

INDEPENDENT AUDITORS' REPORT

To

The Members of JINDAL URBAN WASTE MANAGEMENT (JODHPUR) LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **JINDAL URBAN WASTE MANAGEMENT (JODHPUR) LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss, the Statement of Change in Equity and the Cash Flow Statement for the period then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

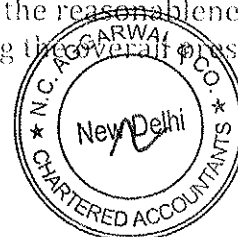
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these 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.

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 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, 2018 and its losses and its cash flows for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure-1** a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. 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, the Statement of Change in Equity 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 Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015 as amended;
 - (e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 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 **Annexure-2**.
 - (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, 2015, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations as on 31st March, 2018;



ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses; and

iii. There is no amount payable towards investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.

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



Rishu Bansal
Partner
Membership No.520759
Place: New Delhi
Date: 17th May,2018



ANNEXURE-1 TO INDEPENDENT AUDITORS' REPORT

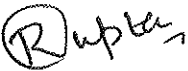
(Annexure referred to in our report of even date to the members of **JINDAL URBAN WASTE MANAGEMENT (JODHPUR) LIMITED** on the accounts for the period ended 31st March, 2018)

1. The Company, during the period, does not own any fixed assets. Accordingly, para (i) of the Order related to fixed assets is not applicable to the company.
2. The company does not have inventory. Accordingly, the provision of clause 3(ii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
3. According to the information and the explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act 2013. Accordingly, the provisions of clause 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the order are not applicable to the company and hence not commented upon.
4. The Company has not granted any loans or given any guarantee and security covered under Section 185 and 186 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iv) of the order are not applicable to the company and hence not commented upon.
5. According to the information given to us, the Company has not accepted any deposits under the provisions of section 73 to 76 of the Companies Act, 2013 or any other relevant provisions of the companies Act and the Companies (Acceptance of Deposits) Rules, 2014 as amended from time to time. No order has been passed with respect to Section 73 to 76, by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other tribunal.
6. To the best of our knowledge and as explained, the maintenance of cost records as specified by the Central Government under sub-section (I) of section 148 of the Companies Act, 2013 is not applicable to the company.
7. According to the information and explanations given to us and to the best of our knowledge, the Company does not have any statutory dues payment liability i.e. income tax, provident fund, employees' state insurance, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess as mentioned in para (vii) of the Order. Accordingly, the provisions of clause 3(vii) of the order are not applicable to the company and hence not commented upon.
8. According to the records of the Company examined by us and the information and explanations given to us, the Company has not taken loans or borrowing from financial institution, bank, government or issued any debentures. Accordingly, the provisions of clause 3(viii) of the order are not applicable to the company.
9. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans. Accordingly, provisions of clause 3 (ix) of the Order are not applicable to the Company.



10. According to the information and explanations given to us and as represented by the Management and based on our examination of the books and records of the Company and in accordance with generally accepted auditing practices in India, we have been informed that no case of frauds has been committed on or by the Company or by its officers or employees during the period.
11. The Company has not paid any managerial remuneration under the provisions of Section 197 read with Schedule V of the Companies Act, 2013. Accordingly, provisions of clause 3 (xi) of the Order are not applicable to the Company.
12. The company is not a Nidhi Company. Accordingly, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
13. According to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of Act, and where applicable the details have been disclosed in the financial statements as required by the applicable accounting standards.
14. The Company has not made any preferential allotment or private allotment of shares or fully or partly convertible debentures during the period. Accordingly, provisions of clause 3 (xiv) of the Order are not applicable to the Company.
15. The Company has not entered into any non-cash transactions with the directors or persons connected with him as covered under Section 192 of the Companies Act, 2013. Accordingly, provisions of clause 3 (xv) of the Order are not applicable to the Company.
16. 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, 1934. Accordingly, provisions of clause 3 (xvi) of the Order are not applicable to the Company.

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


Rishu Bansal
Partner
Membership No. 520759
Date: 17th May, 2018
Place: New Delhi



ANNEXURE-2 TO INDEPENDENT AUDITORS' REPORT

Annexure referred to in our report of even date to the members of JINDAL URBAN WASTE MANAGEMENT (JODHPUR) LIMITED on the accounts for the period ended 31st March, 2018

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 JINDAL URBAN WASTE MANAGEMENT (JODHPUR) LIMITED ("the Company") as of 31st March, 2018 in conjunction with our audit of the financial statements of the Company for the period ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company and the 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 (ICAI). 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 Companies Act, 2013.

