

SKP GROUP

ANNUAL REPORT
2013-14

Ankit Metal & Power Limited

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Notice

NOTICE is hereby given that the 12th Annual General Meeting of the members of the Company will be held on Friday, 26th September, 2014 at 10.00 A.M. at PURBASHREE, Bharatiyam Cultural Multiplex, IB-201, Sector-III, Salt Lake City, Kolkata - 700 106 to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2014, the Statement of Profit and Loss for the year ended on that date and the report of the Auditors & Directors' thereon.
2. To appoint a Director in place of Mr. Suresh Kumar Patni (DIN : 00032674), who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint auditors and to fix their remuneration and in this regard to consider and if thought fit, to pass with or without modification the following resolution as an **Ordinary Resolution** :

   "**RESOLVED THAT** pursuant to the provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013 and Rules made thereunder and pursuant to the recommendations of Audit Committee, M/s R Kothari & Company, Chartered Accountants (FRN : 307069E), be and are hereby appointed as the Statutory Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the Fifteenth (15th) Annual General Meeting of the Company subject to ratification by members at every Annual General Meeting held after this Annual General Meeting on such remuneration as shall be fixed by the Board of Directors."

SPECIAL BUSINESS :

4. To consider and, if thought fit, to pass, with or without modification, the following resolution as an **Ordinary Resolution** :

   "**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 and Companies (Appointment & Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Mr. Jayanta Kumar Chatterjee (DIN : 00059807) Independent Director of the Company, who retires by rotation at the ensuing Annual General Meeting and who has submitted a declaration that he meets the criteria of independence under Section 149(6) of the Companies Act, 2013 and who is eligible for appointment and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company, to hold the office for a term up to 31st March, 2019 and, whose office shall not, henceforth, be liable to determination by retirement of Directors by rotation."
5. To consider and, if thought fit, to pass, with or without modification, the following resolution as an **Ordinary Resolution** :

   "**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 and Companies (Appointment & Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Mr. Jay Shanker Shukla (DIN : 06391367) Independent Director of the Company whose period of office is liable to retirement by rotation as per the Companies Act, 1956 and who has submitted a declaration that he meets the criteria of independence under Section 149(6) of the Companies Act, 2013 and who is eligible for appointment and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold the office for a term up to 31st March, 2019 and, whose office shall not, henceforth, be liable to determination by retirement of Directors by rotation."
6. To consider and, if thought fit, to pass, with or without modification, the following resolution as an **Ordinary Resolution** :

   "**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 and Companies (Appointment & Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Mr. Jatindra Nath Rudra (DIN : 00059628) Independent Director of the Company whose period of office is liable to retirement by rotation as per the Companies Act, 1956 and who has submitted a declaration that he meets the criteria of independence under Section 149(6) of the Companies Act, 2013 and who is eligible for appointment and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold the office for a term up to 31st March, 2019 and, whose office shall not, henceforth, be liable to determination by retirement of Directors by rotation."

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

   "**RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Mr. Prem Narayan Khandelwal (DIN : 00438367), who was appointed as an Additional Director of the Company under Section 161 of the Companies Act, 2013 w.e.f. 16th June, 2014 and whose term of office expires at the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Independent Director, be and is hereby appointed as an Independent Director of the Company to hold the office for a period of 5 (five years) w.e.f. 16th June, 2014 and whose office shall not be liable to determination by retirement of Directors by rotation."

8. To consider and, if thought fit, to pass, with or without modification, the following resolution as a **Special Resolution** :

   "**RESOLVED THAT** pursuant to the provisions of Section 14 and all other applicable provisions of the Companies Act, 2013, read with Companies (Incorporation) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the draft regulations contained in the Articles of Association submitted to this meeting be and are hereby approved and adopted in substitution, and to entire exclusion, of the regulations contained in the existing Articles of Association of the Company."

   "**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

9. To consider and, if thought fit, to pass, with or without modification, the following resolution as an **Ordinary Resolution** :

   "**RESOLVED THAT** pursuant to the provisions of Section 148(2) and all other applicable provisions, if any, of the Companies Act, 2013 and the rules made thereunder, the remuneration of ₹ 35,000/- plus applicable taxes and re-imbursement of out of pocket expenses payable to Mr. S.Banerjee, Cost Accountant (Membership No. 9780), who has been re-appointed by the Board of Directors of the Company as Cost Auditor to conduct an audit of the cost accounting records maintained by the Company for the year ending 31st March, 2015 be and is hereby ratified."

By Order of the Board
For **Ankit Metal & Power Limited**

Chandra Kumar Jain
Company Secretary

Kolkata, 25th August, 2014

NOTES :

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING, IS ENTITLED TO APPOINT A PROXY/PROXIES TO ATTEND AND VOTE, INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE SHOULD BE COMPLETED, STAMPED AND SIGNED AND MUST BE DEPOSITED AT THE CORPORATE OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.** A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other member.
2. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, relating to Special Business to be transacted at the Meeting, is annexed hereto.
3. The relevant details, as required under Clause 49 of the Listing Agreement entered into with the Stock Exchanges; of person seeking appointment/re-appointment as Director under Item No. 2, 4, 5,6 and 7 is annexed hereto as additional information.
4. The Register of Members and Share Transfer Books shall remain closed from Saturday, 20th September, 2014 to Friday, 26th September, 2014 (both days inclusive).
5. Shareholders holding shares in physical form are requested to advice any change of address immediately to the Company's Registrar and Share Transfer Agents, M/s. Link Intime India Pvt. Ltd., 59C, Chowringhee Road, 3rd Floor, Kolkata - 700 020 and to their respective DPs in respect of Equity Shares held in dematerialized form.

Notice

6. Corporate Members intending to send their authorised representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting.
7. Members/Proxies are requested to bring their Attendance Slip for attending the Meeting.
8. Members who hold shares in dematerialized form are requested to write their Client ID and DP ID and those who hold shares in physical form are requested to write their Folio Number in the attendance slip for attending the meeting. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
9. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to send their queries to the Company at least ten days before the meeting so that the same could be complied in advance.
10. Since the securities of the Company are compulsorily tradable in electronic form, to ensure better investor service and elimination of risk of holding securities in physical form, it is requested that the members holding shares in physical form to get their shares dematerialised at the earliest.
11. All documents referred to in the Notice will be available for inspection at the Company's Corporate Office during normal business hours on working days upto the date of AGM.
12. Electronic copy of the Annual Report for 2014 is being sent to all the Members whose email ids are registered with the Company/Depository Participants(s) for communication purposes unless any Member has requested for a hard copy of the same. For the Members who have not registered their email address, physical copies of the Annual Report for 2014 is being sent in the permitted mode. Rule 18(3)(i) of the Companies (Management and Administration) Rules, 2014 requires a Company to provide advance opportunity atleast once in a fnancial year, to the Member to register his email address and any changes therein. In compliance with the same, we request the Members who do not have their email id registered with the Company to get the same registered with the Company. Members are also requested to intimate to the Company, the changes, if any in their email address. The Annual Report of the Company, circulated to the Members of the Company, will also be made available on the Company's website i.e. www.ankitmetal.com.
13. Electronic copy of the Notice of the 12th Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes. For members who have not registered their email address, physical copies of the Notice of the 12th Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.
14. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Members are informed that the Company is pleased to offer e-voting facility to caste the vote ectronically. The Company has made necessary arrangement with the Central Depository Services (India) Limited (CDSL) to facilitate e-voting.

    The e-votingfacility is available at the link www.evotingindia.com vide the EVSN 140816033.

    The e-voting facility will be available during the following voting period :

Commencement of e-voting	From : 10.01 a.m. of 20th September, 2014
End of e-voting	Upto : 6.00 p.m. of 22nd September, 2014

    E-voting shall not be allowed beyond 6.00 p.m. of 22nd September, 2014.

    The detailed procedure is mentioned below. For the aforesaid purpose the Company has appointed M/s A J & Associates, Practicing Company Secretaries for scrutinizing the e-voting process in a true and transparent manner.

15. **e-Voting Procedure**

    The procedure and instructions for e-Voting are as follows :

    A. In case of members receiving email :

    i. Log on to the e-voting website www.evotingindia.com

    ii. Click on "Shareholders" tab.

iii. Now, select "ANKIT METAL & POWER LIMITED" from the drop down menu and click on "SUBMIT"

iv. Now Enter your User ID (For CDSL: 16 digits beneficiary ID, For NSDL: 8 Character DP ID followed by 8 Digits Client ID). Members holding shares in Physical Form should enter Folio Number registered with the Company and then enter the Captcha Code as displayed and Click on Login.

v. If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any Company, then your existing password is to be used. If you are a first time user follow the steps given below.

vi. Now, fill up the following details in the appropriate boxes :

	For Members holding shares in Demat Form	**For Members holding shares in Physical Form**
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)	
DOB#	Enter the Date of Birth as recorded in your demat account or in the Company records for the said demat account or folio in dd/mm/yyyy format.	
Dividend Bank Details#	Enter the Dividend Bank Details as recorded in your demat account or in the Company records for the said demat account or folio.	

*Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digit Sequence Number in the PAN field. 8 Digit Sequence number is available on ATTENDANCE SHEET. Eg. If your name is Ramesh Kumar with sequence number 12345678 then enter RA12345678 in the PAN field.

Please enter any one of the details in order to login. Incase both the details are not recorded with the depository or Company please enter the member id/folio number in the Dividend Bank details field as mentioned it instruction no. iv above.

vii. After entering these details appropriately, click on "SUBMIT" tab.

viii. Members holding shares in physical form will then reach directly to the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other Company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

ix. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

x. Click on the EVSN for "ANKIT METAL & POWER LIMITED" on which you choose to vote.

xi. On the voting page, you will see Resolution Description and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

xii. Click on the "Resolutions File Link" if you wish to view the entire Resolutions.

xiii. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xiv. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xv. You can also take a print out of the voting done by you by clicking on "Click here to print" option on the Voting page.

xvi. If Demat account holder has forgotten the changed password then enter the User ID and Captcha Code click on Forgot Password & enter the details as prompted by the system.

xvii. Institutional shareholders (i.e. other than Individuals, HUF, NRI, etc.) are required to log on to https://www.evotingindia.co.in and register themselves as Corporates. A scanned copy of the Registration Form bearing the respective Corporate's stamp and duly signed should be emailed to helpdesk.evoting@cdslindia.com.After receiving the login details they have to create a compliance user which should be created using the admin login and password. The Compliance user would be able to link the account(s) which they wish to vote on and then cast their vote. The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the

accounts they wouldbe able to caste the vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

B. In case of members receiving the physical copy :

i. Please follow all steps from sl. no. (i) to sl. no. (xvii) above to cast vote.

C. The voting period begins on 20th September, 2014 from 10.01 a.m. and ends on 22nd September, 2014 at 6.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form as on the cut off date (record date) of 8th August, 2014 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

D. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.

E. The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witness not in employment of the Company and make a Scrutinizer's Report of the Votes cast in favour or against, if any, forthwith to the Chairman of the Company.

F. The results of e-voting shall be declared on or after the AGM of the Company. The results declared along with the Scrutinizer's Report shall be placed on the Company website : www.ankitmetal.com and on the website of CDSL and the same be communicated to the Stock Exchange(s).

G. Kindly note that once you have casted your vote, you cannot modify or vote on poll at the Annual General Meeting. However, you can attend the meeting and participate in the discussions, if any.

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.

Item No. 4 to 6

Pursuant to the provisions of Section 149 and other applicable provisions of the Companies Act, 2013 with respect to appointment and tenure of the Independent Directors which came into effect from April 1, 2014, the Independent Directors shall be appointed for not more than two terms of five years each and shall not be liable to retire by rotation.

The Board of Directors of the Company have decided to adopt the provisions with respect to appointment and tenure of Independent Directors which is consistent with the Companies Act, 2013 and the amended Listing Agreement.

Mr. Jayanta Kumar Chatterjee retires by rotation at the ensuing Annual General Meeting under the erstwhile provision of the Companies Act, 1956. Mr. Jay Shanker Shukla and Mr. Jatindra Nath Rudra are the Directors whose period of office is liable to be determination by retirement of Director by rotation under the erstwhile applicable provision of the Companies Act, 1956.

In terms of Section 149 and other applicable provisions of the Companies Act, 2013, Mr. Jayanta Kumar Chatterjee, Mr. Jay Shanker Shukla and Mr. Jatindra Nath Rudra are proposed to be appointed as Independent Directors for a term as stated in the respective resolutions.

Mr. Jayanta Kumar Chatterjee, Mr. Jay Shanker Shukla and Mr. Jatindra Nath Rudra, Non-Executive Independent Directors of the Company, have given a declaration to the Board that they meet the criteria of independence as provided under Section 149(6) of the Companies Act, 2013. In the opinion of the Board, each of these Directors fulfills the conditions specified in the Companies Act, 2013 and Rules made thereunder for their appointment as Independent Directors of the Company and they are independent of the management. These Directors are not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and they have given their consent to act as Director.

Notice have been received from member(s) signifying their intention to propose the appointment of these Directors along with a deposit of ₹ 1,00,000 each. A copy of the draft Letters of Appointment for Independent Directors, setting out terms and conditions of their appointment, is available for inspection at the Corporate Office of the Company during business hours on any working day till the date of Annual General Meeting and is also available on the website of the Company i.e. www.ankitmetal.com.

Except these directors, for their respective appointments, none of the Directors/Key Managerial Personnel of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the Resolutions set out at Item No. 4 to 6 of the Notice.

The Board recommends the resolutions in relation to the appointment of these directors as Independent Directors, for the approval by the shareholders.

Notice

Item No. 7

Mr. Prem Narayan Khandelwal, was appointed as an Additional Director of the Company at the meeting of the Board of Directors held on 16th June, 2014 on the recommendation of Nomination & Remuneration Committee to hold the office upto the date of ensuing Annual General Meeting. The Company has received a notice along with a deposit of ₹ 1,00,000/- from a member proposing Mr. Prem Narayan Khandelwal as a candidate for the office of the director of the Company.

Mr. Prem Narayan Khandelwal is also proposed to be appointed as an Independent Director of the Company to hold the office for a period of 5 (five) years w.e.f 16th June, 2014 and whose office shall not be liable to be retire by rotation.

The Company has received a declaration from Mr. Khandelwal that he meets the criteria for Independent Director as provided under Section 149(6) of the Companies Act, 2013. Further, he is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as Director. In the opinion of the Board Mr. Prem Narayan Khandelwal fulfills the conditions specified in the Companies Act, 2013 and the rule made thereunder for appointment as Independent Director of the Company and is independent of the management.

A copy of the draft Letters of Appointment, setting out terms and conditions of his appointment, is available for inspection at the Corporate Office of the Company during business hours on any working day till the date of Annual General Meeting and is also available on the website of the Company i.e. www.ankitmetal.com.

Except Mr. Prem Narayan Khandelwal, being appointee none of the Directors/Key Managerial Personnel of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the Resolution set out at Item No. 7 of the Notice.

The Board recommends the resolution in relation to the appointment of the Mr. Prem Narayan Khandelwal as Independent Director, for the approval by the shareholders.

Item No. 8

The existing Articles of Association (AoA)of the Company are based on the Companies Act, 1956. Accordingly several regulations in the existing AoAeither contain references to specific sections of the Companies Act, 1956 or are no longer in conformity with the Companies Act, 2013 (Act).

On 12th September, 2013, the Ministry of Corporate Affairs ("MCA") had notified 98 Sections for implementation. Subsequently, on 26th March, 2014, MCA notified most of the remaining Sections (barring those provisions which require sanction/confirmation of the National Company Law Tribunal ("Tribunal") such as variation of rights of holders of different classes of shares (Section 48), reduction of share capital (Section 66), compromises, arrangements and amalgamations (Chapter XV), prevention of oppression and mismanagement (Chapter XVI), revival and rehabilitation of sick companies (Chapter XIX), winding up (Chapter XX) and certain other provisions including, inter alia, relating to Investor Education and Protection Fund (Section 125) and valuation by registered valuers (Section 247). However, substantive sections of the Act which deal with the general working of companies stand notified. Therefore, the Companies Act, 2013 is now largely in force.

With the coming into force of the 2013 Act, several regulations of the existing AoA of the Company require either alteration or deletions as the case may be. Given this position, it is considered expedient to wholly replace the existing AoA by a new set of Articlesso as to align it in accordance with the provisions of Companies Act, 2013.

The new AoA to be substituted in place of the existing AoA are based on Table 'F' of the Act which sets out the model articles of association for a Company limited by shares.

A copy of the draft Articles of Association of the Company is available for inspection by members at the Corporate Office of the Company on any working day during business hours till the date of Annual General Meeting.The proposed new draft AoA is also being uploaded on the Company's website www.ankitmetal.com for perusal by the shareholders.

None of the Directors/Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested, financially or otherwise, in the Resolution set out at Item No. 8 of the Notice.

The Board recommends the Resolution set out at Item No. 8 of the Notice for approval by the shareholders.

Item No. 9

As recommended by Audit Committee, Board of Directors had re-appointed Mr. S. Banerjee, Cost Accountants (Membership No. 9780), being eligible and having sought re-appointment, as cost auditor of the Company, for a remuneration of ₹ 35,000/- plus applicable taxes and re-imbursement of out of pocket expenses incurred by them to conduct the audit of the cost accounting

records maintained by the Company for the current financial year beginning from 1st April, 2014 and ending on 31st March, 2015.

