

EASTCOAST
STEEL LIMITED

32nd Annual Report
2014 - 2015

Regd. Office :
Cuddalore Road, Pillayarkuppam Post,
Bahour Commune, Pondicherry-607 402.

EASTCOAST STEEL LIMITED

Board of Directors: Shri Prithviraj S. Parikh Chairman
Shri Nalin S. Parikh Director
Shri Anand Sethuprakasem Director
Shri Hitesh V. Raja Additional Director
Smt. Sharmila S. Chitale Additional Director

Company Secretary Mr. P.K.R.K. Menon

Auditors: M/s. Chaturvedi & Shah
Chartered Accountants
Mumbai

Bankers: State Bank of India
Central Bank of India
HDFC Bank
Dena Bank

Registered Office & Plant: Cuddalore Road, Pillayarkuppam Post,
Bahour Commune, Pondicherry- 607 402.
Website: www.eastcoaststeel.com

Registrar & Share: Link Intime India Private Limited
Transfer Agents : C-13, Pannalal Silk Mills Compound,
L.B.S. Marg, Bhandup (West),
Mumbai- 400 078
Tel: 022- 2596 3838
Fax: 022- 2594 6969
E-mail: rnt.helpdesk@linkintime.co.in

Depository Services: National Securities Depository Limited
Trade World, 4th Floor, Kamla Mills Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai- 400 013

ISIN (Demat) INE 315F 01013

CIN L27109PY1982PLC000199

NOTICE

Notice is hereby given that the Thirty Second Annual General Meeting of the Members of EASTCOAST STEEL LIMITED will be held at the Registered office of the Company at Cuddalore Road, Pillayarkuppam Post, Bahour Commune, Pondicherry- 607 402 on Saturday, 26th September, 2015 at 11:15 A.M. to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited financial statements of the Company for the financial year ended 31st March, 2015, Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Nalin S. Parikh (DIN: 00106844) who retires by rotation and being eligible, offers himself for re-appointment.
3. To ratify appointment of Statutory Auditors and fix their remuneration and for this purpose to consider and, if thought fit, to pass, with or without modification, the following resolution;
“**RESOLVED THAT** pursuant to the provisions of Section 139 of the Companies Act, 2013 and applicable provisions if any, the appointment of M/s. Chaturvedi & Shah (Firm Registration No. 101720W), Chartered Accountants, Mumbai who were appointed as Auditors of the Company to hold office from the conclusion of the 31st Annual General Meeting until the conclusion of 36th (Thirty Sixth) Annual General Meeting is hereby ratified and the Board has been empowered to fix their remuneration for the financial year 2015-16 in consultation with the auditors.”

SPECIAL BUSINESS:

4. **Appointment of Shri Hitesh V. Raja as an Independent Director of the Company**
To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:
“**RESOLVED THAT** pursuant to the provision of Section 149, 150 and 152 and other applicable provisions, if any of the Companies Act, 2013 and Rules made thereunder, read with Schedule IV of the said Act, Shri Hitesh V. Raja (DIN : 02681574), who was appointed as an Additional Director of the Company with effect from 05th January, 2015 under Section 161 of the Companies Act, 2013, be and is hereby appointed as an Independent Director of the Company to hold office for a term upto five (5) consecutive years commencing from 5th January, 2015.”
5. **Appointment of Smt. Sharmila S. Chitale as an Independent Director of the Company**
To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:
“**RESOLVED THAT** pursuant to the provision of Section 149, 150 and 152 and other applicable provisions, if any of the Companies Act, 2013 and Rules made thereunder, read with Schedule IV of the said Act, Smt. Sharmila S. Chitale (DIN: 07146530), who was appointed as an Additional Director of the Company with effect from 27th March, 2015 under Section 161 of the Companies Act, 2013, be and hereby appointed as an Independent Director of the Company to hold office for a term upto five (5) consecutive years commencing from 27th March, 2015.”

6. **Keeping Registers, returns, etc. at a place other than the Registered Office**
To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution**.

“RESOLVED THAT pursuant to Section 94 of the Companies Act, 2013 and all other applicable provisions, if any and the relevant Rules framed thereunder, consent of the members be and is hereby accorded to keep and maintain the Register of Members under Section 88 and copies of the Annual Returns filed under Section 92 of the Act, minute books, and other statutory records & documents at the Company’s Corporate Office at 163-164/A, Mittal Tower, Nariman Point, Mumbai – 400 021.”

RESOLVED FURTHER THAT the Company Secretary Shri P.K.R.K. Menon be and he is hereby authorised to notify the Registrar of Companies, Pondicherry and to do all such acts, deeds, matters and things to give effect to this Resolution”.

**By order of the Board of Directors
For EASTCOAST STEEL LIMITED**

Sd/-

Nalin S. Parikh

Director

DIN: 00106844

Place : Mumbai

Date : 12th August, 2015

NOTES:

1. The Statement setting out the material facts relating to Special Business at the meeting pursuant to Section 102(1) of the Companies Act, 2013 is annexed hereto.
2. **A member entitled to attend and vote at the Annual General Meeting (“the Meeting”) is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. The instrument appointing the proxy must be filled, stamped and duly signed and deposited at the registered office of the Company not less than forty eight hours before the commencement of the Meeting.**
3. Bodies Corporate who are members of the Company are requested to send duly certified copy of the Board resolution authorising their representatives to attend and vote at the Meeting.
4. Members are requested to bring their Attendance Slip while attending the Meeting. Members holding shares in demat form are requested to write their DP ID and Client ID and those holding shares in physical form are requested to write their Folio Numbers on the attendance slip for attending the meeting.

5. As part of the Green Initiative in Corporate Governance, the Ministry of Corporate Affairs (“MCA”), Government of India, through its Circular Nos. 17/2011 and 18/2011, dated 21st April, 2011 and 29th April, 2011 respectively has allowed companies to send official documents through electronic mode.
In spirit of the above circulars and as part of the Company’s Green Initiative, the Company may propose to send documents like Notice convening the general meetings, Financial Statements, Director’s Report etc. to the e-mail address provided by the members.
Members are requested to support the Green Initiative by the Government and get their email addresses registered with their Depository Participants in case of shares held in demat form or with Link Intime India Private Limited (Registrars) in case of shares held in physical form.
6. Annual Report copies will not be distributed at the Meeting. Members are therefore requested to bring their copies of the Annual Report.
7. As required by clause 49 IV (G) of the Listing Agreement, a brief profile of Directors seeking appointment or re-appointment at ensuing Annual General Meeting is given.
8. In case of joint holders attending the Meeting, joint holder ranked higher in the order of names will be entitled to vote at the meeting.
9. The Register of Members and Share Transfer Books of the Company shall remain closed from 19th September, 2015 to 26th September, 2015 (both days inclusive).
10. Members holding shares in demat (electronic) account are requested to notify changes, if any, in their address, e-mail address, bank mandate, etc. to their respective Depository Participants (DPs). Members holding shares in physical form are requested to intimate the changes to the Company’s Registrars.
11. Facility of nomination is now available and members are requested to make use of the same by contacting the Registrars in case of physical holding and DPs in case of demat holdings.
12. For any assistance or information about shares, dividend, etc., members may contact the Company or the Registrars.
13. Members are requested to quote their Folio Number / Demat Account Number and contact details such as email address, contact number and complete address in all correspondences with the Company or its Registrars.
14. Members who hold shares in multiple folios and in identical names are requested to contact the Registrars for consolidating their holdings into a single folio.
15. Member desirous of getting any information, on the accounts and operations of the Company, may please forward their queries to the Company at least seven days prior to the Meeting so as to enable the Company to provide appropriate response thereto at the Meeting.
16. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participant with whom they are having demat accounts. Members holding shares in physical form are requested to submit PAN details to the Company/Registrar.
17. Pursuant to Section 108 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and Clause 35B of the Listing

Agreement with the Stock Exchanges, the Company is providing its members with the option of voting by electronic means.

- (a) **The e-voting period commences at 9.00 a.m. on Wednesday, 23rd September, 2015 and ends at 5.00 p.m. on Friday, 25th September, 2015. The e-voting module shall also be disabled by CDSL for voting thereafter.**
- (b) Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
- (c) Voting rights shall be reckoned on the paid-up value of shares registered in the name of the members as on the date of dispatch of notice.
- (d) The Board of Directors at their meeting has appointed M/s. JM Associates, Company Secretaries as the scrutinizer to conduct the e-voting process in a fair and transparent manner.
- (e) **Instructions for e-voting**

The instructions for members for voting electronically are as under:-

In case of members receiving e-mail:

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

- (i) Click on “Shareholders” tab.
- (ii) Now, select “COMPANY NAME” from the drop down menu and click on “SUBMIT”
- (iii) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (iv) Next enter the Image Verification as displayed and Click on Login.
If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (v) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot/Attendance Slip indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or Company please enter the member id / folio number in the Dividend bank details field as mentioned in instruction (iv).

