

JAI INFRAPROJECTS LIMITED

DIRECTORS' REPORT

The Directors of your Company are pleased to present the Fourth Annual Report together with the audited accounts of the Company for the year ended 31st March, 2011.

FINANCIAL RESULTS:

(Figures in Rupees)

Particulars	Year Ended 31-03-2011	Year Ended 31-03-2010
Total Income	Nil	Nil
Expenditure before diminution in value of Investments	56,047	34,966
Diminution in the value of Investments written off	1,46,655	Nil
Total Expenditure	2,02,702	34,966
Loss for the year before Income-tax	2,02,702	34,966
Less: Provision for Tax	Nil	Nil
Loss for the year after Income-tax	2,02,702	34,966

OPERATIONS:

During the year under review your Company received amount of Rs. 64,000/- as interest- free unsecured loans from its holding Company, Jai Corp Limited. As your Company was not carrying on any business since incorporation and there is no immediate plan for such activity, your Directors decided to avail of the Easy Exit Scheme, 2011 of the Ministry of Corporate Affairs and accordingly has made an application to the Registrar of Companies, Maharashtra, Mumbai for striking off the name of your Company from the Register of Companies

DIVIDEND:

In view of the loss, the Board of Directors does not recommend dividend for the year ended 31st March, 2011.

DIRECTORS' RESPONSIBILITY STATEMENT:

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

- (i) that in the preparation of the accounts for the financial year ended 31st March, 2011, applicable accounting standards have been followed along with proper explanation relating to material departure ;
- (ii) that appropriate accounting policies have been selected and applied consistently and have made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2011 and of the loss of the Company for the year ended on that date;
- (iii) that proper and sufficient care has been taken 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;

(iv) that in view of your Company availing of the “Easy Exit Scheme, 2011” pursuant to General Circular no. 6/2010 issued by the Ministry of Corporate Affairs dated 03.12.2010 read with Section 560 of the Companies Act, 1956, the accounts for the financial year ended 31st March, 2011 are not prepared on a ‘going concern’ basis.

AUDITORS AND AUDITORS’ REPORT:

Messrs Chaturvedi & Shah, Chartered Accountants, Mumbai, hold office as statutory auditors of the Company until the conclusion of the ensuing Annual General Meeting. It is proposed to re-appoint them as Statutory Auditors of the Company from the conclusion of the ensuing Annual General Meeting until the conclusion of the next Annual General Meeting. Pursuant to the provisions of Section 224 (1B) of the Companies Act, 1956 your Company has received a certificate from Messrs Chaturvedi & Shah, Chartered Accountants confirming their eligibility for re-appointment.

DISCLOSURE OF PARTICULARS RELATING TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

NIL

SUBSIDIARY COMPANY:

The subsidiary companies of your Company, Urban Gas Limited, Urban Gas Distribution Limited, Urban Gas Suppliers Limited have availed of the Easy Exit Scheme, 2011 of the Ministry of Corporate Affairs and accordingly have applied to the Registrar of Companies, Maharashtra, Mumbai for striking off the names of those companies from the Register of Companies under Section 560 of the Companies Act, 1956.

PARTICULARS OF EMPLOYEES:

There are no employees whose remuneration requires disclosure in terms of the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

FIXED DEPOSIT:

The Company has not accepted any fixed deposit during the year under review.

ACKNOWLEDGEMENT:

Your Directors express their grateful appreciation for the assistance and co-operation received from the Banks, Government authorities and Shareholders during the period under review.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 19.05.2011

Director

AUDITORS' REPORT

To the Members of Jai Infraprojects Limited

1. We have audited the attached Balance Sheet of '**JAI INFRAPROJECTS LIMITED**' as at 31st March 2011, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in 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.
3. As required by the Companies (Auditor's Report) Order 2003 issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956, we give in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account, as required by law, have been kept by the Company, so far as appears from our examination of those books;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of account;

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- d) In our opinion the Balance Sheet, Profit and Loss Account and Cash Flow Statement referred to in this report Comply with the mandatory 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 31st March, 2011 and taken on records by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act 1956.
5. Attention is drawn to the note no.1 of the schedule "F" of the notes on accounts wherein all the assets and liabilities have been recognised at their fair value as company has applied to registrar of the companies for strike off the name of the company under "Easy Exit Scheme "read with section 560 of the companies Act,1956. Accordingly the financial statements have not been prepared on going concern basis.
6. Subject to our comments in paragraph 5 above, in our opinion and to the best of our information and according to the explanations given to us, the said accounts read with significant accounting policies and other notes thereon, 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 the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
 - (ii) In the case of Profit and Loss Account, of the loss of the Company for the year ended on that date; and
 - (iii) In the case of the Cash Flow Statement, of the Cash Flows of the Company for the year ended on that date.

