

# Meenakshi Steel Industries Limited

**Regd. Office :** K-27, Jiya Sarai, 1st Floor,  
Near IIT Gate, New Delhi - 110 016  
**CIN No.:** L52110DL1985PLC020240

**Mumbai Office :**  
407, Kalbadevi Road,  
Daulat Bhavan, 3rd Floor,  
Mumbai - 400 002

14<sup>th</sup> October, 2017

**BSE Limited**  
P. J. Tower,  
Dalal Street,  
Fort, Mumbai

**Ref : Scrip Code : 512505**

Dear Sir,

**Sub: Annual Report for the Financial Year 2016-17**

Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the Annual Report for the Financial Year 2016-17 and the same has been uploaded on our website [www.meenakshisteel.in](http://www.meenakshisteel.in)

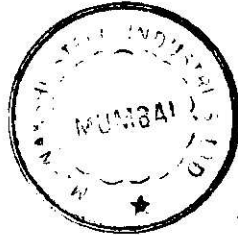
Kindly the above documents on record

Thanking you.

Yours faithfully,  
For **MEENAKSHI STEEL INDUSTRIES LIMITED**

*Rajgopal*

**Rajgopal Dhoot**  
Director  
(00043844)



**MANSOON TRADING COMPANY LIMITED**

**Annual Report**

**2016-17**

**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**CIN : L52110DL1985PLC020240**  
**Regd. Office: K-27, Jiya Sarai, 1<sup>st</sup> Floor, Near IIT Gate, New Delhi 110 016**  
**Telephone No. : 7303001011, Website: www.meenakshisteel.in**  
**Email: meenakshisteelindustries@gmail.com**

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**NOTICE**

NOTICE is hereby given that the Thirty Second Annual General Meeting of the members of Meenakshi Steel Industries Limited shall be held on Thursday, the 28<sup>th</sup> day of September, 2017 at 2.30 PM at the Registered Office of the Company at K-27, Jiya Sarai, 1<sup>st</sup> Floor, Near IIT Gate, New Delhi 110 016 to transact the following business :

**Ordinary Business:**

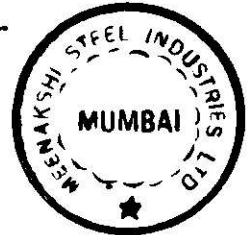
1. To consider and adopt the Audited Standalone and consolidated financial statements of the Company for the year ended on 31st March, 2017 and the Board's and Auditors' Reports thereon.
2. To appoint a Director in place of Mr. Om Prakash Bhalotia (DIN : 00314149) who retires by rotation and, being eligible, offers herself for re-appointment.
3. To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:

"Resolved That pursuant to the provisions of Section 139 and other applicable provisions of the Companies Act, 2013 and Rules made therein , M/s B. Maheshwari & Co., Chartered Accountants, Mumbai, (Firm Registration No. 105839W), having their office at B/302, Citi Point, Near Hotel Kohinoor, J. B. Nagar, Andheri – Kurla Road, Andheri (East), Mumbai 400 059 be and is hereby appointed as the Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the 37<sup>th</sup> Annual General Meeting subject to ratification, if required, by the members at every Annual General Meeting to be held hereafter, at such remuneration (including re-imbusement of out of pocket expenses) as may be decided by the Board of Directors of the Company in consultation with M/s B. Maheshwari & Co. Chartered Accountants, Mumbai"

**By order of the Board of Directors of Directors of  
Meenakshi Steel Industries Limited**

*Rajshool*

**R. G. Dhoot**  
**Director**  
**(DIN: 00043844)**



**Place: Mumbai**  
**Date: 30.08.2017**

## **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 and the proxy need not be a member of the Company.

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. The proxy form duly completed and signed should be deposited at the Registered office of the Company not less than 48 hours before the time fixed for the Meeting.
3. The Register of Members and Share Transfer Register of the Company will remain closed from Thursday, 21<sup>st</sup> September, 2017 to Thursday, 28<sup>th</sup> September, 2017, (both days inclusive) for the purpose of AGM.
4. Members are requested to bring their copy of the Annual Report at the Annual General Meeting.

### **5. EVOTING:**

- i) Pursuant to Section 108 of the Companies Act, 2013 and in compliance with the provisions of Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to announce that all the business mentioned in the notice may be transacted through electronic voting system and the Company is providing facility by electronic means.
- ii) For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating e-voting to enable the Shareholders of the Company to cast their votes electronically.
- iii) The Board of Directors of the Company has appointed M/s Girish Murarka & Co., Practicing Company Secretary, Mumbai to conduct and scrutinize the e-voting process in a fair and transparent manner.

- iv) Process and manner of voting:





(a) In case of Shareholders receiving e-mail from NSDL:

- i. Open e-mail and open PDF file viz; "meenakshi e-Voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password for e-voting. Please note that the password is an initial password.
- ii. In case any shareholder is already registered with NSDL for e-voting, then that shareholder can use the existing user ID and password for casting of vote and step no. (i) and (vi) be skipped.
- iii. Launch internet browser by typing the following URL: <https://www.evoting.nsd.com/>
- iv. Click on Shareholder – Login
- v. Put user ID and password as mentioned in step (i) or (ii) above, as may be applicable. Click Login.
- vi. Password change menu appears. Change the password with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password.
- vii. Home page of e-Voting opens. Click on e-Voting: Active Voting Cycles.
- viii. Select "EVEN" (E-Voting Event Number) of Meenakshi Steel Industries Limited
- ix. Now you are ready for e-Voting as Cast Vote page opens.
- x. Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
- xi. Upon confirmation, the message "Vote cast successfully" will be displayed.
- xii. Once you have voted on the resolution, you will not be allowed to modify your vote.
- xiii. Institutional shareholders (i.e. members other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

(b) In case of Shareholders receiving PIN mailer by Post:

- i. Initial password will be provided through a separate PIN Mailer.
- ii. Please follow steps (ii) to (xiii) above, to cast vote.
- iii. 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).
- iv. In case of any query, you may refer to the Frequently Asked Questions (FAQs) for members and e-voting user manual for members available at the Downloads sections of <https://www.evoting.nsd.com> or contact NSDL at the following Telephone No.: 022 24994600.
- v. The e-voting period commences on 25th September, 2017 (9.00 a.m) and ends on 27<sup>th</sup> September, 2017 (5.00 p.m.). At the end of the voting period, the portal where votes are cast shall forthwith be blocked.



