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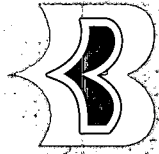
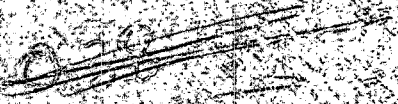
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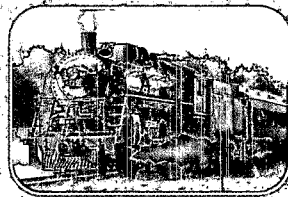
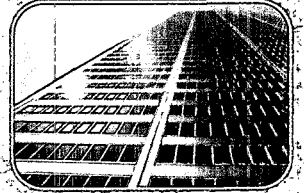
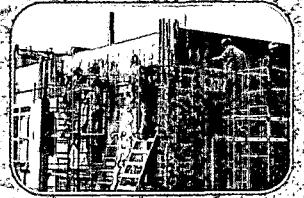
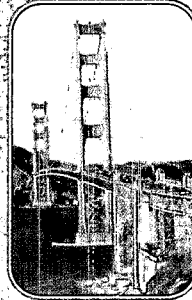
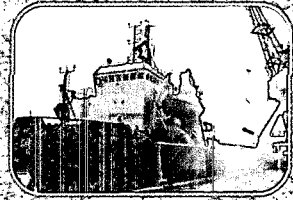
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**BEEKAY**

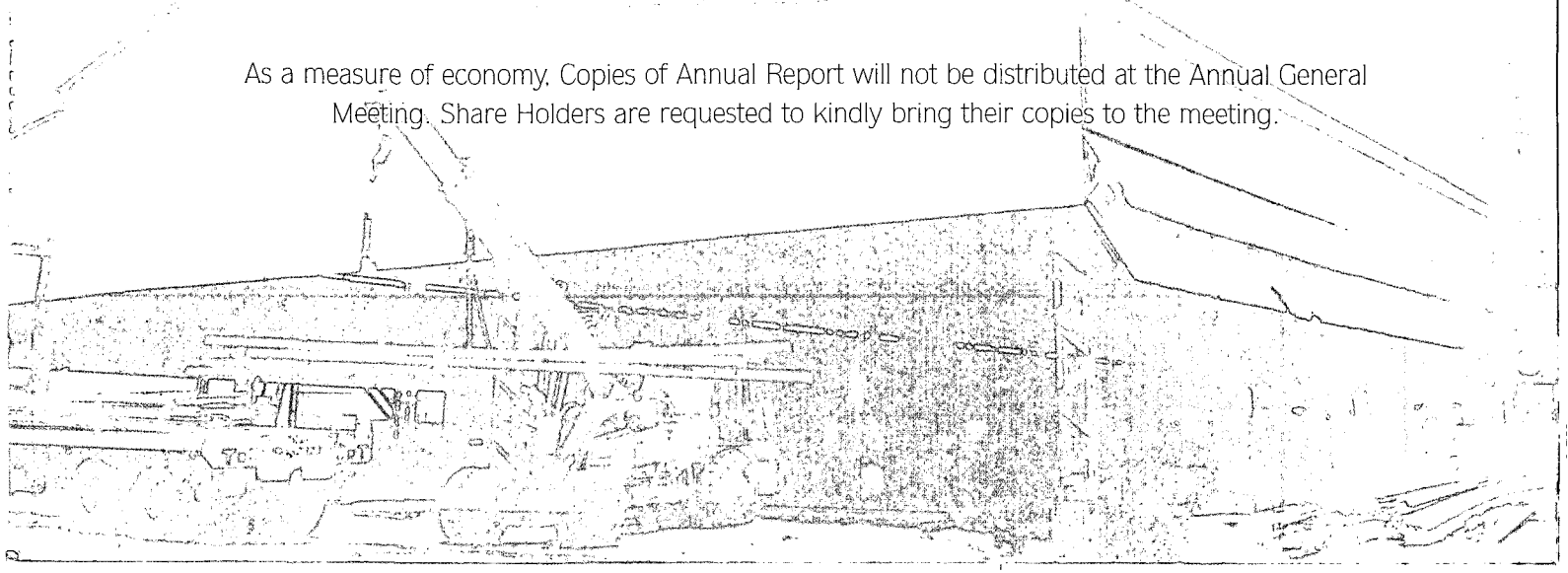
**BEEKAY STEEL INDUSTRIES LTD.**



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As a measure of economy, Copies of Annual Report will not be distributed at the Annual General Meeting. Share Holders are requested to kindly bring their copies to the meeting.



## CORPORATE INFORMATION

**BOARD OF DIRECTORS** : Mr. Basheshar Lal Bansal (*Chairman Emeritus*)  
Mr. Suresh Chand Bansal (*Vice Chairman & Managing Director*)  
Mr. Mukesh Chand Bansal (*Joint Managing Director*)  
Mr. Vikas Bansal (*Executive Director*)  
Mr. Gautam Bansal (*Whole time Director*)  
Mr. O.P. Bansal (*Director-Marketing*)  
Mr. Manav Bansal (*Director*)  
Mr. Vijay Kr. Bansal (*Director*)  
Mr. B.C.Khaitan (*Independent Director*)  
Mr. A.K.Sikdar (*Independent Director*)  
Mr. Brijesh Kumar Dalmia (*Independent Director*)  
Mr. Madhu Sureka (*Independent Director*)

**BANKERS** : Allahabad Bank  
State Bank of India

**REGISTERED OFFICE** : Sagar Estate, 6th Floor  
2, N.C Dutta Sarani, Kolkata-700001  
Tel: 033-22130628 / 29, 22300639  
Fax: 033-22105640

**CORPORATE OFFICE** : Lansdowne Towers, 4th Floor  
2/1A, Sarat Bose Road, Kolkata-700020.  
Tel: 033 30514444 Fax: 033-2283 3322  
E-mail: [contact@beekaysteel.com](mailto:contact@beekaysteel.com)

**WORKS** : Howrah (W.B.)  
Jamshedpur (*Jharkhand*)  
Chennai (*Tamilnadu*)  
Visakhapatnam (*A.P*)  
a. Autonagar  
b. Bheemlipatnam  
c. Vellanki



**BRANCHES** : Chennai  
Mumbai  
Bangalore  
Delhi  
Hyderabad  
Ahmedabad  
Pune  
Coimbatore  
Visakhapatnam

**AUDITORS** : Rustagi & Associates  
Chartered Accountants  
59, Bentick Street, Kolkata-7000 69

**SOLICITOR & ADVOCATES** : M/s. Jhunjhunwala & Co., Kolkata

**REGISTRARS & SHARE**

**TRANSFER AGENTS** : Maheshwari Datamatics Pvt. Ltd.  
6, Mangoe Lane, 2nd Floor, Kolkata-700 001  
Ph: 033-2248 2248, 2243 5809, 2243 5029  
Fax: 033-2248 4787  
Email: mdpl@cal.vsnl.net.in

## NOTICE

NOTICE is hereby given that the 25th Annual General Meeting of the Members of BEEKAY STEEL INDUSTRIES LIMITED will be held at the Registered Office of the Company at 'Sagar Estates', 6th Floor, 2, N.C. Dutta Sarani, Kolkata – 700 001 on Monday, the 30th December, 2006 at 3.00 P. M. to transact the following business:

### **ORDINARY BUSINESS :**

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2006 and the Profit & Loss Account of the Company for the year ended on that date and the Reports of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Vikas Bansal, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Gautam Bansal, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

### **SPECIAL BUSINESS :**

To consider, and if thought fit, to pass with or without modifications, the following resolutions –

5. **APPOINTMENT OF MR. O. P. Bansal AS A DIRECTOR**

As an Ordinary Resolution:

" RESOLVED THAT Mr. O. P. Bansal be and is hereby appointed as a Director of the Company who shall be liable to retire by rotation."

6. **APPOINTMENT OF MR. MANAV BANSAL AS A DIRECTOR**

As an Ordinary Resolution:

" RESOLVED THAT Mr. Manav Bansal be and is hereby appointed as a Director of the Company who shall be liable to retire by rotation."

7. **APPOINTMENT OF MR. BIRJESH KUMAR DALMIA AS A DIRECTOR**

As an Ordinary Resolution:

" RESOLVED THAT Mr. Brijesh Kumar Dalmia be and is hereby appointed as a Director of the Company who shall be liable to retire by rotation."

8. **APPOINTMENT OF MR. MADHU SUREKA AS A DIRECTOR**

As an Ordinary Resolution:

" RESOLVED THAT Mr. Madhu Sureka be and is hereby appointed as a Director of the Company who shall be liable to retire by rotation."



**9. APPOINTMENT OF MR. M. C. BANSAL AS JT. MG. DIRECTOR**

As an Ordinary Resolution :

" RESOLVED THAT in accordance with the provisions of Sections 198, 269 (read with Schedule XIII), 309 and other applicable provisions, if any, of the Companies Act, 1956 and other approvals as may be necessary, the Company hereby approves appointment of Mr. M. C. Bansal as Joint Managing Director of the Company for a period of 5 (Five) years w.e.f. 1st January, 2007 upon the terms and conditions and such remuneration and perquisites as set out in the Explanatory Statement annexed to this notice convening the Annual General Meeting with liberty to the Board of Directors to alter and / or vary the terms and conditions including remuneration as may be agreed by the Board and Mr. M. C. Bansal provided in any year the total remuneration including perquisites of Mr. M. C. Bansal shall not exceed the limits specified in Schedule XIII of the Companies Act, 1956 or any amendment thereto.

FURTHER RESOLVED THAT the Board of Directors be and is hereby authorised to do all such acts, deeds, things and matters as may be necessary, usual or proper for giving effect to the above."

**10. APPOINTMENT OF MR. O. P. BANSAL AS DIRECTOR-MARKETING**

As an Ordinary Resolution :

" RESOLVED THAT in accordance with the provisions of Sections 198, 269 (read with Schedule XIII), 309 and other applicable provisions, if any, of the Companies Act, 1956 and other approvals as may be necessary, the Company hereby approves appointment of Mr. O. P. Bansal as a Director-Marketing of the Company for a period of 5 (Five) years w.e.f. 1st January, 2007 upon the terms and conditions and such remuneration and perquisites as set out in the Explanatory Statement annexed to this notice convening the Annual General Meeting with liberty to the Board of Directors to alter and / or vary the terms and conditions including remuneration as may be agreed by the Board and Mr. O. P. Bansal provided in any year the total remuneration including perquisites of Mr. O. P. Bansal shall not exceed the limits specified in Schedule XIII of the Companies Act, 1956 or any amendment thereto.

FURTHER RESOLVED THAT the Board of Directors be and is hereby authorised to do all such acts, deeds, things and matters as may be necessary, usual or proper for giving effect to the above."

**Registered Office:**

" Sagar Estate"  
2, N. C. Dutta Sarani,  
Kolkata - 700 001.

By Order of the Board  
For **Beekay Steel Industries Limited**

**S. C. Bansal,**  
Managing Director

Dated : 29th November, 2006.

Place : Kolkata

## NOTES

- 1 A MEMBER ENTITLED TO ATTEND AND VOTE IS ALSO ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND & VOTE INSTEAD OF HIMSELF & A PROXY NEED NOT BE A MEMBER.
- 2 Proxies in order to be effective must be received by the Company not less than forty eight hours before the meeting.
- 3 Register of Members and Share Transfer Register shall remain closed from 26th December, 2006 to 30th December, 2006 ( both days inclusive).
4. Members holding shares in physical form are requested to notify immediately changes, if any, in their registered address and bank particulars, to the Company at its Registered Office or to its Registrars & Share Transfer Agent, at the following address quoting their folio numbers :-  
M/S. Maheshwari Datametics Pvt. Ltd., 6, Mangoe Lane, Kolkata – 700 001. Phone Nos. 91-33-2243-5029 / 5809, 2248-2248 Fax No. 91-33-2248-4787, E.Mail – mdpl@cal.vsnl.net.in.
5. Members/ Proxies should bring the attendance slips duly filled in for attending the meeting.

### **EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956**

#### **Item No. 5**

Mr. O. P. Bansal was appointed as an Additional Director of the Company by the Board of Directors in its meeting held on 29th November, 2006 with immediate effect. Pursuant to section 260 of the Companies Act, 1956, Mr. O. P. Bansal holds the office of a Director up to the date of the ensuing Annual General Meeting unless re-appointed. His candidature of Directorship of the Company has been proposed by a member pursuant to Section 257 of the Companies Act, 1956.

Mr. O. P. Bansal is has vast experience in managing the Brach-Office affairs of the Company and marketing of the products. His presence in the Board will immensely help the Company to leap towards the future with certainty.

