



**BENGAL STEEL INDUSTRIES LTD.**

"TRINITY PLAZA", 3RD FLOOR,  
84/1A, TOPSIA ROAD (SOUTH); KOLKATA - 700 046, INDIA  
PHONE : (033) 4055 6800 / 2285 1079 & 81  
FAX : (033) 4055 6863, E-MAIL : bengalsteel@bengalsteel.co.in  
CIN : L70109WB1947PLC015087

Date: 15.10.2018

To  
BSE Limited  
Phiroze Jeejeebhoy Towers  
25<sup>th</sup> Floor, Dalal Street,  
Mumbai-400001

**RE: SUBMISSION OF ANNUAL REPORT FOR THE FINANCIAL YEAR 2017-18**

Dear Sir,

Enclosed please find herewith the Annual Report of our Company for the Financial Year ended 31<sup>st</sup> March, 2018 in terms of Regulation 34(1) of SEBI (LODR) Regulations, 2015.

Thanking you.

Yours Faithfully,

**FOR BENGAL STEEL INDUSTRIES LIMITED**

**[SHIKHA BAJAJ]  
COMPANY SECRETARY & COMPLIANCE OFFICER**

**ENCLO: AS ABOVE**



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### NOTICE OF THE ANNUAL GENERAL MEETING TO THE MEMBERS

NOTICE is hereby given that the 71<sup>st</sup> Annual General Meeting (AGM) of the Members of the Company will be held on Friday, the 28<sup>th</sup> day of September, 2018 at 11.00 a.m. at the Registered Office of the Company at "Trinity Plaza", 3<sup>rd</sup> Floor, 84/1A, Topsia Road (South), Kolkata-700046 to transact the following business:-

#### ORDINARY BUSINESS:-

- I. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2018 together with the Reports of the Board of Directors and the Auditors thereon.
- II. To appoint a Director in place of Mr. V. N. Agarwal (DIN 00408731), who retires by rotation at this Meeting and being eligible offers himself for re-appointment.

REGISTERED OFFICE:  
TRINITY PLAZA, 3<sup>RD</sup> FLOOR,  
84/1A, TOPSIA ROAD (SOUTH),  
KOLKATA-700046  
CIN: L70109WB1947PLC015087  
DATE: 25<sup>TH</sup> MAY, 2018

BY ORDER OF THE BOARD  
FOR BENGAL STEEL INDUSTRIES LTD

  
[SHIKHA BAJAJ]  
COMPANY SECRETARY

#### NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.** Proxies in order to be effective must be received at the registered office of the company not less than 48 hours before the commencement of the meeting. Members are requested to note that a person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights.
2. The Register of Members and Share Transfer Books will remain closed from 24.09.2018 (Monday) to 28.09.2018 (Friday) (both days Inclusive).
3. The Notice of the Meeting will be available on the Company's website [www.bengalsteel.co.in](http://www.bengalsteel.co.in) and the website of the National Securities Depository Limited (NSDL) [www.evoting.nsdl.com](http://www.evoting.nsdl.com)
4. In compliance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended and Regulation 44(1) of SEBI (LODR) Regulations, 2015, the Company is

providing Members the facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by the National Securities Depository Limited (NSDL).

5. The facility for voting through Ballot Paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through Ballot Paper.
6. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
7. The remote e-voting period shall commence on 25<sup>th</sup> September, 2018 (9:00 am) and end on 27<sup>th</sup> September, 2018 (5:00 pm). During this period the Members of the Company as on the cut-off date of 21<sup>st</sup> September, 2018, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
8. The procedure to login to e-voting website consists of two steps as detailed hereunder:-

**Step 1 : Log-in to NSDL e-voting system**

- a) Visit the e-Voting website of NSDL. Open web browser by typing the URL: <https://www.evoting.nsdl.com>.
- b) Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
- c) A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen. Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
- d) Your User ID details are given below :
  - i) For Members who hold shares in demat account with NSDL. 8 Character DP ID followed by 8 Digit Client ID (For example if your DP ID is IN300\*\*\* and Client ID is 12\*\*\*\*\* then your user ID is IN300\*\*\*12\*\*\*\*\*).
  - ii) For Members who hold shares in demat account with CDSL. 16 Digit Beneficiary ID (For example if your Beneficiary ID is 12\*\*\*\*\* then your user ID is 12\*\*\*\*\*).

- iii) For Members holding shares in Physical Form. EVEN Number followed by Folio Number registered with the company (For example if folio number is 001\*\*\* and EVEN is 101456 then user ID is 101456001\*\*\*).
- e) Your password details are given below:
- i) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - ii) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need enter the 'initial password' and the system will force you to change your password.
  - iii) How to retrieve your 'initial password'?
    - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your email ID is not registered, your 'initial password' is communicated to you on your postal address.
- f) If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
- i) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - ii) "Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - iii) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
- g) After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
- h) Now, you will have to click on "Login" button.
- i) After you click on the "Login" button, Home page of e-Voting will open.

## **Step 2 : Cast your vote electronically on NSDL e-voting system**

- a) After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
- b) After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
- c) Select "EVEN" of Bengal Steel Industries Limited.
- d) Now you are ready for e-Voting as the Voting page opens.
- e) Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
- f) Upon confirmation, the message "Vote cast successfully" will be displayed.
- g) You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
- h) Once you confirm your vote on the resolution, you will not be allowed to modify your vote.
- i) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [vidhyabaid@gmail.com](mailto:vidhyabaid@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
- j) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.

In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

9. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 21<sup>st</sup> September, 2018.
10. Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e.

21<sup>st</sup> September, 2018, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or to Issuer at [bengalsteel@bengalsteel.co.in](mailto:bengalsteel@bengalsteel.co.in)

11. A person, whose name is recorded in the Register of Members as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.
12. Ms. Vidhya Baid, Company Secretary in Practice (Membership No. FCS-8882) has been appointed as the Scrutinizer for providing facility to the Members of the Company and to scrutinize the voting and remote e-voting process in a fair and transparent manner.
13. The Chairman of Meeting shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Ballot Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
14. The Scrutinizer shall after the conclusion of voting at the AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith. The Results declared along with the report of the Scrutinizer shall be placed on the Company's website and on the website of NSDL immediately after its declaration and shall also be communicated to the Stock Exchanges.

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DATE: 25<sup>TH</sup> MAY, 2018

BY ORDER OF THE BOARD  
FOR BENGAL STEEL INDUSTRIES LTD

  
[SHIKHA BAJAJ]  
COMPANY SECRETARY

**DISCLOSURE OF DETAILS OF DIRECTOR SEEKING RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING PURSUANT TO REGULATION 36(3) OF SEBI (LODR) REGULATIONS, 2015**

<b>Name of the Director</b>	<b>V. N. AGARWAL</b>
Date of Birth	15.01.1939
Date of First Appointment	24.02.1984
Qualifications	B.E (Mechanical)
No. of shares held	1,18,250
Nature of Expertise	Having in depth exposure to and involvement in steering diverse business and has considerable experience and expertise in marketing, management and operations of Engineering Industries.
Other Directorships	<ol style="list-style-type: none"> <li>1. WPIL Limited</li> <li>2. Hindusthan Udyog Limited</li> <li>3. Tea Time Limited</li> <li>4. Neptune Exports Limited</li> <li>5. Orient International Limited</li> <li>6. Asutosh Enterprises Limited</li> <li>7. Northern Projects Limited</li> <li>8. V. N. Enterprises Limited</li> <li>9. HSM Investments Limited</li> </ol>
Other Committee Memberships/ Chairmanships	<p>WPIL Limited:</p> <p>(a) Nomination &amp; Remuneration Committee - <i>Member</i></p> <p>(b) Corporate Social Responsibility Committee – <i>Member</i></p> <p>Tea Time Limited:</p> <p>(a) Audit Committee - <i>Member</i></p> <p>(b) Stakeholders Relationship Committee - <i>Member</i></p> <p>(c) Nomination &amp; Remuneration Committee – <i>Member</i></p> <p>Neptune Exports Limited:</p> <p>(a) Audit Committee - <i>Member</i></p> <p>(b) Stakeholders Relationship Committee - <i>Member</i></p> <p>(c) Nomination &amp; Remuneration Committee – <i>Member</i></p> <p>Orient International Limited:</p> <p>(a) Nomination &amp; Remuneration Committee - <i>Chairman</i></p> <p>(b) Audit Committee – <i>Member</i></p> <p>Asutosh Enterprises Limited:</p> <p>(a) Nomination &amp; Remuneration Committee - <i>Chairman</i></p> <p>(b) Audit Committee – <i>Member</i></p> <p>Northern Projects Limited:</p> <p>(a) Nomination &amp; Remuneration Committee - <i>Chairman</i></p> <p>(b) Audit Committee – <i>Member</i></p>

## BENGAL STEEL INDUSTRIES LIMITED

### DIRECTORS' REPORT

To the Members,

The Directors of the Company have pleasure in presenting their Annual Report together with the Audited Accounts for the Financial year ended 31<sup>st</sup> March, 2018.

