



**30th**  
**ANNUAL REPORT**  

---

**2012 - 2013**

**J. J. FINANCE CORPORATION LTD.**

**BOARD OF DIRECTORS**

MR. ANIL JHUNJHUNWALA  
MR. RAJESH PODDAR  
MR. SHYAM BAGARIA  
MR. S. P. MUKHERJEE  
MR. AMIT BHALOTIA

**REGISTERED OFFICE**

3C, PARK PLAZA, 71, PARK STREET,  
KOLKATA - 700 016

**BANKER**

INDIAN OVERSEAS BANK

**AUDITORS :**

CHATURVEDI & PARTNERS  
*Chartered Accountants*  
1/1, MEREDITH STREET, KOLKATA-700 072

**SHARE TRANSFER AGENT**

M/S. NICHE TECHNOLOGIES PVT. LTD.  
D-511, BAGREE MARKET, 71, B.R.B. BASU ROAD,  
KOLKATA-700 001

**LEGAL ADVISORS :**

R. L. GAGGAR & CO.

---

## J. J. FINANCE CORPORATION LTD.

### NOTICE TO SHAREHOLDERS :

NOTICE is hereby given that the Thirtieth (30th) Annual General Meeting of the Members of the company will be held on Saturday, the 27th day of July, 2013 at 1:00 p.m. at 3C, Park Plaza, 71, Park Street, Kolkata - 700 016 to transact the following business :

### ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet as on 31.03.2013 and the Statement of Profit & Loss for the year ended 31.03.2013 together with Directors' Report and Auditors' Report thereon.
2. To appoint a Director in place of Mr. Anil Jhunjhunwala, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Amit Bhalotia, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

Registered Office :  
71, Park Street, 3C Park Plaza,  
Kolkata - 700 016  
Dated : 27.05.2013

For and on behalf of the Board

Anil Jhunjhunwala  
Director

### NOTES :

- a. *A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself. A Proxy need not be a member of the company.*
- b. *Proxies in order to be valid, must be received by the registered office of the company not less than 48 hours before the commencement of the aforesaid meeting. Proxy forms are sent herewith.*
- c. Members holding shares in physical form are requested to notify any change in their address including pin, code, Bank Mandate, Income Tax Permanent Account Number, etc. to the Company's Registrar and Share Transfer Agents :-  
Niche Technologies Pvt. Ltd.  
D-511, Bagree Market, 71 B.R.B. Basu Road  
Kolkata-700 001  
Members holding shares in dematerialised form are requested to furnish the information to their respective depository participants for updation of the changes.
- d. The Register of members of the company and the share transfer register will remain closed from the 20th July, 2013 to 27th July, 2013 (both days inclusive).
- e. Members are requested to bring their copies of the Annual Report and the attendance slip sent herewith to attend the Annual General meeting.

Registered Office :  
71, Park Street, 3C Park Plaza,  
Kolkata - 700 016  
Dated : 27.05.2013

For and on behalf of the Board

Anil Jhunjhunwala  
Director

## J. J. FINANCE CORPORATION LTD.

### DIRECTORS' REPORT

#### TO THE MEMBERS,

Your Directors have pleasure in presenting the Thirtieth (30th) Annual Report and the Audited Accounts on the business and operations of your Company for the year ended 31st March, 2013.

#### FINANCIAL RESULTS :

Particulars	( ₹ in 000's)	
	For the Year Ended 31st March 2013	2012
Profit Before Depreciation	3009	3815
Less :		
Depreciation	1241	1236
Profit Before Tax	1768	2579
Current Tax	510	650
Deferred Tax	(316)	(352)
Income Tax for earlier year	-	3
<b>Profit after Tax</b>	<b>1574</b>	<b>2278</b>
Add : Balance brought forward from last year	10117	8364
Less : Transferred to Reservé U/s 45-IC of RBI Act, 1934	330	500
Provision towards Standard Assets	-	25
Balance carried forward	11385	10117

#### OPERATION :

There is an overall turnaround in the performance of your company based on various measures taken by the management, which is reflected in the bottom line of the company. Income from generation of electricity depends upon the vagaries of direction and speed of the Wind and during this financial year the Wind Mill has generated electricity worth ₹ 15.22 lacs. After depreciation and tax the company has been able to generate a profit after tax of ₹ 15.74 lacs.

#### DIVIDEND :

In order to consolidate the position of the company, Directors do not recommend any Dividend for the year ended 31st March, 2013.

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

The Company had no activities relating to conservation of energy or technology absorption. The company neither had foreign exchange earnings nor had any foreign exchange outgo.

#### PARTICULARS OF EMPLOYEES

The Company does not have any employee coming under the provision of Sec. 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 (as amended).

#### DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to section 217(2AA) of the Companies Act, 1956, Your directors confirm that :

1. That in the preparation of the Company's Annual Accounts, the applicable Accounting Standards have been followed and there is no material departure from the same.
2. That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are 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 that year.
3. 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 frauds and other irregularities.
4. That the Directors have prepared the Annual Accounts on a going concern basis.

## J. J. FINANCE CORPORATION LTD

### DISCLOSURE PURSUANT TO LISTING AGREEMENT

Necessary disclosures pursuant to listing agreement is made in Annexure "A" to this Report.

### DEMATERIALIZATION OF SHARES

Your Company has signed agreements with NSDL and CDSL making the Company's Equity Shares available for Dematerialization.

### DIRECTORS

Mr. Anil Jhunjunwala and Mr. Amit Bhalotia, Directors retire at the ensuing Annual General Meeting and being eligible offer themselves for reappointment.

### DEPOSITS

The amount of Public Deposits with the company as on 31.03.2013 stood "NIL".

