

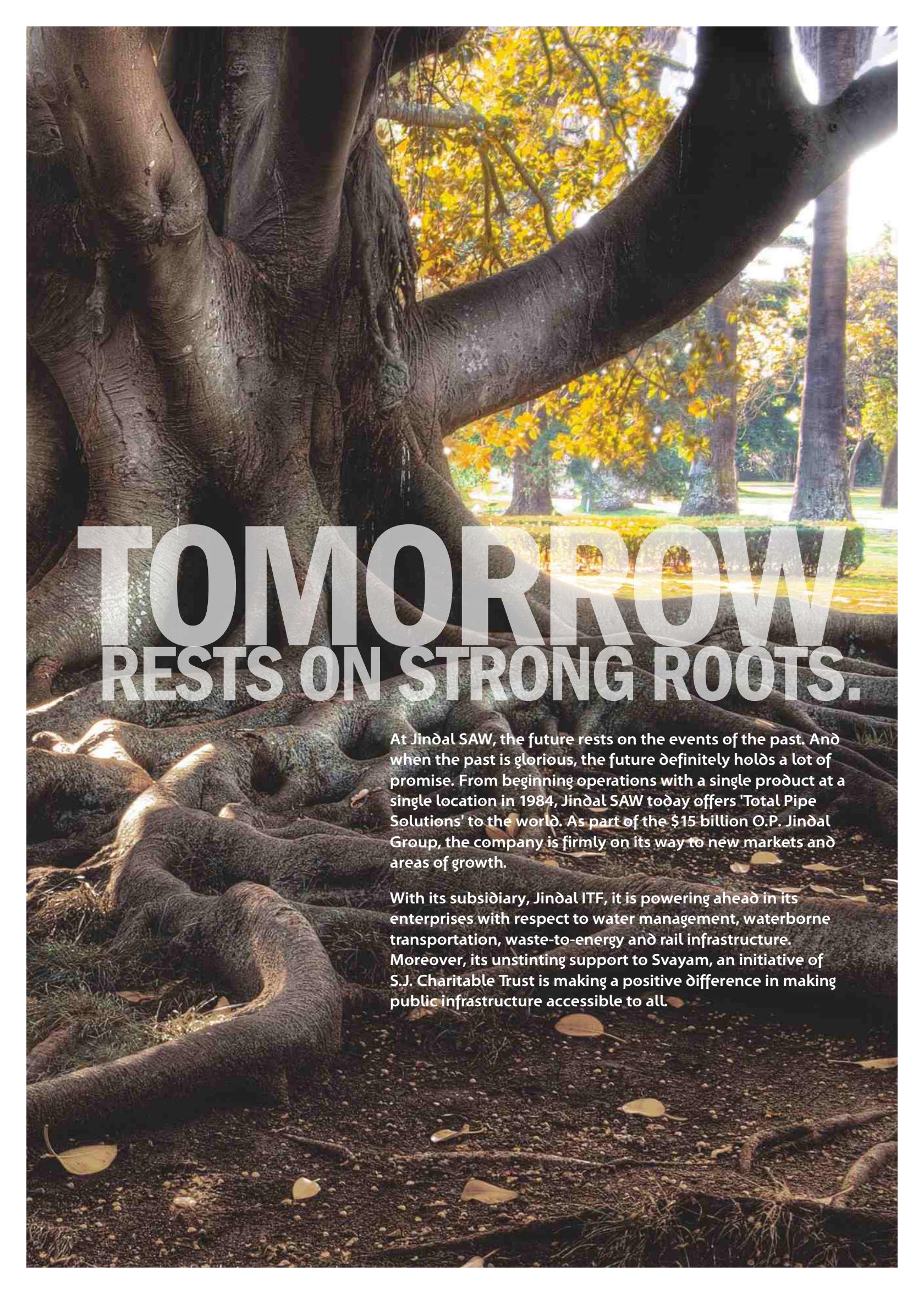
GIVING RISE TO A BETTER FUTURE.

ANNUAL REPORT 2011-12



JINDAL

JINDAL SAW LTD.
TOTAL PIPE SOLUTIONS



TOMORROW RESTS ON STRONG ROOTS.

At Jindal SAW, the future rests on the events of the past. And when the past is glorious, the future definitely holds a lot of promise. From beginning operations with a single product at a single location in 1984, Jindal SAW today offers 'Total Pipe Solutions' to the world. As part of the \$15 billion O.P. Jindal Group, the company is firmly on its way to new markets and areas of growth.

With its subsidiary, Jindal ITF, it is powering ahead in its enterprises with respect to water management, waterborne transportation, waste-to-energy and rail infrastructure. Moreover, its unstinting support to Svayam, an initiative of S.J. Charitable Trust is making a positive difference in making public infrastructure accessible to all.



Shri O. P. Jindal
(1930-2005)

Best before the biggest.

In an age when an obsession to outgrow others is paramount, our founder chairman Shri O. P. Jindal saw the vital need for focusing on being the best. A rare visionary, he made quality the DNA for the group's growth.

Today, in the unseen presence of its doyen, the group continues its leadership journey, guided at every step by his immortal vision.

VISION IS
IMMORTAL



JINDAL SAW LTD.
Annual Report 2011-12

PERFECT
IS THE WAY AHEAD.



JINDAL SAW LTD.
Annual Report 2011-12

TION

To move ahead of the competition, the need of the hour is to focus on the basics, master it and then excel in other aspects. Jindal SAW does this all with a promise that meets the most exacting of international standards and passes stringent quality checks. Thus, reinforcing the company's commitment to superior levels of excellence.



JINDAL SAW LTD.
Annual Report 2011-12

A WIDE RANGE, DELIVERED.





JINDAL SAW LTD.
Annual Report 2011-12

AS ASSURED.

Every requirement and need of the market is addressed by Jindal SAW's exhaustive range of products. The latest advances in technology and manufacturing processes ensure that the product is always there when the need arises. Moreover, the proximity of plants to ports further ascertain that there is no lag in timelines being met. All leading to a firm relationship with customers that surpasses commercial transactions, and stands the test of time.



JINDAL SAW LTD.
Annual Report 2011-12

GOING BEYOND

Opportunity lies all around. All one has to do is reach out and seize it. Making swift strides in new and different areas of business is **Jindal ITF** – a subsidiary of Jindal SAW Ltd. which is setting an example in the urban service sector of Water, Waste Water and Solid Waste Management, Logistics, and Transportation Equipment Fabrication. All endeavours of Jindal ITF are designed keeping in mind the sustainability of the eco-system for future generations.



JINDAL SAW LTD.
Annual Report 2011-12

JINDAL
ITF
NURTURING THE FUTURE

YOND THE USUAL.

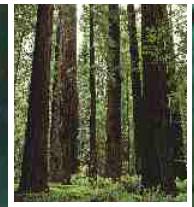


JINDAL SAW LTD.
Annual Report 2011-12

FROM WASTE TO WATER



Water is life, and **JITF Aquasource** is playing a critical role in bringing it to thousands with its revolutionary methods of water management. In its endeavour of literally 'creating' water JITF Aquasource is providing Total Water Solutions in the Water Concessions, Water Management and Waste Water Management segments across the country.



JINDAL SAW LTD.
Annual Report 2011-12

OPEN.



Restoring waste to life is **JITF Ecopolis**, which is making a positive difference with its Integrated Waste Management. Leading the way is India's first and largest Waste-to-Energy project in Delhi, which is registered with UNFCCC and is earning carbon credits. In addition, there are also 3 large projects in North India taking the cause further. With a scientific solution for collection and disposal of urban solid waste, JITF Ecopolis is making rapid strides in generating clean and renewable energy for the nation.



JINDAL SAW LTD.
Annual Report 2011-12

DIVERSE JOURNEYS



Creating waves in cargo transportation **JITF Vector** is bringing change along the Indian coastline and inland waterways. With innovative logistics management solutions it has introduced coal linkages, break bulk shipping and day sea transporting. With its fleet of thirteen vessels, including three container ships, three bulk and seven barges, JITF Vector is transforming the traditional methods of shipping even as it has reduced its carbon footprints.



JINDAL SAW LTD.
Annual Report 2011-12

LEAD TO A BRIGHTER VISTA



JINDAL
RAIL INFRASTRUCTURE
ROLLING INNOVATION

With its modern manufacturing facility at Vadodara **Jindal Rail** is using aluminium and steel to make light-weight wagons that offer more spacious interiors. Using state-of-the-art robotic cells and specialised machinery, the plant has a capacity to make 3000 wagons. Jindal Rail has already dispatched 125 wagons to Indian Railways.



JITF Shipyards is coursing towards new boundaries with the development of the Indian Maritime Technology Park in Gujarat as the state's first maritime industry cluster.



JINDAL SAW LTD.
Annual Report 2011-12

TO NEW HEIGHTS WITH INNER STRENGTH.



World Heritage Site 'Taj Mahal' made Accessible



Accessibility in Pedestrian Infrastructure



Accessible Bus Q Shelter



National Tourism Award - 2009



National Tourism Award - 2011

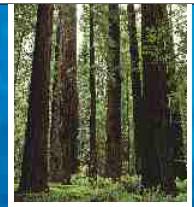
Jindal SAW proudly supports Svayam and its endeavour towards a barrier free world. Over time, Svayam has made remarkable progress in creating awareness and also moving various civic and government agencies to make public infrastructure accessible to all, especially the elderly and the disabled.

Svayam has signed an MOU with ASI to make world heritage monuments barrier free. Along with the ASI, Svayam has made the Qutub Minar and Red Fort accessible and has also won the National Tourism Awards in 2009 and 2011. In association with NDMC and DTC, it is making public conveniences and Bus Q shelters accessible, respectively.

Svayam also reaches out to stakeholders through seminars, workshops, training sessions, and by presenting papers at various international forums. It also shares the learnings gained from its numerous experiential projects.



DIGNITY FOR PEOPLE WITH REDUCED MOBILITY



JINDAL SAW LTD.
Annual Report 2011-12

TRANSED 2012

September 17-20, 2012



transed
2012 INDIA

Svayam is proud to host TRANSED 2012, the 13th International Conference on Mobility & Transport for the Elderly and Disabled Persons in New Delhi in partnership with Ministry of Urban Development, Govt. of India; Ministry of Tourism, Govt. of India; Govt. of NCT of Delhi and Ministry of Transport, Govt. of Delhi with support from Canadian Transportation Agency (CTA) and co-sponsored by Transportation Research Board, USA. The conference is aimed at reviewing advances in research and development with respect to the mobility challenges faced by people with disabilities and an ageing population. It also aims at examining ways to improve their mobility and transportation needs.



JINDAL SAW LTD.
Annual Report 2011-12

Directors

Smt. Savitri Devi Jindal
Sh. P. R. Jindal
Sh. Indresh Batra
Ms. Sminu Jindal
Sh. Devi Dayal
Dr. S. K. Gupta
Sh. Kuldip Bhargava
Dr. Raj Kamal Agarwal
Sh. Ravinder Nath Leekha
Sh. Girish Sharma
Sh. H. S. Chaudhary

Chairperson
Vice Chairman
Managing Director
Managing Director
Director
Director
Director
Director
Director
Director
Whole Time Director

Company Secretary

Sh. Sunil Jain

Bankers

State Bank of Patiala
State Bank of India
Punjab National Bank
Canara Bank
Axis Bank Ltd.
Credit Agricole & Investment Bank Ltd.
HDFC Bank Ltd.
ICICI Bank Ltd.
Ing Vysya Bank Ltd.
Standard Chartered Bank
State Bank of Mysore
State Bank of Travancore
Syndicate Bank
United Bank of India
Karnataka Bank Ltd.

Statutory Auditors

M/s N. C. Aggarwal & Co.
Chartered Accountants

Internal Auditors

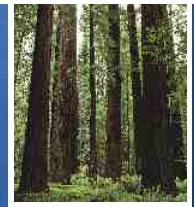
M/s T. R. Chaudha & Co.
Chartered Accountants
M/s Singhi & Co.
Chartered Accountants

Regd. Office

A1, UPSIDC Industrial Area,
Nandgaon Road, Kosi Kalan
District Mathura, 281403 (U.P.)

Corporate Office

Jindal Centre,
12, Bhikaji Cama Place,
New Delhi - 110066



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JINDAL SAW LTD.
Annual Report 2011-12



Mr. P. R. Jindal

MESSAGE FROM THE VICE CHAIRMAN

Dear Shareholders

In response to the constantly evolving needs of the industry, Jindal SAW has been able to redraw the financial boundaries lending a positive note to the overall performance. Past few years have ushered in an extremely challenging business environment with a downturn in the global economy which in turn has presented many and varied issues across our business areas. Sound management coupled with course corrections at crucial stages of economic cycles, has ensured that we meet every possible challenge squarely.

The financial position of the company for the year 2011-12 was affected, mainly due to adverse impact of input prices consisting of imported coal, indigenous coal, limestone, nickel, ferro alloys, aluminum, boiler coal, purchase power, increase in royalty on minerals, salaries & wages, higher interest & depreciation. Recently, there has been a marked decline in the prices of many categories of products as the larger realities of slow domestic demand and a bleak global economy has impacted the sector.



Buoyed with renewed strong worldwide demand for pipes we have infused a positive synergy to all our business segments. The quest to service the existing and emerging markets efficiently has galvanized us to set up plants at strategic locations globally. A drilling pipe facility at Texas in USA has become operational. We have also set up state-of-the-art Ductile Iron Pipe plant at Abu Dhabi which will be catering to the MENA and the West Asian region and DI plant at Italy for operations and sales in Europe.

All our actions are geared towards caring for the Earth. Be it transporting the oil and gas across the globe or transportation of water and waste water/sewage our pipes meet the most stringent global specifications and 50% of total manufactured pipes are sold in the global market. With operational facilities spread over the length and breadth of the country harnessing the logistics advantage of the land and port based facilities Jindal SAW can ensure on-time deliveries of the most demanding orders.

Jindal SAW has also capitalized on the opportunities offered by the rapid urbanization that the nation has been witnessing through its wholly owned subsidiary Jindal ITF. The commissioning of Indian's largest waste to energy facility at Okhla, Delhi, JITF Ecopolis has not only opened new business opportunities but has shown how scientific solutions can benefit not just the society but the ecosystem as a whole. Bagging three other integrated waste management projects in Punjab and many other states' projects in the pipeline has boosted the prospects further. Recently commissioned Jindal Rail has already manufactured and dispatched 125 wagons to Indian railways while the JITF Aquasource is handling several water concessions, water management and wastewater management projects across the country. A fleet of thirteen vessels including three containers, three bulk and seven barges JITF Vector has been successful in providing customized logistics solution along the Indian coastline and inland waterways. With fourteen more barges being readied for

commissioning JITF Vector today is one of the largest service providers and is meeting the challenges of fuel linkages especially coal for the ever growing power generation base of India.

We continue to support and laud Svayam for all its efforts for making public infrastructure accessible. It also goes to its credit to bring the 13th International Conference on Mobility and Transport for Elderly and Disabled Persons to India for the first time ever where more than 400 people from 45 nation will be congregating and deliberate on this issue.

We continue to be optimistic about the Indian economic scenario and are of the firm belief that diversity and challenges help bring out the best in terms of better managerial skills and innovative off the beaten track solutions. We are intensely protective of our market leadership position. A mindful roadmap to keep it intact is being followed conscientiously.

Product leadership and global reach uniquely positions Jindal SAW as a company not only built to last, but built to lead. Exceptional client servicing has been raising the bar for other industry peers and provided an opportunity to distinguish itself in its service to clients and allied communities. Despite facing the reality of an extremely challenging financial environment I am confident that together we can work towards creating value for all stakeholders.

Jai Hind

P.R.Jindal



JINDAL SAW LTD.
Annual Report 2011-12

TOTAL PIPE SOLUTIONS AND BEYOND.



Directors' Report

To

The Members,

Your Directors are pleased to present the 27th Annual Report and Audited Statement of Accounts of the Company for the year ended 31st March, 2012.

I. FINANCIAL RESULTS

Particulars	Current Year Ended 31st March, 2012 (₹ in crores)	Previous Year Ended 31st March, 2011 (₹ in crores)
Gross Sales & Income from Operations	5379.96	4351.26
Profit before Interest and Depreciation	586.56	893.12
Less:		
- Interest	113.93	151.00
- Depreciation	149.66	136.66
Profit before tax	322.97	605.46
Provision for Income Tax	98.78	141.39
Net Profit After tax	224.19	464.07
Previous Year Adjustments	2.01	(2.51)
Foreign Exchange Translation Difference	(0.13)	0.01
Add: Balance brought forward from previous Year	144.42	219.12
Total amount available for appropriation	370.49	680.69
Less : Appropriations :		
(a) Transfer to General Reserve	150.00	400.00
(b) Interim Dividend on Preference shares paid	-	3.57
(c) Corporate Tax on above	-	0.59
(d) Proposed dividend on Equity Shares	27.62	27.62
(e) Corporate Tax on dividends	4.48	4.49
(f) Capital Redemption Reserve	-	100.00
(g) Debenture Redemption Reserve	19.60	-
Balance carried to Balance Sheet	168.79	144.42

2. REVIEW OF OPERATIONS

The sales break up for the year 2011-12 is given hereunder:

Products	Quantity Sold (MT)- app.	Values (₹ in crores)
- L Saw	3,00,000	2,147
- H Saw	1,40,000	702
- Ductile Iron Pipes+Pig Iron	2,27,000	1,098
- Seamless Tubes	1,44,000	1,251
Total	8,11,000	5,198

Geographical Break up
 - Sale in India - 47%
 - Sale outside India - 53%

The Company produced app. 855000 MT pipes in FY 2011-12 as against 693000 MT in 2011-11 which is higher by app. 23%

Saw Pipe Segment: Sales under this segment remained volatile from quarter to quarter on account of the delivery schedules of the buyers as well as sales to new/first time customers where approvals for various stages took more than projected time. The operating profit (EBITDA) in Large Diameter pipes remained under pressure largely due to significant competition, poor demand conditions in domestic and international markets and rising transportation costs.

DI Segment: The Company continued experiencing pressure of lower realization, higher coking coal prices and inconsistent availability of Iron Ore. Partial impact of higher coking coal may also be seen in Q1 of FY 2012-13. The coking coal prices

Directors' Report

have already started softening and the impact on operations would be seen gradually.

Seamless Segment: This segment remained stable and we expect the improvement in production from FY 2012-13. Drill pipe unit has already received API approval and we are now looking at securing orders for the same.

3. DIVIDEND

The Board has, subject to the approval of Members at the ensuing annual general meeting, recommended a dividend of ₹ 1/- per equity share of ₹ 2/- for the year ended 31st March, 2012.

The Board's recommendation for a stable and steady dividend is linked to Company's long term requirements of funds for meeting the working capital needs, capital expenditures for its growth plans & modernization and to finance such plans by retaining back the profits.

Together with the corporate tax on dividend, the total outflow on account of equity dividend is ₹ 32.10 crores.

4. DEMERGER OF INVESTMENT DIVISION

The Scheme of Arrangement and Demerger (Scheme) entailing de-merger of Investment Undertaking of the Company into Hexa Tradex Limited (HTL) was sanctioned by the Hon'ble High Court of Judicature at Allahabad. The Scheme has become effective from November 5, 2011 on filing the same with the Registrar of Companies, UP.

As per the said Scheme, with effect from the Appointed Date i.e. 1st January, 2011, the Investment Undertaking stands transferred to and vested in HTL on a going concern basis pursuant to the provisions contained in Sections 391 to 394 and other applicable provisions of the Companies Act 1956. The effect of the Scheme has been given in the financial results for the year ended 31st March, 2012.

5. MANAGEMENT DISCUSSION AND ANALYSIS AND CORPORATE GOVERNANCE

A separate report on Management Discussion and Analysis is enclosed as a part of the Annual Report.

Another report provides information / status on the Corporate Governance.

6. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956 with respect to Directors' Responsibility Statement, it is hereby confirmed by the Board of Directors: -

- that in the preparation of the annual accounts for the financial year ended 31st March, 2012, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- that the Directors 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 the year under review;
- that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act,

1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- that the Directors had prepared the accounts for the financial year ended 31st March, 2012 on a 'going concern' basis.

7. DIRECTORS

Smt. Savitri Devi Jindal and Dr. S. K. Gupta retire by rotation and, being eligible, offer themselves for re-appointment.

Shri Indresh Batra has been re-appointed as Managing Director for a further period of 5 years w.e.f. 28.04.2012 by the Board of Directors subject to approval of the shareholders.

Shri H. S. Chaudhary has been re-appointed as Whole Director for a further period of 2 years w.e.f. 01.11.2011 by the Board of Directors subject to approval of the shareholders.

In order to broad base the Board, the Board of Directors appointed Shri Girish Sharma as an additional director in their meeting held on 30th May, 2012. As per the provisions of section 260 of the Companies Act, 1956 he holds office up to the conclusion of ensuing annual general meeting. The Company has received a notice under section 257 of the Companies Act, 1956 from a shareholder proposing his candidature to the office of Director of the Company.

8. AUDITORS & THEIR REPORT

M/s. N. C. Aggarwal & Co., Chartered Accountants, Auditors of the Company retire at the ensuing annual general meeting, and, being eligible, offer themselves for re-appointment.

Auditors' remarks in their report read with the notes to accounts referred to by them are self-explanatory.

9. COST AUDIT

Pursuant to Section 233 B of the Companies Act, 1956, the Board, subject to the approval of Central Government, has re-appointed M/s. R. J. Goel & Co., Cost Accountants, to audit the Cost Accounts of the Company for the year ended 31st March, 2013.

The Company has submitted Cost Audit Report and other documents for the year ended 31st March, 2011 with the Central Government by filing Form-I for all the units as under.

S.No.	Location	Name of Unit	Date of filing
1.	Nanakapaya Unit	JCO-I	30.09.2011
		JCO-III	30.09.2011
2.	Samagogha Unit	JCO-II	30.09.2011
		Spiral-I & II	30.09.2011
		DISP	18.11.2011
3.	Bellary	Spiral & Coating	18.11.2011
4.	Kosi	LSAW & Coating	18.11.2011
5.	Nasik	Seamless	18.11.2011

Directors' Report

10. PUBLIC DEPOSITS

The Company had repaid the deposits matured during the year except unclaimed deposits aggregating ₹ 158.75 lacs at the end of the year.

11. PARTICULARS REGARDING CONSERVATION OF ENERGY, ETC.

Information in accordance with the provision of Section 217(1)(e) of Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 regarding conservation of energy, technology absorption and foreign exchange earnings and outgo are given in the statement annexed hereto.

12. SUBSIDIARY COMPANIES

The prescribed particulars relating to subsidiaries are being provided in this Annual Report. However, pursuant to circular No. 2/2011 dated 8th February, 2011 issued by the Ministry of Corporate Affairs, the balance sheet and statement of profit & loss of the subsidiaries are not attached herewith. Any member interested in obtaining such particulars may write to the Company Secretary at Jindal Centre, 12, Bhikaiji Cama Place, New Delhi - 110 066.

13. PERSONNEL

The industrial relations remained cordial throughout the year. The details of employees under the provision of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended are not being sent to members of the Company. Any member interested in obtaining such particulars may write to the Company Secretary at Jindal Centre, 12, Bhikaiji Cama Place, New Delhi - 110 066.

15. 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.

For and on behalf of the Board

Place : New Delhi
Date : 30th May, 2012

SMINU JINDAL
Managing Director

H.S. CHAUDHARY
Whole-time Director



Directors' Report

ANNEXURE TO THE DIRECTORS' REPORT

ANNEXURE I

PARTICULARS REQUIRED UNDER THE COMPANIES (DISCLOSURES OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

CONSERVATION OF ENERGY:

(a) ENERGY CONSERVATION MEASURES TAKEN:

1. Use of coal gas at austenizing & tempering furnace has reduced the fuel cost.
2. Introduction of RTFC panels at New SRM & coupling plant (Over & above installed last year) resulted in improved power factor above 0.995 % and thereby consistently getting about 7 % rebate on electricity bills.
3. Energy consumption has been reduced at Cold mill area by taking the following measures,
 - A. Heat treatment cycle revised without affecting the quality resulted in less energy consumption.
 - B. Fuel line for LDO at STP boiler modified resulted in less energy consumption.
 - C. STP boiler tanks heaters control system introduced with PID controllers to get good process values & also saved energy cost.
4. We have implemented & installed the AC drive panel to reduce the power consumption and modified the wiring system to reduce cable losses & increase life of cable. Installation of AC drive & Energy saver LED light resulted in saving of approx. 78000 unit and ₹ 5 lacs per annum.
5. We installed AC Drive for ESP-2 Blower Motor in Sinter Plant which resulted in saving of Electrical Power

upto 2400 kw/day in running condition and zero break down and financial saving of ₹ 4 lacs per month.

(b) ADDITIONAL INVESTMENT AND PROPOSAL FOR REDUCTION OF CONSUMPTION OF ENERGY :

1. New Cold mill area boiler is ordered with coal based, which saves energy cost as compared to LDO based.
2. All new Electrical installations are with RTFC panels to maintain Power Factor near to one.
3. Old furnace API is being converted to coal gas from LDO based to save energy cost. All necessary procurement has been initiated.
4. Energy saver LED light installation in street lighting.
5. Installation of 110 kW VFD in compressor motor in JCO-3.
6. Installation of Air-cooled drive in place of water cooled drive in PE Extruder.
7. Installation of 5 Nos VFD 200 KW for Booster fan motor & cooler Blower.

(c) IMPACT OF ABOVE MEASURES :

The continued focus on energy conservation measures have resulted in improvement in Power factor & energy saving. This shows our focus on commitment towards energy conservation & saving of natural resources.

FORM "A"

Form for disclosure of particulars with respect to Conservation of Energy POWER & FUEL CONSUMPTION

	Current Year Ended 31st March, 2012	Previous Year Ended 31st March, 2011
(I) Electricity :		
Purchased Units (in crores)	14.78	13.28
Total Amount (₹ in crores)	101.67	81.95
Rate Per Unit (₹)	6.88	6.17
(II) Own Generation		
(a) Through (VHRPP) power plant/ Wind Power Plant		
Units (in crores)	9.77	9.38
Total Amount (₹ In crores)	16.28	14.25
Rate per Unit (₹)	1.67	1.52
(b) Through D.G. Set		
Generated Units (in crores)	1.94	2.14
Unit per Liter of Oil	3.37	3.45
Cost Per Unit (₹)	11.71	9.92
CONSUMPTION PER UNIT OF PRODUCTION		
Production: Saw Pipes, Seamless, Ductile Iron Pipes		
Electricity for Manufacture of Iron & Steel Pipes / Product (MT)	260.62	308.83

Directors' Report

FORM " B"

Form for disclosure of particulars with respect to Technology Absorption for 2011-2012

- | | |
|--|--|
| <p>1. Specific areas in which Research & Development carried out by the Company.</p> <p>2. Benefits Derived</p> <p>3. Future Plan of Action</p> <p>4. Expenditure of R & D</p> | <p>The company has embedded R&D activities into its manufacturing process which is continuous activity. The constant efforts are made to improve production efficiency, maximizing revenue and minimizing expenditure and impact on environment. The benefits of ongoing continuous R&D as embedded in the manufacturing process are derived by achieving the desired results. Since this is inbuilt and continuous process, no specific expenditure has been allocated under the head " Expenditure on R & D"</p> |
| <p>5. Technology absorption, adaptation and innovation</p> <p>A. Efforts made, in brief, towards technological absorption, adaptation and innovation</p> <p style="padding-left: 20px;">A new steel grade JSL63 has been developed to meet the tube requirement of US customers to meet multiple specifications for ASTM 106 B&C, 53B&C, 333-GrC, X42 and NACE requirements"</p> <p>B. Benefits derived as a result of the above efforts</p> <p style="padding-left: 20px;">The above efforts will improve the operational efficiency, minimize wastage and contribute towards better environment.</p> | |
| <p>6. Foreign Exchange</p> | |

(₹ in Crores)

	Current Year Ended 31st March 2012	Previous Year Ended 31st March 2011
a) Earning	2697.79	1587.84
b) Used	2512.77	2375.17



Management Discussions and Analysis

Overview

We are India's most diversified manufacturer and supplier of pipe products for the energy, water industry and other industrial applications. Our customers include most of the world's leading oil and gas companies, municipal corporations as well as engineering companies engaged in oil and gas gathering, water transportation system, power and automobile facilities. Our principal products include (a) large diameter SAW pipes (Longitudinal Submerged Arc Welded (LSAW) and Helically Submerged Arc Welded (HSAW)), (b) Seamless Tubes, and (c) Ductile Iron (DI) pipes. Our manufacturing facilities are located in various parts in western, northern and southern part of India. Our Indian production facilities produce pipes to meet global specifications and standards. We sell approx. 50% of our products (primarily large diameter SAW pipes and Seamless Tubes) in global markets. We have a drill pipe facility in Texas, USA which has also become operational.

In DI Pipe segment, we have received approvals of various countries for executing export orders. In FY2013 the Company expects to export good volumes to MENA region, UK, Europe etc. To create a significant presence and cater to the demand of export market, we have taken various steps including (a) setting up a DI pipe plant in India with focus on export markets; (b) setting up a state -of- the -art DI pipe plant in Abu Dhabi (UAE) primarily for MENA region and West Asia and (c) operating an Italian (Europe) DI Pipe plant producer for operations and sales in Europe and other markets.

We have also executed a mine lease agreement with the State Government of Rajasthan in relation to iron ore mines in district Bhilwara. These mines have low quality iron ore which shall be first improvised and thereafter part of the iron ore shall be used for the Company's DI pipe plants in Mundra (Gujarat) and the balance shall be converted into pellets. We expect to commence and stabilize operations in beneficiation plant in quarter ending September 2012 and the pellet plant is expected to commence operations in quarter ending June 2013. Company's efforts in the iron ore vertical shall create jobs in the State of Rajasthan, increase revenue to the exchequer and facilitate conversion of sewage water to industrial water.

Pipe Industry Dynamics

For Oil and Gas industry

Dynamics of the steel pipes and tubes industry are closely intertwined with the trends in the construction and oil and gas industries and also influenced by the pace of infrastructure development projects.

As a result, economic development and industrialization are primary growth drivers for the global steel pipes and tubes market. The steel and non-ferrous pipes and tubes market witnessed a sharp decline in demand during the recession. Steel pipe industry, which is largely dependent on the spending in sectors such as natural gas exploration, non-residential and residential construction, consumer goods manufacture, highway spending and agricultural spending, witnessed downward trend due to the weakening economic conditions. The decline was evident across various sectors of the steel industry including tubular steel, stainless steel, substrate metal, and steel tubes.

