



**Gupta Vinod & Co.,  
Chartered Accountants,  
3/216, Vishnupuri,  
Kanpur-208002**

**Phone: 0512-2562084      Email: [vinod3216@gmail.com](mailto:vinod3216@gmail.com)      Mobile: 9839029218**

## **Independent Auditors' Report**

**TO THE MEMBERS OF JAYKAYCEM CENTRAL LIMITED**

### **Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of **JAYKAYCEM CENTRAL LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including Other Comprehensive Income), Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management Responsibility for the Standalone Financial Statements**

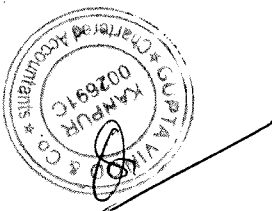
The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian (Ind AS) prescribed under Section 133 of the Act.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

**Contd.....2.**





-2-

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

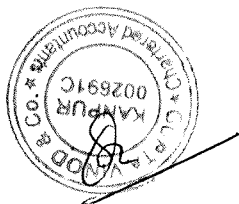
### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31<sup>st</sup> March, 2017, and its loss (financial performance including other comprehensive income), its cash flows and changes in equity for the year ended on that date.

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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), Issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

Contd.....3.

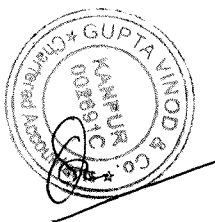




-3-

2. As required by Section 143(3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss, Cash Flow Statement and statement of changes in equity dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
- e. On the basis of written representations received from the directors as on 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31st, *March* 2017 from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g. With respect to the other matters to be included in the Auditors Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Company does not have any pending litigation which would impact on its financial position in its standalone Ind AS financial statements.
  - (ii) The Company does not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
  - (iii) There were no amounts which required to be transferred to Investor Protection Fund by the Company.
- h. We further report that as per the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November,



Contd.....4.




-4-

2016 details of Specified Bank Notes (SBN) held and transacted during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 are as under:

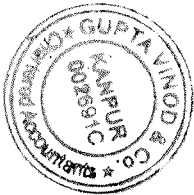
Particulars	SBNs	Other Denomination Notes	Total
Cash in hand as on 08/11/2016	500*56=28000.00	100*159=15900.00 50*1=50.00 2*1=2.00 Total- 15952/-	43952.00
(+) Permitted receipts	2000*100=200000.00	0.00	200000.00
(-) Permitted payments	0.00	100*60=6000.00 50*1=50.00 10*3=30.00 2*1=2.00 1*1=1.00 Total- 6083/-	6083.00
(-) Amount deposited In Banks	500*56=28000.00	0.00	28000.00
Cash in hand as on 30/12/2016	2000*100=200000.00	100*98=9800.00 10*6=60.00 5*1=5.00 2*2=4.00 Total- 9869/-	209869.00

For Gupta Vinod & Co.,  
Chartered Accountants  
(Firm Reg No. 002691C)

  
(CA VINOD KUMAR GUPTA)  
Proprietor  
Membership No.: 071745

Place: Kanpur

Date: 06/05/2017





- 5 -

**Annexure to the Independent Auditors' Report**

**Re : Jaykaycem Central Limited**

**Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31<sup>st</sup> March, 2017, we report that :**

1. In respect of its Fixed Assets:
  - (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
  - (ii) There is regular physical verification of fixed assets by the management. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (iii) The title deeds of land purchased are held in the name of the company.
2. In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of consumables and fixed assets and during the course of audit, we have not observed any major weaknesses in such internal control system.
3. The company has not accepted deposits within the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder.
4. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;
5. According to the information and explanations given to us, the Company is regular in depositing with appropriate authorities statutory dues applicable to it.
6. The Company has paid off fully the unsecured loan including interest due there on during the year taken from the holding company..
7. According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.
8. Since the Company is still under pre-operative stage no other matters specified in the said Order is applicable to the Company in respect of the accounts under audit.