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password filed. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other Company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xv) If Demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password and enter the details as prompted by the system.
- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to www.evotingindia.co.in and register themselves as Corporates.
 - They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com
 - After receiving the login details they have to create a user id who would be able to link the account(s) which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

In case of members receiving the physical copy:

- (A) Please follow all steps from sr. no. (i) to sr. no. (xvii) above to cast vote.
- (B) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com

General Instructions:

- a. The voting period begins on Wednesday, the 23rd September, 2015 at 9.00 a.m. and ends on Friday, the 25th September, 2015 at 5.00 p.m. During this period shareholders’ of the Company, holding shares either in physical form or in dematerialised form, as on the Book Closure date i.e. 19th September, 2015 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Those who failed to cast their vote electronically may only cast their vote at the General Meeting.
- b. Shri Soy Joseph of M/s. JM Associates, Practicing Company Secretary (Membership No. 13852), has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- c. The Scrutinizer shall, within a period of not exceeding three working days from the conclusion of voting at the AGM will first count the votes at the meeting and thereafter will , unblock the votes in the presence of at least two witnesses, not in the employment of the Company and make a Scrutinizer’s Report of the votes cast in favour of or against, if any, forthwith to the Chairman of the Company.
- d. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on 19th September, 2015
- e. Any person who acquires shares of the Company and becomes a member of the Company after dispatch of the notice and holding shares as on the cut-off date, may obtain login id and password by sending a request at CDSL.
- f. The Results declared along with the Scrutinizer’s Report shall be placed on the Company’s website www.eastcoaststeel.com and on the website of CDSL within two (2) days of passing of the resolutions at the Annual General Meeting of the Company on 26th September, 2015 and the company shall simultaneously communicate to the BSE Limited where the shares are listed.

18. Detailed profiles of Directors seeking appointment in the Annual General Meeting scheduled on Saturday, the 26th September, 2015 (Pursuant to Clause 49 (IV) (G) (i) of the Listing Agreement)

Name of Director	Shri Nalin S. Parikh
Date of Birth	02 nd January, 1935
Date of Appointment	22 nd January, 1990
Expertise in Specific Functional area	Over 50 years of vast experience as an administrator. Travelled widely and has a good insight in international trade, more particularly in steel and foreign tradeoff Iron & Steel products. Has been the principal importer for steel in special applications in automobiles, engineering and other industries.
Qualification	B.com, B.A., L.L.B., M.B.A.
Board Membership of other Public Companies (excluding Foreign, Private & Sec.8 Companies) as on 31 st March, 2015	NIL
Chairman /Member of the Committee as on 31 st March, 2015 (Includes only Audit and Shareholders' Grievance Committee)	N.A
Number of shares held as on 31 st March, 2015	NIL

Name of Director	Shri Hitesh V. Raja	Smt. Sharmila S. Chitale
Date of Birth	02 nd June, 1976	27 th December, 1966
Date of Appointment	05 th January, 2015	27 th March, 2015
Expertise in Specific Functional area	Practicing Chartered Accountant for last 13 years in the area of Taxation and audit.	Legal & Professional Matters.
Qualification	B.com, F.C.A.	B.A., L.L.B.
Board Membership of other Public Companies (excluding Foreign, Private & Sec.8 Companies) as on 31 st March, 2015.	NIL	Western Ministil Limited
Chairman / Member of the Committee as on 31 st March, 2015 (Includes only Audit and Shareholders' Grievance Committee)	N.A.	N.A.
Number of Shares held as on 31 st March, 2015	NIL	NIL

Statement pursuant to Section 102 (1) of the Companies Act, 2013**Item Nos. 4 & 5****Appointment of Independent Directors of the Company:**

Shri Hitesh V. Raja and Smt Sharmila S. Chitale were liable to retire by rotation as per the erstwhile Companies Act, 1956. However, Section 149 of the Companies Act, 2013 requires every listed Company to have at least one-third of the total number of Directors as Independent Directors (IDs) and that the same are not liable to retire by rotation.

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors at its meeting held on 12th August, 2015 appointed the following Directors as Independent Directors of the Company for a period of 5 years.

1. Shri Hitesh V. Raja (Date of appointment as ID – 05th January, 2015)
2. Smt. Sharmila S. Chitale (Date of Appointment as ID - 27th March, 2015)

The Company has received declarations pursuant to sub section (7) of Section 149 of the Companies Act, 2013 from the above Independent Directors confirming that they meet the criteria of Independence. The qualification & experience of these persons justify their appointment.

As required by the Proviso to sub section (5) of Section 152 the Companies Act, 2013, the Board of Directors of the Company are also of the opinion that both the Independent Directors fulfill the conditions specified in the Act and the Rules made thereunder and that the proposed Directors are independent of the management.

Item Nos. 6

The Register of Members under Section 88 and copies of the Annual Returns filed under Section 92 of the Act are presently required to be maintained at the Registered Office in terms of proviso to Section 94(1) and Rule 15 of Companies (Management and Administration) Rules, 2014. Since more than one-tenth of total members reside in Mumbai, the Register of members under Section 88 and copies of Annual Return filed under Section 92 of the Act, minutes books, and other statutory records & documents may be kept and maintained at the Corporate Office at 163-164/A, Mittal Tower, Nariman Point, Mumbai – 400 021.

Out of the total number of members of 7050 as on 30-06-2015, 2965 members (being 42%) reside in Mumbai.

Pending approval and compliances and subject to the approval of members as stated in item (1), the Board recommends to keep the registers maintained under Section 88(1) i.e. Register of Members, etc. and copies of the annual return filed under Section 92 of the Act and other documents at the Corporate Office in Mumbai.

All the aforesaid special business set out under Item Nos. 4, 5 & 6 are proposed for adoption with or without modifications.

The Board commends these Resolutions as set out at Item Nos. 4,5 & 6 for approval of the member.

None of the Directors, Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the Resolution.

For EASTCOAST STEEL LIMITED

Sd/-

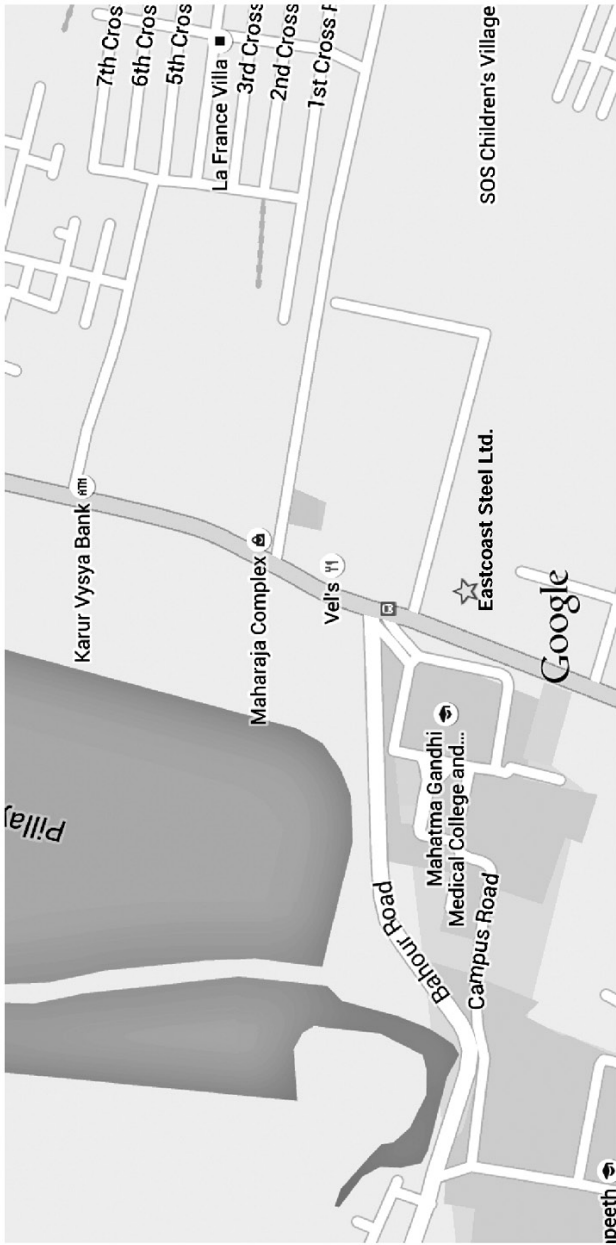
Nalin S. Parikh

Director

DIN: 00106844

Place : Mumbai**Date :** 12th August, 2015

VENUE 32ND AGM (2014-15) - ROUTE MAP



Venue:
Registered Office
Eastcoast Steel Ltd.
Pillaiyarkuppam Post
Bahour Commune
Pondicherry - 607 402.

Date : 26-09-2015
Time : 11.15 A.M.

BOARD'S REPORT

Dear Shareholders,

The Directors of your Company are pleased to present the 32nd Annual Report and the Audited Accounts for the financial year ended on March 31, 2015.

1. FINANCIAL PERFORMANCE:

(₹ In Lacs)

Sr. No.	Particulars	2014-15	2013-14
1	Sale	-	-
2	Other Income	44.04	20.54
3	Total	44.04	20.54
4	Profit/Loss Before Depreciation & Tax (PBDT)	(11.98)	(31.63)
5	Less: Depreciation	(4.07)	(3.35)
6	Profit/Loss Before Taxation (PBT)	(16.05)	(34.98)
7	Less: Taxation (all Taxes)	-	-
8	Profit/Loss After Taxation (PAT)	(16.05)	(34.98)
9	Add: Balance brought forward from last year	(1289.50)	(1254.53)
10	Balance to be carried forward	(1305.55)	(1289.51)

No amount has been proposed to be carried in to any reserves.