The increasing energy security investments of global governments particularly from developing regions are likely to generate steady demand for steel pipes. In developed countries, growth opportunities are anticipated due to the need for replacement of existing pipeline systems that are more than 25 years old. Rapidly expanding population, improving standards of living, and steady economic growth are expected to significantly enhance the demand for various forms of energy including oil and gas. While liquid fuels would continue to be used widely, natural gas is set to emerge as the fastest growing fuel source owing to its energy conserving characteristic, which in turn is likely to enhance demand for pipeline systems. The increasing demand for natural gas and oil and the enhanced investment in the production and exploration activities is driving growth in the global oil country tubular goods (OCTG) market. Rising demand for oil and energy from the emerging markets - in particular India and China, and the subsequent growth in drilling activity is expected to fuel the demand OCTG pipes. Escalating prices of oil and gas are also fuelling drilling activity, thereby enhancing the demand for OCTG pipes.

For Water Industry

Pipes are vital to the global water industry; they connect source to consumer efficiently, economically and reliably. Because the journey of water from source to treatment plant to consumer to waste treatment and ultimately back to the source can take many different paths, a wide variety of materials and sizes has arisen to best handle each segment of the trip. In most regions of the world, water must be moved in large volumes from source to market, typically in canals or large diameter pipe.

The market for water pipes is strong and the worldwide demand is approximately \$50 billion. Over the next five years, GWI estimates the global domestic water industry will continue to grow at 2.5-3%, and then accelerate to 6.5-7.5% in the next decade as rehabilitation, increased service to growing populations and a surge in private investment which ensures a glowing future for the water pipes industry.

Management Discussions and Analysis

Jindal SAW Limited - Operations and strategy

Jindal Saw Limited is the most diversified Indian pipe Company with capacity that caters for oil and gas utility companies (SAW pipes), exploratory drilling and industrial capex-related industries (seamless pipes), and water infrastructure (DI pipes). The Company follows a strategy to de-risk its business model by way of horizontal expansion as well as by diversifying in the high value added business areas. Company' initiative in iron ore mining would not only provide a stable source of iron ore for its DI pipe making facilities in India but the value addition is expected to boost its profitability, in the time to come.

The Company believes that a right blend of sales in domestic and global markets with low cost of operations would improve the credit quality and provide superior returns to its shareholders. The Company is also mindful of short to medium term market challenges and thus intends to create a model for long term sustainability.

Jindal Saw- strategic vision

The Company' strategic vision includes:

- Focus on manufacturing products to meet highest standards for domestic and international markets.
- Enhancing Seamless and welded pipe (L SAW and H SAW) product mix to increase productivity, efficiency and product margins.
- Positioning the Company as a global producer and supplier of DI Pipes by having capacities in various parts of the world and through strategic alliances.
- Capitalize on Iron Ore mines for long term sustainable benefits while complying to all the regulations

Jindal Saw - Competitive Strengths

The Company's main competitive strengths include:

- a) its multi-location and primarily port based production facilities and most diversified product range;
- b) its solid and diversified customer base and historic relationships with major international oil and gas companies around the world with proximity to customers;
- c) its human resources;
- d) its low-cost operations, primarily at state-of-the art, strategically located production facilities with favourable access to raw materials, energy and labour, and 25 years of operating experience; and

- e) its strong financial condition.

Business Outlook

India is currently witnessing huge oil & gas activity on the E&P front. With the current oil and gas activities on the E&P front, the demand for pipes is expected to pick up to meet the domestic demand and for sustaining the demand for future supplies. So it will drive the demand for pipes and fittings. The industry has a promising future with the demand for crude oil expected to go up with resurging economic activities and this will benefit the ancillary industries like pipe.

Owing to the accelerated growth in the infrastructure industry, resulting in large-scale construction and development activity, the pipes and fittings industry is a rapidly growing industry. In common parlance, pipes are essential for connectivity, be it for water supply inlets to provide for clean and waste water distribution systems, agriculture watering system, liquid discharge installations, water sprinkling systems, sanitation and sewerage disposals etc.

After seeing a slowdown in previous years, the domestic pipe industry is expected to witness strong growth due to huge investments in oil and gas in India. The government thrust on water supply and irrigation is also expected to contribute to the domestic demand. With an established track record, proximity to key markets like the Middle East and rising international client accreditations, the industry is increasing its presence in global market. It expects exports to grow at compounded rate of 8-9 percent over the next years. The export opportunity could be further propelled by the expected emergence of replacement demand from USA. With the current oil and gas activities on the E&P front, the demand for pipes will pick up to meet the domestic demand and for sustaining the demand for the future supplies. Domestic market conditions more particularly Boiler and automobiles sectors, have also improved. Also the demand outlook in export market has improved and demand is likely to move up gradually.

Jindal ITF - a journey for better infrastructure

Jindal Saw Limited through its wholly owned subsidiary, Jindal ITF Limited, has ventured into infrastructure businesses with focus on water and waste water management, urban solid waste management, coastal and inland water transport, rail wagon manufacturing and coal transportation in Inland water. Jindal ITF Limited is the driving impetus behind development of sustainable infrastructure that matches global standards. Jindal ITF Limited operates these businesses directly and through its subsidiaries.



Management Discussions and Analysis

JITF Water Infrastructure Ltd ("JWIL") designs sustainable and innovative solutions to manage public utilities for government bodies/ urban local bodies, industrial cluster and SEZs in water and waste water management. JWIL is geared to design, build and install solutions for municipal corporations/ urban local bodies, Industrial clusters and SEZ, in potable water, waste water management, operation and management contracts of public utilities, desalination processes and Engineering-Procurement-Construction (EPC) contracts. Currently, the company is executing projects in Pondy, Karnataka, Andhra, Gujarat, Bihar, Assam, Rajasthan, Chhattisgarh both in BOOT/BOT basis as well as Cash Contracts.

JITF Urban Infrastructure Ltd (JUIL) has set up first commercial waste-to-energy (WTE) facility in New Delhi that aims to convert one-third of the Delhi garbage into electricity.

The project has started commercial operations and is registered for CDM benefit with United Nations Framework Convention on Climate Change (UNFCCC) for earning carbon credits. The project is the first and largest integrated waste management project ever being set up in the country, aiming for a sustainable solution (Zero Waste Concept) taking Municipal Solid Waste (MSW) through an environmentally friendly process to generate clean and renewable energy from MSW. It is the largest integrated waste to power project in India and first of its kind with a 16 MW power project. It lowers the risk of groundwater contamination and dependence on fossil fuels, a major contributor to greenhouse gas emissions. It maximizes the recycling and re-use of resources (water, metals, ashes). JUIL is also working in few more cities in Punjab.

JITF Waterways Limited (JWWL) is total Logistics Solutions Provider focusing on High-frequency, High reliability point to point delivery services. The Company and its subsidiaries have 8 ships and 3 barges with total capacity of more than 100000 DWT. JWWL is geared to effectively operate along the 7600 km Indian coastline, with operations on coastal as well as inland waterways & International shipping, shipping both containers and bulk cargo.

Jindal Rail Infrastructure Limited (JRIL) is involved in fabrication of Railway cargo wagons especially of stainless steel. The state of the art and environmental friendly manufacturing facility with an installed capacity of 3000 wagons per annum has been set up at Karjan, District Vadodara, in Gujarat. The site lies to the west of NH-8 highway, nearly 35 km from Vadodara, Gujarat connected through NH-8. The facility has already commenced commercial operations and the company has already shipped wagons after due stringent approvals.

Jindal ITF Limited is setting up a facility comprising of a fleet of barges and one transhipper for inland operations for the transportation of imported coal for NTPC at Farakka thermal power plant.

NTPC operates a 2100 MW thermal power plant at Farakka, District Murshidabad, West Bengal. The project is for transportation of around three million metric tonnes (3MTPA) of imported coal per annum through inland waterways from Haldia port to NTPC power Plant at Farakka with assured take or pay. The operations will commence in two phases with first phase to become operational before end 2012 and the second by mid 2013.

Risk Factors - Jindal SAW Limited

The Company faces certain risks associated to its business and the industry in which it operates. It is a steel pipe manufacturer with a strong focus on manufacturing products for specialized oil and gas and water applications. Demand for SAW Pipes depends primarily on the level of exploration, development and production activities of oil and gas companies which is affected by current and expected future prices of oil and natural gas. Several factors, such as the supply and demand for oil and gas, and political and global economic conditions, affect these prices. Demand for DI pipes depends on the investments by municipal corporations for creating water transmission network which can get affected due to allocation of funds by the respective agencies.

The key risks are:

- Economic slowdown to affect the order book position of the Company in the interim period. This may have an effect on the capacity utilization, sales and profitability of the Company. However the global demand outlook for SAW pipes (for oil & gas transportation) appears positive over the next five years. Demand recovery for seamless pipes (drilling and industrial capex) should be more gradual, and ductile iron (DI) demand will continue to benefit from high water infrastructure investments.
- Increased competition in all the segments from other players. However, the Company believes that competition is healthy for the industry and to mitigate this risk, it remains committed for its sustained efforts for optimization of resources, cost control and expanding the markets.
- Company's exposure in Foreign exchange may have an effect on the financials of the Company. The Company is currently exposed to certain foreign exchange derivative transaction with a negative mark to market position. The Company is proactively managing the position on regular basis and now follows a policy to meet its requirements.
- Raw Material availability and high volatility in prices may affect the pricing and profitability.

Management Discussions and Analysis

FINANCIALS AND PRODUCT WISE PERFORMANCE

The highlight of the operations for the Year ended 31st March 2012 and 31st March 2011 are as under:

a) Financials

Particulars	Turnover (₹ in crore)		Increase/(Decrease) (%)
	Year ended 31st March, 2012	Year ended 31st March, 2011	
Gross Sales & Income from operations	5379.96	4351.26	24%
Profit before Interest, Depreciation & Exceptional items	727.36	893.12	-19%
- Finance Expenses	113.93	150.99	-25%
- Depreciation	149.66	136.67	10%
Profit before Exceptional items & Tax	463.77	605.46	-23%
Exceptional items	140.80	-	
Profit before Tax	322.97	605.46	-47%
Provision for Tax	98.78	141.39	-30%
Net profit after tax	224.19	464.07	-52%

During the year:

- Net worth of the Company decreased to ₹ 3,552.92 crores as at March 31, 2012 as against ₹ 4,021.19 crores as at March 31, 2011 due to adjustment of mark to market value of foreign exchange derivative transactions as well as demerger of investment undertaking namely Hexa Tradex Limited.
- Gross fixed assets including Capital Work in Progress & Capital Advances as at March 31, 2012 increased to ₹ 3617.77 Crores as against ₹ 3002.78 Crores as at March 31, 2011.

b) Company's Sales mix:

Product Particulars	Turnover (₹ in crore)		Growth (%)
	Year ended 31st March, 2012	Year ended 31st March, 2011	
Iron & Steel Pipes	4734.93	3939.70	20%
Steel Plates/& Coils	9.49	2.24	324%
Pig Iron	27.13	-	
Others (including scrap)	251.49	161.80	55%

Iron & Steel pipes includes sale of L SAW pipes, H SAW Pipes, DI Pipes and Seamless Tubes.



Management Discussions and Analysis

Internal Control and Their Adequacy

The Company has established proper internal control systems and procedures for business processes, with regard to efficiency of operations, financial reporting and controls, compliance with applicable laws and regulations, etc. Clearly defined roles and responsibilities for all management positions have also been institutionalized. All operating parameters are monitored and controlled. Regular internal audits and checks ensure that responsibilities are executed effectively. Two firms of chartered accountants are conducting internal audit of operations, establishments, marketing offices and plants to ensure that systems are adhered to and the controls are not flouted. Internal audit reports encompasses all aspects of operations, accounts, purchases, stores, production and marketing. All omissions and deviations, if any are properly recorded as remedial action. The Audit committee of Board of Directors reviews the adequacy and effectiveness of internal control systems and suggests ways of further strengthening them, from time to time.

A separate Internal audit department headed by General Manager looks after the internal control systems and coordinate with the audit firms and provides desired input to Audit Committee. The Company also maintains a policy of change of audit firms to keep the audit transparent and incorporating the experience of new auditors.

Material Developments in Human resources/ Industrial Relations

The Company recognizes that its people are the primary source of its competitiveness and firmly believe that its people are one of the biggest strength and major driving force behind the success & growth of the Company. We will strive continuously to foster & climate of openness, mutual trust and team work.

We have reiterated our focus on encouraging investments in people through merit oriented pay revisions and differential pay reviews. Rewards & recognition coupled with retention of contributing and key skills / employees remained the edifice of the Organization philosophy.

We are committed to equal opportunities for attracting the best available talent and ensuring a cosmopolitan workforce. We have been able enough to attract, develop and retain talents in the Organization by focusing on developing talent pool through lateral hiring, increased emphasis on learning & skill up gradation via in-house & external training, job rotations, multi-skilling and inter unit developments. Critical skills identification, ramp up planning continues at the operating level. Cultivate talent factored in need for future skills resulting out of changes in technology or processes.

Continuous review of Policies / Practices with a view to making them contemporary & uniform in application is an ongoing process. Steps continue to be regularly initiated to improve processes at Unit levels for better control & productivity. Technology enabled ESS is in practice as a tool of process improvement & employee empowerment.

We continue to enhance the educational, medical, recreational, housing facilities and personal development of employees to ensure their better quality of life.

CSR development activities continue to be a focus on the belief that benefits percolate to the society in which we habitat and co-exist.

Mutual trust between people at every level of the Organization is intrinsic to Jindal SAW culture, calling for open, fair and two-way communication between Management & employees.

Corporate Governance Report

(1) COMPANY'S PHILOSOPHY

The Company's Philosophy on Corporate Governance envisages the attainment of highest level of transparency, accountability and equity in all facets of its operations and in all its interactions with its stakeholders including shareholders, employees, lenders and the Government. The Company believes that all its operations and actions must serve the underlying goal of enhancing overall shareholder value over a sustained period of time.

(2) BOARD OF DIRECTORS

(i) COMPOSITION OF BOARD

The composition of Board of Directors during the year ended March 31, 2012, the details of their directorships, chairmanships/ memberships of the Committees, the attendance record at Board Meetings/ AGM, details of remuneration paid to Directors and other details are given below:

Name of Director	Category of Director	No. of Directorships and Committee Memberships/Chairmanship in other companies		
		Directorship	Committee Chairmanship	Committee Membership
Smt. Savitri Devi Jindal Chairperson	Promoter - Non Executive	7	NIL	NIL
Shri P.R. Jindal Vice-Chairman	Promoter - Non Executive	14	1	1
Shri Indresh Batra Managing Director	Promoter - Executive	14	NIL	NIL
Ms. Sminu Jindal Managing Director	Promoter - Executive	14	NIL	1
Shri Devi Dayal	Independent - Non Executive	3	NIL	NIL
Dr. S. K. Gupta	Independent - Non Executive	6	4	8
Shri Kuldip Bhargava	Independent - Non Executive	5	4	1
Dr. Raj Kamal Agarwal	Independent - Non Executive	2	NIL	2
Shri Ravinder Nath Leekha	Independent-Non Executive	NIL	NIL	NIL
Shri H. S. Chaudhary Whole-time Director	Executive	NIL	NIL	NIL

Smt. Savitri Devi Jindal, Shri P.R. Jindal, Shri Indresh Batra and Ms. Sminu Jindal are related to each other in terms of definition of "relative" given under the Companies Act, 1956. None of the other Directors is related to each other.

(ii) BOARD MEETINGS AND ATTENDANCE RECORD OF EACH DIRECTOR

The Board of Directors met 4 times during the year ended 31st March, 2012. These meetings of the Board of Directors were held on 12.05.2011, 12.08.2011, 11.11.2011 and 09.02.2012. The attendance of each of the Directors including at last Annual General Meeting is as follows :

Directors	No. of Board Meetings Attended	Attendance At The Last AGM
Smt. Savitri Devi Jindal	1	No
Shri P. R. Jindal	1	No
Shri Indresh Batra	2	No
Ms. Sminu Jindal	4	No
Shri Devi Dayal	3	No
Dr. S. K. Gupta	3	No
Shri Kuldip Bhargava	3	Yes
Dr. Raj Kamal Agarwal	4	No
Shri Ravinder Nath Leekha	3	No
Shri H. S. Chaudhary	4	Yes

(iii) DETAILS OF REMUNERATION PAID TO DIRECTORS

(a) REMUNERATION PAID TO NON-EXECUTIVE DIRECTORS

The Non-Executive Directors were paid sitting fees of ₹ 20,000/- for each meeting of the Board, Audit and Shareholders' Grievance Committee or other Committee(s) attended by them. During the period under review the Non-Executive Directors were paid the sitting fee as follows:-

Name Of Director	Sitting Fee (₹)
Smt. Savitri Devi Jindal	20000
Shri P. R. Jindal	20000
Shri Devi Dayal	140000
Dr. S. K. Gupta	60000
Shri Kuldip Bhargava	120000
Dr. Raj Kamal Agarwal	400000
Shri Ravinder Nath Leekha	100000



Corporate Governance Report

(b) Shareholding of Non-Executive Directors in the Company as on 31st March, 2012 is as follows:

Name of Director	No. of equity shares of ₹ 2/- each
Smt. Savitri Devi Jindal	1,03,800
Shri P. R. Jindal	98,700
Shri Kuldip Bhargava	8,000

(c) REMUNERATION PAID TO EXECUTIVE DIRECTORS

The remuneration paid to the Executive Directors during the year under review is as under:-

Name of Director	Position	Salary (₹)	Commission (₹)*
Shri Indresh Batra	Managing Director	1,26,79,173	91,10,000
Ms. Sminu Jindal	Managing Director	1,79,51,769	90,00,000
Shri H. S. Chaudhary	Whole-time Director	34,87,265	-

The terms of appointment of Managing Director are on contractual basis for a period of 5 years from the date of appointment. Terms of appointment of Whole Time Director are contractual for a period of 2 years from the date of appointment. The Company has not issued any stock option.

* @ 1% on the net profits of the Company computed in the manner laid down under section 349 of the Companies Act, 1956, subject to a maximum of an amount equivalent to one year basic salary.

(3) AUDIT COMMITTEE

(i) TERMS OF REFERENCE

The role and terms of Audit Committee covers the area of Clause 49 of the listing agreement with stock exchanges and section 292A of the Companies Act, 1956 besides other terms as may be referred to by the Board of Directors of the Company. The minutes of the Audit Committee are taken note by the Board of Directors.

(ii) COMPOSITION & MEETINGS

The Committee met 4 times during the year on 12.05.2011, 12.08.2011, 11.11.2011 and 09.02.2012. The attendance of the members in the meetings is as follows: -

Name of Member	Status	No. of Meetings Attended
Shri Kuldip Bhargava	Chairman	3
Shri Devi Dayal	Member	4
Dr. Raj Kamal Agarwal	Member	4
Shri Ravinder Nath Leekha	Member	2

Shri Sunil Jain, Company Secretary, is the Secretary of the Committee. Head of Finance & Accounts Department, Statutory Auditors, Cost Auditors and Internal Auditors attend the meetings of the Audit Committee. The Audit

Committee deals with the various aspects of financial statements including quarterly, half yearly and annual results, adequacy of internal controls & internal audit functions, compliance with accounting standards and Company's financial & risk management policies, etc. It reports to the Board of Directors about its findings & recommendations pertaining to above matters.

(4) REMUNERATION COMMITTEE

The Company has only three executive directors on the Board whose appointment and remuneration has been fixed by the Board and approved by the members. The non-Executive Directors are paid sitting fee @ ₹ 20,000/- per meeting of the Board and its Committees. In view of this, no Remuneration Committee has been constituted.

(5) SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE

(i) TERMS OF REFERENCE

To look at redressing of shareholders/investors complaints like transfer of shares, non-receipt of dividend warrants, allotment of securities/ shares on conversion of warrants/ bonds, etc.

(ii) COMPOSITION

The composition of Shareholders/Investor Grievance Committee is as under :-

Name of Member	Status
Shri P. R. Jindal	Chairman
Ms. Sminu Jindal	Member
Dr. Raj Kamal Agarwal	Member

Mr. Sunil Jain, Company Secretary, is the compliance officer of the Company.

This Committee met 12 times during the year ended 31st March, 2012 on 08.04.2011, 12.05.2011, 14.06.2011, 22.07.2011, 12.08.2011, 19.09.2011, 31.10.2011, 26.12.2011, 27.12.2011, 14.02.2012, 12.03.2012 and 23.03.2012.

The Board has also delegated power to approve transfer of shares to Executive Directors to be informed to the Board later in their meeting.

(iii) SHAREHOLDERS' COMPLAINT / TRANSFER OF SHARES

The details of shareholders' / investors' complaints received / disposed off during the year under review are as follows :-

No. of Shareholders' Complaints Received During The Period	No. of Complaints Not Solved	No. of Pending Complaints
20	NIL	NIL

Corporate Governance Report

(6) GENERAL BODY MEETINGS

- (i) The details of annual general meetings held in last three years at the Regd. Office at A-I, UPSIDC Industrial Area, Nandgoan Road, Kosi Kalan-281403, Distt. Mathura, U.P. and that of the special resolution(s) passed are as under: -

AGM	DAY	DATE	TIME	No. & subject matter of special resolutions
24th	Saturday	20.6.2009	12.30 p.m.	Nil
25th	Friday	17.09.2010	1.00 p. m.	Nil
26th	Friday	30.09.2011	1.00 p. m.	1*

* under section 81(IA) of the Companies Act, 1956.

- (ii) No special resolution passed last year through postal ballot. At the ensuing annual general meeting, there is no resolution proposed to be passed through postal ballot.

(7) DISCLOSURES

- (i) There were no materially significant related party transactions, i.e., transactions of the Company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives, etc. that may have potential conflict with the interests of the Company at large. Transactions with the related parties have been disclosed in schedule No. 21 to the Accounts in the Annual Report.
- (ii) No penalties, strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years. There were no instances of non-compliance by the Company.
- (iii) Though the Company has not adopted formal Whistle Blower Policy, the employees of the Company are accessible to the Sr. Management for any counseling or consultation and no personnel have been denied access to the Audit Committee.
- (iv) The Company has complied with the mandatory requirement of clause 49 of the listing agreement. The Company has not adopted non-mandatory requirement of the said clause during the period under review.

(8) MEANS OF COMMUNICATION

- (i) Quarterly Results The quarterly results of the Company are submitted to the Stock Exchanges as well as published in the newspapers as per the requirement of clause 41 of the listing agreement. These results are also posted on website of the Company.

- (ii) Newspapers wherein results normally published
- English: Business Standard
Economic Times
Times of India
Financial Times
Mumbai Mirror
HT Mint
- Hindi: Navbharat Times
Dainik Jagran
- (iii) Any website, where displayed The results are displayed on the website of the Company, i.e., www.jindalsaw.com
- (iv) Whether it also displays official news releases No
- (v) The presentation made to institutional investors or to the analyst Nil

NSE Electronic Application Processing System (NEAPS): NEAPS is a web based application designed by NSE for corporates. The Shareholding Pattern and Corporate Governance Report are also filed electronically on NEAPS.

(9) GENERAL SHAREHOLDER INFORMATION

- (i) AGM : Day, Date, Time and Venue
- Day & Date : Thursday, 27th September, 2012
- Time : 1.00 P.M.
- Venue : A- I, UPSIDC Indl. Area,
Nandgaon Road, Kosi Kalan,
Distt. Mathura - 281 403

(ii) Financial year (1st April, 2012 to 31st March, 2013)

- (a) First quarterly results : Before 14th of August, 2012
- (b) Second quarterly results : Before 14th of November, 2012
- (c) Third quarterly results : Before 14th of February, 2013
- (d) Audited yearly results for the year ending 31st March, 2013
- (e) Annual General Meeting for the year 31st March, 2013 : Before 30th September, 2013

(iii) Date of Book Closure :

25th September, 2012 to 27th September, 2012 (Both days inclusive)



Corporate Governance Report

(iv) Dividend Payment Date :

Dividend on equity shares when sanctioned will be made payable on or after the 2nd October, 2012 to those shareholders whose names stand on the Company's Register of Members on 24th September, 2012 to whom dividend warrants will be posted. In respect of shares held in electronic form, the dividend will be paid on the basis of beneficial ownership as per details furnished by the depositories at the end of business hours on 24th September, 2012.

(v) Listing on Stock Exchanges :

The Equity Shares of the Company are listed on the following Stock Exchanges: -

- (i) Bombay Stock Exchange Ltd., Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001
- (ii) The National Stock Exchange of India Ltd., Exchange Plaza, Bandra-Kurla Complex, Bandra (E) Mumbai - 400 051 and Up to date listing fees have been paid to the Stock Exchanges.

(vi) (a) Stock Code :

Bombay Stock Exchange Limited (BSE)	National Stock Exchange of India Ltd. (NSE)	
Equity Share 500378	Equity Share JINDALSAW	Debenture* 1. JSAW15 2. JSAW16 3. JSAW17

*Debentures are listed in WDM segment of the NSE.

(b) ISIN : Equity Share - INE324A01024

ISIN : Debenture

JSAW15 - INE324A07054
JSAW16 - INE324A07062
JSAW17 - INE324A07070

(vii) Debenture Trustees: Axis Trustees Services Limited

Axis Bank Ltd.
Axis Trustee Services Ltd
2nd Floor - E, Axis House,
Bombay Dyeing Mill Compound,
Panduranga Budhkar Marg,
Worli, Mumbai - 400 025

(viii) Market Price Data : High & Low during each month in last financial year :

The details of monthly highest and lowest quotations of the equity shares of the Company at Bombay Stock Exchange Ltd. and National Stock Exchange of India Limited during the period from 1st April, 2011 to 31st March, 2012 are as under:

Month	National Stock Exchange		Bombay Stock Exchange	
	Highest Rate (₹)	Lowest Rate (₹)	Highest Rate (₹)	Lowest Rate(₹)
Apr-11	211.00	196.10	210.85	198.10
May-11	203.00	150.65	199.40	150.55
Jun-11	166.00	135.35	168.00	135.10
Jul-11	175.25	145.65	166.00	147.00
Aug-11	155.50	108.60	155.05	109.00
Sep-11	138.85	116.90	138.95	116.95
Oct-11	153.90	128.60	153.80	128.30
Nov-11	154.40	108.40	154.45	109.00
Dec-11	134.00	113.00	134.00	113.30
Jan-12	147.00	128.10	144.05	128.05
Feb-12	167.95	135.20	167.60	135.30
Mar-12	181.85	152.55	180.95	154.50

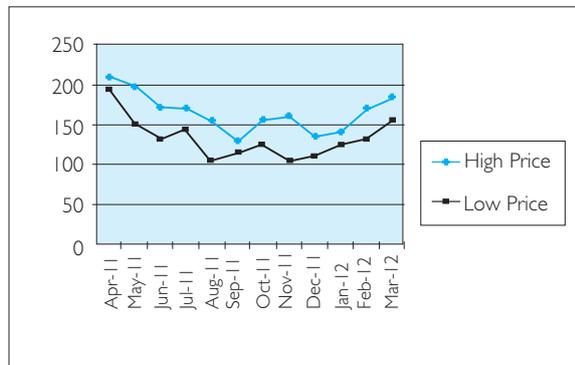
Corporate Governance Report

(ix) Performance in comparison to broad based indices :

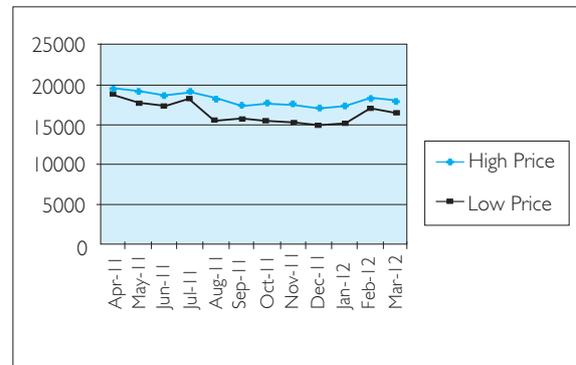
MARKET PRICE DATA

Month	Bombay Stock Exchange		BSE SENSEX	
	Highest Rate (₹)	Lowest Rate (₹)	High	Low
Apr-11	210.85	198.10	19811.14	18976.19
May-11	199.40	150.55	19253.87	17786.13
Jun-11	168.00	135.10	18873.39	17314.38
Jul-11	166.00	147.00	19131.70	18131.86
Aug-11	155.05	109.00	18440.07	15765.53
Sep-11	138.95	116.95	17211.80	15801.01
Oct-11	153.80	128.30	17908.13	15745.43
Nov-11	154.45	109.00	17702.26	15478.69
Dec-11	134.00	113.30	17003.71	15135.86
Jan-12	144.05	128.05	17258.97	15358.02
Feb-12	167.60	135.30	18523.78	17061.55
Mar-12	180.95	154.50	18040.69	16920.61

BSE PRICE



BSE SENSEX



(x) Registrar and Transfer Agents :

RCMC Share Registry (P) Ltd.
1515, B-106, Sector-2, Noida (U.P.)
Phone: - 0120-4015880 Fax: - 0120-4015839
e-mail: - shares@rcmcdelhi.com

The Share Transfer Requests as well as other correspondence relating to shares of the Company are also accepted at our office at Jindal Centre, 12, Bhikaji Cama Place, New Delhi - 110 066.

(x) Share Transfer System :

Share transfers are registered and returned within a period of 30 days from the date of receipt, if the documents are clear in all respects. The Committee of Directors meets regularly to approve the transfer of shares and to oversee other issues relating to shareholders.

