



# Modern Steels Limited

CORPORATE OFFICE : 98-99, SUB CITY CENTRE, SECTOR 34, CHANDIGARH - 160 022 (INDIA)

Tel : +91-172-2609001, 2609002, FAX : +91-172-2609000

E-mail : info@modernsteels.com, CIN : L27109PB1973PLC003358

Ref: MSL/SECT/BSE/

Date: 7<sup>th</sup> September, 2019

M/s. BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai-400001

**SUB: Annual Report of the Company along with Notice of 45<sup>th</sup> Annual General Meeting (AGM) and Newspaper Publication of Notice**

Dear Sir,

Pursuant to relevant Regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith Annual Report for Financial Year 2018-19 along with Notice of the 45<sup>th</sup> AGM of the Company to be held on Monday, 30<sup>th</sup> September, 2019 and copy of Newspaper Publication of Notice.

The schedule of the events is set as below:

S. No.	Event	Date
1.	Relevant/Cut-off date to vote on AGM resolution	23 <sup>rd</sup> September, 2019
2.	Commencement of e-voting	27 <sup>th</sup> September, 2019 (9.00 AM)
3.	End of e-voting	29 <sup>th</sup> September, 2019 (5.00 PM)
4.	Annual General Meeting	30 <sup>th</sup> September, 2019 (11.00 AM)

Please take the above on your record.

Thanking you

Yours truly,  
for MODERN STEELS LIMITED

  
(Mansi Gupta)  
AUTHORISED SIGNATORY



# NOTICE OF 45<sup>TH</sup> ANNUAL GENERAL MEETING

## NOTICE

Notice is hereby given that the 45<sup>th</sup> Annual General Meeting of the members of Modern Steels Limited will be held on Monday, the 30<sup>th</sup> day of September, 2019 at 11:00 A.M. at the Registered Office of the Company at G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab - 147 301 to transact the following business:

### ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2019 together with the reports of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Krishan Kumar Goyal (DIN: 00482035), who retires by rotation at this Annual General Meeting and being eligible has offered himself for re-appointment.
3. To re-appoint Auditors and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to provisions of Section 139 of the Companies Act, 2013 and other applicable provisions of the Act, if any and the rules framed thereunder, as amended from time to time, on recommendation of Audit Committee of the Company, M/s Aaryaa & Associates, Chartered Accountants(Firm Registration No. 015935N), be and are hereby re-appointed as Statutory Auditors of the Company for a period of three years, to hold office from the conclusion of this Annual General Meeting till the conclusion of the Annual General Meeting to be held in the year 2022 on a remuneration as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors."

### SPECIAL BUSINESS:

4. To continue the directorship of Mr. Dildar Singh Gill (DIN: 00211236) as an Independent Non-Executive Director who has attained the age of 75 years above and in this regard to consider and if thought fit, to pass the following resolution as a Special Resolution:  
**"RESOLVED THAT** pursuant to Regulation 17(1A) of SEBI(Listing Obligations and Disclosure Requirements)(Amendment) Regulations, 2018 (including any statutory modification(s) or re-enactment thereof for the time being in force), approval of the members be and is hereby accorded to continue the directorship of Mr. Dildar Singh Gill (DIN: 00211236), Independent Non-Executive Director of the Company for the remaining tenure of

his appointment, notwithstanding that he has attained the age of 75 years."

5. To approve the material related party transactions with Nabha Commerce Private Limited and in this regard to consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 188 and other applicable provisions of the Companies Act, 2013 read with the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) and pursuant to the provisions of Regulation 23(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, approval of the Company be and is hereby accorded to the Board of Directors, to enter into contracts/arrangements/ transactions with Nabha Commerce Private Limited, a Related Party under Section 2(76) of the Companies Act, 2013 and Regulation 23 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 related to sale / purchase of products, goods, materials or services subject to a maximum aggregate transactions of Rs.100 crores in a financial year on such terms and conditions as may be mutually agreed between the Company and Nabha Commerce Private Limited, at arm's length basis and at prevailing market prices.

**RESOLVED FURTHER THAT** the Board of Directors / Key Managerial Personnel be and are hereby authorized to decide upon the nature and value of the products, goods, materials or services to be transacted with Nabha Commerce Private Limited, within the aforesaid limit.

**RESOLVED FURTHER THAT** the Board of Directors of the Company and/or a Committee thereof and/or Key Managerial Personnel, be and are hereby, authorized to do or cause to be done all such acts, matters, deeds and things and to settle any queries, difficulties, doubts that may arise with regard to any transaction with the related party and execute such agreements, documents and writings and to make such filings, as may be necessary or desirable for the purpose of giving effect to this resolution, in the best interest of the Company."

6. To ratify the remuneration of the Cost Auditors for the financial year ending 31<sup>st</sup> March, 2020 and pass the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 and rules framed there



under, as amended from time to time and such other permissions as may be necessary, the Members hereby ratify the remuneration of Rs.70,000/- (annual) plus service tax/GST and out of pocket expenses payable to M/s. V. Kumar & Associates, Cost Accountants, who were appointed by the Board of Directors of the Company to conduct the audit of the Cost records of the Company for the Financial Year ending 31<sup>st</sup> March, 2020.

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

7. To adopt new set of Memorandum of Association/ Articles of Association as per Companies Act, 2013 and in this regard to consider and, if thought fit to pass with or without modification(s), the following resolution as a Special Resolution:

“**RESOLVED THAT** pursuant to the provisions of Section 13 and Section 14 and other applicable provisions if any of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force) read with rules made thereunder consent of the members be and is hereby accorded to adopt new set of Memorandum of Association/ Articles of Association in accordance with the provisions of Companies Act, 2013 in place of existing Memorandum of Association/Articles of Association of the Company.

**RESOLVED FURTHER THAT** the Board of Directors be and are hereby authorized to do all such acts, deeds, matters and things as may be required to be done to give effect to this resolution.”

8. Approval of remuneration paid to Mr. Krishan Kumar Goyal, as Managing Director from 1<sup>st</sup> April, 2017 pursuant to amended Section 197 of the Companies Act, 2013:

To consider and if thought fit, to approve the remuneration paid to Mr. Krishan Kumar Goyal, as Managing Director from 1<sup>st</sup> April, 2017 and pass the following resolution as Special Resolution:

“**RESOLVED THAT** pursuant to the provisions of Sections 196, 197 (as amended and became applicable w.e.f. 12<sup>th</sup> September,2018), 198 and other applicable provisions, if any, of the Companies Act, 2013 (the Act), including any amendments thereto, Schedule V of the Companies Act read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any amendment(s), modification(s) or re-enactments(s)

as may be in force or may come into effect from time to time) and rules, regulations, orders, guidelines or clarifications made/issued or as may be issued to that effect and the approval on behalf of Nomination & Remuneration Committee and the Board of Directors and also subject to such further approvals from lenders etc., approval of the members be and is hereby accorded to the past remuneration already paid by the Company from 1<sup>st</sup> April, 2017, that was duly approved by shareholders in 43<sup>rd</sup> Annual General Meeting held on 9<sup>th</sup> September,2017, to Mr. Krishan Kumar Goyal, as Managing Director, in view of absence or inadequacy of profits and occurrence of default in repayment of principal amount of loan(s) and/or interest payable to Banks/ Financial Institutions.

**RESOLVED FURTHER THAT** the Board be and are hereby severally authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

9. Approval of remuneration paid to Mr. Rajesh Kumar Sinha, as Director (Operations) from 28<sup>th</sup> May, 2018 pursuant to amended Section 197 of the Companies Act, 2013:

To consider and if thought fit, to approve the remuneration paid to Mr. Rajesh Kumar Sinha, as Director (Operations) from 28<sup>th</sup> May,2018 and pass the following as Special Resolution:

“**RESOLVED THAT** pursuant to the provisions of Sections 196, 197 (as amended and became applicable w.e.f. 12<sup>th</sup> September,2018), 198 and other applicable provisions, if any, of the Companies Act, 2013 (the Act), including any amendments thereto, Schedule V of the Companies Act read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any amendment(s), modification(s) or re-enactments(s) as may be in force or may come into effect from time to time) and rules, regulations, orders, guidelines or clarifications made/issued or as may be issued to that effect and the approval on behalf of Nomination & Remuneration Committee and the Board of Directors and also subject to such further approvals from lenders etc., approval of the members be and is hereby accorded to the past remuneration already paid by the Company from 28<sup>th</sup> May,2018, that was duly approved by shareholders in 44<sup>th</sup> Annual General Meeting held on 29<sup>th</sup> September,2018, to Mr. Rajesh Kumar Sinha, as Director (Operations), in view of absence or inadequacy of profits and occurrence of default in repayment of principal amount of loan(s) and/or interest payable to Banks/ Financial Institutions.

# NOTICE OF 45<sup>TH</sup> ANNUAL GENERAL MEETING

**RESOLVED FURTHER THAT** the Board be and are hereby severally authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

By order of the Board of Directors  
For Modern Steels Limited

Krishan Kumar Goyal

Place: Chandigarh                      Chairman & Managing Director  
Dated: 13<sup>th</sup> August, 2019                      DIN: 00482035

**Registered Office:**

G.T. Road, Mandi Gobindgarh,  
Distt. Fatehgarh Sahib, Punjab -147 301

**CIN:** L27109PB1973PLC003358

**Email:** secretarial@modernsteels.com

**Website:** www.modernsteels.com

**Phone:** (0172) 2609001/2, **Fax:** (0172) 2609000

**NOTES:**

1. 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/herself and the proxy need not be a member of the Company. The instrument appointing the proxy should, however be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting.  
  
A person can act as a 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.
2. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. Details under Regulation 36 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchanges in respect of the Directors seeking re-appointment at the Annual General Meeting, if any is annexed hereto.
4. A Statement pursuant to Section 102 of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.
5. Members are requested to bring their attendance slip along with their copy of Annual Report to the Meeting.
6. Members who wish to obtain any information on the Company or view the Accounts for the financial year ended 31<sup>st</sup> March, 2019, may send their queries at least 10 days before the Annual General Meeting at Company’s Office at SCO 98-99, Sub-City Centre, Sector 34, Chandigarh-160 022.
7. The Register of Members and Share Transfer Books of the Company will remain closed from 23<sup>rd</sup> September, 2019 to 30<sup>th</sup> September, 2019 (both days inclusive).
8. I. Members holding shares in the dematerialized mode are requested to intimate all changes with respect to their addresses, bank details, mandate etc., to their respective Depository Participant (DP). These changes will be automatically reflected in Company’s records, which will help the Company to provide efficient and better services to the members. The Members holding shares in physical form are requested to intimate immediately change of address, if any, to the Company’s Registrar and Transfer Agent.  
  
II. In terms of SEBI circular No. SEBI/LAD-NRO/ GN/2018/24, members holding shares in physical form are requested to consider converting their holdings to dematerialized form to eliminate risks associated with physical shares and for better management of the securities. Members can write to the Company’s Registrar and Transfer Agent in this regard.
9. As per the provisions of the Companies Act, 2013 and the rules made thereunder and Regulation 36(1) (a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Shareholders can now receive various notices and documents through electronic mode by registering their e-mail addresses with the Company. Shareholders who have not registered their e-mail address with the Company can now register the same by submitting duly filled in ‘E-Communication Registration Form’ attached at the end of this report with MCS Share Transfer Agent Limited / Investors Service Department of the Company. The Members holding shares in electronic form are requested to register their e-mail addresses with their Depository Participants only.  
  
Even after registering for e-communication the Shareholders of the Company are entitled to receive such communication in physical form, upon request.
10. 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 their PAN to their Depository Participants with whom they are maintaining their demat accounts.



Members holding shares in physical form can submit their PAN to the Company or M/s. MCS Share Transfer Agent Limited.

11. Soft copy of the Annual Report for the financial year 2018-2019 is being sent to all the members, whose email IDs are registered with the Company/ Depository Participants(s) for communication purposes. For members who have not registered their email address, physical copies of the Annual Report for the financial year 2018-19 is being sent in the permitted mode.
12. Soft copy of the Notice of the 45<sup>th</sup> Annual General Meeting of the Company, inter-alia, indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/ Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Notice of the 45<sup>th</sup> Annual General Meeting of the Company, inter-alia, indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.
13. Members may also note that the Notice of the 45<sup>th</sup> Annual General Meeting and the Annual Report for the financial year 2018-19 will also be available on the Company's website [www.modernsteels.com](http://www.modernsteels.com) for their download. For any communication, the members may also send requests at email ID: [secretarial@modernsteels.com](mailto:secretarial@modernsteels.com).
14. Procedure for "Remote E-Voting" pursuant to provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide Members, facility to exercise their right to vote on resolutions proposed to be considered at the 45<sup>th</sup> Annual General Meeting (AGM) by electronic means and the business may be transacted through remote e-voting Services.  
  
The facility of casting the votes by the Members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).

- I. The Members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
- II. The remote e-voting period commences on Friday, the 27<sup>th</sup> September, 2019 (9.00 a.m.) and ends on Sunday, the 29<sup>th</sup> September, 2019 (5.00 p.m.). During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23<sup>rd</sup> September, 2019, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Member, he /she shall not be allowed to change it subsequently.
- III. The facility for voting through poll shall be made available at the venue of 45<sup>th</sup> AGM. The members attending the AGM, who have not cast their votes through remote e-voting facility shall be able to exercise their voting rights at the AGM.
- IV. Instructions and other information related to remote e-voting are as under:

*The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:*

**Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>**

**Step 2: Cast your vote electronically on NSDL e-Voting system.**

#### **A DETAIL ON STEP 1 IS MENTIONED BELOW:**

##### **How to Log-in to NSDL e-Voting website?**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/>.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen. Alternatively, if you are registered for NSDL e-services i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

# NOTICE OF 45<sup>TH</sup> ANNUAL GENERAL MEETING

4. Your User ID details will be as per details given below:

<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below:

- a. If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b. If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need enter the 'initial password' and the system will force you to change your password.
- c. How to retrieve your 'initial password'?
  - i. If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
  - ii. If your email ID is not registered, your 'initial password' is communicated to you on your postal address.

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

- a. Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsd.com](http://www.evoting.nsd.com).
- b. "Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsd.com](http://www.evoting.nsd.com).
- c. If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
- d. Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

### **A DETAIL ON STEP 2 IS GIVEN BELOW:**

#### **How to cast your vote electronically on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.



## **GENERAL GUIDELINES FOR SHAREHOLDERS**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [bkgupta.associates@gmail.com](mailto:bkgupta.associates@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)
15. You can also update your mobile number and e-mail id in the user profile details of the folio, which may be used for sending future communication(s).
16. The voting rights of members shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date i.e. 23<sup>rd</sup> September, 2019.
17. Mr. Bhupesh Gupta, B.Com, LLB, IP, FCS, Practicing Company Secretary (Membership No. FCS 4590) has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.
18. The scrutinizer shall, immediately after the conclusion of voting at the Annual General Meeting, first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and make, not later than two days of conclusion of the meeting, a consolidated Scrutiniser's Report of the total votes cast in the favour or against, if any, to the Chairman or a person authorised by him in writing who shall countersign the same.
19. The Chairman or a person authorised by him in writing shall declare the result of the voting forthwith.

The Results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.modernsteels.com](http://www.modernsteels.com) and on the website of NSDL and communicated to the BSE Limited.

20. The route map showing directions to reach the venue of AGM is annexed.
21. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection, at the Registered Office of the Company, during normal business hours (9:00 AM to 5:00 PM) on all working days (except on public holidays), upto the date of the Annual General Meeting.

By order of the Board of Directors  
For Modern Steels Limited

Krishan Kumar Goyal

Place: Chandigarh Chairman & Managing Director  
Dated: 13<sup>th</sup> August, 2019 DIN: 00482035

Registered Office:  
G.T. Road, Mandi Gobindgarh,  
Distt. Fatehgarh Sahib, Punjab -147 301  
CIN: L27109PB1973PLC003358  
Email: [secretarial@modernsteels.com](mailto:secretarial@modernsteels.com)  
Website: [www.modernsteels.com](http://www.modernsteels.com)  
Phone: (0172) 2609001/2, Fax: (0172) 2609000

## **STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 ("the Act")**

### **ITEM NO. 3**

M/s Aaryaa & Associates, Chartered Accountants (Firm Registration No. 015935N) were appointed as statutory auditors in the year 2014 for a period of five years whose tenure is completed in the ensuing Annual General meeting. The Board of Directors, on recommendation of Audit Committee approved the appointment of M/s Aaryaa & Associates for a further period of three years to hold office from the conclusion of this Annual General Meeting till the conclusion of the Annual General Meeting to be held in the year 2022 at a remuneration as may be decided by the Board of Directors, subject to approval of members.

None of the Directors / Key Managerial Personnel of the Company / their relatives are in any way, concerned or interested, financially or otherwise, in this resolution.

The Board recommends the Resolution set out at Item Nos. 3 of the Notice for approval by the shareholders.

## NOTICE OF 45<sup>TH</sup> ANNUAL GENERAL MEETING

### ITEM NO. 4

Mr. Dildar Singh Gill (DIN: 00211236) was appointed as Independent Director on the Board of the Company pursuant to the provisions of Section 149 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. He hold office as Independent Director of the Company upto the conclusion of the Annual General Meeting of the Company to be held in the year 2020 ("second term in line with the explanation to Sections 149(10) and 149 (11) of the Act).

Pursuant to Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the non-executive director who has attained the age of 75 years require special resolution for continuation of directorship.

The Board, based on the performance evaluation of Independent Director and as per the recommendation of the Nomination and Remuneration Committee, considers that, given his background and experience and contributions made by him during his tenure, the continued association of Mr. Dildar Singh Gill would be beneficial to the Company and it is desirable to continue to avail his services as Independent Director. Accordingly, it is proposed to continue Mr. Dildar Singh Gill as Independent Director of the Company, not liable to retire by rotation and to hold office for the remaining tenure of his appointment, notwithstanding that he has attained the age of 75 years.

Mr. Dildar Singh Gill is interested in the resolution set out at Item Nos. 4 of the Notice.

The relatives of Mr. Dildar Singh Gill may be deemed to be interested in the respective resolution to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in this resolution.

The Board recommends the Special Resolution set out at Item Nos. 4 of the Notice for approval by the shareholders.

### ITEM NO. 5

Nabha Commerce Private Limited is a related party within the meaning of Section 2(76) of the Companies Act, 2013 and Regulation 23 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Audit Committee of Directors and the Board of Directors of the Company in their meeting approved the related party transactions with Nabha Commerce Private Limited for sale, purchase of goods and to provide / avail services to / from Nabha Commerce Private Limited, a related party, subject to a maximum aggregate transactions of

Rs.100 crores in a financial year. Under the provisions of Regulation 23 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a transaction with a related party shall be considered material if the transaction / transactions to be entered into individually or taken together with previous transactions during a financial year, exceeds ten percent of the annual consolidated turnover of the Company as per the last audited financial statements of the Company. The regulation further provides that all material related party transactions shall require approval of the shareholders through ordinary resolution.

Since the transactions with Nabha Commerce Private Limited are estimated to be upto Rs.100 crores in a financial year, which exceeds 10% of the annual consolidated turnover of the Company as per the audited financial statement as on 31<sup>st</sup> March, 2019, the transactions are required to be approved by the shareholders as an Ordinary Resolution.

The said transactions are in the ordinary course of business of the Company and at arm's length basis.

Other details as required as per the Companies (Meetings of Board and its Powers) Rules, 2014.

- (a) Name of Related Party: Nabha Commerce Private Limited
- (b) Name of Director or Key Managerial Personnel who is related: Mr. Krishan Kumar Goyal, Managing Director of the Company.
- (c) Nature of relationship: Mr. Krishan Kumar Goyal and his relatives are the shareholders of Nabha Commerce Private Limited.
- (d) Material Terms of contracts/arrangements/transactions: Sale / purchase of scrap/rolled products on arm's length basis.
- (e) Monetary value: Estimated amount Rs.100 crores in a financial year.
- (f) Any other information relevant or important for the members to make a decision on proposed transaction: Nil

The copies of contract setting out the terms and conditions are available for inspection by members at the Registered Office of the Company.

Accordingly, consent of the members is sought for passing the Ordinary Resolution as set out at Item No. 5 of the Notice.

None of the Directors / Key Managerial Personnel of the Company / their relatives except Mr. Krishan Kumar Goyal along with their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 5 of the Notice.

The Board recommends the Ordinary Resolution set out at Item No. 5 of the Notice for approval by the shareholders.



**ITEM NO. 6**

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of the Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31<sup>st</sup> March, 2020 subject to the ratification of the remuneration payable to the Cost Auditors by the shareholders of the Company in accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 6 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31<sup>st</sup> March, 2020. None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 6 of the Notice.

The Board recommends the Ordinary Resolution set out at Item No. 6 of the Notice for approval by the shareholders.

**ITEM NO. 7**

The existing Memorandum of Association ("MOA") and Articles of Association ("AOA") of the Company, based on the Companies Act, 1956 are no longer in conformity with the Companies Act, 2013. With the coming into force of Companies Act 2013, several clauses of MOA & AOA require alteration/deletion. Given this position, it is considered expedient to adopt a new set of Memorandum of Association and Articles of Association (primarily based on Table A & Table F set out under Schedule I to the Companies Act, 2013) in place of existing MOA & AOA.

As per the provisions of Section 13 & 14 of the Companies Act, 2013, a special resolution has to be passed by the members of the Company for adoption of amended and restated MOA & AOA of the Company.

The Board recommends the above resolution to the shareholders for their approval as Special Resolution.

A copy of amended and restated MOA/AOA of the Company would be available for inspection of the members at [www.modernsteels.com](http://www.modernsteels.com) and at the Registered Office of the Company during the business hours on any working day.

None of the directors or Key Managerial Personnel of the Company or their relatives are concerned or interested in the said resolution.

**ITEM NO. 8**

Mr. Krishan Kumar Goyal was re-appointed as Managing Director of the Company for a period of three years

w.e.f. 1<sup>st</sup> April, 2017 at a salary of Rs. 2,50,000 (Rupees Two Lakh Fifty Thousand Only) per month as per the provisions of the Companies Act, 2013.

At the time of re-appointment of Mr. Krishan Kumar Goyal as Managing Director, the profit of the Company was inadequate and also the accounts of the company with lenders have become NPA.

As per Part II, Section II of Schedule V of Companies Act, 2013 as well as other relevant provisions of the then applicable Companies Act, 2013, approval of the Central Government was required for payment of remuneration in the event of absence or inadequate profit.

The Shareholders, subject to the approval of Central Government, approved his remuneration by way of a special resolution and in accordance with the applicable provisions and Schedule V of the Companies Act, 2013 on terms & conditions as stated in the Notice calling 43<sup>rd</sup> Annual General Meeting dated 9<sup>th</sup> September, 2017 for a period of 3 years w.e.f. 1<sup>st</sup> April, 2017. The said approval was subject to the approval of the Central Government as the Company had incurred loss and had made default in the payment of principal or interest. Further, the approval of his remuneration provided that the said remuneration shall also be treated as minimum remuneration in the case of inadequacy of profit as per provisions of the Companies Act, 2013.

Further, the amended Section 197 of the Companies Act 2013 has done away with the approval from Central Government and has authorized the shareholder to approve payment/ waive the recovery of remuneration to managerial personnel by Special Resolution in the event of loss or inadequacy of profits and in case of default in payment of dues to any bank or public financial institution or non-convertible debenture holders or any other secured creditor, approval of the concerned bank, PFI, NCD Holders or Secured Creditors, as the case may be is required. Accordingly, the resolution is being proposed for the approval of shareholders in consonance of amended provisions of Section 197 of the Companies Act, 2013 and applicable rule.

