Insurance			24	46
Travelling & Conveyance			11	9
LC Commission, Bank Charges & Bank Guarantee Commission			215	37
Finance Costs			5,976	13,721
Safety & Security			147	129
Vehicle Running & Maintenance			23	30
Advertisement/Business Promotion Expenses			-	7
Depreciation & Ammortization			-	85
Miscellaneous Expenses			62	1,226
			<u>33,568</u>	<u>31,499</u>
Less:				
Miscellaneous Receipts	139,767.00	1		94
Interest Received	151,722.21	2		115
Foreign Currency Rate Difference (Net)	3,332.39	-	3	66
			<u>33,565</u>	<u>31,224</u>
Less: Capitalised during the year			21,150	4,751
<b>Carried over to Balance Sheet (included in Capital Work-in-Progress)</b>			<u>12,415</u>	<u>26,473</u>

31st March, 2016

**NOTE 12****Non Current Investments****Investment in Subsidiary****In Equity Shares-Unquoted,fully Paid up**

5,51,00,000 Equity Shares of Rs. 10/- each of Jaiprakash Agri Initiatives Co. Ltd (Previous Year 5,51,00,000 Equity Shares)

1,668

1,668

**In Preference Shares-Unquoted,fully Paid up**

1,00,00,000 12% Non Cumulative Redeemable Preference Shares of Rs 100/- each of Jaiprakash Agri Initiatives Co. Ltd (Previous Year 1,00,00,000 Preference Shares)

10,000

10,000

11,66811,668**Aggregate Cost of:**

Quoted Investments in Equity and Preference Shares

11,668

11,668

Unquoted investments in Equity and Preference Shares

**NOTE 13****Deferred Tax Assets (Net)**

Deferred Tax Assets

54,178

47,233

on Account of unabsorbed loss and Employees' Benefits

Less: Deferred Tax Liabilities

27,175

21,307

on Account of Depreciation

27,00325,926**NOTE 14****Long Term Loans and Advances****(Unsecured, considered good)**

Capital Advances

4,513

4,771

Deposits with Govt Departments, Public Bodies &amp; Others

Govt Departments &amp; Public Bodies

2,998

2,033

Others

440

3,438

487

2,520

Income Tax deducted at source

1,073

898

9,0248,189**NOTE 15****Other Non Current Assets****(Unsecured, considered good)**

Prepaid Expenses

292

21

Term Deposits with Banks with maturity more than twelve months

4

24

29645**NOTE 16****Inventories**

Stores &amp; Spare Parts at Weighted Average Cost

2,890

5,888

Raw Materials &amp; Other Materials at Weighted Average Cost

2,102

1,564

Finished Goods at cost

Cement

1,497

2,701

4,718

Asbestos Sheets

1,475

2,972

2,017

4,718

Stock-in-Process at cost

2,209

2,438

Goods-in-Transit at Cost

Raw materials

2

8

10,17514,616**NOTE 17****Trade Receivables****(Unsecured, considered good)**

a) Debts outstanding for a period exceeding six months

1,205

650

b) Other Debts

8,423

5,661

9,6286,311**NOTE 18****Cash and Bank Balances**

(I) Cash and Cash Equivalents

a) Cash in hand

18

17

b) Cheques, Drafts-in-hand

1

c) Balance with Scheduled Banks

In Current &amp; Cash Credit Accounts

9,312

9,331

10,444

10,461

(II) Other Bank Balances

Term Deposit with Maturity less than twelve months (pledged with banks &amp; government department)

552

487

9,88310,948**NOTE 19****Short-term Loans and Advances****(Unsecured, Considered good)**

Advances to Suppliers, Contractors &amp; Others

8,468

8,638

Advances to Related Parties

30,637

29,515

Claims and Refunds Receivable

8,266

7,530

Deposits with Government Departments, Public Bodies &amp; Others.