Your Directors, therefore, recommend the resolution for your approval.

No Director other than Mr. O. P. Bansal is concerned or interested in the resolution.

#### **Item No. 6**

Mr. Manav Bansal was appointed as an Additional Director of the Company by the Board of Directors in its meeting held on 29th November, 2006 with immediate effect. Pursuant to section 260 of the Companies Act, 1956, Mr. Manav Bansal holds the office of a Director up to the date of the ensuing Annual General Meeting unless re-appointed. His candidature of Directorship of the Company has been proposed by a member pursuant to Section 257 of the Companies Act, 1956.

Mr. Manav Bansal is a Commerce Graduate and MBA from University of Wales, U.K. and 31 years of age. He is having experience of more than 10 years in corporate planning, financial management, taxation, general administration, etc.

His long association with the sister concerns has made him a specialized person in the fields of business, finance and corporate & other laws. His presence in the Board will immensely help the Company to leap towards the future with certainty.

Your Directors, therefore, recommend the resolution for your approval.

No Director other than Mr. Manav Bansal is concerned or interested in the resolution.



**Item No. 7**

Mr. Brijesh Kumar Dalmia was appointed as an Additional Director of the Company by the Board of Directors in its meeting held on 29th November, 2006 with immediate effect. Pursuant to section 260 of the Companies Act, 1956, Mr. Brijesh Kumar Dalmia holds the office of a Director up to the date of the ensuing Annual General Meeting unless re-appointed. His candidature of Directorship of the Company has been proposed by a member pursuant to Section 257 of the Companies Act, 1956.

Mr. Brijesh Kumar Dalmia is a qualified Certified Financial Planner and 34 years of age. He is a Fellow Member of Life Underwriting Training Council, LUTCE(IN). He possesses qualifications of AMFI Certified for Mutual Fund and IRDA Certified for Life and General Insurance. He is also a Member of the Product Advisory Committee of ICICI Prudential Life Insurance Co. Ltd. Today he is one of the leading names in the area of Financial Planning. He is one of the very first CFPCM from Eastern India and now is part of the strong 70000 CFPCM spread through out the world. He has a flair for ethical practices.

His presence in the Board will immensely help the Company to leap towards the future with certainty.

Your Directors, therefore, recommend the resolution for your approval.

No Director other than Mr. Brijesh Kumar Dalmia is concerned or interested in the resolution.

**Item No. 8**

Mr. Madhu Sureka was appointed as an Additional Director of the Company by the Board of Directors in its meeting held on 29th November, 2006 with immediate effect. Pursuant to section 260 of the Companies Act, 1956, Mr. Madhu Sureka holds the office of a Director up to the date of the ensuing Annual General Meeting unless re-appointed. His candidature of Directorship of the Company has been proposed by a member pursuant to Section 257 of the Companies Act, 1956.

Mr. Madhu Sureka is a commerce graduate having more than 10 years of experience in purchase, sales management and handling allied matters. His long involvement in the said fields has made him a specialized person in the same. His presence in the Board will immensely help the Company to leap towards the future with certainty.

Your Directors, therefore, recommend the resolution for your approval.

No Director other than Mr. Madhu Sureka is concerned or interested in the resolution.

**Item No. 9**

Mr. M. C. Bansal was appointed as Jt. Managing Director by the Board of Directors of the Company in its meeting held on 29th November, 2006 has for a period of 5 (Five) years from 1st January, 2007, subject to the approval of Shareholders to look after the day to day affairs of the Company on the following terms and conditions:

Salary: Rs.50,000/- per month and annual increment up to 20% of the salary last drawn as may be recommended by the Remuneration committee and approved by the Board.

Performance Linked Bonus: Such percentage of the net profits of the Company or such amount as may be decided by the Board of Directors for each financial year or part thereof, provided however that the aggregate amount of Salary and Performance Linked Bonus shall not exceed the limits as per the provisions of section 198 of the Companies Act, 1956.

Perquisites: The Jt. Mg. Director, in addition to Salary and Performance Linked Bonus, shall be entitled to the following perquisites which may be reviewed by the Board from time to time:-

- a. Housing: Residential accommodation including electricity (or reimbursement of House Rent in lieu thereof on actual basis).
- b. Medical Reimbursement: Reimbursement of Medical expenses incurred for self and family on actual basis.
- c. Leave Travel Concession: For self and family to and for any place in India, once in a year in accordance with the rules of the Company.
- d. Clubs Fees : Fees of Clubs, shall be subject to a maximum of two clubs, provided that no life membership or admission fee shall be paid by Company.



- e. Personal Accident Insurance : Premium not to exceed Rs. 5,000/- per annum.
- f. Provident Fund / Superannuation Fund / Gratuity:
- i) Contribution to provident fund, super-annuation fund or annuity fund in accordance with the rules of the Company, so that these either singly or put together are not taxable under the I.T.Act.1961.
  - ii) Gratuity payable shall not exceed half of a month's salary for each completed year of service.
- g. Car & Telephone : The Jt. Mg. Director shall be provided car with driver and telephones at his residence for company's business as well as for personal use. However, long distance calls for personal use will be billed by the Company
- h. Other Benefits :
- i) Leave : On full pay and allowances as per the rules of the Company but not more than one month's leave for every eleven months' of services. However, leave accumulated but not availed of shall be dealt with as per the Income Tax Rules, 1962. Casual and sick leave on full pay and allowance as per rules of the Company
  - ii) The Jt. Mg. Director shall be entitled to reimbursement of traveling, entertainment and all other expenses actually and properly incurred for legitimate business need of the Company but subject to rules of the Company framed time to time.
  - iii) The Jt. Mg. Director shall be reimbursed out of pocket expenses as may be incurred by him in the course of discharging his duties in the capacity of Jt. Mg. Director.
  - iv) The Jt. Mg. Director as long as he functions as such, shall not be paid any sitting fee for attending meeting of the Board of Directors of any Committee thereof.

Minimum Remuneration : In the absence or inadequacy of profit of the Company in any financial year, Mr. M. C. Bansal will be entitled to such receive such remuneration as is permissible under Schedule - XIII of the Companies Act, 1956 or any amendments thereof.

The Jt. Managing Director, shall not so long as he function in the capacity as Jt. Managing Director be subject to retirement by rotation.

Either party may terminate the agreement by giving 3 (three) months notice in writing or remuneration in lieu thereof without showing any reason.

The terms of appointment has been recommended by the Remuneration Committee.

This may be treated as an abstract pursuant to Section 302 of the Companies Act, 1956.

The Board of Directors of the Company considers that appointment of Mr. M. C. Bansal will be in the interest of the Company and such recommends the adoption of the resolution.

None of the Directors of the Company except Mr. M. C. Bansal is concerned or interested in the Resolution.

A copy of the terms of appointment of Mr. M. C. Bansal is open for inspection by the members of the Company Registered Office of the Company during business hours on all working days.

#### **Item No. 10**

Mr. O. P. Bansal was appointed as Director-Marketing by the Board of Directors of the Company in its meeting held on 29th November, 2006 has for a period of 5 (Five) years from 1st January, 2007, subject to the approval of Shareholders to look after the day to day affairs of the Company on the following terms and conditions:

Salary: Rs. 20,000/- per month and annual increment up to such percentage of the salary last drawn as may be recommended by the Remuneration committee and approved by the Board.



**Other Benefits:**

- i) He shall be entitled to reimbursement of traveling, entertainment and all other expenses actually and properly incurred for legitimate business need of the Company but subject to rules of the Company framed time to time.
- ii) He shall be reimbursed out of pocket expenses as may be incurred by him in the course of discharging his duties in the capacity of Jt. Mg. Director
- iii) Mr. O.P. Bansal, so long as he functions as Director-Marketing, shall not be paid any sitting fee for attending meeting of the Board of Directors of any Committee thereof.

Minimum Remuneration : In the absence or inadequacy of profit of the Company in any financial year, Mr. O. P. Bansal will be entitled to such receive such remuneration as is permissible under Schedule - XIII of the Companies Act, 1956 or any amendments thereof.

Either party may terminate the agreement by giving 3 (three) months notice in writing or remuneration in lieu thereof without showing any reason.

The terms of appointment has been recommended by the Remuneration Committee.

This may be treated as an abstract pursuant to Section 302 of the Companies Act.

The Board of Directors of the Company considers that appointment of Mr. O. P. Bansal will be in the interest of the Company and such recommends the adoption of the resolution.

None of the Directors of the Company except Mr. O. P. Bansal is concerned or interested in the Resolution.

A copy of the terms of appointment of Mr. O. P. Bansal is open for inspection by the members of the Company Registered Office of the Company during business hours on all working days.

## DIRECTORS' REPORT

### To the Members of BEEKAY STEEL INDUSTRIES LIMITED

The Directors hereby present their **TWENTY FIFTH** Annual Report on the business and operations of the Company together with the audited Financial Accounts for the year ended March 31, 2006.

### KEY FINANCIALS

(Rs. in lacs)

	As on 31.03.2006 Consolidated	As on 31.03.2006 Standalone	As on 31.03.2005 Standalone
Sales/Income from Operations	32,888.65	14,777.69	15,365.18
Profit before interest, depreciation and tax	1,692.10	727.60	1,185.59
Interest	349.32	133.32	141.82
Depreciation	362.36	169.93	177.48
Profit before taxation	980.42	424.35	866.29
Provision for tax-Current tax	291.27	129.62	85.25
Provision for tax- Deferred tax	5.82	(4.71)	96.78
Provision for Fringe Benefits tax	5.76	3.52	-
Profit for the year	677.57	295.92	684.26
Adjustments	5.64	4.97	(1.80)
Balance of profit for previous year	493.26	283.23	0.77
<b>Balance available for appropriation</b>	<b>1,176.47</b>	<b>584.12</b>	<b>683.23</b>
THE APPROPRIATIONS:			
Transfer to General Reserve	400.00	500.00	400.00
Balance of Profit carried over	776.47	84.12	283.23
	<b>1,176.47</b>	<b>584.12</b>	<b>683.23</b>

Figures for the current year are not comparable with those of previous year as the current year figures include transactions arising out of amalgamation of erstwhile Radice Ispat (India) Ltd. and Venkatesh Steel & Alloys Pvt. Ltd., with effect from appointed date 1st April, 2005.

### AMALGAMATION OF RADICE ISPAT (INDIA) LTD. & VENKATESH STEEL & ALLOYS PVT. LTD.

During the year under review, pursuant to the Scheme of Amalgamation as approved by the Hon'ble Calcutta High Courts, M/s. Radice Ispat (India) Ltd. (RIIL) and M/s. Venkatesh Steel & Alloys Pvt. Ltd. (VSAL) has been amalgamated with the Company with effect from 1st April, 2005.



This merger is coherent with the current corporate trend of expansion and consolidation through strategic acquisitions both at industry and group levels. The merger will result in:

- Creation of combined pool of higher profitability and assets base.
- Benefits of vertical integration and diversification.
- Formulation of a more coherent strategy for expansion by providing opportunities for well-planned future growth areas with wider choices and large pool of combined resources.
- Access to a combined pool of marketing set-up and accelerated leveraging of common financial and managerial resources in pursuit of a unified strategy.
- Ensuring higher standards of corporate governance, assurance and risk management aspects.
- Unlocking the true potential of the combined resources.

Consequent to this merger, the corporate boundaries are opened up and a truly integrated corporate entity has been created. The access to enhanced and combined pool of profits and cash flows will be available to all the stakeholders.

#### **ALLOTMENT OF SHARES**

Pursuant to the Scheme, the Board of Directors of the Company in its meeting held on date has allotted equity / preference shares of the Company to the Shareholders of the Amalgamating Companies in the following manner –

##### **In case of RIIL**

- To Equity Shareholders – two equity shares of Rs.10/- each of the Company against every three equity shares of Rs.10/- each held by them.
- To Preference Shareholders- one preference share of Rs.100/- each against every one preference share of Rs.100/- each held by them.

##### **In case of VSAL**

- To Equity Shareholders – one equity share of Rs.10/- each of the Company against every six equity shares of Rs.10/- each held by them.

#### **PERFORMANCE REVIEW**

Your Company has achieved a lower turnover of Rs.14,777.69 lacs against Rs.15,365.18 lacs during the previous year due to prevalence of volatile domestic scenario in the Iron & Steel industry. As a result, EBIDTA is lower at Rs.727.60 lacs as against Rs.1185.59 lacs in the previous year. However, the consolidated turnover of the Company was Rs.32,888.65 lacs and profit after tax was Rs.677.57 lacs.

