
Annual Report
2009-2010
(15 months)

**JINDAL INFRALOGISTICS
LIMITED**

NOTICE

JINDAL INFRALOGISTICS LIMITED

Notice is hereby given that the *Third Annual General Meeting* of the shareholders of the Company Jindal Infralogistics Limited will be held at the Registered Office of the Company at 28, Shivaji Marg, New Delhi – 110 015 on Wednesday, the 21st July, 2010 at 11.00 AM to transact the following business :

AS ORDINARY BUSINESS

1. To consider and adopt the Audited Balance Sheet of the Company for the fifteen months period ended at 31st March, 2010 and the Profit and Loss Account of the Company for the 15 month period ended on that date and the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Ms. Sminu Jindal who retires by rotation and being eligible offers herself for re-appointment.
3. To appoint Auditors of the Company. The retiring auditors M/s. N.C. Aggarwal & Company, Chartered Accountants, are eligible for reappointment.

BY ORDER OF THE BOARD OF DIRECTORS

SD/-

**INDRESH BATRA
DIRECTOR**

NEW DELHI
DATED : 22nd June, 2010

NOTE :

A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. Proxy in order to be effective must be received by the Company not less than 48 hours before the meeting.

JINDAL INFRALOGISTICS LIMITED

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the Third Annual Report of the Company together with the Audited Statement of Accounts for the fifteen months period ended on 31st March, 2010.

Business Analysis

During the period under review there was no operational activity undertaken by the Company.

Dividend

Commercial operations have not yet been started, therefore, no dividend is being recommended.

Fixed Deposits

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

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo.

As the Company has not yet commenced operational activities, the prescribed details as required under Section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 have not been provided.

Directors

In terms of the provisions of Section 256 of the Companies Act, 1956, Ms. Sminu Jindal shall retire by rotation at the ensuing Annual General Meeting and being eligible offers herself for re-appointment.

Directors Responsibility Statement

Pursuant to Section 217 (2AA) of the Companies Act, 1956, for the fifteen months period ended 31st March, 2010, your Directors report as under:-

- (i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures (if any);
- (ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and

- prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period;
- (iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) that the directors had prepared the annual accounts on a going concern basis.

Auditors

M/s. N.C. Aggarwal & Company, Chartered Accountants, Auditors of the Company will retire at the forthcoming Annual General Meeting, and are eligible for re-appointment.

On behalf of the Board of Directors of
Jindal Infralogistics Limited

SD/-

Sminu Jindal
Director

SD/-

Indresh Batra
Director

Place : New Delhi
Dated : June 22, 2010

AUDITORS' REPORT

To
The Members of Jindal Infralogistics Limited

1. We have audited the attached Balance Sheet of JINDAL INFRALOGISTICS LIMITED as at 31st March, 2010 and also the Profit and Loss account and the Cash Flow Statement for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order, so far as applicable to the company.
4. Further as required under section 227(4A) of the Companies Act, 1956, we report as follows:-
 - i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - ii) 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;
 - iii) The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report is in agreement with the books of accounts;
 - iv) In our opinion, the Balance Sheet, Profit and Profit and Loss Account and the Cash Flow Statement complies with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956;
 - v) On the basis of the written representations received from the directors, as on March 31, 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and a fair view in conformity with the accounting principles generally accepted in India;

N. C. AGGARWAL & CO.

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2010.
- b) In the case of the Profit and Loss Account, of the Loss of the Company for the period ended on that date.
- c) In the case of the Cash Flow Statement, of the cash flow for the period ended on that date.

For N.C. Aggarwal & Co.
Chartered Accountants
Firm Registration No. 003273N
SD/-

per G. K. Aggarwal
Partner
Membership No. 086622

Place: New Delhi
Date: 22nd June, 2010

Annexure referred to in paragraph 3 of our report of even date

Re: JINDAL INFRALOGISTICS LIMITED

- (i) (a) The Company, during the period, does not own any fixed assets. Accordingly, paragraphs (i) (a), (b) and (c) of the Order are not applicable.
- (ii) (a) The Company does not hold any inventories of finished goods, stores, spare parts and raw materials. Accordingly, paragraphs (ii) (b) and (c) of the Order are not applicable.
- (iii) (a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly paragraphs (iii) (a), (b), (c) and (d) of the Order, are not applicable.