2. SALIENT FEATURES OF COMPANY'S WORKING DURING THE YEAR:

During the year under review, the Company did not undertake any activity / operation, which continues to remain at a standstill since 1995.

3. EQUITY INFUSION OF FUNDS:

Your Company has not issued any equity shares during the year under review nor borrowed money by way of public deposits.

4. DIVIDEND:

Considering the year's financial performance and carried forward losses of previous years, the Board had decided not to recommend any dividend.

5. SEGMENT REPORTING:

The Company had only one segment while in operation. However, after closure in 1995 no activity has been carried out.

6. CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, FOREIGN EARNINGS AND OUTGO:

- i) The Company has neither earned any foreign exchange as there have been no exports, nor used any foreign exchange both of which are 'NIL' during the year under review.
- ii) No information with regard to conservation of energy is required to be furnished as the plant has remained closed since 1995.
- iii) There is no employee in receipt of remuneration in excess of the prescribed limits.

7. RISK MANAGEMENT:

Despite the activities and operations being at a standstill the Company has evolved strategy to identify unsatisfactory risks on account of credit, liquidity, reputation etc. and the board has assumed overall responsibility for its implementation.

8. ENVIRONMENT AND SAFETY:

Since the Company has neither any employees nor engaged in any activity, environment & safety measures are not required to be followed for the time being.

9. DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):

In terms of section 149 of the Act, following are Independent Director of the Company:

1. Shri Anand Sethuprassem
2. Shri Hitesh V. Raja
3. Smt. Sharmila S. Chitale

In terms of Section 203 of the Act, the following were designated as Key Managerial Personnel of your Company by the Board :

1. Shri Prithviraj S. Parikh Whole time Director
2. Shri P.K.R.K. Menon Company Secretary
3. Shri R. Radhakrishnan* Chief Financial Officer (w.e.f. 12th February 2015)

The Company has received declaration from all the Independent Directors confirming that they meet the criteria of independence as prescribed under the Act and Clause 49 of the Listing Agreement with the Stock Exchange.

In accordance with the requirements of the Act and the Articles of Association of the Company, Shri Nalin S. Parikh retires by rotation and is eligible for re-appointment.

During the year five Meetings of Audit Committee as well as Board were convened and held, with the requisite quorum.

Particulars with regard to Remuneration of Director and KMP are set out in Annexure "A" (V).

*Expired on 06.07.2015.

10. AUDIT COMMITTEE:

The Audit Committee comprises of three Non- Executive Directors, viz; Shri Hitesh V. Raja, Shri Nalin S. Parikh and Shri Anand Sethuprassem.

The Chairman of the Committee is Shri Hitesh V. Raja

11. CORPORATE GOVERNANCE:

In view of the exemption granted to the Company vide Circular No. CIR/CFD/POLICY CELL/7/2014 dtd. 15.05.2014 by SEBI, the provision with regard to Corporate Governance / Board Evaluation are not applicable as the paid up equity capital is not exceeding ₹10 crore and/or net worth not exceeding ₹25 crore as on the last day of the previous financial year.

12. REMUNERATION AND EVALUATION POLICY :

12.1 The Company has not paid any remuneration to the Directors nor intend doing so in the near future except sitting fee to Independent Directors, as the activities / operation are at standstill and no income is earned. While the individual directors' performance was reviewed by the Chairman and rest of the Board excluding the Director being evaluated, the Chairmans' and Non – Independent Directors performance was appraised through feedback from Independent Directors.

12.2 In compliance of Companies Act, 2013 a Nomination & Remuneration committee has however been constituted headed by Shri Anand Sethuprakasen, Independent Director (Non-executive). The other member are Shri Hitesh V. Raja Independent Director (Non-executive) Shri Nalin S. Parikh, Non -Independent Director (Non-executive) .

13. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The Company has not granted any loans or provide Guarantees or made Investments covered under the provisions of Section 186 of the Companies Act, 2013, except intercorporate deposit (ICD) of ₹1,25,00,000 advanced Richline Leasing & Finance Private Limited bearing interest @ 15% per annum.

14. RELATED PARTY TRANSACTIONS:

No Related party transactions has been carried out which are to be required to be disclosed other than what is stated in note no. 25 of the financial statements.

15. PARTICULARS OF EMPLOYEES AND HUMAN RESOURCES:

The Company has no employees drawing salaries in excess of the limits prescribed and therefor no information is required to be furnished pursuant to Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Directors were also not paid remuneration or sitting fees during period under review, except Shri P.K.R.K Menon who had resigned from the Board during the year but continues as Company secretary, and paid for services so rendered, as set out in Annexure A (V) (C).

16. VIGIL MECHANISM / WHISTLEBLOWER POLICY:

16.1 In conformity with the provisions of clause 49 of the Listing Agreement executed with the stock exchange policy has been laid down to provide a mechanism for any concerned person of the company to approach Chairman of the Audit Committee for the purpose of dealing with instance of fraud and mismanagement, if any and also ensure that whistleblowers are protected from retribution, whether within or outside the organisation.

16.2 Pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and rules made thereunder, the Company has, during the year, rolled out a policy for prevention of Sexual Harassment in the organisation.

17. OTHER MATERIAL ORDERS :

17.1 C.P. No. 56 of 2013 filed by Shri Suresh Kumar Jalan and others alleging acts of oppression and mismanagement against Company, has been dismissed by Hon'ble C.L.B. Chennai Bench on 11-05-2015 and accordingly, all the applications pending as on date stand disposed of without granting any relief to the Petitioners.

17.2 The C.A. No. 8079 of 2003 filed by P.E. Dept. pending before Hon'ble Supreme Court, New Delhi is being sought to be transferred to Lok Adalat, with regard to the disputed claim of ₹ 17.78 crore (including accrued interest of ₹ 12.01 crore) and the legal Advisors are of option that it could be contested/defended successfully.

17.3 In view of Madras Stock Exchange Limited having been exited as a stock exchange vide Notification No. WTM/RKA/MRD/47/2005 dated 14-05-2015 issued by Securities & Exchange Board of India, the Companies scrip shall no longer be listed therein with immediate effect.

18. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Management Discussion and Analysis for the year under review, as stipulated under Clause 49 of the Listing Agreement with the Stock Exchange, reveal that until the pending legal matters are resolved the Company shall not be able to undertake any activity.

19. EXTRACT OF ANNUAL RETURN:

Pursuant to the provisions of section 92 (3) of the Companies Act, 2013, an extract of annual return is annexed hereto as **Annexure- A** and forms part of this report.

20. SECRETARIAL AUDITORS:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, M/s. Ashish Bhatt & Associates, Company Secretary, (CP: 2956), have been appointed as the Secretarial Auditors to conduct the Secretarial Audit of the Company for the financial year 2014-15, the Secretarial Audit Report is annexed herewith as **Annexure- B** and forms part of this report”.

In response to the remarks of secretarial Auditors, the following are stated :

- a) The DIR -12 pertaining to the appointment of Independent Director has since been filed alongwith payment of additional fees on dated 07.07.2015.
- b) The Company had to adjourn the 31st AGM for want of Quorum on 27.09.2014 and the adjourned meeting was held on 11.11.2014 when business was transacted as per notice dated 05.08.2014 and annual return (2013-14) has accordingly been filed with disclosure to this effect.

21. STATUTORY AUDITORS:

M/s. Chaturvedi & Shah, Chartered Accountants, Statutory Auditors of the Company, having Firm Registration Number 101720W, were appointed as Auditors at the last AGM for three consecutive years. As required under Clause 49 of the Listing Agreement, the auditors have also

Confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India. As required under the Companies Act, 2013, your Directors recommend to ratify their appointment as Statutory Auditors of the Company for F.Y. 2015-16.

22. COST AUDIT:

The Company is not required to maintain cost record as prescribed by the Central Government under the provision of Section 148 of the Companies Act, 2013 in view of the closure of the plant in 1995 and cessation of manufacturing activities. No activities or services have been undertaken by the Company since then.

23. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

Your Company has in place internal control systems and procedures commensurate with the size and nature of its operations. Internal control processes which consist of adopting appropriate management systems and implementing them are followed. These are aimed at giving the Audit Committee a reasonable assurance on the reliability of financial reporting and statutory & regulatory compliances, effectiveness and efficiency of your Company's operations and are reviewed subjected to internal audit in compliance of section 138 of the Act, periodically and revised to keep in tune with the changing business environment.

24. DIRECTORS' RESPONSIBILITY STATEMENT:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134 of the Companies Act, 2013:

- a. That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures, if any;
- b. That such accounting policies have been selected and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- c. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. That the annual accounts have been prepared on a going concern basis;
- e. That proper internal financial controls were in place and that the financial controls were adequate and were operating effectively; and
- f. That systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

25. ACKNOWLEDGEMENT:

Yours Directors acknowledge with thanks the co-operation and understanding displayed by the shareholders & others and continue to look forward to the same.