Corporate Governance Report

(x) **Distribution of Shareholding and Shareholding Pattern :**

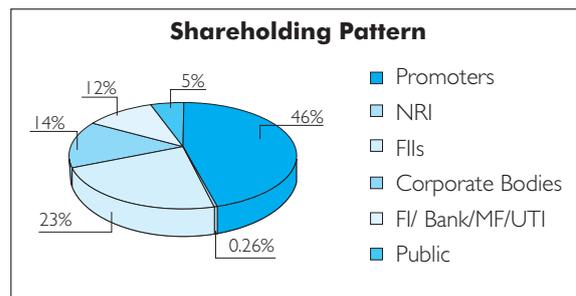
(a) The shareholding distribution of equity shares as on 31st March, 2012 is given below :-

Distribution of Holdings

Shareholding of Value of ₹	Shareholders		Share holding		
	Number	% to total	Share	Amount	% to total
UP TO 5000	30604	96.35	8942828	17885656	3.24
5001 TO 10000	656	2.07	2477623	4955246	0.90
10001 TO 20000	255	0.80	1888569	3777138	0.68
20001 TO 30000	65	0.20	833494	1666988	0.30
30001 TO 40000	24	0.08	422195	844390	0.15
40001 TO 50000	17	0.05	393789	787578	0.14
50001 TO 100000	39	0.12	1381472	2762944	0.50
100001 and Above	105	0.33	259883551	519767102	94.08
** G Total	31765	100.00	276223521	552447042	100.00

(b) **Shareholding Pattern as on 31st March, 2012:**

Category	No. of Shares	% of Holding
Promoters	127049485	46.00
NRI	661908	0.24
FIs	61956280	22.43
Corporate Bodies	48285602	17.48
FI/Bank/Mf/ UTI	24315367	8.80
Public	13954879	5.05
Total	276223521	100.00



Dematerialization of shares and liquidity :

Number of shares in physical and demat form as on 31st March, 2012 are as follows:

	No. of shares	Percentage
In Physical Form	34765130	12.59
In Demat Form	241458391	87.41
Total	276223521	100.00

(xi) **Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversion date and likely impact on equity :**

There are no outstanding options on un-issued share capital.

(xii) **Plant Locations :**

The Plants of the Company are located at Kosi Kalan (Mathura, U.P.), Sinar (Nashik, Maharashtra), Mundra (Kutch, Gujarat), Bhilwara (Rajasthan) & Bellary (Karnataka).

(xiii) **Address for correspondence :**

Jindal Saw Ltd.
Jindal Centre,
12, Bhikaji Cama Place,
New Delhi - 110 066

Telephone no. : 26188360-74
Fax no. : 26170691/41659575
E-mail : investors@jindalsaw.com

DECLARATION FOR CODE OF CONDUCT

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and Sr. Management Personnel have affirmed compliance of Code of Conduct as adopted by the Board for the year ended 31st March, 2012.

Place : New Delhi
Date : 30th May, 2012

SMINU JINDAL
Managing Director

Auditors' Certificate on Corporate Governance

To the Members of

JINDAL SAW LIMITED

We have examined the compliance of condition of Corporate Governance Procedure implemented by JINDAL SAW LIMITED for the year ended 31st March, 2012 as stipulated in clause 49 of Listing Agreement of the said company with the Stock Exchange of India.

The compliance of the corporate governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statement of the Company.

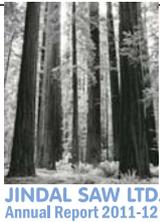
In our opinion and to the best of our information and according to the explanation given to us and based on the representation made by the Directors and the Management, we certify that the Company has complied with the condition of the Corporate Governance as stipulated in clause 49 of the above-mention Listing Agreement.

We further state that such compliance is neither an assurance as to further viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For **N.C.AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

Place : New Delhi
Dated : 30th May, 2012

N.C.Aggarwal
PARTNER
M.No. 005951



Auditors' Report

To

THE MEMBERS OF JINDAL SAW LIMITED

We have audited the attached Balance Sheet of JINDAL SAW LIMITED as at 31st March, 2012, the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

- A) As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure hereto, a statement on the matters specified in paragraphs 4 and 5 of the said Order, so far as applicable to the Company.
- B) Further to our comments in Annexure referred to in paragraph (A) above, we report that:
- (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law, have been kept by the Company so far as appears from our examination of those books.
 - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account of the Company.
 - (d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - (e) Based on written representations received from the directors and taken on record by the Board of Directors, we report that none of the directors of the company is disqualified as on 31st March, 2012 from being appointed as director of the company as referred to in clause (g) of sub section (1) of section 274 of the Companies Act 1956.

(f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with notes thereon 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.

- i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012 and
- ii) In the case of the Profit and Loss Account, of the Profit for the year ended on that date, and
- iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

Place : New Delhi
Dated : 30th May, 2012

N.C. Aggarwal
PARTNER
M.No. 005951



Auditors' Report

ANNEXURE TO AUDITORS' REPORT (REFERRED TO IN PARAGRAPH (A) IN OUR REPORT OF EVEN DATE FOR THE YEAR ENDED 31st March, 2012)

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 programme of verification adopted by the Company. In our opinion, the frequency of 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 has not disposed off substantial part of fixed assets during the year and the going concern status of the Company is not affected.
2. a) As explained to us, the management during the year has physically verified inventories at reasonable intervals and in respect of stores and spares, there is a perpetual inventory system and a substantial part of such stocks has been verified during the year. However, stocks in the possession and custody of third parties and stock in transit as at 31st March, 2012 have been verified by the Management with reference to confirmation or statement of account or correspondence of third parties or subsequent receipt of goods. In our opinion, the frequency of verification is reasonable.
- b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventories. 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. a) (i) The Company has given interest bearing demand loan to three subsidiary companies covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year and year end balance in respect of said subsidiaries is ₹ 8152.71 Lacs. The Company has not given any other loan to any Company or party covered under section 301 of the Companies Act, 1956.
- (ii) In our opinion and according to information and explanations given to us, the interest bearing demand loans with relevant terms and conditions on which loan has been given are, prima facie, not prejudicial to the interest of the Company.
- (iii) In respect of aforesaid loan, the amount, principal as well as interest accrued thereon for one subsidiary is long term in nature (as the holding company has given the undertakings to the banks that they will not withdraw the loan and interest accrued thereon until the repayment of dues of subsidiary). The loans for other two subsidiary, the amount are repayable on demand and hence, the question of irregularity on payment does not arise.
- (iv) The aforesaid loan of two subsidiary is repayable on demand and therefore, the question of overdue amount does not arise.
- b) As informed to us, the Company has not taken any loans, secured or unsecured from Companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. Thus Paragraph 4 (iii) (f) & (g) of the order, is not applicable.
4. In our opinion and according to information and explanations given to us, having regard to the explanation that some of the items purchased are of special nature and suitable alternative sources do not exist for obtaining comparable quotations, there are adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of inventories, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
5. a) To the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- b) In our opinion and according to the information and explanations given to us, the transactions with parties with whom transactions exceeding the value of Rupees five lacs have been entered into during the financial year are at prices, which are reasonable, having regard to the prevailing market prices at the relevant time.
6. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public.
7. In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
8. We have broadly reviewed the accounts and records maintained by the Company in respect of manufacture of steel and steel products to which the said rules are made applicable pursuant to the order made by the Central Government for maintenance of cost records prescribed under Section 209(1) (d) of the Companies Act, 1956 and are of the opinion that prima facie, the prescribed records have been made and maintained. We have not, however, made a detailed examination of such records with a view to determine whether these are accurate and complete.



Auditors' Report

9. a) According to the information and explanations given to us, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Employees State Insurance, Sales Tax, Income Tax, Custom duty, Investor Education & Protection fund, Excise Duty, Cess, Service Tax and Royalty. There are no arrears as at 31st March, 2012 for a period of more than six months from the date they become payable.
- b) According to the information and explanation given to us, the dues in respect of sales tax, excise, Service tax, entry tax, income tax and custom duty that have not been deposited with the appropriate authorities on account of dispute and the forum where the disputes are pending are given below:

Name of the Statute	Year to which the amount relates	Forum where matter is pending	Amount (₹ in lacs)
Custom Duty Under The Customs Act, 1962	2009-10	CESTAT , Mumbai	12.50
Excise Duty Under The Central Excise Act, 1944	2004-05 to 2007-08	Commissioner (Appeal) Ahmedabad	32.21
Excise Duty Under The Central Excise Act, 1944	2005-06	Commissioner (Appeal) Rajkot	58.97
Excise Duty Under The Central Excise Act, 1944	2007-08	CESTAT, New Delhi	9.23
Excise Duty Under The Central Excise Act, 1944	2009-10	CESTAT, Mumbai	4.99
Excise Duty Under The Central Excise Act, 1944	2007-08 & 2008-09	CESTAT, New Delhi	2.19
Sales Tax Under Gujarat Sales Tax Act.	2002-03	Hon'ble High Court of Gujarat, Ahmedabad	141.94
Sales Tax Under Central Sales Tax Act	2005-06	Sales Tax Tribunal, Ahmedabad	10.52
Entry Tax Rajasthan Entry Tax Act	2011-12	Hon'ble Supreme Court, New Delhi	27.03
Service Tax Under Chapter V of the Finance Act, 1994	2004-05 to 2007-08	Commissioner(Appeal), Ahmedabad	57.81
Service Tax Under Chapter V of the Finance Act, 1994	2005-06 & 2006-07	Commissioner(Appeal), Lucknow	1.95
Service Tax Under Chapter V of the Finance Act, 1994	2008-09	CESTAT, Mumbai	3.13

10. The Company has no accumulated losses at the end of the financial year. The Company has not incurred any cash losses during the financial year covered by our audit and in the immediately preceding financial year.

11. According to the information and explanation given to us, the Company has not defaulted in repayment of dues to the banks and debenture holders.
12. According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provision of clause 4(xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
13. In our opinion, the Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
14. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
15. In our opinion, and according to the information and explanations given to us, the terms and conditions on which the Company has given guarantee for loans taken by others from banks, or financial institutions are not prima facie, prejudicial to the interest of the company.
16. In our opinion, and according to information and explanation given to us, the term loans have been applied for the purpose for which they were raised, other than temporary deployment pending application.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the company, in our opinion, there are no funds raised on short-term basis, which have been used for long-term investment.
18. According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures and hence the company has not created any security or charge in respect thereof.
20. The Company has not raised any money through a public issue during the year.
21. During the course of our examination of the books and records of the Company, and according to the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

N.C. Aggarwal
PARTNER
M.No. 005951

Place : New Delhi
Dated : 30th May, 2012



FINANCIAL STATEMENTS



JINDAL SAW LTD.
Annual Report 2011-12

Balance Sheet As At 31st March, 2012

PARTICULARS	Note No.	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	5,524.58	5,524.58
(b) Reserves and Surplus	2	349,766.93	396,594.16
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	3	96,867.37	8,905.73
(b) Deferred Tax Liabilities (Net)	4	10,251.59	22,664.78
(c) Other Long Term Liabilities	5	7.74	44.20
(d) Long Term Provisions	6	2,889.72	2,221.84
(3) Current Liabilities			
(a) Short-Term Borrowings	7	151,668.47	115,527.81
(b) Trade Payables	8	43,688.85	31,836.58
(c) Other Current Liabilities	9	93,509.30	95,116.75
(d) Short Term Provisions	10	3,826.52	3,690.81
Total		758,001.07	682,127.24
II. ASSETS			
(1) Non Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	11	202,918.21	191,829.81
(ii) Intangible Assets		841.65	722.00
(iii) Capital Work-In-Progress		69,140.80	34,417.40
(b) Non Current Investments	12	69,896.54	65,430.84
(c) Long Term Loans and Advances	13	25,285.08	22,957.21
(d) Other Non Current Assets	14	1,960.08	818.76
(2) Current Assets			
(a) Inventories	15	180,350.25	164,820.29
(b) Trade Receivables	16	128,962.17	123,461.15
(c) Cash and Bank Balances	17	17,221.58	9,324.91
(d) Short Term Loans and Advances	18	60,732.24	67,438.73
(e) Other Current Assets	19	692.47	906.14
Total		758,001.07	682,127.24
Significant Accounting Policies and Notes to the Financial Statements	1-54		

As per our report of even date attached

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

H.S. CHAUDHARY
Wholetime Director

SMINU JINDAL
Managing Director

N.C. Aggarwal
PARTNER
M.No. 005951

SUNIL JAIN
Company Secretary

N.K. AGARWAL
Vice President
(Corp. Accounts & Taxation)

PLACE : NEW DELHI
DATED : 30th May 2012

Statement of Profit And Loss For The Year Ended 31st March, 2012

PARTICULARS	Note No.	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
I. Gross Revenue from Operations	20	537,996.44	435,125.71
Less : Excise Duty		18,206.13	15,731.54
Net Revenue from Operations		519,790.31	419,394.17
II. Other Income	21	9,333.11	6,254.12
III. Total Revenue (I +II)		529,123.42	425,648.29
IV. Expenses:			
Cost of Materials Consumed	22	389,060.67	246,826.97
Purchase of Stock-in-Trade	23	3,185.95	3,212.30
Changes in Inventories of finished goods, work-in-progress and Stock-in-Trade	24	(46,878.00)	(1,356.90)
Employee Benefit Expenses	25	23,746.16	20,501.79
Finance Costs	26	11,392.89	15,099.36
Depreciation and Amortisation		14,965.79	13,666.44
Other Expenses	27	87,272.54	67,152.47
Total Expenses		482,746.00	365,102.43
V. Profit before exceptional and extraordinary items and tax (III - IV)		46,377.42	60,545.86
VI. Exceptional Items (Refer note no. 34)		14,080.60	-
VII. Profit before extraordinary items and tax	(V - VI)	32,296.82	60,545.86
VIII. Extraordinary Items		-	-
IX. Profit before Tax	(VII - VIII)	32,296.82	60,545.86
X. Tax expense:			
(1) Current Tax		6,500.00	10,055.25
(2) Deferred Tax		9,628.00	4,084.00
(3) MAT Credit Entitlement		(6,250.00)	-
		9,878.00	14,139.25
XI. Profit for the year after taxation	(IX-X)	22,418.82	46,406.61
XII. Earning per Equity Share of face value of ₹2/- each.			
(1) Basic		8.12	16.57
(2) Diluted		8.12	16.00

Significant Accounting Policies and
Notes to the Financial Statements

I-54

As per our report of even date attached

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

H.S. CHAUDHARY
Wholetime Director

SMINU JINDAL
Managing Director

N.C. Aggarwal
PARTNER
M.No. 005951

SUNIL JAIN
Company Secretary

N.K. AGARWAL
Vice President
(Corp. Accounts & Taxation)

PLACE : NEW DELHI
DATED : 30th May 2012



Cash Flow Statement For The Year Ended 31st March, 2012

PARTICULARS	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
A. CASH INFLOW (OUTFLOW) FROM THE OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS	46,377.42	60,545.86
Adjustments for		
Add/(Less)		
Depreciation	14,965.79	13,666.44
Dividend Received	(0.17)	(0.13)
Interest Paid	8,129.23	4,449.39
(Profit)/Loss on Sale of Fixed Assets	754.92	46.26
Provision for Doubtful Debts Written Back	(1,087.95)	(22.49)
Liquidated Damages/ Bad Debts	1,686.43	270.13
Profit on Sale of Investments	(91.50)	(1,705.95)
Effect of Foreign Currency Translation Reserve	13.28	0.92
Effect of Unrealised Foreign Exchange (Gain)/Loss	(3,987.53)	(325.97)
Interest Received	(3,203.86)	17,178.64
	(3,192.71)	13,185.89
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	63,556.06	73,731.75
Adjustments for:-		
Inventories	(15,529.96)	(85,793.65)
Sundry Debtors	(1,436.56)	(44,745.99)
Other Current Assets	(32,200.64)	(18,156.69)
Current Liabilities	(19,280.65)	8,254.62
	(68,447.81)	(140,441.71)
CASH GENERATED FROM OPERATIONS BEFORE EXCEPTIONAL ITEMS	(4,891.76)	(66,709.96)
Exceptional Items	(14,080.60)	-
Tax Paid	(1,700.98)	(14,918.39)
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES	(20,673.34)	(81,628.35)
B. CASH INFLOW/(OUTFLOW)FROM INVESTMENT ACTIVITIES		
(Increase)/Decrease in Investment	(2,459.51)	22,948.80
(Increase)/Decrease in Investment in Subsidiaries	(4,473.59)	(24,686.57)
Capital expenditure	(53,491.75)	(35,994.18)
Sale proceeds of fixed assets	165.18	494.31
Loan to Subsidiaries	17,725.47	33,865.04
Inter-Corporate loans	3,196.74	3,886.39
Interest Received	3,263.77	3,221.04
Dividend Received	0.17	0.13
NET CASH INFLOW/(OUTFLOW) FROM INVESTING ACTIVITIES	(36,073.52)	3,734.96
C. CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES		
Dividend paid including Tax	(3,182.36)	(4,457.35)
Interest Paid	(16,769.02)	(3,596.96)
Redemption of Preference Share Capital	-	(10,000.00)
Short Term Borrowings-Net	34,756.83	78,587.48
Increase/(Decrease) in Long Term Loan	49,436.02	9,218.80
Increase/(Decrease) in Fixed Deposits	339.43	884.84
NET CASH INFLOW/(OUTFLOW) USED IN FINANCING ACTIVITIES	64,580.90	70,636.81
NET CHANGES IN CASH & CASH EQUIVALENT	7,834.04	(7,256.58)
Cash and Cash Equivalent as at 01.04.2011 (opening balance)	9,324.91	16,560.94
Exchange Difference on translation of Foreign Currency cash and cash equivalent	62.63	20.55
Cash and Cash equivalent as at 31.03.2012 (Closing balance)	17,221.58	9,324.91

NOTE:

- Increase in secured and unsecured loans are shown net of repayments.
- Purchase of fixed assets includes movements of Capital Work-in-progress between the beginning and end of the year.
- Previous year's figures have been regrouped wherever necessary.

As per our report of even date attached

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

H.S. CHAUDHARY
Wholtime Director

SMINU JINDAL
Managing Director

N.C. Aggarwal
PARTNER
M.No. 005951

SUNIL JAIN
Company Secretary

N.K. AGARWAL
Vice President
(Corp. Accounts & Taxation)

PLACE : NEW DELHI
DATED : 30th May 2012

Notes to Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
I. SHARE CAPITAL		
Authorised		
(i) 500,000,000 Equity Shares of ₹2/- each	10,000.00	10,000.00
(ii) 10,000,000 Redeemable Non Convertible Cumulative Preference Shares of ₹100/- each	10,000.00	10,000.00
	20,000.00	20,000.00
Issued		
276,230,771 Equity Shares of ₹2/- each	5,524.62	5,524.62
	5,524.62	5,524.62
Subscribed and Fully Paid-Up		
276,226,771 Equity Shares of ₹2/- each	5,524.54	5,524.54
Add: Forfeited 4,000 Equity Shares of ₹2/- each (Partly paid up ₹1/- each)	0.04	0.04
Total Share Capital	5,524.58	5,524.58
(a) Reconciliation of the number of shares:		
Equity Shares		
Shares outstanding as at the beginning of the year	276,226,771	273,614,735
Add: Shares issued on conversion of FCCB during the year	-	2,612,036
Shares outstanding as at the end of the year	276,226,771	276,226,771
(b) Details of shareholders holding more than 5% shares in the company:		
Name of Shareholders	% of holding as at 31st March, 2012	% of holding as at 31st March, 2011
Nalwa Sons Investments Limited	19.39	19.39
Sigmatech Inc	10.90	10.90
Reliance Capital Trustee Company Limited A/c Reliance Growth Fund	5.37	4.80
Total	35.66	35.09
(c) Aggregate number of bonus shares issued, shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:	NIL	NIL
(d) 3,250 Equity Shares have been held in abeyance as a result of attachment orders by Govt. authorities, lost shares certificates and other disputes.		
(e) Terms/Rights attached to Equity Shares		
The Company has only one class of equity shares having a par value of ₹ 2/- per equity share. Each equity shareholder is entitled to one vote per share.		



Notes to Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
2. RESERVES AND SURPLUS		
a) Capital Reserve		
Balance as per last financial statements	3,605.68	2,138.90
Add: Addition during the year-refer note no.33	1,523.93	1,466.78
Less: Pursuant to scheme of arrangement and demerger -(Refer note no.31)	2,138.90	-
Closing Balance	2,990.71	3,605.68
b) Capital Redemption Reserve		
Balance as per last financial statements	11,500.00	1,500.00
Add: Addition during the year	-	10,000.00
Closing Balance	11,500.00	11,500.00
c) General Reserve		
Balance as per last financial statements	290,055.46	250,055.46
Add: Transfer during the year from Surplus in Statement of Profit and Loss	15,000.00	40,000.00
Less: Deduction/ transfer during the year -(Refer note no.43)	45,892.81	-
Closing Balance	259,162.65	290,055.46
d) Debenture Redemption Reserve		
Transfer during the year from Surplus in Statement of Profit and Loss	1,960.00	-
Closing Balance	1,960.00	-
e) Securities Premium Reserve		
Balance as per last financial statements	76,518.30	72,554.84
Add: Addition during the year	-	3,963.46
Less: Deduction pursuant to scheme of arrangement and demerger-(Refer note no.31)	19,697.04	-
Closing Balance	56,821.26	76,518.30
f) Revaluation Reserve		
Balance as per last financial statements	472.41	491.41
Less: Transfer during the year	18.91	19.00
Closing Balance	453.50	472.41
g) Surplus in Profit and Loss Account		
Balance as per last financial statements	14,442.31	21,912.03
Add: Profit after tax transferred from Statement of profit and Loss	22,418.82	46,406.61
Add: Foreign Exchange Translation Difference	(13.28)	0.92
Add: Previous year Taxation Adjustment	201.34	(250.55)
Less: Appropriations		
- Interim Dividends paid on Preference Shares	-	357.01
- Corporate tax on above	-	59.30
- Proposed dividend:		
On Equity Shares	2,762.27	2,762.28
- Corporate tax on Proposed Dividends	448.11	448.11
- Transfer to General Reserve	15,000.00	40,000.00
- Transfer to Capital Redemption Reserve	-	10,000.00
- Transfer to Debenture Redemption Reserve	1,960.00	-
Balance in Profit and Loss Account Carried Forward	16,878.81	14,442.31
Total Reserves and Surplus	349,766.93	396,594.16



Notes to Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
NON CURRENT LIABILITIES		
3. LONG-TERM BORROWINGS		
a) Secured		
i) Non Convertible Debentures	30,000.00	-
ii) Term Loans		
- Term Loans from Banks	13,700.00	-
Secured Long Term Borrowings	43,700.00	-
1. 10.75% Non Convertible Debentures of ₹ 30000 Lacs are secured by way of English mortgage on the Company's immovable properties located in the state of Gujarat and by way of equitable mortgage of Company's immovable properties at other locations and hypothecation of moveable fixed assets in favour of debenture trustees. The same are repayable in three equal installments of ₹10000 lacs each on 8th April, 2015, 8th April, 2016 and 8th April, 2017.		
2. Term Loans of ₹13700 Lacs (rate of interest 1.50% p.a.) is secured/to be secured by way of second charge on the assets of the Company and also by way of personal guarantee of Promoter Director. The same is repayable in three installments of ₹4110 Lacs, ₹4110 Lacs and ₹5480 Lacs on 31st Jan, 2017, 31st Jan, 2018 and 31st Jan, 2019 respectively.		
3. There is no default in repayment of principal and interest thereon.		
b) Unsecured		
i) External Commercial Borrowings from Banks	47,073.36	-
ii) Deferred Sales Tax Loans	4,342.48	5,157.62
iii) Deposits from Public	1,751.53	3,748.11
Unsecured Long term borrowings	53,167.37	8,905.73
Total Long Term Borrowings	96,867.37	8,905.73

1. Deferred Sales tax Loans amounting to ₹ 655.29 lacs (previous year ₹ 982.92 lacs) are guaranteed by one of the Directors. Repayment schedule of Deferred Sales Tax Loans are set out below:

Year of Repayment

March 31, 2014	831.93
March 31, 2015	790.43
March 31, 2016	494.10
March 31, 2017	344.02
March 31, 2018	474.63
March 31, 2019	471.41
March 31, 2020	417.94
March 31, 2021	385.20
March 31, 2022	132.82
Total outstanding balance as on 31.03.2012	4,342.48

2. Deposits from public includes deposits from related parties ₹134.90 Lacs.
3. Terms of repayment of Unsecured Term Loans -
- i) External Commercial Borrowings of USD 73,018,334 (₹37353.62 lacs) is repayable in three installments of USD 24,096,050 (₹12326.70 lacs), USD 24,096,050 (₹12326.70 lacs) and USD 24,826,234 (₹12700.22 lacs) on 30th June, 2015, 30th June, 2016 and 30th June, 2017, respectively. Rate of Interest is 6 months USD LIBOR plus 2.55% p.a.
- ii) External Commercial Borrowings of USD 19,000,000 (₹9719.74 lacs) is repayable in three installments of USD 5,700,000 (₹2915.92 lacs), USD 5,700,000 (₹2915.92 lacs) and USD 7,600,000 (₹3887.90 lacs) on 27th Nov, 2015, 27th Nov, 2016 and 27th Nov, 2017, respectively. Rate of Interest is 6 months USD LIBOR plus 2.30% p.a.
4. Deposits from public is repayable between one to three years.
5. There is no default in repayment of Principal loans and interest.



Notes to Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
4. DEFERRED TAX LIABILITIES (NET)		
A. LIABILITY		
Difference between book and tax depreciation	25,023.22	24,197.00
Total Deferred Tax Liabilities	25,023.22	24,197.00
B. ASSETS		
(i) Disallowance under Income Tax Act	1,047.76	1,532.22
(ii) Carried Forward Losses	13,723.87	-
Total Deferred Tax Assets	14,771.63	1,532.22
Total Deferred Tax Liabilities (Net) (A-B)	10,251.59	22,664.78
Net (increase)/decrease in Deferred Tax Liabilities represented by :		
Deferred Tax Assets on transitional provisions under AS 30 (Refer note no.43)	22,041.19	-
Deferred Tax Liability provided during the year in Profit and loss account	9,628.00	4,084.00
Net (increase)/decrease in Deferred Tax Liabilities	12,413.19	(4,084.00)
5. OTHER LONG TERM LIABILITIES		
Security Deposits and Advances	7.74	44.20
Total Other Long Term Liabilities	7.74	44.20
6. LONG-TERM PROVISIONS		
Provision for Employee Benefits		
Provision for Gratuity	999.22	782.46
Provision for Leave Encashment	1,890.50	1,439.38
Total Long term Provisions	2,889.72	2,221.84
CURRENT LIABILITIES		
7. SHORT-TERM BORROWINGS		
a) Secured		
From banks		
Working Capital Borrowings	47,134.62	41,909.54
Buyers' Credit	43,615.54	33,271.50
Secured Short term borrowings	90,750.16	75,181.04
b) Unsecured		
(i) From Banks		
Short Term loan	20,974.17	5,358.00
Buyers' credit	39,930.10	34,988.77
(ii) Deposits from Public	14.04	-
Unsecured Short term borrowings	60,918.31	40,346.77
Total Short Term Borrowings	151,668.47	115,527.81

Working Capital Loans and Buyers' Credit are secured by hypothecation of finished goods, raw-materials, work-in-progress, stores and spares, bookdebts and secured/ to be secured by second charge in respect of other moveable and immovable properties of the Company.

Notes to Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
8. TRADE PAYABLES		
Trade Payables (including acceptances)	43,655.65	31,787.78
Due to Micro and Small Enterprises (For details of dues to micro and small enterprises -refer note no.32)	33.20	48.80
Total Trade Payables	43,688.85	31,836.58
9. OTHER CURRENT LIABILITIES		
a) Current Maturities of Long Term debts	3,137.11	36,732.44
b) Interest Accrued but not due	1,194.36	5,996.10
c) Advance from Customer and Others	37,937.61	42,704.51
d) Unpaid Dividend	276.07	248.04
e) Capital Creditors	428.64	358.87
f) Other Payables		
Statutory Dues	1,549.31	2,259.49
Dues to Employees	1,979.36	1,593.36
Other Liabilities	47,006.84	5,223.94
Total Other Current Liabilities	93,509.30	95,116.75
10. SHORT TERM PROVISIONS		
a) Provision for Employee Benefits		
Provision for Gratuity	143.54	114.65
Provision for Leave Encashment	472.60	365.77
	616.14	480.42
b) Other Provisions		
Proposed Dividend on Equity Share	2,762.27	2,762.28
Corporate Tax on Proposed Dividend	448.11	448.11
	3,210.38	3,210.39
Total Short Term Provisions	3,826.52	3,690.81

Notes to Financial Statements

11. Fixed Assets

(₹ in lacs)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01.04.2011	Additions	Deduction/ Adjustments	As At 31.03.2012	Upto 31.03.2011	During The Year	Deduction/ Adjustments	Upto 31.03.2012	As At 31.03.2012	As At 31.03.2011
Tangible Assets (A)										
Free Hold Land	3,438.02	716.39	-	4,154.41	-	-	-	-	4,154.41	3,438.02
Lease Hold Land	667.53	-	-	667.53	118.43	7.01	-	125.44	542.09	549.10
Building	31,821.97	5,073.33	67.18	36,828.12	4,007.21	952.23	1.05	4,958.39	31,869.73	27,814.76
Plant & Equipment	217,123.33	19,703.02	1,361.85	235,464.50	59,686.74	13,435.27	528.26	72,593.75	162,870.75	157,436.59
Furniture & Fixture	1,370.12	186.01	-	1,556.13	489.31	87.49	-	576.80	979.33	880.81
Mine Development	-	748.46	-	748.46	-	112.27	-	112.27	636.19	-
Vehicles	1,685.64	286.76	44.61	1,927.79	609.13	172.25	24.23	757.15	1,170.64	1,076.51
Office Equipment	864.44	119.53	-	983.97	230.42	58.48	-	288.90	695.07	634.02
Total (A)	256,971.05	26,833.50	1,473.64	282,330.91	65,141.24	14,825.00	553.54	79,412.70	202,918.21	191,829.81
Intangible Assets (B)										
Computer Software	784.50	298.68	-	1,083.18	62.50	179.03	-	241.53	841.65	722.00
G TOTAL (A+B)	257,755.55	27,132.18	1,473.64	283,414.09	65,203.74	15,004.03	553.54	79,654.23	203,759.86	192,551.81
Previous Year	238,257.20	20,131.47	633.12	257,755.55	51,602.86	13,693.43	92.55	65,203.74	192,551.81	

NOTES:

A) Gross Block includes the following amount on account of revaluation made on 31.03.1996 of Pipe Division at Kosi Kalan at Net Current Residual Replacement Value.

Land

- Freehold	7.38
- Leasehold	143.59
Building	548.34
Plant & Machinery	3916.96

B) Free hold Lands includes ₹1,800 lacs, conveyance deed for which is yet to be executed.

C) Depreciation during the year includes Depreciation Capitalised during Pre-operative Stage amount to ₹19.33 lacs (Previous year ₹7.99 lacs).

D) Depreciation during the year includes Depreciation charged to Revaluation Reserve amounting to ₹18.91 lacs (Previous year ₹ 19.00 lacs).

