

# *Jai Realty Ventures Limited*

**Registered Office:** 11-B, Mittal Tower, Free Press Journal Marg, Nariman Point, Mumbai- 21  
Tel: 61155300; Fax No.: 22875197; e-mail: jrvlcs@jaicorpindia.com

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## **DIRECTORS' REPORT**

Your Directors are pleased to present the fifth Annual Report and the Audited Accounts for the year ended 31<sup>st</sup> March, 2012.

### **FINANCIAL RESULTS:**

	(Rs. In Lakhs)	
	Year ended <b>31-03-2012</b>	<u>31-03-2011</u>
Total Income	0.16	5.95
Total Expenditure including Depreciation but excluding provision for diminution in value of investments/ doubtful loans	3.48	31.10
Provision for diminution in value of investments/doubtful loans	-	181.06
Loss before Tax	<b>3.32</b>	<b>206.22</b>
Less: Provision for Tax	<b>0.31</b>	-
Loss after Tax	<b>3.64</b>	<b>206.22</b>

### **OPERATIONS:**

During the year under review, your Company has invested Rs. 4.49 Lakhs by way of Optionally Convertible Non Cumulative Redeemable Preference Shares (OCPS) in its Wholly Owned subsidiary situated at Mauritius, and Rs. 8.18 Crores by way of loans and advances, in its wholly owned subsidiary companies.

During the year under review, your Company has received Rs. 4.11 Crores as unsecured interest free loans from its holding Company, Jai Corp Limited to meet its financial obligations. With this, the total amount of loans is Rs. 375 Crores.

### **DIVIDEND:**

In view of the loss for the year, your Directors do not recommend any dividend.

### **DIRECTORS:**

Shri S. H. Junnarkar and Shri S. N. Chaturvedi retire by rotation and being eligible have offered themselves for re-appointment.

The Directors who are being re appointed have intimated to your Company that they are eligible for being re appointed.

### **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 31<sup>st</sup> 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 31<sup>st</sup> March, 2012 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 accounts for the financial year ended 31<sup>st</sup> March, 2012 have been 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.

The Notes to the Accounts referred to in the Auditors' Report on consolidated financial statements are self explanatory.

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

Nil

#### **SUBSIDIARY COMPANIES:**

Government of India, Ministry to Corporate Affairs, vide its General Circular No. 2/11 vide Letter no. 5/12/2007-CL-III dated 08.02.2011, had granted a general exemption from non-attachment of the Balance Sheet, Profit and Loss Account, Director's Report and other documents as referred to in clauses (a) to (d) of sub section (1) of Section 212 of the Companies Act, 1956, subject to fulfillment of the certain conditions, all of which are complied by your Company.

Hence, the requirements to attach various documents in respect of 20 subsidiary companies, as contained in sub section (1) of section 212 of the Companies Act, 1956 shall not apply to the Company for the financial year ended on 31<sup>st</sup> March, 2012 viz. the individual Balance Sheet, Profit and Loss Account, Reports of the Board of Directors and Auditors of its subsidiaries whose financial statements duly audited by respective

auditors, have been consolidated for the year ended 31<sup>st</sup> March, 2012 need not be attached with the Balance Sheet of the Company. The annual accounts of the subsidiary companies and the related information will be available to investors of the Company and its subsidiary companies and will be made available, upon request by any member of the Company and/or its subsidiary companies, seeking such information at any point of time.

The annual accounts of the subsidiary companies will also be kept for inspection by any investor in its registered office and that of the respective subsidiary companies concerned.

These documents will be put on Jai Corp Limited (the holding company)'s website [www.jaicorpindia.com](http://www.jaicorpindia.com) The financial data of the subsidiaries has been furnished under 'Financial Information of Subsidiary Companies' forming part of the Annual Report. The consolidated financial statements duly audited by the statutory auditors and prepared in compliance with the Accounting Standards issued by the Institute of Chartered Accountants of India, form the part of the Annual Report of the Company.

Four of the wholly owned subsidiary companies viz. Awas Realtors Limited, Dev Realty and Developers Limited; Rejoice Land Developers Limited, Samrat Realty and Developers Limited have availed the Easy Exit Scheme, 2011 introduced by the Government of India, Ministry of Corporate Affairs and their name has been struck off from the Register of Companies.

The full impact of forming subsidiaries/ step down subsidiaries is expected to be felt in subsequent years.

#### **FIXED DEPOSIT:**

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

#### **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.

#### **ACKNOWLEDGEMENT:**

Your Directors express their grateful appreciation for the assistance and co-operation received from the banks, institutions, government authorities and shareholders during the year under review.

For and on behalf of the Board of Directors

Date: 24/05/2012  
Place: Mumbai

**Virendra Jain**  
**Director**

## AUDITORS' REPORT

**To the Members,  
Jai Realty Ventures Limited**

1. We have audited the attached Balance Sheet of '**JAI REALTY VENTURES LIMITED**' ("**the Company**") as at 31<sup>st</sup> March, 2012, the Statement of Profit and Loss 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. Without qualify our report, we draw attention to the Note 22 of the financial statements, regarding preparation of Financial Statements on going concern basis, since the holding company has confirmed its willingness to provide the necessary support even though the accumulated loss of the company is more than its share capital & reserves and surplus.
4. 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.
5. Further to our comments in para 3 above and the Annexure referred to in paragraph 4 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;

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- 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, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d) In our opinion the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement 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 31<sup>st</sup> March, 2012 and taken on records by the Board of Directors, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2012 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act 1956.
- f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together 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 31<sup>st</sup> March, 2012;
  - (ii) In the case of Statement of Profit and Loss, 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 for the year ended on that date.

**For CHATURVEDI & SHAH**  
Chartered Accountants  
(Firm Registration Number: 101720W)

**R. KORIA**  
**Partner**  
Membership No. 35629

Place : Mumbai  
Dated : 24<sup>th</sup> May, 2012

## ANNEXURE TO AUDITOR'S REPORT

### Referred to in paragraph 4 of our report of even date

- i. In respect of its fixed assets:  
The Company does not have any fixed assets, hence the 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 granted interest free unsecured loans to 3 wholly owned subsidiary Companies. In respect of said loans the maximum amount outstanding at any time during the year was Rs. 294,982,130/- and year end balance was Rs.274,362,724/-.
  - (b) In our opinion and according to the information and explanations given to us, the aforesaid loans are interest free and other terms and conditions of such loans are not, prima facie, prejudicial to the interest of the Company.
  - (c) The aforesaid outstanding interest free loan was not yet due for repayment hence the question of overdue amount does not arise. .
  - (d) The company has taken unsecured loan from its holding Company. In respect of such loan the maximum amount outstanding at any time during the year was Rs.3,790,143,225 and year-end balance was Rs. 3,790,143,225.
  - (e) According to information and explanations given to us, the aforesaid loan is interest free and other terms and conditions are not, prima facie, prejudicial to the interest of the Company.
  - (f) The above interest free loan has not been due for repayment and hence the question of overdue amount does not arise.
- 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 period, hence the provisions of clause 4 (iv) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.

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- 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 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 Crore, hence the 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. According to the information & explanations given to us, in respect of statutory and other dues:
  - a. 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 31<sup>st</sup> March, 2012 for a period of more than six months from the date they became payable.
  - 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.

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- 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 the 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 for investment in the Equity Shares and other investments and timely entries have been made therein. All the investments have been 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.
- xvii. On a review of utilization of funds based on an overall examination of the balance sheet of the company as at 31<sup>st</sup> March 2012, we report that prima facie, funds raised on short term basis have not been utilized for long term investment.

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- 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**  
Chartered Accountants  
(Firm Registration Number: 101720W)

**R. KORIA**  
**Partner**  
Membership No. 35629

Place : Mumbai  
Dated : 24<sup>th</sup> May, 2012

**JAI REALTY VENTURES LIMITED**  
**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2012**

**(Amount in Rs.)**

Particulars	Note	As At 31st March, 2012		As At 31st March, 2011
<b>I EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' funds</b>				
(a) Share Capital	2	550,000		550,000
(b) Reserves and Surplus	3	<u>(19,802,835)</u>	<u>(19,252,835)</u>	<u>(19,438,556)</u>
<b>2 Non-current Liabilities</b>				
Long-term Borrowings	4		<b>3,750,000,000</b>	3,708,874,225
<b>3 Current Liabilities</b>				
(a) Short-term borrowings	5	40,143,225		-
(b) Other Current Liabilities	6	56,180		115,408
(c) Short-term Provisions	7	<u>31,539</u>	<u>40,230,944</u>	<u>-</u>
<b>TOTAL</b>			<u><b>3,770,978,109</b></u>	<u><b>3,690,101,077</b></u>
<b>II ASSETS</b>				
<b>1 Non-current Assets</b>				
(a) Non-current Investments	8	1,130,448,730		1,131,389,563
(b) Long-term Loans and Advances	9	<u>2,387,162,746</u>	<u>3,517,611,476</u>	<u>2,305,350,734</u>
<b>2 Current Assets</b>				
(a) Current Investments	10	164,771,000		164,771,000
(b) Cash and Bank Balances	11	30,281		24,353
(c) Short-term Loans and Advances	12	<u>88,565,352</u>	<u>253,366,633</u>	<u>88,565,427</u>
<b>TOTAL</b>			<u><b>3,770,978,109</b></u>	<u><b>3,690,101,077</b></u>
<b>Significant Accounting Policies</b>	1			
<b>Notes to the Financial Statements</b>	1 to 24			

As per our report of even date

**For Chaturvedi & Shah**

Chartered Accountants

For and on behalf of the Board of Directors

**R.Koria**  
Partner

**Virendra Jain**  
Director

**Gaurav Jain**  
Director

**Place :** Mumbai

**Date :** 24<sup>th</sup> May, 2012

**JAI REALTY VENTURES LIMITED**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2012**

**(Amount in Rs.)**

Particulars	Note	Year Ended 31st March, 2012	Year Ended 31st March, 2011
<b>I Income</b>			
Other Income	13	<u>15,641</u>	594,765
<b>II Total Revenue</b>		<u>15,641</u>	<u>594,765</u>
<b>III Expenses:</b>			
Employee Benefit Expenses	14	161,301	625,140
Other Expenses	15	<u>187,005</u>	20,591,885
<b>Total Expenses</b>		<u>348,306</u>	<u>21,217,025</u>
<b>IV Loss Before Tax (II- III)</b>		<b>(332,665)</b>	(20,622,260)
<b>V Tax Expense</b>			
Income Tax for Earlier Year		31,614	-
<b>VI Loss for the year (IV - V)</b>		<u><b>(364,279)</b></u>	<u>(20,622,260)</u>
<b>VII Earnings per Equity Share of Rs.10 each (Basic and Diluted) (in Rs.)</b>	16	<b>(7.29)</b>	(412.45)
<b>Significant Accounting Policies</b>	1		
<b>Notes to the Financial Statements</b>	1 to 24		