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 Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. 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 judgment, 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 detail, 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 authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes 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 31st March, 2018, based on the internal control over financial reporting criteria established by the Company and the components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

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


Rishu Bansal
Partner
Membership No. 520759
Date: 17th May, 2018
Place: New Delhi



Jindal Urban Waste Management (Jodhpur) Limited

BALANCE SHEET AS AT MARCH 31, 2018

CIN No.U40300UP2017PLC090349

(Amount in ₹)

Particulars	Note No	As at March 31, 2018	As at March 31, 2017
ASSETS			
(1) Non-current assets			
(a) Capital work-in-progress		2,999,258	-
(2) Current assets			
(a) Financial Assets			
(i) Cash and cash equivalents	1	642,736	500,000
(b) Other current assets	2	14,972	-
TOTAL ASSETS		3,656,966	500,000
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	3	500,000	500,000
(b) Other Equity		(75,192)	(11,500)
Liabilities			
(1) Non-current liabilities			
(a) Provisions	4	33,591	-
(2) Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	5	2,664,508	-
(ii) Trade payables	6	246,234	-
(iii) Other financial liabilities	7	164,912	11,500
(b) Other current liabilities	8	122,188	-
(c) Provisions	9	725	-
TOTAL EQUITY AND LIABILITIES		3,656,966	500,000
Significant accounting policies and notes to financial statements	12		

As per our report of even date attached

For **N.C. Aggarwal & Co.**

Chartered Accountants

Firm Registration No. 003273N

For and on behalf of the Board of Directors of
Jindal Urban Waste Management (Jodhpur) Limited



Rishu Bansal

Partner

M.No. 520759

Place : New Delhi

Dated : 17th May 2018

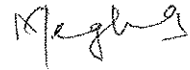




Neelesh Gupta

Director

DIN - 06687420



Megha Gupta

Director

DIN - 07256603

Jindal Urban Waste Management (Jodhpur) Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018

		(Amount in ₹)	
Particulars	Note No	Year ended March 31, 2018	Period ended March 31, 2017
I Revenue from operations		-	-
II Other income		-	-
III Total Income (I+II)		-	-
IV Expenses			
Finance costs	10	2,027	-
Other expenses	11	61,665	11,500
Total expenses (IV)		63,692	11,500
V Profit/(loss) before exceptional items and tax (III- IV)		(63,692)	(11,500)
VI Exceptional Items		-	-
VII Profit/(loss) before tax (V-VI)		(63,692)	(11,500)
VIII Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
Total Tax Expense (VIII)		-	-
IX Profit (Loss) for the year (VII-VIII)		(63,692)	(11,500)
X Other Comprehensive Income			
Items that will not be reclassified to profit and loss			
(i) Re-measurement gains (losses) on defined benefit plans		-	-
(ii) Income tax effect on above		-	-
Total Other Comprehensive Income		-	-
XI Total Comprehensive Income for the year (IX+X)(Comprising profit (loss) and other comprehensive income for the year)		(63,692)	(11,500)
XII Earnings per equity share			
(1) Basic (Amount in ₹)		(1.27)	(0.23)
(2) Diluted (Amount in ₹)		(1.27)	(0.23)
Significant accounting policies and notes to financial statements	12		

As per our report of even date attached

For **N.C. Aggarwal & Co.**
Chartered Accountants
Firm Registration No. 003273N


Rishu Bansal
Partner
M.No. 520759
Place : New Delhi
Dated : 17th May 2018



For and on behalf of the Board of Directors of
Jindal Urban Waste Management (Jodhpur) Limited


Neelesh Gupta
Director
DIN - 06687420


Megha Gupta
Director
DIN - 07256603

Jindal Urban Waste Management (Jodhpur) Limited
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2018

A. Equity Share Capital

(Amount in ₹)

As at April 1, 2016	-
Changes in equity share capital during F.Y.2016-17	500,000
Balance as at March 31, 2017	500,000
Changes in equity share capital during F.Y.2017-18	-
Balance as at March 31, 2018	500,000