### AUDITORS

M/s. Chaturvedi & Partners, Chartered Accountants, Auditors of the Company will retire at the ensuing Annual General Meeting of the Company and being eligible, offer themselves for re-appointment. They have furnished a certificate to the effect that their re-appointment, if made will be in accordance with the limits specified in section 224(1B) of the Companies Act. 1956. The Board recommends their re-appointment as statutory auditors of the company for the year 2013- 2014.

### ACKNOWLEDGEMENT

The Directors thank the shareholders, the employees, the customers and well wishers of the Company for their continued support and co-operation.

For and on behalf of the Board

Place : Kolkata

Date : 27.05.2013

Anil Jhunjunwala  
S. P. Mukherjee

Directors

### ANNEXTURE "A" TO THE DIRECTORS' REPORT

Information regarding Listed Securities as required under the Listing Agreement.

	<u>Name and Address of the Stock Exchange</u>	<u>Security Listed</u>	<u>Code</u>
1.	The Calcutta Stock Exchange Ltd. 7, Lyons Range, Kolkata - 700 001	Equity Shares	20076
2.	The Stock Exchange, Mumbai Floor - 25, P. J. Towers, Dalal Street, Fort, Mumbai - 400 001	Equity Shares	523062
3.	Delhi Stock Exchange Limited "DSE House", 3/1, Asaf Ali Road New Delhi - 110002	Equity Shares	5449

The Listing fees to those Stock Exchanges for the Financial Year 2013-2014 have been paid.

3

**J. J. FINANCE CORPORATION LTD.**

**A M BUBNA & ASSOCIATES**  
**Company Secretaries**

*Ground Floor*  
*105, Cotton Street*  
*Kolkata-700 007(W B)*

**COMPLIANCE CERTIFICATE**

CIN : L65921WB1982PLCO35092  
Authorised Capital : Rs. 6,00,00,000.00  
Paid-up Capital : Rs. 2,82,00,000.00

To  
The Members,  
**J J Finance Corporation Ltd.**  
71, Park Street, 3rd Floor  
Kolkata - 700 016

I have examined the registers, records, books and papers of M/s J J Finance Corporation Ltd. (the 'Company') as required to be maintained under the Companies Act, 1956 (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2013 (financial year). In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company had duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The Company being a public limited company, the provisions of section 3(1)(iii) of the Act are not applicable.
4. The Board of Directors duly met 6 (Six) times respectively on 07.04.2012, 10.05.2012, 11.08.2012, 18.08.2012, 08.11.2012 & 31.01.2013 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the minutes book maintained for the purpose. No circular resolutions were passed during the financial year.
5. The Company had closed its Register of Members from 21.09.2012 to 29.09.2012 (both days inclusive) as per Section 154 of the Act.
6. The Annual General Meeting for the financial year ended 31.03.2012 was held on 29.09.2012 and after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra-Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or companies referred to in section 295 of the Act.
9. The Company has not entered into any contract falling within the purview of section 297 of the Act.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. As there was no instance falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government.
12. The Company has not issued duplicate certificates during the financial year.
13. (i) The Company has delivered all the certificates on lodgment thereof for transfer in accordance with the provisions of the Act. There was no allotment/transmission of securities during the financial year.  
(ii) The company has not declared any dividend the previous year.



**A M BUBNA & ASSOCIATES**  
*Company Secretaries*

*Ground Floor  
105, Cotton Street  
Kolkata-700 007(WB)*

- (iii) The company has no outstanding balance in unclaimed / unpaid dividend account; application money due for refund; matured deposits; matured debentures and interest accrued thereon, so it was not required to transfer any money to Investor Education and Protection Fund.
- (iv) The Company has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. The appointment of Additional director was duly made during the financial year.
15. The Company has not appointed any Managing Director/Whole-time Director/Manager during the financial year.
16. The Company has not appointed any sole selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such authorities prescribed under the various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms/Companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any shares/securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The Company has not made any borrowings during the financial year ended 31.03.2013.
25. The Company has made loans and investments, or given guarantees or provided securities to other bodies corporate in accordance with the provisions of the Act.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company, during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. Since the Company is not covered under the provisions of the PF Act, it was not required to deposit any amount towards the Provident Fund.

Place - Kolkata  
Date - 27th day of May, 2013

**ASHISH BUBNA**  
*Company Secretary*  
C.P. No. 3569

**A M BUBNA & ASSOCIATES**  
Company Secretaries

Ground Floor  
105, Cotton Street  
Kolkata-700 007 (W.B)

5

J J Finance Corporation Ltd.

Annexure A

Sl.	Registers as maintained by the Company	
1	Register of Transfers/Transmission/Sub-division	Under section 108
2	Register of Members	Under section 150
3	Minute books for minutes of proceedings of General Meetings and of Board meetings	Under section 193
4	Books of Accounts	Under section 209
5	Register of Directors	Under section 303
6	Register of Contracts in which Directors are interested	Under section 301
7	Register of Director's Shareholding	Under section 307
8	Register of Directors attendance at the meeting of the Board	Under regulation 71 of Table A to Schedule 1, of the Act
9	Register of Fixed Assets	As required under the Companies (Auditors Report) Order, 2003.
10	Register of renewed and Duplicate Share Certificates	

Annexure B

Forms and Returns as filed by the Company with Registrar of Companies / Regional Director / Central Government or other authorities during the Financial Year ended 31st March, 2013

Sl.	Form No./ Return	Filed under section	For	Date of E-filing	Whether filed within Prescribed time? Yes/No	If delay in filing, whether requisite additional fee paid? Yes/No
1	Form 66 (Compliance Certificate)	383A	Financial Year 2011-2012	01-Oct-2012	Yes	N.A.
2	Form 23AC (Balance Sheet) and Form 23ACA (Profit & Loss A/C)	220	Year Ended 31st March 2012	12-Oct-2012	Yes	N.A.
3	Form 20B (Annual Return)	159	AGM held on 29-Sep-2012	20-Nov-2012	Yes	N.A.
4	Form 32	303(2)	Resignation of Director	07-April.2012	No	Yes
5	Form 32	303(2)	appointment of Director	20-April-2012	Yes	N.A.