### COMPANY PERFORMANCE

	<u>2017 - 2018</u>	<u>2016 - 2017</u>
<u>FINANCIAL RESULTS</u>	Rs.	Rs.
Total Revenue	323,374	3,208,333
Profit/(Loss) before Depreciation	(3,031,280)	498,024
Less: Depreciation	68,885	79,220
Net Profit/(Loss) before Tax	(3,100,165)	418,804
Less: Provision for Taxation	-	302,384
Net Profit/(Loss) after Tax	(3,100,165)	116,420
Add : Opening Balance in Statement of Profit & Loss	49,055,520	48,939,100
Closing Balance	<u>45,955,355</u>	<u>49,055,520</u>

### DIVIDEND

In view of the losses incurred by the Company, the Directors have not recommended any dividend for the year under review.

### MANAGEMENT DISCUSSION AND ANALYSIS REPORT

As required under Regulation 34(3) of SEBI (LODR) Regulations, 2015, the Management Discussion and Analysis Report for the year under review is appended below:

#### A. BUSINESS

The Company is presently engaged in the business of Steel Manufacturing and Fabrication, Real Estate and Other Allied Services. Arrangements are in hand to diversify its line of business for the future growth and prosperity.

#### B. REVIEW OF OPERATIONS & FUTURE PROSPECTS

The Manufacturing Unit of the Company is located at Kolkata. The Board is continuously searching for and evaluating various options to enhance and diversify its operations for its long term growth.

#### C. OPPORTUNITIES AND THREATS, RISKS AND CONCERNS

Your Company's objective is to effect continuous improvement in its operations. However, the Company is exposed to threats and risks, as faced by other organizations in general, like



adverse changes in the general economic and market conditions, changes in Government policies and regulations etc.

#### **D. INTERNAL CONTROL SYSTEM**

The Company has Internal control procedures commensurate with the nature of its business and size of its operations. The objectives of these procedures are to ensure efficient use and protection of Company's resources, accuracy in financial reports and due compliance of applicable statutes and Company's norms, policies and procedures.

The Internal Audit Report, the progress in implementation of recommendations contained in such reports and the adequacy of Internal Control Systems are reviewed by the Audit Committee of the Board in its periodical meetings.

#### **E. HUMAN RESOURCES**

The employees of the Company are fully committed towards the growth of the Company and there was no loss of work or any problem during the year with respect to them.

#### **DIRECTORS**

Mr. V. N. Agarwal, Director, retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible offers himself for re-appointment. His Brief Resume is attached to the Notice of the ensuing AGM.

#### **NUMBER OF BOARD MEETINGS HELD**

During the Financial year 2017-18, Five (5) Board Meetings were held on 27<sup>th</sup> April, 2017, 1<sup>st</sup> August, 2017, 11<sup>th</sup> September, 2017, 14<sup>th</sup> November, 2017 and 13<sup>th</sup> January, 2018.

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

In accordance with Section 134(5) of the Companies Act, 2013 your Board of Directors confirms that:-

- (a) in the preparation of the Annual Accounts for the Financial Year ended 31<sup>st</sup> March, 2018, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period;
- (c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the annual accounts of the Company have been prepared on a "going concern" basis;

- (e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **BOARD EVALUATION**

Pursuant to the provisions of the Companies Act, 2013, the Board has evaluated the effectiveness of its functioning and that of the Committees and of Individual Directors by seeking inputs on various aspects of Board/Committee Governance and considered and discussed in details the inputs received from the Directors.

#### **AUDIT COMMITTEE**

The Audit Committee comprises of Mr. K. K. Ganeriwala who serves as the Chairman of the Committee and Mr. V. N. Agarwal and Mr. G. K. Agarwal as the other members. All the recommendations made by the Audit Committee during the financial year under review were accepted by the Board.

#### **NOMINATION AND REMUNERATION COMMITTEE**

The Nomination and Remuneration Committee comprises of Mr. V. N. Agarwal who serves as the Chairman of the Committee and Mr. K. K. Ganeriwala and Mr. G. K. Agarwal as the other members. The recommendations made by this Committee during the financial year under review were accepted by the Board.

#### **INDEPENDENT DIRECTORS DECLARATION**

The Independent Directors meet the criteria of being independent as prescribed in the Companies Act, 2013 and an Independency Certificate from them have been obtained.

#### **EXTRACT OF ANNUAL RETURN**

As provided under Section 92(3) of the Companies Act, 2013, the extract of Annual Return in Form MGT-9 pursuant to Rule 12 of the Companies (Management and Administration) Rules, 2014, is annexed herewith as **Annexure A**, as part of this Report.

#### **STATUTORY AUDITORS**

M/s S. Ghose & Co. LLP, Chartered Accountants (Firm Registration No. 302184E) continue to act as the Statutory Auditors of the Company as they were appointed as such at the last AGM of the Company held on 26.09.2017 for a term of 5 years commencing from the Financial Year 2017-18.

#### **SECRETARIAL AUDITOR**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Rules there under, the Board of Directors of the Company has appointed Ms. Vidhya Baid, Practicing Company Secretary as the Secretarial Auditor of the Company to conduct the Secretarial

Audit for the Financial year 2017-18. The Secretarial Audit Report for the Financial year ended 31.03.2018 is annexed herewith as **Annexure B**, as part of this Report.

#### **RELATED PARTY TRANSACTIONS**

All contracts/arrangements/transactions entered by the Company with its Related Parties during the financial year were on arm's length basis and in the ordinary course of business. The transactions with Related Parties are disclosed in the Notes to the Financial Statements.

#### **VIGIL MECHANISM**

Pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism of Directors and Employees has been established, details of which are given in the website of the Company.

#### **PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES**

Disclosures in terms of Section 197(12) of the Companies Act, 2013 and the rules made there under, are not applicable to the company.

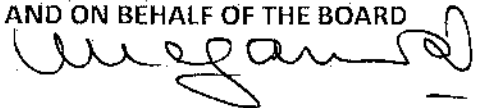
#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

Particulars relating to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo, as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are not applicable to the company.

#### **ACKNOWLEDGEMENTS**

Your Directors would like to thank shareholders, bankers and all other business associates for the continuous support given by them to the Company and their confidence in its management.