- vi. M/s. Girish Murarka & Co., Practicing Company Secretary, Mumbai, the scrutinizer will, on 30<sup>th</sup> September, 2017 i.e. within a period of not exceeding three working days from the date of conclusion of e-voting period, unblock the votes in the presence of at least two witnesses not in the employment of the company and make a scrutinizer's report of the votes cast in favour or against, if any and submit to the Chairman of the Annual General Meeting of the Company.
- vii. The results declared along with the scrutinizer's report shall be placed on the website of the company and on the website of the RTA or NSDL within two days of passing of the resolution.
- viii. Subject to receipt of sufficient votes, the resolution shall be deemed to be passed on the date of Annual General Meeting.

- v) Name, designation, address, email id and phone no. of the person responsible to address the grievances connected with facility for voting by electronic means.

Name:- Ms. Binita Sharad Gosalia

Designation:- Company Secretary and Compliance Officer

Mumbai Office : 407, Kalbadevi Road, 3<sup>rd</sup> Floor, Daulat Bhavan, Mumbai 400 002

Email id: meenakshisteelindustries@gmail.com

Phone No. 022-22062108

vi) **Details of Directors seeking re-appointment at the Annual General Meeting**

Name	Mr. Om Prakash Bhalotia
DIN	00314149
Date of Birth	24.12.1941
Qualification	Graduate
Expertise in specific functional area	Having wide experience in the field of PolyChem and allied Business
Terms and conditions of appointment or re-appointment	Mr. Om Prakash Bhalotia retires at ensuing AGM and being eligible , seek re-appointment
Remuneration	Nil
List of Outside Directorship	1.Gwalior Properties and Estates Private Limited 2.Global Holdings Private Limited 3.Sushree Trading Limited 4.Mercury Investments Limited 5.Vitthal Drugs Private Limited 6. Malborough Polychem Limited
Chairman / Member of the Committee of the Board of Directors of other Companies in which she is a Director	Nil
Shareholding in the Company	Nil
No. of the Board Meeting attended	2
Relationship with other Directors,	Nil



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
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### DIRECTORS REPORT

To,  
The Members,

The Directors of your Company are pleased to present their Thirty Second Annual Report and the Audited Financial Statements of **Meenakshi Steel Industries Limited** for the financial year ended 31<sup>st</sup> March, 2017.

#### FINANCIAL RESULTS

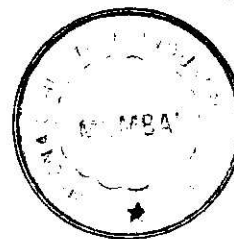
The financial performance of the Company, for the financial year ended 31st March, 2017 is summarized below:

	Year Ended 31 <sup>st</sup> March 2017 Rs.	Year Ended 31 <sup>st</sup> March 2016 Rs.
Income	3,26,350	7,91,196
Expenses	7,65,486	3,54,003
Profit / (Loss) before tax	(4,39,136)	4,37,193
Tax expenses:		
Current Tax	Nil	(1,65,000)
Earlier year adjustments	16,155	Nil
Profit / (Loss) after tax	(4,22,981)	2,72,193

#### PERFORMANCE REVIEW

During the year under review, the Company has incurred Losses 4,22,981/- (Previous Year Net Profit After Tax of Rs. 2,72,193/-). Your Directors are hopeful of achieving even better performance in the current year.

The Company is engaged in the business of Financing and Investment activities. There has been no material changes in the business of the Company during the financial year.



## **FINANCE**

Your Company has made provisions for sufficient borrowing facilities to meet its long-term and short-term requirements in order to support the business operations uninterruptedly.

## **DIVIDEND**

In view of the Loss during the year under review, your Directors do not recommend any dividend for the year under review.

## **TRANSFER TO RESERVES**

In view of losses during the year under review, the Company has transferred Rs. Nil (Previous Year Rs.54,439 /-) to Reserve Fund under RBI Act, 1934

## **PUBLIC DEPOSIT**

During the year, the Company has not accepted or renewed any deposit from the public as covered under Section 73 of the Act read with the Companies (Acceptance of Deposits) Rules, 2014.

## **SHARE CAPITAL**

The Authorised Share Capital as on 31<sup>st</sup> March, 2017 was Rs.2,00,00,000 /-(Rupees Two Crore Only) divided into 20,00,000 Equity Shares of Rs. 10/- each.

There has been no change in the Share Capital of the Company during the financial year 2016-17.

The Issued Share Capital as on 31<sup>st</sup> March, 2017 was Rs 1,99,20,000/- (Rupees One Crore Ninety Nine Lac Twenty Thousand only) divided into 19,92,000 Equity Shares of Rs. 10/- each.

## **SUBSIDIARY**

As at the end of the year under review i.e. on 31<sup>st</sup> March, 2017 and also as on the date of this report, your Company does not have any Subsidiary.