(e) The Company has not taken any loans from parties listed under the register maintained under Section 301 of the Companies Act, 1956. Accordingly, paragraphs (iii) (f) and (g) of the Order are not applicable.
- (iv) There are no purchase of fixed assets, inventories and sale of services during the period. Accordingly, paragraph (iv) of the Order is not applicable.
- (v) (a) According to the information and explanations provided by the management, during the period, no contracts or arrangements with the parties referred to in section 301 of the Act have been entered into. Accordingly, paragraph (v) (b) of the Order is not applicable.
- (vi) The Company has not accepted any deposits from the public.
- (vii) To the best of our knowledge and as explained, the Company, during the period, is not required to have an internal audit system commensurate with the size and nature of its business, as the Capital and the turnover does not exceed the limit prescribed in this regard.
- (viii) To the best of our knowledge and as explained, the reporting requirement as regard to maintenance of cost records under clause (viii) of the order is not applicable to the Company.
- (ix) (a) To the best of our knowledge and as explained, no statutory dues including provident fund, investor education and protection fund, or employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess were arise during the period. Accordingly, paragraphs (ix) (a) and (b) of the Order are not applicable.
- (x) The Company's accumulated losses at the period end, i.e. as at March 31, 2010 are not more than fifty per cent of its net worth. The Company has incurred cash loss during the financial period ended March 31, 2010 and in the immediately preceding previous period.
- (xi) According to the records of the Company examined by us and the information and explanations given to us, the Company has not taken loans from banks and financial institutions or issued any debentures.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

N. C. AGGARWAL & CO.

- (xiv) According to the records of the Company examined by us and the information and explanations given to us, the Company, during the period, has not dealt with/traded in shares, securities and other investments.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) Based on information and explanations given to us by the management, the Company, during the period, has not taken any term loan.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the Company has not obtained any short term loan. Hence para (xvii) of the order is not applicable.
- (xviii) The Company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under section 301 of the Companies Act 1956.
- (xix) No debentures have been issued during the period; hence clause (xix) of Order is not applicable.
- (xx) There has not been any public issue made during the period, hence clause (xx) of the Order is not applicable.
- (xxi) During the course of our examination of the books and records of the company, and according to the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For N.C. Aggarwal & Co.
Chartered Accountants
Firm Registration No. 003273N
SD/-

per G. K. Aggarwal
Partner
Membership No. 086622

Place: New Delhi
Date: 22nd June, 2010

Balance Sheet and Profit and Loss Account**Jindal Infralogistics Limited****Balance Sheet as at March 31, 2010**

PARTICULARS	Schedule	AS AT	AS AT
		31.03.2010	31.12.2008
		Rs.	Rs.
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	500,000	500,000
Total		500,000	500,000
APPLICATION OF FUNDS			
Investments	2	417,883	
Current Assets, Loans and Advances			
Cash and Bank Balances	3	3,540	438,608
Less : Current Liabilities	4	15,015	18,167
Net Current Assets		(11,475)	420,441
Miscellaneous Expenditure			
(to the extent not written off or adjusted)	5	49,794	49,794
		49,794	49,794
Debit balance in profit and loss account		43,798	29,765
Total		500,000	500,000
Significant Accounting Policies & Notes to Accounts	9		

The schedules referred to above form an integral part of the Balance Sheet.

As per our report of even date

For N. C. Aggarwal & Co.
Chartered Accountants

For and on behalf of the Board of Directors of
Jindal Infralogistics Limited

SD/-
per G.K. Aggarwal
Partner
Membership No. 086622
Place: New Delhi
Date: 22nd June, 2010

SD/-
Indresh Batra
Director

SD/-
Sminu Jindal
Director

Balance Sheet and Profit and Loss Account**Jindal Infralogistics Limited****Profit and Loss Account for the period ended March 31, 2010**

PARTICULAR	Schedule	For The Period	For The Period
		Ended 31.03.10	Ended 31.12.08
		Rs.	Rs.
INCOME			
Other Income	6	17,883	-
Total		17,883	-
EXPENDITURE			
Administrative and Other Expenses	7	31,916	19,411
Total		31,916	19,411
Loss for the period		14,033	19,411
Loss brought forward from previous period		29,765	10,354
Loss carried to Balance Sheet		43,798	29,765
Earning per share:			
Basic and Diluted (Nominal value of shares Rs. 10)	8	(0.28)	(0.39)

Significant Accounting Policies & Notes to Accounts

9

The schedules referred to above and notes to accounts form an integral part of the Profit and Loss Account.

