

**NOTICE**

The Company JITF Urban Waste Management (Bathinda) Limited hereby gives notice that 6<sup>th</sup> Annual General Meeting of the Members of the Company will be held on Friday, the 28<sup>th</sup> July, 2017 at 11.00 A.M. at A-1, UPSIDC Industrial Area, Nandgaon Road, Kosi Kalan, Mathura, Uttar Pradesh - 281403, to transact the following business:-

**AS ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31.03.2017 along with the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Alok Kumar (DIN: 00930344), who retires by rotation and being eligible, offers himself for re-appointment.
3. Ratification of Appointment of Auditors

To consider and if thought fit, to pass, with or without modification(s), the following Resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, the Company hereby ratifies the appointment of M/s N.C. Aggarwal & Co. Chartered Accountants, (FRN No. 003273N) as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the 7<sup>th</sup> Annual General Meeting of the Company to be held in the year Calendar Year 2018 to examine and audit the accounts of the Company, on such remuneration as may be mutually agreed upon between the Board of Directors of the Company and the Auditors plus reimbursement of service tax, travelling and out-of-pocket expenses.”

**AS SPECIAL BUSINESS:**

4. Appointment of Mr. Umesh Chopra (DIN: 05277483) as a Director of the Company.

To consider and, if thought fit, to pass, with or without modification(s), the following Resolution as an Ordinary Resolution

**“RESOLVED THAT** pursuant to the provisions of Section 149, 152 and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Umesh Chopra (DIN 05277483) who was appointed as an Additional Director pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and the Articles of Association of the Company and who holds office up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as Director of the Company liable to retire by rotation.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper and expedient to give effect to this Resolution.”

Place: New Delhi  
Dated: 01.07.2017

By order of the Board  
For JITF Urban Waste Management (Bathinda)  
Limited

**Regd. Office:**  
A-1, UPSIDC Industrial Area,  
Nandgaon Road, Kosi Kalan, Mathura,  
Uttar Pradesh-281403  
**CIN No.:** U90000UP2011PLC069571  
**Email Id:** Info.jindalecopolis.com



.....  
Alok Kumar  
Director  
(DIN No.: 00930344)

**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON BEHALF OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE VALID & EFFECTIVE, MUST BE RECEIVED BY THE COMPANY AT THE REGISTERED OFFICE NOT LATER THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE ABOVE MEETING.

A person can act as a proxy on behalf of members not exceeding fifty and holding in aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. For the convenience of members the route map of the venue of the meeting is depicted at the end of the Notice.
3. Corporate members intending to send their authorized representatives to attend the meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 relating to Special Business to be transacted is annexed hereto.
5. Brief resume of Directors proposed to be appointed / re-appointed, nature of their expertise in specific functional areas, names of companies in which they hold directorships and memberships/chairmanships of Board Committees, shareholding and relationship between directors inter-se as stipulated under Secretarial Standard- SS2 is given hereunder forming part of the Annual Report.
6. Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the Members at the Registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the Meeting.

**EXPLANATORY STATEMENT**  
**(Pursuant to Section 102 of the Companies Act, 2013)**

**Item No. 4**

Pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and Articles of Association of the Company, the Board of Directors in their Board Meeting held on 31st March 2017, appointed Mr. Umesh Chopra as an Additional Director of the Company w.e.f. 31<sup>st</sup> March, 2017. In terms of the provisions of the said Section, Mr. Umesh Chopra would hold office up to the date of ensuing Annual General Meeting.

The Company has received a notice in writing from a member along with the deposit of requisite amount under section 160 of the Companies Act, 2013 proposing the candidature of Mr. Umesh Chopra for the office of Director of the Company.

Mr. Umesh Chopra is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as a Director.

Mr. Umesh Chopra possesses appropriate skills, experience and knowledge in various fields. He does not hold any shares in the Company. Brief resume of Mr. Umesh Chopra, nature of his expertise and name of the companies in which he holds Directorship(s) and Membership(s)/Chairmanship(s) of Board/Committee, shareholding and relationship between Directors inter-se as stipulated under Secretarial Standards-SS2 on General Meetings have been provided in the Annexure to the Notice. Keeping in view his experience and knowledge, it will be in the interest of the Company that Mr. Umesh Chopra is appointed as Non Executive Director.

Save and except Mr. Umesh Chopra and his relatives to the extent of their shareholding interest, if any, in the Company, none of the other Directors/Key Managerial Personnel of the Company/their relatives are in any way concerned or interested, financially or otherwise in the resolution set out at Item No.4 of the Notice.

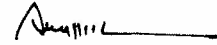
The Board recommends resolution as set out at Item No. 4 of the Notice for approval by the shareholders as ordinary resolution.

Place: New Delhi  
Dated: 01.07.2017

By order of the Board  
For JITF Urban Waste Management (Bathinda)  
Limited

**Regd. Office:**  
A-1, UPSIDC Industrial Area,  
Nandgaon Road, Kosi Kalan, Mathura,  
Uttar Pradesh-281403  
**CIN No.:** U90000UP2011PLC 069571  
**Email Id:** Info.jindalecopolis.com





.....  
Alok Kumar  
Director  
(DIN No.: 00930344)

**Details of Director seeking appointment/ re-appointment at the Annual General Meeting to be held on July 28, 2017.**

<b>Name of the Director</b>	Mr. Alok Kumar	Mr. Umesh Chopra
<b>Date of Birth</b>	30.09.1981	16.11.1959
<b>Date of Appointment</b>	31.08.2013	31.03.2017
<b>Expertise in Specific functional area</b>	Mr. Alok Kumar has over 13 years of experience in Corporate Laws and Compliances	Mr. Umesh Chopra has over 30 years experience in Energy and Power Sector.
<b>Qualification</b>	From April 2008 to present, Mr. Alok Kumar is associated with Jindal Saw Limited Group (Part of O P Jindal Group). Mr. Kumar initially was Appointed as Company Secretary for Jindal ITF Limited, a company carrying on the business of infrastructure development. Mr. Kumar is also managing Secretarial and Legal Department of Infrastructure business of Jindal Infralogistics Limited. Various Infrastructure Ventures of the Group includes – Water Infrastructure i.e. Effluent/Sewage Treatment Plants, Water Treatment Plant; Waterways – running of Ships and Vessels, Barges and containers; Shipyards; Ship building; Urban infrastructure – generation of Power from Municipal Waste; Rail Infrastructure – Railway wagon manufacturing.	Mr. Umesh Chopra is B. Tech (Mechanical Engineer) and has worked in very senior leadership role in his career (over three decades) with leading Power & Energy sector companies including MNCs. Some of his previous assignments are with BHEL, GE, Reliance Energy, Jindal Power Limited and HCC. Lastly he was working as an Independent Consultant for power business developers and related companies, leading Management Consulting Companies in Energy and Power Sector covering all aspects of their business.
<b>Directorships in other Companies as on March 31, 2017</b>	<ul style="list-style-type: none"> <li>a) Best Aromatics Limited</li> <li>b) JITF Shipyards Limited</li> <li>c) JITF Urban Infrastructure Services Limited</li> <li>d) JITF Industrial Infrastructure Development Company Limited</li> <li>e) Columbus Hotels And Tourism Private Limited</li> <li>f) JITF Commodity Tradex Limited</li> <li>g) Trinetra Buildcon Private Limited</li> <li>h) JITF Urban Waste Management (Ferozepur) Limited</li> <li>i) JITF Urban Waste Management (Jalandhar) Limited</li> </ul>	<ul style="list-style-type: none"> <li>a) Jindal Urban Waste Management (Tirupati) Limited</li> <li>b) Jindal Urban Waste Management (Guntur) Limited</li> <li>c) Jindal Urban Waste Management (Visakhapatnam) Limited</li> <li>d) JITF Urban Waste Management (Jalandhar) Limited</li> <li>e) JITF Urban Waste Management (Ferozepur) Limited</li> <li>f) Jindal Urban Waste Management (Ahmedabad) Limited</li> <li>g) Jindal Urban Waste Management (Jaipur) Limited</li> <li>h) Jindal Urban Waste Management (Jodhpur) Limited</li> <li>i) JNC Ventures Private Limited</li> <li>j) Timarpur- Okhla Waste Management Company Private Limited</li> </ul>
<b>Number of Shares held in the Company as on March 31, 2017</b>	1 (One)	Nil

<b>Relationship with Directors and Key Managerial Personnel</b>	None	None
<b>Chairman/ Membership of Committees in other Indian Public Limited Companies as on March 31, 2017</b> [C=Chairman; M=Member]	2 (C)	1 (C)
<b>Remuneration</b>	Nil	Nil

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: -U90001UP2011PLC069571

Name of the Company- JITF Urban Waste Management (Bathinda) Limited

Registered Office: - A-1, UPSIDC Industrial Area, Nandgaon Road, Kosi Kalan, Mathura, Uttar Pradesh-281403.

Name of the members.....

Folio No. / Client ID\*.....

Registered Address.....

D.P. ID.....

E-mail Id.....

I/We being the member[s] of .....shares of the above named company. Hereby appoint

Name.....

E-mail Id.....

Address.....

Signature.....

Or failing him

Name.....

E-mail Id.....

Address.....

Signature.....

Or failing him

Name.....

E-mail Id.....

Address.....

Signature.....

as my/ our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 6th Annual General Meeting of the company, to be held on the Friday, 28th July, 2017 at 11.00 A.M. at A-1, UPSIDC Industrial Area, Nandgaon Road, Kosi Kalan, Mathura, Uttar Pradesh-281403 and at any adjournment thereof in respect of such resolutions as are indicated below:

S.No.	Resolution[S]	Vote	
		For	Against
1.	Adoption of the Audited Financial Statement for the financial year ended 31st March, 2017 and the reports of the Directors and Auditors thereon.		
2.	Appoint a Director in place of Mr. Alok Kumar (DIN: 00930344) who retires by rotation and, being eligible, offers himself for re-appointment.		
3.	Ratification of Appointment of Auditors.		
4.	Appointment of Mr. Umesh Chopra (DIN: 05277483) as a Director of the company.		

\*Applicable for investors holding shares in electronic form

Affix revenue stamp of not less than Rs. 1/-

Signed this \_\_\_\_\_ day of \_\_\_\_\_, 2017.

.....  
Signature of Shareholder

.....  
Signature of Proxy Holder

.....  
Signature of Shareholder  
across Revenue Stamp

**Notes:-**

1. This form, in order to be effective, should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the meeting.
2. The Proxy need not to be a member of the company.
3. This is only optional. Please put a 'X' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any all the resolutions , your proxy will be entitled to vote in the manner as he/she thinks appropriate.

**ATTENDANCE SLIP**

**CIN:** U90001UP2011PLC069571

**Name of Company:** JITF Urban Waste Management (Bathinda) Limited

**Registered Office:** A-1, UPSIDC Industrial Area, Nandgaon Road, Kosi Kalan,  
Distt. Mathura, [U.P.] - 281403

**PLEASE BRING THIS ATTENDANCE SLIP TO THE MEETING HALL AND HAND IT OVER AT THE ENTRANCE**

Joint shareholders may obtain additional Slip at the venue of the meeting

D.P. ID.....

Folio No. ....

Client ID\*.....

No. of Shares .....

Name of the Shareholder: .....

Address: .....

.....