In terms of Section 148 of the Companies Act, 2013 read with rule 14 of the Companies (Audit and Auditors) Rules, 2014, the aforesaid remuneration is required to be ratified by members.

None of the Directors/Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested, financially or otherwise, in the Resolution set out at Item No. 9 of the Notice.

The Board recommends the Resolution set out at Item No. 9 of the Notice for approval by the shareholders.

ADDITIONAL INFORMATION

Disclosure pursuant to Clause 49 of the Listing Agreement with regard to the Directors seeking appointment/re-appointment at the ensuing Annual General Meeting (Refer Item No. 2, 4, 5, 6 and 7 of the Notice) :

Name of the Director	Age	Date of Appointment	Brief resume and nature of expertise in functional area	Other Directorships*/Committee Memberships**
Mr. Suresh Kumar Patni	55 years	7th August, 2002	He is a Commerce Graduate from Calcutta University. He has a wide experience of more than two decades in Iron & Steel and Ferro Alloys Industry. He is also the Co-promoter of Impex Ferro Tech Limited and Ankit Metal & Power Limited.	**Directorship :** - Impex Metal & Ferro Alloys Limited - VSN Agro Products Limited - Impex Industries Limited - SKP Power Ventures Limited - Sarita Steel & Power Limited - Rohit Ferro-Tech Limited - Impex Ferro Tech Limited - SKP Aviation Services Limited - Patni Metal & Ferro Alloys Limited - Dhodwala Enterprises Limited - Gold Mohar Steel Limited - Impex Cements Limited **Committee Memberships :** In Rohit Ferro-Tech Limited - *Stakeholders Relationship Committee* In Impex Ferro Tech Limited - *Stakeholders Relationship Committee*
Mr. Jayanta Kumar Chatterjee	72 years	9th October, 2012	He is a Science Graduate from Calcutta University, and Graduate degree (B.Met.) in Metallurgy from Jamshedpur Institute of Technical Education, and also of Fellow member of Indian Institute of Metals. He has a wide experience of over 40 years in steel & mining sector while serving in Tata Steel.	**Directorship :** - Rohit Ferro-Tech Limited - Impex Metal & Ferro Alloys Limited **Committee Memberships :** In Rohit Ferro-Tech Limited - *Audit Committee* - *Nomination and Remuneration Committee* - *Stakeholders Relationship Committee* In Impex Metal & Ferro Alloys Limited - *Audit Committee*

Name of the Director	Age	Date of Appointment	Brief resume and nature of expertise in functional area	Other Directorships*/Committee Memberships**
Mr. Jay Shanker Shukla	54 years	29th September, 2012	He holds a graduate degree in commerce from Calcutta University and Diploma in International Trade. He has wide experience in the field of finance, marketing, production and procurement.	**Directorships :** - Impex Ferro Tech Limited - Rohit Ferro-Tech Limited **Committee Memberships :** In Impex Ferro Tech Limited - *Audit Committee* - *Nomination and Remuneration Committee* - *Stakeholders Relationship Committee* In Rohit Ferro-Tech Limited - *Audit Committee* - *Nomination and Remuneration Committee*
Mr. Jatindra Nath Rudra	78 years	31st May, 2006	Mr. Jatindra Nath Rudra is a Bachelor of Civil Engineering from JadavpurUniversity and has done his Master of Engineering from Calcutta University. He is also a life member of Institute of Surveyors. He was the CEO of WBIIDC, Government of West Bengal. He was deputed by Government of India for 6 years as Town Engineer, Kabwe, Republic of Zambia, and Africa.	**Directorships :** - Rohit Ferro-Tech Limited **Committee Memberships :** In Rohit Ferro-Tech Limited - *Nomination and Remuneration Committee* - *Stakeholders Relationship Committee*
Mr. Prem Narayan Khandelwal	75 years	16th June, 2014	He is a Bachelor in Science and M.A. in Economics. He has a wide experience of 55 years in Steel Industry.	**Directorships :** - Impex Metal & Ferro Alloys Limited **Committee Memberships :** In Impex Metal & Ferro Alloys Limited - *Audit Committee* - *Nomination and Remuneration Committee*

- Mr. Suresh Kumar Patni holds 5,05,000 equity shares in the Company.
- Mr. Jayanta Kumar Chatterjee, Mr. Jay Shanker Shukla, Mr. Jatindra Nath Rudra and Mr. Prem Narayan Khandelwal do not hold any Equity Shares in the Company.

* Excludes Directorship in Private/Foreign Companies and Companies under Section 8 of the Companies Act, 2013.

** Committee herein refers Audit Committee, Stakeholders Relationship Committee and Nomination and Remuneration Committee.

Directors' Report

Dear Shareholders

Your Directors are pleased to present the 12th Annual Report of the Company together with Audited Accounts for the financial year ended 31st March, 2014.

Financial Highlights (₹ in Lacs)

Particulars	Current Year 31.03.2014	Previous Year 31.03.2013
Revenue from Operation (net)	1,47,569.53	1,19,276.81
Other Income	312.46	117.86
Total Revenue	1,47,881.99	1,19,394.67
Profit before Finance Cost, Depreciation and Tax	**6,835.54**	**17,737.29**
Less : Depreciation & Amortisation	5,963.79	4,111.23
Less : Finance Cost	11,520.08	7,137.39
Less : Tax Expenses	(2,996.32)	1,369.87
Net Profit after Tax	**(7,652.01)**	**5,118.80**
Add : Balance brought forward from previous year	17,090.51	11,971.71
Balance carried over to Balance Sheet	**9,438.50**	**17,090.51**

Financial and Operational Review

During the year under review the Company has achieved nets sales/income from operation of ₹ 1,47,569.53 lacs as against ₹ 1,19,276.81 lacs in previous year registering a growth of 23.72%. However, the Company incurred a net loss of ₹ 7,652.01 lacs during the FY. 2013-14 which is mainly attributed to depressed market for its products, lower capacity utilising of power plant and high holding level impacting the net realisation and margin. Weaker domestic demand and slower growth in several key market, mining crises and uncontrolled inflation in the Country has resulted in increase in the cost of raw materials and other overhead which could not be passed on the consumers.

Dividend

Your Directors have not recommended any dividend on Equity Shares for the year under review.

Credit Rating

The Company's credit rating for Long-Term debts/facilities is BB+ (Double B plus), for Long-Term/Short-Term debts/facilities is BB+/A4 (Double B plus/A Four) and Short-Term facilities is A4 (A Four), rated by the Credit Analysis & Research Limited (CARE).

Public Deposits

The Company has not accepted any fixed deposits from the public and as such, no amount of principal and interest was outstanding as on the date of the Balance Sheet.

Insurance

The properties and insurable assets and interests of the Company, like building, plant and machinery and stocks, among others, are adequately insured.

Debt Restructuring

During the year, considering the losses incurrent by the Company, the Board of Director of the Company has made a reference to the lenders of the Company for restructuring of its debt through the Corporate Debt Restructuring process. Monitoring Institution, the State Bank of India has appointed an independent third party consultant for Techno-Economic Viability study and report thereon. The final restructuring plan based on TEV report has been circulated with the lenders for their final manded to be placed before the CDR-EG for their approval.

Directors

In accordance with the provisions of the Companies Act, 2013, Mr. Suresh Kumar Patni, retires by rotation and being eligible, offers himself for re-appointment.

Mr. Jayanta Kumar Chatterjee, Independent Director, who retires by rotation at the ensuing Annual General Meeting under the erstwhile provision of the Companies Act, 1956 and Mr. Jay Shanker Shukla and Mr. Jatindra Nath Rudra, Independent Directors, whose period of office is liable to be determination by retirement of Director by rotation under the erstwhile applicable

provision of the Companies Act, 1956, meets all the criteria of independence as laid down under section 149(6) and the code for independent Directors in Schedule IV of the Companies Act, 2013.

Accordingly the aforesaid persons shall be appointed as independent Directors in terms of section 149 the Companies Act, 2013 at the ensuing Annual General Meeting to hold the office as Independent Director for a term upto 31st March, 2019, and their period of office shall not be liable to determination by retirement of Directors by rotation.

Pursuant to the provisions of Section 161 of the Companies Act, 2013, read with the relevant provisions in the Articles of Association, Mr. Prem Narayan Khandelwal was appointed as an Additional Director by the Board of Directors of the Company with effect from 16th June, 2014. He holds office as a Director up to the date the ensuing AGM. The Company has received a notice in writing from a member proposing his candidature for the office of Independent Director. Mr. Prem Narayan Khandelwal qualifies to be an independent Director pursuant to the provisions of Section 149(6) of the Companies Act, 2013.

The brief particulars of the said Directors have been given in the notice convening the ensuing Annual General Meeting is annexed as additional information to the notice as required under clause 49 of the Listing Agreement and your board recommends their appointment/reappointment as set out in the notice.

Changes in Share Capital

During the year under review, the Company has allotted 2,67,00,000 Equity Shares of ₹10/- each on preferential basis at a premium of ₹ 20/- per share aggregating to ₹ 80.10 Crores to the entities belonging to promoter group and strategic investors belonging to non promoters group.

Consequent to said allotment, the paid up Share Capital of the Company stood increased to ₹ 1,22,07,55,000/-. The entire proceeds received from the preferential allotment has been utilised towards the object of the issue.

Management Discussion & Analysis and Corporate Governance Report

A Management Discussion & Analysis Report and a Report on Corporate Governance along with the certificate from the Company Secretary in Practice regarding compliance with mandatory requirements as stipulated under Clause 49 of the Listing Agreement with Stock Exchanges, is presented in a separate section forming part of the Annual Report.

Directors' Responsibility Statement

The Directors confirm :

- that in the preparation of the annual accounts, the applicable accounting standards have been followed and no material departures have been made from the same;
- that they have selected such accounting policies and applied them consistently and 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 and of the profit or loss of the Company for that period;
- that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that they have prepared the accounts for the financial year on a 'going concern' basis.

Auditors and Auditors' Report

M/s. R. Kothari & Company (FRN: 307069E), Chartered Accountants, holds office till the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The members are requested to consider their appointment as the Statutory Auditors of the Company from the conclusion of this Annual General Meeting until the conclusion of the seventeenth (17th) Annual General Meeting of the Company subject to ratification by members at every Annual General Meeting held after this Annual General Meeting on such remuneration as shall be fixed by the Board of Directors

Auditors Observation

There are no qualifications or adverse remarks in the Auditor's Report which require any clarification/explanation. The Notes to accounts referred to in the Auditor's Report are self-explanatory, and therefore, do not call for any further comments/ explanations.

Cost Audit

In terms of section 148 of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, on the

recommendation of Audit Committee, the Board of Directors has re-appointed Mr. S. Banerjee, Cost Accountants (Membership No. 9780), as cost auditor of the Company, at a remuneration of ₹ 35,000/- plus applicable taxes and re-imbursement of out of pocket expenses incurred by them to conduct an audit of the cost accounting records maintained by the Company for the current financial year beginning from 1st April, 2014 and ending on 31st March, 2015.

As required under section 148 of the Companies Act, 2013 read with rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to cost auditor is being placed at the ensuing Annual General Meeting for ratification by the members.

Particulars of Employees

None of the employees of your Company were in receipt of the remuneration in excess of the limit specified under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Amendment Rules, 2011.

Energy Conservation, Technology Absorption and Foreign Exchange Earning and Outgoing

A statement giving details of Conservation of Energy, Technology Absorption and Foreign Exchange Earning and Outgo as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is annexed to this report.

Acknowledgement

The Board also desires to place on record its appreciation for the support and co-operation received from its Shareholders, Regulatory & Government Authorities, Suppliers, Customers and Bankers. The Company has always looked upon them as partners in its progress. It will be the Company's endeavour to build and nurture strong links with trade based on mutuality, respect and co-operation with each other. The Board wishes to record their deep sense of appreciation for the committed services of all the employees of the Company.

For and on behalf of the Board

Suresh Kumar Patni
Chairman

Kolkata, 25th August, 2014

Annexure to the Directors' Report

Information pursuant to Section 217(1)(e) of the Companies Act, 1956

A) Conservation of Energy

a. Energy Conservation Measures :

Installation of HT & LT Capacitor bank in Rolling Mill & Submerged Arc Furnace
Effective use of by product gases and waste char for Power Generation
Installation of energy efficient light fittings in shop floor, offices and other areas
Effective maintenance and daily monitoring of capacitor bank for improvement in power factor.
Replacement of old motors with energy efficient motors.

b. Additional investments and proposals, if any, being implemented for reduction of consumption of energy :

To further install energy efficient light fittings, resizing of motor, etc. The Company also proposes to install solar power equipments like night lighting systems and solar power pump sets to further conserve carbon emitting thermal power.

c. Impact of the measures at (a) and (b) above, for reduction of energy consumption, and consequent impact on cost of production of goods :

Saving in Energy. Effective utilization of waste heat.

Total energy consumption and energy consumption per unit of production as per **Form - A** attached.

B) Technology Absorption

a. Particulars with respect to technology absorption as per **Form - B** attached.

C) Foreign Exchange Earning and Outgo

a. Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans :

The Company is actively exploring the export market and has taken various initiative to increase exports of its products.

b. Total Foreign Exchange used and earned : (₹ in Lacs)

Particulars	31.03.2014	31.03.2013
1. Foreign exchange earned	255.63	1,205.55
2. Foreign exchange used	9,284.09	5,875.98

FORM A

(Disclosure of particulars with respect to Conservation of Energy)

	2013-2014	2012-2013
A. Power & Fuel Consumption		
1. Electricity :		
a) Purchased		
Units (in Lacs-KWH)	124.45	510.58
Total amount (₹ in Lacs)	1,230.80	3,135.79
Cost/Unit (₹/KWH)	9.89	6.14
b) Own Generation		
i) Through Diesel Generation		
Units (in Lacs-KWH)	0.21	0.56
Unit per liters of high speed diesel (KWH)	1.59	2.44
Cost/Unit (₹/KWH)	36.18	19.12
ii) Through Steam Turbine/Generator		
Units (in Lacs-KWH)	1,564.53	953.88
Total amount (₹ in Lacs)	7,360.84	2,290.99
Cost/Unit (₹/KWH)	4.70	2.40

Annexure to the Directors' Report

		2013-2014	2012-2013
2.	**Coal**		
	Quantity (in MT)	3,42,515.89	2,71,184.79
	Total Cost (₹ in Lacs)	19,853.75	14,275.81
	Average Rate (in ₹)/MT	5,796.45	5,264.24
3.	**Furnace Oil**		
	Quantity (KL)	7,686.72	83.03
	Total Cost (₹ in Lacs)	3,910.16	39.37
	Average Rate (in ₹)	50,869.03	47,416.60
B.	**CONSUMPTION (IN UNITS) PER TONNE OF PRODUCTION**		
	Electricity (KWH)	262	416
	Coal (Tonne)	1.67	1.11
	Furnace Oil (Lt.)	23.20	1.03

FORM B

(Disclosure of particulars with respect to Technology Absorption)

A. Research & Development (R&D)

Specific areas in which R&D proposed to be carried out by the Company	None
Benefits derived as a result of the above R & D	Does not arise
Future plan of action	Under Planning
Expenditure on R & D	
a) Capital	Nil
b) Recurring	Nil
c) Total	Nil
d) Total R&D expenditure as a percentage of total turnover	Nil

B. Technology Absorption, Adaption and Innovation

1. Efforts, in brief, made towards technology absorption, adoption and innovation :
   The Company has adopted and is continually updating the latest technology.

2. Benefits derived as a result of the above efforts :
   Improvement in the quality of products; safe and environment friendly process.

3. Particulars of imported Technology during last 5 years. NIL

For and on behalf of the Board

Suresh Kumar Patni
Chairman

Kolkata, 25th August, 2014

Management Discussion and Analysis

Economic Overview

The global economic condition continued to remain sub optimal even during the FY-2013-14. The global economic growth in calendar year 2013 slipped further down to 3.0% from 3.2% in 2012 and 4.0% in 2011. The growth was more robust in second half of 2013 but the pickup was uneven. The recovery was more broad based in advanced economies and was mixed in emerging markets.

The Indian economy registered a GDP growth of 4.7% in FY-14 against 4.5% in FY-13 on account of Agriculture growth of 4.6% in FY-14 against 1.4% in FY-13. The growth in non-agriculture sectors came down in FY-14. The Industry & Infrastructure growth declined further from already a very low level of 1.0% in FY-13 to 0.7% in FY-14. Whereas manufacturing contracted by (-)0.2% in FY-14 against 1.1% in FY-13 and Mining continued at negative 1.9% in FY-14 against negative 2.2% in FY-13.

With the political uncertainties appearing to be over and a more stable and decisive government placed at the Centre, the process of economic recovery is expected to begin and hopefully result in long awaited better business conditions and growth.

