

BHILAI JAYPEE CEMENT LTD.
BALANCE SHEET AS AT 31st MARCH 2017

Rs. In Lacs

	NOTE	AS AT 31.03.2017		AS AT 31.03.2016		AS AT 31.03.2015	
ASSETS							
NON CURRENT ASSETS							
(a)	Property, Plant and Equipment	2	60,377.47	63,545.75		67,230.57	
(b)	Capital Work-in-Progress	2	231.69	838.85		746.22	
(C)	Financial Assets		-				
	(i) Investments		-				
	(ii) Trade Receivables		-				
	(iii) Loans	3	432.52	1,199.77		1,205.04	
	(iv) Others (to be specified)		-				
(d)	Deferred Tax Assets [Net]	4	14,529.89	11,449.53		7,880.75	
(e)	Other Non-Current Assets	5	1,995.73	645.22	77,679.13	730.36	77,792.94
CURRENT ASSETS							
(a)	Inventories	6	1,959.21	2,487.64		6,595.27	
(b)	Financial Assets		-				
	(i) Investments		-				
	(ii) Trade Receivables	7	125.41	412.77		1,848.03	
	(iii) Cash and Cash Equivalents	8	419.61	213.53		786.54	
	(iv) Bank Balances other than (iii) above	9	44.17	43.82		-	
	(v) Loans		-				
	(vi) Others (to be specified)	10	140.47	182.73		142.11	
(c)	Current Tax Assets [Net]	11	47.73	69.30		51.53	
(d)	Other Current Assets	12	826.70	3,237.60	6,647.39	4,449.09	13,872.58
	Inter Office Transaction		-				
TOTAL ASSETS			81,130.61	84,326.52		91,665.52	
EQUITY AND LIABILITIES							
EQUITY							
(a)	Equity Share Capital	13	37,968.48	37,968.48		37,968.48	
(b)	Other Equity	14	(28,230.28)	(21,357.42)	16,611.06	(13,273.11)	24,695.37
LIABILITIES							
NON-CURRENT LIABILITIES							
(a)	Financial Liabilities		-				
	(i) Borrowings		-				
	(ii) Trade Payables		-				
	(iii) Other Financial Liabilities (other than those specified in item (b) to be specified)	15	1,393.50	3,053.46		3,725.53	
(b)	Provisions	16	561.97	481.33		421.66	
(c)	Deferred Tax Liabilities [Net]		-				
(d)	Other Non-Current Liabilities		1,955.47	3,534.80		4,147.18	
CURRENT LIABILITIES							
(a)	Financial Liabilities		-				
	(i) Borrowings	17	4,473.99	6,312.76		7,552.37	
	(ii) Trade Payables	18	7,421.42	7,221.26		10,146.91	
	(iii) Other Financial Liabilities (other than those specified in item (b) to be specified)	19	21,378.78	10,697.48		15,058.47	
(b)	Other Current Liabilities	20	34,724.06	37,663.20		26,449.74	
(c)	Provisions	21	1,438.68	2,285.97		3,615.48	
(d)	Current Tax Liabilities [Net]		69,436.93	64,180.66		62,822.97	
TOTAL EQUITY AND LIABILITIES			81,130.61	84,326.52		91,665.52	

Significant accounting policies and notes to accounts as per note 1.

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

Brijendra Agrawal
(Brijendra Agrawal)
Partner
M No 087787



Place *New Delhi*
Dated *25/05/2017*

S B Pant
S-B Pant
CFO

For and on behalf of the board

Rahul Kumar

Rahul Kumar
Managing Director

R B Singh
R B Singh
Director

C Stephen
C Stephen
Company Secretary

BHILAI JAYPEE CEMENT LIMITED

PROFIT & LOSS STATEMENT FOR THE PERIOD FROM 01.04.2016 TO 31.03.2017

Rs. In lacs

	NOTE	BJCL AS AT 31.03.17	BJCL AS AT 31.03.16
REVENUE FROM OPERATIONS			
GROSS REVENUE	22	8,147.05	44,155.45
OTHER INCOME	23	265.53	247.70
TOTAL REVENUE		8,412.57	44,403.15
EXPENDITURE			
CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS	24	481.63	3,292.09
COST OF MATERIALS CONSUMED	25	4,307.67	19,015.33
EXCISE DUTY	26	234.08	5,144.99
PURCHASE OF STOCK IN TRADE		-	-
MANUFACTURING EXPENSES	27	2,945.94	6,841.35
EMPLOYEE BENEFITS EXPENSES	28	3,023.80	3,311.72
SELLING & DISTRIBUTION EXPENSES	29	161.70	9,420.74
OTHER EXPENSES	30	1,505.44	1,871.38
FINANCE COSTS	31	1,892.47	3,285.84
DEPRECIATION & AMMORTIZATION EXPENSES	2	3,843.12	3,847.00
		18,395.86	56,030.43
PROFIT/(LOSS) FOR THE YEAR		(9,983.28)	(11,627.29)
PROVISION FOR TAXATION			
PROFIT/(LOSS) AFTER TAXATION		(9,983.28)	(11,627.29)
PRIOR PERIOD ADJUSTMENTS			
DEFERRED TAX	32	3,080.36	3,568.78
PROFIT/(LOSS) BROUGHT FORWARD		-	-
OTHER COMPREHENSIVE INCOME		30.07	4.33
PROFIT/(LOSS) CARRIED TO BALANCE SHEET		(6,872.86)	(8,054.18)

Significant accounting policies and notes to accounts as per note 1.