On behalf of the Board of Directors

Sd/-

Nalin S. Parikh

Director

DIN :00106844

Sd/-

Hitesh V. Raja

Director

DIN :02681574

Place : Mumbai

Date : 12th August, 2015

ANNEXURE – A

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2015

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

CIN	L27109PY1982PLC000199
Registration Date	20.08.1982
Name of the Company	EASTCOAST STEEL LIMITED
Category/Sub-category of the Company	Public Company
Address of the Registered office & contact details	Cuddalore Roadpillayarkuppam, Bahoure Commune, Pondicherry – 607 402. Tel. No. : 0413-2611117 Fax No. : 0413-2611423 E-mail : esl@eastcoaststeel.com Website : www.eastcoaststeel.com
Whether listed company	Yes
Name, Address & contact details of the Registrar & Transfer Agent, if any.	Link Intime India Private Limited C-13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (West), Mumbai – 400 078. Tel. No. : 022-2596 3838 Fax. No. : 022-2594 6969 E-mail : mt.helpdesk@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

(All the business activities contributing 10 % or more of the total turnover of the Company are as follows)

Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
Manufacture of steel in ingots or other primary forms, and other semi-finished products of steel.	24103	Not in operation since closure of the plant in 1995.

III. A) SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

Category-wise Share Holding

Category of Share-holders	No. of Shares held at the beginning of the year [As on 31-March-2014]				No. of Shares held at the end of the year [As on 31-March-2015]				% Change during the year
	De-mat	Physical	Total	% of Total Shares	De-mat	Physical	Total	% of Total Shares	
A. Promoter s									
(1) Indian									
a) Individual/ HUF	NIL	10370	10370	0.19	NIL	10370	10370	0.19	NIL
b) Central Govt	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) State Govt(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Bodies Corp.	773235	NIL	773235	14.33	878135	3000	881135	16.33	2
e) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Any other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Total shareholding of Promoter (A)	773235	10370	783605	14.52	878135	13370	891505	16.52	2
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	NIL	24300	24300	0.45	NIL	22300	22300	0.41	-0.03
b) Banks / FI	150	2750	2900	0.05	150	2750	2900	0.05	NIL
c) Central Govt	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) State Govt(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Insurance Companies	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
g) FIs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
h) Foreign Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Others (specify)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total (B)(1):-	150	27050	27200	0.50	150	25050	25200	0.47	-0.03
2. Non-Institutions									
a) Bodies Corp.	1444169	37200	1481369	27.45	1423469	36900	1460369	27.06	-0.39
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	527347	1058283	1585630	29.38	471127	1014513	1485640	27.53	-1.85

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2014]				No. of Shares held at the end of the year [As on 31-March-2015]				% Change during the year
	De-mat	Physical	Total	% of Total Shares	De-mat	Physical	Total	% of Total Shares	
ii) Individual shareholders holding nominal share capital in excess of ₹1 lakh	1386080	31691	1417771	26.27	1406120	31691	1437811	26.64	0.37
c) Others (specify)									
NRI	18633	69960	88593	1.65	15583	68060	83643	1.55	-0.1
Partnership Firm	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
HUF	NIL	1000	1000	0.02	NIL	1000	1000	0.02	NIL
Clearing Members	2800	NIL	2800	0.05	2800	NIL	2800	0.05	NIL
Trusts	50	8450	8500	0.16	450	8050	8500	0.16	NIL
Foreign Bodies - D	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total (B)(2):-	3379079	1206584	4585663	84.98	3319549	1160214	4479763	83.01	-1.97
Total Public Shareholding (B)=(B)(1)+ (B)(2)	3379229	1233634	4612863	85.48	3319699	1185264	4504963	83.48	- 2
C. Shares held by Custodian for GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Grand Total (A+B+C)	4152464	1244004	5396468	100	4197834	1198634	5396468	100	NIL

B) Shareholding of Promoter

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Anagha Enterprises Pvt. Ltd	773235	14.33	NIL	881135	16.33	NIL	2
2	Prithviraj S. Parikh	7150	0.13	NIL	7150	0.13	NIL	NIL
3	Pallavi A. Parikh	3220	0.06	NIL	3220	0.06	NIL	NIL
	Total	783605	14.52	NIL	891505	16.52	NIL	2

C) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.	Name of Shareholder	Shareholding at the beginning of the year (as on 01.04.2014)		Date	Reason	Increase / Decrease in Shareholding		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company			No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1.	Anagha Enterprises Pvt. Ltd	773235	14.33					773235	14.33
				04.04.2014	Purchase of Shares	12000	0.22	785235	14.55
				07.04.2014	Purchase of Shares	20000	0.37	805235	14.92
				09.04.2014	Purchase of Shares	20000	0.37	825235	15.29
				11.04.2014	Purchase of Shares	28500	0.53	853735	15.82
				16.04.2014	Purchase of Shares	13500	0.25	867235	16.07
				22.04.2014	Purchase of Shares	2000	0.04	869235	16.11
				23.04.2014	Purchase of Shares	1000	0.02	870235	16.13
				25.04.2014	Purchase of Shares	900	0.02	871135	16.14
				28.04.2014	Purchase of Shares	900	0.02	872035	16.16
				29.04.2014	Purchase of Shares	3000	0.06	875035	16.21
				05.05.2014	Purchase of Shares	2000	0.04	877035	16.25
				30.07.2014	Purchase of Shares	2800	0.05	879835	16.30
				31.01.2015	Purchase of Shares	1100	0.02	880935	16.32
26.02.2015	Purchase of Shares	200	0.00	881135	16.33				
	31.03.2015	At the end of the year	-	-	881135	16.33			
2.	Prithviraj S. Parikh	7150	0.13	-	-	-	-	7150	0.13
3.	Pallavi S. Parikh	3220	0.06	-	-	-	-	3220	0.06

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

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Vajradhar Leasing and Finvest Pvt. Ltd	376000	6.97	650800	12.06
2.	Ashok Kumar Dalmia	535600	9.93	535600	9.93
3.	Vigil Stock and Shares Private Limited	527800	9.78	527800	9.78
4.	Suresh Kumar Jalan	338350	6.27	362440	6.72
5.	Sisir Kumar Jalan	123400	2.29	134900	2.50
6.	Servo Packaging Limited	72800	1.35	101550	1.88
7.	Sisir Kumar Jalan	66800	1.24	93500	1.73
8.	Suresh Kumar Jalan	61500	1.14	80550	1.49
9.	Darshana Hareh Jhaveri	59150	1.10	67350	1.25
10.	Western Guineas Private Limited	66200	1.23	66200	1.23

E) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	Mr. Prithviraj S. Parikh At the beginning of the year At the end of the year	7150 7150	0.13 0.13	7150 7150	0.13 0.13
2	Mr. Nalin S. Parikh At the beginning of the year At the end of the year	NIL NIL	NIL NIL	NIL NIL	NIL NIL
3	Mr. Anand Sethuprasasem At the beginning of the year At the end of the year	NIL NIL	NIL NIL	NIL NIL	NIL NIL
4	Mr. Hitesh V. Raja At the beginning of the year At the end of the year	200 200	0.00 0.00	200 200	0.00 0.00
5	Ms. Sharmila Chitale At the beginning of the year At the end of the year	100 100	0.00 0.00	100 100	0.00 0.00

IV. INDEBTEDNESS - Indebtedness of the Company including interest outstanding/ accrued but not due for payment.

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	N.A.	255.41	N.A.	255.41
ii) Interest due but not paid	N.A.	N.A.	N.A.	N.A.
iii) Interest accrued but not due	N.A.	N.A.	N.A.	N.A.
Total (i+ii+iii)	N.A.	255.41	N.A.	255.41
Change in Indebtedness during the financial year				
* Addition	N.A.	24.21	N.A.	24.21
* Reduction	N.A.	24.21	N.A.	24.21
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount	N.A.	255.41	N.A.	255.41
ii) Interest due but not paid	N.A.	N.A.	N.A.	N.A.
iii) Interest accrued but not due	N.A.	N.A.	N.A.	N.A.
Total (i+ii+iii)	N.A.	255.41	N.A.	255.41

V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

(In ₹)

Sr. No.	Particulars of Remuneration	Name of Director	Total Amount
		Prithviraj S. Parikh (Whole Time Director)	
	Gross Salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NIL	NIL
2.	Stock Option	NIL	NIL
3.	Sweat Equity	NIL	NIL
4.	Commission - as % of profit - others, specify...	NIL	NIL
5.	Others, please specify	NIL	NIL
	Total (A)	NIL	NIL
	Ceiling as per the Act	NIL	NIL

B. Remuneration to other directors

(In ₹)