Steel Industry

The Global steel demand grew by 3.6% to 1.48 billion tonnes due to improved performance in developed countries in the second half of the year but the growth in the emerging markets slowed down due to weak demand in developed countries. In CY-2013 China continued to dominate the global steel industry with 46% production and 102% of the incremental steel production. In FY-2013-2014 the Indian steel industry recorded abnormally low consumption growth of 0.6% to reach a total of 733.90 Mnt. The production was impacted by the inadequacy of iron ore with inconsistency in quality and supply.

Soaring demand from the sectors like infrastructure, real estate, automobiles, uses of specialized steel in automobiles and power sectors has put Indian steel industry on the world map. Over past few years, the rapid rise in the production of iron and steel output resulted the country in maintaining the 4th largest steel producing country.

Opportunities & Threats

The low per capita steel consumption in India coupled with a large population base provides significant growth opportunities to the iron and steel industry. The steel demand in India is expected to remain robust in long term due to increasing demand from several sector including automotive, consumer durables, oil and gas, industrial machinery, real estate and infrastructure.

The steel industry is subject to cyclical swings arising from factors such as excess capacity, regional demand and supply imbalances and volatile swings in market demand and prices. One of major threats to the industry is depleting availability and volatile pricing of raw materials. Any firmness in steel prices gives iron ore producers an opportunity to increase the prices in the next contract, however the reverse may not be true as steel companies cannot always pass on the rise in iron ore prices to end consumers due to the fragmented market.

India possess the world's eighth largest iron ore reserve, it is the fourth largest iron ore producer in the world but yet fell short in supplying adequate quantity of iron ore to the iron and steel producer as a large chunk of the production exported. Coking coal, a primary ingredient in steel making is also in short supply. A majority of the coking coal requirement is met by importing from Australia. The Indian iron and steel producers are widening their sourcing bases to South Africa, Indonesia, US and Canada. Insufficient infrastructure and logistic, land availability and environmental issues are also a concern for the growth of domestic iron and steel industry. Many steel makers are also considering alternatives to manage raw material cost and supply by hedging long term contracts.

Risks and Concerns

Industry Risk

Demand is dependent on general economic conditions. A downturn can affect business and earnings. The low per capita steel consumption in India coupled with a large population base provides significant growth opportunities to the Iron and steel industry. The urgent need towards infrastructure creation and surging consumption growth are visible opportunities that will drive iron & steel demand.

Raw Material Risk

Non-availability and price volatility of key raw materials in manufacturing of steel namely iron ore and coal has increased significantly in past few years. The Company is procuring iron ore from established mining companies such as Essel Mining, Rungta Mines, etc. and are also working with major suppliers of key raw materials to achieve competitive prices on long term basis. The Company has linkages with Coal India Ltd. to feed coal requirements of the captive power plant as well as the sponge iron unit.

Cost Risk

Managing costs is a key to protect profitability, especially across volatile market cycles. The Company has created well-integrated assets comprising WHRB and ABFC captive power plants, which ensure cost-effective availability of power. The Company has also setup a pelletisation plant (utilising the readily available iron ore fines for DRI operations) to optimize costs.

Health, Safety and Environment Risk

The manufacture of steel involves steps that are potentially hazardous if not executed with due care. The Company maintains the highest safety standards within its operating units which minimises calamities during plant operations. The safety team conducts regular training programmes to install the concept of maintaining safe operations among the employees and to educate the team on the safety norms and procedures to be followed in an unfortunate situation.

Segment-wise Reporting

The business activity of the Company primarily falls within a single business segment-Iron and Steel. The Company also generates power from captive power plant, which is entirely consumed in manufacturing of iron and steel without any sale to third parties.

Internal Control and System

The Company has implemented proper and adequate system of internal control commensurate with the size and nature of its operations to provide reasonable assurance that all assets are safeguarded, transactions are authorised, recorded and reported properly, applicable statutes and corporate policies are duly complied with. Some significant features of internal control systems are :

- Adequate documentation of policies, guidelines, authorities and approval procedures covering all important functions.
- Deployment of an ERP system which covers most operations and is supported by a defined on-line authorisation protocol.
- Ensuring complete compliance with laws, regulations, standards, and internal procedures and systems.
- Ensuring the integrity of the accounting system; the properly authorised recording and reporting of all transactions.
- Ensuring a reliability of all financial and operational information.
- The Company has an Audit Committee with majority of Independent Directors as members. The committee periodically reviews significant audit findings, adequacy of internal control and compliance with Accounting Standards, amongst others. The Company also takes quarterly compliance certificate in respect of various applicable laws from the concerned departmental heads and place the same before the board.

Industrial Relations and Human Resources

The Company recognise people as the primary source of its competitiveness and continue to focus on people development by leveraging technology and developing a continuously learning human resource base to unleash their potential and fulfill their aspirations. The Company recruits judiciously through industry contacts, newspaper advertisements and consultancies. The Company also recruits trainees from reputed ITIs, technical and professional institutes. The Company maintained harmonious relationship with all its workers and there were no strikes or lockouts during the year under review. As on the date of this report the Company has 558 employees on its payroll.

Corporate Governance Report

Corporate Governance Philosophy

We believe that good Corporate Governance is a key driver of sustainable corporate growth and long term value creation of our Stakeholders. Corporate Governance involves being responsive to aspirations of our Stakeholders besides ensuring compliance with regulatory requirements. The Company has always been taking the spirit of various legislations as guiding principles and proposes to go well beyond statutory compliance by establishing such systems and procedures as are required to make the management completely transparent and institutionally sound. We are committed to conduct the business upholding the core values like transparency, integrity, honesty, accountability and compliance of all statutes. We recognize that this is a conscious and continuous process across the Organisation, which enables the Company to adopt best practices as we incorporate improvements based on the past experience.

Board of Directors

As on 31st March, 2014 the Board consisted of 6 (Six) Directors headed by Mr. Suresh Kumar Patni, Non-Executive Chairman with 2 (Two) Executive Directors and 4 (Four) Non-Executive Directors, of which, 3 (Three) were Independent. The composition of the Board during the year was in conformity with Clause 49 of the Listing Agreement executed with the Stock Exchanges.

Post 31st March, 2014 the following changes took place in the Board of the Company :

- Mr. Prem Narayan Khandelwal has been appointed as an Additional Director (Independent) w.e.f. 16th June, 2014.

None of the Directors on the Board are member of more than ten Committees and they do not act as Chairman of more than five Committees across all the Companies of which they are the Directors. The Directors regularly inform the Company about the changes in their positions as and when changes take place, apart from the annual disclosures.

The composition and category of the Board of Directors of the Company as on 31st March, 2014 along with the number of Board meetings attended by the Directors during the year 2013-14 are given below :

Name of the Director	Category	No. of Board Meetings Attended	No. of Directorships in other Public Limited Companies incorporated in India	No. of Committee positions held in other Public Limited Companies $		Attendance at last AGM
				As Member	As Chairman	
Mr. Suresh Kumar Patni	Promoter/ Non-Executive Chairman	13	12	2	-	No
Mr. Ankit Patni	Promoter/Executive	12	10	1	-	Yes
Mr. Jatindra Nath Rudra	Independent/ Non-Executive	12	1	2		Yes
Mr. Jayanta Kumar Chatterjee	Independent/ Non-Executive	10	1	1	1	Yes
Mr. Jay Shanker Shukla	Independent/ Non-Executive	10	2	1	2	Yes
Mr. Sanjay Singh	Executive	10	-	-	-	Yes
Mr. Prem Narayan Khandelwal #	Additional/ Independent	N.A.	Nil	-	-	N.A.

Notes:

$ Only two committees viz. Audit Committee and Stakeholders Relationship Committee are considered for this purpose.

Appointed as an Additional Director (Independent) w.e.f. 16th June, 2014.

1. None of the Non-Executive Directors have any pecuniary relationship or transactions with the Company except for holding Directorship & receiving sitting fees, save and except Mr. Suresh Kumar Patni who is also the promoter of the Companies, which has a business relation with the Company.

2. Mr. Ankit Patni, Managing Director is the son of Mr. Suresh Kumar Patni. No other Directors in the Board are related to each other.

Meeting

Thirteen (13) Board Meetings were held during the year 2013-14 and the gap between two meetings did not exceed four months. The dates on which the Board Meetings were held are as follows:

5th April, 2013; 15th May, 2013; 30th May, 2013; 24th June, 2013; 24th July, 2013; 13th August, 2013; 29th August, 2013; 3rd October, 2013; 25th October, 2013; 14th November, 2013; 29th November, 2013; 5th February, 2014 and 13th February, 2014.

Notes

1. Board meeting are held at the Corporate Office of the Company. The Agenda along with explanatory notes are sent in advance to the Directors to get their input in the discussion. The information as specified in Annexure- IA to Clause 49 of the Listing Agreement entered into with the Stock Exchange is regularly made available to the Board whenever applicable.
2. The Board periodically reviews compliance reports of all laws applicable to the Company. Steps are taken by the Company to rectify instances of non-compliance, if any.

Code of Conduct

The Code of Conduct for the Board of Directors and Senior Management Personnel as adopted is available on the Company's website www.ankitmetal.com. All the Members of the Board and Senior Management Personnel have affirmed the compliances of the Code of Conduct.

Declaration

In accordance with Clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and Senior Management Personnel of the Company have affirmed compliances with the Code of Conduct of the Company for the year ended 31st March, 2014.

For **Ankit Metal & Power Limited**

Ankit Patni
Managing Director

Kolkata, 25th August, 2014

Committees of Directors

1. Audit Committee

The Company has an Audit Committee within the scope as set out in Clause 49 of the Listing Agreement read with Section 292A of the Companies Act, 1956.

The composition of the Audit Committee and the details of meetings attended by the Committee members are given below:

Name of the Member	Designation	Category	No. of Meetings Attended
Mr. Jay Shanker Shukla	Chairman	Independent/Non-Executive	5
Mr. Suresh Kumar Patni	Member	Promoter/Non-Executive	5
Mr. Jatindra Nath Rudra	Member	Independent/Non-Executive	5

The Managing Director and G.M (Finance)/Chief Financial Officer are permanent invitees to the Committee. The Company Secretary acts as Secretary of the Audit Committee. The representative of internal auditors also attends the meeting. The Audit Committee invites, as and when considers appropriate, the representatives from the Statutory Auditors and Cost Auditors to be present at the meeting of the Committee.

The Audit Committee comprises of 3 (three) Directors all of whom are financially literate. Mr. Jay Shanker Shukla, Independent Director having expertise in finance, is the Chairman of the Audit Committee. The Chairman of the Audit Committee was present at the last Annual General Meeting of the Company held on 28th September, 2013.

During the Financial Year ended 31st March, 2014 five Audit Committee Meetings were held on 30th May, 2013; 13th August, 2013; 29th August, 2013; 14th November, 2013 and 5th February, 2014.

In compliance of provisions of Section 177 of the Companies Act, 2013 read with Revised Clause 49 of the Listing Agreement (effective from 1st October, 2014), the existing Audit Committee has been re-constituted on 16th June, 2014. The terms of reference of the Audit Committee includes the powers as laid down in Clause 49 (III) (C) and the role as stipulated in Clause 49 (III) (D) of the Listing Agreement and review of information as laid down in Clause 49 (III) (E).

The present composition after the re-constitution is given below :

Name of the Member	Designation	Category
Mr. Jay Shanker Shukla	Chairman	Independent/Non-Executive
Mr. Jatindra Nath Rudra	Member	Independent/Non-Executive
Mr. Prem Narayan Khandelwal	Member	Independent/Non-Executive

The terms of reference of the Audit Committee inter alia includes:

1. To oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. To recommend to the Board, the appointment, re-appointment, terms of appointment, replacement or removal and remuneration of the auditors.
3. To examine the Financial Statements and Auditors' Report thereon.
4. To review, with the management, the quarterly financial statements before submission to the board for approval.
5. To approve the payment to statutory auditors for any other services rendered by the statutory auditors.
6. To review, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
   a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of sub-section 3 of Section 134 of the Companies Act, 2013.
   b. Changes, if any, in accounting policies and practices and reasons for the same.
   c. Major accounting entries involving estimates based on the exercise of judgment by management.
   d. Significant adjustments made in the financial statements arising out of audit findings.
   e. Compliance with listing and other legal requirements relating to financial statements.
   f. Disclosure of any related party transactions.
   g. Qualifications in the draft audit report.
7. To approve or subsequently modify the transactions of the Company with related parties.
8. To review, with the management, the statement of uses/application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/ prospectus/notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
9. To review, with the management and monitor the auditor's independence and performance of statutory and internal auditors, adequacy of the internal control systems and effectiveness of audit process.
10. To scrutinize inter-corporate loans and investments, if any.
11. To valuate of undertakings or assets of the Company, wherever it is necessary.
12. To evaluate the internal financial controls and risk management systems.
13. To monitor the end use of funds raised through public offers and related matters, if any.
14. To review the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.

15. To discus with internal auditors any significant findings and follow up there on.
16. To review the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
17. To call for comments of the auditors about internal control systems, scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board and discuss any related issues with the internal and statutory auditors and the management of the Company.
18. To give an option to the Auditors and the Key Managerial Person of the Company to be heard at the Audit Committee Meeting while considering the Auditors' Report.
19. To discus with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
20. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
21. To approve the appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.
22. To establish a Vigil Mechanism for the directors and employees of the Company to report genuine concerns in certain matters. The Mechanism shall provide adequate safeguard against victimization of persons who use the mechanism. The Chairman of the Audit Committee shall be easily available for the same.
23. To carry out any other function as is mentioned in the terms of reference of the Audit Committee from time to time.

2. Nomination and Remuneration Committee (*erstwhile* Remuneration Committee)

In compliance of provision of Section 178(1) of the Companies Act, 2013 read with Revised Clause 49 of the Listing Agreement (effective from October 1, 2014), the existing Remuneration Committee has been renamed as Nomination and Remuneration Committee. The Committee consists of 3 (three) Non-Executive/Independent Directors. The Committee did not meet during the year 2013-14. The present composition of the Nomination and Remuneration Committee is given below:

Name of the Member	Designation	Category
Mr. Jatindra Nath Rudra	Chairman	Independent/Non-Executive
Mr. Jayanta Kumar Chatterjee	Member	Independent/Non-Executive
Mr. Jay Shanker Shukla	Member	Independent/Non-Executive

The terms of reference of the Nomination and Remuneration Committee are as follows:

1. To identify person who are qualified to become Directors and who may be appointed in Senior Management as per their criteria.
2. To recommend to the Board the appointment and removal of the Directors and Senior Management.
3. To carry out evaluation of every director's performance.
4. To formulate criteria for determining qualification, positive attributes and independence of a Director.
5. Devise a policy on Board diversity.
6. To recommend to the Board a policy relating to remuneration for the Directors, Key Managerial Personnel and other employees.
7. To carry out any other function as is mandated by the Board from time to time and/or enforced by any statutory notification, amendment or modification, as may be applicable.
8. To perform such other functions as may be necessary or appropriate for performance of its duties.

The Chairman of the Committee has attended the last Annual General Meeting for giving replies to shareholder's queries; if any.

Remuneration Policy

A. For Executive Directors :

The Board of Directors on the recommendation made by the Nomination and Remuneration Committee decides the remuneration of the Executive Directors subject to the approval of members. The remuneration structure comprises only of the salary. No severance fees is payable to the Directors on termination of the employment. The Company does not have any scheme for stock-option either for the Directors or for the employees.

B. For Non-Executive Directors :

The Non-executive Directors are paid sitting fees for attending each meeting of the Board and/or Committee thereof and the same is within the limits prescribed by the Companies Act, 1956.

Remuneration of Executive Directors

The Company has paid remuneration only by way of salary to its Executive Directors and the same is within the limits specified under Schedule XIII of the Companies Act, 1956 and duly approved by the Board as well as by the shareholders of the Company. Details of remuneration paid during 2013-14 are as follows :

Name of the Director and Designation	Salary paid (₹)	Period of Contract		Notice Period
		From	To	
Mr. Ankit Patni (Managing Director)	24,00,000/-	3rd July, 2011	2nd July, 2016	2 months
Mr. Sanjay Singh (Executive Director - Works)	11,94,000/-	24th August, 2012	23rd August, 2015	2 months

Remuneration of Non-Executive Directors

The remuneration of Non-Executive Directors consists of only sitting fees @ ₹ 2,500/- for attending each meeting of the Board of Directors or a Committee thereof. The details of fees paid during the year and the equity shares held by them as on 31st March, 2014 are as follows :

Name of the Director	Sitting Fee paid (₹)	No. of Shares held as on 31st March, 2014
Mr. Suresh Kumar Patni	45,000	5,05,000
Mr. Jatindra Nath Rudra	45,000	Nil
Mr. Jayanta Kumar Chatterjee	25,000	Nil
Mr. Jay Shanker Shukla	40,000	Nil

3. Stakeholders Relationship Committee (*erstwhile* Investor Grievance cum Share Transfer Committee)

In compliance of provision of Section 178(5) of the Companies Act, 2013 read with Revised Clause 49 of the Listing Agreement (effective from October 1, 2014), the existing Investor Grievance cum Share Transfer Committee has been renamed as Stakeholders Relationship Committee.

The Stakeholders Relationship Committee was constituted to specifically look into the redressal of investors' complaints like transfer of shares, non-receipt of balance sheet and non-receipt of declared dividends, etc.