**Place: Kanpur  
Dated: 06/05/2017**



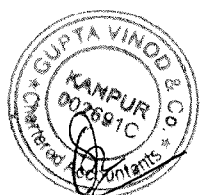
**For Gupta Vinod & Co.,  
Chartered Accountants  
(Firm Registration No.002691C)**

*V.K.G.*  
**CA VINOD KUMAR GUPTA)  
Proprietor  
Membership No.071745**

JAYKAYCEM CENTRAL LIMITED  
KAMLA TOWER,  
Kanpur-208001

Statement of financial position as at March 31, 2017

	Notes	2016-17	2015-16
		Rs.	Rs.
<b>Assets</b>			
<i>Non-current assets</i>			
Property, plant and equipment	5	378,068,967	378,064,467
Capital work in progress	5a	4,548,087	165,147
Intangible asset	6	NIL	NIL
Other non-current assets	7	18,653,860	1,083,860
Preoperative Expenses		115,841,014	102,141,324
<i>Total non - current assets</i>		517,111,928	481,454,798
<i>Current assets</i>			
Inventories	8	NIL	NIL
Trade receivables	9	NIL	NIL
Due from a related party	10	-	-
Advances, deposits and other receivables	11	6,568,420	5,825,112
Cash and bank balances	12	3,916,352	3,792,190
<i>Total current assets</i>		10,484,772	9,617,302
<b>Total assets</b>		527,596,700	491,072,100
<b>Equity and liabilities</b>			
<i>Shareholders' equity</i>			
Share capital	13	65,900,700	65,900,700
Compulsory convertible preference shares	14	-	-
Accumulated (losses)	15	(531,064)	(218,004)
<i>Total shareholders' equity</i>		65,369,636	65,682,696
<i>Non-current liabilities</i>			
Unsecured borrowings	16	460,000,000	420,679,123
Interest payable	17	NIL	NIL
Bank borrowings - non - current portion	18	NIL	NIL
<i>Total non-current liabilities</i>		460,000,000	420,679,123



JAYKAYCEM CENTRAL LIMITED  
 KAMLA TOWER,  
 Kanpur-208001

Statement of financial position as at March 31, 2017 (continued)

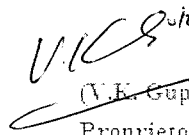
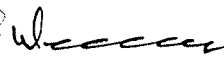
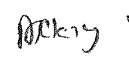
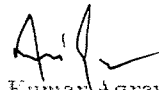
	Notes	2016-17	2015-16
<i>Current liabilities</i>			<i>(Restated)</i>
Bank borrowings - current portion	18	NIL	NIL
Due to a related party		-	-
Trade and other payables	19	2,227,064	4,710,281
<i>Total current liabilities</i>		2,227,064	4,710,281
Total liabilities		462,227,064	425,389,404
<b>Total shareholders' equity and liabilities</b>		<b>527,596,700</b>	<b>491,072,100</b>

The accompanying notes form an integral part of these financial statements.

For Gupta Vinod & Co.

Chartered Accountants

For and on behalf of Jaykaycem (Central) Ltd.

			
(V.K. Gupta)	(Dr. Krishna Behari Agarwal)	(Ajay Kumar Saraogi)	(Anil Kumar Agrawal)
Proprietor	Director	Director	Director
M.No. 071745	DIN-00339934	DIN-00130805	DIN-00134884

Place: Kanpur

Dated: 06.05.2017

  
 (Prabhat Srivastava)  
 Company Secretary

JAYKAYCEM CENTRAL LIMITED  
 KAMLA TOWER,  
 Kanpur-208001

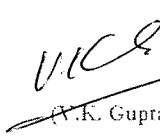
Statement of profit or loss and other comprehensive income for the year ended March 31, 2017

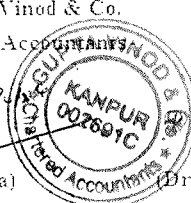
	Notes	2016-17 Rs.	2015-16 Rs.
Revenue	20	-	-
Cost of revenue	21	-	-
<b>Gross profit</b>		-	-
Other income	22	-	67,629
Selling and distribution expenses	23	Nil.	-
Administrative expenses	24	(347,121)	(116,030)
Finance costs	25	Nil.	Nil.
Interest income	26	34,061	35,957
<b>(Loss) for the year</b>		<b>(313,060)</b>	<b>(12,444)</b>
Other comprehensive income		-	-
<b>Total comprehensive (loss) for the year</b>		<b>(313,060)</b>	<b>(12,444)</b>
		<u>(313,060)</u>	<u>(12,444)</u>

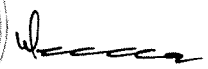
The accompanying notes form an integral part of these financial statements.

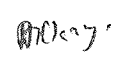
For Gupta Vinod & Co.  
 Chartered Accountants

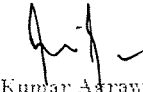
For and on behalf of Jaykaycem (Central) Ltd.