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

Brijendra Agrawal

(Brijendra Agrawal)
 Partner
 M No 087787



For and on behalf of the board

Rahul Kumar
 Managing Director

R B Singh
 Director

S B Pant
 CFO

C Stephen
 Company Secretary

Place *New Delhi*
 Dated *28/08/2017*

NOTE 2 FIXED ASSETS

Rs. in lacs

S. NO.	DESCRIPTION OF ASSETS	GROSS BLOCK ON 01.04.16			DEPRECIATION			NET BLOCK			
		01.04.2016	ADDITION	sale/retirement	31.03.2017	01.04.2016	DEF FOR THE PERIOD	DEF ON SALE/RETIREMENT	31.03.2017	31.03.2016	31.03.2015
1	LAND-FREEHOLD	1,324.14	58.49	-	1,382.62	-	-	-	1,382.62	1,324.14	1,324.14
2	LAND LEASEHOLD (99 YEAR)	97.27	540.74	-	638.01	39.91	4.35	44.27	593.74	57.36	61.59
	LAND LEASEHOLD (LESS THAN 99 YEAR)	602.78	-	-	602.78	116.03	23.21	139.24	463.54	486.74	509.95
3	BUILDINGS	5,265.13	62.49	-	5,327.62	1,089.44	315.13	1,404.57	3,923.05	4,175.69	4,490.82
4	PLANT & MACHINERY										
	A) PLANT & MACHINERY	75,484.72	-	-	75,484.72	21,952.60	3,135.85	25,088.45	50,396.27	53,546.53	56,640.27
	B) ELECTRICAL INSTALLATION	321.93	-	-	321.93	64.43	27.80	92.23	229.70	257.50	152.56
	C) WATER TANK, PIPE LINE & INSTALLATIONS	37.48	-	-	37.48	9.19	3.05	12.24	25.24	28.29	31.64
5	RAILWAY SIDING	4,548.72	32.00	-	4,580.73	1,190.12	271.66	1,461.78	3,118.95	3,358.61	3,630.17
6	VEHICLES	155.02	-	10.16	144.86	119.39	10.37	124.08	20.78	35.62	58.84
7	FURNITURE AND FIXTURES	172.89	-	-	172.89	112.80	14.54	127.34	45.54	62.08	75.93
8	OFFICE EQUIPMENTS	498.84	-	-	498.84	302.28	35.06	337.34	161.50	196.56	233.94
	OTHER FIXED ASSETS AND EQUIPMENTS	171.16	-	-	171.16	54.40	13.11	67.51	103.64	116.76	129.72
	EDP MACHINES AND EQUIPMENTS	191.10	-	-	191.10	167.74	6.04	173.78	17.32	33.96	31.85
	AIR CONDITIONERS AND ROOM COOLERS	42.96	-	-	42.96	24.45	4.63	29.08	13.88	18.50	22.83
	REFRIGERATOR & WATER COOLER	34.41	-	-	34.41	18.35	4.98	23.33	11.08	16.06	21.04
	TELEPHONE, TV, CINEMATOGRAPHY, WIRELESS, TELECOMMUN	53.00	-	-	53.00	35.68	5.87	41.54	11.46	17.22	23.51
	OFFICE EQUIPMENTS	6.21	-	-	6.21	1.66	0.43	2.09	4.12	4.15	5.00
	TOTAL	88,508.91	693.73	10.16	89,192.48	24,996.20	3,841.02	28,831.54	60,360.94	63,527.12	67,209.85
	(INTANGIBLE ASSET (MINING RESTORATION ASSETS))	41.99	-	-	41.99	23.36	2.10	25.46	16.53	18.63	20.73
	TOTAL	88,550.90	693.73	10.16	89,234.47	25,019.56	3,843.12	28,857.00	60,377.47	63,545.75	67,230.57
	Capital Work in Progress								231.69	838.85	746.22



	BJCL 31.03.2017	BJCL AS AT 31.03.16	BJCL AS AT 31.03.15
Rs. In lacs			
ASSETS			
NON-CURRENT ASSETS			
NOTE 3 LOANS			
Security Deposit [Unsecured considered good] Deposits with Govt Dept & Public Bodies Loans and Advances to Related Parties Other Loans and Advances	432.52	1,199.77	1,205.04
	432.52	1,199.77	1,205.04
NOTE 4 DEFERRED TAX ASSETS [NET]			
Deferred Tax Assets	24,379.32	21,497.97	17,769.30
Less: Deferred Tax Liabilities	9,849.43	10,048.43	9,888.55
	14,529.89	11,449.53	7,880.75
NOTE 5 OTHER NON-CURRENT ASSETS			
Capital Advance	483.33	545.32	586.76
Prepaid Expenses	0.75	10.65	5.22
Security Deposit [Unsecured considered good] Deposits with Others Amount deposited under protest	57.68 1,453.97	89.24	138.38
	1,995.73	645.22	730.36
NOTE 6 INVENTORIES (As taken, valued & certified by the Management)			
a) Raw Materials	175.18	247.28	722.28
b) Stores & Spare Parts	1,024.25	1,017.52	1,100.30
c) Finished Goods -Cement -Asbestos Sheet	151.29	773.77	2,624.73
d) Materials-in-Transit - Stores and Spares - Raw materials - Construction Material - Others(specify)			0.89
e) Stock-in-Process	608.50	449.06	2,147.07
f) Projects Under Development	1,959.21	2,487.64	6,595.27