P. No. - Kolkata

Date - 27th day of May, 2013

7

**ASHISH BUBNA**  
Company Secretary  
C.P. No. 3569



# J. J. FINANCE CORPORATION LTD.

## INDEPENDENT AUDITOR'S REPORT

### To The Members of J. J. Finance Corporation Limited

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of **J. J. Finance Corporation Limited** ("the company"), which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit & Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

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

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227 (3) of the Act, 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 it appears from our examination of those books;
  - (c) the Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;

---

**J. J. FINANCE CORPORATION LTD.**

(d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply 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 as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

(f) since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956, nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

**For CHATURVEDI & PARTNERS  
Chartered Accountants  
Firm Reg.NO. 307068E**

**Place - Kolkata  
Dated - May 27, 2013**

**CA. A. K. DUBEY  
Partner  
Membership No. 054975**

**J. J. FINANCE CORPORATION LTD.**

**ANNEXURE TO THE AUDITORS' REPORT**

**( REFERRED TO IN PARAGRAPH 2 OF OUR REPORT OF EVEN DATE )**

1. In respect of its fixed assets :
  - a) The Company has maintained proper records showings full particulars including quantitative details and situation of fixed assets on the basis of available information.
  - b) As explained to us, the fixed assets have been verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c) In our opinion, the Company has not disposed of substantial part of fixed assets during the period and the going concern status of the Company is not affected.
2.
  - a) The inventories have been physically verified during the year by the management at reasonable intervals.
  - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
  - c) On the basis of our examination, we are of the opinion that the Company is maintaining proper records of inventory. No material discrepancies were noticed on verification between the physical stocks and the book records.
3.
  1. The Company has given loan to one Company covered in the Register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 199.06 lacs and the year end aggregate balance was NIL.

In our opinion, the rate of interest and other terms and conditions on which loan has been granted and listed in the Register maintained under Section 301 of the Companies Act, 1956 are not prima facie prejudicial to the interest of the company.

As informed, the fresh loans granted by the company are repayable on demand; hence the question of payment of principal amount does not arise. However, the party has been regular in payment of interest.

There are no overdue loans granted to company listed in the register maintained under section 301 of the Companies Act, 1956.
  2. The Company has not taken any loan from any Company listed in the register maintained under section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the sale and Purchase of stock and investments. During the course of audit, we have not observed any major weaknesses in internal control system.
5.
  - a) The particular of contracts or arrangement referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
  - b) The Company has not entered into transactions in pursuance of contracts / arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lacs in respect of any party during the year.
6. The Company has not accepted any deposits from public.
7. In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.
8. We have been informed that the Central Government has not prescribed the maintenance of Cost Records under Section 209 (1) (d) of the Companies Act, 1956 for any of the product of the Company.

---

## J. J. FINANCE CORPORATION LTD.

9. In respect of statutory dues :
- a) The undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other statutory dues have been regularly deposited with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid dues were outstanding as on 31st March, 2013 for a period of more than six months from the date of becoming payable.
  - b) There are no dues outstanding of income tax, sales tax, wealth tax, custom duty, service tax, excise duty, and cess on account of any dispute.
10. The Company has no accumulated losses as at 31st March, 2013. The Company has not incurred any cash loss during the year under audit and in the immediate preceding financial year.
11. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
12. In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the Company 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 or a nidhi / mutual benefit fund society therefore, clause 4(xiii) of Companies (Auditors' Report) Order, 2003 (as amended) 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 and timely entries have been made therein. All shares, debentures and other investments have been held by the Company in its own name.
15. The Company has not given any guarantee for loans taken by others from bank or financial institutions.
16. The Company has not raised any new terms loans during the year; and hence the question of their application for intended purpose, does not arise.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds was raised on short-term basis which have been used for long term investment.
18. During the year, 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. According to the information and explanations given to us, during the period covered by our Audit Report, the company has not issued debentures.
20. The company has not raised any money by way of public issue during the year under audit.
21. In our opinion and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year under audit that causes the financial statement to be materially misstated.