## **EXTRACT OF ANNUAL RETURN**

Pursuant to the requirements under Section 92(3) and Section 134(3) of the Act read with Rule 12 of Companies (Management and Administration) Rules, 2014, an extract of Annual Return in prescribed Form MGT-9 is given in the Report as **Annexure I**.



## **PARTICULARS OF EMPLOYEES**

The information regarding employee remuneration and other details as required under Section 197(12) read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed to this Report as **Annexure II**. Further Rule 5 (2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not required as there are no employees in the Company for this category.

## **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

During the year, the Company had not entered into any transactions as enumerated in section 188 of Companies Act, 2013 and rules made thereunder with its related party as defined under section 2(76) of the Act,

## **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

There are no significant material orders passed by the regulators/courts/tribunals which would impact the going concern status of the Company and its future operations.

## **ADEQUACY OF INTERNAL FINANCIAL CONTROLS**

The internal financial controls with reference to the Financial Statements are commensurate with the size of the Company and nature of its business.

Compliance processes form an integral part of your Company's Corporate governance practices and is fundamental to achieving its strategic and operational business objectives.

## **RISK MANAGEMENT**

The Company has laid down a Risk Management Policy and identified threat of such events which if occurs will adversely affect value to shareholders/ stakeholders, ability of company to achieve objectives, ability to implement business strategies, the manner in which the company operates.

Investment business is always prone to various external risks i.e. risk of capital market fluctuations, global developments, competition risk, interest rate volatility, economic cycles and geo-political risks which can adversely affect the fortunes of investment companies in both ways. To manage these identified risks, your Company adopted a sound and prudent risk management policy to mitigate the risk and challenges. The objectives of the risk policy is to minimize risk and maximize the returns.



In the opinion of your Board, none of the risks which have been identified may threaten the existence of the Company.

### **REMUNERATION POLICY**

The Board has, on the recommendation of the Nomination & Remuneration, framed policy for selection and appointment of Directors, Senior Management and their remuneration.

### **CORPORATE SOCIAL RESPONSIBILITY**

The provisions of section 135 of the Companies Act, 2013 with respect to Corporate Social Responsibility are not applicable to the Company.

### **DIRECTORS RESPONSIBILITY STATEMENT**

Pursuant to sub-Section (5) of Section 134 of the Companies Act, 2013 and to the best of their knowledge and belief and according to the information and explanations obtained /received from the operating management, your Directors make the following statement and confirm that:-

- i) in the preparation of the annual accounts for the year ended 31 March 2017, 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 March 2017 and of the loss of the Company for 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 this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the Directors have prepared the Annual Accounts on a 'going concern basis';
- v) the Directors have laid down internal financial controls and that such internal financial controls are adequate and are operating effectively; and
- vi) 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.

### **CONSOLIDATED FINANCIAL STATEMENTS**

The Consolidated financial statement of your Company for the Financial-Year 2016-17 is prepared in compliance with the applicable provisions of the Companies Act, 2013, Accounting Standards and SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.





## **VIGIL MECHANISM / WHISTLE BLOWER POLICY**

The Company has established a vigil mechanism to provide appropriate avenues to the Directors and employees to bring to the attention of the Management, the concerns about behavior of employees that raise concerns including fraud by using the mechanism provided in the Whistle Blower Policy.

## **PREVENTION OF INSIDER TRADING:**

The Company has adopted a code of conduct for Prevention of Insider Trading with a view to regulate trading in securities by Directors and designated employees of the Company. The Code of conduct require pre-disclosure for dealing in the Company's Shares and prohibit the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when trading windows is closed. The Board is responsible for implementation of the Code. All Board Directors and the designated employees have confirmed the compliance of the Code

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

The particulars of loans, guarantees or investments covered under the provisions of Section 186 of the Companies Act, 2013, if any, are given in the Audited Financial Statements, wherever applicable.

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

In view of the nature of activities which are being carried on by the Company, the particulars as prescribed under Section 134(3)(m) of the Act read with Companies' (Accounts) Rules, 2014 regarding Conservation of Energy and Technology Absorption, and research and development are not applicable to the Company.

There were no foreign exchange earnings and outgoings during the year under review.

## **STATEMENT CONTAINING SALIENT FEATURES OF FINANCIAL STATEMENTS OF SUBSIDIARIES , ASSOCIATE OR JOINT VENTURES**

Pursuant to sub-section (3) of Section 129 of the Act, a statement containing the salient features of the financial statement of Company's subsidiary, associate and Joint Venture Company is required to be given.



The Company does not have any subsidiary. Further, brief about the only one Associate Companies, is given hereunder:

1. Sushree Trading Limited (Associate)

Sushree Trading Limited (Sushree) is registered with Reserve Bank of India (RBI) as Non-Banking Financial Company (NBFC) in the category of the Company not accepting / holding public deposits.

The Total Revenue of Sushree during Financial Year 2016-17 was Rs.15.38 Lacs and Net Loss After Tax was Rs. 127.02 Lacs

The details of Company's subsidiary, associate and Joint Venture Company as on 31<sup>st</sup> March, 2017 is given in **Annexure III**

### **DIRECTORS**

Mr. Om Prakash Bhalotia (DIN No: 00314149) retire by rotation from the Board and being eligible offers himself for re-appointment.