  
 (V.K. Gupta)  
 Proprietor  
 M.No. 071745

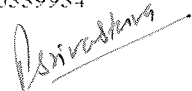


  
 (Dr. Krishna Behari Agarwal)  
 Director  
 DIN-00339934

  
 (Ajay Kumar Saraogi)  
 Director  
 DIN-00130805

  
 (Anil Kumar Agrawal)  
 Director  
 DIN-00134884

Place: Kanpur  
 Dated: 06.05.2017

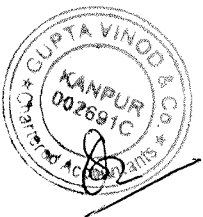
  
 (Prabhat Srivastava)  
 Company Secretary



JAYKAYCEM CENTRAL LIMITED  
KAMLA TOWER,  
KANPUR-208001

Statement of cash flows for the year ended March 31, 2017

	2016-17	2015-16
	Rs.	Rs.
<b>Cash flows from operating activities</b>		
(Loss) for the year	(313,060)	(12,444)
<i>Adjustments for:</i>		
Loss/(gain) on disposal of property, plant and equipment	-	
Loss on write off property plant and equipment	-	-
Depreciation on property, plant and equipment	-	-
Provision for employees' end of service benefits	-	
Land lease waived by the landlord	-	
Amortisation of intangible asset	NIL	-
<b>Operating (loss) before changes in operating assets and liabilities</b>	<b>(313,060)</b>	<b>(12,444)</b>
<i>(Increase) decrease in current assets</i>		
Inventories	NIL	NIL
Trade receivables	NIL	NIL
Due from a related party	-	-
Advances, deposits and other receivables	(743,308)	(130,600)
<i>Increase (decrease) in current liabilities</i>		
Trade and other payables	(2,483,217)	1,907,197
<b>Cash generated from/(used in) operations</b>	<b>(3,539,585)</b>	<b>1,764,153</b>
Employees' end of services benefits paid	-	
<b>Net cash from/(used in) operating activities</b>	<b>(3,539,585)</b>	<b>1,764,153</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(4,500)	(247,729,991)
Increase In Capital work In Progress	(4,382,940)	(165,147)
Preoperative Expenses	(13,699,690)	(31,538,668)
Other non-current assets	(17,570,000)	-
<b>Net cash (used in) investing activities</b>	<b>(35,657,130)</b>	<b>(279,433,806)</b>



JAYKAYCEM CENTRAL LIMITED  
KAMLA TOWER,  
KANPUR-208001

Statement of cash flows for the year ended March 31, 2017 (continued)

0

	2016-17	2015-16
Cash flows from financing activities		<i>(Restated)</i>
Additional capital introduced	-	-
Interest payable	NIL	NIL
(Repayment)/proceeds from long term loans - net	39,320,877	275,004,187
<i>Net cash from financing activities</i>	39,320,877	275,004,187
<i>Net increase/(decrease) in cash and cash equivalents</i>	124,162	(2,665,466)
Cash and cash equivalents, beginning of the year	3,792,190	6,457,656
<b>Cash and cash equivalents, end of the year</b>	<b>3,916,352</b>	<b>3,792,190</b>
<b>Represented by:</b>		
Cash in hand	209,869	221,452
Cash at banks	3,706,483	3,570,738
	<b>3,916,352</b>	<b>3,792,190</b>

The accompanying notes form an integral part of these financial statements.

For Gupta Vinod & Co.

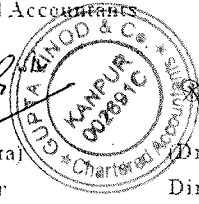
Chartered Accountants

For and on behalf of Jaykaycem (Central) Ltd.

(V.K. Gupta)

Proprietor

M.No. 071745



(Dr. Krishna Behari Agarwal)

Director

DIN-00339934

(Ajay Kumar Saraogi)

Director

DIN-00130805

(Anil Kumar Agrawal)

Director

DIN-00134884

Place: Kanpur

Dated: 06.05.2017

(Prabhat Srivastava)

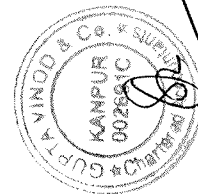
Company Secretary

**JAYKAYCEM CENTRAL LIMITED**  
**KAMLA TOWER.**  
 Kanpur-208001

Statement of changes in shareholders' equity for the year ended March 31, 2017

	<u>Share capital</u> Rs.	<u>Accumulated</u> <u>(losses)</u> Rs.	<u>Total shareholders'</u> <u>equity</u> Rs.
Balance as at March 31, 2016 <i>(as previously stated)</i>	65,900,700	(218,004)	65,682,696
Effect of prior year restatement (note 3)	-	-	-
Balance as at March 31, 2016	65,900,700	(218,004)	65,682,696
Balance as at March 31, 2016	65,900,700	(218,004)	65,682,696
(Loss) for the year	-	(313,060)	(313,060)
<b>Balance as at March 31, 2017</b>	<b>65,900,700</b>	<b>(531,064)</b>	<b>65,369,636</b>

The accompanying notes form an integral part of these financial statements.