	BJCL 31.03.2017	BJCL AS AT 31.03.16	BJCL AS AT 31.03.15
			Rs. In lacs
NOTE 7			
TRADE RECEIVABLES	125.41	125.41	1,848.03
		412.77	412.77
		1,848.03	1,848.03
NOTE 8			
CASH AND CASH EQUIVALENTS			
a) Balance with Scheduled Banks	416.29	201.40	780.27
- In Current Accounts in INR	-	-	-
- In Current Accounts in Foreign Currency	-	-	-
b) Cheques-in-hand	3.32	12.13	6.27
c) Cash on hand	-	-	-
	419.61	213.53	786.54
NOTE 9			
BANK BALANCES OTHER THAN ABOVE			
a) Short Term Deposits with Banks (as per Remaining Maturity as on balance sheet date) (pledged with banks & government deptt.)	44.17	43.82	-
b) Balance with Banks in Dividend Account	-	-	-
c) Balance with Banks in Public Deposits Repayment Account	-	-	-
d) Balance with Banks in Interest payable on Public Deposits Account	44.17	43.82	-
NOTE 10			
OTHERS			
a) Interest accrued on Fixed Deposits & others	4.21	-	3.21
b) Staff Advance	-	-	-
c) Claim & Refund Receivable (from Non Govt. party)	136.25	136.08	136.08
c) Other Receivables (Scrap Receivable)	-	140.47	2.82
	140.47	182.73	142.11
NOTE 11			
CURRENT TAX ASSETS [NET]			
-Advance Tax & Tax Deducted At source	47.73	69.30	51.53
Less: provision for Tax	47.73	69.30	51.53



	BJCL 31.03.2017	BJCLASAT 31.03.16	BJCLASAT 31.03.15
			Rs. In lacs
NOTE 12			
OTHER CURRENT ASSETS			
a) Advances to Suppliers, Contractors & Others	169.47	655.66	2,636.18
b) Advances to Machinery Suppliers	60.99	49.29	24.52
c) Staff Imprest	546.83	2,503.09	1,720.30
d) Claims and Refunds Receivable (from Govt Refundable)	49.40	29.56	68.10
e) Prepaid Expenses			
	826.70	3,237.60	4,449.09

EQUITY AND LIABILITIES
EQUITY

	Rs. In lacs	
NOTE 13		
EQUITY SHARE CAPITAL		
Authorised		
38000000 Equity Shares of Rs. 10/- each (Previous Year- 38000000 Shares of Rs.10/-)	38,000.00	38,000.00
Issued,Subscribed and Paid-up		
37,96,84,800 Equity Shares of Rs.10/- each fully paid-up (Previous Year-37,96,84,800 Shares of Rs.10/- each fully paid-up)	37,968.48	37,968.48
	<u>38,000.00</u>	<u>38,000.00</u>
		37,968.48

Note 13.1: Issued, Subscribed and Paid-up Share Capital in number comprises of:

During the Financial Year 2012-13, 4,62,08,448 Equity Share and 13,15,16,352 Equity Shares of Rs. 10 each have been issued as bonus to Steel Authority of India Ltd. & Jaiprakash Associates Ltd. respectively.
5,25,09,600 shares had been allotted as fully paid up to "Steel Authority of India Limited" pursuant to agreement dated 11.06.2007 out of which 40,91,785 shares were allotted for consideration otherwise than in cash.

Note 13.2. Reconciliation of the number of the shares outstanding

Particulars	31st Mar 2017		31st Mar 2016		31st Mar 2015	
	Number	Amount (Rs)	Number	Amount (Rs)	Number	Amount (Rs)
a) Equity shares of Rs 10/- each						
Shares outstanding at the beginning of the year	3,796.85	37,968.48	3,796.85	37,968.48	3,796.85	37,968.48
Shares issued during the year	-	-	-	-	-	-
Shares outstanding at the end of the year	3,796.85	37,968.48	3,796.85	37,968.48	3,796.85	37,968.48



Note 13.3: The Rights attached to the each clause of shares

a) Each Equity shareholder is eligible for one vote per share and is entitled for dividend.

Note 13.4 The shares held by the holding company

a) 280966752 Equity Shares of Rs.10 each held by Jaiprakash Associates Limited, the holding company. (Previous year 280966752 Equity shares)

Note 13.5 The Shares held by the company held by each shareholder holding more than 5 % of the aggregate shares in the company.

Name of Shareholder	31.03.2017		31.03.16		31.03.15	
	No. of shares held	% of holding	No. of shares held	% of holding	No. of shares held	% of holding
a: Equity shares of Rs 10/- each						
Jaiprakash Associates Limited	280,966,752.00	0.74	280,966,752.00	0.74	280,966,752.00	0.74
Steel Authority of India Ltd.	98,718,048.00	0.26	98,718,048.00	0.26	98,718,048.00	0.26

NOTE 14

OTHER EQUITY

Total Revaluation Reserve					
As per last balance sheet					
Add: Provided During the Year					
Less: Adjusted on A/c of Dep. During the yr.					
Revaluation Reserve	4,289.87	4,289.87	-	4,289.87	4,289.87
Capital reserve					
As per last balance sheet					
Add: Provided/ (Written back) during the year					
Share Premium					
As per last balance sheet					
Add: Provided/ (Written back) during the year					
Less:- Excess of Assets over Liabilities on Demerger Provided during the year other than cash					
Surplus	(25,469.51)	(17,415.33)	(15,418.48)	(15,418.48)	(15,418.48)
As per last balance sheet					
Less: Depreciation of Mining restoration Assets upto 31.03.2015	(21.26)	(21.26)	(21.26)	(21.26)	(21.26)
Less: Mining Restoration Expenses upto 31.03.2015	(96.09)	(96.09)	(96.09)	(96.09)	(96.09)
Less: Depreciation of Mining restoration Assets for F.Y. 2015-16	(2.10)	(2.10)	-	-	-
Less: Depreciation on fixed assets whose life expired on 31.03.2014 as per new companies Act.					
Less: Mining Restoration Expenses upto 31.03.2015 For F.Y. 2015-16	(16.57)	(16.57)	(16.57)	(16.57)	(16.57)
TERM LOAN IND AS EFFECT FOR 2014-15	(41.76)	(41.76)	(41.76)	(41.76)	(41.76)
Add: Prior period Income booked in 15-16					
OPENING BALANCE	(25,647.29)	(17,593.11)	(15,549.06)	(15,549.06)	(15,549.06)
Add: Profit for the year	(6,872.86)	(32,520.15)	(8,054.18)	(25,647.29)	(17,593.11)
	(28,230.28)	(21,357.42)	(13,273.11)	(13,273.11)	(13,273.11)