As per our report of even date

**For Chaturvedi & Shah**

Chartered Accountants

For and on behalf of the Board of Directors

**R.Koria**

Partner

**Virendra Jain**

Director

**Gaurav Jain**

Director

**Place :** Mumbai

**Date :** 24<sup>th</sup> May, 2012

**JAI REALTY VENTURES LIMITED**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2012**

**(Amount in Rs.)**

Particulars	Year Ended 31st March, 2012	Year Ended 31st March, 2011
<b>A. Cash Flow from Operating Activities</b>		
Net Loss before tax as per Statement of Profit and Loss	(332,665)	(20,622,260)
<b>Adjusted for</b>		
Investments written off	874	590,542
Provision for Diminution in value of Long Term investments	-	981,050
Provision for Doubtful Advances	-	17,125,500
Interest Income	-	(100)
Sundry Balance Written back (Net)	(15,641)	(594,665)
<b>Operating Loss before Working Capital Changes</b>	<b>(347,432)</b>	<b>(2,519,933)</b>
<b>Adjusted for</b>		
Trade and other Payables	(59,228)	1,595
<b>Cash used in Operation</b>	<b>(406,660)</b>	<b>(2,518,338)</b>
Direct Taxes (Paid) / Refund	-	700
<b>Net Cash used in Operating Activities</b>	<b>(406,660)</b>	<b>(2,517,638)</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Investments in Subsidiary Companies	(449,525)	(4,857,385)
Amount Received from Subsidiaries (Refer note 3 below)	1,408,473	-
Movements in Loans	(81,815,360)	(104,417,310)
<b>Net Cash used in Investing Activities</b>	<b>(80,856,412)</b>	<b>(109,274,695)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from Long Term Loan	41,125,775	114,820,250
Movements in Short Term Loan (net)	40,143,225	(3,040,000)
<b>Net Cash From Financing Activities</b>	<b>81,269,000</b>	<b>111,780,250</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>5,928</b>	<b>(12,083)</b>
<b>Opening Balance of Cash and Cash Equivalents</b>	<b>24,353</b>	<b>36,436</b>
<b>Closing Balance of Cash and Cash Equivalents</b>	<b>30,281</b>	<b>24,353</b>

Notes :

- 1 Figures in bracket represents cash outflow.
- 2 The above Cash Flow Statement 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.
- 3 Due to strike off the name of the Companies from the Register of the Companies.
- 4 The Previous year's figures have been re-grouped, re-arranged, re-stated and re-classified, 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

**Virendra Jain**  
Director

**Gaurav Jain**  
Director

Place : Mumbai

Date : 24<sup>th</sup> May, 2012

## **JAI REALTY VENTURES LIMITED**

### **Notes to the Financial statements for the year ended 31st March, 2012**

#### **Note 1 Significant Accounting Policies**

##### **1 Basis of Preparation of Financial Statements**

The financial statements have been prepared as a going concern under historical cost convention, in accordance with the notified Accounting Standards by Companies (Accounting Standards) Rules, 2006 (as amended) and the provisions of the Companies Act, 1956 as adopted consistently by the Company.

##### **2 Use Of Estimates**

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities 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 off to the Statement of Profit & Loss 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 financial statements. Contingent assets are neither recognized nor disclosed in the financial statements.

##### **7 Employee's Benefits**

- i) Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.
- ii) Post employment benefits in the form of gratuity, which is defined benefit obligation, is recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation techniques based on Projected unit credit method. Actuarial gains and losses in respect of post employment benefits are charged to the Statement of Profit and Loss .
- iii) Compensated absences are accounted similar to the short term employee benefits.

**JAI REALTY VENTURES LIMITED**
**Notes to the Financial statements for the year ended 31st March, 2012**
**Note 2 - Share Capital**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Authorised</b>		
<b>9,50,000</b> Equity Shares of Rs. 10 each (950,000)	<b>9,500,000</b>	9,500,000
<b>50,000</b> 1% Optionally Convertible Non-Cumulative, Redeemable (50,000) Preference Shares of Rs. 10 each	<b>500,000</b>	500,000
<b>Total</b>	<b>10,000,000</b>	10,000,000
<b>Issued, Subscribed and Paid Up</b>		
<b>50,000</b> Equity Shares of Rs. 10 each fully paid up (50,000)	<b>500,000</b>	500,000
<b>5,000</b> 1% Optionally Convertible Non-Cumulative, Redeemable (5,000) Preference Shares of Rs. 10 each fully paid up	<b>50,000</b>	50,000
<b>Total</b>	<b>550,000</b>	550,000

**2.1 (i) Reconciliation of number of Equity Shares outstanding.**

Particulars	As at 31st March, 2012	As at 31st March, 2011
Number of Shares outstanding at the beginning of the year	<b>50,000</b>	50,000
Number of Shares outstanding at the end of the year	<b>50,000</b>	50,000

**(ii) Reconciliation of number of Preference Shares outstanding.**

Particulars	As at 31st March, 2012	As at 31st March, 2011
Number of Shares outstanding at the beginning of the year	<b>5,000</b>	5,000
Number of Shares outstanding at the end of the year	<b>5,000</b>	5,000

**2.2 (i) The Terms / Rights attached to the Equity Shares**

The Holder of equity shares of Rs. 10 each is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by shareholders.

**(ii) The Terms of conversion / redemption of Preference Shares**

1% Optionally Convertible Non Cumulative Redeemable Preference Shares (OCPS) are redeemable at any time from the date of allotment i.e. 31st March, 2010 at the option of the Company or at the end of 20 years from the date of allotment at a premium of Rs.990 each and OCPS holders have the option to convert each OCPS at any time prior to the redemption into One Equity Share of Rs. 10 each fully paid up. The preference shares have a preferential right to dividend of 1% per annum, carry a preferential right for repayment of capital in priority to the equity shares, on liquidation of the Company or repayment of capital. However, the preference shares carry no further or other right to participate either in the profits or assets of the Company.

**2.3** Redemption Premium on preference shares as mentioned above will be paid out of the Securities Premium Reserve and hence no provision has been considered necessary.

**2.4 Equity and Preference Shares held by holding Company**

Name of the Company	As at 31st March, 2012	As at 31st March, 2011
<b>Jai Corp Limited, Holding Company</b>		
Equity Shares (in Nos.) ( Including Equity Shares held jointly with nominees)	<b>50,000</b>	50,000
1% Optionally Convertible Non-Cumulative, Redeemable Preference Shares (in Nos.)	<b>5,000</b>	5,000

**2.5 Details of Equity and Preference Shares in the Company held by each shareholder holding more than 5% shares:**

Name of Shareholder	As at 31 March, 2012		As at 31 March, 2011	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
<b>Jai Corp Limited</b>				
Equity Shares ( Including Equity Shares held jointly with nominees)	<b>50,000</b>	<b>100</b>	50,000	100
1% Optionally Convertible Non-Cumulative, Redeemable Preference Shares	<b>5,000</b>	<b>100</b>	5,000	100

Figures in bracket represents previous year figure

**Note 3 - Reserves and Surplus**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Securities Premium Reserve</b>		
Balance at the beginning and at the end of the year	4,950,000	4,950,000
<b>(Deficit)/Surplus</b>		
Balance at the beginning of the year	(24,388,556)	(3,766,296)
Add: Loss for the year	(364,279)	(20,622,260)
Balance at the end of the year	(24,752,835)	(24,388,556)
<b>Total</b>	<u>(19,802,835)</u>	<u>(19,438,556)</u>

**Note 4 - Long-term Borrowings**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Unsecured Loans</b>		
Loan from Related Party (Refer Note 20)	3,750,000,000	3,708,874,225
<b>Total</b>	<u>3,750,000,000</u>	<u>3,708,874,225</u>

- 4.1 The above interest free loan from Jai Corp Limited, holding company, is repayable on 30th June, 2014 with an option to the company to repay earlier if sufficient funds are available with the company.

**Note 5 - Short-term borrowings**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Unsecured Loans</b>		
Loan from Related Party (Refer Note 20)	40,143,225	-
<b>Total</b>	<u>40,143,225</u>	<u>-</u>

**Note 6 - Other Current Liabilities**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Other Payables</b>		
Salary, Wages and Other Employee Benefits	-	58,407
Statutory Dues	5,619	7,365
Other Expenses Payables	50,561	49,636
<b>Total</b>	<u>56,180</u>	<u>115,408</u>

**Note 7 - Short-term Provisions**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
Income tax ( Net)	31,539	-
<b>Total</b>	<u>31,539</u>	<u>-</u>

**Note 8 - Non - Current Investments**

Particulars	As at	As at	Face value (Rs. Unless otherwise stated)	As at	As at
	31st March, 2012 Quantity (Nos.)	31st March, 2011 Quantity (Nos.)		31st March, 2012 (Amount in Rs.)	31st March, 2011 (Amount in Rs.)
<b>Long Term Investments</b>					
<b>(A) Trade Investments</b>					
<b>(a) In Equity Shares</b>					
<b>Unquoted Fully Paid up</b>					
<b>Subsidiary Companies</b>					
Ashoka Realty and Developers Limited	50,000	50,000	10	500,000	500,000
Awas Realtors Limited (Refer Note 8.1)	-	50,000	10	-	458,890
Belle Terre Realty Limited	9,933	9,933	USD 1	424,114	424,114
Dev Realty and Developers Limited (Refer Note 8.1)	-	50,000	10	-	653
Ekdant Realty and Developers Limited	50,000	50,000	10	500,000	500,000
Hari Darshan Realty Limited	50,000	50,000	10	500,000	500,000
Hill Rock Construction Limited	50,000	50,000	10	500,000	500,000
Hind Agri Properties Limited	50,000	50,000	10	500,000	500,000
Iconic Realtors Limited	50,000	50,000	10	500,000	500,000
Jailaxmi Realty and Developers Limited	50,000	50,000	10	500,000	500,000
Krupa Land Limited	50,000	50,000	10	500,000	500,000
Krupa Realtors Limited	50,000	50,000	10	500,000	500,000
Multifaced Impex Limited	50,000	50,000	10	84,188,841	84,188,841
Novelty Realty and Developers Limited	50,000	50,000	10	500,000	500,000
Rainbow Infraprojects Limited	50,000	50,000	10	500,000	500,000
Rejoice Land Developers Limited (Refer Note 8.1)	-	50,000	10	-	443,940
Rudradev Developers Limited	50,000	50,000	10	500,000	500,000
Samrat Realty and Developers Limited (Refer Note 8.1)	-	50,000	10	-	486,875
Swar Land Developers Limited	50,000	50,000	10	500,000	500,000
Swastik Land Developers Limited	50,000	50,000	10	481,050	481,050
Vasant Bahar Realty Limited	50,000	50,000	10	500,000	500,000
Welldone Real Estate Limited	50,000	50,000	10	500,000	500,000
Yug Developers Limited	50,000	50,000	10	500,000	500,000
				<b>93,094,005</b>	<b>94,484,363</b>
Less:-Provision for diminution in the value of investments (Refer Note 8.2)				<b>981,050</b>	<b>981,050</b>
<b>Total Equity Investments (a)</b>				<b>92,112,955</b>	<b>93,503,313</b>
<b>(b) In Preference Shares</b>					
<b>Unquoted Fully Paid up</b>					
<b>Subsidiary Companies</b>					
<b>1% Optionally Convertible Non Cumulative Redeemable</b>					
<b>Preference Shares of :</b>					
Belle Terre Realty Limited	22,574,300	22,564,300	USD 1	1,002,122,725	1,001,673,200
Hari Darshan Realty Limited	10,200	10,200	10	10,200,000	10,200,000
Hill Rock Construction Limited	9,550	9,550	10	9,550,000	9,550,000
Multifaced Impex Limited	450	450	10	450,000	450,000
Vasant Bahar Realty Limited	3,300	3,300	10	3,300,000	3,300,000
Welldone Real Estate Limited	7,350	7,350	10	7,350,000	7,350,000
Yug Developers Limited	5,000	5,000	10	5,000,000	5,000,000
<b>Total Preference Shares (b)</b>				<b>1,037,972,725</b>	<b>1,037,523,200</b>
<b>Total Trade Investments (i=a + b)</b>				<b>1,130,085,680</b>	<b>1,131,026,513</b>
<b>(B) Other than Trade Investments</b>					
<b>(a) In Equity Shares</b>					
<b>Unquoted Fully Paid up</b>					
Prestige Garden Estates Private Limited	8,007	8,007	10	80,070	80,070
Sun Infrastructures Private Limited	28,298	28,298	10	282,980	282,980
<b>Total Equity Shares (a)</b>				<b>363,050</b>	<b>363,050</b>
<b>Total other than Trade Investments (ii=a)</b>				<b>363,050</b>	<b>363,050</b>
<b>Total Non- Current Investments (i+ii)</b>				<b>1,130,448,730</b>	<b>1,131,389,563</b>

