

ANNUAL REPORT 2011-12



JINDAL POLY FILMS LIMITED

BOARD OF DIRECTORS	: RASHID JILANI : JOGESH BANSAL : R.K. PANDEY : SAMIR BANERJEE, WHOLE TIME DIRECTOR (MARKETING) : RATHI BINOD PAL, WHOLE TIME DIRECTOR : HEMANT SHARMA, WHOLE TIME DIRECTOR AND CHIEF EXECUTIVE OFFICER (CEO)
CHIEF FINANCIAL OFFICER	: L.P. SONI
COMPANY SECRETARY	: AJIT MISHRA
AUDITORS	: KANODIA SANYAL & ASSOCIATES, CHARTERED ACCOUNTANTS
BANKERS	: PUNJAB NATIONAL BANK STATE BANK OF INDIA STATE BANK OF PATIALA AXIS BANK LIMITED HONGKONG & SHANGHAI BANKING CORP. LIMITED THE BANK OF NOVA SCOTIA DBS BANK LIMITED AKA,AUSFUHRKREDIT-GESELLSCHAFT MBH FRANKFURT, GERMANY COMMERZBANK, AKTIENGESELLSCHAFT FRANKFURT, GERMANY STANDARD CHARTERED BANK ICICI BANK LIMITED DEUTSCHE BANK CITI BANK
REGISTERED OFFICE	: 19TH K.M. HAPUR-BULANDSHAHR ROAD P.O. GULAOTHI DISTT. BULANDSHAHR (U.P)
WORKS	: (1) 19TH K.M., HAPUR- BULANDHSHAHR ROAD, P.O. GULAOTHI, DISTT. BULANDSHAHR (U.P.) (2) 28TH K.M. NASIK-BOMBAY HIGHWAY, VILLAGE MUNDEGAON, IGATPURI, DISTT. NASHIK, MAHARASHTRA (3) 160/1/7, AMBOLI ROAD, VILL. KALA, KHANVEL, SILVASSA (UT OF D&N)
HEAD OFFICE & CORPORATE OFFICE	: PLOT NO. 12, SECTOR B-1, VASANT KUNJ LOCAL SHOPPING COMPLEX NEW DELHI - 110070
REGISTRAR & SHARE TRANSFER AGENTS	: KARVY COMPUTERSHARE PVT. LTD (UNIT: JINDAL POLY FILMS LTD.) PLOT NO 17-24 VITTAL RAO NAGAR MADHAPUR, HYDERABAD- 500 081



38th Annual Report 2011-2012

Sl. No.	Contents	Page No.
1.	Notice of Annual General Meeting	03
2.	Report on Corporate Governance	09
3.	Management's Discussion & Analysis	17
4.	Directors' Report	20
5.	Auditors' Report on Financial Statements	26
6.	Balance Sheet	30
7.	Profit & Loss Account	31
8.	Cash Flow Statement	32
9.	Significant Accounting Policies and Notes on Accounts	33
10.	Notes forming part of Balance Sheet and Profit & Loss Account.....	35
11.	Statement under section 212 of the Companies Act, 1956 & Details of Subsidiary Companies	51
12.	Auditors' Report on Consolidated Financial Statements	53
13.	Consolidated Balance Sheet.....	54
14.	Consolidated Profit & Loss Account	55
15.	Consolidated Cash Flow Statement, Notes forming part of Consolidated Balance Sheet, P & L Account, & Notes on Consolidated Accounts	56
16.	Attendance Slip and Proxy Form	73

NOTICE

Notice is hereby given that the 38th Annual General Meeting of the members of **JINDAL POLY FILMS LIMITED** will be held as scheduled below :-

Date : Saturday, 29th September, 2012
Time : 11:30 A.M.
Venue : Company's Registered Office at:
19th K.M., Hapur-Bulandshahr Road, P.O.-Gulaothi, Distt-Bulandshahr (U.P.)

To transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2012, the Profit & Loss Account for the year ended on that date and the reports of the Board of Directors and Auditors thereon.
2. To declare dividend on Equity shares.
3. To appoint a Director in place of Mr. Rashid Jilani, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint M/s Kanodia Sanyal & Associates, Chartered Accountants as Auditors of the Company and to fix their remuneration. In this connection, to consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

“RESOLVED THAT M/s. Kanodia Sanyal & Associates, Chartered Accountants (firm registration no. 008396N) be and are hereby appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting to conclusion of next Annual General Meeting at a remuneration of Rs.10,00,000/- (Rupees ten lac) plus out of pocket expenses.”

SPECIAL BUSINESS

5. To pass with or without modification, the following resolution as an **ORDINARY RESOLUTION**:
“RESOLVED THAT due notice in writing signifying the intention of a member to propose Mr. Hemant Sharma as a Director having been received pursuant to section 257 of the Companies Act, 1956, Mr. Hemant Sharma be and is hereby appointed as Director of the Company liable to retire by rotation.”
6. To consider and, if thought fit to pass, with or without modification(s), the following resolution as an **ORDINARY RESOLUTION**:
“RESOLVED THAT pursuant to the provisions of Section 269,309 and other applicable provisions, if any, of the Companies Act, 1956 and subject to the limits laid down in section 198 and 309 of The Companies Act, 1956 read with schedule XIII of the Companies Act, 1956, consent of the Company be and is hereby accorded to the Board of Directors of the Company for appointment of and payment of remuneration to Mr. Hemant Sharma as Whole Time Director of the Company, for a period of 5 years w.e.f. 1st April, 2012, as may be admissible within the overall limits prescribed under the Act and as the Board may consider appropriate from time to time, as set out in the explanatory statement attached hereto.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised from time to time amend, alter or otherwise vary the terms and conditions of the appointment of Mr. Hemant Sharma including remuneration provided that such remuneration shall not exceed the maximum limits for payment of managerial



remuneration as may be admissible within the overall limits specified in Schedule XIII of the Companies Act, 1956, as existing or as amended, modified or re-enactment from time to time as the Board may deem fit.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things, as in its absolute discretion, it may consider necessary, expedient or desirable in order to give effect to the foregoing resolution or otherwise considered by it to be in the interest of the Company.

7. To consider and, if thought fit to pass, with or without modification, the following resolution as an **ORDINARY RESOLUTION**:

“RESOLVED THAT in partial modification of the Resolution passed at the 37th Annual General meeting held on 24th September, 2011 and in accordance with the provisions of section 198, 309, 310 and other applicable provisions, if any, of the Companies Act, 1956, and subject to the limits laid down in Schedule XIII to the said Act, Consent of the Company be and is hereby accorded to the payment of enhanced remuneration to Mr. Rathi Binod Pal, Whole Time Director of the Company with effect from 1st August, 2012, as the Board may consider appropriate from time to time, as set out in the explanatory statement attached hereto.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised from time to time amend, alter or otherwise vary the terms and conditions of the appointment of Mr. Rathi Binod Pal including remuneration provided that such remuneration shall not exceed the maximum limits for payment of managerial remuneration as may be admissible within the overall limits specified in Schedule XIII of the Companies Act, 1956, as existing or as amended, modified or re-enactment from time to time as the Board may deem fit.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things, as in its absolute discretion, it may consider necessary, expedient or desirable in order to give effect to the foregoing resolution or otherwise considered by it to be in the best interest of the Company.”

By order of the Board of Directors

Place : New Delhi
Dated : 1st September, 2012

(Ajit Mishra)
Company Secretary

NOTES:

1. The Explanatory Statement in respect of item no. 5 to 7 of the notice as required Under Section 173 of the Companies Act, 1956 is annexed herewith.
2. **A member entitled to attend and vote at the meeting, is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.**
3. The proxy form(s) duly completed and signed should reach the company's registered office at Gulaothi (U.P) at least 48 hours before the time fixed for the meeting.
4. The Register of Members and Share transfer books of the Company will remain closed from Monday, 24th September, 2012 to Saturday, 29th September, 2012 (both days inclusive).
5. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to send their request at the registered office and / or head office of the Company at least 7 days before the date of the meeting, so that the information required may be made available at the meeting.
6. Members are requested to claim from the Company their unclaimed dividends, if any, in respect of financial years 2005-2006 or for any subsequent year at the earliest.
7.
 - a) Members are requested to notify to the company change of address, if any, with PINCODE, quoting reference of their folio number.
 - b) In case the mailing address mentioned on this Annual Report is without the PINCODE, members are requested to kindly inform their PINCODE immediately.
 - c) Members who are holding shares in Demat Mode are requested to notify any change in their residential address or Bank A/c details immediately to their respective Depository Participants.
8. Details under clause 49 of the Listing Agreement with the Stock Exchanges in respect of Directors seeking Appointment / re-appointment at the Annual General Meeting, is separately annexed hereto.
9. In term of circular no. 51/12/2007-CL-III dated 8th February, 2011 of the Ministry of Corporate affairs, Annual account of the Subsidiary companies and the related detailed information will be kept open for inspection on all working days between 11.00 A.M. to 1.00 P.M. at the Head office of the Company and of the concerned subsidiary Companies.

IMPORTANT COMMUNICATION TO THE MEMBERS

The Ministry of Corporate Affairs, Government of India, has taken a "Green Initiative" by allowing paperless compliance by companies and has issued circular No. 17/2011 dated 21st April, 2011 and 18/2011 dated 29th April, 2011 stating that service of documents by a company can be made through electronic mode. This "Green Initiative" of the Government is commendable and will go a long way in protecting environment on sustainable basis. Your company accordingly supports this initiative. For achieving this objective, members holding shares in physical mode are requested to register their e-mail address by way of writing a letter to registrar and share transfer agents or e-mail to : jpl.cs@karvy.com.

Members holding shares in demat mode may write to their respective depository participants for registering their e-mail addresses.

EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 173 OF THE COMPANIES ACT, 1956**Item no. 5-6**

Pursuant to the provision of Article 120 of Article of Association of the Company read with section 260 of the Companies Act, 1956, the Board of Directors in their meeting held on 23rd March, 2012 have appointed Mr. Hemant Sharma, as an Additional Director of the Company w.e.f 1st, April, 2012. He will hold the office upto the date of the ensuing Annual General



Meeting. Notice under section 257 of the Companies Act, 1956 together with requisite deposit has been received from a member proposing the appointment of Mr. Hemant Sharma as Director of the Company liable to retire by rotation.

Further the Board of Directors in their meeting held on on 23rd March, 2012 appointed Mr. Hemant Sharma as Whole Time Director of the Company for a period of 5 (Five) years w.e.f 1st, April, 2012. Mr. Hemant Sharma is aged about 49 years, is a B. Text. Hons. (Textile), MBA (Marketing) and has 27 years of industrial experience in sales, marketing, strategic business development, operation and restructuring.

The principal terms of appointment are as under :-

Basic Salary

1. Rs. 2,72,000/- per month with an annual increment as per the policy of the company subject to maximum of Rs. 15,000/- per month for a year.
2. (A) **Perquisites and Allowances**
 - (i) House Rent Allowance: Rs. 1,08,890/- per month and with an increase therein as per the rules of the Company.
 - (ii) Ex- Gratia payment for each year as per policy of the company subject to a maximum of 20 percent of the basic salary earned during the preceding year.
 - (iii) Leave Travel Allowance for self and family subject to a ceiling of one month's basic salary in a year in accordance with the rules of the Company.
 - (iv) Medical reimbursement for the expenses incurred for self and family subject to a ceiling of one month's basic salary in a year.

(B) The perquisites as above shall be evaluated as per Income-tax Rules wherever applicable. In the absence of any such rules, perquisites shall be evaluated at actual cost. Provision for use of Company's Car for official duties, Reimbursement of Conveyance, Maintenance and Driver Expenses under the Car Scheme of the Company and Telephone at residence (including payment for local calls and long distance official calls) shall not be included in the computation of perquisites.

(C) Company's contribution to provident fund to the extent, the same is not taxable under the Income-Tax Act, Gratuity payable as per the rules of the Company and Encashment of leave at the end of the tenure shall not be included in the computation of limits for the remuneration or perquisites aforesaid.
3. Notwithstanding anything to the contrary herein contained where in any financial year, during the currency of the tenure of the appointee, the Company has no profits or its profits are inadequate, the Company will pay remuneration by way of salary and perquisites as specified in Section II of Part II of Schedule XIII to the Companies Act, 1956, as may be amended from time to time.
4. If at any time the appointee ceases to be a Director of the Company for any cause whatsoever, he shall cease to be Whole Time Director as the case may be.
5. The term and condition of said appointment may be altered and varied in such manner as may be agreed to between the Board of Directors and appointee.
6. In compliance with the provisions of Section 269 and 309 of the Companies Act, 1956, the terms of remuneration specified above are now being placed before the General Meeting for your approval.

None of the Directors except Mr. Hemant Sharma may be considered as concerned or interested in passing of the proposed resolutions given at item no. 5 and 6.

The Board of Directors recommends this enabling resolution for approval of the members

The Explanatory statement together with the accompanying notice may also be regarded as an abstract of the terms of appointment of Mr. Hemant Sharma Whole Time Director of the Company and memorandum of Interest under section 302 of the Companies Act, 1956.

Item no.7

The Board of Directors in their meeting held on 17th December, 2009 have appointed Mr. Rathi Binod Pal as Whole Time Director of the Company for a period of 5 (Five) years w.e.f. 17th December, 2009, Mr. Rathi Binod Pal aged about 43 years is B.Com and CA (inter) having 20 years experience in the matter of Commercial, Management, Accounts and marketing matters.

Further the Board of Directors in their meeting held on 1st September, 2012, has enhanced the remuneration payable to Mr. Rathi Binod Pal, Whole Time Director, w.e.f. 1st August, 2012. Your Directors consider that in view of committed efforts of Mr. Rathi Binod Pal, it will be desirable to enhance the remuneration payable to him.

The principal terms of appointment are as under:-

Basic Salary

1. Rs.2,28,719 P.M. with an annual increment as per the policy of the company subject to maximum of Rs. 40,000/- per month for a year.
2. (A) **Perquisites and Allowances**
 - (i) Special allowance of an amount Rs.30,180/- (Thirty Thousands One Hundred Eighty) per month.
 - (ii) Ex- Gratia payment for each year as per policy of the company subject to a maximum of 20 percent of the basic salary earned during the preceding year.
 - (iii) Leave Travel Allowance for self and family subject to a ceiling of one month's basic salary in a year in accordance with the rules of the company.
 - (iv) Medical reimbursement for the expenses incurred for self and family subject to a ceiling of one month's basic salary in a year.
 - (v) Payment, if any, upto Rs.12,00,000/- (Twelve Lacs) in a financial year on account of performance based incentive as per policy of the Company .

(B) The perquisites as above shall be evaluated as per Income-tax Rules wherever applicable. In the absence of any such rules, perquisites shall be evaluated at actual cost. Reimbursement of Conveyance, Maintenance Expenses under the Car Scheme of the Company, provision for use of Company's Car for official duties, mobile phone expenses and Telephone at residence (including payment for local calls and long distance official calls) shall not be included in the computation of perquisites.

(C) Company's contribution to provident fund to the extent, the same is not taxable under the Income-Tax, Gratuity payable as per the rules of the Company and Encashment of leave at the end of the tenure shall not be included in the computation of limits for the remuneration or perquisites aforesaid.
3. Notwithstanding anything to the contrary herein contained where in any financial year, during the currency of the tenure of the appointee, the Company has no profits or its profits are inadequate, the Company will pay remuneration by way of salary and perquisites as specified in Section II of Part II of Schedule XIII to the Companies Act, 1956, as may be amended from time to time.
4. If at any time the appointee ceases to be a Director of the Company for any cause whatsoever, he shall cease to be WholeTime Director as the case may be.
5. The Board of Directors of the Company is authorized from time to time to amend, alter or otherwise vary the term and conditions of the appointment of Mr. Rathi Binod Pal including the remuneration provided that such remuneration shall not exceed the maximum of the overall limits for payment of managerial remuneration as may be admissible within the overall limits specified in schedule XIII of the Companies Act, 1956, as existing or as amended, modified or reenactment from time to time as the Board may deem fit.
6. In compliance with the provisions of Section 269 and 309 of the Companies Act, 1956, the terms of remuneration specified above are now being placed before the General Meeting for your approval



The Board recommends the resolution for your approval.

None of the Directors except Mr. Rathi Binod Pal may be considered as concerned or interested in passing of the proposed resolution

The Explanatory statement together with the accompanying notice may also be regarded as an abstract of the terms of appointment of Mr. Rathi Binod Pal Whole Time Director of the Company and memorandum of Interest under section 302 of the Companies Act, 1956.

Details of the Directors seeking Appointment / re-appointment in Annual General Meeting fixed on 29th September, 2012

Name of the Director	Mr. Rashid Jilani	Mr. Hemant Sharma
Director Identification Number (DIN)	00010624	05235723
Date of Birth	08/10/1941	23/04/1963
Date of Appointment	30/09/2010	01/04/2012
Expertise in specific functional area	40 years of experience in Banking, Finance and Working Capital Management. He is former Chairman of Punjab National Bank	27 years of industrial experience in sales, marketing, strategic business development, operation and restructuring.
Qualification	M.Com, C.A.I.I.B.	B. Text. Hons. (Textile) MBA (Marketing)
List of outside Directorships	1) Jindal India Thermal Power Limited 2) Jindal India Powertech Limited	Jindal Poly Investment and Finance Company Limited
Committee Membership of the Company *	1. Audit Committee 2. Shareholders Committee	NIL
Committee Membership of other Companies	1) Jindal India Thermal Power Limited – Audit Committee and Remuneration Committee 2) Jindal India Powertech Limited – Audit Committee	NIL
Shareholding in the Company	NIL	NIL

* Only statutory committees are considered.

REPORT ON CORPORATE GOVERNANCE

Your company has complied in all material respects with the features of Corporate Governance Code as per Clause 49 of the Listing Agreements with the Stock Exchanges.

The Status of the Corporate Governance Code of the Listing Agreement by Jindal Poly Films Ltd (JPFL) is given below:-

A. MANDATORY REQUIREMENTS

1. Company's Philosophy on Corporate Governance

The foremost principles of the Corporate Philosophy of JPFL can be summarised as follows:-

Vision

"To be an acknowledged Leader in terms of maximizing stakeholder value, profitability and growth by being a financially strong, customer friendly, progressive Organisation."

Values

*Openness and transparency
Integrity and Honesty
Dedication & Commitment
Creativity and teamwork
Mutual Trust & Appreciation
Pursuit of Excellence*

2. Board of Directors

JPFL has a broad based Board of Directors with three Non-promoter Executive Directors and Three Non-promoter & Non- Executive Independent Directors. The Board elects its Chairman at its meetings.

The members of the Board possess adequate experience, expertise and skills necessary to manage the affairs of the company in the most efficient manner.

The constitution of the Board as on 1st September, 2012 is given below:-

Director	Executive/Non Executive	No. of Total Directorship	Membership of total Board Committee
Mr. Samir Banerjee	Executive	7	0
Mr. Rathi Binod Pal	Executive	10	0
Mr. Hemant Sharma	Executive	2	0
Mr. Rashid Jilani	Non-Executive & Independent	3	5
Mr. R.K. Pandey	Non-Executive & Independent	14	6
Mr. Jogesh Bansal	Non-Executive & Independent	4	2

Change after financial year 2011-12

- i) Mr. V.K. Gupta, Director resigned w.e.f. 1st April, 2012
- ii) Mr. Hemant Sharma, Whole Time Director appointed w.e.f. 1st April, 2012

3. Attendance of Directors at the Board Meetings and Annual General Meeting

The Board of Directors of the Company met ten times during the financial year 2011-12 on the following dates:

9/04/2011, 5/05/2011, 8/08/2011, 12/08/2011, 31/10/2011, 14/11/2011, 30/11/2011, 10/02/2012, 14/03/2012 and 23/03/2012.

For every Board Meeting the agenda papers along with explanatory notes are distributed well in advance to the Board Members. The Company place before the Board the Minutes of Committees of the Board, annual operating plans, budgets and all other information including those specified under clause 49 of the Listing agreement.

The attendance of the Board members at the Board Meetings as above and in the last AGM were as under:

Name of Directors	Attendance		
	No. of Meetings held during the tenure of Directors		Last AGM attended
	Held	Attended	
Mr. Rashid Jilani	10	9	Yes
Mr. R.K. Pandey	10	7	No
Mr. Jogesh Bansal	10	4	No
Mr. V.K. Gupta	10	9	Yes
Mr. Samir Banerjee	10	10	Yes
Mr. Rathi Binod Pal	10	7	Yes

4. Committee of Directors

The following Committees of the Board of Directors of the company have been constituted.

a) Audit Committee

The Audit Committee consists of three independent Directors viz.

- i) Mr. Rashid Jilani, Chairman
- ii) Mr. Jogesh Bansal, Member
- iii) Mr. V.K. Gupta, Member (upto 31/3/2012)
- iv) Mr. R.K. Pandey (w.e.f. 1/4/2012)

Mr. Ajit Mishra, Company Secretary acts as Secretary to the Committee. The Term of Reference of the Committee are in conformity with the provisions of Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement with the stock exchanges. The broad terms of reference of Audit Committee are as under:-

- Review of Quarterly/Half Yearly Unaudited /Annual Results
- Review of Quarterly Internal Audit Report and Internal Control Systems.
- Review with Internal Auditors and significant findings and follow up thereon.
- Recommending the appointment/re-appointment of Auditors, fixation of Audit Fees.
- Review of Annual Financial Statements.

During the financial year, the meetings of the Audit Committee were held on:

5/05/2011, 8/08/2011, 12/08/2011, 14/11/2011 and 10/02/2012.