For **CHATURVEDI & SHAH**
(Firm Reg. No.101720W)
Chartered Accountants

R. KORIA
Partner
Membership No. 35629
Place: Mumbai
Dated: 19th May,2011

ANNEXURE TO AUDITOR'S REPORT
Referred to in paragraph 3 of our report of even date

- i. In respect of its fixed assets:
The Company does not have any fixed assets, hence provisions of the clause 4 (i) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- ii. In respect of its inventories:
The Company does not have any Inventories, hence the provisions of the clause 4 (ii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- iii. In respect of loans, secured or unsecured, granted or taken by the company to / from companies, firm or other parties covered in the register maintained under section 301 of the Companies Act, 1956: -
 - (a) According to the information and explanations given to us, the Company has not given any loan during the year, hence provisions of clause 4 (iii) (a) to clause 4 (iii) (d) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
 - (b) The Company has taken unsecured loan from a Holding company. The maximum amount outstanding during the year was Rs.12,94,000 and year-end balance of such loans was Rs. 12,94,000 .
 - (c) In our opinion and according to the information and explanations given to us, the aforesaid loan is interest free loan and other terms and conditions of above loan are not, prima facie, prejudicial to the interest of the Company.
 - (d) In respect of the above loan there is no overdue amount as at 31st March 2011.

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- iv. In our opinion and according to the information and explanations given to us the Company has not purchased any inventory and fixed assets and sold any goods or services during the year, hence the provisions of clause 4 (iv) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.
- v. According to the information and explanations given to us, there are no contracts or arrangements referred to in section 301 of the Companies Act, 1956 that need to be entered in the register required to be maintained under that section.
- vi. The Company has not accepted any deposits from the public during the year and hence the provisions of clause 4 (vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- vii. As the Company is not listed on any stock exchange or the paid up capital and reserves as at the Commencement of the financial year did not exceed Rupees fifty lacs or average annual turnover for a period of three consecutive financial years immediately preceding the financial year did not exceed Rupees Five Crores, hence provisions of clause 4 (vii) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.
- viii. The Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 in respect of activities carried on by the Company, hence the provisions of the clause 4 (viii) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.
- ix. In respect of statutory and other dues:
 - a. According to the records of the Company , the Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Investor Education & Protection Fund, and Employees' State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs Duty, Excise Duty, Cess and any other material statutory dues as applicable 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 statutory dues were outstanding as at 31st March, 2011 for a period of more than six months from the date they became payable

b. Contd.....3

Further, since the Central Government has till date not prescribed the amount of cess payable under section 441A of the Companies Act, 1956, we are not in a position to comment upon the regularity or otherwise of the Company in depositing the same.

- b. According to the information and explanations given to us, there are no dues of sales tax, income tax, Custom duty, Wealth tax, Service tax and Excise Duty, Cess, as applicable, which have not been deposited on account of any dispute.
- x. The Company has been registered for a period of less than five years and hence the provisions of clause 4 (x) of the Companies (Auditor's Report) order 2003 are not applicable to the Company.
- xi. Based on our audit procedures and on the information and explanations given by the management, the Company has not taken any borrowings from financial institutions, banks or debenture holders, hence the provisions of the clause 4 (xi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xii. In our opinion and according to the explanations given to us and based on the information available, 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.
- xiii. In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society, hence provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv. The Company has maintained proper records of transactions and contracts in respect of the shares and timely entries have been made therein. The Investments are held by the Company in its own name.
- xv. As per the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi. To the best of our knowledge & belief and according to the information & explanations given to us, the Company has not taken any term loan.

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- xvii. During the year the Company has not raised any short term funds.
- xviii. During the year the Company has not made any preferential allotment of shares to the parties covered in the register maintained under section 301 of the Companies Act,1956.
- xix. The Company has not issued any Debentures during the year.
- xx. The Company has not raised any money by way of Public issue during the year.
- xxi. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For CHATURVEDI & SHAH
(Firm Reg No. - 101720W)
Chartered Accountants

R. KORIA
Partner
Membership No. 35629
Place: Mumbai
Dated:19th May,2011

Jai Infraprojects Limited
BALANCE SHEET AS AT 31st MARCH, 2011

Amount in (Rs.)