None of the Directors except Mr. Krishan Kumar Goyal is in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 8 of the Notice.

The relatives of Mr. Krishan Kumar Goyal may be deemed to be interested in the resolution set out respectively at Item No. 8 of the Notice, to the extent of their shareholding interest, if any, in the Company.

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

# NOTICE OF 45<sup>TH</sup> ANNUAL GENERAL MEETING

## ITEM NO. 9

Mr. Rajesh Kumar Sinha was appointed as Director (Operations) of the Company for a period of five years w.e.f. 28<sup>th</sup> May, 2015 and his remuneration was reviewed on 29<sup>th</sup> September, 2018 for a salary in the scale of Rs. 2,75,000-25,000-3,00,000 per month as per the provisions of the Companies Act, 2013.

At the time of reviewal of remuneration of Mr. Rajesh Kumar Sinha as Director (Operations), the profit of the Company was inadequate also the accounts of the company with lenders have become NPA.

As per Part II, Section II of Schedule V of Companies Act, 2013 as well as other relevant provisions of the then applicable Companies Act, 2013, approval of the Central Government was required for payment of remuneration in the event of absence or inadequate profit.

The Shareholders, subject to the approval of Central Government, approved his remuneration by way of a special resolution and in accordance with the applicable provisions and Schedule V of the Companies Act, 2013 on terms & conditions as stated in the Notice calling 44<sup>th</sup> Annual General Meeting dated 29<sup>th</sup> September, 2018 for a period of 2 years w.e.f. 28<sup>th</sup> May, 2018. The said approval was subject to the approval of the Central Government as the Company had incurred loss and had made default in the payment of principal or interest. Further, the approval of his remuneration provided that the said remuneration shall also be treated as minimum remuneration in the case of inadequacy of profit as per provisions of the Companies Act, 2013.

Further, the amended Section 197 of the Companies Act, 2013 has done away with the approval from Central Government and has authorized the shareholder to approve payment/ waive the recovery of remuneration to managerial personnel by Special Resolution in the event of loss or inadequacy of profits and in case of default in payment of dues to any bank or public financial institution or non-convertible debenture holders or any other secured creditor, approval of the concerned bank, PFI, NCD Holders or Secured Creditors, as the case may be is required. Accordingly, the resolution is being proposed for the approval of shareholders in consonance of amended provisions of Section 197 of the Companies Act, 2013 and applicable rule.

None of the Directors except Mr. R.K. Sinha is in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 9 of the Notice.

The relatives of Mr. R.K. Sinha may be deemed to be interested in the resolution set out respectively at Item No. 9 of the Notice, to the extent of their shareholding interest, if any, in the Company.

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

By order of the Board of Directors  
For Modern Steels Limited

Krishan Kumar Goyal  
Chairman & Managing Director  
DIN: 00482035

Place: Chandigarh  
Dated: 13<sup>th</sup> August, 2019

Registered Office:  
G.T. Road, Mandi Gobindgarh,  
Distt. Fatehgarh Sahib, Punjab -147 301  
CIN: L27109PB1973PLC003358  
Email: secretarial@modernsteels.com  
Website: www.modernsteels.com  
Phone: (0172) 2609001/2, Fax: (0172) 2609000

## INFORMATION REGARDING DETAILS OF THE DIRECTORS SEEKING REAPPOINTMENT IN ANNUAL GENERAL MEETING FIXED ON 30<sup>TH</sup> SEPTEMBER, 2019 PURSUANT TO REGULATION 36 (3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

### ITEM NO. 2

Name of the Director	Mr. Krishan Kumar Goyal
Date of Birth	6 <sup>th</sup> September, 1956
Date of Appointment	2 <sup>nd</sup> October, 1978
Resume and expertise in specific functional area	Mr. Krishan Kumar Goyal is energetic and dynamic person. He has a vast experience in the steel business and is well versed with the modern management practices. He joined the Board as Director in October, 1978 and has been the Managing Director of the Company since 1 <sup>st</sup> July, 1986. He is also associated with Confederation of Indian Industry (CII).
Qualification	B.Com, LLB
List of outside Directorships held	i) Modern Dairies Limited ii) Chandigarh Finance Private Limited iii) Bharat Forgings Private Limited
Chairman/Member of the Committee of the Board of Directors of the Company	NIL
Shareholding in the Company	Mr. Krishan Kumar Goyal is holding 24,96,179 equity shares in the Company.
Relationship with other Directors	Not Applicable

**ITEM NO. 4**

Name of the Director	Mr. D.S. Gill
Date of Birth	9 <sup>th</sup> April, 1932
Date of Appointment	27 <sup>th</sup> January, 2003
Resume and expertise in specific functional area	Mr. D.S. Gill did his graduation in Metallurgical Engineering from Banaras Hindu University and thereafter did his post-graduation from USA. He has been Professor at IIT Kharagpur for 3-4 years. He has worked with various corporates for more than 35 years in various capacities. He has vast knowledge and experience in the field of Industrial Management and he has been associated with the Company since long.
Qualification	M.Sc. in Metallurgical Engineering
List of outside Directorships held	NIL
Chairman/Member of the Committee of the Board of Directors of the Company	Audit Committee - Chairman Nomination & Remuneration Committee - Member Stakeholders Relationship Committee - Chairman Allotment Committee - Member Banking & Finance Committee - Chairman
Shareholding in the Company	Mr. Gill is holding 500 equity shares in the Company.
Relationship with other Directors	Not Applicable

# NOTICE OF 45<sup>TH</sup> ANNUAL GENERAL MEETING

## MODERN STEELS LIMITED

**CIN:** L27109PB1973PLC003358

**Registered Office:** G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab 147301

**Email:** secretarial@modernsteels.com, **Website:** www.modernsteels.com

**Phone:** (0172) 2609001/2, **Fax:** (0172) 2609000

### GREEN INITIATIVE IN CORPORATE GOVERNANCE

Dear Shareholders,

In case you have not registered your email address for receiving communication from Company in electronic mode, you may submit the Registration Form given herein below to the Share Transfer Agent namely M/s. MCS Share Transfer Agent Limited, F-65, 1<sup>st</sup> Floor, Okhla Industrial Area, Phase-I, New Delhi 110 020 or to the Company at its office at Modern Steels Limited, S.C.O. 98-99, Sub City Centre, Sector 34, Chandigarh-160 022. Shareholders holding shares in demat mode are requested to register their email addresses with their Depository Participants.

### E-COMMUNICATION REGISTRATION FORM

**(As per the provisions of the Companies Act, 2013 and the rules made thereunder and the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015)**

Folio No. / DP ID & Client ID : .....

Name of 1<sup>st</sup> Registered Holder : .....

Name of Joint Holder(s) : .....

.....

.....

Registered Address : .....

.....

.....

E-mail ID (to be registered) : .....

I/we shareholder(s) of Modern Steels Limited agree to receive communication from the Company in electronic mode.

Please register my/our above e-mail id in your records for sending communication through e-mail.

Signature: .....

Date: .....

Note: Shareholder(s) are requested to keep the Company / Depository Participant informed as and when there is any change in the e-mail address.



# NOTICE OF 45<sup>TH</sup> ANNUAL GENERAL MEETING

## ATTENDANCE SLIP

### MODERN STEELS LIMITED

CIN: L27109PB1973PLC003358

**Registered Office:** G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab 147301

**Email:** secretarial@modernsteels.com, **Website:** www.modernsteels.com

**Phone:** (0172) 2609001/2, **Fax:** (0172) 2609000

### 45<sup>th</sup> ANNUAL GENERAL MEETING

Member's / Proxy's name in Block Letters \_\_\_\_\_

Address \_\_\_\_\_

No. of Shares held \_\_\_\_\_

I / We hereby record my/our presence at the 45<sup>th</sup> Annual General Meeting of the Company held on Monday, the 30<sup>th</sup> September, 2019 at 11:00 a.m. at the Registered Office of the Company at G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab 147301.

\_\_\_\_\_  
Member's Folio / DP ID-Client ID No.

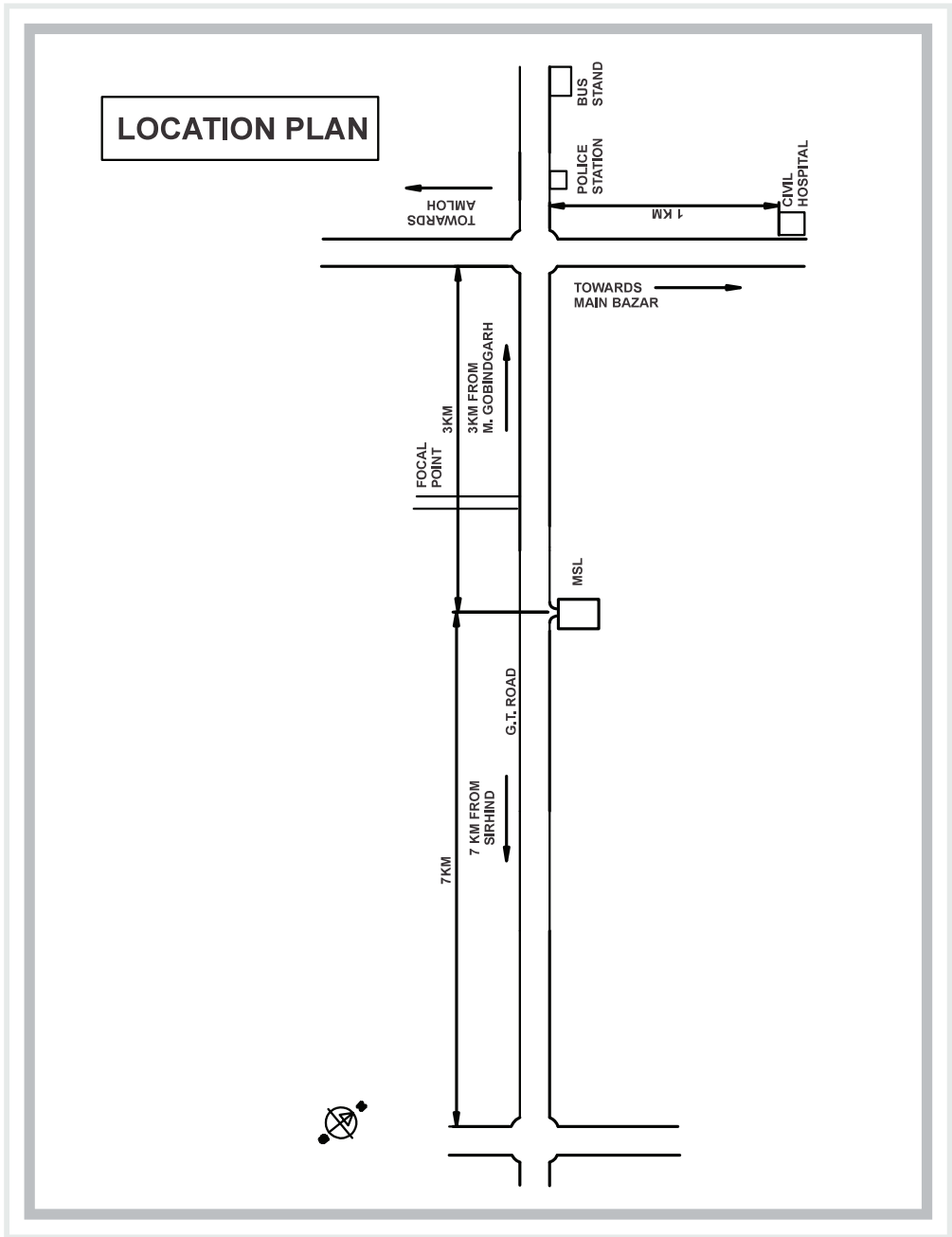
\_\_\_\_\_  
Member's/Proxy's signatures

#### Note:

1. Please complete the Attendance Slip and handover at the entrance of the Meeting venue.
2. Soft copy of the Annual Report for FY 2018-19 and the Notice of the Annual General Meeting (AGM) along with Attendance Slip and Proxy Form is being sent to all the members whose email address is registered with the Depository Participant through email only unless any member has requested for a hard copy of the same. Members receiving soft copy and attending the AGM can print copy of this Attendance Slip.
3. Physical copy of the Notice of the Annual General Meeting along with the Attendance Slip and Proxy Form is sent in the permitted mode(s) to all members whose email is not registered or who have requested for a hard copy and copy of the Annual Report for 2018-19 is being sent separately.
4. Shareholders are requested to bring their copy of the Notice along with them at the Annual General Meeting as the copies of the same will not be distributed at the meeting.



ROUTE MAP TO THE AGM VENUE  
Venue: Modern Steels Limited: G.T. Road, Mandi Gobindgarh,  
Distt. Fatehgarh Sahib, Punjab 147301



# NOTICE OF 45<sup>TH</sup> ANNUAL GENERAL MEETING

## PROXY FORM

Form No. MGT-11

[Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management & Administration) Rules, 2014]

**MODERN STEELS LIMITED**

**CIN: L27109PB1973PLC003358**

**Registered Office:** G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab 147301

**Email:** secretarial@modernsteels.com, **Website:** www.modernsteels.com

**Phone:** (0172) 2609001/2, **Fax:** (0172) 2609000

Name of the member(s): \_\_\_\_\_

Registered Address: \_\_\_\_\_

Email ID: \_\_\_\_\_

Folio No./Client ID/DPID: \_\_\_\_\_

I/We, being the member(s) of \_\_\_\_\_ holding \_\_\_\_\_ shares of above named Company, hereby appoint:

1. Name: \_\_\_\_\_ Address: \_\_\_\_\_  
Email ID: \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him/her
2. Name: \_\_\_\_\_ Address: \_\_\_\_\_  
Email ID: \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him/her
3. Name: \_\_\_\_\_ Address: \_\_\_\_\_  
Email ID: \_\_\_\_\_ Signature: \_\_\_\_\_

or my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 45<sup>th</sup> Annual General Meeting of the Company, to be held on Monday, the 30<sup>th</sup> September, 2019 at 11:00 a.m. at Registered Office: G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab 147301 and at any adjournment thereof in respect of such resolutions as are indicated below:

### Ordinary Business

1. Consideration and adoption of the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2019 together with the reports of the Directors' and Auditors' thereon.
2. Reappointment of Mr. Krishan Kumar Goyal (DIN: 00482035), who retires by rotation.
3. Reappointment of Auditors for a period of three years and fix their remuneration.

### Special Business

4. To continue the directorship of Mr. Dildar Singh Gill (DIN: 00211236) as an Independent Non-Executive Director who has attained the age of 75 years above.
5. Approval of the material related party transactions with Nabha Commerce Private Limited.
6. Ratification of remuneration of Cost Auditors for the financial year 2019-20.
7. To adopt new set of Memorandum of Association/Articles of Association as per Companies Act, 2013
8. Approval of remuneration paid to Mr. Krishan Kumar Goyal, as Managing Director from 1<sup>st</sup> April, 2017 pursuant to amended Section 197 of the Companies Act, 2013
9. Approval of remuneration paid to Mr. Rajesh Kumar Sinha, as Director (Operations) from 28<sup>th</sup> May, 2018 pursuant to amended Section 197 of the Companies Act, 2013

Signed this \_\_\_\_ day of \_\_\_\_\_ 2019

\_\_\_\_\_  
Signature of Shareholder

\_\_\_\_\_  
Signature of Proxy holder(s)

### Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.

Affix  
revenue  
stamp Rs.1





**45<sup>TH</sup>**  
**ANNUAL REPORT**  
**2018-19**



**MODERN STEELS LIMITED**



**BOARD OF DIRECTORS**

Chairman and Managing Director  
Mr. Krishan Kumar Goyal,

Mr. D.S. Gill, Independent Director  
Dr. Priyavrat Thareja, Independent Director  
Dr. Meena Sharma, Independent Director  
Mr. R.K. Sinha - Director (Operations)

**Chief Financial Officer**

Mr. Sanjeev Kumar Verma

**AUDITORS**

M/s. Aaryaa & Associates  
Chartered Accountants

**BANKERS**

Punjab National Bank  
Edelweiss Asset Reconstruction Company Ltd.

**CORPORATE OFFICE**

SCO 98-99, Sub City Centre,  
Sector 34, Chandigarh-160 022, India

**REGISTERED OFFICE & WORKS**

G.T. Road, Mandi Gobindgarh,  
Distt. Fategarh Sahib, Punjab - 147 301, India

**REGISTRARS & SHARE TRANSFER AGENTS**

M/s. MCS Share Transfer Agent Limited  
F-65, First Floor, Okhla Industrial Area, Phase 1,  
New Delhi-110 020

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**DIRECTORS' REPORT**

Dear Members,

Your Directors hereby present their 45<sup>th</sup> Annual Report and Audited Accounts of the Company for the year ended 31<sup>st</sup> March, 2019.

**FINANCIAL HIGHLIGHTS**

	<b>Rs. in Lakhs</b>	
	<b>Year Ended 31.03.2019</b>	<b>Year Ended 31.03.2018</b>
Net Sales & Income from Operations	32842	38419
Operating Profit/(Loss)	(1827)	(2304)
Finance Cost	177	179
Cash Profit/(Loss)	(2004)	(2483)
Depreciation & Amortisation	517	541
Profit/(Loss) before Tax	(2521)	(3024)

**PERFORMANCE**

During the year, Company's operations faced severe increase in metallics and ferro alloys prices. Graphite electrodes, which also has significant cost in the steel production through EAF route, also faced unprecedented increase in its cost.

The Company followed its customers for the price increase but there is always a time lag between the increase in cost of raw material and increase in selling price from the OEM's. Further increase in cost of production could not be passed to customers fully. This affected the operations of the Company.

**DIVIDEND**

Due to the difficult financial position and the losses suffered by the Company, the Directors have not recommended any dividend for the year.

**CURRENT OPERATIONS**

The current year has started with slow down in the economy and subdued demand from its customers. The Company is also facing liquidity challenge and the operating team is working in midst of challenges.

**STATUS OF COMPANY'S ACCOUNTS WITH LENDERS**

Members will recall that the Company's account status is NPA. This is to update the members that State Bank of India and Canara bank have already assigned its portion of debt through ARC route. The company has got an OTS sanctioned from Punjab National Bank (PNB). The Company has requested the bank for change in the terms

of sanction which is under consideration of the bank. The Company is following up with lenders for debt resolution.

**KAIZEN & TS 16949 ACCREDITATION**

Your company has updated the accreditation of Quality Management System on 30<sup>th</sup> November, 2018. Now we are IATF 16949:2016, accredited by DNV – GL, Netherlands. In this financial year i.e. 2019-20, your company is pursuing for two prestigious accreditation: ISO 14001:2015 for Environment Management System (EMS) & ISO 45001:2018 as OH&SMS i.e. Occupational Health & Safety Management System.

**DEPOSITS**

The outstanding exempted deposits at the end of the year under review amount to Rs.131 Lakhs (Previous year Rs. 161 Lakhs).

**CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSIONS & ANALYSIS**

A separate report on Corporate Governance and Management Discussions & Analysis is attached herewith and forms part of this report.

**DIRECTORS**

This is to inform with grief that our founder and Chairman of the Company, Mr. Amarjit Goyal, had left for his heavenly abode on 2<sup>nd</sup> December, 2018. Mr. Goyal was the Chairman of the Board of the Company since inception in 1973.

Mr. Goyal was associated with many trade and industrial associations and was also associated with various social organisations.

The Board placed on record their sincere appreciation for the services rendered by him during his long tenure since inception.

Mr. Krishan Kumar Goyal, Managing Director of the Company has been appointed as the Chairman of the Board of the Company with effect from 14<sup>th</sup> February, 2019 and has been redesignated as Chairman and Managing Director.

Dr. Meena Sharma (DIN: 07241589) was re-appointed as an Independent Non- Executive Director for a second term for a period of 5 (five) consecutive years commencing from 26<sup>th</sup> September, 2018 to 25<sup>th</sup> September, 2023 on the Board of the Company.

In accordance with SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, Mr. Dildar Singh Gill, Independent Director (DIN: 00211236) to be continued as independent non-

executive director for the remaining period of his tenure notwithstanding that he has attained 75 years of age.

Mr. Krishan Kumar Goyal, Director, (DIN: 00482035), shall retire by rotation at the ensuing Annual General Meeting, and being eligible, offers himself for re-appointment.

#### **DECLARATION BY INDEPENDENT DIRECTORS**

The Company has received the necessary declaration from each Independent Director in accordance with Section 149 (7) of the Companies Act, 2013, that they meet the criteria of independence as laid out in Sub Section (6) of Section 149 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

#### **BOARD DIVERSITY AND REMUNERATION POLICY**

The Company has a policy for formation of the Board to have Executive Directors and Independent Directors of diverse background to maintain the independence of the Board. As on 31<sup>st</sup> March, 2019, the Board consists of five directors out of which two are Executive Directors, and three are Independent Directors.

The Board periodically evaluates the need for change in its composition and size.

We affirm that the remuneration paid to the Directors is as per the terms approved by the Nomination and Remuneration Committee of the Company.

With reference to the provisions of Section 136(1) of the Companies Act, 2013, information required under Section 197(2) read with rule 5(1) not forms part of this report, however, no employees were employed throughout the Financial Year or part thereof drawing remuneration pursuant to the provision of 197(2) read with rule 5(2).

#### **HUMAN RESOURCES**

The Company is having motivated workforce. Harmonious employee relations prevailed throughout the year.

Your Directors place on record their appreciation for all employees for their hard work and dedication.

#### **KEY MANAGERIAL PERSONNEL**

Mr. Krishan Kumar Goyal (Chairman and Managing Director), Mr. Rajesh Kumar Sinha (Whole time Director) and Mr. Sanjeev Kumar Verma (Chief Financial Officer) are the Key Managerial Personnel of your Company in accordance with the provisions of Section 2(51), 203 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Mr. Ashish Kumar Sharma, Company Secretary and Compliance Officer resigned w.e.f 30<sup>th</sup> June, 2018.

#### **BOARD MEETINGS**

During the year, four Board Meetings were convened and held, the details of which are given in the Corporate Governance Report.

#### **ANNUAL EVALUATION OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS**

A formal evaluation of the performance of the Board, its Committees, the Chairman and the individual Directors was carried out for FY 2018-19. Led by the Nomination & Remuneration Committee ('NRC'), the evaluation was carried out using individual questionnaires covering composition of Board, conduct as per Company values & beliefs, contribution towards development of strategy & business plan, risk management, receipt of regular inputs and information, codes & policies for strengthening governance, functioning, performance & structure of Board Committees, skill set, knowledge & expertise of Directors, preparation & contribution at Board meetings, leadership etc.

As part of the evaluation process, the performance of Non Independent Directors, the Chairman and the Board was conducted by the Independent Directors. The performance evaluation of the respective Committees and that of Independent and Non Independent Directors was done by the Board excluding the Director being evaluated.

#### **RELATED PARTY TRANSACTIONS**

All contracts or arrangements entered into by the Company with Related Parties have been done at arm's length and are in the ordinary course of business. Pursuant to Section 134 of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014, the particulars of such transactions are provided in Form AOC-2 which is annexed as Annexure "A" to this report. Related Party disclosures as per AS-18 have been provided in the Notes to the financial statements.

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

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 is annexed herewith as Annexure "B" to this report.

#### **RISK MANAGEMENT**

The Company recognises that risk is an integral and unavoidable component of business and is committed to managing the risk in a proactive and efficient manner.