The Company is setting up a Structure mill and Steel Smelting shop at Autonagar, Visakhapatnam with a production capacity of 60,000 MTPA of Hot Rolled Steel Bars & Rods and 54,000 MTPA of M.S. Ingot and a Bar Mill at Vellanki, Vishakapatnam with a capacity of 40,000 MTPA of Special Steel Sections. The estimated cost of the project is Rs.3,794.12 lacs against which the Company has been sanctioned Term Loan of Rs.2,000 lacs and Working Capital limit of Rs.980 lacs by State Bank of India. The balance requirement of the funds would be met from the internal accruals of the Company. The benefits of this enhanced capacity will be figured in the financial results of the Company in 2007-08 onwards.

#### **DIVIDEND**

To conserve the resources and to meet the cost of the new project, the Board did not recommended any dividend for the financial year under review.

**FUTURE OUTLOOK**

The brisk industrial activity in all major steel consuming sectors translated into strong demand for steel. The other highlights of the economy during the year were the new heights scaled by the capital financial institutions and the stable position of the Rupee vis-à-vis the U.S Dollar. The sustained growth worldwide has normalized the sales realization, which will improve the margin of the steel industries. Domestic demand is expected to sustain due to significant improvements in end use segment like automobile, engineering and construction industries.

Your Company is expected to perform better in the current financial year mainly due to stability in the price realization of its products and commencement of the new Structure Mill and Steel Smelting Shop under implementation.

The outlook for the re-rolling industry appears to be stable growth in the domestic as well as in the international market and for improving the major market share, the company is expected to operate at higher level of capacity utilization. The Company is also very confident of achieving a breakthrough in higher production and maintaining a level growth in its performance in the coming years and the Company's continuing initiatives for improvement in inefficiencies, capacity utilization and planned capacity additions would enable it to maintain healthy growth for its financials.

**DIRECTORS**

In accordance with the Company's Articles of Association, Mr. Vikas Bansal & Mr. Gautam Bansal retire by rotation in the forth coming Annual General Meeting and being eligible, offer themselves for re-appointment.

Mr. O.P. Bansal, Mr. Manav Bansal, Mr. Brijesh Kumar Dalmia and Mr. Madhu Sureka were appointed as Additional Directors of the Company w.e.f. 29-11-2006. The Board considered that their appointment will be most beneficial to the Company and hence recommends adoption of the resolutions for their appointment.

Mr. M.C. Bansal is proposed to be appointed as Joint Managing Director w.e.f. 01-01-2007. The Board of Directors of the Company considers that appointment of Mr. M. C. Bansal will be in the interest of the Company and such recommends the adoption of the resolution.

**AUDITORS**

M/s. Rustagi & Associates., Chartered Accountants, Kolkata retire as Auditors of the company at the ensuing Annual General Meeting and have given their consent for re-appointment.

**CORPORATE GOVERNANCE**

With the approval of the Scheme of Amalgamation by the Hon'ble Calcutta High Court as detailed in the foregoing paragraphs and allotment of the shares to the shareholders of the amalgamating Companies pursuant to the said Scheme, the paid up share capital of the Company stand increased above Rs. 3.00 crores with effect from 29th November'06. Pursuant to the Standard Listing Agreement with the Stock Exchanges, on increase of the paid up share capital of the Company beyond Rs. 3.00 crores, Clause 49 of the said Listing agreement relating to Corporate Governance has become applicable to the Company with immediate effect. Accordingly, the Board has constituted the requisite committees of the Directors and has already inducted independent Directors in the Board as detailed above and would also adhere to other requirements of the said clause as and when required.

**DEMATERIALIZATION OF EQUITY SHARES**

The Equity Shares of the Company are under dematerialisation with both the Depositories viz., National Securities Depository Ltd (NSDL) and Central Depository Services (India) Ltd (CDSL). It has facilitated the Members to hold their shares in electronic mode. The ISIN No. for dematerialization of the equity shares is INE 213D01015.

**DIRECTORS' RESPONSIBILITY STATEMENT**

To the best of their knowledge and belief and according to the information and explanations obtained by them, the Directors make the following statement in terms of Section 217(2AA) of the Companies Act, 1956:

- i) that in the preparation of annual accounts for the year ended March 31, 2006 the applicable accounting standards have been followed along with proper Explanation relating to material departures, if any;



- ii) they have, in the selection of the accounting policies, consulted the Statutory Auditors and these have been applied consistently and reasonable and prudent Judgments and estimates have been so as to give a true view of the state of affairs of the Company as at March 31, 2006 and the profit of the Company for the year ended on that date;
- iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the annual accounts have been prepared on a going concern basis;

#### **COMPLIANCE CERTIFICATE**

Compliance Certificate as required under Section 383A of the Companies Act, 1956 issued by Shri Santosh Kumar Tibrewalla, Practicing Company Secretary is enclosed marked as Annexure-1, which forms part of this report.

#### **STOCK EXCHANGE LISTINGS**

The Equity Shares of the Company are listed on the Stock Exchanges at Kolkata and Kanpur. The Company confirms that it has paid annual listing fees to both the Stock Exchanges till 2004-05.

#### **ENVIRONMENT**

Our plants comply with all norms set up for clean and better environment by the competent authorities. Environment protection and safety are major considerations in the working of the Company.

#### **PARTICULARS OF EMPLOYEES**

Information in accordance with the provision of Section 217(2A) of the Companies Act, 1956 read with the Companies (particulars of Employees) Rules, 1975 as amended. Your Directors report that there was no employee who was in receipt of remuneration of Rs.24,00,000/- or more per annum if employed through out the year or Rs. 2,00,000/- or more per month employed for a part of the year.

#### **INDUSTRIAL RELATIONS**

During the year under review, industrial relations at all units of the company continued to be cordial and peaceful.

#### **ENERGY, TECHNOLOGY & FOREIGN EXCHANGE**

The information required under 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules 1988 with respect to conservation of energy, technology and Foreign Exchange earnings/outgo is appended hereto and form part of this Report.

#### **ACKNOWLEDGEMENT**

Your Directors wish to place on record appreciation and sincere cooperation received from the various departments of the Central and State Governments, Financial institutions, Bankers, Customers, Dealers, Suppliers and Investors. Your Directors further express their gratitude for the invaluable contribution made by the people at all levels in the organisation towards the growth of the Company.

#### **Registered Office:**

" Sagar Estate"  
2, N. C. Dutta Sarani,  
Kolkata - 700 001.

By Order of the Board  
For **Beekay Steel Industries Limited**

**S. C. Bansal**  
Managing Director

**M. C. Bansal**  
Director

Dated : 29th November, 2006.

Place : Kolkata

## ANNEXURE - A

Form for disclosure of particulars with respect to Conservation of energy:

	Consolidated 31.03.2006 Rs.	Current year 31.03.2006 Rs.	Previous year 31.03.2005 Rs.
<b>A. Power &amp; Fuel Consumption</b>			
1. a) Purchased units	1,24,29,205	97,49,176	94,51,440
Total Amounts	5,65,15,795	4,28,15,663	4,13,32,121
Rate/ Unit	4.55	4.39	4.37
b) Own Generation			
i) Through Diesel Generation units	45,215	35,112	34,556
Units per liters of Diesel oil	37.45	37.25	31.45
ii) Through steam Turbine / Generator	nil		nil
2. Furnace Oil			
Quantity (K. Ltr)	6,628	4,603	4,551
Total Amount	9,75,95,033	6,68,41,985	5,13,82,895
Average Rate per K.Ltr	14,724.66	14,521.39	11,290.46
<b>B. Consumption per Unit of Production</b>			
Productions: Iron & Steel Material			
Steel Bars & Rods	1,65,121	1,11,567	1,13,791
Steel Ingots	nil	nil	nil
Unit-M/Tonnes			
Electricity ( K.Wt)	75.27	87.38	83.05
Furnace Oil (K.Ltr)	0.04	0.04	0.04
<b>C. Foreign Exchange</b>			
Earnings	nil	nil	nil
Outgo	nil	nil	4,41,403



## **ANNEXURE - 1**

# **COMPLIANCE CERTIFICATE**

To  
The Members,  
M/S. Beekay Steel Industries Limited,  
'Sagar Estate',  
2, N. C. Dutta Sarani, 6th Floor,  
Kolkata – 700 001.

I have examined the register, records, books and papers of Messrs. Beekay Steel Industries Limited ("the Company") as required to be maintained under the Companies Act, 1956 ("the Act") and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2006 ("financial year"). In my opinion and to the best of my information and according to the examination carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the Forms and Returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The Company, being a public limited company, comments are not required. The Paid-up Capital of the Company is Rs. 1,99,17,900/-.
4. The Board of Directors duly met 26 times respectively on 12.4.2005, 27.4.2005, 30.4.2005, 30.5.2005, 13.6.2005, 21.6.2005, 27.6.2005, 6.7.2005, 18.7.2005, 30.7.2005, 11.8.2005, 29.8.2005, 1.9.2005, 17.10.2005, 31.10.2005, 30.11.2005, 19.12.2005, 31.12.2005, 12.1.2006, 31.1.2006, 27.2.2006, 3.3.2006, 7.3.2006, 13.3.2006, 30.3.2006 and 31.3.2006 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company closed its Registers of Members from 19.9.2005 to 24.9.2005 and necessary compliance of section 154 of the Act has been made.
6. The Annual General Meeting for the financial year ended on 31.3.2005 was held on 24.9.2005 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for this purpose.
7. No Extra Ordinary General Meeting(s) was/were held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or companies referred to under section 295 of the Act.
9. The company has not entered into any contracts falling within the purview of Section 297 of the Act.
10. The company was not required to make any entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government.
12. The company has not issued any duplicate share certificates during the financial year.
13. The company has :
  - i) delivered all the certificates on transfer of securities in accordance with the provisions of the Act.
  - ii) not deposited any amount in a separate Bank Account as no Dividend was declared during the financial year.
  - iii) not posted warrants to any member of the Company as no Dividend was declared during the financial year.



- iv) no amounts in un-paid dividend account, application money due for refund, matured deposit, matured debentures and the interest accrued thereon which have remained unclaimed or un-paid for a period of seven years.
- v) duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the company is duly constituted. There was no appointment of additional director, alternate directors and directors to fill casual vacancy during the financial year.
15. The appointment of Managing Director/ Whole-time Director/Manager has been made in compliance with the provisions of Section 269 read with Schedule XIII to the Act.
16. The company has not appointed any sole selling agents during the financial year.
17. The company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such authorities as prescribed under the various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any fresh deposit including any unsecured loans falling within the purview of section 58A during the financial year. However, the company has filed return of deposit with the Registrar of Companies/ Reserve Bank of India/ other authorities.
24. The amount borrowed by the company from directors, members, public, financial institution, banks and others during the financial year ending 31.3.2006 are within the borrowing limits of the Company
25. The company has made investments in other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose.
26. The company has not altered the provisions of the Memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provisions of the Memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The company has not altered Articles of Association during the financial year.
31. I am informed that there was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company, during the financial year, for offences under the Act.
32. The company has not received any money as security from its employees during the financial year.
33. The company has deposited both employee's and employer's contribution to Provident Fund with prescribed authorities pursuant to section 418 of the Act.

Place : Kolkata  
Date : 29.11.2006.

S/d-

**SANTOSH KUMAR TIBREWALLA**  
Name of the Company Secretary  
C.P. No. : 3982



## ANNEXURE - A (COMPLIANCE CERTIFICATE)

### Registers as maintained by the Company:

#### Statutory Registers :

1. Register of charges under section 143;
2. Register of Members under section 150;
3. Index of Members under section 151;
4. Minutes Book of Board Meeting under section 193(1);
5. Minute Book of Share-holders meeting under section 193(1) and 196(1);
6. Books of Accounts under section 209;
7. Register of particulars of contracts in which directors are interested under section 301;
8. Register of Directors, Mg. Directors, Managers, Secretary under section 303 ;
9. Register of Directors' Shareholdings under section 307;
10. Register of Investments or Loan made, Guarantee given or Security provided under section 372 A.

#### Other Registers :

1. Register of Directors Attendance;
2. Register of Share-holders Attendance;
3. Register of Proxies;
4. Register of Transfers;
5. Register of Fixed Assets.