Particulars	Schedule	As at	
		31.03.2011	31.03.2010
<u>SOURCES OF FUNDS</u>			
Shareholders' Funds			
Share Capital	A	500,000	500,000
Loan Fund:			
Unsecured Loans	B	1,294,000	1,230,000
Total		1,794,000	1,730,000
<u>APPLICATION OF FUNDS</u>			
Investments	C	1,353,345	1,500,000
Current Assets, Loans and Advances	D		
Cash & Bank Balance		18,966	18,336
Loans & Advances		-	177
		18,966	18,513
Less: Current Liabilities & Provisions	E		
Current Liabilities		13,788	21,288
		13,788	21,288
Net Current Assets/(Liabilities)		5,178	(2,775)
Profit & Loss Account		435,477	232,775
Total		1,794,000	1,730,000
Significant Accounting Policies & Notes on Accounts	F		

As per our report of even date
For Chaturvedi & Shah
Chartered Accountants

For and on behalf of the Board of Directors

R Koria
Partner
Place : Mumbai
Date: 19th May 2011

Gaurav Jain
Director

A. Datta
Director

Jai Infraprojects Limited
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st March, 2011

Amount in (Rs.)

Particulars	Schedule	Year Ended 31.03.2011	Year Ended 31.03.2010
A) INCOME			
		-	-
B) EXPENDITURE			
Filling Fees		3,673	3,000
Professional Charges		25,000	-
Diminution in the value of Long term Investment written off		146,655	-
Payment to Auditors		24,818	25,024
Miscellaneous Expenses		2,500	6,942
Bank Charges		56	-
		202,702	34,966
Loss before Tax		(202,702)	(34,966)
Less: Provision for Income Tax		-	-
Loss after Tax		(202,702)	(34,966)
Balance as per last Balance Sheet		(232,775)	(197,809)
Balance Carried to Balance Sheet		(435,477)	(232,775)
Basic & Diluted earning per Equity Share of Rs.10 each (Refer Note No. 4 of Schedule "F")		(4.05)	(0.70)
Significant Accounting Policies & Notes on Accounts	F		

As per our report of even date

For Chaturvedi & Shah

Chartered Accountants

For and on behalf of the board of Directors

R Koria

Partner

Place : Mumbai

Date: 19th May 2011

Gaurav Jain

Director

A. Datta

Director

Jai Infraprojects Limited
SCHEDULE FORMING PART OF THE BALANCE SHEET

Amount in (Rs.)

	As at 31.03.2011	As at 31.03.2010
SCHEDULE "A"		
SHARE CAPITAL		
AUTHORISED		
1,00,000 (Previous year 1,00,000) Equity shares of Rs 10 each	1,000,000	1,000,000
9,00,000 (Previous year 9,00,000) Redeemable Preference Shares of Rs.10 each	9,000,000	9,000,000
	10,000,000	10,000,000
ISSUED,SUBSCRIBED AND PAIDUP		
50,000 (Previous year 50,000) Equity Shares of Rs 10 each fully paid up (Above shares are held by Jai Corp Limited, the holding company including 6 shares held jointly with nominees.)	500,000	500,000
	500,000	500,000
SCHEDULE "B"		
UNSECURED LOANS		
Long Term Loan from Holding Company	1,294,000	1,230,000
	1,294,000	1,230,000
SCHEDULE "C"		
INVESTMENTS		
LONG TERM INVESTMENTS		
Trade Investments		
In Equity Shares of Subsidiary Companies- Unquoted -Fully Paid Up		
50,000 (Previous year 50,000) Urban Gas Distribution Ltd.of Rs. 10 each	450,765	500,000
50,000 (Previous year 50,000) Urban Gas Ltd. Of Rs. 10 each	451,097	500,000
50,000 (Previous year 50,000) Urban Gas Supplier Ltd. Of Rs. 10 each	451,483	500,000
	1,353,345	1,500,000
Notes:		
1) Aggregate value of investments:-		
	As at 31.03.2011	As at 31.03.2010
	Book Value Market Value	Book Value Market Value
Unquoted Investments	1,353,345 -	1,500,000 -
SCHEDULE "D"		
CURRENT ASSETS, LOANS & ADVANCES		
CURRENT ASSETS		
CASH AND BANK BALANCE		
Balance with Scheduled Banks		
In Current Accounts	18,966	18,336
LOANS & ADVANCES		
Income Tax (Net)	-	177
	18,966	18,513
SCHEDULE "E"		
CURRENT LIABILITIES AND PROVISIONS		
CURRENT LIABILITIES		
Other Liabilities	13,788	21,288
	13,788	21,288