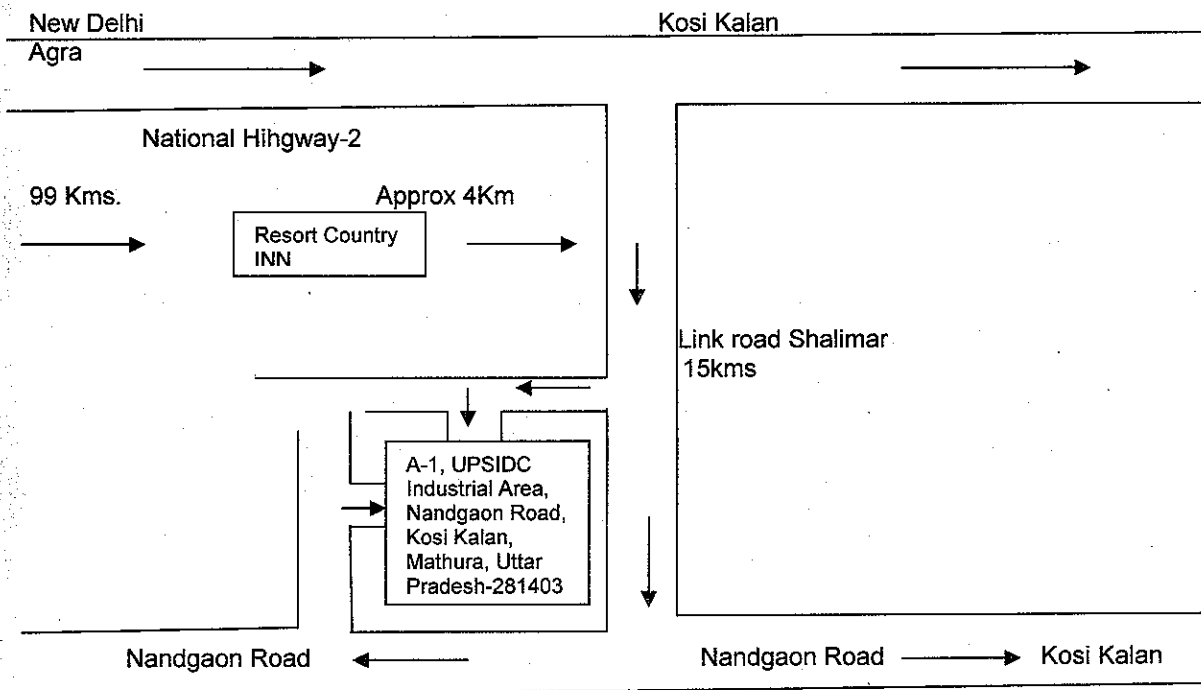
I/We hereby record my /our presence at the 6<sup>th</sup> Annual General Meeting of the Company at A-1, UPSIDC Indl. Area, Nandgaon Road, Kosi Kalan, Distt. Mathura, [U.P.]-281403 on Friday, 28<sup>th</sup> July, 2017 at 11.00 a.m.

\_\_\_\_\_  
Signature of Shareholder/proxy

\*Applicable for investors holding shares in electronic form



### Route map to the venue of the meeting



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**

**BOARDS' REPORT**

To  
The Members,

Your Directors are pleased to present the **6<sup>th</sup> Annual Report** along with the Audited Financial Statements of the Company for the year ended 31<sup>st</sup> March, 2017.

**FINANCIAL RESULTS**

(In Rs.)

<b>Particulars</b>	<b>Year ended 31st March , 2017</b>	<b>Year ended 31st March , 2016</b>
Revenue from operations	62,254,232	56,083,203
Other Income	79,852	10,420,736
Profit/ Loss before finance cost, depreciation, exceptional items and tax	(68,787,543)	(66,565,689)
Less:		
Finance cost	55,178,401	35,163,536
Depreciation and amortization expense	23,034,419	13,807,486
Profit/Loss before tax	(147,000,363)	(115,536,711)
Tax expense	-	-
Profit/Loss after tax	(147,000,363)	(115,536,711)
Other Comprehensive Income Items that will not be reclassified to profit and loss	167,818	101,670
Total Comprehensive Income for the year	(146,832,545)	(115,435,042)

**REVIEW OF OPERATION**

Your Company is operating an Integrated Solid Waste Management Project in Bathinda Cluster, Punjab. The project is catering to the waste management requirements of Bathinda City and adjoining 17 Urban Local Bodies. A Waste Processing Plant has also been established at land provided by Punjab Govt. near Mansa Road at Bathinda City. This processing facility generates compost (organic fertilizer) and Refuse-Derived-Fuel (RDF). Compost is an eco-friendly product that enhances soil quality and RDF serves as supplementary fuel, replacing part of fossil-fuel requirements. The total amount of waste collected by the Company during the financial year 2016-17 is 1,06,397 Tonnes. Further, the Company sold 430 Tonnes of RDF & 220 Tonnes of compost during the period under review.

**SHARE CAPITAL**

During the period under review, your Company has not allotted any shares, so there is no change in paid up share capital.

**DIVIDEND**

Your Company has not recommended any Dividend for the financial year under review.

**TRANSFER TO RESERVES**

No amount has been transferred to General Reserve during the year.

## PUBLIC DEPOSITS

During the year ended March 31, 2017, the Company has not accepted any public deposits and no amount on account of principal or interest on public deposits was outstanding as on 31st March, 2017.

## EXTRACT OF ANNUAL RETURN

Extract of Annual Return of the Company is annexed herewith as **Annexure - 1** to this Report.

## NUMBER OF BOARD MEETINGS

The Board of Directors duly met Nine times during the financial year 2016-17, the details of which are as follows:-

S. No.	Date of Meetings	Director's present
1.	23 <sup>rd</sup> May, 2016	1. Mr. Alok Kumar 2. Mr. Deepak Goyal 3. Mr. Neelesh Gupta 4. Mr. Nitesh Kumar Tripathi
2.	20 <sup>th</sup> August, 2016	1. Mr. Alok Kumar 2. Mr. Deepak Goyal 3. Mr. Neelesh Gupta
3.	23 <sup>rd</sup> August, 2016	1. Mr. Alok Kumar 2. Mr. Deepak Goyal 3. Mr. Neelesh Gupta
4.	18 <sup>th</sup> November, 2016	1. Mr. Alok Kumar 2. Mr. Deepak Goyal 3. Mr. Neelesh Gupta
5.	12 <sup>th</sup> January, 2017	1. Mr. Alok Kumar 2. Mr. Neelesh Gupta
6.	25 <sup>th</sup> January, 2017	1. Mr. Alok Kumar 2. Mr. Neelesh Gupta
7.	16 <sup>th</sup> February, 2017	1. Mr. Alok Kumar 2. Mr. Neelesh Gupta
8.	01 <sup>st</sup> March, 2017	1. Mr. Alok Kumar 2. Mr. Neelesh Gupta
9.	31 <sup>st</sup> March, 2017	1. Mr. Alok Kumar 2. Mr. Neelesh Gupta

The attendance of each of the Directors during the year is as follows:-

S.No.	Name of Directors	No. of Board Meetings attended
1	Mr. Nitesh Kumar Tripathi	1
2	Mr. Alok Kumar	9
3	Mr. Deepak Goyal	4
4	Mr. Neelesh Gupta	9
5	Mr. Umesh Chopra	1

There were no resolutions that were passed by circulation during the financial year 2016 -17.

## **DIRECTORS RESPONSIBILITY STATEMENT**

Pursuant to the requirement under Section 134 of the Companies Act, 2013, with respect to Director's Responsibility Statement, it is hereby confirmed by the Board of Directors:

- (i) that in the preparation of the annual accounts for the financial year 31<sup>st</sup> March, 2017, the applicable Indian Accounting standards(IND AS) has been followed along with proper explanation relating to material departures;
- (ii) that they had selected such accounting policies and applied them consistently and made judgments and estimates that were 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 they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) that they had prepared the annual accounts for the financial year ended 31<sup>st</sup> March, 2017 on a going concern basis; and
- (v) that they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **DIRECTORS AND KEY MANAGERIAL PERSONNEL**

### **I. Retirement by Rotation**

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Alok Kumar, Non Executive Director (DIN: 00930344) of the company, retire by rotation and, being eligible, offers himself for re-appointment. The brief details relating to, Mr. Alok Kumar is furnished in the explanatory statement to the notice of the ensuing AGM under the head "Directors Seeking Appointment / Re-appointment at this Annual General Meeting".

### **II. Resignation**

Mr. Deepak Goyal, Director (DIN No: 00028315) resigned from the Directorship of the Company w.e.f. 10<sup>th</sup> January, 2017. The Board placed on record the appreciation for the services rendered by Mr. Deepak Goyal during his association with the Company.

### **III. Appointment**

During the year, Mr. Umesh Chopra (DIN No: 05277483) was inducted as an Additional Director on 31<sup>st</sup> March, 2017 and holds office upto ensuing Annual General Meeting of the Company. The Company has received the notice under section 160 of the Companies Act, 2013 along with deposit of requisite amount from the shareholder proposing the candidature of Mr. Umesh Chopra for the office of the Director of the Company. The brief details relating to Mr. Umesh Chopra is furnished in the explanatory statement to the notice of the ensuing AGM under the head "Directors Seeking Appointment / Re-appointment at this Annual General Meeting".

## **STATUTORY AUDITORS**

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. N.C. Aggarwal & Company, Chartered Accountants, (ICAI Firm Registration No. 003273N) the Statutory Auditors of the Company was appointed to hold office till the

conclusion of the 8<sup>th</sup> Annual General Meeting. However, their appointment as Statutory Auditors of the Company shall be required to be ratified by the Members at the ensuing Annual General Meeting.

The Company has received a confirmation from the said Auditors that they are not disqualified to act as the Auditors and are eligible to hold the office as Auditors of the Company and has furnished a certificate of their eligibility and consent under Section 141 of the Companies Act, 2013 and the rules framed there under.

The Board proposes the ratification of appointment of M/s. N.C. Aggarwal & Company, as Statutory Auditors of the Company in the ensuing AGM for the approval of the members.

Auditors' remarks in their report read with the notes to accounts referred to by them are self-explanatory. There have been no frauds reported by the Statutory Auditors of the Company.

#### **PARTICULARS OF RELATED PARTY TRANSACTIONS**

All Related Party Transactions that were entered into during the financial year were on an arm's length basis, in the ordinary course of business and were in compliance with the applicable provisions of the Companies Act, 2013. There were no materially significant Related Party Transactions made by the Company with Promoters, Directors, Key Managerial Personnel which may have a potential conflict with the interest of the Company at large.

Your Directors draw attention of the members to Point 12 of Note No. 25 of the financial statement which sets out related party disclosures.

#### **GOODS AND SERVICES TAX (GST)**

The introduction of Goods and Services Tax (GST) is a very significant step in the field of indirect tax reforms in India. By amalgamating a large number of Central and State taxes into a single tax, it would mitigate cascading or double taxation in a major way and pave the way for a common national market.

The transition to GST scenario is a major change process and the Company has established a team to evaluate the impact analysis and carry out changes to the business process & IT systems as per the GST framework.

#### **DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

During the Financial Year, there are no significant material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and company's operations in future.

#### **INTERNAL FINANCIAL CONTROLS**

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

## PARTICULARS OF EMPLOYEES

The Company has not employed any individual whose remuneration falls within the purview of the limits prescribed under the provisions of Section 197 of the Companies Act, 2013, read with Rule 5(2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO

As required under Section 134(3)(m) of the Companies Act, 2013, read with Clause 8(3) of The Companies (Accounts) Rule, 2014, information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo is as follows:

### i) Conservation of Energy and Technology Absorption

The Company is conscious of the need to keep all the cost elements at the barest minimum level including the energy cost. It is also aware of the responsibility to conserve energy in an overall energy shortage situation.