	BJCL 31.03.2017	BJCL AS AT 31.03.16	BJCL AS AT 31.03.15
Rs. In lacs			
LIABILITIES			
NON CURRENT LIABILITIES			
FINANCIAL LIABILITIES			
NOTE 15			
Other Financial Liabilities			
- Staff Dues			
- Due to Related Party			
- Other Creditors		3,053.46	3,725.53
Deposits (from Stockists, Sales Promoters, Transporters & Others)	1,393.50	3,053.46	3,725.53
	1,393.50	3,053.46	3,725.53
NOTE 16			
PROVISIONS			
Mining Restoration Liability	173.20	154.64	138.07
Provisions for Employee Benefits	222.25	140.53	96.61
Gratuity	166.52	186.16	186.97
Leave Encashment	561.97	481.33	421.66
CURRENT LIABILITIES			
FINANCIAL LIABILITIES			
NOTE 17			
BORROWINGS			
SECURED LOANS			
Working Capital Loans from Banks			
Loans from Banks (Cash Credit)	4,473.99	5,050.97	5,052.13
Bills Discounting			
UNSECURED LOANS			
Short Term Loan from Banks		1,261.78	2,500.23
Bills Discounting			
	4,473.99	6,312.76	7,552.37
**Secured against hypothecation of Stocks & Debtors			
NOTE 18			
TRADE PAYABLES			
Sundry Creditors			
--Small Scale Industrial Undertakings	7,421.42	7,221.26	10,146.91
--Others			
	7,421.42	7,221.26	10,146.91



	B/C/L 31.03.2017	B/C/L AS AT 31.03.16	B/C/L AS AT 31.03.15
Rs. In lacs			
NOTE 19			
OTHER FINANCIAL LIABILITIES			
Current maturities of Long term Debt	-	6,108.75	12,157.77
Term Loans from Banks (Secured)			
Interest accrued and due on Borrowings			
Due to Staff	330.49	616.74	266.65
Other Payables			
--- Capital Suppliers	78.88	79.17	79.17
--- Due to Related Party	20,969.41	3,855.58	2,515.89
--- Other Creditors	-	37.23	38.98
	21,378.78	10,697.48	15,058.47
NOTE 20			
OTHER CURRENT LIABILITIES			
Income Received in Advance	-	-	1,836.79
Statutory Dues	1,312.72	3,101.82	22,735.50
Advances from Customers-related party/jal	17,277.54	32,021.64	
Advances from Customers-others	16,133.81	2,539.73	1,877.45
	34,724.06	37,663.20	26,449.74
NOTE 21			
PROVISIONS			
-For Gratuity	12.92	13.77	11.81
-For Leave Encashment	19.41	18.74	22.04
- Others	1,406.35	2,253.46	3,581.63
	1,438.68	2,285.97	3,615.48



REVENUE FROM OPERATIONS

NOTE 22			
SALE OF PRODUCTS			
CEMENT/ CLINKER SALES (GROSS)		8,116.27	44,968.05
LESS: DISCOUNT & INCENTIVE ON SALES		-	916.28
GROSS REVENUE		8,116.27	44,051.77
OTHER OPERATING REVENUE			
POWER REVENUE		-	-
SCRAP SALE		30.78	103.68
MISCELLANEOUS		-	-
		30.78	103.68
REVENUE FROM OPERATIONS		8,147.05	44,155.45

NOTE 23			
OTHER INCOME			
RENT			
Profit/Loss on sale of fixed assets			
GAIN/(LOSS) DUE TO EXCHANGE FLUCTUATION			
INTEREST		76.39	109.72
MISCELLANEOUS		189.14	137.98
		265.53	247.70

NOTE 24			
CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS			
OPENING STOCKS			
FINISHED GOODS	773.77		2,624.73
STOCK-IN-PROCESS	449.06	1,222.84	4,633.11
STOCK-IN-PROCESS			
LESS: CLOSING STOCKS			
FINISHED GOODS	151.29		773.77
STOCK-IN-PROCESS	608.50	759.79	1,222.84
EXCISE DUTY ON INCREASE/(DECREASE) IN CLOSING STOCKS	18.58	18.58	(118.19)
		481.63	3,292.09



NOTE 25		
COST OF MATERIAL CONSUMED		
RAW MATERIALS CONSUMED	1,533.78	9,332.21
INTER UNIT TRANSFER OF CLINKER		
STORES & SPARES CONSUMED	150.02	697.75
COAL CONSUMED	2,549.05	7,633.74
CEMENT PURCHASED		
PACKING MATERIALS CONSUMED	74.82	1,351.62
SUB TOTAL	4,307.67	19,015.33
LESS: COST OF SELF CONSUMPTION		
	4,307.67	19,015.33
NOTE 26		
EXCISE DUTY	234.08	5,144.99

Rs. In lacs

NOTE 27		
MANUFACTURING EXPENSES		
HIRE CHARGES & LEASE RENT OF MACHINERY	23.94	12.30
POWER, ELECTRICITY & WATER CHARGES	2,651.68	6,123.57
REPAIRS & MAINTENANCE OF MACHINERY	237.48	667.46
REPAIRS TO BUILDINGS	32.84	38.03
FREIGHT & OCTROI	-	-
LESS: COST OF SELF CONSUMPTION		
	2,945.94	6,841.35

NOTE 28		
EMPLOYEE BENEFITS EXPENSES		
SALARIES, WAGES & BONUS ETC.	2,651.83	2,997.03
CONTRIBUTION TO PROVIDENT & OTHER FUNDS	134.72	139.35
STAFF WELFARE	78.29	86.14
GRATUITY/LEAVE ENCASHMENT	158.97	89.20
	3,023.80	3,311.72