The details of the meeting attended by the members of the committee are as under:

Name	Designation	Profession	Committee Meetings attended
Mr. Rashid Jilani	Chairman	Consultant	5 (Five)
Mr. Jogesh Bansal	Member	Business	3 (Three)
Mr. V. K. Gupta	Member	Service	4 (Four)

b) Shareholders Committee

The Board has constituted a Shareholders Committee which monitors share transfers, transmissions, splits, consolidation and also redressal of shareholders and investor grievances. All shares are transferred within 15 days from the date of receipt. Investor grievances are resolved to the extent possible within one week. The committee consists of—

- i) Mr. Rashid Jilani, Chairman
- ii) Mr. Jogesh Bansal, Member
- iii) Mr. V. K. Gupta, Member (upto 31/3/2012)
- iv) Mr. R.K. Pandey (w.e.f. 1/4/2012)

Mr. Ajit Mishra, Company Secretary, is the Compliance Officer.

The total number of shares transferred during the year 2011-12 was 3400 Equity Shares and rejection for transfers were 3200 Equity Shares.

The total number of complaints received during the year 2011-12 were 75 and as on 31/03/2012, there was NIL complaint pending.

c) Remuneration of Directors

The Non-Executive Directors are paid sitting fees for attending the meetings of Board of Directors and Audit Committee. The Company do not pay sitting fees for any other committee meetings. The remuneration of Executive/Whole Time Directors are approved at the meetings of Board of Directors of the Company and by shareholders.

Details of Remuneration paid to all the Directors for the period 1st April, 2011 to 31st March, 2012:

Name of the Director	Mr. Samir Banerjee	Mr. Rathi Binod Pal	Mr. Rashid Jilani	Mr. R.K. Pandey	Mr. Jogesh Bansal	Mr. V.K. Gupta
Designation	Whole Time Director	Whole Time Director	Independent Director	Independent Director	Independent Director	Independent Director
Sitting fee	—	—	37,500	18,000	21,000	18,000
Salary	17,38,350	12,51,690	—	—	—	—
Allowances	2,52,000	14,33,715	—	—	—	—
Perquisite	2,94,863	5,69,405	—	—	—	—
Exgratia	8,31,525	6,19,183	—	—	—	—
Provident fund contribution	9,360	9,360	—	—	—	—
Stock option granted during the year	—	—	—	—	—	—
TOTAL	31,26,098	38,83,353	37,500	18,000	21,000	18,000



General Body Meetings

The locations and time of the Annual General Meetings held during the last 3 years are as follows:-

Annual General Meeting (AGM)	Date	Time	Venue	No. of Special Resolutions Passed
35 th AGM	30/09/2009	11.30 AM	19th K.M. Hapur-Bulandshahr Road, P.O. Gulaothi, Distt. Bulandshahr, U.P.	Nil
36 th AGM	30/09/2010	11.30 AM	19th K.M. Hapur-Bulandshahr Road, P.O. Gulaothi, Distt. Bulandshahr, U.P.	Two
37 th AGM	24/09/2011	11.30AM	19th K.M. Hapur-Bulandshahr Road, P.O. Gulaothi, Distt. Bulandshahr, U.P.	One

Note:

- 1) One Special resolution was passed on 08th March, 2010 by way of postal ballot approving the Buy-back of Equity Shares by the Company.

Disclosure on materially significant related party transactions

No transaction of material nature has been entered into by the company with Directors or Management and their relatives etc. that may have a potential conflict with the interest of the company. The Register of contracts containing transactions, if any, in which Directors are interested, is placed before the Board regularly.

Transactions with the related parties are disclosed as required by Accounting Standard (AS-18) in the notes to the accounts in this Annual Report.

Details of non compliance by the Company, penalties, strictures imposed on the Company by the Stock Exchanges or SEBI or any statutory authority on the matter related to capital markets, during the last three years.

There has been no instances of non-compliance by the Company on any matter related to capital markets. Hence, the question of penalties or strictures being imposed by SEBI or the Stock Exchanges does not arise.

Whistle Blower Policy

The company has adopted a proper procedure in this regard. Employees can report to the management their concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct. Further, no personnel has been denied access to the Audit Committee.

Details of compliance with mandatory requirements and adoption of the non mandatory requirements of this clause.

The Company has complied with all the mandatory requirements on the report of corporate governance. The Company has not adopted the non-mandatory requirements as specified in annexure ID of the Listing agreement.

Code of Conduct for Directors and Senior Executives

In line with the clause 49 of the listing agreement, the Company has adopted a Code of Conduct for its Directors and Senior Executives. The Code has also been posted on the Company's website.

Certificate of code of conduct

Declaration

This is to certify that the Company has laid down a code of conduct (the code) for all Board Members and senior management personnel of the Company and a copy of the code is put on the web site of the Company viz. www.jindalpoly.com.

It is certified further that the Directors and Senior Management have affirmed their compliance with the code for the year ended 31st March, 2012.

Place: New Delhi
Date: 1st September, 2012

Sd/-
Hemant Sharma
Chief Executive Officer

Certification on Financial Statements and Internal Controls

A certificate duly signed by the Whole Time Director and Chief Executive Officer (CEO) and Chief Financial Officer (CFO) relating to financial statements and internal controls and internal control systems for financial reporting as per the format provided in amended clause 49 of the listing agreement was placed before the Board and is given in this Annual Report.

Accounting Treatment

The company has followed the guidelines of Accounting Standards laid down by the Institute of Chartered Accountants of India (ICAI) in the preparation of its financial statements.

Risk Management

The company has laid down procedures to inform Board members about the risk assessment and minimization procedures. These procedures are periodically reviewed to ensure that executive management controls risk through means of a properly defined framework.

Means of Communication

This is being done through submission of quarterly results to the stock exchanges in accordance with the listing agreement and publication in the leading newspapers like Business Standard, Financial Express, Jansatta (Hindi) . Press releases are also issued time to time. The quarterly financial result and press release about the Performance of the Company are also filed with stock exchanges and displayed on company's website www.jindalpoly.com.

**Management Discussion and Analysis Form part of this Annual Report****General Shareholder Information****a) Annual General Meeting**

- Date and Time Saturday, 29th September, 2012 at 11.30 AM.
- Venue 19th K.M. Hapur-Bulandshahr Road,
P.O.: Gulaothi, Distt. Bulandshahr, (U.P.)

b) Financial Calendar

- i) Quarterly Financial Reporting
(Tentative & subject to change)

Quarter ended June 30, 2012	Quarterly results already published on 13 th August, 2012
Quarter ending September 30, 2012	Second week of November, 2012
Quarter ending December 31, 2012	Second week of February, 2013
Quarter ending March 31, 2013	Second week of May 2013*

*Instead of publishing unaudited quarterly financial results for the last quarter by Second week of May, 2013, the company may publish audited results for the full financial year by 30th May, 2013.

- ii) Annual General Meeting
(For the year ending March 31, 2013) In August/September 2013.

c) Date of Book Closure

Monday 24th September, 2012 to Saturday, 29th September, 2012 (both days inclusive).

d) Listing on Stock Exchange & Stock Code

- i) The National Stock Exchange of India Ltd., Mumbai (JINDALPOLY)
- ii) The Bombay Stock Exchange Limited, Mumbai (500227)

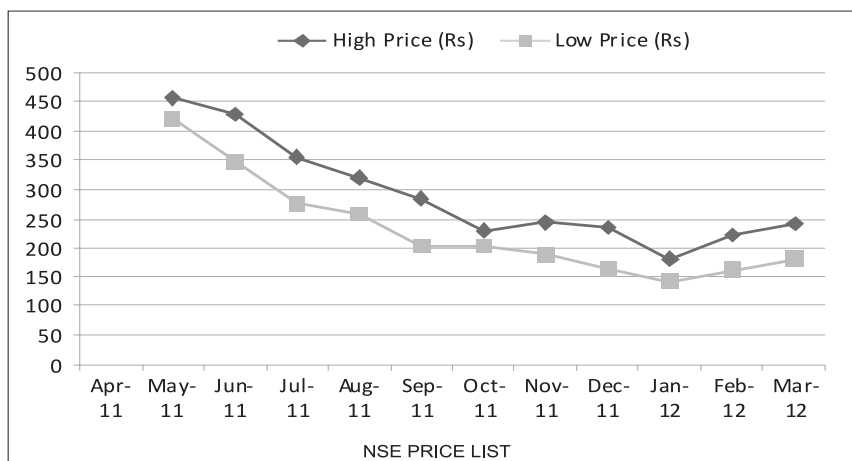
e) Listing Fee

The Company has paid in full the listing fees to the Stock Exchanges for the year 2011-12.

f) Stock Market Data (on NSE)

National Stock Exchange, Mumbai

JINDAL POLY FILMS LIMITED			
NSE PRICE FROM 01.04.2011 TO 31.03.2012			
Month	High Price (Rs.)	Low Price (Rs.)	Total Traded Quantity (Nos.)
April, 11	454.95	420.10	7242028
May, 11	428.80	348.00	6278022
June, 11	355.55	275.10	6284545
July, 11	318.65	258.05	5765184
Aug., 11	285.00	202.10	12451338
Sep., 11	228.50	202.40	6293264
Oct., 11	242.75	189.00	6787940
Nov., 11	233.90	164.20	5259753
Dec., 11	181.60	143.00	6037888
Jan., 12	221.20	162.50	6704966
Feb., 12	239.90	180.40	5463965
Mar., 12	200.90	184.50	3263458



g) Registrar and Share Transfer Agents In Physical and Electronic Mode

Karvy Computershare Pvt. Ltd.
 (Unit: Jindal Poly Films Ltd)
 Plot Number 17-24 Vittal Rao Nagar, Madhapur, Hyderabad 500081
 Tel. No.040-2342 0815-820 Fax 040-23420814
 Email: einward.risk@karvy.com

h) Share Transfer System

The shares sent for physical transfer are registered within a period of 15 days from the date of receipt, provided the documents are clear in all respects. The shareholders committee meets after every 15 days or as often as required.

i) Distribution of Shareholding as on 31st March, 2012

Slab of Shareholding	No. of holders	% of holders	No of Shares	% of Shares
Upto – 5000	37476	95.18	3637094	8.45
5001 – 10000	1004	2.55	777093	1.81
10001 – 20000	467	1.19	709451	1.65
20001 – 30000	142	0.36	361232	0.84
30001 – 40000	66	0.17	237354	0.55
40001 – 50000	46	0.12	210327	0.49
50001 – 100000	86	0.22	614653	1.43
100001 & Above	87	0.22	36474651	84.78
Total	39374	100.00	43021855	100

j) Dematerialisation of Shares

As on 31st March, 2012 4,26,38,214 shares (99.11% of the total number of shares) are in dematerialized form. The company's share are compulsorily traded in dematerialized form.

k) Plant Locations

- 19th K.M. Hapur-Bulandshahr Road, P.O. Gulaothi, Distt. Bulandshahr (U.P.)
- 28th K.M., Nasik-Mumbai Highway, Vill. Mundegaon, Igatpuri Distt. Nasik, Maharashtra.
- 160/17, Amboli Road, Vill. Kala, Khanvel, Silvassa (UT of D&N)

l) Address for Correspondence

Mr. Ajit Mishra
 Company Secretary
 Plot No. 12, Sector B-1, Vasant Kunj, Local Shopping Complex New Delhi – 110070.
 Tel : 91-11-26139256
 Fax : 91-11-26125739
 e-mail : secretarial_polyester@jindalgroup.com
 Website : www.jindalpoly.com



AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

TO
THE MEMBERS OF

M/S JINDAL POLY FILMS LIMITED

We have examined the compliance of conditions of corporate governance by **M/S JINDAL POLY FILMS LIMITED** for the year ended on 31st March 2012, as stipulated in Clause 49 of the Listing Agreement of the said Company with the stock exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that as per the records maintained by the Company, no investor grievance is pending for a period exceeding one month.

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

**For Kanodia Sanyal & Associates
Chartered Accountants**

**(R.K. Kanodia)
Partner**

Place : New Delhi
Dated : 01st September,2012

Membership No.016121

CERTIFICATION

We, Hemant Sharma, Whole Time Director and CEO and L.P.Soni, Chief Financial Officer (CFO) of Jindal Poly Films Limited, to the best of our knowledge and belief, certify that:

1. We have reviewed the Balance Sheet and profit and loss account, and all its schedules and notes to accounts, as well as the cash flow statements and the Directors' Report for the financial year 2011-12.
2. Based on our knowledge and information, these statements do not contain any untrue statement of a material fact or omit to state a material fact or contain statements that might be misleading.
3. Based on our knowledge and information, the financial statements, and other financial information included in this report, present in all material respects, a true and fair view of the company's affairs, and are in compliance with the existing accounting standards and / or applicable laws and regulations.
4. To the best of our knowledge and belief, no transactions entered into by the Company during the year are fraudulent, illegal or violative of the Company's code of conduct.
5. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness for the internal control system of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware, have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
6. (a) There has not been any significant change in internal control over financial reporting during the year under reference.
(b) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and
(c) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Place: New Delhi
Date : 01-09-2012

(Hemant Sharma)
Whole Time Director and CEO

(L.P. Soni)
Chief Financial Officer

MANAGEMENT DISCUSSION & ANALYSIS

Overview

Jindal Poly Films Limited (JPFL) is a leading producer of high performance Polyester and BOPP films (plain and metallized) mainly used for the flexible packaging industry. The Company's manufacturing facility at Nasik is the world's single largest location factory for producing these plastic films. The Company's manufacturing units are amongst the most modern facilities available and are capable of producing high quality products.

INDUSTRY, STRUCTURE & DEVELOPMENTS

Flexible Packaging Film

Flexible packaging typically includes materials such as plastic films, paper and aluminium foil. Over the years, BOPET Film and BOPP Film (forms of plastic-based flexible packaging film) have become the preferred choice for packaging consumer articles including food and clothing. Besides such films, JPFL also offers a range of metallised and coated film products to its customers.

JPFL is the leading producer of flexible packaging films in the country. The Company also maintains a strong presence as a key exporter to several countries. Flexible packaging film follows a business-to-business model, supplying base film to key converters/processors - who in turn sell the value added product to customers.

BOPET Film

BOPET Film is a versatile product broadly classified according to thickness of the film. Thick Films (50-350 microns in thickness) find application in photographic/X-ray, electronics, printing, textile, pre-press back up films for photo voltaic cells used for generating solar power and office supplies, motor insulations and document lamination. Thin Films (10-36 microns in thickness) are used in flexible packaging metallic yarn, cables, transformers, capacitors, audio/video tape, hot stamping foils, release films, decorative ribbons and labels.

JPFL has a capacity to manufacture 1,27,000 TPA of BOPET Film, in the current financial year 2012-13. One more thin BOPET film line of a capacity of 30,000 TPA is planned for startup in the fourth quarter of 2013

BOPP Film

Better moisture retention properties render BOPP Film more suitable for food products like snack foods, biscuits, pasta, dried foods and meat. Further, BOPP Film also finds application in wrapping cigarette cartons, ready-made garment bags, adhesive tapes and print lamination.

The market for BOPP Film in India, unlike the rest of the world is underdeveloped, due to existence of popular low quality, cheap alternative in the form of TQPP (Tubular Quenched Polypropylene Film) which is being replaced by BOPP. Growing preference for premium and sophisticated packaging however is driving growth in India with increased availability of BOPP, TQPP is being fast replaced by BOPP.

In current financial year, the Company has commissioned and started production its sixth line with a capacity of 30,000 TPA, thus the combined capacity is 2,10,000 TPA

Metallised Films

Vacuum deposition of Aluminium on BOPET and BOPP films increases the barrier properties of such films. Besides flexible packaging metallised BOPET films is used for metallic yarn. Metallised BOPP is widely used for gift wrapping. In the last few years metallised polyester film has found application in sequins for the textile industry for sarees and dress material for women's wear.

Coated Films

PVDC coated BOPP and BOPET films are used in the flexible packaging industry. The Company has a capacity of 4500 tpa to manufacture PVDC, Acrylic and LTS coated films. During the current financial year the Company's silicon coating and other coated films have found wide range of applications in the label stock and flexible packaging industry. The Company expects to enhance capacity utilization in 2012-13.

Polyester Chips

JPFL has the in-house ability to manufacture polyester (BOPET) chips as per the product requirement, for its BOPET Film business. The Company has installed capacity of 1,76,400 tpa at Nashik, Maharashtra.



OPPORTUNITIES AND THREATS

BOPET Film

The company produces both types of BOPET Films (thin 8-36 microns) and thick (50-350- microns).

Thin BOPET films constitute nearly three fourth of the worlds consumption of BOPET films and is mainly used in packaging. Industrial and electrical uses constituting over 90% of global consumption. The use in high end segments like imaging and magnetic media has reduced to below 10% owing to development of digital technology.

Flexible packaging improves the shelf life of products while increasing its product appeal. Increase in purchasing power in the developing countries has resulted in a significant rise in per capita consumption of flexible packaging materials. Asia (excluding Japan and Korea) has emerged as the largest market for BOPET films accounting for nearly 50% of the world consumption.

However the penetration of flexible packaging in the developing economies in Asia is still low and huge opportunities exist for growth with the increase in organized retail, small serve packs and increasing consumerism all requiring better and attractive packaging.

The recession of 2008 witnessed closing down of capacities in Western Europe and U.S.A. coupled with the shift in demand. On the supply side most of the new capacities were added in the low cost developing countries, primarily in Asia. From January, 2010, the effects of the closing of capacities were felt and prices of thin BOPET films started rising in the international markets. By April/May revival of demand in recession hit economies was observed and a perceived shortage in availability was established in all parts of the world including China and India. In the next few months prices of thin BOPET films more than doubled without any significant change in new material costs. By November prices started to come down but still ruled at above normal levels till the end of the year March 2011. However, the situation changed in the financial year 2011-12 and price continued to drop for BOPET films to reach level even below 2009-10 prices. This was owing to capacity increase in many part of Asia and also in India, without corresponding increase in demand.

Thick BOPET films experienced increased demand from new products like flat panel displays, LCD films and from Photo Voltaic panels. However the production of these high end products was limited to established producers in U.S.A., Europe, Japan and Korea. Penetration into China and India has not yet happened, but is expected in the next few years.

BOPP Films

The global BOPP industry is dominated by China which accounts for nearly 40% of the global capacity and consumption. The capacity utilization in China has been around 70% for the last few years. The Chinese market itself is growing at an average rate of around 8% p.a. It is also observed that Chinese cost is increasing compared to previous years largely due to reduction in subsidies. This has allowed prices of JPFL's products to increase both in the domestic and international market.

The domestic market is enjoying good growth aided by the growth of the flexible packaging and textile packaging.

SEGMENT PERFORMANCE

Flexible Packaging Film

The flexible packaging turnover has decreased from 2906.76 crore (2010-11) to 2364.40 crore (2011-12) which is mainly attributable to fall in BOPET films price.

OUTLOOK

Flexible Packaging Film

India is leading the growth in the global flexible packaging films, growing at above 18% per annum over the last few years. This growth is powered by increased penetration of packaged food and personal products in to the semi urban and rural segment. In tier 2 and tier 3 cities, the average pack sizes are usually smaller than the pack sizes in tier 1 cities. This results in increased use of flexible packaging consumption in the FMCG industry. As the Government is increasing its spending in the rural economy, increased demand for FMCG products is experienced in the hinter lands of India. The growth is likely to intensify in the next 2 – 3 years.

Growth in the flexible packaging industry is also aided by increase in the export of packaging material to high cost countries in Europe and the U.S.A.

BOPET Films

Over the last ten years, the dominance of the four leading producers – TORAY, DUPONT-TEIJIN, MITSUBISHI and SKC has been challenged by a new emerging breed of producers in India and China. These companies including Jindal Poly

Films have identified an opportunity to gain market position through investment in low cost and highly efficient modern thin film extrusion plants and in doing so, have found their way in to the exclusive club of large producers.

BOPP Films

The BOPP film market in India is increasing owing to increased consumption in food packaging and large growth in textile packaging. Almost two thirds of the world's production of BOPP is consumed in food packaging. In India the consumption for food packaging is only one third of production. This gap is rapidly being bridged as the customers are increasing displaying a strong preference for hygienically packed food products.

Combined with a robust growth in ready to wear apparels, the Indian BOPP film industry is expected to grow at over 15% per annum over the next 3 years.

RISKS & CONCERNS

Input costs

The largest component of costs involved in making flexible packaging film is attributable to raw materials. The BOPET chips used to make BOPET Film as well as the polymers that go into producing BOPP Film are derived from petroleum.

Given the volatile trend in crude oil and demand for polymers for competing applications the pressure on input costs can be expected to fluctuate. Flexible packaging film makers have thus far been able to pass on these costs to end consumers and are expected to do so in the foreseeable future.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

JPFL employs stringent controls to ensure the safety of its asset base against loss and misuse. Further, enterprise wide adherence to corporate governance best practices is achieved through a combination of internal audits, management reviews and audit committee. The Company is thus able to secure and validate its business transactions on an ongoing basis and thereby maintain the accuracy of its financial records and the safety of its property.

FINANCIAL PERFORMANCE

Jindal Poly Films reported a total revenue of Rs. 2383.02 crores as compared to Rs. 2757.20 crores in previous year. The Profit After Tax stood at Rs. 137.08 crores (last year Rs. 592.66 crore) giving an EPS of Rs. 30.35 (last year was 128.72)

HUMAN RESOURCES & INDUSTRIAL RELATIONS

Today, intense competition between products and services of uniformly high quality is the norm of the day. Even the latest and modern machinery with most competent technical backup does not ensure success against fierce competition. That is precisely why we have built our growth plans on the premises that our manpower resources are our most valuable assets. All other resource have to be acted upon by this resource for their value to be realized.

All our efforts in human resource development need to focus on developing a keener perception and a superior performance in servicing the needs of the customer at a lower cost and in a shorter time frame. Therefore, our emphasis have been on developing competent leadership and team building with focus on customer satisfaction. It is well recognized by us that customer is the prime reason for our existence and the entire team must focus on this critical fact that he needs to be well satisfied. Only then will this objective find basis in reality and only then will all other aspects of HRD - communication, problem solving, stress management etc. will have a measuring scale.