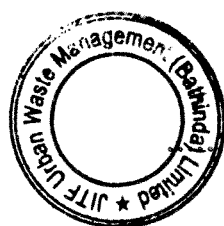
### ii) Foreign Exchange Earning and Outgo

There were no foreign exchange earnings and expenditure of your Company during the Financial Year.

## ACKNOWLEDGEMENT

Your Directors express their grateful appreciation to concerned Departments of Central / State Governments, Financial Institutions & Bankers, Customers and Vendors for their continued assistance and co-operation. The Directors also wish to place on record their deep sense of appreciation for the committed services of the employees at all levels. We are also grateful for the confidence and faith that you have reposed in the Company as its member.

On behalf of the Board of Directors of  
JITF Urban Waste Management (Bathinda) Limited



*Neelesh Gupta*

.....  
Neelesh Gupta  
Director  
(DIN No: 06687420)

*Alok Kumar*

.....  
Alok Kumar  
Director  
(DIN No:00930344)

Place: New Delhi  
Dated: 01.07.2017

## ANNEXURE- I

**Form No. MGT-9**  
**EXTRACT OF ANNUAL RETURN**  
**As on the financial year ended on 2016 -17**  
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies  
(Management and Administration) Rules, 2014]

**I. REGISTRATION AND OTHER DETAILS:**

<b>I</b>	<b>CIN</b>	U90001UP2011PLC069571
<b>II</b>	<b>Registration Date</b>	23/08/2011
<b>III</b>	<b>Name of the Company</b>	JITF Urban Waste Management (Bathinda) Limited
<b>IV</b>	<b>Category / Sub-Category of the Company</b>	Company Limited by Shares
<b>V</b>	<b>Address of the Registered office and contact details</b>	A-1, UPSIDC Industrial Area, Nandgaon Road, Kosi Kalan, Distt. Mathura, Uttar Pradesh – 281403. Email id: info@jindalecopolis.com Contact No. 011-66463983/84
<b>VI</b>	<b>Whether listed company Yes / No</b>	No
<b>VII</b>	<b>Name, Address and Contact details of Registrar and Transfer Agent, if any</b>	Not Applicable

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

S. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1.	Waste treatment and disposal	382	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –**

S.No.	Name of The company	Address	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares Held	Applicable section
1	JITF Urban Infrastructure Limited	A-1, UPSIDC Industrial Area, Nandgaon Road, Kosi Kalan, Mathura, Uttar Pradesh-281403	U70102UP2007PLC069540	Holding Company	90%	2(46)

**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

*i) Category-wise Share Holding*

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) INDIAN</b>									
a) Individual/HUF	--	6	6	0.012%	--	6	6	0.012%	--
b) Central Govt	--	--	--	--	--	--	--	--	--
c) State Govt (s)	--	--	--	--	--	--	--	--	--
d) Bodies Corp	--	51884	51884	89.988%	--	51884	51884	89.988%	--
e) Banks / FI	--	--	--	--	--	--	--	--	--
f) Any Other	--	--	--	--	--	--	--	--	--
<b>Sub-total (A) (1):-</b>	--	<b>51890</b>	<b>51890</b>	<b>90%</b>	--	<b>51890</b>	<b>51890</b>	<b>90%</b>	<b>Nil</b>
<b>(2) Foreign</b>									
a) NRIs - Individuals	--	--	--	--	--	--	--	--	--
b) Other – Individuals	--	--	--	--	--	--	--	--	--
c) Bodies Corp.	--	--	--	--	--	--	--	--	--
d) Banks / FI	--	--	--	--	--	--	--	--	--
e) Any Other....	--	--	--	--	--	--	--	--	--
<b>Sub-total (A) (2):</b>	--	--	--	--	--	--	--	--	--
<b>Total shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	--	<b>51890</b>	<b>51890</b>	<b>90%</b>	--	<b>51890</b>	<b>51890</b>	<b>90%</b>	<b>Nil</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	--	--	--	--	--	--	--	--	--
b) Banks / FI	--	--	--	--	--	--	--	--	--
c) Central Govt	--	--	--	--	--	--	--	--	--
d) State Govt(s)	--	--	--	--	--	--	--	--	--
e) Venture Capital Funds	--	--	--	--	--	--	--	--	--
f) Insurance Companies	--	--	--	--	--	--	--	--	--
g) FIIs	--	--	--	--	--	--	--	--	--
h) Foreign Venture Capital Funds	--	--	--	--	--	--	--	--	--
i) Others (specify)	--	--	--	--	--	--	--	--	--
<b>Sub-total (B)(1):-</b>	--	--	--	--	--	--	--	--	--



<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	--	--	--	--	--	--	--	--	--
ii) Overseas	--	5766	5766	10%	--	5766	5766	10%	Nil
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	--	--	--	--	--	--	--	--	--
ii) Individual shareholders holding nominal share capital in excess of Rs 1lakh	--	--	--	--	--	--	--	--	--
c) Others (specify)	--	--	--	--	--	--	--	--	--
<b>Sub-total (B)(2):-</b>	--	<b>5766</b>	<b>5766</b>	<b>10%</b>	--	<b>5766</b>	<b>5766</b>	<b>10%</b>	<b>Nil</b>
<b>Total Public Shareholding (B)=(B)(1)+ B(2)</b>	--	<b>5766</b>	<b>5766</b>	<b>10%</b>	--	<b>5766</b>	<b>5766</b>	<b>10%</b>	<b>Nil</b>
C. Shares held by Custodian for GDRs & ADRs	--	--	--	--	--	--	--	--	--
<b>Grand Total (A+B+C)</b>	--	<b>57656</b>	<b>57656</b>	<b>100%</b>	--	<b>57656</b>	<b>57656</b>	<b>100%</b>	<b>Nil</b>

(ii) Shareholding of Promoters

S.No.	SHAREHOLDER'S NAME	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1.	M/s JITF Urban Infrastructure Limited	51884	89.988%	Nil	51884	89.988%	Nil	Nil
2.	Mr. Anuj Kumar*	1	0.002%		1	0.002%		
3.	Mr. Pranay Kumar*	1	0.002%		1	0.002%		
4.	Mr. Alok Kumar*	1	0.002%		1	0.002%		
5.	Mr. Pankaj Vohra*	1	0.002%		1	0.002%		
6.	Mr. Vikram Puri*	1	0.002%		--	--		
7.	Mr. Amit Bajpai*	1	0.002%		--	--		
8.	Ms. Megha Gupta*	--	--		1	0.002%		
9.	Ms. Deepika Garg*	--	--		1	0.002%		
	<b>Total</b>	<b>51890</b>	<b>90.00%</b>	<b>Nil</b>	<b>51890</b>	<b>90.00%</b>	<b>Nil</b>	<b>Nil</b>

\* holding shares as nominees of JITF Urban Infrastructure Limited.

(ii) Change in Promoters' Shareholding (please specify, if there is no change)

S.No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	--	--	--	--
	Date wise Increase/ Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease(e.g. allotment/ transfer/ bonus/sweat equity etc):	There was no change in Share Holding Pattern of Promoter for year ending 31 <sup>st</sup> March 2017.			
	At The End Of The Year	--	--	--	--

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

S.NO	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year				
	Date wise Increase/ Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease(e.g. allotment/ transfer/ bonus/sweat equity etc)		NIL		
	At the End of the year ( or on the date of separation, if separated during the year)				

(v) Shareholding of Directors and Key Managerial Personnel:

S. No.	Particulars	Name of KMP and Directors	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	Alok Kumar	-	-	-	-
	Change during the Year		-	-	-	-
	At the End of the year		-	-	-	-
2.	At the beginning of the year	Umesh Chopra	-	-	-	-
	Change during the Year		-	-	-	-
	At the End of the year		-	-	-	-
3.	At the beginning of the year	Neelesh Gupta	-	-	-	-
	Change during the Year		-	-	-	-
	At the End of the year		-	-	-	-

4.	At the beginning of the year	<b>Nitesh Kumar Tripathi</b>	-	-	-	-
	Change during the Year					
	At the End of the year		-	-	-	-

## V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(in Rs.)

Particulars	Secured Loans Excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	268,300,000	193,200,000		461,500,000
ii) Interest due but not paid	--	16,592,558	--	16,592,558
iii) Interest accrued but not due	--	--	--	--
<b>Total (i+ii+iii)</b>	<b>268,300,000</b>	<b>209,792,558</b>	<b>--</b>	<b>478,092,558</b>
<b>Change in Indebtedness during the financial year</b>				
Addition	--	--	--	--
Reduction	-28,749,000	-159,700,000		-188,449,000
<b>Net Change</b>	<b>-28,749,000</b>	<b>-159,700,000</b>	<b>--</b>	<b>-188,449,000</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	239,551,000	33,500,000	--	273,051,000
ii) Interest due but not paid	--	146,195	--	146,195
iii) Interest accrued but not due	2,797,496	--	--	2,797,496
<b>Total (i+ii+iii)</b>	<b>242,348,496</b>	<b>33,646,195</b>	<b>--</b>	<b>275,994,691</b>

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

(A) Remuneration to Managing Director, Whole-time Directors and/or Manager: Company doesn't have any Managing Director, Whole-time Directors and/or Manager for this financial year.

S.No	Particulars of Remuneration	Name of MD/WTD/ Manager	Total amount
	Total	--	--

(B) Remuneration to other directors: Directors of the Company are on non remuneration basis.

S. No	Particulars of Remuneration	Name of Directors				Total Amount
		Umesh Chopra	Neelesh Gupta	Alok Kumar	Nitesh Kumar Tripathi	
	1. Executive Directors	--	--	--		--
	• Fee for attending board Meeting					
	• Fees for attending Committee meetings					
	• Commission					
	• Others, please specify					
	<b>Total (1)</b>	<b>--</b>	<b>--</b>	<b>--</b>		<b>--</b>

2. Other Non-Executive Directors	--		--
• Fee for attending board /committee meetings			
• Commission			
• Others, please specify			
<b>Total (2)</b>	--		--
<b>Total (B)=(1+2)</b>	--		--
Total Managerial Remuneration	--		--
Overall Ceiling as per the Act	--		--

*(C) REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD:*  
**The Company is not covered under section 203 therefore not applicable.**

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

There were no penalties/punishment/ Compounding of offences for the year ending 2016-17.

**INDEPENDENT AUDITORS' REPORT**

**To**

**The Members of JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2017, the Statement of Profit and Loss, the Statement of Change in Equity and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

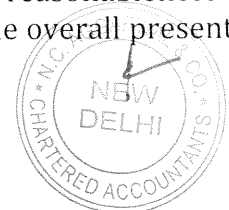
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the 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 31<sup>st</sup> March, 2017 and its losses and its cash flows for the year ended on that date.

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

1. As required by the Companies (Auditor's Report) Order, 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;
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2017 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, 2014, 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 31<sup>st</sup> March, 2017;



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.

iv. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November,2016 to 30th December,2016 and these are in accordance with the books of accounts maintained by the Company (refer note no. 16 of notes to accounts).

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



G.K. Aggarwal  
Partner  
Membership No. 086622  
Date: 17<sup>th</sup> May, 2017  
Place: New Delhi



**ANNEXURE-1 TO INDEPENDENT AUDITORS' REPORT**

(Annexure referred to in our report of even date to the members of **JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED** on the accounts for the year ended 31<sup>st</sup> March, 2017)

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
  
(b) A major portion of the fixed assets has been physically verified by the Management in accordance with a phased programmed of verification once in two years adopted by the company. In our opinion, the frequency of the verification is reasonable having regard to the size of the company and the nature of its assets. To the best of our knowledge, no material discrepancies have been noticed on such verification.  
  
