



BENGAL STEEL INDUSTRIES LTD.

41, MIRZA GHALIB STREET, KOLKATA - 700 016
PHONE : (033) 3092-4150 / 2248-0941 / 42
FAX : (033) 3092-4202
EMAIL : hulho@hul.net.in

Date: 31.10.2017

The Secretary
Bombay Stock Exchange Limited
P. J. Towers, 25th Floor, Dalal Street,
Mumbai-400001

RE: SUBMISSION OF ANNUAL REPORT FOR THE YEAR ENDED 31.03.2017

Dear Sir,

Enclosed please find herewith copy of Annual Report for the year ended 31st March, 2017 pursuant to Regulation 34(1) of SEBI (LODR) Regulations, 2015.

The above is for your information and records.

Thanking you.

Yours Faithfully,

FOR BENGAL STEEL INDUSTRIES LIMITED

[SHIKHA BAJAJ]

COMPANY SECRETARY & COMPLIANCE OFFICER

ENCLO: AS ABOVE



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NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the Seventieth Annual General Meeting (AGM) of the Members of **BENGAL STEEL INDUSTRIES LIMITED** will be held on Tuesday, the 26th day of September, 2017 at 11.00 a.m. at the Registered Office of the Company at "Trinity Plaza", 3rd Floor, 84/1A, Topsia Road (South), Kolkata-700046 to transact the following business:-

ORDINARY BUSINESS:-

- I. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2017 and the Statement of Profit and Loss for the financial year ended on that date together with the Directors' and Auditors' Reports thereon.
- II. To appoint a Director in place of Mrs. Ritu Agarwal (DIN 00006509), who retires by rotation at this Meeting and being eligible offers herself for re-appointment.
- III. To appoint Statutory Auditors and fix their remuneration and for this purpose to consider and, if thought fit, to pass the following resolutions as **ORDINARY RESOLUTION**:

"**RESOLVED THAT** pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of The Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, including any statutory modification(s) or re-enactment(s) thereof for the time being in force, M/s S. Ghose & Co. LLP, Chartered Accountants (Firm Registration No. 302184E) be and are hereby appointed as the Statutory Auditors of the Company (in place of M/s J. N. Banerjee & Co., Chartered Accountants, the retiring Auditors) for a term of five years commencing from the Company's Financial Year 2017-18 to hold office from the conclusion of the 70th AGM of the Company till the conclusion of the 75th AGM (subject to ratification of their appointment by the Members at every intervening AGM) on such remuneration as may be mutually agreed upon by the Board of Directors and the Auditors."

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

REGISTERED OFFICE:
TRINITY PLAZA, 3RD FLOOR,
84/1A, TOPSIA ROAD (SOUTH),
KOLKATA-700046
DATE: 27TH APRIL, 2017
CIN: L70109WB1947PLC015087

**BY ORDER OF THE BOARD
FOR BENGAL STEEL INDUSTRIES LTD**

**[SHIKHA BAJAJ]
COMPANY SECRETARY**

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM MAY APPOINT A PROXY TO ATTEND AND VOTE ON A POLL ON HIS BEHALF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.** Proxies in order to be effective must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting. A person can act as a Proxy on behalf of Members not exceeding fifty and holding in aggregate not more than 10% of the total share capital of the Company.
2. The Register of Members and Share Transfer Books will remain closed from 20th September, 2017 to 26th September, 2017 (both days Inclusive).
3. The notice of the Meeting will be available at the Company's website <https://www.bengalsteel.co.in> and the website of the National Securities Depository Limited (NSDL) <https://www.evoting.nsdl.com>
4. In compliance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended and Regulation 44(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is providing Members the facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by the National Securities Depository Limited (NSDL).
5. The facility for voting through Ballot Paper shall be made available at the AGM and the members attending the meeting who have not cast their votes by remote e-voting shall be able to exercise their right at the meeting through Ballot Paper.
6. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
7. The remote e-voting period shall commence on September 23, 2017 at 9:00 am and end on September 25, 2017 at 5:00 p.m. During this period the Members of the Company as on the cut-off date of September 19, 2017, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
8. The process and manner for remote e-voting are as under:-

- a) In case a Member receives an email from NSDL [for members whose email ID are registered with the Company/Depository Participant]
1. Open email and open PDF file viz; "remote e-voting.pdf" with your Folio No. as password. The said PDF file contains your user ID and password/PIN for remote e-voting. Please note that the password is an initial password.
 2. Launch internet browser by typing the URL: <https://www.evoting.nsdl.com>
 3. Click on Shareholder - Login
 4. Put user ID and password as initial password/PIN noted in step (i) above. Click Login.
 5. Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 6. Home page of remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
 7. Select "EVEN" of "Name of the company".
 8. Now you are ready for remote e-voting as Cast Vote page opens.
 9. Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
 10. Upon confirmation, the message "Vote cast successfully" will be displayed.
 11. Once you have voted on the resolution, you will not be allowed to modify your vote.
 12. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scan copy (PDF/JPG Format) of the relevant Board Resolution/Authority letter together with attested specimen signature of duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to guptarinku123@gmail.com with a copy marked to evoting@nsdl.co.in
- b) In case a Member receives physical copy of the Notice of AGM [for members whose email IDs are not registered with the Company or requesting physical copy]

1. Initial password is being provided separately:

<u>EVEN</u> <u>(REMOTE E-VOTING EVENT NO.)</u>	<u>USER ID</u>	<u>PASSWORD/PIN</u>

2. Please follow all steps from Sl. No. (2) to Sl. No. (12) above, to cast vote.
9. In case of any queries, you may refer FAQs for Members and remote e-voting User Manual for Members available at the Download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990.
10. 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).
11. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of September 19, 2017.
12. Any person, who acquires shares of the Company and becomes member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. September 19, 2017, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or to Issuer at bengalsteel@bengalsteel.co.in

However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on www.evoting.nsdl.com or contact NSDL at the following toll free no.: 1800-222-990.