**For CHATURVEDI & PARTNERS**  
**Chartered Accountants**  
**F.R.NO. 307068E**

Place - Kolkata  
Dated - 27.05.2013

**CA. A. K. DUBEY**  
**Partner**  
**Membership No. 054975**

## J. J. FINANCE CORPORATION LTD.

### BALANCE SHEET AS AT 31ST MARCH 2013

			As at 31st March 2013	As at 31st March 2012
Particulars	Note No.		₹	₹
<b>I. EQUITY AND LIABILITIES</b>				
<b>(1) SHAREHOLDERS FUNDS :</b>				
a) Share Capital	3.1		28200000	28200000
b) Reserves & Surplus	3.2		15195063	13596634
			<u>43395063</u>	<u>41796634</u>
<b>(2) Non-Current Liabilities</b>				
(a) Deferred Tax Liabilities (Net)	3.3		892496	1208424
<b>(3) Current Liabilities :</b>				
(a) Trade Payables	3.4		64860	299497
(b) Short Term Provision	3.5		-	24701
			<u>64860</u>	<u>324198</u>
<b>TOTAL</b>			<u><u>44352419</u></u>	<u><u>43329256</u></u>
<b>II. ASSETS</b>				
<b>(1) Non Current Assets</b>				
(a) Fixed Assets				
Tangible Assets	3.6		3143233	3966785
(b) Non current Investment	3.7		28551011	17236111
(c) Long- term loans and advances	3.8		144689	47769
			<u>31838933</u>	<u>21250665</u>
<b>(2) Current Assets :</b>				
(a) Inventories	3.9		832298	801250
(b) Trade Receivable	3.10		1337200	1259412
(c) Cash and Bank Balance	3.11		10202101	10093201
(d) Short term loans and advances	3.12		108236	9888782
(e) Other current assets	3.13		33651	35946
			<u>12513486</u>	<u>22078591</u>
<b>TOTAL</b>			<u><u>44352419</u></u>	<u><u>43329256</u></u>
SIGNIFICANT ACCOUNTING POLICIES	2			
NOTES ON ACCOUNTS	3			

The accompanying significant accounting policies and notes to accounts are an integral part of the Financial Statements.

As per our report of even date attached

**For CHATURVEDI & PARTNERS**

Chartered Accountants

(F.R.NO. 307068E)

**For and on behalf of the Board of Directors**

**CA. A. K. DUBEY**

Partner

(Membership No. 054975)

Place : Kolkata

Date : 27.05.2013

**ANIL JHUNJHUNWALA**

Director

**S. P. MUKHERJEE**

Director

## J. J. FINANCE CORPORATION LTD.

### STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

	Particulars	Note No.	For the Year ended 31st March, 2013	For the Year ended 31st March, 2012
I.	Revenue		₹	₹
	Revenue from Operations	3.14	4438538	5231479
	Other Income	3.15	-	10000
	<b>Total</b>		<b>4438538</b>	<b>5241479</b>
II.	Expenses :			
	Changes in inventories of Stock-in-trade	3.16	(31048)	80023
	Employees benefit expense	3.17	362860	102532
	Depreciation and amortization expense	3.6	1241521	1236516
	Other expense	3.18	1097405	1243684
	<b>Total</b>		<b>2670738</b>	<b>2662755</b>
III.	<b>Profit before tax (I-II)</b>		<b>1767800</b>	<b>2578724</b>
IV.	Tax expense :			
	(1) Current Tax		510000	650000
	(2) Deferred Tax		(315928)	(352063)
	(3) Income Tax for earlier year (s)		-	3280
V.	<b>Profit / (Loss) for the year (III -IV)</b>		<b>1573728</b>	<b>2277507</b>
VI.	Earnings per equity share - Basic and Diluted (Face Value per share ₹ 10/-)		0.56	0.81
	SIGNIFICANT ACCOUNTING POLICIES	2		
	NOTES ON ACCOUNTS	3		

The accompanying significant accounting policies and notes to accounts are an integral part of the Financial Statements.

As per our report of even date attached  
**For CHATURVEDI & PARTNERS**  
Chartered Accountants  
(F.R.NO. 307068E)

**For and on behalf of the Board of Directors**

**CA. A. K. DUBEY**  
Partner  
(Membership No. 054975)

**ANIL JHUNJHUNWALA**  
Director

**S. P. MUKHERJEE**  
Director

Place : Kolkata  
Date : 27.05.2013

## J. J. FINANCE CORPORATION LTD.

### CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2013

	2012-2013 ₹	2012-2013 ₹	2011-2012 ₹	2011-2012 ₹
<b>A. CASH FLOW FROM OPERATING ACTIVITY</b>				
Net Profit before Tax and Extraordinary items	1767800		2578724	
Adjusted for :				
Loss on Sale of Fixed Asset	15255			
Depreciation	1241521		1236516	
Operating Profit before Working Capital Changes	<u>3024576</u>		<u>3815240</u>	
Adjusted for :				
Trade and Other Receivables	(75493)		(152303)	
Inventories	(31048)		80023	
Trade and other Payables	(234636)		215680	
Direct Taxes paid (net of refund)	(606921)		(832908)	
<b>Cash Flow before extraordinary items</b>		<b>2076478</b>		<b>3125732</b>
Extraordinary Items				3125732
<b>Cash Generated from Operating Activities</b>				<b>-</b>
Net Cash from Operation		<u>2076478</u>		<u>3125732</u>
		2076478		3125732
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Fixed Assets	(663224)			
Sale of Fixed Assets	230000		(65000)	
Purchase of Investment	(16314900)		(9899900)	
Sale of Investment	5000000		20000000	
<b>Net Cash used in Investing Activity</b>		<b>(11748124)</b>		<b>10035100</b>
<b>C. CASH FLOW FROM FINANCIAL ACTIVITIES</b>				
Loans and Advances	9780546		(9875546)	
<b>Net Cash used in Financing Activities</b>		<b>9780546</b>		<b>(9875546)</b>
Net Increase in Cash and Cash Equivalents (A+B+C)		108900		3285286
Opening Balance of Cash and Cash Equivalents		10093201		6807915
<b>Closing Balance of Cash and Cash Equivalents</b>		<b><u>10202101</u></b>		<b><u>10093201</u></b>
<b>Notes :</b>				
i) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.				
ii) Figures in brackets represent outflow				
iii) Cash & Cash Equivalents at the end of the year consists of :				
a) Cash in hand		48481		9130
b) Balances with Bank		10153620		10084071
Closing Balance of Cash and Cash Equivalents		<u>10202101</u>		<u>10093201</u>

As per our report of even date attached

**For CHATURVEDI & PARTNERS**

Chartered Accountants  
(F.R.NO. 307068E)

**CA. A. K. DUBEY**

Partner

(Membership No. 054975)

Place : Kolkata

Date : 27.05.2013

For and on behalf of the Board of Directors

**ANIL JHUNJHUNWALA**

Director

**S. P. MUKHERJEE**

Director

## J. J. FINANCE CORPORATION LTD.

### NOTES TO FINANCIAL STATEMENTS for the year ended 31<sup>st</sup> March, 2013

#### 1. CORPORATE INFORMATION

J J Finance Corporation Ltd is a company incorporated in India and regulated by Reserve Bank of India(RBI) as a Non-deposit Accepting or Holding Non Banking Financial Company (NBFC) engaged in the business of Finance and Generation of Electricity through Wind Power Mill.