## ANNEXURE - B (COMPLIANCE CERTIFICATE)

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2006:

Sl.No.	Form No./ Return Section	Filed under	For	Date of filing	Whether filed within prescribed Time Yes/No.	If delay in filing whether requisite additional Fee paid Yes/No.
1.	23	192	21.7.2005	22.7.2005	Yes	N. A.
2.	8	135	30.7.2005	18.8.2005	Yes	N. A.
3.	13	130	30.7.2005	18.8.2005	Yes	N. A.
4.	25C	269	17.8.2005	19.8.2005	Yes	N. A.
5.	23	192	29.8.2005	29.8.2005	Yes	N. A.
6.	8	135	2.8.2005	30.8.2005	Yes	N. A.
7.	13	130	2.8.2005	30.8.2005	Yes	N. A.
8.	8	135	28.8.2005	23.9.2005	Yes	N. A.
9.	13	130	28.8.2005	23.9.2005	Yes	N. A.
10.	Annual Report	220	31.3.2005	21.10.2005	Yes	N. A.
11.	Compliance Certificate	383A	31.3.2005	24.10.2005	Yes	N. A.
12.	Annual Return	159	24.9.2005	17.11.2005	Yes	N. A.
13.	17	137	24.1.2006	20.2.2006	Yes	N. A.
14.	13	135	24.1.2006	20.2.2006	Yes	N. A.
15.	17	137	13.3.2006	20.3.2006	Yes	N. A.



## AUDITOR'S REPORT

### To the Member of BEEKAY STEEL INDUSTRIES LIMITED

1. We have audited the attached Balance Sheet of BEEKAY STEEL INDUSTRIES LIMITED, as at 31st March, 2006 the related Profit and Loss Account and Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Auditor's Report) (Amendment) Order, 2004 issued by the Government of India in terms of Sub-Section (4A) of Section 227 of the Companies Act, 1956, and on the basis of such checks as we considered appropriate and according to the information and explanation given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph, 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 purposes of our audit;
  - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - iv) In our opinion, the Balance Sheet, Profit & Loss Account & Cash Flow Statement dealt with in this report comply with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956;
  - v) On the basis of written representations received from the Directors, as on 31st March, 2006 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2006 from being appointed as a Director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956;
  - vi) 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 Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
    - a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2006;
    - b) In the case of the Profit and Loss Account, of the Profit for the year ended on that date; and
    - c) In the case of the Cash Flow Statement, of Cash Flows for the year ended on that date.

For **RUSTAGI & ASSOCIATES**  
Chartered Accountants

(S.K.RUSTAGI)  
Partner  
Mem.No.51860

## ANNEXURE TO THE AUDIT REPORT

With reference to the Annexure referred to in Paragraph 3 of the report of the Auditors to the Members of BEEKAY STEEL INDUSTRIES LIMITED for the year ended 31st March, 2006 on the basis of the records produced to us for verification / perusal such checks as we considered appropriate, and in terms of information and explanations given to us on our enquiries, We state that:

- i) a) The Company has maintained proper records showing full particulars, including, quantitative details and situation of Fixed Assets.
- b) In our opinion the Fixed Assets have been physically verified by the management on phased at manner reasonable intervals, having regard to the size of the Company and the nature of its business discrepancies between book records and the physical inventory were not material and the same have been properly dealt with in the books of accounts.
- c) Fixed Assets disposed off during the year were insignificant and would neither have an impact on the operation of the Company nor affect its going-concern.
- ii) a) The stock of inventory has been physically verified by the management during the year.
- b) In our opinion and according to the records produced information and explanations given to us, the procedures of physical verification of inventory followed by management were found reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) According to the records produced company has maintained proper records of inventory. In our opinion and according to the information and explanations given to us, the maintenance of records for inventory is adequate to the size of Company and nature of business and discrepancies noticed on physical verification of inventories to above as compared to book records have been properly dealt with in the books of account.
- iii) a) According to the information and explanations given to us, the Company has not granted any Loans, Secured or Unsecured, to Companies, Firms or other parties which are covered by Section 301 of the Companies Act, 1956.
- b) According to the information and explanations given to us, the Company has taken unsecured loan from directors amounting to Rs.110 lacs and the year end balance is Rs.87 lacs which falls under the category of the Companies, Firms or other parties which are covered by Section 301 of the Companies Act, 1956.
- iv) In our opinion and according to the explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventory including components, equipment, other assets and for the sale of goods. In our opinion there is no continuous failure to correct major weaknesses in internal control.
- v) a) In our opinion and according to the information and explanation given to us, the transactions that need to be entered into the register in pursuance of Section 301 of Act, have been so entered.
- b) In our opinion and according to the information and explanations given to us, there are no transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Act and exceeding the value of rupees five lakhs in respect of any party during the year, which have been made at prices which are not reasonable having regard to the prevailing market prices at the relevant time.



- vi) The Company has not accepted any public deposits during the year (as per provision of 58A/58AA of Acceptance of Deposit Rules, 1975).
- vii) In the basis of the internal audit reports broadly reviewed by us, we are of the opinion that the Company has an adequate internal audit system commensurate with the size of the Company and the nature of its business.
- viii) According to the information & explanations given to us, by the Company the Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for any of the products of the Company.
- ix) a) According to the information and explanations given to us and on the basis of our examination of the books of account, there were no undisputed amounts payable in respect of income tax, wealth tax, custom duty, excise duty, cess, service tax investor education and protection fund, employee state insurance and other materials statutory dues applicable to it which have remained outstanding as at 31st March, 2006 for a period of more than six months from the date they become payable.
- b) According to the information and explanations given to us, the details of Statutory dues of Sales tax, Excise Duty, Service Tax which have not deposited on account of dispute are given below:

Particulars	Financial year to which the matter pertains	Forum where matter is pending	Amount Involved (Rs.)
Sales Tax	2002-2003	Deputy Comm., Kolkata	253,757
-- Do --	2002-2003	Deputy Comm., Hyderabad	434,537
-- Do --	2003-2004	Deputy Comm., Hyderabad	238,451
-- Do --	2004-2005	Deputy Comm., Hyderabad	49,781
Excise Duty	1998-1999	Hon'ble High Court, Kolkata	831,204
-- Do --	2001-2002	Jt. Comm. Of Central Excise,	1,544,046
-- Do --	2002-2003	Jamshedpur	276,757
-- Do --	2003-2004	Comm., Central excise (Appeal)	94,185
-- Do --	1998-1999	Kolkata	1,151,547
Central Excise Duty	1994-1996	Customs, Excise & Gold Appellate tribunal (Eastern Bench)	2,452,623
-- Do --	2005-2006	Commissions of Customs & Excise Duty	2,167,655
Sales Tax	2003-2004	Appeals (Sales Tax)	180,854
Enter Tax	2002-2006 to 2005-2006	High Court Jurisdiction Madras (Special original jurisdiction)	37,736,543
Income-tax	1996-1997	Appellate Tribunal of Income-tax, Kolkata	2,610,491

- x) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of Security by way of pledge shares, debentures and other securities.
- xi) The Company has no accumulated losses at the end of the financial year and has not incurred any cash losses during the financial year and in the financial year immediately preceding financial year.
- xii) According to the information and explanation given to us, the Company has not defaulted in repayment of dues to the financial institution, bank and to debenture holders.

- xiii) The Company is not a chitfund/nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) (Amendment) Order 2004 are not applicable to the Company.
- xiv) In our opinion and according to information and explanation given to us, the Company has traded in shares during the year which were in the name of the Company and proper records for which has been maintained. The Company has made timely entries in the books for the transactions of purchase and sale of shares.
- xv) According to the information and explanations given to us, the Company has not given any guarantee for loan taken by any others from a bank or financial institution.
- xvi) In our opinion and according to the information 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, the Company has not used any short term funds to pay-off long term investment and vice-versa.
- xviii) According to the information and explanations given to us, the Company has not preferential allotted shares to parties or Companies covered under section 301 of Companies Act, 1956 at a price which is prejudicial to the interest of the Company.
- xix) According to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report.
- xx) During the period covered our Audit Report the Company has not raised any money by way of a Public issue.
- xxi) According to the information and explanations given to us, no frauds on the Company has been noticed or reported during the course of our Audit.

For **RUSTAGI & ASSOCIATES**  
Chartered Accountants

**(S.K.RUSTAGI)**  
Partner  
Mem.No.51860

59, Bentinck Street, Kolkata - 700 069.

Dated : 29th day of November 2006



## BALANCE SHEET AS AT 31ST MARCH, 2006

(Amount in Rs.)

Particulars	Schedule Nos.	As at 31.03.2006	As on 31.03.2005
<b>SOURCES OF FUNDS</b>			
Share Capital	1	17,498,150	20,106,650
Share Suspense	2	41,142,520	-
Reserve & Surplus	3	432,622,492	215,997,277
		<b>491,263,162</b>	<b>236,103,927</b>
<b>Loan Funds</b>			
Secured Loans	4	174,206,408	64,169,440
Unsecured Loans	5	340,258,872	90,543,610
		<b>514,465,280</b>	<b>154,713,050</b>
Sales Tax Deferral		57,645,465	-
Deferred Tax Liability		78,847,630	52,616,719
		<b>1,142,221,537</b>	<b>443,433,696</b>
<b>APPLICATION OF FUNDS</b>			
<b>Fixed Assets</b>			
	6		
Gross Block		686,464,746	481,843,502
Less : Depreciation		174,764,616	181,718,807
Net Block		<b>511,700,130</b>	<b>300,124,695</b>
Capital Work-in-Progress		105,818,474	1,425,157
		<b>617,518,604</b>	<b>301,549,852</b>
<b>Investments</b>			
	7	6,682,040	21,032,040
<b>Current Assets, Loans &amp; Advances</b>			
Inventories	8	346,291,797	68,792,473
Sundry Debtors	9	417,367,105	179,675,801
Cash & Bank Balances	10	13,589,244	7,287,010
Loans & Advances	11	291,003,370	90,123,841
		<b>1,068,251,516</b>	<b>345,879,125</b>
<b>Less: Current Liabilities &amp; Provisions</b>			
Current Liabilities	12	491,297,216	210,667,517
Provisions	13	59,046,362	14,472,655
		<b>550,343,578</b>	<b>225,140,172</b>
<b>Net Current Assets</b>			
		<b>517,907,938</b>	<b>120,738,953</b>
<b>Miscellaneous Expenditure (To the extent not written off or adjusted)</b>			
	14	112,955	112,851
		<b>1,142,221,537</b>	<b>443,433,696</b>
Accounting Policies	20		
Notes on Accounts	21		

In terms of our report of even date annexed

For **RUSTAGI & ASSOCIATES**  
Chartered Accountants

(**S. K. RUSTAGI**)  
Partner

Place : Kolkata

Dated : 29th day of November 2006

On behalf of the Board

**S. C. Bansal**  
Managing Director

**M. C. Bansal**  
Director



## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2006

(Amount in Rs.)

Particulars	Schedule Nos.	YEAR ENDED 31.03.2006	YEAR ENDED 31.03.2005
<b>INCOMES</b>			
Sales		2,853,954,962	1,149,084,650
Conversion Charges		434,909,973	387,433,390
		<b>3,288,864,935</b>	<b>1,536,518,040</b>
Less: Excise Duty		452,732,894	189,539,188
		<b>2,836,132,041</b>	<b>1,346,978,852</b>
Other Income	15	14,174,155	1,491,607
		<b>2,850,306,196</b>	<b>1,348,470,459</b>
<b>EXPENDITURE &amp; CHARGES</b>			
(Accretion)/Decretion in Stock	16	(18,890,133)	(15,471,131)
Raw Material Consumed		1,083,072,850	-
Purchase		1,158,056,362	1,015,698,350
Manufacturing Expenses	17	265,123,077	146,121,894
Personnel Expenses	18	20,529,345	9,422,364
Administrative, Selling & Other Expenses	19	173,204,637	74,138,913
Interest		34,932,096	14,181,686
Depreciation		36,236,293	17,748,441
		<b>2,752,264,527</b>	<b>1,261,840,517</b>
<b>NET PROFIT BEFORE TAXATION</b>		<b>98,041,669</b>	<b>86,629,942</b>
<b>Less : Provision for Taxation</b>			
Current Tax		29,127,000	8,525,000
Deferred Tax		581,801	9,678,213
Fringe Benefit Tax		576,173	-
		<b>67,756,695</b>	<b>68,426,729</b>
Add:/(Less): Prior year's Adjustments		563,975	(180,448)
		<b>68,320,670</b>	<b>68,246,281</b>
Balance Transfer to General Reserve		40,000,000	40,000,000
		<b>28,320,670</b>	<b>28,246,281</b>
Add: Balance brought forward from last year		49,326,013	77,090
Balance Carried over to Balance sheet		<b>77,646,683</b>	<b>28,323,371</b>
Earning per Share(Basic/Diluted)		39.15	34.35
Accounting Policies	20		
Notes on Accounts	21		