Sr. No.	Particulars	Name of Directors				Total Amount
		Nalin S. Parikh	Anand Sethu-prakasem	Hitesh V. Raja	Sharmila S. Chitale	
1	Independent Directors	NIL	NIL	NIL	NIL	NIL
	Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL
	Commission	NIL	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (1)	NIL	NIL	NIL	NIL	NIL
2	Other Non-Executive Directors	NIL	NIL	NIL	NIL	NIL
	Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL
	Commission	NIL	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (2)	NIL	NIL	NIL	NIL	NIL
	Total (B)=(1+2)	NIL	NIL	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL	NIL	NIL
	Overall Ceiling as per the Act	NIL	NIL	NIL	NIL	NIL

C. Remuneration to Key Managerial Personnel

(In ₹)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel		Total
		P.K.R.K. Menon (Company Secretary)	R. Radhakrishnan (Chief Financial officer)	
1	Gross salary	650,000	224,250	874,250
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL
	(b) Value of perquisites U/S 17(2) Income-tax Act, 1961	NIL	NIL	NIL
	(c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL
4	Commission as % of profit other	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL
	Total	650,000	224,250	874,250

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

ANNEXURE – B**SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2015**

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

To,
The Members,
Eastcoast Steel Limited
Cuddalore Road,
Pillayarkuppam Post,
Bahour Commune,
Pondicherry - 607402.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Eastcoast Steel Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2015 complied with the statutory provisions listed hereunder and also that the Company has proper board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2015 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Overseas Direct Investment; (Not applicable to the Company during audit period)
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; (Not applicable to the Company during audit period);

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (Not applicable to the Company during audit period);
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme); Guidelines, 1999 (Not applicable to the Company during audit period);
 - (e) The Securities and Exchange Board of India; (Issue and Listing of Debt Securities) Regulations, 2008(Not applicable to the Company during audit period);
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during audit period); and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during audit period);
- (vi) We have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company. The Company having had stopped production at its Pondicherry plant owing to uneconomical operations since 1995, the activity have remained at a standstill.

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) The securities of the Company are listed;

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

1. The Company has not filed Form No DIR 12 pertaining to appointment of Independent Director at the 31st Annual General Meeting during the year under review.
2. The Company has convened the 31st Annual General Meeting of the Company on September 27, 2014 was adjourned due to want of quorum as on October 11, 2014.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings and agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Majority

decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

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

I further report that during the audit period the Company has not passed any resolution which are having major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

For Ashish Bhatt & Associates

Sd/-

Ashish Bhatt

Practicing Company Secretary

FCS No: 4650

C.P. No. 2956

Place : Thane

Date : 30th May, 2015

INDEPENDENT AUDITOR'S REPORT

To the Members of

Eastcoast Steel Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Eastcoast Steel Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143 (10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of Section 143 of the Act (18 of 2013), we give in the Annexure, a statement on the matters specified in paragraph 3 and 4 of the Order.
2. As required under provisions of section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the other matters to be included in the Auditor's Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements as referred to in Note 21 (a) and (b) to the financial statements.
 - ii) The Company did not have any long term contracts including derivative contracts that require provision under any law or accounting standards for which there were any material foreseeable losses.
 - iii) There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year.

For Chaturvedi & Shah
Chartered Accountants
Registration No : 101720W

Sd/-

Amit Chaturvedi
Partner

Membership No. : 103141

Place : Mumbai
Date : 30th May, 2015

Annexure referred to in paragraph 1 under the heading Report on other legal and regulatory requirements of our report of even date

- i) In respect of its Fixed Assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets on the basis of available information.
 - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- ii) The Company does not have any inventory during the year under audit. Therefore, the provisions of Clause (ii) of paragraph 3 of the Order are not applicable to the Company.
- iii) The Company has not granted any loans, secured or unsecured to companies, firm or other parties covered in the register maintained under Section 189 of the Act. Consequently, the requirement of Clause (iii) (a) and Clause (iii) (b) of paragraph 3 of the Order not applicable to the Company.
- iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and nature of its business for the purchases of fixed assets and for the sale of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in such internal control system.
- v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of section 73 to 76 or any other relevant provisions of the Act and rules framed hereunder. Therefore, provisions of Clause (v) of paragraph 3 of the Order are not applicable to the Company.
- vi) To the best of our knowledge and as explained, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of activities undertaken by the Company.
- vii) In respect of Statutory dues :
 - a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-Tax, Sales-Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2015 for a period of more than six months from the date of becoming payable.
 - b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value added tax, Cess on account of any dispute, which have not been deposited.
 - c) There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year.

- viii) The Company's accumulated losses at the end of the financial year are more than fifty percent of its net worth. The Company has incurred cash losses in the current and immediately preceding financial year.
- ix) The Company has not borrowed any money by way of loan from Financial Institutions, Banks and Debenture holders; hence there is no question of repayments of dues or default on this account.
- x) According to information and explanation given to us the Company has not given guarantee for loans taken by others from Banks or Financial Institutions during the year. Therefore, the provisions of clause (x) of paragraph 3 of the Order are not applicable to the Company.
- xi) The Company has not taken any term loan during the year. Therefore, the provisions of clause (xi) of paragraph 3 of the Order are not applicable to the Company.
- xii) In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For Chaturvedi & Shah
Chartered Accountants
Registration No : 101720W

Sd/-
Amit Chaturvedi
Partner

Membership No. : 103141

Place : Mumbai

Date : 30th May, 2015

BALANCE SHEET AS AT 31ST MARCH, 2015

(Amount in ₹)

	Note	As at 31st March, 2015	As at 31st March, 2014
SOURCES OF FUNDS			
I EQUITY & LIABILITIES			
1 Shareholders Funds:			
(a) Share Capital	2	53,964,680	53,964,680
(b) Reserves and Surplus	3	<u>(33,731,754)</u>	<u>(32,127,177)</u>
		20,232,926	21,837,503
2 Non Current Liabilities			
(a) Long Term Borrowings	4	25,541,393	25,541,393
(b) Long Term Provisions	5	<u>869,234</u>	<u>976,846</u>
		26,410,627	26,518,239
3 Current Liabilities			
(a) Trade Payables	6	7,454	6,568
(b) Other Current Liabilities	7	348,792	386,615
(c) Short Term Provisions	8	<u>578,902</u>	<u>935,148</u>
		935,148	954,241
TOTAL		<u>47,578,701</u>	<u>49,309,983</u>
APPLICATION OF FUNDS			
II ASSETS			
1 Non - Current Assets			
(a) Fixed Assets			
Tangible Assets	9	11,899,308	12,306,239
(b) Non Current Investments	10	56,475	56,475
(c) Long Term Loans and Advances	11	10,660,886	10,478,492
(d) Other Non Current Assets	12	<u>1,446,790</u>	<u>809,205</u>
		24,063,459	23,650,411
2 Current Assets			
(a) Current Investments	13	9,410,626	1,711,257
(b) Cash and Cash Equivalents	14	699,357	354,823
(c) Short Term Loans and Advances	15	13,165,033	23,593,492
(d) Other Current Assets	16	<u>240,226</u>	<u>-</u>
		23,515,242	25,659,572
TOTAL		<u>47,578,701</u>	<u>49,309,983</u>

Significant Accounting Policies and Notes on Financial Statements **1 to 29**

As per our report of even date
For **Chaturvedi & Shah**
(Firm Registration No. 101720W)
Chartered Accountants

For and on behalf of the Board of Directors

Sd/-
Amit Chaturvedi
Partner
Membership No.103141

Sd/-
Nalin S. Parikh
Director
(DIN : 00106844)

Sd/-
Prithviraj S. Parikh
Director
(DIN : 00106727)

Place : Mumbai
Date : 30th May, 2015

Sd/-
P. K. R. Menon
Company Secretary
(F.C.S. - 1074)

Sd/-
R. Radhakrishnan
Chief Financial Officer
(PAN : AACPR0016P)

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in ₹)

	Note	2014-15	2013-14
INCOME			
Revenue from Operations		-	-
Other Income	17	4,403,623	2,053,669
		4,403,623	2,053,669
EXPENDITURES			
Employee Benefits Expenses	18	1,874,421	2,336,433
Finance Charges	19	1,420	1,827
Depreciation & Amortization Cost	9	406,930	335,361
Other Expenses	20	3,725,429	6,008,200
		2,878,110	5,551,731
Profit/Loss Before Tax		(1,604,577)	(3,498,062)
Provision for Current Tax		-	-
Profit/(Loss) for the year		(1,604,577)	(3,498,062)
Basic and Diluted Earnings per Share (in ₹) (Face Value ₹10)		(0.30)	(0.69)

Significant Accounting Policies and
Notes on Financial Statements **1 to 29**

As per our report of even date
For **Chaturvedi & Shah**
(Firm Registration No. 101720W)
Chartered Accountants

For and on behalf of the Board of Directors

Sd/-
Amit Chaturvedi
Partner
Membership No.103141

Sd/-
Nalin S. Parikh
Director
(DIN : 00106844)

Sd/-
Prithviraj S. Parikh
Director
(DIN : 00106727)

Place : Mumbai
Date : 30th May, 2015

Sd/-
P. K. R. K. Menon
Company Secretary
(F.C.S. - 1074)

Sd/-
R. Radhakrishnan
Chief Financial Officer
(PAN : AACPR0016P)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in ₹)