#### 2. SIGNIFICANT ACCOUNTING POLICIES

##### 2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company. These financial statements comply in all material aspects with the Accounting Standards (Rules) notified under the companies (Accounting Standards) Rules, 2006(as amended), to the extent applicable, and the terms of "Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, "2007" issued by Reserve Bank of India.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule VI to the Companies Act, 1956.

Accounting policies not specifically referred to otherwise are consistent and in accordance with generally accepted accounting principles.

##### 2.2 USE OF ESTIMATES

The preparation of financial statements in conformity with the GAAP requires estimates and assumptions to be made that affect the reported amount of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about the assumptions and estimates could result in outcomes different from the estimates. Difference between actual results and estimates are recognized in the period in which the results are known or materialize.

##### 2.3 TANGIBLE FIXED ASSETS :

Fixed assets are stated at cost, net of accumulated depreciation. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

##### 2.4 DEPRECIATION ON TANGIBLE FIXED ASSETS :

Depreciation on fixed assets is calculated on a straight-line basis using the rates arrived at based on the useful lives estimated by the management, or those prescribed under the Schedule XIV to the Companies Act, 1956, whichever is higher. The company has used the following rates to provide depreciation on its fixed assets.

	Rates (SLM)
Plant and equipments	5%
Furniture and fixtures	12.5%
Vehicles	20%

##### 2.5 INVESTMENT :

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly



## J. J. FINANCE CORPORATION LTD.

acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investments, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

### 2.6 INVENTORIES :

Inventories are valued at lower of cost or net realizable value.

### 2.7 INCOME & EXPENDITURE RECOGNITION :

Income & Expenditure unless otherwise stated, are accounted for on accrual basis except income from Dividends which is accounted for as and when actually received.

The Company has followed the prudential norms for income recognition and provisioning against non performing assets and provision on Standard Assets as prescribed by the Reserve Bank of India for Non Banking Financial Companies.

### 2.8 RETIREMENT AND OTHER EMPLOYEE BENEFITS :

Retirement benefit to employees such as Employees' Provident Funds and Miscellaneous Provisions Act, 1952 and The Payment of Gratuity Act, 1972 are not applicable to the "company" as number of employee is below the Statutory limit as prescribed by the above Acts.

The company does not have the policy of extending leave encashment benefits to its employees.

### 2.9 TAXES ON INCOME :

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred tax is recognized on timing differences, being the difference between taxable income and accounting income that originate in the one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized only if there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset will be realized. Such assets are reviewed as at Balance Sheet date to reassess realizability there of. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

### 2.10 EARNINGS PER SHARE (EPS) :

Basic EPS is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purchase of calculating diluted EPS, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

### 2.11 PROVISIONS :

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

---

## **J. J. FINANCE CORPORATION LTD.**

### **2.12 CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

A contingent liability is a possible obligation that arises from past event whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are neither recognized nor disclosed in the financial statements.

### **2.13 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

## J. J. FINANCE CORPORATION LTD

### 3. Notes to Financial Statements for the year ended 31st March, 2013

	As at 31.03.2013	As at 31.03.2012
	₹	₹
<b>3.1 Share Capital</b>		
(i) <b>Authorised</b>		
60,00,000 (P.Y.60,00,000) Equity Shares of ₹ 10 each	60000000	60000000
(ii) <b>Issued, Subscribed &amp; Fully Paid-up</b>		
28,20,000 (p.y. 28,20,000) Equity Shares of ₹ 10 each	60000000	60000000
	28200000	28200000
	28200000	28200000

(iii) The reconciliation of the number and amount of equity shares outstanding

Equity Shares	As at 31.03.2013		As at 31.03.2012	
	No. Of Shares	₹	No. Of Shares	₹
Opening Balance	2820000	28200000	2820000	28200000
Add : Shares issued during the year	—	—	—	—
Closing Balance	2820000	28200000	2820000	28200000

(iv) **Terms / Right and restrictions attached to Equity Shares :**

The Company has only one class of equity shares having a par Value of ₹ 10/-per share. Each holder of equity shares is entitled to one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the ordinary shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(v) **Shareholders holding more than 5% shares in the company**

Name of Share Holders (Equity Shares of ₹ 10 each fully paid up)	As at 31.03.2013		As at 31.03.2012	
	No. Of Shares	% held	No. Of Shares	% held
Asharam Sarda	245000	8.69	245000	8.69
Abhinav Agarwal	155000	5.50	155000	5.50