The Company has formulated Risk Management Policy to identify and then manage threats/risks that could have impact on the goals and objectives of the Company.

**VIGIL MECHANISM/ WHISTLE BLOWER POLICY**

Your Company is committed to highest standards of ethical, moral and legal business conduct. Accordingly, the Board of Directors have formulated Vigil Mechanism/ Whistle Blower Policy which provides a robust framework for dealing with genuine concerns & grievances.

Specifically, employees can raise concerns regarding any discrimination, harassment, victimization, any other unfair practice being adopted against them or any instances of fraud by or against your Company. During financial year 2018-19, no complaints were received.

**INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY**

Modern Steels Limited has aligned its current systems of internal financial control with the requirement of Companies Act, 2013.

Modern Steels Limited's internal controls are commensurate with its size and nature of its operations. These have been designed to provide reasonable assurance with regard to recording and providing reliable financial and operational information, complying with applicable statutes, safeguarding assets from unauthorized use, executing transactions with proper authorisation and ensuring compliance of corporate policies.

The management assessed the effectiveness of the Company's internal control over financial reporting (as defined in Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015) as of 31<sup>st</sup> March, 2019. The assessment involved self-review and external audit.

M/s Aaryaa & Associates, the statutory auditors of Modern Steels Limited have audited the financial statements including in this annual report and has issued an attestation report on our internal control over financial reporting (as defined in Section 143).

The Audit Committee reviews reports submitted by the management and audit reports submitted by internal auditors and statutory auditors. Suggestions for improvement are considered and the audit committee follows up on corrective action.

Based on its evaluations (as defined in Section 177 of Companies Act, 2013 and Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015), the Audit Committee has concluded that, as of 31<sup>st</sup> March, 2019, the internal financial controls were adequate and operating effectively.

**AUDIT COMMITTEE**

The Audit Committee of your Company comprises of the following Directors:

1. Mr. D.S. Gill-Chairman
2. Prof. Priyavrat Thareja-Member
3. Mr. R.K. Sinha-Member

Further, details of the Audit Committee and its terms of reference etc. have been furnished in Corporate Governance Report which forms part of this report.

During the Financial Year 2018-19 under review, all recommendations of the Audit Committee were accepted by the Board of Directors of the Company.

**AUDITORS****Statutory Auditors**

Pursuant to Section 139 and 142 and other applicable provisions of Companies Act, 2013, if any and the rules framed thereunder, M/s. Aaryaa & Associates, Chartered Accountants, (Registration No. 0015935N), who hold office till the conclusion of this Annual General meeting be and are hereby re-appointed as Statutory Auditors of the Company for a further period of three years, to hold office from the conclusion of this Annual General Meeting till the conclusion of the Annual General Meeting to be held in the year 2022 at a remuneration recommended by the Audit Committee and mutually agreed between the Board of Directors of the Company and the Statutory Auditors.

**Cost Auditors**

The Board of Directors have approved the appointment and remuneration of M/s. V. Kumar & Associates as Cost Auditors of the Company to conduct the cost audit for the year 2019-20 on the recommendations of the Audit Committee subject to the ratification of the remuneration by the shareholders.

**Secretarial Auditors**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with rules made thereunder, the Board of Directors had appointed M/s. B.K. Gupta & Associates, Company Secretaries as Secretarial Auditor of the Company for the financial year 2018-19 for conducting the Secretarial Audit as required under the provisions of Companies Act, 2013.

The Secretarial Audit Report issued by M/s. B.K. Gupta & Associates, Company Secretaries in Form MR-3 for the financial year ended 31<sup>st</sup> March, 2019 is annexed herewith as Annexure "C" to this report.

**AUDITOR'S REPORT**

The Statutory Auditors of the Company, M/s. Aaryaa & Associates, Chartered Accountants, have submitted the Auditor's Report which has observation on Standalone Financial Statements for the period ended March 31, 2019 as follows:

As prescribed in Sec-197 and Schedule V of Companies Act, 2013 if there are no profits or profits are inadequate and where the company has defaulted in payment of dues to any bank or public financial institution, the prior approval of the bank or public financial institution concerned shall be obtained by the company before approving the same by special resolution at general meeting.

Neither the required resolution has been passed nor the prior approval has been obtained from the bankers, since having defaulted in paying their dues.

Therefore the Company is not eligible to pay director's remuneration due to non-compliance of conditions prescribed in Schedule V of the Companies Act, 2013. During the year, the company has given the director remuneration to Mr. Krishan Kumar Goyal (Managing Director) amounting to Rs. 39,05,614 and Mr. R.K. Sinha (Director) amounting to Rs. 35,15,350.

Apart from the managerial remuneration for year ended 31<sup>st</sup> March, 2019, as mentioned above the company has paid director remuneration of Rs. 92,33,084 till 31<sup>st</sup> March, 2018 without complying the provisions of Schedule V of the Companies Act, 2013.

**Management's Reply:**

The Company has paid managerial remuneration amounting to Rs. 74,20,964/- to directors, for which the Company has yet to receive approval from the competent authority/agency. Management undertakes that in case the approval is not received from the competent authority/agency, they shall refund the remuneration paid to them by the Company. Profitability of the Company shall affect to the same extent.

**EXTRACT OF ANNUAL RETURN**

The extract of the Annual Return of the Company in Form MGT-9 is annexed herewith as Annexure "D" to this report.

**PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

Particulars of Loans, Guarantees and Investments covered under Section 186 of the Companies Act, 2013 form part of the notes to the financial statements provided in the Annual Report.

**MATERIAL CHANGES AND COMMITMENTS, IF ANY AFFECTING FINANCIAL POSITION OF THE COMPANY**

There are no adverse material changes or commitments occurring after 31<sup>st</sup> March, 2019, which may affect the financial position of the Company.

**SIGNIFICANT AND MATERIAL ORDERS**

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

**DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013**

Your Company has in place a policy on Prevention of Sexual Harassment at workplace. This policy is in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. All employees are covered under this Policy.

As per the said Policy, an Internal Complaints Committee is also in place to redress complaints received regarding sexual harassment. No complaints were received during financial year 2018-19.

**COMPLIANCE WITH SECRETARIAL STANDARDS**

The Company is compliant with the applicable Secretarial Standards (SS) viz. SS-1 & SS-2 on Meetings of the Board of Directors and General Meetings respectively.

**DIRECTOR'S RESPONSIBILITY STATEMENT**

Pursuant to requirements under Section 134(3)(c) of the Companies Act, 2013 with respect to Directors Responsibility Statement, it is hereby confirmed that:

- i) in the preparation of the annual accounts for the year ended 31<sup>st</sup> March, 2019, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- ii) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March, 2019 and of the loss of the Company for the year ended on that date;
- iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;





- iv) the Directors have prepared the annual accounts for the year ended 31<sup>st</sup> March, 2019, on a 'going concern' basis;
- v) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- vi) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

### **APPRECIATION**

The Directors also wish to place on record its appreciation for the commitment displayed by all employees at all levels during the year.

The Directors also take this opportunity to express its deep gratitude for the continued co-operation and support received from its valued stakeholders.

By order of the Board of Directors  
For Modern Steels Limited

Krishan Kumar Goyal

Place: Chandigarh Chairman and Managing Director

Dated: 13<sup>th</sup> August, 2019 DIN: 00482035

### **MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT**

The Company is secondary producer of special and alloy steel through steel scrap as its main raw material and caters mainly to Automotives and Engineering sector.

#### **1. Industry's Structure and Developments**

There has been massive push by the Government to every connectivity avenue including industrial corridor, dedicated freight corridors, Bharat Mala, Sagar Mala towards achieving the goal of becoming 5 trillion \$ economy by 2024. The infrastructure and construction industry are the biggest consumer of steel. The auto sector is very important consumer of special and alloy steel. The other industry like power, aerospace, defense have started using more and more special steel thereby giving big boost.

#### **2. Opportunities & Threats**

Key Opportunities include:

- Infrastructure sector is going to rebound in view of focused investment by the government.
- High special steel requirement for aerospace and defense application.

Key Threats include:

- Scrap prices are prone to volatility
- Worldwide recessionary trends

#### **3. Risks and concerns, the management perceives**

- Raw material volatility
- Implementation of BS – VI in auto sector may dampen sale.

#### **4. Internal control system and their adequacy**

To provide reasonable assurance that assets are safeguarded against loss or damage and that accounting records are reliable for preparing financial statements, management maintains a system of accounting and controls including an internal audit process. Internal controls are supported by Management reviews.

The Board of Directors have an Audit Committee that is chaired by an Independent Director. The Committee meets periodically with Management, Internal Auditor, Statutory Auditors to review the Company's program of internal controls, audit plans and results, recommendations of the auditors and management's responses to those recommendations.

#### **5. Performance**

During the year, Company's operations faced severe increase in metallics and ferro alloys prices. Graphite electrodes, which also has significant cost in the steel production through EAF route, also faced unprecedented increase in its cost.

The Company followed its customers for the price increase but there is always a time lag between the increase in cost of raw material and increase in selling price from the OEM's. Further increase in cost of production could not be passed to customers fully. This affected the operations of the Company.

#### **6. Human Resources**

Human resources are the most valuable assets of the Company and the Company recognizes employees' contributions to the growth of the Company. The Company is having professionalized and motivated work force. Company's manpower was rationalized keeping in view of less equipment utilization. As on 31<sup>st</sup> March, 2019, the Company has a total workforce of approx. 255 persons excluding workers/labour.

#### **7. Cautionary statement**

The Management Discussion and Analysis Report may contain statements that might be considered forward looking. These statements are subject to certain risks and uncertainties. Actual results may differ materially from those expressed in the statement as important factors could influence the Company's operations such as Government policies, political and economic developments and such other factors are risk inherent to the Company's growth.

## KEY RATIOS

Key Ratios	% change from previous financial year	Reason for change
Operating profit ratio	-95.21%	Change in Operating profit ratio is due to fall in sales volume and increase in price of raw material.

By order of the Board of Directors  
For Modern Steels Limited

Krishan Kumar Goyal

Place: Chandigarh Chairman and Managing Director  
Dated: 13<sup>th</sup> August, 2019 DIN: 00482035

## ANNEXURE 'A' TO DIRECTORS' REPORT

## Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto**

- Details of contracts or arrangements or transactions not at arm's length basis  
- No such contract or arrangement.
- Details of material contracts or arrangement or transactions at arm's length basis:

(a) Name(s) of the related party and nature of relationship	Nabha Commerce Private Limited Mr. Krishan Kumar Goyal (Managing Director) and his relatives are shareholders of Nabha Commerce Private Limited.
b) Nature of contracts/arrangements/transactions	(Purchase / Sale of scrap, rolled products)
c) Duration of the contracts / arrangements/ transactions	During the year

d) Salient terms of the contracts or arrangements or transactions including the value, if any:	The Company is engaged in the sale / purchase of scrap, rolled products in the normal course of business at arm's length basis.
e) Date(s) of approval by the Board, if any:	At quarterly board meetings
f) Amount paid as advances, if any:	Nil

By order of the Board of Directors  
For Modern Steels Limited

Krishan Kumar Goyal

Place: Chandigarh Chairman and Managing Director  
Dated: 13<sup>th</sup> August, 2019 DIN: 00482035

## ANNEXURE 'B' TO DIRECTORS' REPORT

Information as per Section 134(3)(m) of the Companies Act, 2013 read with rule 8 of the Companies (Accounts) Rules, 2014 and forming part of the Directors' Report for the year ended 31<sup>st</sup> March, 2019.

## FORM 'A'

	Current Year 2018-19	Previous Year 2017-18
<b>A) Power and Fuel Consumption</b>		
1. Electricity		
Purchased Units (kwh)	5,60,64,000	6,88,14,000
Total Amount Rs.	40,47,21,779	49,60,61,884
Rate Per unit Rs.	7.22	7.21
2. Fuel		
Quantity (Kgs)/kl	13,56,243	15,76,816
Total Amount Rs.	5,62,63,247	5,43,68,535
Rate Per Unit Rs.	41.48	34.48
3. Steam Coal(Gasifire)		
Quantity (Kgs)	81,48,716	1,01,18,209
Total Amount Rs.	9,13,56,945	10,12,14,523
Rate Per Unit Rs.	11.21	10.00
<b>B) Consumption Per Unit of Production</b>		
1. Production (Concast Billets) MT	38,227	53,145
a. Electricity Units	851	883
b. Furnace Oil (Kgs)	21	20
2. Production (Ingots) MT	11,559	13,893
a. Electricity Units	768	599
b. Furnace Oil (Kgs)	5	3
3. Production (Rolled Products with Oil) MT	1,406	940
4. Production (Rolled Products with Coal) MT	44,315	57,738
a. Electricity Units	86	85
b. Steam Coal(Kgs)-Gasifire	178	175
c. Furnace Oil (Kgs)	52	49

**FORM 'B'****1. RESEARCH & DEVELOPMENT, TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION**

The Company is regularly working on the continual improvement of its products looking at its customers/ market requirements.

**2. FOREIGN EXCHANGE EARNING AND OUTGO**

Particulars with regard to Foreign Exchange earnings and outgo appear on the relevant note of the Balance Sheet.

By order of the Board of Directors

For Modern Steels Limited

Krishan Kumar Goyal

Chairman and Managing Director

Place: Chandigarh

Dated: 13<sup>th</sup> August, 2019

DIN: 00482035

**ANNEXURE 'C' TO DIRECTORS' REPORT****Form No. MR-3****SECRETARIAL AUDIT REPORT****FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2019**

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

To

THE MEMBERS  
MODERN STEELS LIMITED  
G.T. ROAD,  
MANDI GOBINDGARH  
PUNJAB

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MODERN STEELS LIMITED**, (hereinafter called the company). Secretarial Audit was conducted in a manner that provided to us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2019 complied with the statutory provisions listed hereunder and also that the company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Company for the financial year ended on 31<sup>st</sup> March, 2019 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder to the extent of Regulation 55A;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011: Not applicable during the audit period;
  - b) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
  - c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009- Not applicable during the audit period;
  - e) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999- Not applicable during the audit period;
  - f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008-Not applicable during the audit period;
  - g) 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;
  - h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009- Not Applicable during the audit period; and
  - i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998-Not Applicable during the audit period.
- (vi) We have relied on the representation made by the Company & its Officers for system and mechanism formed by the Company for compliances under other applicable Acts as Environmental Laws & Labour Laws as per list attached herewith. We have also examined compliance with the applicable clauses of the following:
  - (i) Secretarial Standards (SS-1 and SS-2) issued by The Institute of Company Secretaries of India
  - (ii) The Listing Agreements entered into by the Company with Bombay Stock Exchange.

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations: During the period under review, the company has appointed Chief Financial Officer (CFO) but has not filed Form DIR-12 for his appointment with Ministry of Corporate Affairs (MCA) portal. The website of the company is non-functional.

#### **We 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, agenda and detailed notes on agenda were sent in 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.

All decisions at the Board Meeting and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

**We further report that** during the audit period the company has not made any decisions which are having major bearing in the Company's affair in pursuance of above referred laws, rules, regulation, guidelines, standards, etc.

**Place: Chandigarh For B.K. Gupta & Associates  
Date: 28<sup>th</sup> May, 2019 Company Secretaries**

(Bhupesh Gupta)  
FCS No.:4590  
C P No.:5708

❖ **Note:** This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

#### **LIST OF LABOUR LAWS AND ENVIRONMENTAL LAWS WHICH HAVE BEEN VERIFIED DURING AUDIT PERIOD**

##### **List of Labour Laws**

Industrial Disputes Act, 1947  
The Payment of Wages Act, 1936  
The Minimum Wages Act, 1948  
Employee's State Insurance Act, 1948  
The Payment of Bonus Act, 1972  
The Contract Labour (Regulation and Abolition) Act, 1970  
The Apprentices Act, 1961

#### **List of Environmental Laws**

Water (Prevention and Control of Pollution) Act, 1974  
Air (Prevention and Control of Pollution) Act, 1981  
Hazardous Waste (Management, Handling and Transboundary Movements) Rules, 2008

#### **Annexure:-A**

To  
THE MEMBERS  
MODERN STEELS LIMITED  
G.T. ROAD,  
MANDI GOBINDGARH  
PUNJAB

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**Place: Chandigarh For B.K. Gupta & Associates  
Date: 28<sup>th</sup> May, 2019 Company Secretaries**

(Bhupesh Gupta)  
FCS No.:4590  
C P No.:5708



# MODERN STEELS LIMITED

## ANNEXURE 'D' TO DIRECTORS' REPORT

Form No. MGT-9

### EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31<sup>st</sup> March, 2019

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

#### I. REGISTRATION AND OTHER DETAILS:

i) CIN	L27109PB1973PLC003358
ii) Registration Date	19 <sup>th</sup> November, 1973
iii) Name of the Company	Modern Steels Limited
iv) Category / Sub-Category of the Company	Public Limited Listed Company
v) Address of the Registered office and contact details	GT Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab - 147301 Tel: 01765-257991
vi) Whether listed Company	Yes
vii) Name, Address and Contact details of Registrar and Transfer Agent	MCS Share Transfer Agent Limited F- 65, First Floor, Okhla Industrial Area Phase-I, New Delhi - 110 020. Tel.No. : +91-11- 41406149, Fax No.: +91-11- 41709881, E-mail : admin@mcsregistrars.com, Website: www.mcsregistrars.com

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

All the Business activities contributing 10% or more of the total turnover of the Company shall be stated:

Sr. No.	Name and Description of main products / services	NIC Code of the Product / Service	% to total turnover of the Company*
1	Alloy Bars / Rounds	24105	73.09%
2.	Non Alloy Bars / Rounds	28140	19.20%

#### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES - NIL

#### IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of total Equity)

i) Category-wise Shareholding									
Category of Shareholders	No. of shares held at the beginning of the year (as on 1 <sup>st</sup> April, 2018)				No. of shares held at the end of the year (as on 31 <sup>st</sup> March, 2019)				% change during the year
	Demat	Physical	Total	%	Demat	Physical	Total	%	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual /HUF	6885859	-	6885859	50.03%	6885859	-	6885859	50.03%	-
b) Bodies Corporate	2133077	-	2133077	15.50%	2133077	-	2133077	15.50%	-
<b>Sub Total (A):-</b>	<b>9018936</b>	<b>-</b>	<b>9018936</b>	<b>65.53%</b>	<b>9018936</b>	<b>-</b>	<b>9018936</b>	<b>65.53%</b>	<b>-</b>
<b>Total shareholding of Promoter (A)</b>	<b>9018936</b>	<b>-</b>	<b>9018936</b>	<b>65.53%</b>	<b>9018936</b>	<b>-</b>	<b>9018936</b>	<b>65.53%</b>	<b>-</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	3600	2400	6000	0.04%	3600	2400	6000	0.04%	-
b) Banks / FI	-	1000	1000	0.01%	-	1000	1000	0.01%	-
<b>Sub Total (B)(1):-</b>	<b>3600</b>	<b>3400</b>	<b>7000</b>	<b>0.05%</b>	<b>3600</b>	<b>3400</b>	<b>7000</b>	<b>0.05%</b>	<b>-</b>
<b>2. Non-Institutions</b>									
a) Bodies Corporate									
i) Indian	207054	43300	250354	1.82%	163986	43300	207286	1.51%	0.31
b) Individuals									
i) Individual shareholders holding nominal share capital up to Rs 1 lakhs	1696741	793505	2490246	18.09%	1752158	748905	2501063	18.17%	0.08
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakhs.	1946654	21000	1967654	14.30%	1978555	21000	1999555	14.53%	0.23
c) Others (Specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	28169	-	28169	0.20%	28519	-	28519	0.21%	-
<b>Sub Total (B)(2):-</b>	<b>3878618</b>	<b>857805</b>	<b>4736423</b>	<b>34.42%</b>	<b>3923218</b>	<b>813205</b>	<b>4736423</b>	<b>34.42%</b>	<b>-</b>

Category of Shareholders	No. of shares held at the beginning of the year (as on 1 <sup>st</sup> April, 2018)				No. of shares held at the end of the year (as on 31 <sup>st</sup> March, 2019)				% change during the year
	Demat	Physical	Total	%	Demat	Physical	Total	%	
Total Public Shareholding (B) = (B)(1) + (B) (2)	3882218	861205	4743423	34.47%	3926818	816605	4743423	34.47%	-
C. Shares held by custodian for CDRs and ADRs	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	<b>12901154</b>	<b>861205</b>	<b>13762359</b>	<b>100%</b>	<b>12945754</b>	<b>816605</b>	<b>13762359</b>	<b>100%</b>	<b>-</b>

## (ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (as on 1 <sup>st</sup> April, 2018)			Shareholding at the end of the year (as on 31 <sup>st</sup> March, 2019)			% change in shareholding during the year
		No. of shares	% of total shares of the Company	% of shares pledged / encumbered to total shares held	No. of shares	% of total shares of the Company	% of shares pledged / encumbered to total shares held	
1.	Krishan Kumar Goyal	2496179	18.14%	100%	2496179	18.14%	100%	-
2.	Alka Goyal	1488840	10.82%	100%	1488840	10.82%	100%	-
3.	Amarjit Goyal	1189250	8.64%	100%	1189250	8.64%	100%	-
4.	Nabha Commerce Pvt Ltd.	837750	6.09%	100%	837750	6.09%	100%	-
5.	Aditya Goyal	795590	5.78%	100%	795590	5.78%	100%	-
6.	Chandigarh Finance Pvt Ltd	380625	2.77%	100%	380625	2.77%	100%	-
7.	Krishan Kumar Goyal (HUF)	546000	3.97%	100%	546000	3.97%	100%	-
8.	Amarjit Goyal (HUF)	370000	2.69%	100%	370000	2.69%	100%	-
9.	Times Finvest & Commerce Limited	234702	1.71%	100%	234702	1.71%	100%	-
10.	Indo Pacific Finlease Limited	680000	4.94%	100%	680000	4.94%	100%	-
<b>Total</b>		<b>9018936</b>	<b>65.53%</b>	<b>100%</b>	<b>9018936</b>	<b>65.53%</b>	<b>100%</b>	<b>-</b>

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

Sr. No.	Name of the shareholder	Shareholding at the beginning of the year (as on 1 <sup>st</sup> April, 2018)		Date on which purchase/sale made	Purchase during the year	Sale during the year	Cumulative shareholding at the end of the year (as on 31 <sup>st</sup> March, 2019)	
		No. of shares	% of total shares of the Company				No. of shares	% of total shares of the Company
1.	Ajay Goyal	469135	3.41		-	-	469135	3.41
2.	Veenu Garg	366707	2.66		-	-	366707	2.66
3.	Laven Kumar Goyal	195672	1.42		-	-	195672	1.42
4.	Vijay Garg	187921	1.37		-	-	187921	1.37
5.	Karvy Stock Broking Limited	84074	0.61	13.04.2018	-	100	84614	0.61
20.04.2018				100	-			
25.05.2018				-	4801			
15.06.2018				500	-			
22.06.2018				-	10942			
29.06.2018				13300	-			
06.07.2018				1782	-			
13.07.2018				2377	-			
17.08.2018				-	2375			
12.10.2018				500	-			
19.10.2018	199	-						
6.	Jaynali Khetan	46870	0.34		-	-	46870	0.34
7.	Ajay Goyal	45000	0.33		-	-	45000	0.33
8.	Hina Dhirajjal Ambani	44000	0.32		-	-	44000	0.32
9.	Kamal Leasing Limited	40750	0.30		-	-	40750	0.30



# MODERN STEELS LIMITED

Sr. No.	Name of the shareholder	Shareholding at the beginning of the year (as on 1 <sup>st</sup> April, 2018)		Date on which purchase/sale made	Purchase during the year No. of shares	Sale during the year No. of shares	Cumulative shareholding at the end of the year (as on 31 <sup>st</sup> March, 2019)	
		No. of shares	% of total shares of the Company				No. of shares	% of total shares of the Company
10.	Ashadevi Rajendrakumar Agarwal*	-	-	24.08.2018	1997	-	38835	0.28
				07.09.2018	31838			
				12.10.2018	5000			
11.	Shri Parasram Holdings P Ltd.#	37190	0.27		-	28365	8825	0.06

\*Not in the list of top 10 shareholders as on 01/04/2018. The same has been reflected above since the shareholders were one of the top 10 shareholders as on 31/03/2019.