Notes to the financial statements for the year ended March 31, 2017

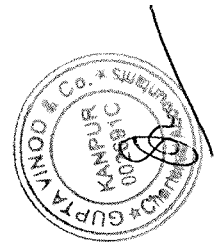
**5 Property, plant and equipment**

The gross carrying amounts and accumulated depreciation are shown below:

Cost	Land		Building and improvements		Plant and machinery		Furniture, fixtures and office equipments		Total	
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
As at March 31, 2016	377,534,517	71,285	301,812	156,853	378,064,467	-	-	-	-	-
Addition during the year	-	-	-	4,500	-	-	-	-	-	-
Transferred during the year	-	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-	-
Write off of property plant and equipment during the year	-	-	-	-	-	-	-	-	-	-
<b>As at March 31, 2017</b>	<b>377,534,517</b>	<b>71,285</b>	<b>301,812</b>	<b>161,353</b>	<b>378,068,967</b>					
<b>Accumulated depreciation</b>										
As at March 31, 2016	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	-	-	-	-	-	-	-	-	-
Eliminated on disposals during the year	-	-	-	-	-	-	-	-	-	-
Eliminated on assets written off during the year	-	-	-	-	-	-	-	-	-	-
<b>As at March 31, 2017</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Carrying value as at March 31, 2017</b>	<b>377,534,517</b>	<b>71,285</b>	<b>301,812</b>	<b>161,353</b>	<b>378,068,967</b>					
Carrying value as at March 31, 2016	377,534,517	71,285	301,812	156,853	378,064,467					

**5a Capital work in progress**

Rs.	
Opening as on 01.04.2016	165147.00
Addition During the year	4382940.00
Closing balance	<b>4548087.00</b>



JAYKAYCEM CENTRAL LIMITED  
KAMELA TOWER,  
KANPUR-208001

Notes to the financial statements for the year ended March 31, 2017

	2016-17	2015-16
	Rs.	Rs.
6 Intangible asset	NIL	NIL
7 Other non-current assets		
Advance for capital assets	863,860	863,860
Security Deposit	220,000	220,000
Advance for acquiring Mining Lease	17,570,000	-
	18,653,860	1,083,860
8 Inventories	NIL	NIL
9 Trade receivables		
Trade receivables	NIL	NIL
10 Related party transactions		
The Entity believes that the terms of such transactions are not significantly different from those that could have been obtained from third parties.		
a) Due from a related party	2016-17	2015-16
	Rs.	Rs.
	-	-

b) Transactions with a related party

The nature of significant related party transactions and the amounts involved were as follows:

	For the year ended March 31,	
	2016-17	2015-16
	Rs.	Rs.
J.K.Cement Limited		
opening balance	386,559,429	137,032,679
Addition During The Year	12,287,361	249,526,750
Paid during the Year	398,846,790	
Total	-	386,559,429
<b>interest Payable /Paid</b>		
Opening Balance	34,119,695	8,642,258
Addition During The Year	8,523,820	28,308,263
Less Tds deducted During the Year	852,382	2,830,826
Net Interest Payable	41,791,133	34,119,695
Interest Paid During The Year	41,791,133	-
Total	-	34,119,695



JAYKAYCEM CENTRAL LIMITED  
KAMILA TOWER,  
KANPUR-208001

Notes to the financial statements for the year ended March 31, 2017

	<u>2016-17</u>	<u>2015-16</u>
11 Advances, deposits and other receivables		
Advance Recoverable In Cash Or kind	6,565,027	5,821,517
Staff loans and advances	-	-
Deposits	-	-
Taxation(Net)	<u>3,393</u>	<u>3,595</u>
	<u><u>6,568,420</u></u>	<u><u>5,825,112</u></u>



JAYKAYCEM CENTRAL LIMITED

KANILA TOWER,

KANPUR-208001

12 Cash and bank balances	2016-17	2015-16
	Rs.	Rs.
Cash in hand	209,869	221,452
Cash at banks	3,706,483	3,570,738
	<u>3,916,352</u>	<u>3,792,190</u>