Notes to Financial Statements

PARTICULARS	As at March 31, 2012			As at March 31, 2011		
	No. of Shares/ Bonds	Face Value ₹	Amount ₹ in lacs	No. of Shares/ Bonds	Face Value ₹	Amount ₹ in lacs
12. NON CURRENT INVESTMENTS						
LONG TERM - NON TRADE (AT COST)						
A Investment in Equity Shares of Subsidiary Companies						
Unquoted						
a) IUP Jindal Metals & Alloys Ltd.	11,300,000	10	4,531.80	11,300,000	10	4,531.80
b) Jindal ITF Ltd.	156,359,113	10	46,897.71	78,981,646	10	23,684.63
c) Jindal Saw Holdings FZE	1,000	*	8,478.51	1,000	*	18.32
d) S.V.Trading Ltd.	2	**	938.93	2	**	938.93
e) Jindal Fittings Ltd.	25,500	10	2.55	-	-	-
f) Quality Iron & Steel Ltd.	25,500	10	2.55	-	-	-
g) Greenray Holdings Ltd.	137,700	***	258.39	-	-	-
h) Ralael Holdings Ltd.	1,000	****	1.32	-	-	-
i) Hexa Securities & Finance Co.Ltd.	-	-	-	25,500,000	10	2,550.00
j) Hexa Tradex Ltd.	-	-	-	250,000	2	5.00
			61,111.76			31,728.68
B Investment in Equity Shares						
Quoted						
a) JSW Steel Ltd.	-	-	-	1,362	10	0.38
b) Jindal South West Holdings Ltd.	-	-	-	334	10	0.23
			-			0.61
Unquoted						
a) Rohit Tower Building Ltd.	-	-	-	2,400	100	2.40
b) Sona Bheel Tea Ltd.	-	-	-	86,025	10	5.90
c) Jindal Overseas Pte.Ltd.(Singapore)	153,000	*****	31.40	153,000	*****	31.40
			31.40			39.70
C. Government and Other Securities						
Unquoted						
a) National Saving Certificates	11	10,000	1.10	1	-	0.10
			1.10			0.10
D Share Application Money						
Subsidiary Companies						
a) Jindal ITF Ltd.			5,000.00			28,213.00
b) Jindal Saw Holdings FZE			60.94			5,448.75
c) Jindal Fittings Ltd.			91.50			-
d) Ralael Holdings Ltd.			3,599.84			-
			8,752.28			33,661.75
Total			69,896.54			65,430.84

Aggregate market value of quoted investments -

Aggregate value of quoted investments -

Aggregate value of unquoted investment

-

-

69,896.54

15.61

0.61

65,430.23

* Face Value of 1 Share @ AED 68000 each (previous year 1 share @ AED 150 each).

** Face Value of 1 Share @ US\$ 1 & Face Value of another 1 Share @ US\$ 1950000.

*** Face Value of 1 Share @ 1 GBP each.

**** Face Value of 1 Share @ 1 Euro each.

***** Face Value of 1 Share @ 1 US\$ each.



Notes to Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
13. LONG TERM LOANS AND ADVANCES		
a) Capital Advances		
- Unsecured, considered good	9,222.01	8,104.71
b) Security Deposits		
- Unsecured, considered good	2,513.81	2,176.83
c) Loans and Advances to Related Parties		
- Unsecured, considered good IUP Jindal Metals & Alloys Ltd.	6,047.92	5,456.11
d) Other Loans and Advances *		
- Unsecured, considered good	7,501.34	7,219.56
Total Long Term Loans and Advances	25,285.08	22,957.21
* Other Loans and Advances includes :		
Inter-Corporate Loans	7,485.50	7,200.00
Other Loans and Advances	15.84	19.56
14. Other Non Current Assets		
Others*		
- Unsecured, considered good	1,960.08	818.76
Total Other Non Current Assets	1,960.08	818.76
*includes earnest money, sales tax refund etc.		
CURRENT ASSETS		
15. INVENTORIES		
a) Raw Materials		
Inventories-Raw Materials	71,195.06	80,261.38
Materials In Transit	261.51	27,977.88
	71,456.57	108,239.26
b) Work-in-Progress		
Closing Work-in-Progress	47,269.13	20,658.49
	47,269.13	20,658.49
c) Finished Goods		
Inventories-Finished Goods	41,216.21	21,448.56
	41,216.21	21,448.56
d) Inventories- Stores and Spares		
Inventories- Stores and Spares	16,676.53	12,174.87
Goods In Transit-Stores Material	180.63	-
	16,857.16	12,174.87
e) Loose Tools		
Loose Tools Inventory	726.20	356.87
	726.20	356.87
f) Others		
Scrap	2,824.98	1,942.24
	2,824.98	1,942.24
Total Inventories	180,350.25	164,820.29



Notes to Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
16. TRADE RECEIVABLES		
Unsecured		
Exceeding Six Months		
Considered Good	46,783.84	24,598.55
Considered Doubtful	1,177.03	2,264.98
Less: Provision for Doubtful Debts	(1,177.03)	(2,264.98)
Others		
Considered Good	82,178.33	98,862.60
Total Trade Receivables	<u>128,962.17</u>	<u>123,461.15</u>
17. CASH AND BANK BALANCES		
a) Cash And Cash Equivalents		
Cheques In hand	7,347.42	-
Cash-on-hand	146.38	69.05
Balances with Banks		
On Current Accounts	2,628.85	2,343.54
Fixed Deposits (Maturing within three months)#	367.80	3,770.40
b) Other Bank Balances		
On Unpaid Dividend Accounts	275.91	247.90
Fixed Deposits (maturing after three months)*#	6,455.22	2,894.02
Total Cash and Bank balances	<u>17,221.58</u>	<u>9,324.91</u>

*This includes Fixed Deposits maturing after 12 Months ₹1220.53 Lacs (Previous year ₹1541.48 Lacs)

#This includes ₹1317.12 lacs (previous year ₹1191.26 lacs) pledged with banks/government departments etc.

18. SHORT TERM LOANS AND ADVANCES		
a) Loans and advances to related party*		
- Unsecured, considered good	2,104.79	20,422.07
b) Loans and advances to Other Party (Inter Corporate Loan)		
- Unsecured, considered good	-	2,200.00
c) Loans and Advances recoverable in cash or kind**		
- Unsecured, considered good	39,090.36	28,987.95
d) Other loans and advances		
- Unsecured, considered good		
Advance taxation (net of provision)#	3,394.54	1,742.22
Advances to vendors	15,774.28	13,587.89
Loans to Employees	93.70	82.73
Balances with Central Excise/Port Authorities	274.57	415.87
	<u>19,537.09</u>	<u>15,828.71</u>
Total Short Term Loans and Advances	<u>60,732.24</u>	<u>67,438.73</u>
*Loans and advances to related party includes:		
S.V. Trading Limited	1,375.17	229.11
Ralael Holdings Limited	729.62	-
Hexa Securities & Finance Co. Ltd.	-	20,192.96
	<u>2,104.79</u>	<u>20,422.07</u>

**Includes sales tax receivables, cenvat credit receivable etc.

Advance taxation includes MAT Credit Entitlement.



Notes to Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
19. OTHER CURRENT ASSETS		
Interest Accrued on Fixed Deposits	139.23	136.78
Security Deposits	415.75	731.16
Others	137.49	38.20
Total Other Current Assets	692.47	906.14
	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
20. GROSS REVENUE FROM OPERATIONS		
a) Sale of products		
Finished goods	502,303.88	410,374.26
	502,303.88	410,374.26
b) Other Operating Revenues		
Job Charges Received	27,311.41	21,510.58
Income from Sale of Carbon Credit	447.88	599.52
Other Income	269.98	-
Export/ Other Government Incentives	7,663.29	2,641.35
Other Operating Revenue	35,692.56	24,751.45
Total Gross Revenue from Operations	537,996.44	435,125.71
21. OTHER INCOME		
a) Interest Income	3,203.86	3,192.71
b) Dividend Income on Current Investments	0.17	0.13
c) Net Gain/(Loss) on Sale of Current Investments	91.50	1,705.95
d) Other Non Operating Income	3,167.76	1,329.53
e) Provision for Doubtful Debts written back	1,087.95	22.49
f) Profit on Sale of Fixed Assets	26.20	3.31
g) Bad Debts Recovered	1,755.67	-
Total Other Income	9,333.11	6,254.12
22. COST OF MATERIALS CONSUMED		
Raw Material Consumed (Refer note no.52-A)	389,060.67	246,826.97
Total Cost of Material Consumed	389,060.67	246,826.97
23. PURCHASE OF STOCK-IN-TRADE		
	3,185.95	3,212.30
	3,185.95	3,212.30

Notes to Financial Statements

PARTICULARS	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
24. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE		
Opening Stock		
- Finished Goods	21,448.56	28,562.14
- Scrap	1,942.24	850.19
- Work in Progress	20,658.49	12,832.60
	<u>44,049.29</u>	<u>42,244.93</u>
Closing Stock		
- Finished Goods	41,216.21	21,448.56
- Scrap	2,824.98	1,942.24
- Work in Progress	47,269.13	20,658.49
	<u>91,310.32</u>	<u>44,049.29</u>
NET (INCREASE)/ DECREASE IN STOCK	(47,261.03)	(1,804.36)
Excise duty on account of increase/(decrease) on stock of finished goods	383.03	447.46
Total (Increase)/Decrease in Stock	(46,878.00)	(1,356.90)
25. EMPLOYEE BENEFIT EXPENSES		
a) Salary and Wages	21,101.02	17,872.33
b) Contribution to Provident and other funds	1,551.62	1,579.30
c) Workmen and Staff Welfare Expenses	1,093.52	1,050.16
Total Employee Benefit Expenses	<u>23,746.16</u>	<u>20,501.79</u>
26. FINANCE COSTS		
a) Interest Expense		
Interest on Fixed Deposits	429.65	419.24
Interest on Debentures	571.33	-
Interest on Term Loans	1,697.55	656.51
Interest on Bank Borrowings	2,970.79	1,201.67
Bank and Finance charges	3,263.66	2,269.90
Other Interest	2,459.91	2,171.97
b) Foreign Exchange Fluctuation Loss/(Gain) from Derivative Transactions (net)	-	8,380.07
Total Finance Costs	<u>11,392.89</u>	<u>15,099.36</u>

Notes to Financial Statements

PARTICULARS	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
27. OTHER EXPENSES		
Manufacturing Expenses		
Stores and Spares Consumed	17,790.11	14,987.60
Power and Fuel	23,302.80	16,596.08
Other Manufacturing Expenses	9,244.71	9,314.19
Repairs to Buildings	172.57	417.97
Repairs to Plant and Machinery	1,268.14	2,124.91
Administrative, Selling and Other Expenses		
Rent	292.51	271.58
Rates and Taxes	121.67	61.09
Insurance	519.61	363.60
Other Repair and Maintenance	771.30	435.78
Travelling and Conveyance	1,521.82	1,204.22
Vehicle Upkeep and Maintenance Expenses	98.24	209.63
Postage, Telegrams and Telephones	288.55	256.82
Legal and Professional Fees and Expenses	1,317.21	1,130.30
Directors' Meeting Fees	8.60	9.00
Charity and Donation	130.76	113.10
Auditors' Remuneration	28.56	28.70
Cost Auditors' Remuneration	9.02	9.31
Commission on Sales	4,169.46	3,006.36
Advertisement	149.22	235.04
Forwarding Charges (net)*	14,226.64	12,939.03
Other Selling Expenses	7,888.03	1,658.71
Liquidated Damages/Bad Debts	1,686.43	270.13
Loss on Sale/Discard of Fixed Assets	781.12	49.57
Miscellaneous Expenses	1,485.46	1,459.75
Total Other Expenses	87,272.54	67,152.47

*Net of recoveries ₹ 9856.67 lacs (previous year ₹ 14757.29 lacs).

Notes to Financial Statements

28. SIGNIFICANT ACCOUNTING POLICIES

A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company. All income and expenditure items having a material bearing on the financial statements are recognized on accrual basis, except in respect of insurance claims and Liquidated damages, where the exact quantum can not be ascertained.

Consequent to the notification under the Companies Act, 1956, the financial statements for the year ended 31st March 2012 have been prepared under Revised Schedule VI. Accordingly the previous year figures have also been reclassified as per Revised Schedule VI.

B) SALES

- a) The Sales are inclusive of Excise Duty but net of Sales Tax.
- b) Revenue in respect of Service/ Works Contracts is recognized based on the work performed and invoiced as per the terms of specific contracts.
- c) Revenue in respect of sale of goods is recognized either on delivery or on transfer of significant risk and rewards of ownership of the goods.
- d) Incentives on exports and other Government incentives are recognised in books after due consideration of certainty of utilization/receipt of such incentives.

C) FIXED ASSETS

a) VALUATION OF FIXED ASSETS

- i) Tangible Fixed Assets are stated at cost of acquisition (net of Cenvat/ Value Added Tax credit) inclusive of all incidental expenses related thereto except Land, Building and Plant and Machinery in respect of Pipe Division, at Kosi Kalan, Mathura which have been stated at revalued amount as a result of their revaluation.
- ii) Software which is not an integral part of related hardware is classified as an intangible asset and is stated at cost.
- iii) Iron Ore Mines Development expenditure is capitalised and is depreciated over the useful life of mines or lease period whichever is less, subject to maximum of five years.

b) DEPRECIATION AND AMORTISATION

- i) Depreciation on Fixed Assets is provided on Straight Line Method at the rates prescribed in Schedule XIV to the Companies Act, 1956, as amended up to date.
- ii) Depreciation on revalued fixed assets is computed on Straight Line Method at the rates prescribed in Schedule XIV to the Companies Act, 1956, as amended up to date and additional depreciation on account of revaluation is adjusted to Revaluation Reserve Account.
- iii) Leasehold assets are amortized over the lease period.
- iv) Intangible fixed assets are amortized over a period of 5 years.

c) EXPENDITURE DURING CONSTRUCTION PERIOD FOR NEW PROJECTS / EXPANSION CUM MODERNIZATION PROJECTS

Expenditures which are directly attributable to identified assets and incurred during the construction period are included under capital work-in-progress, till the completion of the project. Expenditures which are not directly attributable to an identified asset forming part of a project, including interest on borrowed funds, are carried to pre-operative expenses, till the completion of the project. On completion of the project, capital work in progress along with pre-operative expenses is carried to respective fixed assets.

d) IMPAIRMENT OF 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 Profit and Loss Account. 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.

Notes to Financial Statements

D) VALUATION OF INVENTORIES

Inventories are valued at the lower of cost and net realizable value except scrap, which is valued at net realizable value. 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.

E) INVESTMENTS

Long-term investments are stated at cost. When there is a decline other than temporary in their value, the carrying amount is reduced on an individual investment basis and decline is charged to the Profit and Loss Account. Appropriate adjustment is made in carrying cost of investment in case of subsequent rise in value of investments. Current investments are carried at lower of cost or fair market value.

F) BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized (net of income on temporarily deployment of funds) as part of the cost of such assets and other borrowing costs are recognized as expense in the period in which these are incurred.

G) FOREIGN EXCHANGE TRANSACTIONS

Foreign currency transactions are recorded at the exchange rate prevailing at the date of transaction. Monetary foreign currency assets and liabilities are translated at the year end exchange rates. All exchange differences are dealt with in the Profit and Loss Account, except (i) in case of long term liability, where they relate to acquisition of fixed assets, they are adjusted to the carrying cost of such assets (ii) to the extent that they are regarded as an adjustment to the interest cost and the resultant balance for new projects, till the date of capitalization, are carried to pre-operative expenses. In case of forward foreign exchange contracts, exchange difference are dealt within the Profit and Loss Account over the life of the contract, except as mentioned in (ii) supra. Non monetary foreign currency items are carried at historic costs.

In the case of foreign branches, being non-integral foreign operations, revenue items are converted at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Exchange Gain arising on conversion is recognized in the exchange fluctuation reserves and in case of loss, the same is charged to Profit and Loss Account.

Gain or loss on reinstatement on the forward exchange transaction or on cancellation of forward exchange contracts, if any, is reflected in the Statement of Profit and Loss or capitalized till the date of installation of such fixed asset.

The Company follows the principles of AS 30, "Financial Instruments : Recognition and Measurement" with regard to forward and option contracts, to the extent it does not conflict with existing accounting standards, other authoritative pronouncements of the Company Law and other regulatory requirements.

H) CONTINGENT LIABILITIES

Contingent liabilities are not provided for in the Accounts but are separately disclosed by way of a note.

I) EMPLOYEE BENEFITS

- a) Short term employee benefits are recognized as an expense at the undiscounted amount in the Profit and Loss Account of the year in which the related services are rendered.
- b) Contributions to Provident Fund, a defined contribution plan are made in accordance with the statute, and are recognized as an expense in the year in which the employees have rendered service.
- c) The cost of providing leave encashment and gratuity, defined benefit plans are determined using the Projected Unit Credit Method, on the basis of actuarial valuations carried out by third party actuaries at each Balance Sheet date. Actuarial gains and losses are recognized as and when incurred.

J) GOVERNMENT GRANTS

Grants and subsidies from the Government are recognized when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

Government Grant of the nature of promoters' contribution are credited to capital reserve and treated as a part of shareholders funds.

K) TAXATION

- a) Current tax provision is computed for Income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws.

Notes to Financial Statements

- b) Deferred tax is computed at the current rate of tax to the extent of temporary timing differences that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets is recognised only when there is virtual certainty of sufficient taxable profit in future.

29 CONTINGENT LIABILITIES	As At 31st March, 2012 ₹ in lacs	As At 31st March, 2011 ₹ in lacs
a) Guarantees issued by the Company's bankers on behalf of the Company	87,403.13	93,263.13
b) Letter of Credit Outstanding	92,901.42	90,367.15
c) Bills discounted by banks	-	8,930.00
d) Claims against the Company not acknowledged as debt	495.21	856.00
e) Corporate guarantees/ undertaking issued to lenders of subsidiary companies	43,609.91	12,878.51
f) Disputed Excise Duty, Custom Duty and Service Tax	212.13	162.29
g) Income tax demands against which company has preferred appeals	1,950.58	1224.66
h) Disputed Sales Tax	650.00	595.93
i) Liability in respect of Corporate Guarantee/Duty Saved for availing various export based incentive schemes	11,479.51	10,249.26
30 Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of Advances)	43,590.39	35,775.34

- 31 The Scheme of Arrangement and Demerger (Scheme) entailing de-merger of Investment Undertaking of the Company into Hexa Tradex Limited (HTL) was sanctioned by the Hon'ble High Court of Judicature at Allahabad. The Scheme has become effective from 5th November, 2011 on filing the same with the Registrar of Companies, UP.

As per the said Scheme, with effect from the Appointed Date i.e. 1st January, 2011, the Investment Undertaking stands transferred to and vested in HTL on a going concern basis pursuant to the provisions contained in Sections 391 to 394 and other applicable provisions of the Companies Act 1956. The effect of the Scheme has been given in the financial results for the year ended 31st March, 2012.

As per the Scheme, the following assets and liabilities of the Investment Division of the Company as appearing on 1st January, 2011 i.e. the appointed date have been transferred to HTL:

	₹ in lacs
a) Liabilities	
Current Liabilities	0.82
Provisions	1.43
Total	2.25
b) Assets	
Investments	2,558.91
Advances recoverable	1.37
Loan to Subsidiary	19,272.91
Total	21,833.19

As a consideration of transfer of Investment Undertaking, HTL has issued and allotted to the equity shareholders of Company I (one) equity share of face value of ₹ 2/- (credited as fully paid-up) for every 5 (five) fully paid-up equity shares of ₹ 2/- each held by them in Jindal Saw Ltd. as on the record date, i.e., 23rd November, 2011. The equity shares so allotted by HTL are listed on NSE and BSE. As per the Scheme investment made by the company in HTL of ₹ 5 lacs stands cancelled and is debited to capital reserve.

Notes to Financial Statements

The difference between the book value of assets and liabilities transferred pursuant to the Scheme has been adjusted in the books of the Company as follows:

- (a) Capital Reserve Account: ₹ 2133.90 lacs
- (b) Security Premium Account: ₹ 19697.04 lacs

In view of the above, the results of the year are not strictly comparable with the result of the previous year.

- 32 Based on available information with the Company, the details of amount outstanding to the Micro and Small Enterprises is as under :

Sr. No.	Particulars	Year ended	Year ended
		31st March, 2012	31st March, 2011
		₹ in lacs	₹ in lacs
1	Principal amount outstanding as at end of the year /period	33.20	48.80
2	Interest due on (1) above and unpaid	-	-
3	Interest paid to the supplier	-	-
4	Payment made to the supplier beyond the appointed day during the year	-	-
5	Interest due and payable for the period of delay	-	-
6	Interest accrued and remaining unpaid	-	-
7	Amount of further interest remaining due and payable in succeeding year	-	-

- 33 The Company's manufacturing facility at Nashik has been granted "Mega Project Status" by Government of Maharashtra and therefore is eligible for Industrial Promotion Subsidy (IPS) under Packaged Scheme of Incentive (PSI) 2007.

The purpose of the Packaged Scheme of Incentive (PSI) 2007 is for intensifying and accelerating the process of dispersal of industries to the less developed regions and promoting high tech industries in the developed areas of the state coupled with the object of generating mass employment opportunities.

Modalities of payment of IPS consists of the following:

- a. Electricity Duty exemption for a period of 7 years from the date of commencement of commercial production- from 10.09.2009 to 09.09.2016.
- b. 100% exemption from payment of Stamp duty.
- c. VAT and CST payable to the State Government (on sales made from Nashik plant, within a period of 7 years starting from 10th Sep 2009).

IPS will be payable so as to restrict up to 75% of the Eligible Fixed Capital investments made from 13th Sep 2007 to 10th Sep 2009. The Eligibility Certificate issued allows maximum Fixed Capital Investment of ₹ 350 crores and restrict IPS to 75% of ₹ 350 crores i.e. ₹ 262.50 crores.

In terms of the Accounting Standard (AS 12) "Accounting for Government Grants" prescribed by Companies (Accounting Standards) Amendment Rules, 2006, eligible incentive of ₹ 1523.93 lacs (Previous Year ₹ 1466.78 lacs) is considered to be in the nature of promoters' contribution and has been credited to Capital Reserve.

- 34 Due to unusual Depreciation in the value of the rupee against US Dollar and other foreign currencies during the year, the net loss on reinstatement/settlement of foreign currency monetary items, other long term foreign currency monetary items related to acquisition of depreciable assets and exchange difference related to sale and purchase transactions has been considered by the Company to be exceptional in nature.
- 35 The Company has exercised the option for accounting of the exchange differences arising on long term foreign currency monetary items in line with Companies Accounting Standard (Second Amendment) Rules, 2011 dated 29th December, 2011 relating to Accounting Standard (AS-11) notified by the Central Government w.e.f. 1st April, 2011. Accordingly it has capitalized the exchange difference on long term foreign currency loans related to acquisition of depreciable assets.

As a result of exercise of above option, fixed assets for the year are higher by ₹ 5680.64 lacs, depreciation for the year is higher by ₹ 0.56 lacs and Profit before tax is higher by ₹ 5681.20 lacs.

Notes to Financial Statements

- 36 The Company's significant leasing arrangements are in respect of operating leases for premises-residential and offices. These leasing arrangements are cancellable. The aggregate lease rentals payables are charged as rent.
- 37 The Company has unquoted investments of ₹ 59911.89 lacs (Previous Year ₹ 28,239.75 lacs) and Share Application Money of ₹ 8660.78 lacs (Previous Year ₹ 33,661.75 lacs) in Subsidiary Companies, which have accumulated losses as per the latest available Balance Sheet and certain other unquoted investments where the fair value (amount unascertained) is lower than the cost, considering the long term strategic investments and future prospects, such diminution, in the opinion of the management, has been considered to be of temporary nature and hence no provision for the same is considered necessary.
- 38 An amount of ₹ 6777.54 lacs (Previous Year ₹ 5,456.11 lacs) is outstanding from Subsidiary companies, which have accumulated losses. Having regard to the long- term involvement and future prospects, no provision is considered necessary towards these outstanding.
- 39 Sundry Debtors, Creditors and other advances are subject to confirmation. The effect of the same, if any, which is not likely to be material, will be adjusted at the time of confirmation.
- 40 (a) The company has provided sponsor's undertakings to lenders of the projects being sponsored by its wholly owned subsidiary namely Jindal ITF Limited. Major terms of the undertakings envisage investment/buy back of equity/instruments, retention of major equity in subsidiary companies, supporting the projects for shortfall in debt servicing and in the eventuality of any cost overrun.
- (b) Company has given guarantees/ indemnities for its step down subsidiary Company namely Jindal Saw Italia SPA (JSI) favoring supplier/lessor for (i) Inventory purchase by JSI (ii) towards plant performance/upkeep and (iii) employees benefits; total amounting to ₹ 21994.37 lacs.
- 41 In the opinion of the Management, the realizable value of assets other than fixed assets and long term investments, in the ordinary course of business, would not be less than the amount at which they are stated.
- 42 The amount of foreign exchange fluctuation amounting to ₹ 9318.86 lacs (Credit) (Previous Year ₹ 5,371.53 lacs (Credit) is included under the relevant heads of expenditure and income.
- 43 **Financial and Derivative Instruments**

- a) Nominal amounts of derivative contracts entered into by the company and outstanding for hedging Currency and interest rate related risks:

Sr. No.	Particulars	As at	As at
		31st March, 2012 (₹ in lacs)	31st March, 2011 (₹ in lacs)
1	Interest rate swaps	7,673.48	6,698.00
2	Options	15,270.22	78,825.00
3	Forward Contracts	52,411.12	1,23,318.00

- b) Foreign Currency exposures that has not been hedged by derivative instrument or otherwise are as under:

Sr. No.	Particulars	As at	As at
		31st March, 2012 (₹ in lacs)	31st March, 2011 (₹ in lacs)
1	Receivables/ inflow	25,358.00	-
2	Payable/ Outflow	102,349.03	87,679.86

During the accounting year 2011-12 (Transitional Year), the Company has made early adoption of AS 30, "Financial Instruments: Recognition and Measurement" with regard to forward, Currency Swap and option contracts. Transitional effect of fair value of the outstanding contracts is adjusted against the balance of General Reserve amounting to ₹ 45892.81 lacs (net of Deferred Tax Assets ₹ 22,041.19 lacs). Subsequent change in the fair value (loss/ gain) after Transitional Year will be charged to profit and loss account. Till 31st March, 2011, such gain/loss was being provided for in profit and loss account on cash settlement.

Notes to Financial Statements

44 Related Party Transactions

List of Related Parties and Relationship

A) Subsidiaries

i) Direct Subsidiaries:-

S.No.	Name of the Company
1	Jindal ITF Ltd.
2	IUP Jindal Metals and Alloys Ltd.
3	S.V. Trading Ltd.
4	Jindal Fittings Ltd (w.e.f. 12th May 2011)
5	Quality Iron and Steel Ltd. (w.e.f. 24th June 2011)
6	Ralael Holdings Ltd. (Indirect Subsidiary upto 18th June 2011)
7	Jindal Saw Holdings FZE
8	Green Ray Holdings Ltd. (w.e.f.24th June 2011)
9	Hexa Securities and Finance Co. Ltd (upto 31st Dec. 2010)
10	Hexa Tradex Limited (upto 31st Dec 2010)

ii) Indirect Subsidiaries (Control Exist)

S.No.	Name of the Company
1	Jindal Saw USA, LLC
2	Jindal Saw Middle East FZC
3	Jindal Intellicom Limited
4	JITF Water Infrastructure Ltd.
5	JITF Urban Infrastructure Ltd.
6	JITF Shipyards Ltd.
7	Jindal Rail Infrastructure Ltd.
8	JITF Waterways Ltd.
9	JITF Infralogistics Ltd.
10	JITF Water Infra (Naya Raipur) Ltd.
11	JITF ESIPL CETP (Sitarganj) Ltd.
12	Timarpur-Okhla Waste Management Co. Pvt. Ltd.
13	Jindal Saw Gulf LLC
14	Jindal Saw Italia S.P.A
15	JITF Urban Infrastructure Services Ltd.
16	Intellicom Insurance Advisors Ltd.
17	Derwant Sand SARL (w.e.f. 24th June 2011)
18	JITF Coal Logistics Ltd. (w.e.f. 16th Dec 2011)
19	JITF Shipping and Logistics (Singapore) PTE. Ltd. (w.e.f. 24th May 2011)
20	Jindal ITF Kobelco Eco Ltd. (w.e.f. 12th Sep 2011)
21	JITF Manila Water Development Co. Ltd. (Joint Venture upto 26th Feb 2012)
22	JITF Global Water Holding Pte. Ltd. (w.e.f. 31st August 2011)
23	JITF Water Infra (Rajkot) Ltd. (w.e.f. 23rd May 2011)
24	JITF Urban Waste Management (Ferozepur) Ltd. (w.e.f. 10th Oct 2011)
25	JITF Urban Waste Management (Jalandhar) Ltd. (w.e.f. 23rd August 2011)
26	JITF Urban Waste Management (Bathinda) Ltd.(w.e.f. 23rd August 2011)

Notes to Financial Statements

B) Joint Venture

- 1 Jindal Sigma Ltd.