In terms of our report of even date annexed

For **RUSTAGI & ASSOCIATES**

Chartered Accountants

**(S. K. RUSTAGI)**

Partner

Place : Kolkata

Dated : 29th day of November 2006

On behalf of the Board

**S. C. Bansal**

Managing Director

**M. C. Bansal**

Director



## SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in Rs.)

Particulars	AS ON 31.03.2006	AS ON 31.03.2005
<b>SCHEDULE - I : SHARE CAPITAL</b>		
<b>Authorised:</b>		
22,00,000 Equity shares of Rs. 10/- each	22,000,000.00	22,000,000.00
30,000 Preference Shares of Rs. 100/- each.	3,000,000.00	3,000,000.00
	<b>25,000,000.00</b>	<b>25,000,000.00</b>
<b>Issued, Subscribed &amp; Paid up Capital:</b>		
17,30,890 (1991740) Equity Shares of Rs. 10/- each fully paid up (Refer Note No.11 of Schedule 20)	17,308,900.00	19,917,400.00
Add: Allotment money in arrear	500.00	500.00
Add : Forfeited Shares	188,750.00	188,750.00
	<b>17,498,150.00</b>	<b>20,106,650.00</b>
<b>SCHEDULE - 2 : SHARE SUSPENSE</b> (Refer Note No.11 of Schedule 20)		
<b>Shares to be issued to Shareholders of RILL:</b>		
300000 Non Convertible Redeemable Preference Shares of Rs.100/- each fully paid up	30,000,000.00	-
1070148 Equity shares of Rs.10/- each fully paid up	10,701,480.00	-
<b>Shares to be issued to Shareholders of VSAPL:</b>		
44104 Equity shares of Rs.10/- each fully paid up	441,040.00	-
	<b>41,142,520.00</b>	-
<b>SCHEDULE - 3 : RESERVE &amp; SURPLUS</b>		
Capital Reserve	441,106.00	441,106.00
Revaluation Reserve	27,476,688.00	-
<b>Share Premium Account:</b>		
As per Last Account	95,832,800.00	95,832,800.00
Add: Transfer from Amalgamating Companies	53,013,750.00	-
	<b>148,846,550.00</b>	-
<b>Amalgamation Reserve:</b>		
As per Last Account	5,546,982.00	-
Additions during the year	6,963,445.00	-
	<b>12,510,427.00</b>	-
<b>General Reserve:</b>		
As per Last Account	91,400,000.00	51,400,000.00
Add: Transfer from Amalgamating Companies	34,301,038.00	-
Transfer from Profit & Loss Account	40,000,000.00	40,000,000.00
	<b>165,701,038.00</b>	<b>91,400,000.00</b>
Profit & Loss Account	77,646,688.00	28,323,371.00
	<b>432,622,492.00</b>	<b>215,997,277.00</b>

## SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in Rs.)

Particulars	AS ON 31.03.2006	AS ON 31.03.2005
<b>SCHEDULE - 4 : SECURED LOANS</b>		
<b>A. TERM LOANS</b>		
<b>I) From Banks</b>		
Allahabad Bank	3,115,211.00	9,234,222.00
Bank of Baroda	-	1,501,758.00
	<b>3,115,211.00</b>	<b>10,735,980.00</b>
(Secured by Pari Passu charge on fixed assets and current assets of the Company both present and future and personal guarantee of directors)		
<b>II) From Banks</b>		
(Against Mortgage of Office Space from ICICI Bank)	22,261,968.00	-
(Against hypothecation of Vehicles)	2,664,327.00	2,006,511.00
	<b>24,926,295.00</b>	<b>2,006,511.00</b>
<b>III) LC Discounting</b>	18,900,000.00	-
(Against hypothecation of Stock of Raw Materials, Finished Goods & Book Debts)		
<b>B. WORKING CAPITAL LOAN</b>		
Allahabad Bank	127,264,902.00	30,903,585.00
Bank of Baroda	-	20,523,364.00
	<b>127,264,902.00</b>	<b>51,426,949.00</b>
Secured by way of hypothecation of stock, book debts and other current assets, present and future and personal guarantee of some of the Directors)		
<b>Total(A+B)</b>	<b>174,206,408.00</b>	<b>64,169,440.00</b>
<b>SCHEDULE - 5 : UNSECURED LOANS</b>		
From Directors	8,700,000.00	-
From Bodies Corporates	269,850,000.00	67,400,000.00
Add : Interest Accrued & Due	61,708,872.00	23,143,610.00
	<b>340,258,872.00</b>	<b>90,543,610.00</b>

# SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2006

## SCHEDULE - 6 : FIXED ASSETS

(Amount in Rs.)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As on 01.04.2005	Additions during the year	Sold/Discarded or Adjustment	As on 31.03.2006	upto 31.03.2005	For the year	On Assets sold/ Discarded/ Adjustment	Total	As on 31.03.2006	As on 31.03.2005
<b>LAND &amp; BUILDING</b>										
Land	50,637,996	2,334,890	-	52,972,886	-	-	-	-	52,972,886	12,860,957
Lease hold shed	600,000	-	-	600,000	-	-	-	-	600,000	600,000
Bulding & shed	118,102,660	33,524,112	-	151,626,772	19,882,511	4,251,851	-	24,134,362	127,492,410	63,797,013
Flat	7,069,038	-	-	7,069,038	691,429	115,225	-	806,654	6,262,384	6,377,609
Lease hold flat	554,810	-	-	554,810	77,952	9,043	-	86,995	467,815	476,858
<b>PLANT &amp; MACHINERY</b>										
Machineries	378,974,285	38,210,892	10,441,230	406,743,947	93,667,109	17,418,032	2,520,706	108,564,435	298,179,512	198,889,037
Tubewell & Pumps etc.	552,070	-	-	552,070	357,104	12,588	-	369,692	182,378	194,966
Rolls	118,589,081	13,184,274	101,788,528	29,934,827	110,552,997	11,928,899	97,988,204	24,493,692	5,491,135	3,800,324
<b>FURNITURE &amp; FITTINGS</b>	10,414,652	772,800	-	11,187,452	5,480,216	482,229	-	5,962,445	5,225,007	3,708,580
<b>COMPUTER</b>	4,169,063	838,143	89,815	4,917,391	2,763,018	564,806	81,268	3,246,556	1,670,835	937,670
<b>OFFICE EQUIPMENTS</b>	288,920	132,143	-	421,063	96,170	19,987	-	116,157	304,906	-
Typewriter	112,840	-	-	112,840	80,374	3,493	-	83,867	28,973	32,466
Franking Machine	11,183	-	-	11,183	10,419	106	-	10,525	658	764
Intercome, Telephone.										
Telex & Pager	1,058,135	149,687	-	1,207,822	442,185	48,241	-	490,426	717,396	615,950
Air Conditioner, Refregerator										
Water Cooler etc.	2,218,256	365,609	-	2,583,865	782,849	97,633	-	880,482	1,703,383	1,417,461
Copying Machine	210,570	-	-	210,570	66,229	9,581	-	75,810	134,760	144,341
Fax	377,294	-	-	377,294	178,281	17,948	-	196,229	181,065	199,013
<b>VEHICLES</b>										
Motor Car	12,258,954	2,942,575	1,375,289	13,826,240	4,310,001	1,150,547	903,898	4,556,650	9,269,590	5,679,959
Motor Cycle & Scooter	1,120,803	348,810	-	1,469,613	565,500	104,436	-	669,936	799,677	382,939
Cycle	33,058	2,005	-	35,063	18,055	1,648	-	9,703	15,360	8,788
<b>Total</b>	<b>707,353,668</b>	<b>92,805,940</b>	<b>113,694,862</b>	<b>686,464,746</b>	<b>240,022,399</b>	<b>36,236,293</b>	<b>101,494,076</b>	<b>174,764,616</b>	<b>511,700,130</b>	<b>300,124,695</b>
Work - in - Progress	24,733,769	103,785,063	22,700,358	105,818,474	-	-	-	-	105,818,474	24,510,150
Previous Year:	469,780,659	23,168,195	11,105,352	481,843,502	167,537,010	17,748,441	3,609,136	181,718,807	300,124,695	-
Work - in - Progress	-	1,425,157	-	1,425,157	-	-	-	-	1,425,157	-



## SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in Rs.)

Particulars	AS ON 31.03.2006	AS ON 31.03.2005
<b>SCHEDULE - 7 : INVESTMENTS - At Cost (Trade)</b>		
<b>In Equity Shares (Quoted)</b>		
800 Equity Shares of Rs. 10/- each fully paid up in Super Forging & Steels Limited ( Market Value Rs. 2040/-)	2,040.00	2,040.00
11,60,000 ( Previous Year 6,20,000) Equity Shares @ 2/- each fully paid up in AKC Steel Industries Ltd (Market Value Rs.2320000/-)	2,320,000.00	1,240,000.00
<b>In Equity Shares (Unquoted)</b>		
1,07,500(Previous year 4,94,750) Equity Shares of Rs. 10/- each fully paid up in Beekay Steels and Power Ltd. (Company under same Management)	4,300,000.00	19,790,000.00
5000 Equity Shares of Rs. 10/- each fully paid up:M/s Concast Steel & Alloys Ltd. (Company under same Management)	60,000.00	-
	<b>6,682,040.00</b>	<b>21,032,040.00</b>
<b>SCHEDULE - 8 : INVENTORIES</b>		
(As taken, valued and certified by the Management)		
Raw Materials	122,684,829.00	198,967.00
Materials with Job Workers	14,934,343.00	-
Goods in Transit	12,346,477.00	-
Scrap & Cuttings	8,884,544.00	11,536,602.00
Finished Goods	178,571,341.00	56,347,365.00
Stores & Spares Parts	7,990,804.00	396,856.00
Furnace Oil	879,459.00	312,683.00
	<b>346,291,797.00</b>	<b>68,792,473.00</b>
<b>SCHEDULE - 9 : SUNDRY DEBTOR</b>		
(Unsecured, Considered Good)		
Debts Outstanding for a period exceeding Six Months	33,500,037.00	18,258,454.00
Other Debts	383,867,068.00	161,417,347.00
	<b>417,367,105.00</b>	<b>179,675,801.00</b>
<b>SCHEDULE - 10 : CASH &amp; BANK BALANCES</b>		
Cash - in - Hand	1,744,953.00	627,804.00
Cash - at - Bank:		
In Current A/c.	5,629,246.00	5,292,526.00
In Fixed Deposit A/c.	2,102,112.00	1,242,000.00
Remittance - in - Transit	4,112,933.00	124,680.00
	<b>13,589,244.00</b>	<b>7,287,010.00</b>



## SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in Rs.)

Particulars	AS ON 31.03.2006	AS ON 31.03.2005
<b>SCHEDULE - 11 : LOANS &amp; ADVANCES</b>		
(Unsecured, Considered Good)		
Advance recoverable in Cash or kind or for value to be received	181,242,139.00	62,330,772.00
Balance with Central Excise	29,946,391.00	1,694,766.00
Security & Other Deposits	24,812,457.00	13,310,975.00
Advance Payments against Taxes	55,002,383.00	12,787,328.00
(Particulars : Vide Note No 15 of Schedule 20)		
	<b>291,003,370.00</b>	<b>90,123,841.00</b>
<b>SCHEDULE - 12 : CURRENT LIABILITIES</b>		
Sundry Creditors	425,157,368.00	71,768,573.00
Advance form Customer	22,769,164.00	11,842,962.00
Security Deposits Received	1,730,000.00	-
Other Liabilities	18,573,569.00	18,861,210.00
Cheques Overdrawn	23,053,364.00	8,175,997.00
Unpaid Dividend	13,751.00	18,775.00
	<b>491,297,216.00</b>	<b>210,667,517.00</b>
<b>SCHEDULE - 13 : PROVISIONS</b>		
Provision for Income Tax	55,700,400.00	12,860,000.00
Provision for Fringe Benefit Tax	576,173.00	-
Provision for Gratuity	2,722,600.00	1,612,655.00
Provision for Leave Encashment	47,189.00	-
	<b>59,046,362.00</b>	<b>14,472,655.00</b>
<b>SCHEDULE - 14 : MISCELLANEOUS EXPNDITURE</b>		
(To the extent not written off or adjusted)		
Preliminary Expenses	93,677.00	43,945.00
Other Deferred Revenue Expenditure	2,856.00	68,906.00
Amalgamation Expenses	16,422.00	-
	<b>112,955.00</b>	<b>112,851.00</b>
<b>SCHEDULE - 15 : OTHER INCOME</b>		
Interest	1,282,311.00	603,216.00
Dividend Received	878,551.00	-
Sundry Balance Written Back	2,008,698.00	188,451.00
Miscellaneous Receipt	9,447,424.00	693,302.00
Gain on Investments	471,147.00	-
Profit on sale of Fixed Assets	86,024.00	6,638.00
	<b>14,174,155.00</b>	<b>1,491,607.00</b>

## SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

(Amount in Rs.)