(c) The Company does not own any immovable property. Hence, para 1(c) of the order for reporting on title deed of immovable property held in name of the Company is not applicable.
2. As explained to us, the management during the year has physically verified inventories. In our opinion, the frequency of verification is reasonable. The discrepancies noticed during physical verification of inventories as compared to book records were not material and the same have been properly dealt with in the books of account.
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 (l) of section 148 of the Companies Act, 2013 is not applicable to the company.
7. (a) Undisputed statutory dues including provident fund, employee' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues have generally been regularly deposited with the appropriate authorities and there are no undisputed dues outstanding as at 31<sup>st</sup> March, 2017 for a period of more than six months from the date they became payable.



- (b) According to the information and explanations given to us, there are no material dues in respect of income tax and sales tax which have not been deposited with the appropriate authorities on account of any dispute. To the best of our knowledge and as explained, the Company does not have any other statutory dues i.e. wealth tax, service tax, duty of customs, duty of excise and value added tax as mentioned in para (vii) (b) of the Order.
8. In our opinion, on the basis of books and records examined by us and according to the information and explanations given to us, the company has not defaulted in repayment of dues to banks. The company does not have any dues payable to financial institutions or government or debenture holders.
9. The Company has not raised any money by way of initial public offer or further public offer or debt instruments. In our opinion, and according to the information and explanation given to us, the term loans have been applied for the purposes for which they were raised, other than temporary deployment pending allocation.
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 year.
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 year. 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.



**N.C. AGGARWAL & CO.**  
**CHARTERED ACCOUNTANTS**

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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



G.K. Aggarwal  
Partner  
Membership No. 086622  
Date: 17<sup>th</sup> May, 2017  
Place: New Delhi



**ANNEXURE-2 TO INDEPENDENT AUDITORS' REPORT**

**Annexure referred to in our report of even date to the members of JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED on the accounts for the year ended 31<sup>st</sup> March, 2017**

**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 JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED ("the Company") as of 31<sup>st</sup> March, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and 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 31<sup>st</sup> March, 2017, 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



G.K. Aggarwal  
Partner  
Membership No. 086622  
Date: 17<sup>th</sup> May, 2017  
Place: New Delhi



**JITF Urban Waste Management (Bathinda) Limited**  
**BALANCE SHEET AS AT MARCH 31, 2017**  
**CIN No.U90001UP2011PLC069571**

(Amount in ₹)

Particulars	Note No	As at March 31, 2017	As at March 31, 2016
<b>ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant and Equipment	1	262,255,999	279,374,225
(b) Intangible assets	2	1,548,639	1,807,005
(c) Financial Assets			
(i) Other financial assets	3	810,255	806,755
(d) Other non-current assets	4	-	99,900,000
<b>(2) Current assets</b>			
(a) Inventories	5	885,924	-
(b) Financial Assets			
(i) Trade receivables	6	24,169,505	13,949,399
(ii) Cash and cash equivalents	7	15,742,192	15,611,049
(iii) Other financial assets	8	-	286,963
(c) Current tax assets (Net)	9	2,194,528	3,566,311
(d) Other current assets	10	1,699,066	1,335,998
<b>Total Assets</b>		<b>309,306,108</b>	<b>416,637,705</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	11	576,560	576,560
(b) Other Equity		(44,957,982)	(126,259,436)
<b>Liabilities</b>			
<b>(1) Non-current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	12	236,111,640	278,039,515
(ii) Other financial liabilities	13	1,790,911	964,511
<b>(2) Current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	14	33,500,000	193,200,000
(ii) Trade payables	15	11,679,494	16,213,449
(iii) Other financial liabilities	16	70,364,480	52,019,437
(b) Other current liabilities	17	241,005	1,883,669
<b>Total Equity and Liabilities</b>		<b>309,306,108</b>	<b>416,637,705</b>
Significant accounting policies and notes to financial statements	25		


As per our report of even date attached

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

**G.K. Aggarwal**  
Partner  
M.No. 086622  
Place : New Delhi  
Dated : 17th May 2017



For and on behalf of the Board of Directors of  
JITF Urban Waste Management (Bathinda) Limited

  
**Umesh Chopra**  
Director  
DIN - 05277483

  
**Alok Kumar**  
Director  
DIN - 00930344

# JITF Urban Waste Management (Bathinda) Limited

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2017

(Amount in ₹)

Particulars	Note No	Year ended March 31, 2017	Year ended March 31, 2016
<b>I Revenue from operations</b>	<b>18</b>	62,254,232	56,083,203
<b>II Other income</b>	<b>19</b>	79,852	10,420,736
<b>III Total Income (I+II)</b>		<b>62,334,084</b>	<b>66,503,939</b>
<b>IV Expenses</b>			
Changes in inventories of finished goods, Stock-in-Trade and work-in-pro	20	(885,924)	-
Employee benefits expense	21	16,316,988	12,665,155
Finance costs	22	55,178,401	35,163,536
Depreciation and amortization expense	23	23,034,419	13,807,486
Other expenses	24	115,690,563	120,404,473
<b>Total expenses (IV)</b>		<b>209,334,447</b>	<b>182,040,650</b>
<b>V Profit/(loss) before exceptional items and tax (III- IV)</b>		<b>(147,000,363)</b>	<b>(115,536,711)</b>
<b>VI Exceptional Items</b>		-	-
<b>VII Profit/(loss) before tax (V-VI)</b>		<b>(147,000,363)</b>	<b>(115,536,711)</b>
<b>VIII Tax expense:</b>			
(1) Current tax		-	-
(2) Deferred tax		-	-
<b>Total Tax Expense (VIII)</b>		<b>-</b>	<b>-</b>
<b>IX Profit (Loss) for the year (VII-VIII)</b>		<b>(147,000,363)</b>	<b>(115,536,711)</b>
<b>X Other Comprehensive Income</b>			
<b>Items that will not be reclassified to profit and loss</b>			
(i) Re-measurement gains (losses) on defined benefit plans		167,818	101,670
(ii) Income tax effect on above		-	-
<b>Total Other Comprehensive Income</b>		<b>167,818</b>	<b>101,670</b>
<b>XI Total Comprehensive Income for the year (IX+X)(Comprising profit (loss) and other comprehensive income for the year)</b>		<b>(146,832,545)</b>	<b>(115,435,041)</b>
<b>XII Earnings per equity share</b>			
(1) Basic (Amount in ₹)		(12.07)	(11.28)
(2) Diluted (Amount in ₹)		(12.07)	(11.28)
Significant accounting policies and notes to financial statements	25		

As per our report of even date attached

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

**G.K. Aggarwal**  
Partner  
M.No. 086622  
Place : New Delhi  
Dated : 17th May 2017



For and on behalf of the Board of Directors of  
JITF Urban Waste Management (Bathinda) Limited

  
**Umesh Chopra**  
Director  
DIN - 05277483

  
**Alok Kumar**  
Director  
DIN - 00930344

**JITF Urban Waste Management (Bathinda) Limited**  
**Statement of cash flows for the year ended March 31, 2017**

(Amount in ₹)

PARTICULARS	Year ended March 31, 2017		Year ended March 31, 2016	
<b>A. CASH INFLOW (OUTFLOW) FROM THE OPERATING ACTIVITIES</b>				
<b>NET PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS</b>		(147,000,363)		(115,536,711)
Adjustments for :				
Add/(Less)				
Depreciation	23,034,419		13,807,486	
Interest Expenses	53,304,534		14,824,219	
Interest Income	(79,852)	76,259,101	10,382,094	39,013,799
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>		(70,741,262)		(76,522,912)
Adjustments for :				
Inventories	(885,924)			*
Trade Receivables	(10,220,106)		1,578,510	
Loans and advances and other assets	(366,568)		22,036,638	
Trade and Other Payables	(162,427)	(11,635,025)	21,572,533	45,187,681
<b>CASH GENERATED FROM OPERATIONS BEFORE EXCEPTIONAL ITEMS</b>		(82,376,287)		(31,335,231)
Tax Paid		1,371,783		(1,230,498)
<b>NET CASH INFLOW / ( OUTFLOW ) FROM OPERATING ACTIVITIES</b>		(81,004,504)		(32,565,729)
<b>B. CASH INFLOW/(OUTFLOW) FROM INVESTMENT ACTIVITIES</b>				
Purchase of Property, Plant & Equipment	94,242,171		(177,002,905)	
Interest Received	366,815		(9,678,410)	
<b>NET CASH INFLOW/(OUTFLOW)FROM INVESTING ACTIVITIES</b>		94,608,986		(186,681,315)
<b>C. CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES</b>				
Interest paid	(36,009,077)		(14,824,219)	
Increase/(Decrease) in Short Term Borrowings	51,284,738		135,200,000	
Increase/(Decrease) in Long Term Borrowings	(28,749,000)		112,500,000	
<b>NET CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES</b>		(13,473,339)		232,875,781
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>		131,143		13,628,737
Cash and cash equivalents at beginning of the year		15,611,049		1,982,312
<b>Cash and cash equivalents at end of the year</b>		15,742,192		15,611,049

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

In Terms of our report of even date attached.

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

**G.K. Aggarwal**  
PARTNER  
M. No. 086622  
Place : New Delhi  
Dated : 17th May 2017



For and on behalf of the Board of Directors of  
JITF Urban Waste Management (Bathinda) Limited

**Umesh Chopra**  
Director  
DIN - 05277483

**Alok Kumar**  
Director  
DIN - 00930344

**JITF Urban Waste Management (Bathinda) Limited**  
**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31,2017**

(Amount in ₹)

**11. a) Equity Share Capital**

At at April 1, 2015	Changes in equity share capital during 2015-16	Balance as at March 31, 2016	Changes in equity share capital during 2016-17	Balance as at March 31, 2017
576,560	-	576,560	-	576,560

**b) Other Equity**

Particulars	Equity component of compound financial instruments	Reserves and Surplus		Items of Other Comprehensive Income	Total
		Securities Premium Reserve	Retained Earnings	Re-measurement of the net defined benefit Plans	Total
<b>Balance as at April 1, 2015</b>	<b>115,550,472</b>	<b>54,725,888</b>	<b>(180,958,785)</b>	<b>(141,970)</b>	<b>(10,824,395)</b>
Total Comprehensive Income for the year 2015-16	-	-	(115,536,711)	-	(115,536,711)
Re-measurements of the net defined benefit Plans	-	-	-	101,670	101,670
<b>Balance as at March 31, 2016</b>	<b>115,550,472</b>	<b>54,725,888</b>	<b>(296,495,496)</b>	<b>(40,300)</b>	<b>(126,259,437)</b>
Total Comprehensive Income for the year 2016-17	-	-	(147,000,363)	-	(147,000,363)
Issue of 0% CCD's	228,134,000	-	-	-	228,134,000
Re-measurements of the net defined benefit Plans	-	-	-	167,818	167,818
<b>Balance as at March 31, 2017</b>	<b>343,684,472</b>	<b>54,725,888</b>	<b>(443,495,859)</b>	<b>127,518</b>	<b>(44,957,982)</b>

\*1,01,869 Zero Coupon Compulsorily Convertible Debenture of face value of Rs. 1000/- each are convertible into 100 equity shares of Rs. 10/- each for each debenture after the period of 7 years from the date of last tranche of CCD Allotment/or long stop date i.e 24th October, 2013 whichever is earlier. A fresh 2,28,134 Zero Coupon Compulsorily Convertible Debenture of face value of Rs. 1000/- each are issued during the year which are convertible into 100 equity shares of Rs. 10/- each for each debenture after the period of 7 years from the date of last tranche of CCD Allotment/or long stop date i.e 1st March, 2017 whichever is earlier.