Our aim in the coming year would be to build ourself as a "Learning Organisation" - an organization that continuously anticipates changing environments and uses change proactively to actualize its strategic business plan more rigorously. Your company has excellent industrial relations which induces the right culture for an efficient working, Besides, your company also provides a large number of welfare measures for the employees and their families in the units. This ensures that there is a sense of belonging to the company, which goes a long way inforging an excellent environment in the workforce.

CAUTIONARY STATEMENT

Certain statements in the Management Discussion and Analysis describing the Company's views about the industry, expectations/predictions, objectives etc. may be forward looking within the meaning of applicable laws and regulations. The future being uncertain, there cannot be any guarantee that the assumptions and expectations made will be realized. Actual results, performance or achievements and risks and opportunities could differ materially from those expressed or implied in such forward-looking statements. The Company undertakes no obligation to publicly amend, modify or revise any forward-looking statements on the basis of any subsequent developments, information or events. The management discussion and analysis should be read in conjunction with the Company's financial statements included herein and the notes thereto.

**DIRECTORS' REPORT**

To the Members,

Your Directors have pleasure in presenting the 38th Annual Report of the Company together with Audited Accounts for the year ended 31st March, 2012.

The Financial results of the year under review are as given below:-

FINANCIAL RESULTS

	(Rs. / Crores)	
	2011-12	2010-11
Profit from Operations (EBITDA)	364.60	963.54
Less / (Add) exceptional items	74.33	(6.12)
Less: Interest	26.14	20.44
Profit Before Depreciation and Tax	264.13	949.23
Less: Depreciation	88.09	84.23
Profit before Tax	176.04	865.00
Less: Income Tax for the year	54.91	260.44
Deferred Tax	(15.94)	11.90
Profit After Tax	137.08	592.66
Add: Balance brought forward	412.89	333.60
Less: Taxes for the earlier years	NIL	NIL
Balance available for appropriation	549.97	926.26
APPROPRIATIONS		
Dividend on Equity Shares	10.51	11.51
Tax on Dividend	1.71	1.87
Transfer to General Reserve	50.00	500.00
Balance carried forward	487.75	412.88

PERFORMANCE HIGHLIGHTS

Your Company achieved a sales turnover of Rs.2492.92 crore during the year as compared to Rs.2906.66 crore during the previous year and recorded operating profit before exceptional item Rs.364.60 crore as against Rs.963.54 crore during the previous year .

DIVIDEND

Your Directors have pleasure to recommend Dividend of 25% (Rs. 2.50 per share) on 4,20,47,713 Equity Shares Capital of Rs. 10/- each.

The total dividend would absorb a sum of Rs. 10.51 crore and tax thereon of Rs. 1.71 crore. The dividend will be free of tax in the hands of recipients.

NEW PROJECTS

- i) One BOPP line with a capacity of 30,000 tpa (line 6) commenced operation during the year 2011-12.
- ii) The Company propose to setup a new BOPP line (line 7) with a capacity of 30,000 MTPA and a BOPET (line G) with a capacity of 30,000 MTPA at a total project cost of Rs.330 crore.

MANAGEMENT DISCUSSION AND ANALYSIS

The MD&A has been included in the annual report as a separate section.

DIRECTORS

- Mr. Rashid Jilani, retire by rotation at the ensuing Annual General Meeting, and being eligible, offer himself for re-appointment.
- Mr. Hemant Sharma was appointed as Additional Director of the Company w.e.f. 1st April, 2012. The office of Mr. Hemant Sharma will expire at the forthcoming Annual General Meeting i.e 29th September, 2012. The Company has received a notice under section 257 of the Companies Act, 1956 from a member of the Company proposing the appointment of Mr. Hemant Sharma as Director of the Company whose period of office will be liable to retire by rotation.

Brief resumes of above directors, names of other company (ies) in which they hold directorship, membership of committees of the Board and their shareholdings are given in the Notice to the Shareholders.

- Mr. V.K.Gupta, Director resigned w.e.f. 1st April, 2012. The Board places on record its sincere appreciation of the valuable services rendered by Mr. V.K. Gupta during his tenure as Director of the Company.

PARTICULARS OF EMPLOYEES UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956.

There is no employee who has received the remuneration of Rs. 5,00,000 per month or Rs. 60,00,000 per annum during the year under review.

CORPORATE GOVERNANCE

The Company has complied with the mandatory provisions of Corporate Governance as prescribed in the Listing Agreement with the Stock Exchanges. A separate report on Corporate Governance is included as a part of the Annual Report along with the Auditor's Report on its compliance.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217 (2AA) of the Companies Act, 1956, with respect to Director's Responsibility Statement, it is hereby confirmed;

- That in preparation of the accounts for the financial year ended 31st March, 2012 the applicable accounting standards have been followed along with proper explanations relating to material departures.
- That the Directors have 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 of the company for the year under review.
- That the Directors have 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 have prepared the accounts for the financial year ended on 31st March, 2012 on a 'going concern' basis.

SUBSIDIARY COMPANIES AND CONSOLIDATED FINANCIAL STATEMENTS

In accordance with the Accounting Standard AS – 21 on Consolidated Financial Statements read with Accounting Standard AS – 23 on accounting for investments in Associates, Your Directors have pleasure in attaching the Consolidated Financial Statements which form part of this Annual Report and Accounts.

The statement pursuant to Section 212 of the Companies Act, 1956 read with general circular No. 51/12/2007-cl-III dated 8th February, 2011 of the Ministry of Corporate Affairs, containing the details of the Company's subsidiaries is attached.



In term of the said circular dated 8th February, 2011, copies of the Balance Sheet, Profit & Loss Account, report of Board and the Auditors of all the subsidiary Companies have not been attached to Balance Sheet of the Company. However, the annual account of the subsidiary Companies and the related detailed information shall be made available to the shareholders of the Company and of the subsidiary Companies seeking such information at any point of time. The annual accounts of the subsidiary Companies are also available for inspection by any shareholders at the head office of the Company and that of the Subsidiary Companies concerned.

STATUTORY AUDITORS

M/s Kanodia Sanyal & Associates, Chartered Accountants retire and being eligible, offer themselves for re-appointment. The auditors have furnished certificate regarding their eligibility for re-appointment as Company's Auditors, pursuant to Section 224 (1-B) of the Companies Act, 1956.

COST AUDITORS

The Board has appointed M/s. R.J. Goel & Company, Cost Accountants, New Delhi as Cost Auditors of the Company pursuant to section 233B of the Companies Act, 1956 for the financial year 2012 – 13, The Cost audit report for financial year 2010-11 approved by Board of Directors of the Company on 14th November, 2011 was filed on 28th November, 2011.

FIXED DEPOSITS

The Company has not accepted any fixed deposits and the provisions of section 58-A of the Companies Act, 1956 are not applicable to the Company.

BUYBACK OF EQUITY SHARES

The Board of Directors of the Company at its meeting held on 31st October, 2011 announced a Buyback of its fully paid up equity shares for an aggregate amount not exceeding Rs. 140.00 crore at a maximum price of Rs. 350/- per share from the open market through stock exchanges, The Buyback commenced on 25th November, 2011 and closed on 16th May, 2012. An aggregate of 39,94,563 Equity shares at an average price of Rs.178.63 per equity share were bought back absorbing a total amount of Rs.71.35 Crore. Accordingly the paid up equity shares capital of the Company stand reduced to Rs.42,04,77,130.00 as against Rs.46,04,22,760.00 as on 31st March, 2011.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EARNING & OUTGO

Information in accordance with the provisions of section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 regarding conservation of Energy, technology absorption, foreign exchange earnings and outgo is given in the 'Annexure I' forming part of this report.

ACKNOWLEDGEMENT

Your Directors would like to express their gratitude to financial institutions, Banks and various State and Central Government authorities for the co-operation extended to the Company. Directors also take this opportunity to thanks the shareholders, customers, suppliers, lenders and distributors for the confidence reposed by them in the Company. The employees of the Company contributed significantly in achieving the results. Your Directors take this opportunity of thanking them and hope that they will maintain their commitment to excellence in the years to come.

For and on behalf of the Board

Place : New Delhi
Dated : 1st September, 2012

(Rathi Binod Pal)
Whole Time Director
DIN:- 00092049

(Samir Banerjee)
Whole Time Director (Marketing)
DIN:- 00011754

ANNEXURE TO DIRECTORS' REPORT

Annexure- I

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

1. CONSERVATION OF ENERGY

A. ENERGY CONSERVATION MEASURES TAKEN

1. Installed coal fired thermic fluid heater.
2. Installed closed loop cooling towers to reduce load on refrigeration.
3. Modification in air compressed system.

B. ADDITIONAL INVESTMENT AND PROPOSAL, IF ANY, BEING IMPLEMENTED FOR REDUCTION OF CONSUMPTION OF ENERGY

1. Installation of coal fired thermic fluid heater in place of F.O fired thermic fluid heater.
2. Installation of catalyst converter to reduce coal consumption.
3. Installation of energy efficient equipments.

C. IMPACT OF ABOVE MEASURES

Implementation of Energy Conservation measures have resulted -

1. In reduction of energy cost and thereby production cost.
2. In the increase of awareness in the employees.

FORM "A"

Form for Disclosure of Particulars with respect to Conservation of Energy :

POWER AND FUEL CONSUMPTION

(including polymer production used for captive consumption)

	<u>Current Year</u> <u>31.3.2012</u>	<u>Previous Year</u> <u>31.3.2011</u>
1 Electricity		
(a) Purchased from Electricity Board		
Total Units	222811137	199031081
Rate per unit (Rs./units)	6.68	5.82
(b) Own Generation		
(i) Through diesel generator		
Total Units	10808435	52950320
Units/Ltrs. of HSD/F. Oil/LSHS & LDO	4.28	4.37
Rate per unit (Rs./Units)	8.21	6.19
(ii) Through Steam turbine/ generator		
Total Units	0	0
Units/Ltrs. of HSD/F. Oil/LSHS & LDO	-	-
Rate per unit (Rs./Units)	-	-
2 Furnance Oil/LSHS/LDO/HSD Qty. (Ltrs.)		
Total Amount (Rs.)	114838045	451082635
Total Quantity (Ltrs.)	3578362	12984656
Average Rate (Rs./Ltrs)	32.09	34.74



	<u>Current Year</u> <u>31.3.2012</u>	<u>Previous Year</u> <u>31.3.2011</u>
3 Coal		
Total Amount(Rs.)	346601028	145877952
Total Quantity (Kg)	75292560	38116019
Average Rate	4.6	3.83
4 Consumption Per Unit of Production (Polymer Chips, Biaxially Oriented Polyester/ Polypropylene Films)		
Electricity units per M.T. of Production	775.65	751.51
F. Oil/LSHSLDO/HSD (Ltrs.) per M.T. of production	11.88	38.73
Coal (Kg) unit per MT of production	249.98	113.68

FORM 'B'**Form for Disclosure of Particulars with respect to :****A) RESEARCH AND DEVELOPMENT (R&D)**

Company has been giving thrust on R&D activities in following areas :

- New product development
- Specialized product development for new applications
- Increased efficiencies
- Energy conservation
- Improving yields
- Improving quality

B) BENEFITS DERIVED AS THE RESULT OF THE ABOVE R&D

Following new products developed during last financial year

1. High hottack antifog BOPP films
2. Very low seal temperature broad seal range plain and metallised BOPP films
3. Ultra low seal high density cavitated BOPP films
4. Transparent wrap around label films
5. Retort grade BOPET films
6. Cigarette over wrapping BOPP films
7. Silicon Coating on BOPET films
8. Chemically coated BOPET films suitable for high speed sheet fed offset printing
9. Acrylic coated BOPP films label & stock, over wrap and flexible packaging
10. PVDC coated BOPP and BOPET films for flexible packaging
11. Acrylic coated opaque white BOPET films for label stock

C) FUTURE PLAN OF ACTION

Steps are continuously taken for upgradation of technology which results in development of new products at lower costs, improvement of production yields and improvement in quality.

D) EXPENDITURE ON R&D

No specific account is kept.

2. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION

a) Efforts in brief made towards technology absorption, adaptation and innovation

As company is setting up ultra modern oriented film lines, emphasis is always given on absorption of new technology.

Benefits derived as result of the above efforts.

Benefits derived from these efforts are improved product quality and higher efficiencies.

Export activities and Foreign Exchange earnings and outgo.

- 1) The Company has been continuously focusing on growth in increasing capacity of flexible packaging films with special emphasis on exports.
- 2) The Company has further developed new customer base by addition of new markets like Africa and more countries in South America and Middle East.
- 3) Foreign Exchange earnings (on FOB basis) and outgo

	Rs/Crores	
	2011-12	2010-11
Earnings	581.38	717.90
Outgo	498.75	527.12



AUDITORS' REPORT

To The Members of Jindal Poly Films Limited

We have audited the attached Balance Sheet of **M/S JINDAL POLY FILMS LIMITED** as at 31st March, 2012 and also the annexed Statement of Profit and Loss Account and the Cash Flow Statement for the year ended on that date (together referred to as 'financial statements'). 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 the auditing standards generally accepted in India. These 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of Section 227(4A), of the Companies Act 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.

Further to our comments in the Annexure referred to 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 such books.
- c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash flow Statement dealt with by this report have been prepared in compliance with the Accounting Standards referred to in Sub Section (3C) of Section 211 of the Companies Act, 1956.
- e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, we report that none of the said directors are disqualified as on 31st March, 2012 from being appointed as directors in terms of 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 financial statements read together with significant accounting policies and other notes (note no. 1 to 30) give the information required by the Companies Act, 1956 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 Balance Sheet, of the state of affairs of the Company as at 31st March, 2012 and,
 - ii. In the case of the Profit & Loss Account, of the Profit of the Company for the year ended on that date.
 - iii. In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**For KANODIA SANYAL & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Registration No.008396N**

**(R.K KANODIA)
PARTNER**

Membership No. 016121

Place: New Delhi
Dated: 01st September, 2012

**ANNEXURE TO AUDITORS' REPORT OF JINDAL POLY FILMS LIMITED
(Annexure referred to in our report of even date)**

1. In respect of fixed assets:

- (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The company has a phased programme of physical verification of its fixed assets which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. As explained to us, the management during the year has physically verified all the fixed assets of the Company and no material discrepancies between the book records and the physical verification were noticed on such verification.
- (c) Fixed assets disposed off during the year, were not substantial and, therefore, it does not affect the going concern assumption.

2. In respect of its inventories:

- (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedure 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) The company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventory as compared to the book records.

3. In respect of the loans:

- (a) The company has granted loans to one company during the year. The maximum amount involved during the year was Rs.77, 655,068/- the year-end balance of loan granted to such companies was Rs. 77,655,068/-. The company has not taken any loans during the year secured or unsecured to any Company, firm or party covered in register maintained under section 301 of the Companies Act, 1956.
- (b) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions are not prima facie prejudicial to the interest of the company
- (c) In respect of loans granted by the company the interest payments are regular and the principal amounts are being received /renewed on the due dates. In respect of loans taken by the company, the interest payments are regular and the principal amount is repayable on demand.
- (d) There is no overdue amount in respect of the above loans.

4. In our opinion and according to the information and explanations given to us, there is an adequate internal control procedure commensurate with the size of the Company and the nature of its business for the purchase of stores, raw material including components, plant and machinery, equipment and other assets and for the sale of goods. Further, on the basis of our examination of the books and records of the company in accordance with the generally accepted auditing practices, we have neither come across, nor have we been informed the existence of major weakness in the internal control procedures and systems. However, the corrective actions were taken against the minor weaknesses as noticed and informed to them.

- 5. (a) As per the audit procedures applied by us, and according to the information and explanations given to us by the management, the transactions made in pursuance of contracts or arrangements that needed to be entered in the register maintained under section 301 of the Companies Act, have been so entered.
- (b) As per the audit procedures applied by us and as per the information and explanations given to us, with respect to the transactions as entered in the register maintained under section 301, exceeding the value of five lac rupees in



respect to any party during the financial year, the prices at which these have been made are reasonable having regard to the prevailing market prices at that time.

6. According to the information and explanations given to us, the company has not accepted any deposits from the public. Therefore, the provisions of Clause (vi) of the Companies (Auditors Report) Order, 2003 are not applicable to the Company.
7. In our opinion the company has an internal audit system commensurate with the nature and size of its business.
8. We have broadly reviewed the cost records maintained by the company pursuant to the order made by the Central Government for the maintenance of cost records u/s 209(1)(d) of the Companies Act, 1956 and are of opinion that prima-facie the prescribed records and accounts have been maintained by the company. However, we have not made a detailed examination of these records to verify whether they are accurate or complete.
9. (a) The company is regular in depositing the undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-Tax, Sales Tax, Wealth-tax, Custom Duty, Excise Duty, Cess and other statutory dues have been regularly deposited with the appropriate authorities during the year. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March 2012 for a period of more than six months from the date of becoming payable.
- (b) According to the information and explanation given to us, details of dues of income tax, sales tax, excise, customs, wealth tax and service tax which have not been deposited on account of any dispute are given below:

Nature of the Statute	Nature of the dues	Amount Disputed (Rs/Lacs)	Forum where dispute is pending
1. Income Tax Act	Income Tax demand	391.45	ITAT F.Y.1998-99
	Income Tax demand	17.08	CIT F.Y.2004-2005
	Income Tax demand	2.44	ITAT F.Y.2000-2001
	Income Tax demand	15.51	ITAT F.Y 1997-98
	Income Tax demand	0.70	CIT(A) F.Y 2005-06
	Income Tax demand	0.87	CIT(A) F.Y 2000-01
	Income Tax demand	1.0	CIT(A) F.Y 2003-04
	Income Tax demand	68.23	CIT(A) F.Y 2006-2007
	Income Tax demand	82.46	CIT(A) F.Y 2007-08
	Income Tax demand	1.52	CIT(A) F.Y 2008-09
2. Sales Tax Act	Sales Tax Demand	1811.59	Sales Tax Tribunal (2002-03 TO 2007-2008)
3. Custom Law Act	Demand	613.66	Asst. Commissioner

10. The Company does not have accumulated losses at the end of the financial year. The Company has not incurred cash losses during the financial year covered by the audit and in the immediately preceding financial year.
11. According to the information and explanations given to us and as per the books of accounts examined by us, the company has not defaulted in the repayment of dues to the financial institutions or to the banks or to the 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.
13. In our opinion, the company is not a Chit Fund/Nidhi/Mutual Fund/ Society. Therefore, clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
14. The Company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and other investments timely entries have been made therein. All shares, debentures, and other investments have been held by the Company in its own name.

15. According to the information and explanations given to us, the Company has not given any guarantees against loans taken by others from banks & financial institutions.
16. Based on information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
17. According to the information and explanations given to us and as per the books and records examined by us, as on the date of balance sheet, the funds raised by the company on short-term basis have not been applied for long-term investments and vice versa.
18. 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 does not have any debentures outstanding as on the Balance Sheet date, hence, the clause 4(xix) of the order is not applicable.
20. The company has not raised any money through a public issue during the year.
21. According to the information and explanations given to us, and on the basis of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India, we have not come across any such instance of fraud on or by the company, noticed and reported during the year.