### **INDEPENDENT DIRECTORS' MEETING:**

Pursuant to Part VII of Schedule IV of the Companies Act, 2013 and provisions of Regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Independent Directors had separate meeting without attendance of Non-Independent Directors during the year and have reviewed the performance of Non-Independent Directors and the Board of Directors as a whole. The Independent Directors assessed the quality, quantity and timeliness of information between the Company and the management and the Board

### **ANNUAL EVALUATION BY THE BOARD OF ITS OWN PERFORMANCE AND THAT OF ITS COMMITTEE AND INDIVIDUAL DIRECTOR**

As per Rule 8(4) of the Companies (Accounts) Rules, 2014, the Board has also made the formal evaluation of its own performance as well as the evaluation of working of Audit Committee and Nomination & Remuneration Committee. The Board has also evaluated performance of Independent Directors.

### **DECLARATION OF INDEPENDENCE**

The Company has received Declarations of Independence as stipulated under Section 149(7) of the Companies Act, 2013 from each of the Independent Directors confirming that he/she is not disqualified from appointing/continuing as an Independent Director.





## **BOARD MEETINGS**

During the year under review, Seven meetings of the Board of Directors of the Company were held i.e on 30.05.2016, 12.08.2016, 02.09.2016, 11.11.2016, 15.12.2016, 13.02.2017 and 25.02.2017 & Five meeting of Audit Committee were held on 30.05.2016, 12.08.2016, 02.09.2016, 11.11.2016 and 13.02.2017. The Nomination and Remuneration Committee has also met on 13.02.2017.

The intervening gap between the meetings was within the period prescribed under the provisions of the Companies Act, 2013.

## **STATUTORY AUDITORS, THEIR REPORT AND NOTES TO FINANCIAL STATEMENTS**

M/s Vijay R. Tater & Co., Chartered Accountants, Statutory Auditor of the Company would retire on conclusion of this Annual General Meeting on completion of their terms of appointment. Since M/s Vijay R. Tater & Co, Chartered Accountants are not eligible for re-appointment as Statutory Auditor as per the Companies Act, 2013. The Board of Director on recommendation of the Audit Committee, recommend the appointment of M/s M/s B. Maheshwari & Co., Chartered Accountants, Mumbai, (Firm Registration No. 105839W), having their office at B/302, Citi Point, Near Hotel Kohinoor, J. B. Nagar, Andheri – Kurla Road, Andheri (East), Mumbai 400 059 as Statutory Auditors of the Company to hold office from conclusion of this Annual General Meeting until the conclusion of 37<sup>th</sup> Annual General Meeting subject to ratification at every Annual General Meeting to be held hereafter. The consent and certificate from the said firm has been received to the effect that their appointment as Statutory Auditors of the Company, if appointed at ensuing Annual General Meeting, would be according to the terms and conditions prescribed under section 139 of the Act and Rules framed thereunder. A resolution seeking their appointment forms part of the Notice convening the 32<sup>nd</sup> Annual General Meeting and the same is recommended for your consideration and approval.

## **AUDITORS' REPORT ON THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2017**

The observations made in the Auditors' Report are self-explanatory and therefore do not call for any further comments from your Board. The Auditors Report does not contain any qualification, reservation or adverse remark or reporting of any fraud.



## **CORPORATE GOVERNANCE:**

Corporate Governance provisions under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 specified in regulations from 17 to 27 and clause (b) to (i) of sub-regulation (2) of regulation 46 and para C,D,E of Schedule V are not applicable to the Company as neither the paid up equity share capital of the Company exceed Rs. 10.00 Cr nor net worth of the Company exceed Rs. 25.00 Cr as on 31<sup>st</sup> March, 2017

## **SECRETARIAL AUDITOR**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Rules made thereunder the Company has appointed, M/s Girish Murarka & Co., Company Secretaries in Practice having Membership Number 7036 to undertake the secretarial audit of the Company. Secretarial Audit Report for the year 2016-17 as issued by him in the prescribed form MR-3 is annexed to this Report as **Annexure IV**. The said Secretarial Audit Report does not contain any qualification, reservation or adverse remark or disclaimer made by secretarial auditor.

## **COST AUDIT**

The provisions of Cost Audit as prescribed under Section 148 of the Companies Act, 2013 are not applicable to the Company.

## **OTHER DISCLOSURES**

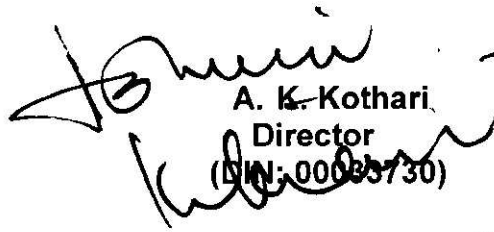
- Your Company has not issued: -
  - Any shares with differential rights;
  - Any sweat equity shares
- There are no significant or material orders passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operation in future.
- There were no material changes and commitments affecting the financial position of your Company between the end of the financial year and the date of this report.
- There was no revision in the financial statements.
- Your Company has not received any complaints under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.



**APPRECIATION**

Your Directors express their deep sense of gratitude to the banks, financial institutions, stakeholders, business associates, Central and State Governments for their co-operation and unstinted support received from them during the year and look forward to their continued support in future.