13. A person, whose name is recorded in the Register of Members as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.
14. Ms. Rinku Gupta, Company Secretary in Practice (Membership No. FCS-9237) has been appointed as the Scrutinizer for providing facility to the Members and to scrutinize the voting and remote e-voting process in a fair and transparent manner.
15. The Chairman of Meeting shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Ballot Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
16. The Scrutinizer shall after the conclusion of voting at the AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of conclusion of AGM, a consolidated scrutinizer's report of total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same

and declare the result of the voting forthwith. The Results declared along with the report of the Scrutinizer shall be placed on the Company's website and on the website of NSDL immediately after its declaration and shall also be communicated to the Stock Exchanges.

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KOLKATA-700046
DATE: 27TH APRIL, 2017
CIN: L70109WB1947PLC015087

**BY ORDER OF THE BOARD
FOR BENGAL STEEL INDUSTRIES LTD**



[SHIKHA BAJAJ]
COMPANY SECRETARY

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

Name of the Director	RITU AGARWAL
Date of Birth	31.03.1975
Date of First Appointment	31.03.2015
Qualifications	Bachelor of Business Data Processing from Lady Shri Ram College, New Delhi
No. of shares held	NIL
Nature of Expertise	Having considerable experience in Business Management and Multinational Market
Other Directorships	<ol style="list-style-type: none"> 1. WPIL Limited 2. Hindusthan Udyog Limited 3. Asutosh Enterprises Limited 4. Morgan Finvest Private Limited 5. Live-Life Buildcon Private Limited
Other Committee Memberships/ Chairmanships	NONE

BENGAL STEEL INDUSTRIES LIMITED

DIRECTORS' REPORT

To the Members,

The Directors of the Company have pleasure in presenting their Annual Report together with the Audited Accounts for the Financial year ended 31st March, 2017.

COMPANY PERFORMANCE

	<u>2016 - 2017</u>	<u>2015 - 2016</u>
<u>FINANCIAL RESULTS</u>	Rs.	Rs.
Total Revenue	3,203,333	3,206,692
Profit before Depreciation	498,024	1,014,034
Less: Depreciation	79,220	116,560
Net Profit before Tax	418,804	897,474
Less: Provision for Taxation	302,384	671,000
Net Profit after Tax	116,420	226,474
Add : Opening Balance in Statement of Profit & Loss	48,939,100	48,712,626
Closing Balance	<u>49,055,520</u>	<u>48,939,100</u>

DIVIDEND

The Directors have considered to plough back the profit in business for better financial strength and as such they have not recommended any dividend for the year under review.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

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

A. BUSINESS

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

B. REVIEW OF OPERATIONS & FUTURE PROSPECTS

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

C. OPPORTUNITIES AND THREATS, RISKS AND CONCERNS

Your Company's objective is to effect continuous improvement in its operations. However, the Company is exposed to threats and risks, as faced by other organizations in general, like adverse changes in the general economic and market conditions, changes in Government policies and regulations etc.

D. INTERNAL CONTROL SYSTEM

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

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

E. HUMAN RESOURCES

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

DIRECTORS

Mrs. Ritu Agarwal, Director, retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible offers herself for re-appointment. Her Brief Resume is attached to the Notice of the ensuing AGM.

NUMBER OF BOARD MEETINGS HELD

During the Financial year 2016-17, Five (5) Board Meetings were held on 27th May, 2016, 10th August, 2016, 5th October, 2016, 8th November, 2016 and 27th January, 2017.

DIRECTORS' RESPONSIBILITY STATEMENT

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

- (a) in the preparation of the Annual Accounts for the Financial Year ended 31st March, 2017, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period;
- (c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the annual accounts of the Company have been prepared on a "going concern" basis;
- (e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and

- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

BOARD EVALUATION

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

AUDIT COMMITTEE

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

NOMINATION AND REMUNERATION COMMITTEE

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

INDEPENDENT DIRECTORS DECLARATION

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

AUDITORS

M/s J.N. Banerjee & Co., Chartered Accountants, the existing Statutory Auditors, hold office till the conclusion of the ensuing AGM and would have to vacate the same on its conclusion in terms of Section 139(2) of The Companies Act, 2013, dealing with rotation of Auditors.

Your Board has therefore proposed to appoint M/s S. Ghose & Co. LLP, Chartered Accountants (Firm Registration No. 302184E) as the Statutory Auditors of the Company for a term of 5 years commencing from Financial Year 2017-18 and to hold the said office from the conclusion of the ensuing AGM till the conclusion of the AGM to be held in the Year 2022 (subject to ratification of their appointment at each intervening AGM). M/s S. Ghose & Co. LLP, Chartered Accountants have expressed their willingness to act as such, if so appointed. The necessary resolution for their appointment is included in the Notice of the ensuing AGM.