8.1 During the year, name of the Companies have been struck off from the Registrar of the 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.

8.2 Refer Policy No. 1(3) for the basis of the valuation of Non Current Investments

8.3 Details of the Provision for Diminution in Value of Non Current Investments is as under :-

Name of the Company	As at	As at
	31st March, 2012 (Amount in Rs.)	31st March, 2011 (Amount in Rs.)
Ashoka Realty and Developers Limited	500,000	500,000
Swastik Land Developers Limited	481,050	481,050
<b>Total</b>	<b>981,050</b>	<b>981,050</b>

8.4 Aggregate Amount of unquoted Investments Rs. 1,130,448,730/- ( Previous Year Rs.1,131,389,563/-)



**JAI REALTY VENTURES LIMITED**

Notes to the Financial statements for the year ended 31st March, 2012

**Note 9 - Long - Term Loans and Advances**

<b>Particulars</b>	<b>(Amount in Rs.)</b>	
	<b>As at 31st March, 2012</b>	<b>As at 31st March, 2011</b>
<b>Loans to Related Parties</b>		
Unsecured (Refer to Note 20)		
Considered Good	<b>2,387,162,746</b>	2,305,350,734
Considered Doubtful	<b>17,125,500</b>	17,125,500
Less :- Provision for Doubtful Loans and Advances	<b>17,125,500</b>	17,125,500
<b>Total</b>	<b><u>2,387,162,746</u></b>	<b><u>2,305,350,734</u></b>

## Note 10 - Current Investments

Particulars	As at	As at	Face value (in Rs.)	As at	As at
	31st March, 2012 Quantity (Nos.)	31st March, 2011 Quantity (Nos.)		31st March, 2012 (Amount in Rs.)	31st March, 2011 (Amount in Rs.)
<b>In Debentures</b>					
<b>Unquoted Fully Paid up</b>					
Series (A) - 0% Redeemable Optionally Fully Convertible					
Debentures of Sun Infrastructures Private Limited	151,000	151,000	1,000	151,000,000	151,000,000
<b>Unquoted Partly Paid up</b>					
Series (B) - 0% Redeemable Optionally Fully Convertible					
Debentures of Sun Infrastructures Private Limited (Partly paid up Rs.586/-each)	23,500	23,500	1,000	13,771,000	13,771,000
<b>Total Debentures</b>				<b>164,771,000</b>	<b>164,771,000</b>
<b>Total Current Investments</b>				<b>164,771,000.00</b>	<b>164,771,000.00</b>

10.1 Refer Policy No. 1(3) for the basis of the valuation of Current Investments

10.2 Aggregate Amount of unquoted Investments **Rs. 164,771,000/-** ( Previous Year Rs.164,771,000/-)

**JAI REALTY VENTURES LIMITED**

Notes to the Financial statements for the year ended 31st March, 2012

**Note 11 - Cash and Bank Balances**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Cash and Cash Equivalents</b>		
Balances with Banks in Current Accounts	30,281	24,353
<b>Total</b>	<u>30,281</u>	<u>24,353</u>

**Note 12 - Short - Term Loans and Advances**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>(Unsecured, Considered Good)</b>		
Share Application Money	88,565,352	88,565,352
Income Tax (Net)	-	75
<b>Total</b>	<u>88,565,352</u>	<u>88,565,427</u>

**Note 13 - Other Income**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
Interest Income	-	100
Sundry Credit Balance Written Back (Net)	15,641	594,665
<b>Total</b>	<u>15,641</u>	<u>594,765</u>

**Note 14 - Employee Benefit Expenses**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
Salary & Allowances	161,301	625,140
<b>Total</b>	<u>161,301</u>	<u>625,140</u>

**Note 15 - Other Expenses**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
<b>Administrative and General Expenses</b>		
Rates and Taxes	5,160	7,476
Travelling and Conveyance Expenses	1,908	3,380
Legal, Professional and Consutancy Fee	9,876	1,650,822
Directors Sitting Fees	70,000	75,000
Provision for Doubtful Loans	-	17,125,500
Provision for diminution in the value of Long Term Investments	-	981,050
Investments Written Off	874	590,542
Bank Charges	2,933	5,450
Miscellaneous Expenses	1,870	3,493
<b>Payment to Auditors</b>		
Audit Fees	56,180	55,151
Certification Charges	33,090	85,483
Reimbursement of Expenses	5,114	8,538
<b>Total</b>	<u>187,005</u>	<u>20,591,885</u>

**Note 16 - Earnings Per Equity share**

Particulars	Year Ended 31st March, 2012	Year Ended 31st March, 2011
Loss for the Year (in Rs.)	(364,279)	(20,622,260)
Weighted Average Number of Equity Shares Outstanding During the Year for Basic EPS and Diluted EPS (in Nos.)	50,000	50,000
Basic and Diluted Earning per share of Rs. 10 each (in Rs.)	(7.29)	(412.45)
Face Value per Equity Share (in Rs.)	10.00	10.00

The effects of 1% Optionally Convertible Non-Cumulative Redeemable Preference Shares on the earning per share are anti dilutive and hence, the same is ignored for the purpose of calculation of dilutive earning per share.

**Note 17 - Deferred Tax Assets (Net)**

The Deferred Tax Assets comprises of the following:

Particular	As at 31st March, 2012	As at 31st March, 2011
<b>Deferred Tax Assets</b>		
Disallowance under the Income Tax Act, 1961	-	1545
<b>Deferred Tax Liabilities</b>		
Related to Fixed Assets	-	-
<b>Total</b>	<u>-</u>	<u>1,545</u>

As at 31st March, 2012, the Company has Net Deferred Tax Assets of Rs. Nil (Previous Year Rs. 1545). However, in absence of virtual certainty that sufficient future taxable income will be available against such deferred tax assets can be realised, the same had not been recognised in the books of accounts in line with Accounting Standard 22 dealing with "Accounting for Taxes on Income".

**Note 18 - Contingent Liabilities and Commitments**

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>Contingent Liabilities</b>		
<b>Disputed Liabilities in Appeal (No Cash outflow is expected in the near future)</b>		
Income Tax	-	31,539
<b>Commitments</b>		
Uncalled liabilities on Debentures partly paid up	9,729,000	9,729,000
<b>Total</b>	<u>9,729,000</u>	<u>9,760,539</u>

**Note 19 - Segment Reporting**

In the opinion of the Management, the Company's activity predominately revolved around investment in and development of real estate projects through its subsidiaries companies and hence considering the nature of the business & operation, there is only one reportable segment ( business and/or geographical) in accordance with the requirements of Accounting Standard (AS) 17 " Segment Reporting" notified by the Companies (Accounting Standards) Rule, 2006.

**Note 20 - Related Party Disclosure****Information on Related Parties Disclosures as per Accounting Standard (AS-18) - "Related Party Disclosures" are given****List of Related Parties :**

Jai Corp Limited	Holding Company
Ashoka Realty and Developers Limited	Subsidiary Company
Awas Realtors Limited (Till 14th July, 2011)	Subsidiary Company
Belle Terre Realty Limited	Subsidiary Company
Dev Realty and Developers Limited (Till 20th June, 2011)	Subsidiary Company
Ekdant Realty & Developers Limited	Subsidiary Company
Hari Darshan Realty Limited	Subsidiary Company
Hill Rock Construction Limited	Subsidiary Company
Hind Agri Properties Limited	Subsidiary Company
Iconic Realtors Limited	Subsidiary Company
Jailaxmi Realty and Developers Limited	Subsidiary Company
Krupa Land Limited	Subsidiary Company
Krupa Realtors Limited	Subsidiary Company
Multifaced Impex Limited	Subsidiary Company
Novelty Realty & Developers Limited	Subsidiary Company
Oasis Holding FZC	Subsidiary Company
Rainbow Infraprojects Limited	Subsidiary Company
Rejoice Land Developers Limited (Till 6th August, 2011)	Subsidiary Company
Rudradev Developers Limited	Subsidiary Company
Samart Realty and Developers Limited (Till 15th July, 2011)	Subsidiary Company
Searock Developers FZC	Associate Company
Swar Land Developers Limited	Subsidiary Company
Swastik Land Developers Limited	Subsidiary Company
Vasant Bahar Realty Limited	Subsidiary Company
Welldone Real Estate Limited	Subsidiary Company
Yug Developers Limited	Subsidiary Company
Shri Virendra Jain	Key Management Personnel
Shri Gaurav Jain	Key Management Personnel

**JAI REALTY VENTURES LIMITED**
**Notes to the Financial statements for the year ended 31st March, 2012**
**20.1 Transactions during the year with related parties :**