The Stakeholders Relationship Committee consists of three Directors, out of which two are Independent Directors and one is Executive Director. The Chairman of the Committee is an Independent Director.

The broad terms of reference includes the following:

a. To review and ensure compliance of statutory provisions of the Companies Act, 1956 and/or Companies Act, 2013, the guidelines of SEBI and the Stock Exchanges and other statutory requirements relating to transfer and transmission of shares/debentures of the Company.

b. To review and ensure that the Registrar/Company's Transfer House implements all statutory provisions as above.

c. Approve transfers/transmission of shares/debenture and demat/remat of the shares/debenture.

d. Approve issue of duplicate shares certificates/debenture certificates, issue of certificates on consolidation/sub-division/ rematerialisation.

e. To consider and resolve all shareholders queries, grievance and complaints like transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends etc. are attended and redressed in an expeditious manner.

f. Monitor implementation of Company's Code of Conduct for Prohibition of Insider Trading

g. Any other matter referred by the Board relating to equity shareholders of the Company.

During the year under review, the Committee has met once on 31st March, 2014.

The composition of the committee and the attendance of the members in the meeting are given hereunder :

Name of the Member	Designation	Category	No. of Meetings Attended
Mr. Jayanta Kumar Chatterjee	Chairman	Independent/Non-Executive	1
Mr. Ankit Patni	Member	Promoter / Executive	1
Mr. Jay Shanker Shukla	Member	Independent /Non-Executive	1

Mr. Chandra Kumar Jain, Company Secretary has been designated as Secretary to the Committee and as Compliance Officer of the Company. The Committee has delegated the authority to approve the requests for transfers/transmission, split and remat/demat of shares to the Company Secretary. The Committee reviews the transfer/demat/remat approved by the Company Secretary and take note thereof in their subsequent meeting.

The Company has not received any Investor's grievances/complaint during the year ended 31st March, 2014.

4. Corporate Social Responsibility Committee

The Corporate Social Responsibility (CSR) Committee of the Board of Directors was constituted on 19th April, 2014, in terms of the provisions of the Companies Act, 2013. The role of the Committee are as under :

1. Formulate and recommend to the Board the CSR Policy and any amendments thereof which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013.
2. Recommend the amount of expenditure to be incurred on the activities, as per CSR Policy.
3. Be responsible for implementation and monitoring of CSR projects or programmes or activities of the Company.
4. Any other matter/thing as may be considered expedient by the members in furtherance of and to comply with the CSR Policy of the Company.

The composition of the Committee is as under :

Name of the Member	Designation	Category
Mr. Jay Shankar Shukla	Chairman	Independent/Non-Executive
Mr. Sanjay Singh	Member	Executive
Mr. Suresh Kumar Patni	Member	Promoter /Non-Executive

General Body Meetings

The last three Annual General Meetings were held as under :

Financial Year	Date	Place	Time
2012-2013	28th September, 2013	'Rotary Sadan' 94/2, Chowringhee Road, Kolkata - 700 020	3.00 PM
2011-2012	25th September, 2012	'Rotary Sadan' 94/2, Chowringhee Road, Kolkata - 700 020	3.00 PM
2010-2011	15th September, 2011	'Rotary Sadan' 94/2, Chowringhee Road, Kolkata - 700 020	3.00 PM

Special Resolutions Passed at the last three AGMs :

Financial Year	Items
2012-2013	Issue of Equity Shares to the Promoter and Non-Promoter Group on Preferential Basis.
2011-2012	None
2010-2011	Issue of Equity Shares to the Promoter and Non-Promoter Group on Preferential Basis.

No special resolution was passed through postal ballot in the last year. No special resolution requiring postal ballot is being proposed at the ensuing AGM.

Disclosures

- There are no materially significant related party transactions, i.e. transactions of the Company of material in nature with its Promoters, Directors or the management or relatives etc. that may have potential conflict with the interests of the Company at large. A statement in summary form of transactions with related parties in the ordinary course of business is placed periodically before the Audit Committee. The pricing of all the transactions with the related parties were on an arm's length basis. A disclosure of related party relationship and transactions as per AS-18 is given in the Note No: 29.10 to the Annual Accounts of the Company.
- The Company follows Accounting Standards issued by the Institute of Chartered Accountants of India and in the preparation of financial statements, the Company has not adopted a treatment different from that prescribed in an Accounting Standard.
- The Company has complied with all the requirements of the Listing Agreement with the Stock Exchanges as well as regulations and guidelines of SEBI. No strictures or penalty were imposed on the Company by Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets during the last three years.
- The Company does not have any Subsidiary.
- The risk assessment and minimisation procedures are in place and the Board is regularly informed by the Senior Executives about the business risks, if any occurs, and the steps taken to mitigate the same.
- **Whistle Blower Policy :**

  In order to strengthen the process of conducting the business in a fair, transparent and ethical manner, the Company has set up a Whistle Blower Policy or the Vigil Mechanism. The policy is intended to establish a mechanism for employees to report to the management genuine concerns about unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct or ethics, for which a dedicated email id **vigil.mechanism@ankitmetal.com** has been established. Mr. Jay Shanker Shukla, Chairman of the Audit Committee of the Company has been nominated by the Board as Ombudsperson for this purpose. The mechanism provides adequate safeguard against victimization of the persons using this mechanism. No employee was denied access to the Audit Committee.
- In terms of clause 49(IV)(F)(ii) of the Listing Agreement, the senior management has disclosed to the Board that they have no personal interest in the material, financial and commercial transactions of the Company that may have potential conflict with the interest of the Company at large.
- **Proceeds from the Preferential Issue :**

  During the year under review, the Company has raised ₹ 80.10 Crores by issuing 2,67,00,000 equity shares of ₹ 10 each at a premium of ₹ 20 on preferential basis to the entities belonging to Promoter and Strategic Investors belonging to Non-Promoter Group. The entire proceeds received from the preferential issue were fully utilised towards the object of the issue. Besides this, the Company did not raise any amount through public or right or preferential issues.
- The Company has complied with all the mandatory requirements as mandated under Clause 49 of the Listing Agreement. A certificate from the Practicing Company Secretary to this effect has been included in this report. Besides mandatory requirements, the Company has constituted a Nomination and Remuneration Committee to consider and recommend the remuneration of the Directors. The extent of compliance relating to non-mandatory requirements is dealt under the head 'Non-Mandatory Requirements'

CEO/CFO Certification

The requisite certificate from the Managing Director and the Chief Financial Officer of the Company for the Financial Year ended 31st March, 2014 required to be given under Clause 49 (V) of the Listing Agreement has been placed before the Board Meeting held on 30th May, 2014.

Means of Communication

1. Financial Results

In compliance with the requirements of the Listing Agreements, the Company has intimated Audited Financial Results as well as the Unaudited Quarterly Results to the Stock Exchanges immediately after they are taken on record by the Board. Further coverage has been given for the information of the shareholders and investors by publication of the financial results

in English National daily - "Financial Express" and in a local vernacular newspaper - "Dainik Statesman" widely circulated in the state of West Bengal. The results were also placed on the Company's website at **www.ankitmetal.com**.

2. Other Information

The Company has its own website **www.ankitmetal.com** wherein other related information is available. The Company has a dedicated help desk email id : **investors@ankitmetal.com** in the secretarial department for providing necessary information to the investors as well as for registering any complaints/grievances. The Company posts on its website all its official news releases, important announcements and presentations made before the press meets, analysts and institutional investors from time to time for the benefit of its investors and public at large.

Profile of Directors Seeking Appointment/Re-appointment

Resume and other information of the Directors seeking appointment/re-appointment at the ensuing Annual General Meeting as required under Clause 49 of the Listing Agreement are given in the notice of ensuing Annual General Meeting as an Additional Information.

Management Discussion and Analysis Report

A Management Discussion and Analysis Report is given separately, and forms part of Annual report.

General Shareholder Information

1. Annual General Meeting (AGM)

Day, Date & Time	:	Friday, 26th September, 2014 at 10.00 A.M.
Venue	:	PURBASHREE, Bharatiyam Cultural Multiplex IB-201, Sector-III, Salt Lake City, Kolkata - 700 106

2. Date of Book Closure : 20th September, 2014 to 26th September, 2014 (both days inclusive)

3. Dividend payment date : N.A.

4. Financial Calendar

Indicative calendar of events for the financial year 2014-2015 is as under :

Financial Year : 1st April to 31st March

Financial Reporting for the quarters :

First Quarter	Disclosed on 12th August, 2014
Second Quarter and Half Yearly	Within 45 days from the end of the Quarter
Third Quarter and Nine Months	Within 45 days from the end of the Quarter
Fourth Quarter and Annual (Audited)	Within 60 days from the end of the Quarter/Financial Year
Annual General Meeting	On or before 30th September, 2015

5. Listing of the Equity Shares on Stock Exchange

Name of the Stock Exchange	Address	Stock Code
Bombay Stock Exchange Limited (BSE)	"Phiroze Jeejeebhoy Towers" Dalal Street, Mumbai - 400 001	532870
The National Stock Exchange of India Ltd. (NSE)	"Exchange Plaza" Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051	ANKITMETAL

The Company has paid the listing fee for the year 2014-15 to both the Stock Exchanges where the shares of the Company are listed as well as custodial fees to the depository.

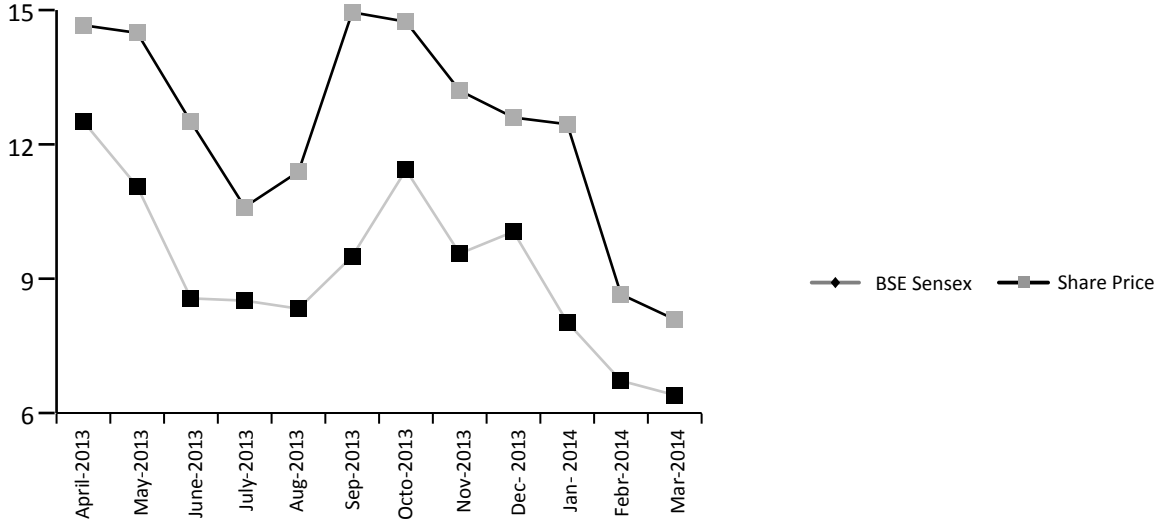
6. The International Security Identification Number (ISIN) for NSDL & CDSL : INE106I01010

7. Market Price Data

The Stock Market data on BSE & NSE for the last twelve months are provided herein :

Month	National Stock Exchange of India Limited (₹)		Bombay Stock Exchange Limited (₹)	
	HIGH	LOW	HIGH	LOW
April, 2013	14.71	12.25	14.66	12.51
May, 2013	14.60	10.80	14.49	11.06
June, 2013	13.00	8.80	12.50	8.56
July, 2013	11.25	7.25	10.60	8.51
August, 2013	12.05	8.00	11.39	8.33
September, 2013	15.35	9.70	14.95	9.50
October, 2013	14.50	11.30	14.74	11.43
November, 2013	13.25	9.50	13.20	9.56
December, 2013	12.00	9.15	12.60	10.05
January, 2014	12.60	8.00	12.45	8.03
February, 2014	8.95	6.80	8.65	6.72
March, 2014	7.95	6.55	8.09	6.40

8. Performance of the Company in comparison with BSE Sensex



9. Shareholding Pattern as on 31st March, 2014

Category	No. of Shares	% of holding
Promoter & Promoter Group	8,11,80,000	66.50
Financial Institutions/Banks	100	00.00
FIIs	27,31,712	2.24
Bodies Corporate	2,99,72,176	24.55
Individuals	79,61,025	6.52
Non-Resident Individuals	1,15,039	0.09
NRNs	1,463	0.01
Clearing Member	1,13,985	0.09
Total	**12,20,75,500**	**100.00**

10. Distribution of Shareholding as on 31st March, 2014

Range	No. of Shareholders	% of Total Shareholders	No. of Shares	% of Total
Upto 500	2,847	72.63	4,43,636	0.36
501 to 1000	416	10.61	3,47,265	0.28
1001 to 2000	211	5.38	3,32,394	0.27
2001 to 3000	84	2.14	2,14,630	0.18
3001 to 4000	26	0.66	91,463	0.08
4001 to 5000	48	1.23	2,23,613	0.18
5001 to 10000	93	2.37	7,07,061	0.58
10001 and above	195	4.98	11,97,15,438	98.07
Total	**3,920**	**100.00**	**12,20,75,500**	**100.00**

11. Dematerialization of shares and Liquidity

The Company's shares are compulsorily traded in dematerialised form which is available for trading on both NSDL and CDSL. As on 31st March, 2014; 12,20,75,379 equity shares representing 99.99 % of the share capital are held in dematerialized form viz., CDSL - 8,60,52,941 equity shares and NSDL - 3,60,22,438 equity shares.

12. Registrar and Share Transfer Agent

M/s. Link Intime India Pvt. Limited of 59C, Chowringhee Road, 3rd Floor, Kolkata - 700 020, are the Registrar and Share Transfer Agent of the Company, both for Physical and Demat Segments. Accordingly, all communications on matters relating to Share Transfers, Dividend etc. may be sent directly to them. Complaints, if any, on these matters may also be sent to the Compliance Officer of the Company.

13. Share Transfer System

The share transfers/transmission/splits and/or issue of duplicate share certificates are processed on behalf of the Company by the Registrar and Transfer Agents, M/s Link Intime India Pvt. Ltd. and is then placed before the Company Secretary who has been delegated by Stakeholders Relationship Committee (erstwhile Investor Grievance and Share Transfer Committee) to approve transfers. The Company Secretary addresses all the requests fort nightly.

14. Outstanding ADR's & GDR's, Warrants or any other convertible instruments, conversion date and likely impact on equity shares

During the year under review, the Company has not issued any ADR's & GDR's, Warrants or any other convertible instruments. The Company has at present no outstanding ADR's/GDR's/Warrants to be converted that has an impact on the equity shares of the Company.

15. Name, Designation & Address of Compliance Officer for Complaints & Correspondence

Mr. Chandra Kumar Jain
Company Secretary & Compliance Officer
Ankit Metal & Power Limited
'SKP HOUSE'
132A, S.P. Mukherjee Road, Kolkata - 700 026
Phone : 91 33 4016 8000/8100
Fax : 91 33 4016 8189/8107
Email Id : cs@ankitmetal.com

Address for Correspondence
Registered Office :
Ankit Metal & Power Limited
35, C. R. Avenue, Kolkata - 700 012
Phone : 91 33 4064 0021/0022
Email Id : grievance@ankitmetal.com
CIN : L27101WB2002PLC094979

Corporate Office :
Ankit Metal & Power Limited
'SKP HOUSE'
132A, S. P. Mukherjee Road, Kolkata - 700 026
Phone : 91 33 4016 8000/8100
Fax : 91 33 4016 8189/8107

16. Plant Locations

Village : Jorehira, Mouza: Burat, Jorehira & Sonpura
P.S. : Chhatna
Dist. : Bankura, West Bengal

Non-Mandatory Requirements

1. **The Board :**
   The Non-Executive Chairman has an office at the Company's premises.
2. **Nomination and Remuneration Committee :**
   The Company has a Nomination and Remuneration Committee comprising of 3 (three) Independent Non-Executive Directors as stated under 'Committees of Directors' in this report.
3. **Audit Qualifications :**
   There are no qualifications in the financial statements of the Company for the year 2013-14.
4. **Other Items :**
   The rest of the non-mandatory requirements such as Shareholder's Rights, training of Board members and Mechanism for evaluation of Non-Executive Board members will be implemented by the Company as and when required.

For **Ankit Metal & Power Limited**

Suresh Kumar Patni
Chairman

Kolkata, 25th August, 2014

Certificate of Compliance with the Corporate Governance requirements under Clause 49 of the Listing Agreement

To
The members of
Ankit Metal & Power Limited

We have examined the compliance of conditions of Corporate Governance by Ankit Metal & Power Limited, for the year ended 31st March, 2014 as stipulated in Clause 49 of the Listing Agreement(s) of the said Company with the Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination has been limited to a review of the procedures and implementations thereof adopted by the Company for ensuring compliance of conditions of Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

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

For **A J & ASSOCIATES**
Company Secretaries

Abhijeet Jain
Proprietor
C.P. No. 3426

Kolkata, 25th August, 2014

Independent Auditors' Report

TO
THE MEMBERS
ANKIT METAL & POWER LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **ANKIT METAL & POWER LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2014, the Statement of Profit and Loss and Cash flow statement for the year ended on that date, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 (the "Act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

2. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

(a) In the case of Balance Sheet, of the state of affairs of the Company as at March 31, 2014;

(b) In the case of Statement of Profit and Loss, of the Loss of the Company for the year ended on that date; and

(c) In the case of the Cash Flow Statement, of the Cash Flows of the Company for the year ended on that date.