C) Key Management Personnel

- | | | |
|---|-------------------|--|
| 1 | Ms. Sminu Jindal | Managing Director |
| 2 | Mr. Indresh Batra | Managing Director |
| 3 | Mr. H S Chaudhary | Whole Time Director |
| 4 | Mr. O P Sharma | Chief Operating Officer (Large Dia. Pipe- SBU) |
| 5 | Mr. K Chandrayya | Director (Works- IPU) |
| 6 | Mr. V S Konnur | Joint Managing Director (Seamless Business) |

D) Relative of Key Management Personnel

- Mr. P.R. Jindal

E) Enterprise over which Key Management Personnel having significant influence

- Sminu Jindal Charitable Trust
Hexa Securities and Finance Co. Ltd. (w.e.f.1st Jan 2011)
Hexa Tradex Ltd. (w.e.f.1st Jan 2011)

F) Transactions

₹ in lacs

Particulars	Subsidiaries		Associates		Key Management Personnel (KMP), their relatives & Enterprises over which KMP having significant Influence	
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
A. Transactions						
1 Sale of Fixed Asstes						
IUP Jindal Metals and Alloys Ltd.	-	9.42	-	-	-	-
2 Sale of Material/ Services						
JITF Water Infrastructure Ltd.	2,696.35	6,348.92	-	-	-	-
JITF Shipyard Ltd.	-	9.25	-	-	-	-
Jindal Saw USA LLC	141.58	117.45	-	-	-	-
Jindal ITF Ltd.	1,103.19	163.95	-	-	-	-
Jindal Saw Middle East FZC	145.79	7.80	-	-	-	-
Jindal Sigma Ltd.	-	-	1,932.12	-	-	-
Jindal Saw Italia S.P.A.	109.75	-	-	-	-	-
3 Purchase of Consumables/ material/ services						
Hexa Tradex Ltd.	-	2.31	-	-	-	-
Jindal Intellicom Ltd.	96.00	72.00	-	-	-	-
4 Purchase of Capital Items						
Jindal Saw USA LLC	-	262.44	-	-	-	-
JITF Water Infrastructure Ltd.	2,579.26	-	-	-	-	-
5 Interest Received						
S.V. Trading Ltd.	114.05	57.39	-	-	-	-
IUP Jindal Metals and Alloys Ltd.	680.37	590.45	-	-	-	-
Ralael Holdings Ltd.	46.21	-	-	-	-	-
Hexa Securities & Finance Co. Ltd.	-	-	-	-	2.38	-
Hexa Tradex Ltd.	-	-	-	-	5.90	-



Notes to Financial Statements

Particulars	₹ in lacs					
	Subsidiaries		Associates		Key Management Personnel (KMP), their relatives & Enterprises over which KMP having significant Influence	
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
6 Share Capital/ Share Application- Money invested during the year						
Jindal ITF Ltd.	0.08	19,785.00	-	-	-	-
Jindal Saw Holdings FZE	3,072.39	5,396.58	-	-	-	-
Hexa Tradex Ltd.	-	5.00	-	-	-	-
Jindal Fittings Ltd.	94.05	-	-	-	-	-
Quality Iron & Steel Ltd.	2.55	-	-	-	-	-
Green Ray Holdings Ltd.	258.39	-	-	-	-	-
Ralael Holdings Ltd.	3,601.15	-	-	-	-	-
7 Share Application Money Received Back						
Jindal ITF Ltd.	-	500.00	-	-	-	-
8 Loan given during the year						
Hexa Securities & Finance Co. Ltd.	-	-	-	-	135.01	7,683.64
IUP Jindal Metals and Alloys Ltd.	3.50	-	-	-	-	-
Ralael Holdings Ltd.	649.40	-	-	-	-	-
S.V. Trading Ltd.	903.16	-	-	-	-	-
Hexa Tradex Ltd.	-	-	-	-	1,201.21	-
9 Loan Received Back during the year						
Hexa Securities & Finance Co. Ltd.	-	-	-	-	-	4,568.00
IUP Jindal Metals and Alloys Ltd.	24.02	-	-	-	-	-
S.V. Trading Ltd.	-	37,574.54	-	-	-	-
Hexa Tradex Ltd.	-	-	-	-	1,059.00	-
10 Advance paid during the year						
JITF Water Infrastructure Ltd.	-	1,000.00	-	-	-	-
JITF Shipyard Ltd.	-	500.00	-	-	-	-
11 Rent Paid						
Mr.P.R. Jindal	-	-	-	-	8.40	8.40
12 Meeting Fee Paid						
Mr.P.R. Jindal	-	-	-	-	0.20	0.60
13 Donation Paid						
Sminu Jindal Charitable Trust	-	-	-	-	75.00	50.00
14 Remuneration Paid						
Ms. Sminu Jindal	-	-	-	-	269.52	265.29
Mr. Indresh Batra	-	-	-	-	217.89	208.61
Mr. O.P.Sharma	-	-	-	-	81.50	68.81
Others	-	-	-	-	157.66	119.93
15 Interest Paid-						
Ms. Sminu Jindal	-	-	-	-	10.40	6.57
16 Rent Received						
Mr. P.R. Jindal	-	-	-	-	6.00	6.00
Jindal Intellicom Ltd.	42.33	42.33	-	-	-	-

Notes to Financial Statements

Particulars	₹ in lacs					
	Subsidiaries		Associates		Key Management Personnel (KMP), their relatives & Enterprises over which KMP having significant Influence	
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
17 Expenses incurred by the Company						
JITF Water Infrastructure Ltd.	20.87	18.26	-	-	-	-
Jindal Fittings Ltd.	4.50	-	-	-	-	-
Jindal Saw USA LLC	1.10	3.95	-	-	-	-
Jindal Intellicom Ltd.	114.03	124.34	-	-	-	-
18 Expenses incurred on behalf of the Company						
IUP Jindal Metals and Alloys Ltd.	-	0.21	-	-	-	-
Jindal Saw USA LLC	605.03	81.56	-	-	-	-
Jindal Intellicom Ltd.	19.65	9.95	-	-	-	-
B. Outstanding Balance						
1 Loans given						
Hexa Securities & Finance Co. Ltd.	-	-	-	-	137.39	20,192.96
S.V. Trading Ltd.	1,375.17	229.11	-	-	-	-
IUP Jindal Metals and Alloys Ltd.	6,047.92	5,456.11	-	-	-	-
Ralael Holdings Ltd.	729.62	-	-	-	-	-
Hexa Tradex Ltd.	-	-	-	-	148.11	-
2 Advances Recoverable						
JITF Water Infrastructure Ltd.	1,000.00	1,000.00	-	-	-	-
JITF Shipyard Ltd.	500.00	500.00	-	-	-	-
3 Investment Outstanding						
Hexa Securities & Finance Co. Ltd.	-	2,550.00	-	-	-	-
IUP Jindal Metals & Alloys Ltd.	4,531.80	4,531.80	-	-	-	-
Jindal ITF Ltd.	51,897.71	51,897.63	-	-	-	-
Jindal Saw Holdings FZE	8,539.45	5,467.08	-	-	-	-
S.V. Trading Ltd.	938.93	938.93	-	-	-	-
Hexa Tradex Ltd.	-	5.00	-	-	-	-
Jindal Fittings Ltd.	94.05	-	-	-	-	-
Quality Iron & Steel Ltd.	2.55	-	-	-	-	-
Green Ray Holdings Ltd.	258.39	-	-	-	-	-
Ralael Holdings Ltd.	3,601.15	-	-	-	-	-
4 Receivables						
JITF Water Infrastructure Ltd.	3,172.94	6,405.04	-	-	-	-
Jindal Saw USA LLC	122.76	134.16	-	-	-	-
Jindal Intellicom Ltd.	116.11	131.27	-	-	-	-
Jindal Saw Middle East FZC	154.73	7.80	-	-	-	-
JITF Shipyard Ltd.	-	0.56	-	-	-	-
Jindal Sigma Ltd.	-	-	1,199.91	-	-	-
Jindal Saw Italia S.P.A	109.19	-	-	-	-	-
5 Payables						
Jindal ITF Ltd.	234.66	(163.95)	-	-	-	-
Jindal Saw USA LLC	123.32	217.11	-	-	-	-
IUP Jindal Metals & Alloys Ltd.	-	0.21	-	-	-	-
Jindal Intellicom Ltd.	23.95	9.80	-	-	-	-
JITF Water Infrastructure Ltd.	50.56	-	-	-	-	-

Notes to Financial Statements

	Year ended 31st March, 2012 ₹ in lacs	Year ended 31st March, 2011 ₹ in lacs
45 EMPLOYEE BENEFITS		
i) Defined Contribution Plan		
Company's contribution to Provident Fund	941.79	904.40
Company's contribution to ESI	1.39	1.62
Company's contribution to Superannuation Fund	10.04	4.24
ii) Defined Benefits Plan		
a) Actuarial Assumptions for Gratuity (Funded) and Leave Encashment (Unfunded)		
Attrition Rate	10.00%	10.00%
Imputed Rate of Interest	8.75%	8.50%
Future salary increase	10.50%	10.50%
Expected return on plan assets	9.40%	9.30%
Mortality rate	LIC (1994-96) Ultimate Mortality Table	LIC (1994-96) Ultimate Mortality Table
Remaining Working Life	26.29 Years	26.93 Years
The assumption of future salary increase takes into account the inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.		
b) Reconciliation of present value of obligation		
Gratuity (Funded)		
Present value of obligation at the beginning of the year	2,070.09	1,402.90
Current Service Cost	410.14	329.75
Interest Cost	177.77	116.71
Actuarial (gain)/ loss	122.64	280.52
Benefits paid	(76.91)	(59.78)
Present value of obligation at the end of the year	2,703.73	2,070.09
Leave Encashment (Unfunded)		
Present value of obligation at the beginning of the year	1,439.78	1,002.62
Current Service Cost	1,090.23	810.96
Interest Cost	117.71	79.06
Actuarial (gain)/ loss	(568.26)	(307.82)
Benefits paid	(188.96)	(145.04)
Present value of obligation at the end of the year	1,890.50	1,439.78
c) Reconciliation of fair value of plan assets		
Gratuity (Funded)		
Fair value of plan assets at the beginning of the year	1,172.98	884.54
Expected return on plan assets	122.45	91.23
Actuarial gain/ (loss)	6.26	4.46
Contributions	336.19	252.54
Benefits paid	(76.91)	(59.78)
Fair value of plan assets at end of the year	1,560.97	1,172.98
Present value of obligation at the end of the IVP	2,703.73	2,070.09
Funded Status	(1,142.76)	(897.11)
Assets distributed on settlement	-	-

Notes to Financial Statements

	Year ended 31st March, 2012 ₹ in lacs	Year ended 31st March, 2011 ₹ in lacs
d) Net (Asset)/Liability recognised in the Balance Sheet as at year end		
Gratuity (Funded)		
Present value of obligation at the end of the year	2,703.73	2,070.09
Fair value of plan assets at end of the year	1,560.97	1,172.98
Net present value of unfunded obligation recognised as (asset)/liability in the Balance Sheet	1,142.76	897.11
Leave Encashment (Unfunded)		
Present value of obligation at the end of the year	1,890.50	1,439.78
Fair value of plan assets at end of the year	N.A.	N.A.
Net present value of unfunded obligation recognised as (asset)/liability in the Balance Sheet	1,890.50*	1,439.78*
* Does not include short terms leave liability ₹ 472.60 lacs (Previous year ₹ 365.77 lacs)		
e) Composition of plan assets as a percentage of total plan assets		
Gratuity (Funded)		
Insurer Managed Fund	1,560.97	1,172.98
Percentage	100%	100%
f) Expenses recognised in the Profit and Loss Account		
Gratuity (Funded)		
Current Service Cost	410.14	329.75
Interest Cost	177.77	116.71
Expected return on plan assets	(122.45)	(91.23)
Actuarial (gain)/loss recognised in the period	116.38	276.06
Past Service Cost	-	-
Total expenses recognised in the Profit and Loss Account for the year	581.84	631.29
Actual return on plan assets	128.71	95.68
Leave Encashment (Unfunded)		
Current Service Cost	1,090.23	810.96
Interest Cost	117.71	79.06
Expected return on plan assets	-	-
Actuarial (gain)/loss recognised in the period	(568.26)	(307.82)
Past Service Cost	-	-
Total expenses recognised in the Profit and Loss Account for the year	639.68	582.20
Actual return on plan assets	-	-

Notes to Financial Statements

46 Segment Reporting

(i) Information about Business Segment

The company has only one business segment ' Iron & Steel Products ' as primary Segment.

(ii) Secondary Segment (Geographical Segment)

The Secondary Segment is Geographical, the Information of which is given here under:-

Particulars	Within India ₹ in lacs	Outside India ₹ in lacs	Total ₹ in lacs
1 Gross Revenue from Operations	263,656.61 262,081.86	274,339.83 173,043.85	537,996.44 435,125.71
Less: Excise Duty	18,206.13 15,731.54	- -	18,206.13 15,731.54
Net Revenue from Operations	245,450.48 246,350.32	274,339.83 173,043.85	519,790.31 419,394.17
2 Segment Assets	688,062.40 616,650.03	42.13 46.37	688,104.53 616,696.40
3 Capital Expenditure	53,485.35 35,972.45	6.40 21.73	53,491.75 35,994.18

Note:

- Unbold figures pertain to previous year.
- Segment have been identified in line with AS on Segment Reporting (AS-17) taking into account the organisational structure and nature of product and differential risk and return of these segments.

47 Disclosure as per amendment to clause 32 of the Listing Agreement.

Details of Inter Corporate Loans:

Name of the Company	Amount outstanding as at 31st March, 2012 ₹ in lacs	Maximum balance outstanding during the year ₹ in lacs
(a) Loans to Subsidiaries		
(i) IUP Jindal Metals & Alloys Ltd.	6,047.92 5,456.11	6,047.92 5,456.11
(ii) S.V. Trading Ltd.	1,375.17 229.11	1,375.17 37,748.10
(iii) Ralael Holdings Ltd.	729.62 -	729.62 -
(b) Loans & Advances where there is no repayment schedule		
(i) Hexa Securities & Finance Co. Ltd. *	137.39 20,192.96	20,348.02 21,356.91
(ii) Satellite Developers Pvt. Ltd.**	8,116.50 7,200.00	8,116.50 7,494.00
(iii) Religare Housing Development Corporation Ltd.	- 2,200.00	2,240.68 2,200.00
(iv) Hexa Tradex Ltd.	148.11 -	1,168.17 -

Note: Unbold figures pertain to previous year

* No interest charged upto 14.12.2011.

** Inclusive of interest receivable of ₹ 916.50 lacs (Previous year- NIL).



Notes to Financial Statements

	Year ended 31st March, 2012 ₹ in lacs	Year ended 31st March, 2011 ₹ in lacs
48 Auditors' Remuneration		
I. Statutory Auditors		
i. Audit Fee	19.80	19.63
ii. Tax Audit Fee	2.80	2.71
iii. Taxation Matters	0.45	-
iv. Certification/others	1.97	3.52
v. Out of pocket expenses	3.54	2.84
Total	28.56	28.70
2. Cost Auditors		
i. Audit Fee	7.65	7.33
ii. Out of pocket Expenses	1.37	1.98
Total	9.02	9.31
49 Directors' Remuneration		
i. Salary including allowances etc.	254.52	241.96
ii. Commission	190.60	179.10
iii. Contribution to Provident and Other Funds	27.37	23.55
iv. Perquisites (as per Income Tax Rules)	59.29	58.49
Total	531.78	503.10



Notes to Financial Statements

	Year ended 31st March, 2012 ₹ in lacs	Year ended 31st March, 2011 ₹ in lacs
50. Capital Work in progress includes following Pre operative expenses Pending allocation.		
Detail of Pre-operative Expenses		
Power & Fuel	19.28	6.63
Store & Spares consumed	22.16	24.04
Repair to Plant and machinery	11.06	0.83
Salary & Wages	1,104.13	49.47
Contribution to Provident & other funds	23.89	5.28
Workman & Staff Welfare expenses	5.92	5.67
Legal & Professional Fee	63.81	67.29
Rent	33.44	32.08
Rates & Taxes	11.13	2.49
Insurance	6.53	1.15
Travelling and Conveyance	72.80	33.36
Interest & Bank Charges*	3,780.59	(15.60)
Foreign Exchange Fluctuation	2.09	143.82
Miscellaneous Expenses	192.56	146.96
Depreciation	19.33	7.99
	5,368.72	511.46
Add: Expenditure upto previous year	1,331.62	870.71
	6,700.34	1,382.17
Less: Capitalised during the year	847.38	50.55
Balance Carried Forward	5,852.96	1,331.62
* Net of Interest received ₹ 57.46 lacs (Previous year ₹ 28.32 lacs).		
51. Earning per share (EPS) :		
Basic and Diluted		
Profit before tax and excluding Extra ordinary Items	32,296.82	60,545.86
Less: Tax on ordinary activities	9,878.00	14,139.25
Less: Adjustments for tax and depreciation of earlier years	-	250.55
Profit after tax and excluding extra ordinary item	22,418.82	46,156.06
Less: Preference dividend including tax thereon	-	416.31
Profit attributable to Equity Shareholders - Basic (A)	22,418.82	45,739.75
Interest on FCCB (Net of Taxes)	-	1,202.44
Profit attributable to Equity Shareholders - Diluted (B)	22,418.82	46,942.19
Weighted Average No of Shares issued for Basic EPS (C)	276,226,771	276,031,365
Weighted Average No of Shares issued for Diluted EPS (D)	276,226,771	293,471,180
Earning per share (on face value of ₹ 2/- each)		
Basic = A/C	8.12	16.57
Diluted = B/D	8.12	16.00



Notes to Financial Statements

	Year ended 31st March, 2012 ₹ in lacs	Year ended 31st March, 2011 ₹ in lacs	
52. OTHER ADDITIONAL INFORMATIONS			
A) DETAILS OF RAW MATERIAL CONSUMPTION / SOLD			
Steel Plates/Coils	227,937.00	114,287.55	
Round Billets	66,771.98	48,884.82	
Coating Material	22,015.45	18,293.86	
Coal/ Coke/Fines	40,240.93	29,046.92	
Iron ore/Fines	25,107.26	28,259.00	
Others	6,988.05	8,054.82	
Net Consumption	389,060.67	246,826.97	
TRADING GOODS PURCHASE			
Steel Plates and Pipes	227.32	181.43	
Others	2,958.63	3,030.87	
	3,185.95	3,212.30	
Total	392,246.62	250,039.27	
B) DETAILS OF FINISHED GOODS STOCKS			
	Opening Stock as at 1st April, 2010 ₹ in lacs	Closing Stock as at 31st March, 2011 and Opening Stock as at 1st April, 2011 ₹ in lacs	Closing Stock as at 31st March, 2012 ₹ in lacs
Finished Goods:			
Iron & Steel Pipes	27,793.41	17,662.69	39,062.70
Pig Iron	428.57	651.87	1,820.22
Others	340.16	3,134.00	333.29
	<u>28,562.14</u>	<u>21,448.56</u>	<u>41,216.21</u>
C) DETAILS OF SALES			
	Year ended 31st March, 2012 ₹ in lacs	Year ended 31st March, 2011 ₹ in lacs	
Manufactured goods			
Iron & Steel Pipes	473,493.29	393,969.97	
Steel Plates / Coils	949.23	224.39	
Pig Iron	2,712.34	-	
Scrap	24,725.39	13,213.15	
Others	423.63	2,966.75	
	502,303.88	410,374.26	
Sales includes the following goods used for captive consumption :			
Iron & Steel Pipes	-	19.68	
Others	-	41.00	
	-	60.68	



Notes to Financial Statements

	Year ended 31st March, 2012 ₹ in lacs		Year ended 31st March, 2011 ₹ in lacs	
D) C.I.F.VALUE OF IMPORTS				
Raw Materials		212,218.86		213,852.61
Stores & Spares		7,275.98		3,916.50
Capital Goods		11,116.16		5,073.55
E) BREAK UP OF THE CONSUMPTION OF RAW MATERIALS AND STORES AND SPARES INTO IMPORTED AND INDIGENOUS				
	Year ended 31st March, 2012		Year ended 31st March, 2011	
	%	₹ in lacs	%	₹ in lacs
a) Raw Materials				
Imported	61.67	239,927.66	56.24	138,826.30
Indigenous	38.33	149,133.01	43.76	108,000.67
	<u>100.00</u>	<u>389,060.67</u>	<u>100.00</u>	<u>246,826.97</u>
b) Stores and Spares				
Imported	29.45	5,239.44	19.38	2,904.58
Indigenous	70.55	12,550.67	80.62	12,083.02
	<u>100.00</u>	<u>17,790.11</u>	<u>100.00</u>	<u>14,987.60</u>
F) EXPENDITURE IN FOREIGN CURRENCY				
Travelling		149.04		106.19
Interest & Bank Charges		3,876.40		2,572.21
Commission on Sale		2,359.84		2,688.48
Fee and Subscription		27.89		56.60
Legal & Professional		1,219.91		191.56
Sales Promotion		20.93		58.07
Carriage Outward (Net of recoveries)		10,446.13		8,261.73
Reimbursement of Overseas Branch		169.56		137.77
Others		1,948.05		12.30
G) EARNING IN FOREIGN CURRENCY				
F.O.B. Value of Exports		268,871.01		157,924.93
Interest		172.35		224.13
Conversion Charges		-		27.80
Carbon Credits		447.88		599.52
Others		287.80		7.80

	Year ended 31st March, 2012 ₹ in lacs	Year ended 31st March, 2011 ₹ in lacs
H) REMITTANCE OF FOREIGN CURRENCY ON ACCOUNT OF DIVIDEND		
a) Financial year to which dividend relates	2010-2011	2009-10
b) No. of NRI shareholders	37	43
c) No. of shares held	61749735	61774235
d) Net amount of dividend remitted - Net of Tax (₹ in Lacs)	617.50	772.185

53. Previous year figures have been regrouped/rearranged, wherever considered necessary.

54. Notes 1 to 53 are annexed and form integral part of Financial Statements.

As per our report of even date attached

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

H.S. CHAUDHARY
Wholetime Director

SMINU JINDAL
Managing Director

N.C. Aggarwal
PARTNER
M.No. 005951

SUNIL JAIN
Company Secretary

N.K. AGARWAL
Vice President
(Corp. Accounts & Taxation)

PLACE : NEW DELHI
DATED : 30th MAY 2012

Notes to Financial Statements

Statement Pursuant to exemption under Section 212(8) of The Companies Act, 1956 relating to Subsidiary Companies

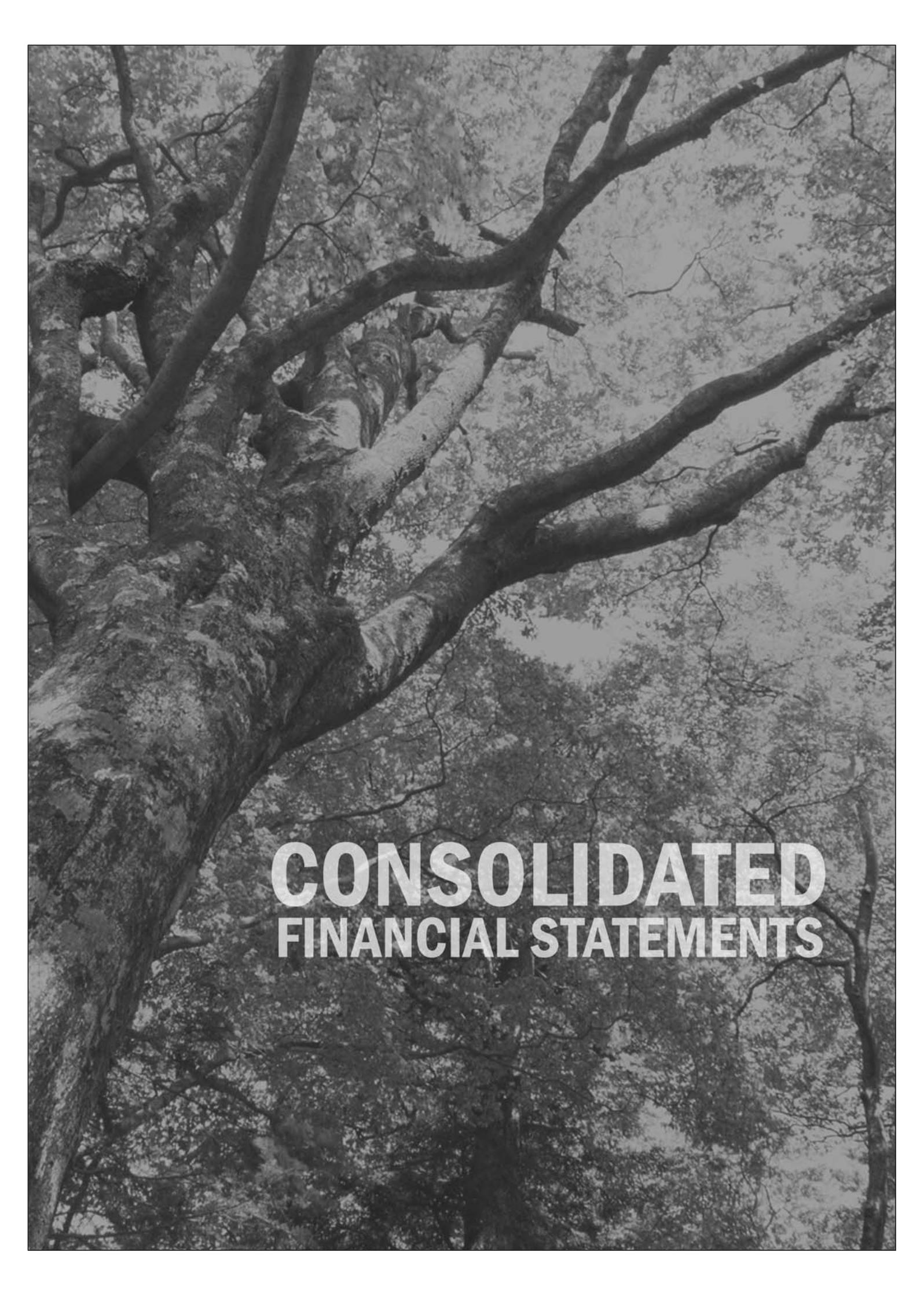
S. No	Name of the Subsidiary Company	Capital including Share Application Money	Reserve (Net of Accumulated Losses)	Total Assets	Total Liabilities (Outside)	Investment included in Total Assets (other than in Subsidiaries)	Turnover/ Total Income	Profit before Taxation	Provision for Taxation	Profit after Taxation	Proposed Dividend
1	Jindal ITF Limited	₹ in lacs	29,206.79	72,605.30	20,274.79	-	1,414.49	(1,743.37)	7.42	(1,750.79)	NIL
2	IUP Jindal Metals and Alloys Limited	₹ in lacs	979.38	11,392.65	9,013.27	-	13,061.66	26.01	9.44	16.56	NIL
3	S.V. Trading Limited	₹ in lacs	18,126.07	20,525.30	1,401.68	-	661.76	551.83	-	551.83	NIL
4	Jindal Fittings Limited	USD	35,432.876	40,122.566	2,739,688	-	1,381,443	1,152,255	-	1,152,255	NIL
5	Quality Iron and Steel Limited	₹ in lacs	-	202.20	23.97	-	-	-	-	-	NIL
6	Ralael Holdings Limited	₹ in lacs	(0.90)	4.54	0.44	-	-	(0.52)	-	(0.52)	NIL
7	Jindal Saw Holdings FZE	₹ in lacs	(8.29)	4,589.23	791.50	-	3.65	(0.35)	0.21	(0.57)	NIL
8	Greenray Holdings Limited	Euro	(12,027)	6,660,661	1,148,764	-	5,531	(536)	324	(860)	NIL
9	Jindal Saw USA, LLC	₹ in lacs	(773.20)	8,798.27	92.88	-	-	(446.74)	-	(446.74)	NIL
10	Jindal Saw Italia SPA	AED	(5,546,962)	63,119,369	666,331	-	-	(3,425,990)	-	(3,425,990)	NIL
11	Jindal Saw Middle East FZE	₹ in lacs	14.48	249.53	14.19	-	-	(14.19)	-	(14.19)	NIL
12	Jindal Saw Gulf LLC	GBP	17,697	305,047	17,350	-	-	(18,464)	-	(18,464)	NIL
13	Derwant Sand SARL	₹ in lacs	540.01	23,824.30	18,168.63	-	19,687.06	3,364.59	167.75	3,196.84	NIL
14	Jindal Intelicom Limited	₹ in lacs	1,055,610	46,571,399	35,515,789	-	41,097,546	7,023,729	350,190	6,673,539	NIL
15	JTF Water Infrastructure Limited	₹ in lacs	(1,585,06)	37,038.01	35,178.04	-	7,575.74	(1,519.41)	3.33	(1,522.74)	NIL
16	JTF Urban Infrastructure Services Ltd.	Euro	(2,300,519)	53,755,779	51,056,298	-	11,466,193	(2,299,689)	5,047	(2,304,736)	NIL
17	JTF Shipyards Limited	₹ in lacs	(2,17.72)	33,588.67	22,916.10	-	4.54	(203.67)	-	(203.67)	NIL
18	Jindal Rail Infrastructure Limited	AED	(1,561,906)	240,967,250	164,401,572	-	34,788	(1,561,906)	-	(1,561,906)	NIL
19	JTF Waterways Limited	₹ in lacs	(211.64)	13,992.17	2,292.43	-	-	(197.98)	-	(197.98)	NIL
20	JTF Infralogistics Limited	AED	(1,518,288)	100,380,723	16,446,056	-	-	(1,518,288)	-	(1,518,288)	NIL
21	JTF Urban Infrastructure Limited	₹ in lacs	(112.14)	1,796.46	1,744.51	-	465.73	(156.95)	7.86	(164.81)	NIL
		DZD	(18,213,613)	291,774,455	283,338,068	-	75,641,779	(25,491,660)	1,275,953	(26,767,613)	NIL
		₹ in lacs	1,229.17	3,209.28	889.11	1.50	3,113.76	64.24	21.19	43.05	NIL
		₹ in lacs	2,659.31	17,199.29	14,162.58	-	22,744.14	1,189.26	371.01	818.25	NIL
		₹ in lacs	(0.38)	5.09	0.47	-	-	(0.19)	-	(0.19)	NIL
		₹ in lacs	1,112.76	6,633.55	2,839.79	-	1.33	(5.79)	-	(5.79)	NIL
		₹ in lacs	3,820.06	18,797.38	13,060.29	1,123.25	-	-	-	-	NIL
		₹ in lacs	11,225.97	55,954.84	25,857.54	3,101.17	18,663.41	(2,679.55)	(1,134.79)	(1,544.76)	NIL
		₹ in lacs	(0.78)	33.40	0.18	4.71	0.32	(0.36)	-	(0.36)	NIL
		₹ in lacs	4,602.69	12,543.53	5.52	-	1.278	(26.30)	-	(26.30)	NIL

Statement Pursuant to exemption under Section 212(8) of The Companies Act, 1956 relating to Subsidiary Companies

S. No	Name of the Subsidiary Company	Capital including Share Application Money	Reserve (Net of Accumulated Losses)	Total Assets	Total Liabilities (Outside)	Investment included in Total Assets (other than in Subsidiaries)	Turnover/ Total Income	Profit before Taxation	Provision for Taxation	Profit after Taxation	Proposed Dividend
22	JITF Coal Logistics Limited	₹ in lacs 5.00	-	5.11	0.11	-	-	-	-	-	NIL
23	Intellicom Insurance Advisors Ltd.	₹ in lacs 15.00	-	15.54	0.54	-	-	-	-	-	NIL
24	JITF Shipping & Logistics (Singapore) Pte. Limited	₹ in lacs 2,403.84	(153.51)	807.452	5,824.19	-	2,987.83	(146.49)	-	(146.49)	NIL
25	JITF Water Infra (Naya Raipur) Ltd.	USD 4,699.001	(300.078)	15,783.962	11,385.039	-	6,237.209	(305.800)	-	(305.800)	NIL
26	JITF ESIP CETP (Sitargani) Ltd.	₹ in lacs 5,44.39	197.03	4,055.84	4,050.84	-	-	-	-	-	NIL
27	JINDAL ITF KOBELCO Eco Ltd.	₹ in lacs 2,75.00	(99.14)	1,351.23	609.82	0.25	0.03	(0.97)	-	(0.97)	NIL
28	JITF Manila Water Development Co. Limited	₹ in lacs 194.68	(174.71)	303.55	127.69	-	5.98	(99.14)	-	(99.14)	NIL
29	JITF Global Water Holding Pte. Limited	₹ in lacs 0.00	-	2.103	1.06	-	4.78	(118.16)	-	(118.16)	NIL
30	JITF Water Infra (Rajkot) Limited	USD 1	-	0.00	-	-	-	-	-	-	NIL
31	JITF Urban Waste Management (Ferozepur) Limited	₹ in lacs 5.00	-	56.40	51.40	-	-	-	-	-	NIL
32	JITF Urban Waste Management (Jalandhar) Limited	₹ in lacs 5.59	2.02	519.72	512.11	-	34.72	3.02	1.00	2.02	NIL
33	JITF Urban Waste Management (Bathinda) Limited	₹ in lacs 5.56	(0.28)	503.47	498.20	-	-	(0.28)	-	(0.28)	NIL
34	Timarpur- Okhla Waste Management Company Private Limited	₹ in lacs 7,008.17	1.13	707.76	701.08	-	64.66	1.69	0.56	1.13	NIL
			3,715.44	27,491.27	16,767.66	-	10.72	3.40	-	7.37	NIL

Note:

1. Exchange Rates as on 31.03.2012- 1 US \$ = 51.1565
 2. Exchange Rates as on 31.03.2012- 1 GBP = 81.7992
 3. Exchange Rates as on 31.03.2012- 1 AED = 13.9391
 4. Exchange Rates as on 31.12.2011- 1 Euro = 68.90
- (Rate of exchange on closing day of financial year of subsidiaries)
5. Exchange Rates as on 31.03.2012- 1 DZD = 0.6157
 6. Figures in brackets represents losses.