FOR AND ON BEHALF OF THE BOARD



PLACE: KOLKATA

DATE: 25<sup>TH</sup> MAY, 2018



DIRECTORS

## ANNEXURE-A

**FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN**

**For the financial year ended on 31<sup>st</sup> March, 2018**

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies  
(Management & Administration) Rules, 2014]

**I. REGISTRATION & OTHER DETAILS:**

1.	CIN	L70109WB1947PLC015087
2.	Registration Date	12 <sup>th</sup> March, 1947
3.	Name of the Company	Bengal Steel Industries Limited
4.	Category/Sub-category of the Company	Indian Company Limited by Shares
5.	Address of the Registered office & contact details	Trinity Plaza, 3 <sup>rd</sup> Floor, 84/1A, Topsia Road (South), Kolkata-700046 Tel: 033-40556800 Fax: 033-40556863 E-Mail: bengalsteel@bengalsteel.co.in
6.	Whether Listed company	Yes
7.	Name, Address & contact details of the Registrar & Transfer Agent	Link Intime India Pvt. Ltd. Fort Burlow, 59C, Chowringhee Road, 3 <sup>rd</sup> Floor, Room No. 5, Kolkata-700020 Tel: 033-22890540 Fax: 033-22890539 E-Mail: kolkata@linkintime.co.in

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
Not Applicable			

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/Subsidiary/ Associate	% of Shares held	Applicable Section
1	Tamilnadu Alkaline Batteries Limited	U31404TN1974 PLC006534	Subsidiary	94.72%	2(87)

**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**(i) Category-wise Share Holding**

Category of Shareholders	No. of shares held at beginning of year			No. of shares held at the end of year			% Change
	Physical	Total	% of Total	Physical	Total	% of Total	
<b>A. Indian Promoters</b>							
a) Individuals	1,18,350	1,18,350	2.41	1,18,350	1,18,350	2.41	-
b) Bodies Corp.	35,56,648	35,56,648	72.59	35,56,648	35,56,648	72.59	-
<b>Sub-total (A)</b>	<b>36,74,998</b>	<b>36,74,998</b>	<b>75.00</b>	<b>36,74,998</b>	<b>36,74,998</b>	<b>75.00</b>	-
<b>B. Public Non-Institutions</b>							
a) Indian Bodies Corporate	1,75,100	1,75,100	3.58	1,75,100	1,75,100	3.58	-
b) Indian Individuals							
i) holding nominal share capital upto Rs. 1 lakh	1,33,907	1,33,907	2.73	1,33,907	1,33,907	2.73	-
ii) holding nominal share capital in excess of Rs. 1 lakh	9,15,995	9,15,995	18.69	9,15,995	9,15,995	18.69	-
<b>Sub-total (B)</b>	<b>12,25,002</b>	<b>12,25,002</b>	<b>25.00</b>	<b>12,25,002</b>	<b>12,25,002</b>	<b>25.00</b>	-
<b>Grand Total (A+B)</b>	<b>49,00,000</b>	<b>49,00,000</b>	<b>100.00</b>	<b>49,00,000</b>	<b>49,00,000</b>	<b>100.00</b>	-

**(ii) Shareholding of Promoters**

Sl. No	Shareholder's Name	Shareholding at beginning of the year			Shareholding at end of the year			% change
		No. of Shares	% to total Shares	% of Shares Pledged/ encumbered to total shares	No. of Shares	% to total Shares	% of Shares Pledged/ encumbered to total shares	
1	V. N. Enterprises Ltd.	8,44,935	17.24	-	8,44,935	17.24	-	-
2	Tea Time Ltd.	4,98,250	10.17	-	4,98,250	10.17	-	-
3	Neptune Exports Ltd.	4,95,601	10.12	-	4,95,601	10.12	-	-

4	Asutosh Enterprises Ltd.	4,89,801	10.00	-	4,89,801	10.00	-	-
5	Orient International Ltd.	4,84,050	9.88	-	4,84,050	9.88	-	-
6	Hindusthan Udyog Ltd.	3,45,000	7.04	-	3,45,000	7.04	-	-
7	Macneill Electricals Ltd.	1,14,250	2.33	-	1,14,250	2.33	-	-
8	Revox Enterprises Pvt. Ltd.	1,00,000	2.04	-	1,00,000	2.04	-	-
9	HSM International Pvt. Ltd.	94,751	1.93	-	94,751	1.93	-	-
10	HSM Investments Ltd.	50,010	1.02	-	50,010	1.02	-	-
11	Northern Projects Ltd.	40,000	0.82	-	40,000	0.82	-	-
12	V. N. Agarwal	1,18,250	2.41	-	1,18,250	2.41	-	-
13	Premlata Agarwal	100	0.00	-	100	0.00	-	-
	<b>Total</b>	<b>36,74,998</b>	<b>75.00</b>	<b>-</b>	<b>36,74,998</b>	<b>75.00</b>	<b>-</b>	<b>-</b>

**(iii) Change in Promoters Shareholding**

There has been no change in the Promoters Shareholding during the year ended 31<sup>st</sup> March, 2018.

**(iv) Shareholding Pattern of top ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs):**

Sl. No.	Name of the Shareholder	Shareholding at beginning of year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
1	Accurate Agency Pvt. Ltd.	1,40,000	2.86	1,40,000	2.86
2	Sudha Verma	60,000	1.22	60,000	1.22
3	Sumitra Nangalia	53,000	1.08	53,000	1.08
4	Shiv Kumar Kayal	50,000	1.02	50,000	1.02
5	Prahlad Rai Kabra	43,000	0.88	43,000	0.88
6	Surendra Bhandari	40,495	0.83	40,495	0.83
7	Puran Mal Kabra	40,000	0.82	40,000	0.82
8	Puran Mal Kabra	40,000	0.82	40,000	0.82
9	Sunanda Rungta	35,000	0.71	35,000	0.71
10	Avon Corporate Solution Pvt. Ltd.	35,000	0.71	35,000	0.71

(v) Shareholding of Directors and Key Managerial Personnel (KMP):

Sl. No.	Shareholding of Director and KMP	Shareholding at beginning of year		Cumulative Shareholding during the year	
		No. of shares	%	No. of shares	%
1	V. N. Agarwal - Director	1,18,250	2.41	1,18,250	2.41

**V. INDEBTEDNESS**

The Company has no amounts outstanding, both at the beginning and at the end of the year, towards any indebtedness in the nature of Secured or Unsecured Loans or Deposits nor has it incurred any such indebtedness during the year.

**VI. REMUNERATION OF DIRECTORS AND KMP**

**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

Not Applicable as there is no Managing Director, Whole-time Director and/or Manager in the Company.

**B. Remuneration to other directors:**

Particulars of Remuneration	Name of Directors					Total (Rs.)
	V. N. Agarwal	Prakash Agarwal	Ritu Agarwal	K. K. Ganeriwala	G. K. Agarwal	
<b>Independent Directors</b>						
Fee for attending board meetings	--	--	--	5,000	5,000	10,000
Commission	--	--	--	--	--	--
Others	--	--	--	--	--	--
<b>Total (1)</b>	--	--	--	5,000	5,000	10,000
<b>Other Non-Executive Directors</b>						
Fee for attending board meetings	5,000	5,000	5,000	--	--	15,000
Commission	--	--	--	--	--	--
Others	--	--	--	--	--	--
<b>Total (2)</b>	5,000	5,000	5,000	--	--	15,000
<b>Total= (1+2)</b>	5,000	5,000	5,000	5,000	5,000	25,000

**C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD:**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total (Rs.)
1	Gross salary	--	8,17,808	--	8,17,808
2	Stock Option	--	--	--	--
3	Sweat Equity	--	--	--	--
4	Commission	--	--	--	--
5	Others	--	--	--	--
	<b>Total</b>	--	<b>8,17,808</b>	--	<b>8,17,808</b>

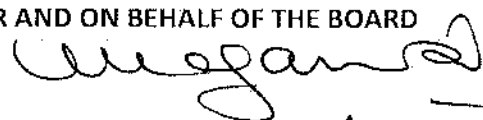
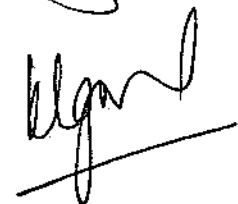
**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/Compounding fees imposed	Authority [RD/ NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty			NONE		
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty			NONE		
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty			NONE		
Punishment					
Compounding					

PLACE: KOLKATA

DATE: 25<sup>TH</sup> MAY, 2018

FOR AND ON BEHALF OF THE BOARD

DIRECTORS



## SECRETARIAL AUDIT REPORT

### FORM No. MR-3

(For the financial year ended 31<sup>st</sup> March, 2018)

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

The Members

#### **BENGAL STEEL INDUSTRIES LTD**

"Trinity Plaza", 3rd Floor, 84/1A, Topsia Road (South),  
Kolkata 700046

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **BENGAL STEEL INDUSTRIES LTD** (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on **31<sup>st</sup> March, 2018** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2018, to the extent applicable, according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company :-
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

**Registered Address :** 14/2, Old China Bazar Street, Bhikam Chand Market  
Room No : 408, 4th Floor, Kolkata - 700 001  
**Tel :** 033-4066 0171 (M) +91 9830705261, +91 9007450898  
**E-mail :** vidhyabaid@gmail.com, vidhyabaid@yahoo.com



- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - \* c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations,
  - \* d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
  - \* e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008
  - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - \* g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
  - \* h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- \* These Clauses were not applicable during the year under review.