Particulars	AS ON 31.03.2006	AS ON 31.03.2005
<b>SCHEDULE - 16 : ACCRETION/(DECRETION) IN STOCK</b>		
Opening Stock	68,082,934.00	52,611,803.00
Less: Input Credit (VAT)	566,438.00	-
	<b>67,516,496.00</b>	<b>52,611,803.00</b>
Add: Op.Stock of amalgamating Company (Refer Note No.11 of Schedule 20)	101,487,124.00	-
	<b>169,003,620.00</b>	<b>52,611,803.00</b>
Less: Closing Stock	187,893,753.00	68,082,934.00
	<b>(18,890,133.00)</b>	<b>15,471,131.00</b>
<b>SCHEDULE - 17 : MANUFACTURING EXPENSES</b>		
Stores Consumed	19,303,979.00	9,780,633.00
Labour Charges	31,341,688.00	23,797,723.00
Power, Fuel & Gas expenses	156,038,055.00	92,715,016.00
Gas Expenses	1,499,573.00	-
Repairs to Building & Shed	633,573.00	631,726.00
Repairs to Machinery	7,380,385.00	5,808,755.00
Freight, Carriage & Octroi Charges	29,335,696.00	10,929,805.00
Testing & Inspection Charges	328,725.00	97,618.00
Machinery Hire Charges	2,370,000.00	1,829,150.00
Entry Tax	7,974.00	192,288.00
Royalty on Machinery	270,000.00	339,180.00
Factory Rent	43,200.00	-
Weighment Charges	39,649.00	-
Processing Charges	852,331.00	-
Excise duty on Stock	15,678,249.00	-
	<b>265,123,077.00</b>	<b>146,121,894.00</b>
<b>SCHEDULE - 18 : PERSONEL EXPENSES</b>		
Salary & Bonus	14,388,727.00	7,099,042.00
Payment to/Provisions for Management Personnel	2,987,320.00	1,091,700.00
Contribution to Employees Provident & Other Funds	1,640,663.00	659,893.00
Workmen and Staff Welfare Expenses	905,254.00	465,654.00
Gratuity Expenses	547,904.00	106,075.00
Leave Encashment	59,477.00	-
	<b>20,529,345.00</b>	<b>9,422,364.00</b>

**SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS**

(Amount in Rs.)

Particulars	AS ON 31.03.2006	AS ON 31.03.2005
<b>SCHEDULE - 19 : ADMINISTRATIVE,SELLING &amp; OTHER EXPENSES</b>		
Auditors Remuneration	289,764.00	120,000.00
Internal Audit Fees	160,000.00	50,000.00
Rent	3,692,870.00	1,412,986.00
Keyman Insurances	5,000,000.00	2,500,000.00
Insurance Charges	551,491.00	394,461.00
Licences, Rates, Taxes	1,075,301.00	971,039.00
Motor Car Expenses	2,285,633.00	1,046,918.00
Security Service Charges	2,266,852.00	1,207,382.00
Legal & Professional Service Charges	1,368,245.00	675,540.00
Telephone Charges	2,441,901.00	1,460,416.00
Electricity Charges	978,659.00	710,381.00
Travelling & Conveyance	1,806,608.00	1,326,059.00
Printing & Stationery	1,049,875.00	482,538.00
Bank Charges,Commission and Other Charges	3,893,453.00	2,334,379.00
Donation & Subscription	208,602.00	588,253.00
Advertisement	520,721.00	452,497.00
Sales Promotion	1,319,718.00	1,024,218.00
Brokerage & Commission	8,641,452.00	1,621,785.00
Sales Tax	98,894,712.00	30,638,150.00
Service Tax	770,069.00	2,050.00
Discount	2,860,030.00	1,362,266.00
Transportation Octroi & Other Exp. .	26,701,425.00	15,966,096.00
Bad Debt Written off	469,735.00	4,710,000.00
Share Issue Expenses Written off	43,946.00	43,945.00
Preliminary expenses written off	32,852.00	-
Miscellaneous Expenses	3,786,264.00	3,019,594.00
Diminution in value of Investment	-	17,960.00
Ware House Charges	353,970.00	-
Godown Keeping Charges	330,000.00	-
Repairs & Maintenance to Others	1,186,406.00	-
Amalgamation expenses W/off	8,211.00	-
Loss on Sale of Fixed Assets	215,872.00	-
	<b>173,204,637.00</b>	<b>74,138,913.00</b>



## SCHEDULES FORMING PART OF THE ACCOUNTS

### SCHEDULE - 20 : SIGNIFICANT ACCOUNTING POLICIES

#### 1. ACCOUNTING CONVENTION:

The Financial Statements are prepared under the historical cost convention using the accrual method of accounting and in accordance with the provisions of the Companies Act, 1956.

#### 2. REVENUE RECOGNITION:

All incomes and expenditures having a material bearing on the financial statements are recognised on accrual and prudent basis.

#### 3. PURCHASES:

Purchases are shown net of CENVET Credit on Purchases of Raw Materials, Stores and other inputs.

#### 4. SALES:

- a) Sales are recognised net of returns and trade discount on despatch of goods to customers and are reflected in the accounts of gross realisable value i.e. inclusive of Excise Duty and Sales Tax.
- b) Materials returned / rejected are recorded for in the year of return / rejection.

#### 5. EXCISE DUTY

- a) Excise Duty recovered are included in Sale of goods & merchandise.
- b) Excise Duty on Closing Stock of finished products lying at factory premises is provided for and also included in the valuation of Inventories.

#### 6. FIXED ASSETS:

Fixed Assets are stated at cost less accumulated depreciation, and impairment includes inward freight, taxes and other incidental expenses incurred to bring the assets to their working condition for intended use but exclusive of Cenvat wherever claimed.

#### 7. DEPRECIATION:

Depreciation is provided at the rate and in the same manner prescribed in Schedule XIV of the Companies Act, 1956.

- a) In respect of assets acquired upto 31st March, 1991, on written down value method.
- b) In respect of assets acquired on or after 1st April, 1991, on straight line method.

#### 8. CAPITAL WORK-IN-PROGRESS

Capital work-in-Progress are carried at cost, comprising direct cost, related incidental expenses attributable thereon.

#### 9. INVENTORIES:

- a) Raw Materials and Stores are valued at lower of cost exclusive of excise duty or net realizable value.
- b) Finished Goods and Scraps are valued at lower of Cost of Production or net realizable value after providing for obsolescence and other losses where considered necessary.
- c) Stores & Spares, loose tools, considered as on item of Current Assets are valued at lower of cost or net realisable value.

#### 10. INVESTMENTS:

Long Term Investment are stated at cost less provision for permanent diminution in value of such investment and current investment are stated at lower of cost and fair value.

#### 11. RETIREMENT BENEFITS:

- a) Liability for Gratuity is ascertained by the management as on the year end every year and provided in accounts accordingly. Payments are accounted for on the basis "Pay-as-You-go" Method on or after the retirement/death of the employees.



## SCHEDULES FORMING PART OF THE ACCOUNTS

### **SCHEDULE - 20 : SIGNIFICANT ACCOUNTING POLICIES (Cont.)**

- b) Contribution to provident fund and superannuation fund are accounted for on accrual basis.
- c) Provision for Leave encashment is charged to Profit & Loss Account on the basis of actuarial valuation.

#### **12. RESEARCH & DEVELOPMENT:**

Revenue Expenditure on research and development is charged against the Profit of the year in which it is incurred.

#### **13. BONUS:**

Liability for bonus is provided for on estimation basis subject to final settlement made in the following years while making the payment to employees. The Bonus estimates for the financial year has been provided in the accounts as per regular payment made to employees.

#### **14. PROVISION FOR INCOME TAX:**

Income tax provision comprises of current tax and deferred tax. Current tax provision has been determined after considering deductions available under Income-tax Act, 1961. Deferred tax is recognised for all timing differences subject to the consideration of prudence applying the tax rates that have been substantively enacted by the balance sheet date.

#### **15. PROVISION OF FRINGE BENEFIT TAX:**

Provision for fringe benefit tax has been determined by applying the tax rate on qualifying amount of outstanding expenses in Trial Balance as of the Balance Sheet date on which Fringe Benefit Tax was payable as per Income Tax Act.

#### **16. IMPAIRMENT ASSETS**

Impairment is ascertained at each balance sheet date in respect of cash generating units. An impairment loss is recognised wherever the carrying amount of an assets exceeds its recoverable value.

#### **17. MISCELLANEOUS EXPENDITURE**

Share issue expenses are charged to revenue on a deferred basis and are written off in the subsequent accounting periods as per provision of section 35D of Income-tax Act, 1961.

### **SCHEDULE - 21 : NOTES ON ACCOUNTS**

1. The Company is contingently liable in respect of the following which are not provided for in the accounts but are separately disclosed here:
  - i) a) Guarantee of Rs.62,00,000/- (Previous year Rs.62,00,000/-) issued by Banks in favour of certain parties against which Bank Fixed Deposit Receipts of Rs.18,05,657/- (Previous year Rs.12,42,000/-) are lying lodged with the Banks.
  - b) Guarantee given by Bank Rs. 1,45,727/- on behalf of the Company towards appeal against Form XVII (Concessional rate of Sales Tax) case.
- ii) Claims against the Company disputed and not acknowledged as debts in respect of:
  - a) Sales Tax Rs.9,76,526/- (Previous year Rs.3,07,860/-) pending with Commissioner of Sales Tax, and the matter is pending in appeal.
  - b) Central Excise Duty Rs.38,97,739/- (Previous year Rs.38,97,739/-)
  - c) Contingent Liabilities are not provided for Rs. 3,77,36,543/- (Previous year Rs.2,54,96,800), since stay order obtained from Entry tax authority on inward materials.

## SCHEDULES FORMING PART OF THE ACCOUNTS

- iii) Annual Minimum Guarantee charges of Rs.48,02,065/- (Previous year Rs.48,02,065/-) for supply of electricity at Jamshedpur Works is pending before the Hon'ble High Court at Ranchi. However, Rs.16,50,000/- (Previous year Rs.16,50,000/-) paid as per order of the Hon'ble High Court have been shown under Loans & Advances.
- iv) Estimated amount of capital contract Rs.31,87,09,293/- (Previous Year Rs. 19,57,309/-)
2. The Company's Chengalpet Unit is eligible for deferral of interest free sales tax for a period of nine years w.e.f. 01.12.2000, not exceeding Rs. 651.10 Lacs.
3. Pending Final Settlement, liability of Bonus Rs.4,84,722/- (Previous year Rs.4,62,480/-) has been taken on estimation basis.
4. In the opinion of the Directors the Current Assets, Loans & Advances, have the value at which they are stated to the Balance Sheet, if realised in the ordinary course of business. Further the confirmation of Balances from several parties having transactions with the Company have yet to be obtained.
5. The liability for Gratuity as on 31st March, 2006 has been ascertained as Rs.27,22,600/- (Previous year Rs.16,12,655/-) and provided accordingly. Payment of Rs.2,57,311/- (Previous year Rs.Nil ) made during the year has been charged to Accounts.
6. There is no small scale industries to whom the Company owes which are outstanding more than 30 days at the balance sheet date.

	Current Year Amounts (Rs.)	Previous Year Amounts (Rs.)
<b>7. Auditors Remuneration includes</b>		
i) Audit Fees	263,764	100,000
ii) Tax Audit Fees	26,000	20,000
	<b>289,764</b>	<b>120,000</b>
<b>8. Payment to / Provision for Management Personnel</b>		
i) Monthly Remuneration & Performance linked Bonus	2,721,000	960,000
ii) Employee's Contribution to P.F.	224,520	115,200
iii) Meeting Fees	41,800	16,500
iv) Keyman Insurance	5,000,000	2,500,000
iv) Other Benefits (Included in respective heads of account)	884,984	293,750
	<b>8,872,304</b>	<b>3,885,450</b>

### 9. Segment Report

The Company's operation predominantly comprises one single reportable segment i.e. manufacture and sale of steel rods and bars as per Accounting Standard - 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India. In view of above no segment reporting is made.

## SCHEDULES FORMING PART OF THE ACCOUNTS

10. Transactions with related parties pursuant to Accounting Standard - 18 "Related Party Disclosure" issued by the Institute of Chartered Accountants of India.