\*2,06,600 4% Cummulative Optionally Convertible Preference Shares (COCPs) having face Value of Rs. 100 each and premium of Rs. 400/- on each COCPs allotted on 30th January, 2015. The COCPs Shall be redeemed/converted at the option of the investor after 12 years in 3 equal annual instalments. In case of exercise of option by investor for conversion of COCPs, each COCPs shall be converted into 10 equity shares of Rs. 10/- each. (Net of debt portion of Rs 3,48,92,640)

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

**G.K. Aggarwal**  
Partner  
M.No. 086622  
Place : New Delhi  
Dated : 17th May 2017



For and on behalf of the Board of Directors of  
JITF Urban Waste Management (Bathinda) Limited

**Umesh Chopra**  
Director  
DIN - 05277483

**Alok Kumar**  
Director  
DIN - 00930344



## JITF Urban Waste Management (Bathinda) Limited

### Notes to Financial Statements

(Amount in ₹)

Particulars	Buildings	Plant and Equipment	Office Equipments	Furniture and Fixtures	Vehicles	Computer	Total
<b>Gross Block</b>							
As at April 1, 2015	-	12,046,404	762,925	41,339	32,588,752	567,323	46,006,743
Additions	137,739,584	116,462,559	268,875	-	673,500	374,481	255,518,999
As at March 31, 2016	137,739,584	128,508,963	1,031,800	41,339	33,262,252	941,804	301,525,742
Additions	-	5,482,986	-	-	-	-	5,482,986
Disposal/Adjustments	-	-	-	-	-	-	-
As at March 31, 2017	137,739,584	133,991,949	1,031,800	41,339	33,262,252	941,804	307,008,728
<b>Accumulated Depreciation</b>							
As at April 1, 2015	-	3,643,283	208,465	12,634	4,725,666	188,533	8,778,582
Charge for the year	1,957,112	6,208,367	198,707	12,617	4,820,121	176,011	13,372,935
As at March 31, 2016	1,957,112	9,851,650	407,172	25,251	9,545,787	364,544	22,151,517
Charge for the year	5,819,294	11,384,750	283,502	12,617	4,890,506	210,542	22,601,212
Disposal/Adjustments	-	-	-	-	-	-	-
As at March 31, 2017	7,776,406	21,236,400	690,674	37,869	14,436,293	575,086	44,752,729
Net carrying amount							
As at April 1, 2015	-	8,403,121	554,460	28,705	27,863,086	378,790	37,228,161
As at March 31, 2016	135,782,472	118,657,313	624,628	16,088	23,716,465	577,260	279,374,225
As at March 31, 2017	129,963,178	112,755,549	341,126	3,470	18,825,959	366,718	262,255,999



**JITF Urban Waste Management (Bathinda) Limited**  
**Notes to Financial Statements**

(Amount in ₹)	
2. Intangible Assets	Software
Particulars	
Gross Block	
As at April 1, 2015	2,242,722
Additions	-
As at March 31, 2016	2,242,722
Additions	174,840
Disposal/Adjustments	-
As at March 31, 2017	2,417,562
Accumulated Depreciation	
As at April 1, 2015	1,167
Charge for the year	434,550
As at March 31, 2016	435,717
Charge for the year	433,207
Disposal/Adjustments	-
As at March 31, 2017	868,923
Net carrying amount	
As at April 1, 2015	2,241,555
As at March 31, 2016	1,807,005
As at March 31, 2017	1,548,639



**JITF Urban Waste Management (Bathinda) Limited**  
**Notes to Financial Statements**

**3. Other non-current financial assets**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Security Deposits		
- Unsecured, considered good	810,255	806,755
<b>Total Other non current financial assets</b>	<b>810,255</b>	<b>806,755</b>

**4. Other non-current assets**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Capital Advances		
- Unsecured, considered good *	-	99,900,000
<b>Total Other non-current assets</b>	<b>-</b>	<b>99,900,000</b>

\* Refer Note no 12 for details of capital advances to related party.

**5. Inventories**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Finished goods	885,924	-
<b>Total Inventories</b>	<b>885,924</b>	<b>-</b>

**6. Trade receivables**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Unsecured		
Considered good	24,169,505	13,949,399
<b>Total Trade Receivables</b>	<b>24,169,505</b>	<b>13,949,399</b>

**7. Cash and cash equivalents**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Balances with Banks		
On current accounts	15,741,082	15,591,125
Cash on hand	1,110	19,924
<b>Total Cash and Cash equivalents</b>	<b>15,742,192</b>	<b>15,611,049</b>

**8. Other current financial assets**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Receivable from related party *	-	286,963
<b>Total other financial assets</b>	<b>-</b>	<b>286,963</b>

\* Refer Note no 12 for details of receivable from related party.

**9. Current tax assets (net)**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Advance taxation	2,194,528	3,566,311
<b>Total Current Tax Assets</b>	<b>2,194,528</b>	<b>3,566,311</b>



**JITF Urban Waste Management (Bathinda) Limited**  
**Notes to Financial Statements**

**10. Other current assets**

Particulars	(Amount in ₹)	
	As at March 31, 2017	As at March 31, 2016
Advances to vendors	546,412	635,991
Advance to Employees	1,082,468	492,107
Other receivables	70,186	207,900
<b>Total Other Current Assets</b>	<b>1,699,066</b>	<b>1,335,998</b>

**11. Equity Share Capital**

Particulars	(Amount in ₹)	
	As at March 31, 2017	As at March 31, 2016
<b>Authorised</b>		
1,00,000 Equity shares of Rs. 10/- each	1,000,000	1,000,000
2,50,000 Preference Shares of Rs. 100/- each	25,000,000	25,000,000
	<b>26,000,000</b>	<b>26,000,000</b>
<b>Issued</b>		
57,656 Equity shares of Rs. 10/- each fully paid up	576,560	576,560
	<b>576,560</b>	<b>576,560</b>
<b>Subscribed and fully paid-up</b>		
57,656 Equity shares of Rs. 10/- each fully paid up	576,560	576,560
	<b>576,560</b>	<b>576,560</b>
<b>4% Cumulative Optionally Convertible Preference Shares (COCPs)</b>		
2,06,600 Preference Shares of Rs.100/- each fully paid up	20,660,000	20,660,000
	<b>20,660,000</b>	<b>20,660,000</b>

**(a) Reconciliation of the number of shares:**

**Equity shares**

Shares outstanding as at the beginning of the year

57,656

Shares outstanding as at the end of the year

57,656

**4% Cumulative Optionally Convertible Preference Shares (COCPs)\***

Shares outstanding as at the beginning of the year

206,600

Shares outstanding as at the end of the year

206,600

\*2,06,600 4% Cumulative Optionally Convertible Preference Shares (COCPs) having face value of Rs. 100/- each and premium of Rs. 400/- on each COCPs allotted on 30th January, 2015. The COCPs Shall be redeemed/converted at the option of the investor after 12 years in 3 equal annual instalments. In case of exercise of option by investor for conversion of COCPs, each COCPs shall be converted into 10 equity shares of Rs 10/- each.

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

Name of Equity Shareholders	No. of shares	% of holding as at 31.03.2017	No. of shares	% of holding as at 31.3.2016
JITF Urban Infrastructure Limited*	51890	90	51890	90
Ladurner Impianpi S.R.L Italia	5766	10	5766	10
<b>Total</b>	<b>57656</b>	<b>100</b>	<b>57656</b>	<b>100</b>

\* Including 6 Shares (Previous year 6 shares) held by Person/Companies as nominees of JITF Urban Infrastructure Limited

Name of COCPs Shareholder	No. of shares	% of holding as at 31.03.2017	No. of shares	% of holding as at 31.3.2016
JITF Urban Infrastructure Limited	206600	100	206600	100
<b>Total</b>	<b>206600</b>	<b>100</b>	<b>206600</b>	<b>100</b>

**(c) Terms/Rights attached to shares**

**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.

**Preference Shares**

Preference shareholder (COCPs) would not be entitled to vote and would be entitled to vote on issues relating to COCPs.

**(d) Nature and Purpose of Reserves**

Security premium account is created when shares are issued at premium. The Company may issue fully paid-up bonus shares to its members out of the security premium reserve account and can use this reserve for buy-back of shares.



**JITF Urban Waste Management (Bathinda) Limited**  
**Notes to Financial Statements**

**NON CURRENT LIABILITIES**

**12. Non Current borrowings**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
<b>a) Secured</b>		
(i) Term Loan from banks	201,219,000	243,146,875
<b>Secured Non Current borrowings</b>	<b>201,219,000</b>	<b>243,146,875</b>
<p>(i) Term loan from Punjab National Bank of Rs.23,95,51,000/- (including Rs 3,83,32,000 shown in current maturity) as on 31st March 2017 &amp; Rs.26,83,00,000/- (including Rs 2,51,53,125 shown in current maturity) as on 31st March 2016 carries interest @ 13.75% repayable in 28 quarterly equal installments from July, 2016. Loan is Secured by way of hypothecation of all movable fixed assets both, present or future and pledge of Compulsory Convertible Debentures having face value of Rs. 10.18/- crores held by JITF Urban Infrastructure Ltd. Loan is also secured by corporate guarantee of Jindal ITF Limited and JITF Urban Infrastructure Limited.</p> <p>(ii) There is no default in repayment of principal and interest thereon.</p>		
		(Amount in ₹)
Particulars	As at March 31, 2017	As at March 31, 2016
<b>b) Unsecured</b>		
Liability Component of Compound Financial Instrument (OCPS)	34,892,640	34,892,640
<b>Unsecured Non Current borrowings</b>	<b>34,892,640</b>	<b>34,892,640</b>
<b>Total Non Current Borrowings</b>	<b>236,111,640</b>	<b>278,039,515</b>

10.48 cr and 206600000 CPS

**20. Other non-current financial liabilities**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Provision for interest on OCPS *	1,790,911	964,511
<b>Total other non-current financial liabilities</b>	<b>1,790,911</b>	<b>964,511</b>

\* Refer Note no 12 for details of interest on OCPS

**13. Current borrowings**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Loans from related parties *	33,500,000	193,200,000
<b>Total current borrowings</b>	<b>33,500,000</b>	<b>193,200,000</b>

\* Refer Note no 12 for details of Loan from related party.

**14. Trade payables**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Trade payables (including acceptances)*	11,679,494	16,213,449
<b>Total Trade payables</b>	<b>11,679,494</b>	<b>16,213,449</b>

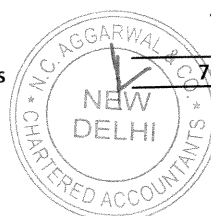
\*There are no Micro and Small Enterprises, to whom the Company owes dues as at 31st March 2017. This Information as Required to be disclosed under the Micro, Small and Medium Enterprises Development Act 2006 has been Determined to the extent such Parties have been Identified on the basis of information available with the Company.

**15. Other current financial liabilities**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Current Maturities of Long Term debts-Secured	38,332,000	25,153,125
Interest Accrued and due	2,797,496	-
Capital Creditors	6,982,635	7,159,283
Security Deposit	15,000	15,000
Payable to related parties *	17,339,402	19,648,139
Interest Payable	146,195	-
Other outstanding financial liabilities	4,727,601	43,890
Dues to Employees	24,151	-
<b>Total other financial liabilities</b>	<b>70,364,480</b>	<b>52,019,437</b>

\* Refer Note no 12 for details of Loan from related party.