Jai Infraprojects Limited

Cash Flow Statement for the year ended 31st March, 2011

	Amount in (Rs.)	
	2010-11	2009-2010
A. Cash Flow from Operating Activities		
Net Loss before tax as per P & L Account	(202,702)	(34,966)
Operating Loss before Working Capital Changes	(202,702)	(34,966)
Adjusted for		
Diminution in the value of Long term Investment written off	146,655	-
Operating Profit /(Loss) before Working Capital Changes	(56,047)	(34,966)
Adjusted for		
Trade Payables	(7,500)	6,500
Cash generated from Operations	(63,547)	(28,466)
Direct Taxes Refund	177	-
Net Cash from / (used in) Operating Activities	(63,370)	(28,466)
B. Cash Flow from Investing Activities		
Net Cash from / (used in) Investing Activities	-	-
C. Cash Flow from Financing Activities		
Proceeds of Long term Loans	64,000	30,000
Net Cash from / (used in) Financing Activities	64,000	30,000
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	630	1,534
Opening Balance of Cash and Cash Equivalents	18,336	16,802
Closing Balance of Cash and Cash Equivalents	18,966	18,336

Notes :

- 1 The above Cash Flow Statements has been prepared under the "Indirect Method" as set out in Accounting Standard-3 "Cash Flow Statement" as notified in the Companies (Accounting Standards) Rules, 2006.
- 2 Bracket indicates cash outflow.
- 3 The Previous year's figures have been regrouped, rearranged, restated and reclassified, wherever

As per our report of even date

For CHATURVEDI & SHAH

Chartered Accountants

For and on behalf of the Board of Directors**R. KORIA****Partner**

Place : Mumbai

Date: 19th May 2011

Gaurav Jain**Director****A. Datta****Director**

Jai Infraprojects Limited

SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT

SCHEDULE "F"

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

A SIGNIFICANT ACCOUNTING POLICIES

1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared at fair value of all assets and liabilities and in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956

2 USE OF ESTIMATES

The presentation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognised in the period in which the results are known/materialised.

3 INVESTMENTS

Current Investments are carried at lower of cost and market value/NAV, computed individually. Long term investments are stated at cost. Provision for diminution in the value of long term investments is made only if such decline is other than temporary in the opinion of the management.

4 PRELIMINARY AND SHARE ISSUE EXPENSES

Preliminary and share issue expenses are charged to the Profit & Loss account in the year in which they are incurred.

5 PROVISION FOR CURRENT AND DEFERRED TAX

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961. Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the assets will be realized in future.

6 PROVISION ,CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes on Accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

7 EQUITY INDEX / STOCK FUTURES

Profit or loss on sale of stock future on final settlement or squaring –up of contracts is calculated as the difference between the settlement / squaring-up price and the contract price. Accordingly, debit or credit balance pertaining to the settled/squared-up contract in "Mark to Market Margin- Equity Index/Stock Futures Account" after adjustment of provision for anticipated losses is recognized in the Profit & Loss Account.

B NOTES ON ACCOUNTS

1 The Company applied to the Registrar of the Companies Maharashtra, Mumbai for striking off the name of the Company under " Easy Exit Scheme,2011" pursuant to General Circular no.6/2010 issued by the Ministry of Corporate Affairs (MCA) dated 03.12.2010 read with Section 560 of the Companies Act,1956. Accordingly all assets and liabilities of the Company have been recognised at their fair value in the books of the accounts as at 31.03.2011 and the financial statements are not prepared on going concern basis.

2 In the opinion of the Management, the Current Assets, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business.

3 Auditor's Remuneration

	Amount in (Rs.)	
	2010-11	2009-10
Audit Fees	13,788	13,788
Certification Charges	11,030	11,236
	24,818	25,024

4 Basic & Diluted Earnings per Share

	2010-11	2009-10
(a) Net Loss available for equity Share Holder (Amount used as numerator)	(202,702)	(34,966)
(b) Weighted Average Number of equity shares used as denominator for calculating EPS	50,000	50,000
(c) Basic and diluted Earning Per Share (Rs.)	(4.05)	(0.70)

5 The deferred tax Assets comprises of the following:

	As on 31.03.2011	Amount in (Rs.) As on 31.03.2010
(i) Deferred Tax Liability Related to fixed assets	-	-
(ii) Deferred Tax Assets Disallowance under the Income Tax Act, 1961	1,545	3,090
	1,545	3,090
Deferred tax Assets (net)	1,545	3,090

Note: As at 31st March 2011 the Company has net Deferred Tax Assets of Rs.1,545 However in absence of virtual certainty that sufficient future taxable income will be available against which such Deferred Assets can be realised the same has not been recognised in the books of accounts in line with Accounting Standard 22 dealing with "Accounting For Taxes on Income"

6 As per Accounting Standard 18,"Related Party Disclosures " the disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

(i) List of related parties and relationship.

