

JNNSM Phase I Batch II

Amendment No 1, Dated 9.9.2011

Clause No.	Existing Definition	New Definition
3.6 B- Financial Criteria	Net Worth =Paid-up Equity Share Capital. Add: Free Reserves Subtract: Share premium (except in case of listed companies) Subtract: Revaluation Reserves Subtract: Intangible Assets Subtract: Miscellaneous Expenditures to the extent not written off and carry forward losses	Net Worth =Paid-up Share Capital Add: Free Reserves Subtract: Revaluation Reserves Subtract: Intangible Assets Subtract: Miscellaneous Expenditures to the extent not written off and carry forward losses
3.20 Minimum Equity to be held by the Promoter	The controlling shareholding shall mean more than 50% of the voting rights in the Company / Consortium	The controlling shareholding shall mean more than 50% of the voting rights and paid-up share capital (including fully, compulsorily and mandatorily convertible Preference shares/ Debentures) in the Company / Consortium

Q.1 Kindly explain the definition of Paid-up Share Capital.

Ans. Paid-up Share Capital will include:

1. Paid-up equity share capital and
2. Fully, compulsorily and mandatorily convertible Preference Shares and
3. Fully, compulsorily and mandatorily convertible Debentures.

Q.2 Whether Share premium will form part & parcel of Net Worth.

Ans. Yes, Share premium will form an integral part of Net Worth provided it is realized in cash or cash equivalents.