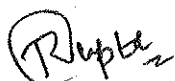
B. Other Equity

Particulars	Reserves and Surplus	Items of Other Comprehensive Income	Total
	Retained Earnings	Re-measurement of the net defined benefit Plans	
Balance as at April 1, 2016	-	-	-
Total Comprehensive Income for the period 2016-17	(11,500)	-	(11,500)
Balance as at March 31, 2017	(11,500)	-	(11,500)
Total Comprehensive Income for the year 2017-18	(63,692)	-	(63,692)
Balance as at March 31, 2018	(75,192)	-	(75,192)

As per our report of even date attached

For **N.C. Aggarwal & Co.**
Chartered Accountants
Firm Registration No. 003273N


For and on behalf of the Board of Directors of
Jindal Urban Waste Management (Jodhpur) Limited



Rishu Bansal
Partner
M.No. 520759
Place : New Delhi
Dated : 17th May 2018




Neelesh Gupta
Director
DIN - 06687420



Megha Gupta
Director
DIN - 07256603

Jindal Urban Waste Management (Jodhpur) Limited
Statement of cash flows for the year ended March 31, 2018

(Amount in ₹)

PARTICULARS	Year ended March 31, 2017		Period ended March 31, 2017	
A. CASH INFLOW (OUTFLOW) FROM THE OPERATING ACTIVITIES				
NET PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS		(63,692)		(11,500)
Adjustments for :				
Add/(Less)				
Interest Expenses	2,027		-	
Interest Income	-	2,027	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(61,665)		(11,500)
Adjustments for :				
Current investments				
Loans and advances and other assets	(14,972)		-	
Trade and Other Payables	556,150	541,178	11,500	11,500
CASH GENERATED FROM OPERATIONS BEFORE EXCEPTIONAL ITEMS		479,513		-
Tax Paid		-		-
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES		479,513		-
B. CASH INFLOW/(OUTFLOW) FROM INVESTMENT ACTIVITIES				
Purchase of Property, Plant & Equipment	(2,999,258)		-	
Interest Received	-		-	
NET CASH INFLOW/(OUTFLOW)FROM INVESTING ACTIVITIES		(2,999,258)		-
C. CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES				
Issue of Share Capital	-		500,000	
Interest paid	(2,027)		-	
Increase / (Decrease) in Borrowings	2,664,508		-	
NET CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES		2,662,481		500,000
NET CHANGES IN CASH AND CASH EQUIVALENTS		142,736		500,000
Cash and cash equivalents at beginning of the year		500,000		-
Cash and cash equivalents at end of the year		642,736		500,000

NOTE:

1. Increase/(decrease) in long term and short term borrowings are shown net of repaymen
2. Figures in bracket indicates cash out flow.
3. The above cash flow statement has been prepared under the indirect method set out in IND AS - 7 'Statement of Cash Flows'
4. The accompanying notes forms an integral part of these financial statements.

As per our report of even date attached

For **N.C. Aggarwal & Co.**
Chartered Accountants
Firm Registration No. 003273N

For and on behalf of the Board of Directors of
Jindal Urban Waste Management (Jodhpur) Limited

Rupka

Rishu Bansal
Partner
M.No. 520759
Place : New Delhi
Dated : 17th May 2018



Neelesh

Neelesh Gupta
Director
DIN - 06687420

Megha

Megha Gupta
Director
DIN - 07256603

Jindal Urban Waste Management (Jodhpur) Limited

Notes to Financial Statements

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
1. Cash and cash equivalents		
Balances with Banks		
On current accounts	642,736	500,000
Total Cash and Cash equivalents	642,736	500,000
2. Other current assets		
Other receivables	14,972	-
Total Other Current Assets	14,972	-
3. Equity Share Capital		
Authorised		
50,000 Equity shares of Rs. 10/- each	500,000	500,000
	500,000	500,000
Issued		
50,000 Equity shares of Rs. 10/- each fully paid up	500,000	500,000
	500,000	500,000
Subscribed and fully paid-up		
50,000 Equity shares of Rs. 10/- each fully paid up	500,000	500,000
Total Equity Share Capital	500,000	500,000
(a) Reconciliation of the number of shares:		
Equity shares		
Shares issued during the year	50,000	50,000
Shares outstanding as at the end of the year	50,000	50,000

(b) Details of shareholders holding more than 5% shares in the company:

Name of Shareholders	As March 31, 2018		As March 31, 2017	
	No. of shares	% of holding	No. of shares	% of holding
JITF Urban Infrastructure Limited*	50000	100	50000	100
Total	50000	100	50000	100

* Including 6 Shares held by Person/Companies as nominees of JITF Urban Infrastructure Limited

(c) Terms/Rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10/- per equity share. Each equity shareholder is entitled to one vote per share.