**For and on behalf of the Board of Directors of  
Meenakshi Steel Industries Limited**

  
A. K. Kothari  
Director  
(DIN: 00035730)

  
Rajgopal Dhoot  
Director  
(DIN: 00043844)

Place : Mumbai  
Date : 30.08.2017



**Form No. MGT-9**

**EXTRACT OF ANNUAL RETURN**

as on the financial year ended on March 31, 2017  
of

**MEENAKSHI STEEL INDUSTRIES LIMITED**

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

**I. REGISTRATION AND OTHER DETAILS:**

- i) CIN : L52110DL1985PLC020240
- ii) Registration Date: 22.02.1985
- iii) Name of the Company: Meenakshi Steel Industries Limited
- iv) Category / Sub-Category of the Company: Company having Share Capital
- v) Address of the Registered Office and contact details: K-27, Jiya Sarai, 1<sup>st</sup> Floor, Near IIT Gate, New Delhi 110 016
- vi) Whether listed company Yes
- vii) Name, Address and contact details of Registrar & Transfer Agents (RTA), if any: Adroit Corporate Services Private Limited  
19/20, Jaferbhoy Industrial Estate, Makwana Road, Marol, Naka, Andheri (E),  
Mumbai 400 059  
Tele: 022-4227 0400

**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.	Investment Activity	64200	100%



### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sr. No.	Name of the Company	CIN	Holding / Subsidiary/ Associate	% of Shares held	Applicable Section
1	Sushree Trading Limited	U51900MH1983PLC029599	Associate	28.98%	Section 2(6)

### 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				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/HUF	0	0	0	0.00	0	0	0	0.00	0
b) Central Govt. or State Govt.	0	0	0	0.00	0	0	0	0.00	0
c) Bodies Corporates	0	1244500	1244500	62.47	1244500	0	1244500	62.47	0
d) Bank/FI	0	0	0	0.00	0	0	0	0.00	0
e) Any other	0	0	0	0.00	0	0	0	0.00	
<b>SUB TOTAL:(A) (1)</b>	<b>0</b>	<b>1244500</b>	<b>1244500</b>	<b>62.47</b>	<b>1244500</b>	<b>0</b>	<b>1244500</b>	<b>62.47</b>	<b>0</b>
(2) Foreign									
a) NRI- Individuals	0	0	0	0.00	0	0	0	0.00	
b) Other Individuals	0	0	0	0.00	0	0	0	0.00	
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	
d) Banks/FI	0	0	0	0.00	0	0	0	0.00	
e) Any other...	0	0	0	0.00	0	0	0	0.00	
<b>SUB TOTAL (A) (2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	



<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	0	1244500	1244500	62.47	1244500	0	1244500	62.47	0
<b>B. PUBLIC SHAREHOLDING</b>									
<b>(1) Institutions</b>									
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0
b) Banks/FI	0	0	0	0.00	0	0	0	0.00	0
C) Central govt	0	0	0	0.00	0	0	0	0.00	0
d) State Govt.	0	0	0	0.00	0	0	0	0.00	0
e) Venture Capital Fund	0	0	0	0.00	0	0	0	0.00	0
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0
g) FIIS	0	0	0	0.00	0	0	0	0.00	0
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0
<b>SUB TOTAL (B)(1):</b>	0	0	0	0.00	0	0	0	0.00	0
<b>(2) Non Institutions</b>									
a) Bodies corporates									
i) Indian	0	720500	720500	36.17	0	720500	720500	36.17	0
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	0	27000	27000	1.36	0	27000	27000	1.36	0
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	0	0	0	0.00	0	0	0	0.00	0
c) Others (specify)	0	0	0	0.00	0	0	0	0.00	0
<b>SUB TOTAL (B)(2):</b>	0	747500	747500	37.53	0	747500	747500	37.53	0
<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>	0	747500	747500	37.53	0	747500	747500	37.53	0



C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0
<b>Grand Total (A+B+C)</b>	<b>0</b>	<b>1992000</b>	<b>1992000</b>	<b>100.00</b>	<b>1244500</b>	<b>747500</b>	<b>1992000</b>	<b>100.00</b>	<b>0</b>

**(ii) Shareholding of Promoters**

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Aakarshak Synthetics Limited	90000	4.52	0	90000	4.52	0	0
2	Jatayu Textiles & Industries Limited	85000	4.27	0	85000	4.27	0	0
3	Mansoon Trading Company Limited	95000	4.77	0	95000	4.77	0	0
4	Nilkanth Engineering Limited	90000	4.52	0	90000	4.52	0	0
5	Sushree Trading Limited	884500	44.40	0	884500	44.40	0	0

**(iii) Change in Promoters' Shareholding (please specify, if there is no change):** There is no change in the shareholding of the Promoter



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

Sr.No	For Each of the Top 10 Shareholders	Date of Change	Shareholdings at the beginning of the year		Cumulative Shareholding during the year	
			No. of shares	No. of shares	No. of shares	% of total shares of the Company
1	Kajal Synthetics And Silk Mills Limited	No Change	255500	12.83	255500	12.83
2	Osiris Online Private Limited	No Change	275000	13.80	275000	13.80
3	Rutgers Investment And Trading Co. Pvt. Ltd.	No Change	190000	9.54	190000	9.54
4	Piyush Tulsian	No Change	800	0.04	800	0.04
5	Rajeev Garg	No Change	800	0.04	800	0.04
6	Manish Agarwal	No Change	600	0.03	600	0.03
7	Sanjay Oval	No Change	500	0.03	500	0.03
8	Kamal Kishor Agarwal	No Change	400	0.02	400	0.02
9	Navnath Zagade	No Change	400	0.02	400	0.02
10	Swati Agarwal	No Change	300	0.01	300	0.01

**(v) Shareholding of Directors and Key Managerial Personnel: Nil**

**V. INDEBTEDNESS**

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





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

**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**  
Not Applicable since there is no MD / WTD / Manager in the Company

**B. Remuneration to other directors:** Nil

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD / MANAGER/WTD:**

Sr. No.	Name of the Employee	Designation	Total Remuneration Paid
01	Binita Sharad Gosalia	Company Secretary and Compliance Officer	1,91,129/-

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

For and on behalf of the Board of Directors of  
Meenakshi Steel Industries Limited

  
A. K. Kothari  
Director  
(DIN: 00033730)

  
Rajgopal Dhoot  
Director  
(DIN: 00043844)

Place : Mumbai  
Date : 30.08.2017



**Annexure II**

**DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013, READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

- (i) Remuneration paid to Company Secretary during FY 2016-17 is Rs. 1,91,129/- (Appointed with effect from 12<sup>th</sup> August, 2016 ).