BJCL AS AT 31.03.17

BJCL AS AT 31.03.16

Rs. In Lacs

NOTE 29		
SELLING & DISTRIBUTION EXPENSES		
LOADING , TRANSPORTATION & OTHER CHARGES	261.84	9,088.37
COMMISSION & DISCOUNT ON CEMENT SALES	(116.43)	232.51
SALES PROMOTION	16.28	99.85
LESS: COST OF SELFCONSUMPTION	<u>161.70</u>	<u>9,420.74</u>

NOTE 30		
OTHER EXPENSES		
Repair & Maintenance	213.41	418.33
Safety & Security Expenses	355.44	394.52
Rent	175.97	100.78
Rates & Taxes (Excluding excise duty on sale)	393.08	502.91
Wealth Tax	-	-
Insurance	30.71	60.27
Travelling Expenses	25.31	78.44
Postage, Telephone & Internet	20.47	33.90
Legal & Professional Expense	26.11	59.49
Vehicle Hire and running Charges	18.84	60.19
Bank Charges & Guarantee Commission	14.58	3.75
Payments to auditor:-		
Statutory Fee	3.27	3.74
Tax audit fee	0.25	0.25
For reimbursement of expenses	-	0.04
News Paper, Magzine and Advertisement	0.19	1.98
Printing and Stationery	1.41	10.77
Miscellaneous Expenses	153.17	39.33
Loss on sale/disposal/discard/write off of assets (Net) expense relating to past years	17.10	-
Penalty on Statuory dues	56.14	102.68
	<u>1,505.44</u>	<u>1,871.38</u>

NOTE 31		
FINANCE COSTS		
TERM LOANS	524.77	1,583.73
BANKS BORROWINGS & OTHERS	1,275.78	1,188.67
INTEREST OTHER-IND AS OF MRL	18.56	16.57
INTEREST ON STATUTORY DUES	73.36	496.87
	<u>1,892.47</u>	<u>3,285.84</u>

NOTE 32		
DEFERRED TAX		
DEFERRED TAX ASSETS	24,379.32	21,199.40
DEFERRED TAX LIABILITIES	9,849.43	9,749.86
NET DEFERRED TAX ASSETS	14,529.89	11,449.53
DTA TO BE TAKEN IN P&L	3,080.36	3,568.78



ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

COMPANY OVERVIEW

Bhilai Jaypee Cement Limited is a Joint Venture of Jaiprakash Associates Limited and Steel Authority of India Limited. This has two Split Location Plants: One at Babupur (Satna) having the capacity of 1.09 MPTA (Clinker unit) and another at Bhilai having capacity of 2.20 MPTA (cement unit). The Company is engaged in Production of cement since June' 2010.

Note No. (1) SIGNIFICANT ACCOUNTING POLICIES

System of accounting

The financial statements are prepared in accordance with Generally Accepted Indian Accounting Principles ("GAAP") under the historical cost convention and on accrual basis. GAAP comprises mandatory accounting standards as specified in the Companies (Accounting Standards) Rules, 2006, and the provisions of the Companies Act, 1956 to the extent applicable & the companies Act 2013 (to the extent notified & applicable).

Use of estimates

The preparation of the financial statements in conformity with GAAP requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities, revenues & expenses of the reported period. The difference between the actual results & estimates are recognized in the period in which the results are known or materialized.

Inventories

Inventories of raw materials, work-in-process and finished goods are valued at lower of cost or estimated net realizable value. Values of inventories of finished goods lying in the factory premises and at dumps include excise duty, pursuant to the Accounting Standard (AS-2) [Revised].

Inventories in respect of Stores & Spares are valued at cost. Cost comprises of cost of purchase and other costs incurred in bringing them to their present location and condition. Cost of Stores & Spares is ascertained on weighted average basis. Goods in transit are valued at cost.

Cash and Cash equivalents

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

Cash Flow Statement

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

Revenue recognition

Revenue from sale of cement and clinker transactions is recognized when significant risk and rewards of ownership have been transferred to the buyer and no significant uncertainty exists regarding amount of consideration. Cement sale and clinker sale are net of excise duty and vat.

Interest income is recognized on accrual basis.



Fixed assets

Fixed assets are stated at cost less accumulated depreciation & impairment. Cost includes all costs relating to acquisition and installation of fixed assets including any incidental costs of bringing the assets to their working condition for their intended use. Capital work in progress comprises the cost of fixed assets that are not yet ready for their intended use at the reporting date.

Depreciation

Depreciation on fixed assets is provided on balance useful life of assets as specified in schedule II of the Companies Act, 2013. Individual Low cost assets (acquired for Rs. 5000/- or less) are depreciated fully in the year of acquisition.

Premium paid on leased land is being amortized over the balance period of lease after commissioning.

Expenditure during Construction Period

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

Foreign currency Transactions

Transactions denominated in foreign currency are recorded in the books of Account in Indian Rupees at the rate of exchange prevailing on the date of transaction.

Monetary Assets and Liabilities related to foreign currency Transactions and outstanding are expressed in Indian Rupees at the rate of exchange prevailing on the date of Balance sheet. The exchange differences arising on settlement / restatement of foreign currency monetary assets and liabilities are recognized as income or expense in the Profit and Loss Account.

Non monetary foreign currency items are carried at cost.

Employee benefits

Provident fund & Pension contribution – as a percentage of Salary/wages is a defined contribution plan & is accounted on accrual basis.

Gratuity & Leave Encashment:- Leave encashment are defined benefit obligations. The Liability is provided for on the basis of actuarial valuation made at the end of each financial year. In accordance with applicable Indian Laws, the Company also provides for gratuity, a defined benefit retirement plan. The Company provides the gratuity benefit through annual contribution to a fund managed by the insurer (SBI Life Insurance Co. Limited). 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 under this plan.

Borrowing costs

Borrowing costs directly attributable to acquisition or construction of qualifying assets, which necessarily take substantial period of time to get ready for intended use, are capitalized. All other borrowing costs are charged to revenue.