(d) Nature and Purpose of Reserves

Retained Earnings represent the undistributed profits of the Company.

Other Comprehensive Income Reserve represent the balance in equity for items to be accounted in Other Comprehensive Income.

OCI is classified into i). Items that will not be reclassified to profit and loss ii). Items that will be reclassified to profit and loss.

NON CURRENT LIABILITIES

4. Provisions

Provision for Employee benefits

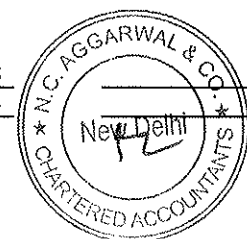
- Gratuity	7,631	-
- Leave Encashment	25,960	-
Total Long term Provisions	33,591	-

5. Current borrowings

Unsecured

Loans from related parties	2,664,508	-
Total current borrowings	2,664,508	-

* Refer Note no 12.11 for details of loans from related party.



Jindal Urban Waste Management (Jodhpur) Limited

Notes to Financial Statements

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
6. Trade payables		
Trade payables *	246,234	-
Total Trade payables	246,234	-
*There are no Micro and Small Enterprises, to whom the Company owes dues as at 31st March 2018. This Information as Required to be disclosed under the Micro, Small and Medium Enterprises Development Act 2006 has been Determined to the extent such Parties have been Identified on the basis of information available with the Company.		
7. Other current financial liabilities		
Other outstanding financial liabilities	11,800	11,500
Dues to Employees	153,112	-
Total other current financial liabilities	164,912	11,500
8. Other current liabilities		
Statutory Dues	122,188	-
Total other current liabilities	122,188	-
9. Current provisions		
Provision for Employee benefits		
- Gratuity	19	-
- Leave Encashment	706	-
Total current provisions	725	-
	Year ended March 31, 2018	(Amount in ₹) Period ended March 31, 2017
10. Finance Cost		
Interest Expense		
- Other Interest	2,027	-
Total Finance Cost	2,027	-
11. Other expenses		
Rates and Taxes	44,065	-
Auditors' Remuneration	11,800	11,500
Miscellaneous Expenses	5,800	-
Total other expenses	61,665	11,500



Jindal Urban Waste Management (Jodhpur) Limited
Statement of Significant Accounting Policies & Notes to Financial Statements
Note No-12

1. Corporate and General Information

Jindal Urban Waste Management (Jodhpur) Limited ("the Company") is domiciled and incorporated in India. The registered office of the Company is situated at A-1, UPSIDC Industrial Area, Nandgaon Road, Kosi Kalan, Mathura - 281403, Uttar Pradesh, India.

The Company is going to install a waste to energy (WTE) plant with a capacity of 6 MW at Jodhpur, Rajasthan. The Company has 25 years Concession agreement with different ULB of Rajasthan Municipal Corporation for generating and selling clean renewable energy.

2. Basis of preparation

The Annual financial statement have been prepared complying with all Indian Accounting Standards notified under Section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rule 2015.

The Significant accounting policies used in preparing the financial statements are set out in Note no. 12.3 of the Notes to the Financial Statements.

3.0 Significant Accounting Policies

3.1 Basis of Measurement

The financial statements have been prepared on an accrual basis and under the historical cost convention except financial assets and financial liabilities which are carried at amortised cost.

The financial statements are presented in Indian Rupees (Rupees or ₹), which is the Company's functional and presentation currency and all amounts are rounded to the nearest rupee thereof, except as stated otherwise.

3.2 Property, Plant and equipment

Cost includes expenditure that is directly attributable to the acquisition of the items.

Assets are depreciated to the residual values on a straight line basis over the estimated useful lives based on technical estimates which is different from one specified in Schedule II to the Companies Act, 2013. Assets residual values and useful lives are reviewed at each financial year end considering the physical condition of the assets and benchmarking analysis or whenever there are indicators for review of residual value and useful life. Changes in the expected useful life of assets are treated as change in accounting estimates.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss on the date of disposal or retirement.

3.3 Cash and cash equivalents

Cash and cash equivalents includes cash on hand and at bank.