(i)	Holding Company:-	Jai Corp Limited
(ii)	Subsidiary Companies:-	Urban Gas Ltd Urban Gas Distribution Ltd Urban Gas Suppliers Ltd

(ii) Transactions during the year with related parties : (Amount in Rs.) (Amount in Rs.)

Name of the Party	Nature of Transaction	2010-11	2009-10
1 Jai Corp Limited	(a) Unsecured loan		
	-- Received During the year	64,000	30,000
	-- Refund During the year	-	-
	-- Closing Balance	1,294,000	1,230,000

7 Segment Reporting

There is no separate reportable segment hence information as defined in the Accounting Standard 17 "Segment Reporting" is not given.

8 There is no other information which is required to be disclosed in accordance with Para 3 & 4 of Part II of Schedule VI of the Companies Act,1956.

9 The Previous year's figures have been regrouped, rearranged, restated and reclassified, wherever necessary.

As per our report of even date

For CHATURVEDI & SHAH
Chartered Accountants

For and on behalf of the Board of Directors

R.KORIA
Partner
Place : Mumbai
Date: 19th May 2011

Gaurav Jain
Director

A. Datta
Director

Statement pursuant to Part IV of Schedule VI to the Companies Act , 1956 .

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

Registration No .

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 State Code

1	1
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Balance Sheet Date

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CAPITAL RAISED DURING THE YEAR (Amount in Rs Thousands) :

Public Issue

N	I	L
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 Right Issue

N	I	L
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Bonus Issue

N	I	L
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 Private Placement

N	I	L
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POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs. Thousands)

Total Liabilities

1	8	0	8
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 Total Assets

1	8	0	8
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Sources of Funds

Paid-up Capital

5	0	0
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 Reserves and Surplus

N	I	L
---	---	---

Secured Loans

N	I	L
---	---	---

 Unsecured Loans

1	2	9	4
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Application of Funds

Net Fixed Assets

N	I	L
---	---	---

 Investments

1	3	5	3
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Net Current Assets

0	0	5
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 Misc . Expenditure

N	I	L
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Accumulated Losses

4	3	6
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PERFORMANCE OF COMPANY (Amount in Rs. Thousand)

Turnover (Net) & Other Income

N	I	L
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 Total Expenditure

2	0	3
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Profit before Tax

(2	0	3)
---	---	---	---	---

 Profit after Tax

(2	0	3)
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Earning Per Share in Rs.
(Basic & Diluted)

(4	.	0	5)
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 Dividend rate %

NIL

GENERIC NAMES OF THREE PRINCIPAL PRODUCTS / SERVICES OF THE COMPANY (as per monetary terms) :

Not Applicable

JAI INFRAPROJECTS LIMITED
FINANCIAL INFORMATION OF SUBSIDIARY COMPANIES

Information pursuant to General Circular No. 2/ 2011 dated 8th February, 2011 issued by the Government of India, Ministry of Corporate Affairs.

(Rs. In Lacs)

S.No.	Name of Subsidiary	Reporting Currency	Capital	Reserves	Total Assets	Total Liabilities	Investments			Turnover	Profit before Taxation	Provision for Taxation	Profit after Taxation	Proposed Dividend
							Total	Sub. Invst	Invst. In Others					
1	Urban Gas Distribution Limited	INR	5.00	(0.51)	4.63	0.14	4.55	-	4.35	-	0.02	-	0.02	-
2	Urban Gas Limited	INR	5.00	(0.50)	4.64	0.14	4.55	-	4.35	-	0.02	-	0.02	-
3	Urban Gas Suppliers Limited	INR	5.00	(0.50)	4.64	0.14	4.55	-	4.35	-	0.02	-	0.02	-