EXTRACT OF ANNUAL RETURN

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

SECRETARIAL AUDIT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Rules thereunder, the Board of Directors of the Company has appointed CS Rinku Gupta, Practicing Company Secretary to conduct the Secretarial Audit. The Secretarial Audit Report for the financial year ended 31.03.2017 is annexed herewith as **Annexure B**, as part of this Report.

RELATED PARTY TRANSACTIONS

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

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

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

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

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

ACKNOWLEDGEMENTS

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

FOR AND ON BEHALF OF THE BOARD



PLACE: KOLKATA

DATE: 27th APRIL, 2017



DIRECTORS

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

For the financial year ended on 31st March, 2017

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

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L70109WB1947PLC015087
2.	Registration Date	12.03.1947
3.	Name of the Company	Bengal Steel Industries Limited
4.	Category/Sub-category of the Company	Indian Company Limited by Shares
5.	Address of the Registered office & contact details	Trinity Plaza, 3 rd Floor, 84/1A, Topsia Road (South), Kolkata-700046 Tel: 033-30216800 Fax: 033-30216863 E-Mail: bengalsteel@bengalsteel.co.in
6.	Whether Listed company Yes/No	Yes (Listed in BSE and CSE)
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Link Intime India Pvt. Ltd. Fort Burlow, 59C, Chowringhee Road, 3 rd Floor, Room No. 5, Kolkata-700020 Tel: 033-22890540 Fax: 033-22890539 E-Mail: kolkata@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

The business activities that contribute 10% or more of the total turnover of the company are as follows:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Lease Rent Receipts	99721121	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/Subsidiary/ Associate	% of Shares held	Applicable Section
NOT APPLICABLE					

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

(i) Category-wise Share Holding

Category of Shareholders	Shareholding as on 01.04.2016				Shareholding as on 31.03.2017				% Change
	Dem at	Physical	Total	%	Dem at	Physical	Total	%	
A. Indian Promoters									
a) Individual/HUF	-	15,350	15,350	0.31	-	1,18,350	1,18,350	2.41	2.10
b) Bodies Corp.	-	35,56,648	35,56,648	72.59	-	35,56,648	35,56,648	72.59	-
Sub-total (A)	-	35,71,998	35,71,998	72.90	-	36,74,998	36,74,998	75.00	2.10
B. Public Non-Institutions									
a) Indian Bodies Corporate	-	2,78,100	2,78,100	5.68	-	1,75,100	1,75,100	3.58	2.10
b) Individuals									
i) holding nominal share capital upto Rs. 1 lakh	-	1,33,907	1,33,907	2.73	-	1,33,907	1,33,907	2.73	-
ii) holding nominal share capital in excess of Rs. 1 lakh	-	9,15,995	9,15,995	18.69	-	9,15,995	9,15,995	18.69	-
Sub-total (B)	-	13,28,002	13,28,002	27.10	-	12,25,002	12,25,002	25.00	2.10
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	49,00,000	49,00,000	100.00	-	49,00,000	49,00,000	100.00	-

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding as on 01.04.2016			Shareholding as on 31.03.2017			% change during the year
		No. of Shares	% to total Shares	% of Shares Pledged/encumbered to total shares	No. of Shares	% to total Shares	% of Shares Pledged/encumbered to total shares	
1	V. N. Enterprises Ltd.	8,44,935	17.24	-	8,44,935	17.24	-	-
2	Tea Time Ltd.	4,98,250	10.17	-	4,98,250	10.17	-	-
3	Neptune Exports Ltd.	4,95,601	10.12	-	4,95,601	10.12	-	-
4	Asutosh Enterprises Ltd.	4,89,801	10.00	-	4,89,801	10.00	-	-
5	Orient International Ltd.	4,84,050	9.88	-	4,84,050	9.88	-	-
6	Hindusthan Udyog Ltd.	3,45,000	7.04	-	3,45,000	7.04	-	-
7	Macneill Electricals Ltd.	1,14,250	2.33	-	1,14,250	2.33	-	-
8	Revox Enterprises Pvt. Ltd.	1,00,000	2.04	-	1,00,000	2.04	-	-
9	HSM International Pvt. Ltd.	94,751	1.93	-	94,751	1.93	-	-
10	HSM Investments Ltd.	50,010	1.02	-	50,010	1.02	-	-
11	Northern Projects Ltd.	40,000	0.82	-	40,000	0.82	-	-
12	V. N. Agarwal	15,250	0.31	-	1,18,250	2.41	-	2.10
13	Premlata Agarwal	100	0.00	-	100	0.00	-	-
	Total	35,71,998	72.90	-	36,74,998	75.00	-	2.10

(iii) Change in Promoters' Shareholding

Sl. No.	Particulars	Promoters' Shareholding		Cumulative Shareholding during the year	
		No. of shares	%	No. of shares	%
1.	At the beginning of the year	35,71,998	72.90		
2.	Date of Increase: 05.10.2016				
3.	Increase during the year	1,03,000	2.10		
4.	Reason for increase: Transfer of shares				
5.	At the end of the year	36,74,998	75.00	36,74,998	75.00

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

Sl. No.	Name of the Shareholder	Shareholding as on 01.04.2016		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
1	Accurate Agency Pvt. Ltd.	2,43,000	4.96	1,40,000	2.86
2	Puran Mal Kabra	80,000	1.63	80,000	1.63
3	Prahlad Rai Kabra	70,000	1.43	70,000	1.43
4	Sudha Verma	60,000	1.22	60,000	1.22
5	Sumitra Nangalia	53,000	1.08	53,000	1.08
6	Shiv Kumar Kayal	50,000	1.02	50,000	1.02
7	Surendra Bhandari	40,495	0.83	40,495	0.83
8	Sunanda Rungta	35,000	0.71	35,000	0.71
9	Avon Corporate Solution Pvt. Ltd.	35,000	0.71	35,000	0.71
10	Madhulata Surolia	35,000	0.71	35,000	0.71