	Year Ended 31st March, 2015	Year Ended 31st March, 2014
A Cash Flow From Operating Activities		
Net Profit/(Loss) before tax & extraordinary Items	(1,604,577)	(3,498,062)
Adjustments For:		
Depreciation and Amortisation Cost	406,930	335,361
Finance Costs	1,420	1,827
Profit on sale of investment	-	(11,001)
Dividend	(40,895)	(150,256)
Interest Income	(4,239,280)	(1,767,353)
Operating Profit/Loss before Working Capital Change	(5,476,402)	(5,089,484)
(Increase)/Decrease in Trade receivables and Other Assets	(637,584)	75,000
(Increase)/Decrease in Loans and Advances	16,057	(1,757,928)
Increase/(Decrease) in Trade Payables	887	(287,796)
Increase/(Decrease) in Other Current Liabilities	(127,591)	(898,838)
Cash Generated used in Operations	(6,224,633)	(7,959,046)
Income Tax Paid	(198,452)	(176,737)
Net Cash Flow used in Operating Activities	(6,423,085)	(8,135,782)
B Cash Flow From Investing Activities		
Purchase of Investments	(8,710,626)	(25,700,000)
Sale of Investments	1,011,257	23,999,746
Dividend Received	40,895	150,256
Interest Received	3,999,054	2,507,310
Net Cash Flow (used in) / generated From Investing Activities	(3,659,420)	957,312
C Cash Flow From Financing Activities		
Proceeds from issue of Equity Shares	-	30,000,000
Movement in Short Term Loans and Advances	10,428,459	(22,909,141)
Interest and Finance Charges Paid	(1,420)	(1,827)
Share Issue Expenses	-	(138,766)
Net Cash Flow Generated From Financing Activities	10,427,039	6,950,266
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	344,534	(228,207)
Cash and Cash Equivalent as on 01-04-2014	354,823	583,030
Cash and Cash Equivalent as on 31-03-2015	699,357	354,823
Increase/(Decrease)	344,534	(228,207)
Note:		
Cash and Cash Equivalent consists of		
i) Cash on Hand	27,955	60,895
ii) Balance with Banks	511,402	173,928
iii) Cheques on Hand	160,000	120,000

As per our report of even date

For and on behalf of the Board of Directors

For **Chaturvedi & Shah**

(Firm Registration No. 101720W)

Chartered Accountants

Sd/-

Amit Chaturvedi

Partner

Membership No.103141

Sd/-

Nalin S. Parikh

Director

(DIN : 00106844)

Sd/-

Prithviraj S. Parikh

Director

(DIN : 00106727)

Sd/-

P. K. R. Menon

Company Secretary

(F.C.S. - 1074)

Sd/-

R. Radhakrishnan

Chief Financial Officer

(PAN : AACPR0016P)

Place : Mumbai**Date :** 30th May, 2015

Notes on Financial Statements for the year ended 31st March, 2015

1 SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis of Accounting:

The financial statements have been prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and the Accounting Standards notified under the relevant provisions of the Companies Act, 2013

1.2 Use of Estimates:

The preparation of financial statement requires estimates and assumptions to be made and that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

1.3 Fixed Assets and Depreciation:

- a) Fixed Assets are stated at cost of acquisition or installation and includes erection and construction expenses.
- b) Depreciation is provided under the "written down value" method at the useful life prescribed in Schedule II to the Companies Act, 2013 in the manner stated therein.

1.4 Investment:

- a) Current investments are carried at lower of cost and market value.
- b) Non Current investments are stated at cost. Provision for diminution in the value of Non Current investments is made only if such a decline is other than temporary.

1.5 Provisions, Contingent Liabilities and Contingent Assets:

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

1.6 Retirement Benefits:

Retirement benefits are accounted for on accrual basis as per Revised Accounting Standard –15 on the basis of actuarial valuation.

1.7 Foreign Currency Transactions:

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Exchange Difference arising on foreign currency transactions other than fixed assets are recognised as income or expense in the Statement of Profit and Loss. Exchange Differences on unpaid liability arising on foreign currency transactions for fixed assets are adjusted to the Cost of fixed assets.

1.8 Taxes:

Income tax expense comprises current tax, deferred tax charge or credit. The deferred tax charge or credit and the corresponding deferred tax liability and assets are recognised using the tax rates that have been enacted or substantially enacted on the Balance Sheet date.

Deferred Tax assets arising from unabsorbed depreciation or carry forward losses are recognised only if there is virtual certainty of realisation of such amounts. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets are reviewed at each Balance Sheet date to reassess their reliability.

1.9 Impairment of Assets:

The carrying amount of assets are reviewed at each Balance Sheet date to assess whether there is any indication of impairment of the carrying amount of such assets of the Company. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount.

(Amount in ₹)

As at 31st March, 2015

As at 31st March, 2014

Note 2

SHARE CAPITAL

Authorised

10,000,000 Equity Shares (Previous year: 10,000,000 Equity Shares) of ₹ 10/- each	100,000,000	100,000,000
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1) Issued, Subscribed & Paid up

5,396,468 Equity shares (Previous year: 5,396,468 Equity shares) of ₹ 10/- each fully paid	53,964,680	53,964,680
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TOTAL

53,964,680

53,964,680

2) Reconciliation of Opening and Closing number of Shares

Equity Shares outstanding at the beginning of the year	5,396,468	4,896,468
Equity Shares issued during the year	-	500,000
Equity Shares outstanding at the end of the year	5,396,468	5,396,468

3) Shareholders holding more than 5% of the Equity Shares of the Company are:

Name of the Shareholder	As at 31st March, 2015		As at 31st March, 2014	
	No. of Shares	% held	No. of Shares	% held
Anagha Enterprises Private Limited	881,135	16.33%	773,235	14.33%
Ashok Kumar Dalmia	535,600	9.93%	535,600	9.93%
Vigil Stocks & Shares Private Limited	527,800	9.78%	527,800	9.78%
Vajradhar Leasing & Finvest Private Limited	650,800	12.06%	376,000	6.97%
Suresh Kumar Jalan	362,440	6.72%	338,350	6.27%

4) Terms and Rights attached to shares:

The Company has only one class of equity shares having face value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. Equity shares holders are also entitled to dividend as and when proposed by the Board of Directors and approved by Share holders in Annual General Meeting. In the event of liquidation of the Company, the holders of Equity shares will be entitled to receive remaining assets of the Company, after distribution of all Preferential amounts which shall be in proportion to the number of shares held by the Shareholders.

(Amount in ₹)

Note 3

RESERVES & SURPLUS

	<u>As at 31st March, 2015</u>	<u>As at 31st March, 2014</u>
A. Capital Reserve		
Balance as per last Balance Sheet	2,500,000	2,500,000
B. Share Premium Account		
Balance as per last Balance Sheet	94,323,634	69,462,400
Add: Premium received on issue of shares	-	25,000,000
Less: Share issue expenses	<u>- 94,323,634</u>	<u>138,766</u>
C. Profit & Loss Account		
Balance as per last Balance Sheet	(128,950,811)	(125,452,749)
Add: Transferred from Statement of Profit & Loss	<u>(1,604,577)</u>	<u>(3,498,062)</u>
TOTAL	<u>(33,731,754)</u>	<u>(32,127,177)</u>

Note 4

LONG TERM BORROWINGS:

UNSECURED LOANS

Loan from Related Parties (Repayable over a period of 3 to 5 years)	25,541,393	25,541,393
TOTAL	<u>25,541,393</u>	<u>25,541,393</u>

Note 5

LONG TERM PROVISIONS:

Provision for Gratuity	761,392	700,718
Provision for Leave Encashment	107,842	276,128
TOTAL	<u>869,234</u>	<u>976,846</u>

Note 6

TRADE PAYABLES:

Micro and Small Enterprises	-	-
Others	7,454	6,568
TOTAL	<u>7,454</u>	<u>6,568</u>

Note: The Company has not received the required information from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence, disclosure relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been made.

Note 7

OTHER CURRENT LIABILITIES:

Statutory Dues	27,524	190,994
Others	321,268	1,041,714
TOTAL	<u>348,792</u>	<u>1,232,708</u>

Note 8

SHORT TERM PROVISIONS:

Provision for Gratuity	576,134	552,410
Provision for Leave Encashment	2,768	8,648
TOTAL	<u>578,902</u>	<u>561,058</u>

Note 9
FIXED ASSETS

(Amount in ₹)

	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK	
	As at 01.04.2014	Additions	Deductions/ Adjustments	As at 31.03.2015	As at 01.04.2014	For the year	Deductions/ Adjustments	As at 31.03.2015	As at 31.03.2015	As at 31.03.2014
Land -Freehold	2,832,179	-	-	2,832,179	-	-	-	-	2,832,179	2,832,179
Office Building	14,124,924	-	-	14,124,924	4,798,739	259,060	-	5,057,799	9,067,125	9,326,185
Furniture & Fixtures	1,278,841	-	-	1,278,841	1,278,840	-	-	1,278,840	1	1
Office Equipment	2,017,467	-	-	2,017,467	2,017,466	-	-	2,017,466	1	1
Computers	168,605	-	-	168,605	168,604	-	-	168,604	1	1
Vehicle	540,000	-	-	540,000	392,129	147,870	-	539,999	1	147,871
Total	20,962,016	-	-	20,962,016	8,655,778	406,930	-	9,062,708	11,899,308	12,306,239
Previous Year	20,962,016	-	-	20,962,016	8,320,417	335,361	-	8,655,778	12,306,238	12,641,599

(Amount in ₹)

Note 10

NON CURRENT INVESTMENTS:

Unquoted - Trade (at cost)

	As at 31st March, 2015	As at 31st March, 2014
In National Savings Security (Pledged with Pondicherry State Electricity Board and Commercial Tax Authorities)	56,475	56,475
TOTAL	<u>56,475</u>	<u>56,475</u>

Note 11

LONG TERM LOANS AND ADVANCES:

(Unsecured and Considered Good)

Security Deposits	492,206	492,206
Advance Tax	1,515,565	1,317,113
Fixed deposit with HDFC*	8,653,116	8,653,116
Others	-	16,057
TOTAL	<u>10,660,886</u>	<u>10,478,492</u>

* Note: 1) Indicates that the amount has been deposited in accordance with the order dated 18.11.2008 of the High Court of Chennai. The matter is still pending final disposal with Supreme Court.
(Refer Note: 22)

2) The maturity period is of more than 12 months.