## J. J. FINANCE CORPORATION LTD.

	As at <u>31.03.2013</u> ₹	As at <u>31.03.2012</u> ₹
<b>3.2 Reserves and Surplus</b>		
<b>(i) Special Reserve u/s 45-IC of RBI Act, 1934</b>		
Opening Balance	3480000	2980000
Add : Transferred from Surplus in the Statement of Profit & Loss	330000	500000
<b>Closing Balance</b>	<u>3810000</u>	<u>3480000</u>
<b>(ii) Surplus/(deficit) in the Statement of Profit &amp; Loss</b>		
Opening Balance	10116634	8363828
Add : Profit/ (Loss) for the year	1573728	2277507
Provision towards Standard Assets reversed on recovery of assets	24701	-
Surplus available for Appropriations	<u>11715063</u>	<u>10641335</u>
<b>LESS : APPROPRIATION</b>		
Transferred to Reserve u/s 45-IC of RBI Act. 1934	330000	500000
Provision towards Standard Assets	-	24701
<b>Closing Balance</b>	<u>11385063</u>	<u>10116634</u>
<b>TOTAL</b>	<u>15195063</u>	<u>13596634</u>
<b>3.3 DEFERRED TAX LIABILITES (NET)</b>		
Deferred Tax Liability on Depereciation and Amortisation	<u>892496</u>	<u>1208424</u>
	<u>892496</u>	<u>1208424</u>
<b>3.4 TRADE PAYABLES</b>		
Sundry creditor	33215	267719
Others	31645	31777
	<u>64860</u>	<u>299496</u>
<b>3.5 SHORT TERM PROVISION</b>		
Contingent Provision for Standard Assets (RBI Act)	-	24701
	-	24701

J. J. FINANCE CORPORATION LTD.

3.6 FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 01.04.12	ADDITION	DEDUCTIONS/ ADJUSTMENTS	AS AT 31.03.13	UPTO 01.04.12	FOR THE YEAR	DEDUCTIONS/ ADJUSTMENTS	UPTO 31.03.13	AS AT 31.03.13	AS AT 31.03.12
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>TANGIBLE ASSETS :</b>										
Land (Freehold)	145000	-	-	1,45,000	-	-	-	-	1,45,000	1,45,000
Plant and Machinery- Wind Mill	21560038	-	-	21,560,038	18,213,920	1,138,370	-	-	19,352,290	2,207,748
- Others	845020	-	-	845,020	636,365	39,391	-	675,756	169,264	208,655
Vehicles	358000	663224	358000	663,224	107,341	47,408	112745	42004	621,220	250,659
Furniture & Fixtures	550906	-	-	550,906	534,553	16352	-	550,905	1	16,353
<b>Total</b>	<b>23458964</b>	<b>663224</b>	<b>358000</b>	<b>23764188</b>	<b>19492179</b>	<b>1241521</b>	<b>112745</b>	<b>20620955</b>	<b>3143233</b>	<b>3966785</b>
<b>Previous Year</b>	23393964	65000	-	23458964	18255663	1236516	-	19492179	3966785	

## J. J. FINANCE CORPORATION LTD.

### 3.7 Non-Current Investment

(At Cost - Other than Trade -  
Long Term)

Face Value	31.03.2013		31.03.2012		
	Units	₹	Units	₹	
<b>i) Equity Instrument-Quoted Shares (Fully paid up)</b>					
Wopolin Plastics Ltd.	10	6000	300000	6000	300000
-(Formerly : Bajaj Plastics Ltd.)					
Ceeta Industries Ltd.	10	1000	19028	1000	19,028
Indian Hotels Ltd.	1	4800	546241	4800	546241
Ambuja Cements Ltd.	2	2000	47311	2000	47311
Thanjavur Textiles Ltd.	10	1000	185925	1000	185925
J.J. Automotive Ltd.	10	17900	177821	17900	177821
Pradeep Drugs Co. Ltd.	10	1050	14665	1050	14,665
Recron Synthetics Ltd.	2	500	13843	500	13843
(Formerly Raymond Synthetics Ltd.)					
Nageswar Investment Ltd.	10	30000	174100	30000	174100
Navcom Oil Products Ltd.	10	500	22330	500	22,330
			1501264		1501264
<b>ii) MUTUAL FUND</b>					
SBI Magnum Income Fund	10	206,328.191	5999900	-	-
L & T Short Term Income Fund - Growth	10	910369.117	9899900	910,369.117	9899900
LIC MF Saving Plus	10	-	-	335,915.403	5000000
			15899800		14899900
<b>iii) Equity Instrument-Un-Quoted Shares (Fully paid up)</b>					
J J Projects (P) Ltd.	10	143153*	620947	143153*	620947
Pinnacle Leasing & Finance (P) Ltd.	10	1400	14000	1400	14000
Kohinoor Stockbroking (P) Ltd.	10	10000	100000	10000	100000
Chitrakoot Properties Ltd.	10	4500	315000	-	-
KPJ Estates Pvt. Ltd.	10	10000	100000	10000	100000
			1149947		834947
<b>iv) Preference Share-Instrument-Un-Quoted (Fully paid up)</b>					
J J Automotive Ltd.	10	1000000	10000000		
(6% Non-Cumulative Redeemable Preference Share)					
<b>Total</b>			28551011		17236111
i) Aggregate Value of Quoted Investment (i+ii)			17401064		16401164
ii) Aggregate Value of Unquoted Investment (iii+iv)			1149947		834947
			18551011		17236111
c) Market Value of Quoted Investment			19313173		18079757

Includes 38000 15% Non cumulative Fully Convertible Preference Shares converted into equity and 92027 Bonus Shares received in Financial year 2011- 12.