Government Departments &amp; Public Bodies

331

210

Others

53

384

23

233

Staff Imprest &amp; Advances

10

32

47,76545,948**NOTE 20****Others Current Assets****(Unsecured, Considered good)**

Interest accrued on Fixed Deposits &amp; others

64

73

Prepaid Expenses

729

111

793184

(Rs in Lacs)

	2015-16		2014-15	
<b>NOTE 21</b>				
<b>Revenue from Operations</b>				
Sale of Products (Refer Note 21.1)		97,386		104,588
Sale of Services (Refer Note 21.2)		2,483		2,548
Other Operating Revenues (Refer Note 21.3)		2,083		2,156
		<u>101,952</u>		<u>109,292</u>
<b>NOTE 21.1</b>				
<b>Sale of Products</b>				
Cement Sales (Gross) (Including Clinker Sales)	93,323		97,396	
Less: Excise Duty on Sales	<u>12,017</u>	81,306	<u>12,466</u>	84,930
Asbestos Sheets Sales (gross)	18,101		21,578	
Less: Excise Duty on Sales	<u>2,021</u>	16,080	<u>2,305</u>	19,273
Bags Sale (Gross)	-		433	
Less: Excise Duty on Sales	-	-	<u>48</u>	385
		<u>97,386</u>		<u>104,588</u>
<b>NOTE 21.2</b>				
Sale of Services		2,483		2,548
		<u>2,483</u>		<u>2,548</u>
<b>NOTE 21.3</b>				
<b>Other Operating Revenue</b>				
Rent		1		1
Sale of Power		1,740		1,736
Profit on Sale of Assets		86		2
Foreign Currency Rate Difference (Net) - Other than Finance Costs		-		21
Miscellaneous		256		396
		<u>2,083</u>		<u>2,156</u>
<b>NOTE 22</b>				
<b>Other Income</b>				
Interest		131		193
		<u>131</u>		<u>193</u>
<b>NOTE 23</b>				
<b>Cost of Materials Consumed</b>				
Raw Materials Consumed		16,468		18,462
Stores and Spares Consumed		2,471		2,630
Coal Consumed		11,976		15,683
Packing Materials Consumed		2,525		3,458
		<u>33,440</u>		<u>40,233</u>
Less: Attributable to Self Consumption		99		209
		<u>33,341</u>		<u>40,024</u>
<b>NOTE 24</b>				
<b>Changes in Inventories of Finished Goods and Work-in-Progress</b>				
Opening Stocks				
Finished Goods	5,260		2,878	
Stock in Process	3,146		3,446	
	<u>8,406</u>		<u>6,324</u>	
Less: Hived off	1,250	7,156	-	6,324
Less: Closing Stocks				
Finished Goods	2,972		5,260	
Stock in Process	2,209	5,181	3,146	8,406
Excise Duty Difference on Changes in Closing Stocks		(246)		474
		<u>1,729</u>		<u>(1,608)</u>
<b>NOTE 25</b>				
<b>Manufacturing Expenses</b>				
Hire Charges and Lease Rental of Machineries		5		25
Power, Electricity & Water Charges		10,560		12,867
Repairs & Maintenance of Machinery		938		1,114
Repairs to Buildings & Camps		144		274
Freight, Octroi & Transportation Charges		185		373
		<u>11,832</u>		<u>14,653</u>
Less: Attributable to Self Consumption		52		87
		<u>11,780</u>		<u>14,566</u>

2015-16

**NOTE 26****Employee Benefits Expenses**

Salaries, Wages & Bonus	5,914	6,972
Gratuity	220	128
Contribution to Provident & Other Funds	199	169
Staff Welfare	176	186
	<u>6,509</u>	<u>7,455</u>

**NOTE 27****Finance Costs**

Interest on Term Loans	18,606	25,178
Interest on Bank Borrowings and Others	1,151	1,134
Financial Charges	696	232
	<u>20,453</u>	<u>26,544</u>

**NOTE 28****Other Expenses**

Loading, Transportation and Other Charges	24,672	27,815
Commission & Discount on Sales	2,817	3,057
Sales Promotion	1,313	1,775
Rent	715	825
Rates & Taxes	432	255
Insurance	220	287
Foreign Exchange Fluctuations	32	-
Travelling & Conveyance	380	378
Bank Charges and Guarantee Commission	508	689
Loss on Sale / Disposal / write off of Assets (Net)	40	-
Postage & Telephone	62	76
Vehicle Running and Maintenance	81	132
Legal & Professional	394	2,149
Charity & Donation	1	1
Security & Medical Services	192	317
<u>Auditors' Remuneration</u>		
Audit Fee	4	5
Tax Audit Fee	1	1
Reimbursement of Expenses	5	1
Miscellaneous Expenses	504	471
	<u>32,368</u>	<u>38,234</u>