Note 12

OTHER NON CURRENT ASSETS:

Interest Accrued	1,446,790	809,205
TOTAL	<u>1,446,790</u>	<u>809,205</u>

Note 13

CURRENT INVESTMENTS:

Investment in Mutual Fund- Unquoted

NIL Units (previous year 10674.169) of HDFC Cash Management Fund - Treasury Adv-Ret- Weekly Dividend	-	1,011,257
933188.305 Units (previous year 69710.647) of HDFC Cash Management Fund - Treasury Adv-DP-Ret- Weekly Dividend	9,410,626	700,000
TOTAL	<u>9,410,626</u>	<u>1,011,257</u>

Aggregate amount of unquoted investments	9,411,391	1,711,257
--	-----------	-----------

(Amount in ₹)

Note 14

CASH AND CASH EQUIVALENTS:

	As at 31st March, 2015		As at 31st March, 2014	
Cash on hand	27,955		60,895	
Balance with Banks	511,402		173,928	
Cheques in hand	160,000	699,357	120,000	354,823
TOTAL		699,357		354,823

Note 15

SHORT TERM LOANS AND ADVANCES:

(Unsecured and Considered Good)

Loan to Body Corporates	12,500,000	23,000,000
Others*	665,033	593,492
TOTAL	13,165,033	23,593,492

*Note: Includes Prepaid Expenses and Advance to Employees

Note 16

OTHER CURRENT ASSETS:

(Unsecured and Considered Good)

Interest Accrued	240,226	-
TOTAL	240,226	-

Note 17

OTHER INCOME:

	2014-15	2013-14
Interest Income	4,239,280	1,767,353
Dividend on Current Investment	40,895	150,256
Sundry Balances written back	3,448	5,059
Profit on Sale of Current Investment	-	11,001
Miscellaneous Income	120,000	120,000
TOTAL	4,403,623	2,053,669

Note 18

EMPLOYEE BENEFITS:

Salaries and Wages	1,737,660	1,671,031
Contribution to Provident and Other Funds	152,760	168,055
Gratuity and Leave Encashment	(89,768)	433,953
Employees Welfare Expenses	73,769	63,394
TOTAL	1,874,421	2,336,433

Note 19

FINANCE CHARGES:

Interest Expenses	-	766
Bank Charges	1,420	1,061
TOTAL	1,420	1,827

(Amount in ₹)

Note 20**OTHER EXPENSES****Administration Expenses**

	2014-15	2013-14
Advertisement Expenses	60,410	71,850
Auditor's Remuneration (Refer Note 21.1)	89,888	89,888
Books and Periodicals	4,213	3,060
Electricity Charges	74,313	123,191
Entertainment Expenses	25,727	29,997
Printing and Stationery	61,098	55,759
Legal and Professional Fees	1,063,822	586,876
Listing Fees	128,091	28,090
Postage and Telegram	137,256	51,767
Rent, Rates and Taxes	58,745	90,778
Repairs and Maintenance		
Building	37,069	40,509
Others	41,531	31,781
Service Tax	165,522	31,218
Security Charges	671,767	657,195
Subscription and Membership Fees	-	2,750
Sundry Balances written off	-	7,066
Share Transfer Expenses	68,623	70,143
Travelling Expenses	579,199	537,514
Others	458,156	368,678
TOTAL	3,725,429	2,878,110

Note 20.1**Payment to Auditor's**

Statutory Audit Fees	89,888	89,888
TOTAL	89,888	89,888

Note 21 CONTINGENT LIABILITIES:

- a) The Electricity Department Pondicherry has filed a special leave petition before the Supreme Court of India, challenging the findings of the Madras High Court in respect of demand towards Electricity Charges of ₹ 17,78,51,077/- (includes interest of ₹ 12,10,85,645/-) since converted into a civil Application. Subsequently the matter has been referred to Supreme Court, Lok Adalat, where it is pending for hearing and disposal. The Company has been legally advised that the case can be successfully contested/defended and hence no provision is made.

- b) The Company has not provided in the Accounts disputed claim of ₹ 1,34,00,000/- towards demurrage charges (in addition to interest on the said claim) relating to import of scrap for which the appeal before the Supreme Court is pending disposal. The Company has been advised that no liability will be fastened on the Company, based on the facts and circumstances of the case. However, an amount (along with Interest over the years) of ₹ 86,53,116/- is lying deposited with HDFC Bank Ltd. in accordance with the directions of the Supreme Court vide order dated 18th November, 2008 (See Note 11).

Note 22 The Company has not been carrying on any operations. Hence information pursuant to AS-17 on "Segment Reporting" is not applicable to the Company.

Note 23 The Company has suspended its operation. In view thereof and in consideration of prudence, the Company has not recognised Deferred Tax Asset in respect of set off of available losses and timing differences.

Note 24 No provision for taxation is necessary, in view of the accumulated losses incurred over the years.

Note 25 RELATED PARTY DISCLOSURES:

As Per Accounting Standard 18 (AS- 18) "Related Party Disclosures", the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

- i) **Related Party with whom transactions have been taken place and relationships:**

Name of the Related Party	Relationship
Prithviraj S. Parikh	Key Mangerial Personnel (KMP)
Western Rolling Mills Private Limited	Enterprise over which relatives of KMP having control
Anagha Enterprises Private Limited	Enterprise over which KMP and Relatives of KMP are able to exercise significant influence

- ii) **Transactions during the year with related parties:**

(Amount in ₹)

Particulars	Prithviraj S. Parikh	Western Rolling Mills Private Limited	Anagha Enterprises Private Limited
1) Travelling Expense reimbursement	11,920 (-)	- (-)	- (-)
2) Short Term Borrowings taken	2,421,445 (-)	- (-)	- (4,275,000)
3) Short Term Borrowings repaid	2,421,445 (-)	- (-)	- (4,275,000)

iii) Balance as at 31st March, 2015:

(Amount in ₹)

Particulars	Prithiviraj S. Parikh	Western Rolling Mills Private Limited	Anagha Enterprises Private Limited
Long Term Borrowings	- (-)	25,541,393 (25,541,393)	- (-)
Short Term Borrowings	- (-)	- (-)	- (-)

Note: Figures in brackets represents Previous Year's amount.

Note 26 Earnings per share (EPS)

Particulars	For the Year ended	For the Year ended
	31st March, 2015	31st March, 2014
Net Loss after tax attributable to Equity Shareholders (In ₹)	(1,604,577)	(3,498,062)
Weighted Average number of equity shares outstanding during the year	5,396,468	5,095,098
Basic and Diluted Earnings per share (In ₹)	(0.30)	(0.69)
Face Value per equity share (In ₹)	10	10

Note 27 EMPLOYEE BENEFITS OBLIGATIONS:

As per Accounting Standard 15 "Employee Benefits", the disclosures as defined in the Accounting Standard are given below:

Defined Contribution Plans:

The Company offers its employees defined contribution plan in the form of provident fund, family pension fund and superannuation fund. Provident fund, family pension fund cover substantially for all regular employees. Contributions are paid during the year into separate funds. While both the employees and the Company pay predetermined contributions into the provident fund and pension fund, no fund has been created by the Company for gratuity. The Company's contribution to the provident fund and family pension fund has been charged to Statement of Profit and Loss.

Contribution to Defined Contribution Plans, recognised as expense for the year is as under:

Particulars	2014-15	2013-14
Employer's Contribution to Provident Fund	87,116	85,328
Employer's Contribution to Pension Scheme	31,603	36,409
Employer's Contribution to ESIC	29,110	30,081

Defined Benefit Plans:

The company offers its employees defined benefit plans in the form of gratuity (a lump sum amount). Benefits under the defined benefit plans are based on years of service and the employees last drawn salary immediately before exit. The gratuity scheme covers substantially all regular employees. However the Company has not created any fund in accordance with the scheme. Commitments are actuarially determined at year end. On adoption of the revised Accounting Standard (AS 15) on "Employee Benefits", actuarial valuation is done based on "Projected Unit Credit Method". Gains and loss of changed actuarial assumptions are charged to Statement of Profit & Loss. The obligation for leave Encashment benefits is recognised in the manner similar to Gratuity.