(VI) As certified by the management, there were no other laws specifically applicable to the Company.

We have also examined compliance with the applicable clauses of the following:-

(I) Secretarial Standards issued by The Institute of Company Secretaries of India

(II) Listing Agreements entered into by the Company with the Bombay Stock Exchange Limited and Calcutta Stock Exchange as well as Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc mentioned above.

We further report that

- a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- c) As per the minutes of the meetings of the Board duly recorded and signed by the Chairman, the majority decision of the Board were unanimous and no dissenting views have been recorded.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.



We further report that during the audit period, the Company has the following specific events/actions having major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

- The shares of the Company had been suspended by Bombay Stock Exchange but the Company has already initiated the process to get the same revoked.

**Place: Kolkata**  
**Date: 25<sup>th</sup> May, 2018**



**For VIDHYA BAID & CO.**  
**Company Secretaries**

*Vidhya Baid*  
**VIDHYA BAID**  
**(Proprietor)**  
**FCS No. 8882**  
**CP No. 8686**

The Members

**BENGAL STEEL INDUSTRIES LTD**

"Trinity Plaza", 3rd Floor, 84/1A, Topsia Road (South),  
Kolkata 700046

Our report of odd date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We further report that the compliance by the Company of applicable financial laws like direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed in this Audit since the same have been subject to review by statutory financial audit and other designated professionals.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**Place: Kolkata**  
**Date: 25<sup>th</sup> May, 2018**

**For VIDHYA BAID & CO.**  
**Company Secretaries**



*Vidhya Baid*  
**VIDHYA BAID**  
**(Proprietor)**  
**FCS No. 8882**  
**CP No. 8686**



## INDEPENDENT AUDITOR'S REPORT

To the Members of Bengal Steel Industries Limited

### Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of **Bengal Steel Industries Ltd** ("the Company"), which comprise the balance sheet as at 31 March 2018, the statement of profit and loss including the statement of Other Comprehensive Income, cash flow statement and the Statement of Changes in Equity for the year then ended, along with a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit of the Ind AS financial Statements in accordance with the Standards on Auditing as specified under Section 143(10) of the Act. 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.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

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



### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2018, its loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

### Emphasis of Matters:

Without qualifying our opinion, we draw attention to the following :

1. Charge of depreciation on the composite cost of Land & Building, the value of which are not segregated.
2. Non recognition of impairment loss with reference to note no. 28
3. In the absence of adequate data, the reasonable accuracy could not be ascertained in respect of the fair value of the financial assets and liabilities as certified by the management.
4. In the absence of useful life of the assets, the depreciation is being charged by reducing balance method.
5. Book balance of accounts of Rs 18,505/- (with UCO Bank), Rs 10,697 (with UBI), and Rs.59,939/- (with Bank of India) could not be confirmed.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) the balance sheet, the statement of profit and loss including the statement of Other Comprehensive Income, the cash flow statement and statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) in our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, Companies (Indian Accounting Standards) Rules, 2015;
  - (e) on the basis of the written representations received from the directors as on 31 March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; to this report and



- (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. the Company has disclosed the impact to the tune of Rs. 296,790/- on the financial position in respect of its pending litigation – Refer Note no. 18 to the Ind AS Financial Statement.
  - ii. the Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

Other Matter

The comparative financial information of the Company for the year ended March 31, 2017 and the transition date opening balance sheet as at April 1, 2016 prepared in accordance with Ind AS, included in these Ind AS financial statements, have been audited by the previous auditor who had audited the financial statements for the relevant periods. The report of the previous auditor on the comparative financial information and the opening balance sheet dated April 27, 2017.

Place: **Kolkata**  
Date: **25.05.2018**

For S Ghose & Co LLP  
Chartered Accountants  
FRN- 302184E/E300007

*Ranjan K. Paul*

**CA. Ranjan Kumar Paul**  
Partner  
M.No. 060084





**Annexure-A, to the Independent Auditor's Report**

**(Referred to in our report of even date attached)**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date:

1) (a) The Company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) The Fixed Assets have not been physically verified by the management during the year under Audit and therefore the question of discrepancy between the books records and the physical fixed assets could not be determined.

(c) The title deeds of immovable properties are not available for verification.

2) The company does not have inventory.

3) As per information and explanations given to us, the Company has not granted any loans secured or unsecured to company, firms, limited liability partnership or other parties covered in the Register maintained under section 189 of the Companies Act, 2013. However, the Company has granted interest free advance of Rs. 8,36,79,475/- to M/s V. N. Enterprises Ltd. having common directors and shown under Non Current Assets - Loans and Deposits.

4) According to the information and explanations given to us, the company has not given loans, guarantees, made investments and / or purchased securities in respect of which provisions of section 185 and 186 of the Companies Act, 2013 are applicable. However, the Company has granted interest free advance of Rs. 8,36,79,475/- to M/s V. N. Enterprises Ltd. having common directors and shown under Non Current Assets - Loans and Deposits.

5) According to the information and explanations given to us, the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to information and explanations given to us, no undisputed amount payable which were outstanding, at the year end, for a period of more than six months from the date they became payable.

b) According to the information and explanation given to us, there are no dues of service tax, Sales Tax, duty of customs, and duty of excise on account of any dispute. However as informed by the management Disputed Income Tax dues for A.Y. 2012-13 of Rs. 296,790/- pending in appeal before CIT (A) -4, Kolkata.





- 8) According to the information and explanations given to us, the Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of CARO are not applicable to the Company.
- 10) Based upon the audit procedures performed and according to the information and explanations given by the management, no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the information and explanations given by the management, the company has not paid any managerial remuneration except sitting fees of Directors.
- 12) As per information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) As per information and explanations given to us, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Note No 23 of Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and according to the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and according to the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of CARO are not applicable to the Company and hence not commented upon.
- 16) In our opinion and according to the information and explanations given to us, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place: **Kolkata**  
Date: **25.05.2018**



For **S Ghose & Co LLP**  
Chartered Accountants  
FRN- 302184E/E300007

*Ranjan K. Paul*  
**CA. Ranjan Kumar Paul**  
Partner  
M.No. 060084



**Annexure - B to the Independent Auditors' Report**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **Bengal Steel Industries Ltd** as of 31 March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the



transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: **Kolkata**  
Date: **25.05.2018**



For S Ghose & Co LLP  
Chartered Accountants  
FRN- 302184E/E300007

*Ranjan K. Paul*  
CA. Ranjan Kumar Paul  
Partner  
M.No. 060084

# BENGAL STEEL INDUSTRIES LIMITED

Balance Sheet as at 31st March' 2018

AMOUNT IN RS.

II. ASSETS		As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>Non-Current Assets</b>				
(a) Property, Plant And Equipment	3	1,243,825	1,312,710	1,391,930
<b>(b) Financial Assets</b>				
(i) Investments	4	8,416,501	10,162,919	8,194,062
(ii) Loans and Deposits	5	84,481,822	990,363	955,640
		<b>94,142,148</b>	<b>12,465,992</b>	<b>10,541,632</b>
<b>Current Assets</b>				
<b>(a) Financial Assets</b>				
(i) Cash and Cash Equivalents	6	309,974	379,753	401,712
(ii) Loans and Deposits	7	11,096,925	90,929,134	91,563,060
Other Current Assets	8	18,161	648,161	5,605,615
		<b>11,425,060</b>	<b>91,957,048</b>	<b>97,570,387</b>
<b>TOTAL ASSETS</b>		<b>105,567,208</b>	<b>104,423,040</b>	<b>108,112,019</b>
<b>I. EQUITY AND LIABILITIES</b>				
	Notes	As at 31st March 2018	As at 31st March 2017	As at 31st March 2016
<b>Equity</b>				
(i) Equity Share Capital	9	49,000,000	49,000,000	49,000,000
(ii) Other Equity	10	45,955,355	49,055,520	48,939,100
		<b>94,955,355</b>	<b>98,055,520</b>	<b>97,939,100</b>
<b>Liabilities</b>				
<b>Current Liabilities</b>				
(i) Other current liabilities	11	9,233,743	4,989,410	5,489,919
(ii) Provisions	12	1,378,110	1,378,110	4,683,000
		<b>10,611,853</b>	<b>6,367,520</b>	<b>10,172,919</b>
<b>TOTAL EQUITY AND LIABILITY</b>		<b>105,567,208</b>	<b>104,423,040</b>	<b>108,112,019</b>

See accompanying note no. 1 to 31 forming part of financial statement

In terms of our report attached of even date

For : S. Ghose & Co. LLP  
Chartered Accountants  
FRN. 302184E/E300007

*Ranjan Kumar Paul*  
RANJAN KUMAR PAUL

Partner

Membership No.060084

Place : Kolkata

Date : 25th May' 2018



For and on behalf of the Board

*Ulaganathan*  
*[Signature]*  
DIRECTORS

*Shikha Bajaj*  
Company Secretary

BENGAL STEEL INDUSTRIES LIMITED

# BENGAL STEEL INDUSTRIES LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH' 2018

AMOUNT IN RS.