Consolidated Auditor's Report

The Board of Directors

Jai Infraprojects Limited

- 1) We have audited the attached Consolidated Balance Sheet of Jai Infraprojects Limited (the Company) and its subsidiaries (Collectively referred to as "the Group") as at 31st March, 2011, and also the Consolidated Profit and Loss account and the Consolidated Cash Flow Statement for the year ended on that date, annexed thereto. These consolidated financial statements are the responsibility of the Company's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2) We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3) We did not audit the financial statements of three subsidiaries, whose financial statements reflect total assets of Rs. 13,49,071 as at 31st March, 2011, total revenue of Rs.58,857 and net cash outflows aggregating Rs. 75,350 for the year then ended. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us, and our opinion is based solely on the report of other auditors.
- 4) Attention is drawn to the note no.1 of the schedule "G" of the notes on accounts wherein all the assets and liabilities have been recognized at their fair value as company has applied to registrar of the companies for strike off the name of the company under "Easy Exit Scheme" read with section 560 of the companies Act, 1956. Accordingly the financial statements have not been prepared on going concern basis.
- 5) We report that the Consolidated Financial Statements have been prepared by the Company's management in accordance with the requirements of Accounting Standard 21, 'Consolidated Financial Statements' notified pursuant to the Companies (Accounting Standards) Rules, 2006.

- 6) Based on our audit on separate financial statements and on the other financial information of the components, and to the best of our information and according to the explanations given to us, except for the matter as stated in paragraph 4 above, we are of the opinion that the attached consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:
- i. in the case of the consolidated balance sheet, of the state of affairs of the Group as at 31st March, 2011;
 - ii. in the case of the consolidated profit and loss account, of the loss of the Group for the year ended on that date; and
 - iii. in the case of the consolidated cash flow statement, of the cash flows of the Group for the year ended on that date.

For CHATURVEDI & SHAH

Chartered Accountants

(Firm Registration no.: 101720W)

R. Koria

Partner

Membership No.: 35629

Place: Mumbai

Date: 24th May, 2011

JAI INFRAPROJECTS LIMITED

Consolidated Balance Sheet as at 31st March, 2011

(Amount in Rs.)

		AS AT 31.03.2011	AS AT 31.03.2010
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	A	500,000	500,000
Loan Funds			
Unsecured Loans	B	1,294,000	1,230,000
Total		1,794,000	1,730,000
APPLICATION OF FUNDS			
Investments (other than Associates)	C	1,363,765	1,304,908
Current Assets, Loans and Advances	D		
Cash & Bank Balances		45,636	120,356
Loans & Advances		-	177
		<u>45,636</u>	<u>120,533</u>
Less: Current Liabilities and Provisions	E		
Current Liabilities		55,152	85,152
		<u>55,152</u>	<u>85,152</u>
Net Current Assets/(Current Liabilities)		(9,516)	35,381
Profit and Loss Account		439,751	389,711
Total		1,794,000	1,730,000
Significant Accounting Policies	F		
Notes on Accounts	G		

The Schedules referred to above form an integral part of the Consolidated Balance Sheet.

As per our report of even date

For CHATURVEDI & SHAH

Chartered Accountants

For and on behalf of the Board of Directors

R. Koria

Partner

Place: Mumbai**Date :- 19th May, 2011****Gaurav Jain**

Director

A. Datta

Director

JAI INFRAPROJECTS LIMITED

Consolidated Profit & Loss Account for the year ended 31st March, 2011

(Amount in Rs.)

	SCHEDULE	YEAR ENDED 31.03.2011	YEAR ENDED 31.03.2010
INCOME			
Dividend Income		<u>58,857</u>	<u>37,141</u>
		<u>58,857</u>	<u>37,141</u>
EXPENDITURES			
Filling Fees		7,273	9,300
Professional Charges		25,000	-
Professional Tax		10,000	26,000
Payment to Auditors		66,182	66,388
Other Expenses		-	492
Bank Charges		442	175
		<u>108,897</u>	<u>102,355</u>
Loss for the year before tax		<u>(50,040)</u>	<u>(65,214)</u>
Less : Provision for Taxation :		-	-
Loss for the year after tax		<u>(50,040)</u>	<u>(65,214)</u>
Balance brought forward from previous year		(389,711)	(324,497)
BALANCE CARRIED TO BALANCE SHEET		<u>(439,751)</u>	<u>(389,711)</u>
Basic & Diluted earning per equity share of Rs. 10 each. (Refer Note No. 4 of Schedule 'G')		(1.00)	(1.30)

Significant Accounting Policies

Notes on Accounts

F

G

The Schedules referred to above form an integral part of the Consolidated Profit and Loss Account.