Emphasis of Matter

Without qualifying our conclusions we draw attention to **Note 4 (terms of Long-Term Borrowings Point i(e)** to the statement, the Company is currently facing cash flow shortages, which have resulted in defaults in repayment of dues to the banks. The Company has approached to the Lenders for restructuring of debts under Corporate Debt Restructuring ("CDR") route. The Proposal is under process and therefore no adjustments have been made to the carrying values or classification of assets and liabilities.

Independent Auditors' Report

Report on Other Legal and Regulatory Requirements

1. As required by 'the Companies (Auditor's Report) Order, 2003, as amended by 'the Companies (Auditor's Report) (Amendment) Order, 2004' issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act (hereinafter referred to as the "Order"),we give in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by section 227(3) of the Act, we report that:

   i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

   ii. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

   iii. 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;

   iv. In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report comply with the Accounting Standards notified under the Act read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013;

   v. On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For **R.Kothari & Company**
Chartered Accountants
FRN : 307069E

K. C. Soni
Partner
Membership No.057620

Kolkata, 30th May, 2014

Annexure to the Independent Auditors' Report

The Annexure referred to in paragraph 1 under the heading of **"Report on otherLegal and Regulatory Requirements"** of even date to the members of **Ankit Metal &Power Limited** on the accounts of the Company for the year ended 31st March 2014. On the basis of such checks as we considered appropriate and accordingly to the information and explanations given to us during the course of our audit, we report that :

(i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.

(b) The Fixed Assets of the Company have been physically verified by the management during the year and in our opinion, the frequency of such verification is reasonable. No material discrepancies were noticed on such verification.

(c) During the year, the Company has not disposed off substantial part of Fixed Assets which would affect its going concern status.

(ii) (a) As explained to us, the stocks of finished goods and work-in-progress have been physically verified by the management as at the end of the financial year and for stocks of raw materials, for which there is a perpetual inventory system, a substantial portion of stocks has been verified during the year. In our opinion, the frequency of verification is reasonable.

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material having regard to the size of the operations of the Company and the same have been properly dealt with in the books of account.

(iii) (a) The Company has not granted any loan, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Therefore, the provisions of Clause 4(iii) (b), (c) and (d) of the said Order are not applicable to the Company.

(b) The Company has taken unsecured loans from companies covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 450 lacs and the year-end balance of loans taken from such companies was Nil.

(iv) In our opinion, and according to the information and explanations given to us, there is an adequate Internal Control Procedures commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across, nor have been informed of, any continuing failure to correct major weaknesses in the aforesaid internal control system.

(v) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to under section 301 of the Companies Act 1956 have been entered into a register that is required to be maintained under that section.

(vi) The Company has not accepted any deposits from the public and consequently, the directives issued by Reserve Bank of India and provisions of Section 58A and Section 58AA of the Companies Act, 1956 and the rules framed there under are not applicable.

(vii) In our opinion, the Company has an Internal Audit System commensurate with its size and nature of its business.

(viii) We have broadly reviewed the books of account maintained by the Company in respect of manufacture of Iron & Steel product & Power Generation Unit pursuant to the Rules made by the Central Government for the maintenance of cost records under Section 209(1) (d) of the Companies Act, 1956, and we are of the opinion that prima facie, the records have

been maintained. We have not however made a detailed examination for the records with a view to determining whether they are accurate and complete.

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has generally been regular in depositing undisputed statutory dues including, Income Tax, and other statutory dues during the year with appropriate authorities.

(b) According to information and explanations given to us, no undisputed amounts payable in respect of Income Tax, etc were in arrears, as at 31.03.2014 for a period of more than six months from the date they became payable.

(c) According to the information and explanations given to us, there are no dues of Sales Tax, Custom Duty, Wealth Tax, Excise Duty and Cess which have not been deposited as on 31st March, 2014 with the appropriate authorities on account of any dispute except the following cases which are as follows :

Name of the Statute	Nature of Dues	Amount (₹in Lacs)	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	21.11 (Already paid under protest ₹ 16.11)	A.Y. 2006-2007	Commissioner of Income Tax (Appeals)-I, Kolkata.
Income Tax Act, 1961	Income Tax	25.28 (Petition filed u/s 154)	A.Y. 2009-2010	Deputy Commissioner /Additional commissioner of Income Tax-Circle-3 Kolkata.
W.B.VAT Act, 2003	Sales Tax	222.89	F.Y. 2005-2006	Sr. Joint Commissioner of Commercial taxes, Dharmtala Circle.
W.B.VAT Act, 2003	Sales Tax	917.91	F.Y. 2006-2007	Sr. Joint Commissioner of Commercial taxes, Dharmtala Circle.
W.B.VAT Act,2003	Sales Tax	358.16	F.Y. 2007-2008	Sr. Joint Commissioner of Commercial taxes, Dharmtala Circle.
W.B.VAT Act,2003	Sales Tax	92.94	F.Y. 2007-2008	Sr.J oint Commissioner of Commercial taxes, Purulia
W.B.VAT Act, 2003	Sales Tax	87.95	F.Y. 2007-2008	Joint Commissioner of Commercial taxes, Durgapur Circle
W.B.VAT Act, 2003	Sales Tax	37.28	F.Y 2009-2010	Sr. Joint Commissioner of Commercial taxes, DH Circle, Kolkata
The Central Excise Act, 1944	Excise Duty	36.66	September-2007-January'2008	Joint Commissioner, Central Excise, BolpurCommissionerate
The Finance Act, 1994	Service Tax	5.00	A.Y. 2007-2008	Commissioner Appeal IV
The Central Excise Act, 1944	Excise Duty	14.95 (15.00 paid as duty under protest)	A.Y. 2012-2013	Directorate General of Central Excise Intelligence, Kolkata
The Central Excise Act, 1944	Excise Duty	5.15 (5.00 paid as duty under protest)	A.Y. 2012-2013	Commissioner of Central Excise-Bolpur
The Central Excise Act, 1944	Excise Duty	4.32	July'2007-October'2007	Additional Commissioner of Central Excise & service Tax, Durgapur

(x) The Company does not have accumulated losses at the end of the Financial Year but has incurred cash losses during the financial year ended on that date but not in the immediately preceding Financial Year.

Annexure to the Independent Auditors' Report

(xi) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has defaulted in repayment of dues to the financial institutions or banks as following :

Nature of Dues	Due On	Amount of Default (₹ in Lacs)
Term Loan		
- Principal	31.03.2014	1755.10
- Interest	28.02.2014	143.75
	31.03.2014	404.96

(xii) The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provisions of Clause 4(xii) of the Order are not applicable to the Company.

(xiii) In our opinion, the Company is not a chit fund or a Nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the Company.

(xiv) The Company has maintained proper records of transactions and contracts in respect of dealing and trading in shares, securities and other investments and timely entries have generally been made therein. All shares and other securities have been held by the Company in its own name except to extent of exemption granted under section 49 of the Companies Act, 1956.

(xv) The Company has not given any guarantee for loans taken by others from banks or financial institutions during the year. Therefore, the provisions of clause 4 (xv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

(xvi) In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were raised.

(xvii) According to the information and explanations given to us, we report that no funds raised on short-term basis have been used for long-term investment.

(xviii) According to the information and explanations given to us, the Company has made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.

(xix) According to the information and explanations given to us, during the period covered by our audit report, the Company has not issued any debentures and does not have any debentures outstanding as at the beginning of the year and at the year end. Accordingly, the provisions of Clause 4(xix) of the Order are not applicable to the Company.

(xx) The Company has not raised any money by public issue hence the provisions under clause 4 (xx) of the Order are not applicable to the Company.

(xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For **R.Kothari & Company**
Chartered Accountants
FRN : 307069E

K. C. Soni
Partner
Membership No. 057620

Kolkata, 30th May, 2014

Balance Sheet as at 31st March, 2014

(₹ in Lacs)

Particulars	Notes	31-03-2014	31-03-2013
Equity and Liabilities			
Shareholders' Funds			
Share Capital	2	12,207.55	9,537.55
Reserves and Surplus	3	38,055.07	40,378.21
Money Received Against Share Warrants		–	–
		50,262.62	**49,915.76**
Share Application Money Pending Allotment		–	–
Non-Current Liabilities			
Long-Term Borrowings	4	32,640.84	47,306.78
Deferred Tax Liabilities (net)	5	–	3,020.40
Other Long Term Liabilities	6	200.25	201.51
Long Term Provisions	7	11.32	8.92
		32,852.41	**50,537.61**
Current Liabilities			
Short-Term Borrowings	8	41,406.47	29,378.51
Trade Payables	9	32,079.91	23,032.19
Other Current Liabilities	6	19,043.40	10,418.91
Short Term Provisions	7	971.01	2,336.88
		93,500.79	**65,166.49**
Total		**1,76,615.82**	**1,65,619.86**
Assets			
Non-Current Assets			
Fixed Assets			
- Tangible Assets	10	84,926.08	70,621.55
- Intangible Assets	11	14.94	19.92
- Capital Work-In-Progress	12	117.98	16,473.89
- Intangible Assets Under Development	13	–	–
Non Current Investments	14	11.75	11.75
Deferred Tax Assets (net)		–	–
Long-Term Loans and Advances	15	–	442.81
Other Non Current Assets	16	1.32	1.32
		85,072.07	**87,571.24**
Current Assets			
Current Investments		–	–
Inventories	17	42,782.04	35,932.68
Trade Receivables	18	32,379.28	25,917.74
Cash and Bank Balances	19	3,275.76	1,971.44
Short-Term Loans and Advances	15	7,431.45	12,884.71
Other Current Assets	16	5,675.22	1,342.05
		91,543.75	**78,048.62**
Total		**1,76,615.82**	**1,65,619.86**

Summary of Significant Accounting Policies 1

Additional Notes on Account 29

The accompanying notes 1 to 29 form an Integral part of the Financial Statements.

As per our report of even date.

For **R. Kothari & Company**
Chartered Accountants
FRN No. 307069E

For and on behalf of Board of Directors

K. C. Soni
Partner
Membership No. 057620

Suresh Kumar Patni
Chairman

Ankit Patni
Managing Director

Chandra Kumar Jain
Company Secretary

Kolkata, 30th May, 2014

Statement of Profit & Loss for the year ended 31st March, 2014

(₹ in Lacs)

	Particulars	Notes	31-03-2014	31-03-2013
	REVENUE			
I	Revenue from Operations (gross)		1,64,518.43	1,33,232.43
	Less : Excise Duty/Sales Tax		16,948.90	13,955.62
	Revenue from Operations (net)	20	**1,47,569.53**	**1,19,276.81**
II	Other Income	21	312.46	117.86
III	**Total Revenue (I + II)**		**1,47,881.99**	**1,19,394.67**
IV	**EXPENSES**			
	Cost of Raw Material and Components Consumed	22	88,013.87	68,562.00
	Purchase of Traded Goods	23	40,671.35	31,880.87
	(Increase)/Decrease in Inventories of Finished Goods, Work-In-Progress and Traded Goods	24	1,136.99	(6,961.79)
	Employee Benefits Expense	25	1,410.76	928.30
	Finance Costs	26	11,520.08	7,137.39
	Depreciation and Amortization Expense	27	5,963.79	4,111.23
	Other Expenses	28	9,813.48	7,248.00
	Total Expenses		**1,58,530.32**	**1,12,906.00**
V	Profit Before Exceptional and Extraordinary Items and Tax (IIII-IV)		(10,648.33)	6,488.67
VI	Extraordinary Items		–	–
VII	**Profit Before Tax (V+VI)**		**(10,648.33)**	**6,488.67**
VIII	**Tax Expenses**			
	Current Tax		–	1,298.24
	Less : MAT Credit Entitlement		–	(1,298.24)
	Income Tax of Earlier Year		24.08	105.11
	Deferred Tax		(3,020.40)	1,264.76
	Total Tax Expense		**(2,996.32)**	**1,369.87**
IX	**Profit For The Year (VII-VIII)**		**(7,652.01)**	**5,118.80**
	Earnings as per Equity Share [Nominal Value of Share ₹ 10 each (31st March, 2014 ₹ 10 each)]	Addl Notes No. 29.11		
	Basic		(6.27)	5.37
	Weighted Average		(5.39)	5.37
	Diluted		(6.27)	5.37

Summary of Significant Accounting Policies 1

Additional Notes on Account 29

The accompanying notes 1 to 29 form an Integral part of the Financial Statements.

As per our report of even date.

For **R. Kothari & Company**
Chartered Accountants
FRN No. 307069E

For and on behalf of Board of Directors

K. C. Soni
Partner
Membership No. 057620

Suresh Kumar Patni
Chairman

Ankit Patni
Managing Director

Chandra Kumar Jain
Company Secretary

Kolkata, 30th May, 2014

Cash Flow Statement for the year ended 31st March, 2014

(₹ in Lacs)

	For the Year Ended 31st March, 2014		For the Year Ended 31st March, 2013	
A. Cash Flows from Operating Activities				
Net Profit before Tax & Extraordinary Items		(10,648.33)		6,488.67
Adjustments for :				
Depreciation	5,963.79		4,111.23	
Loss on Sale of Fixed Assets	–		2.02	
Interest Income	(211.54)		(117.86)	
Finance Cost	11,520.08		7,065.32	
Exchange Fluctuation Loss/(Gain)	146.76	17,419.09	170.37	11,231.08
Operating Profit before Working Capital Changes		**6,770.76**		**17,719.75**
Adjustments for :				
Increase in Sundry Debtors	(6,461.54)		(8,109.24)	
Decrease in Short Term Loans & Advances	4,644.26		745.87	
Increase in Other Current Assets	(4,452.60)		(132.82)	
Increase in Inventories	(6,849.36)		(14,940.63)	
Increase in Trade Payables	9,047.72		6,813.65	
Increase in Other Current Liabilities	3,907.01	(164.49)	779.54	(14,843.62)
Cash Generated from Operations		**6,606.27**		**2,876.12**
Income Taxes Paid		(316.94)		(873.47)
Exchange Fluctuation (Loss)/Gain		(146.76)		(170.37)
Net Cash from Operating Activities		**6,142.57**		**1,832.29**
B. Cash Flows from Investing Activities				
Purchase of Fixed Assets & Capital W.I.P.	(3,907.44)		(20,115.40)	
Subsidy Received	179.51		440.87	
Interest Received	151.46		137.65	
Sale of Fixed Assets	–		1.00	
Fixed Deposits	(1,427.13)		(434.63)	
Net Cash from Investing Activities		**(5,003.60)**		**(19,970.50)**

Cash Flow Statement for the year ended 31st March, 2014 (Contd.)

(₹ in Lacs)

	For the Year Ended 31st March, 2014		For the Year Ended 31st March, 2013	
C. Cash Flows from Financing Activities				
Proceeds/(Repayment) from Long Term Borrowings	(6,931.82)		13,203.36	
Proceeds/(Repayment) from Long Term Advances	442.81		2,653.16	
Proceeds from Short Term Borrowings	12,027.96		8,573.04	
Proceeds from Share Capital (including premium net of expenses)	3,963.88		–	
Payment of Finance Cost	(10,764.60)		(7,108.39)	
Net Cash used in Financing Activities		**(1,261.79)**		**17,321.18**
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		**(122.81)**		**(817.03)**
Cash and Cash Equivalents at the beginning of the period		**224.98**		**1,042.01**
Cash and Cash Equivalents at the end of the period		**102.17**		**224.98**

Note :

i) The above Cash Flow has been prepared under "Indirect Method" as set out in Accounting Standard-3 on Cash Flow Statement issued by Institute of Chartered Accountants of India.

ii) This is the Cash Flow referred to, in our report of even date.

iii) Previous year figures have been regrouped/rearranged wherever considered necessary.

As per our report of even date.

For **R. Kothari & Company**
Chartered Accountants
FRN No. 307069E

For and on behalf of Board of Directors

K. C. Soni
Partner
Membership No. 057620

Suresh Kumar Patni
Chairman

Ankit Patni
Managing Director

Chandra Kumar Jain
Company Secretary

Kolkata, 30th May, 2014

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

a) These Financial Statements have been prepared in accordance with generally accepted accounting principle in India under the historical cost convention on accrual basis and comply in all material aspects with the accounting standards notified under the Companies Act, 1956 (the "Act") read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.

(b) All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule VI to the Companies Act, 1956. Based on the nature of services and the time between acquisition of assets/inputs for processing and their realisation in cash and cash equivalents, the Company has ascertained its normal operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

2. Use of Estimates

The preparation of Financial Statements in conformity with Generally Accepted Accounting Principles requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the Financial Statements, and the reported amounts of revenue and expenses during the reported year. Actual results could differ from those estimates.