Name of Company	Nature of Transaction	2011-12	Amount in Rs. 2010-11
<b>Jai Corp Limited</b>			
(a)	<b>Unsecured Loan</b>		
	(i) Opening Balance	<b>3,708,874,225</b>	3,597,714,517
	(ii) Received during the year	<b>140,756,000</b>	114,820,250
	(iii) Refund/Adjustment during the year	<b>59,487,000</b>	3,660,542
	(iv) <b>Closing Balance</b>		
	--Current	<b>40,143,225</b>	-
	--Non Current	<b>3,750,000,000</b>	3,708,874,225
<b>Awaz Realtors Limited</b>			
(a)	<b>Investment</b>		
	(i) Opening Balance	<b>458,890</b>	500,000
	(ii) Amount Received	<b>458,779</b>	-
	(iii) Amount Written off	<b>111</b>	41,110
	(iv) Closing Balance	-	458,890
<b>Ashoka Realty and Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	<b>8,296,000</b>	8,274,000
	(ii) Given during the year	<b>285,612</b>	22,000
	(iii) Closing Balance	<b>8,581,612</b>	8,296,000
	(iv) Provision for Doubtful Loans and Advances	<b>8,296,000</b>	8,296,000
(b)	<b>Investment</b>		
	(i) Opening Balance	<b>500,000</b>	500,000
	(ii) Closing Balance	<b>500,000</b>	500,000
	(iii) Provision for Diminution in the value of Long Term Investment	<b>500,000</b>	500,000
<b>Belle Terre Realty Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	-	1,110
	(ii) Given during the year	<b>449,525</b>	4,856,275
	(iii) Returned/ Adjusted During the year	<b>449,525</b>	4,857,385
(b)	<b>Investment</b>		
	(i) Opening Balance	<b>1,002,097,314</b>	997,239,929
	(ii) Purchase during the year	<b>449,525</b>	4,857,385
	(iii) Closing Balance	<b>1,002,546,839</b>	1,002,097,314
<b>Dev Realty and Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Given during the year	<b>17,788</b>	30,000
	(ii) Returned/ Adjusted During the year	<b>14,441</b>	30,000
	(iii) Amount written off	<b>3,347</b>	-
(b)	<b>Investment</b>		
	(i) Opening Balance	<b>653</b>	500,000
	(ii) Amount written off	<b>653</b>	499,347
	(iii) Closing Balance	-	653
<b>Ekdant Realty and Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	<b>163,276,000</b>	162,461,000
	(ii) Given during the year	<b>651,112</b>	815,000
	(iii) Closing Balance	<b>163,927,112</b>	163,276,000
(b)	<b>Investment</b>		
	(i) Opening Balance	<b>500,000</b>	500,000
	(ii) Closing Balance	<b>500,000</b>	500,000
<b>Hari Darshan Realty Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	<b>73,942,000</b>	73,678,000
	(ii) Given during the year	<b>29,612</b>	264,000
	(iii) Closing Balance	<b>73,971,612</b>	73,942,000
(b)	<b>Investment</b>		
	(i) Opening Balance	<b>10,700,000</b>	10,700,000
	(ii) Closing Balance	<b>10,700,000</b>	10,700,000

Name of Company	Nature of Transaction	2011-12	Amount in Rs. 2010-11
<b>JAI REALTY VENTURES LIMITED</b>			
Notes to the Financial statements for the year ended 31st March, 2012			
<b>Hill Rock Construction Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	33,073,494	32,614,994
	(ii) Given during the year	583,112	458,500
	(iii) Returned/ Adjusted During the year	210,000	-
	(iv) Closing Balance	33,446,606	33,073,494
(b)	<b>Investment</b>		
	(i) Opening Balance	10,050,000	10,050,000
	(ii) Closing Balance	10,050,000	10,050,000
<b>Hind Agri Properties Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	93,528,500	91,572,500
	(ii) Given during the year	61,520	2,096,000
	(iii) Returned/ Adjusted During the year	-	140,000
	(iv) Closing Balance	93,590,020	93,528,500
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Iconic Realtors Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	1,064,989,423	1,005,537,173
	(ii) Given during the year	20,364,112	59,452,250
	(iii) Closing Balance	1,085,353,535	1,064,989,423
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Jailaxmi Realty and Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	175,794,000	172,769,000
	(ii) Given during the year	2,425,612	4,025,000
	(iii) Returned/ Adjusted During the year	-	1,000,000
	(iv) Closing Balance	178,219,612	175,794,000
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Krupa Land Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	170,999,000	136,533,000
	(ii) Given during the year	25,681,112	34,466,000
	(iii) Closing Balance	196,680,112	170,999,000
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Krupa Realtors Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	73,728,000	71,911,000
	(ii) Given during the year	1,252,112	1,817,000
	(iii) Closing Balance	74,980,112	73,728,000
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Multifaced Impex Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	9,508,898	9,406,474
	(ii) Given during the year	135,697	102,424
	(iii) Closing Balance	9,644,595	9,508,898
(b)	<b>Investment</b>		
	(i) Opening Balance	84,638,841	84,638,841
	(ii) Closing Balance	84,638,841	84,638,841

Name of Company	Nature of Transaction	2011-12	Amount in Rs. 2010-11
<b>JAI REALTY VENTURES LIMITED</b>			
Notes to the Financial statements for the year ended 31st March, 2012			
<b>Novelty Realty and Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	96,119,500	96,103,500
	(ii) Given during the year	23,612	16,000
	(iii) Closing Balance	96,143,112	96,119,500
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Rainbow Infraprojects Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	122,923,000	122,906,000
	(ii) Given during the year	23,612	17,000
	(iii) Closing Balance	122,946,612	122,923,000
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Rejoice Land Developers Limited</b>			
(a)	<b>Investment</b>		
	(i) Opening Balance	443,940	480,900
	(ii) Amount Written Back	18,989	-
	(iii) Amount Received	462,929	36,960
	(iv) Closing Balance	-	443,940
<b>Rudradev Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	102,473,500	99,549,000
	(ii) Given during the year	2,185,612	2,924,500
	(iii) Closing Balance	104,659,112	102,473,500
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Samrat Realty and Developers Limited</b>			
(a)	<b>Investment</b>		
	(i) Opening Balance	486,875	500,000
	(ii) Amount received	486,765	
	(ii) Amount written off	110	13,125
	(iii) Closing Balance	-	486,875
<b>Swar Land Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	42,306,000	41,376,000
	(ii) Given during the year	30,612	1,055,000
	(iii) Returned/ Adjusted During the year	-	125,000
	(iv) Closing Balance	42,336,612	42,306,000
(b)	<b>Investment</b>		
	(i) Opening Balance	500,000	500,000
	(ii) Closing Balance	500,000	500,000
<b>Swastik Land Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
	(i) Opening Balance	8,829,500	8,815,000
	(ii) Given during the year	84,323,612	14,500
	(iii) Closing Balance	84,323,612	8,829,500
	(iv) Provision for Doubtful	8,829,500	8,829,500
(b)	<b>Investment</b>		
	(i) Opening Balance	481,050	481,050
	(ii) Closing Balance	481,050	481,050
	(iii) Provision for Diminution	481,050	-



Name of Company	Nature of Transaction	2011-12	Amount in Rs. 2010-11
<b>JAI REALTY VENTURES LIMITED</b>			
<b>Notes to the Financial statements for the year ended 31st March, 2012</b>			
<b>Vasant Bahar Realty Limited</b>			
(a)	<b>Loans and Advances</b>		
(i)	Opening Balance	<b>4,720,500</b>	6,185,500
(ii)	Given during the year	<b>56,612</b>	35,000
(iii)	Returned/ Adjusted During the year	-	1,500,000
(iv)	Closing Balance	<b>4,777,112</b>	4,720,500
(b)	<b>Investment</b>		
(i)	Opening Balance	<b>3,800,000</b>	3,800,000
(ii)	Closing Balance	<b>3,800,000</b>	3,800,000
<b>Welldone Real Estate Limited</b>			
(a)	<b>Loans and Advances</b>		
(i)	Opening Balance	<b>20,373,294</b>	20,775,048
(ii)	Given during the year	<b>1,241,706</b>	423,246
(iii)	Returned/ Adjusted During the year	<b>21,615,000</b>	825,000
(iv)	Closing Balance	-	20,373,294
(b)	<b>Investment</b>		
(i)	Opening Balance	<b>7,850,000</b>	7,850,000
(ii)	Closing Balance	<b>7,850,000</b>	7,850,000
<b>Yug Developers Limited</b>			
(a)	<b>Loans and Advances</b>		
(i)	Opening Balance	<b>57,595,625</b>	57,620,625
(ii)	Given during the year	<b>1,298,021</b>	700,000
(iii)	Returned/ Adjusted During the year	<b>37,016,000</b>	725,000
(iv)	Closing Balance	<b>21,877,646</b>	57,595,625
(b)	<b>Investment</b>		
(i)	Opening Balance	<b>5,500,000</b>	5,500,000
(ii)	Closing Balance	<b>5,500,000</b>	5,500,000
<b>Shri Virendra Jain</b>	Director Sitting Fee	<b>15,000</b>	15,000
<b>Shri Gaurav Jain</b>	Director Sitting Fee	<b>20,000</b>	20,000

**20.2 Additional disclosure pursuant to clause 32 of Equity Listing Agreement with Stock Exchange - advance in the nature(s) of Loan(s) is/are as under:**

(a) The Company has given advances in the nature of Loan as defined in clause 32 of the listing agreement as under;

<b>(Amount in Rs.)</b>				
<b>Name of Company</b>	<b>Relationship</b>	<b>Balance as at 31st March, 2012</b>	<b>Balance as at 31st March, 2011</b>	<b>Maximum amount outstanding during the year</b>
Ashoka Realty and Developers Limited *	<b>Subsidiary</b>	<b>8,581,612</b>	8,296,000	8,581,612
Belle Terre Realty Limited	<b>Subsidiary</b>	-	-	449,525
Dev Realty and Developers Limited	<b>Subsidiary</b>	-	-	17,788
Ekdant Realty & Developers Limited	<b>Subsidiary</b>	<b>163,927,112</b>	163,276,000	163,927,112
Hari Darshan Realty Limited	<b>Subsidiary</b>	<b>73,971,612</b>	73,942,000	73,971,612
Hill Rock Construction Limited	<b>Subsidiary</b>	<b>33,446,606</b>	33,073,494	33,446,606
Hind Agri Properties Limited	<b>Subsidiary</b>	<b>93,590,020</b>	93,528,500	93,590,020
Iconic Realtors Limited	<b>Subsidiary</b>	<b>1,085,353,535</b>	1,064,989,423	1,085,353,535
Jailaxmi Realty and Developers Limited	<b>Subsidiary</b>	<b>178,219,612</b>	175,794,000	178,219,612
Krupa Land Limited	<b>Subsidiary</b>	<b>196,680,112</b>	170,999,000	196,680,112
Krupa Realtors Limited	<b>Subsidiary</b>	<b>74,980,112</b>	73,728,000	74,980,112
Multifaced Impex Limited	<b>Subsidiary</b>	<b>9,644,595</b>	9,508,898	9,644,595
Novelty Realty & Developers Limited	<b>Subsidiary</b>	<b>96,143,112</b>	96,119,500	96,143,112
Rainbow Infraprojects Limited	<b>Subsidiary</b>	<b>122,946,612</b>	122,923,000	122,946,612
Rudradev Developers Limited	<b>Subsidiary</b>	<b>104,659,112</b>	102,473,500	104,659,112
Swar Land Developers Limited	<b>Subsidiary</b>	<b>42,336,612</b>	42,306,000	42,336,612
Swastik Land Developers Limited *	<b>Subsidiary</b>	<b>93,153,112</b>	8,829,500	93,153,112
Vasant Bahar Realty Limited	<b>Subsidiary</b>	<b>4,777,112</b>	4,720,500	4,777,112
Welldone Real Estate Limited	<b>Subsidiary</b>	-	20,373,294	20,619,406
Yug Developers Limited	<b>Subsidiary</b>	<b>21,877,646</b>	57,595,625	57,994,646

\* For the purpose of above disclosure, Provision for Doubtful Loans provided in the books are not considered.