No remuneration paid to the Director during FY 2016-17. Hence ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year is Nil.

- (ii) The median remuneration of employee during FY 2016-17 was Rs. 1,91,129/-
- (iii) In the FY 2016-17, there was no increase in the Remuneration of the Employee.
- (iv) There were only one employee on the pay roll of the Company as on 31.03.2017.
- (v) There was no Average Percentage increase in the Salary of the Employee.
- (vi) It is hereby affirmed that the remuneration is paid as per the remuneration policy.



**Annexure III**

**Statement containing salient features of the financial statement of subsidiaries/  
associate companies/ joint ventures  
Part "A": Subsidiaries**

<b>Name of the subsidiary</b>	<b>Nil</b>
1. Date on which the subsidiary was acquired	
2. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	
2. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	
3. Share capital	
4. Reserves & surplus	
5. Total assets	
6. Total Liabilities	
7. Investments	
8. Turnover	
9. Profit before taxation	
10. Provision for taxation	
11. Profit after taxation	
12. Proposed Dividend	
13. % of shareholding	

The following information shall be furnished:-

- 1. Names of subsidiaries which are yet to commence operations**
- 2. Names of subsidiaries which have been liquidated or sold during the year.**



**Part "B": Associates and Joint Ventures**

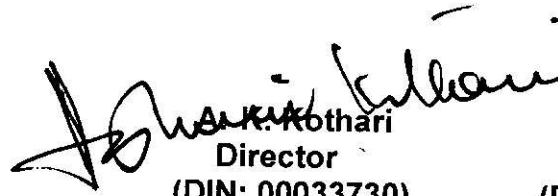
Name of Associates/Joint Ventures	Sushree Trading Limited
1. Latest audited Balance Sheet Date	31.03.2017
2. Date on which the Associate or Joint Venture was associated or acquired	28.11.2011
3. Shares of Associate/Joint Ventures held by the company on the year end  No.  Amount of Investment in Associates/Joint Venture  Extend of Holding %	360750  1,00,21,927/-  28.98%
4. Description of how there is significant influence	Since the Company holds more than 20% equity capital, significant influence is assumed.
5. Reason why the associate/joint venture is not consolidated	N.A
6. Net worth attributable to Shareholding as per latest audited Balance Sheet	2,75,31,982/-
7. Profit / Loss for the year i. Considered in Consolidation ii. Not Considered in Consolidation	(36,81,011) (90,20,891)

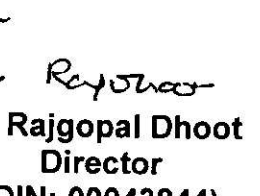


The following information shall be furnished:-

1. Names of associates or joint ventures which are yet to commence operations: Nil
2. Names of associates or joint ventures which have been liquidated or sold during the year: Nil

For and on behalf of the Board of Directors of  
Meenakshi Steel Industries Limited

  
Shyam Kothari  
Director  
(DIN: 00033730)

  
Rajgopal Dhoot  
Director  
(DIN: 00043844)

Place : Mumbai  
Date : 30.08.2017



## **MEENAKSHI STEEL INDUSTRIES LIMITED**

### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

#### **Industry Structure and Development**

The Financial Year (FY) 2016-17 was marked by two major developments for the Indian Economy – withdrawal of high-denomination bank note from circulation (demonetization) and passage of Constitutional amendment for implementation of Good and Service Tax (GST).

However India's overall economic outlook is positive and appears as a bright spot in the global economic landscape, improved external current account, continued fiscal consolidation and anti-inflationary monetary policy have provided the much-needed macro-economic stability to the economy.

#### **Opportunities and Threats**

Your Company being engaged in Financial and Investment activities seek opportunities in the Financial and Investment market. The volatility in the market indices in the financial year under report represents both an opportunity and challenge for the Company.

The Financial and Investment activities depends on and is also influenced by global events and hence there is an amount of uncertainty in the near term outlook of the market.

#### **Segment-wise-Performance**

Your Company operates only single segment which is non-banking financial services (Granting/taking of loans and making Long term Investments).

#### **Future Outlook**

After suffering from the transient negative impact of demonetization in the FY 2016-17, the GDP growth rate will be better in FY 2017-18. On the other hand, demonetization is expected to leave a positive impact on the economy through greater tax compliance, increased digitalization and investments in capital formation. Besides, to mitigate the adverse impact of demonetization, several pro-rural and pro-poor initiatives have been taken during Union – Budget 2017-18 to spur demand contributing towards economic growth. Demonetization also led to an increase in bank deposits. Flushed with cash, the banks are expected to cut lending rates.

Your Company remains confident of the long-term growth prospects and opportunities ahead of it in its business. It is uniquely positioned within the Financial and Investment activities industry to capitalize on the opportunities and shall continue to seek growth in its target.



**Risk and concerns**

Your Company is more dependent on the Indian Capital markets for its return. Even though it is envisaged that Indian stock market will continue to do well, but global concern can result in sharp corrections.