#Ceased to be in the list of top 10 shareholders as on 31/03/2019. The same has been reflected above since the shareholder was one of the top 10 shareholders as on 01/04/2018.

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

Sr. No.	Name of the shareholder	Shareholding at the beginning of the year (as on 1 <sup>st</sup> April, 2018)		Purchase during the year No. of shares	Sale during the year No. of shares	Cumulative Shareholding at the end of the year (as on 31 <sup>st</sup> March, 2019)	
		No. of shares	% of total shares of the Company			No. of shares	% of total shares of the Company
1.	Late Mr. Amarjit Goyal*	1488840	10.82	-	-	1488840	10.82
2	Mr. Krishan Kumar Goyal	2496179	18.14	-	-	2496179	18.14
3	Mr. D.S. Gill	500	-	-	-	500	-
4	Mr. Priyavrat Thareja	250	-	-	-	250	-

\*Mr. Amarjit Goyal had left for his heavenly abode on 2<sup>nd</sup> December, 2018.

No other Director / KMP / Company Secretary is holding any shares in the Company during the year.

### V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Working Capital Loans	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year (as on 1<sup>st</sup> April, 2018)</b>					
i) Principal Amount	771467913	1090859656	16063025	-	1878390594
ii) Interest due but not paid	13565974	-	-	-	13565974
iii) Interest accrued but not due	-	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>785033887</b>	<b>1090859656</b>	<b>16063025</b>	<b>-</b>	<b>1891956568</b>
<b>Change in indebtedness during the financial year</b>					
- Addition	4771193	21542098	915756	-	27229047
- Reduction	-	46255000	3842851	-	50097851
<b>Net change</b>	<b>4771193</b>	<b>(24712902)</b>	<b>(2927095)</b>	<b>-</b>	<b>(22868804)</b>
<b>Indebtedness at the end of the financial year (as on 31<sup>st</sup> March, 2019)</b>					
i) Principal Amount	762467913	1066146754	13135930	-	1841750597
ii) Interest due but not paid	13565974	-	-	-	13565974
iii) Interest accrued but not due	13771193	-	-	-	13771193
<b>Total (i+ii+iii)</b>	<b>789805080</b>	<b>1066146754</b>	<b>13135930</b>	<b>-</b>	<b>1869087764</b>

### VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

The remuneration of Directors and Key Managerial Personnel appears in the Corporate Governance Report.

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

The penalty as imposed by BSE appears in the Corporate Governance Report.

For and on behalf of the Board

Place: Chandigarh  
Dated: 13<sup>th</sup> August, 2019

Krishan Kumar Goyal  
Chairman and Managing Director  
DIN: 00482035

## CORPORATE GOVERNANCE REPORT

In line with the requirement for providing a "Report on Corporate Governance" as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchanges as applicable, given below is a report on the Company's Corporate Governance norms.

### 1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Modern Steels Limited is committed in adopting the best practices of Corporate Governance. The Company endeavors to act on the principles of transparency, accountability, trusteeship, integrity and passion. The ultimate objective being of realizing long term shareholder value, while taking into account the interest of other stakeholders.

### 2. BOARD OF DIRECTORS

#### A. Composition and category of the Board of Directors

A list of Directors including the Chairman of the Board and their status as Executive / Non-Executive and Independent / Non-Independent during the year ended 31<sup>st</sup> March, 2019 is set out below:

Name of the Director	Category of the Director	No. of Board meetings attended	Last AGM attended	No. of other Directorships in Public Company	No. of Committee positions held		Relationship between Directors inter se
					Chairman	Member	
Mr. Amarjit Goyal*	Chairman & Non Executive – Non Independent Director	3	No	-	-	-	Father of Mr. Krishan Kumar Goyal
Mr. Krishan Kumar Goyal**	Chairman & Managing Director, Executive – Non Independent Director	4	Yes	1***	-	-	Son of Mr. Amarjit Goyal
Mr. D.S. Gill	Non-Executive – Independent Director	4	Yes	-	2	-	NA
Dr. Priyavrat Thareja	Non-Executive – Independent Director	4	Yes	-	-	2	NA
Dr. Meena Sharma	Non-Executive – Independent Director	4	Yes	-	-	-	NA
Mr. R.K. Sinha	Director (Operations) Executive – Non Independent Director	3	Yes	-	-	2	NA

\* Mr. Amarjit Goyal left for his heavenly abode on 2<sup>nd</sup> December, 2018.

\*\* Consequent upon death of Mr. Amarjit Goyal, Mr. Krishan Kumar Goyal was appointed as Chairman of the Company by the Board of Directors upon recommendation of Nomination and Remuneration Committee in their meeting held on 14<sup>th</sup> February, 2019.

\*\*\* Mr. Krishan Kumar Goyal is also a Chairman and Managing Director in Modern Dairies Limited.

**Note:** In accordance with provisions of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 membership/ chairmanship of the Audit Committee and Stakeholders Relationship Committee in all Public Limited Companies (listed / unlisted) have been considered.

#### B. Board Meeting and Attendance

During the financial year ended 31<sup>st</sup> March, 2019, four meetings of Board of Directors were held. The details of Board Meetings held during the year are as under:

Date of Board Meeting	Board's Strength	No. of Directors Present
3 <sup>rd</sup> July, 2018	6	5
11 <sup>th</sup> August, 2018	6	6
10 <sup>th</sup> November, 2018	6	6
14 <sup>th</sup> February, 2019	5	5

Mr. D.S. Gill is holding 500 equity shares in the Company and Dr. Priyavrat Thareja is holding 250 equity shares in the Company. No other Non-Executive Director is holding any shares in the Company.



**C. The Board has identified the following skills/expertise/ competencies fundamental for the effective functioning of the Company which are available with the Board:**

Industry knowledge and Experience	Understanding of the relevant laws, rules, regulation, policies applicable to the organisation.
	Understanding of the best Corporate Governance practices, relevant governance codes, governance structure, processes and practices followed by the organisation.
	Understanding of business ethics, ethical policies, codes and practices of the organisation.
	Understanding of the structures and systems which enable the organisation to effectively identify, assess and manage risk and crisis.

D. The Board hereby confirms that the independent directors fulfill the conditions specified in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment thereof for the time being in force) and are independent of the management.

**3. AUDIT COMMITTEE****a. Terms of reference of Audit Committee**

- (1) oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- (2) recommendation for appointment, remuneration and terms of appointment of auditors of the Company.
- (3) approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- (4) reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
  - (a) matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
  - (b) changes, if any, in accounting policies and practices and reasons for the same;
  - (c) major accounting entries involving estimates based on the exercise of judgment by management;
  - (d) significant adjustments made in the financial statements arising out of audit findings;
  - (e) compliance with listing and other legal requirements relating to financial statements;
  - (f) disclosure of any related party transactions;
  - (g) modified opinion(s) in the draft audit report;
- (5) reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- (6) reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- (7) reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- (8) approval or any subsequent modification of transactions of the listed entity with related parties;
- (9) scrutiny of inter-corporate loans and investments;
- (10) valuation of undertakings or assets of the listed entity, wherever it is necessary;
- (11) evaluation of internal financial controls and risk management systems;
- (12) reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- (13) reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- (14) discussion with internal auditors of any significant findings and follow up there on;
- (15) reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- (16) discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- (17) to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;

- (18) to review the functioning of the whistle blower mechanism;
- (19) approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- (20) reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision;
- (21) carrying out any other function as is mentioned in the terms of reference of the audit committee.

**The audit committee shall mandatorily review the following information:**

- (1) management discussion and analysis of financial condition and results of operations;
- (2) statement of significant related party transactions (as defined by the audit committee), submitted by management;
- (3) management letters / letters of internal control weaknesses issued by the statutory auditors;
- (4) internal audit reports relating to internal control weaknesses; and
- (5) the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
- (6) statement of deviations:
  - (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
  - (b) annual statement of funds utilized for purposes other than those stated in the offer document/ prospectus/notice in terms of Regulation 32(7).

**b. Composition of Audit Committee**

1. The Company has an Audit Committee as per provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and under Section 177 of the Companies Act, 2013.

The constitution of the Audit Committee is as under:

Name of Director	Member / Chairman
Mr. D.S. Gill	Chairman
Dr. Priyavrat Thareja	Member
Mr. R.K. Sinha	Member

2. The Chairperson of the Audit Committee, Mr. D.S. Gill is a Non-Executive Independent Director.
3. All of the above Directors are financially literate and have accounting and related financial management expertise.
4. The Chairman of the Audit Committee was present at the last Annual General Meeting to answer the shareholders queries.
5. The Company Secretary of the Company is the Secretary of the Audit Committee.

**c. Meetings and attendance of Audit Committee**

The Committee met four times during the year on 3<sup>rd</sup> July, 2018, 11<sup>th</sup> August, 2018, 10<sup>th</sup> November, 2018, and 14<sup>th</sup> February, 2019. The status of attendance of members at the Audit Committee meetings held during the year is as under:

Name of Director	No. of Meetings held during 2018-19	No. of Meetings attended during 2018-19
Mr. D.S. Gill	4	4
Dr. Priyavrat Thareja	4	4
Mr. R.K. Sinha	4	3

**4. NOMINATION AND REMUNERATION COMMITTEE**

The Company has constituted a Nomination and Remuneration Committee as per Section 178 of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**a. The terms of reference of the Committee are as follows-**

- (1) formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- (2) formulation of criteria for evaluation of performance of independent directors and the board of directors;



- (3) devising a policy on diversity of board of directors;
- (4) identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- (5) whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors;
- (6) recommend to the board, all remuneration, in whatever form, payable to senior management.

**b. Composition of Nomination and Remuneration Committee**

The constitution of the Nomination and Remuneration Committee is as under:

Name of Director	Member / Chairman
Dr. Priyavrat Thareja	Chairman
Mr. D.S. Gill	Member
Dr. Meena Sharma	Member

**c. During the year, the meeting of this Committee was held on 3<sup>rd</sup> July, 2018, 11<sup>th</sup> August, 2018 and 14<sup>th</sup> February, 2019.**

Name of Director	No. of Meetings held during 2018-19	No. of Meetings attended during 2018-19
Dr. Priyavrat Thareja	3	3
Mr. D.S. Gill	3	3
Dr. Meena Sharma	3	3

**d. Performance evaluation criteria:** A formal evaluation of the performance of the Board, its Committees, the Chairman and the individual Directors was carried out for FY 2018-19. Led by the Nomination & Remuneration Committee ('NRC'), the evaluation was carried out using individual questionnaires covering composition of Board, conduct as per Company values & beliefs, contribution towards development of strategy & business plan, risk management, receipt of regular inputs and information, codes & policies for strengthening governance, functioning, performance & structure of Board Committees, skill set, knowledge & expertise of Directors, preparation & contribution at Board meetings, leadership etc.

**5. REMUNERATION OF DIRECTORS**

The Executive Directors are paid remuneration as per the terms approved by the Board of Directors and confirmed by the shareholders of the Company. Service contracts are entered into in terms of regulations governing their appointment and terms of remuneration. The remuneration is fixed considering various factors such as qualification, experience, expertise, prevailing remuneration in the competitive industries, financial position of the Company etc. The remuneration structure comprises Basic Salary, Perquisites and allowances, contribution to Provident Fund and other funds in accordance with various related provisions of the Companies Act, 2013. The Non-Executive Directors are paid sitting fee of Rs.20,000 per Board Meeting and Rs.10,000 for Committee Meetings attended by them.

**Details of Remuneration paid to the Directors during the financial year ended 31<sup>st</sup> March, 2019:**

Amount in Rs.

Name of the Director	Salary	Benefits/PF	Perquisites	Stock Option	Sitting Fee	Total
Mr. Amarjit Goyal	-	-	-	-	-	-
Mr. Krishan Kumar Goyal	30,00,000	21,600	8,84,014	-	-	39,05,614
Mr. D.S. Gill	-	-	-	-	1,90,000	1,90,000
Dr. Priyavrat Thareja	-	-	-	-	1,90,000	1,90,000
Dr. Meena Sharma	-	-	-	-	1,10,000	1,10,000
Mr. R.K. Sinha	30,00,000	2,71,600	2,43,750	-	-	35,15,350

**6. STAKEHOLDERS RELATIONSHIP COMMITTEE**

The Company has formed a Stakeholders Relationship Committee as per Section 178 of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**a. The role of the committee shall inter-alia include the following:**

- (1) Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.

- (2) Review of measures taken for effective exercise of voting rights by shareholders.
- (3) Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
- (4) Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company.

b. The list of present members and the Chairman of the Committee is as follows:

Name of Director	Member / Chairman
Mr. D.S. Gill	Chairman
Dr. Priyavrat Thareja	Member
Mr. R.K. Sinha	Member

- c. The Chairman of the Committee Mr. D.S. Gill is a Non-Executive Independent Director nominated by the Board.
- d. Mr. Ashish Sharma, GM (Secretarial) & Company Secretary & Compliance Officer of the Company, has resigned w.e.f. 30.06.2018.
- e. During the financial year ended 31<sup>st</sup> March, 2019, four meetings of the Stakeholders Relationship Committee were held on 3<sup>rd</sup> July, 2018, 11<sup>th</sup> August, 2018, 10<sup>th</sup> November, 2018, and 14<sup>th</sup> February, 2019.

Name of Director	No. of Meetings held during 2018-19	No. of Meetings attended during 2018-19
Mr. D.S. Gill	4	4
Dr. Priyavrat Thareja	4	4
Mr. R.K. Sinha	4	3

f. During the year 2018-2019, the Company has not received any complaint from the shareholders.

#### 7. SHARE TRANSFER COMMITTEE

For the expeditious disposal of the share transfer and allied services, Company has formed a Share Transfer Committee to look into and decide matters pertaining to share allotment, transfer, duplicate share certificates and related matters.

#### 8. BANKING AND FINANCE COMMITTEE

The Company has formed a Banking and Finance Committee under the Chairmanship of Mr. D.S. Gill. Mr. R.K. Sinha and Dr. Priyavrat Thareja are the members of the Committee.

The Committee oversees the Company's banking operations and borrowing from banks and financial institutions and allied matters, which otherwise require the consent of Board of Directors.

During the year, no meeting of the Committee was held.

#### 9. ALLOTMENT COMMITTEE

The Company has formed an Allotment Committee under the Chairmanship of Mr. R. K. Sinha, an Executive Director.

The list of present members and the chairman of the Committee is as follows:

Name of Director	Member / Chairman
Mr. R.K. Sinha	Chairman
Mr. D.S. Gill	Member
Dr. Meena Sharma	Member

The Committee approves the allotment of Securities i.e. Shares / Debentures / Warrants etc. from time to time. During the year, no meeting of the Committee was held.

#### 10. GENERAL BODY MEETINGS

Financial Year	Location	Date	Time
2015-16	Regd. Office: G.T. Road, Mandi Gobindgarh (Pb.)	09.07.2016	11.00 A.M.
2016-17	Regd. Office: G.T. Road, Mandi Gobindgarh (Pb.)	09.09.2017	11.00 A.M.
2017-18	Regd. Office: G.T. Road, Mandi Gobindgarh (Pb.)	29.09.2018	11.00 A.M.



Special Resolutions passed in previous three AGMs:

- (i) In the 42<sup>nd</sup> AGM dated 09.07.2016 no Special resolution was passed:
  - (ii) In the 43<sup>rd</sup> AGM dated 09.09.2017 the following Special resolutions were passed:
    - a) Re-appointment of Mr. D.S. Gill (DIN: 00211236) as an Independent Director.
    - b) Re-appointment of Dr. Priyavrat Thareja (DIN: 06984057) as an Independent Director.
    - c) Re-appointment of Mr. Amarjit Goyal (DIN: 00219943) as Chairman and Whole Time Director of the Company.
    - d) Re-appointment of Mr. Krishan Kumar Goyal (DIN: 00482035) as Managing Director of the Company.
  - (iii) In the 44<sup>th</sup> AGM dated 29.09.2018, the following Special resolutions were passed:
    - a) Re-appointment of Dr. Meena Sharma (DIN: 07241589) as an Independent Non- Executive Director.
    - b) Review of remuneration paid to Mr. R.K. Sinha (DIN: 00556694) as Director (Operations) of the Company.
- During the year, the Company has not passed any resolution through postal ballot and as of now there is no proposal to pass any resolution through Postal Ballot.

## 11. MEANS OF COMMUNICATION

**Quarterly results:** The Quarterly /Half yearly/ Yearly results of the Company, Notice of Board Meeting and information relating to Annual General Meeting, Book Closures is published in The Financial Express and Rozana Spokesman i.e. in English and regional language newspaper and is also notified to the Stock Exchange as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In addition, the Company also files quarterly results, Shareholding Pattern etc. in such form so as to enable Stock Exchange to put it on their website.

**Website:** [www.modernsteels.com](http://www.modernsteels.com)

**Annual Report:** The Annual Report containing Audited Financial Statements, Directors' Report, Auditors' Report, Corporate Governance Report is circulated to the members by email or by post.

**BSE Corporate Compliance & Listing Centre (the 'Listing Centre')**: BSE's Listing Centre is a web-based application designed for corporates. All periodical compliance filings like shareholding pattern, corporate governance report, media releases, among others are also filed electronically on the Listing Centre.

**SEBI Complaints Redress System (SCORES)**: The investor complaints are processed in a centralised web-based complaints redress system. The salient features of this system are: Centralised database of all complaints, online upload of Action Taken Reports (ATRs) by concerned companies and online viewing by investors of actions taken on the complaint and its current status.

**Designated email-id:** The Company has designated following email ID exclusively for Investor Servicing: [secretarial@modernsteels.com](mailto:secretarial@modernsteels.com)

**Management Discussion and Analysis forms part of the Annual Report, which is posted to the shareholders.**

## GENERAL SHAREHOLDER INFORMATION

### 1. Annual General Meeting:

Day, Date & Time: Monday, the 30<sup>th</sup> day of September, 2019 at 11.00 a.m.  
Venue: G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab 147 301

### 2. Financial Calendar for:

Adoption of Results for the quarter ended:	In the Month of (tentative)
30 <sup>th</sup> June, 2019	August, 2019 (2 <sup>nd</sup> week)
30 <sup>th</sup> September, 2019	November, 2019 (2 <sup>nd</sup> week)
31 <sup>st</sup> December, 2019	February, 2020 (2 <sup>nd</sup> Week)
31 <sup>st</sup> March, 2020	May, 2020
Annual General Meeting	September, 2020

### 3. Book Closure Date:

From 23<sup>rd</sup> September, 2019 to 30<sup>th</sup> September, 2019 (both days inclusive)

**4. Listing on Stock Exchanges:**

Your Company is listed at the BSE Limited (BSE).

**5. Stock Code:**

BSE: 513303

ISIN No. in NSDL & CDSL: INE001F01019

**6. Stock Data:**

Month	MODERN STEELS LTD. ON BSE				BSE SENSEX		
	High Rs.	Low Rs.	Close Rs.	Volume	High	Low	Close
<b>2018</b>							
April	18.30	15.25	15.25	8085	35213.30	32972.56	35160.36
May	14.50	11.45	11.45	14273	35993.53	34302.89	35322.38
June	10.88	8.17	8.24	38594	35877.41	34784.68	35423.48
July	9.08	7.30	8.04	8505	37644.59	35106.57	37606.58
August	8.30	6.78	6.78	18630	38989.65	37128.99	38645.07
September	9.97	6.45	9.97	22566	38934.35	35985.63	36227.14
October	11.95	9.48	11.21	22463	36616.64	33291.58	34442.05
November	11.21	11.21	11.21	4850	36389.22	34303.38	36194.30
December	-	-	-	-	36554.99	34426.29	36068.33
<b>2019</b>							
January	10.65	10.65	10.65	72	36701.03	35375.51	36256.69
February	-	-	-	-	37172.18	35287.16	35867.44
March	11.00	11.00	11.00	500	38748.54	35926.94	38672.91

**7. Registrars and Share Transfer Agents (For Physical as well as for Demat Segment):**

M/s. MCS Share Transfer Agent Limited

F- 65, First Floor, Okhla Industrial Area Phase-I, New Delhi - 110 020.

Tel. No.: +91-11- 41406149 , Fax No.: +91-11- 41709881,

E-mail: admin@mcsregistrars.com, Website: www.mcsregistrars.com.

All shareholders of the Company can avail online services from our Registrars & Share Transfer Agents M/s. MCS Share Transfer Agent Limited, with regard to Investor Grievances. Please login on the site of M/s. MCS Share Transfer Agent Limited at [www.mcsregistrars.com](http://www.mcsregistrars.com) and click on Investors Services and you can register your queries / grievances and details as required by you. The registered queries/grievances on the site will be responded by M/s. MCS Share Transfer Agent Limited on priority basis.

**8. Share transfer System:**

94.07% of the equity shares of the Company are in the electronic form. Transfers of these shares are done through the depositories with no involvement of the Company. As regards transfer of shares held in physical form the transfer documents can be lodged with M/s. MCS Share Transfer Agent Limited or with Company at above mentioned addresses.

**9. Distribution of Shareholding as on 31<sup>st</sup> March, 2019:**

SHAREHOLDING		SHAREHOLDERS		NO. OF SHARES	
From	To	Number	% of total	Number	% of total
1	500	5811	87.72	1288710	9.36
501	1000	385	5.82	311168	2.26
1001	2000	212	3.20	310362	2.26
2001	3000	45	0.68	111076	0.81
3001	4000	31	0.47	110339	0.81
4001	5000	25	0.38	116881	0.85
5001	10000	49	0.74	348017	2.53
10001	50000	40	0.60	842821	6.12
50001	100000	1	0.02	84614	0.61
100001	And Above	18	0.27	10238371	74.39
<b>TOTAL</b>		<b>6617</b>	<b>100.00</b>	<b>13762359</b>	<b>100.00</b>

**Shareholding Pattern of the Company as on 31<sup>st</sup> March, 2019:**

Category	No. of shares held	%age of shareholding
Promoters & Promoter Group	9018936	65.53
Mutual Funds & Banks	7000	0.05
Bodies Corporate	207286	1.51
Indian Public	4500618	32.70
NRIs/OCBs	28519	0.21
<b>TOTAL</b>	<b>13762359</b>	<b>100.00</b>

**10. Dematerialisation of Shares:**

The trading in Company's shares is permitted only in dematerialised form. In order to enable the shareholders to hold their shares in electronic form and to facilitate scripless trading, the Company has enlisted its shares with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

Share Dematerialisation record: The following data indicates the extent of Dematerialization of Company's shares as on 31<sup>st</sup> March, 2019.

No. of Shares : <b>1,29,45,754</b>	<b>94.07%</b> of the total equity.
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**11. Commodity price risk or foreign exchange risk and hedging activities:**

The Company does not deal in commodities and hence the disclosure pursuant to SEBI Circular dated November 15, 2018 is not required to be given.