The defined benefits as below:

- i) Reconciliation of fair value of assets and obligations:

(Amount in ₹)

Particulars	Gratuity (Non funded)		Leave Encashment (Non funded)	
	2014-15	2013-14	2014-15	2013-14
Present value of obligation	1,337,526	1,253,128	110,610	284,776
Fair Value of Plan Assets	-	-	-	-
Net Liability recognised in the Balance Sheet	1,337,526	1,253,128	110,610	284,776

- ii) Reconciliation of opening and closing balances of fair value of Plan Assets:

(Amount in ₹)

Particulars	Gratuity (Non funded)		Leave Encashment (Non funded)	
	As at 31.03.15	As at 31.03.14	As at 31.03.15	As at 31.03.14
Opening Balance	NIL	NIL	NIL	NIL
Expected Return	NIL	NIL	NIL	NIL
Contributions by the Company	NIL	NIL	NIL	NIL
Benefits paid	NIL	NIL	NIL	NIL
Actuarial Gain	NIL	NIL	NIL	NIL
Closing balance 31.03.15	NIL	NIL	NIL	NIL

The Company has not created any fund into which contributions are made. Hence furnishing of information on Return on Plan Assets does not arise.

iii) Expenses recognised during the year:

(Amount in ₹)

Particulars	Gratuity (Non funded)		Leave Encashment (Non funded)	
	2014-15	2013-14	2014-15	2013-14
Current Service Cost	71,516	70,120	(1,744)	18,886
Interest Cost	100,250	85,572	22,782	20,924
Expected Return on Plan Assets	-	-	-	-
Benefits paid directly	-	-	-	-
Net Actuarial (Gain)/loss	(87,369)	27,790	(195,204)	(16,589)
Expense recognized in the Statement of Profit and Loss	183,482	183,482	23,221	23,221

iv) Actuarial calculations used to estimate defined benefit commitments and expenses are based on the following assumptions, which if changed, would affect the defined benefit commitment's size.

Particulars	Gratuity (Non Funded)		Leave Encashment (Non Funded)	
	2014-15	2013-14	2014-15	2013-14
Mortality table	IALM 2006-08	IALM 2006-08	IALM 2006-08	IALM 2006-08
	(Ultimate)	(Ultimate)	(Ultimate)	(Ultimate)
Rate of Discount applied	7.50%	8.00%	7.50%	8.00%
Expected Salary Escalation	6.00%	6.00%	6.00%	6.00%
Expected Return on plan assets	-	-	-	-

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

v) Amounts recognised in current year and previous four years:

(Amount in ₹)

Particulars	31st March				
	2015	2014	2013	2012	2011
Gratuity					
Defined benefit obligation	1,337,526	1,253,128	1,069,646	1,196,777	-
Fair value of planned assets	-	-	-	-	-
(Surplus) / Deficit in the plan	1,337,526	1,253,128	1,069,646	1,196,777	-
Actuarial (gain) / loss on plan liabilities	(87,369)	27,790	(283,671)	(95,413)	-
Actuarial gain / (loss) on plan assets	-	-	-	-	-

vi) The expected contributions for Defined Benefit Plan for the next financial year will be in line with FY 14-15.

Note 28 Additional information as required under Section 186 (4) of the Companies Act, 2013 during the year:

- No investment made in Body Corporate.
- No Guarantee is given by the Company.
- Loan given by the Company to Body Corporate or person is as under:

Name	Amount (In ₹)	Purpose
Richline Leasing & Finance Private Limited	12,500,000	General Corporate

Note 29 The figures of the previous year have been reworked, regrouped, rearranged and reclassified, wherever necessary to conform to the current year presentation.

As per our report of even date

For and on behalf of the Board of Directors

For **Chaturvedi & Shah**
(Firm Registration No. 101720W)
Chartered Accountants

Sd/-
Amit Chaturvedi
Partner
Membership No.103141

Sd/-
Nalin S. Parikh
Director
(DIN : 00106844)

Sd/-
Prithviraj S. Parikh
Director
(DIN : 00106727)

Place : Mumbai
Date : 30th May, 2015

Sd/-
P. K. R. K. Menon
Company Secretary
(F.C.S. - 1074)

Sd/-
R. Radhakrishnan
Chief Financial Officer
(PAN : AACPR0016P)

EASTCOAST STEEL LIMITED

CIN :L27109PY1982PLC000199

Regd. Office: Cuddalore Road, Pillaiyakuppam Post, Bahour Commune, Pondicherry -607 402.
Tel.: 022-40750100, Fax No: 022-2204 4801, Email : esl@eastcoaststeel.com

ATTENDANCE FORM

Name of Shareholder	
Number of Equity Shares held	
Folio Number/ DP ID – Client ID	

I/we hereby record my / our presence at the 32nd Annual General meeting of the Company held at Cuddalore Road, Pillaiyakuppam Post, Bahour Commune, Pondicherry – 607 402, on Saturday, 26th September, 2015 at 11:15 A.M.

Signature of the attending Member/ Proxy	
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- Note: 1. A shareholder/ Proxy holder wishing to attend meeting must bring the Attendance Slip to the meeting and hand it over at the entrance duly signed.
2. He / She is advised to bring along a copy of Annual Report to the meeting for reference.

EASTCOAST STEEL LIMITED

CIN :L27109PY1982PLC000199

Regd. Office: Cuddalore Road, Pillaiyakuppam Post, Bahour Commune, Pondicherry -607 402.
Tel.: 022-40750100, Fax No: 022-2204 4801, Email : esl@eastcoaststeel.com

FORM NO. MGT-11 PROXY FORM

(Pursuant to section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rule, 2014)

Name & Address of the Shareholder (IN BLOCK LETTERS)		
Email ID:	Folio No /DP ID- Client ID :	No. of Shares :

I/We _____ being the member (s) of the above named company, hereby appointed :

1.	Name:	
	Address :	
	E-mail ID :	Signature :

Or Failing him/her

2.	Name:	
	Address :	
	E-mail ID :	Signature :

Or Failing him/her

3.	Name:	
	Address :	
	E-mail ID :	Signature :

as my/ our proxy to attend and vote, in case of a poll, for me/us and on my/our behalf at the 32nd Annual general meeting of the Company, to be held on Saturday , the 26th day of September, 2015 at Cuddalore Road, Pillaiyakuppam Post, Bahour Commune, Pondicherry – 607 402 and at any adjournment thereof in respect of all resolution proposed to passed therein as Under :

P.T.O.

Resolution No.	Resolution(s)	Vote	
		For	Against
Ordinary Business : Ordinary Resolution			
1	Adoption of statement of profit & loss, Balance Sheet, report of Board of Director and Auditor's for the financial year 31 st March, 2015		
2	Appointment of Shri Nalin S.Parikh holding DIN- 00106844 who retires by rotation.		
3	To ratify appointment of M/s. Chaturvedi & Shah having Firm Registration No. 101720W, Chartered Accountants as Statutory auditors and fix their remuneration for the financial year 2015-16.		
Special Business : Ordinary Resolution			
4	Appointment of Shri Hitesh V. Raja as an Independent Director of the Company		
5	Appointment of Ms. Sharmila S. Chitale as an Independent Director of the Company		
Special Business : Special Resolution			
6	Keeping Registers', Return, etc. at a place other than the Registered Office.		

Signed on this day of _____ 2015

Signature of shareholder: _____

Signature of Proxy Holder(s) : _____

Signature across
Revenue Stamp

Affix
₹ 1
Revenue
Stamp





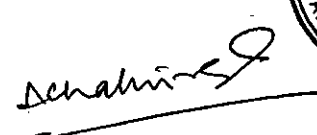
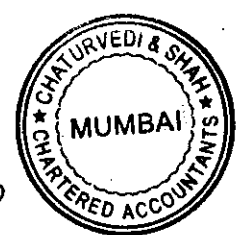
Note:

1. The Proxy must be lodged at the Regd. Office of the Company mentioned as above, not less that 48 hours before the time of Annual General Meeting.
2. The proxy need not be a Member of the Company.
3. In case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the vote of the other joint-holders. Seniority shall be determined be the order in which the names stand in the Register of Members.
4. This form of proxy confers authority to demand or joint in demanding a poll.
5. The submission by a member of this form of proxy will not preclude Member from attending in person and voting at the Meeting.

For Office Use Proxy No. :

Date of Receipt :

FORM A

1.	Name of the Company	EASTCOAST STEEL LIMITED
2.	Annual Financial Statements for the year ended	31 st March, 2015
3.	Type of Audit Observation	Un – qualified
4.	Frequency of Observation	Not Applicable
5.	To be Signed by :- • Chairman – Audit Committee • CEO / Director • Auditor of the Company	  Hitesh V. Raja Director DIN: 02681574   Prithviraj S. Parikh Director DIN: 00106727   M/s. Chaturvedi & Shah Chartered Accountants Firm Reg. No. 101720W