## J. J. FINANCE CORPORATION LTD.

	<u>31.03.2013</u>	<u>31.03.2012</u>
	₹	₹
3.8 <b><u>LONG - TERM LOANS AND ADVANCES</u></b>		
<u>Others loans and advance :</u>		
Advance Tax		
Opening Balance	1297768	590160
Add. Paid during the	606921	707609
	1904689	1297769
Provision for Income Tax -		
Opening Balance	1250000	600000
Add. Provision for the year	510000	650000
	1760000	1250000
Advance Tax (Net)	144689	47769
3.9 <b><u>INVENTORIES</u></b>		
Stock - in - Trade	832298	801250
	832298	801250
3.10 <b><u>TRADE RECEIVABLES</u></b>		
(Unsecured, considered good)		
Others	1337200	1259412
	1337200	1259412
3.11 <b><u>CASH AND BANK BALANCE</u></b>		
<u>Cash and Cash Equivalents</u>		
Balance with Bank - In current account	10153620	10084071
Cash on hand	48481	9130
	10202101	10093201
3.12 <b><u>SHORT TERM LOANS AND ADVANCES</u></b>		
(Unsecured, considered good)		
Advances recoverable in cash or kind		
Others	108236	8236
	108236	9888782
3.13 <b><u>OTHER CURRENT ASSETS</u></b>		
Prepaid Expenses	33651	35946
	33651	35946
3.14 <b><u>REVENUE FROM OPERATIONS:</u></b>		
(i) <b>Operating Revenue</b>		
Interest Income	1769209	2145046
Profit on Sale of Long Term Investment	1094782	1681957
	2863991	3827003
(ii) <b>Other Operating Revenue</b>		
Dividend Income	52928	61034
Electricity Generation	1521619	1343442
	1574547	1404476
<b>Total</b>	4438538	5231479
3.15 <b><u>OTHER INCOME</u></b>		
Miscellaneous Receipts	-	10000
	-	10000
3.16 <b><u>CHANGES IN INVENTORIES OF STOCK-IN-TRADE</u></b>		
<u>Finished Goods</u>		
Opening Stock	801250	881273
Less : Closing Stock	832298	801250
	(31,048)	80023

## J. J. FINANCE CORPORATION LTD.

### 3.17 EMPLOYEE BENEFITS EXPENSE

Salaries and Wages	357010	91353
Staff Welfare Expenses	5850	11179
	362860	102532

### 3.18 OTHER EXPENSES :

Advertisement & Publicity	16762	17080
Bank Charges	3792	6183
Conveyance expenses	30350	5080
Insurance	83058	63263
Legal Charges	4000	3560
Listing Fees	34570	33641
Membership Fees	18539	13236
Payment to Auditor	17976	18437
Printing and stationery	8244	6635
Professional Fees	27013	33487
Repairs and Maintenance (Others)	21900	13910
Repairs to plant and machinery (Wind Power)	769364	957854
Stipend	-	9000
Telephone Charges	14870	12265
Miscellaneous Expenses	46967	30053
	1097405	1243684

### 3.19 Additional Notes

The company is Small and Medium - sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the companies Act, 1956. Accordingly, the company has complied with the Accounting Standards as applicable to a Small and Medium - sized Company.

Disclosures under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 could not be furnished as none of the suppliers of the company have provided the details of their registration under the said act.

### 3.20 Segment Reporting

The Company's Operations mainly consist of Finance & Generation of Electricity through Wind Power Mill.

Sl No.	Particulars	31.03.2013 (₹ in Lac)	31.03.2012 (₹ in Lac)
1	<b>Segment Revenue</b>		
	i) Finance Business	29.17	38.98
	ii) Electricity Generation	15.22	13.43
	<b>Net Sales/Income from Operations</b>	44.39	52.41
2	<b>Segment Results</b>		
	<b>Profit before Tax &amp; Interest from each segment</b>		
	i) Finance Business	22.36	34.30
	ii) Electricity Generation	(4.68)	(8.51)
	<b>Profit before Tax</b>	17.68	25.79
3	<b>Capital Employed (Segment Assets Less Segment Liabilities)</b>		
	i) Finance Business	419.99	395.81
	ii) Electricity Generation	23.53	37.00
	<b>Total</b>	443.52	432.81



## J. J. FINANCE CORPORATION LTD.

**3.21 Related Party Disclosures**

**A. Name of the related parties**

Key Management Personnel  
Associate Company

Anil Jhunjunwala  
JJ Automotive Ltd.

**B. Related Party Transactions during the year**

(i) With Key Management Personnel

Nil

(ii) With Associate Company

(₹ in Lac)

Loan Given	Principal	Interest	Total
Opening Balance	79.50	19.30	98.80
Addition/Accrued during the year	100.25	17.69	117.94
Refund/Repaid during the year	179.75	36.99	216.74
Closing Balance	0.00	0.00	0.00

**3.22 Basic and Diluted Earning Per Share :**

For the purpose of calculation of Basic and Diluted Earning Per Share the following amounts are considered:

Particulars	31.03.2013	31.03.2012
a) Net Profit after Tax (₹) available for Equity Shares of ₹ 10/- each	1573728	2277507
b) Number of Equity Shares of ₹ 10/-each	2820000	2820000
c) Basic and Diluted Earning Per Share (a/b) (in ₹)	0.56	0.81

3.23 Previous year's figures have been regrouped/rearranged/recasted wherever necessary.

3.24 Financial figures have been rounded off to nearest rupees.

3.25 Schedule to the Balance Sheet as on 31st March, 2013 of a Non-Banking Financial Company is Annexed (Annexure - A)

**Signature to Note**

As per our report of even date attached

**For CHATURVEDI & PARTNERS**

Chartered Accountants

(Firm Regn. NO. 307068E)

**For and on behalf of the Board of Directors**

**CA. A. K. DUBEY**

Partner

(Mem. No. 054975)