**NOTE 29****Depreciation and Amortisation Expenses**

Depreciation	12,262	17,246
Amortisation Expenses	<u>10,311</u>	<u>10,317</u>
	22,573	27,563
Less : Transferred to Incidental Expenditure during Construction Period		86
Depreciation on Assets whose life expired on 31.03.14 charged to Reserves & surplus.		48
	<u>22,573</u>	<u>27,429</u>

Rs

**NOTE 30**

31st March,2016

31st March,2015

Contingent Liabilities not provided for :

(a) Claims against the Company not acknowledged as debts	8,364	6,750
Amount deposited under protest	1,833	1,245
(b) Outstanding amount of Bank Guarantees	14,013	1,901
Margin Money deposited against the above	228	327
(c) Excise matters under appeal	3,101	2,918
Amount deposited under protest	220	7
(d) Entry Tax/VAT/Sales/Commercial Tax matters under appeal	656	195
Amount deposited under protest	18	15
(e) Gujrat Green Cess Act 2011	139	139
Deposit Against Above	65	65
(f) Cess Assessment Officer & Joint Commissioner of Labour, Eluru, Andhra Pradesh had served a notice under the Building and Other Construction Workers Welfare Cess Act Rules, 1998 to pay cess @ 1% on the cost of construction upto 31.3.2015, being undertaken at company's cement plant in Andhra Pradesh. The Company had appealed against the same in Hon'ble High Court, Hyderabad and got interim Stay vide Order dated 31st Aug' 2010.	321	321

**NOTE 31**

Estimated amount of Contracts remaining to be executed on capital account and not provided for (net of advances).

2,763

10,198

**NOTE 32**

In the opinion of Board of Directors, all the Assets other than Fixed Assets and Non Current Assets have a value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet.

**NOTE 33**

Capital Work-in-Progress of Rs. 54,528 Lacs (Previous Year Rs. 84,492 Lacs) includes Civil Works, Machinery under Erection and in Transit, Construction &amp; Erection Materials and Pre-Operative Expenses.

**NOTE 34**

In compliance of Accounting Standard-2 (Revised), the Company has provided liability of Excise Duty amounting to Rs. 398 Lacs (previous year Rs. 446 Lacs) on the stocks of Finished Goods lying at Works. However, there is no impact on the profit / Loss for the current year.

**NOTE 35**

The Excise Duty Rs. 246 Lacs (previous year Rs. 474 Lacs related to difference between Closing and Opening Stock has been debited in the statement of Profit &amp; Loss separately.

**NOTE 36**

As per the information available with the Company, the Company has no dues to any supplier as on 31st March, 2016 under the Micro, Small and Medium Enterprise Development Act, 2006 in terms of Notification No. G.S.R. (E) dated 4th September, 2015 issued by the Department of Company Affairs (previous year: Rs. NIL).

(Rs in Lacs)

**NOTE 37**

2015-16

2014-15

**(A) Value of Imports (on CIF basis)**

Capital Equipment		32
Stores & Spares	788	36
Coal	311	-
Raw Materials	4,927	4,388
	<u>6,026</u>	<u>4,456</u>

**(B) Expenditure in foreign currency (including expenditure during construction period)**

Technical/Engineering Fee		120
Interest		73
Others	32	(84)
	<u>32</u>	<u>108</u>

**(C) Earnings in Foreign Currency**

Exports (FOB) Value	1,462	527
---------------------	-------	-----

**NOTE 38****Earning Per Share in accordance with Accounting Standard (AS-20)**

Profit/(Loss) after Tax for the year (Rs. In Lacs)	(25,855)	(36,716)
Nominal value per Equity Share (in Rs.)	10.00	10.00
Number of Equity Shares at the beginning of the year	627,500,000	627,500,000
Number of Equity Shares issued during the year	-	-
Number of Equity Shares at the end of the year	627,500,000	627,500,000
Weighted Average No. of Equity Shares	627,500,000	627,500,000
<b>Basic and Diluted Earnings per Share (in Rs.)</b>	<b>(4.12)</b>	<b>(5.85)</b>