Particulars	Notes	For the year ended 31st March' 2018	For the year ended 31st March '2017
I. Revenue from Operations	13	15,240	3,000,000
II. Other Income	14	308,134	203,333
<b>III. Total Income (I + II)</b>		<b>323,374</b>	<b>3,203,333</b>
IV. Expenses:			
Employee Benefit Expenses	15	915,288	284,717
Depreciation and Amortisation Expenses	16	68,885	79,220
Other Expenses	17	2,439,366	2,420,592
<b>Total Expenses</b>		<b>3,423,539</b>	<b>2,784,529</b>
V. Profit / (Loss) before tax (III-IV)		<b>(3,100,165)</b>	<b>418,804</b>
VI. Tax Expense:			
Current Tax		-	74,000
Tax for Earlier Year		-	228,384
Deferred Tax		-	-
VII. Profit / (Loss) after Tax		<b>(3,100,165)</b>	<b>116,420</b>
VIII. Other Comprehensive Income		-	-
IX. Total Comprehensive Income / (Loss) for the year		<b>(3,100,165)</b>	<b>116,420</b>
X. Earning / (loss) per Equity share - Basic and Diluted		<b>(0.63)</b>	<b>0.02</b>

See accompanying notes nos. 1 to 31 forming part of the financial statements

In terms of our report attached of even date

For : S. Ghose & Co. LLP

Chartered Accountants

FRN. 302184E/E300007

*Ranjan K Paul*

**RANJAN KUMAR PAUL**

Partner

Membership No.060084

Place : Kolkata

Date : 25th May' 2018



For and on behalf of the Board

*Ujjwal*

*Ujjwal*  
**DIRECTORS**

For BENGAL STEEL INDUSTRIES LIMITED

*Shikha Bajoria*  
Company Secretary

# BENGAL STEEL INDUSTRIES LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

AMOUNT IN RS.

A. CASH FLOW FROM OPERATING ACTIVITIES	For the year ended 31st March 2018	For the year ended 31st March 2017
Net Profit/(Loss) before tax	(3,100,165)	418,804
<b>Adjustment for:</b>		
Depreciation and Amotisation Expenses	68,885	79,220
Interest Received	(106,165)	(38,581)
Income from Mutual Fund	(134,030)	(133,404)
(Profit)/Loss On Sale of Investments	(65,959)	-
Dividend Received	(1,980)	(31,349)
<b>Operating Profit before Working Capital Changes</b>	<b>(3,339,414)</b>	<b>294,690</b>
<b>Movements In Working Capital :</b>		
Increase/(Decrease) in Other Current Liabilities	4,244,333	(3,805,399)
Decrease/(Increase) in Long - Term Loans and Deposits	(83,491,460)	(34,723)
Decrease/(Increase) in Short - Term Loans and Deposits	79,832,209	633,926
Decrease/(Increase) in Other Current Assets	630,000	4,957,454
<b>Cash generated from operations/(used in) Operations</b>	<b>(2,124,332)</b>	<b>2,045,948</b>
Direct Taxes Paid (Net)	-	302,384
<b>Net Cash from Operating Activities</b>	<b>(2,124,332)</b>	<b>1,743,564</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Purchase Of Investments	-	(1,968,857)
Income from Mutual Fund	134,030	133,404
Sale of Investments	1,812,378	-
Interest Received	106,165	38,581
Dividend Received	1,980	31,349
<b>Net Cash from Investing Activities</b>	<b>2,054,553</b>	<b>(1,765,523)</b>
<b>Net Increase/ (Decrease) in Cash and Cash Equivalents (A+B)</b>	<b>(69,779)</b>	<b>(21,959)</b>
<b>Cash and Cash Equivalents At The Beginning Of The Period</b>	<b>379,753</b>	<b>401,712</b>
<b>Cash and Cash Equivalents At The End Of The Period</b>	<b>309,974</b>	<b>379,753</b>
<b>Components of Cash &amp; Cash Equivalents</b>		
	<b>For the year ended 31st March 2018</b>	<b>For the year ended 31st March 2017</b>
Balances With Banks		
- In Current Account	274,525	357,033
- In Foreign Currency Account	-	-
- In Fixed Deposit Account	3,000	3,000
- In Margin Deposit Account	-	-
- In Unpaid Dividend Account	-	-
Cash On Hand	32,449	19,720
	<b>309,974</b>	<b>379,753</b>

**Note:**

- a) Previous year's figures have been regrouped / rearranged wherever necessary.
- b) The above cash flow has been prepared under "Indirect Method" as prescribed under IND - AS 7.

See accompanying note no. 1 to 31 forming part of financial statement

In Term of our report attached of even date

For : S. Ghose & Co. LLP  
Chartered Accountants  
FRN. 302184E/E300007

*Ranjan K Paul*  
RANJAN KUMAR PAUL  
Partner  
Membership No.060084  
Place : Kolkata  
Date : 25th May' 2018



BENGAL STEEL INDUSTRIES LIMITED  
*Shikha Bajori*  
Company Secretary

For and on behalf of the Board

*[Signature]*  
DIRECTORS

# **BENGAL STEEL INDUSTRIES LIMITED**

## **STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2018**

### **A. Equity Share Capital**

Particulars	As at March 31, 2018	
	Number of shares	Rupees
Equity shares of Rs. 10 each issued, subscribed and fully paid up:		
As at April 1, 2016	4,900,000	49,000,000
As at March 31, 2017	4,900,000	49,000,000
As at March 31, 2018	4,900,000	49,000,000

### **B. Other Equity**

Particulars	Reserve and Surplus	OCI	Total
	Total Reserve (Other than OCI)		
Balance as at April 1, 2016	48,712,626	0	48,712,626
Profit for the year	226,474	0	226,474
Balance as at April 1, 2017	48,939,100	0	48,939,100
Profit for the year	116,420	0	116,420
Balance as at April 1, 2018	49,055,520	0	49,055,520
Loss for the Year	(3,100,165)	0	(3,100,165)
Balance as at March 31, 2018	45,955,355	0	45,955,355



## **BENGAL STEEL INDUSTRIES LIMITED**

Notes to the Ind AS financial statements for the year ended March 31, 2018.

### 1. A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

#### a) Basis of preparation and compliance with Ind AS

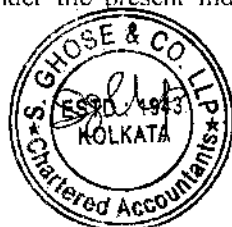
- (i) For all periods up to and including the year ended March 31, 2017, the company prepared its financial statements in accordance with Generally Accepted Accounting Principles (GAAP) in India and complied with the accounting standards (previous GAAP) as notified under section 133 of the Companies Act, 2013 read together with Rule 7 of the Companies (Accounts) Rules, 2014, as amended, to the extent applicable, and the presentation requirements of the Companies Act, 2013.