**12. Plant Location of the Company:**

Registered Office & Works: G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab – 147 301

**13. Correspondence Address:**

All queries of investors regarding the Company's shares in Physical / D'emat form may be sent at the following addresses:

- i) Modern Steels Limited  
Corporate Office: SCO 98-99, Sub City Centre, Sector 34, Chandigarh-160022  
Tel.: +91-172- 2609001, 2609002, 2609003, Fax: +91-172- 2609000  
E-mail:secretarial@modernsteels.com, Company's Website: www.modernsteels.com
- ii) M/s. MCS Share Transfer Agent Limited  
F- 65, First Floor, Okhla Industrial Area Phase-I, New Delhi 110 020.  
Tel. No.: +91-11- 41406149, Fax No.: +91-11- 41709881,  
E-mail: admin@mcsregistrars.com, Website: www.mcsregistrars.com

**14. Other Disclosures:**

- a) Disclosure on materially significant related party transactions:  
All material transactions with related parties as defined under the Act and Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year were in the ordinary course of business. They have been approved by the Audit Committee, Board of Directors and Shareholders.
- b) Details of non- compliance by listed Company, penalties: BSE Ltd. imposed a penalty of Rs. 3,62,992/- for delay in financial results for the quarter and year ended 31<sup>st</sup> March, 2018. The Company duly paid the said amount.
- c) Detail of establishment of vigil mechanism, whistle blower policy:  
The Company has established a Whistle Blower Policy and has established the necessary vigil mechanism as defined under Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for Directors and employees to report concerns about unethical behavior. No person is denied access to the Chairman of the Audit Committee,
- d) Details of compliance with mandatory requirements:  
The Company is complying with all the mandatory requirements as given by Stock Exchange / Registrar of Companies.
- e) The Company is not having any subsidiary, therefore no policy for determining material subsidiaries.
- f) A certificate from a Company Secretary in practice that none of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/ Ministry of Corporate Affairs or any such statutory authority.  
The Certificate of Company Secretary in practice is annexed herewith as a part of the report.
- g) Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part.  
Details relating to fees paid to the Statutory Auditors are given in Relevant Note to the Financial Statements.
- h) Your Company has in place a policy on Prevention of Sexual Harassment at workplace. This policy is in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.  
All employees are covered under this Policy.

As per the said Policy, an Internal Complaints Committee is also in place to redress complaints received regarding sexual harassment. No complaints were received during financial year 2018-19.

**Declaration regarding compliance by Board members and Senior management personnel with the Company's code of conduct.**

The Shareholders,

I, Krishan Kumar Goyal, Chairman & Managing Director of the Company do hereby declare that all the Board members and Senior Management Personnel have affirmed compliance with the Code of Conduct adopted by the Board of Directors, as applicable to the Board of Directors and Senior Management of the Company.

Place: Chandigarh  
Dated: 13<sup>th</sup> August, 2019

Krishan Kumar Goyal  
Chairman & Managing Director  
DIN: 00482035





**AUDITOR'S CERTIFICATE ON COMPLIANCE OF CORPORATE GOVERNANCE UNDER SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

**To,  
The Members  
Modern Steels Limited**

We have examined the compliance of the conditions of the Corporate Governance by Modern Steels Limited for the year ended 31<sup>st</sup> March, 2019, as stipulated in Regulation 34(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of the Corporate Governance is the responsibility of the Management. Our examination was limited to review of the procedures and implementations thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of an opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We state that no investor grievance is pending for a period of exceeding one month against the Company as per the records maintained by the Stakeholders Relationship Committee.

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

For B.K. Gupta and Associates  
Company Secretaries

Sd-  
(Bhupesh Gupta)  
FCS- 4590  
CP-5708

Place: Chandigarh  
Date: 13<sup>th</sup> August, 2019

**CERTIFICATE**

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by M/s Modern Steels Limited, having its Registered office at G T Road Mandi, Gobindgarh, Punjab and also the information provided by the Company, its officers, agents and authorized representatives, we hereby report that during the Financial Year ended on March 31, 2019, in our opinion, none of the director on the Board of the Company have been debarred or disqualified from being appointed or continuing as director of Company by the Board/Ministry of Corporate Affairs or any such Statutory authority.

For B.K. Gupta and Associates  
Company Secretaries

Sd/-  
(Bhupesh Gupta)  
FCS- 4590  
CP-5708

Place: Chandigarh  
Date: 13<sup>th</sup> August, 2019

**INDEPENDENT AUDITORS' REPORT**

To

THE MEMBERS OF MODERN STEELS LIMITED

**REPORT ON THE FINANCIAL STATEMENTS**

We have audited the accompanying financial statements of Modern Steels Limited, which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year ended, and a summary of significant accounting policies and other explanatory information.

**OPINION**

We have audited the standalone financial statements of Modern Steels Limited ("the Company"), which comprises the balance sheet as at March 31, 2019, and the statement of Profit and Loss, (statement of changes in equity) and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the **Basis for Qualified Opinion** section of our report and **Emphasis of Matters**, the aforesaid financial statements give a true and fair view in conformity with the accounting principles, of the state of affairs of the Company as at March 31<sup>st</sup>, 2019 and profit/loss, (changes in equity) and its cash flows for the year ended on that date.

**BASIS FOR QUALIFIED OPINION**

1. *As prescribed in Sec-197 and Schedule V of Companies Act, 2013 if there are no profits or profits are inadequate and where the company has defaulted in payment of dues to any bank or public financial institution the prior approval of the bank or public financial institution concerned shall be obtained by the Company before approving the same by special resolution at general meeting.*

*Neither the required resolution has been passed nor the prior approval has been obtained from the bankers, since having defaulted in paying their dues.*

*Therefore the Company is not eligible to pay director's remuneration due to non-compliance of conditions prescribed in schedule V of the Companies Act, 2013. During the year, the Company has given the director remuneration to Mr. Krishan Kumar Goyal (Chairman and Managing Director) amounting to Rs. 39,05,614 and Mr. R.K. Sinha (Director) amounting to Rs. 35,15,350.*

*Apart from the managerial remuneration for year ended 31<sup>st</sup> March, 2019, as mentioned above the company has paid director remuneration of Rs. 92,33,084 till 31<sup>st</sup> March, 2018 without complying the provisions of Schedule V of the Companies Act, 2013.*

We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

**EMPHASIS OF MATTER****1. Interest provisioning on facilities from Consortium banks**

The Company's various credit facilities have been declared "Non-Performing Assets" by its respective banks. There is a usual practice that banks discontinue to account for as "income" in respect to the accrued interest on such assets, subsequent to the declaration of these as "Non-performing assets". The bankers of the Company too have not accounted as "income" in respect to the interest subsequent to NPA declaration date. In order to achieve the desired congruency on this issue & uncertainty of the amount liable to be paid, the management of the Company has not provided for such interest i.e. interest on credit facilities (including on assigned debts of SBI and Canara Bank) subsequent to the date of declaration of these credit facilities as non-performing. Such interest amounts to Rs.2677 Lakhs for the current financial year which has resulted in the understatement of current liabilities and losses to that extent.

**2. Assignment of debt of SBI and Canara Bank to ARC**

Two lender banks of the company viz. State Bank of India (SBI) and Canara Bank have assigned their loans and other facilities along with underlying financial documents together with all the rights, title and interest to Edelweiss Asset Reconstruction



Company Limited, acting in its capacity as trustee of the EARC Trust- SC 306 for the benefits of the holders of the Security Receipts issued by the trustee there under.

During the reporting period there has been no written agreement between the Company and Edelweiss Asset Reconstruction Company Limited to crystallise the amount payable and interest thereon to them, hence the said debt till then is continued to be shown as payable to SBI and Canara Bank instead of Edelweiss Asset Reconstruction Company Limited.

### 3. One Time Settlement (OTS) with PNB

The Company has proposed its OTS offer to Punjab National Bank (PNB). The bank has approved the same. The Company has complied with all the terms and conditions except for repayment period. The Company has, however, requested to the bank for extension of the period of repayment of OTS amount.

### 4. Going-Concern

The preparation of the financial statements is done on going concern basis, consequently assets and liabilities are being carried at their book value. We draw attention to the financial statements, which indicates that the company had accumulated losses and has also incurred losses during the financial year ended 31<sup>st</sup> March, 2019. As on date, the Company's current liabilities exceeded its current assets and the Company's net worth has also been eroded. There are negative operating cash flows indicated by historical financial statements, adverse key financial ratios, and inability to comply with the term loan agreements. These conditions indicate the existence of a material uncertainty that may cast doubt about the Company's ability to continue as a going concern.

### 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 with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these standalone 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 there under.

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 the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the 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 standalone financial statements.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
  - e. On the basis of the written representations received from the directors as on March 31, 2019, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, 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 Rule 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:

- The Company has disclosed the impact of pending litigations on its financial position in its financial statements;
- The Company has made provision, as required under the applicable law or Indian accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
- There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

**For AARYAA & ASSOCIATES**

Chartered Accountants  
(Firm Registration No. 015935N)

**CA Harsharanjit Singh Chahal**

**(Partner)**

Membership No. 091689

Place : Chandigarh

Date: 30<sup>th</sup> May 2019

**ANNEXURE TO THE AUDITORS' REPORT**

The Annexure referred to in our report to the members of the company for the year ended 31 March, 2019. To the best of our knowledge and belief and information & explanation given to us, we further report that:-

1. a) The company has maintained proper records to show full particulars including quantitative details & situation of its fixed assets.
- b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals which in our opinion is appropriate having regards to size of the company and nature of its assets. No material discrepancies have been noticed during the year.
- c) The title deeds of immovable properties are held in the name of the Company.
2. a) The inventory of the company has been physically verified by the management at reasonable intervals during the year.
- b) No material discrepancies were noticed.
3. The company has not granted loans, secured or unsecured to Companies, Firms or other parties covered in the Register maintained u/s 189 of the Companies Act, 2013 during the year.
4. In respect of loans, investments, guarantee and security the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
5. The company has accepted loans from directors amounting to ₹ 0.75 crore. The company has complied with the directives issued by the Reserve Bank of India & with the provisions of Section 73 to 76 of the Companies Act, 2013 and the rules framed there under with regard to the deposits accepted from the public. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal.
6. On the basis of records produced to us, we are of the opinion that prima facie the cost records prescribed by the Central Government of India under section 148(1) of the Act have been made & maintained & also cost audit will be conducted in due course of time. We have not carried out any detailed examination of such account & records.
7. (a) According to the books and records as produced and examined by us in accordance with generally accepted auditing practices in India and also based on Management representations, undisputed statutory dues

in respect of Provident Fund, Employee's State Insurance dues, Investor Education and Protection Fund, Income Tax, Service Tax, Cess, Goods and Services Tax and other material statutory dues have generally been regularly deposited by the Company during the year with the appropriate authorities in India and there were no arrear outstanding in respect of above for a period of more than six month as on 31.03.2019.

- (b) According to the records of the Company examined by us and the information and explanations given to us, there are no dues of Goods and Service Tax, sales tax, income tax, customs duty, service tax, excise duty and cess which have not been deposited on account of any dispute other than the following amounting to ₹1.42 crore. The details are as under:-

NATURE OF DUES/NAME OF STATUTES	FORUM WHERE DISPUTE IS PENDING	YEAR	DISPUTED AMOUNT (₹)
<b>EXCISE DUTY</b>			
CENTRAL EXCISE ACT 1944	COMMISSIONER (APPEALS), CHANDIGARH	2007-08	2,56,533
CENTRAL EXCISE ACT 1944	COMMISSIONER (APPEALS), CHANDIGARH	2007-08 to 2008-09	2,59,085
CENTRAL EXCISE ACT 1944	COMMISSIONER (APPEALS), CHANDIGARH	2004-05 to 2006-07	89,56,212
CENTRAL EXCISE ACT 1944	CESTAT, NEW DELHI	2002-03 to 2004-05	15,87,580
CENTRAL EXCISE ACT 1944	CESTAT, NEW DELHI	2008-09	1,10,550
CENTRAL EXCISE ACT 1944	COMMISSIONER (APPEALS), CHANDIGARH	2004-05	5,16,272
<b>CUSTOMS DUTY</b>			
CUSTOMS ACT 1962	CESTAT, AHMEDABAD	2004-05	25,35,450

8. During the year ended 31 March 2019, the Company has defaulted on timely payment of principal and payment of interest on term loans and cash credits. The lender wise details with respect to interest and principal in default as on 31.03.2019 is as under:

₹ in lakhs

S.No	Particulars	Amount in lakhs	Nature of Due	Date of Default
1.	State Bank of India	12081	Principal	01/02/2016
		31	Interest	
2.	Punjab National Bank	4315	Principal	01/04/2016
		219	Interest	
3.	Canara Bank	1890	Principal	30/09/2016
		24	Interest	

**\*It does not include Interest amounting to ₹7269 lakhs not provided for in books.**

The debts of SBI and Canara has however been assigned to ARC i.e, Edelweiss Asset Reconstruction Company Limited. As there is no written agreement between the Company and ARC, therefore the above debts has been recorded in books with respective banks.

The Company did not raise money by way of initial public offer or further public offer (including debt instruments and term loans during the year).

9. As per the information and explanation given to us and on the basis of examination of records, no material fraud on or by the Company was noticed during the course of our audit.
10. The Company has not paid managerial remuneration in accordance with the requisite approval mandated by the provisions of section 197 read with schedule V to the Companies Act. The details of the same have been mentioned in the Basis of Qualified opinion section of Audit Report.
11. In our opinion, considering the nature of activities carried on by the Company during the year, the provisions of any special/statute applicable to Nidhi Company are not applicable to it.
12. All transactions with related parties are in accordance with section 177 and 188 of the Companies Act 2013 and details have been disclosed in the financial statements as required by the applicable accounting standards.

13. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
14. The Company has not entered into any non cash transactions with directors or persons connected with him during the year under review.
15. The Company is not required to be registered under section 45-IA of the Reserve Bank of India 1934.

**For Aaryaa Associates**

Chartered Accountants  
Firm Registration No. 015935N

**CA Harsharanjit Singh Chahal**

Partner  
M. No.091689

Place: Chandigarh  
Dated: 30<sup>th</sup> May 2019

**ANNEXURE 2****Annexure to the Independent Auditor's Report of even date to the members of Modern Steels Limited, on the financial statements for the year ended 31<sup>st</sup> March, 2019****Independent Auditor's report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

1. In conjunction with our audit of the financial statements of Modern Steels Limited ("the Company") as of and for the year ended 31st March 2019, we have audited the internal financial controls over financial reporting (IFCoFR) of the company as of that date.

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

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

**Auditors' Responsibility**

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

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's IFCoFR.

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

6. A Company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with Generally Accepted Accounting Principles. A Company's IFCoFR includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

**Opinion**

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2019, based on the

internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For AARYAA & ASSOCIATES**

Chartered Accountants  
(Firm Registration No. 015935N)

**CA HARSHARANJIT SINGH CHAHAL**

Partner  
Membership no. 091689

Place: Chandigarh  
Date: 30<sup>th</sup> May 2019





# MODERN STEELS LIMITED

## BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2019

Particulars	Notes	31st March 2019 ₹ in Lakhs	31st March 2018 ₹ in Lakhs
<b>A ASSETS</b>			
<b>1 Non-currents assets</b>			
<b>a) Fixed Assets</b>	III		
(i) Property, plant and equipment		59,04	62,46
(ii) Capital work-in-progress		28	28
(iii) Other Intangible Assets		9	6
b) Investments	IV	3	3
c) Other non-current assets	V	6,31	6,39
		<u>65,75</u>	<u>69,22</u>
<b>2 Current assets</b>			
a) Inventories	VI	41,07	42,18
b) Financial assets			
(i) Investments	VII	-	10
(ii) Trade receivables	VIII	56,14	72,38
(iii) Cash and cash equivalents	IX	1,11	1,80
(iv) Bank balances	X	-	5
(v) Short term advances	XI	2,54	2,37
c) Other current assets	XII	3,80	1,26
		<u>1,04,66</u>	<u>1,20,14</u>
		<u>1,70,41</u>	<u>1,89,36</u>
<b>B EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
(a) Equity share capital	XIII	14,40	14,40
(b) Other equity	XIV	(82,65)	(57,36)
<b>Sub-total-Shareholders funds</b>		<u>(68,25)</u>	<u>(42,96)</u>
<b>2 LIABILITIES</b>			
<b>Non-current-liabilities</b>			
(a) Provisions	XV	1,92	1,92
(b) Other non-current liabilities	XVI	4	4
<b>Sub-total-Non current liabilities</b>		<u>1,96</u>	<u>1,96</u>
<b>3 Current Liabilities</b>			
(a) Financial liabilities			
(i) Trade payables	XVII	35,15	23,12
(ii) Other financial liabilities	XVIII	1,86,91	1,89,20
(b) Other current liabilities	XIX	13,61	17,18
(c) Short term provisions	XX	1,03	86
<b>Sub-total- Current liabilities</b>		<u>2,36,70</u>	<u>2,30,36</u>
		<u>1,70,41</u>	<u>1,89,36</u>
Significant Accounting Policies	II		
The Notes I to XL form an integral part of the Financial Statements			
As per our report of even date attached		For and on behalf of Board of Directors	
<b>For AARYAA &amp; ASSOCIATES</b> Chartered Accountants Firm Registration No. 0015935N	<b>SANJEEV KUMAR VERMA</b> Chief Financial Officer	<b>KRISHAN KUMAR GOYAL</b> Chairman & Managing Director (DIN: 00482035)	
<b>HARSHARANJIT SINGH CHAHAL</b> Partner M.No 091689 Place: Chandigarh Dated: 30 <sup>th</sup> May, 2019		<b>D.S. GILL</b> Director (DIN: 00211236)	

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2019

Particulars	Notes	31 <sup>st</sup> March 2019 ₹ in Lakhs	31 <sup>st</sup> March 2018 ₹ in Lakhs
<b>INCOME</b>			
Revenue from Operations	XXI	3,21,57	3,87,52
Other Income	XXII	1,85	1,66
<b>Total Revenue</b>		<b>3,23,42</b>	<b>3,89,18</b>
<b>EXPENSES</b>			
Cost of material consumed	XXIII	1,92,21	2,22,59
Changes in inventories of finished goods, work-in-progress and stock-in-trade	XXIV	3,40	4,66
Excise Duty		-	11,46
Employee benefits expense	XXV	23,36	23,73
Finance Cost	XXVI	1,77	1,79
Depreciation and Amortisation expenses	III	5,17	5,41
Other Expenses	XXVII	1,22,72	1,49,78
<b>Total Expenses</b>		<b>3,48,63</b>	<b>4,19,42</b>
<b>Profit / (Loss) for the year</b>		<b>(25,21)</b>	<b>(30,24)</b>
<b>Other Comprehensive Income</b>			
a) Items that will not be reclassified to profit or loss	XXVIII	(5)	(2,25)
b) Items that will be reclassified to profit or loss		-	-
<b>Total Other Comprehensive Income (net)</b>		<b>(5)</b>	<b>(2,25)</b>
<b>Total Other Comprehensive Income for the year (net)</b>		<b>(25,26)</b>	<b>(32,49)</b>
Earning per share		<b>(18.32)</b>	<b>(21.97)</b>
Significant Accounting Policies II			
The Notes I to XL form an integral part of the Financial Statements			
As per our report of even date attached		For and on behalf of Board of Directors	
<b>For AARYAA &amp; ASSOCIATES</b> Chartered Accountants Firm Registration No. 0015935N	<b>SANJEEV KUMAR VERMA</b> Chief Financial Officer	<b>KRISHAN KUMAR GOYAL</b> Chairman & Managing Director (DIN: 00482035)	
<b>HARSHARANJIT SINGH CHAHAL</b> Partner M.No 091689 Place: Chandigarh Dated: 30 <sup>th</sup> May, 2019		<b>D.S. GILL</b> Director (DIN: 00211236)	



# MODERN STEELS LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2019

Particulars	31st March 2019 ₹ in Lakhs	31st March 2018 ₹ in Lakhs
<b>A. Cash Flow from Operating Activities:</b>		
Net Profit/(Loss) after tax	(25,26)	(32,49)
Adjusted for :		
i. Depreciation	5,17	5,41
ii. Profit on Sale of Fixed Assets	-	-
iii. Prior period adjustments	(3)	(5)
iv. Finance Cost	1,77	1,79
v. Interest Income	(1,52)	(1,36)
<b>Operating profit before working Capital Changes</b>	<b>(19,87)</b>	<b>(26,71)</b>
Adjusted for :		
i. Inventories	1,11	13,48
ii. Trade & Other receivables	13,44	15,01
iii. Trade Payable & Other Liabilities	8,63	(12,62)
	<b>23,18</b>	<b>15,87</b>
<b>Cash Generated from Operations</b>	<b>3,31</b>	<b>(10,84)</b>
i. Taxes Paid	17	(15)
<b>Net Cash outflow from Operating Activities (A)</b>	<b>3,48</b>	<b>(10,99)</b>
<b>B. Cash Flow from Investing Activities</b>		
i. Purchase of Fixed Assets	(1,78)	(2,25)
ii. Sale/Adjustments of Fixed Assets	-	2,52
iii. Purchase/Sale of Investment	10	(10)
iv. Interest Income	1,52	1,36
v. Increase/(Decrease) in Bank balances not considered as cash and cash equivalents	5	74
<b>Net Cash used In Investing Activities (B)</b>	<b>(11)</b>	<b>2,27</b>
<b>C. Cash Flow from Financing Activities</b>		
i. Net Increase/(Decrease) in Long Term Borrowings	(90)	(7,17)
ii. Net Increase/(Decrease) in Liabilities/Provisions	1,38	12
iii. Net Increase (Decrease) in Short Term Borrowings	(2,77)	8,78,27
iv. Finance Cost	(1,77)	(1,79)
<b>Net Cash from Financing Activities (C)</b>	<b>(4,06)</b>	<b>(6)</b>
<b>Net increase/decrease in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>(69)</b>	<b>(8,77)</b>
<b>Cash &amp; Cash Equivalents as on 1st April 2018</b>	<b>1,80</b>	<b>10,57</b>
<b>Cash &amp; Cash Equivalents as on 31 March 2019</b>	<b>1,11</b>	<b>1,80</b>
<b>Reconciliation of Cash and Bank balances with Balance Sheet</b>		
Cash and Bank balances as per Balance Sheet	1,11	1,85
Less Bank balances not considered as Cash and Cash equivalents	-	5
<b>Cash &amp; Cash equivalents as on 31st March 2019</b>	<b>1,11</b>	<b>1,80</b>

As per our report of even date attached

For and on behalf of Board of Directors

**For AARYAA & ASSOCIATES**  
Chartered Accountants  
Firm Registration No. 0015935N

**SANJEEV KUMAR VERMA**  
Chief Financial Officer

**KRISHAN KUMAR GOYAL**  
Chairman & Managing Director  
(DIN: 00482035)

**HARSHARANJIT SINGH CHAHAL**  
Partner  
M.No 091689

**D.S. GILL**  
Director  
(DIN: 00211236)

Place: Chandigarh  
Dated: 30th May, 2019

## Notes to Financial Statements for the year ended 31st March, 2019

**NOTE : I CORPORATE INFORMATION**

Modern Steels Limited (the Company) is a public listed company incorporated under the provisions of the Companies Act 1956 on 19th November, 1973. The Company is engaged in manufacturing of Steel Rolled products.