For and on behalf of the Board of Directors of  
Meenakshi Steel Industries Limited



A. K. Kothari  
Director  
(DIN: 00033730)

*Rajgopal Dhoot*

Rajgopal Dhoot  
Director  
(DIN: 00043844)

Place : Mumbai  
Date : 30.08.2017



# GIRISH MURARKA & CO.

Company Secretaries

Ground Floor, Wing "A", Flat No. 001, Bharateeya Kala Mandal C/2, Co-op. Hsg. Soc. Ltd.  
Om Nagar, Andheri (East), Mumbai 400 099

Phone (O) : 2839 2294

Email : girishmurarka@gmail.com

Form No. MR-3

## SECRETARIAL AUDIT REPORT

[ 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  
**MEENAKSHI STEEL INDUSTRIES LIMITED**  
K-27, Jiya Sarai,  
1<sup>st</sup> Floor, Near IIT Gate,  
New Delhi

I have conducted the Secretarial Audit of the Compliance of applicable statutory provisions and the adherence to corporate practices by **MEENAKSHI STEEL INDUSTRIES LIMITED** (herein after called "the Company") for the audit period covering the financial year ended on 31<sup>st</sup> March, 2017. The Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2017, generally 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 reporting made hereinafter :

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company as given in the Annexure I, for the financial year ended on March 31, 2017, according to the provisions (to the extent applicable) of :
  - i) The Companies Act, 2013 (the Act) and the rules made thereunder;
  - ii) The Securities Contracts (Regulation) Act, 1956 (SCRA) and the rules made thereunder;
  - iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
  - iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder applicable to the extent of receipt of funds on non-repatriation basis from foreign investor;
  - 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
    - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992
    - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009





# GIRISH MURARKA & CO.

Company Secretaries

Ground Floor, Wing "A", Flat No. 001, Bharateeya Kala Mandal C/2, Co-op. Hsg. Soc. Ltd.  
Om Nagar, Andheri (East), Mumbai 400 099

Phone (O) : 2839 2294

Email : girishmurarka@gmail.com

- 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
  - e) The Securities and Exchange Board of India ( Issue and Listing of Debt Securities) Regulations, 2008 and
  - f) The Securities and Exchange Board of India (Registrar to Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.
2. I have relied on the representations made by the Company and its Officers for system and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulation to the Company.
  3. I have also examined compliance with the applicable clauses of the Listing Agreement entered into by the Company with the Stock Exchange. During the year under review, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines etc. as mentioned above. The Company is in the process of appointing Key Managerial Personnel. During the period under review, provisions of the following regulations were not applicable to the Company:
    - i) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009
    - ii) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998
    - iii) Secretarial Standards issued by the Institute of Company Secretaries of India ( since not approved by the Central Government)
  4. I further report that –

The Board of Directors of the Company is duly constituted with five Directors including Woman Director / Independent Director

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

All resolutions / decisions at the Board and Committee Meeting are carried out unanimously as recorded in the minutes of meeting of the Board of Directors or the Committee.

I further report that there are adequate systems and process in the Company commensurate with the size and operations of the Company to monitor and ensure compliance of applicable laws, rules, regulations and guidelines except as mentioned above.



# GIRISH MURARKA & CO.

Company Secretaries

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Om Nagar, Andheri (East), Mumbai 400 099

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I further report that during the audit year, there were no instances of

- i) Public Issue of Equity Shares & Equity Warrants / Sweat Equity
- ii) Buy-back of securities
- iii) Merger / Amalgamation / Reconstruction etc.
- iv) Foreign Technical Collaborations.

Place : Mumbai

Date : August 30, 2017



GIRISH MURARKA

Proprietor

Girish Murarka & Co.

ACS No. 7036

CP No. 4576





**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF  
MEENAKSHI STEEL INDUSTRIES LIMITED**

***Report on the Financial Statements***

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

***Management's Responsibility for the Financial Statements***

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and the 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 of 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.

***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act and the Rules made there under including the accounting and auditing standards and matters which are required to be included in the audit report.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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.

(cont...2)



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 financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) In the case of the Statement of Profit and Loss, of the **Loss** for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Companies Act, 2013 and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us,, we give in the **Annexure-A** a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that :
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of those books;

(cont...3)



- 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 statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on March 31, 2017, and 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-B**.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the 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, we report that:
- i) The Company does not have any pending litigations which would impact its financial position other than those mentioned in notes to accounts.
- 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 Investors Education and Protection Fund by the Company.
- iv) The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note [ 8 ]

Place: Mumbai  
Date: 26.05.2017



For VIJAY R. TATER & CO.  
Chartered Accountants  
Firm Registration No. 111426W

  
(Suresh G. Kothari)  
Partner  
M.No.47625



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**ANNEXURE-A TO INDEPENDENT AUDITOR'S REPORT**

The Annexure referred to in paragraph 1 under the 'Report on Other Legal and Regulatory Requirements' our report to the members of MEENAKSHI STEEL INDUSTRIES LIMITED, ('the Company') for the year ended on March 31, 2017. We report that:-

- i. In respect of its fixed assets:

The Company does not have any Fixed Assets. Hence, the requirement of Clause 3(i) of the said order is not applicable to the Company.

- ii. In respect of its inventories:

The Company does not hold any inventory. Accordingly, the provisions of Clause 3(ii) of the said Order is not applicable to the Company.

- iii. The Company has not granted any loans, secured or unsecured to Companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act and hence provisions of Clause 3(iii) of the said Order are not applicable to the Company.

- iv. The Company has not granted any loans or made any investments, or provided any guarantee or security to the parties covered under Section 185 and 186 and hence provisions of Clause 3(iv) of the aforesaid Order are not applicable to the Company.

- v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.

- vi. In our opinion and according to the information and explanations given to us maintenance of cost records under sub-section (1) of the Section 148 of the Companies Act, 2013 has not been prescribed by the government.