**20.3** The above loans and advances are free of interest.

**20.4** Investment in Subsidiary by Belle Terre Realty Limited

<b>(Amount in Rs.)</b>			
<b>Name of the Company</b>	<b>As at 31st March, 2012</b>	<b>As at 31st March, 2011</b>	
	<b>No of Equity Shares</b>	<b>No of Equity Shares</b>	
Oasis Holding FZC	<b>75</b>		<b>75</b>

**Note 21 - Financial and Derivative Instruments**

**Unhedged Foreign Currency exposure as on 31<sup>st</sup> March, 2012 are as under:**

<b>(Amount in Rs.)</b>		
<b>Particulars</b>	<b>As at 31st March, 2012</b>	<b>As at 31st March, 2011</b>
Investment in Foreign Subsidiary	<b>1,002,546,839</b>	1,002,097,314

**Note 22** The financial statements have been prepared on a 'going concern' basis notwithstanding the accumulated loss of Rs. 24,752,835/- (Previous Year Rs.24,388,556/-) as at 31st March 2012, which is more than the Share Capital and Reserve and Surplus. The continuation of the Company's operation is dependent upon continued financial support of the holding company. The holding company has confirmed its willingness to provide the necessary support.

**Note 23** The Company has no obligation towards any defined contribution plan.

**Note 24** Previous year's figures have been re-grouped, reworked, reclassified and re-arranged wherever necessary.

As per our report of even date  
For **Chaturvedi & Shah**

For and on behalf of the Board of Directors

**R.Koria**  
**Partner**

**Virendra Jain**  
**Director**

**Gaurav Jain**  
**Director**

Place : Mumbai  
Date : 24th May, 2012

**FINANCIAL INFORMATION OF SUBSIDIARY COMPANIES**

Particulars regarding subsidiary companies under Section 212 (8) of the Companies Act, 1956, information pursuant to General Circular No. 2/2011 dated 8<sup>th</sup> February, 2011 issued by the Government of India, Ministry of Corporate Affairs.

S. No.	Name of Subsidiary	Reporting Currency	Capital	Reserves	Total Assets	Total Liabilities	Investments			Revenue from Operations	Profit Before Taxation	Provision for Taxation	Profit after Taxation	Proposed Dividend
							Total	Sub. Invst.	Invst. In Others					
							(Rs.in Lacs)							
1	Ashoka Realty and Developers Limited	INR	5.00	(88.25)	2.70	85.96	-	-	-	-	(0.27)	-	(0.27)	-
2	Belle Terre Realty Limited	INR	10,025.41	1,488.41	11,516.28	2.46	24.15	-	24.15	-	(6.19)	-	(6.19)	-
		USD(MN)	22.58	(0.07)	22.52	0.00	0.05	-	0.05	-	(0.01)	-	(0.01)	-
3	Ekdant Realty & Developers Limited	INR	5.00	(1.12)	1,643.41	1,639.52	-	-	-	-	(0.27)	-	(0.27)	-
4	Hari Darshan Realty Limited	INR	6.02	99.38	859.81	754.42	-	-	-	-	(0.31)	-	(0.31)	-
5	Hill Rock Construction Limited	INR	5.96	86.21	431.02	338.86	-	-	-	2.10	(1.33)	(0.01)	(1.32)	-
6	Hind Agri Properties Limited	INR	5.00	(2.24)	938.85	936.09	0.31	-	0.31	-	(0.27)	-	(0.27)	-
7	Iconic Realtors Limited	INR	5.00	(3.70)	10,854.98	10,853.68	-	-	-	-	(0.84)	-	(0.84)	-
8	Jailaxmi Realty and Developers Limited	INR	5.00	(1.15)	1,786.18	1,782.34	-	-	-	-	(0.27)	-	(0.27)	-
9	Krupa Land Limited	INR	5.00	(2.36)	1,969.58	1,966.94	-	-	-	-	(0.51)	-	(0.51)	-
10	Krupa Realtors Limited	INR	5.00	(1.15)	753.83	749.98	-	-	-	-	(0.27)	-	(0.27)	-
11	Multifaced Impex Limited	INR	5.05	(4.16)	97.90	97.02	-	-	-	-	(0.27)	-	(0.27)	-
12	Novelty Realty & Developers Limited	INR	5.00	(1.27)	965.30	961.57	-	-	-	-	(0.27)	-	(0.27)	-
13	Oasis Holding FZC	INR	18.32	(19.44)	4,482.73	4,483.84	4,476.54	-	4,476.54	-	(4.45)	-	(4.45)	-
		AED (MN)	0.15	(0.16)	31.61	31.62	31.56	-	31.56	-	(0.04)	-	(0.04)	-
15	Rainbow Infraprojects Limited	INR	5.00	(3.37)	1,231.36	1,229.73	-	-	-	-	(0.64)	(0.06)	(0.58)	-
16	Rudradev Developers Limited	INR	5.00	(1.06)	1,050.68	1,046.73	-	-	-	-	(0.27)	-	(0.27)	-
17	Swar Land Developers Limited	INR	5.00	(3.47)	426.18	424.65	-	-	-	-	(0.27)	-	(0.27)	-
18	Swastik Land Developers Limited	INR	5.00	(93.52)	843.15	931.67	-	-	-	-	(0.27)	-	(0.27)	-
19	Vasant Bahar Realty Limited	INR	5.33	30.81	84.51	48.37	-	-	-	-	(0.27)	-	(0.27)	-
20	Welldone Real Estate Limited	INR	5.74	55.58	62.22	0.91	-	-	-	222.97	(1.38)	0.01	(1.39)	-
21	Yug Developers Limited	INR	5.50	66.56	290.98	218.92	-	-	-	386.02	27.22	8.14	19.08	-

Note:

- 1 Exchange rate (as on 31<sup>st</sup> March, 2012) used in:
  - a) Belle Terre Realty Limited USD 1 = 51.1565
  - b) Oasis Holding FZC AED 1 = 13.8695
- 2 Exchange rate used in Share Capital & Loans: Rate applicable as on date of remittance.

## **Consolidated Auditor's Report**

### **The Board of Directors**

### **Jai Realty Ventures Limited**

- 1) We have audited the attached Consolidated Balance Sheet of Jai Realty Ventures Limited (the Company) and its Subsidiaries and an Associate Company (Collectively referred to as "the group") as at 31st March, 2012, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year ended on that date, annexed thereto. The 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 generally accepted auditing standards 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 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' and Accounting Standard 23, 'Accounting for Investments in Associates in Consolidated Financial Statements' notified pursuant to the Companies (Accounting Standards) Rules, 2006.
- 4) We did not audit the financial statements of twenty subsidiaries, whose financial statements reflect total assets of Rs. 4,029,364,247 as at 31st March, 2012, total revenue of Rs. 61,122,048 and net cash inflows aggregating Rs. 18,478,048 for the year then ended and also the financial statements of an associate in which the share of loss of the Company is Rs NIL for the year ended on that date. 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 their reports.

- 5) *The auditors of a subsidiary company have qualified their opinion on the financial statements of that subsidiary, stating that adjustments may be required to those financial statements in respect of the matters explained in Note 30 of the Consolidated Financial Statements. The impact of these matters has not been quantified by the auditors in their report on those financial statements.*
- 6) The auditors of the eight subsidiaries companies, without qualifying their reports on the financial statements of those companies, have drawn attention in respect of balances of advances against purchase of land /development rights, for which balance confirmations are not received. Refer Note no. 15.1 of the Consolidated Financial Statements
7. Based on our audit and on consideration of reports of other auditors on separate financial statements and on the other financial information of the components, and to the best of information and according to the explanations given to us, *except for the matters stated in paragraph 5 above, the effects of which are currently not ascertainable*, we are of the opinion that the attached consolidated financial statements read together with notes thereon to 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, 2012;
  - ii. in the case of the Consolidated Statement of Profit and Loss, 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 Number 101720W)

**R. Koria**  
Partner  
Membership No.: 35629

Place: Mumbai  
Date: 24<sup>th</sup> May, 2012

**JAI REALTY VENTURES LIMITED**  
**CONSOLIDATED BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2012**

**(Amount in Rs.)**

Particulars	Note	As At March, 2012	31st March, 2011	As At 31st March, 2011
<b>I EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' funds</b>				
Share Capital	2	550,000		550,000
Reserves and Surplus	3	<u>129,678,519</u>		<u>(22,534,573)</u>
		<b>130,228,519</b>		<b>(21,984,573)</b>
<b>2 Minority Interest</b>				
			-	104,965
<b>3 Non-current Liabilities</b>				
Long-term Borrowings	4	3,862,037,176		3,804,780,481
Deferred Tax Liabilities (Net)	5	<u>83,011</u>		<u>88,345</u>
		<b>3,862,120,187</b>		<b>3,804,868,826</b>
<b>4 Current Liabilities</b>				
Short-term Borrowings	6	40,143,225		-
Trade Payables	7	1,939,683		3,502,962
Other Current Liabilities	8	<u>839,637</u>		<u>800,741</u>
		<b>42,922,545</b>		<b>4,303,703</b>
<b>TOTAL</b>		<u><b>4,035,271,251</b></u>		<u><b>3,787,292,921</b></u>
<b>II ASSETS</b>				
<b>1 Non-current Assets</b>				
Fixed Assets				
(i) Tangible Assets	9	1,278,269		1,465,043
(iii) Capital Work-in-progress		8,300		45,110
Goodwill on Consolidation		85,297,273		85,322,665
Non-current Investments	10	448,047,758		383,595,286
Long-term Loans and Advances	11	<u>800,828,867</u>		<u>714,600,434</u>
		<b>1,335,460,467</b>		<b>1,185,028,538</b>
<b>2 Current Assets</b>				
Current Investments	12	164,771,000		164,771,000
Inventories	13	1,002,410,953		1,058,705,163
Cash and Bank Balances	14	19,945,390		3,173,512
Short-term Loans and Advances	15	<u>1,512,683,441</u>		<u>1,375,614,708</u>
		<b>2,699,810,784</b>		<b>2,602,264,383</b>
<b>TOTAL</b>		<u><b>4,035,271,251</b></u>		<u><b>3,787,292,921</b></u>
<b>Significant Accounting Policies</b>	1			
<b>Notes to the Consolidated Financial Statements</b>	2 to 32			

As per our report of even date

**For Chaturvedi & Shah**  
Chartered Accountants

For and on behalf of the Board of Directors

**R.Koria**  
Partner

**Virendra Jain**  
Director

**Gaurav Jain**  
Director

Place : Mumbai

Date : 24<sup>th</sup> May, 2012

**JAI REALTY VENTURES LIMITED**

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2012**

(Amount in Rs.)