Earnings per share

Basic earnings per share is computed by dividing net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding for the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.



Income tax

Current tax is determined as per the provisions of the Income Tax Act, 1961 in respect of taxable income for the year.

Deferred tax asset and liability is computed as per the Accounting Standard (AS-22) "Accounting for Taxes on Income". Deferred Tax Assets and Liabilities are computed by applying tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet Date.

Impairment of assets

At each balance sheet date, the Company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. The reduction is treated as an impairment loss and is recognized in the profit and loss account.

Reversal of impairment losses recognized in prior years, if any, is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.

Provisions and contingent Liabilities

A provision is recognized when the Company has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized but are disclosed in the notes to the financial statement. A contingent asset is neither recognized nor disclosed.

Preliminary Expenses

Preliminary expenses are written off in Profit and Loss Account during the year in which they are incurred.



Note 33 : Notes to the Financial Statements for the Year Ended as on 31.03.2017

- (i) Outstanding amount of Term Loan from State Bank of India included in current maturities of long term debts (Ref. Note No. 26 Other Financial liabilities) as at 31.03.2017 is NIL (paid during FY 2016-17).
- (ii) Contingent Liabilities & Commitments:-

		(Rs. in Lacs)	
		2016-17	2015-16
<u>Contingent Liabilities:</u>			
a)	Claims against the company not acknowledged as debt	2329.79	1834.94
	Less: Amount deposited under protest against above	1447.45	500.46
		882.34	1334.48
b)	Outstanding balances of Bank Guarantees	43.80	145.12
<u>Commitments:</u>			
a)	Estimated amount of Contract remaining to be executed on Capital Account and not provided for (net of Advances)	258.85	845.70

(iii) Capital Reserve of 42.89/- Crores (Previous year - 42.89 Crores) represents funding of cost overrun by Jaiprakash Associates Limited up to 31.03.2013 in the terms of Shareholder's Agreement.

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

(v) Additional Information

a) Details of Raw Material, Stores and Spares Consumed:

(i) Raw Material:

S.No.	Particulars	2016-17	2015-16
		Value (Rs. in Lacs)	Value (Rs. in Lacs)
1.	Lime Stone	810.77	2159.13
2.	Laterite/Iron Ore	60.20	250.42
3.	Gypsum	11.99	551.91
4.	Slag	253.88	2917.36



b) Value of imported and indigenous stores & spares consumed and percentage of each to the total consumption:

S.No.	Particulars	2016-17		2015-16	
		Value (Rs. in Lacs)	%age	Value (Rs. in Lacs)	%age
1.	Indigenous	144.68	96.44 %	652.73	92.54 %
2.	Imported	5.34	3.56 %	45.02	7.46 %

(c) CIF Value of Imports:

S.No.	Particulars	(Rs. in Lacs)	
		2016-17	2015-16
1.	Components, Spares and Others	-	12.50
2.	Capital Goods	-	-

(d) Foreign Exchange Outflow:

S.No.	Particulars	(Rs. in Lacs)	
		2016-17	2015-16
1.	Payment to Capital Suppliers	-	-
2.	Against Supplies	-	12.50
3.	Against Services	-	NIL

(e) Opening & Closing of Stocks

S.No.	Particulars	(Rs. in Lacs)	
		2016-17	2015-16
1.	Opening Stock		
	- Clinker	133.38	1249.07
	- Cement	773.77	2624.73
2.	Closing Stock		
	- Clinker	128.67	133.38
	- Cement-FG-(Bags)	193.38	773.77



(f) Disclosures under the Revised AS-15 on Employees Benefits:

Actuarial Assumptions

- (i) Discounting Rate 7.50%
(ii) Mortality IALM (2006-08)
(iii) Turnover Rate Up to 30 Years-2%, 31-44 years-5%, Above 44years-3%
(iv) Future Salary Increase 5.5%

Rs. In lacs

Particulars	2016-17		2015-16	
	Gratuity (funded)	Leave Encashment (unfunded)	Gratuity (funded)	Leave Encashment (unfunded)
(i) Expenses recognized in the Statement of Profit & Loss Account for the Period ended 31st March 2017.				
1. Current Service Cost	38.46	29.47	32.86	37.20
2. Interest Cost	15.56	16.39	12.53	16.72
3. Past Service Cost			0.00	
4. Expected return on plan assets	(3.74)		(4.48)	
5. Actuarial (Gains)/Losses	30.59	2.15	4.96	(14.93)
Total Expenses	80.87	48.02	45.87	38.99
(ii) The amount to be recognized in the Balance Sheet as on 31st March 2017.				
1. Present Value of Defined Benefit Obligation	262.28	185.92	194.61	204.90
2. Fair Value of Plan Assets	27.11		40.31	
3. Funded Status /Difference	(235.17)	(185.92)	(154.29)	(204.90)
4. Excess of Actual over estimated	(1.04)		(0.71)	
Net Asset/ (Liability) recognized in balance sheet	(235.17)	(185.92)	(154.29)	(204.90)
(iii) Change in Obligation during the Period ended March 31st, 2017				
1. Present value of Defined Benefit Obligation at the beginning of the year	194.60	204.90	156.68	209.01
2. Current Service Cost	38.46	29.47	32.87	37.21
3. Interest Cost	15.56	16.39	12.53	16.72
4. Past Service Cost				
5. Actuarial (Gains)/Losses	16.02	2.15	4.24	(14.94)
6. Benefit Paid	15.89	66.99	11.72	43.10
7. Present Value of Defined Benefit Obligation at the end of the year	262.28	185.92	194.61	204.90



(iv) Change in Plan Assets during the Period ended 31st March, 2017				
1. Plan Assets at the beginning of the year	40.31		48.26	-
2. Assets acquired on amalgamation in previous year.				-
3. Settlements				-
4. Expected return on Plan Assets	3.74		4.48	-
5. Contribution by Employer				-
6. Actual Benefit Paid	15.89		11.71	-
7. Actuarial Gains/ (Losses)	1.04		0.72	-
8. Plan Assets at the end of the year	27.11		40.31	-