**JITF Urban Waste Management (Bathinda) Limited**  
**Notes to Financial Statements**

**16. Other current liabilities**

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Statutory Dues	241,005	1,883,669
<b>Total other current liabilities</b>	<b>241,005</b>	<b>1,883,669</b>

**17. Gross revenue from operations**

(Amount in ₹)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
a) Sale of products		
Finished goods	1,469,988	1,870,918
b) Sale of Services		
Tipping Fee	38,680,714	35,001,191
User Collection Revenue	22,103,530	19,211,094
<b>Total Revenue from operations</b>	<b>62,254,232</b>	<b>56,083,203</b>

**18. Other income**

(Amount in ₹)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Interest Income	79,852	10,382,094
Other Non Operating Income	-	38,642
<b>Total other income</b>	<b>79,852</b>	<b>10,420,736</b>

**19. Changes in inventories of finished goods, stock-in-trade and work-in-progress**

(Amount in ₹)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Opening Stock		
-Finished Goods	-	-
Closing Stock		
-Finished Goods	(885,924)	-
<b>Total (Increase)/Decrease in Stock</b>	<b>(885,924)</b>	<b>-</b>

**20. Employee benefit expenses**

(Amount in ₹)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Salary and Wages	14,506,105	11,431,797
Contribution to Provident and other funds	912,871	525,433
Workmen & Staff welfare expenses	898,012	707,925
<b>Total Employee benefit expenses</b>	<b>16,316,988</b>	<b>12,665,155</b>

**21. Finance Cost**

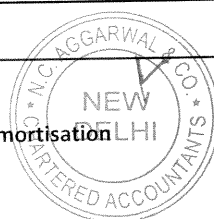
(Amount in ₹)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
a) Interest Expense		
- on Term loans	35,941,195	18,329,099
- Other Interest	17,363,339	14,824,219
- Interest on fair valuation of financial Instrument	826,400	826,400
	1,047,467	1,183,818
b) Bank and Finance charges		
<b>Total Finance Cost</b>	<b>55,178,401</b>	<b>35,163,536</b>

**22. Depreciation and amortisation**

(Amount in ₹)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Depreciation	22,601,212	13,372,936
Amortisation	433,207	434,550
<b>Total Depreciation and amortisation</b>	<b>23,034,419</b>	<b>13,807,486</b>



**JITF Urban Waste Management (Bathinda) Limited**  
**Notes to Financial Statements**

**23. Other expenses**

(Amount in ₹)

Particulars	Year ended	Year ended
	March 31, 2017	March 31, 2016
<b>Manufacturing expenses</b>		
Stores and Spares Consumed	2,259,868	1,412,631
Power and Fuel	10,340,097	7,714,756
Tipping Fee Paid	78,477,287	88,668,869
Other Manufacturing Expenses	7,670,419	10,248,272
Repairs to Buildings	20,736	-
Repairs to Plant and Machinery	4,445,172	4,487,506
<b>Administrative, Selling and other expenses</b>		
Rent	287,861	400,064
Rates and Taxes	1,578,942	1,613,434
Insurance	442,626	331,783
Repair and Maintenance-Others	506,541	-
Travelling and Conveyance	652,451	746,060
Postage and Telephones	483,927	297,396
Legal and Professional Fees	3,079,591	792,570
Auditors' Remuneration	48,360	48,287
Advertisement	50,576	-
Other Selling Expenses	993,654	2,499,779
Miscellaneous Expenses	4,352,455	1,143,066
<b>Total other expenses</b>	<b>115,690,563</b>	<b>120,404,473</b>



# **JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**

## **Statement of Significant Accounting Policies & Notes to Financial Statements**

### **Note No-25**

#### **1. Corporate and General Information**

JITF Urban Waste Management (Bathinda) Limited is a Company incorporated on 23rd August, 2011 with the main object to develop and implement a viable and environmentally sustainable MSW management to scientifically manage the collection, transportation, processing and disposal of MSW and gainfully utilize it to produce compost, Refuse Derived Fuel ("RDF") and/or power, and dispose-off the residual matter in an environmentally benign manner by Developing, Constructing, Operating and Maintaining an Integrated Municipal Solid Waste Management Projects for Bathinda Cluster in Punjab.

The company has carried out operational of collection and transportation of Municipal solid waste during the Financial Year 2015-16 has commenced processing and disposal of solid waste in the form of RDF and Compost.

#### **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. 3 of the Notes to these Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions. Actual results could vary from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision effects only that period or in the period of the revision and future periods if the revision affects both current and future years (refer Note no. 4 on critical accounting estimates, assumptions and judgements).

#### **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 following which have been measured at fair value:

- financial assets and liabilities except certain Investments and borrowings carried at amortised cost,
- defined benefit plans – plan assets measured at fair value,

The financial statements are presented in Indian Rupees, 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**

On transition to IND AS, the Company has adopted exception for property, plant and equipment at fair value and subsequently Property, plant and equipment are carried at cost less accumulated depreciation and accumulated impairment losses, if any. 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. 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. Freehold land is not depreciated. Estimated useful lives of the assets are as follows:





**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Statement of Significant Accounting Policies & Notes to Financial Statements**  
**Note No-25**

Category of Assets	Years
- Buildings	25
<b>Equipment &amp; Machinery</b>	
- Plant and Machinery	5-15
<b>Other Office Equipment</b>	
- Computer Equipment	3-5
- Office Equipment	3-8
- Furniture and Fixture	5
- Vehicles	8-10

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 Intangible Assets

Identifiable intangible assets are recognised a) when the Company controls the asset, b) it is probable that future economic benefits attributed to the asset will flow to the Company and c) the cost of the asset can be reliably measured.

Computer software's are capitalised at the amounts paid to acquire the respective license for use and are amortised over the period of license, generally not exceeding five years on straight line basis. The assets' useful lives are reviewed at each financial year end.

### 3.4 Impairment of non-current assets

An asset is considered as impaired when at the date of Balance Sheet there are indications of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which the asset belongs exceeds its recoverable amount (i.e. the higher of the net asset selling price and value in use). The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the Statement of Profit and Loss. The impairment loss recognized in the prior accounting period is reversed if there has been a change in the estimate of recoverable amount. Post impairment, depreciation is provided on the revised carrying value of the impaired asset over its remaining useful life.

### 3.5 Cash and cash equivalents

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

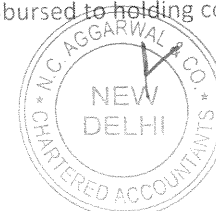
For the purpose of the Statement of Cash Flows, cash and cash equivalents include, outstanding bank overdrafts shown within the borrowings in current liabilities in the Balance Sheet and which are considered an integral part of the Company's cash management.

### 3.6 Inventories

Inventories are valued at the lower of cost and net realizable value except scrap, which is valued at net realizable value. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. The cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their respective present location and condition. Cost is computed on the weighted average basis.

### 3.7 Employee benefits

Employee benefit i.e. contribution to provident fund, leave encashment and gratuity is reimbursed to holding company on cost to cost basis and treated as defined contribution.



# **JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**

## **Statement of Significant Accounting Policies & Notes to Financial Statements**

### **Note No-25**

#### **3.8 Foreign currency reinstatement and translation**

(a) *Functional and presentation currency*

Financial statements have been presented in Indian Rupees, which is the Company's functional and presentation currency.

(b) *Transactions and balances*

Transactions in foreign currencies are initially recorded by the Company at rates prevailing at the date of the transaction. Subsequently monetary items are translated at closing exchange rates of balance sheet date and the resulting exchange difference recognised in profit or loss. Differences arising on settlement of monetary items are also recognised in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the transaction. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the exchange rates prevailing at the date when the fair value was determined. Exchange component of the gain or loss arising on fair valuation of non-monetary items is recognised in line with the gain or loss of the item that gave rise to such exchange difference.

#### **3.9 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 Assets**

Financial Assets are measured at amortised cost or fair value through Other Comprehensive Income or fair value through Profit or Loss, depending on its business model for managing those financial assets and the assets contractual cash flow characteristics.

Subsequent measurements of financial assets are dependent on initial categorisation. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in groups that share similar credit risk characteristics.

##### **i. Trade receivables**

A receivable is classified as a 'trade receivable' if it is in respect to the amount due from customers on account of goods sold or services rendered in the ordinary course of business. Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. For some trade receivables the Company may obtain security in the form of guarantee, security deposit or letter of credit which can be called upon if the counterparty is in default under the terms of the agreement.

Impairment is made on the expected credit losses, which are the present value of the cash shortfalls over the expected life of financial assets. The estimated impairment losses are recognised in a separate provision for impairment and the impairment losses are recognised in the Statement of Profit and Loss within other expenses.

Subsequent changes in assessment of impairment are recognised in provision for impairment and the change in impairment losses are recognised in the Statement of Profit and Loss within other expenses.

Individual receivables which are known to be uncollectible are written off by reducing the carrying amount of trade receivable and the amount of the loss is recognised in the Statement of Profit and Loss within other expenses.

Subsequent recoveries of amounts previously written off are credited to other Income



# JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED

## Statement of Significant Accounting Policies & Notes to Financial Statements

### Note No-25

#### b) 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.

##### 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

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method ("EIR") except for those designated in an effective hedging relationship. The carrying value of borrowings that are designated as hedged items in fair value hedges that would otherwise be carried at amortised cost are adjusted to record changes in fair values attributable to the risks that are hedged in effective hedging relationship.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fee or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in the Statement of Profit and Loss.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

##### *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.

#### 3.10 Compound financial instruments

The liability component of a compound financial instrument is recognised initially at fair value of a similar liability that does not have an equity component. The equity component is recognised initially at the difference between the fair value of the compound financial instrument as a whole and the fair value of the liability component. Any directly attributable transaction costs are allocated to the liability and the equity components, if material, in proportion to their initial carrying amounts.

Subsequent to the initial recognition, the liability component of a compound financial instrument is measured at amortised cost using the effective interest rate method. The equity component of a compound financial instrument is not re-measured subsequent to initial recognition except on conversion or expiry.

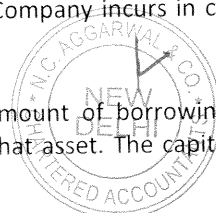
#### 3.11 Equity share capital

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.

#### 3.12 Borrowing costs

Borrowing costs specifically relating to the acquisition or construction of qualifying assets that necessarily takes a substantial period of time to get ready for its intended use are capitalized (net of income on temporarily deployment of funds) as part of the cost of such assets. Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds.

For general borrowing used for the purpose of obtaining a qualifying asset, the amount of borrowing costs eligible for capitalization is determined by applying a capitalization rate to the expenditures on that asset. The capitalization rate is the



# **JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**

## **Statement of Significant Accounting Policies & Notes to Financial Statements**

### **Note No-25**

weighted average of the borrowing costs applicable to the borrowings of the Company that are outstanding during the period, other than borrowings made specifically for the purpose of obtaining a qualifying asset. The amount of borrowing costs capitalized during a period does not exceed the amount of borrowing cost incurred during that period.

All other borrowing costs are expensed in the period in which they occur.

#### **3.13 Taxation**

Income tax expense represents the sum of current and deferred tax. Tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised directly in equity or other comprehensive income, in such cases the tax is also recognised directly in equity or in other comprehensive income. Any subsequent change in direct tax on items initially recognised in equity or other comprehensive income is also recognised in equity or other comprehensive income, such change could be for change in tax rate.

Current tax provision is computed for Income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws. Current tax assets and current tax liabilities are off set, and presented as net.

Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the Balance sheet and the corresponding tax bases used in the computation of taxable profit and are accounted for using the liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences, and deferred tax assets are generally recognised for all deductible temporary differences, carry forward tax losses and allowances to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, carry forward tax losses and allowances can be utilised. Deferred tax assets and liabilities are measured at the applicable tax rates. Deferred tax assets and deferred tax liabilities are off set, and presented as net.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available against which the temporary differences can be utilised.