- (b) **Subsidiary Company: Jaiprakash Agri initiatives Limited**
- (c) **Fellow Subsidiary Companies (including their subsidiaries):**
- (i) Jaiprakash Power Ventures Limited.
  - (ii) Jaypee Infratech Limited.
  - (iii) Jaypee Ganga Infrastructure Corporation Limited
  - (iv) Jaypee Fertilizers & Industries Limited.
  - (v) Jaypee Agra Vikas Limited.
  - (vi) Jaypee Assam Cement Limited
  - (vii) Bhilai Jaypee Cement Limited.
  - (viii) Gujarat Jaypee Cement & Infrastructure Limited.
  - (ix) Himalayan Expressway Limited.
  - (x) Himalayaputra Aviation Limited
  - (xi) Jaypee Cement Hockey ( India) Limited
  - (xii) Jaypee Cement Cricket ( India) Limited
  - (xiii) Jaypee Powergrid Limited (subsidiary of Jaiprakash Power Ventures Limited).
  - (xiv) Prayagraj Power Generation Company Limited (subsidiary of Jaiprakash Power Ventures Limited).
  - (xv) Sangam Power Generation Company Limited (subsidiary of Jaiprakash Power Ventures Limited).
  - (xvi) Jaypee Arunachal Power Limited (subsidiary of Jaiprakash Power Ventures Limited).
  - (xvii) Jaypee Meghalaya Power Limited (subsidiary of Jaiprakash Power Ventures Limited).
  - (xviii) Himachal Baspa Power Company Limited (subsidiary of Jaiprakash Power Ventures Limited) (Upto 08.09.2015)
  - (xix) Bina Power Supply Limited (Formerly known as Himachal Karcham Power Company Limited) (subsidiary of Jaiprakash Power Ventures Limited)
  - (xx) Jaypee Healthcare Limited (subsidiary of Jaypee Infratech Limited)

**(d) Associate Companies:**

- (i) Jaypee Infra Ventures (A private company with unlimited liability)
- (ii) JIL Information Technology Limited (subsidiary of Jaypee Infra Ventures).
- (iii) Jaypee Development Corporation Limited (subsidiary of Jaypee Infra Ventures).
- (iv) Indesign Enterprises Private Limited (subsidiary of Jaypee Infra Ventures)
- (v) Anvi Hotels Private Limited (subsidiary of Jaypee Infra Ventures)
- (vi) Jaypee International Logistics Company Private Limited (subsidiary of Jaypee Infra Ventures).
- (vii) Andhra Cements Limited. (subsidiary of Jaypee Development Corporation Limited).
- (viii) Tiger Hills Holiday Resort Private Limited (subsidiary of Jaypee Development Corporation Limited).
- (ix) Gaur & Nagi Limited (subsidiary of JIL Information Technology Limited).
- (x) Ibonshourne Limited (subsidiary of Indesign Enterprises Private Limited) (w.e.f. 11.01.2016)
- (xi) RPJ Minerals Private Limited
- (xii) Sarveshwari Stone Products Private Limited (subsidiary of RPJ Minerals Private Limited).
- (xiii) Rock Solid Cement Limited (subsidiary of RPJ Minerals Private Limited).
- (xiv) Kanpur Fertilizers & Cement Limited.
- (xv) Madhya Pradesh Jaypee Minerals Limited.
- (xvi) MP Jaypee Coal Limited.
- (xvii) MP Jaypee Coal Fields Limited.
- (xviii) Jaiprakash Kashmir Energy Limited.
- (xix) Sonebhadra Minerals Private Limited.
- (xx) Jaypee Uttar Bharat Vikas Private Limited.
- (xxi) JC World Hospitality Private Limited
- (xxii) Jaiprakash Exports Private. Limited
- (xxiii) JC Wealth & Investment Private Limited
- (xxiv) C K World Hospitality Private Limited
- (xxv) Librans Venture Private Limited
- (xxvi) Librans Real Estate Private Limited
- (xxvii) Dixit Holdings Private Limited
- (xxviii) iValue Advisors Private Limited
- (xxix) Think Different Enterprises Private Limited
- (xxx) Ceekay Estates Pvt. Limited
- (xxxi) Bhumi Estates Pvt. Limited