Name of the Party	Nature of Relationship	Nature of Transaction	Amount of Transaction	Amount Outstanding
1. Manav Ispat Ltd.	Associate Company	Rent & Maintenance	6,000 (6,000)	- -
2. Manvik Estate (P) Ltd.	- do -	- do -	2,057,911 (6,000)	- -
3. Beekay Associates (P) Ltd.	- do -	Rent & Electric	312,796 (290,714)	312,796 (365,714)
4. Metropolis Estates (P) Ltd.	- do -	- do -	318,319 (350,829)	133,881 (350,829)
5. Emerald Supplier (P) Ltd.	- do -	Rent/Electricity	186,175 (189,501)	442,177 (398,632)
6. Pleasant Holding (P) Ltd.	- do -	Rent & Electric	271,492 (358,743)	87,647 (358,743)
7. B.P. Spring & Engg. (P) Ltd.	- do -	Sale of Machinery Rent	1,732,008 26,880 (573,710)	- - (309,000)
8. Suresh Chand Bansal	Key Management person	Managerial Remuneration Unsecured Loan repayment	867,600 2,300,000 (360,000)	217,190 8,700,000 (3,614)
9. Mukesh Chand Bansal	- do -	- do -	766,200 (360,000)	- (25,326)
10. Vikas Bansal	- do -	- do -	693,000 (240,000)	215,450 (13,170)
11. B.L. Bansal	- do -	Meeting Fees	2,600	-
12. Manav Bansal	- do -	Meeting Fees	4,200	-
13. A.K. Sikadar	- do -	Meeting Fees	3,600	-
14. O.P. Bansal	- do -	Meeting Fees	1,600	-
15. B.C. Khaitan	- do -	Meeting Fees	1,000	-
16. Gautam Bansal	- do -	- do -	400,000	99,370
17. Beekay Steels and Power Ltd.	Associate Company	Rent & Electric Investment Sale of Assets/Misc. items	78,636 - (15,490,000) 809,815 (407,753)	- - (1,914,368) 849,153 (407,753)

## SCHEDULES FORMING PART OF THE ACCOUNTS

Name of the Party	Nature of Relationship	Nature of Transaction	Amount of Transaction	Amount Outstanding
18. AKC Steel Industries Ltd.	- do -	Sale of Assets/ Misc. Items	68,471,365	6,165,293
		Purchase of Goods	321,490,003	38,110,749
			(2,605,115)	(3,613,168)
19. Beekay International	Associate Enterprises	Sale of Goods	4,149,120	-
		Rent	3,300	-
20. Tirupati Bright Industries	Associate Enterprises	Sale of Goods	36,767,795	5,511,098
21. M.C.Bansal & Others	Associate Enterprises	Rent & Maintt	227,871	-
22. Beekay Spring & Engg Co.Pvt.ltd	Associate Company	Rent	12,000	12,000
23. Bhawani Promoters Pvt.Ltd	Associate Company	Rent	6,000	-

11. In terms of the Scheme of Amalgamation (herein referred to as 'the Scheme') sanctioned by the order dated 23.08.2006 of the Hon'ble High Court of Calcutta, Radice Ispat (India) Limited and Venkatesh Steel & Alloys Private Limited (herein referred to as the Amalgamating Companies) have amalgamated with the Company with effect from 1st April, 2005.

a) In accordance with the said Scheme:

- i) The assets, liabilities, rights and obligations of the amalgamating companies have been vested with the Company with effect from 1st April, 2005 and have been recorded at their respective book values under the pooling of Interest Method of Accounting of amalgamation.
- ii) 11,14,252 Equity Shares with face value of Rs.10/- each and 3,00,000 Preference shares with face value of Rs.100/- each are to be issued as fully-paid up, to the share holder of the amalgamating Company whose names are registered in the register of members on the record date, without payment received in cash pending allotment the face value of such shares has been shown as " Share Suspense".
- iii) Excess of fair value of net assets taken over by the Company over the paid up value of Equity shares/Preference Shares to be issued and allotted has been transferred to General Reserve/Amalgamation Reserve, and shall be dealt with in accordance with Accounting Standard 14 issued by the Institute of Chartered Accountants of India.
- iv) Radice Ispat (India) Limited and Venkatesh Steel & Alloys Private Limited holding investment towards equity shares of amalgamated Company for 2,35,800 Equity shares with face value of Rs.10/- each and 25,050 Equity shares with face value of Rs.10/- each respectively, shall be cancelled in terms of scheme of Amalgamations.



## SCHEDULES FORMING PART OF THE ACCOUNTS

b) Calculation of amount transferred to amalgamation reserve is hereunder:

Particulars	Radice Ispat 31.03.2005	Venkatesh Steel 31.03.2005	Total 31.03.2005
<b>ASSETS:</b>			
1) <b>Fixed Assets</b>			
Gross Block:	209,131,343	16,378,823	225,510,166
Less: Depreciation	57,860,564	443,028	58,303,592
Net Block	151,270,779	15,935,795	167,206,574
2) Capital Work In Progress	24,510,150	223,619	24,733,769
3) Investment	2,498,000	250,500	2,748,500
4) Current Assets & Loans and Advances	379,230,792	50,065,554	429,296,346
5) Misc. Expenditures	24,633	126,528	151,161
<b>TOTAL</b>	<b>557,534,354</b>	<b>66,601,996</b>	<b>624,136,350</b>
<b>LIABILITIES:</b>			
Secured Loans	82,300,843		82,300,843
Unsecured Loan	150,196,966	18,148,006	168,344,972
Sales Tax Defferal	40,895,851		40,895,851
Deferred Tax Liability	24,767,425	881,686	25,649,111
Current Liabilities & Provisions	76,516,516	40,981,994	117,498,510
<b>TOTAL</b>	<b>374,677,601</b>	<b>60,011,686</b>	<b>434,689,287</b>
Net Consideration [A]	182,856,753	6,590,310	189,447,063
Share Capital to be issued [B]			-
Preference Share holders	30,000,000		30,000,000
Equity Share holders	10,701,480	441,040	11,142,520
	<b>40,701,480</b>	<b>441,040</b>	<b>41,142,520</b>
Share Suspense			
Preference Share holders	30,000,000		30,000,000
Equity Share holders	10,701,480	441,040	11,142,520
	<b>40,701,480</b>	<b>441,040</b>	<b>41,142,520</b>
Balance [A-B]	<b>142,155,273</b>	<b>6,149,270</b>	<b>148,304,543</b>
Reserve & Surplus [D]	37,488,353	3,852,747	41,341,100
Amalgamation Reserve [(A-B-D)]	<b>4,666,920</b>	<b>2,296,523</b>	<b>6,963,443</b>

### 12. Earning per Share (EPS)

The numerator and denominator used to calculate earnings per share:

	Year Ended 31.03.2006	Year Ended 31.03.2005
Profit attributable to the Equity Shareholders (A)	67,756,695	68,426,729
Basic/Weighted average no. of Equity Shares (Pre-Merger) (B)	1,730,890	1,991,940
Adj. Avg. no. of Equipments (Post Merger) (C)	2,845,142	-
Face value of Equity Shares	10/-	10/-
Basic Earnings per Shares (Rs.) [(A) / (B)]	39.15	34.35
Adjusted earning per share (Rs.) [(A) / (C)]	23.81	-

## SCHEDULES FORMING PART OF THE ACCOUNTS

### 13. Deferred Taxation

During the year, the Company has accounted for Deferred Tax in accordance with the Accounting Standard - 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

The movement for Deferred Tax is given below:

(Amount in Rs.)

Particulars	*Opening as on 01.04.2005	Charge during the year	Closing as on 31.03.2006
<b>Deferred Tax Liability</b>			
Timing difference of Depreciation	78,569,365	1,775,528	80,344,893
<b>Deferred Tax Assets</b>			
Disallowance allowable on payments	303,536	1,193,727	1,497,263
<b>Net Deferred Tax Liability</b>	<b>78,872,901</b>	<b>581,801</b>	<b>78,847,630</b>

\* Includes the balance of erstwhile amalgamations companies. Refer point 11 to the notes of accounts.

14. Additional information pursuant to Part-II of Schedule - VI of the Companies Act, 1956. Particulars in respect of production, consumption, purchases, turnover and stocks.

Description	Current Year		Previous Year	
	Qty. (M/T)	Value (Rs.)	Qty. (M/T)	Value (Rs.)
<b>a) Licenced Capacity #</b>				
i) Steel Bars & Rods	N.A	-	N.A	-
ii) Steel Ingots	N.A	-	N.A	-
<b>b) Installed Capacity</b>				
i) Steel Bars & Rods	391,000	-	276,000	-
ii) Steel Ingots	58,000	-	18,000	-
iii) Steel Casting	5,000	-	-	-
<b>c) Actual Production</b>				
i) Steel Bars & Rods :				
Own Factory *	51,498	-	1,456	-
ii) Scraps & Cuttings (Arising) **	7,941	-	6,607	-
<b>d) Conversion of parties Materials</b>				
Steel Bars & Rods	113,623	-	114,335	-
<b>e) Consumption of Raw Materials</b>				
Billets & Black Bars	55,065	1,083,072,850	-	-
Stores & Spares Parts	-	19,303,979	-	9,780,633
<b>f) Purchases</b>				
Steel Bars & Rods	40,766	1,158,056,362	36,412	1,015,698,350



## SCHEDULES FORMING PART OF THE ACCOUNTS

Description	Current Year		Previous Year	
	Qty. (M/T)	Value (Rs.)	Qty. (M/T)	Value (Rs.)
<b>g) Turnover</b>				
Sale of Steel Bars & Rods ***	101,317	2,853,954,962	44,415	1,149,084,650
Conversion Charges (Parties Materials)	115,386	434,909,973	116,856	387,433,390
		<b>3,288,864,935</b>		<b>1,536,518,040</b>
<b>h) Opening Stock</b>				
i) Steel Bars & Rods	6,438	155,756,533	2,544	48,921,887
ii) Scraps & Cuttings	1,370	13,614,558	88	1,122,088
		<b>169,371,091</b>		<b>50,043,975</b>
<b>i) Closing Stock</b>				
i) Steel Bars & Rods	7,370	178,571,341	2,025	56,347,365
ii) Scraps & Cuttings	1,198	8,884,544	1,181	11,536,602
		187,455,885		67,883,967
Less: Excise duty on Stock		15,678,220		-
		<b>171,777,665</b>		<b>67,883,967</b>
<b>j) Values of Imports on CIF Basis in Respect of</b>				
Components & Spare Parts			-	-
<b>k) Expenditure in Foreign Currency</b>				
Tour Expenses			-	-

Description	Amount (Rs.)	(%)	Amount (Rs.)	(%)
<b>l) Break up of Stores &amp; Spares parts Consumed</b>				
i) Imported	-	-	-	-
ii) Indigenous	19,303,979	100	9,780,633	100
<b>m) Break up of Raw Material Consumed</b>				
i) Imported	-	-	-	-
ii) Indigenous	1,083,072,850	100	-	-

### Note

- \* Production includes 113 MT ( Previous year 1456 MT) arisings from job work and from outside parties 2169 MT (previouys year Nil) as Job Work basis.
- \*\* Includes 6363 MT (Previous year 6607 MT) arisings from job work.
- \*\*\* Turnover represents sale of Scrap & End Cuttings of 8113 MT & Raw Materials of 4041 MT(Previous year includes Sale of Scrap & Cuttings of 5964 MT & Raw Materials of 931 MT)
- # Licenced capacity is not applicable in terms of Government of India notification no. S.O. 477 (E) dated: 25-07-1991



## SCHEDULES FORMING PART OF THE ACCOUNTS

Particulars	31.03.2006	31.03.2005
<b>15. Particulars of Sundry Debtors</b>		
i) a) Amount due from Companies under the same Management	-	-
Radice Ispat(India) Ltd.	-	2,168.520
b) Maximum Amount due at any time during the year.		
Radice Ispat(India) Ltd.	-	2,168.520
 <b>Particulars of Loan and Advances</b>		
i) a) Amount due from Companies under the same Management		
AKC Steel Industries Limited	80,255.896	-
b) Maximum Amount due at any time during the year.		
AKC Steel Industries Limited	80,255.896	-

16. The figures of the previous year have been regrouped/re classified and they are not comparable due to Amalgamation effect in current year figure.

The figures of current year and previous years are not comparable as the current years figures includes the impact of the Amalgamating Companies as per the Schem of Amalgamation as per point no.11 of Schedule 20 of the Financial statements.