Particulars	Note	Year Ended 31st March, 2012	Year Ended 31st March, 2011
<b>I Income</b>			
Revenue From Operations	16	61,108,593	-
<b>II Other Income</b>	17	11,055	721,204
<b>III Total Revenue (I+II)</b>		<u>61,119,648</u>	<u>721,204</u>
<b>IV Expenses</b>			
Land Development Expenses	18	1,586,211	51,527,800
Change in Inventories of Finished Goods, Work in Progress & Stock in Trade	19	56,294,210	(46,531,241)
Employee Benefits Expense	20	161,301	625,140
Depreciation and Amortization Expense	9	168,431	170,170
Other Expenses	21	2,485,018	4,450,270
<b>Total Expenses</b>		<u>60,695,171</u>	<u>10,242,139</u>
<b>V Profit / (Loss) Before Tax (III-IV)</b>		<u>424,477</u>	<u>(9,520,935)</u>
<b>VI Tax Expense</b>			
(1) Current Tax		813,634	11,080
(2) Deferred Tax / (Credit)		(5,334)	2,429
(2) Income Tax for earlier year		31,616	(1,667)
<b>VII Loss after tax (V-VI)</b>		<u>(415,439)</u>	<u>(9,532,777)</u>
<b>VIII Share in Loss of Associates</b>		-	(370,276)
<b>IX Share of Loss of Minority</b>		104,935	132,813
<b>X Prior Period Items (Net)</b>		(56,760)	-
<b>XI Net Loss (VII+VIII+IX+X)</b>		<u>(367,264)</u>	<u>(9,770,240)</u>
(After adjustment to minority interest including associate)			
<b>XII Earnings per Equity Share of Rs.10 each Basic &amp; Diluted ( in Rs. )</b>	22	(7.35)	(195.40)
<b>Significant Accounting Policies</b>	1		
<b>Notes to the Consolidated Financial Statements</b>	1 to 32		

As per our report of even date

**For Chaturvedi & Shah**

Chartered Accountants

For and on behalf of the Board of Directors

**R.Koria**

Partner

**Virendra Jain**

Director

**Gaurav Jain**

Director

**Place :** Mumbai

**Date :** 24<sup>th</sup> May, 2012

**JAI REALTY VENTURES LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012**

(Amount in Rs.)

Particulars	Year Ended 31st March, 2012	Year Ended 31st March, 2011
<b>A. Cash Flow from Operating Activities</b>		
Net Profit / (Loss) before tax as per Statement of Profit and Loss	424,477	(9,520,935)
<b>Adjusted for :</b>		
Depreciation	168,431	170,170
Effects of foreign exchange rate change *	1,318,730	(67,355)
Loss on sale of investments	-	211,833
Loss on sale of Fixed Assets	55,153	28,199
Sundry Balances written back (Net)	(11,055)	(629,685)
Interest Income on Fixed Deposit	-	(91,519)
	<b>1,531,259</b>	<b>(378,357)</b>
<b>Operating Profit / (Loss) before Working Capital Changes</b>	<b>1,955,736</b>	<b>(9,899,292)</b>
<b>Adjusted for :</b>		
Trade and Other Receivables	(85,398,209)	11,136,796
Inventories	56,294,210	(46,531,241)
Trade and Other Payables	(1,510,925)	(557,666)
<b>Cash used in operations</b>	<b>(28,659,188)</b>	<b>(45,851,403)</b>
Direct taxes paid	(52,586,859)	(68,992,443)
Prior Period adjustment	(56,760)	-
<b>Net Cash used in Operating Activities</b>	<b>(81,302,807)</b>	<b>(114,843,846)</b>
<b>B. Cash Flow from Investing Activities</b>		
Sale of Fixed Assets	-	25,000
Fixed Deposit with bank having maturity of more than three months (placed)	-	(373,049)
Fixed Deposit with bank having maturity of more than three months (Matured)	1,656,148	-
Movement in Loans	16,737,000	-
Sale of Investments	-	631,368
Interest Received	68,685	22,834
<b>Net Cash from Investment Activities</b>	<b>18,461,833</b>	<b>306,153</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds of Long Term Loans	100,612,775	112,993,726
Repayment of Long Term Loans	(59,487,000)	-
Short Term Loans (Net)	40,143,225	-
<b>Net Cash from Financing Activities</b>	<b>81,269,000</b>	<b>112,993,726</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>18,428,026</b>	<b>(1,543,967)</b>
<b>Opening Balance of Cash and Cash Equivalents</b>	<b>1,230,817</b>	<b>2,774,784</b>
<b>Closing Balance of Cash and Cash Equivalents</b>	<b>19,658,843</b>	<b>1,230,817</b>

\* includes exchange difference on account of translation of foreign subsidiary companies financial statements.

**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 The Previous year's figures have been regrouped, rearranged, restated and reclassified wherever necessary.
- 3 Bracket indicates cash outflow.

As per our report of even date  
**For CHATURVEDI & SHAH**  
Chartered Accountants

For and on behalf of the Board of Directors

**R. Koria**  
Partner

**Virendra Jain**  
Director

**Gaurav Jain**  
Director

Place: Mumbai

Date :- 24<sup>th</sup> May, 2012



**JAI REALTY VENTURES LIMITED**  
**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**

**Note 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**1.1 Principles of Consolidation**

The Consolidated Financial Statements relate to Jai Realty Ventures Limited {'the Company'}, its Subsidiary Companies and an Associate Company. The Consolidated Financial Statements have been prepared on the following basis:

- (a) 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".
- (b) In case of foreign subsidiary, being non-integral operations, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in the foreign exchange translation reserve.
- (c) 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.
- (d) 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 as the profit or loss on disposal of investment in subsidiary.
- (e) 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.
- (f) 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.
- (g) In case of associate, where the Company directly or indirectly through Subsidiaries holds more than 20% of equity Investments, accounting is done based on equity method in accordance with AS-23 - "Accounting for Investments in Associates in Consolidated Financial Statements".
- (h) The Company accounts for its share in the change in the net assets of the Associate, post acquisition, after eliminating unrealised profits and losses resulting from transaction between the Company and its Associate to the extent of its share, through its Statement of Profit and Loss to the extent such change is attributable to the Associates' Statement of Profit and Loss and through its reserves for the balance, based on available information.
- (i) The difference between the cost of investment in the Associate and the share of net assets at the time of acquisition of shares in the Associate is identified and separately disclosed in the Financial Statements as Goodwill or Capital Reserve as the case may be.
- (j) The Consolidated Financial Statements have been prepared using Uniform Accounting Policies for like transactions and other events in similar circumstances except as mentioned in the Note 28 on financial Statements and are presented to the extent possible, in the same manner as the company's separate financial statements.

**1.2** Investment other than in Subsidiaries and Associates have been accounted as per AS-13 on "Accounting For Investments".

**1.3 Other Significant Accounting Policies**

**(a) Basis of Preparation of Financial Statements**

The financial statements have been prepared as a going concern under historical cost convention, in accordance with the notified Accounting Standards by Companies (Accounting Standards) Rules, 2006 (as amended) and the provisions of the Companies Act, 1956 as adopted consistently by the Company.

**(b) Use Of Estimates**

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities 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.

**(c) Fixed Assets**

Fixed Assets are stated at cost of acquisition less accumulated depreciation and impairment loss, if any.

(d) **Depreciation**

Depreciation has been provided on Straight line method as the rates and manner prescribed under Schedule XIV to the Companies Act, 1956.

(e) **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.

(f) **Inventories**

Inventories comprise of cost of project activities under development (W.I.P.). Cost of inventories consists of cost of land, land development expenses, material, services, construction cost, interest and financial charges and other expenses related to project under development. In general, all inventories of land are stated at lower of cost or net realisable value. Inventories of land are taken on the Agreement to sell.

(g) **Foreign currency transactions**

(i) Transactions denominated in foreign currencies are initially recorded at the exchange rate prevailing at the date of transaction.

(ii) Monetary items denominated in foreign currencies at the year end are restated at the year end rates. In case of any items, which is covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange rate difference and the premium paid on forward contracts not intended for trading or speculation purpose is amortised as expense over the life of the contract.

(iii) Non monetary items which are carried in term of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction.

(iv) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss.

(h) **Revenue Recognition**

Revenue from operations includes sales of goods, services, scrap, commission, excise duty and service tax but excludes sales tax/ Value Added Tax and is recognised when significant risk and rewards of ownership of the goods have passed to the buyer. Dividend Income is recognised when right to receive the payment is established by the balance sheet date. Interest income is recognised on time proportion basis taking into account the amount outstanding and rate applicable. Commission and job-work income are recognised on an accrual basis in accordance with the terms of relevant agreement.

(i) **Employee's Benefits**

- (i) Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.
- (ii) Post employment benefits in the form of gratuity, which is defined benefit obligation, is recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation techniques based on Projected unit credit method. Actuarial gains and losses in respect of post employment benefits are charged to the Statement of Profit and Loss .
- (iii) Compensated absences are accounted similar to the short term employee benefits.

(j) **Preliminary And Share Issue Expenses**

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

(k) **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.

(l) **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 financial statements. Contingent assets are neither recognized nor disclosed in the financial statements.

(m) **Earning Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity share holders (after deducting preference dividend and attributable tax) by the weighed average number of equity shares outstanding during the year. The weighed average number of equity shares outstanding during the year is adjusted for events such as bonus issue, bonus element in a right issue, shares split and reserve share splits (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earning per share, the net profit or loss for the year attributable to equity share holders and the weighed average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

Particulars	(Amount in Rs.)	
	As at 31st March 2012	As at 31st March 2011
<b>Authorised</b>		
<b>9,50,000</b> Equity Shares of Rs. 10 each (950,000)	<b>9,50,000</b>	9,50,000
<b>50,000</b> 1% Optionally Convertible Non-Cumulative, Redeemable (50,000) Preference Shares of Rs. 10 each fully paid up	<b>50,000</b>	50,000
<b>Total</b>	<b>10,00,000</b>	10,00,000
<b>Issued, Subscribed and paid up</b>		
<b>50,000</b> Equity Shares of Rs. 10 each fully paid up (50,000)	<b>50,000</b>	50,000
<b>5,000</b> 1% Optionally Convertible Non-Cumulative, Redeemable (5,000) Preference Shares of Rs. 10 each fully paid up	<b>50,000</b>	50,000
<b>Total</b>	<b>550,000</b>	550,000

**2.1 (i) Reconciliation of number of Equity Shares outstanding.**

Particulars	As at 31st March 2012	As at 31st March 2011
Number of Shares outstanding at the beginning of the year	<b>50,000</b>	50,000
Number of Shares outstanding at the end of the year	<b>50,000</b>	50,000

**(ii) Reconciliation of number of Preference Shares outstanding.**

Particulars	As at 31st March 2012	As at 31st March 2011
Number of Shares outstanding at the beginning of the year	<b>5,000</b>	5,000
Number of Shares outstanding at the end of the year	<b>5,000</b>	5,000

**2.2 (i) The Terms / rights attached to the Equity Shares**

Holder of equity shares of Rs. 10 each is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by shareholders.