2 Ret

Related Party Disclosures, as required in terms of Accounting Standard [AS] - '18' are given below:

(f) Relationships:

(a) **Holding Company:** Jaiprakash Associates Limited.

(b) **Subsidiary Company:** Jaiprakash Agri Initiatives Limited

(c) **Fellow Subsidiary Companies (including their subsidiaries):**

(i) Jaiprakash Power Ventures Limited.

(ii) Jaypee Infratech Limited.

(iii) Jaypee Ganga Infrastructure Corporation Limited

(iv) Jaypee Fertilizers & Industries Limited.

(v) Jaypee Agra Vikas Limited.

(vi) Jaypee Assam Cement Limited

(vii) Bhilai Jaypee Cement Limited.

(viii) Gujarat Jaypee Cement & Infrastructure Limited.

(ix) Himalayan Expressway Limited.

(x) Himalayaputra Aviation Limited

(xi) Jaypee Cement Hockey ( India) Limited

(xii) Jaypee Cement Cricket ( India) Limited

(xiii) Jaypee Powergrid Limited (subsidiary of Jaiprakash Power Ventures Limited).

(xiv) Prayagraj Power Generation Company Limited (subsidiary of Jaiprakash Power Ventures Limited).

(xv) Sangam Power Generation Company Limited (subsidiary of Jaiprakash Power Ventures Limited).

(xvi) Jaypee Arunachal Power Limited (subsidiary of Jaiprakash Power Ventures Limited).

(xvii) Jaypee Meghalaya Power Limited (subsidiary of Jaiprakash Power Ventures Limited).

(xviii) Himachal Baspa Power Company Limited (subsidiary of Jaiprakash Power Ventures Limited) (Upto 08.09.2015)

(xix) Bina Power Supply Limited (Formerly known as Himachal Karcham Power Company Limited) (subsidiary of Jaiprakash Power Ventures Limited)

(xx) Jaypee Healthcare Limited (subsidiary of Jaypee Infratech Limited)

(d) **Associate Companies:**

(i) Jaypee Infra Ventures (A private company with unlimited liability)

(ii) JIL Information Technology Limited (subsidiary of Jaypee Infra Ventures).

(iii) Jaypee Development Corporation Limited (subsidiary of Jaypee Infra Ventures).

(iv) Indesign Enterprises Private Limited (subsidiary of Jaypee Infra Ventures)

(v) Anvi Hotels Private Limited (subsidiary of Jaypee Infra Ventures)

(vi) Jaypee International Logistics Company Private Limited (subsidiary of Jaypee Infra Ventures).

(vii) Andhra Cements Limited. (subsidiary of Jaypee Development Corporation Limited).

(viii) Tiger Hills Holiday Resort Private Limited (subsidiary of Jaypee Development Corporation Limited).

(ix) Gaur & Nagi Limited (subsidiary of JIL Information Technology Limited).

(x) Ibonshourne Limited (subsidiary of Indesign Enterprises Private Limited) (w.e.f. 11.01.2016)

(xi) RPJ Minerals Private Limited

(xii) Sarveshwari Stone Products Private Limited (subsidiary of RPJ Minerals Private Limited).

(xiii) Rock Solid Cement Limited (subsidiary of RPJ Minerals Private Limited).

(xiv) Kanpur Fertilizers & Cement Limited.

(xv) Madhya Pradesh Jaypee Minerals Limited.

(xvi) MP Jaypee Coal Limited.

(xvii) MP Jaypee Coal Fields Limited.

(xviii) Jaiprakash Kashmir Energy Limited.

(xix) Sonebhadra Minerals Private Limited.

(xx) Jaypee Uttar Bharat Vikas Private Limited.