Signatures of Schedule 1 to 21 forming part of Balance Sheet and Profit & Loss Account.

For **RUSTAGI & ASSOCIATES**  
Chartered Accountants

On behalf of the Board

**(S. K. RUSTAGI)**  
Partner

**S. C. Bansal**  
Managing Director

**M. C. Bansal**  
Director

Place : 59, Bentick Street, Kolkata - 700 069

Dated : 29th day of November 2006

**SCHEDULES FORMING PART OF THE ACCOUNTS****BALANCE SHEET ABSTRACT AND GENERAL BUSINESS PROFILE AS PER PART IV OF SCHEDULE VI OF COMPANIES ACT, 1956.****I. Registration Details:**

Registration No.	:	33490 of 1981
State Code.	:	21
Balance Sheet Date	:	31.03.2006

**II. Capital Raised During the year**

Public Issue	:	Nil
Rights Issue	:	Nil
Bonus Issue	:	Nil
Private Placement	:	Nil

**III. Position of Mobilisation and Deployment of Funds**

		(Amount in Rs.)
Total Assets	:	1,142,221,537
Total Liabilities	:	1,142,221,537

**Sources of Funds:**

Paid up Capital	:	17,498,150
Reserve & Surplus	:	432,622,492
Secured Loans	:	174,206,408
Unsecured Loans	:	340,258,872
Deferred Tax Liability	:	78,847,630

**Application of Funds:**

Net Fixed Assets	:	511,700,130
Capital Work In Progress	:	105,818,474
Investments	:	6,682,040
Net Current Assets	:	517,907,938
Miscellaneous Expenditure	:	112,955

**IV. Performance of the Company :**

Total Incomes	:	2,850,306,196
Total Expenditures	:	2,752,264,527
Profit Before Tax	:	98,041,669
Profit After Tax	:	67,756,695
Earning Per Share	:	39.15
Dividend Rate (%)	:	Nil

**V. Generic Names of there principal****Products/Services of the Company : (As per Monetary terms)**

Item Code No.	:	I.T.C. Code Nos.
Iron & Steel Bars & Rods	:	72.13
Iron & Steel Ingots or Other Primary Forms	:	72.06

For **RUSTAGI & ASSOCIATES**

Chartered Accountants

**(S. K. RUSTAGI)**

Partner

Place : 59, Bentick Street, Kolkata - 700 069

Dated : 29th day of November 2006

On behalf of the Board

**S. C. Bansal**  
Managing Director**M. C. Bansal**  
Director

AUDITOR'S CERTIFICATE

To,  
The Board of Directors,  
**BEEKAY STEEL INDUSTRIES LIMITED,**  
Z. N. C. DUTTA SARANI,  
KOLKATA - 700 001.

We have examined the attached Cash Flow Statement of BEEKAY STEEL INDUSTRIES LIMITED for the year ended 31st March, 2006. The Statement has been prepared by the Company in accordance with the requirements of listing agreement Clause 32 with the Stock Exchanges and is based on and in agreement with the corresponding Profit and Loss Account and Balance sheet of the Company covered by our report of 29th day of November to the members of the Company.

For **RUSTAGI & ASSOCIATES**  
Chartered Accountants

(S. K. RUSTAGI)  
Partner  
Mem. No. 51860

Place : 59, Bentick Street, Kolkata - 700 069  
Dated : 29th day of November 2006



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2006

	31.03.2006 Amount (Rs.)	31.03.2005 Amount (Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit Before Tax and Extra Ordinary Items	981.96	866.30
<b>Adjustment For:</b>		
Depreciation	362.36	177.48
Gratuity	3.06	(1.06)
(Profit) / Loss on sale of Fixed Assets	1.30	0.06
(Profit) / Loss on sale of Investments	(4.71)	-
Dividend Received	(8.79)	(8.82)
Interest Received	(11.86)	(6.03)
Interest Paid	348.55	141.81
Liabilities No Longer Required W/Back	(1.77)	-
Prior period adjustment	4.96	-
Miscellaneous Expenses W/off	0.85	-
	<b>693.95</b>	<b>303.44</b>
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHAN</b>	<b>1,675.91</b>	<b>1,169.74</b>
<b>Adjustment For :</b>		
Trade and Other Receivables	(713.69)	(589.45)
Inventories	(775.37)	(150.19)
Other Current Assets	(0.88)	-
Loans & Advances	(1,247.30)	-
Miscellaneous Expenditure	0.66	-
Trade Payables	1,774.30	332.79
	<b>(962.28)</b>	<b>(406.85)</b>
<b>CASH GENERATED FROM OPERATIONS</b>	<b>713.63</b>	<b>762.89</b>
Interest Paid	(348.55)	(141.81)
Direct Taxes (Including FBT)	(244.92)	(81.33)
	<b>(593.47)</b>	<b>(223.14)</b>
<b>CASH FLOW BEFORE EXTRA ORDINARY ITEMS</b>	<b>120.16</b>	<b>539.75</b>
Extra Ordinary Items	1.63	-
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>121.79</b>	<b>539.75</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Sold / Discarded of Fixed Assets	350.92	75.76
Loss on Sale of Fixed Assets	(2.16)	-
Depreciation Adjustment	(1.05)	-
Purchase of Fixed Assets	(1,951.64)	(198.89)
Purchase of Investments	(25.23)	(167.29)
Interest Received	11.86	6.03
Proccds from Sales of Investment	174.88	-
Dividend Received	8.79	8.82
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(1,433.62)</b>	<b>(275.57)</b>

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2006

	31.03.2006 Amount (Rs.)	31.03.2005 Amount (Rs.)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Long Term Borrowings	1,258.56	(294.55)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>1,258.56</b>	<b>(294.55)</b>
<b>NET CASH FLOW DURING THE YEAR (A+B+C)</b>	<b>(53.27)</b>	<b>(30.37)</b>
<b>D. NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		
Opening Cash and Cash Equivalents	189.17	103.24
Closing Cash and Cash Equivalents	135.90	72.87
	<b>(53.27)</b>	<b>(30.37)</b>

For **RUSTAGI & ASSOCIATES**  
Chartered Accountants

On behalf of the Board

(**S. K. RUSTAGI**)  
Partner

**S. C. Bansal**  
Managing Director

**M. C. Bansal**  
Director

Place : 59, Bentick Street, Kolkata - 700 069

Dated : 29th day of November 2006



# PERFORMANCE AT A GLANCE TEN YEAR'S REVIEW

## FINANCIAL HIGHLIGHTS

Figures in Lacs

PARTICULARS	2005-06	2004-05	2003-04	2002-03	2001-02	2000-01	1999-00	1998-99	1997-98	1996-97
Sales	28,539.55	11,490.85	8,948.51	6,263.25	6,801.64	6,914.36	7,112.77	7,413.65	6,670.00	6,155.88
Other Income	4,490.83	4,043.96	2,595.19	973.85	372.61	66.67	59.98	37.73	139.96	187.93
<b>Total Income (A)</b>	<b>33,030.38</b>	<b>15,538.81</b>	<b>11,543.70</b>	<b>7,237.10</b>	<b>7,173.80</b>	<b>6,980.93</b>	<b>7,164.75</b>	<b>7,451.38</b>	<b>6,810.60</b>	<b>6,434.81</b>
Manufacturing & other expenses (B)	31,338.28	14,349.22	10,601.96	6,688.89	7,010.69	6,781.93	6,834.41	7,054.20	6,319.84	5,973.37
Gross Profit (A-B) (C)	1,692.10	1,185.59	941.72	548.21	163.11	199.00	330.3	397.18	418.76	370.44
Interest	349.32	141.82	183.11	193.22	159.12	80.12	161.06	186.13	239.69	245.06
Depreciation (D)	362.36	177.48	214.99	249.82	212.00	107.58	125.63	103.28	97.11	88.32
Profit of the year (C-D) (E)	980.42	866.29	543.64	105.17	(208.01)	11.30	43.65	107.77	81.96	37.06
Adjustment in the respect of earlier years	(5.64)	1.80	1.57	2.29	2.62	0.91	9.76	0.99	0.00	8.19
provision for extra-ordinary items	-	-	1.41	6.50	(66.47)	1.18	2.51	11.57	59.58	-
Profit Before Tax	986.06	464.49	540.66	113.96	(271.86)	11.03	50.90	97.19	22.38	45.25
Taxation/Deferred Tax	302.85	182.03	176.89	247.55	72.62	-	12.00	11.40	18.48	18.57
<b>Profit/(Loss) After Tax</b>	<b>683.21</b>	<b>682.46</b>	<b>363.77</b>	<b>(133.59)</b>	<b>(199.24)</b>	<b>11.03</b>	<b>38.90</b>	<b>85.79</b>	<b>3.90</b>	<b>26.68</b>
<b>Appropriations</b>										
(a) Dividend Amount	-	-	-	-	-	-	-	-	-	5.74
Percentage	-	-	-	-	-	-	-	-	-	6.00
(b) Transfer to/from Reserves	400.00	400.00	-	-	-	-	-	-	-	-
Surplus	283.21	282.46	363.77	133.59	199.24	11.03	38.90	85.79	3.90	20.94
<b>Total (a+b)</b>	<b>683.21</b>	<b>682.46</b>	<b>363.77</b>	<b>133.59</b>	<b>199.24</b>	<b>11.03</b>	<b>38.90</b>	<b>85.79</b>	<b>3.90</b>	<b>26.68</b>
<b>What the Company owned</b>										
<b>Fixed Assets</b>										
Gross Block	6,864.65	4,818.44	4,697.81	4,267.97	3,624.92	1,552.23	1,443.83	1,287.34	1,189.03	1,040.90
Less: Depreciation	1,747.65	1,817.19	1,675.37	1,469.42	1,222.45	1,017.34	317.09	1,796.58	694.59	599.20
Net Block	5,117.00	3,001.25	3,022.44	2,798.55	2,402.47	54.89	526.74	490.76	494.44	441.70
Capital work-in-Progress	1,058.18	14.25	47.04	-	100.15	1,817.62	1,532.96	1,094.49	532.29	172.10
Investment	66.82	210.32	43.21	0.21	0.21	0.21	0.21	0.21	0.21	0.20
Current Assets	10,682.52	3,458.79	2,660.57	3,062.10	3,659.24	3,193.32	3,052.66	3,025.93	2,987.85	2,990.60
Miscellaneous Exp.	1.13	1.13	1.00	1.63	1.76	2.20	2.20	2.20	2.20	2.20
	<b>16,925.65</b>	<b>6,685.7</b>	<b>8,774.26</b>	<b>5,862.49</b>	<b>6,163.83</b>	<b>5,548.24</b>	<b>5,114.77</b>	<b>4,613.59</b>	<b>4,016.99</b>	<b>3,606.80</b>
<b>What the Company owed</b>										
Secured Loans	1,742.06	641.69	720.87	1,140.15	955.02	1,057.75	1,212.32	1,230.79	879.50	405.03
Unsecured Loans	3,402.59	905.44	1,244.96	1,089.99	1,044.81	1,587.41	1,034.48	620.65	1,028.78	976.45
Deferred Tax Liability	1,364.93	526.17	-	-	-	-	-	-	-	-
Current Liabilities & Provisions	5,503.44	2,251.40	2,129.84	2,317.14	2,714.43	2,044.23	2,088.25	1,953.40	1,382.69	1,507.56
	<b>12,013.02</b>	<b>4,32.70</b>	<b>4,095.67</b>	<b>4,547.28</b>	<b>4,714.26</b>	<b>4,699.35</b>	<b>4,276.05</b>	<b>3,80.8</b>	<b>3,290.97</b>	<b>2,889.04</b>
<b>Net Worth of the Company</b>										
Equity Share Capital	174.98	201.07	201.07	201.07	201.07	121.07	121.07	121.07	121.06	121.06
Share Suspense	411.43	-	-	-	-	-	-	-	-	-
Reserves & Surplus	4,326.22	2,159.97	1,477.52	1,114.14	1,248.50	727.78	717.55	687.68	60.96	596.70
	<b>4,912.63</b>	<b>2,31.04</b>	<b>1,678.59</b>	<b>1,315.21</b>	<b>1,449.57</b>	<b>848.85</b>	<b>838.72</b>	<b>808.75</b>	<b>726.02</b>	<b>717.76</b>
<b>Financial Indicators</b>										
Earning per Share (EPS) Rs.	39.15	34.35	18.34	(6.82)	(6.67)	0.85	2.45	7.11	0.33	1.55
Book Value Per Share Rs.	110.50	118.54	84.27	66.02	72.77	71.21	70.36	67.89	60.91	90.21



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