**CONSOLIDATED
FINANCIAL STATEMENTS**



Auditors' Report On Consolidated Financial Statements

AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF JINDAL SAW LIMITED ON THE CONSOLIDATED FINANCIAL STATEMENTS OF JINDAL SAW LIMITED, IT'S SUBSIDIARIES AND JOINT VENTURES

We have examined the attached Consolidated Balance Sheet of Jindal Saw Limited ('the Company') and its subsidiaries and its jointly controlled entities (Collectively referred as the 'Jindal Saw Group') as at 31st March, 2012, the Consolidated Profit and Loss Account and also the Consolidated Cash Flow Statement for the year then ended.

1. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit. We have conducted our audit in accordance with generally accepted audit standards in India. These Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are prepared, in all material respects, in accordance with an identified financial reporting framework and are free of material misstatements. An audit includes, examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements. We believe that our audit provides a reasonable basis for our opinion.
2. (a) We did not audit the financial statements of (i) subsidiaries- Jindal Saw USA LLC (JSULLC), Ralael Holdings Ltd., Jindal Saw Italia, Jindal Saw Holding FZE, Jindal Saw Middle East FZC, Jindal Saw Gulf LLC., Jindal Intellicom Limited, Intellicom Insurance Advisors Limited, Jindal Global Water Holding PTE Ltd., JITF Shipping & Logistics (Singapore) PTE Ltd. whose financial statements reflect total assets as at 31st March, 2012 of ₹ 133129.99 Lacs, total revenue of ₹ 33372.59 Lacs and net cash inflow of ₹ 238.29 lacs and (ii) one jointly controlled entity Jindal Sigma UK Ltd., whose financial statement include the Group's share of total assets of ₹ 890.96 lacs, total revenue of ₹ 414.67 lacs and net cash inflow of ₹ 84.85 lacs for the year then ended (before adjustments on consolidation). These financial statements have been audited by other auditors of the company whose report has been furnished to us by the management and our opinion is based solely on the report of said auditors.
(b) We did not audit the financial results of two subsidiaries Green Ray Holdings Ltd. and Derwant Sand Sarl whose unaudited financial statements reflect total assets of ₹ 2044.61 Lacs as at 31st March, 2012 and total revenue of ₹ 465.73 Lacs and net cash inflow of ₹ 1.20 lacs for the year then ended. The said financial statements, which were furnished to us by the management, were unaudited. We are unable to express an opinion on true and fair view in so far as it relates to amounts considered in the consolidated financial statements for the reason as stated above.
3. We report that the consolidated financial statements have been prepared by the Company in accordance with the requirements of Accounting Standard (AS) 21, Consolidated Financial Statements and AS-27- Financial Reporting of interest in Joint Ventures issued by the Institute of Chartered Accountants of India notified under sub-section (3C) of Section 211 of the Companies Act, 1956 of India.

Based on our audit, consideration of reports of other auditors and certification by management on unaudited companies, and to the best of our information and according to the explanations given to us, in our opinion, the attached consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India.

- a) In case of the Consolidated Balance Sheet, of the consolidated state of affairs of the Jindal Saw Group as at 31st March, 2012.
- b) In case of the Consolidated Profit and Loss Account, of the profit of the Jindal Saw Group for the year ended on that date.
- c) In case of the Consolidated Cash Flow statement, of the consolidated cash flows of the Jindal Saw Group for the year ended on that date.

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

Place : New Delhi
Dated : 30th May, 2012

N.C. Aggarwal
PARTNER
M.No. 005951

Consolidated Balance Sheet As At 31st March, 2012

PARTICULARS	Note No.	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	5,524.58	5,524.58
(b) Reserves and Surplus	2	364,077.00	401,417.61
(2) Share Application Money Pending Allotment	3	2,661.04	-
(3) Minority Interest		3,080.19	2,200.42
(4) Non-Current Liabilities			
(a) Long-Term Borrowings	4	189,348.14	72,664.04
(b) Deferred Tax Liabilities (Net)	5	1,891.44	15,422.88
(c) Other Long-Term Liabilities	6	10,338.08	2,029.82
(d) Long-Term Provisions	7	3,245.80	2,460.75
(5) Current Liabilities			
(a) Short-Term Borrowings	8	163,380.71	119,177.01
(b) Trade Payables	9	76,041.77	41,311.99
(c) Other Current Liabilities	10	108,994.64	98,643.06
(d) Short-Term Provisions	11	3,965.36	3,805.63
Total		932,548.75	764,657.79
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets	12		
(i) Tangible Assets		263,686.30	244,181.43
(ii) Intangible Assets		1,000.91	853.33
(iii) Capital Work-In-Progress		150,202.59	66,505.35
(b) Goodwill on Consolidation		15,314.55	4,799.36
(c) Non-Current Investments	13	1,246.88	8,483.67
(d) Long-Term Loans and Advances	14	20,450.26	45,815.09
(e) Other Non-Current Assets	15	2,010.77	1,022.76
(2) Current Assets			
(a) Current Investments	16	3,229.13	19,083.02
(b) Inventories	17	214,458.05	170,635.28
(c) Trade Receivables	18	153,249.74	129,493.21
(d) Cash and Bank Balances	19	29,498.57	21,187.55
(e) Short-Term Loans and Advances	20	76,149.45	51,500.83
(f) Other Current Assets	21	2,051.55	1,096.91
Total		932,548.75	764,657.79
Significant Accounting Policies and Notes to the Consolidated Financial Statements	I-51		

As per our report of even date attached

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

H.S. CHAUDHARY
Wholetime Director

SMINU JINDAL
Managing Director

N.C. Aggarwal
PARTNER
M.No. 005951

SUNIL JAIN
Company Secretary

N.K. AGARWAL
Vice President
(Corp. Accounts & Taxation)

PLACE : NEW DELHI
DATED : 30th May 2012



Consolidated Statement of Profit And Loss For The Year Ended 31st March, 2012

PARTICULARS	Note No.	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
I. Gross Revenue from Operations	22	623,007.73	475,478.52
Less : Excise Duty		19,368.16	16,845.98
Net Revenue from Operations		603,639.57	458,632.54
II. Other Income	23	10,142.92	6,079.39
III. Total Revenue (I +II)		613,782.49	464,711.93
IV. Expenses:			
Cost of Materials Consumed	24	427,366.46	257,139.99
Purchase of Stock-In-Trade	25	7,832.14	5,388.45
Changes in Inventories of Finished Goods, Work-In-Progress and Stock-In-Trade	26	(65,876.59)	(4,197.41)
Employee Benefit Expenses	27	35,238.23	28,667.39
Finance Cost	28	16,546.71	18,196.27
Depreciation and Amortisation		18,176.63	16,378.26
Other Expenses	29	132,240.67	85,445.39
Total Expenses		571,524.25	407,018.34
V. Profit before exceptional and extraordinary items and tax (III - IV)		42,258.24	57,693.59
VI. Exceptional Items (Refer note no. 35)		14,080.39	-
VII. Profit before extraordinary items and tax (V - VI)		28,177.85	57,693.59
VIII. Extraordinary Items		-	-
IX. Profit before Tax (VII - VIII)		28,177.85	57,693.59
X. Tax Expense:			
(1) Current Tax		7,075.90	10,536.46
(2) Deferred Tax		8,509.75	2,707.32
(3) MAT Credit Entitlement		(6,252.65)	-
		9,333.00	13,243.78
XI. Profit for the year after tax and before minority interest (IX-X)		18,844.85	44,449.81
XII. Less: Minority Interest in (Profit)/Loss		66.13	15.86
XIII. Profit for the year after minority interest (XI + XII)		18,910.98	44,465.67
XIV. Earning per Equity Share of face value of ₹ 2/- each			
(1) Basic		6.85	15.87
(2) Diluted		6.85	15.34
Significant Accounting Policies and Notes to the Consolidated Financial Statements	I-51		

As per our report of even date attached

For **N.C. AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

H.S. CHAUDHARY
Wholetime Director

SMINU JINDAL
Managing Director

N.C. Aggarwal
PARTNER
M.No. 005951

SUNIL JAIN
Company Secretary

N.K. AGARWAL
Vice President
(Corp. Accounts & Taxation)

PLACE : NEW DELHI
DATED : 30th May 2012



JINDAL SAW LTD.
Annual Report 2011-12

Consolidated Cash Flow Statement For The Year Ended 31st March, 2012

PARTICULARS	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
A. CASH INFLOW (OUTFLOW) FROM THE OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX AND EXTRAORDINARY ACTIVITIES	28,177.85	57,693.59
Adjustments for		
Add/(Less)		
Depreciation	18,176.63	16,378.26
Dividend Received	(1,005.60)	(201.32)
Interest Paid	12,855.23	7,311.10
(Profit)/Loss on sale of fixed assets	716.79	46.00
Provision for Doubtful Debts	175.00	90.99
Provision for Doubtful Debts Written Back	(1,115.35)	(32.56)
Liquidated Damages/ Bad Debts	1,714.34	270.18
Profit on Sale of Investments	(91.50)	(1,705.95)
Provision for Standard Assets	-	43.48
Provision no longer required	-	(267.21)
Effect of Unrealised Foreign Exchange (Gain)/Loss	(6,500.55)	376.20
Interest Received	(2,635.70)	(2,587.88)
	22,289.29	19,721.29
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	50,467.14	77,414.88
Adjustments for:-		
Inventories	(43,822.77)	(89,927.21)
Sundry debtors	(19,867.58)	(45,763.35)
Other current assets	(41,972.24)	(19,654.85)
Current liabilities	28,326.13	13,686.33
CASH GENERATED FROM OPERATIONS	(26,869.32)	(64,244.20)
EXTRAORDINARY ITEMS	-	-
Tax Paid	(2,713.45)	(15,639.13)
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES	(29,582.77)	(79,883.33)
B. CASH INFLOW/(OUTFLOW)FROM INVESTMENT ACTIVITIES		
(Increase)/Decrease in Investment	20,623.27	6,707.67
Capital expenditure	(113,309.38)	(68,764.95)
Sale proceeds of fixed assets	6,914.36	550.97
Movement of Loans & Advances	21,958.01	(686.67)
Interest Received	2,690.30	2,669.51
Dividend Received	1,005.60	205.63
NET CASH INFLOW/(OUTFLOW)FROM INVESTING ACTIVITIES	(60,117.84)	(59,317.84)
C. CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES		
Dividend paid including Tax	(3,238.42)	(4,457.35)
Interest paid	(24,346.95)	(6,829.70)
Redemption of Preference Share Capital	-	(10,000.00)
Proceeds from Application Money (Pending Allotment)	2,661.04	-
Short Term Borrowings-Net	42,819.87	42,893.65
Increase/(Decrease) in Long Term loan	82,011.80	77,960.05
Increase/(Decrease) in fixed deposits	(1,982.54)	884.84
NET CASH INFLOW/(OUTFLOW) USED IN FINANCING ACTIVITIES	97,924.80	100,451.48
NET CHANGES IN CASH & CASH EQUIVALENT	8,224.19	(38,749.69)
Cash and cash equivalent as at 01.04.2011 (opening balance)	21,187.55	59,915.28
Exchange difference on translation of Foreign Currency cash and cash equivalent	86.83	21.96
Cash and cash equivalent as at 31.03.2012 (Closing balance)	29,498.57	21,187.55

NOTE:

- Increase in secured and unsecured loans are shown net of repayments.
- Purchase of fixed assets includes movements of Capital Work-in-progress between the beginning and end of the Year.
- Previous year's figures have been regrouped wherever necessary.

As per our report of even date attached

For **N.C.AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

H.S. CHAUDHARY
Wholetime Director

SMINU JINDAL
Managing Director

N.C.Aggarwal
PARTNER
M.No. 005951

SUNIL JAIN
Company Secretary

N.K.AGARWAL
Vice President
(Corp. Accounts & Taxation)

PLACE : NEW DELHI
DATED : 30th May 2012



Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 Rs. in lacs	As At 31st March, 2011 Rs. in lacs
I. SHARE CAPITAL		
Authorised		
(i) 500,000,000 Equity Shares of ₹2/- each	10,000.00	10,000.00
(ii) 10,000,000 Redeemable Non Convertible Cumulative Preference Shares of ₹100/- each	10,000.00	10,000.00
	20,000.00	20,000.00
Issued		
276,230,771 Equity Shares of ₹2/- each	5,524.62	5,524.62
	5,524.62	5,524.62
Subscribed and Fully Paid-Up		
276,226,771 Equity Shares of ₹2/- each	5,524.54	5,524.54
Add: Forfeited 4,000 Equity Shares of ₹2/- each (Partly paid up ₹1/- each)	0.04	0.04
Total Share Capital	5,524.58	5,524.58
(a) Reconciliation of the number of shares:		
Equity Shares		
Shares outstanding as at the beginning of the year	276,226,771	273,614,735
Add: Shares issued on conversion of FCCB during the year	-	2,612,036
Shares outstanding as at the end of the year	276,226,771	276,226,771
(b) Details of shareholders holding more than 5% shares in the company:		
Name Of Shareholders	% of holding as at 31st March, 2012	% of holding as at 31st March, 2011
Nalwa Sons Investments Limited	19.39	19.39
Sigmatech Inc	10.90	10.90
Reliance Capital Trustee Company Limited A/c - Reliance Growth Fund	5.37	4.80
Total	35.66	35.09
(c) Aggregate number of bonus shares issued, shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:	NIL	NIL
(d) 3,250 Equity Shares have been held in abeyance as a result of attachment orders by Govt. authorities, lost shares certificates and other disputes.		
(e) Terms/Rights attached to Equity Shares		
The Company has only one class of equity shares having a par value of ₹2/- per equity share. Each equity shareholder is entitled to one vote per share.		



Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
2. RESERVES AND SURPLUS		
a) Capital Reserve		
Balance as per last financial statements	3,605.68	2,138.90
Add: During the year (refer note no.34)	1,523.93	1,466.78
Less: Pursuant to scheme of arrangement and demerger (refer note no.33)	2,138.90	-
Closing Balance	2,990.71	3,605.68
b) Capital Redemption Reserve		
Balance as per last financial statements	11,500.00	1,500.00
Add: During the year	-	10,000.00
Closing Balance	11,500.00	11,500.00
c) General Reserve		
Balance as per last financial statements	290,055.46	250,055.46
Add: Transfer during the year from Surplus in Profit and Loss account	15,000.00	40,000.00
Less: Deduction/ transfer during the year (refer note no.41)	45,892.81	-
Closing Balance	259,162.65	290,055.46
d) Debenture Redemption Reserve		
Transfer during the year from Surplus in Profit and Loss account	1,960.00	-
Closing Balance	1,960.00	-
e) Securities Premium Reserve		
Balance as per last financial statements	76,518.30	72,554.84
Add: During the year	-	3,963.46
Less: Pursuant to scheme of arrangement and demerger (refer note no.33)	19,697.04	-
Closing Balance	56,821.26	76,518.30
f) Revaluation Reserve		
Balance as per last financial statements	472.41	491.41
Less: Transfer during the year	18.91	19.00
Closing Balance	453.50	472.41
g) Foreign Currency Translation Reserve		
Balance as per last financial statements	3,422.11	3,568.93
Add: During the year	3,443.41	-
Less: Deduction/ transfer during the year	-	146.82
Closing Balance	6,865.52	3,422.11
h) Statutory Reserve		
Balance as per last financial statements	667.54	384.74
Add: Transfer during the year from Surplus in Profit and Loss account	-	282.80
Less: Transfer during the year on cessation of subsidiary relationship	667.54	-
Closing Balance	-	667.54
i) Mark to Market Reserve		
During the year	(90.44)	-
Closing Balance	(90.44)	-
j) Surplus in Profit and Loss Account		
Balance as per last financial statements	15,176.11	22,538.33
Add: Profit after tax transferred from Statement of profit and Loss	18,910.98	44,465.67
Add: Foreign Exchange Translation Difference	(13.28)	2.17
Add: Previous year Taxation Adjustment	201.34	(247.65)
Less: Appropriations		
- Interim Dividends paid on Preference Shares	-	357.01
- Corporate tax on above	-	59.30
- Proposed Dividend:		
On Equity Shares	2,762.27	2,762.28
- Corporate tax on Proposed Dividends	448.11	448.11
- Transfer to General Reserve	15,000.00	40,000.00
- Transfer to Capital Redemption Reserve	-	10,000.00
- Transfer to Debenture Redemption Reserve	1,960.00	-
- Transfer to Statutory Reserve	-	282.80
- Transfer of profit/(loss) on cessation of Subsidiary Relationship	136.90	-
- Transferred to (Goodwill)/Capital Reserve	(10,445.93)	(2,327.09)
Balance in Profit and Loss Account Carried Forward	24,413.80	15,176.11
Total Reserves and Surplus	364,077.00	401,417.61



Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
3. SHARE APPLICATION MONEY PENDING ALLOTMENT		
a) Compulsorily Convertible Preference Shares (CCPS)-Application Money	2,487.81	-
b) Equity Share application money pending allotment	173.23	-
	<u>2,661.04</u>	<u>-</u>

- a) The Company and its subsidiary Jindal ITF Limited have executed definitive agreements ("Agreements") on 5th March 2012 with a foreign private equity investor for issuance of 2% Cumulative Compulsorily Convertible Preference Shares (CCPS) of ₹100/- each total aggregating to a maximum amount of ₹100 crores (₹ one hundred Crores only) by Jindal ITF Limited. The CCPS shall be converted into equity shares of the Company in terms with the provisions of the Agreements.
- b) Equity shares will be allotted at ₹10/- each at par (face value) in equity share capital in a subsidiary company till the end of next year. The said company has sufficient authorised share capital to issue the shares.

NON CURRENT LIABILITIES

4. LONG-TERM BORROWINGS

a) Secured

i) Non Convertible Debentures	30,000.00	-
ii) Term Loans		
Term Loans from Banks	72,546.02	30,321.21
External Commercial Borrowings	13,634.75	12,137.10
Secured Long term borrowings	<u>116,180.77</u>	<u>42,458.31</u>

- 10.75% Non Convertible Debentures of ₹30000 Lacs are secured by way of English mortgage on the Company's immovable properties located in the state of Gujarat and by way of equitable mortgage of Company's immovable properties at other locations and hypothecation of moveable fixed assets in favour of debenture trustees. The same are repayable in three equal installments of ₹10000 lacs each on 08th April, 2015, 08th April, 2016 and 08th April, 2017.
- Term Loans from Banks include:
 - Term Loans of ₹13700 Lacs is secured/to be secured by way of second charge on the assets of the Company and also by way of personal guarantee of Promoter Director.
 - Term Loan of ₹23447.50 Lacs is Secured against mortgage of Vessels and barges.
 - Loans of ₹16.10 Lacs for purchase of vehicles are secured by way of hypothecation of vehicles.
 - Loans of ₹35382.42 Lacs are secured by way of mortgage of Company's immovable properties and hypothecation of moveable assets (save and except book debts) both present and future, subject to charge created/to be created in favour of Company's banker for securing working capital facilities.
 - There is no default in repayment of principal and interest thereon.
- External Commercial Borrowings (ECB) is Secured by way of first charge on moveable fixed assets of the company, both present and future, all book debts & intangible assets. The loan is also guaranteed by director(s).

ECB from bank in USD equivalent to ₹ 7003.73 lacs carries interest @ 8.65% repayable in 20 half yearly structured installments. Another External Commercial Borrowings from bank in Japanese Yen equivalent to ₹ 6631.02 lacs carries interest @ 13.36% repayable in 20 half yearly structured installments. Loan is repayable as under:-

FY 2013-2014 : ₹ 1590.18 lacs; FY 2014-15 to FY 2018-19 : ₹ 1505.57 lacs ;2019-20 to 2020-21 : ₹ 2258.36 lacs.

Maturity profile of Long Term Secured Loan from banks is as under:

Maturity Period	Amount (₹ In lacs)
1-2 Years	21,444.39
2-3 Years	8,653.40
3-4 Years	9,097.20
Beyond 4 Years	33,351.03
Total	<u>72,546.02</u>



Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
b) Unsecured		
i) 9.25% Compulsorily Convertible Debentures (CCDs)	20,000.00	20,000.00
ii) External Commercial Borrowings from Banks	47,073.36	-
iii) Deferred Sales Tax Loans	4,342.48	5,157.62
iv) Deposits from Public	1,751.53	3,748.11
v) Bonds		
Zero Coupon Optionally Convertible Bonds	-	1,300.00
Unsecured Long term borrowings	73,167.37	30,205.73
Total Long Term Borrowings	189,348.14	72,664.04
1. CCD's issued by Jindal ITF Limited are compulsorily convertible within five years from March 2011 with call option by the promoter of the Company (Jindal Saw Limited) to buy back CCD's at premium of 1% of the paid up value of the CCD's. It also carry put option by the financial institution to require the promoter to buy back the same upto the tenure period of CCD's. It also has a conversion clause into equity shares in the event of IPO by the company or any of its subsidiaries so as to get an IRR of 14% per annum on CCD's.		
2. Deferred Sales tax Loans amounting to ₹ 655.29 lacs (previous year ₹ 982.92 lacs) are guaranteed by one of the Directors. Repayment schedule of Deferred Sales Tax Loans are set out below:		
Year of Repayment		
March 31, 2014	831.93	
March 31, 2015	790.43	
March 31, 2016	494.11	
March 31, 2017	344.02	
March 31, 2018	474.62	
March 31, 2019	471.41	
March 31, 2020	417.94	
March 31, 2021	385.20	
March 31, 2022	132.82	
Total outstanding balance as on 31.03.2012	4,342.48	
3. Deposits includes deposits from related parties ₹134.90 Lacs.		
4. Terms of repayment of External commercial borrowings are as under -		
i) External Commercial Borrowings of USD 73,018,334 (₹37353.62 lacs) is repayable in three installments of USD 24,096,050 (₹12326.70 lacs), USD 24,096,050 (₹12326.70 lacs) and USD 24,826,234 (₹12700.22 lacs) on 30th June, 2015, 30th June, 2016 and 30th June, 2017, respectively. Rate of Interest is 6 months USD LIBOR plus 2.55% p.a.		
ii) External Commercial Borrowings of USD 19,000,000 (₹9719.74 lacs) is repayable in three installments of USD 5,700,000 (₹2915.92 lacs), USD 5,700,000 (₹2915.92 lacs) and USD 7,600,000 (₹3887.90 lacs) on 27th Nov, 2015, 27th Nov, 2016 and 27th Nov, 2017, respectively. Rate of Interest is 6 months USD LIBOR plus 2.30% p.a.		
5. Deposits from public is repayable between one to three years.		
6. There is no default in repayment of Principal loans and interest.		
5. DEFERRED TAX LIABILITIES (NET)		
A. LIABILITY		
Difference between book and tax depreciation	30,091.42	27,919.87
Total Deferred Tax Liabilities	30,091.42	27,919.87
B. ASSETS		
(i) Disallowance under Income Tax Act	15,734.51	1,551.97
(ii) Carried Forward losses	12,465.47	10,945.02
Total Deferred Tax Assets	28,199.98	12,496.99
Total Deferred Tax Liabilities (Net) (A-B)	1,891.44	15,422.88
Net (increase)/decrease in Deferred Tax Liabilities represented by :		
Deferred Tax Assets on transitional provisions under AS 30 (Refer note no.41)	22,041.19	-
Deferred Tax Liability provided during the year in Profit and loss account	8,509.75	2,707.32
Net (increase)/decrease in Deferred Tax Liabilities	13,531.44	(2,707.32)



Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
6. OTHER LONG TERM LIABILITIES		
Trade Payables	8,124.61	-
Security Deposits and Advances	10.62	44.20
Other Liabilities	2,202.85	1,985.62
Total Other Long Term Liabilities	10,338.08	2,029.82
7. LONG-TERM PROVISIONS		
a) Provision for Employee benefits		
Provision for Gratuity	1,108.15	874.10
Provision for Leave Encashment	2,103.38	1,586.65
b) Others	34.27	-
Total Long term Provisions	3,245.80	2,460.75
CURRENT LIABILITIES		
8. SHORT-TERM BORROWINGS		
a) Secured		
From banks		
Working Capital borrowings	53,574.43	45,558.74
Buyers' Credit	43,615.54	33,271.50
Secured Short term borrowings	97,189.97	78,830.24
b) Unsecured		
i) From Banks		
Short Term Loans	26,171.56	5,358.00
Buyers' Credit	40,005.14	34,988.77
ii) Deposits from Public	14.04	-
Unsecured Short term borrowings	66,190.74	40,346.77
Total Short Term Borrowings	163,380.71	119,177.01
Working Capital Loans and Buyers' Credit are secured by hypothecation of finished goods, raw-materials, work-in-progress, stores and spares, book debts and secured/ to be secured by second charge in respect of other moveable and immovable properties of the Company.		
9. TRADE PAYABLES		
Trade Payables (including acceptances)	75,972.71	41,262.35
Due to Micro and Small Enterprises	69.06	49.64
Total Trade Payables	76,041.77	41,311.99



Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
10. OTHER CURRENT LIABILITIES		
a) Current Maturities of Long Term debts	5,922.91	37,043.21
b) Interest accrued but not due	1,716.77	6,205.65
c) Advance From Customer And Others	39,143.83	43,859.47
d) Unpaid Dividend	276.07	248.04
e) Other Payables		
- Statutory Dues	1,900.74	2,442.74
- Dues to Employees	2,164.58	1,593.36
- Others*	57,869.74	7,250.59
Total Other Current Liabilities	108,994.64	98,643.06
* Others include capital creditors		
11. SHORT TERM PROVISIONS		
a) Provision for Employee benefits		
Provision for Gratuity	164.99	380.23
Provision for Leave Encashment	499.23	171.53
	664.22	551.76
b) Other Provisions		
Proposed Dividend on Equity Shares	2,762.27	2,762.28
Corporate tax on Proposed Dividend	448.11	448.11
Provision for mark to market loss on derivative contracts	90.44	-
Provision For Taxation (Wealth Tax)	0.32	-
Provision on Standard Assets	-	43.48
	3,301.14	3,253.87
Total Short Term Provisions	3,965.36	3,805.63



Notes to Consolidated Financial Statements

12. FIXED ASSETS

(₹ in lacs)

PARTICULARS	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	As At 01.04.2011	Additions	Deduction/ Adjustments	As At 31.03.2012	Upto 31.03.2011	During The Year	Deduction/ Adjustments	Upto 31.03.2012	As At 31.03.2012	As At 31.03.2011
Tangible Assets (A)										
Lease hold	1,094.61	99.31	-	1,193.92	118.43	7.01	-	125.44	1,068.48	976.18
Free hold	7,738.56	2,031.06	-	9,769.62	-	-	-	-	9,769.62	7,738.56
Lease Hold Improvements	7.87	-	-	7.87	7.87	-	-	7.87	-	-
Building	37,874.80	6,629.60	67.18	44,437.22	4,865.50	1,218.07	1.05	6,082.52	38,354.70	33,009.30
Plant & Equipment	231,173.23	24,275.20	1,362.86	254,085.57	62,921.81	14,392.44	528.62	76,785.63	177,299.94	168,885.44
Furniture & Fixture	1,507.85	271.83	1.27	1,778.41	530.13	117.44	0.63	646.94	1,131.47	977.72
Mine Development	-	748.46	-	748.46	-	112.27	-	112.27	636.19	-
Vehicles	2,091.86	1,375.23	103.40	3,363.69	683.67	319.11	41.96	960.82	2,402.87	1,408.19
Vessels	34,344.08	9,547.77	8,042.86	35,848.99	3,632.55	1,754.64	1,374.92	4,012.27	31,836.72	30,711.53
Barge	447.61	24.42	-	472.03	47.26	14.95	-	62.21	409.82	400.35
Office Equipment	950.44	134.96	0.79	1,084.61	242.26	65.89	0.03	308.12	776.49	74.15
Total (A)	317,230.91	45,137.84	9,578.36	352,790.39	73,049.48	18,001.82	1,947.21	89,104.09	263,686.30	244,181.43
Intangible Assets (B)										
Computer Software	1,241.03	377.66	-	1,618.69	387.70	230.08	-	617.78	1,000.91	853.33
TOTAL (A+B)	318,471.94	45,515.50	9,578.36	354,409.08	73,437.18	18,231.90	1,947.21	89,721.87	264,687.21	245,034.76
Previous Year	294,792.16	24,395.49	715.71	318,471.94	57,145.76	16,410.16	118.74	73,437.18	245,034.76	

NOTES:

A) Gross Block includes the following amount on account of revaluation made on 31.03.1996 of Pipe Division at Kosi Kalan at Net Current Residual Replacement Value.