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

Sl. No.	Shareholding of Director and KMP	Shareholding at the beginning of the year (1 st April, 2016)		Cumulative Shareholding during the year	
		No. of shares	%	No. of shares	%
1	V. N. Agarwal - Director	15,250	0.31	1,18,250	2.41

V. INDEBTEDNESS

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

VI. REMUNERATION OF DIRECTORS AND KMP

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

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

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of Directors			Total (Rs.)
		K. K. Ganeriwala	G. K. Agarwal		
1	Independent Directors				
	Fee for attending board meetings	3,000	5,000		8,000
	Commission	--	--		--
	Others	--	--		--
	Total (1)	3,000	5,000		8,000
2	Other Non-Executive Directors	V. N. Agarwal	Prakash Agarwal	Ritu Agarwal	Total (Rs.)
	Fee for attending board meetings	5,000	2,000	5,000	12,000
	Commission	--	--	--	--
	Others	--	--	--	--
	Total (2)	5,000	2,000	5,000	12,000
Total=(1+2)					20,000

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

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS*	CFO	Total (Rs.)
1	Gross salary	--	1,22,598	--	1,22,598
2	Stock Option	--	--	--	--
3	Sweat Equity	--	--	--	--
4	Commission	--	--	--	--
5	Others	--	--	--	--
	Total	--	1,22,598	--	1,22,598

* The Remuneration paid to the CS was for the period from February – March 2017.

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

FOR AND ON BEHALF OF THE BOARD



PLACE: KOLKATA
DATE: 27TH APRIL, 2017



DIRECTORS

Form MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2017

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

TO
THE MEMBERS OF BENGAL STEEL INDUSTRIES LIMITED

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

Based on our verification of the Company's Books, Papers, Minute Books, Forms and Returns filed and other Records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial ended on 31st March, 2017, complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:-

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by **BENGAL STEEL INDUSTRIES LIMITED** ("**Company**") for the financial year ended on 31st March, 2017, according to the applicable provisions of:-
 - (i) The Companies Act, 2013 (the Act) and the rules made there under;
 - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
 - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
 - (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under (Not applicable to the Company during audit period);
 - (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-



- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 (Not applicable to the Company during audit period);
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (Not applicable to the Company during audit period);
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not applicable to the Company during audit period);
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (Not applicable to the Company during audit period);
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during audit period);
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client (Not applicable to the Company during audit period);
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during audit period);
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during audit period);
- (vi) There are no such laws that are specifically applicable to the Company with respect to the sector in which it is operating.

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

- (i) Secretarial Standards (SS-1 and SS-2) as issued by The Institute of Company Secretaries of India.
- (ii) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015.

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

3. We further report that:

- (a) The Board of Directors of the Company is duly constituted with proper balance of Non-Executive Directors and Independent Directors. The changes in the composition of the



Board that took place during the year under review were carried out in compliance with the provisions of the Act;

- (b) Adequate notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation of the meeting;
- (c) Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

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

**FOR RINKU GUPTA & ASSOCIATES
COMPANY SECRETARIES**



**RINKU GUPTA
COMPANY SECRETARY IN PRACTISE
FCS – 9237, CP NO. 9248**

PLACE: KOLKATA

DATE: 27.04.2017



J. N. BANERJEE & Co.

CHARTERED ACCOUNTANTS

G BANERJEE, F.C.A

U B GHOSE, F.C.A

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5 & 6, PANNALAL BANERJEE LANE,
(FORMERLY FANCY LANE)
KOLKATA - 700001

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BENGAL STEEL INDUSTRIES LIMITED Report on the Financial Statements

We have audited the accompanying financial statements of **BENGAL STEEL INDUSTRIES LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the Cash Flow Statement, and a summary of the significant accounting policies and other explanatory information for the year then ended.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the 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 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. 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2017 and its profit and its cash flows for the year ended on that date.

Emphasis of Matter

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

1. Charge of depreciation on the composite cost of Land & Building, the value of which are not segregated:
2. Non-recognition of impairment loss, if any, on discontinuation of operation and disposal of fixed assets of ingot plant.
3. Non-Provision in diminution in value of investments, the amount of which could not be ascertained with reasonable accuracy.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure-A.

- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has two litigations namely for Corporation Tax and Income Tax which are being pursued by the company. The management does not foresee any material loss in respect of these litigations.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The company has provided requisite disclosures in its financial statements as to holding as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these disclosures are in accordance with books of accounts maintained by the company.

2. As required the Companies (Auditor Report) Order, 2016 ("the order") issued by the Central Government in term of Section 143(11) of the Act, we give in the Annexure-B a statement on the matters specified in paragraphs 3 and 4 of the order.

For J.N. Banerjee & Co
Chartered Accountants.
(Firm's Registration No. 302063E)



(G. Banerjee, F.C.A.)
Partner

Membership No. 050270

Date: 27 APR 2017
Place: Kolkata-1.

J. N. BANERJEE & Co.

CHARTERED ACCOUNTANTS

G. BANERJEE, F.C.A.

U B GHOSE, F.C.A.

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ANNEXURE-A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF BENGAL STEEL INDUSTRIES LTD.