**For KANODIA SANYAL & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Registration No.008396N**

Place: New Delhi
Dated: 01st September, 2012

**(R.K KANODIA)
PARTNER
Membership No. 016121**



BALANCE SHEET AS AT 31st MARCH 2012

	NOTE	31.03.2012		31.03.2011
		Rs.		Rs.
I. EQUITIES & LIABILITIES				
1) Shareholder's Funds				
a) Share Capital	1	430,218,550		460,422,760
b) Reserves & surplus	2	16,775,392,107	17,205,610,657	16,024,713,397
2) Non-Current Liabilities				
(a) Long-term borrowings	3	2,566,187,462		2,953,150,208
(b) Deferred tax liabilities (Net)	4	1,625,321,537	4,191,508,999	1,784,735,537
3) Current Liabilities				
(a) Short-term borrowings	5	1,789,076,710		1,105,928,456
(b) Trade payables	6	1,115,643,956		986,259,541
(c) Other current liabilities	7	1,623,568,374		1,990,535,533
(d) Short-term provisions	8	164,149,153	4,692,438,193	298,870,507
Total		26,089,557,849		25,604,615,938
II. ASSETS				
1) Non Current Assets				
a) Fixed Assets	9			
(i) Tangible assets		12,936,261,230		12,173,646,562
(ii) Intangible assets		-		-
(iii) Capital work-in-progress		489,451,117		538,644,980
(iv) Intangible assets under development		-		-
		13,425,712,347		12,712,291,542
(b) Non-current investments	10	4,155,991,684		4,113,044,395
(c) Deferred tax assets (net)		-		-
(d) Long term loans and advances	11	258,823,913		292,651,499
(e) Other non-current assets		-	17,840,527,944	-
(2) Current assets				
(a) Current investments	12	2,071,703,294		1,613,502,462
(b) Inventories	13	2,015,686,089		2,613,501,247
(c) Trade receivables	14	1,667,670,409		2,375,475,787
(d) Cash and cash equivalents	15	160,115,110		229,166,559
(e) Short-term loans and advances	16	1,033,988,337		483,331,184
(f) Other current assets	17	1,299,866,666	8,249,029,906	1,171,651,262
Total		26,089,557,849		25,604,615,938

Significant Accounting Policies & Notes on Financial Statements 1-30

As per our report of even date annexed hereto

For Kanodia Sanyal & Associates
Chartered Accountants

(R. K. KANODIA)
Partner
M No : 016121

(R. B. Pal)
Whole Time
Director
DIN:- 00092049

(S. Banerjee)
Whole Time
Director- Marketing
DIN:- 00011754

Place: New Delhi
Date: 01.09.2012

(Ajit Mishra)
Company Secretary

(L.P.Soni)
CFO

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012

	Notes	Year Ended 31.03.2012 Rs.	Year Ended 31.03.2011 Rs.
REVENUES			
I. Revenue from Operations	18	23,643,961,255	27,462,354,759
II. Other Income	19	186,333,033	109,698,703
III. Total Revenue (I +II)		23,830,294,288	27,572,053,463
EXPENSES			
Cost of materials consumed	20	15,590,966,248	14,168,803,828
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	21	271,491,198	(344,502,757)
Employee benefit expenses	22	301,371,092	241,682,778
Financial costs	23	261,371,331	204,386,741
Depreciation and amortization expenses	9	880,855,499	842,325,963
Other Expenses	24	3,994,522,726	3,834,405,380
IV. Total Expenses		21,300,578,094	18,947,101,933
V. Profit before exceptional and extraordinary items and tax		2,529,716,194	8,624,951,530
VI. Add/(Less) :- Exceptional Items	30.6	(743,269,686)	61,217,284
VII. Profit before extraordinary items and tax (V - VI)		1,786,446,508	8,686,168,814
VIII. Extraordinary Items		-	-
IX. Profit after extraordinary items and before tax (VII - VIII)		1,786,446,508	8,686,168,814
X. Less :- Provision for Taxation			
- Current tax		554,154,000	2,612,100,000
- Deferred tax		(159,414,000)	119,000,000
XI. Profit/(Loss) for the period from continuing operations		1,391,706,508	5,955,068,814
XII. Profit/(Loss) from discontinuing operations		(25,965,248)	(36,210,941)
XIII. Tax expense of discounting operations		(5,054,000)	(7,700,000)
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		(20,911,248)	(28,510,941)
XV. Profit/(Loss) for the period (XI + XIV)		1,370,795,260	5,926,557,873
XVI. Earning per equity share: Earning per Share(Basic & Dilluted)		30.35	128.72
Significant Accounting Policies & Notes on Financial Statements	1-30		

For Kanodia Sanyal & Associates
Chartered Accountants

(R. K. KANODIA)
Partner
M No : 016121

(R. B. Pal)
Whole Time
Director
DIN:- 00092049

(S. Banerjee)
Whole Time
Director- Marketing
DIN:- 00011754

Place: New Delhi
Date: 01.09.2012

(Ajit Mishra)
Company Secretary

(L.P. Soni)
CFO



CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH, 2012

	Year ended 31.03.2012 Rs.	Year ended 31.03.2011 Rs.
A. Cash Flow from Operating activities:		
Net Profit before tax and extraordinary items	1,760,481,260	8,649,957,873
Adjustment for:		
Depreciation	902,442,691	871,076,336
(Profit)/Loss on sale of Assets (net)	4,965,384	178,628
(Profit)/Loss on sale of Investment (net)	179,473,711	(4,244,927)
Provision for diminution in value of Investments	135,226,437	-
Exchange Fluctuation on financing activities	21,765,361	(34,715,588)
Interest Income	(7,244,020)	(6,417,778)
Dividend Income	(74,603,907)	(96,619,888)
Interest on Borrowings	237,633,722	237,014,253
	<u>1,399,659,378</u>	<u>966,271,036</u>
	3,160,140,638	9,616,228,909
Operating Profit before Working Capital changes		
Adjustments for:		
Inventories	597,815,158	(605,709,336)
Trade receivables	707,805,378	(1,764,356,400)
Loans & Advances	(596,362,020)	(802,544,778)
Trade Payables and Other Liabilities	(259,869,329)	517,268,874
	<u>449,389,186</u>	<u>(2,655,341,640)</u>
Cash Generated from Operations	3,609,529,824	6,960,887,269
Direct Taxes paid	(698,611,266)	(2,540,833,776)
Net Cash from Operating Activities (A)	2,910,918,558	4,420,053,493
B. Cash Flow from Investing Activities:		
Purchase of Fixed Assets	(1,640,877,573)	(773,320,047)
Sale of Fixed Assets	20,048,693	7,817,979
Purchase of Investments	(2,669,804,082)	(17,981,041,307)
Sale of Investments	1,853,955,813	14,015,072,233
Interest Received	7,244,020	6,417,778
Dividend Received	74,603,907	96,619,888
	<u>(2,354,829,222)</u>	<u>(4,628,433,476)</u>
Net Cash used in Investment Activities (B)	(2,354,829,222)	(4,628,433,476)
C. Cash Flow from Financing Activities:		
Increase/(Repayment) of Borrowings	296,185,508	9,068,146
Shares Buyback	(528,148,502)	-
Dividend paid	(133,778,709)	(268,446,613)
Exchange Fluctuation on financing activities	(21,765,361)	34,715,588
Interest Paid	(237,633,722)	(237,014,253)
	<u>(625,140,785)</u>	<u>(461,677,132)</u>
Net Cash from Financing Activities (C)	(625,140,785)	(461,677,132)
Net increase/(decrease) in Cash and Cash equivalents(A+B+C)	(69,051,449)	(670,057,115)
Cash and Cash equivalents as at 1st April, 2011 (Opening Balance)	229,166,559	899,223,674
Cash and Cash equivalents as at period end 31 March 2012 (Closing Balance)	160,115,110	229,166,559

As per our report of even date annexed hereto

For Kanodia Sanyal & Associates
Chartered Accountants

(R. K. KANODIA)
Partner
M No : 016121

(R. B. Pal)
Whole Time
Director
DIN:- 00092049

(S. Banerjee)
Whole Time
Director- Marketing
DIN:- 00011754

Place: New Delhi
Date: 01.09.2012

(Ajit Mishra)
Company Secretary

(L.P. Soni)
CFO

SIGNIFICANT ACCOUNTING POLICIES

i. Basis of Preparation

During the year ended 31st March 2012, the Revised Schedule VI notified under the Companies Act, 1956, has become applicable to the Company, for presentation of its financial statements. The adoption of Revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on the presentation and disclosures made in the financial statements.

ii. Recognition of Income and Expenditure

All revenues and expenditures are accounted for on accrual basis except wherever stated otherwise.

iii. Sales

Sales, other than export sales, are inclusive of Excise Duty and shown net of returns and discounts.

The Company is engaged in the business of manufacturing & sales of various types of films of various dimensions and grades. As per the Company's usual policy, the low graded/surplus stock of films are sold at special discounted prices and such discounts are adjusted in unit sale price.

iv. Tangible Assets

Tangible Assets are stated at cost less depreciation.

v. Depreciation

Depreciation on fixed assets has been calculated on Straight Line method on pro-rata basis at the rates specified in Schedule-XIV of the Companies Act, 1956. However, in case of plant and machineries where ever applicable, higher depreciation rates are charged based upon residual useful life.

vi. Investments

Current Investments are valued at acquisition cost or market value whichever is lower. Non- Current investments(Long Term) are valued at acquisition cost. Diminution in value of Non-Current investment is provided only if such a diminution is other than temporary in the opinion of the management

vii. Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence ,if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost of raw materials is determined on FIFO basis , cost of process chemicals, stores, packing materials are determined on weighted average basis. Non usable wastes .are valued at net realizable value.

viii. Excise Duty

Excise duty is accounted for and included in the closing stock valuation of finished goods.

ix. Foreign Currency Transactions

Exchange difference arising on repayment of foreign currency liabilities taken for the purpose of acquiring fixed assets, which are carried in terms of historical cost, are recognized as income or expenses for the year as the case may be.

Exchange difference arising due to reinstatement of outstanding foreign currency loans taken for acquiring the fixed assets, by applying the closing rate of such foreign currency or the rate as per forward exchange contract if any, are recognized as income or expenses for the year as the case may be.

Exchange difference arising on foreign currency transactions other than those relating to liabilities incurred for the purpose of acquiring fixed assets, are recognised as income or expenses for the year as the case may be. Any profit or loss arising on cancellation or renewal of a forward exchange contract in those cases is also recognised as income or expense for the year. All current assets and current liabilities in any foreign currency outstanding at the end of the year are translated by applying the closing rate or the rate as per forward exchange contract, if any.

x. Export Benefits

Export incentives in the form of Duty Entitlement Passbook Scheme (DEPB) are accounted for on accrual basis and is credited to the raw material cost. Duty Draw Back benefit is also accounted for on accrual basis and treated as income from operations.

Advance Licenses obtained against actual export made are being accounted on accrual basis based upon difference between domestic vs. imported raw material prices prevailing at the end of the period and is adjusted to raw material cost.



xi. Employee Benefits

i. Short term Employee Benefits

All employee benefits payable only within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages etc. and the expected cost of bonus, exgratia, incentives are recognized in the period during which the employee renders the related service.

ii. Post employment Benefits

(a) Defined Contribution Plans

State Government Provident Fund Scheme is a defined contribution plan. The contribution paid/payable under the scheme is recognized in the profit & loss account during the period which the employee renders the related service.

(b) Defined Benefit Plans

The employee Gratuity Fund Scheme managed by a trust is a defined benefit plan. The present value of obligation under such defined benefit plan is determined based on actuarial valuation under the projected unit credit method which recognizes each period of service as giving rise to additional unit of employees benefits entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans is based on the market yields on government securities as at balance sheet date, having maturity periods approximated to the returns of related obligations.

Actuarial gains and losses are recognized immediately in the profit & loss account.

In case of funded plans the fair value of the planned assets is reduced from the gross obligation under the defined benefit plans to recognize the obligation on net basis.

(c) The obligation for leave encashment is provided for and paid on yearly basis.

xii. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition of assets are being capitalized as part of the cost of that asset up to the date of such asset is ready for its intended use. All other borrowing costs are charged to revenue in the period when they are incurred.

xiii. Taxation

a) Current Year Charge

Provision for Income-tax is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income-tax Act, 1961.

b) Deferred Tax

The company provides for deferred tax using the liability method, based on the tax effect of timing difference resulting from the recognition of items in the financial statements and in estimating its current income tax provision.

xiv. Earnings Per Share

Earning per share is calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

xv. Miscellaneous Expenditure

Preliminary expenditure/ share issue expenses are being written off over a period of five years.

xvi. Expenses during construction period

Expenses incurred during construction period are capitalised as part of the cost of that asset up to the date of such asset is ready for its intended use, except where some expenditure paid during subsequent year pertaining to already installed Asset.

xvii. Impairment of Assets

An Asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. Impairment Loss is charged to Profit & Loss A/c in the year in which impairment is identified.

xviii. Income from investments/Deposit

Income from investments is credited to revenue in the year in which it accrues. Income is stated in full with the tax thereon being accounted for Under Income tax deducted at source. Dividend income when the owner's right to receive its investments payment in shares established.

xix. Contingent Liability

Contingent Liabilities, if material, are disclosed by way of notes.

NOTES

	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
1 SHARE CAPITAL		
AUTHORISED		
105,000,000 (105,000,000) Equity Shares of Rs.10/- each	1,050,000,000	1,050,000,000
100,000,000 (100,000,000) Preference Shares of Rs.10/- each	1,000,000,000	1,000,000,000
	<u>2,050,000,000</u>	<u>2,050,000,000</u>
ISSUED, SUBSCRIBED & PAID UP		
43,021,855 (46,042,276) Equity Shares of Rs. 10/- each	430,218,550	460,422,760
	<u>430,218,550</u>	<u>460,422,760</u>
Notes on Share capital :-		
1 Reconciliation of Shares outstanding at the beginning and at the closing of the reporting period:		
Particulars	No. of Shares	No. of Shares
Opening Balance	46,042,276	23,021,138
Add: Issue by way of bonus shares	-	23,021,138
Less: Buyback of equity shares	3,020,421	-
Closing Balance	<u>43,021,855</u>	<u>46,042,276</u>

2 Details of each shareholder holding more than 5 percent shares specifying the number of shares held.

Name of Shareholder	No. of Shares	%	No. of Shares	%
Jindal Photo Investments Limited	11450302	26.62	11450302	24.87
Soyuz Trading Company Limited	11848266	27.54	11348266	24.65
Rishi Trading Company Limited	4999056	11.62	4499056	9.77

3 23,021,138 Equity Shares were issued as Bonus Shares by way of utilisation of Capital Redemption Reserves during the last financial year 2010-11 in the ratio of 1:1.

4 The Company has bought back following equity shares during last five years:

Financial Year	No. of Shares
2008-2009	2271735
2009-2010	2803007
2011-2012	3020421

5 Pursuant to the approval of the Board of Directors of the Company, for buyback of equity shares U/s 77A of the Companies Act, 1956 being less than 10% of Paid up capital and free reserve, during the financial year 2011-12. Company has bought back 3,020,421 equity shares and extinguished the same. A total of 3,020,421 equity shares were bought back and extinguished during the year ended 31st March 2012 through open market for an aggregate amount of Rs. 528,148,502 by utilizing the security premium and general reserve to the extent of Rs. 497,944,292 and Rs. 30,204,210 respectively. The Capital redemption reserve has been credited out of general reserve for Rs 30,204,210 being the nominal value of the share bought back U/s. 77A of the Companies act, 1956.



NOTES

2. RESERVES & SURPLUS

CAPITAL RESERVE

As per last Balance sheet 1,090,000 1,090,000

CAPITAL REDEMPTION RESERVE

As per last Balance sheet 1,111,936,040 1,342,147,420
 Less: Capitalised by issue of Bonus Shares - (230,211,380)
 Add: Transferred from General Reserve 30,204,210 1,142,140,250 - 1,111,936,040

SECURITIES PREMIUM RESERVE

As per last Balance sheet 2,780,528,349 2,780,528,349
 Less: premium on equity shares bought back 497,944,292 2,282,584,057 - 2,780,528,349

EXPORT PROFIT RESERVE

As per last Balance sheet 60,000 60,000

AMALGAMATION RESERVE

As per last Balance sheet 422,832,200 422,832,200

GENERAL RESERVE

As per last Balance sheet 7,579,407,998 2,579,407,998
 Less: Transfer to Capital Redemption Reserve 30,204,210 -
 Add : Transfer from Profit & Loss account 500,000,000 8,049,203,788 5,000,000,000 7,579,407,998

PROFIT & LOSS ACCOUNT

Balance as per previous year 4,128,858,810 3,336,079,648
 Add: Profit for the year as per Profit & Loss Statement 1,370,795,260 5,926,557,873
Less: Proposed Dividend
 - Equity Shares 105,119,283 115,105,690
 - Tax on Proposed Dividend 17,052,976 18,673,021
 Less: Transfer to General Reserve 500,000,000 4,877,481,812 5,000,000,000 4,128,858,810
16,775,392,107 16,024,713,397

3. LONG TERM BORROWINGS

SECURED LOANS FROM BANKS

Foreign Currency Loans 2,566,187,462 2,953,150,208
2,566,187,462 2,953,150,208

Notes on Secured Loans :

Term loans from banks are secured by first pari-pasu equitable mortgage of immovable properties of the company situated at Gulaothi (U.P). & Nasik (Maharashtra) and hypothecation of all movable assets (save and except book debts) subject to prior charge of the banks for working capital requirements.

Foreign currency term loans from AKA Ausfuhrkredit-Gesellschaft mbh Germany and Commerzbank Germany are guaranteed by HERMES Kreditversicherungs-Aktiengesellschaft Germany.

The above foreign currency loans are repayable on yearly/half yearly basis and the last repayment is due in September, 2017.

NOTES

	As at 31.03.2012 Rs.		As at 31.03.2011 Rs.
4. DEFERRED TAX LIABILITY			
DEFERRED TAX			
DEFERRED TAX LIABILITY			
Opening Balance	1,784,735,537	1,665,735,537	
Addition during the year	(159,414,000)	119,000,000	1,784,735,537
	<u>1,625,321,537</u>		<u>1,784,735,537</u>

The Net Deferred Tax Liability recognised in the Profit & Loss Account as recommended under Accounting Standard (AS)-22 on "Deferred Taxation" issued by The Institute of Chartered Accountants of India is as under

	As at 01.04.11 Rs.	Changes During the Year Rs .	As at 31.03.12 Rs.
Deferred Tax Liability being tax impact thereon			
Diffrence between written down value of block of assets as per Income tax laws and written down value of the fixed assets as per books of accounts	1,877,830,685	(33,908,313)	1,843,922,372
Deferred Tax Assets being tax impact there on			
Expenses charged in the books , but allowances thereof deferred under income tax	(93,095,148)	(125,505,687)	(218,600,835)
Net Defered Tax Liability	<u>1,784,735,537</u>	<u>(159,414,000)</u>	<u>1,625,321,537</u>

	31.03.2012 Rs.	31.03.2011 Rs.
5. SHORT TERM BORROWINGS		
A) LOANS REPAYABLE ON DEMAND		
I) FROM BANKS		
- SECURED WORKING CAPITAL LOAN	646,654,780	947,332,176
(Includes bill discounting of Rs.1728.95 lacs, Previous year Rs 4669.34 lacs)		
- UNSECURED WORKING CAPITAL LOAN	1,142,421,931	158,596,280
	<u>1,789,076,710</u>	<u>1,105,928,456</u>

Notes on Secured Loans :

Secured Working Capital Loans from banks are secured by way of hypothecation of all stocks of raw materials, semi finished goods, finished goods, goods in transit, stores and spares and book debts of the company. These are further secured by way of second pari-pasu charge on immovable properties of the company situated at Gulaothi (U.P.) and Nasik (Maharashtra).

	31.03.2012 Rs.	31.03.2011 Rs.
6. TRADE PAYABLES		
For Capital Goods	65,952,182	178,951,342
For Others	1,049,691,774	807,308,199
	<u>1,115,643,956</u>	<u>986,259,541</u>



NOTES

7. OTHER CURRENT LIABILITIES

	As at 31.03.2012 Rs.		As at 31.03.2011 Rs.	
Current maturities of Long Term Debts	853,028,847		708,226,859	
Interest on Loans accrued but not due	32,322,270		32,546,640	
Amount received in Advance from customers	573,882,734		1,065,560,970	
Unpaid Dividends	2,114,480		1,790,766	
Staff Security Payables	25,673,972		17,672,086	
Other Payables				
Duties & Taxes	101,977,121	126,126,692		
Staff Payables	22,099,601	17,413,626		
Advance Licence Due	12,469,349	21,197,894		164,738,212
	1,623,568,374		1,990,535,533	

8. SHORT TERM PROVISIONS

Provision of Excise Duty on Finished Goods	41,976,895	64,263,481
Proposed dividend on equity shares	105,119,283	115,105,690
Tax on Proposed dividend	17,052,976	18,673,021
Provision for Taxation (Net of Advance Previous year Rs.440,04,87,957 including tax deducted at source)	-	100,828,315
	164,149,153	298,870,507

9. FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 01.04.2011	ADDITIONS	SALE/ ADJUSTMENT	TOTAL 31.03.2012	AS AT 01.04.2011	FOR THE* YEAR	SALE/ ADJUSTMENT	TOTAL 31.03.2012	AS AT 31.03.2012	AS AT 31.03.2011
TANGIBLE ASSETS										
Land(Freehold)	54,755,003	-	-	54,755,003	-	-	-	-	54,755,003	54,755,003
FactoryBuildings	2,046,252,127	405,743,011	-	2,451,995,138	483,943,565	68,482,902	-	552,426,466	1,899,568,672	1,562,308,563
OtherBuildings	215,516,747	-	-	215,516,747	43,322,853	3,512,923	-	46,835,776	168,680,971	172,193,894
Plant&Machinery	16,489,064,299	1,264,969,637	-	17,754,033,936	6,192,743,456	816,687,495	-	7,009,430,951	10,744,602,985	10,296,320,843
Furniture&Fixture	27,461,688	75,312	-	27,537,000	15,356,382	1,151,402	-	16,507,784	11,029,216	12,105,306
OfficeEquipments	33,121,031	3,096,755	2,207,903	34,009,883	16,179,445	1,530,407	196,477	17,513,375	16,496,508	16,941,586
Computers	60,781,885	6,232,534	-	67,014,419	43,613,127	6,437,314	-	50,050,441	16,963,978	17,168,758
Vehicles	69,311,171	741,096	23,095,738	46,956,529	27,458,562	4,640,248	9,306,177	22,792,632	24,163,897	41,852,610
TradeMark	-	-	-	-	-	-	-	-	-	-
TOTAL	18,996,263,951	1,680,858,345	25,303,641	20,651,818,655	6,822,617,389	902,442,691	9,502,654	7,715,557,426	12,936,261,230	12,173,646,562
CapitalworkinProgress	538,644,980	1,644,602,550	1,693,796,413	489,451,117	-	-	-	-	489,451,117	538,644,980
GRANDTOTAL	19,534,908,931	3,325,460,895	1,719,100,054	21,141,269,772	6,822,617,389	902,442,691	9,502,654	7,715,557,426	13,425,712,347	12,712,291,542
PREVIOUSYEAR	18,770,067,672	1,740,676,212	975,834,954	19,534,908,931	5,952,023,235	871,076,336	482,182	6,822,617,389	12,712,291,541	12,818,044,438

*ThisfigureincludeshedepriciationrelatedtodiescontinuedoperationamountingtoRs.21587192/- (previousyearRs.28750373/-)

NOTES

	FACE VALUE Rs.	NUMBER OF SHARES			
		As at 31.03.2012	As at 31.03.2011	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
10. NON CURRENT INVESTMENTS					
In Equity Instruments (Long Term)					
(I) Non Trade					
(i) Equity Shares (Quoted)					
Phil Corporation Ltd.	10	300	300	8,450	8,450
India Foils Ltd.	1	100	100	12,500	12,500
Garware Polyester Ltd.	10	100	100	11,850	11,850
Ester Industries Ltd.	5	500	500	4,375	4,375
Coal India Ltd	10	441,093	441,093	108,067,785	108,067,785
Consolidated Finvest & Holdings Ltd.	10	1,186,246	1,186,246	30,367,898	30,367,898
				138,472,858	138,472,858
(ii) Non Trade - Equity Shares (Unquoted) Equity shares	-	-	-	-	-
(iii) Equity Shares Warrant					
Garware Polyester Ltd.		11	11	121	121
(iv) In Associates					
Jindal India Powertech Limited (Rs.7 paidup, last year Rs.7 paidup)	10	436,000,000	436,000,000	3,054,050,000	3,054,050,000
Jindal France SAS	EURO1	2,891,200	-	167,970,825	-
Less : Provision for Dimunition in value of Investments of Jindal France SAS				(124,502,020)	-
				3,097,518,926	3,054,050,121
II) In Subsidiaries					
(a) Equity Shares (UnQuoted)					
Hindustan Thermal Power Generation Limited	10	450,000	50,000	6,500,000	500,000
Jindal Metal & Mining Ltd.	10	1,583,330	50,000	46,499,900	500,000
Jindal Poly Finance Limited	10	50,000	-	500,000	-
Jindal Poly film Investments Ltd.	10	1,782,000	1,047,000	866,500,000	499,000,000
Haldia Synthetic Rubber Ltd.	10	50,000	50,000	500,000	500,000
Jindal France SAS	EURO1	-	7,228,000	-	419,927,062
Jindal Resources (Mozambique) Lda.	MT1	64,548	64,548	94,354	94,354
Jindal Resources (Mozambique) Lda. Share Application Money Pending allotment				10,130,063	-
Less:Provision for Dimunition in value of Investments*				(10,724,417)	-
				919,999,900	920,521,416
TOTAL				4,155,991,684	4,113,044,395
Aggregate value of quoted Investments				138,472,858	138,472,858
Aggregate value of unquoted Investments				4,017,518,826	3,974,571,537
Market Value of Quoted Investments				209,133,051	248,012,011
* The dimunition in value of investments represents the provisions made on following investments:					
a) Jindal Resources (Mozambique) Lda				10,224,417	
b) Haldia Synthetics Rubber Ltd.				500,000	
				10,724,417	



NOTES

11. LONG TERM LOANS AND ADVANCES

(Unsecured -considered Good)

Loans and advances to related parties

Loans and advances to Others

Capital Advances

Security Deposits

As at
31.03.2012
Rs.