3. Fixed Assets, Intangible Assets and Capital Work-in-Progress

a) Fixed Assets are stated at cost of acquisition less accumulated depreciation.

b) Expenditure which are of Capital nature are capitalised at a cost which comprises of purchase price and all other expenditure directly attributable to the cost of bringing the assets to its working condition for the intended use. Assets under erection / installation are shown as Capital Work-in-Progress. Capital assets and Capital Work-in-Progress are net of CENVAT credit availed / available thereon.

c) Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortisation and impairment.

d) Interest on borrowing costs related to qualifying assets is worked out on the basis of actual utilisation of funds out of project specific Loans and/or other borrowings to the extent identifiable with the qualifying assets and are capitalised with the cost of qualifying assets. Incidental indirect expenses relating to the project are apportioned amongst the Fixed Assets on the basis of their cost of erection / acquisition on commencement of commercial production.

e) Subsidy received / or crystallisation in respect of Fixed Assets are deducted from the cost of respective assets.

f) Variations of exchange rate attributable to Fixed Assets are capitalised.

4. Depreciation & Amortisation

a) Depreciation on Fixed Assets is calculated on Straight Line Method at the rates and in the manner prescribed in the Schedule XIV of Companies Act, 1956.

b) Intangible assets are amortised over their respective individual estimated useful lives on a straight-line basis commencing from the date the assets is available to the Company for its use.

5. Inventories

All inventories are valued at lower of Cost, computed on FIFO basis, and Net Realisable Value. Finished goods and Work-in-Progress include cost of conversion and other overheads incurred in bringing the inventories to their present location and condition.

6. Excise Duty

Excise duty on finished goods lying at the factory is accounted for at the point of manufacturing of goods and is accordingly considered for valuation of finished goods stock lying in the factory as on the Balance Sheet date.

7. Recognition of Income & Expenditures

a) Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES *(Contd.)*

b) Sales are recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Sales are inclusive of excise duty but net of trade discounts and VAT. However, excise duty relating to sales is reduced from gross turnover for disclosing net turnover. Domestic sales are recognised at the time of despatch of materials to the buyer. Export sales are recognised on the issue of bill of lading.

c) Export Incentives arising out of Export Sales are accounted for on accrual basis.

d) Purchases are inclusive of freight and the net of CENVAT/VAT Credit, Trade Discount and Claims.

e) Interest income is recognised on a time proportion basis taking into account and the amount outstanding and the rate applicable.

8. Subsidy

a) The Company is registered under the **West Bengal Incentive Scheme 2000 & 2004** of The Director of Industries, Government of West Bengal. Under the said scheme the Company is entitled to receive Capital Investment Subsidy, Interest Subsidy, Employment Generation Subsidy, Remission of Stamp Duty & Registration Fee. These shall be accounted for in the year of receipt and/or crystallisation.

b) The Company has been granted eligibility certificate under the West Bengal Incentives to Power Intensive Industries Scheme, 2005, promulgated by the Department of Commerce & Industries, Government of West Bengal, vide notification no. 276-CI/O/Incentive/052/05/i dt. 19.05.2005, effective from 1st April, 2004. under the said scheme, the Company is entitled to receive incentive on energy charges, which has been accounted for in the books on accrual basis.

9. Sales

Sales are recognised on despatch of goods to customers. It includes Excise Duty & Sales Tax.

10. Foreign Currency Transaction

Transactions denominated in foreign currencies are normally recorded at the exchange rates prevailing on the date of the transaction. Monetary items denominated in foreign currencies at the year end are restated at the year end rates. All exchange differences are dealt within Profit & Loss Account.

11. Taxation

a) Current Tax is determined at the amount of tax payable in respect of taxable income for the period, computed with relevant tax rules and tax laws. In case of tax payable as per provisions of MAT under Section 115JB of the Income Tax Act, 1961, Deferred MAT Credit Entitlement is separately recognised as advance.

b) Deferred Tax is recognised, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

12. Segment Reporting

The Company has identified Iron & Steel as the sole business segment and the same has been treated as primary business segment. The Company sells mostly within India and does not have operations in economic environments with different risks and returns, it is considered operating in single geographical segment. Hence, no further disclosure as required under the Accounting Standard-17 “Segment Reporting” as issued by the ‘The Institute of Chartered Accountants of India’.

13. Retirement Benefits

a) Liability with regards to long term employee benefits is provided for on the basis of actuarial valuation at the Balance sheet date. Actuarial gain/ oss is recognised immediately in the Statement of Profit & Loss Account. The Company has an Employee Gratuity Fund managed by the Life Insurance Corporation of India.

b) Retirement benefit in the form of contribution to Provident Fund is a defined contribution scheme and is charged to Profit & Loss Account in the year when they become due.

c) Short-term compensated absences are provided for based on estimates.

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES *(Contd.)*

14. Preliminary & Public Issue Expenses

As the future economic benefit of Preliminary & Public Issue Expenses is not ascertainable & thus the same is adjusted with the Share Premium.

15. Borrowing Costs

a) Borrowing costs and its related expenses that are directly attributable to the acquisition, construction or production of a qualifying asset is capitalised as part of the cost of that asset. Other borrowing costs are recognised as an expenses in the period in which they are incurred.

b) Net exchange gain/loss on foreign currency borrowings to the extent considered as an adjustment to interest cost attributable to the finance cost.

16. Impairment of Assets

At each Balance Sheet date the Company assesses whether there is any indication that assets may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the assets exceeds its recoverable amount, an impairment loss is recognised in the accounts to the extent the carrying amount exceeds the recoverable amount.

17. Provision, Contingent Liabilities and Contingent Assets

Provision involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

18. Investments

Investments are treated as long term investments and valued at cost less permanent diminution in value of such investments.

(₹ in Lacs)

	31-03-2014	31-03-2013
NOTE 2 SHARE CAPITAL		
Authorised Shares		
1,222.50 Lacs (P.Y. 1,000.00 Lacs) Equity Shares of ₹ 10/- each	12,225.00	10,000.00
Total	**12,225.00**	**10,000.00**
Issued, Subscribed and Fully Paid-up Shares		
1,220.76 Lacs (P.Y. 953.76 Lacs) Equity Shares of ₹ 10/- each, Fully Paid-up	12,207.55	9,537.55
Total	**12,207.55**	**9,537.55**

NOTE 2 SHARE CAPITAL *(Contd.)*

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	31-03-2014		31-03-2013	
	No. in Lacs	₹ in Lacs	No. in Lacs	₹ in Lacs
At the Beginning of the Year	953.76	9,537.55	953.76	9,537.55
Issued during the period – Preferential Allotment	267.00	2,670.00	–	–
Outstanding at the end of the year	**1,220.76**	**12,207.55**	**953.76**	**9,537.55**

Terms/Rights attached to Equity Shares

The Company has only one class of Equity Shares having a par value of ₹ 10/- per share. On a show of hands, every member present in person or by proxy, is entitled to one vote and in case of poll, the voting rights of every member shall be in proportion to his shares of the paid-up equity share capital of the Company.

The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive 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 the shareholders.

Details of shareholders holding more than 5% shares in the Company

Equity shares of ₹ 10/- each fully paid	31-03-2014 No. in Lacs	31-03-2013 No. in Lacs
Invesco Finance Private Limited	113.22	105.52
Nucore Exports Private Limited	108.21	103.70
Vasupujya Enterprises Private Limited	103.70	87.24
Whitestone Suppliers Private Limited	100.75	75.69
Shreyansh Leafin Private Limited	110.65	55.00
VNG Mercantiles Private Limited	90.09	53.88
Arthodock Vinimay Private Limited	88.75	53.55

During the year under review the Board of Directors has issued & alloted 267 lacs of Equiy Shares of ₹ 10/- each at a premium of ₹ 20/- per share on preferential basis to working capital requirement of the Company, capital expenditure for expansion and modernisation activities and other corporate purposes. The entire proceeds received from the said issue during the year has been fully utilised towards the object of the issue.

(₹ in Lacs)

	31-03-2014	31-03-2013
NOTE 3 RESERVES AND SURPLUS		
Securities Premium Account		
Balance as per the last Financial Statements	23,287.70	23,287.70
Add : Received during the year	5,340.01	–
Less : Share Issue Expenses - Preferential Allotment	(11.13)	–
Reserves (A)	**28,616.57**	**23,287.70**
Surplus in the Statement of Profit and Loss		
Balance as per last Financial Statements	17,090.51	11,971.71
Profit for the year	(7,652.01)	5,118.80
Surplus (B)	**9,438.50**	**17,090.51**
Total (A+B)	**38,055.07**	**40,378.21**

(₹ in Lacs)

	Current Maturities		Non-Current Portion	
	31-03-2014	31-03-2013	31-03-2014	31-03-2013
NOTE 4 LONG-TERM BORROWINGS				
Term Loans				
Term loans from Banks (Secured)	9,305.22	5,602.89	31,067.96	38,263.04
(A)	**9,305.22**	**5,602.89**	**31,067.96**	**38,263.04**
Loans and Advances from Related Parties				
From Bodies Corporate (Unsecured) (Refer Note 29.10)	–	–	–	4,035.00
(B)	**–**	**–**	**–**	**4,035.00**
Other Loans and Advances				
Loan against Vehicle (Secured)	10.92	14.14	3.01	7.33
Loan from Bodies Corporate (Unsecured)	–	–	1,569.87	5,001.41
(C)	**10.92**	**14.14**	**1,572.88**	**5,008.74**
TOTAL (A+B+C)	**9,316.14**	**5,617.03**	**32,640.84**	**47,306.78**
The above amount includes				
Secured Borrowings	9,316.14	5,617.03	31,070.97	38,270.37
Unsecured Borrowings	–	–	1,569.87	9,036.41
Less : Amount disclosed under the head "other current liabilities" (Note 6)	(9,316.14)	(5,617.03)	–	–
Net amount	**–**	**–**	**32,640.84**	**47,306.78**

Terms of Long - Term Borrowings

Particulars		Outstanding *	Terms of Repayments		
		31-03-2014 (₹ in lacs)	Qtly. Installments		Maturity Years
			Nos.	Amount (₹ in lacs)	
Term Loans					
From Banks	Term Loan - IV	21.80	1	21.80	1 Year
	Term Loan - V	19.61	1	19.61	1 Year
	Term Loan - VI	14,512.42	16	907.03	4 Years
	Term Loan - VII	20,549.68	24	856.24	7 Years 6 Month
	Term Loan - VIII	5,269.67	18	292.76	4 Years 6 Month
Total (A)		**40,373.18**		**2,097.44**	

* Term Loan carry an average Interest Rate 12.73%

A) Nature of Security

i) Term Loan are primary secured by

a) 1st pari-passu charge on fixed assets by way of equitable mortgage of the land & building / shed along with all movable and immovable plant & machinery and other fixed assets thereon at Chhatna Dist. Bankura & extension of second charge on the Company's current assets on pari passu basis.

b) Collateral Security equitable mortgage on office space at 35, C. R. Avenue, Kolkata on pari passu basis.

c) Personal guarantee of Promoters / Director - Mr. Suresh Kumar Patni, Mr. Rohit Patni, Mr. Ankit Patni & Mrs. Sarita Patni.

d) Corporate guarantee of four group companies - Vasupujaya Enterprises Pvt. Ltd., Poddar Mech Tech Services Pvt. Ltd., Suanvi Trading & Investment Co. Pvt. Ltd., Sarita Steel & Power Ltd. & pledge of 57,44,700 shares of Company in the name of promoters & group associates.

e) The following amounts due during the year has not been paid till date :

	Due on	Amount (₹ in Lacs)
Principal	31-03-2014	1755.10
Interest	28-02-2014	143.75
	31-03-2014	404.96

The Company is currently facing cash flow shortage, which resulted in defaults in repayment of dues. The Company has approached to the lenders for restructuring of debts under CDR route which is under process.

ii) Loans against Vehicle amounted to ₹ 13.93 Lacs are repayable by way of Equated Monthly Installments subsequent to taking of such loan. The original period of such loans is 3 yrs.

iii) Unsecured Loan from Bodies Corporate from Related Parties ₹ NIL & others aggregating to ₹ 1568.57 Lacs. The said Loans are repayable at the option of the Company and are stated by the management to be in the nature of Long Term Borrowings. The average rate of interest is 13.79 %.

(₹ in Lacs)

	31-03-2014	31-03-2013
NOTE 5 COMPONENTS OF DEFERRED TAX LIABILITY/(ASSETS)		
Timing Difference in depreciable assets	4,152.97	3,020.40
(A)	**4,152.97**	**3,020.40**
Components of Deferred Tax (Assets)		
Unabsorbed Depreciation allowable in future	2,046.43	–
Carried Forward Business Loss allowable in future	2,106.54	–
(B)	**4,152.97**	**–**
Net Deferred Tax Liability (A-B)	**–**	**3,020.40**

Note : On the subject of the prudence Company is not recognising Deferred Tax Assets during the year.

	Short-Term		LongTerm	
	Current		Non-current	
	31-03-2014	31-03-2013	31-03-2014	31-03-2013
NOTE 6 OTHER LIABILITIES				
Advance from Parties	5,767.41	2,123.42		
Advance from Related Parties (Refer Note No. 29.10)	1,352.68	–	–	–
Current Maturities of Long-Term Borrowings (Note 4)	9,316.14	5,617.03	–	–
Interest Accrued but not due on Borrowings	17.26	17.59	–	–
Interest Accrued and due on Borrowings	1,269.00	513.52	–	–
Unclaimed Dividend **	1.32	1.32	–	–
Others				
- Liability against Capital Purchase	606.19	1,963.36	200.25	201.51
- Liability against Statutory Dues	596.51	89.39	–	–
- Liability against Expenses	116.89	93.28	–	–
Total	**19,043.40**	**10,418.91**	**200.25**	**201.51**

**** There is no amount due and outstanding to be credited to Investor Education and Protection Fund.**

	Short-Term		Long-Term	
	31-03-2014	31-03-2013	31-03-2014	31-03-2013
NOTE 7 PROVISIONS				
Provision for Employee Benefits				
Provision for Gratuity (Notes No. 29.8)		–	11.32	8.92
(A)	**–**	**–**	**11.32**	**8.92**
Other Provisions				
Provision for Taxation (net)	–	1,101.86	–	–
Provision for Expenses	971.01	1,235.02	–	–
(B)	**971.01**	**2,336.88**	**–**	**–**
Total (A+B)	**971.01**	**2,336.88**	**11.32**	**8.92**

(₹ in Lacs)

	Secured		Unsecured	
	31-03-2014	31-03-2013	31-03-2014	31-03-2013
NOTE 8 SHORT-TERM BORROWINGS				
Loan Repayable on Demand				
Loan Guarantee by Promoters & Directors				
- Working Capital Loan from Banks	39,957.27	26,441.95	–	–
- Working Capital Loan from Financial Institution	–	–	1,169.75	1,960.70
- Buyer's Credit	–	663.44	–	–
Other Borrowings				
- Bridge Loan (Against Subsidy)	–	–	279.45	312.42
Total	**39,957.27**	**27,105.39**	**1,449.20**	**2,273.12**
The above amount includes				
Secured Borrowings	39,957.27	27,105.39	–	–
Unsecured Borrowings	–	–	1,449.20	2,273.12

Details of Security

Working Capital including SLC are jointly secured by hypothecation of all the Current Assets on 1st Pari Passu Basis & 2nd pari-passu charge by way of extension of charge on the entire Fixed Assets of factory land, building/shed, etc. & along with equitable mortgage on office space at 35, C. R. Avenue, Kolkata on pari passu basis & personal guarantee of Promoters/Directors & Corporate Guarantee of three group Companies - Vasupujaya Enterprises Pvt. Ltd., Poddar Mech Tech Services Pvt. Ltd., Suanvi Trading & Investment Co. Pvt. Ltd., Sarita Steel & Power Ltd. & pledge of 57,44,700 shares of Company in the name of promoters & group associates.

Working Capital Loan from Banks is secured by Personal Guarantee of Promoters/Director - Mr. Suresh Kumar Patni, Mr. Rohit Patni, Mr. Ankit Patni & Mrs. Sarita Patni and subservient charge on all moveable assets including stock and debtor.