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

We have audited the internal financial controls over financial reporting of Bengal Steel Industries Ltd. ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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 its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial control over financial reporting were operating effectively as at March 31, 2017, 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 J.N. Banerjee & Co
Chartered Accountants.
(Firm's Registration No. 302063E)



(G. Banerjee, F.C.A.)
Partner

Membership No. 050270

Date: 27 APR 2017
Place: Kolkata-1.

J. N. BANERJEE & Co.

CHARTERED ACCOUNTANTS

G. BANDYOPADHYAY, F.C.A.

U.B. GHOSE, F.C.A.

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ANNEXURE -B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report of even date)

As required by Companies (Auditors' Report) Order, 2016 issued by the Central Govt. of India under section Section 143(11) of the Companies Act, 2013, and on the basis of such checks of the books and records of the Company and according to the information and explanations given to us, we report further that:

- 1) *The Company has not maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets. The Fixed Assets do not appear to have been physically verified by the Management during the year under Audit and therefore, the question of discrepancy on physical verification could not be determined. The title deeds of immovable properties are not available for verification.*
- 2) The company does not have any inventory.
- 3) The company does not have any loans, investment, guarantees or security as mentioned under section 185 or 186 of the Companies Act, 2013.
- 4) a. The Company is regular in depositing undisputed statutory dues with the appropriate authorities so far as applicable to its affairs during the year, except for Corporation Tax liability in respect of immovable property remaining unpaid due to dispute in rate fixation.
b. Disputed income tax dues for A.Y. 2012-13 of Rs.296790 pending in appeal before CIT (A)-4, Kolkata, has not been deposited.
- 5) We have not noticed nor have been reported any fraud on or by officers or employees of the Company during the year under audit.
- 6) The company has not paid any managerial remuneration, except sitting fees of Directors, which is as per requisite approvals/statute.
- 7) Transactions with related parties are in compliance with section 177 or 188 of Companies Act, 2013, as applicable and the details have been disclosed in Note 20 of Financial Statements as required by the applicable accounting standards.
- 8) The company has not entered into any non-cash transaction with Directors or persons connected with him.
- 9) Clauses (iii), (v), (vi), (viii), (ix), (xii), (xiv), (xvi) of paragraph 3 and paragraph 4 of the order are not applicable to the Company for this year.

For J.N. BANERJEE & CO.
Chartered Accountants
(Firm's Registration No. 302063E)



(G. BANERJEE, F.C.A.)

Partner

Membership No. 050270

Kolkata - 700 001
Date: 27 APR 2017

BENGAL STEEL INDUSTRIES LIMITED

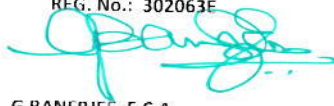
Balance Sheet as at 31st March' 2017

I. EQUITY AND LIABILITIES	Notes	As at March 2017	31st As at March 2016
Shareholder's Funds			
Share Capital	2	49,000,000	49,000,000
Reserves and Surplus	3	49,055,520	48,939,100
		98,055,520	97,939,100
Current Liabilities			
Other current liabilities	4	4,989,410	5,489,918
Short-term provisions	5	1,378,110	4,683,000
		6,367,520	10,172,918
Total		104,423,040	108,112,018
II. ASSETS			
		As at March 2017	31st As at March 2016
Non-Current Assets			
Fixed assets			
Tangible assets	6	1,312,710	1,391,930
Non-current Investments	7	10,162,919	10,029,515
Long term Loans and advances	8	990,363	955,640
		12,465,992	12,377,085
Current Assets			
Cash and Cash Equivalents	9	379,753	401,712
Short term Loans and Advances	10	90,929,134	91,563,060
Other Current Assets	11	648,161	3,770,161
		91,957,048	95,734,933
Total		104,423,040	108,112,018

Significant Accounting policies
Notes on Financial Statements

1
2 to 25

As per our Report of even date.
For J N BANERJEE & CO.
Chartered Accountants
REG. No.: 302063E



G BANERJEE, F.C.A.
PARTNER
Membership No. : 050270
Place : Kolkata
Date : 27 APR 2017

For BENGAL STEEL INDUSTRIES LIMITED



Company Secretary

For and on behalf of the Board




DIRECTORS

BENGAL STEEL INDUSTRIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH' 2017

Particulars	Notes	For the year ended 31st March' 2017	For the year ended 31st March '2016
I. Revenue from Operations	12	3,000,000	4,800,000
II. Other Income	13	203,333	(1,593,308)
Total		3,203,333	3,206,692
III. Expenses:			
Employee Benefit Expenses	14	284,717	1,118,414
Depreciation and Amortisation Expenses	15	79,220	116,560
Other Expenses	16	2,420,592	1,074,244
Total		2,784,529	2,309,218
IV. Profit Before Exceptional items and Tax		418,804	897,474
VI. Profit before tax		418,804	897,474
VII. Tax Expense:			
Current Tax		74,000	671,000
Earlier Year		228,384	-
IX. Profit /(Loss) after Tax		116,420	226,474
X. Earning per Equity share - Basic and Diluted	21	0.02	0.05

Significant Accounting policies
Notes on Financial Statements

1
2 to 25

As per our Report of even date.