As at
31.03.2011
Rs.

Loans and advances to related parties	—	—
Loans and advances to Others	—	—
Capital Advances	244,588,451	278,729,081
Security Deposits	14,235,462	13,922,418
	258,823,913	292,651,499

NUMBER OF SHARES

**12. CURRENT INVESTMENTS
In Mutual Funds (Short Term)**

	FACE VALUE	As at	As at	As at	As at
	Rs.	31.03.2012	31.03.2011	31.03.2012	31.03.2011
				Rs.	Rs.
(I) Biral Sunlife Saving Fund Inst. Dividend Reinvestment Weekly	10	—	33,366,166	—	341,170,973
(II) Birla Sun Life Fixed Term Paln Series DI Growth	10	20,000,000	—	200,000,000	—
(III) Birla Sunlife Short term FMP series 11 Dividend Reinvestment Weekly	10	—	20,000,000	—	200,000,000
(IV) Birla Sunlife Floating Rate Fund Short Term Daily Dividend Option	10	—	10,000,000	—	100,025,880
(V) Fidelity Short Term Income Fund Dividend Daily Dividend Option	10	—	15,002,187	—	150,820,222
(VI) Fidelity Short Term Income Fund Dividend Growth	10	4,872,728	—	52,375,994	—
(VII) ICICI Prudential Blended Plan B Daily Dividend Option I Daily Dividend Option	10	—	19,985,012	—	203,393,932
(VIII) ICICI Prudential Banking & PSU Debt Fund Daily Dividend Option	10	—	14,985,764	—	150,984,939
(IX) ICICI Prudentail FMP Series One Year Plan	10	25,000,000	—	250,000,000	—
(X) HDFC Cash Management Fund Daily Dividend	10	20,010,766	—	200,107,660	—
(XI) KOTAK FMP Series 56	10	15,000,000	—	150,000,000	—
(XII) KOTAK FMP Series 57	10	10,000,000	—	100,000,000	—
(XIII) Reliance Quarterly Interval Fund Series II Inst Dividend Daily Dividend Option	10	—	6,032,443	—	61,302,300
(XIV) Reliance Fixed Horizen Fund XX Series 21 Growth Plan	10	25,000,000	—	250,000,000	—
(XV) SBI Debt Fund Series 367 Days 2 Growth	10	20,014,272	—	200,142,720	—
(XVI) Tata Floater Fund Dividend Reinvestment Weekly	10	—	24,807,412	—	255,804,215
(XVII) TATA Fixed Maturity Plan Series 36 Scheme C	10	36,907,692	—	369,076,920	—

	FACE VALUE Rs.	NUMBER OF UNITS		As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
		As at 31.03.2012	As at 31.03.2011		
(XVIII) TATA Fixed Maturity Plan Series 36 Scheme B	10	5,000,000		50,000,000	
(XIX) TATA Fixed Maturity Plan Series 36 Scheme C	10	10,000,000		100,000,000	
(XX) UTI Floating Rate Fund STP Daily Dividend Plan	1000	-	144,207	-	150,000,000
(XXI) UTI Fixed income Interval Fund Annual Interval Plan	10	10,809,019		150,000,000	
TOTAL				2,071,703,294	1,613,502,462

(Net Asset Value of investment in Mutual Funds is Rs. 21821.44 lacs (Previous Year Rs.16158.73 lacs))

	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
13. INVENTORIES		
(As per Inventories taken, valued and certified by the Management)		
(i) Finished Goods	520,428,541	821,152,694
(ii) Raw Material (Including in Transit Rs.13,92,82,632, Previous Year Rs 21,84,83,068)	938,710,152	1,332,555,881
(iii) Scrap	23,240,366	16,314,336
(iv) Store, Spares and Tools	509,646,807	423,923,814
(v) Packing Material	23,660,223	19,554,523
	2,015,686,089	2,613,501,247
14. TRADE RECEIVABLES		
(Unsecured, considered Good)		
Outstanding for period exceeding six months from the due date	25,944,108	9,035,498
Other Receivables	1,641,726,301	2,366,440,289
	1,667,670,409	2,375,475,787
15. CASH & BANK BALANCES		
Cash & stamps in hand (including Drafts/ Cheques)	238,102	130,058
Balance with Schedule Banks		
In Current Accounts	132,116,910	196,241,117
In Dividend Accounts	2,114,481	1,790,767
In Fixed deposit Accounts (having maturity for less than 12 months)	-	5,500,000
In Fixed deposit Accounts (having maturity for more than 12 months)	25,645,617	25,504,617
(Fixed Deposits of Rs.47,08,117/-pledged as Margin Money with appropriate authority Previous Year Rs 66,03,117/-)	160,115,110	229,166,559
16. SHORT TERM LOANS AND ADVANCES		
(Unsecured -considered Good)		
Loans and advances to related parties	311,095,575	290,097,950
Other Loans and advances	722,892,762	193,233,234
	1,033,988,337	483,331,184



NOTES

	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
17. OTHER CURRENT ASSETS		
Amount Receivable Under Package Scheme of Incentive	718,096,690	766,009,239
Interest Accrued on Deposits	3,577,552	3,282,310
Advance Income Tax (Net of Provision for Tax Rs 450,13,162,72)	48,682,951	-
Balance with Government Authorities	529,509,474	402,359,713
	<u>1,299,866,666</u>	<u>1,171,651,262</u>
	31.03.2012 Rs.	31.03.2011 Rs.
18. REVENUE FROM OPERATIONS		
Sales of Manufactured Goods	24,929,196,118	29,066,561,056
Less: Excise Duty	(1,803,552,671)	(2,078,425,882)
Net Sales	23,125,643,447	26,988,135,173
Industrial Promotion Subsidy under Mega Project	432,384,451	474,219,586
Duty drawback received	85,933,357	
	<u>23,643,961,255</u>	<u>27,462,354,759</u>
	<u>23,643,961,255</u>	<u>27,462,354,759</u>
19. OTHER INCOME		
Dividend :		
On Current Investments Non Trade	69,164,083	94,482,441
On Long Term Investments Non Trade	5,439,825	74,603,907
	<u>74,603,907</u>	<u>2,137,447</u>
Profit on sale of current Investment- Non Trade	8,176,456	4,244,927
Miscellaneous Receipt	52,692	130,844
Lease Rent	100,000	100,000
Foreign exchange fluctuation (Net)	90,870,397	-
Claims Received	5,285,560	2,185,266
Interest Received	7,244,020	6,417,778
(Including TDS Rs. 1,99,050 Previous year Rs. 468,922)		
	<u>186,333,033</u>	<u>109,698,703</u>
20 COST OF MATERIALS CONSUMED		
Opening stock	1,199,030,868	998,451,121
Add: Purchases	15,314,848,901	14,536,252,194
	<u>16,513,879,769</u>	<u>15,534,703,315</u>
Less: Sales	-	-
Less/(Add): Cost Benefits (refer note no.30.7)	123,293,723	165,312,139
	<u>16,390,586,046</u>	<u>15,369,391,176</u>
Less:- Material Used for Trial Run	192,278	1,556,480
Less: Closing Stock	799,427,520	1,199,030,868
	<u>15,590,966,248</u>	<u>14,168,803,828</u>

NOTES

	31.03.2012		31.03.2011	
	Rs.		Rs.	
21. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE				
OPENING STOCK (Including Excise Duty)				
Finished Goods	821,009,976		451,353,726	
Scrap	16,293,997	837,303,973	8,288,424	459,642,150
CLOSING STOCK (Including Excise Duty)				
Finished Goods	520,283,159		821,009,976	
Scrap	23,240,366	543,523,525	16,293,997	837,303,973
Increase/(Decrease) in excise duty on Stock		(22,289,251)		33,159,067
Accretion/(Decretion) in stock		(271,491,198)		344,502,757
22. EMPLOYEE BENEFITS EXPENSES				
Salaries, Wages ,Bonus & Other Benefits		267,644,482		211,137,044
Gratuity		6,755,463		5,390,717
Contribution to Provident Fund		5,551,018		5,238,612
Staff & Workmen Welfare Expenses		20,108,564		18,350,099
Staff Recruitment & Development		1,311,565		1,566,306
		301,371,092		241,682,778
23. INTEREST AND FINANCIAL CHARGES				
Interest				
On Term Loans		210,704,509		209,064,987
On Bank Borrowings		26,929,214		27,949,267
Financial charges		1,972,248		2,088,076
Foreign Exchange Fluctuation (Net)		21,765,361		(34,715,588)
		261,371,331		204,386,741
24. OTHER EXPENSES				
Stores and Spares consumed		283,311,946		287,628,037
Power and Fuel		2,036,870,444		1,935,336,331
Carriage Inwards		17,870,287		32,801,926
Water charges		2,558,995		2,905,632
Job Work Charges		-		3,582,005
Repairs to Plant & Machinery		26,543,869		81,206,894
Repairs to Buildings		1,113,737		54,975,357
Repair and Maintenance others		19,594,458		12,715,272
Packing Material consumed		575,424,317		556,847,223
Rent		20,980,772		20,904,456
Rates & Taxes		8,186,347		2,447,792
Travelling & Conveyance		43,522,106		92,481,840
Charity & Donation		12,225,576		1,178,780
Social welfare expenses		515,642		525,326
Postage & Telephone charges		6,287,104		6,111,916
Legal & Retainership Charges		101,125,754		68,053,463



	31.03.2012 Rs.	31.03.2011 Rs.
Vehicle upkeep & Maintenance	5,039,658	8,835,619
Water & Electricity Charges	5,382,776	2,841,592
Insurance	15,249,000	14,538,241
Auditors' Remuneration	1,465,000	1,907,500
Printing & Stationery	1,865,864	2,031,603
Licence, Inspection and Testing Fees	3,392,995	2,519,213
Miscellaneous expenses	5,781,296	9,695,862
Miscellaneous balances written off	-	22,764,635
Commission & Brokerage on shares	72,000	30,000
Directors Meeting Fees	94,500	58,500
Freight, Cartage & Octroi	627,589,779	411,362,470
Commission	123,050,615	135,724,033
Other Selling expenses	11,381,230	12,278,038
Bank Charges	33,061,275	32,163,429
Foreign Exchange Fluctuation(Net)	-	17,773,767
Loss on sale of Fixed Assets	4,965,384	178,628
	3,994,522,726	3,834,405,380

25. a) Details of regarding imported and indigeneous material consumed

PARTICULARS	IMPORTED		INDIGENEOUS		TOTAL	
	Value (Rs.)	%	Value (Rs.)	%	Value (Rs.)	%
Raw Material	3,488,127,251	22	12,102,838,997	78	15,590,966,248	100
	(4,557,719,566)	(32)	(9,611,084,262)	(68)	(14,168,803,828)	(100)
Stores & spares	195,407,824	69	87,904,122	31	283,311,946	100
	(174,738,293)	(61)	(112,889,744)	(39)	(287,628,037)	(100)
					31.03.12 Rs.	31.03.11 Rs.
b) Details of imports calculated on CIF basis						
Raw Material					3,414,112,153	(4,462,422,423)
Stores & spares					274,440,136	(187,745,181)
Capital Goods					1,029,760,739	(365,057,681)
c) Details of Expenditure in Foreign Currency						
Foreign Travelling					4,363,208	(6,572,235)
Interest					218,409,477	(209,951,284)
Commission					31,234,034	(21,543,108)
Others					15,159,282	(17,919,415)
d) Earning in Foreign Currency						
FOB Value of Exports					5,813,766,331	(7,179,030,096)
e) Dividend Paid to Non resident Share holder in Foreign Currency						
(i) Number of share holders					Nil	Nil
(ii) Dividend remitted					Nil	Nil

NOTES

26. EARNING PER SHARE

	31.03.2012 Rs.	31.03.2011 Rs.
Profit after Tax	1,370,795,260	5,926,557,873
Weighted average no. of Equity shares outstanding	45,172,184	46,042,276
Basic earning per share in Rupees	30.35	128.72
Profit after Tax	1,370,795,260	5,926,557,873
Weighted average no. of Equity shares outstanding	45,172,184	46,042,276
Diluted earning per share in Rupees	30.35	128.72

27. DISCLOSURE UNDER CLAUSE 32

Loans & advances outstanding at the year end and maximum amount outstanding during the year, which are required to be disclosed Under clause 32 of the listing agreement are as under:-

Particulars	Name	Amount out standing at the year end (Rs.)		Maximum amount outstanding during the year (Rs.)	
		Current Year	Previous Year	Current Year	Previous Year
a) Loan to Subsidiaries	Jindal France SAS	-	42,829,704	-	42,829,704
b) Loan to Associates	Jindal France SAS	77,655,068		77,655,068	

28. SEGMENT REPORTING

i) Primary Segment

Business Segment : The Company's operating business are organised and managed separately according to the nature of products.

ii) Secondary Segment

Geographical Segment : The analysis of geographical segment is based on the geographical location of the customers.

iii) Corporate income and expenses are considered as part of unallocable income and expense, which are not identifiable to any business segment.

PRIMARY SEGMENT

Segment revenue

	31st March, 2012	31st March, 2011
a) PET/OPP Film Division	322,500	358,251
b) Other Revenue	1,863	6,764
Total	324,363	365,015
Less:- Inter Segment revenue	86,060	67,575
Total revenue	238,303	297,440

Segment profit before interest & tax and after exceptional item

a) PET/OPP Film Division	18,355	82,608
b) Other Revenue	1,863	6,604
Total	20,219	89,212
Less:- Interest	2,614	2,713
Less:- Unallocable Expenditure	-	-
Profit before tax	17,605	86,499

Capital Employed

a) PET/OPP Film Division	199,354	175,024
b) Others	61,542	55,348
Total	260,896	230,372

SECONDARY SEGMENT

Sales in Domestic market	175,275	200,191
Sales in Overseas market	61,165	74,433
Total	236,440	274,624

The company has common fixed assets for producing goods for domestic and overseas markets. Hence, separate figures for capital employed can not be furnished.



29 RELATED PARTY DISCLOSURE

A) As required by Accounting Standard-18 "Related party disclosure" issued by the Institute of Chartered Accountants of India are as follows:-

List of Related parties

a. Associates

- 1 Jindal India Powertech Limited
- 2 Rexor Holding SAS (W.e.f 29.03.2012)
(Formerly Known as Jindal France SAS)

b. Companies

- 1 Soyuz Trading Company Limited
- 2 Rishi Trading Company Limited
- 3 Consolidated Photo and Finvest Limited
- 4 Jindal Photo Investment Limited
- 5 Consolidated Finvest and Holding Limited
- 6 Jindal Photo Limited
- 7 Jasmin Investment Limited
- 8 Consolidated Finvest and Investment Limited
- 9 Passion Tea Pvt. Limited
- 10 Anchor Image & Films Pvt. Limited
- 11 Jindal India Limited
- 12 Universal Foils Limited

c. Subsidiary Companies

- 1 Hindustan Thermal Power Generation Limited
(Formerly Hindustan Polysters Ltd.)
- 2 Jindal Solar Rajasthan Limited
- 3 Jindal Solar Powertech Limited
- 4 Jindal Poly Films Investment Limited
- 5 Jindal Metal & Mining Limited
- 6 Haldia Synthetic Rubber Ltd
- 7 Jindal Resources (Mozambique) Lda
- 8 Trans Indian Mining Lda
- 9 Jindal Metal & Mining International Limited (w.e.f.15.08.2011)
- 10 Jindal Poly Finance Limited (w.e.f 13.05.2011)
- 11 Rexor Holding SAS (Up to 28.03.2012)
(Formerly Known as Jindal France SAS)
- 12 Rexor SAS (Up to 28.03.2012)

d. Key Management personnels

- 1 Sh. Samir Banerjee
- 2 Sh. R.B. Pal
- 3 Sh. Hemant Sharma

B) The following transactions were carried out with related parties in the ordinary course business:

Sr No	Nature of Transactions (From)			Referred to in- (a)		Referred to in- (b)		Referred to in -(c)		Referred to in -(d)	
		31.03.12	31.03.11	31.03.12	31.03.11	31.03.12	31.03.11	31.03.12	31.03.11	31.03.12	31.03.11
1	Purchase of Goods	b(6 & 11)	b(6 & 11)	-	-	1,389,148	2,762,408	-	-	-	-
2	Sale of Goods	b(6) & c(12)	b(6)	-	-	-	219,815	41,950,758	93,866,956	-	-
3	Professional Service	b(1)	b(1)	-	-	72,000,000	45,000,000	-	-	-	-
4	Expenses reimbursed	b(1 & 6)	b(1 & 6)	-	-	14,527,093	6,526,426	-	-	-	-
5	Interest earned	c(11)	c(11)	-	-	-	-	5,255,743	1,653,536	-	-
6	Remuneration	d(1,2,3)	d(1,2)	-	-	-	-	-	-	7,627,508	4,591,522
7	Shares Sold	b(8)		-	-	43,942,481	-	-	-	-	-
8	Shares Subscribed by the company	c(1,4,5&10)	a(1) & c(4,5,6,7 & 11)	-	1,971,467,500	-	-	419,999,900	510,698,068	-	-
9	Balance Outstanding										
	- Loans recoverable	a(2) & b(6)	a(2) & b(6)	77,655,068	42,829,704	-	-	-	-	-	-
	- Advances recoverable	c(1 & 5)	c(1,5,6 & 7)	-	-	229,000,000	229,000,000	4,240,507	18,454,307	-	-
	- Sundry Debtors	b(6)	b(6) & b(12)	-	-	248,113	247,924	17,993,947	11,143,838	-	-
	- Sundry Creditors	b(6 & 11)	b(1,6 & 11)	-	-	1,555,680	1,921,757	-	-	-	-



NOTES ON ACCOUNTS

NOTE NO. 30

	31.03.12 Rs.	31.03.11 Rs.
30.1. Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	1,276,561,221	770,481,459
30.2 Contingent Liabilities:		
a. Bank Guarantees	159,829,349	128,897,507
b. Outstanding Letters of Credit (Including Capital Goods)	1,586,719,520	1,290,308,211
c. Claims against Company, not acknowledged as debts	10,768,060	16,401,284
d. Uncalled liability of partly paid shares	1,308,000,000	1,308,000,000
e. Demands raised by authorities against which, Company has filed appeals:-		
i) Income Tax	58,128,668	58,128,668
ii) Excise Duties/Service Tax	53,665,347	-
iii) Sales Tax	181,158,981	22,493,097
(iv) Custom Duties	61,366,000	61,366,000
30.3 Remuneration to Auditors' comprises:		
Audit Fee	10,00,000	800,000
Tax Audit Fees	100,000	100,000
In Other Capacities,	365,000	1007,500
	<u>1,465,000</u>	<u>1,907,500</u>
30.4 Employee Benefit		
Define Plan- Gratuity Scheme		
a) Liabilities Recognised at the Balance sheet date: -		
Present Value of obligation as at the beginning of the period	26,917,513	21,435,599
Interest Cost	2,287,989	1,714,848
Current Service Cost	5,132,595	4,448,291
Benefits Paid	-	-
Actuarial (gain)/loss on obligation	(3,182,659)	(681,225)
Present Value of Obligation as at the end of period (31.03.2012)	31,155,438	26,917,513
b) Fair Value of assets as on Balance Sheet date		
Fair value of plan assets at the beginning of the period	27,830,297	22,535,916
Actual Return of plan assets	2,714,732	2,226,092
Contribution during the year	2,878,994	3,068,289
Benefits paid	-	-
Actuarial (gain)/loss on obligation	140,430	141,520
Fair value of plan assets at the end of the period	33,424,023	27,830,297
c) Net Assets/(Liability) recognized in the Balance Sheet as provision	2,268,585	912,784
d) Principal Actuarial Assumptions		
Rate of Discounting	8.50%	8.00%
Expected rate of Return on Plan Assets	9.25%	9.25%
Rate of increase in salary	6.00%	5.50%