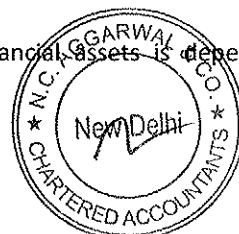
3.4 Financial instruments – initial recognition, subsequent measurement and impairment

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a) Financial Liabilities

At initial recognition, all financial liabilities other than fair valued through profit and loss are recognised initially at fair value less transaction costs that are attributable to the issue of financial liability. Transaction costs of financial liability carried at fair value through profit or loss is expensed in profit or loss.

Financial liabilities are classified in two categories; subsequent measurement of financial assets is depended on initial categorisation. These categories and their classification are as below:



Jindal Urban Waste Management (Jodhpur) Limited
Statement of Significant Accounting Policies & Notes to Financial Statements
Note No-12

i. Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading. The Company has not designated any financial liabilities upon initial measurement recognition at fair value through profit or loss. Financial liabilities at fair value through profit or loss are at each reporting date at fair value with all the changes recognized in the Statement of Profit and Loss.

ii. Financial liabilities measured at amortised cost

Trade and other payables

A payable is classified as 'trade payable' if it is in respect of the amount due on account of goods purchased or services received in the normal course of business. These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

3.5 Equity share capital

Ordinary shares are classified as equity. Incremental costs net of taxes directly attributable to the issue of new equity shares are reduced from retained earnings, net of taxes.

3.6 Current versus non-current classification

The Company presents assets and liabilities in statement of financial position based on current/non-current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
- b) Held primarily for the purpose of trading,
- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- a) It is expected to be settled in normal operating cycle,
- b) It is held primarily for the purpose of trading,
- c) It is due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

3.7 Recent Ind AS Pronouncement

Standards issued but not yet effective

Ind AS 115 - Revenue from Contracts with Customers

In March 2018, the Ministry of Corporate Affairs had notified Ind AS 115 (Revenue from Contracts with Customers) which would be applicable for accounting periods beginning on or after 1 April 2018. This Standard establishes the principles that an



Jindal Urban Waste Management (Jodhpur) Limited

Statement of Significant Accounting Policies & Notes to Financial Statements

Note No-12

entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer. Revenue is recognised when a customer obtains control of a promised good or service. The standard replaces Ind AS 18 Revenue and Ind AS 11 Construction contracts and related appendices.

The Company is in the process of assessing the detailed potential impact of Ind AS 115, Revenue from Contracts with Customer on its financial statements and related disclosures. Presently, the Company is not able to reasonably estimate the impact that application of Ind AS 115 is expected to have on its financial statements.

Appendix B to Ind AS 21 Foreign currency transactions and advance consideration

In March 2018, the Ministry of Corporate Affairs (MCA) has notified Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which would be applicable for accounting periods beginning on or after 1 April 2018. The appendix clarifies how to determine the date of transaction for the exchange rate to be used on initial recognition of a related asset, expense or income where an entity pays or receives consideration in advance for foreign currency-denominated contracts.

Presently the Company is not able to reasonably estimate the impact of the application of the appendix B on the financial statements.

4. Critical accounting estimates, assumptions and judgements

In the process of applying the Company's accounting policies, management has made the following estimates, assumptions and judgements, which have significant effect on the amounts recognised in the financial statement:

(a) Property, plant and equipment

External adviser or internal technical team assess the remaining useful lives and residual value of property, plant and equipment. Management believes that the assigned useful lives and residual value are reasonable.

(b) Intangibles

Internal technical or user team assess the remaining useful lives of Intangible assets. Management believes that assigned useful lives are reasonable.

(c) Income taxes

Management judgment is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to significant adjustment to the amounts reported in the financial statements.

(d) Contingencies

Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/claim/litigations against the Company as it is not possible to predict the outcome of pending matters with accuracy.

(e) Allowance for uncollected accounts receivable and advances

Trade receivables do not carry any interest and are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts. Individual trade receivables are written off when management deems them not to be collectible.

5. Financial risk management

5.1 Financial risk factors

The Company's principal financial liabilities, comprise trade and other payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company's activities expose it to Liquidity risk:

i) Liquidity risk.

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

The Company's overall risk management programme focuses on the unpredictability of financial markets and seeks to



Jindal Urban Waste Management (Jodhpur) Limited
Statement of Significant Accounting Policies & Notes to Financial Statements
Note No-12

minimise potential adverse effects on the Company's financial performance.