	Current	
	31-03-2014	31-03-2013
NOTE 9 TRADE PAYABLES		
Trade payables (including acceptances)	32,079.91	23,032.19
(Refer Notes No. 29.4 for MSMED)		
Total	**32,079.91**	**23,032.19**

Notes to Financial Statements for the year ended 31st March, 2014

(₹ in Lacs)

NOTE 10 TANGIBLE ASSETS

Particulars	Gross Block				Depreciation				Net Block	
	As on 01-04-2013	Additions During the year	Deduction/ Adjustment During the year	As on 31-03-2014	As on 01-04-2013	For the year	Deduction/ Adjustment During The Year	As on 31-03-2014	As on 31-03-2014	As on 31-03-2013
Land										
Free hold Land	233.73	–	–	233.73	–	–	–	–	233.73	233.73
Lease hold land	351.49	–	–	351.49	–	–	–	–	351.49	351.49
Factory Building	13,838.51	4,818.00	–	18,656.51	823.04	514.11	–	1,337.15	17,319.36	13,015.47
Other Than Factory Building	60.94	916.74	–	977.68	7.41	4.68	–	12.09	965.59	53.53
Plant & Eqiuipments	65,400.85	14,487.78	–	79,888.63	8,736.96	5,393.11	–	14,130.07	65,758.56	56,663.89
Office Equipments	23.40	15.60	–	39.00	7.34	1.84	–	9.18	29.82	16.06
Computers	83.65	5.88	–	89.53	39.25	12.02	–	51.27	38.26	44.40
Motor Cars	215.55	16.59	–	232.14	108.02	22.38	–	130.40	101.74	107.53
Furniture & Fixtures	162.58	2.76	–	165.34	27.13	10.68	–	37.81	127.53	135.45
Total	**80,370.70**	**20,263.35**	**–**	**1,00,634.05**	**9,749.15**	**5,958.82**	**–**	**15,707.97**	**84,926.08**	**70,621.55**
Previous Year	**52,527.11**	**27,849.16**	**5.57**	**80,370.70**	**5,645.43**	**4,106.27**	**2.55**	**9,749.15**	**70,621.55**	

NOTE 11 INTANGIBLE ASSETS

Particulars	Gross Block				Amortisation				Net Block	
	As on 01-04-2013	Additions During the year	Deduction/ Adjustment During the year	As on 31-03-2014	As on 01-04-2013	For the year	Deduction/ Adjustment During The Year	As on 31-03-2014	As on 31-03-2014	As on 31-03-2013
Trade Mark	7.52	–	–	7.52	1.50	1.50	–	3.00	4.52	6.02
Software Charges	17.38	–	–	17.38	3.48	3.48	–	6.96	10.42	13.90
Total	**24.90**	**–**	**–**	**24.90**	**4.98**	**4.98**	**–**	**9.96**	**14.94**	**19.92**
Previous Year	–	24.90	–	24.90	–	4.98	–	4.98	19.92	

(₹ in Lacs)

	31-03-2014	31-03-2013
NOTE 12 CAPITAL WORK-IN-PROGRESS (Including Pre- Operative Expenses)		
A. Tangible Assets		
Opening Work-in-Progress	16,473.89	24,207.65
Additions during the year	3,866.61	20,065.27
	20,340.50	**44,272.92**
Less : Capitalised during the year	20,222.52	27,799.03
Total	**117.98**	**16,473.89**
Note : Details of Pre-Operative Expenses (Pending Allocation)		
Commission & Brokerage	–	0.64
Foreign Tour Expenses	–	2.85
General Expenses	–	12.76
Hire Charges	–	251.58
Insurance Premium	–	30.03
Borrowing Costs	–	1,838.69
Legal & Professional	–	27.89
Loading & Unloading	–	15.47
Material Expenses	–	45.04
Staff Expenses	–	108.11
Security Expenses	–	22.95
Telephone Charges	–	1.57
Repair & Maintenance	–	1.20
Registration & Licence Fees	–	10.73
Travelling & Vehicle Expenses	–	9.14
Misc. Expenses	14.57	4.14
Total	**14.57**	**2,382.79**

	31-03-2014	31-03-2013
NOTE 13 INTANGIBLE ASSETS UNDER DEVELOPMENT		
Opening Work in Progress	–	24.90
Additions During the Year	–	–
	–	**24.90**
Less : Capitalised during the year	–	24.90
Total	**–**	**–**

	Number of Shares		Face Value Per Share	Value of Shares	
	31-03-2014	31-03-2013		31-03-2014 (₹ in Lacs)	31-03-2013 (₹ in Lacs)
NOTE 14 INVESTMENTS					
Equity Shares fully paid up (at Cost)					
Non Trade Investments - Unquoted					
Investments in Equity Instruments					
- SKP Power Venture Limited	10,000.00	10,000.00	₹ 10	1.00	1.00
- SKP Aviation Services Limited	10,000.00	10,000.00	₹ 10	1.00	1.00
Trade Investments - Unquoted					
Bengal Sponge Manufactures Mining Private Limited	72,500.00	72,500.00	₹ 10	7.25	7.25
Others Investment					
NSC - VIII Issue				2.50	2.50
Total				**11.75**	**11.75**

(₹ in Lacs)

	Short-Term Current		Long-Term Non-current	
	31-03-2014	31-03-2013	31-03-2014	31-03-2013
NOTE 15 LOANS AND ADVANCES (Unsecured, considered good)				
Capital advances	–	–	–	442.81
Security deposit	232.43	228.67	–	–
Advances recoverable in cash or kind			–	–
- Advances to Related Parties (Refer Note No. 29.10)	–	209.51	–	–
- Others	3,933.95	6,997.27	–	–
Others				
MAT Credit Entitlement	1,944.67	2,968.78	–	–
Balances with Income Tax Authorities	215.11	–	–	–
Prepaid expenses	114.39	69.55	–	–
Balances with Statutory/Government Authorities	990.90	2,410.93	–	–
Total	**7,431.45**	**12,884.71**	**–**	**442.81**

	Short-Term Current		Long-Term Non-current	
	31-03-2014	31-03-2013	31-03-2014	31-03-2013
NOTE 16 OTHER ASSETS				
Export Incentive Receivable	23.49	62.84		–
Subsidy Receivable	5,426.36	1,126.05		–
Tax Under Protest	114.73	102.61		–
Interest Accrued on Fixed Deposits and Others	110.64	50.55	–	–
Non-Current Bank Balances	–	–	1.32	1.32
Total	**5,675.22**	**1,342.05**	**1.32**	**1.32**

	31-03-2014	31-03-2013
NOTE 17 INVENTORIES (As taken valued and certified by management)		
Raw Materials and Components [includes in transit ₹ 648.22 Lacs (P.Y. ₹ 799.10 Lacs)]	30,226.65	23,203.80
Work-in-Progress	2,859.30	1,250.02
Finished Goods	7,846.58	10,592.84
Stores and Spares [includes in transit ₹ NIL Lacs (P.Y. ₹ 26.16 Lacs)]	1,849.51	886.02
Total	**42,782.04**	**35,932.68**

	31-03-2014	31-03-2013
NOTE 18 TRADE RECEIVABLES (Unsecured, Considered good)		
More than 6 months	3,580.51	583.69
Other Receivables	28,798.77	25,334.05
Total	**32,379.28**	**25,917.74**

Notes to and forming part of the Financial Statements as at 31st March, 2014

(₹ in Lacs)

	Short-Term Current		Long-Term Non-current	
	31-03-2014	31-03-2013	31-03-2014	31-03-2013
NOTE 19 CASH AND BANK BALANCES				
Cash & Cash Equivalents				
Balance with banks :				
In current accounts	69.91	136.90	–	–
Cash in hand (As Certified)	32.26	88.08	–	–
(A)	**102.17**	**224.98**	**–**	**–**
Other Bank Balances				
Fixed Deposits (Pledge as Margin with bank)	3,173.59	1,746.46	–	–
In Public Issue Accounts	–	–	0.24	0.24
In Dividend Accounts	–	–	1.08	1.08
(B)	**3,173.59**	**1,746.46**	**1.32**	**1.32**
Amount disclosed under Non-Current Assets (Note 16)			(1.32)	(1.32)
Total (A+B)	**3,275.76**	**1,971.44**	**0.00**	**0.00**

	31-03-2014	31-03-2013
NOTE 20 REVENUE FROM OPERATIONS		
Sale of products	1,62,635.46	1,29,875.54
Other Operating Revenue		
- Scrap sales and By Products	401.48	523.93
- Commission, Consultancy & Other Income	1,466.52	2,772.52
- Export Incentive	14.97	60.44
Revenue from Operations (Gross)	**1,64,518.43**	**1,33,232.43**
Less : Excise Duty/Sales Tax	16,948.90	13,955.62
Revenue from Operations (Net)	**1,47,569.53**	**1,19,276.81**
Details of Product Sold		
Finished Goods Sold		
- Sponge Iron	20,194.43	22,002.94
- MS Billets	26,495.47	28,203.88
- Steel Items	18,072.75	22,655.77
- Ferro Alloys	–	97.58
- Pellet	12,779.86	–
(A)	**77,542.51**	**72,960.17**
Traded Goods Sold		
- Steel Items	45,648.53	34,100.66
(B)	**45,648.53**	**34,100.66**
Raw Materials Sold	22,897.01	9,383.02
(C)	**22,897.01**	**9,383.02**
Total (A+B+C)	**1,46,088.05**	**1,16,443.85**

(₹ in Lacs)

	31-03-2014	31-03-2013
NOTE 21 OTHER INCOME		
Interest income on		
Interest on NSC's	0.25	0.23
Interest on Fixed Deposits	211.30	117.63
Interest on Security Deposits	0.65	–
Income from Securities	100.26	–
Total	**312.46**	**117.86**

	31-03-2014	31-03-2013
NOTE 22 COST OF RAW MATERIAL AND COMPONENTS CONSUMED (Refer Notes No. 29.15A)		
Inventory at the beginning of the year	23,203.80	15,235.89
Add : Purchases (including expenses)	95,036.72	76,529.91
Less : Inventory at the end of the year	30,226.65	23,203.80
Cost of Raw Material and Components Consumed	**88,013.87**	**68,562.00**
Details of Raw Material and Components Consumed		
- Iron Ore	17,998.73	11,529.61
- Coal	19,853.75	14,275.81
- Sponge/Scrap/Ferro Alloys etc.	13,725.32	15,812.59
- MS Billets/Ingots	19,552.79	20,941.57
- Others	16,883.28	6,002.42
Total	**88,013.87**	**68,562.00**

	31-03-2014	31-03-2013
NOTE 23 DETAILS OF PURCHASE OF TRADED GOODS		
Steel Items	40,671.35	31,880.87
Total	**40,671.35**	**31,880.87**

	31-03-2014	31-03-2013
NOTE 24 INCREASE/(DECREASE) IN INVENTORIES		
Inventories at the end of the year		
Work-in-Progress		
- Sponge Iron	(2,422.91)	(1,000.35)
- M.S. Billets	(284.04)	(249.67)
- Pellet	(152.35)	–
Finished Goods		
- Sponge Iron	(1,082.24)	(4,098.38)
- M.S. Billets	(2,170.72)	(211.80)
- Steel Items	(4,195.34)	(6,199.41)
- Pellet	(31.50)	–
- Ferro Alloys	(366.77)	(83.25)
(A)	**(10,705.87)**	**(11,842.86)**

(₹ in Lacs)

	31-03-2014	31-03-2013
NOTE 24 INCREASE/(DECREASE) IN INVENTORIES (Contd.)		
Inventories at the beginning of the year		
Work-in-Progress		
- Sponge Iron	1,000.35	1,147.80
- M.S. Billets	249.67	81.11
Finished Goods		
- Sponge Iron	4,098.38	1,303.79
- M.S. Billets	211.80	1,283.29
- Steel Items	6,199.41	1,033.57
- Ferro Alloys	83.25	31.51
(B)	11,842.86	4,881.07
Total (A + B)	**1,136.99**	**(6,961.79)**

	31-03-2014	31-03-2013
NOTE 25 EMPLOYEE BENEFIT EXPENSE		
Salaries, wages and bonus	1,280.05	827.88
Contribution to provident and other fund	34.39	19.92
Staff welfare expenses	96.32	80.50
Total	**1,410.76**	**928.30**

	31-03-2014	31-03-2013
NOTE 26 FINANCE COSTS		
Interest Expenses		
- On Borrowings	10,991.81	6,507.98
Other Borrowing Cost		
- Bank charges	528.27	557.33
Application net gain/loss on foreign currency transaction & translation (considered as finance cost)	–	72.08
Total	**11,520.08**	**7,137.39**

	31-03-2014	31-03-2013
NOTE 27 DEPRECIATION AND AMORTISATION EXPENSE		
Depreciation of Tangible Assets	5,958.81	4,106.25
Amortisation of Intangible Assets	4.98	4.98
Total	**5,963.79**	**4,111.23**

(₹ in Lacs)

	31-03-2014	31-03-2013
NOTE 28 OTHER EXPENSES		
Consumption of stores and spares (Refer Notes No. 29.15b)	1,552.05	1,378.23
Manufacturing Expenses	855.65	1,596.31
Power and fuel	5,475.78	3,287.20
Rent	15.80	18.53
Repairs and maintenance		
- Plant and Machinery	83.85	44.99
- Others	16.13	11.37
Insurance	138.41	117.61
Rates and taxes	18.08	12.36
Machinery & Equipment Hire Charges	412.57	12.90
Security Charges	190.87	117.22
Vehicle Running Expense	39.76	37.85
Advertising and Sales Promotion	68.10	88.98
Commission & Brokerage	19.03	13.43
Printing & Stationery	17.31	7.99
Telephone Charges	13.27	14.85
Discount & Rebate	2.35	0.08
Donation & Subscription	7.89	11.76
Travelling & Conveyance	23.10	27.66
Selling & Other Charges [net of recoveries ₹ 73.68 Lacs]	359.92	137.76
Legal and Professional Fees	176.63	98.79
Auditor Fees (Refer details below)	9.02	8.42
Exchange differences (Net)	146.76	98.30
Hire Charges	46.05	35.03
Sundry Balance Written off	–	0.48
Loss on Sale of Fixed Assets	–	2.02
Prior Period Expenditure	3.24	1.52
Miscellaneous Expenses	121.86	66.36
Total	**9,813.48**	**7,248.00**

	31-03-2014	31-03-2013
Auditor Fees		
As auditor :		
- Audit fee	6.00	6.00
- Limited Review	1.05	0.45
In other capacity		
- Taxation Matters	1.50	1.00
- Other Services (Certification Fees)	0.47	0.97
Total	**9.02**	**8.42**

	31-03-2014	31-03-2013
Prior Period Expenses		
Computer Expenses	–	1.11
Professional Service Charges	1.05	0.25
Professional Charges	–	0.16
Printing & Stationery	0.36	–
Membership & Subscription	1.83	–
Total	**3.24**	**1.52**

NOTE 29 ADDTIONAL NOTES ON ACCOUNTS

29.1 Contingent Liabilities not provided for in the books of Accounts :

a) In respect of Bills Discounted, outstanding as on 31.03.2014 amounting to ₹ NIL (P.Y. ₹ 4,843.40 Lacs).

b) In respect of Letter of Credit amounting to ₹ 16,310 Lacs (P.Y. ₹ 3,212.60 Lacs) & Bank guarantee amounting to ₹ 482.20 Lacs (P. Y. ₹ 272.93 Lacs).

c) Commitments against Capital Expenditure not provided in the accounts ₹ NIL (P. Y. ₹ 617.15 Lacs).

d) Relating to Assessment Year 2006-07 & 2009-10 a demand of ₹ 21.11 Lacs & ₹ 25.28 Lacs was raised by the Income Tax Department against which the Company has filed an application with respective department. An amount of ₹ 16.11 Lacs was paid under protest relating to A.Y. 2006-07. For the A.Y. 2008-09 a demand of ₹ 954.67 Lacs was raised by the department out of which orders effecting to the tune of ₹ 921.67 Lacs has been passed in favour of the Company and the rest of the amount is still under litigation.

e) Relating to earlier years, Central Excise Department has raised demand order aggregating to ₹ 186.98 Lacs out of which payment under protest of ₹ 35 Lacs has been made and the Company has filed Appeal/Writ Petition in the respective Authority/Court.

f) Relating to Financial Year 2005-06, 2006-07, 2007-08, 2008-09, 2009-10, 2010-11 a demand of ₹ 222.89 Lacs, ₹ 358.16 Lacs, ₹ 917.91 Lacs, ₹ 180.88 Lacs, ₹ 1,946.82 Lacs, ₹ 37.28 Lacs, ₹ 88.14 Lacs respectively were raised by the sales tax department against which appeals have been filed by the Company.

g) (i) A Suit of ₹ 100 Lacs filed by Mr. Ram Krishna Mukherjee for recovery of outstanding money against coal supplied to the Company in the year 2011. The Company has opposed the suit on the ground of inferior quality.

(ii) In the year 2013, M/s. Mjunction filed a money suit for recovery of outstanding from the Company, amount being ₹ 0.40 Lacs. Hearing is under process.

h) The Ministry of Railway issued a Show Cause Notice in respect of Evasion of Freight on loading of Iron-ore at a concessional rate & the penalty on such thereof amounting to ₹ 5,697.90 Lacs. The Company has filed a writ petition in the High Court in the year 2013 for issuing an unjustified notice.

29.2 a) Interest of ₹ 2,643.72 Lacs (P. Y. ₹ 2,977.78 Lacs) capitalised during the year as identified for acquisition & construction of qualifying assets and a sum of ₹ 1,059.03 Lacs (P. Y. ₹ 1,838.69 Lacs) transferred to pre operative expenses as a borrowing cost.

29.3 Excise duty payable on Closing Stock on Finished Goods valued at ₹ 302.10 Lacs (P. Y. ₹ 824.21 Lacs) included in Closing Stock of Finished Goods and effect on Excise Duty on change in stock of Finished Goods shown under Manufacturing Expenses (Note No. 25). Due to above, there is no effect on profitability of the Company for the year under review.

29.4 Sundry Creditors includes ₹ NIL (P. Y. ₹ NIL) due to Micro, Small & Medium Enterprises to the extent such parties have been identified from the available documents/information.