**NOTE : II SIGNIFICANT ACCOUNTING POLICIES****2.1) Basis of preparation of Financial Statements****i) Statement of Compliance**

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind-AS) under historical cost convention on the accrual basis, the provisions of the Companies Act 2013 (the Act) (to the extent notified) and guidelines issued by Securities and Exchange Board of India (SEBI). The Ind AS prescribed under Section 133 of the Act 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and relevant amendment rules issued thereafter.

**ii) Basis of Preparation**

Effective from 1 April 2017, the Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind-AS 101, "First Time Adoption of Indian Accounting Standards, with 1 April 2016 as the transition date. The transition was carried out from Indian Accounting principles generally accepted in India as prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

Accounting policies have been consistently applied except where a newly accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

**iii) Classification of Assets and liabilities as Current and Non-Current.**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Revised Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current/ non-current classification of its assets and liabilities.

**2.2) Use of Estimates**

The preparation of financial statements, in conformity with Ind-AS require estimates and assumptions to be made by management, that may affect the reported amount of assets and liabilities as on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Changes in the estimates are reflected in the financial statements in the period changes are made, and if material their effects are disclosed in the notes to the financial statements.

**2.3) Property, Plant and Equipment and Depreciation**

Under the Indian GAAP, Property, plant and equipment were carried in the balance sheet on historical cost. The Company has elected to regard those values as deemed cost under Ind-AS as on transition date i.e. 1<sup>st</sup> April, 2016.

All tangible fixed assets are stated at cost less accumulated depreciation. Cost includes freight, duties, taxes and other expenses directly incidental to acquisition, bringing the asset to the location and installation including site restoration up to the time when the asset is ready for intended use. Such Costs also include Borrowing Cost if the recognition criteria are met. When a major inspection/repair occurs, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied.

As per the provision of IND AS-16, major spare parts, stand-by equipment and servicing equipment qualify as property, plant and equipment when an entity expects to use them during more than one period and the company has elected to do the same.

Depreciation on tangible fixed assets has been provided on straight-line method according to the Schedule II of the Companies Act 2013.

**Assets held for Disposal**

Assets held for disposal are valued at lower of cost or Net realizable value in accordance with IND AS-105.



## 2.4) Intangibles and Amortization

Intangible assets are recognized if it is probable that the future economic benefits attributable to that assets will flow to the enterprise. Intangibles assets are amortized on straight line basis over their useful lives, which range from 1-5 years, determined on the basis of expected future economic benefits. The amortization period and method would be reviewed at the end of each financial year.

## 2.5) Inventories

- The cost in respect of various items of inventory is computed as under:
  - i.) In case of raw-material on FIFO Basis (net of GST, MODVAT, Service Tax & VAT).
  - ii.) In case of work in progress - rolling mill raw material are valued at monthly average cost basis. Cost for this purpose includes direct cost and all appropriate allocable overheads.
  - iii.) In case of Finished Goods at cost plus all appropriate allocable overheads and Excise Duty/GST thereon. Cost for this purpose includes direct cost on monthly average cost basis, all appropriate allocable overheads and Excise Duty/GST thereon.
- Fresh Stock of Stores, spares & Fuel are valued at cost or net realizable value, whichever is lower and cost is computed on FIFO Basis (net of MODVAT/GST, Service tax, VAT). Stocks in working condition are valued at depreciated value or realizable value whichever is less. Disposable and used Stocks is valued at net realizable value.
- Due to rejections, change of model and defective productions the Company has transferred certain goods earlier shown as finished goods to scrap and revalued these goods which has decreased the value of stock by Rs.542 lakhs.

## 2.6) Foreign Exchange Transaction

The transactions in Foreign exchange are accounted for at the exchange rates prevailing on the date of the transactions. The current assets and current liabilities are converted at the exchange rate prevailing at the last working day of the accounting year. The resultant gains/losses are recognized in the profit & loss account relating to current assets & current liabilities. Exchange differences on foreign currency transactions relating to fixed assets acquired from a country outside India have been adjusted to revenue.

### Forward Exchange contracts not intended for trading or speculation purpose

In case of forward exchange contract, the premium or discount arising at the inception of such contract is amortized as income or expense over the life of contract as well as exchange difference on such contract i.e. difference between the exchange rate at the reporting/ settlement date and the exchange rate on the date of inception/ the last reporting date, is recognized as income/ expense for the year.

## 2.7) Investments

### (a) Classification

The company classifies its financial assets in the following measurement categories:

- Those to be measured subsequently at fair value (either through other comprehensive income, or through profit & loss) and
  - Those measured at amortized cost
- The classification depends upon the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses arising from fair valuation will either be recorded in profit and loss or other comprehensive income. For investments in equity instruments, this will depend on whether the company has made any irrevocable election at the time of initial recognition to account for the equity investment for fair value through other comprehensive income.

### (b) Measurement

The company measures a financial asset at its fair value and in the case of financial assets not at fair value through profit and loss, at fair value including transaction cost that is directly attributable to the acquisition of the financial asset. Transaction cost of financial assets carried at fair value through profit and loss are expensed in profit or loss.

## 2.8) Employees Benefits

### (a) Short Term Obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized

in respect of employees' services up to the end of the financial reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

**(b) Post Employment obligations**

The company operates the following post-employment schemes:

Defined benefit plan such as gratuity, provident fund:

**(c) Defined benefit obligations**

The defined benefit obligations (other than provident fund) are calculated annually by actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of related obligation.

The liability or asset recognized in the balance sheet in respect defined benefit obligations (except provident fund) is the present value of the defined benefit obligation at the end of the reporting period less the fair value of the plan assets, if any.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized directly in other comprehensive income.

Changes in the present value of the defined benefit obligations resulting from plan amendments or curtailments are recognized immediately in profit or loss as past service cost

**(d) Provident Fund**

Retirement benefits in the form of provident fund and family pension fund whether in pursuance of law or otherwise is accounted on accrual basis and charged to statement of profit and loss of the year.

**2.9) Borrowing Costs**

To capitalize the borrowing costs that is directly attributable to the acquisition or Construction of that Capital asset. Other borrowing Costs are recognized as an expense in the year in which they are incurred.

**2.10) Assignment of debts to Asset Reconstruction Company**

Two lenders of the company viz. State Bank of India (SBI) and Canara Bank have assigned their loans and other facilities along with underlying financial documents together with all the rights, title and interest to an ARC i.e. Edelweiss Asset Reconstruction Company Limited, acting in its capacity as trustee of the EARC Trust- SC 306 for the benefits of the holders of the Security Receipts issued by the trustee there under.

During the reporting period there has been no written agreement between the Company and Edelweiss Asset Reconstruction Company Limited to crystallise the amount payable and interest thereon to them, hence the said debt till then is continued to be shown as payable to SBI and Canara Bank instead of Edelweiss Asset Reconstruction Company Limited.

**2.11) One Time Settlement (OTS) with PNB**

The company has proposed its OTS offer to Punjab National Bank (PNB). The bank has approved the same. The company has complied with all the terms and conditions except for the repayment period. The company has, however, requested to the bank for extension of the period of repayment of OTS amount.

**2.12) Revenue Recognition**

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of Excise duty. Revenue is recognized net of returns, trade allowances, rebates, value added taxes and net of amount collected on behalf of the third parties.

**Revenue from Goods**

Revenue from goods comprise of value of sales of products (net of returns) excluding VAT and cash and trade discounts. Sales are recognized with the transfer of significant risk and rewards of ownership of the goods, with the company losing effective control and the recovery of the consideration is probable.

**Revenue from Services**

Revenue from services are recognized in proportion to the stage of completion of transaction at the end of reporting period, and cost incurred in the transaction including same to complete the transaction and revenue (representing economic benefit associated with the transaction) can be measured reliably.

**Interest**

Interest income is recognized on a time proportion basis (accrual basis) taking into account the amount outstanding and the rate applicable.

**Bad debts and provision for doubtful debts**

The Company has written off its receivables to the tune of Rs.695 lakh which was declared as doubtful of recovery in the previous year ended 31 March 2018 and appropriate provision for doubtful was made in the books.

Further an amount of ₹ 222 lakhs has been provided as provision for doubtful debts as its recoverability has become doubtful.

**2.13) Taxes on Income**

Provision for Taxation is made on the basis of the taxable profits computed for the current accounting period in accordance with the Income Tax Act 1961. Deferred Tax resulting from timing difference between Book Profits and Tax Profits is accounted for at the applicable rate of tax to extent the timing differences are expected to crystallize, in case of Deferred Tax Liabilities with reasonable certainty and in case of Deferred Tax Assets with virtual certainty that there would be adequate future taxable income against which Deferred Tax Assets can be realized.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes down the carrying amount of deferred tax asset to the extent that is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax assets can be realized. Any such right-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

**2.14) Impairment of Assets**

As at 31st March 2019 the company has reviewed the future earning of its cash generating unit in accordance with Ind AS 109. As per the Company's said review the carrying amount of the assets does not exceed the future recoverable amount consequently, no adjustment is considered necessary by the management.

**2.15) Provisions for Contingent liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past event and it is probable that there will be outflow of resources. Contingent liabilities are disclosed by way of notes.

**2.16) Earning Per Share**

Basic earning per share is computed by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Diluted earning per share is computed by taking into the account the aggregate of the weighted average number of equity shares outstanding during the period and weighted average number of equity shares which would be issued on conversion of all the dilutive potential equity shares into equity shares.

**2.17) Cash Flow Statement**

The cash flow statement has been in accordance with the Ind AS-7 on "Cash Flow Statements" issued by the Companies (Accounting Standard) Rules, 2013.

**2.18) Accounting policies not specifically referred to above are consistent with Ind Accounting Standards.**

## NOTE:III

## Property, Plant and Equipment

₹ in Lakhs

Particulars	Land	Buildings	Plant and Machinery	Office Equipment	Furniture and Fixtures	Vehicles	Total	Capital work in progress
<b>Gross carrying value as at 31 March 2017</b>	25	15,09	1,14,31	1,42	1,18	1,95	1,34,20	-
Additions during the year	-	-	1,69	16	1	-	1,86	28
Sales/Adjustments during the year	-	-	5,48	-	-	11	5,59	-
<b>As at 31 March 2018</b>	25	15,09	1,10,52	1,58	1,19	1,84	1,30,47	28
Additions during the year	-	-	1,63	9	-	-	1,72	-
Sales/Adjustments during the year	-	-	-	-	-	-	-	-
<b>As at 31 March 2019</b>	25	15,09	1,12,15	1,67	1,19	1,84	1,32,19	28
<b>Accumulated depreciation as at 31 March 2017</b>	-	5,33	56,51	1,23	1,04	1,61	65,72	-
Depreciation for the year	-	41	4,71	11	6	7	5,36	-
Sales/Adjustments during the year	-	-	2,97	-	-	10	3,07	-
<b>Accumulated depreciation as at 31 March 2018</b>	-	5,74	58,25	1,34	1,10	1,58	68,01	-
Depreciation for the year	-	41	4,58	9	1	5	5,14	-
Sales/Adjustments during the year	-	-	-	-	-	-	-	-
<b>Accumulated depreciation as at 31 March 2019</b>	-	6,15	62,83	1,43	1,11	1,63	73,15	-
<b>Carrying value as at 31 March 2017</b>	25	9,76	57,80	19	14	34	68,48	-
<b>Carrying value as at 31 March 2018</b>	25	9,35	52,27	24	9	26	62,46	28
<b>Carrying value as at 31 March 2019</b>	25	8,94	49,32	24	8	21	59,04	28

## Intangible Assets

Particulars	Computer Software
<b>Gross carrying value as at 31 March 2017</b>	1,20
Additions during the year	10
Sales/Adjustments during the year	-
<b>As at 31 March 2018</b>	1,30
Additions during the year	6
Sales/Adjustments during the year	-
<b>As at 31 March 2019</b>	1,36
<b>Accumulated depreciation as at 31 March 2017</b>	1,19
Depreciation for the year	5
Sales/Adjustments during the year	-
<b>As at 31 March 2018</b>	1,24
Depreciation for the year	3
Sales/Adjustments during the year	-
<b>As at 31 March 2019</b>	1,27
<b>Net carrying value</b>	
<b>As at 31 March 2017</b>	1
<b>As at 31 March 2018</b>	6
<b>As at 31 March 2019</b>	9



**NOTE:IV  
INVESTMENTS**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March 2018 ₹ in Lakhs</b>
<b>OTHER INVESTMENT (at cost,unquoted)</b>		
28125 (28125) No. of Equity Shares of ₹10 each fully paid up in Nimbua Green Field (Punjab) Ltd.	<b>3</b>	<b>3</b>
<b>Total</b>	<b><u>3</u></b>	<b><u>3</u></b>

**NOTE:V  
OTHER NON CURRENT ASSETS**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March 2018 ₹ in Lakhs</b>
(Unsecured, Considered Good)		
Security Deposits	<b>6,28</b>	<b>6,36</b>
<b>Other Loans &amp; Advances</b>		
Amount paid (under protest) on account of ESI	<b>3</b>	<b>3</b>
<b>Total</b>	<b><u>6,31</u></b>	<b><u>6,39</u></b>

**NOTE:VI  
INVENTORIES**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March 2018 ₹ in Lakhs</b>
<b>Inventories</b>		
a) Raw Materials	<b>8,55</b>	<b>8,81</b>
b) Raw Materials in transit	<b>2,17</b>	<b>1,02</b>
c) Work in Process	<b>6,67</b>	<b>11,13</b>
d) Finished Goods	<b>12,60</b>	<b>11,53</b>
e) Stores, Spares & Fuel (includes disposable stores)	<b>11,08</b>	<b>9,69</b>
<b>Total</b>	<b><u>41,07</u></b>	<b><u>42,18</u></b>

**Method of Valuation:**

1. The cost in respect of various items of inventory is compared as under:
  - a. In case of Raw- material on FIFO Basis ( net of MODVAT/GST, Service Tax & VAT).
  - b. In Case of Work in Progress- Rolling Raw Material are Valued at Monthly average cost basis. Cost for this purpose includes direct cost and all appropriate allocable overheads.
  - c. In Case of Finished Goods at Cost plus all appropriate allocable overheads. Cost for this purpose includes direct cost on monthly average cost basis, all appropriate allocable overheads.
2. Fresh Stocks of Stores, spares & Fuel are valued at cost or net realizable value, whichever is lower and cost is computed on FIFO Basis (net of MODVAT, Service tax, VAT and GST). Stocks in working condition are valued at depreciated value or realizable value whichever is less. Disposable and Used Stocks is valued at net realizable value.

**NOTE:VII****NON - CURRENT INVESTMENTS**

Particulars	As at 31st March 2019 ₹ in Lakhs	As at 31st March, 2018 ₹ in Lakhs
INVESTMENTS IN MUTUAL FUND		
Reliance Regular Saving Fund-Debt plan Growth option - SDGP	-	10
<b>Total</b>	<u>-</u>	<u>10</u>

**NOTE VIII****TRADE RECEIVABLES**

Particulars	As at 31st March 2019 ₹ in Lakhs	As at 31st March, 2018 ₹ in Lakhs
Unsecured, Considered good	54,91	66,52
Unsecured, Considered doubtful	3,45	12,81
<b>Total</b>	<u>58,36</u>	<u>79,33</u>
Less Provision for Doubtful Debts	<u>(2,22)</u>	<u>(6,95)</u>
<b>Total</b>	<u>56,14</u>	<u>72,38</u>

**NOTE:IX****CASH AND BANK BALANCES**

Particulars	As at 31st March 2019 ₹ in Lakhs	As at 31st March, 2018 ₹ in Lakhs
<b>Cash and Cash Equivalents</b>		
Balances with Banks		
In Current Accounts	94	1,74
Cash in hand	17	6
<b>Total</b>	<u>1,11</u>	<u>1,80</u>

**NOTE:X****OTHER BANK BALANCES**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March, 2018 ₹ in Lakhs</b>
In Fixed Deposits Accounts Inclusive of interest accrued thereon	-	5
<b>Total</b>	<u>-</u>	<u>5</u>

Notes:

a) Fixed deposits including interest thereon is towards margin money given to the banks against margin of the Letter of Credit and discounting of bills.

**NOTE:XI****SHORT TERM LOANS AND ADVANCES**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March, 2018 ₹ in Lakhs</b>
<b>Unsecured, Considered Good</b>		
<b>OTHERS</b>		
Advance Tax and TDS	17	15
Old Income Tax	51	57
Balance with Statutory Authorities	1,10	89
Advances to Employees	7	6
Prepaid Expenses	58	62
Other Recoverables	<u>11</u>	<u>8</u>
	<u>2,54</u>	<u>2,37</u>

**NOTE:XII****OTHER CURRENT ASSETS**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March, 2018 ₹ in Lakhs</b>
<b>Unsecured, Considered Good</b>		
Advances to Suppliers	1,94	1,17
Advance against interest	1,50	-
Insurance refund/claim receivable	-	1
Amount receivable from PSPCL	35	7
Amount receivable from Banks and Others	<u>1</u>	<u>1</u>
	<u>3,80</u>	<u>1,26</u>

## NOTE : XIII

## SHARE CAPITAL

Particulars	As at 31st March 2019		As at 31st March 2018	
	Number	₹ in Lakhs	Number	₹ in Lakhs
<b>Authorised</b>				
Equity Shares of ₹10/- each	2,49,00,000	24,90	2,49,00,000	24,90
9.5% Redeemable Cumulative Preference Shares of ₹100/- each	10,000	10	10,000	10
		25,00		25,00
<b>Issued, Subscribed and Fully Paid Up</b>				
Equity Shares of ₹ 10/- each	1,37,62,359	13,76	1,37,62,359	13,76
	A	13,76		13,76
Forfeited Shares (Amount paid up)		0		0
Forfeited Warrants (Amount paid up)		64		64
	B	64		64
	(A+B)	14,40		14,40

## a) Reconciliation of number and amount of equity shares

	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
Number and amount of equity shares at the beginning	1,37,62,359	13,76	1,37,62,359	13,76
Add: Number and amount of equity shares Issued during the period	-	-	-	-
Number and amount of equity shares at the end	1,37,62,359	13,76	1,37,62,359	13,76

## b) Rights, Preferences, restrictions attached to equity shareholders:-

The company has two classes of shares referred to as Equity Shares having par value of Rs.10/- each and 9.5% Redeemable cumulative Preference Shares of Rs.100/- each.

The Company has issued equity shares only. Hence rights / preferences applicable for Redeemable cumulative Preference capital are not disclosed separately.

Each Equity Shareholder is entitled to one vote per share.

The Company declares and pays dividend in Indian Rupees. In respect to Equity Shares, the dividend if any, proposed by the Board of Directors will be subject to approval of shareholders in Annual General Meeting.

In the event of liquidation of company, the holders of Equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of Equity Shares held by the shareholders.

c) Share held by holding Company or its ultimate holding company or subsidiary or associates of the holding company or the ultimate holding in aggregate Nil (Nil)

d) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without being received in cash Nil(Nil), bonus shares and shares back for the period of five years immediately preceding the reporting date Nil (Nil).



# MODERN STEELS LIMITED

## e) Shareholders holding more than 5% shares as at balance sheet date

<u>Name of Equity Share Holders</u>	<u>No. of Shares</u>	<u>%</u>	<u>No. of Shares</u>	<u>%</u>
1 Krishan Kumar Goyal	24,96,179	18.14	24,96,179	18.14
2 Alka Goyal	14,88,840	10.82	14,88,840	10.82
3 Amarjit Goyal	11,89,250	8.64	11,89,250	8.64
4 Nabha Commerce Pvt. Ltd.	8,37,750	6.09	8,37,750	6.09
5 Aditya Goyal	7,95,590	5.78	7,95,590	5.78
	<u>68,07,609</u>	<u>49.47</u>	<u>68,07,609</u>	<u>49.47</u>

## f). Forfeiture of share warrants

In the F.Y. 2011-12, the amount paid up on 771641 warrants @ Rs.8.25/- (per warrant) of Rs.63.66 lacs stands forfeited.

## NOTE:XIV OTHER EQUITY

Particulars	As at 31st March 2019 ₹ in Lakhs		As at 31st March 2018 ₹ in Lakhs	
	Securities Premium Account		13,42	
General Reserve		24,97		24,97
(Balance at the beginning and at the end of the year)				
<b>Surplus/(Deficit) in the Statement of Profit and Loss</b>				
- Balance at the beginning of year	(95,75)		(63,21)	
Prior period items	(3)		(5)	
Add/Less: Transferred from Statement of Profit & Loss	(25,26)		(32,49)	
- Balance at the end of the year		(1,21,04)		(95,75)
		<u>(82,65)</u>		<u>(57,36)</u>

## NOTE:XV LONG TERM PROVISIONS

Particulars	As at 31st March 2019 ₹ in Lakhs	As at 31st March 2018 ₹ in Lakhs
<b>Provision for employee benefits</b>		
Gratuity	1,92	1,92
	<u>1,92</u>	<u>1,92</u>

The company has adopted Indian Accounting Standard AS 19 on employment benefit on 1st April 2017, the liability in respect of the same of benefit have been reworked as on 31.03.2019, based on the following assumptions.

(Actuarial valuation has been done by Sh A.D.Gupta vide Actuarial Valuation Certificate dated 22 April 2019.

	As at 31st March 2019 ₹ in Lakhs	As at 31st March, 2018 ₹ in Lakhs
<b>a) Actuarial Assumptions</b>		
Discount Rate (per annum)	7.65%	7.70%
Rate of increase in compensation levels	3.50%	3.50%
Rate of return on plan assets	-	-
Expected average remaining working {Lives of employees (year)}	21.42	21.84

**b) Table showing changes in present value of obligations:**

Present Value of Obligation as at the beginning of the year	277	252
Acquisition adjustment	-	-
Interest Cost	21	19
Past Service Cost-vested	-	8
Current Service Cost	32	32
Curtailment Cost/(Credit)	-	-
Settlement Cost/(Credit)	-	-
Benefits Paid	(41)	(47)
Actuarial (gain)/loss on obligations	5	14
Present Value of Obligation as at the end of the year	295	277

**C) Actuarial Gain/Loss Recognized:**

Actuarial (gain)/loss for the year – Obligation	5	14
Actuarial (gain)/loss for the year – Plan Assets	-	-
Total (gain)/loss for the year	5	14
Actuarial (gain)/loss recognized in the year	5	14
Unrecognized actuarial (gains)/losses at the end of year	-	-

**D) The amounts to be recognized in Balance Sheet and Statements of Profit & Loss:**

Present Value of Obligation as at the end of the year	295	277
Fair Value of Plan Assets as at the end of the year	-	-
Funded Status	(295)	(277)
Unrecognized Actuarial (gains)/losses	-	-
Net Asset/(Liability) recognized in Balance Sheet	(295)	(277)

**E) Expenses recognized in the statement of Profit & Loss:**

Current Service Cost	32	32
Past Service Cost –vested	-	8
Interest Cost	21	19
Expected Return on Plan Assets	-	-
Curtailment Cost/(Credit)	-	-
Settlement Cost/(Credit)	-	-
Net actuarial (gain)/Loss recognized in the year	-	-
Expenses Recognized in the statement of Profit & Loss	53	59

**F) Bifurcation of PBO at the end of year**

Current Liability (Amount due within one year)	103	86
Non -Current Liability (Amount due over one year)	192	192
Total PBO at the end of year	295	277

**NOTE:XVI****NON-CURRENT LIABILITIES**

Particulars	As at 31st March 2019 ₹ in Lakhs	As at 31st March, 2018 ₹ in Lakhs
Securities Received	4	4
<b>TOTAL</b>	<u>4</u>	<u>4</u>

**NOTE: XVII  
TRADE PAYABLES**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March, 2018 ₹ in Lakhs</b>
- Dues to Micro, Small & Medium Enterprises	85	1,65
- Dues to Others	34,30	21,47
<b>TOTAL</b>	<b>35,15</b>	<b>23,12</b>

According to communication received from suppliers regarding the applicability of the act to them by the Company, dues to Micro, Small and Medium Enterprises pursuant to Section 22 of the Micro, Small and Medium Enterprises Development Act (MSMED).