(g) Information in terms of Notification No. 307(E) and 308(E) dated 30/03/2017 issued by the Ministry of Corporate Affairs:

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 08/11/2016	4,49,000	39,164	4,88,164
(+) Permitted Receipts	----	8,08,536	8,08,536
(-) Permitted Payments	----	6,94,483	6,94,483
(-) Amount deposited in banks	4,49,000	----	4,49,000
Closing cash in hand as on 30/12/2016	----	1,53,217	1,53,217

vi) As per Accounting Standard 18 (AS 18) "Related Party Disclosures", issued by ICAI, the disclosure of transactions with the related party, as defined in the said standard, are given below:-

i) List of Related Parties and relationships.

A. Holding Company: Jaiprakash Associates Limited (JAL)

B. Fellow Subsidiary Companies:

1. Jaypee Infratech Limited (JV subsidiary of JAL)
2. Himalyan Expressway Limited (subsidiary of JAL)
3. Gujarat Jaypee Cement & Infrastructure Limited (JV subsidiary of JAL)
4. Jaypee Ganga Infrastructure Corporation Limited (subsidiary of JAL)
5. Jaypee Agra Vikas Limited (subsidiary of JAL)
6. Jaypee Fertilizers & Industries Limited (subsidiary of JAL)
7. Jaypee Cement Corporation Limited (JCCL) (subsidiary of JAL)
8. Himalyaputra Aviation Limited (subsidiary of JAL)
9. Jaypee Assam Cement Limited (subsidiary of JAL)
10. Jaypee Infrastructure Development Limited (new name of Jaypee Cement Cricket (India) Limited w.e.f 21.02.2017) (subsidiary of JAL)
11. Jaypee Cement Hockey (India) Limited (subsidiary of JAL)
12. Jaiprakash Agri Initiatives Company Limited (subsidiary of JCCL)
13. Yamuna Expressway Tolling Limited (new name of Yamuna Expressway Tolling Private Limited w.e.f 05.04.2017, which again is a new name of Jaypee Mining Venture Private Limited w.e.f 25.03.2017) (subsidiary of JAL w.e.f 25.03.2017)

Note: Jaiprakash Power Ventures Limited (JPVL) ceased to be a subsidiary of JAL as it allotted 51% of its share capital to its various lenders on 18.02.2017 and consequently, JAL's holding in JPVL



reduced to 29.74%. Accordingly, six subsidiaries of JPVL (as mentioned below) also ceased to be subsidiaries of JAL from that date. JPVL & the said six subsidiaries of JPVL became Associate Companies of JAL w.e.f. 18.02.2017.

1. Jaypee Powergrid Limited (JV subsidiary of JPVL)
2. Jaypee Arunachal Power Limited (JV subsidiary of JPVL)
3. Sangam Power Generation Company Limited (subsidiary of JPVL)
4. Prayagraj Power Generation Company Limited (subsidiary of JPVL)
5. Jaypee Meghalaya Power Limited (subsidiary of JPVL)
6. Bina Power Supply Limited (new name of Himachal Karcham Power Company Limited w.e.f. 28.09.15) (subsidiary of JPVL)

C. Associate Companies:

1. Jaiprakash Power Ventures Limited (JPVL) (w.e.f. 18.02.2017, it became an Associate Company in place of a subsidiary)
2. Jaypee Powergrid Limited (JV subsidiary of JPVL) (w.e.f. 18.02.2017, it became an Associate Company in place of a subsidiary)
3. Jaypee Arunachal Power Limited (JV subsidiary of JPVL) (w.e.f. 18.02.2017, it became an Associate Company in place of a subsidiary)
4. Sangam Power Generation Company Limited (subsidiary of JPVL) (w.e.f. 18.02.2017, it became an Associate Company in place of a subsidiary)
5. Prayagraj Power Generation Company Limited (subsidiary of JPVL) (w.e.f. 18.02.2017, it became an Associate Company in place of a subsidiary)
6. Jaypee Meghalaya Power Limited (subsidiary of JPVL) (w.e.f. 18.02.2017, it became an Associate Company in place of a subsidiary)
7. Bina Power Supply Limited (new name of Himachal Karcham Power Company Limited w.e.f. 28.09.15) (subsidiary of JPVL) (w.e.f. 18.02.2017, it became an Associate Company in place of a subsidiary)
8. MP Jaypee Coal Limited (JV Associate Co.)
9. MP Jaypee Coal Fields Limited (JV Associate Co.)
10. Madhya Pradesh Jaypee Minerals Limited (JV Associate Co.)
11. Jaypee Uttar Bharat Vikas Private Limited (JV Associate Co.)
12. Kanpur Fertilizers & Cement Limited (JV Associate Co.)
13. Jaypee Infra Ventures (A Private Company With Unlimited Liability) (JIV)
14. Jaypee Development Corporation Limited (JDCL) (Subsidiary of JIV)
15. Andhra Cements Limited (subsidiary of JDCL)
16. JIL Information Technology Limited (JILIT) (Subsidiary of JIV)
17. Gaur & Nagi Limited (Subsidiary of JILIT)
18. Jaypee International Logistics Company Private Limited (subsidiary of JIV)
19. Tiger Hills Holiday Resort Private Limited (subsidiary of JDCL)
20. Anvi Hotels Private Limited (subsidiary of JIV) (dissolved w.e.f. 16.07.16)
21. Indesign Enterprises Private Limited (IEPL) (subsidiary of JIV)
22. Ibonshourne Limited (subsidiary of IEPL w.e.f. 11.01.16)
23. RPJ Minerals Private Limited (RPJMPL)
24. Sarveshwari Stone Products Private Limited (subsidiary of RPJMPL)
25. Rock Solid Cement Limited (subsidiary of RPJMPL)
26. Sonebhadra Minerals Private Limited
27. Steel Authority of India Limited (holding 26% of the paid-up equity share capital)

KMP based Associate Cos.