In accordance with the notification issued by the Ministry of Corporate Affairs, the company has adopted Indian Accounting Standards (Ind AS) notified under section 133 read with Rule 4A of Companies (Indian Accounting Standards) Rules, 2015, as amended, and the relevant provisions of the Companies Act, 2013 (collectively, "Ind ASs") with effect from April 1, 2017 and the company is required to prepare its financial statements in accordance with Ind ASs for the year ended March 31, 2018. These financial statements as and for the year ended March 31, 2018 (the "Ind AS Financial Statements") are the first financial statements, the company has prepared in accordance with Ind AS.

- (ii) The company has prepared a separate set of financial statements for the year ended March 31, 2017 and March 31, 2016 in accordance with the Accounting Standards referred to in section 133 of the Companies Act, 2013 (the "Audited Previous GAAP Financial Statements"), which were approved by the Board of Directors of the Company. The standalone financial results as on March 31, 2018 have been prepared in accordance with the principles and procedures of the Indian Accounting Standards ("IND AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013.

The Company has adopted Ind AS from April 1, 2017 and accordingly, these financial results together with the results of the comparative previous period have been prepared in accordance with the recognition and measurement principles laid down in Ind AS read with relevant rules issued thereunder and the other accounting principles generally accepted in India. The date of transition to Ind AS is April 1, 2016.

- (iii) The Company has followed the provisions of Ind AS 101 – "First Time adoption of Indian Accounting Standards" (Ind AS 101), in preparing its opening Ind AS Balance Sheet as on the date of transition i.e April 1, 2016. No adjustments are required to be made to the previously reported financial results in terms of Indian Accounting Standards ("Ind AS"). Accordingly, the Net Profit / (Loss), equity and cash flow as reported under previous Indian GAAP and that under the present Ind AS remains same and hence no reconciliation is required.





(iv) No 'Other Comprehensive Income' could be recognized for the said periods.

(v) These financial statements were approved for issue by the Board of Directors on 25<sup>th</sup> May, 2018.

b) Basis of measurement

The Ind AS financial statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting.

c) Fair Value measurement :

Fair value of Financial assets and liabilities has been arrived at on the basis of reasonable estimation made by the company.

d) Functional and presentation currency

These Ind AS Financial Statements are prepared in Indian Rupees which is the Company's functional currency.

## 2. SIGNIFICANT ACCOUNTING POLICIES

a) Revenue Recognition

Revenue from Sales is recognised when all significant risks and rewards of ownership of the commodity sold are transferred to the customer which generally coincides with delivery.

Revenue from Interest has been accounted for on accrual basis.

b) Property, Plant and Equipment --

The property, plant and equipment is stated at cost of acquisition including related expenses of transportation or installation and interest on loans utilised for acquisition of assets till such assets are used for production or bringing an asset to working condition and location for its intended use but excluding credit available for excise duty paid on such acquisition.

Expenditure incurred after the property, plant and equipment have been put into operation such as repairs and maintenance are normally charged to the statements of profit and loss in the period in which the costs are incurred.

Gains and losses on disposal of an item or property, plant and equipment are recognised net within other income / other expenses in statement of profit and loss.

The residual value, useful lives and method of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.



c) Depreciation

Assets in the course of development or construction and freehold land is not depreciated.

Other property, plant and equipment are stated at cost less accumulated depreciation and any provision for impairment. Depreciation commences when the assets are ready for their intended use.

Individual item of assets value up to Rs 5000/- are fully depreciated in the year of acquisition.

Depreciation has been provided for on reducing balance method.

d) Investments --

Investments are in the nature of Non Current Asset and is stated at cost.

e) Inventories

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

f) Taxation --

Current Income Tax

Current Income Tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or subsequently enacted, at the reporting date.

Deferred Tax :

Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the unused tax credits and unused tax losses can be utilised.

g) Impairment of Assets --

The company assesses, at each reporting date, whether there is any indication that an asset may be impaired. If any indication exists, or an annual impairment testing, for an asset is required, the company estimates the asset's recoverable amount. Impairment loss is recognised wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognised as an expense in the Statement of Profit & Loss and carrying amount of the asset is reduced to its recoverable amount.

h) Cash Flow Statement

Cash flows are reported using Indirect method as set out in Ind AS -7 "Statement of cash flows". The cash flows from operating, investing and financing activities of the company are segregated based on the available information.



i) Earnings Per Share

The company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit and loss attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit and loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all diluted potential equity shares.

j) Provision for liabilities and charges, contingent liabilities and contingent assets

Provisions are recognised when the company has a present obligation as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

Contingent Liabilities may arise from litigation and other claims against the company. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment and are very difficult to quantify reliably, as such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements.

Contingent assets are not recognised but disclosed in the financial statements when the inflow of economic benefits is probable.



## BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

Note : 3 :: NON CURRENT ASSETS :: PROPERTY, PLANT AND EQUIPMENT

AMOUNT IN RS.

PARTICULARS	COST		ACCUMULATED DEPRECIATION AND AMORTISATION			NET BOOK VALUE		
	01.04.2017	ADDITION	DEDUCTION	31.03.2018	CHARGE THE YEAR	DEDUCTION/ ADJUSTMENT	31.03.2018	31.03.2017
<b>TANGIBLE ASSETS</b>								
LAND	542,592	-	-	542,592	-	-	542,592	542,592
LAND & BUILDING	339,000	-	-	339,000	2,234	-	43,647	45,881
FACTORY SHED	9,562,353	-	-	9,562,353	53,461	-	9,053,068	562,746
PLANT & EQUIPMENTS	13,150,980	-	-	13,150,980	-	-	13,043,313	107,667
VEHICLE	671,939	-	-	671,939	13,190	-	634,183	50,946
FURNITURE & FIXTURE	246,623	-	-	246,623	-	-	243,745	2,878
<b>Total</b>	<b>24,513,487</b>	<b>-</b>	<b>-</b>	<b>24,513,487</b>	<b>68,885</b>	<b>-</b>	<b>23,269,662</b>	<b>1,243,825</b>
2016-17	24,513,487	-	-	24,513,487	79,220	-	23,200,777	1,312,710
2015-16	24,513,487	-	-	24,513,487	116,560	-	23,121,557	1,391,930



# BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

**NOTE - 4 : NON-CURRENT ASSETS :: INVESTMENTS**

**LONG TERM FULLY - PAID UP INVESTMENTS : ( At cost )**

PARTICULARS	FACE VALUE	AMOUNT IN RS.					
		AS AT 31.03.2018		AS AT 31.03.2017		AS AT 31.03.2016	
		No. of Shares/ Units	Value	No. of Shares/ Units	Value	No. of Shares/ Units	Value
<b>I) Investment in Fully Paid up Equity Instruments</b>							
<b>A) Quoted</b>							
Via Media India Ltd.	10	50	500	50	500	50	500
Kabini Papers Limited	10	500	500	500	500	500	500
United Credit Ltd.	10	2,311	8,250	2,311	8,250	2,311	8,250
Gran Heal Pharmacy Ltd.	10	1,900	19,000	1,900	19,000	1,900	19,000
Northern Projects Ltd.	10	161,900	391,617	161,900	391,617	161,900	391,617
Asutosh Enterprises Ltd.	10	168,000	412,244	168,000	412,244	168,000	412,244
Neptune Exports Ltd.	10	230,000	472,757	230,000	472,757	230,000	472,757
Tea Time Ltd.	10	221,000	513,690	221,000	513,690	221,000	513,690
Orient International Ltd.	10	213,000	652,599	213,000	652,599	213,000	652,599
Hindusthan Udyog Ltd.	10	599,600	2,563,782	599,600	2,563,782	599,600	2,563,782
KSB Pumps Ltd.	10	-	-	360	63,141	360	63,141
Elecon Engineering Ltd.	2	-	-	26,699	1,817,307	26,699	1,817,307
<b>TOTAL A</b>			<b>5,034,939</b>		<b>6,915,387</b>		<b>6,915,388</b>
<b>B) Unquoted</b>							
Macneill Electricals Ltd.	100	9	900	9	900	9	900
Bengal Coal Co. Ltd.	10	160	33,482	160	33,482	160	33,482
HSM International Pvt. Ltd.	10	2,500	25,000	2,500	25,000	2,500	25,000
Neptune Impex Pvt. Ltd.	100	100	10,000	100	10,000	100	10,000
AKA Washeries India Pvt. Ltd.	10	2,000	20,000	2,000	20,000	2,000	20,000
Hindusthan Parsons Ltd.	10	400,000	811,000	400,000	811,000	400,000	811,000
Huwood hindusthan Pvt. Ltd.	10	2,000	20,000	2,000	20,000	2,000	20,000
Spaans Babcock India Ltd.	10	4,930	49,300	4,930	49,300	4,930	49,300
Bengal Central Building Society Ltd.	10	10,000	100,000	10,000	100,000	10,000	100,000
Tamilnadu Alkaline Batteries Ltd.	10	198,000	198,992	198,000	198,992	198,000	198,992
<b>TOTAL B</b>			<b>1,268,674</b>		<b>1,268,674</b>		<b>1,268,674</b>
<b>II) Investment in Fully Paid up Preference Shares</b>							
India Financial Journal Pvt. Ltd.	100	30	3,000	30	3,000	30	3,000
<b>TOTAL C</b>			<b>3,000</b>		<b>3,000</b>		<b>3,000</b>
<b>III) Investment in Debentures</b>							
Via Media Ltd.	10	175	7,000	175	7,000	175	7,000
<b>TOTAL D</b>			<b>7,000</b>		<b>7,000</b>		<b>7,000</b>
<b>IV) Investments in Mutual Funds (Quoted)</b>							
Kotak Liquid Fund			2,102,888		1,968,857		-
<b>TOTAL E</b>			<b>2,102,888</b>		<b>1,968,857</b>		<b>-</b>
<b>Total (A + B + C + D + E)</b>			<b>8,416,501</b>		<b>10,162,919</b>		<b>8,194,062</b>
		As at 31st March 2018		As at 31st March 2017		As at 31st March 2017	
		Cost	Market Value	Cost	Market Value	Cost	Market Value
Aggregate value of Quoted Investments		7,137,827	6695623	8,884,245	8,367,269	6,915,388	6,397,531
Aggregate value of UnQuoted Investments		1,278,674	-	1,278,674	-	1,268,674	-



# BENGAL STEEL INDUSTRIES LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

AMOUNT IN RS.

Note 5 :: NON-CURRENT ASSETS :: LOANS AND DEPOSITS	As at 31st March' 2018	As at 31st March 2017	As at 31st March 2016
Unsecured, Considered Good			
Advances recoverable in Cash or in kind	83,679,475	151,293	151,293
Security Deposits	802,347	839,070	804,347
<b>Total</b>	<b>84,481,822</b>	<b>990,363</b>	<b>955,640</b>

Note : 6 :: CURRENT ASSETS :: CASH & CASH EQUIVALENTS	As at 31st March' 2018	As at 31st March 2017	As at 31st March 2016
Balance at Bank in Current Accounts	274,525	357,033	320,075
Balance at Bank in Deposit Account	3,000	3,000	3,000
Cash in Hand	32,449	19,720	78,637
<b>Total</b>	<b>309,974</b>	<b>379,753</b>	<b>401,712</b>

Note : 7 :: CURRENT ASSETS :: LOANS & DEPOSITS	As at 31st March' 2018	As at 31st March 2017	As at 31st March 2016
Unsecured, Considered Good			
Advance Recoverable in cash or in kind	-	79,848,275	77,386,275
Advance Income Tax and Other Taxes	11,091,425	11,080,859	14,176,785
Advances Against exps	5,500	-	-
<b>Total</b>	<b>11,096,925</b>	<b>90,929,134</b>	<b>91,563,060</b>

Note : 8 :: CURRENT ASSETS :: OTHER CURRENT ASSETS	As at 31st March' 2018	As at 31st March 2017	As at 31st March 2016
Unsecured, Considered Good			
Rent Receivable	18,161	558,161	3,258,161
Service Tax Receivable	-	90,000	512,000
Other Receivable	-	-	1,835,454
<b>Total</b>	<b>18,161</b>	<b>648,161</b>	<b>5,605,615</b>



# BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

Amount in Rs.

Note : 9 :: EQUITY :: EQUITY SHARE CAPITAL	As at 31st March 2018	As at 31st March 2017	As at 31st March 2016
<b>Authorised Shares</b> 60,00,000 Equity Shares of Rs 10/- each.	60,000,000	60,000,000	60,000,000
	<del>60,000,000</del>	<del>60,000,000</del>	<del>60,000,000</del>
<b>Issued, Subscribed &amp; Fully Paid-Up</b> 49,00,000 Equity Shares of Rs. 10/- each	49,000,000	49,000,000	49,000,000
<b>Total</b>	<b>49,000,000</b>	<b>49,000,000</b>	<b>49,000,000</b>

8.a Reconciliation of shares outstanding at the beginning & at the end of the reporting period						
Equity Shares	As at 31st March 2018		As at 31st March 2017		As at 31st March 2016	
	Nos.	Rs.	Nos.	Rs.	Nos.	Rs.
At the beginning of the period	4,900,000	49,000,000	4,900,000	49,000,000	4,900,000	49,000,000
Issued during the period	NIL	NIL	NIL	NIL	NIL	NIL
Outstanding at the end of the period	4,900,000	49,000,000	4,900,000	49,000,000	4,900,000	49,000,000

8.b Details of Shareholders holding more than 5% Shares in the Company						
Particulars	Nos.	As at 31st March 2018	Nos.	As at 31st March 2017	Nos.	As at 31st March 2016
		% Holding in the class		% Holding in the class		% Holding in the class
<b>Equity Shares of Rs. 10 Each</b>						
1. V.N. Enterprises Limited	844,935	17.24	844,935	17.24	844,935	17.24
2. Tea Time Limited	498,250	10.17	498,250	10.17	498,250	10.17
3. Neptune Exports Limited	495,601	10.11	495,601	10.11	495,601	10.11
4. Asutosh Enterprises Limited	489,801	10.00	489,801	10.00	489,801	10.00
5. Orient International Limited	484,050	9.88	484,050	9.88	484,050	9.88
6. Hindusthan Udyog Limited	345,000	7.04	345,000	7.04	345,000	7.04

8.c	Rights Attached to Equity Shares
	<p>The company has only one class of shares i.e. Equity Shares having par value of Rs 10/- per share. Each equity shareholder is entitled to one vote per share.</p> <p>Each Shareholder is eligible to receive dividend, if distributed and in the event of liquidation of the Company, a shareholder is entitled to receive remaining assets of the Company, after distribution of all preferential dues in proportion to the number of equity shares held by the shareholders.</p>



# BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

AMOUNT IN RS.

Note : 10 :: EQUITY :: OTHER EQUITY	As at 31st March 2018	As at 31st March 2017	As at 31st March 2016
Surplus as per Statement of Profit and Loss			
Opening Balance	49,055,520	48,939,100	48,712,626
Addition during the year	(3,100,165)	116,420	226,474
Closing Balance	45,955,355	49,055,520	48,939,100

Note : 11 :: CURRENT LIABILITIES :: OTHER CURRENT LIABILITIES	As at 31st March 2018	As at 31st March 2017	As at 31st March 2016
Sundry Advance	5,365,318	669,368	693,968
Other Payables	3,868,425	4,320,042	4,795,951
Total	9,233,743	4,989,410	5,489,919

Note : 12 :: CURRENT LIABILITIES :: PROVISIONS	As at 31st March 2018	As at 31st March 2017	As at 31st March 2016
Provision for Income Tax	1,378,110	1,378,110	4,683,000
Total	1,378,110	1,378,110	4,683,000





# BENGAL STEEL INDUSTRIES LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

Note : 13 :: REVENUE FROM OPERATIONS	For the year ended 31st March '2018	For the year ended 31st March '2017
Rent Receipt	15,240	3,000,000
<b>Total</b>	<b>15,240</b>	<b>3,000,000</b>

Note : 14 :: OTHER INCOME	For the year ended 31st March '2018	For the year ended 31st March '2017
Interest Received on Deposits	-	38,581
Interest on ICD	106,165	-
Income from Mutual Fund	134,030	133,404
Profit / (Loss) on Sale of Investments (Net)	65,959	-
Dividend Received	1,980	31,349
<b>Total</b>	<b>308,134</b>	<b>203,333</b>