- 30.5 a) Preoperative expenditure amounting to Rs.3,082,330, (previous year Rs.44,456,369) capitalized to respective fixed assets during the year, details are as under:
- | | | |
|--------------------------|------------------|------------------|
| Raw Material (Trial Run) | 192,278 | 1,556,480 |
| Salary | 956,460 | – |
| Power & Fuel | 1,933,592 | 2,899,889 |
| | 3,082,330 | 4,456,369 |
- b) During the year an amount of Rs. Nil (Previous year Rs 48,162,594) has been transferred to Repair and Maintenance from Capital Work in progress.
- 30.6 Exceptional items includes following:-
- a) During the year, the Company has disinvested 60% of its total shareholding in Jindal France SAS (wholly owned subsidiary), on which there is a loss of Rs. 1876.50 lacs. The balance 40% of the holding require a provision of Rs. 1245.02 lacs on account of diminution in value of investment, thus total amount of loss for Rs.3121.52 lacs has been shown as exceptional item.
- (b) Pursuant to the adoption of Accounting Standards as prescribed by Companies (Accounting Standards) Rules,2006 issued by Ministry of Corporate Affairs vide notification no.G.S.R.914 (E) dated 29th December, 2011 and as required by Accounting Standard 11 –
- I. Loss of Rs 4763.93 lacs (previous year gain of Rs 612.17 lacs) on translation/settlement of foreign currency monetary items including borrowings have been shown as exceptional items in the profit and loss account.
 - II. Gain on account of hedging against export exposures amounting to Rs Nil, (previous year Rs Nil) have been accounted under the head other income/(other expenses) in the profit & loss account.
- (c) During the year the company has made a provision of Rs 102.24 Lacs for permanent diminution of its investment in Jindal Resources Muzambique Lda, (a subsidiary Company) which has been shown as exceptional item.
- (d) During the year the company has made a provision of Rs 5.00 Lacs for the diminution of its investment in Haldia Sythetic Rubber Ltd (a Subsidiary Company) due to the company has not been able to start its business, which has been shown as exceptional item.
- (e) During the year, the Company has reversed Rs.560,00,000/-, which was charged to profit and loss account in the previous year on account of advance paid to vendor.
- 30.7 A sum of Rs.12,469,349 (previous year Rs.21,197,894) being the difference between domestic vs. imported raw material prices prevailing at the year ended on 31st March 2012 on account of advance licences excess utilized for which exports are yet to be made, has been adjusted in the cost of raw material.
- Export Incentive under Duty Entitlement Pass Book Scheme (DEPB) amount to Rs. 114,565,178 (Previous year Rs. 174,115,932) has been credited in the account of raw material.
- 30.8 Advance receivable in cash or in kind includes Rs. 28,254,171 (Previous Year Rs. 28,254,171) being the amount of custom duty deposited against import of capital goods assessed under provisional assessments in earlier year.
- 30.9 Non – Current Investment includes the following:-
- (a) 600 shares of Hindustan Thermal Power Generation Ltd. (Formerly Hindustan Polyester Ltd.) of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
 - (b) 6 shares of Jindal Metal & Mining Ltd. of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
 - (c) 6 shares of Jindal Poly films Investments Ltd. of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
 - (d) 6 shares of Haldia Synthetic Rubber Ltd of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
 - (e) 6 shares of Jindal Poly Finance Ltd of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
- 30.10 Certain old balances of sundry debtors and sundry creditors are subject to reconciliation and confirmation.
- 30.11 Under the Package Scheme of Incentive approved by the Government of Maharashtra, the Company is entitled to industrial promotion subsidy to the extent of 100% of the fixed capital investment or the extent of taxes paid to the State Government within a period of 7 years, whichever is lower. During the year, the Company is entitled for an amount of Rs. 432,384,451, (previous year Rs.474,219,586), under that scheme and the same has been shown as revenue from operation.



- 30.12 In the opinion of the Board and to the best of their knowledge and belief, the realizable value of current assets, loans and advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.
- 30.13 Stores and spares consumed and salaries and wages incurred during the year for repair and maintenance of plant & machinery and sheds & building, have been charged to the former accounts wherever separation is not ascertainable.
- 30.14 The Company has not received from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.
- 30.15 The Export obligation undertaken by the company for import of capital equipments under EPCG scheme of the Central government at the concessional rate of custom duty are in the opinion of the management expected to be fulfilled within their respective due dates/extended due dates.
- 30.16 During the year a part of the Work In Progress Plant & Machinery at Gulaothi & Khanvel Units were disposed off during the year for Rs. 230.84 Lacs. The same has been adjusted from Gross Block of the WIP under Fixed Asset, the profit / loss, if any, is ascertainable only after completion of the total disposal of Plant & Machinery.
- 30.17 Search and seizure
The Income Tax Department had conducted search and seizure u/s 132 and survey u/s 133A of the Income Tax Act, 1961 on 14.11.2011 on various premises of the company and its directors/promoters and had seized various records of the company .
Till date no notice has been received by the company for initiation of proceedings u/s 153C. The tax liability, if any arises will be provided as and when the case is finalized.
- 30.18 Discontinued Operation
Company has discontinued the operation of Partially Oriented Yarn (POY) facility at Gulaothi, Uttar Pradesh and Pet film facility at Khanvel unit as it has been terminated through abandonment in earlier years as per Accounting Standard -24 issued by ICAI.

Following is selected financial information included in loss from discontinued operations for the Gulaothi and Khanvel unit:-

Discontinued activities	2011-12		2010-11	
	Gulaothi	Khanvel	Gulaothi	Khanvel
Total Assets	2,341,45,979	31,95,57,858	24,15,99,154	33,75,39,383
Assets Disposed off	1,38,70,675	92,130,90	77,15,979	Nil
Net Assets	22,02,75,304	31,03,44,768	23,38,83,175	33,75,39,383
Total Liability	22,02,75,304	31,03,44,768	23,38,83,175	33,75,39,383
Total Revenue	Nil	Nil	12,58,108	28,717
Total Expenses	82,02,933	177,62,315	1,72,76,103	2,02,21,664
Profit/(loss)from Discontinued operation	(82,02,933)	(177,62,315)	(1,60,17,995)	(2,01,92,946)
Tax expenses/(Gains)	(39,86,000)	(10,68,000)	(52,00,000)	(25,00,000)

- 30.19 During the year , company has pledged 428,571,429 equity shares of Rs. 10 each (Rs.7 Called and paid up)of Jindal India Powertech limited (“JIPL”), an associate company, to IFCI Ltd as security for 14 % OCD issued by JIPL subscribed by IFCI Ltd in terms of the Debenture subscription agreement between JIPL and IFCI Ltd for a sum of Rs. 300 crore.
- 30.20 Previous year’s figures have been regrouped and/or rearranged wherever required.

As per Our Report of even date annexed hereto

For Kanodia Sanyal & Associates
Chartered Accountants

(R. K. KANODIA)
Partner
M No : 016121

(R. B. Pal)
Whole Time
Director
DIN:– 00092049

(S. Banerjee)
Whole Time
Director- Marketing
DIN:– 00011754

Place: New Delhi
Date: 01.09.2012

(Ajit Mishra)
Company Secretary

(L.P. Soni)
CFO

Statement Pursuant to Section 212 of the Companies Act, 1956 relating to Subsidiary Companies

1	Name of the Subsidiary	HINDUSTAN THERMAL POWER GENERATION LTD.	Jindal Solar Rajasthan Limited	Jindal Solar Powertech Limited	Jindal Polyfilms Investment Limited	Jindal Metal & Mining Limited	Jindal Poly Finance Limited (w.e.f. 13.05.2011)	Jindal Metal & Mining (International) Ltd. Dubai (w.e.f. 15.08.2011)	Haldia Synthetic Rubber Limited	Jindal Resources (Mozambique) Limited (w.e.f. 05.10.2010)	Trans Indian Mining Limited (w.e.f. 10.02.2011)
2	Financial Year of the Subsidiary	31st March, 2012	31st March, 2012	31st March, 2012	31st March, 2012	31st March, 2012	31st March, 2012	31st March, 2012	31st March, 2012	31st March, 2012	31st March, 2012
3	Interest as on 31.3.2012	Holder of 50,000 Equity Shares of 10/-each being the total issued, subscribed and paid up Equity Share Capital.	Holder of 50,000 Equity Shares of 10/-each being the total issued, subscribed and paid up Equity Share Capital.	Holder of 50,000 Equity Shares of 10/-each being the total issued, subscribed and paid up Equity Share Capital.	Holder of 10,47,000 Equity Shares of 10/-each being the total issued, subscribed and paid up Equity Share Capital.	Holder of 50,000 Equity Shares of 10/-each being the total issued, subscribed and paid up Equity Share Capital.	Holder of 50,000 Equity Shares of 10/-each being the total issued, subscribed and paid up Equity Share Capital.	Holder of 50,000 Equity Shares of 10/-each being the total issued, subscribed and paid up Equity Share Capital.	Holder of 64,548 Quotas of MZN 1 each out of the total issued, subscribed 72000 Quotas.	Holder of 50,000 Quotas of MZN 1 each out of the total issued, subscribed 100000 Quotas through Jindal Metal & Mining Ltd	
4	Net aggregate amount of the Subsidiary's profit/(Loss) so far as they concern members of Holding Company and not deal with in the Holding Company's accounts :-										
1	For Subsidiary's Period ended 31st March, 2012.	Loss Rs. 1.24 Lacs	Loss Rs. 13.79 Lacs	Loss Rs. 0.41 Lacs	Loss Rs. 2.43 Lacs	Loss Rs. 163.14 Lacs	Loss Rs. 2.41 Lacs	Loss Rs. 105.99 Lacs	Loss Rs.0.80 Lacs	Loss Rs.197.79 Lacs	Loss Rs. 91.60 Lacs
2	For Subsidiary's previous Financial Year	Loss Rs. 49.35 Lacs	Loss Rs. 0.35 Lacs	Loss Rs. 0.34 Lacs	Loss Rs. 0.85 Lacs	Loss Rs. 0.23 Lacs	N.A.	N.A.	Loss Rs. 0.24 Lacs	Loss Rs. 84.34 Lacs	N.A.
5	Net aggregate amount of the Subsidiary's profit/(Loss) so far as they concern members of Holding Company and deal with in the Holding Company's accounts:-										
1	For Subsidiary's Period ended 31st March, 2012.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
2	For Subsidiary's previous Financial Year	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<p>For Kanodia Sanyal & Associates Chartered Accountants</p> <p>(R. K. KANODIA) Partner M No : 016121</p> <p>(R. B. Pal) Whole Time Director DIN:- 00092049</p> <p>(S. Banerjee) Whole Time Director- Marketing DIN:- 00011754</p> <p>Place: New Delhi Date: 01.09.2012</p> <p>(Ajit Mishra) Company Secretary</p> <p>(L.P. Soni) CFO</p>											



INFORMATION FOR EACH SUBSIDIARY OF THE CONSOLIDATED BALANCE SHEET AS PER APPROVAL NO. 5/12/2007-CL-III UNDER SECTION 212(8) OF THE COMPNIES ACT,1956 FOR THE FINANCIAL YEAR ENDED 31.03.2012

PARTICULARS	HINDUSTAN THERMAL POWER GENERATION LIMITED	JINDAL SOLAR RAJASTHAN LIMITED	JINDAL SOLAR POWERTECH LIMITED	JINDAL POLYFILMS INVESTMENT LIMITED	JINDAL METAL & MINING LIMITED	JINDAL POLY FINANCE LIMITED	JINDAL METAL & MINING (INTERNATIONAL) LIMITED, DUBAI	HALDIA SYTHETIC RUBBER LTD.	JINDAL RESOURCES MUZAMBIQUE LIMITADA	TRANS INDIAN MINING LIMITADA
A) CAPITAL	4,500,000	500,000	500,000	17,820,000	15,833,300	500,000	17,037,157	500,000	136417	186024
B) RESERVES	(3,059,226)	(1,482,107)	(75,191)	848,352,474	14,330,170	(241,295)	(10,598,706)	(104,154)	(19,779,171)	(9,159,977)
C) TOTAL ASSETS	3,092,974	429,129	437,281	309,510	547,372	270,659	20,616	395,846	4061535	15188180
D) TOTAL LIABILITIES	1,652,200	1,411,236	12,472	11,236	2,979,598	11,954	234,553	-	23704289	24162134
E) DETAILS OF INVESTMENTS (Except incase of investment in the subsidiaries)	-	-	-	865,874,200	32,595,696	-	-	-	-	-
F) TURNOVER	-	-	-	-	-	-	-	-	-	-
G) PROFIT BEFORE TAXATION	(123,748)	(1,446,578)	(41,222)	(242,896)	(16,313,877)	(241,295)	(10,598,706)	(80,012)	(10,371,490)	(9,159,977)
H) PROVISION FOR TAXATION	-	-	-	-	-	-	-	-	-	-
I) PROFIT AFTER TAXATION	(123,748)	(1,446,578)	(41,222)	(242,896)	(16,313,877)	(241,295)	(10,598,706)	(80,012)	(10,371,490)	(9,159,977)
J) PROPOSED DIVIDEND	-	-	-	-	-	-	-	-	-	-

Note- 1). The financial statements of foreign subsidiaries have been converted in to Indian Rupees at an appropriate exchange rate
 2) The above details have been annexed in terms of Circular no 5/12/2007 -CL-III dated 8th February,2011 issued by Govt of India , Ministry of Corporate affairs U/S 212(8) of the companies Act,1956

Auditors' Report on Consolidated Financial Statement

To The Board of Directors of Jindal Poly Films Limited

We have audited the annexed consolidated Balance Sheet of M/S JINDAL POLY FILMS LIMITED and its subsidiary as at 31st March 2012, and consolidated Statement of Profit & Loss Account and the Consolidated Cash Flow Statement, both annexed there to, for the year ended on that date. 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 the auditing standards generally accepted in India. These 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statement of subsidiaries viz., Jindal Solar Rajasthan Limited, Jindal Solar Powertech Limited, Jindal Poly Films Investments Limited, Jindal Metal & Mining Limited, Jindal Poly Finance Limited and Jindal Metal & Mining International Limited, whose financial statement reflects total assets of Rs.9094.36 lacs as at 31st March 2012, and total revenues of Rs. 0.29 lacs for the year ended 31st March 2012. These financial statements have been audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included in respect of the subsidiaries, is based solely on the report of the other auditors.

The financial statements of Subsidiary Jindal Metal & Mining International Limited, for the year ended 31st March 2012 is reflected in Consolidated Financial Statements on the basis of unaudited financial information provided by the Management of the subsidiaries companies.

We report that consolidated financial statements have been prepared by the company in accordance with the requirements of accounting standard (AS 21), "Consolidated Financial Statements" and investment in an associates company accounted on the equity method in accordance with Accounting Standards (AS 23) (Accounting for Investment in associates in Consolidated Financial Statement) as notified under the Companies (Accounting Standards) Rules, 2006 and on the basis of the separated financial statements of Jindal Poly Films Ltd. and its subsidiary included in the consolidated financial statements.

On the basis of information and explanations given to us and on the consideration of the separate audit reports on individual audited financial statements of Jindal Poly Films Limited and its subsidiaries, we are of the opinion that the said financial statements give a true and fair view in conformity with the accounting principal generally accepted in India:

- i) In the case of the consolidated balance sheet, the consolidated state of affairs of Jindal Poly Films Limited and its subsidiary as at 31st March 2012.
- ii) In the case of the consolidated Statement of Profit & Loss Account, the consolidated results of operations of Jindal Poly Films Limited and its subsidiary for the year ended 31st March 2012.
- iii) In the case of the consolidated Cash Flow Statement, of the consolidated cash flow of Jindal Poly Films Ltd. and its subsidiary for the year ended 31st March 2012.

For KANODIA SANYAL & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Registration No.008396N

(R.K.KANODIA)
PARTNER
Membership No.016121

Place: New Delhi
Date: 01st September, 2012



CONSOLIDATED BALANCE SHEET AS AT 31 st MARCH 2012

	NOTE	Year Ended 31.03.2012 Rs.		Year Ended 31.03.2011 Rs.
I. EQUITIES & LIABILITIES				
1) Shareholder's Funds				
a) Share Capital	1	430,218,550		460,422,760
b) Reserves & surplus	2	<u>16,751,691,200</u>	17,181,909,750	<u>15,801,989,724</u>
c) Minority Interest				(962,802)
(2) Non-Current Liabilities				
(a) Long-term borrowings	3	2,566,187,462		3,128,730,376
(b) Deferred tax liabilities (Net)	4	<u>1,625,321,537</u>	4,191,508,999	<u>1,758,694,624</u>
(3) Current Liabilities				
(a) Short-term borrowings	5	1,789,076,710		1,158,335,697
(b) Trade payables	6	1,117,957,105		1,109,095,175
(c) Other current liabilities	7	1,623,568,374		2,097,249,520
(d) Short-term provisions	8	<u>164,149,153</u>	4,694,751,342	<u>298,870,507</u>
			<u>26,068,170,091</u>	<u>25,812,425,580</u>
II. ASSETS				
1) Non Current Assets				
a) Fixed Assets	9			
(i) Tangible assets		12,936,267,786		12,387,730,065
(ii) Intangible assets		25,296,330		74,560,718
(iii) Capital work-in-progress		489,451,118		540,236,407
(iv) Intangible assets under development		-		-
		<u>13,451,015,234</u>		<u>13,002,527,189</u>
(b) Non-current investments	10	4,109,200,155		3,678,864,269
(c) Deferred tax assets (net)		-		-
(d) Long term loans and advances	11	258,823,913		294,068,076
(e) Other non-current assets		-	17,819,039,301	-
				<u>16,975,459,534</u>
(2) Current Assets				
(a) Current investments	12	2,071,703,294		1,613,502,462
(b) Inventories	13	2,015,686,089		2,870,613,396
(c) Trade receivables	14	1,667,670,409		2,494,672,751
(d) Cash and cash equivalents	15	162,241,406		235,162,872
(e) Short-term loans and advances	16	1,031,962,925		450,926,339
(f) Other current assets	17	<u>1,299,866,666</u>	8,249,130,790	<u>1,172,088,226</u>
			<u>26,068,170,091</u>	<u>25,812,425,580</u>

Significant Accounting Policies & Notes on Financial Statements 1-28

As per our report of even date annexed hereto

For Kanodia Sanyal & Associates
Chartered Accountants

(R. K. KANODIA)
Partner
M No : 016121

(R. B. Pal)
Whole Time
Director
DIN:- 00092049

(S. Banerjee)
Whole Time
Director- Marketing
DIN:- 00011754

Place: New Delhi
Date: 01.09.2012

(Ajit Mishra)
Company Secretary

(L.P. Soni)
CFO

Consolidated Profit and Loss statement for the year ended 31st March, 2012

	Notes	Year Ended 31.03.2012 Rs.	Year Ended 31.03.2011 Rs.
REVENUES			
I. Revenue from Operations	18	23,643,961,255	28,549,732,275
II. Other Income	19	186,361,449	212,114,106
III. Total Revenue (I +II)		23,830,322,704	28,761,846,382
EXPENSES			
Cost of materials consumed	20	15,590,966,248	14,572,817,911
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	21	271,491,198	(337,406,973)
Employee benefit expenses	22	301,371,092	575,281,224
Financial costs	23	261,371,912	218,622,173
Depreciation and amortization expenses	9	880,855,831	879,099,547
Other Expenses	24	4,013,327,252	4,209,344,012
IV. Total Expenses		21,319,383,533	20,117,757,894
V. Profit before exceptional and extraordinary items and tax		2,510,939,171	8,644,088,488
VI. Add/(Less) :- Exceptional Items	28.6	(711,430,237)	61,217,284
VII. Profit before - extraordinary items and tax (V - VI)		1,799,508,934	8,705,305,772
VIII. Extraordinary Items		-	-
IX. Profit after extraordinary items and before tax (VII - VIII)		1,799,508,934	8,705,305,772
X. Less :- Provision for Taxation			
- Current tax		554,154,000	2,612,100,000
- Deferred tax		(159,414,000)	107,672,783
Less Subsidies Paid		-	8,530,633
Less Share of Profit/(Loss) of Minority		-	(160,187)
XI. Profit/(Loss) for the period from continuing operations		1,404,768,934	5,977,162,543
XII. Profit/(Loss) from discontinuing operations		(25,965,248)	(36,210,941)
XIII. Tax expense of discounting operations		(5,054,000)	(7,700,000)
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		(20,911,248)	(28,510,941)
Add/Less: Share of Profit/(Loss) in Associates		(34,261,527)	578,073
XV. Profit/(Loss) for the period (XI + XIV)		1,349,596,159	5,949,229,675
XVI. Earning per equity share: Earning per Share (Basic & Dilluted)		29.88	129.21
Significant Accounting Policies & Notes on Financial Statements	1-28		

As per our report of even date annexed hereto
Schedules referred to above form an integral part of accounts