As per our report of even date

For CHATURVEDI & SHAH

Chartered Accountants

For and on behalf of the Board of Directors

R. Koria

Partner

Place: Mumbai

Date :- 19th May, 2011**Gaurav Jain**

Director

A. Datta

Director

JAI INFRAPROJECTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET
SCHEDULE "A"
SHARE CAPITAL

	AS AT 31.03.2011	(Amount in Rs.) AS AT 31.03.2010
AUTHORISED		
1,00,000 Equity shares of Rs 10 each (1,00,000)	1,000,000	1,000,000
9,00,000 Redeemable Preference Shares of Rs.10 each (9,00,000)	9,000,000	9,000,000
	<u>10,000,000</u>	<u>10,000,000</u>
ISSUED AND SUBSCRIBED		
50,000 Equity shares of Rs 10 each fully paid up (50,000)	500,000	500,000
	<u>500,000</u>	<u>500,000</u>

Note:-

Above Shares are held by the Jai Corp Limited, the holding Company including 6 equity shares held jointly with nominnees

SCHEDULE "B"
UNSECURED LOANS

Long Term Loan from Holding Company	<u>1,294,000</u>	<u>1,230,000</u>
	<u>1,294,000</u>	<u>1,230,000</u>

SCHEDULE "C"
INVESTMENTS (other than Associates)

CURRENT INVESTMENTS
NON-TRADE INVESMENTS (UNQUOTED)
IN UNITS FULLY PAID UP

11507.214 units of ICICI Prudential Liquid Plan of Rs.100/-each (Previous Year 11010.588 units)	1,363,765	1,304,908
	<u>1,363,765</u>	<u>1,304,908</u>

Notes:

1) Aggregate value of investments:-

	As at 31.03.2011		As at 31.03.2010	
	Book Value	Market Value	Book Value	Market Value
Unquoted Investments	1,363,765	-	1,304,908	-

JAI INFRAPROJECTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLDATED BALANCE SHEET
SCHEDULE "D"
CURRENT ASSETS, LOANS AND ADVANCES

	AS AT 31.03.2011	(Amount in Rs.) AS AT 31.03.2010
CURRENT ASSETS		
CASH AND BANK BALANCES		
Balances with Schedule Banks :		
In Current Accounts	45,636	120,356
LOANS AND ADVANCES		
Income Tax (Net)	-	177

<u>45,636</u>	<u>120,533</u>
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SCHEDULE "E"

CURRENT LIABILITIES AND PROVISIONS

(Amount in Rs.)

	AS AT	AS AT
	31.03.2011	31.03.2010
CURRENT LIABILITIES		
Other Liabilities	<u>55,152</u>	<u>85,152</u>
	<u>55,152</u>	<u>85,152</u>

Jai Infraprojects Limited

Cash Flow Statement for the year ended 31st March, 2011

	Amount in (Rs.)	
	2010-11	2009-2010
A. Cash Flow from Operating Activities		
Net Loss before tax as per P & L Account	(202,702)	(34,966)
Operating Loss before Working Capital Changes	(202,702)	(34,966)
Adjusted for		
Diminution in the value of Long term Investment written off	146,655	-
Operating Profit /(Loss) before Working Capital Changes	(56,047)	(34,966)
Adjusted for		
Trade Payables	(7,500)	6,500
Cash generated from Operations	(63,547)	(28,466)
Direct Taxes Refund	177	-
Net Cash from / (used in) Operating Activities	(63,370)	(28,466)
B. Cash Flow from Investing Activities		
Net Cash from / (used in) Investing Activities	-	-
C. Cash Flow from Financing Activities		
Proceeds of Long term Loans	64,000	30,000
Net Cash from / (used in) Financing Activities	64,000	30,000
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	630	1,534
Opening Balance of Cash and Cash Equivalents	18,336	16,802
Closing Balance of Cash and Cash Equivalents	18,966	18,336

Notes :

- 1 The above Cash Flow Statements has been prepared under the "Indirect Method" as set out in Accounting Standard-3 "Cash Flow Statement" as notified in the Companies (Accounting Standards) Rules, 2006.
- 2 Bracket indicates cash outflow.
- 3 The Previous year's figures have been regrouped, rearranged, restated and reclassified, wherever

As per our report of even date

For CHATURVEDI & SHAH

Chartered Accountants

For and on behalf of the Board of Directors**R. KORIA****Partner**

Place : Mumbai

Date: 19th May 2011

Gaurav Jain**Director****A. Datta****Director**

JAI INFRAPROJECTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED ACCOUNTS
SCHEDULE "F"

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

1 Principles of Consolidation

The Consolidated Financial Statements relate to Jai Infraprojects Limited {the Company} and its Subsidiary Companies. The Consolidated Financial Statements have been prepared on the following basis:

- (i) The financial statements of the Company and its Subsidiary Companies have been combined on a line-by-line basis by adding together the book value of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses in accordance with Accounting Standard-21(AS-21) "Consolidated Financial Statements".
- (ii) The difference between the cost of Investments in the subsidiaries, over the net assets at the time of acquisition of shares in subsidiaries, or on the date of the financial statement immediately preceding the date of acquisition in Subsidiaries, is recognised in the financial statements as Goodwill or Capital Reserve, as the case may be.