(xxi) JC World Hospitality Private Limited

(xxii) Jaiprakash Exports Private. Limited

(xxiii) JC Wealth & Investment Private Limited

(xxiv) C K World Hospitality Private Limited

(xxv) Librans Venture Private Limited

(xxvi) Librans Real Estate Private Limited

(xxvii) Dixit Holdings Private Limited

(xxviii) iValue Advisors Private Limited

(xxix) Think Different Enterprises Private Limited

(xxx) Ceekay Estates Pvt. Limited

(xxxi) Bhumi Estates Pvt. Limited

*h* *Ref*

(e) Key Management Personnel:

- (i) Shri Manoj Gaur, Chairman
- (ii) Shri Pankaj Gaur, Director

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

(Rs in Lacs)

Nature of Transactions	Referred in (a) above	Referred in (b) above	Referred in (c) above	Referred in (d) above	Referred in (e) above
<b>Receipts</b>					
Share Capital	10,000 (80,000)				
Sales	340 (277)		16 (475)	783 (857)	-
Services	1,523 (1,588)	-	-	-	-
Rent	960 (960)	-	-	-	-
<b>Expenditure</b>					
Managerial Remuneration		-	-	-	(34)
Contract Expenses	1,264 (1,992)	-	-	-	-
Purchases	3,122 (3,695)	-	1 (12)	18 (168)	-
Equipment	391 (483)	-	-	2 (-)	-
Other Expenses	2,524 (2,772)	-	(250)	201 (373)	-
<b>Other Transactions</b>					
Share Capital					
<b>Outstanding</b>					
Receivable		2,990 (1,640)	217 (316)	28,245 (27,559)	
Payable	93,516 (147,310)			276 (2,216)	

Previous Year figures are given in brackets

2 28



**NOTE 40**

The Board of Directors of the Company at its meeting held on 31st March, 2016 approved the disinvestment of company's operating cement plant with the capacity of 5 MTPA located at Jaggyapeta, Distt. Krishna, Andhra Pradesh and entered into definitive agreement with Ultratech Cement Limited on 31.03.2016, subject to regulatory approvals:

Particulars	Discontinuing operations		Continuing Operations		Total	
	Balaji Plants	Gujarat Plants	Other Businesses		2015-16	2014-15
	2015-16	2014-15	2015-16	2014-15		
i Total Revenues	82,312	11,173	19,771	98,312	102,083	109,485
ii Operating Expenses	66,684	11,710	19,044	86,961	85,727	98,671
iii Pretax Loss from operating activity	15,363	(388)	731	11,449	16,094	11,061
iv Finance Costs	18,842	5,392	1,611	21,152	20,453	26,544
v Depreciation & Amortization	10,170	5,274	12,402	22,155	22,573	27,429
vi Profit (Loss) before tax	(13,650)	(11,053)	(13,283)	(31,858)	(26,932)	(42,912)
vii Deferred Tax	-	3,385	1,077	2,810	1,077	6,195
viii Profit (Loss) for the year	(13,650)	(7,668)	(12,206)	(29,048)	(25,855)	(36,716)

(Rs. In Lacs)

**Note '41'**

There is no separate segment other than Cement and Cement products, which exceeds 10% of segment assets, liabilities, revenues of the company, hence segment reporting is not applicable.

**Note '42'**

Figures for the previous year have been regrouped/recast/rearranged wherever considered necessary.

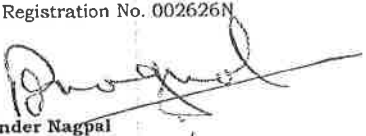
**Note '43'**

All the figures have been rounded off to the nearest Rs. in Lacs.

As per our report of even date annexed


For and on behalf of the Board

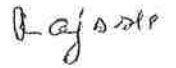
For R Nagpal Associates  
Chartered Accountants  
Firm Registration No. 002626N

  
Ravinder Nagpal  
Partner  
M.No. 081594

Place: Noida  
Dated: 25th May, 2016

  
Manoj Gaur  
Chairman  
DIN: 00008480

  
R B Singh  
Director  
DIN: 00229692

  
R S Kuchhal  
Company Secretary