For J N BANERJEE & CO.
Chartered Accountants
REG. No.: 302063F

For and on behalf of the Board

G BANERJEE, F.C.A.
PARTNER
Membership No. : 050270
Place : Kolkata
Date : 27 APR 2017

For BENGAL STEEL INDUSTRIES LIMITED

Shikha Bandyopadhyay
Company Secretary

[Signature]
[Signature]

DIRECTORS

Bengal Steel Industries Limited
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

A. CASH FLOW FROM OPERATING ACTIVITIES	For the year ended 31st March 2017	For the year ended 31st March 2016
Net Profit/(Loss) before tax	418,804	897,474
Adjustment for:		
Exceptional Items	-	-
Depreciation	79,220	116,560
Interest Received	(38,581)	(38,581)
Income from Mutual Fund	(133,404)	(966,232)
(Profit)/Loss On Sale of Investments	-	2,655,101
(Profit)/Loss On Sale Of Fixed Asset	-	-
Provision for fall in Value of Current Investment	-	-
Dividend Received	(31,349)	(1,023,212)
Operating Profit before Working Capital Changes	294,690	1,641,110
Movements In Working Capital :		
Increase/(Decrease) in Trade Payables	-	-
Increase/(Decrease) in Other Current Liabilities	(500,508)	910,199
Decrease/(Increase) in Trade Receivables	-	-
Decrease/(Increase) in Inventories	-	-
Decrease/(Increase) in Short - Term Loans and Advances	(2,462,000)	(41,021,899)
Decrease/(Increase) in Other Current Assets	3,122,000	(4,718,232)
Cash generated from operations/(used in) Operations	454,182	(43,188,822)
Direct Taxes Paid (Net)	511,348	480,000
Net Cash from Operating Activities	(57,166)	(43,668,822)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase Of Fixed Assets (Including Capital work in Progress)	-	-
Sale Of Fixed Assets (Including advance taken for Sale - Net)	-	-
Loan Given(-) / Refund received(+)	-	-
Income from Mutual Fund	133,404	966,232
(Increase) / Decrease in Non Current Investment	(133,404)	-
Sale of Investments	-	33,008,763
Interest Received	38,581	38,581
Dividend Received	31,349	1,023,212
Net Cash from Investing Activities	69,930	35,036,788
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Decrease/(Increase) in Long - Term Loans and Advances	(34,723)	(34,722)
Proceeds/ (Repayment) from Short term Borrowings	-	-
Interest paid	-	-
Dividend Paid	-	-
Net Cash from Financing Activities	(34,723)	(34,722)
Net Increase/ (Decrease) in Cash and Cash Equivalents (A+B+C)	(21,959)	(8,666,756)
Cash and Cash Equivalents At The Beginning Of The Period	401,712	9,068,468
Cash and Cash Equivalents At The End Of The Period	379,753	401,712

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Components of Cash & Cash Equivalents

	For the year ended 31st March 2017	For the year ended 31st March 2016
Balances With Banks		
- In Current Account	357,033	320,075
- In Foreign Currency Account	-	-
- In Fixed Deposit Account	3,000	3,000
- In Margin Deposit Account	-	-
- In Unpaid Dividend Account	-	-
Cash On Hand	19,720	78,637
	379,753	401,712

Note:

- a) Previous year's figures have been regrouped / recast, wherever necessary.
- b) The above cash flow has been prepared under "Indirect Method" as prescribed under Accounting Standard 3 notified in Companies (Accounting Standards) Rules, 2006.

As per our Report of even date.

For J N BANERJEE & CO.
Chartered Accountants
REG. No.: 302063E

G BANERJEE, F.C.A.
PARTNER
Membership No.: 050270
Place : Kolkata
Date : 27 APR 2017

For BENGAL STEEL INDUSTRIES LIMITED

Swita Bajor
Company Secretary

For and on behalf of the Board

DIRECTORS

NOTES 1 SIGNIFICANT ACCOUNTING POLICIES

- 1.1. FIXED ASSETS : Fixed Assets are stated at cost of acquisition including related expenses of transportation or installation and interest on loans utilised for acquisition of assets till such assets are used for production but excluding credit available for excise duty paid on such acquisition.
- 1.2. INVESTMENTS : Investments are stated at cost.
- 1.3. INVENTORIES : Raw materials , Stores & Spare Parts, Tools & Implements are valued at lower of cost or net realisable value.
- 1.4. REVENUE RECOGNITION : Rent receivable from occupiers against whom ejection suits are pending in court has not been accounted for.
- All other revenues are recognised on accrual basis.
- 1.5. DEPRECIATION : Depreciation has been provided for on reducing balance method after considering revised useful life of fixed assets as per schedule II of Companies Act, 2013.
- 1.6. BASIS OF ACCOUNTING : The accounts are prepared on historical cost convention and on generally accepted accounting practices.

Note : 2 SHARE CAPITAL		As at 31st March 2017	As at 31st March 2016
Authorised Shares 60,00,000 Equity Shares of Rs 10/- each		60,000,000	60,000,000
		60,000,000	60,000,000
Issued, Subscribed & Fully Paid-Up 49,00,000 Equity Shares of Rs. 10/- each		49,000,000	49,000,000
Total		49,000,000	49,000,000

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

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

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

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Note : 3 RESERVE & SURPLUS		As at 31st March 2017	As at 31st March 2016
Surplus as per Statement of Profit and Loss			
Opening Balance		48,939,100	48,712,626
Addition during the year		116,420	226,474
Closing Balance		49,055,520	48,939,100

Note : 4 OTHER CURRENT LIABILITIES		As at 31st March 2017	As at 31st March 2016
Sundry Advance		669,368	693,968
Other Payables		4,320,042	4,795,950
Total		4,989,410	5,489,918