The difference between the proceeds from disposal of investment in a subsidiary and the carrying amount of its assets less liabilities as of the date of disposal is recognised in the consolidated statement of Profit and Loss Account as the profit or loss on disposal of investment in subsidiary.
- (iii) Minority Interest's in share of net profit/loss of Consolidated Financial Statements for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the company.
- (iv) Minority Interest's in 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.
- (v) The Consolidated Financial Statements have been prepared using Uniform Accounting Policies for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the company's separate financial statements.

2 Investment other than in Subsidiaries have been accounted as per AS-13 on "Accounting For Investments".

3 Other Significant Accounting Policies

These are set out under "Significant Accounting Policies" as given in the Standalone Financial Statements of Jai Realty Ventures Limited and its subsidiaries.

JAI INFRAPROJECTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED ACCOUNTS -
SCHEDULE "G"

NOTES ON ACCOUNTS

1 Subsequent to 31st March, 2011, Company and its wholly owned subsidiaries namely Urban Gas Ltd, Urban Gas Distribution Ltd and Urban Gas Suppliers Ltd have applied to the Registrar of the Companies for striking off the name of the respective Companies pursuant to General Circular no.6/2010 issued by the Ministry of Corporate Affairs (MCA) dated 03.12.2010 under "Easy Exit Scheme,2011" read with section 560 of the Companies Act,1956. Accordingly all assets and liabilities of the above mentioned Companies have been recognised at their respective fair value in their books of the accounts as at 31st March,2011 and the financials statements are not prepared on going concern basis.

2 The audited financial statements of the following subsidiary companies and associate companies as on 31st March, 2011 have been considered in the preparation of Consolidated Financial Statements :-

Name of the Company	Nature of Interest	Country of Incorporation	Proportion of ownership Interest
Urban Gas Distribution Limited	Subsidiary	India	100%
Urban Gas Limited	Subsidiary	India	100%
Urban Gas Suppliers Limited	Subsidiary	India	100%

3 The deferred tax assets as at 31st March 2011 comprises of the following:

	As on 31.03.2011	(Amount in Rs.) As on 31.03.2010
(i) Deferred Tax Liability		
Related to fixed assets	-	-
	-	-
(ii) Deferred Tax Assets		
Disallowance under the Income Tax Act, 1961	5,691	11,383
Total	<u>5,691</u>	<u>11,383</u>
Deferred Tax Assets (net)	<u>(5,691)</u>	<u>(11,383)</u>

Note:

Deferred Tax Assets of Rs. 5691/- (Previous Year Rs. 11383/-) has not been recognised since the Company & Its subsidiary Companies have applied to Registrar of the Companies for striking off the name of the respective Companies, as mentioned in note no.1 above.

4 Basic and Diluted Earnings per Share

	2010-2011	(Amount in Rs 2009-2010
(a) Net Loss available for equity Share Holder (Amount used as numerator)	(50,040)	(65,214)
(b) Weighted Average Number of equity shares used as denominator for calculating EPS	50,000	50,000
(c) Basic and diluted Earning Per Share (Rs.)	(1.00)	(1.30)
Nominal Value per share (Re.)	10.00	10.00

5 As per Accounting Standard 18, "Related party Disclosures" disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

(I) List of related parties and relationship

(i) Holding Company Jai Corp Limited

(II) Transactions during the year with Holding Company

Amount in Rs.

(a) Unsecured Loan		
(i) Opening Balance	1,230,000	1,200,000
(ii) Received during the year	64,000	30,000
(iii) Closing Balance	1,294,000	1,230,000

6 Auditor's Remuneration

	2010-2011	2009-2010
Audit Fees	55,152	55,152
Certification Fees	11,030	11,236
	<u>66,182</u>	<u>66,388</u>

7 Segment Reporting

There is no separate reportable segment hence information as defined in the Accounting Standard 17 "Segment Reporting" is not given.

8 There is no other information which is required to be disclosed in accordance with Para 3 & 4 of Part II of Schedule VI of the Companies Act,1956.

9 The Previous year's figures have been regrouped, rearranged, restated and reclassified, wherever necessary.

As per our report of even date

For CHATURVEDI & SHAH
Chartered Accountants

For and on behalf of the Board of Directors

R.KORIA
Partner
Place : Mumbai
Date :- 19th May, 2011

Gaurav Jain
Director
A. Datta
Director