29.5 Debtors includes ₹ 22.90 Lacs (P. Y. ₹ 22.90 Lacs) for which legal case has been filed for recovery u/s. 138 of Negotiable Instrument Act, 1881.

29.6 Certain balances of the Sundry Creditors, Sundry Debtors, Unsecured Loan and Advances are subject to Confirmation.

29.7 In the opinion of the Board of Directors, the Current Assets, Loans & Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the accounts.

29.8 Disclosure pursuant to Accounting Standard-15 (Revised) "Employee Benefits" :

a. **Defined Contribution Plan :** Amount of ₹ 11.14 Lacs is recognised as expense and included in "Payments to and Provision For Employees" in Schedule-16 of the Profit & Loss Account.

b. **Defined Benefit Plan :**

i. Reconciliation of Opening and Closing balances of the Present Value of the Defined Benefit Obligation : (₹ in Lacs)

	Gratuity	
	31-03-2014	31-03-2013
a. Present Value of Defined Benefit Obligation at the beginning of the year	40.76	30.67
b. Interest Cost	3.26	2.45
c. Current Service Cost	9.80	1.65
d. Actuarial Losses/(Gains)	(3.19)	5.98
e. Benefits Paid	(1.48)	–
f. Present Value of Defined Benefit Obligation at the close of the year	**49.15**	**40.75**

NOTE 29 ADDTIONAL NOTES ON ACCOUNTS (Contd.)

ii. Changes in the Fair Value of Plan Assets and reconciliation thereof : (₹ in Lacs)

	31-03-2014	31-03-2013
a. Fair Value of Plan Assets at the Beginning of the year	42.74	37.53
b. Add : Expected Return on Plan Assets	4.22	3.56
c. Add/(Less) : Actuarial Losses/(Gains)	–	–
d. Add : Contributions	7.79	1.64
e. Less: Benefits Paid	(1.48)	–
f. Fair Value of Plan Assets at the close of the year	**53.27**	**42.73**

iii. Amount Recognised in the Balance Sheet including a reconciliation of the present value of the defined obligation in (i) and the fair value of the Plan Assets in (ii) to Assets and Liabilities recognised in the Balance Sheet :

	31-03-2014	31-03-2013
a. Present Value of Defined Benefit Obligation	49.15	40.75
b. Less: Fair Value of Plan Assets	53.28	42.73
c. Present Value of funded obligation	4.13	1.98
d. Net (Liability)/Assets recognised in the Balance Sheet	**(4.13)**	**(1.98)**

iv. Amount recognised in the Profit and Loss Account are as follows :

	31-03-2014	31-03-2013
a. Current Service Cost	9.80	1.65
b. Interest Cost	3.26	2.45
c. Expected return on Plan Assets	(4.23)	(3.56)
d. Actuarial Losses/(Gains)	(3.19)	5.98
e. Past Service Costs	–	–
f. Effect of curtailment/settlement	–	–
g. Recognised in the Profit and Loss Account	**5.64**	**6.52**

v. Broad Categories of Plan Assets as a percentage of Total Assets as at 31st March, 2014

	31-03-2014	31-03-2013
Qualifying Insurance Policy	YES	YES

vi. Actuarial Assumptions as at the Balance Sheet date :

	31-03-2014	31-03-2013
a. Discount Rate	8.00%	8.00%
b. Salary Escalation Rate	3.40%	3.63%

vii. The estimates of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.

29.9 Segment Reporting

The Company's business activity primarily falls within a single business segment i.e. Iron & Steel business. However, the Company also generate power from its Captive Power Plant, which is entirely consumed in Iron & Steel manufacturing unit without any sale to third party. The details of such unit generated are shown below. Hence, there are no additional disclosure to be made under AS - 17.

Particulars	31-03-2014	31-03-2013
Unit Generated (KWH)	1564.53	953.88

29.10 Related Parties disclosure as per AS - 18

A. Name of the Related Parties with whom the Company had transactions during the year :

Name of the Related Party	Relationship
Ankit Patni	Director - KMP
Suresh Kumar Patni	Director - KMP
Sanjay Singh	Director - KMP

NOTE 29 ADDTIONAL NOTES ON ACCOUNTS (Contd.)

Name of the Related Party	Relationship
Rohit Patni	Relative of KMP
Sarita Patni	Relative of KMP
Neha Patni	Relative of KMP
Naina Patni	Relative of KMP
Rohit Ferro-Tech Limited	Control of KMP
Impex Ferro Tech Limited	Control of KMP
Impex Metal & Ferro Alloys Limited	Control of KMP
Relybulls Stock Broking Private Limited (Previously known as SKP Stock Broking Private Limited)	Control of KMP
Sarita Steel & Power Limited	Control of KMP
SKP Overseas Pte. Limited	Control of KMP
Shreyansh Leafin Private Limited	Control of KMP
VNG Mercantiles Private Limited	Control of KMP
Marble Arch Properties Private Limited	Control of KMP
Arthodock Vinimay Private Limited	Control of KMP
Whitestone Suppliers Private Limited	Control of KMP
Nucore Exports Private Limited	Control of KMP
Invesco Finance Private Limited	Control of KMP
SKP Aviation Services Limited	Control of KMP
SKP Power Ventures Limited	Control of KMP
Suanvi Trading & Investment Co. Private Limited	Control of KMP
Vasupujya Enterprises Private Limited	Control of KMP
Poddar Mech Tech Services Private Limited	Control of KMP
Divine Trading Co. Private Limited	Control of KMP
Relybulls Derivatives & Commodities Private Limited (Previously known as SKP Derivatives & Commodities Private Limited)	Control of KMP
Laxmiwan Marketing Private Limited	Control of KMP
Binapani Tradelink Private Limited	Control of KMP
Mahabala Merchants Private Limited	Control of KMP
Versatile Suppliers Private Limited	Control of KMP
Paropkar Merchants Private Limited	Control of KMP
Gannath Commerce Private Limited	Control of KMP
Shubham Complex Private Limited	Control of KMP
Dhodwala Enterprises Limited	Control of KMP
Impex Cements Limited	Control of KMP
VSN Agro Products Limited	Control of KMP
Impex Industries Limited	Control of KMP
Gold Mohar Steel Limited	Control of KMP
Patni Metal & Ferro Alloys Limited	Control of KMP
SKP Impex Pte. Limited	Control of KMP
Nutech Multimax Private Limited	Control of KMP
Greetamax Estates Private Limited	Control of KMP
SKP Infrarealty Private Limited	Control of KMP
Pioneer Multimax Private Limited	Control of KMP
SKP Realtors Private Limited	Control of KMP

**KMP means Key Managerial Personnel*

NOTE 29 ADDTIONAL NOTES ON ACCOUNTS (Contd.)

B. Transaction with related parties during the year : (₹ in Lacs)

Nature of Transactions	Nature	Amount	
		31-03-2014	31-03-2013
Purchases			
- Impex Metal & Ferro Alloys Limited	Control of KMP	784.26	2,772.54
- Rohit Ferro-Tech Limited	Control of KMP	3,003.77	1,763.05
- Impex Ferro Tech Limited	Control of KMP	6,168.09	1,355.28
- SKP Overseas Pte. Limited	Control of KMP	644.57	–
		10,600.69	**5,890.87**
Sale			
- Impex Metal & Ferro Alloys Limited	Control of KMP	3,501.35	1,602.22
- Rohit Ferro-Tech Limited	Control of KMP	6,421.74	2,814.73
- Impex Ferro Tech Limited	Control of KMP	1,173.17	1,350.77
		11,096.26	**5,767.72**
Export Incentive License Sale			
- Rohit Ferro-Tech Limited	Control of KMP	32.06	5.15
		32.06	**5.15**
Loan Received/Share Application Money			
- VNG Mercantiles Private Limited	Control of KMP	–	85.50
- Arthodock Vinimay Private Limited	Control of KMP	–	1,056.00
- Nucore Exports Private Limited	Control of KMP	602.70	372.75
- Shreyansh Leafin Private Limited	Control of KMP	874.00	795.50
- Invesco Finance Private Limited	Control of KMP	2.00	229.00
- Suanvi Trading & Investment Co. Private Limited	Control of KMP	–	790.00
- Whitestone Suppliers Private Limited	Control of KMP	700.00	706.25
		2,178.70	**4,035.00**
Loan Repaid/Converted Into Share Application Money			
- VNG Mercantiles Private Limited	Control of KMP	85.50	–
- Arthodock Vinimay Private Limited	Control of KMP	1,056.00	–
- Nucore Exports Private Limited	Control of KMP	372.75	–
- Suanvi Trading & Investment Co. Private Limited	Control of KMP	790.00	–
- Shreyansh Leafin Private Limited	Control of KMP	1,245.50	–
- Invesco Finance Private Limited	Control of KMP	229.00	–
- Whitestone Suppliers Private Limited	Control of KMP	706.25	–
		4,485.00	**–**
Advance Given			
- SKP Overseas Pte. Limited	Control of KMP	291.84	141.15
		291.84	**141.15**
Rent Paid			
- Marble Arch Properties Private Limited	Control of KMP	6.00	6.00
		6.00	**6.00**
Lease Rent			
- Sarita Steel & Power Limited	Control of KMP	2.40	2.40
		2.40	**2.40**

NOTE 29 ADDTIONAL NOTES ON ACCOUNTS (Contd.)

(₹ in Lacs)

Nature of Transactions	Nature	Amount	
		31-03-2014	31-03-2013
Exchange Fluctuation - Gain/(Loss)			
- SKP Overseas Pte. Limited	Control of KMP	5.32	(5.18)
		5.32	**(5.18)**
Income from Securities			
- Relybulls Stock Broking Private Limited	Control of KMP	100.26	–
		100.26	**–**
Sitting Fees			
- Suresh Kumar Patni	KMP	0.45	0.53
		0.45	**0.53**
Remuneration			
- Ankit Patni	KMP	24.00	60.00
- Rohit Patni	KMP	-	10.00
- Sanjay Singh	KMP	11.94	6.65
		35.94	**76.65**

C. Outstanding Balances as on 31st March, 2014

Nature of Transactions	31-03-2014	31-03-2013
Sundry Creditors		
- Impex Metal & Ferro Alloys Limited	–	222.99
- SKP Overseas Pte. Limited	211.44	–
- Impex Ferro Tech Limited	0.25	–
	211.69	**222.99**
Sundry Debtors		
- Impex Ferro Tech Limited	–	182.65
- Impex Metal & Ferro Alloys Limited	–	–
- Rohit Ferro-Tech Limited	–	41.90
	–	**224.55**
Advance Taken		
- Impex Ferro Tech Limited	–	–
- Impex Metal & Ferro Alloys Limited	675.79	–
- Rohit Ferro-Tech Limited	676.89	
	1,352.68	**–**
Advance Given		
- SKP Overseas Pte. Limited	–	135.97
- Rohit Ferro-Tech Limited	–	–
- Impex Ferro Tech Limited	–	73.54
	–	**209.51**
Security Deposit		
- Marble Arch Properties Private Limited	110.00	110.00
	110.00	**110.00**
Rent Payable		
- Marble Arch Properties Private Limited	–	–
- Sarita Steel & Power Limited	–	–
- Divine Trading Co. Private Limited	–	–
	–	**–**

NOTE 29 ADDTIONAL NOTES ON ACCOUNTS (Contd.)

(₹ in Lacs)

Nature of Transactions	31-03-2014	31-03-2013
Investment In Equity Shares		
- SKP Power Ventures Limited	1.00	1.00
- SKP Aviation Services Limited	1.00	1.00
	2.00	**2.00**
Loan Outstanding		
- Suanvi Trading & Investment Co. Private Limited	–	790.00
- Invesco Finance Private Limited	–	229.00
- Shreyansh Leafin Private Limited	–	795.50
- Whitestone Suppliers Private Limited	–	706.25
- VNG Mercantiles Private Limited	–	85.50
- Arthodock Vinimay Private Limited	–	1,056.00
- Nucore Exports Private Limited	–	372.75
	–	**4,035.00**

29.11 Earning Per Share

			31-03-2014	31-03-2013
a)	Profit after Tax	₹ in lacs	(7,652.01)	5,118.80
b)	Number of Equity Shares :			
	Total number of equity shares in calculating Basic EPS	No. in lacs	1,220.76	953.76
	Total number of equity shares in calculating Weighted Average EPS	No. in lacs	1,419.30	953.76
	Total number of equity shares in calculating Diluted EPS	No. in lacs	1,220.76	953.76
c)	Basic Earning Per Share (Face value ₹ 10/-)	₹	(6.27)	5.37
	Weighted Average Earning Per Share (Face value ₹ 10/-)	₹	(5.39)	5.37
	Diluted Earning Per Share (Face value ₹ 10/-)	₹	(6.27)	5.37

29.12 Value of Import - CIF

(₹ in Lacs)

		31-03-2014	31-03-2013
a)	Raw Materials	4,859.27	5,186.57
b)	Components & Spare Parts	61.02	14.66
c)	Capital Goods	–	344.94
Total		**4,920.29**	**5,546.17**

29.13 Expenditure in Foreign Currency

		31-03-2014	31-03-2013
a)	Commission Paid	–	8.25
b)	Advance for Stores	37.48	–
d)	Advance for Raw Material	291.84	267.10
e)	Raw Material	3,936.34	–
f)	Capital Goods	–	46.04
g)	Stores & Spares	98.14	4.47
h)	Interest on Buyers Credit	29.09	–
i)	Sales Promotion Expenses	–	3.95
Total		**4,392.89**	**329.81**

NOTE 29 ADDTIONAL NOTES ON ACCOUNTS (Contd.)

29.14 Earning in Foreign Currency

(₹ in Lacs)

	31-03-2014	31-03-2013
FOB Value of Exports	255.63	1,205.55

29.15 Value of Imported & Indigenous Consumption

	31-03-2014		31-03-2013	
	Value	%	Value	%
a) Raw Material Consumed				
Imported	4,857.63	5.52	3,560.58	5.19
Indigenous	83,156.24	94.48	65,001.42	94.81
Total	**88,013.87**	**100.00**	**68,562.00**	**100.00**
b) Components & Spare Parts Consumed				
Imported	70.93	4.57	14.38	1.04
Indigenous	1,481.12	95.43	1,363.85	98.96
Total	**1,552.05**	**100.00**	**1,378.23**	**100.00**

29.16 Particulars on remittances of Dividend in foreign currency.

i Number of Non Resident Shareholders NIL

ii Number of Equity Shares Held by them NIL

iii Amount of remittance on account of dividend NIL

29.17 Previous Year's figures have been regrouped/rearranged, wherever considered necessary.

29.18 The figures have been rounded off to nearest lacs.

As per our report of even date.

For **R. Kothari & Company**
Chartered Accountants
FRN No. 307069E

K. C. Soni
Partner
Membership No. 057620

Kolkata, 30th May, 2014

For and on behalf of Board of Directors

Suresh Kumar Patni	**Ankit Patni**	**Chandra Kumar Jain**
Chairman	*Managing Director*	*Company Secretary*

Corporate Information

Board of Directors

Mr. Suresh Kumar Patni	Non-Executive Chairman
Mr. Ankit Patni	Managing Director
Mr. Sanjay Singh	Executive Director
Mr. Jatindra Nath Rudra	Independent/Non-Executive Director
Mr. Jay Shanker Shukla	Independent/Non-Executive Director
Mr. Jayanta Kumar Chatterjee	Independent/Non-Executive Director
Mr. Prem Narayan Khandelwal (Appointed w.e.f. 16th June, 2014)	Independent/Non-Executive Director

Company Secretary
Mr. Chandra Kumar Jain

Auditors
M/s. R. Kothari & Company
Chartered Accountants
16A, Shakespeare Sarani
Kolkata - 700 071

Bankers
State Bank of India
Andhra Bank
Syndicate Bank
IDBI Bank Limited
State Bank of Travancore
Indian Overseas Bank
State Bank of Mysore
State Bank of Bikaner & Jaipur
United Bank of India
Allahabad Bank
Corporation Bank
UCO Bank
State Bank of Hyderabad
State Bank of Patiala

Registered office
35, Chittaranjan Avenue, Kolkata - 700 012
Phone : +91 33 4064 0021/0022
CIN : L27101WB2002PLC094979

Corporate office
SKP House,
132A, S.P. Mukherjee Road
Kolkata - 700 026
Phone : + 91 33 4016 8000/8100
Fax : + 91 33 4016 8189/8107
Email : cs@ankitmetal.com
Website : www.ankitmetal.com

Plant Information
Village : Jorehira
Mouza : Burat, Jorehira & Sonpura
P.S. : Chattna
Dist. : Bankura, West Bengal

DISCLAIMER

In this annual report we have disclosed forward-looking information to enable investors to comprehend our prospects and take informed investment decisions. This report and other statements - written and oral - that we periodically make contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify such statements by using words such as 'anticipates', 'estimates', 'expects', 'projects', 'intends', 'plans', 'believes' and words of similar substance in connection with any discussion of future performance.

We cannot guarantee that these forward-looking statements will be realised, although we believe we have been prudent in our assumptions. The achievement of results is subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. Readers should bear this in mind.

We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

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SKP GROUP

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SKP House, 132A, S. P. Mukherjee Road
Kolkata - 700 026