Note : 15 :: EMPLOYEE BENEFIT EXPENSES	For the year ended 31st March '2018	For the year ended 31st March '2017
Salary, Bonus & Allowances	749,854	124,138
Staff Welfare Expenses	165,434	160,579
<b>Total</b>	<b>915,288</b>	<b>284,717</b>

Note : 16 :: DEPRECIATION & AMORTISATION EXPENSES.	For the year ended 31st March '2018	For the year ended 31st March '2017
Depreciation	68,885	79,220
<b>Total</b>	<b>68,885</b>	<b>79,220</b>

Note : 17 :: OTHER EXPENSES	For the year ended 31st March '2018	For the year ended 31st March '2017
Directors Meeting Fees	25,000	20,000
Service Charges	334,790	574,099
Repairs to others	93,000	96,000
Electric Charges	4,520	5,160
Rates & Taxes	1,322,259	489,207
Bank Charges	24,854	4,105
Conveyance Charges	68,263	173,870
Postage, Telegram & Telephone	15,344	36,739
Printing & Stationery Items	14,134	12,015
Service Tax	7,040	10,500
Payment to Auditors		
- As Auditor - for Statutory Audit & Limited Review	45,500	45,500
- For Other Services	-	8,500
Listing Fees	325,250	737,550
Filing fees	3,000	6,600
Advertisement	20,383	17,003
Miscellaneous Expense	136,028	183,744
<b>Total</b>	<b>2,439,366</b>	<b>2,420,592</b>



# BENGAL STEEL INDUSTRIES LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

**18 Contingent Liability not provided for :**

	<u>2017-18</u>	<u>2016-17</u>
Income Tax demand in dispute	296,790	296,790

**19 Retirement Benefit :**

Liability for payment of gratuity and P.F is not required to be made since the provisions of Payment of Gratuity Act and Provident Fund Act does not apply to this Company.

**20. Employee Benefit Expenses :**

Employee Benefit Expenses includes bonus of Rs. 28054/- (Previous year Rs. 4676/-)

**21. Land, Factory Shed, Machineries and all fixed Assets situated in Behala Factory remain comprehensively charged in parripassu with West Bengal Industrial Development .Corpn. Ltd. and West Bengal Financial Corpn. With second charge in favour of United Bank Of India.**

**22 Segment Reporting :**

There is no operating activities during the year. However an amount of Rs. 15240/- has been received from Bank of India as rent pending settlement in the court.

**Information about reportable segments**

Particulars	31.03.2018	31.03.2017
<b>Revenue</b>		
Rent Receipt - External Customer	15,240	-
Rent Receipt - Internal Segment	-	3,000,000
Revenue from operation	15,240	3,000,000
<b>Results</b>		
Segment Results (Profit / (Loss))	(1,046,509)	2,560,210
Unallocated expenses (net of income)	(2,053,656)	(2,141,406)
Investment Income	-	-
Income Tax	-	(302,384)
Net Profit / (Loss)	(3,100,165)	116,420

Segment Assets	509,285	1,192,746
Unallocated Assets	105,057,923	103,230,294
Total Assets	105,567,208	104,423,040

Segment Liabilities	-	-
Unallocated Liabilities	10,611,853	6,367,520
Total Liabilities	10,611,853	6,367,520

Depreciation expenses	68,885	79,220
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**23 Related Party Disclosure :**

The management is of the opinion that considering the shareholding and composition of Board of Directors, the company can not be considered to be an associate or to have control over any other enterprise. The relationship and transactions with key Management Personnel are disclosed.

**Key Managerial Personnel**

( Directors & their relatives )

V. N. Agarwal	Director
Prakash Agarwal	Director
G. K. Agarwal	Director
K. K. Ganeriwala	Director
Ritu Agarwal	Director



**Transactions with related party :**

	<u>31.03.2018</u>	<u>31.03.2017</u>
	Rs.	Rs.
Meeting Attendance Fees (Directors)	25,000	20,000
<b>Revenue</b>		
Rent Receipts (WPII Ltd) (Where V. N. Agarwal, K.K. Ganeriwala & Prakash Agarwal is Director)	-	3,000,000
Rent receivable (WPII Ltd)	-	630,000
<b>Loans and Deposits</b>		
Balance outstanding at the year end -		
Advance to V. N. Enterprise Ltd. (Where V. N. Agarwal, K.K. Ganeriwala & Prakash Agarwal are Directors)	45,140,000	41,650,000
Advance to Tamilnadu Alkaline Batteries Ltd. (Where Prakash Agarwal & G. K. Agarwal is Director)	38,539,475	38,198,275
<b>Other Current Liabilities</b>		
Balance outstanding at the year end -		
B. C. Building Society Ltd. (Where G. K. Agarwal is Director)	322,844	326,894
Hindustan Udyog Ltd. (Where V. N. Agarwal & Prakash Agarwal is Director)	4,700,000	--

<b>24 Earning Per Share :</b>	<u>2017-2018</u>	<u>2016-2017</u>
Profit After Taxation	(3,100,165)	116,420
Weighted average no. of equity share outstanding	4,900,000	4,900,000
Earning Per Share - Basic and Diluted	(0.63)	0.02

**25 Income Tax Expenses :**

A reconciliation between tax expenses (income) and the product of accounting profit multiplied by the applicable tax rate,

Particulars	31.03.2018
A. Tax expenses for the year ended - B + C	-
Accounting profit / (Loss) before tax for the year ended	-3100165
Statutory Income Tax Rates	25.75%
B. Tax at Indian statutory income tax rate	-798292
Disallowable expenses	67158
Total expenses to be added back with accounting profit	67158
Statutory Income Tax Rates	25.75%
C. Tax at Indian statutory income tax rate	17293

Tax rate is as per Income Tax Act. During Previous year, Income Tax provision has been made as per MAT provision.

**26 Deferred Tax Accounting :**

There is carry forward business loss of Rs. 4,34,931/- and deductible temporary difference of Rs. 67,158/- on which no deferred tax asset has been recognised in the absence of convincing evidence of future taxable profits.

**27** Income Tax Advance includes old advance of Rs. 68,20,302/-, remains unadjusted in the absence of necessary data from the Income Tax Department.



28 Capital Management :

The following table summarizes the capital of the company

Particulars	March 31, 2018	March 31, 2017	April 1, 2016
Share Capital	49000000	49000000	49000000
Free Reserves	45955355	49055520	48939100
Equity (A)	<u>94955355</u>	<u>98055520</u>	<u>97939100</u>
Cash & Cash Equivalent	309974	379753	401712
Short Term Investments	-	-	-
Total Cash (B)	<u>309974</u>	<u>379753</u>	<u>401712</u>
Short Term Borrowing	5365318	669368	693968
Long Term Borrowing	0	0	0
Other Liabilities	5746535	5698152	9478951
Total Debt (C)	<u>10611853</u>	<u>6367520</u>	<u>10172919</u>
Net Debt (D=C-B)	<u>10301879</u>	<u>5987767</u>	<u>9771207</u>
Net debt to equity ratio (E=D/A)	0.11	-	-

29 Impairment loss :

Considering the external and internal impairment indicators, the management is of the opinion that no asset has been impaired as at 31st March, 2018. Consequently, no impairment loss has been recognized in the Statement of Profit & Loss for the year ended 31st March, 2018.

30

The Company has no amounts due to suppliers under the Micro, Small & Medium Enterprises as defined under the Micro, Small & Medium Enterprises Development Act, 2006 (MSMED) as at 31.03.2018. Hence no additional disclosure have been made. The information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information received by the Company.

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Previous years' figures have been regrouped and rearranged, wherever necessary.

For : S. Ghose & Co. LLP  
Chartered Accountants  
FRN. 302184E/E300007

*Ranjan Kumar Paul*  
RANJAN KUMAR PAUL  
Partner  
Membership No.060084



Place : Kolkata  
Date : 25th May 2018

For and On Behalf of the Board

*Ulaganathan*  
*Ulaganathan*  
Director

For BENGAL STEEL INDUSTRIES LIMITED

*Shikha Bajaj*  
Company Secretary