13 Share capital

<u>Names of shareholders</u>	<u>Nationality</u>	<u>Percentage</u>	<u>No. of shares</u>	2016-17	2015-16
				Rs.	Rs.
M/s. J.K Cement Limited		100	6,590,070	65,900,700	65,900,700
		<u>100</u>	<u>6,590,070</u>	<u>65,900,700</u>	<u>65,900,700</u>

14 Compulsory convertible preference shares

<u>Names of preference shareholders</u>	<u>Percentage</u>	<u>No. of shares</u>	2016-17	2015-16
None	-	-	-	-

15 Accumulated (losses)

	Rs.	Rs.
Balance at the beginning of the year	(218,004)	(205,560)
(Loss) for the year	<u>(313,060)</u>	<u>(12,444)</u>
Balance at the end of the year	<u>(531,064)</u>	<u>(218,004)</u>

16 Unsecured borrowings

Advance From Holding Company	-	386,559,429
Add: Interest Payable Charge for the year	-	34,119,694
Compulsory convertible debenture	<u>460,000,000</u>	
Balance at the end of the year	<u>460,000,000</u>	<u>420,679,123</u>

17 Interest payable

NIL NIL

18 Bank borrowings

NIL NIL



JAYKAYCEM CENTRAL LIMITED

KAMLA TOWER,

KANPUR-208001

19 Trade and other payables

Other Current Liabilities	2,159,770	1,837,013
Current Tax Liabilities	67,294	2,873,268
Other payables		
	<u>2,227,064</u>	<u>4,710,281</u>

20 Revenue

	Rs.	Rs.
Sales:	<u>NIL</u>	<u>NIL</u>
	-	-
	<u>2016-17</u>	<u>2015-16</u>

21 Cost of revenue

Cost of goods sold	NIL	NIL
--------------------	-----	-----

22 Other income

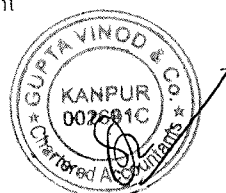
Excess Provision Written back	-	67,629
	-	67,629
	<u>2016-17</u>	<u>2015-16</u>

23 Selling and distribution expenses

	Rs.	Rs.
	NIL	NIL

24 Administrative expenses

Salaries and related benefits	272,566	77,367
Rent	-	-
Motor vehicle expenses	-	-
Travelling and conveyance	4,055	-
professional expenses	10,580	-
Insurance	-	-
Repairs and maintenance	-	-
Communication	-	-
Donations	-	-
Depreciation on property, plant and equipment (note 5)	-	-
Loss on disposal of property plant and equipment	-	-
Loss on write off property plant and equipment	-	-
Miscellaneous	59,920	38,663
	<u>347,121</u>	<u>116,030</u>





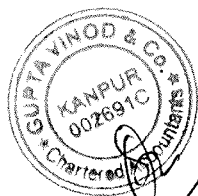
JAYKAYCEM CENTRAL LIMITED

KAMLA TOWER,

KANPUR-208001

---

25	Finance costs	NIL	NIL
26	Interest income		
	Interest income form Bank Deposit	33,937	35,957
	Interest on income tax refund	<u>124</u>	<u>-</u>
		34,061	35,957



# Jaykaycem (Central) Limited

(CIN: U72305UP1987PLC009162)

Notes to the financial statements as at 31<sup>st</sup> March, 2017

Company overview and significant accounting policies

## 1. Company overview

The company is a public limited company domiciled in India. It was registered as J.K. Circuit Works Limited on 30<sup>th</sup> November, 1987 under the provisions of the Companies Act, 1956 with the Registrar of Companies, U.P. Kanpur vide Reg. No.009162 dt. 30<sup>th</sup> November, 1987. Its registered office is situated at Kamla Tower, Kanpur-208001 (U.P). The name was changed to Jaykaycem (Central) Limited with the approval of Registrar of Companies, U.P. Kanpur vide Reg. No.009162 dt.26.04.2002

Presently the company is engaged in acquisition of land at District Panna in the state of Madhya Pradesh for setting up its Grey Cement Plant , acquiring mining lease from the Govt. of Madhya Pradesh for mining of limestone which is the basic raw material for manufacturing Grey Cement. The Company applied for whereupon the Government of Madhya Pradesh has issued a letter of intent to grant Mining Lease of 1594.34 Hectares of land at village Judi, Kamtana Kekra etc. district Panna Madhya Pradesh. The Company has yet to start its business activities.