(Amount in ₹)

Particulars	Carrying Amount	On demand	Ageing as at 31st March 2018			Total
			< 6 months	6-12 months	> 1 years	
Interest bearing borrowings	2,664,508	2,664,508	-	-	-	2,664,508
Trade payable	246,234	-	246,234	-	-	246,234
Other liabilities	164,912	-	164,912	-	-	164,912
Total	3,075,654	2,664,508	411,146	-	-	3,075,654

Particulars	Carrying Amount	On demand	Ageing as at 31st March 2017			Total
			< 6 months	6-12 months	> 1 years	
Other liabilities	11,500	-	11,500	-	-	11,500
Total	11,500	-	11,500	-	-	11,500

6. Fair value of financial assets and liabilities

Set out below is a comparison by class of the carrying amounts and fair value of the Company's financial instruments that are recognised in the financial statements.

(Amount in ₹)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Carrying amount	Fair Value	Carrying amount	Fair Value
Financial assets designated at amortised cost				
Cash and bank balances	642,736	642,736	500,000	500,000
	642,736	642,736	500,000	500,000
Financial liabilities designated at amortised cost				
Borrowings- fixed rate	2,664,508	2,664,508	-	-
Trade & other payables	246,234	246,234	-	-
Other financial liabilities	164,912	164,912	11,500	11,500
	3,075,654	3,075,654	11,500	11,500

7. Borrowing Cost Capitalised

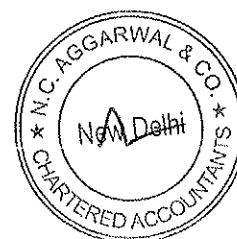
(Amount in ₹)

Particulars	Year ended March 31, 2018	Period ended March 31, 2017
Borrowing Cost capitalised	71,676	-

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

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
Property, Plant and Equipment	1,354,050	-



Jindal Urban Waste Management (Jodhpur) Limited
Statement of Significant Accounting Policies & Notes to Financial Statements
Note No-12

9. Retirement benefit obligations

i. Movement in Defined Benefit Obligation

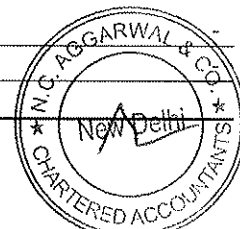
Particulars	(Amount in ₹)	
	Gratuity (funded)	leave encashment (unfunded)
Present value of obligation - April 1, 2017	-	-
Current service cost	36,021	26,666
Interest cost	-	-
Benefits paid	-	-
Acquisitions / Transfer in/ Transfer out	-	-
Remeasurements - actuarial loss/ (gain)	(18,959)	-
Present value of obligation - March 31, 2018	17,062	26,666
Present value of obligation - April 1, 2016	-	-
Current service cost	-	-
Interest cost	-	-
Benefits paid	-	-
Acquisitions / Transfer in/ Transfer out	-	-
Remeasurements - actuarial loss/ (gain)	-	-
Present value of obligation - March 31, 2017	-	-

ii. Movement in Plan Assets – Gratuity

Particulars	(Amount in ₹)	
	Year ended March 31, 2018	Period ended March 31, 2017
Fair value of plan assets at beginning of year	-	-
Expected return on plan assets	542	-
Acquisitions / Transfer in/ Transfer out	-	-
Employer contributions	10,000	-
Benefits paid	-	-
Actuarial gain / (loss)	(1,130)	-
Fair value of plan assets at end of year	9,412	-
Present value of obligation	17,062	-
Net funded status of plan	(7,650)	-
Actual return on plan assets	(588)	-

iii. Recognised in profit or loss (Capitalised as Pre-Operative Expenses)

Particulars	(Amount in ₹)	
	Gratuity	Compensated absence
Current Service cost	36,021	26,666
Interest cost	-	-
Expected return on plan assets	(543)	-
Remeasurement - Actuarial loss/(gain)	-	-
Past service cost	-	-
For the year ended March 31, 2018	35,478	26,666
Current Service cost	-	-
Interest cost	-	-
Expected return on plan assets	-	-
Remeasurement - Actuarial loss/(gain)	-	-
Past service cost	-	-
For the period ended March 31, 2017	-	-
Actual return on plan assets	-588	-



Jindal Urban Waste Management (Jodhpur) Limited
Statement of Significant Accounting Policies & Notes to Financial Statements
Note No-12

iv. Recognised in Other Comprehensive Income (Capitalised as Pre-Operative Expenses)

(Amount in ₹)	
Particulars	Gratuity
Remeasurement - Actuarial loss/(gain) For the year ended March 31, 2018	(17,828) (17,828)
Remeasurement - Actuarial loss/(gain) For the period ended March 31, 2017	- -

v. The principal actuarial assumptions used for estimating the Group's defined benefit obligations are set out below:

Weighted average actuarial assumptions	As at March 31, 2018	As at March 31, 2017
Attrition rate		
Discount Rate	7.75 % per annum	-
Expected Rate of increase in Compensation levels	6.50 % per annum	-
Expected Rate of Return on Plan Assets	7.75% per annum	-
Mortality rate	IALM 2006-08 Ultimate	-
Expected Average remaining working lives of employees (years)	14.7 years	-

vi. Estimate of expected Benefit Payments (in absolute terms i.e. Undiscounted)
(Amount in ₹)

Particulars	Gratuity
01 Apr 2018 to 31 Mar 2019	3,060
01 Apr 2019 to 31 Mar 2020	1,426
01 Apr 2020 to 31 Mar 2021	1,599
01 Apr 2021 to 31 Mar 2022	573
01 Apr 2021 to 31 Mar 2023	945
01 Apr 2023 onwards	14,164

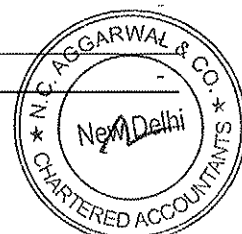
vii. Statement of Employee benefit provision

(Amount in ₹)		
Particulars	Year ended March 31, 2018	Period ended March 31, 2017
Gratuity	7,650	-
Compensated absences	26,666	-
Total	34,316	-

viii. Current and non-current provision for Gratuity and leave encashment

(Amount in ₹)			
For the year ended March 31, 2018			
Particulars	Gratuity	Leave Encashment	
Current provision	19	706	
Non-current provision	7,631	25,960	
Total Provision	7,650	26,666	

(Amount in ₹)			
For the period ended March 31, 2017			
Particulars	Gratuity	Leave Encashment	
Current provision	-	-	
Non-current provision	-	-	
Total Provision	-	-	



Jindal Urban Waste Management (Jodhpur) Limited
Statement of Significant Accounting Policies & Notes to Financial Statements
Note No-12

(Figures in no.)

Particulars	Year ended March 31, 2018	Period ended March 31, 2017
Average no of people employed	1	-

Note

OCI presentation of defined benefit plan

-Gratuity is in the nature of defined benefit plan, Re-measurement gains/(losses) on defined benefit plans is shown under OCI as Items that will not be reclassified to profit or loss and also the income tax effect on the same.

-Leave encashment cost is in the nature of short term employee benefits.

10. Other disclosures

Auditors Remuneration

(Amount in ₹)

Particulars	Year ended March 31, 2018	Period ended March 31, 2017
1. Statutory Auditors		
Audit Fee	11,800	11,500
Total	11,800	11,500

11. Related party transactions

In accordance with the requirements of IND AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are:

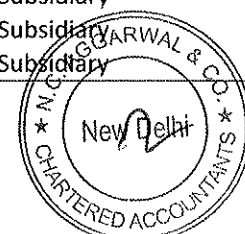
Related party name and relationship

1. Key Managerial personnel

S. No.	Name	Particulars
1	Mr. Umesh Chopra	Director
2	Mr. Neelesh Gupta	Director
3	Ms. Megha Gupta	Director

2. Parent, direct subsidiaries and indirect subsidiaries.

S. No.	Name of the Entity	Relationship
1	JITF Infralogistics Limited	Ultimate Parent Company
2	JITF Urban Infrastructure Services Limited	Parent Company
3	JITF Urban Infrastructure Limited	Holding Company
4	JITF Water Infrastructure Limited	Fellow Holding
5	Jindal Rail Infrastructure Limited	Fellow Holding
6	JITF Water Infra (Naya Raipur) Limited	Fellow Step down Subsidiary
7	JITF ESIPL CETP (Sitarganj) Limited	Fellow Step down Subsidiary
8	JITF Industrial Infrastructure Development Company Limited	Fellow Step down Subsidiary
9	JITF Urban Waste Management (Ferozepur) Limited	Fellow Subsidiary
10	JITF Urban Waste Management (Jalandhar) Limited	Fellow Subsidiary
11	JITF Urban Waste Management (Bathinda) Limited	Fellow Subsidiary
12	Jindal Urban Waste Management (Vishakhapatnam) Limited	Fellow Subsidiary
13	Jindal Urban Waste Management (Tirupati) Limited	Fellow Subsidiary
14	Timarpur-Okhla Waste Management Company Private Limited	Fellow Subsidiary
15	Jindal Urban Waste Management (Guntur) Limited	Fellow Subsidiary
16	Jindal Urban Waste Management (Jodhpur) Limited	Fellow Subsidiary
17	Jindal Urban Waste Management (Jaipur) Limited	Fellow Subsidiary