Principal amount remaining unpaid under MSMED Act 2006	85	1,65
Interest accrued and remaining unpaid has been shown under schedule "other current liabilities" as expenses payable	5	23
<b>TOTAL</b>	<b>90</b>	<b>1,88</b>

**NOTE: XVIII  
OTHER FINANCIAL LIABILITIES**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March, 2018 ₹ in Lakhs</b>
<b>Dues to :</b>		
Secured loan		
- Banks	1,85,60	1,87,59
Unsecured loan		
- Related parties	20	39
- Others	1,11	1,22
<b>Total</b>	<b>1,86,91</b>	<b>1,89,20</b>

**NOTE: XIX  
OTHER CURRENT LIABILITIES**

<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March, 2018 ₹ in Lakhs</b>
a Cheques issued but not presented	4,90	7,00
b Other Payables		
Advances from Customer	38	13
Expenses payables	4,03	4,95
Employee Related Payables	1,28	1,25
Statutory dues payables	3,02	3,85
<b>Total</b>	<b>13,61</b>	<b>17,18</b>

<b>NOTE:XX</b>		
<b>SHORT TERM PROVISIONS</b>		
<b>Particulars</b>	<b>As at 31st March 2019 ₹ in Lakhs</b>	<b>As at 31st March, 2018 ₹ in Lakhs</b>
<b>Provision for Employee benefits</b>		
Gratuity (Refer Note XV)	1,03	86
<b>Total</b>	<b>1,03</b>	<b>86</b>
<b>NOTE XXI</b>		
<b>REVENUE FROM OPERATIONS</b>		
<b>Particulars</b>	<b>Year ended 31st March 2019 ₹ in Lakhs</b>	<b>Year ended 31st March, 2018 ₹ in Lakhs</b>
Sale of Products	3,03,25	3,64,44
Sale of scrap	17,14	22,11
Other Operating Revenue	1,18	97
<b>Revenue from Operations</b>	<b>3,21,57</b>	<b>3,87,52</b>
<b>NOTE XXII</b>		
<b>OTHER INCOME</b>		
<b>Particulars</b>	<b>Year ended 31st March 2019 ₹ in Lakhs</b>	<b>Year ended 31st March, 2018 ₹ in Lakhs</b>
a) Interest Income	1,52	1,36
b) Net gain on sale of fixed assets	-	-
c) Commission received	-	2
d) Profit on sale of DEPB licence	-	10
e) Bad debts recovered	21	18
f) Other Non-Operating Incomes	12	-
<b>TOTAL</b>	<b>1,85</b>	<b>1,66</b>
<b>NOTE XXIII</b>		
<b>COST OF MATERIAL CONSUMED</b>		
<b>Particulars</b>	<b>Year ended 31st March 2019 ₹ in Lakhs</b>	<b>Year ended 31st March, 2018 ₹ in Lakhs</b>
Consumption of Scrap	1,50,15	1,79,11
Consumption of intermidates	15,81	12,26
Consumption of Additives	26,25	31,22
<b>TOTAL</b>	<b>1,92,21</b>	<b>2,22,59</b>



**NOTE XXIV****CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS**

<b>Particulars</b>	<b>Year ended 31st March 2019 ₹ in Lakhs</b>	<b>Year ended 31st March, 2018 ₹ in Lakhs</b>
<b>Opening Stock</b>		
Finished Goods	11,54	15,76
Work-in-progress	11,13	11,57
<b>A</b>	<b>22,67</b>	<b>27,33</b>
<b>Closing Stock</b>		
Finished Goods	12,60	11,54
Work-in-progress	6,67	11,13
<b>B</b>	<b>19,27</b>	<b>22,67</b>
<b>TOTAL A-B</b>	<b>3,40</b>	<b>4,66</b>

**NOTE XXV****EMPLOYEE BENEFITS EXPENSES**

<b>Particulars</b>	<b>Year ended 31st March 2019 ₹ in Lakhs</b>	<b>Year ended 31st March, 2018 ₹ in Lakhs</b>
Salary, Wages and Bonus	18,64	18,21
Contributions to Provident and Other Fund	1,77	1,84
Gratuity	53	59
Staff & Workers Welfare	2,42	3,09
<b>Total</b>	<b>23,36</b>	<b>23,73</b>

**NOTE: XXVI****FINANCE COST**

<b>Particulars</b>	<b>Year ended 31st March 2019 ₹ in Lakhs</b>	<b>Year ended 31st March, 2018 ₹ in Lakhs</b>
<b>Interest Expense</b>		
<b>- Banks</b>		
Term Loans	1,38	-
Bank & Others	9	1,07
<b>- Others</b>		
Unsecured Loans	30	39
Other Borrowing Cost	-	33
<b>Total</b>	<b>1,77</b>	<b>1,79</b>

**NOTE XXVII****OTHER EXPENSES**

<b>Paticulars</b>	<b>Year ended 31st March 2019 ₹ in Lakhs</b>	<b>Year ended 31st March, 2018 ₹ in Lakhs</b>
Consumption of Stores and Spares parts	37,68	42,41
Power and Fuel	56,45	65,16
Other Manufacturing Expenses	12,87	14,53
Conversion Charges	2,18	4,38
Rent	48	48
<b>Repairs and Maintenance</b>		
- Building	8	11
- Machinery	62	87
- Others	7	15
Insurance	36	36
Rate & Taxes	6	9
Fees	15	10
Travelling and Conveyence	84	75
Forwarding Expenses	5,79	6,90
Bad Debt written off*	-	4,17
Provision for Doubtful Debts	2,22	6,33
Miscellaneous Expenses	2,87	2,99
<b>Total</b>	<b>1,22,72</b>	<b>1,49,78</b>

\* rounded off to zero

**NOTE: XXVIII****OTHER COMPREHENSIVE INCOME**

<b>Paticulars</b>	<b>Year ended 31st March 2019 ₹ in Lakhs</b>	<b>Year ended 31<sup>st</sup> March, 2018 ₹ in Lakhs</b>
Investment restated at fair market value *	-	-
Remeasurement of the net defined benefit liability/asset	(5)	(14)
Revaluation of property, plant and equipments	-	(211)
<b>Total</b>	<b>(5)</b>	<b>(225)</b>

\*rounded off to zero



## XXIX) Contingent Liabilities & Commitments

(₹ in lakhs)

### Contingent Liabilities:

	As at 31 <sup>st</sup> March 2019	As at 31 <sup>st</sup> March 2018
a) Claim against the Company not acknowledged as debts	1,89	1,89
b) Other money for which Company is contingent liable	1,14	96

XXX) The Company's all credit facilities have been declared "Non-Performing Assets" by its respective banks. There is a usual practice that banks discontinue to account for as "income" in respect to the accrued interest on such assets, subsequent to the declaration of these as "Non-performing assets". The bankers of the company too have not accounted as "income" in respect to the interest subsequent to NPA status. In order to achieve the desired congruency on this issue & uncertainty of the amount liable to be paid, the company has not provided for interest on all credit facilities subsequent to the date of declaration of these credit facilities as non-performing.

For the year 2018-19 interest accrued on long term and short-term borrowings amounting to ₹ 2677 lakhs (₹1777 lakhs to SBI, ₹458 lakhs accrued to PNB and ₹442 lakhs to Canara Bank) has not been provided in the statement of profit and loss account as these loans have been categorized as NPA as on 31 March 2019.

### XXXI) Earnings per share:

	31.03.2019	31.03.2018
Profit / (Loss) after taxation as per Statement of profit and Loss (₹ in lakhs)	(25,20)	(30,24)
Equity shares outstanding	1,37,62,359	1,37,62,359
Basic earnings per share in rupees (face value ₹ 10/- each)	(18.31)	(21.97)
Diluted earnings per share in rupees (face value ₹ 10/- each)	—	—

### XXXII) Payment to Auditors \*

	31.03.2019	31.03.2018
	₹ in lakhs	
Audit Fees	9.26	8.26
Tax Audit fees	0.29	0.29

\*inclusive of GST

### XXXIII) Statement of Turnover and Closing Stock.

₹ in lakhs

	Turnover	Finished Goods		Work in Process	
		Closing Stock	Opening Stock	Closing Stock	Opening Stock
<b>Concast Billets this year</b>	<b>114</b>				
Previous year	140				
<b>Rolled Product this year</b>	<b>23598</b>	<b>978</b>	<b>775</b>		
Previous year	28390	775	1389		
<b>Induction Ingots this year</b>	<b>729</b>				
Previous year	1216				
<b>Auto Components this year</b>	<b>5884</b>	<b>282</b>	<b>379</b>		
Previous year	6698	379	187		
<b>Others this year</b>	<b>1714</b>				
Previous year	2211				

Current year	32038	1260	1154		
Previous year	38655	1154	1576		
<b>Rolling Mills Material –</b>					
<b>Billet – Current Year</b>				<b>295</b>	<b>609</b>
Billet – Previous Year				609	713
<b>Ingot – Current Year</b>				<b>335</b>	<b>260</b>
Ingot – Previous Year				260	191
<b>Round – Current Year</b>				<b>37</b>	<b>218</b>
Round – Previous Year				218	236
<b>ACD – Current Year</b>				<b>–</b>	<b>26</b>
ACD – Previous Year				26	17
<b>Total – Current Year</b>				<b>667</b>	<b>1113</b>
Total – Previous Year				1113	1157

XXXIV) The Information required by paragraph 5 of general instructions for preparation of the statement of profit and loss as per schedule III of Companies Act, 2013

a) Value of Imports (CIF Basis)

	Year Ended 31st March, 2019 (₹ in lakhs)	Year Ended 31st March, 2018 (₹ in lakhs)
1) Raw Material	27,80	44,02
2) Stores & Spares	1,52	2,51

b) Value of Raw Material Consumed

	Year Ended 31st March, 2019		Year Ended 31st March, 2018	
	%age	Value	%age	Value
	₹ in lakhs		₹ in lakhs	
Cost of Materials Consumed	15.74	30,26	18.76	41,75
Imported	84.26	<u>1,61,95</u>	81.24	<u>1,80,84</u>
Indigenous		<u>1,92,21</u>		<u>2,22,59</u>
Store & Spares	16.69	6,29	04.88	2,07
Imported	83.31	<u>31,39</u>	95.12	<u>40,34</u>
Indigenous		<u>37,68</u>		<u>42,41</u>

**XXXV) Sales Incentive and Excise duty***Sales Incentive*

The Company provides to its customers cash discount to get prompt payment and rebate for commercial settlements. Under previous GAAP, these discounts and rebates were shown as expenses under the head "other expenses". Under Ind As, revenue from sales of goods shall be measured at the fair value of the consideration received or receivable. Therefore, these discounts and rebates have been netted off from revenue from sales of goods. This has resulted in an decrease in the revenue from operations and expenses for the year ended 31<sup>st</sup> March, 2019. The total comprehensive income for the year ended and equity as at 31 march 2018 has remained unchanged.

*Excise duty*

In accordance with Ind AS 18 on "Revenue" and schedule II to the Companies Act, 2013, unlike Excise Duties, levies like GST, VAT etc. are not part of revenue. Accordingly the excise duty expense in the year ended 31<sup>st</sup> March, 2018 contains the excise expense amount up to 30<sup>st</sup> June, 2017 only.

**XXXVI) SEGMENT REPORTING**

The Company is engaged only in the business of Steel Manufacturing which is the reportable segment in accordance with the requirements of Indian Accounting Standards (IndAS) – 108 on operating segments as prescribed under the Companies (Indian Accounting Standards) rules 2015 as prescribed under section 133 of The Companies Act 2013.

**XXXVII) GOING CONCERN**

The Company has incurred losses during the quarter and year ended 31<sup>st</sup> March, 2019 and the year-end current liabilities exceeded current assets as on 31<sup>st</sup> March, 2019 which has adversely impacted the net worth of the Company. The Company's financial performance has been adversely affected due to high cost of scarp and other variables like ferros, power cost, fuel etc.

Keeping in view the favourable market conditions and good order position the Company has prepared the financial results on the basis of going concern assumptions. The statutory Auditors have also drawn attention to the above matter without qualifying their observation in their audit report.

XXXVIII) In the opinion of the Board of Directors, Current Assets, Loan and Advances have value on realization in the ordinary course of business at least equal to the amounts at which they are stated and provision for all known liabilities have been made in accounts.

XXXIX) As per the Ind AS – 24 issued by the Institute of Chartered Accountants of India "Related Party Disclosure ". In view of this the company has given the following disclosures for the year.

The company has identified the related parties having transactions during the year, as per detail given below. No provision for doubtful debts is required to be made & no amount was written off during the year.

**A) Related Party and their relationship**

<b>Key Management Personnel</b>	<b>Enterprises over which KMP and relatives of such personnel are able to exercise significant influence</b>
---------------------------------	--

Mr. Amarjit Goyal*	M/s Chandigarh Finance Pvt. Ltd., M/s. Modern Dairies Ltd.,
Mr. Krishan Kumar Goyal	M/s Nabha Commerce Pvt. Ltd.
Mr. R.K.Sinha	

\*Expired on 2<sup>nd</sup> Dec, 2018

## B) Transactions with the related parties

(₹ in Lakhs)

Particulars	Key Management Personnel	Relatives of Key Management Personnel & their enterprises
Remuneration Including Perks	79 (111)	- (-)
Interest On Unsecured Loan	- (-)	- (19)
Loan Taken	75 (50)	- (-)
Loan Repaid*	93 (532)	- (-)
Loan Given	- (-)	- (-)
Loan Received back	- (-)	- (186)
Interest Income	- (-)	112 (5)
Share of Expenses Received	- (-)	22 (33)
Share of Expenses paid	- (-)	1 (-)
Purchase of Raw Material & Stores	- (-)	2629 (911)
Job work paid	- (-)	- (52)
Job work received	- (-)	- (111)
Sales Of Finished Products	- (-)	6973 (6706)

\*Repaid to grandson of Sh Amarjit Goyal who expired on 2<sup>nd</sup> Dec, 2018.

XL) Figures for the previous year have been regrouped, rearranged and reclassified wherever considered necessary.

For and on behalf of the Board of Directors

**For Aaryaa & Associates**

Chartered Accountants  
Firm Registration No 015935N

**Sanjeev Kumar Verma**

Chief Financial Officer

**Krishan Kumar Goyal**

Chairman & Managing Director  
(DIN:00482035)

**CA Harsharanjit Singh Chahal**

Partner  
M. No. 091689

**D.S. Gill**

Director  
(DIN:00211236)

Place: Chandigarh  
Dated: 30<sup>th</sup> May, 2019



# MODERN STEELS LIMITED

## STATEMENT OF CHANGES IN EQUITY

### a Equity Share Capital

Particulars	As at	As at
	31st March 2019	31st March 2018
	₹ in lakhs	₹ in lakhs
Balance at the beginning of the reported period	14,40	14,40
Changes in the equity share capital during the year	-	-
Balance at the closing of the reported period	14,40	14,40

### b. Other Equity

₹ in lakhs

Particulars	Reserve and Surplus			Other Comprehensive Income	Total
	Security Premium	General Reserve	Retained Earnings	Other items of other comprehensive income	
	<b>Balance as at 1<sup>st</sup> April 2017</b>	<b>13,42</b>	<b>24,97</b>	<b>(63,25)</b>	
Profit for the year	-	-	(30,25)	-	(30,25)
Other Comprehensive income for the year	-	-	-	(2,25)	(2,25)
Total Comprehensive income for the year	-	-	(30,25)	(2,25)	(32,50)
Prior period items	-	-	(5)	-	(5)
<b>Balance as at 31<sup>st</sup> March 2018</b>	<b>13,42</b>	<b>24,97</b>	<b>(93,55)</b>	<b>(2,21)</b>	<b>(57,37)</b>
Profit for the year	-	-	(25,20)	-	(25,20)
Other Comprehensive income for the year	-	-	-	(5)	(5)
Total Comprehensive income for the year	-	-	(25,20)	(5)	(2,525)
Prior period items	-	-	(3)	-	(3)
<b>Balance as at 31<sup>st</sup> March 2019</b>	<b>13,42</b>	<b>24,97</b>	<b>(1,18,78)</b>	<b>(2,26)</b>	<b>(82,65)</b>

# ਕੀਤਾ ਅਡੋਪਟ



ਇਸ ਤੋਂ ਇਲਾਵਾ ਡਾ. ਓਬਰਾਏ ਨੇ ਪਰਵਾਰ ਵਲੋਂ ਰੋਜ਼ਾਨਾ ਖਰਚੇ ਲਈ ਕਿਸੇ ਵਲ ਹੱਥ ਨਾ ਅੱਡਣੇ ਪੈਣ ਤਾਂ 10 ਹਜ਼ਾਰ ਰੁਪਏ ਮਹੀਨਾਵਾਰ ਪੈਨਸ਼ਨ ਲਾਉਣ ਦਾ ਐਲਾਨ ਵੀ ਮੌਕੇ ਉੱਤੇ ਕੀਤਾ। ਦੱਸ ਦੇਈਏ ਕਿ ਸਰਬੱਤ ਦਾ ਭਲਾ ਚੈਰੀਟੇਬਲ ਟਰੱਸਟ ਵਲੋਂ ਹਜ਼ਾਰਾਂ ਹੀ ਵਿਪਵਾਵਾਂ ਅਤੇ ਬੇਸਹਾਰਾ ਲੋਕਾਂ ਨੂੰ ਪੈਨਸ਼ਨਾਂ ਦਿੱਤੀਆਂ ਜਾ ਰਹੀਆਂ ਹਨ ਤੇ ਸਿਹਤ ਤੇ ਸਿਖਿਆ ਦੇ ਖੇਤਰ ਵਿਚ ਬਹੁਤ ਕੰਮ ਕੀਤੇ ਜਾ ਰਹੇ ਹਨ।

## ਕੈਨੇਡਾ ਵਿਚ ਪੰਜਾਬੀ ਨੌਜਵਾਨ ਦੀ ਮੌਤ

ਕਪੂਰਥਲਾ, 6 ਸਤੰਬਰ (ਕਾਜਲ): ਪੰਜਾਬ ਦੇ ਜ਼ਿਲ੍ਹਾ ਕਪੂਰਥਲਾ ਦੇ ਪਿੰਡ ਭੰਡਾਲ ਬੇਟ ਵਿਖੇ ਉਸ ਸਮੇਂ ਮਾਤਮ ਦਾ ਮਾਹੌਲ ਛਾ ਗਿਆ ਜਦੋਂ ਐਡਮਿੰਟਨ ਵਸਦੇ ਨੌਜਵਾਨ ਸਿਮਰਤ ਸਿੰਘ ਦੀ ਕਾਰ ਹਾਦਸੇ ਵਿਚ ਮੌਤ ਹੋਣ ਦੀ ਖ਼ਬਰ ਪਰਵਾਰ ਕੋਲ ਪਹੁੰਚੀ। ਭੰਡਾਲ ਬੇਟ ਵਾਸੀ ਸਿਮਰਤ ਸਿੰਘ ਸਮੇਤ ਚਾਰ ਨੌਜਵਾਨ ਸੜੀ ਤੋਂ ਐਡਮਿੰਟਨ ਜਾ ਰਹੇ ਸਨ, ਜਦੋਂ ਉਨ੍ਹਾਂ ਦੀ ਕਾਰ ਵੈਲਮਾਉਟ ਨੇੜੇ ਪਹੁੰਚੀ ਤਾਂ ਰਸਤੇ ਵਿਚ ਜੰਗਲੀ ਜਾਨਵਰ ਆਉਣ ਕਾਰਨ ਉਨ੍ਹਾਂ ਦੀ ਕਾਰ ਬੇਕਾਬੂ ਹੋ ਕੇ ਹਾਦਸੇ ਦਾ ਸ਼ਿਕਾਰ ਹੋ ਗਈ। ਵਾਪਰੇ ਹਾਦਸੇ ਦੌਰਾਨ ਕਾਰ ਸਵਾਰ ਸਿਮਰਤ ਸਿੰਘ ਭੰਡਾਲ ਜਿਥੇ ਗੰਭੀਰ ਜ਼ਖ਼ਮੀ ਹੋ ਗਿਆ, ਉਥੇ ਉਸ ਦੇ ਛੋਟੇ ਭਰਾ ਸਤਵੀਰ ਸਿੰਘ, ਚਚੇਰੇ ਭਰਾ ਗੁਰਸੇਵਕ ਸਿੰਘ ਅਤੇ ਡਰਾਈਵਰ ਗੁਰਵਿੰਦਰ ਸਿੰਘ ਨੂੰ ਵੀ ਸੱਟਾਂ ਲੱਗੀਆਂ ਸਨ, ਜਿਨ੍ਹਾਂ ਨੂੰ ਏਅਰ ਐਂਬੂਲੈਂਸ ਰਾਹੀਂ ਹਸਪਤਾਲ ਵਿਚ ਭਰਤੀ ਕਰਵਾਇਆ ਗਿਆ ਪਰ ਸਿਮਰਤ ਸਿੰਘ ਗੰਭੀਰ ਜ਼ਖ਼ਮੀ ਹੋਣ ਕਾਰਨ ਦਮ ਤੋੜ ਗਿਆ।


# ਪੋਤਾ ਵਾਲ-ਵਾਲ ਬਚਿਆ

ਬਟਾਲਾ, 6 ਸਤੰਬਰ (ਭੱਲਾ): ਬੁਧਵਾਰ ਨੂੰ ਗੁਰਦਾਸਪੁਰ ਦੇ ਬਟਾਲਾ 'ਚ ਇਕ ਰਿਹਾਇਸ਼ੀ ਇਲਾਕੇ ਵਿਚ ਚੱਲ ਰਹੀ ਪਟਾਕਾ ਫੈਕਟਰੀ ਵਿਚ ਹੋਏ ਜ਼ਬਰਦਸਤ ਧਮਾਕੇ ਕਾਰਨ ਘੱਟੋ-ਘੱਟ 23 ਲੋਕਾਂ ਦੀ ਜਾਨ ਚਲੀ ਗਈ ਅਤੇ ਕਈ ਲੋਕ ਜ਼ਖ਼ਮੀ ਹਨ। ਕੁੱਝ ਗੰਭੀਰ ਜ਼ਖ਼ਮੀਆਂ ਦਾ ਅੰਮ੍ਰਿਤਸਰ ਦੇ ਗੁਰੂ ਨਾਨਕ ਦੇਵ ਹਸਪਤਾਲ ਵਿਚ ਇਲਾਜ ਚੱਲ ਰਿਹਾ ਹੈ। ਧਮਾਕਾ ਇਨ੍ਹਾਂ ਤੇਜ਼ ਸੀ ਕਿ ਆਲੇ-ਦੁਆਲੇ ਦੇ ਘਰਾਂ ਅਤੇ ਦੁਕਾਨਾਂ ਨੂੰ ਵੀ ਨੁਕਸਾਨ ਪਹੁੰਚਿਆ ਹੈ। ਪੰਜਾਬ ਸਰਕਾਰ ਨੇ ਮਿਤਕਾਂ ਦੇ ਪਰਵਾਰਾਂ ਨੂੰ ਦੋ-ਦੋ ਲੱਖ ਦੀ ਮਾਲੀ ਮਦਦ ਦੇਣ ਦਾ ਐਲਾਨ ਕੀਤਾ ਗਿਆ ਹੈ। ਇਸ ਮੌਕੇ ਸਪੱਕਸਮੇਨ ਟੀਵੀ ਦੀ ਟੀਮ ਨੇ ਹਾਦਸੇ 'ਚ ਮਾਰੀ ਗਈ ਅੰਗਤ ਬਿਮਲਾ ਰਾਣੀ (60) ਦੇ ਪਰਵਾਰ ਨਾਲ ਗੱਲਬਾਤ ਕੀਤੀ। ਬਲਦੇਵ ਰਾਜ ਸਿੰਘ ਨੇ ਦੱਸਿਆ ਕਿ ਜਿਸ ਥਾਂ 'ਤੇ ਧਮਾਕਾ ਹੋਇਆ ਉਸ ਥਾਂ ਤੋਂ