#### **3.14 Revenue recognition and other operating income**

##### ***Sale of goods***

Revenue for sale of Refused Derived Fuel (RDF) and compost is recognized at the fair value of consideration received or receivable and represents the net invoice value of goods supplied to third parties after deducting discounts, volume rebates and are recognized either on delivery or on transfer of significant risk and rewards of ownership of the goods. There is no excise duty and sale tax on RDF and compost at present on sales made as per state government notification/policy.

##### ***Sale of services-job work***

Revenue for collection and transportation of Municipal solid waste i.e. tipping Fees including unbilled revenue is recognised on accrual basis.

##### ***Other Income***

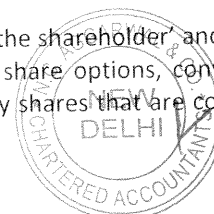
##### ***Interest***

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

#### **3.15 Earnings per share**

Basic earnings per share are computed using the net profit for the year attributable to the shareholders' and weighted average number of shares outstanding during the year. The weighted average numbers of shares also includes fixed number of equity shares that are issuable on conversion of compulsorily convertible preference shares, debentures or any other instrument, from the date consideration is receivable (generally the date of their issue ) of such instruments.

Diluted earnings per share is computed using the net profit for the year attributable to the shareholder and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the



# JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED

## Statement of Significant Accounting Policies & Notes to Financial Statements

### Note No-25

year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

#### 3.16 Provisions and contingencies

##### Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

##### Contingencies

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to the Financial Statements. Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

#### 3.17 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.

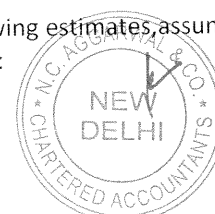
The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

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

#### 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



# JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED

## Statement of Significant Accounting Policies & Notes to Financial Statements

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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.

On transition to IND AS, the Company has adopted optional exemption under Ind AS 101 for fair valuation of property, plant and equipment, impact of fair valuation is provided in Note no 16, subsequent to fair valuation depreciation has been charged on fair valued amount less estimated salvage value. Therefore, the estimates and assumptions made to determine their carrying value and related depreciation are critical to the Company's financial position and performance.

#### (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.

#### (f) Insurance claims

Insurance claims are recognised when the Company have reasonable certainty of recovery. Subsequently any change in recoverability is provided for.

#### Interest rate and currency of borrowings

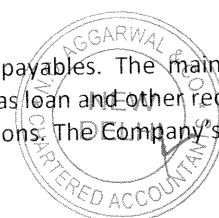
The below table demonstrate the borrowing of fixed and floating rate of interest

				(Amount in ₹)
Particulars	Total Borrowing	Floating rate borrowing	Fixed rate borrowing	Weighted Average rate
INR	307,943,640	239,551,000	68,392,640	
<b>Total as on March 31, 2017</b>	<b>307,943,640</b>	<b>239,551,000</b>	<b>68,392,640</b>	<b>12.48%</b>
INR	496,392,640	268,300,000	228,092,640	
<b>Total as on March 31, 2016</b>	<b>496,392,640</b>	<b>268,300,000</b>	<b>228,092,640</b>	<b>12.48%</b>

#### 5.0 Financial risk management

##### 5.1 Financial risk factors

The Company's principal financial liabilities comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company has loan and other receivables, trade and other receivables, and cash and short-term deposits that arise directly from its operations. The Company's activities expose it to a variety of financial risks:



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Statement of Significant Accounting Policies & Notes to Financial Statements**  
**Note No-25**

i) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices risk applicable to the company is interest rate risk i.e Financial instruments affected by market risk include loans and borrowings, deposits, investments. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. This is based on the financial assets and financial liabilities held as of March 31, 2017 and March 31, 2016.

ii) Credit risk

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss.

iii) 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.

Risk management is carried out by the treasury department under policies approved by the board of directors. The treasury team identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The board provides principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, and credit risk, and investment of excess liquidity.

**Market Risk**

Interest rate risk is shown separately in separate table i.e interest rate sensitivity. There is no commodity or foreign exchange fluctuation risk to the company.

The sensitivity analysis excludes the impact of movements in market variables on the carrying value of post-employment benefit obligations provisions and on the non-financial assets and liabilities. The sensitivity of the relevant Statement of Profit and Loss item is the effect of the assumed changes in the respective market risks. The Company's activities expose it to a variety of financial risks, interest rates.

**(a) Interest rate risk and sensitivity**

With all other variables held constant, the following table demonstrates the impact of borrowing cost on floating rate portion of loans and borrowings and loans on which interest rate swaps are taken.

(Amount in ₹)

Particulars	Increase/Decrease in basis points	Effect on profit before tax
<b>For the year ended March 31, 2017</b>		
INR Borrowings	+50	(1,138,288)
	-50	1,138,288
<b>For the year ended March 31, 2016</b>		
INR Borrowings	+50	(1,289,471)
	-50	1,289,471

**(b) Commodity price risk and sensitivity**

The Company is not exposed to the movement in price of key raw materials.

**Credit risk**

The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, mutual funds and financial institutions and other financial instruments.



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Statement of Significant Accounting Policies & Notes to Financial Statements**  
**Note No-25**

- Trade Receivables

The Company extends credit to customers in normal course of business. The Company considers factors such as credit track record in the market and past dealings for extension of credit to customers. The Company monitors the payment track record of the customers. Outstanding customer receivables are regularly monitored. The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets.

The ageing of unsecured trade receivable is as below:

(Amount in ₹)

Particulars	Not due	Past due but			Total
		upto 6 months	6 to 12 months	Above 12 months	
<b>As on March 31, 2017</b>					
Trade Receivable	3,685,726	17,138,802	3,042,378	302,599	24,169,505
<b>As on March 31, 2016</b>					
Trade Receivable	3,417,621	10,343,789	91,410	96,579	13,949,399

- Financial instruments and cash deposits

The Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which balances and deposits are maintained. Generally, the balances are maintained with the institutions with which the Company has also availed borrowings. The Company does not maintain significant cash and deposit balances other than those required for its day to day operations.

**Liquidity risk**

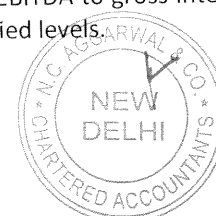
The Company's objective is to; at all times maintain optimum levels of liquidity to meet its cash and collateral requirements.. In case of temporary short fall in liquidity to repay the bank borrowing/operational short fall , the company uses mix of capital infusion and borrowing from its holding company. However, the company envisage that such short fall is temporary and the company would generate sufficient cash flows as per approved projections.

The table below provides undiscounted cash flows towards non-derivative financial liabilities into relevant maturity based on the remaining period at the balance sheet to the contractual maturity date.

(Amount in ₹)

Particular	Carrying Amount	On Demand	Less Than 6 Months	6 to 12 Months	>1 Years	Total
<b>As on March 31, 2017</b>						
Interest Bearing Borrowing	307,943,640	33,500,000	19,166,000	19,166,000	236,111,640	307,943,640
Other Liabilities	33,823,391	17,485,597	14,546,883	-	1,790,911	33,823,391
Trade And Other Payables	11,679,494	-	11,679,494	-	-	11,679,494
<b>Total</b>	<b>353,446,525</b>	<b>50,985,597</b>	<b>45,392,377</b>	<b>19,166,000</b>	<b>237,902,551</b>	<b>353,446,525</b>
Particular	Carrying Amount	On Demand	Less Than 6 Months	6 to 12 Months	>1 Years	Total
<b>As on March 31, 2016</b>						
Interest Bearing Borrowing	496,392,640	193,200,000	8,384,375	16,768,750	278,039,515	496,392,640
Other Liabilities	27,830,823	19,648,139	7,218,173	-	964,511	27,830,823
Trade And Other Payables	16,213,449	-	16,213,449	-	-	16,213,449
<b>Total</b>	<b>540,436,912</b>	<b>212,848,139</b>	<b>31,815,997</b>	<b>16,768,750</b>	<b>279,004,026</b>	<b>540,436,912</b>

The Company is required to maintain ratios (including total debt to EBITDA / net worth, EBITDA to gross interest, debt service coverage ratio and secured coverage ratio) as mentioned in the loan agreements at specified levels.





# JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED

## Statement of Significant Accounting Policies & Notes to Financial Statements

### Note No-25

#### Competition and price risk

The project of Municipal solid waste is supported from state government. At present there is no risk of competition. The company envisages upgrading its expertise to meet the need of customer.

#### Capital risk management

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The primary objective of the Company's capital management is to maximize the shareholder value. The Company's primary objective when managing capital is to ensure that it maintains an efficient capital structure and healthy capital ratios and safeguard the Company's ability to continue as a going concern in order to support its business and provide maximum returns for shareholders. The Company also proposes to maintain an optimal capital structure to reduce the cost of capital.

For the purpose of the Company's capital management, capital includes issued capital, compulsorily convertible debentures, share premium and all other equity reserves.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital. Net debt is calculated as loans and borrowings less cash and cash equivalents.

The Gearing ratio for FY 2016-17 and 2015-16 is an under.

(Amount in ₹)

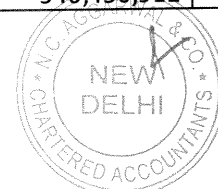
Particulars	As of March 31, 2017	As of March 31, 2016
Loans And Borrowings	307,943,640	496,392,640
Less: Cash And Cash Equivalents	15,742,192	15,611,049
Net Debt	<b>292,201,448</b>	<b>480,781,591</b>
Equity	(44,381,422)	(125,682,876)
Total Capital	<b>247,820,026</b>	<b>355,098,715</b>
Gearing Ratio	<b>117.91%</b>	<b>135.39%</b>

#### 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, 2017		As at March 31, 2016	
	Carrying amount	Fair Value	Carrying amount	Fair Value
<b>Financial assets designated at amortised cost</b>				
Cash and bank balances	15,742,192	15,742,192	15,611,049	15,611,049
Trade and other receivables	24,169,505	24,169,505	13,949,399	13,949,399
Other financial assets	810,255	810,255	1,093,718	1,093,718
<b>Total</b>	<b>40,721,952</b>	<b>40,721,952</b>	<b>30,654,166</b>	<b>30,654,166</b>
<b>Financial liabilities designated at amortised cost</b>				
Borrowings- fixed rate	68,392,640	68,392,640	228,092,640	228,092,640
Borrowings- floating rate	239,551,000	239,551,000	268,300,000	268,300,000
Trade and other payables	11,679,494	11,679,494	16,213,449	16,213,449
Other financial liabilities	33,823,391	33,823,391	27,830,823	27,830,823
<b>Total</b>	<b>353,446,525</b>	<b>353,446,525</b>	<b>540,436,912</b>	<b>540,436,912</b>



# JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED

## Statement of Significant Accounting Policies & Notes to Financial Statements

### Note No-25

#### Fair Valuation techniques

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The following methods and assumptions were used to estimate the fair values:

- 1) Fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.
- 2) Long-term fixed-rate and variable-rate receivables / borrowings are evaluated by the Company based on parameters such as interest rates, specific country risk factors, credit risk and other risk characteristics. Fair value of variable interest rate borrowings approximates their carrying values. For fixed interest rate borrowing fair value is determined by using the discounted cash flow (DCF) method using discount rate that reflects the issuer's borrowings rate. Risk of non-performance for the company is considered to be insignificant in valuation.
- 3) IND AS 101 allow Company to fair value property, plant and machinery on transition to IND AS, the Company has fair valued property, plant and equipment, and the fair valuation is based on replacement cost approach.