For Kanodia Sanyal & Associates
Chartered Accountants

(R. K. KANODIA)
Partner
M No : 016121

(R. B. Pal)
Whole Time
Director
DIN:- 00092049

(S. Banerjee)
Whole Time
Director- Marketing
DIN:- 00011754

Place: New Delhi
Date: 01.09.2012

(Ajit Mishra)
Company Secretary

(L.P. Soni)
CFO



CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH, 2012

	Year ended 31.03.2012 Rs.	Year ended 31.03.2011 Rs.
A. Cash Flow from Operating activities:		
Net Profit before tax and extraordinary items	1,773,543,687	8,669,094,832
Adjustment for:		
Depreciation	902,443,023	907,849,920
(Profit)/Loss on sale of Assets (net)	4,965,384	178,628
(Profit)/Loss on sale of Investment (net)	179,473,711	(4,244,927)
Provision for diminution in value of Investments	103,386,988	-
Interest Income	(7,244,020)	(6,417,778)
Dividend Income	(74,603,907)	(96,619,888)
Exchange Fluctuation on financing activities	21,765,361	(34,715,588)
Interest on Borrowings	237,633,722	251,249,686
Miscellaneous Expenditure amortised	2,153,559	3,980,287
	3,143,517,507	9,690,355,171
Operating Profit before Working Capital changes		
Adjustments for:		
Inventories	597,815,158	(680,849,404)
Trade receivables	707,833,465	(1,681,471,823)
Loans & Advances	(594,114,078)	(756,976,477)
Trade Payables and Other Liabilities	(265,255,984)	544,978,952
	446,278,560	(2,574,318,752)
Cash Generated from Operations	3,589,796,067	7,116,036,419
Direct Taxes paid	(698,611,266)	(2,540,833,776)
Net Cash from Operating Activities (A)	2,891,184,801	4,575,202,643
B. Cash Flow from Investing Activities:		
Purchase of Fixed Assets	(1,640,877,573)	(818,260,811)
Sale of Fixed Assets	20,048,693	7,817,979
Purchase of Investments	(2,649,968,139)	(17,968,718,239)
Sale of Investments	1,853,955,813	14,015,072,233
Preliminary Expenditure Incurred	(436,761)	(424,335)
Interest Received	7,244,020	6,417,778
Dividend Received	74,603,907	96,619,888
Net Cash used in Investment Activities (B)	(2,335,430,040)	(4,661,475,507)
C. Cash Flow from Financing Activities:		
Increase/(Repayment) of Borrowings	296,185,508	(95,562,130)
Shares Buyback	(528,148,502)	-
Dividend paid	(133,778,709)	(268,446,613)
Exchange Fluctuation on financing activities	(21,765,361)	34,715,588
Interest Paid	(237,633,722)	(251,249,686)
Net Cash from Financing Activities (C)	(625,140,785)	(580,542,840)
Net increase/(decrease) in Cash and Cash equivalents(A+B+C)	(69,386,024)	(666,815,704)
Cash and Cash equivalents as at 1st April, 2011 (Opening Balance)	235,162,872	901,978,576
Cash and Cash equivalents of the Companies ceased to be subsidiaries	(3,535,443)	-
Cash and Cash equivalents as at period end 31st March, 2012 (Closing Balance)	162,241,406	235,162,872

As per our report of even date annexed hereto
For Kanodia Sanyal & Associates
Chartered Accountants

(R. K. KANODIA)
Partner
M No : 016121

(R. B. Pal)
Whole Time
Director
DIN:- 00092049

(S. Banerjee)
Whole Time
Director- Marketing
DIN:- 00011754

Place: New Delhi
Date: 01.09.2012

(Ajit Mishra)
Company Secretary

(L.P. Soni)
CFO

SIGNIFICANT ACCOUNTING POLICIES TO THE CONSOLIDATED BALANCE SHEET AND PROFIT & LOSS ACCOUNT

1) Principles of consolidation

- i. The consolidated financial statements relates to Jindal Poly Films Limited, its Subsidiaries and Associate Companies as at 31st March, 2012. Same have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the company's separate financial statements.
- ii. The audited Financial Statements of the Subsidiary companies have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, incomes and expenses, after fully eliminating intra group balances/transactions, resulting in unrealized profits or losses.
- iii. Investment in Associate Companies has been accounted for under the equity method as per Accounting Standard 23 'Accounting for Investments in Associates in Consolidated Financial Statements' issued by the ICAI.
- iv. Goodwill/Capital reserve arising on investments in Associate Companies is retained under the head "Goodwill/Investments in Associate Company" and is disclosed separately.
- v. The details of Subsidiaries & Associate companies whose financial statements are consolidated are as under: -

S. No.	Name of Companies	Country of Incorporation	Percentage of Voting Power	Percentage of ownership	Main Activity of the Subsidiary
1	Subsidiaries Hindustan Thermal Power Generation Ltd. (Formerly HindustanPolyesters Ltd.)	India	100%	100%	Generation, transmission of Power.
2*	Jindal Solar Rajasthan Limited	India	100%	100%	Generation, transmission of Power.
3*	Jindal Solar Powertech Limited	India	100%	100%	Generation, transmission of Power.
4	Jindal Poly Finance Ltd	India	100%	100%	Management Company
5	Jindal Metal & Mining Limited	India	100%	100%	Coal Mining
6**	Jindal Metal & Mining (Intl) Limited	Dubai	100%	100%	Coal Mining
7	Jindal Polyfilms Investment Limited Associates :	India	100%	100%	Investment
8	Jindal France S.A.S,La Feydeliere, 38850 Paladru, France.	France	40%	40%	Management Company
9	Consolidated Green Finvest Pvt. Ltd., Plot No-12, Sector B1LSC Vasant Kunj - Delhi.	India	44.71%	44.71%	Investment
10	Jindal India Powertech Ltd. Plot No-12, Sector B1LSC Vasant Kunj - Delhi.	India	48.71%	65.55%	Holding share in power/ mining company

* These Companies are subsidiary of Hindustan Thermal Power Generation Ltd and Jindal Polyfilms Ltd is ultimate holding Company.

** Subsidiary of Jindal Metal & Mining Limited.

Trans Indian Mining Lda, Haldia Synthetic Rubber Ltd and Jindal Resources Mozambique Lda has not been consolidated due to temporary in nature as specified in AS-21 issued by ICAI.

- vi. The consolidated financial statements are based, in so far they relate to audited/Unaudited accounts included in respect of subsidiaries (audited by their auditors) for the period from 1st April, 2011 to 31st March, 2012, which are prepared for consolidation in accordance with the requirement of AS- 21.
 - vii. Minority Interest's share being profit/(loss) for the year is identified and adjusted against the income in the Profit & Loss account in order to arrive at the net income attributable to the shareholders of the Company.
 - viii. Minority Interest's share of net assets of consolidated subsidiaries is identified and presented in the consolidated balance sheet separate from liabilities and the equity of the company's shareholders.
 - ix. The company has applied AS-23, Accounting for Investments in Associates in Consolidated Financial Statements issued by ICAI. In accordance with the disclosure requirement of AS-23 relating to associate company are given below :-
The company recognizes the investee entity as associate which is not considered as subsidiary, but in which it holds directly or indirectly (through subsidiary) 20% or more voting power
2. Other significant accounting policies are set out under "Significant Accounting Policies "as given in the Unconsolidated Financial Statements of Jindal Poly Films Limited and its subsidiaries.



NOTES

	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
1 SHARE CAPITAL		
AUTHORISED		
105,000,000 (105,000,000) Equity Shares of Rs.10/- each	1,050,000,000	1,050,000,000
100,000,000 (100,000,000) Preference Shares of Rs.10/- each	1,000,000,000	1,000,000,000
	<u>2,050,000,000</u>	<u>2,050,000,000</u>
ISSUED, SUBSCRIBED & PAID UP		
43,021,855 (46,042,276) Equity Shares of Rs. 10/- each	430,218,550	460,422,760
	<u>430,218,550</u>	<u>460,422,760</u>
Notes on Share capital :-	31.03.12	31.03.11

- 1 Reconciliation of Shares outstanding at the beginning and at the closing of the reporting period:

<u>Particulars</u>	<u>No. of Shares</u>	<u>No. of Shares</u>
Opening Balance	46,042,276	23,021,138
Add: Issue by way of bonus shares	-	23,021,138
Less: Buyback of equity shares	3,020,421	-
Closing Balance	<u>43,021,855</u>	<u>46,042,276</u>

- 2 Details of each shareholder holding more than 5 percent shares specifying the number of shares held.

<u>Name of Shareholder</u>	<u>No. of Shares</u>	<u>%</u>	<u>No. of Shares</u>	<u>%</u>
Jindal Photo Investments Limited	11450302	26.62	11450302	24.87
Soyuz Trading Company Limited	11848266	27.54	11348266	24.65
Rishi Trading Company Limited	4999056	11.62	4499056	9.77

- 3 23,021,138 Equity Shares were issued as Bonus Shares by way of utilisation of Capital Redemption Reserves during the last financial year 2010-11 in the ratio of 1:1.

- 4 The Company has bought back following equity shares during last five years:

<u>Financial Year</u>	<u>No. of Shares</u>
2008-2009	2271735
2009-2010	2803007
2011-2012	3020421

- 5 **Buyback -I** Pursuant to the approval of the Board of Directors of the Company, for buyback of equity shares U/s 77A of the Companies Act, 1956 less than 10% of Paid up capital and free reserve, during the financial year 2011-12 Company has bought back 3,020,421 equity shares and extinguished the same. A total of 3,020,421 equity shares buyback and extinguished during the year ended 31st March 2012 through open market for an aggregate amount of Rs. 528,148,502 by utilizing the security premium and general reserve to the extent of Rs. 497,944,292 and Rs. 30,204,210 respectively. The Capital redemption reserve has been credited out of general reserve for Rs 30,204,210 being the nominal value of the share bought back U/s. 77A of the Companies act, 1956.

NOTES

	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
2 RESERVES & SURPLUS		
CAPITAL RESERVE		
As per last Balance sheet	1,090,000	1,090,000
CAPITAL REDEMPTION RESERVE		
As per last Balance sheet	1,111,936,040	1,342,147,420
Less: Capitalised by issue of Bonus Shares	-	(230,211,380)
Add: Transferred from General Reserve	<u>30,204,210</u>	<u>-</u>
	1,142,140,250	1,111,936,040
SECURITIES PREMIUM RESERVE		
As per last Balance sheet	2,780,528,349	2,780,528,349
Less: premium on equity shares bought back	<u>497,944,292</u>	<u>-</u>
	2,282,584,057	2,780,528,349
EXPORT PROFIT RESERVE		
As per last Balance sheet	60,000	60,000
AMALGAMATION RESERVE		
As per last Balance sheet	422,832,200	422,832,200
GENERAL RESERVE		
As per last Balance sheet	7,554,538,362	2,579,407,998
Less: Provisions for Retired Severance pay till 31.03.2011	-	24,869,636
Add : Related to Companies ceased to be subsidiary	24,869,636	-
Less: Transfer to Capital Redemption Reserve	30,204,210	-
Add : Transfer from Profit & Loss account	<u>500,000,000</u>	<u>5,000,000,000</u>
	8,049,203,788	7,554,538,362
FOREIGN CURRENCY TRANSLATION RESERVE	316,784	13,986,892
PROFIT & LOSS ACCOUNT		
Balance as per previous year	3,917,017,881	3,102,372,890
Add: Profit for the year as per Profit & Loss Statement	1,349,596,159	5,949,229,675
<u>Less: Proposed Dividend</u>		
- Equity Shares	105,119,283	115,105,690
- Tax on Proposed Dividend	17,052,976	18,673,021
Less: Subsidies Paid	-	8,530,633
Less/(Add): Profits/(Loss) of the Companies ceased to be subsidiaries	(209,022,339)	805,973
Less: Transfer to General Reserve	<u>500,000,000</u>	<u>5,000,000,000</u>
	<u>16,751,691,200</u>	<u>15,801,989,724</u>
3 LONG TERM BORROWINGS		
SECURED LOANS FROM BANKS		
Foreign Currency Loans	2,566,187,462	3,128,730,376
	<u>2,566,187,462</u>	<u>3,128,730,376</u>

Notes on Secured Loans :

Term loans from banks are secured by first pari-pasu equitable mortgage of immovable properties of the company situated at Gulaothi (U.P.) & Nasik (Maharashtra) and hypothecation of all movable assets (save and except book debts) subject to prior charge of the banks for working capital requirements..

Foreign currency term loans from AKA Ausfuhrkredit-Gesellschaft mbh Germany and Commerzbank Germany are guaranteed by HERMES Kreditversicherungs-Aktiengesellschaft Germany.

The above foreign currency loans are repayable on yearly/half yearly basis and the last repayment is due in September, 2017.



NOTES

4. DEFERRED TAX LIABILITY

**DEFERRED TAX
DEFERRED TAX LIABILITY**

	As at 31.03.2012 Rs.		As at 31.03.2011 Rs.
Opening Balance	1,784,735,537	1,665,735,537	
Addition during the year	(159,414,000)	119,000,000	1,784,735,537
	<u>1,625,321,537</u>		<u>1,784,735,537</u>

The Net Deferred Tax Liability recognised in the Profit & Loss Account as recommended under Accounting Standard (AS)-22 on "Deferred Taxation" issued by The Institute of Chartered Accountants of India is as under

	As at 01.04.11 Rs.	Changes During the Year Rs .	As at 31.03.12 Rs.
Deferred Tax Liability being tax impact thereon Difference between written down value of block of assets as per Income tax laws and written down value of the fixed assets as per books of accounts	1,877,830,685	(33,908,313)	1,843,922,372
Deferred Tax Assets being tax impact there on Expenses charged in the books, but allowances thereof deferred under income tax	(93,095,148)	(125,505,687)	(218,600,835)
Net Deferred Tax Liability	1,784,735,537	(159,414,000)	1,625,321,537

5. SHORT TERM BORROWINGS

A) **LOANS REPAYABLE ON DEMAND**

I) **FROM BANKS**

- **SECURED WORKING CAPITAL LOAN**

(Includes bill discounting of Rs.4669.34 lacs,
Previous year Rs Nil)

- **UNSECURED WORKING CAPITAL LOAN**

	31.03.2012 Rs.	31.03.2011 Rs.
- SECURED WORKING CAPITAL LOAN	646,654,780	1,048,872,468
- UNSECURED WORKING CAPITAL LOAN	1,142,421,931	109,463,229
	<u>1,789,076,710</u>	<u>1,158,335,697</u>

Notes on Secured Loans :

Secured Working Capital Loans from banks are secured by way of hypothecation of all stocks of raw materials, semi finished goods, finished goods, goods in transit, stores and spares and book debts of the company. These are further secured by way of second pari-pasu charge on immovable properties of the company situated at Gulaothi (U P) & Nasik (Maharashtra).

6. TRADE PAYABLES

	31.03.2012 Rs.	31.03.2011 Rs.
For Capital Goods	65,952,182	180,590,586
For Others	1,052,004,923	928,504,589
	<u>1,117,957,105</u>	<u>1,109,095,175</u>

NOTES

7 OTHER CURRENT LIABILITIES

	As at 31.03.2012 Rs.		As at 31.03.2011 Rs.	
Current maturities of Long Term Debts		853,028,847		708,226,859
Interest on Loans accrued but not due		32,322,270		32,939,613
Amount received in Advance from customers		573,882,734		1,064,867,066
Unpaid Dividends		2,114,480		1,790,766
Staff Security Payables		25,673,972		17,672,086
<u>Other Payables</u>				
Duties & Taxes	101,977,121		233,141,610	
Staff Payables	22,099,601		17,413,626	
Advance Licence Due	12,469,349	136,546,070	21,197,894	271,753,130
		1,623,568,374		2,097,249,520

8 SHORT TERM PROVISIONS

Provision of Excise Duty on Finished Goods	41,976,895	64,263,481
Proposed dividend on equity shares	105,119,283	115,105,690
Tax on Proposed dividend	17,052,976	18,673,021
Provision for Taxation (Net of Advance Tax Rs 440,04,87,957 Previous year Rs.186,11,52,772 including tax deducted at source)	-	100,828,315
	164,149,153	298,870,507

9. FIXED ASSETS

PARTICULARS	GROSS BLOCK					DEPRECIATION					NET BLOCK	
	AS AT 01.04.2011	ADDITIONS	SALE/ ADJUSTMENT	CEASED TO BE SUBSIDIARY	TOTAL 31.03.2012	AS AT 01.04.2011	FOR THE YEAR*	SALE/ ADJUSTMENT	CEASED TO BE SUBSIDIARY	TOTAL 31.03.2012	AS AT 31.03.2012	AS AT 31.03.2011
Intangible Assets	26,007,991	-	-	(26,007,991)	-	25,864,992	-	-	(25,864,992)	-	-	142,999
Goodwill on Consolidation	74,417,720	10,969,051	-	(60,090,441)	25,296,330	-	-	-	-	-	25,296,330	74,417,720
<u>Tangible Assets</u>												
Land (Freehold)	54,755,003	-	-	-	54,755,003	-	-	-	-	-	54,755,003	54,755,003
Land (Leasehold)	15,302,907	-	-	(15,302,907)	-	3,007,244	-	-	(3,007,244)	-	-	12,295,663
Factory Buildings	2,391,166,589	405,743,011	-	(344,914,462)	2,451,995,138	727,261,905	68,482,902	-	(243,318,340)	552,426,466	1,899,568,672	1,663,904,684
Other Buildings	215,516,747	-	-	-	215,516,747	43,322,853	3,512,923	-	-	46,835,776	168,680,971	172,193,894
Plant & Machinery	17,325,217,651	1,264,969,637	-	(836,153,353)	17,754,033,936	6,950,662,942	816,687,495	-	(757,919,486)	7,009,430,951	10,744,602,985	10,374,554,710
Furniture & Fixture	235,630,152	75,312	-	(208,168,465)	27,537,000	203,519,659	1,151,402	-	(188,163,277)	16,507,784	11,029,216	32,110,494
Office Equipments	58,326,288	3,096,755	2,207,903	(25,198,258)	34,016,883	39,432,037	1,530,739	196,477	(23,252,481)	17,513,818	16,503,065	18,894,251
Computers	60,781,885	6,232,534	-	-	67,014,419	43,613,127	6,437,314	-	-	50,050,441	16,963,978	17,168,758
Vehicles	69,746,516	741,096	23,095,738	(435,345)	46,956,529	27,893,907	4,640,248	9,306,177	(435,345)	22,792,632	24,163,897	41,852,610
TOTAL	20,526,869,450	1,691,827,396	25,303,641	(1,516,271,220)	20,677,121,985	8,064,578,665	902,443,023	9,502,654	(1,241,961,165)	7,715,557,869	12,961,564,116	12,462,290,785
Capital work in Progress	540,236,407	1,644,602,550	1,695,175,163	(212,676)	489,451,118	-	-	-	-	-	489,451,118	540,236,407
GRAND TOTAL	21,067,105,857	3,336,429,946	1,720,478,804	(1,516,483,896)	21,166,573,103	8,064,578,665	*90,24,43,023	9,502,654	(1,241,961,165)	7,715,557,869	13,451,015,234	13,002,527,192
PREVIOUS YEAR	20,211,183,535	1,838,715,066	1,057,210,466	-	20,992,688,136	7,172,618,715	907,849,920	15,889,969	-	8,064,578,665	12,928,109,471	13,038,564,822

* This figure includes the depreciation related to discontinued operation amounting to Rs.21587192/- (previous year Rs.28750373/-)



NOTES

	FACE VALUE Rs.	NUMBER OF SHARES			
		As at 31.03.2012	As at 31.03.2011	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
10. NON CURRENT INVESTMENTS					
In Equity Instruments (Long Term)					
(I) Non Trade					
(i) Equity Shares (Quoted)					
Phil Corporation Ltd.	10	300	300	8,450	8,450
India Foils Ltd.	1	100	100	12,500	12,500
Garware Polyester Ltd.	10	100	100	11,850	11,850
Ester Industries Ltd.	5	500	500	4,375	4,375
Coal India Ltd	10	441,093	441,093	108,067,785	108,067,785
Consolidated Finvest & Holdings Ltd.	10	1,186,246	1,186,246	30,367,898	30,367,898
				138,472,858	138,472,858
(ii) Non Trade- Equity Shares (Unquoted)					
Equity shares					
Trans Indian Mining LDA	MZN 1	51,000		82,951	
Share Application Money pending allotment of Quotas in Trans Indian Mining Lda				22,444,759	
(iii) Equity shares warrant					
Garware Polyester Ltd.		11	11	121	121
(iv) In Associates					
Jindal India Powertech Limited	10	436,000,000	436,000,000	3,042,002,847	3,042,002,847
(Rs. 7 paid up, last year Rs.7 paid up)					
Original Cost (including Goodwill of Rs.120,47,153 previous year Rs.120,47,153)					
Add/(Less): Profit/(Loss) from Associates in the beginning of the year				2,359,784	1,701,035
Add/(Less): Profit/(Loss) from Associates for the year				(32,589,747)	658,749
Consolidated Green Finvest Private Limited	10	1,226,437	996,750	852,625,023	496,094,874
Original Cost (including Goodwill of Rs.132,49,177 previous year Rs.22,80,126)					
Add/(Less): Profit/(Loss) from Associates in the beginning of the year			(66,215)	-	
Add/(Less): Profit/(Loss) from Associates for the year				(362,402)	(66,215)
Jindal France SAS	EURO 1	2,891,200	-	167,970,825	-
Less: Provision for Diminution in value of Investments				(82,431,271)	-
Add/(Less): Profit/(Loss) from Associates for the year				(1,309,378)	
				3,970,727,297	3,540,391,411
TOTAL				4,109,200,155	3,678,864,269
Aggregate value of quoted Investments				138,472,858	138,472,858
Aggregate value of unquoted Investments				3,970,727,297	3,540,391,411
Market Value of Quoted Investments				411,070,596	248,012,011

NOTES

	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
11. LONG TERM LOANS AND ADVANCES		
(Unsecured -considered Good)		
Loans and advances to related parties	–	–
Loans and advances to Others	–	–
Capital Advances	244,588,451	279,530,838
Security Deposits	14,235,462	14,537,238
	258,823,913	294,068,076