**(ii) The Terms of conversion / redemption of Preference Shares**

1% Optionally Convertible Non Cumulative Redeemable Preference Shares (OCPS) are redeemable at any time from the date of allotment i.e.31st March, 2010 at the option of the Company or at the end of 20 years from the date of allotment at a premium of Rs.990 each and OCPS holders have the option to convert each OCPS at any time prior to the redemption into One Equity Share of Rs. 10 each fully paid up. The preference shares have a preferential right to dividend of 1% per annum, carry a preferential right for repayment of capital in priority to the equity shares, on liquidation of the Company or repayment of capital. However, the preference shares carry no further or other right to participate either in the profits or assets of the Company.

**2.3 Redemption Premium on preference shares as mentioned above will be paid out of the Securities Premium Reserve and hence no provision has been considered necessary.**

**JAI REALTY VENTURES LIMITED**  
**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**

**2.4 Equity and Preference Shares held by holding Company**

Name of the Company	As at 31st March 2012	As at 31st March 2011
<b>Jai Corp Limited, Holding Company</b>		
Equity Shares (in Nos.) ( Including Equity Shares held jointly with nominees)	<b>50,000</b>	500,000
1% Optionally Convertible Non-Cumulative, Redeemable Preference Shares (in Nos.)	<b>5,000</b>	5,000

**2.5 Details of Equity and Preference Shares in the Company held by each shareholder holding more than 5% shares:**

Name of Shareholder	As at 31st March 2012		As at 31st March 2011	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
<b>Jai Corp Limited</b>				
Equity Shares ( Including Equity Shares held jointly with nominees)	<b>50,000</b>	<b>100</b>	50,000	100
1% Optionally Convertible Non-Cumulative, Redeemable Preference Shares	<b>5,000</b>	<b>100</b>	5,000	100

Figures in bracket represents previous year figure

**JAI REALTY VENTURES LIMITED**

**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**

**Note 3 - Reserves and Surplus**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Securities Premium Reserve</b>		
Balance at the beginning and at the end of the year	4,950,000	4,950,000
<b>Foreign Exchange Translation Reserve</b>	158,089,393	5,509,037
<b>Capital Reserve on consolidation</b>	38,050	38,050
<b>(Deficit ) / Surplus</b>		
Balance at the beginning of the year	(33,031,660)	(23,261,420)
Add: Net Loss	<u>(367,264)</u>	<u>(9,770,240)</u>
Balance at the end of the year	<u>(33,398,924)</u>	<u>(33,031,660)</u>
<b>Total</b>	<u><u>129,678,519</u></u>	<u><u>(22,534,573)</u></u>

**Note 4 - Long-term Borrowings**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Unsecured Loans</b>		
Loan from Related Party (Refer Note 24)	3,750,000,000	3,708,874,225
Loan from Others	<u>112,037,176</u>	<u>95,906,256</u>
<b>Total</b>	<u><u>3,862,037,176</u></u>	<u><u>3,804,780,481</u></u>

4.1 The above interest free loan from holding company, is repayable on 30th June 2014 with an option to the company to repay earlier if sufficient funds are available with the company.

4.2 The above loan taken by the Oasis Holding FZE for Projects is unsecured, interest free and is expected to be settled in cash.

**Note 5 - Deferred Tax Liabilities (Net)**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Deferred Tax Liabilities</b>		
Related to Fixed Assets	83,011	89,258
<b>Deferred Tax Assets</b>		
Disallowance Under Section 43B of the Income Tax Act'1961	-	913
<b>Total</b>	<u><u>83,011</u></u>	<u><u>88,345</u></u>

5.1 Deferred Tax Assets of Rs. NIL (Previous Year Rs. 7,679) pertaining to various Subsidiary Companies which, in the absence of virtual certainty that sufficient future Taxable Income will be available against which Deferred Tax Assets can be realized, has not been recognised in the books of accounts of those subsidiary Companies in line with Accounting Standar 22 dealing with accounting for Taxes on Income. In view of the above Deferred Tax Assets of Rs. NIL (Previous Year Rs. 7,679) has not been adjusted with the above Deferred Tax Liability.

**Note 6 -Short-term Borrowings**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Unsecured Loans</b>		
Loan from Related Party (Refer Note 24)	40,143,225	-
<b>Total</b>	<u><u>40,143,225</u></u>	<u><u>-</u></u>

JAI REALTY VENTURES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.

Note 7- Trade Payables

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
Micro, Small and Medium Enterprises*	-	-
Others	1,939,683	3,502,962
<b>Total</b>	<b>1,939,683</b>	<b>3,502,962</b>

\* The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act 2006 and hence disclosures as required by notification dated 16.11.2007 issued by the Ministry of Company Affairs have not been given.

Note 8 - Other Current Liabilities

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Other Payables</b>		
Salary, Bonus and Other Employee Benefits Payable	-	58,407
Statutory Dues	58,403	27,823
Other Payables	781,234	714,511
<b>Total</b>	<b>839,637</b>	<b>800,741</b>

**JAI REALTY VENTURES LIMITED**  
**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**

**Note 9 - FIXED ASSETS**

**(Amount in Rs.)**

Description	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 1st April, 2011	Additions	Deductions/ Adjustments	As at 31st March, 2012	Upto 31st March, 2011	For the Year	Deductions/ Adjustments	Upto 31st March, 2012	As at 31st March, 2012	As at 31st March, 2011
<b>Tangible Assets (Owned)</b>										
Furniture and Fixtures	733,056	-	-	<b>733,056</b>	153,879	46,402	-	<b>200,281</b>	<b>532,775</b>	579,177
Vehicles	867,731	-	-	<b>867,731</b>	243,631	82,434	-	<b>326,065</b>	<b>541,666</b>	624,100
Office Equipment	384,582	-	21,000	<b>363,582</b>	122,816	39,595	2,657	<b>159,754</b>	<b>203,828</b>	261,766
<b>GRAND TOTAL</b>	<b>1,985,369</b>	-	<b>21,000</b>	<b>1,964,369</b>	<b>520,326</b>	<b>168,431</b>	<b>2,657</b>	<b>686,100</b>	<b>1,278,269</b>	<b>1,465,043</b>
Previous Year	2,047,971	-	62,602	1,985,369	359,559	170,170	9,403	520,326	1,465,043	-
<b>Capital Work in Progress</b>									<b>8,300</b>	45,110



JAI REALTY VENTURES LIMITED  
 NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.

**Note 10 - Non Current Investments**

Particulars	As At 31st March, 2012 (Quantity in Nos)	As At 31st March, 2011 (Quantity in Nos)	Face Value (Rs. unless otherwise stated)	As At 31st March, 2012 (Amount in Rs.)	As At 31st March, 2011 (Amount in Rs.)
<b>Long Term Investments</b>					
<b>Trade Investments (Unquoted)</b>					
<b>Associate Company</b>					
<b>In Equity Shares - Fully Paid Up</b>					
Searock Developers FZC	50	50	AED 1	-	-
<b>Total Trade Investments (I)</b>				<b>-</b>	<b>-</b>
<b>Other Than Trade Investments (Unquoted)</b>					
<b>Others</b>					
<b>In Equity Shares-Fully Paid Up</b>					
Prestige Garden Estates Private Limited	8007	8007	10	80,070	80,070
Sun Infrastructures Pvt. Ltd.	28298	28298	10	282,980	282,980
<b>In Others</b>					
Investment in Agriculture Land				30,587	30,587
Investment in Real Estate				447,654,121	383,201,649
<b>Total Other Than Trade Investments (II)</b>				<b>448,047,758</b>	<b>383,595,286</b>
<b>Total Non Current Investment (I+II)</b>				<b>448,047,758</b>	<b>383,595,286</b>

10.1 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.

10.2 Aggregate Amount of unquoted Investments Rs. 448,047,758/- ( Previous Year Rs.383,595,286/-)

JAI REALTY VENTURES LIMITED

NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.

Note 11 - Long-term Loans and Advances

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
(Unsecured, Considered good)		
Loans and Advances to Related Parties (Refer Note 24)		
Inter Corporate Deposit	800,828,867	714,600,434
<b>Total</b>	<b>800,828,867</b>	<b>714,600,434</b>

**JAI REALTY VENTURES LIMITED**  
**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**

**Note - 12 Current Investments**

Particulars	As At 31st March, 2012 (Quantity in Nos)	As At 31st March, 2011 (Quantity in Nos)	Face Value (Rs. unless otherwise stated)	As At 31st March, 2012 (Amount in Rs.)	As At 31st March, 2011 (Amount in Rs.)
<b>Others</b>					
<b>In Debentures-Fully Paid Up</b>					
Series (A) - 0% Redeemable optionally fully convertible - Debentures of Sun Infrastructures Pvt. Ltd.	151000	151000	1,000	151,000,000	151,000,000
<b>In Debentures-Partly Paid Up</b>					
Series (B) - 0% Redeemable optionally fully convertible - Debentures of Sun Infrastructures Pvt. Ltd. (Partly paid up Rs.586/-each)	23500	23500	1,000	13,771,000	13,771,000
<b>Total Current Investment (I+II)</b>				<b>164,771,000</b>	<b>164,771,000</b>

12.1 Current investments are carried at lower of cost and market value/NAV, computed individually.

12.2 Aggregate Amount of unquoted Investments **Rs. 164,771,000/-** ( Previous Year Rs.164,771,000/-)

**JAI REALTY VENTURES LIMITED**

**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**

**Note 13 - Inventories**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
(As Certified and Valued by Management)		
Work-in-Progress - Land and Development Expenses	1,002,410,953	1,058,705,163
<b>Total</b>	<b><u>1,002,410,953</u></b>	<b><u>1,058,705,163</u></b>

13.1 Includes Land of **Rs. 249,719,796** (Previous Year Rs. 317,732,437) pending execution conveyance/sale deed.

**Note 14 - Cash and Bank Balances**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Cash and Cash Equivalents</b>		
Balances with Banks in Current Accounts	19,658,843	1,230,817
<b>Other Bank Balances</b>		
Fixed Deposits with Banks having more than 12 Months Maturity	286,547	1,942,695
<b>Total</b>	<b><u>19,945,390</u></b>	<b><u>3,173,512</u></b>

**Note 15 - Short-term Loans and Advances**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>(Unsecured, Considered Good)</b>		
<b>Loans and Advances to Related Parties (Refer Note 24)</b>		
Advance Towards Purchase of Land/Developments Rights	22,642,026	22,642,026
<b>Other Loans and Advances</b>		
Income Tax (Net)	120,829,167	69,087,558
Advance towards purchase of Land/Developments Rights	1,280,290,170	1,194,947,482
Share Application Money	88,565,352	88,565,352
Interest Accrued on Fixed Deposits	-	68,685
Other Advances #	356,726	303,605
<b>Total</b>	<b><u>1,512,683,441</u></b>	<b><u>1,375,614,708</u></b>

15.1 Advances towards Purchase of Land/Development Rights aggregating Rs 8860.68 Lacs are subject to confirmation, though management is confident of recovery.