As per our report of even date
For N. C. Agarwal & Co.
Chartered Accountants

For and on behalf of the Board of Directors of
Jindal Infralogistics Limited

SD/-
per G.K. Aggarwal
Partner
Membership No. 086622
Place: New Delhi
Date: 22nd June, 2010

SD/-
Indresh Batra
Director

SD/-
Sminu Jindal
Director

Cash Flow Statement for the period ended March 31, 2010

	For the period ended March 31, 2010 Rs.	For the period ended December 31, 2008 Rs.
A. CASH FLOWS FROM OPEARTING ACTIVITIES:		
Net Profit/(loss) Before Income taxes	(14,033)	(19,411)
Adjustment for:		
Dividend Received	(17,883)	-
Operating profit before working capital changes	(31,916)	(19,411)
Adjustment for:		
Increase in Trade and other Payables	(3,152)	11,425
Cash earned from operations	(35,068)	(7,986)
Direct taxes paid	-	-
Net cash earned from/ (used in) operating activities	(35,068)	(7,986)
B. CASH FLOWS FROM INVESTING ACTIVITIES:		
Dividend Received	17,883	-
Investments	(417,883)	-
Net cash (used in) investing activities	(400,000)	-
C. CASH FLOWS FROM FINANCING ACTIVITIES:		
Net cash from financing activities	-	-
Net increase in cash and cash equivalents	(435,068)	(7,986)
Cash and cash equivalents (opening balance)	438,608	446,594
Cash and cash equivalents (closing balance)	3,540	438,608
	(435,068)	(7,986)

As per our report of even date

For N. C. Aggarwal & Co.

Chartered Accountants

SD/-
per G.K. Aggarwal
Partner
Membership No. 086622
Place: New Delhi
Date: 22nd June, 2010

For and on behalf of the Board of Directors of Jindal
Infralogistics Limited

SD/-
Indresh Batra
Director

SD/-
Sminu Jindal
Director

Balance Sheet and Profit and Loss Account**Jindal Infralogistics Limited****Schedules to the Accounts**

PARTICULAR	AS AT	AS AT
	31.03.2010	31.12.2008
	Rs.	Rs.
<u>Schedule 1: Share Capital</u>		
<u>Authorised</u>		
50,000 equity shares of Rs. 10/- each	500,000	500,000
<u>Subscribed, issued and paid up</u>		
50,000 equity shares of Rs. 10/- each fully paid up	500,000	500,000
(Out of above, 49,300 equity shares of Rs. 10 each are held by Jindal ITF Limited, the Holding Company.)		
	500,000	500,000
<u>Schedule 2: Investments</u>		
<u>CURRENT INVESTMENTS</u>		
<u>Unquoted-Non Trade</u>		
Investment with Principal Mutual Fund	417,883	-
41737.422 (previous period Nil) units , including 1574.096 (previous period Nil) units received as dividend at par value of Rs. 10.0122 each, of Principal Floating Rate Fund FMP- Regular option-daily dividend		
Aggregate value of unquoted current investment	417,883	-
The following investments were purchased and sold during the period:		
40132.061 (previous period Nil) units , including 211.901 (previous period Nil) units received as dividend at par value of Rs. 10.0200 each, of Principal Ultra Short Term Fund -daily dividend reinvestment are purchased and sold during the period		
<u>Schedule 3: Cash and Bank Balances</u>		
Cash on hand	177	677
Balances with scheduled banks:		
- On current accounts	3,363	437,931
	3,540	438,608
<u>Schedule 4: Current Liabilities</u>		
Sundry Creditors	15,015	18,167
	15,015	18,167
Dues to micro and small scale industrial undertakings included in Sundry Creditors	-	-
Dues to other than micro and small scale industrial undertakings included in Sundry Creditors	15,015	18,167
<u>Schedule 5: Miscellaneous Expenditure</u>		
(to the extent not written off or adjusted)		
<u>Preliminary Expenses:</u>		
Opening Balance	49,794	49,794
Less: Amortized during the period	-	-
	49,794	49,794

Balance Sheet and Profit and Loss Account**Jindal Infralogistics Limited****Schedules to the Accounts**

PARTICULAR	For the period Ended 31.03.10	For the period Ended 31.12.08
		Rs.
<u>Schedule 6: Other Income</u>		
Dividend on Current Investments	17,883	-
	17,883	-
<u>Schedule 7: Administrative and Other Expenses</u>		
Legal & Professional Exp.	5,590	1,312
Rates & Taxes	1,418	2,900
Auditor's Remuneration:		
- Audit Fees	6,618	6,742
- For Certification Fee	-	3,371
Printing & Stationery Exp.	-	375
Bank Charges	18,290	4,711
	31,916	19,411
<u>Schedule 8: Earnings per share (EPS)</u>		
Loss for the period	14,033	19,411
<u>Weighted average number of equity shares in calculating basic loss per share:</u>		
Number of shares outstanding for 455 days	50,000	-
Number of shares outstanding for 275 days	-	50,000
Weighted average number of equity shares in calculating Basic EPS	50,000	50,000
Basic and Diluted loss per share	0.28	0.39

SCHEDULE 9: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**1. Nature of Operations**

Jindal Infralogistics Limited is a Company incorporated on 3rd January, 2008 with the main object to carry on the business of logistics in and outside India.