		NUMBER OF UNITS			
	FACE VALUE Rs.	As at 31.03.2012	As at 31.03.2011	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
12. CURRENT INVESTMENTS					
In Mutual Funds (Short Term)					
(I) Biral Sunlife Saving Fund Inst. Dividend Reinvestment Weekly	10	–	33,366,166	–	341,170,973
(II) Birla Sun Life Fixed Term Paln Series DI Growth	10	20,000,000		200,000,000	
(III) Birla Sunlife Short term FMP series 11 Dividend Reinvestment Weekly	10	–	20,000,000	–	200,000,000
(IV) Birla Sunlife Floating Rate Fund Short Term Daily Dividend Option	10	–	10,000,000	–	100,025,880
(V) Fidelity Short Term Income Fund Dividend Daily Dividend Option	10	–	15,002,187	–	150,820,222
(VI) Fidelity Short Term Income Fund Dividend Growth	10	4,872,728		52,375,994.16	
(VII) ICICI Prudential Blended Plan B Daily Dividend Option I Daily Dividend Option	10	–	19,985,012	–	203,393,932
(VIII) ICICI Prudential Banking & PSU Debt Fund Daily Dividend Option	10	–	14,985,764	–	150,984,939
(IX) ICICI Prudentail FMP Series One Year Plan	10	25,000,000		250,000,000	
(X) HDFC Cash Management Fund Daily Dividend	10	20,010,766		200,107,660	
(XI) KOTAK FMP Series 56	10	15,000,000		150,000,000	
(XII) KOTAK FMP Series 57	10	10,000,000		100,000,000	
(XIII) Reliance Quarterly Interval Fund Series II Inst Dividend Daily Dividend Option	10	–	6,032,443	–	61,302,300
(XIV) Reliance Fixed Horizen Fund XX Series 21 Growth Plan	10	25,000,000		250,000,000	
(XV) SBI Debt Fund Series 367 Days 2 Growth	10	20,014,272		200,142,720	
(XVI) Tata Floater Fund Dividend Reinvestment Weekly	10	–	24,807,412	–	255,804,215
(XVII) TATA Fixed Maturity Plan Series 36 Scheme C	10	36,907,692		369,076,920	
(XVIII) TATA Fixed Maturity Plan Series 36 Scheme B	10	5,000,000		50,000,000	
(XIX) TATA Fixed Maturity Plan Series 36 Scheme C 36 Scheme C	10	10,000,000		100,000,000	
(XX) UTI Floating Rate Fund STP Daily Dividend Plan	1000	–	144,207	–	150,000,000
(XXI) UTI Fixed income Interval Fund Annual Interval Plan	10	10,809,019		150,000,000	
TOTAL				2,071,703,294	1,613,502,462

(Net Asset Value of investment in Mutual Funds is Rs. 21821.44 lacs (Previous Year Rs.16135.024 lacs))



NOTES

13. INVENTORIES

(As per Inventories taken, valued and certified by the Management)

	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
(i) Finished Goods	520,428,541	964,381,998
(ii) Raw Material (Including in Transit Rs. 13,35,25,013, Previous Year Rs 21,84,83,068)	938,710,152	1,398,730,596
(iii) Scrap	23,240,366	16,314,336
(iv) Store, Spares and Tools	509,646,807	471,631,944
(v) Packing Material	23,660,223	19,554,523
	<u>2,015,686,089</u>	<u>2,870,613,396</u>

14. TRADE RECEIVABLES

(Unsecured, considered Good)

Outstanding for period exceeding six months from the due date
Other Receivables

25,944,108	9,035,498
<u>1,641,726,301</u>	<u>2,485,637,253</u>
<u>1,667,670,409</u>	<u>2,494,672,751</u>

15. CASH & BANK BALANCES

Cash & stamps in hand (including Drafts/ Cheques)

Balance with Schedule Banks

In Current Accounts

In Dividend Accounts

In Fixed deposit Accounts (having maturity for less than 12 months)

In Fixed deposit Accounts (having maturity for more than 12 months)

(Fixed Deposits of Rs. 121,03,117/-pledged as Margin Money with appropriate authority
Previous Year Rs 67,08,488/-)

315,443	137,714
134,165,865	202,229,774
2,114,481	1,790,767
-	5,500,000
25,645,617	25,504,617
<u>162,241,406</u>	<u>235,162,872</u>

16. SHORT TERM LOANS AND ADVANCES

(Unsecured -considered Good)

Loans and advances to related parties

Other Loans and advances

309,070,163	237,232,538
<u>722,892,762</u>	<u>213,693,801</u>
<u>1,031,962,925</u>	<u>450,926,339</u>

17. OTHER CURRENT ASSETS

Amount Receivable Under Package Scheme of Incentive

Interest Accrued on Deposits

Advance Income Tax (Net of Provision for Tax Rs 450,13,162,72)

Balance with Government Authorities

Preliminary Expenses not written off

718,096,690	766,009,239
3,577,552	3,282,310
48,682,951	-
529,509,474	402,359,713
-	436,964
<u>1,299,866,666</u>	<u>1,172,088,226</u>

18. REVENUE FROM OPERATIONS

Sales of Manufactured Goods

Less: Excise Duty

Net Sales

Industrial Promotion Subsidy under Mega Project

Dutydraw back Received

	31.03.2012 Rs.	31.03.2011 Rs.
24,929,196,118	30,153,938,572	
<u>(1,803,552,671)</u>	<u>(2,078,425,882)</u>	
23,125,643,447	28,075,512,689	
432,384,451	474,219,586	
85,933,357	-	
<u>23,643,961,255</u>	<u>28,549,732,275</u>	
<u>23,643,961,255</u>	<u>28,549,732,275</u>	

NOTES

19. OTHER INCOME

	31.03.2012 Rs.		31.03.2011 Rs.
Dividend :			
On Current Investments Non Trade	69,164,083		94,482,441
On Long Term Investments NonTrade	5,439,825	74,603,907	2,137,447
			<u>96,619,888</u>
Profit on sale of current Investment- Non Trade	8,176,456		4,244,927
Miscellaneous Receipt	52,692		102,437,862
Lease Rent	100,000		100,000
Foreign exchange fluctuation (Net)	90,896,655		
Claims Received	5,285,560		2,293,651
Interest Received	7,246,178		6,417,778
(Including TDS Rs. 4,68,922 Previous year Rs. 159,32,663)			
	<u>186,361,449</u>		<u>212,114,106</u>

20. COST OF MATERIALS CONSUMED

Opening stock	1,199,030,868		1,058,329,278
Add: Purchases	15,314,848,901		14,985,335,883
	<u>16,513,879,769</u>		<u>16,043,665,161</u>
Less: Sales	-		-
Less:-Provision for Obsolescence	-		-
Less/(Add): Cost Benefits (refer note no-28.7)	123,293,723		165,312,139
	<u>16,390,586,046</u>		<u>15,878,353,022</u>
Less:- Material Used for Trial Run	192,278		1,556,480
Less: Closing Stock	799,427,520		1,303,978,631
	<u>15,590,966,248</u>		<u>14,572,817,911</u>

21. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE

OPENING STOCK (Including Excise Duty)

Finished Goods	821,009,976		594,825,369
Scrap	16,293,997	837,303,973	8,288,424
			<u>603,113,793</u>
CLOSING STOCK (Including Excise Duty)			
Finished Goods	520,283,159		957,385,835
Scrap	23,240,366	543,523,525	16,293,997
			<u>973,679,832</u>
Increase/(Decrease) in excise duty on Stock		(22,289,251)	33,159,067
Accretion/(Decretion) in stock		<u>(271,491,198)</u>	<u>337,406,973</u>

22. EMPLOYEE BENEFITS EXPENSES

Salaries, Wages ,Bonus & Other Benefits	267,644,482		540,228,231
Gratuity	6,755,463		5,390,717
Contribution to Provident Fund	5,551,018		5,238,612
Staff & Workmen Welfare Expenses	20,108,564		18,350,099
Staff Recruitment & Development	1,311,565		6,073,565
	<u>301,371,092</u>		<u>575,281,224</u>



NOTES

23. INTEREST AND FINANCIAL CHARGES

	31.03.2012 Rs.	31.03.2011 Rs.
Interest		
On Term Loans	210,704,509	216,473,597
On Bank Borrowings	26,929,214	27,949,267
On Others	581	6,826,822
Financial charges	1,972,248	2,088,076
Foreign Exchange Fluctuation (Net)	21,765,361	(34,715,588)
	261,371,912	218,622,173

24. OTHER EXPENSES

Stores and Spares consumed	283,311,946	287,628,037
Power and Fuel	2,036,870,444	1,978,803,132
Carriage Inwards	17,870,287	32,801,926
Water charges	2,558,995	3,474,413
Job Work Charges	-	21,046,353
Repairs to Plant & Machinery	26,543,869	99,986,557
Repairs to Buildings	1,113,737	59,349,302
Repair and Maintenance others	19,594,458	23,961,862
Packing Material consumed	575,424,317	582,985,338
Rent	20,980,772	79,737,779
Rates & Taxes	8,502,180	2,448,292
Travelling & Conveyance	43,883,706	105,975,399
Charity & Donation	12,225,576	1,178,780
Social welfare expenses	515,642	525,326
Postage & Telephone charges	6,287,104	9,125,747
Legal & Retainership Charges	116,530,633	77,371,868
Vehicle upkeep & Maintenance	5,039,658	8,835,619
Water & Electricity Charges	5,382,776	2,841,592
Insurance	15,249,000	20,836,114
Auditors' Remuneration	1,560,680	6,812,057
Printing & Stationery	1,873,742	3,023,741
Licence, Inspection and Testing Fees	3,392,995	2,519,213
Miscellaneous expenses	5,781,708	83,969,428
Miscellaneous balances written off	-	22,764,635
General Outsourcing	-	23,195,998
Wastage Removals	-	4,620,040
Commission & Brokerage on shares	72,000	30,000
Directors Meeting Fees	94,500	58,500
Freight, Cartage & Octroi	627,589,779	437,876,380
Commission	123,050,615	145,094,596
Other Selling expenses	11,778,811	16,973,195
Provision for Obsolescence	-	6,976,695
Bank Charges	33,128,379	35,428,820
Foreign Exchange Fluctuation(Net)	-	16,928,363
Pre-operative Expenses Written off	1,378,750	3,871,046
Preliminary Expenses Written off	774,809	109,241
Loss on sale of Fixed Assets	4,965,384	178,628
	4,013,327,252	4,209,344,012

NOTES

	31.03.2012 Rs.	31.03.2011 Rs.
25. EARNING PER SHARE		
Profit after Tax in Rs.	1,349,596,159	5,949,229,675
Weighted average no. of Equity shares outstanding	45,172,184	46,042,276
Basic earning per share in Rupees	29.88	129.21
Earning Per Share		
Profit after Tax in Rs.	1,349,596,159	5,949,229,675
Weighted average no. of Equity shares outstanding	45,172,184	46,042,276
Diluted earning per share in Rupees	29.88	129.21

26. Segment Reporting Policies

i) Primary Segment

Business Segment : The Company's operating business are organised and managed separately according to the nature of products,

ii) Secondary Segment

Geographical Segment : The analysis of geographical segment is based on the geographical location of the customers.

iii) Corporate income and expenses are considered as part of unallocable income and expense, which are not identifiable to any business segment.

PRIMARY SEGMENT

Segment revenue

	31st March, 2012	Rs./Lacs 31st March, 2011
a) PET/OPP Film Division	322,500	348,329
b) Other Revenue	1,864	7,819
Total	324,364	356,148
Less:- Inter Segment revenue	86,060	67,575
Total revenue	238,303	288,573

Segment profit before interest & tax

a) PET/OPP Film Division	18,486	81,545
b) Other Revenue	1,864	7,658
Total	20,349	89,203
Less:- Interest	2,614	2,512
Less:-Unallocable Expenditure	-	-
Profit before tax	17,735	86,691

Capital Employed

a) PET/OPP Film Division	199,608	179,572
b) Others	61,074	50,578
Total	260,682	230,150

SECONDARY SEGMENT

Sales in Domestic market	175,275	207,272
Sales in Overseas market	61,165	73,494
	236,440	280,766

The company has common fixed assets for producing goods for domestic and overseas markets. Hence, separate figures for capital employed can not be furnished.



27 RELATED PARTY DISCLOSURE

A) As required by Accounting Standard-18 "Related party disclosure" issued by the Institute of Chartered Accountants of India are as follows:-

List of Related parties

a. Associates

- 1 Jindal India Powertech Limited
- 2 Rexor Holding SAS (W.e.f 29.03.2012)
(Formerly Known as Jindal France SAS)

b. Companies

- 1 Soyuz Trading Company Limited
- 2 Rishi Trading Company Limited
- 3 Consolidated Photo and Finvest Limited
- 4 Jindal Photo Investment Limited
- 5 Consolidated Finvest and Holding Limited
- 6 Jindal Photo Limited
- 7 Jasmin Investment Limited
- 8 Consolidated Finvest and Investment Limited
- 9 Passion Tea Pvt. Limited
- 10 Anchor Image & Films Pvt. Limited
- 11 Jindal India Limited
- 12 Universal Foils Limited

c. Key Management personnels

- 1 Sh. Samir Banerjee
- 2 Sh. R.B. Pal
- 3 Sh. Hemant Sharma

B) The following transactions were carried out with related parties in the ordinary course business:

Sr No	Nature of Transactions (From)			Referred to in- (a)		Referred to in- (b)		Referred to in -(c)		Referred to in -(d)	
		31.03.12	31.03.11	31.03.12	31.03.11	31.03.12	31.03.11	31.03.12	31.03.11	31.03.12	31.03.11
1	Purchase of Goods	b(6 & 11)	b(6 & 11)	-	-	1,389,148	2,762,408	-	-	-	-
2	Sale of Goods	b(6) & c(12)	b(6)	-	-	-	219,815	41,950,758	93,866,956	-	-
3	Professional Service	b(1)	b(1)	-	-	72,000,000	45,000,000	-	-	-	-
4	Expenses reimbursed	b(1 & 6)	b(1 & 6)	-	-	14,527,093	6,526,426	-	-	-	-
5	Interest earned	c(11)	c(11)	-	-	-	-	5,255,743	1,653,536	-	-
6	Remuneration	d(1,2,3)	d(1,2)	-	-	-	-	-	-	7,627,508	4,591,522
7	Shares Sold	b(8)		-	-	43,942,481	-	-	-	-	-
8	Shares Subscribed by the company	c(1,4,5 & 10)	a(1) & c(4,5, 6,7 & 11)	-	1,971,467,500	-	-	419,999,900	510,698,068	-	-
9	Balance Outstanding										
	- Loans recoverable	a(2) & b(6)	a(2) & b(6)	77,655,068	42,829,704	-	-	-	-	-	-
	- Advances recoverable	c(1 & 5)	c(1,5,6 & 7)	-	-	229,000,000	229,000,000	4,240,507	18,454,307	-	-
	- Sundry Debtors	b(6)	b(6) & b(12)	-	-	248,113	247,924	17,993,947	11,143,838	-	-
	- Sundry Creditors	b(6 & 11)	b(1,6 & 11)	-	-	1,555,680	1,921,757	-	-	-	-

NOTES ON ACCOUNTS TO CONSOLIDATED BALANCE SHEET AND PROFIT & LOSS ACCOUNT

NOTE NO. 28	31.03.12	31.03.11
	Rs.	Rs.
28.1 Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	1276,561,2210	770,481,459
28.2 Contingent Liabilities:		
a. Bank Guarantees	159,829,349	128,897,507
b. Outstanding Letters of Credit (Including Capital Goods)	1586,719,520	1290,308,211
c. Claims against Company, not acknowledged as debts	10,768,060	16,401,284
d. Uncalled liability of partly paid shares	1308,000,000	1308,000,000
e. Demands raised by authorities against which, Company has filed appeals: -		
i) Income Tax	58,128,668	58,128,668
ii) Excise Duties/Service Tax	53,665,347	-
iii) Sales Tax	181,158,981	22,493,097
iv) Custom Duties	61,366,000	61,366,000
28.3 Remuneration to Auditors' comprises:		
Audit Fee	1,095,680	800,000
Tax Audit Fees	100,000	100,000
In Other Capacities,	365,000	1007,500
	1,560,680	1,907,500
28.4 Employee Benefit <u>Define Plan- Gratuity Scheme</u>		
a) Liabilities Recognised at the Balance sheet date: -		
Present Value of obligation as at the beginning of the period	26,917,513	21,435,599
Interest Cost	2,287,989	1,714,848
Current Service Cost	5,132,595	4,448,291
Benefits Paid	-	-
Actuarial (gain)/loss on obligation	(3,182,659)	(681,225)
Present Value of Obligation as at the end of period (31.03.2012)	31,155,438	26,917,513
b) Fair Value of assets as on Balance Sheet date		
Fair value of plan assets at the beginning of the period	27,830,297	22,535,916
Actual Return of plan assets	2,714,732	2,226,092
Contribution during the year	2,878,994	3,068,289
Benefits paid	-	-
Actuarial (gain)/loss on obligation	140,430	141,520
Fair value of plan assets at the end of the period	33,424,023	27,830,297
c) Net Assets/(Liability) recognized in the Balance Sheet as provision	2,268,585	912,784
d) Principal Actuarial Assumptions		
Rate of Discounting	8.50%	8.00%
Expected rate of Return on Plan Assets	9.25%	9.25%
Rate of increase in salary	6.00%	5.50%
28.5 a) Preoperative expenditure amounting to Rs.3,082,330, (previous year Rs.44,456,369) capitalized to respective fixed assets during the year, details are as under:		
Raw Material (Trial Run)	192,278	1,556,480
Salary	956,460	-
Power & Fuel	1,933,592	2,899,889
	3,082,330	4,456,369



- b) During the year an amount of Rs. Nil (Previous year Rs 48,162,594) has been transferred to Repair and Maintenance from Capital Work in progress.

28.6 Exceptional Items includes following

- (a) During the year, the Company has disinvested 60% of its total shareholding in Jindal France SAS (wholly owned subsidiary), on which there is a loss of Rs. 1876.50 lacs. The balance 40% of the holding require a provision of Rs.824.31 lacs on account of diminution in value of investment, thus total amount of loss for Rs.2700.81 lacs has been shown as exceptional item.
- (b) Pursuant to the adoption of Accounting Standards as prescribed by Companies (Accounting Standards) Rules,2006 issued by Ministry of Corporate Affairs vide notification no.G.S.R.914 (E) dated 29th Dec., 2011 and as required by Accounting Standard 11.
- I. Loss of Rs 4763.93 lacs (previous year gain of Rs 612.17 lacs) on translation/settlement of foreign currency monetary items including borrowings have been shown as exceptional items in the profit and loss account.
- II. Gain on account of hedging against export exposures amounting to Rs Nil, (previous year Rs Nil) have been accounted under the head other income/(other expenses) in the profit & loss account.
- (c) During the year the company has made a provision of Rs 102.24 Lacs for permanent diminution of its investment in Jindal Resources Muzambique Lda (a subsidiary Company), which has been shown as exceptional item.
- (d) During the year the company has made a provision of Rs 5.00 Lacs for the diminution of its investment in Haldia Sythetic Rubber Ltd (a subsidiary Company) due to the company has not been able to start its business , which has been shown as exceptional item.
- (e) During the year, Jindal Metal & Mining International Ltd has made provision of Rs.102.31 lacs related diminution of its investments in Jindal Resources Muzambique Lda (a subsidiary Company), which has been shown as exceptional item.
- (f) During the year, the Company has reversed Rs.560,00,000/-, which was charged to profit and loss account in the previous year on account of advance paid to vendor.
- 28.7 A sum of Rs.12,469,349 (previous year Rs.21,197,894) being the difference between domestic vs. imported material prices prevailing at the year ended on 31st March 2012 on account of advance licences excess utilized for which exports are yet to be made, has been adjusted in the cost of raw material.
- Export Incentive under Duty Entitlement Pass Book Scheme (DEPB) amount to Rs. 114,565,178 (Previous year Rs. 174,115,932) has been credited in the account of raw material.
- 28.8 Advance receivable in cash or in kind includes Rs.28,254,171 (Previous year Rs 28,254,171),being the amount of custom duty deposited against import of capital goods assessed under provisional assessments.
- 28.9 600 shares of Hindustan Thermal Power Generation Ltd. (Formerly Hindustan Polyester Ltd.) of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
- 6 shares of Jindal Metal & Mining Ltd. of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
- 6 shares of Jindal Poly films Investments Ltd. of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
- 6 shares of Haldia Synthetic Rubber Ltd of which the Company is beneficial owner are held by certain individuals in fiduciary capacity.
- 28.10 Certain old balances of sundry debtors and sundry creditors are subject to reconciliation and confirmation.
- 28.11 Under the Package Scheme of Incentive approved by the Government of Maharashtra, the Company is entitled to industrial promotion subsidy to the extent of 100% of the fixed capital investment or the extent of taxes paid to the State Government within a period of 7 years, whichever is lower. During the year, the Company is entitled for an amount of Rs.432,384,451, (previous year Rs.474,219,586), under that scheme and the same has been shown as revenue from operation.
- 28.12 In the opinion of the Board and to the best of their knowledge and belief, the realizable value of current assets, loans and advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.
- 28.13 Stores and spares consumed and salaries and wages incurred during the year for repair and maintenance of plant & machinery and sheds & building have been charged to the former accounts and not allocated separately as the amount is not ascertainable.
- 28.14 The Company has not received from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.
- 28.15 The Export obligation undertaken by the company for import of capital equipments under EPCG/100% EOU scheme of the Central government at the concessional or zero rate of custom duty are in the opinion of the management expected to be fulfilled within their respective due dates/extended due dates.

- 28.16 A part of the Work In Progress Plant & Machinery at Gulaothi & Khanvel Units were disposed off during the year for Rs. 230.84 Lacs. The same has been adjusted from Gross Block of the WIP under Fixed Asset, the profit / loss, if any, is ascertainable only after completion of the total disposal of Plant & Machinery.
- 28.17 During the year, the Company has disinvested 43,36,800 nos. of shares of Jindal France S.A.S (a wholly owned subsidiary) and after this disinvestment, the company is having only 40% holding in Jindal France S.A.S and hence it is no more a subsidiary of the Company.
- 28.18 Previous year's figures have been regrouped and/or rearranged wherever required.

As per Our Report of even date annexed hereto

For Kanodia Sanyal & Associates
Chartered Accountants

(R. K. KANODIA)
Partner
M No : 016121

(R. B. Pal)
Whole Time
Director
DIN:- 00092049

(S. Banerjee)
Whole Time
Director- Marketing
DIN:- 00011754

Place: New Delhi
Date: 01.09.2012

(Ajit Mishra)
Company Secretary

(L.P. Soni)
CFO

Notes



BOOK POST

Annual Report 2011-2012



if undelivered, please return to :

JINDAL POLY FILMS LIMITED

Corporate Office : Plot No. 12, Sector B-1, Local Shopping Complex,
Vasant Kunj, New Delhi-110 070