Note : 5 SHORT TERM PROVISIONS		As at 31st March 2017	As at 31st March 2016
Provision for Income Tax		1,378,110	4,683,000
Total		1,378,110	4,683,000



BENGAL STEEL INDUSTRIES LIMITED

Note : 6 Fixed Assets

PARTICULARS	COST			ACCUMULATED DEPRECIATION AND AMORTISATION			NET BOOK VALUE		
	01.04.2016	ADDITION	DEDUCTION	31.03.2017	31.03.2016	CHARGE THE YEAR	DEDUCTION/ ADJUSTMENT	31.03.2017	31.03.2016
<u>TANGIBLE ASSETS</u>									
LAND	542,592	-	-	542,592	-	-	-	542,592	542,592
LAND & BUILDING	339,000	-	-	339,000	290,770	2,349	-	45,881	48,230
FACTORY SHED	9,562,353	-	-	9,562,353	8,940,534	59,073	-	562,746	621,819
PLANT & EQUIPMENTS	13,150,980	-	-	13,150,980	13,043,313	-	-	107,667	107,667
VEHICLE (25.89%)	671,939	-	-	671,939	603,195	17,798	-	50,946	68,744
FURNITURE & FIXTURE	246,623	-	-	246,623	243,745	-	-	2,878	2,878
Total	24,513,487	-	-	24,513,487	23,121,557	79,220	-	1,312,710	1,391,930
PREVIOUS YEAR	24,513,487	-	-	24,513,487	23,004,997	116,560	-	1,391,930	-

NOTE - 7 : NON CURRENT INVESTMENTS
LONG TERM FULLY - PAID UP NON TRADE INVESTMENTS : (At cost)

PARTICULARS	FACE VALUE	AS AT 31.03.2017		AS AT 31.03.2016	
		No. of Shares/ Units	Value	No. of Shares/ Units	Value
I) Investment in Fully Paid up Equity Instruments					
A) Quoted					
Via Media India Ltd.	10	50	500	50	500
Kabini Papers Limited	10	500	500	500	500
United Credit Ltd.	10	2,311	8,250	2,311	8,250
Gran Heal Pharmacy Ltd.	10	1,900	19,000	1,900	19,000
Northern Projects Ltd.	10	161,900	391,617	161,900	391,617
Asutosh Enterprises Ltd.	10	168,000	412,244	168,000	412,244
Neptune Exports Ltd.	10	230,000	472,757	230,000	472,757
Tea Time Ltd.	10	221,000	513,690	221,000	513,690
Orient International Ltd.	10	213,000	652,599	213,000	652,599
Hindusthan Udyog Ltd.	10	599,600	2,563,782	599,600	2,563,782
KSB Pumps Ltd.	10	360	63,141	360	63,141
Elecon Engineering Ltd.	2	26,699	1,817,307	26,699	1,817,307
TOTAL A			6,915,387		6,915,387
B) Unquoted					
Macneill Electricals Ltd.	100	9	900	9	900
Bengal Coal Co. Ltd.	10	160	33,482	160	33,482
HSM International Pvt. Ltd.	10	2,500	25,000	2,500	25,000
Neptune Impex Pvt. Ltd.	100	100	10,000	100	10,000
AKA Washeries India Pvt. Ltd.	10	2,000	20,000	2,000	20,000
Hindusthan Parsons Ltd.	10	400,000	811,000	400,000	811,000
Huwood hindusthan Pvt. Ltd.	10	2,000	20,000	2,000	20,000
Spaans Babcock India Ltd.	10	4,930	49,300	4,930	49,300
Bengal Central Building Society Ltd.	10	10,000	100,000	10,000	100,000
Tamilnadu Alkaline Batteries Ltd.	10	198,000	198,992	198,000	198,992
TOTAL B			1,268,674		1,268,674

II) Investment in Fully Paid up Preference Shares					
India Financial Journal Pvt. Ltd.	100	30	3,000	30	3,000
TOTAL C			3,000		3,000
II) Investment in Debentures					
Via Media Ltd.	10	175	7,000	175	7,000
TOTAL D			7,000		7,000
III) Investments in Mutual Funds (Quoted)					
Kotak Liquid Fund			1,968,857		1,835,454
TOTAL E			1,968,857		1,835,454
Total (A + B + C + D + E)			10,162,919		10,029,515

	As at 31st March 2017		As at 31st March 2016	
	Cost	Market Value	Cost	Market Value
Aggregate value of Quoted Investments	8,884,245	8367269	8,750,841	6,397,531
Aggregate value of UnQuoted Investments	1,278,674	-	1,278,674	-

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Note 8 : LONG TERM LOANS AND ADVANCES		As at 31st March' 2017	As at 31st March 2016
Unsecured, Considered Good:			
Advances recoverable in Cash or in kind		151,293	151,293
Security Deposits		839,070	804,347
Total		990,363	955,640

Note : 9 CASH & CASH EQUIVALENTS		As at 31st March' 2017	As at 31st March 2016
Balance at Bank in Current Accounts		357,033	320,075
Balance at Bank in Deposit Account		3,000	3,000
Cash in Hand		19,720	78,637
Total		379,753	401,712

Note : 10 SHORT TERM LOANS & ADVANCES		As at 31st March' 2017	As at 31st March 2016
Unsecured, Considered Good:			
Advances recoverable in Cash or in kind or for value to be received		79,848,275	77,373,275
Advance Income Tax and Other Taxes		11,080,859	14,176,785
Advances to Staff		-	13,000
Total		90,929,134	91,563,060