#### Fair Value hierarchy

The following table provides the fair value measurement hierarchy of Company's asset and liabilities, grouped into Level 1 to Level 3 as described below:

- Quoted prices / published NVA (unadjusted) in active markets for identical assets or liabilities (level 1). It includes fair value of financial instruments traded in active markets and are based on quoted market prices at the balance sheet date and financial instruments like mutual funds for which net assets value( NAV) is published mutual fund operators at the balance sheet date.
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2). It includes fair value of the financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on the company specific estimates. If all significant inputs required to fair value an instrument are observable then instrument is included in level 2.
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3). If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

#### Fair value hierarchy

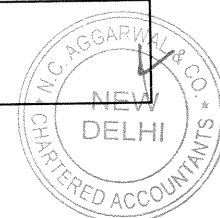
During the Financial Year 2016-17 and comparative 2015-16 there is no financial assets and liability where fair value is required to be done as per IND AS.

#### Liabilities for which fair value is disclosed

(Amount in ₹)

Particulars	As at March 31, 2017		
	Level 1	Level 2	Level 3
<b>Financial liabilities</b>			
Borrowings- fixed rate		68,392,640	
Other financial liabilities		33,823,391	
Particulars	As at March 31, 2016		
	Level 1	Level 2	Level 3
<b>Financial liabilities</b>			
Borrowings- fixed rate		228,092,640	
Other financial liabilities		27,830,823	

- a) Liabilities for which fair value is disclosed



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Statement of Significant Accounting Policies & Notes to Financial Statements**  
**Note No-25**

Particulars	Fair value hierarchy	Valuation technique	Inputs used
<b>Financial liabilities</b>			
Other borrowings- fixed rate	Level 2	Discounted Cash Flow	Prevailing interest rates in market, Future payouts
Other financial liabilities	Level 2	Discounted Cash Flow	Prevailing interest rates to discount future cash flows

**7. Segment information**

**Information about primary segment**

The Company is engaged primarily into Municipal solid waste project. The Company's primary segment as identified by management is Municipal solid waste product. The company operates into one primary segment.

Segments have been identified taking into account nature of product and differential risk and returns of the segment.

**Information about Geographical Segment – Secondary**

The Company's operations are located in India and company's product is also sold in India. Therefore, there is no geographical segment.

**8. Retirement benefit obligations**

**1. Recognised in other comprehensive income**

(Amount in ₹)

Particulars	Gratuity
Remeasurement - Actuarial loss/(gain)	(101,670)
<b>For the year ended March 31, 2016</b>	<b>(101,670)</b>
Remeasurement - Actuarial loss/(gain)	(167,818)
<b>For the year ended March 31, 2017</b>	<b>(167,818)</b>

Note: Allocated from Holding Company.

**2. Employee benefit expenses**

(Amount in ₹)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Salaries and Wages	14,506,105	11,431,797
Costs-defined contribution plan	912,871	525,433
Welfare expenses	898,012	707,925
<b>Total</b>	<b>16,316,988</b>	<b>12,665,155</b>

Note: Allocated from Holding Company.

**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.

**9. Other disclosures**

**a) Auditors Remuneration**

(Amount in ₹)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
<b>1. Statutory Auditors</b>		
i. Audit Fee	34,560	34,547
ii. Tax Audit Fee	13,800	13,740
<b>Total</b>	<b>48,360</b>	<b>48,287</b>

**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Statement of Significant Accounting Policies & Notes to Financial Statements**  
**Note No-25**

10. Borrowing cost and currency fluctuations capitalised

(Amount in ₹)

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Borrowing Cost capitalised	-	15,241,247

11. 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, 2017	As at March 31, 2016
Property, Plant and Equipment	-	73,800,000

12. 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

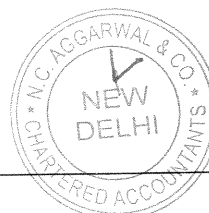
S. No.	Name	Particulars
1	Mr. Umesh Chopra	Director
2	Mr. Rakesh Kumar Aggarwal upto 31.03.2017	Director
3	Mr. Anuj Kumar	Director
4	Mr. Alok Kumar	Director

2. Parent, Ultimate Parent, Fellow subsidiaries, direct subsidiaries and fellow step down subsidiaries.

S. No.	Name of the Entity	Relationship
1	JITF Infralogistics Limited(w.e.f. 05.08.2016)	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 ESIP 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	Jindal Urban Waste Management (Visakhapatnam) Limited	Fellow Subsidiary
12	Jindal Urban Waste Management (Tirupati) Limited	Fellow Subsidiary
13	Jindal Urban Waste Management (Guntur) Limited	Fellow Subsidiary
14	Timarpur-Okhla Waste Management Company Private Limited	Fellow Subsidiary
15	Jindal Urban Waste Management (Jaipur) Limited w.e.f. 10.10.2016	Fellow Subsidiary
16	Jindal Urban Waste Management (Jodhpur) Limited w.e.f. 13.02.2017	Fellow Subsidiary
17	Jindal Urban Waste Management (Ahmedabad) Limited w.e.f. 05.09.2016	Fellow Subsidiary

3. Joint ventures/ associates of direct and indirect subsidiaries

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



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Statement of Significant Accounting Policies & Notes to Financial Statements**  
**Note No-25**

**4. Entities falling under same promoter group**

S. No.	Name of the Entity
1	Jindal ITF Ltd

**5. Trust under control**

S. No.	Name of the Entity	Relationship
1	JITF Urban Infrastructure Limited Employees Group Gratuity Assurance Scheme	Post employment benefit plan of holding

**Related Parties Transactions**

(Amount in ₹)

S.NO.	Particulars	Holding Company		Fellow Subsidiary Company		Entities falling under same promoter group	
		2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
<b>A</b>	<b>Transactions</b>						
	<b>Advance given during the year</b>						
	JITF Urban Infrastructure Limited	-	19,900,000	-	-	-	-
	<b>Advance received back/Loan converted during the year</b>						
	JITF Urban Infrastructure Limited	99,900,000	-	-	-	-	-
	<b>Compulsorily Convertible Debentures issued during the year</b>						
	JITF Urban Infrastructure Limited	228,134,000	-	-	-	-	-
	<b>Expenses incurred by others and reimbursed by company</b>						
	JITF Urban Infrastructure Limited	17,011,902	13,315,161	-	-	-	-
	<b>Expenses incurred/recovered by the Company</b>						
	JITF Urban Waste Management (Ferozpur) Limited	-	-	-	129,097	-	-
	<b>Interest expense</b>						
	JITF Urban Infrastructure Limited	17,311,700	16,592,558	-	-	-	-
	<b>Interest on fair valuation of financial instrument</b>						
	JITF Urban Infrastructure Limited	826,400	826,400	-	-	-	-
	<b>Interest Income</b>						
	JITF Urban Infrastructure Limited	-	10,063,246	-	-	-	-
	JITF Urban Waste Management (Jalandhar) Limited	-	-	-	318,848	-	-
	<b>Loan Received Back during the year</b>						
	JITF Urban Waste Management (Jalandhar) Limited	-	-	-	25,626,216	-	-
	<b>Loan repaid during the year</b>						
	JITF Urban Infrastructure Limited	316,600,000	-	-	-	-	-
	<b>Loan taken during the year</b>						
	JITF Urban Infrastructure Limited	156,900,000	135,200,000	-	-	-	-
<b>B</b>	<b>Outstanding balances</b>						
	<b>Equity Share Capital by Holding</b>						
	JITF Urban Infrastructure Limited	518,900	518,900	-	-	-	-
	<b>Optional Convertible Preference Share by Holding</b>						
	JITF Urban Infrastructure Limited	103,300,000	103,300,000	-	-	-	-
	<b>CCDs Liabilities</b>						
	JITF Urban Infrastructure Limited	330,003,000	101,869,000	-	-	-	-
	<b>Advances Recoverable</b>						
	JITF Urban Infrastructure Limited	-	99,900,000	-	-	-	-
	<b>Loan payable</b>						
	JITF Urban Infrastructure Limited	33,500,000	193,200,000	-	-	-	-
	<b>Payables</b>						
	JITF Urban Infrastructure Limited	17,011,902	28,248,463	-	-	-	-
	JITF Urban Infrastructure Limited (OCPS)	1,790,911	964,511	-	-	-	-
	JITF Urban Infrastructure Limited (Interest)	146,195	-	-	-	-	-
	Jindal ITF Limited	-	-	-	-	327,500	327,500
	<b>Receivables</b>						
	JITF Urban Waste Management (Jalandhar) Limited	-	-	-	286,963	-	-
	JITF Urban Waste Management (Ferozpur) Limited	-	-	-	129,097	-	-
	JITF Urban Infrastructure Limited	-	9,056,921	-	-	-	-



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Statement of Significant Accounting Policies & Notes to Financial Statements**  
**Note No-25**

**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, 2017	Year ended March 31, 2016
Issued equity shares	57,656	57,656
Equity shares compulsorily issuable on conversion of CCD	12,124,476	10,186,900
<b>Weighted average shares outstanding - Basic and Diluted - A</b>	<b>12,182,132</b>	<b>10,244,556</b>

Net profit 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, 2017	Year ended March 31, 2016
<b>Profit and loss after tax - B</b>	<b>(147,000,363)</b>	<b>(115,536,711)</b>
Basic Earnings per share (B/A) (₹)	-12.07	-11.28
Diluted Earnings per share (B/A) (₹)	-12.07	-11.28

The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity.

14. The company does not have profit in current year. Therefore, premium on redemption of Optionally Convertible Preference shares as per Section 55 of the Companies Act, 2013 could not be made. The Premium on redemption of Preference shares would be provided for in Profit and Loss account in the year of profit.
15. No deferred tax asset is created in view of the virtual certainty supported by convincing evidence as to the sufficient future taxable profit.
16. The detail of Specified Bank Notes held and transacted during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 as required by Ministry of Corporate Affairs wide notification no G.S.R 308 (E) dated 30<sup>th</sup> March, 2017 is as follows:

Particulars	(Amount in ₹)		
	SBNs	Other Denomination notes	Total
<b>Closing Cash in hand as on 08.11.2016</b>	2,500	356	2,856
(+) Permitted receipts	-	50,000	50,000
(-) Permitted payments	-	50,205	50,205
(-) Amount deposited in banks	2,500	-	2,500
<b>Closing Cash in hand as on 30.12.2016</b>	-	151	151



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Statement of Significant Accounting Policies & Notes to Financial Statements**  
**Note No-25**

17. Previous year figures have been regrouped/ rearranged, wherever considered necessary to conform to current year's classification.
18. Notes 1 to 17 are annexed to and form an integral part of financial statements.

As per our report of even date attached

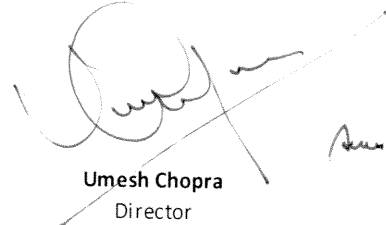
For **N.C. Aggarwal & Co.**  
Chartered Accountants  
Firm Registration No. 003273N



**G.K. Aggarwal**  
Partner  
M.No. 086622  
Place : New Delhi  
Dated : 17th May 2017



For and on behalf of the Board of Directors of  
JITF Urban Waste Management (Bathinda) Limited



**Umesh Chopra**  
Director  
DIN - 05277483



**Alok Kumar**  
Director  
DIN - 00930344