Jindal Urban Waste Management (Jodhpur) Limited

Statement of Significant Accounting Policies & Notes to Financial Statements

Note No-12

3. Joint ventures/ associates of direct and indirect subsidiaries.

S. No.	Name of the Entity	Relationship
1	JWIL-SSIL (JV)	Joint Venture of fellow holding
2	SMC-JWIL(JV)	Joint Venture of fellow holding
3	JWIL-Ranhill (JV)	Joint Venture of fellow holding
4	TAPI-JWIL (JV)	Joint Venture of fellow holding
5	Eldeco SIDCUL Industrial Park Limited	Associate/Joint Venture of fellow holding
6	Ladurner SRL	Associate/Joint Venture of holding company

4. Trust under common control

S. No.	Name of the Entity	Relationship
1	JITF Urban Infrastructure Limited Employees Group Gratuity Assurance Scheme	Post employment benefit plan
2	Jindal Urban Waste Management (Jodhpur) Limited Employees Group Gratuity Cash Accumulation Scheme	Post employment benefit plan

Related Party Transactions

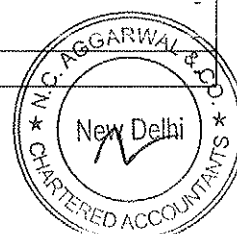
(Amount in ₹)

S.NO.	Particulars	Holding Company	
		FY 2017-18	FY 2016-17
A	Transactions		
	Equity share Capital added during the year		
	JITF Urban Infrastructure Limited	-	500,000
	Expenses incurred by others and reimbursed by company		
	JITF Urban Infrastructure Limited	1,008,070	-
	Interest expense		
	JITF Urban Infrastructure Limited	71,676	-
	Loan taken during the year		
	JITF Urban Infrastructure Limited	2,600,000	-
B	Outstanding balances		
	Equity Share Capital by Holding		
	JITF Urban Infrastructure Limited	500,000	500,000
	Loan payable		
	JITF Urban Infrastructure Limited	2,664,508	-

12. Capital Work in progress includes following Pre-operative expenses Pending allocation:

(Amount in ₹)

Detail of Preoperative Expenses	As at March 31, 2018	As at March 31, 2017
Opening Balance	-	-
Bank charges	749,030	-
Design and Drawing Fees	470,914	-
Employee Benefit Expense	1,359,668	-
Interest	71,676	-
Legal and Professional	46,523	-
Miscellaneous Expense	82,625	-
Postage & Courier Expenses	41	-
Printing & Stationery	14,046	-
Technical Fees	150,450	-
Travelling Expenses	54,286	-
Total Carried Forward	2,999,259	



Jindal Urban Waste Management (Jodhpur) Limited
Statement of Significant Accounting Policies & Notes to Financial Statements
Note No-12

13. Earnings per Share

The following is a reconciliation of the equity shares used in the computation of basic and diluted earnings per equity share:

Particulars	(Number of shares)	
	Year ended March 31, 2018	Period ended March 31, 2017
Issued equity shares	50,000	50,000
Weighted average shares outstanding - Basic and Diluted - A	50,000	50,000

Net profit/(loss) available to equity holders of the Company used in the basic and diluted earnings per share was determined as follows:

Particulars	(Amount in ₹)	
	Year ended March 31, 2018	Period ended March 31, 2017
Profit/(loss) after tax - C	(63,692)	(11,500)
Profit /(loss) for the year after tax for EPS	(63,692)	(11,500)
Basic and Diluted Earnings per share (C/A)	(1.27)	(0.23)

14. Notes 1 to 12 are annexed to and form an integral part of financial statements.

As per our report of even date attached

For **N.C. Aggarwal & Co.**
Chartered Accountants
Firm Registration No. 003273N

For and on behalf of the Board of Directors of
Jindal Urban Waste Management (Jodhpur) Limited

R Gupta

Rishu Bansal
Partner
M.No. 520759
Place : New Delhi
Dated : 17th May 2018



Neelesh Gupta

Neelesh Gupta
Director
DIN - 06687420

Megha

Megha Gupta
Director
DIN - 07256603