Land

- Freehold	7.38
- Leashold	143.59
Building	548.34
Plant & Machinery	3916.96

B) Free hold Lands includes ₹1,800 lacs, conveyance deed for which is yet to be executed.

C) Depreciation during the year includes Depreciation Capitalised during Pre-operative Stage amount to ₹36.36 lacs (Previous Year ₹12.90 lacs).

D) Depreciation during the year includes Depreciation charged to Revaluation Reserve amounting to ₹18.91 lacs (Previous Year ₹19.00 lacs).



Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
13. NON-CURRENT INVESTMENTS		
a) Un-quoted Equity Shares	1,245.53	1,041.20
b) Quoted Equity Shares	-	7,394.12
c) Share Application Money (Unquoted Shares)	-	48.00
d) Government and Trust Securities	1.35	0.35
Total Non-current Investment	1,246.88	8,483.67
Notes:		
Aggregate market value of Quoted Investments	-	302,996.88
Aggregate book value of Un-quoted Investments	1,246.88	1,089.55
Aggregate book value of Quoted Investments	-	7,394.12
14. LONG TERM LOANS AND ADVANCES		
a) Capital Advances		
- Unsecured, considered good	12,697.85	15,686.06
b) Security Deposits		
- Unsecured, considered good	2,761.69	3,180.30
c) Other Loans and Advances		
- Unsecured, considered good	4,990.72	26,948.73
Total Long Term Loans and Advances	20,450.26	45,815.09
15. OTHER NON-CURRENT ASSETS		
(i) Others*		
- Unsecured, considered good	2,005.81	1,021.35
(ii) Preliminary expenses (To the extent not written off or adjusted)	4.96	1.41
Total Other non-current assets	2,010.77	1,022.76

*Includes Earnest Money, Sales tax refundable etc.

Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
CURRENT ASSETS		
16. CURRENT INVESTMENTS		
Investment in Mutual Funds	3,229.13	19,083.02
	<u>3,229.13</u>	<u>19,083.02</u>
17. INVENTORIES		
a) Raw Materials		
Inventories-Raw Materials	79,996.95	80,459.80
Material in Transit	261.51	27,977.88
	<u>80,258.46</u>	<u>108,437.68</u>
b) Work-in-progress		
Closing Work-in-progress	50,749.07	23,657.30
	<u>50,749.07</u>	<u>23,657.30</u>
c) Finished Goods		
Inventories-Finished Goods	60,057.89	21,949.93
	<u>60,057.89</u>	<u>21,949.93</u>
d) Inventories- Stores and Spares		
Inventories- Stores and Spares	18,726.67	13,413.99
Goods in Transit-Stores Material	220.78	-
Fuel Oils- Vessels	870.44	850.21
	<u>19,817.89</u>	<u>14,264.20</u>
e) Loose Tools		
Loose Tools Inventory	726.20	356.87
	<u>726.20</u>	<u>356.87</u>
f) Others		
Scrap	2,848.54	1,969.30
	<u>2,848.54</u>	<u>1,969.30</u>
Total Inventories	<u>214,458.05</u>	<u>170,635.28</u>
18. TRADE RECEIVABLES		
Unsecured		
Exceeding Six Months		
Considered Good	61,095.90	22,392.74
Doubtful	1,548.18	2,592.28
Less: Provision for doubtful debts	(1,548.18)	(2,592.28)
Others		
Considered Good	92,153.84	107,100.47
Doubtful	108.69	5.03
Less: Provision for doubtful debts	(108.69)	(5.03)
Total Trade Receivables	<u>153,249.74</u>	<u>129,493.21</u>



Notes to Consolidated Financial Statements

PARTICULARS	As At 31st March, 2012 (₹ in lacs)	As At 31st March, 2011 (₹ in lacs)
19. CASH AND BANK BALANCES		
a) Cash and Cash Equivalents		
Cheques in hand	7,375.50	-
Cash on hand	201.94	95.26
Balance with banks		
On current accounts	12,061.68	11,971.72
Fixed Deposits (Maturing within three months)#	751.14	4,395.52
b) Other Bank Balances		
On Unpaid Dividend Accounts	275.91	-
Fixed Deposits (Maturing after three months)*#	8,832.40	4,725.05
Total Cash and Bank balances	29,498.57	21,187.55
<p>*This includes Fixed Deposits maturing after 12 Months ₹1272.64 Lacs (Previous year ₹1567.76 Lacs). #This includes ₹ 2607.95 Lacs (Previous Year ₹ 3410.54 Lacs) pledged with banks/government departments etc.</p>		
20. SHORT TERM LOANS AND ADVANCES		
a) Loans and Advances recoverable in cash or kind #		
- Unsecured, considered good	72,403.34	49,307.74
b) Other loans and advances		
- Unsecured, considered good		
Advance taxation (net of provision)*	3,465.77	1,777.22
Balances with Statutory/Government authorities	280.34	415.87
	3,746.11	2,193.09
Total Short Term Loans and Advances	76,149.45	51,500.83
<p>#Includes sales tax receivables, cenvat credit receivables and advance to vendors etc. *Advance taxation includes MAT Credit Entitlement</p>		
21. OTHER CURRENT ASSETS		
Interest Accrued on Fixed Deposits	233.70	225.26
Security Deposits	547.22	841.11
Others	1,270.63	30.54
Total Other Current Assets	2,051.55	1,096.91



Notes to Consolidated Financial Statements

PARTICULARS	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
22. GROSS REVENUE FROM OPERATIONS		
a) Sale of products		
Finished goods	528,439.60	429,790.29
	<u>528,439.60</u>	<u>429,790.29</u>
b) Sale of services		
Erection and Commissioning	16,337.71	3,584.56
Revenue from other services	3,033.74	-
Charter Hire Income	178.17	-
Cargo Freight Revenue	20,139.57	9,839.94
	<u>39,689.19</u>	<u>13,424.50</u>
c) Other Operating revenues		
Interest	24.43	1,176.64
Dividend on Long Term Investments	-	718.74
Job Charges	45,968.29	26,804.33
Income from sale of Carbon Credit	447.88	599.52
Other operational Income	553.46	226.48
Export Incentives and other Govt. incentives	7,669.74	2,645.42
Operation and Maintenance	121.44	92.60
Ground rent recovery	93.70	-
	<u>54,878.94</u>	<u>32,263.73</u>
Total Gross Revenue from operations	<u><u>623,007.73</u></u>	<u><u>475,478.52</u></u>
23. OTHER INCOME		
a) Interest	2,635.70	2,587.88
b) Dividend on current Investment	1,005.60	201.19
c) Dividend on long term Investment	-	0.13
d) Net Gain on Sale of Current Investments	91.50	1,705.95
e) Other Non Operating Income	3,251.68	1,317.03
f) Provision for doubtful debts written back	1,115.35	-
g) Profit on sale of Fixed Assets	70.55	-
h) Bad Debts Recovered	1,755.67	-
i) Net Gain/(loss) on foreign currency translation and transaction (other than considered as finance cost)	216.87	-
j) Provision no Longer Required written back	-	267.21
Total Other Income	<u><u>10,142.92</u></u>	<u><u>6,079.39</u></u>



Notes to Consolidated Financial Statements

PARTICULARS	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
24. COST OF MATERIALS CONSUMED		
Raw Material Consumed	427,366.46	257,139.99
Total Cost of Material Consumed	427,366.46	257,139.99
25. PURCHASE OF STOCK-IN-TRADE	7,832.14	5,388.45
	7,832.14	5,388.45
26. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE		
Opening Stock		
- Finished Goods	21,753.04	28,701.16
- Scrap	1,969.30	874.63
- Work in Progress	23,657.30	13,342.71
	47,379.64	42,918.50
Closing Stock		
- Finished Goods	60,057.89	21,949.93*
- Scrap	2,848.54	1,969.30
- Work in Progress	50,749.07	23,657.30
	113,655.50	47,576.53
NET (INCREASE)/DECREASE IN STOCK	(66,275.86)	(4,658.03)
Excise duty on account of increase/(decrease) on stock of finished goods	399.27	460.62
Total (Increase)/Decrease in Stock	(65,876.59)	(4,197.41)
*Includes stock transferred to raw material of ₹196.89 Lacs		
27. EMPLOYEE BENEFIT EXPENSES		
a) Salary and Wages	32,035.38	25,704.42
b) Contribution to Provident and other funds	1,767.82	1,737.97
c) Workmen and Staff welfare expenses	1,435.03	1,225.00
Total Employee Benefit Expenses	35,238.23	28,667.39
28. FINANCE COST		
a) Interest Expense		
Interest on Fixed Deposits	429.65	419.24
Interest on Debentures	2,426.42	15.21
Interest on Term Loans	4,739.82	3,239.84
Interest on Bank Borrowings	3,267.93	1,417.69
Bank and Finance charges	3,665.82	2,493.00
Other Interest	1,991.40	2,219.12
b) Net (Gain)/loss on Foreign currency transactions/translations	25.67	8,392.17
Total Finance Cost	16,546.71	18,196.27



Notes to Consolidated Financial Statements

PARTICULARS	Year Ended 31st March, 2012 (₹ in lacs)	Year Ended 31st March, 2011 (₹ in lacs)
29. OTHER EXPENSES		
Manufacturing Expenses		
Stores and Spares Consumed	18,254.52	16,785.24
Power and Fuel	30,749.51	20,462.36
Other Manufacturing Expenses	9,375.73	5,913.41
Sub Contract and other project expenses	13,326.88	6,669.00
Repairs to Buildings	194.52	449.40
Repairs to Plant and Machinery	2,789.46	2,923.42
Ship Management Charges	2,653.70	550.60
Vessel and Containers Related Port Charges	3,932.60	2,898.81
Hiring Charges including containers	5,207.33	832.50
Transportation Charges	305.90	-
Telecommunication Link and Process Expenses	184.75	261.35
Tipping Charges	76.56	-
Administrative, Selling and Other Expenses		
Rent	878.74	338.19
Rates and Taxes	360.94	307.46
Insurance	997.12	702.27
Other Repair and Maintenance	892.54	435.78
Travelling and Conveyance	2,200.80	1,704.43
Vehicle upkeep and Maintenance expenses	132.20	240.88
Postage, Telegrams and Telephones	399.46	373.97
Legal and Professional Fees	2,858.91	1,876.77
Directors' Meeting Fees	8.80	9.45
Charity and Donation	149.11	122.74
Auditors' Remuneration	40.09	38.84
Cost Auditors' Remuneration	9.02	9.31
Commission on Sales	4,222.23	3,019.76
Advertisement	196.83	235.44
Forwarding charges (net)	14,240.72	13,434.55
Other Selling Expenses	7,930.14	1,710.31
Commission to Cargo/Vessels Agents	403.32	256.57
Prior Period Expenses	-	82.93
Liquidated damages/Bad Debts	1,714.34	270.18
Provision for doubtful debts and advances	175.00	90.99
Loss on Sale/Discard of Fixed Assets	787.34	57.69
Provision on Standard Assets	-	43.48
Miscellaneous Expenses	6,591.56	2,381.56
Provision for doubtful debts and advances written back	-	(32.56)
(Profit) on Sale/Discard of Fixed Assets	-	(11.69)
Total Other Expenses	132,240.67	85,445.39



Notes to Consolidated Financial Statements

30. SIGNIFICANT ACCOUNTING POLICIES

I. Principles of consolidation

The consolidated financial statements relate to Jindal Saw Limited ("the Company") and its subsidiary companies and joint venture company (Collectively referred as the 'Jindal Saw Group'). Subsidiary companies are those companies in which the company directly or indirectly, has interest more than 50% of the voting power or otherwise control the composition of the Board, governing body so as to obtain economic benefits from activities. The consolidated financial statements have been prepared on the following basis:-

- The financial statements of the subsidiary companies are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses after fully eliminating intra-group balances and intra-group transactions and unrealized profits or losses in accordance with Accounting Standard (AS) 21 - 'Consolidated Financial Statements' notified by The Companies (Accounting Standards) Rules, 2006.
- Interest in Joint Venture has been accounted by using the proportionate consolidation method as per Accounting Standard (AS) - 27 " Financial reporting of Interest in Joint Ventures".
- In the case of foreign subsidiaries, being non-integral foreign operations, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any gain on exchange difference arising on consolidation is recognized in the Foreign Currency Translation Reserve and in case of loss the same is charged to Profit and Loss Appropriation Account and carried to accumulated balance of Profit / (Loss).
- The difference between the cost of investment in the subsidiaries and the Company's share of net assets at the time of acquisition of shares in the subsidiaries is recognised in the financial statement as Goodwill or Capital Reserve as the case may be.
- Minority Interest in the net assets of the consolidated subsidiaries is identified and presented in the consolidated Balance Sheet separately from liabilities and the equity of the company's shareholders.
Minority interest in the net assets of the consolidated subsidiaries consists of :
 - The amount of equity attributable to minorities at the date on which investment in a subsidiary is made; and
 - The minorities' share of movement in the equity since the date the parent subsidiary relationship came into existence.
- Minority Interest in the net profit for the year of consolidated subsidiaries is identified and adjusted against the profit after tax of the Jindal Saw Group. Where accumulated losses attributable to the minorities are in excess of their equity, in the absence of actual obligation of the minority the same is accounted for by the holding company.
- As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the companies separate financial statements.
- The subsidiary companies considered in the consolidated financial statements are:-

Name of the Company	Country of Incorporation	% Shareholding/Voting Power (Proportion of Direct and Indirect Shareholding)		Date of Financial Statements
		31st March, 2012	31st March, 2011	
Subsidiary Companies (Direct)				
Jindal ITF Ltd.	India	100.00	99.99	31-Mar-12
IUP Jindal Metals and Alloys Ltd.	India	80.71	80.71	31-Mar-12
Jindal Saw Holdings FZE	UAE	100.00	100.00	31-Mar-12
S.V.Trading Limited	Nevis	100.00	100.00	31-Mar-12
Jindal Fittings Limited ¹	India	51.00	-	31-Mar-12
Quality Iron and Steel Limited ²	India	51.00	-	31-Mar-12
Ralael Holdings Limited	Cyprus	100.00	-	31-Dec-11
Green Ray Holdings Ltd. ³	UK	75.38	-	31-Mar-12
Subsidiary Companies (Indirect)				
Jindal Saw USA LLC (Subsidiary Company of S V Trading Ltd.)	USA	100.00	100.00	31-Mar-12

Notes to Consolidated Financial Statements

Name of the Company	Country of Incorporation	% Shareholding/Voting Power (Proportion of Direct and Indirect Shareholding)		Date of Financial Statements
		31st March, 2012	31st March, 2011	
Jindal Intellicom Ltd. (Subsidiary Company of Jindal ITF Ltd.)	India	98.78	98.78	31-Mar-12
JITF Water Infrastructure Ltd (Subsidiary Company of Jindal ITF Ltd.)	India	100.00	99.98	31-Mar-12
JITF Urban Infrastructure Ltd. (Subsidiary Company of Jindal ITF Ltd.)	India	100.00	99.99	31-Mar-12
JITF Shipyards Ltd. (Subsidiary Company of Jindal ITF Ltd.)	India	100.00	99.99	31-Mar-12
Jindal Rail Infrastructure Ltd. (Subsidiary Company of Jindal ITF Ltd.)	India	100.00	99.98	31-Mar-12
JITF Waterways Ltd. (Subsidiary Company of Jindal ITF Ltd.)	India	100.00	99.99	31-Mar-12
JITF Infralogistics Ltd. (Subsidiary Company of Jindal ITF Ltd.)	India	100.00	98.60	31-Mar-12
JITF Urban Infrastructure Services Ltd. (Subsidiary Company of Jindal ITF Ltd.)	India	100.00	100.00	31-Mar-12
JITF ESIPL CETP (Sitarganj) Ltd. (Subsidiary Company of JITF Water Infrastructure Ltd.)	India	51.00	51.00	31-Mar-12
Timarpur-Okhla Waste Management Co. Pvt. Ltd. (Subsidiary Company of JITF Urban Infrastructure Ltd.)	India	100.00	100.00	31-Mar-12
JITF Water Infra (Nayaraiapur) Limited. (Subsidiary Company of JITF Water Infrastructure Ltd.)	India	90.00	89.99	31-Mar-12
Jindal Saw Middle East FZC (Subsidiary Company of Jindal Saw Holdings FZE)	UAE	75.00	75.00	31-Mar-12
Jindal Saw Gulf LLC (Subsidiary Company of Jindal Saw Middle East FZC)	UAE	75.00	75.00	31-Mar-12
Ralael Holdings Limited (Subsidiary Company of Jindal Saw Middle East FZC)	Cyprus	-	75.00	31-Dec-11
Jindal Saw Italia S.P.A. (Subsidiary Company of Ralael Holdings Limited)	Italy	100.00	75.00	31-Dec-11
Intellicom Insurance Advisors Ltd. (Subsidiary Company of Jindal Intellicom Pvt. Ltd.)	India	98.78	98.78	31-Mar-12
JITF Coal Logistics Ltd. ⁴ (Subsidiary Company of Jindal ITF Ltd.)	India	100.00	-	31-Mar-12
JITF Shipping and Logistics (Singapore) Pte Ltd. ⁵ (Subsidiary Company of JITF Waterways Ltd.)	Singapore	100.00	-	31-Mar-12
JITF Manila Water Development Co. Limited ⁶ (Subsidiary Company of JITF Water Infrastructure Ltd.)	India	100.00	-	31-Mar-12
JITF Global Water Holding Pte. Limited ⁷ (Subsidiary Company of JITF Water Infrastructure Ltd.)	Singapore	100.00	-	31-Mar-12
JITF Water Infra (Rajkot) Limited ⁸ (Subsidiary Company of JITF Water Infrastructure Ltd.)	India	100.00	-	31-Mar-12
JITF Urban Waste Management (Ferozpur) Limited ⁹ (Subsidiary Company of JITF Urban Infrastructure Ltd.)	India	90.00	-	31-Mar-12
JITF Urban Waste Management (Jalandhar) Limited ¹⁰ (Subsidiary Company of JITF Urban Infrastructure Ltd.)	India	90.00	-	31-Mar-12
JITF Urban Waste Management (Bhatinda) Limited ¹⁰ (Subsidiary Company of JITF Urban Infrastructure Ltd.)	India	90.00	-	31-Mar-12



Notes to Consolidated Financial Statements

Name of the Company	Country of Incorporation	% Shareholding/Voting Power (Proportion of Direct and Indirect Shareholding)		Date of Financial Statements
		31st March, 2012	31st March, 2011	
Derwant Sand Sarl. ³ (Subsidiary Company of Green Ray Holdings Ltd.)	Algeria	75.38	-	31-Dec-11
Jindal ITF Kobelco Eco Limited ¹¹ (Subsidiary Company of JITF Water Infrastructure Ltd.)	India	51.00	-	31-Mar-12

1 Subsidiary w.e.f. 12th May, 2011.

2 Subsidiary w.e.f. 24th June, 2011.

3 Subsidiary w.e.f. 24th June, 2011.

4 Subsidiary w.e.f. 16th December, 2011.

5 Subsidiary w.e.f. 24th May, 2011.

6 Subsidiary w.e.f. 27th February, 2012.

7 Subsidiary w.e.f. 31st August, 2011.

8 Subsidiary w.e.f. 23rd May, 2011.

9 Subsidiary w.e.f. 10th October, 2011.

10 Subsidiary w.e.f. 23rd August, 2011.

11. Subsidiary w.e.f. 12th September, 2011.

i) The Joint Venture company considered in the consolidated financial statements is:-

Name of the Company	Country of Incorporation	% Shareholding/ Voting Power		Date of Financial Statements
		31st March, 2012	31st March, 2011	
Jindal Sigma Limited, UK	UK	25.00	25.00	31-Dec-11

2. Other Significant Accounting Policies

Since certain subsidiaries are in the same line of business which function in a different regulatory environment, certain policies such as in respect of depreciation etc. differ. The notes on accounts and accounting policies followed by the subsidiaries and holding company are disclosed in their respective financial statements. These are set out under "Significant Accounting Policies" in the standalone financial statements of the Company. Further to those policies, the accounting policy adopted by subsidiaries are as follows:

Contract revenue in respect of erection and commissioning is recognized by adding the aggregate cost and proportionate margin using the percentage completion method. Percentage of completion is determined as a proportion of cost incurred-to-date to the total estimated contract cost. Estimated loss on project activity to be undertaken in future years is provided for.

Where the Grant or subsidy relates to an asset, its value is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related assets.

31. Contingent Liabilities

	As at 31st March, 2012 (₹ In lacs)	As at 31st March, 2011 (₹ In lacs)
a) Guarantees issued by the Company's bankers on behalf of the Company	107,289.92	102,788.03
b) Letter of Credit Outstanding (Net of Liabilities provided in the books)	96,891.33	91,609.39
c) Bills discounted by banks	-	8,930.00
d) Disputed Excise Duty, Custom Duty and Service Tax	212.13	259.91
e) Disputed Sales Tax	1,166.32	595.93
f) Liability in respect of corporate guarantee / duty saved for availing various export based incentive schemes	11,479.51	10,877.63
g) Claim against the company not acknowledged as debt	495.21	918.53
h) Income Tax Demand against which company has preferred appeals	1,954.20	1,224.66
32. Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of Advances).	52,813.90	59,425.46



Notes to Consolidated Financial Statements

33. The Scheme of Arrangement and Demerger (Scheme) entailing de-merger of Investment Undertaking of the Company into Hexa Tradex Limited (HTL) was sanctioned by the Hon'ble High Court of Judicature at Allahabad. The Scheme has become effective from November 5, 2011 on filing the same with the Registrar of Companies, UP.

As per the said Scheme, with effect from the Appointed Date i.e. 1st January, 2011, the Investment Undertaking stands transferred to and vested in HTL on a going concern basis pursuant to the provisions contained in Sections 391 to 394 and other applicable provisions of the Companies Act 1956. The effect of the Scheme has been given in the financial results for the year ended 31st March, 2012.

As per the Scheme, the following assets and liabilities of the Investment Division of the Company as appearing on 1st January, 2011 i.e., the appointed date have been transferred to HTL:

	₹ in Lacs
a) Liabilities	
Current Liabilities	0.82
Provisions	1.43
Total	<u>2.25</u>
b) Assets	
Investment	2558.91
Advance Recoverable	1.37
Loan to Subsidiary	19272.91
Total	<u>21833.19</u>

As a consideration of transfer of Investment Undertaking, HTL has issued and allotted to the equity shareholders of Company I (one) equity share of face value of ₹ 2/- each (credited as fully paid-up) for every 5 (five) fully paid-up equity shares of ₹ 2/- each held by them in Jindal Saw Ltd. as on the record date, i.e., November 23, 2011. The equity shares so allotted by HTL are listed on NSE and BSE. As per the Scheme, investment made by the company in HTL of ₹ 5 lacs stands cancelled and is debited to capital reserve.

The difference between the book value of assets and liabilities transferred pursuant to the Scheme has been adjusted in the books of the Company as follows:

(a) Capital Reserve Account:	₹ 2133.90 lacs
(b) Security Premium Account:	₹ 19697.04 lacs

Consequent to demerger, all investment held by the company in Hexa Securities and Finance Co. Limited is transferred to Hexa Tradex Limited, therefore it ceases to be subsidiary company w.e.f. 1st January, 2011.

In view of the above, the results of the year are not strictly comparable with the results of the previous year.

34. The Company's manufacturing facility at Nashik has been granted "Mega Project Status" by Government of Maharashtra and therefore is eligible for Industrial Promotion Subsidy (IPS) under Packaged Scheme of Incentive (PSI) 2007.

Purpose of the Packaged Scheme of Incentive (PSI) 2007 is for intensifying and accelerating the process of dispersal of industries to the less developed regions and promoting high tech industries in the developed areas of the state coupled with the object of generating mass employment opportunities.

Modality of payment of IPS consists of the following:

- Electricity Duty exemption for the period of 7 years from the date of commencement of commercial production- from 10.09.2009 to 09.09.2016 .
- 100% exemption from payment of Stamp duty.
- VAT and CST payable to the State Government (on sales made from Nashik plant, within a period of 7 years starting from 10th Sep 2009).

IPS will be payable so as to restrict up to 75% of the Eligible Fixed Capital investments made from 13th Sep, 2007 to 10th Sep, 2009. The Eligibility Certificate issued allows maximum Fixed Capital Investment of ₹ 350 crores and restrict IPS to 75% of ₹350 crores ie ₹262.50 crores.

In terms of the Accounting Standard (AS 12) "Accounting for Government Grants" prescribed by Companies (Accounting Standards) Amendment Rules, 2006, eligible incentive of ₹1523.93 lacs (Previous Year ₹1466.78 lacs) is considered to be in the nature of promoters' contribution and has been credited to Capital Reserve.

35. Due to unusual Depreciation in the value of the rupee against US Dollar and other foreign currencies during the year the net loss on reinstatement/settlement of foreign currency monetary items, other long term foreign currency monetary items related to acquisition of depreciable assets and exchange difference related to sale and purchase transactions has been considered by the Company- Jindal Saw Limited to be exceptional in nature.



Notes to Consolidated Financial Statements

36. The Company has exercised the option for accounting of the exchange differences arising on long term foreign currency monetary items in line with Companies Accounting Standard (Second Amendment) Rules, 2011 dated 29th December, 2011 relating to Accounting Standard (AS-11) notified by Central Government w.e.f. 1st April, 2011. Accordingly it has capitalized the exchange difference on long term foreign currency loans related to acquisition of depreciable assets.

As a result of exercise of above option, fixed assets for the year are higher by ₹ 5680.64 lacs, depreciation for the year is higher by ₹ 0.56 lacs and Profit before tax is higher by ₹ 5681.20 lacs.

37. Sundry Debtors, Creditors and other advances are subject to confirmation. The effect of the same, if any, which are not likely to be material, will be adjusted at the time of confirmation.

38. In the opinion of the Management, the realizable value of assets other than fixed assets and long term investments, in the ordinary course of business, would not be less than the amount at which they are stated.

39. Profit for the year includes Prior year Adjustment Nil - Previous Year - ₹ 83.43 lacs (Debit) and ₹ 0.50 lacs (Credit).

40. The amount of Foreign Exchange Fluctuation amounting to ₹ 9318.86 lacs Credit (Previous year ₹ 5428.41 lacs Credit) is included under the relevant heads of Expenditure and Income.

41. Financial and Derivative Instruments

a) Nominal amounts of derivative contracts entered into by the company and outstanding as at 31st March, 2012 for hedging Currency and interest rate related risks:

Sr. No.	Particulars	As At	As At
		31st March, 2012 (₹ In lacs)	31st March, 2011 (₹ In lacs)
1	Interest rate Swaps	7,673.48	6,698.00
2	Options	15,270.22	78,825.00
3	Forward Contracts	59,685.12	135,864.06

b) Foreign Currency exposures that has not been hedged by derivative instrument or otherwise are as under:

Sr. No.	Particulars	As At	As At
		31st March, 2012 (₹ In lacs)	31st March, 2011 (₹ In lacs)
1	Receivables/Inflows	25,358.00	1,218.54
2	Payable/Outflow	110,131.03	90,522.15

During the accounting year 2011-12 (Transitional Year), the Company has made early adoption of AS 30, "Financial Instruments: Recognition and Measurement" with regard to forward, Currency Swap and option contracts. Transitional effect of fair value of the outstanding contracts is adjusted against the balance of General Reserve amounting to ₹45892.81 lacs (net of Deferred Tax Assets ₹22,041.19 lacs). Subsequent change in the fair value (loss/ gain) after Transitional Year will be charged to profit and loss account. Till 31st March, 2011, such gain/loss was being provided for in profit and loss account on cash settlement.

42. The Company's significant leasing arrangements are in respect of operating leases for premises-residential and offices. These leasing arrangements are cancellable. The aggregate lease rentals payables are charged as rent.

43. The money received from government against the concessionaire agreement towards the financial assistance for capital project for "Build, Operate and Transfer" is considered as grant and is therefore deducted from total cost of project so incurred.