1. Jaiprakash Kashmir Energy Limited (KMP based Associate Co.) (controlled by Shri Manoj Gaur, Shri Sunny Gaur & their relatives)
[JAL holds 14.29% shares, Shri Manoj Gaur & his relatives hold 57.14% shares] [This company is in the process of striking off of name by ROC]
2. Ceekay Estates Private Limited (KMP based Associate Co.) (controlled by relative of Shri Manoj Gaur/ Shri Sunny Gaur)
3. Jaiprakash Exports Private Limited (KMP based Associate Co.) (controlled by relatives of Shri Manoj Gaur/ Shri Sunny Gaur)
4. Bhumi Estate Developers Private Limited (KMP based Associate Co.) (Jointly controlled by relative of Shri Manoj Gaur/ Shri Sunny Gaur and also by relative of Shri Rahul Kumar)



5. Pac Pharma Drugs and Chemicals Private Limited (KMP based Associate Co.) (controlled by relative of Shri Sunil Kumar Sharma) (**Dissolved on 16.04.2016**)
6. Jaypee Jan Sewa Sansthan ('Not For Profit' Private Limited Company) (KMP based Associate Co.) (controlled by relatives of Shri Manoj Gaur/ Shri Sunny Gaur)
7. JC World Hospitality Private Limited (KMP based Associate Co.) (controlled by relative of Shri Manoj Gaur/ Shri Sunny Gaur)
8. JC Wealth & Investments Private Limited (KMP based Associate Co.) (Jointly controlled by relative of Shri Manoj Gaur/ Shri Sunny Gaur)
9. CK World Hospitality Private Limited (KMP based Associate Co.) (Jointly controlled by relative of Shri Manoj Gaur/ Shri Sunny Gaur)
10. Librans Venture Private Limited (KMP based Associate Co.) (Jointly controlled by relative of Shri Manoj Gaur/ Shri Sunny Gaur)
11. Librans Real Estate Private Limited (KMP based Associate Co.) (Jointly controlled by relative of Shri Manoj Gaur/ Shri Sunny Gaur)
12. Think Different Enterprises Private Limited (KMP based Associate Co.) (controlled by relative of Shri Manoj Gaur)

D. Key Managerial Personnel:

Shri Sunny Gaur

Shri Rahul Kumar

Shri Ram Bahadur Singh

Shri Tilak Raj Kakkar

Shri Satish Charan Kumar Patne

Ms Simi Gaur

Shri Ajay Sharma (upto 21.4.17)

Shri Sunil Joshi

Shri Mylavarapu Ravi

Shri P.Saidev

Shri Ashok Kumar Jain

Shri Manoj Gaur (KMP of JAL)

Shri Sunil Kumar Sharma (KMP of JAL)

Shri S.C. Rathi, (KMP of JAL)

Shri Subrat Kumar Mohapatra (KMP of JAL)

Shri Shailesh Verma (KMP of JAL)

Shri Raj Narayan Bhardwaj (KMP of JAL)

Shri Subhash Chandra Bhargava (KMP of JAL)

Shri Basant Kumar Goswami (KMP of JAL)

Ms. Homai A. Daruwalla (KMP of JAL)

Shri K.N. Bhandari (KMP of JAL)

Shri C.P. Jain (KMP of JAL)

Shri K.P. Rau (KMP of JAL)

Shri Pankaj Gaur (KMP of JAL)

Shri Ranvijay Singh (KMP of JAL)



ii) Transactions during the period with Related Parties.

Transaction related to parties referred in “ i “ above :

(Rs. in Lacs)

S. No.	Nature of Transaction	Related Party	2016-17	2015-16
1.	Cement Purchased	Jaiprakash Associates Limited	-	13.85
2 (i)	Sale of Clinker	Jaiprakash Associates Limited	-	661.00
2 (ii)	Advance Recd. for Clinker	Jaiprakash Associates Limited	2979.25	9947.23
3(i)	Rent & Water Charges.	Steel Authority of India Limited	95.09	89.83
3(ii)	Track sharing maintenance	Steel Authority of India Limited	71.73	267.69
4	Slag Purchased	Steel Authority of India Limited	226.21	3027.81
5	Purchases/Repairing of Stores & Spares	Jaypee Cement Corporation Ltd.(Jaypee Hi- Tech Casting & H.E.W.)	65.60	117.95
6	Safety & security/ Medical service	Jaypee Development Corporation Limited	375.65	474.92
7	Service	JIL Information Technology Limited	1.48	0.46
8	Purchase of Spares	Jaiprakash Associates Limited	6.02	
9	Sale of Spare	Jaypee Cement Corporation Ltd (Hi tech costing)	18.07	25.21

vii) As per the information available to the company, the company has no dues to the micro and small enterprise during the year ended Mar. 31st, 2016 and Mar. 31st, 2015.

- viii) Company has reviewed its carrying amount of assets with value in use /net selling price. Based on such review management is of view that in the current financial year impairment of assets is not considered necessary.
- ix) Company operates only in one segment.
- x) Figures of previous year have been regrouped / recast / rearranged wherever considered necessary.
- xi) All figures have been rounded off to the nearest Lacs of rupees.



**For and on behalf of Board
For Awatar & Co.**

Chartered Accountants
Registered No. : 000726N

Brijendra Agrawal

Brijendra Agrawal
Partner
M. No. 087787



Place : *New Delhi*
Date : *25/05/2017*

[Signature]

(Rahul Kumar)
Managing Director

[Signature]

(R. B. Singh)
Director

[Signature]

(S. B. Pant)
CFO

[Signature]

(C. Stephen)
Company Secretary