2. Statement of Significant Accounting Policies**(a) Basis of preparation**

The financial statements have been prepared to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis.

(b) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting 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, if any.

(c) Miscellaneous Expenditure

Preliminary Expenses i.e. Initial Share issue expenses will be amortized in five years from the Commencement of Business.

(d) Taxation

Deferred tax is accounted at the current rate of tax to the extent of temporary timing differences that originate in one period and are capable of reversal in one or more subsequent periods. However, no deferred tax asset is created where there is no virtual certainty as to the sufficient future taxable profit.

3. The previous period's figures are given for the period from 1st April, 2008 to December 31, 2008 as compared to the current period of fifteenth months.

4. Related Parties Transactions

List of Related Parties & Relationship (As identified by the Management)

(i). Holding Company

Jindal ITF Limited (Direct holding)

Jindal Saw Limited (Indirect holding through Jindal ITF Limited)

(ii). Fellow Subsidiary Companies

- Jindal Water Infrastructure Limited
- Jindal Waterways Limited
- Jindal Rail Infrastructure Limited
- Jindal Urban Infrastructure Limited
- Jindal Intellicom Private Limited
- Jindal Shipyards Limited
- Jindal ESIPL CETP (SITARGANJ) Limited (Indirect)

SCHEDULE 9: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

- Timarpur-Okhla Waste Management Company Private Limited (Indirect)
- Hexa Securities & Finance Company Limited (Indirect)
- IUP Jindal Metals & Alloys Limited (Indirect)
- Highgate Consultants Limited (Indirect) (Upto 12th August, 2009)
- SV Trading Limited (Indirect)
- Jindal Saw USA, LLC (Indirect)
- Jindal Water Infra (Naya Raipur) Limited (Indirect)

5. Additional information required to be given pursuant to Para 4 Part II of Schedule VI of the Companies Act, 1956 has not been given as there is no such information to be given.
6. Previous period figures have been regrouped/ re- arranged where ever necessary to make them comparable with the Current Period's figures

As per our report of even date.

For N. C. Aggarwal & Co.
Chartered Accountants

For and on behalf of the Board of Directors of
Jindal Infralogistics Limited

SD/-

per G. K. Aggarwal
Partner

Membership No. 086622

Place: New Delhi

Date: 22nd June, 2010

SD/-

Indresh Batra
Director

SD/-

Sminu Jindal
Director

SCHEDULE 9: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

Statement pursuant to Part IV of Schedule VI to the Companies Act, 1956

Balance Sheet Abstract and Company's General Business Profile

I	<i>Registration Details</i>		
	Registration No :	172241	State Code: 55
	Balance Sheet Date:	31/03/2010	
II	Capital Raised During The Period (Amount in Rs. Thousands)		
	Public Issue	-	Rights Issue -
	Bonus Issue	-	Private Placement -
	Share Application money	-	
III	Position of Mobilisation And Deployment of Funds (Amount in Rs. Thousands)		
	Total Liabilities	500	Total Assets 500
	<i>Sources of Funds</i>		
	Paid-Up Capital	500	Reserves and Surplus -
	Secured Loans	-	Unsecured Loans -
	Share Application Money	-	
	<i>Application of Funds</i>		
	Net Fixed Assets	-	Investments 418
	Net Current Assets	(12)	Miscellaneous Expenditure 50
	Accumulated Losses	44	
IV	Performance of Company (Amount in Rs. Thousands)		
	Gross Turnover (Sales and other income)	18	Total Expenditure 32
	Profit Before Tax	(14)	Profit After Tax (14)
	Earnings Per Share - Basic Rs.	(0.28)	Dividend Rate % -
	Earnings Per Share - Diluted Rs.	(0.28)	
V	Generic names of principal products/services of the Company (As per monetary Terms)*		
	Item Code No. (ITC Code)	NA	Product Description NA

**Not applicable as the Company has yet to recognize sales.*

For and on behalf of the Board of Directors of Jindal Infralogistics Limited

SD/-	SD/-
Indresh Batra	Sminu Jindal
Director	Director

Place: New Delhi
Date: 22nd June, 2010