The company became wholly owned subsidiary of J.K. CEMENT LIMITED with effect from 16/02/2015 by acquiring 100 percent equity shares of the company.

## 2. Accounting concepts:

The financial statements are prepared under the historical cost convention on an accrual basis in accordance with the applicable mandatory Ind AS and according to Schedule III of the Companies Act, 2013.

## 3. Basis of preparation of financial statements

### (a) Property, Plant and equipment:

Valued at cost. Ind AS 101 permits a first time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognized in the financial statements as at the date of transition to Ind AS. Accordingly the Company has elected to measure all of its property, plant and equipment at their previous GAAP carrying value.[Note-5]

### (b) Capital work in progress:

Expenses incurred on civil work of pillars on the boundary wall have been grouped under this head [Note-5a]

### (c) Preoperative expenses:

The company is in its preoperative stage. All expenses other than expenses of capital nature incurred at site have been grouped under this head.

### (d) Other non-current assets :

The company is in the process of acquiring mining lease for Limestone in different parts of state from the Govt. of Madhya Pradesh. It has so far paid Rs.17,570,000 to M.P. Govt. as advance for acquiring mining lease. The application is in process at various levels of state. The amount of Rs.8,63,860/- shown as advance to three parties for purchase of land is under dispute for which cases are pending in the court. [Note-7]

### (e) Advance, deposits and other receivables:

Includes avaiement of Cenvet Credit and Edu. Cess their on [Note-11]



contd ~ ~ ~ 2

(l) Earning per share :

	2016-17 Rs.	2015-16 Rs.
1. Net Profit/Loss available to equity shareholders ( Including exceptional item)	(313060)	(12444)
2. Number of equity shares	6590070	6590070
Basic and diluted earning per share	(0.0475)	(0.0019)

(m) Taxation :

Income tax has been calculated net of TDS/Advance tax and the Provision for tax.

	2016-17 Rs.	2105-16 Rs.
1. TDS	12341	12543
2. Advance tax	9377	9377
	-----	-----
	21718	21920
Less: Provision for tax	18325	18325
	-----	-----
Net	3393	3595
	-----	-----

(n) The previous year (2015-16) figures have been restated as per Ind AS. The restatement/reclassification of figures has no effect on the profitability and the financial status of the Company.

(o) Interest income:

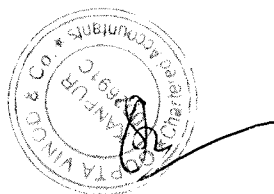
Interest income is from fixed deposits with bank.

(p) Depreciation :

Since the plant is still in pre- operative stage, depreciation provisions will be considered once the commercial production is commenced.

(q) As per the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016 details of Specified Bank Notes (SBN) held and transacted during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 are as under:

Particulars	SBNs	Other Denomination Notes	Total
Cash in hand as on 08/11/2016	500*56=28000.00	100*159=15900.00 50*1=50.00 2*1=2.00 Total- 15952/-	43952.00
(+) Permitted receipts	2000*100=200000.00	0.00	200000.00



(-)Permitted payments	0.00	100*60=6000.00 50*1=50.00 10*3=30.00 2*1=2.00 1*1=1.00 Total- 6083/-	6083.00
(-)Amount deposited In Banks	500*56=28000.00	0.00	28000.00
Cash in hand as on 30/12/2016	2000*100=200000.00	100*98=9800.00 10*6=60.00 5*1=5.00 2*2=4.00 Total- 9869/-	209869.00


**4. Payment to auditors:**

Audit fee (Previous year-15000/-)	..... 15000/-
Certification fee	..... NIL
Out of pocket expenses	.....NIL

For Gupta Vinod & Co.  
Chartered Accountants

For and on behalf of Jaykaycem (Central) Ltd.

*V.K. Gupta*  
(V.K. Gupta)  
Proprietor  
M.No. 071745



*Dr. Krishna Behari Agarwal*  
(Dr. Krishna Behari Agarwal)  
Director  
DIN-00339934

*Ajay Kumar Saraogi*  
(Ajay Kumar Saraogi)  
Director  
DIN-00130805

*Anil Kumar Agrawal*  
(Anil Kumar Agrawal)  
Director  
DIN-00134884

Place: Kanpur  
Dated: 06.05.2017

*Prabhat Srivastava*  
(Prabhat Srivastava)  
Company Secretary