# Mainly includes Security Deposits and Advances for Expenses

**JAI REALTY VENTURES LIMITED**

**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**

**Note 16 - Revenue from Operations**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
Sale of Products - Land	61,108,593	-
<b>Total</b>	<b>61,108,593</b>	<b>-</b>

**Note 17 - Other Income**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
Interest Income on Fixed Deposit	-	91,519
Sundry Credit Balance Written Back (Net)	11,055	629,685
<b>Total</b>	<b>11,055</b>	<b>721,204</b>

**Note 18 - Land Development Expenses**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
Cost of Land	-	50,151,120
Condonation and Other Charges	1,315,445	-
Transfer Charges	-	1,025,698
Land Leveling Charges	-	11,475
Security Charges	112,506	92,652
Project Expenses	7,610	30,526
Legal & Professional Expenses	14,500	71,680
Survey and Other Charges	50,041	80,740
Land Assessment Tax	80,657	63,909
Registration Charges	5,452	-
<b>Total</b>	<b>1,586,211</b>	<b>51,527,800</b>

**Note 19 - Change in Inventories of Finished Goods, Work in Progress & Stock in Trade**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
<b>At the end of the Year</b>		
Work-in-Progress	1,002,410,953	1,058,705,163
<b>At the beginning of the Year</b>		
Work-in-Progress	1,058,705,163	1,012,173,922
<b>Change in Inventories of Finished Goods, Work in Progress &amp; Stock in Trade</b>	<b>56,294,210</b>	<b>(46,531,241)</b>

**JAI REALTY VENTURES LIMITED**
**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**
**Note 20- Employee Benefits Expense**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
Salary, Bonus and Perquisites	161,301	625,140
<b>Total</b>	<b>161,301</b>	<b>625,140</b>

**Note 21 - Other Expenses**

Particulars	(Amount in Rs.)	
	Year Ended 31st March, 2012	Year Ended 31st March, 2011
Rent	460,770	469,973
Rates and Taxes	653,491	645,274
Repairs & Maintenance - Others	34,320	14,003
Insurance	10,366	-
Legal, Professional and Consultancy Charges	290,079	1,908,410
Travelling and Conveyance	1,908	3,380
Directors Sitting Fees	129,772	131,940
Bank Charges	23,217	66,412
Net Loss on foreign currency transaction and traslation	-	3,058
Loss on sale of Long Term Investments	-	211,833
Loss on sale / discarding of Fixed assets (net)	55,153	28,199
Loss on Winding up of Subsidiaries	27,894	-
Other Expenses	235,155	299,542
<b>Payment to Auditors</b>		
Audit Fees	524,689	574,226
Other Services	33,090	85,483
Reimbursement of Expenses	5,114	8,537
<b>Total</b>	<b>2,485,018</b>	<b>4,450,270</b>

**Note 22 - Earnings Per Equity shares**

Particulars	Year Ended	
	31st March, 2012	31st March, 2011
Net Loss for the Year Attributable for Equity Shareholders for Basic and Diluted EPS (In Rs.)	(367,264)	(9,770,240)
Weighted Average Number of Equity Shares Outstanding During the Year for Basic EPS and Diluted EPS (in Nos.)	50,000	50,000
Basic and Diluted Earning per share of Rs. 10 each (in Rs.)	(7.35)	(195.40)
Face Value per Equity Share (in Rs.)	10	10

22.1 The effect of 1% Optionally Convertible Non-Cumulative Redeemable Preference Shaers on the earning per share are anti dilutive and hence, the same is ignored for the purpose of calculation of diluted earning per share.

**Note 23 - Contingent Liabilities and Commitments**

Particulars	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
<b>Contingent Liabilities</b>		
<b>Claims against the Company not acknowledged as debts</b>		
<b>Disputed Liabilities in Appeal (No Cash outflow is expected in the near future)</b>		
Income Tax (Paid Rs. 120,760,000 under protest)	400,527,465	611,002,561
<b>Commitments</b>		
Uncalled liability on partly paid up Shares/ Debentures	9,729,000	9,729,000

**JAI REALTY VENTURES LIMITED**  
**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.**

**Note 24 Related Party Disclosure**

Information on Related Parties Disclosures as per Accounting Standard (AS-18) - "Related Party Disclosures" are given below:

**List of Related Parties :**

Holding Company	Jai Corp Limited
Associate Company	Searock Develops FZC
Other Related Party	Pet Fiber Limited
Key Management Personnel	Shri Virendra Jain
	Shri Gaurav Jain
	Shri Bijay Kumar Saraf

**24.1 Transactions during the year with related parties :**

		<b>(Amount in Rs.)</b>	
<b>Name of Related Party</b>	<b>Nature of Transaction</b>	<b>2011-12</b>	<b>2010-11</b>
<b>Jai Corp Limited</b>			
	<b>(a) Unsecured Loan</b>		
	(i) Opening Balance - Non Current	<b>3,708,874,225</b>	3,597,714,517
	(ii) Received during the year	<b>140,756,000</b>	114,820,250
	(iii) Refund/Adjust during the year	<b>59,487,000</b>	3,660,542
	(iv) Closing Balance	<b>3,790,143,225</b>	3,708,874,225
	Current	<b>40,143,225</b>	-
	Non- Current	<b>3,750,000,000</b>	3,708,874,225
	<b>(b) 1% Non-Cumulative, Non-Participating Redeemable Preference Shares</b>		
	(i) Opening Balance	<b>5,000,000</b>	5,000,000
	(ii) Closing Balance	<b>5,000,000</b>	5,000,000
<b>Shri Bijay Kumar Saraf</b>			
	<b>Loans &amp; Advances</b>		
	(i) Opening Balance - Current	<b>22,642,026</b>	22,642,026
	(ii) Closing Balance - Current	<b>22,642,026</b>	22,642,026
<b>Searock Developers FZC</b>			
	<b>Loans &amp; Advances</b>		
	(i) Opening Balance - Non Current	<b>714,600,434</b>	722,442,633
	(ii) Refund during the year	<b>(16,737,000)</b>	-
	(ii) Adjust during the year	<b>102,965,433</b>	7,842,199
	(iii) Closing Balance - Non current	<b>800,828,867</b>	714,600,434
<b>Shri Virendra Jain</b>	Director Sitting Fee	<b>15,000</b>	15,000
<b>Shri Gaurav Jain</b>	Director Sitting Fee	<b>20,000</b>	20,000

**JAI REALTY VENTURES LIMITED****NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.****NOTE 25**

The audited financial results of the following subsidiary companies and associate companies as on 31<sup>st</sup> March, 2012 have been considered in the preparation of Consolidated Financial Statements.

<b>Name of the Company</b>	<b>Nature of Interest</b>	<b>Country of Incorporation</b>	<b>Proportion of ownership Interest</b>
Ashoka Realty and Developers Limited	Subsidiary	India	100%
Belle Terre Realty Limited	Subsidiary	Mauritius	100%
Ekdant Realty and Developers Limited	Subsidiary	India	100%
Hari Darshan Realty Limited	Subsidiary	India	100%
Hill Rock Construction Limited	Subsidiary	India	100%
Hind Agri Properties Limited	Subsidiary	India	100%
Iconic Realtors Limited	Subsidiary	India	100%
Jai Laxmi Realty and Developers Limited	Subsidiary	India	100%
Krupa Land Limited	Subsidiary	India	100%
Krupa Realtors Limited	Subsidiary	India	100%
Multifaced Impex Limited	Subsidiary	India	100%
Novelty Realty & Developers Limited	Subsidiary	India	100%
Oasis Holding FZC	Subsidiary	Sharjah, UAE	75%
Rainbow Infraprojects Limited	Subsidiary	India	100%
Rudradev Developers Limited	Subsidiary	India	100%
Swar Land Developers Limited	Subsidiary	India	100%
Swastik Land Developers Limited	Subsidiary	India	100%
Vasant Bahar Realty Limited	Subsidiary	India	100%
Welldone Real Estate Limited	Subsidiary	India	100%
Yug Developers Limited	Subsidiary	India	100%
Searock Devlopers FZC	Associate	Sharjah, UAE	50%



**JAI REALTY VENTURES LIMITED****NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012.****Note 26 - Segment Reporting**

In the opinion of the Management, the Company's activity predominately revolved around investment in and & development of real estate projects and hence considering the nature of the business & operation, there is only one reportable segment in ( business and/or geographical) in accordance with the requirements of Accounting Standard (AS) 17 " Segment Reporting" notified by Companies (Accounting Standards) Rule, 2006.

**Note 27** The financial statements have been prepared on going concern basis notwithstanding the accumulated loss of **Rs. 33,398,924** as at 31st March, 2012, which is more than its share capital & reserve and surplus( excluding Foreign Currency Translation Reserve). The continuation the Company's operation is dependent upon continued financial support of the holding company. The holding company has confirmed its willingness to provide the necessary support.

**Note 28** The Audited Financial Statements of foreign subsidiaries, Belle Terre Realty Limited and Oasis Holding (FZC), as at 31st March, 2012 have been prepared in accordance with International Financial Reporting Standards and the same have been consolidated as it is without converting the same as per the Generally Accepted Accounting Principles as applicable in India.

28.1 In view of the above the assets, liabilities, Income and Expenditure of the subsidiaries as mentioned below has been accounted by following different Accounting Standards :-

Particulars	(Amount in RS.)			
	2011-12		2010-11	
	Amount in Rs.	Proportion of the Item	Amount in Rs.	Proportion of the Item
Assets	1,267,010,125	31.40%	1,098,916,216	29.02%
Liabilities	112,396,183	2.88%	96,257,357	2.53%
Expenditure	1,179,732	1.94%	1,360,155	13.28%

**Note 29 Disclosure of Financial and Derivative Instruments**

i) The Company has not entered into any derivative contract during the year and no derivative contract is outstanding as on 31st March, 2012.

ii) Unhedged foreign currency exposure is as under:-

Particulars	(Amount in RS.)	
	2011-12	2010-11
Receivable	800,828,867	714,600,434

**Note 30** Oasis Holding (FZC) a subsidiary of the Company has made payment of **Rs. Nil** (Previous Year Rs. 383,201,649) (**AED Nil**) (Previous Year AED 31,564,950) for plot of leasehold land to be utilised for construction of labour camp. The leasehold land is situated in Dubai, UAE. The management is of the opinion that in the present market condition, the fair value of plot of land cannot be reasonably determined and therefore, the impairment amount, if any cannot be reasonably assessed. The purchase of one of the plots was terminated in earlier year and the resulting cancellation charges of **Rs. 102,096,000** (Previous Year Rs.87,408,720 ) (**AED 7,200,000**) (Previous Year AED 7,200,000) were included in the cost of remaining plot of land.

**Note 31** The Company has no obligation towards any defined contribution plan.

**Note 32** The Revised Schedule VI has become effective from April 1, 2011 for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the consolidated financial statements. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date

**For Chaturvedi & Shah**  
Chartered Accountants

For and on behalf of the Board of Directors

**R.Koria**  
Partner

**Virendra Jain**  
Director

**Gaurav Jain**  
Director

Place : Mumbai

Date : 24<sup>th</sup> May, 2012