Note : 11 OTHER CURRENT ASSETS		As at 31st March' 2017	As at 31st March 2016
Unsecured, Considered Good:			
Rent Receivable		558,161	3,258,161
Service Tax Receivable		90,000	512,000
Total		648,161	3,770,161

Note : 12 REVENUE FROM OPERATIONS	For the year ended 31st March '2017	For the year ended 31st March '2016
Sale Of Products		
Other Operating Income	3,000,000	4,800,000
Total	3,000,000	4,800,000

Note : 13 OTHER INCOME	For the year ended 31st March '2017	For the year ended 31st March '2016
Interest Received on Deposits	38,581	38,581
Income from Mutual Fund	133,404	966,232
Profit / (Loss) on Sale of Investments (Net)	-	(2,655,101)
Dividend Received	31,349	56,980
Total	203,333	(1,593,308)

Note : 14 EMPLOYEE BENEFIT EXPENSES	For the year ended 31st March '2017	For the year ended 31st March '2016
Salary, Wages, Bonus & Allowances	124,138	998,429
Staff Welfare Expenses	160,579	119,985
Total	284,717	1,118,414

Note : 15 DEPRECIATION & AMORTISATION EXPENSES	For the year ended 31st March '2017	For the year ended 31st March '2016
Depreciation (Note No. 6)	79,220	116,560
Total	79,220	116,560

Note : 16 OTHER EXPENSES	For the year ended 31st March '2017	For the year ended 31st March '2016
Directors Meeting Fees	20,000	22,000
Service Charges	670,099	518,157
Electric Charges	5,160	8,820
Rates & Taxes	489,207	131,335
Bank Charges	4,105	9,928
Conveyance Charges	173,870	99,090
Other Repairs	-	4,410
Postage, Telegram & Telephone	36,739	54,891
Printing & Stationery Items	12,015	13,690
Service Tax	10,500	16,094
<u>Payment to Auditors</u>		
- As Auditors	35,000	35,000
- For Other Services	19,000	10,500
Listing Fees	737,550	28,938
Filing fees	6,600	5,400
Advertisement	17,003	34,883
Miscellaneous Expense	183,744	81,108
Total	2,420,592	1,074,244

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17.1 Liability for payment of gratuity is not required to be made since the provisions of Payment of Gratuity Act does not apply to this Company.

17.2 Contingent liability not provided for:
Income Tax demand disputed

2016-17	2015-16
296790	296790

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

19 Segment Reporting :

The operating activities of the company during the year comprised of earning of rent, interest, dividend and all transactions were within India. These activities are carried on by the same organisational structure and entire activities are located in India.

20 Related Party Disclosure :

Associate Company : WPIL LTD.

Key Managerial Personnel
(Directors & their relatives)

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

Transactions with Associate Company & Key Managerial Personnel :

Transaction

Transaction	Associate Company		Key Managerial Personnel	
	2016-2017	2015-2016	2016-2017	2015-2016
Rent Receipts (WPIL Ltd)	Rs. 3,000,000	Rs. 4,800,000	Rs. -	Rs. -
Meeting Attendance Fees (Directors)	-	-	20,000	22,000

Balance Outstanding at the year end
Associate Company
WPIL Ltd.

21 Earning Per Share	
Profit After Taxation	Current Year
Weighted average no. of equity share outstanding	Previous Year
Earning Per Share - Basic and Diluted	
	116,420
	226,474
	4,900,000
	0.05
	0.02
	4,900,000
	0.05

22 Disclosure in respect of Specified Bank Notes

	SBNs	Other denomination notes	Total	
			Amount	Amount
Closing Balance as at 8 November 2016	50000	82784	132784	
Transactions between 9 th November 2016 and 30 th December 2016				
Add: Withdrawal from Bank accounts	-	150000	150000	
Add: Receipts for permitted transactions	NIL	NIL	NIL	
Add: Receipts for non-permitted transactions (if any)	NIL	NIL	NIL	
Less: Paid for permitted transactions	-	102666	102666	
Less: Paid for non-permitted transactions (if any)	NIL	NIL	NIL	
Less: Deposited in bank accounts	50000	-	50000	
Closing balance as at 30 December 2016	-	130118	130118	

23 Deferred Tax Accounting :

Tax liability arising under Minimum Alternate Tax (MAT) method gives rise to Deferred Tax Asset of about Rs.5.85 Lacs but in view of concept of prudence and in absence of virtual certainty of earning profit, Deferred Tax Asset has not been recognised.

24.1 The Company has no amounts due to suppliers under the Micro, Small & Medium Enterprises as defined under the Micro, Small & Medium Enterprises Development Act, 2006 (MSMED) as at 31.03.2014. Hence no additional disclosure have been made. The information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information received by the Company.

24.2 The Listing Fees include fees for earlier period of Rs.3,45,000/- and interest for late payment of Rs.45,000/-.

25 Previous years' figures have been reclassified to conform to this years classification, wherever necessary. As per our Report of even date.

For J N Banerjee & Co.

Chartered Accountants

REG NO. 302063E

G BANERJEE, F.C.A.

PARTNER

Membership No. : 050270

Place : Kolkata

Date : 27 APR 2017

For and On Behalf of the Board

Directors

For BENGAL STEEL INDUSTRIES LIMITED

Company Secretary