**ANIL JHUNJHUNWALA**

Director

**S. P. MUKHERJEE**

Director

Place : Kolkata

Date : 27.05.2013

# J. J. FINANCE CORPORATION LTD.

## J J FINANCE CORPORATION LIMITED

### ANNEXURE 'A' TO NOTE 3.25

Schedule to the Balance Sheet as on 31st March 2013 of a non-deposit taking non-Banking Financial Company  
(as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding)  
Companies Prudential Norms (Reserve Bank) Directions, 2007)

<u>Liabilities side :</u>	Amount out- standing	(Rs. in lakh) Amount overdue
(1) <b>Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid</b>		
a) Debentures : Secured	-	-
: Unsecured (others than falling within the meaning of public deposits*)	-	-
b) Deferred Credits	-	-
c) Term Loans	-	-
d) Inter-corporate loans and borrowing	-	-
e) Commercial Paper	-	-
f) Other Loans (specify nature)	-	-
*Please see Note 1 below		
<b>Total</b>	-	-
<u>Assets side :</u>	Amount outstanding	
(2) <b>Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :</b>		
a) Secured	Nil	
b) Unsecured	14.79	
<b>Total</b>	<b>14.79</b>	
(3) <b>Break up of Leased Assets and stock on hire and other assets counting towards AFC activities</b>		
i) Lease assets including lease rentals under sundry debtors :		
a) Financial lease	Nil	
b) Operating lease	Nil	
ii) Stock on hire including hire charges under sundry debtors :		
a) Assets on hire	Nil	
b) Repossessed Assets	Nil	
iii) Other loans counting towards AFC activities		
a) Loans where assets have been repossessed	Nil	
b) Loans other than (a) above	Nil	
<b>Total</b>	<b>Nil</b>	
(4) <b>Break-up of Investments :</b>		
<u>Current Investments :</u>		
1. <u>Quoted :</u>		
i) Share : a) Equity	8.32	
b) Preference	Nil	
ii) Debentures and Bonds	Nil	
iii) Unit of Mutual Funds	Nil	
iv) Government Securities	Nil	
v) Others (please specify)	Nil	

## J. J. FINANCE CORPORATION LT

2. <u>Unquoted</u> :		
i) Shares :		
a) Equity		Nil
b) Preference		Nil
ii) Debentures and Bonds		Nil
iii) Units of Mutual Funds		Nil
iv) Government Securities		Nil
v) Others (please specify)		Nil

### Long Term Investments:

1. <u>Quoted</u> :		
i) Shares:    a) Equity		
b) Preference		15.01
ii) Debentures and Bonds		Nil
iii) Units of Mutual Funds		Nil
iv) Government Securities		159.00
v) Others (please specify)		Nil
2. <u>Unquoted</u> :		
i) Shares:    a) Equity		
b) Preference		11.50
ii) Debentures and Bonds		100.00
iii) Units of Mutual Funds		Nil
iv) Government Securities		Nil
v) Others (please specify)		Nil
<b>Total</b>		<b>293.83</b>

(5) **Borrower group-wise classification of assets financed as in (2) and (3) above :**  
Please see Note 2 below

Category	Amount net of provisions		Total
	Secured	Unsecured	
1. Related Parties**			
a) Subsidiaries	Nil	Nil	Nil
b) Companies in the same group	Nil	Nil	Nil
c) Other related parties	Nil	Nil	Nil
2. Other than related parties			
	Nil	14.79	14.79
<b>Total</b>	<b>Nil</b>	<b>14.79</b>	<b>14.79</b>

(6) **Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :**  
Please see Note 3 below

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties**		
a) Subsidiaries	Nil	Nil
b) Companies in the same group	110.29	109.99
c) Other related parties	Nil	Nil
2. Other than related parties		
	205.17	183.84
<b>Total</b>	<b>315.46</b>	<b>293.83</b>

\*Market Value in most of the cases being not available has been considered at book value.

---

## J. J. FINANCE CORPORATION LTD.

(7) **Other information**

Particulars	Amount
i) Gross Non-Performing Assets	
a) Related parties	Nil
b) Other than related parties	Nil
ii) Net Non-Performing Assets	
a) Related parties	Nil
b) Other than related parties	Nil
iii) Assets acquired in satisfaction of debt	Nil

**Notes :**

1. As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.

2. Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

3. All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.

---

**For CHATURVEDI & PARTNERS**

Chartered Accountants  
(Firm Regn. NO. 307068E)

**For and on behalf of the Board of Directors**

**CA. A. K. DUBEY**  
Partner  
(Mem. No. 054975)

**ANIL JHUNJHUNWALA**  
Director

**S. P. MUKHERJEE**  
Director

Place : Kolkata  
Date : 27.05.2013

---

# J. J. FINANCE CORPORATION LTD.

3C Park Plaza, 71 Park Street, Kolkata 700 016

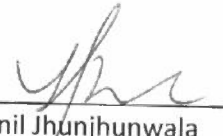
Tel : 2229-1083/84/6000  
Fax : 091 33 2229 1089  
E-mail : jjauto@vsnl.com



## FORM A



1. Name of the Company : J J FINANCE CORPORATION LTD.  
2. Annual financial statements for the year ended : 31<sup>st</sup> March, 2013  
3. Type of audit observation : Un-qualified  
4. Frequency of audit observation : Not applicable  
5. To be signed by:

(a) CEO/Director

  
Mr. Anil Jhunjunwala  
Director

(b) CFO

(c) Auditor of the Company

  
  
For CHATURVEDI & PARTNERS  
Chartered Accountants  
(F.R.NO. 307068E)  
CA A.K. Dubey  
Partner  
(Membership No. 054975)

(d) Audit Committee Chairman