ਉਨ੍ਹਾਂ ਦਾ ਘਰ ਤਿੰਨ ਮਕਾਨ ਛੱਡ ਕੇ ਹੈ। ਉਹ ਖੁਦ ਗੁਰਦਾਸਪੁਰ ਸਾਹਿਬ ਗਏ ਹੋਏ ਸਨ, ਜਦਕਿ ਉਨ੍ਹਾਂ ਦੀ ਪਤਨੀ ਅਪਣੇ ਪੰਜੇ ਨੂੰ ਲੈ ਕੇ ਫੈਕਟਰੀ ਦੇ ਨਾਲ ਲਗਦੇ ਘਰ 'ਚ ਗਈ ਹੋਈ ਸੀ। ਉਨ੍ਹਾਂ ਦੇ ਘਰ ਅਕਸਰ ਉਨ੍ਹਾਂ ਦਾ ਆਉਣਾ-ਜਾਣਾ ਰਹਿੰਦਾ ਸੀ। ਜਦੋਂ ਧਮਾਕਾ ਹੋਇਆ ਤਾਂ ਫੈਕਟਰੀ ਦੇ ਨਾਲ ਲਗਦਾ ਘਰ ਵੀ ਡਿੱਗ ਗਿਆ, ਜਿਸ ਦੇ ਮਲਬੇ 'ਚ ਦਬ ਕੇ ਉਸ ਦੀ ਪਤਨੀ ਦੀ ਵੀ ਮੌਤ ਹੋ ਗਈ, ਜਦਕਿ ਪੋਤਾ ਵਾਲ-ਵਾਲ ਬੱਚ ਗਿਆ। ਬਲਦੇਵ ਸਿੰਘ ਨੇ ਦੱਸਿਆ ਕਿ ਪਹਿਲਾਂ ਵੀ ਤਿੰਨ-ਚਾਰ ਵਾਰ ਫੈਕਟਰੀ ਅੰਦਰ ਛੋਟੇ ਹਾਦਸੇ ਵਾਪਰ ਚੁੱਕੇ ਸਨ। ਇਸ ਬਾਰੇ ਕਈ ਵਾਰ ਅਧਿਕਾਰੀਆਂ ਨੂੰ ਸ਼ਿਕਾਇਤ ਕੀਤੀ ਗਈ ਸੀ ਪਰ ਕਿਸੇ ਨੇ ਉਨ੍ਹਾਂ ਦੀ ਗੱਲ ਨਾ ਸੁਣੀ। ਇਸ ਰਿਹਾਇਸ਼ੀ ਇਲਾਕੇ 'ਚ ਪ੍ਰਸ਼ਾਸਨਿਕ ਅਧਿਕਾਰੀਆਂ ਦੀ ਮਿਲੀਭੁਗਤ ਨਾਲ ਕਾਰੋਬਾਰ ਚੱਲ ਰਿਹਾ ਸੀ।

# ਲੱਖਾਂ ਰੁਪਏ ਦ

ਬਠਿੰਡਾ, 6 ਸਤੰਬਰ (ਸੁਖਜਿੰਦਰ ਮਾਨ): ਬਠਿੰਡਾ ਪੁਲਿਸ ਵਲੋਂ ਪਹਿਲਾਂ ਜਾਅਲੀ ਕਰਸੀ ਸਮੇਤ ਗ੍ਰਿਫ਼ਤਾਰ ਕੀਤੀ ਗਈ ਇਕ ਲੜਕੀ ਦੀ ਨਿਸ਼ਾਨ ਦੇਹੀ ਉਤੇ ਹਰਿਆਣਾ ਸੂਬੇ ਦੇ ਜ਼ਿਲ੍ਹਾ ਸਿਰਸਾ ਵਿੱਚੋਂ ਲੱਖਾਂ ਰੁਪਏ ਦੀ ਜਾਹਲੀ ਕਰਸੀ ਅਤੇ ਛਾਪਟ ਦੀ ਸਮੱਗਰੀ ਬਰਾਮਦ ਕੀਤੀ ਹੈ। ਜਾਣਕਾਰੀ ਦਿੰਦੇ ਹੋਏ ਜ਼ਿਲ੍ਹਾ ਪੁਲਿਸ ਮੁਖੀ ਡਾਕਟਰ ਨਾਨਕ ਸਿੰਘ ਨੇ ਦੱਸਿਆ ਪੁਲਿਸ ਨੇ ਇਕ ਲੜਕੀ ਰਮਨਦੀਪ ਕੌਰ ਵਾਸੀ ਬਠਿੰਡਾ ਦੇ ਰੇਲਵੇ ਸਟੇਸ਼ਨ ਦੇ ਕੋਲੋਂ ਜਾਅਲ ਖਰੀਦਦਾਰੀ ਕਰਦੀ ਹੋਈ ਨੂੰ ਮੌਕੇ ਉਤੇ ਗ੍ਰਿਫ਼ਤਾਰ ਜਿਸ ਨੂੰ ਅਦਾਲਤ ਵਿਚ ਪੇਸ਼ ਕਰ ਕੇ ਦੋ ਦਿਹਾਸਲ ਕਰ ਕੇ ਡੂੰਘਾਈ ਨਾਲ ਪੁੱਛ ਪੜਤਾਲ ਪਤਾ ਚੱਲਿਆ ਕਿ ਰਮਨਦੀਪ ਕੌਰ ਅਪਣੇ ਜੀਜੇ ਵਾਸੀ ਨਹਿਰ ਕਲੋਨੀ ਸਿਰਸਾ ਹਰਿਆਣਾ ਨਾਲ



### MODERN STEELS LIMITED

CIN: L27109PB1973PLC003358  
 Corporate Office: SCO 98-99, Sub City Centre, Sector 34, Chandigarh-160022  
 Registered Office & Works: G.T. Road, Mandi Gobindgarh (Punjab)-147301  
 Email: secretarial@modernsteels.com, Website: www.modernsteels.com

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#### NOTICE

Notice is hereby given that the 45th Annual General Meeting of the members of the Company will be held on Monday, the 30th September, 2019 at 11.00 a.m. at the Registered Office of the Company situated at G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab -147 301. The Notice, Attendance Slip, Proxy Form and Annual report of 45th Annual General meeting of the Company have been sent to the members who have registered their email addresses with the Company/Depository Participants in electronic mode and physical copies of the same have been sent by permitted mode to all other members at their registered addresses. The Notice and full Annual Report is also displayed on the Company's website at [www.modernsteels.com](http://www.modernsteels.com) and on NSDL website [www.evoting.nsdl.com](http://www.evoting.nsdl.com)

**Book Closure:**  
 Pursuant to Regulation 42 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from Monday, 23rd September, 2019 to Monday, 30th September, 2019 (both days inclusive) for the purpose of Annual General Meeting.

**Remote e-Voting:**  
 Pursuant to provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide its Members the electronic facility for transacting all the items of business mentioned in the notice through NSDL, which will commence on Friday, the 27th September, 2019 (9.00 a.m.) and ends on Sunday, the 29th September, 2019 (5.00 p.m.). During this period, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. 23rd September, 2019 may cast their vote electronically. The e-voting module shall be disabled by NSDL, beyond the said date and time.

Any person who acquires shares of the company and becomes member of the Company after dispatch of the notice of AGM and holding shares as on the cut-off date i.e. 23rd September, 2019 may obtain the login id and password by sending request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) However, if a person is already registered with NSDL for remote e-voting then existing user id and password can be used for casting vote.

The facility for voting by ballot papers will be provided at the AGM to those members who have not cast their vote by remote e-voting. Members may participate in AGM even after exercising right to vote by remote e-voting but shall not be entitled to vote again at the AGM. The voting rights of the members shall be in proportion to the equity shares held by them as on the cut-off date.

A person whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail facility of remote e-voting as well as voting at the AGM through ballot paper.

For electronic voting instructions, Members may go through the instructions mentioned in Note No. 14 of AGM Notice or contact Ms. Pallavi Mhatre, Manager, National Securities Depository Limited, Trade World, 'A' Wing, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai at email id: [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)/[pallavi@nsdl.co.in](mailto:pallavi@nsdl.co.in) or Phone No. 022-24994200/1800-222-990 who will address the shareholders grievances connected with the e-voting.

By order of the Board of Directors  
 For Modern Steels Limited  
 Sd/-  
 Krishan Kumar Goyal  
 Chairman & Managing Director  
 DIN: 00482035

Place: Chandigarh  
 Dated: 7th September, 2019

ਸਮਾਜਿਕ		ਸਮਾਜਿਕ
ਵਯੋਸ਼ੇਸ਼ਟ ਸਨਮਾਨ (ਸੀ)		ਵਯੋਸ਼ੇਸ਼ਟ ਸਨਮਾਨ (ਸੀ)
(ਚੋਣਵੀਆਂ ਸ਼੍ਰੇਣੀਆਂ)		(ਚੋਣਵੀਆਂ ਸ਼੍ਰੇਣੀਆਂ)
ਸਮਾਜਿਕ ਨਿਆਂ ਅਤੇ ਅਧਿਕਾਰਤਾ		ਸਮਾਜਿਕ ਨਿਆਂ ਅਤੇ ਅਧਿਕਾਰਤਾ
ਸ਼੍ਰੇਣੀਆਂ ਦੇ ਤਹਿਤ ਨਾਮਜ਼ਦਗੀਆਂ		ਸ਼੍ਰੇਣੀਆਂ ਦੇ ਤਹਿਤ ਨਾਮਜ਼ਦਗੀਆਂ
ਲਿਖਾ ਹੈ।		ਲਿਖਾ ਹੈ।
ਲੜੀ ਨੰ:	ਸ਼੍ਰੇਣੀ	ਵੇਰਵੇ/ਪ
ਸੰਸਥਾਗਤ ਸ਼੍ਰੇਣੀ		
6	ਸੀਨੀਅਰ ਨਾਗਰਿਕਾਂ ਦੇ ਹਾਲ ਚਾਲ ਅਤੇ ਕਲਿਆਣ ਨੂੰ ਉਤਸ਼ਾਹਿਤ ਕਰਨ ਵਾਲਾ ਸਭ ਤੋਂ ਵਧੀਆ ਨਿੱਜੀ ਖੇਤਰ ਦੇ ਸੰਗਠਨ	ਕਾਰਪੋਰੇਟ ਦਾ ਜਾਂ ਦੇ ਲਾਭ ਕਰਕੇ ਜ ਕਰਕੇ ਜ ਨਾਗਰਿਕ ਇਸਦਾ ਦੇ ਲਾਭ ਦੇ ਮੁੱਖ
ਵਿਅਕਤੀ ਵਿਸ਼ੇਸ਼ ਸ਼੍ਰੇਣੀ		
13	ਦਲੇਰੀ ਅਤੇ ਬਹਾਦਰੀ ਪੁਰਸਕਾਰ (ਮਰਦ ਅਤੇ ਔਰਤ ਦੋਨਾਂ ਲਈ ਇਕ-ਇਕ)	ਪੁਰਸਕਾਰ ਜਾਵੇਗਾ ਵਿਚ ਸ
2. ਉਪਰੋਕਤ ਸ਼੍ਰੇਣੀਆਂ ਦੇ ਸਬੰਧ ਵਿਚ ਹੈ। ਇਸ ਸਬੰਧ ਵਿਚ ਵਿਸਥਾਰਤ ਖਿ 'ਤੇ ਦਿੱਤਾ ਗਿਆ ਹੈ।		
davp 38101/11/0020/1920		

ਚੋਰਾਨਾ ਸਪੱਕਸਮੇਨ  
 ਸਠਿਠਵਾਰ, 7 ਸਤੰਬਰ, 2019



Financial Express / Saturday  
7 Sept, 2019

Place: Delhi  
Date: 06th September, 2019

shareholder of the Company after dispatch of the notice can do remote e-voting by obtaining the login id and password by e-mail to akspintex@gmail.com or by visiting their Folio No./DP ID and client ID No. registered with CDSL for remote e-voting then casting their vote.

As per the provisions of the Companies Act, 2013 and Regulation 42 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the members shall be entitled to cast their vote at the AGM.

Remote e-voting prior to the AGM may also be available to the members and they may cast their vote again; and

Members of the Company who are registered in the register of beneficial owners on the cut-off date only shall be entitled to cast their vote at the AGM through ballot paper;

Members of the Company may please refer to the section on queries or grievances pertaining to e-voting or shareholding and e-voting user manual for the details of www.evotingindia.com or may contact:

Company Name	A.K. SPINTEX LIMITED
Registered Office	14 K.M. Stone, Chittor Road, Biliya Kalan, Bhilwara-311001 (Raj.)
Company Secretary	Ashish Kumar Bagrecha CS & Compliance Officer 01482-249002
Email	akspintex@gmail.com

For A.K. SPINTEX LIMITED  
Ashish Kumar Bagrecha  
Company Secretary & Compliance Officer

**BCL ENTERPRISES LIMITED**  
Bharakhamba Road, New Delhi-110 001  
Email Id: bclenterprisesltd@gmail.com  
Website: www.bclenterprisesltd.in

**AGM**  
Annual Meeting (AGM) of the Company will be held on Monday, 26th September, 2019 at 01:00 P.M. at BG-223, Sanjay Gandhi Complex, New Delhi-110 042 to transact the business of the Company. The Notice of AGM has been sent to all the members whose names appear in the Register of the Company as on the cut-off date, 23rd September, 2019.

As per the provisions of the Companies Act, 2013 read with the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the members shall be entitled to cast their vote at the AGM.

Members of the Company who are registered in the register of beneficial owners on the cut-off date only shall be entitled to cast their vote at the AGM through ballot paper. Remote e-voting prior to the AGM may also be available to the members and they may cast their vote again; and

Members of the Company may please refer to the section on queries or grievances pertaining to e-voting or shareholding and e-voting user manual for the details of www.evotingindia.com or may contact:

As per the provisions of the Companies Act, 2013 and Regulation 42 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the members shall be entitled to cast their vote at the AGM. Remote e-voting prior to the AGM may also be available to the members and they may cast their vote again; and

Members of the Company who are registered in the register of beneficial owners on the cut-off date only shall be entitled to cast their vote at the AGM through ballot paper;

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As per the provisions of the Companies Act, 2013 and Regulation 42 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the members shall be entitled to cast their vote at the AGM. Remote e-voting prior to the AGM may also be available to the members and they may cast their vote again; and

Members of the Company who are registered in the register of beneficial owners on the cut-off date only shall be entitled to cast their vote at the AGM through ballot paper;



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Email: secretarial@modernsteels.com, Website: www.modernsteels.com

**NOTICE**

Notice is hereby given that the 45th Annual General Meeting of the members of the Company will be held on Monday, the 30th September, 2019 at 11.00 a.m. at the Registered Office of the Company situated at G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab - 147 301. The Notice, Attendance Slip, Proxy Form and Annual report of 45th Annual General meeting of the Company have been sent to the members who have registered their email addresses with the Company/Depository Participants in electronic mode and physical copies of the same have been sent by permitted mode to all other members at their registered addresses. The Notice and full Annual Report is also displayed on the Company's website at www.modernsteels.com and on NSDL website www.evoting.nsdl.com

**Book Closure:**  
Pursuant to Regulation 42 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from Monday, 23rd September, 2019 to Monday, 30th September, 2019 (both days inclusive) for the purpose of Annual General Meeting.

**Remote e-Voting:**  
Pursuant to provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the Company is pleased to provide its Members the electronic facility for transacting all the items of business mentioned in the notice through NSDL, which will commence on Friday, the 27th September, 2019 (9.00 a.m.) and ends on Sunday, the 29th September, 2019 (5.00 p.m.). During this period, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. 23rd September, 2019 may cast their vote electronically. The e-voting module shall be disabled by NSDL, beyond the said date and time.

Any person who acquires shares of the company and becomes member of the Company after dispatch of the notice of AGM and holding shares as on the cut-off date i.e. 23rd September, 2019 may obtain the login id and password by sending request at evoting@nsdl.co.in. However, if a person is already registered with NSDL for remote e-voting then existing user id and password can be used for casting vote.

The facility for voting by ballot papers will be provided at the AGM to those members who have not cast their vote by remote e-voting. Members may participate in AGM even after exercising right to vote by remote e-voting but shall not be entitled to vote again at the AGM. The voting rights of the members shall be in proportion to the equity shares held by them as on the cut-off date.

A person whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail facility of remote e-voting as well as voting at the AGM through ballot paper.

For electronic voting instructions, Members may go through the instructions mentioned in Note No. 14 of AGM Notice or contact Ms. Pallavi Mhatre, Manager, National Securities Depository Limited, Trade World, 'A' Wing, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai at email id: evoting@nsdl.co.in/pallavid@nsdl.co.in or Phone No. 022-24994200/1800-222-990 who will address the shareholders' grievances connected with the e-voting.

By order of the Board of Directors  
For Modern Steels Limited  
Sd/-  
Krishan Kumar Goyal  
Chairman & Managing Director  
DIN: 00482035

Place: Chandigarh  
Dated: 7th September, 2019



**MODERN DAIRIES**

CIN: L74899HR1992PLU  
Corporate Office: SCO 98-99, Sub City Centre, Sector 34, Chandigarh-160022  
Registered Office & Works: 136 KM, G.T. Road, Karnal-132001 (Haryana)  
Website: www.moderndairies.com, Email: secretarial@moderndairies.com

**NOTICE**

Notice is hereby given that the 27th Annual General Meeting of the members of the Company will be held on Saturday, the 28th September, 2019 at 11.30 a.m. at the Registered Office of the Company situated at 136 K.M, G.T. Road, Karnal-132001 (Haryana). The Notice, Attendance Slip, Proxy Form and Annual report of 27th Annual General Meeting of the Company have been sent to the members who have registered their email addresses with the Company/Depository Participants in electronic mode and physical copies of the same have been sent by permitted mode to all other members at their registered addresses. The Notice and full Annual Report is also displayed on the Company's website at www.moderndairies.com and on NSDL website www.evoting.nsdl.com

**Book Closure:**  
Pursuant to Regulation 42 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from Saturday, 23rd September, 2019 to Saturday, 28th September, 2019 (both days inclusive) for the purpose of Annual General Meeting.

**Remote e-Voting:**  
Pursuant to provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the Company is pleased to provide its Members the electronic facility for transacting all the items of business mentioned in the notice through NSDL, which will commence on Wednesday, the 25th September, 2019 (9.00 a.m.) and ends on Friday, the 27th September, 2019 (5.00 p.m.). During this period, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. 23rd September, 2019 may cast their vote electronically. The remote e-voting module shall be disabled by NSDL, beyond the said date and time.

Any person who acquires shares of the company and becomes member of the Company after dispatch of the notice of AGM and holding shares as on the cut-off date i.e. 23rd September, 2019 may obtain the login id and password by sending request at evoting@nsdl.co.in. However, if a person is already registered with NSDL for remote e-voting then existing user id and password can be used for casting vote.

The facility for voting by ballot papers will be provided at the AGM to those members who have not cast their vote by remote e-voting. Members may participate in AGM even after exercising right to vote by remote e-voting but shall not be entitled to vote again at the AGM. The voting rights of the members shall be in proportion to the equity shares held by them as on the cut-off date.

A person whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail facility of remote e-voting as well as voting at the AGM through ballot paper.

For electronic voting instructions, Members may go through the instructions mentioned in Note No. 14 of AGM Notice or contact Ms. Pallavi Mhatre, Manager, National Securities Depository Limited, Trade World, 'A' Wing, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai at email id: evoting@nsdl.co.in/pallavid@nsdl.co.in or Phone No. 022-24994200/1800-222-990 who will address the shareholders' grievances connected with the e-voting.

Place: Chandigarh  
Dated: 7th September, 2019

**यूनियन बैंक ऑफ इंडिया Union Bank of India**

Branch : Nagar Nigam  
Navyug Market, Ghaziabad

**UNDELIVERED DEMAND NOTICE SARFAESIA NOTICE SECTION 13(2)**

Demand Notice under SARFAESIA Act 2002 sec 13(2) were sent to the following Borrowers / Guarantors. We have tried to deliver the notice to the borrower on 30.07.2019 and This Notice have been returned with "No Such shop in this name". You are hereby advised to pay the outstanding amount with interest and cost with in 60 days from the date of publication referred here below otherwise Bank will proceed further to take possession of the property under SARFAESIA Act, 2002 to sell the same to recover the Bank dues. As per Section 13 (13) of SARFAESIA Act, on receipt of this notice you are hereby advised to dispose of or dealing with the above securities except in the usual course of business without the consent of the Bank. Any violation of this section entails serious consequences. The borrower's attention is invited to the provisions of Section 13 of the Act, in respect of time available to redeem the secured assets. Any kind of Sale purchase or disposal of the secured assets without the consent of the Bank will be subject to the charge of the UNION BANK OF INDIA, Nagar Nigam Compound, Navyug Market, Ghaziabad.

Sr. No.	Name of the Borrower/Guarantors	Equitable Mortgaged Property/ies	Date of Demand Notice
1	1. Mrs. Neetu W/o Sh. Harish Kumar (Borrower) Prop. M/s Guru Kirpa Furniture and Plywood Traders. Add: H.No. 57 Shiksha Market, Gangapuram Hapur Road, Opp. Govindpuram, Ghaziabad UP 201001 2. Mr. Jitender Kumar S/o Sh. Nain Singh (Guarantor) Address: H.No. 57 Shiksha Market, Gangapuram Hapur Road, Opp. Govindpuram, Ghaziabad UP 201001 3. Sh. Nain Singh S/o Sh. Mohan Lal (Guarantor) Address:	Equitable Mortgaged Property : Residential Property of Sh. Jitendra Kumar S/o Sh. Nain Singh measuring 197.50 Sq. Yard or 165.12 Sq. Meter Pertaining to Khasra Number 1191, Khata Number 245 Situated at Vill Sadarpur, Pargana- Dasna, Tehsil and Distt. Ghaziabad U.P., Boundaries : East - Seller Property, West - 15 feet	26.07.2019 Date of Sent Demand Notice by Regd. F. No. 30.07.2019

NSDL, 4<sup>th</sup> Floor, 'A' Wing, Trade World, Lower Parel, Mumbai - 400 013; (toll-free)/+91-22-24994738.  
BCL Enterprises Limited, 510, Arunachal 110001, Email: bclenterprisesltd@gmail.com;

As per the provisions of the Companies Act, 2013 and Regulation 42 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the members shall be entitled to cast their vote at the AGM. Remote e-voting prior to the AGM may also be available to the members and they may cast their vote again; and