44. Goodwill on consolidation is net of Capital reserve of ₹ 8676.71 lacs (Previous year ₹ 8676.71 lacs).

Notes to Consolidated Financial Statements

45 Earning Per Share (EPS) Basic and Diluted computed in accordance with Accounting Standard 20 "Earning per Share"

Particulars	Current Year ended 31st March, 2012 (₹ In lacs)	Previous Year ended 31st March, 2011 (₹ In lacs)
Basic and Diluted		
Profit before tax and extra ordinary items	28,177.85	57,693.59
Less: Tax on ordinary activities	9,333.00	13,243.78
Less: Adjustments for tax and depreciation of earlier years	-	247.65
Profit after tax	18,844.85	44,202.16
Less: Preference dividend including tax thereon	-	416.31
Profit after tax before minority interest	18,844.85	43,785.85
Add: Minority Interest share in loss/(profit)	66.13	15.86
Profit attributable to Equity Shareholders - Basic (A)	18,910.98	43,801.71
Interest on CCD/FCCB (Net of Taxes)	-	1,202.44
Profit attributable to Equity Shareholders - Diluted (B)	18,910.98	45,004.15
Weighted Average No of Shares issued for Basic EPS (C)	276,226,771	276,031,365
Weighted Average No of Shares issued for Diluted EPS (D)	276,226,771	293,471,180
Earning per share in ₹ (on face value of ₹ 2/- each)		
Basic = A/C	6.85	15.87
Diluted = B/D	6.85	15.34

46 Capital Work in progress include Pre-operative Expenses pending allocation on completion of the projects is as under :

Detail of Pre-operative Expenses	Current Year ended 31st March, 2012 (₹ In lacs)	Previous Year ended 31st March, 2011 (₹ In lacs)
Power and Fuel	197.49	55.33
Store and Spares	387.42	24.04
Repair to Plant and machinery	73.17	24.88
Salary, Wages and Other Benefits	1,544.23	270.98
Contribution to Provident and other funds	23.89	12.30
Workman and Staff Welfare	6.19	5.67
Legal and Professional	1,052.82	290.43
Rent	115.78	523.22
Rates and Taxes	117.15	0.53
Insurance Expenses	13.22	21.78
Travelling and Conveyance	121.36	129.86
Auditors' Remuneration	0.85	1.35
Interest and Bank Charges*	7,002.85	1,226.79
Foreign Exchange Fluctuation	2.09	(49.46)
Miscellaneous Expenses	1,099.70	528.58
Depreciation	36.36	12.90
Total	11,794.56	3,079.17
Less: Sale value of goods produced during trial period	196.39	-
Dividend Received	-	4.31
	11,598.17	3,074.86
Add: Preoperative expenses brought forward	5,860.40	2,836.08
	17,458.57	5,910.95
Less: Capitalized during the year	877.91	50.55
Preoperative Expenses Carried Over	16,580.64	5,860.40

* Net of Interest Received ₹ 63.03 Lacs (Previous Year- ₹ 39.96 Lacs)



Notes to Consolidated Financial Statements

47. Related Parties Transactions

A List of Related Parties and Relationship (As required by AS - 18)

a) Key Management Personnel

1	Ms. Sminu Jindal	Managing Director - Jindal Saw Limited and Director - IUP Jindal Metals and Alloys Limited
2	Mr. Indresh Batra	Managing Director- Jindal Saw Limited and IUP Jindal Metals and Alloys Limited and Director JITF Waterways Limited
3	Mr. H.S. Chaudhary	Whole Time Director- Jindal Saw Limited
4	Mr. O.P.Sharma	Chief Operating Officer (Large Dia. Pipe- SBU)
5	Mr. V.S.Konnur	Joint Managing Director (Seamless Business)
6	Mr. K. Chandrayya	Director (Works- IPU)
7	Mr. Vinod Sharma	Director - IUP Jindal Metals and Alloys Limited
8	Mr. J.M. Syal	Sr. VP and Business Head - IUP Jindal Metals and Alloys Limited
9	Mr. Probal Ghosal	CEO- JITF Water Infrastructure Limited (upto 11th November, 2011)
10	Mr. Sunil Trehan	Director- JITF Water Infrastructure Limited (from July, 2011)
11	Mr. Ashish Kukreja	Director- JITF Waterinfra (Nayaraipur) Limited
12	Mr. R.N. Aga	Whole Time Director- Jindal Rail Infrastructure Limited
13	Mr. Amit Bajpai	Director - Jindal ESIPL CETP (Sitarganj) Ltd.
14	Mr. Rajesh Bajjal	Director - Jindal ESIPL CETP (Sitarganj) Ltd.
15	Mr. A.K. Khosla	COO- Jindal Rail Infrastructure Limited
16	Mr. Sanjiv Garg	Director - Jindal Intellicom Ltd.

b) Relative of Key Management Personnel

1	Mr. P.R. Jindal	Father of Ms. Sminu Jindal
2	Ms. Leena Garg	Wife of Mr. Sanjiv Garg
3	Ms. Gayatri Garg	Daughter of Mr. Sanjiv Garg

c) Enterprises over which Key Management Personnel Exercise significant Influence:

1	Sminu Jindal Charitable Trust
2	Hexa Securities and Finance Co. Ltd (w.e.f. 1st Jan 2011)
3	Hexa Tradex Limited (w.e.f. 1st Jan 2011)

B Transactions

(₹ In lacs)

Particulars	Associates		Key Management Personnel (KMP), their relatives & Enterprises over which KMP having significant Influence		Total	
	Current Year ended 31.03.2012	Previous Year ended 31.03.2011	Current Year ended 31.03.2012	Previous Year ended 31.03.2011	Current Year ended 31.03.2012	Previous Year ended 31.03.2011
a) Transactions						
Interest Paid						
- Ms. Sminu Jindal	-	-	10.40	6.57	10.40	6.57
Interest Received						
- Hexa Securities and Finance Co. Ltd.	-	-	2.38	-	2.38	-
- Hexa Tradex Limited	-	-	5.90	-	5.90	-
Loan given during the year						
- Hexa Securities and Finance Co. Ltd.	-	-	135.01	-	135.01	-
- Hexa Tradex Limited	-	-	1,201.21	-	1,201.21	-
Loan Received back during the year						
- Hexa Tradex Limited	-	-	1,059.00	-	1,059.00	-
Rent Paid						
- Mr. P.R. Jindal	-	-	8.40	8.40	8.40	8.40
Rent Received						
- Mr. P.R. Jindal	-	-	6.00	6.00	6.00	6.00



Notes to Consolidated Financial Statements

(₹ In lacs)

Particulars	Associates		Key Management Personnel (KMP), their relatives & Enterprises over which KMP having significant Influence		Total	
	Current Year ended 31.03.2012	Previous Year ended 31.03.2011	Current Year ended 31.03.2012	Previous Year ended 31.03.2011	Current Year ended 31.03.2012	Previous Year ended 31.03.2011
Remuneration Paid						
- Ms. Sminu Jindal	-	-	269.52	265.29	269.52	265.29
- Mr. Indresh Batra	-	-	217.89	208.61	217.89	208.61
- Mr. Probal Ghosal	-	-	140.34	63.51	140.34	63.51
- Others	-	-	448.09	347.18	448.09	347.18
Meeting Fees Paid						
- Mr. P.R. Jindal	-	-	0.20	0.60	0.20	0.60
Donation Given						
- Sminu Jindal Charitable Trust	-	-	75.00	50.00	75.00	50.00
b) Outstanding Balance as on 31.03.2012						
Loan given outstanding						
- Hexa Securities and Finance Co. Ltd.	-	-	137.39	-	137.39	-
- Hexa Tradex Limited	-	-	148.11	-	148.11	-

48. Information on Joint Ventures as per Accounting Standard-27

The Company's share of the assets, liabilities, income and expenses of the jointly controlled entity based on Equity Investment are as follows:

Particulars	Current Year ended 31st March, 2012 (₹ In lacs)	Previous Year ended 31st March, 2011 (₹ In lacs)
a) Current assets	783.23	269.49
b) Fixed assets (Including CWIP and Pre-operative Expenditure, pending allocation)	107.73	96.36
c) Investments	-	61.64
d) Current Liabilities	1,094.43	408.48
e) Income		
Sales	414.67	123.94
Other Income	-	1.64
Increase / (Decrease) in Stock	-	227.62
f) Expenses		
Purchase of Stock-in-Trade	385.19	-
Operating Expenses	-	338.79
Administration and other expenses	153.27	124.64
Interest and finance charges	41.85	7.18

Note:

Disclosure of financial data as per Accounting Standard-27 'Financial Reporting of Interest in the Joint Venture' has been done based on the audited financial statements of Jindal Sigma Limited, UK for the year ended 31st December, 2011. JITF Manila Water Development Co. Limited, which was a Joint Venture Company, becomes the subsidiary of the Company w.e.f. 27th February, 2012.



Notes to Consolidated Financial Statements

49. SEGMENT INFORMATION:

A) Primary Business Segment

(₹ In lacs)

Particulars	Iron and steel products	Others	Unallocable	Eliminations	Total
1 Segment Revenue					
External Turnover	578,767.73	44,240.00	-	-	623,007.73
	447,333.18	28,145.34	-	-	475,478.52
Less: Excise Duty	19,368.16	-	-	-	19,368.16
	16,845.98	-	-	-	16,845.98
Net Turnover	559,399.57	44,240.00	-	-	603,639.57
	430,487.20	28,145.34	-	-	458,632.54
Inter Segment Sales	3,706.09	-	-	(3,706.09)	-
	6,048.26	132.11	-	(6,180.37)	-
Total Revenue	563,105.66	44,240.00	-	(3,706.09)	603,639.57
	436,535.46	28,277.45	-	(6,180.37)	458,632.54
2 Segment Result before interest, extraordinary items and Taxes	66,733.39	(1,493.00)	(5,582.00)	(853.44)	58,804.95
	79,918.38	49.50	(3,295.79)	(782.23)	75,889.86
Less: Interest Expenses					16,546.71
					18,196.27
Profit before Extra Ordinary Items and Taxes					42,258.24
					57,693.59
Exceptional Items					14,080.39
					-
Extra Ordinary Items					-
					-
Profit before Taxes					28,177.85
					57,693.59
Current Tax					7,075.90
					10,536.46
Provision / (Withdrawn) of Deferred Tax					8,509.75
					2,707.32
MAT Credit Entitlement					(6,252.65)
					-
Net Profit after Tax					18,844.85
					44,449.81
3 Other Information					
Segment Assets	786,787.86	129,601.10	101,479.28	(85,319.50)	932,548.75
	627,754.92	129,214.53	172,199.36	(169,311.79)	759,857.02
Segment Liabilities	142,242.86	52,703.10	12,547.29	(4,907.60)	202,585.65
	101,293.02	19,595.78	248.04	(9,928.92)	111,207.92
Capital Expenditure	84,262.74	29,046.64	-	-	113,309.38
	40,264.46	28,500.49	-	-	68,764.95
Depreciation	16,095.37	2,081.26	-	-	18,176.63
	14,455.92	1,922.34	-	-	16,378.26
Non Cash Expenses other than depreciation	175.00	-	-	-	175.00
	249.26	122.83	-	-	372.09



Notes to Consolidated Financial Statements

B) Secondary Business Segment				(₹ In lacs)
Particulars	Within India	Outside India	Total	
1 External Revenue	317,273.17	305,734.56	623,007.73	
	297,634.90	177,843.62	475,478.52	
Less: Excise Duty	19,368.16	-	19,368.16	
	16,845.98	-	16,845.98	
Net Turnover	297,905.01	305,734.56	603,639.57	
	280,788.92	177,843.62	458,632.54	
2 Segment Assets	824,183.74	108,365.01	932,548.75	
	738,898.60	20,958.42	759,857.02	
3 Segment Liabilities	161,219.18	41,366.47	202,585.65	
	109,469.85	1,738.07	111,207.92	
4 Capital Expenditure	71,432.54	41,876.84	113,309.38	
	64,620.69	4,144.26	68,764.95	

NOTES:

- Unbold Figures pertain to previous year.
- Segments have been identified in line with AS on Segment Reporting (AS-17) taking into account the organisational structure, nature of product and differential risk and returns of these segments.

50. Auditors' & Directors' Remuneration

Particulars	Current Year ended 31st March, 2012 (₹ in lacs)	Previous Year ended 31st March, 2011 (₹ in lacs)
a) Auditor's Remuneration		
Statutory Auditors		
i. Audit Fees *	29.47	28.15
ii. Tax Audit Fees	4.40	4.31
iii. Taxation Matters	0.50	0.15
iv. Certification/ Others	3.00	4.57
v. Out of pocket Expenses	3.57	3.01
Total	40.94	40.19
* Includes ₹ 0.85 lacs (Previous year ₹ 1.35 lacs) in Pre-Operative expenses.		
Cost Auditors		
i. Audit Fees	7.65	7.33
ii. Out of pocket Expenses	1.37	1.98
Total	9.02	9.31
b) Directors' Remuneration		
i. Salary including allowances etc.	383.49	302.58
ii. Commission	190.60	179.10
iii. Contribution to provident fund and other funds	32.90	24.02
iv. Perquisites (as per Income Tax Rules)	59.68	58.49
Total	666.67	564.19



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Notes to Consolidated Financial Statements

51 Figures pertaining to the subsidiary companies have been reclassified wherever necessary to bring them in line with the Parent Company's financial statements. Previous year figures have been regrouped / rearranged wherever considered necessary.

As per our report of even date attached

For **N.C.AGGARWAL & CO.**
Chartered Accountants
Firm Registration No. 003273N

H.S. CHAUDHARY
Wholetime Director

SMINU JINDAL
Managing Director

N.C.Aggarwal
PARTNER
M.No. 005951

SUNIL JAIN
Company Secretary

N.K.AGARWAL
Vice President
(Corp. Accounts & Taxation)

PLACE : NEW DELHI
DATED : 30th May 2012



NOTICE



NOTICE

NOTICE is hereby given that the 27th Annual General Meeting of the Members of Jindal Saw Ltd. will be held at Registered Office at A-1, UPSIDC Indl. Area, Nandgaon Road, Kosi Kalan, Distt. Mathura (U.P.) - 281 403 on Thursday, the 27th day of September, 2012 at 1.00 p.m. to transact the following businesses:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2012 and the Statement of Profit & Loss for the year ended 31st March, 2012 and the Reports of Directors and Auditors.
2. To declare a dividend.
3. To appoint a Director in place of Smt. Savitri Devi Jindal, who retires by rotation and, being eligible, offers herself for re-appointment.
4. To appoint a Director in place of Dr. S. K. Gupta, who retires by rotation and, being eligible, offers himself for re-appointment.
5. To appoint M/s. N. C. Aggarwal & Co., Chartered Accountants, retiring Auditors, as Statutory Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

SPECIAL BUSINESS:

6. To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution:
"Resolved that Shri Girish Sharma be and is hereby appointed as a Director of the Company liable to retire by rotation."
7. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"Resolved that in accordance with the provisions of Section 198, 269 and 309 read with Schedule XIII and all other applicable provisions of the Companies Act, 1956 and subject to such other approvals as may be necessary, Shri Indresh Batra be and is hereby re-appointed as Managing Director of the Company for a period of 5 years w.e.f. 28/4/2012 on the following terms and conditions including remuneration with authority to the Board of Directors to alter and vary the terms and conditions of the said arrangement and/or remuneration subject to the same not exceeding the limits specified in Schedule XIII to the Companies Act, 1956 as may be agreed between the Board of Directors and Shri Indresh Batra:-

- (i) Basic Salary: ₹ 7,50,000/- per month.
- (ii) Contribution to the Provident Fund: 12% of the basic salary.
- (iii) Bonus: 20% of the basic salary.
- (iv) Commission: 1% of the net profit subject to maximum of an amount equivalent to one year basic salary.
- (v) The other component of remuneration are as follows :-

Medical Benefits: Reimbursement of medical expenses incurred for self and family in a year up to one month's basic salary.

Leave Travel Concession: Actual fares excluding hotel expenses incurred for self and family in a year up to one month's basic salary.

Gratuity: As per Rules of the Company but shall not exceed half month's salary for each completed year of service, subject to ceiling as may be fixed by any Governmental Authorities.

Leave: With full pay or encashment thereof as per the Rules of the Company.

Any Other Allowances: As per Company Rules applicable to other officers.

NOTICE

The Managing Director will also be entitled to the following perquisites:-

- a. Company maintained car or payment in lieu thereof as per the policy of the Company;
- b. Provision for communication facilities as may be required.
- c. Coverage under Group Personal Accident Insurance, the Annual Premium as per the policy of the Company.
- d. Membership fee limited to two clubs.

"The Managing Director shall also be entitled to reimbursement of expenses actually and properly incurred by him for the business of the Company.

"The Managing Director so long as he functions as such shall not be paid any sitting fees for attending the meetings of the Board of Directors or Committees thereof and he shall not be liable to retire by rotation.

"Resolved Further that the Board of Directors be and is hereby authorized to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this Resolution."

8. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"Resolved that in accordance with the provisions of Section 198, 269 and 309 read with Schedule XIII and all other applicable provisions of the Companies Act, 1956 and subject to such approvals as may be necessary, Shri H. S. Chaudhary be and is hereby re-appointed as Whole-time Director for a period of 2 years w.e.f. 01/11/2011 to perform such duties as may be entrusted by the Board or by Managing Director from time to time on the following terms and conditions including remuneration with authority to the Board of Directors to alter and vary the terms and conditions of the said arrangement and/or remuneration subject to the same not exceeding the limits specified in Schedule XIII to the Companies Act, 1956 as may be agreed between the Board of Directors and Shri H.S. Chaudhary:-

- (i) Salary: ₹ 1,60,000/- per month with such increments as may be decided by the Managing Director from time to time subject to maximum salary of ₹ 2,50,000/- per month.
- (ii) Contribution To Provident Fund: According to Rules of the Company not exceeding 12% of the salary as laid down under the Income Tax Rules, 1962.
- (iii) Medical Benefits: Reimbursement of medical expenses for self and family in accordance with the Rules of the Company.
- (iv) Leave Travel Concession: Actual fares excluding hotel expenses for self and family as per the Rules of the Company.
- (v) Bonus / Ex-gratia: As paid to other officers of the Company not covered by the Payment of Bonus Act, 1965.
- (vi) Gratuity: as per Rules of the Company but shall not exceed half month's salary for each completed year of service, subject to the ceiling as may be fixed by any Governmental Authorities from time to time.
- (vii) Leave with full payment or encashment thereof as per the Rules of the Company.
- (viii) Any Other Allowances: As per Company Rules applicable to other officers.

The Whole-time Director will also be entitled to the following perquisites :-

- a. Residential Accommodation, the monetary value of which shall be evaluated as per Rule 3 of the Income Tax Rules, 1962.
- b. Company maintained Car or payment in lieu thereof as per the Policy of the Company.
- c. Provision for communication facilities as may be required and approved by the Managing Director.
- d. Coverage under Group Personal Accident Insurance and Medclaim as per the policy of the Company.

NOTICE

"The Whole-time Director shall also be entitled to reimbursement of expenses actually and properly incurred by him for the business of the Company.

"The Whole-time Director so long as he functions as such shall not be paid any sitting fees for attending the meetings of Board of Directors or Committees thereof and he shall not be liable to retire by rotation.

"Resolved Further that the Board of Directors be and is hereby authorized to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this Resolution."

9. To consider and if thought fit, with or without modification, the following resolution as a Special Resolution:-

"Resolved that pursuant to provisions of Section 309 and other applicable provisions, if any, of the Companies Act, 1956, a sum not exceeding one per cent per annum of the net profits of the Company calculated in accordance with the provisions of Section 198, 349 and 350 of the Companies Act, 1956 be paid to and distributed amongst the Directors of the Company or some or any of them (other than Managing Director(s) and Whole-time Director(s) in such amounts, subject to such ceiling(s) and in such manner and in such respect(s) as may be decided by Board of Directors from time to time and such payment shall be made in respect of profits of the Company for each year for a period of five years starting from the year ended 31st March, 2012."

Place: New Delhi
Date: 30th May, 2012

By order of the Board
for JINDAL SAW LTD.

Regd. Office:
A-1, UPSIDC Incl. Area
Nandgaon Road, Kosi Kalan
Distt. Mathura (U.P.)-281 403

SUNIL JAIN
Company Secretary

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD 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.
2. The Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956 relating to Special Business to be transacted is annexed hereto.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 25th September, 2012 to 27th September, 2012 (both days inclusive).
4. The Dividend, if approved, will be paid to those shareholders whose names appear : (a) as Beneficial Owners as at the end of the business hours on 24th September, 2012 as per the list to be furnished by NSDL and CDSL in respect of shares held in the Electronic Form; and (b) as Members in the Register of Members of the Company after giving effect to all valid share transfers in physical form lodged with the Company on or before 24th September, 2012.
5. The Members are requested to notify promptly any change in their address to the Company.
6. Pursuant to the provisions of Section 205A of the Companies Act, 1956, as amended, dividend for the financial year ended 30th September, 2005 which having been remaining unpaid for a period of 7 years will be transferred to the Investor Education and Protection Fund established by the Central Government on or before 28th January, 2013. Shareholders who have not encashed the dividend warrants so far for the financial year ended on 30th September, 2005 are requested to make their claim to the Company at Jindal Centre, 12, Bhikaiji Cama Place, New Delhi - 110 066 before 28th January, 2013. It may also be noted that once the unclaimed dividend is transferred to the fund as above, no claim shall lie in respect thereof.



NOTICE

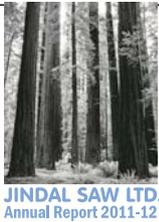
7. Section 109A of the Companies Act, 1956 extends nomination facility to all shareholders.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demats accounts. Members holding shares in physical form can submit their PAN details to the Company/Registrars and Transfer Agents, M/S. RCMC Share Registry Pvt. Ltd.
9. The information required under Clause 49 of the Listing Agreement relating to Corporate Governance with respect to those Directors retiring by rotation and seeking reappointment/ appointment is given hereunder.
10. Members are requested to note that pursuant to directions given by SEBI/Stock Exchanges, the Company has appointed M/s RCMC Share Registry (P) Ltd., B-106, Sector -2, Noida as Registrar and Transfer Agent to look after the work related to shares held in physical as well as demat mode.

Place: New Delhi
Date: 30th May, 2012

By order of the Board
for JINDAL SAW LTD.

Regd. Office:
A-1, UPSIDC Indl. Area
Nandgaon Road, Kosi Kalan
Distt. Mathura (U.P.)-281 403

SUNIL JAIN
Company Secretary



NOTICE

EXPLANATORY STATEMENT UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956

Item No. 6.

The Board of Directors in their meeting held on 30th May, 2012 appointed Shri Girish Sharma IRS (Retd.) as an additional director of the Company. He has retired as Chief Commissioner of Income Tax, New Delhi after putting more than 33 years of service. He has been on the Boards of various public and government companies during the tenure of his service. In the opinion of the Board, Company will be benefited by his rich experience. Therefore, Board proposes his appointment to the office of director for your approval.

In terms of Section 257 of the Companies Act, 1956, Shri Girish Sharma holds office as an additional director only up to ensuing Annual General Meeting. The Company has received a notice pursuant to section 257 from a member signifying her intention to propose the candidature of Shri Girish Sharma to the office of director of the Company.

None of the other Directors except Shri Girish Sharma is interested or concerned in the Resolution.

Item No. 7.

The Board of Directors in their meeting held on 9th February, 2012, subject to the approval of shareholders, had re-appointed Shri Indresh Batra as Managing Director of the Company for a period of 5 years w.e.f. 28.04.2012 at a remuneration set out in the resolution. Shri Indresh Batra has been associated with the Company since 2007 as Managing Director. Under his dynamic leadership, the Company has progressed tremendously over the years. The Board considers that it would be in the interest of the Company to re-appoint Shri Indresh Batra as Managing Director of the Company for a further period of 5 years. Hence, Your Directors recommend the resolution of his re-appointment for your approval.

The above details may please be treated as an abstract of terms of re-appointment and remuneration between the Company and Shri Indresh Batra under section 302 of the Companies Act, 1956.

None of the Directors other than Shri Indresh Batra himself and Smt. Savitri Devi Jindal, Shri P. R. Jindal and Ms. Sminu Jindal being his relatives is in any way interested or concerned in the Resolution.

Item No. 8.

The Board of Directors in their meeting held on 11th November, 2011, subject to the approval of shareholders, had re-appointed Shri H. S. Chaudhary as Whole-time Director of the Company for a period of 2 years w.e.f. 01.11.2011 at a remuneration set out in the resolution. Shri H. S. Chaudhary has been associated with the Company since 1988 as Whole-time Director. The Board considers that it would be in the interest of the Company to re-appoint Shri H. S. Chaudhary as Whole-time Director of the Company for a further period of 2 years. Hence, your Directors recommend the resolution of his re-appointment for your approval.

The above details may please be treated as an abstract of terms of re-appointment and remuneration between the Company and Shri H. S. Chaudhary under section 302 of the Companies Act, 1956.

None of the Directors other than Shri H. S. Chaudhary himself is in any way interested or concerned in the Resolution.



NOTICE

Item No. 9.

In view of the increased demand on non-executive directors' participation in Board and in its Committee meetings and the responsibilities they are expected to bear in the interest of higher level of excellence in corporate governance, it is proposed to pay remuneration by way of commission to the non-executive directors in such a way as may be decided by Board of Directors from time to time for a period of five years starting from the year ended 31st March, 2012.

Section 309 of the Companies Act, 1956, permits the payment of remuneration by way of commission to the director who is neither a managing director nor whole-time director not exceeding one per cent of net profits of the Company if authorised by a special resolution in a general meeting. The above payment to non-executive directors shall be in addition to the sitting fee payable to them for attending the meetings of Board and its Committees which at present is fixed at ₹ 20,000/- per meeting. Accordingly, Board recommends the special resolution for your approval

The non-executive directors of the Company may be deemed to be concerned or interested in the resolution to the extent of payment of remuneration by way of commission that may be received by them from time to time.

Place: New Delhi
Date: 30th May, 2012

By order of the Board
for JINDAL SAW LTD.

Regd. Office:
A-1, UPSIDC Indl. Area
Nandgaon Road, Kosi Kalan
Distt. Mathura (U.P.)-281 403

SUNIL JAIN
Company Secretary

IMPORTANT COMMUNICATION TO MEMBERS

In an effort to make the earth a better place to live, the green movement has been sweeping over the Globe. Not only are individuals doing things to help the environment, companies & governments are as well. The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in Corporate Governance" by allowing paperless compliance by Companies through electronic mode and has issued recently a circular bearing no. 17/2011 dated April 21, 2011 stating that service of documents by a Company to its members can be made through electronic mode. The move of the MCA allows public at large to contribute to the green movement. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participants, Members who hold shares in physical form are requested to fill in the Registration form provided in this Annual Report and register the same with M/s RCMC Share (Registry) Private Limited.

NOTICE

Details of Directors seeking appointment/ reappointment at the forthcoming Annual General Meeting pursuant to Clause 49 of the Listing Agreement entered into with the Stock Exchanges

Name of Director	Smt. Savitri Devi Jindal	Shri Indresh Batra	Dr. S. K. Gupta	Shri Girish Sharma	Shri H. S. Chaudhary
Date of Birth	2003.1950	27.12.1971	1808.1938	19.12.1951	05.09.1954
Date of Appointment	28.04.2005	28.04.2007	22.11.2005	30.05.2012	07.10.1988
Qualification	Under Graduate	M.B.A.	Technocrat	IRS (Retd.)	Graduate
Expertise in Specific Functional Area	Industrialist	Industrialist	Finance	Taxation	Technical
Directorship in other Indian Public Limited Companies as on 31.03.2012	1. Jindal Industries Ltd. 2. Rohit Tower Buildings Ltd. 3. Jindal Steel & Power Ltd. 4. Jindal Stainless Ltd. 5. Sonabheel Tea Ltd. 6. Jindal ITF Ltd. 7. JITF Water Infrastructure Ltd.	1. JITF Water Infrastructure Ltd. 2. IUP Jindal Metals & Alloys Ltd. 3. JITF Waterways Ltd. 4. JITF Shipyards Ltd. 5. Jindal Coulumbs Ltd. 6. Anjan Aromatics Ltd. 7. Jindal Urban Infrastructure Ltd. 8. Jindal ITF Ltd. 9. JITF Infralogistics Ltd. 10. Jindal Rail Infrastructure Ltd. 11. JITF Urban Infrastructure Services Ltd. 12. JITF Manila Water Development Company Ltd. 13. Jindal Intellicom Ltd. 14. Jindal ITF Kobelco Eco Ltd.	1. JSW Steel Ltd. 2. Vesuvius India Ltd. 3. Sobha Developers Ltd. 4. BMM Ispat Ltd. 5. Jindal South West Holdings Ltd. 6. Surana Industries Ltd.	1. Delhi Gymkhana Club Ltd.	Nil
Chairman / Membership of Committees in other Indian Public Limited Companies as on 31.3.2012 (C=Chairman ; M=Member)	Nil	Nil	4 (C) 8 (M)	Nil	Nil
No. of equity shares held	1,03,800	7,50,000	Nil	Nil	Nil



JINDAL SAW LTD.

Registered office: A-I, UPSIDC Indl. Area, Nandgaon Road,
Kosi Kalan, Distt. Mathura (U.P.) - 281 403

I/We of.....
in the district ofbeing a member/of.....
the above named Company hereby appoint.....
of.....in the district of.....
.....of failing him.....
of.....in the district of.....
as my/ our proxy to attend and vote for us/me behalf at the Annual General Meeting to be held on the Thursday, 27th day of
September, 2012 at 1.00 P.M. at A-I, UPSIDC Indl. Area, Nandgaon Road, Kosi Kalan, Distt. Mathura (U.P.) - 281 403 and at any
adjournment thereof.

Signed this.....day of.....

Signature.....

Address.....

.....



Folio No.

D.P. ID / Client ID*

No. of Shares held

- N.B. : (1) The Proxy need not be a member.
(2) The Proxy form duly signed and stamped should reach the Company's Regd. Office at least 48 hours before the
time of meeting i.e., before 1.00 P.M. on 25th September, 2012.

ATTENDANCE SLIP

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

I/We hereby record my /our presence at the 26th Annual General Meeting of the Company at A-I, UPSIDC Indl. Area, Nandgaon
Road, Kosi Kalan, Distt. Mathura (U.P.) - 281 403 on Thursday, 27th day of September, 2012.

Name of the Shareholder Folio No.

Name of the Proxy/Representative, if any D.P. ID / Client ID*

Signature of the Shareholders/Proxy No. of Shares held

Representative

Note : Shareholders/ Proxy holders are requested to bring their Attendance Slips with them and to hand over at the gate of the
Meeting Hall after affixing their signature. Please bring the proof of your shareholding.

*Applicable for investors holding shares in electronic mode.

JINDAL SAW LTD.

Registered Office :A-I, UPSIDC Indl.Area Nandgaon Road,
Kosi Kalan, Distt. Mathura (U.P.) – 281 403





JINDAL SAW LTD.

Registered office: A-1, UPSIDC Indl. Area, Nandgaon Road,
Kosi Kalan, Distt. Mathura (U.P.) - 281 403

E-COMMUNICATION REGISTRATION FORM

To,
M/s RCMC Share Registry (P) Ltd.
B-106, Sector-2,
Noida - 201 301

Green Initiative in Corporate Governance

I/we hereby exercise my/our option to receive all communications from the Company such as Notice of General Meeting, Explanatory Statement, Audited Financial Statements, Balance Sheet, Statement of Profit & Loss, Directors' Report and Auditor's Report etc. in electronic mode pursuant to the 'Green Initiative in Corporate Governance' taken by the Ministry of Corporate Affairs vide circular No. 17/2011 dated 21st April, 2011. Please register my e-mail ID as given below, in your records, for sending the communication:

Folio No./DP ID & Client ID No. :

Name of 1st Registered Holder :

Name of Joint Holder(s), if any :

Registered Address of the Sole/ 1st Registered Holder :

No. of Shares held :

E-mail ID (to be registered) :

Date : Signature :

Notes :

- 1) On registration, all communication will be sent to the e-mail ID registered.
- 2) The form is also available on the website on the Company www.jindalsaw.com under the section 'Shareholder's Information'
- 3) Shareholders are requested to keep the Company's Registrar - M/s RCMC Share Registry (P) Ltd. informed as and when there is any change in the e-mail address.



JINDAL SAW LTD.
TOTAL PIPE SOLUTIONS

Jindal Centre, 12, Bhikaiji Cama Place, New Delhi - 110 066

Tel: + 91 11 26188360 - 74 • Fax: + 91 11 26170691 • Website: www.jindalsaw.com

Regd. Office: A-1, UPSIDC, Indl. Area, Nandgaon Road, Kosi Kalan, Distt. Mathura, U.P. - 281403