- vii. (a) According to the information and explanation given to us and as per the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. No undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales tax, wealth tax, duty of customs, duty of excise, value added tax or cess and other statutory dues were outstanding, as at 31-03-2017, for a period of more than six months from the date they became payable.

- (b) According to the records of the Company and information and explanations given to us no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax or cess that have not been deposited on account of any disputes.





- viii. Based on our audit procedures and according to the information and explanations given to us by the management, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions and bank.
- ix. The Company has not raised any money by way of initial public offer, further public offer (including debt instruments) and term loans and hence provisions of Clause 3(ix) of the aforesaid Order are not applicable to the Company.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- xi. The Company has not paid/provided any managerial remuneration in the current year and hence provisions of Clause 3(xi) of the aforesaid Order are not applicable to the Company.
- xii. The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to the Company and hence provisions of Clause 3(xii) of the aforesaid Order are not applicable to the Company.
- xiii. Based on our audit procedures and according to the information and explanations given to us by the management, the Company has not entered into any transaction with the related parties as referred in the provisions of the Section 177 and 188 of the Act and hence provisions of Clause 3(xiii) of the aforesaid Order are not applicable to the Company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence provisions of Clause 3(xiv) of the aforesaid Order are not applicable to the Company.
- xv. According to the information and explanation given to us the Company has not entered into any non-cash transactions with its directors or the persons connected with him and hence provisions of Clause 3(xv) of the aforesaid Order are not applicable to the Company.
- xvi. The Company has obtained registration as required under Section 45-IA of the Reserve Bank of India Act, 1934.

Place: Mumbai  
Date: 26.05.2017



For VIJAY R. TATER & CO.  
Chartered Accountants  
Firm Registration No. 111426W

  
(Suresh G. Kothari)  
Partner  
M.No.47625



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**ANNEXURE-B TO INDEPENDENT AUDITOR'S REPORT**

The Annexure referred to in paragraph 2(f) under the 'Report on Other Legal and Regulatory Requirements' our report to the members of MEENAKSHI STEEL INDUSTRIES LIMITED, ('the Company') for the year ended on March 31, 2017.

***Report on the Internal Financial Controls under Clause (i) of Sub-Section 3 of Section 143 of the Act***

We have audited internal financial controls over financial reporting of **MEENAKSHI STEEL INDUSTRIES LIMITED** ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year then ended on that date.

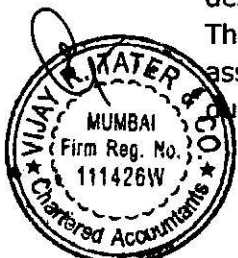
***Management's Responsibility for the Internal Financial Controls***

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities includes design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of business, including adherence to Company's policies, the safeguarding of the 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.

***Auditor's Responsibility***

Our responsibility is to express an opinion on 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 deemed to be prescribed under Section 143(10) of the Act 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 ICAI. Those Standards and Guidance note require that we comply with ethical requirements and plan and perform 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 procedure 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 controls 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 controls system over financial reporting.

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

A Company's internal financial control over financial reporting is a process designed to provide a reasonable assurance regarding the reliability of financial reporting and preparation of financial statements for external purpose 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 the transactions are recorded as necessary to permit preparation of financial statements in accordance with the 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 control 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 aspects, an adequate internal financial control system over financial reporting and such internal financial controls 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 Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Mumbai  
Date: 26.05.2017



For VIJAY R. TATER & CO.  
Chartered Accountants  
Firm Registration No. 111426W

  
(Suresh G. Kothari)  
Partner  
M.No.47625

**MEENAKSHI STEEL INDUSTRIES LIMITED**

**BALANCE SHEET AS AT 31st MARCH, 2017**

Particulars	Note	As at	As at
		31st March, 2017	31st March, 2016
		Rs.	Rs.
<b>I EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
Share Capital	2	1,99,20,000	1,99,20,000
Reserves and Surplus	3	7,63,36,028	7,67,59,009
<b>Current Liabilities</b>			
Short-term provisions	4	85,746	40,075
<b>Total</b>		<b>9,63,41,774</b>	<b>9,67,19,084</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Non-current investments	5	9,05,16,109	8,39,05,909
Long term Loans and Advances	6	1,35,032	1,23,97,938
<b>Current assets</b>			
Current investments	7	5,90,522	4,03,666
Cash and Bank Balances	8	11,660	11,571
Short-term loans and advances	9	49,00,000	-
Other Current Assets	10	1,88,451	-
<b>Total</b>		<b>9,63,41,774</b>	<b>9,67,19,084</b>
Significant Accounting Policies	1		

The accompanying notes are an integral part of the Financial Statements

As per our report of even date,  
For **VIJAY R. TATER & CO**  
Chartered Accountants



**SURESH G. KOTHARI**  
Partner  
Membership No. 47625

For and on behalf of the Board of Directors

*Suresh Kothari Rajgopal*

**A. K. Kothari**  
Director  
DIN : 00033730

**Rajgopal Dhoot**  
Director  
DIN : 00043844

Place : Mumbai

Date : **26 MAY 2017**

*Bink Gosalia*  
**Binka Gosalia**  
Company Secretary  
Membership No. ACS 25806



**MEENAKSHI STEEL INDUSTRIES LIMITED**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2017**

PARTICULARS	Note	For the Year ended on March 31 ,2017 Rs.	For the Year ended on March 31 ,2016 Rs.
<b>INCOME</b>			
Revenue from operations	11	2,56,165	6,75,670
Other Income	12	70,185	32,264
Contingent Provision Against Standard Assets written back		-	83,262
<b>Total</b>		<b>3,26,350</b>	<b>7,91,196</b>
<b>EXPENSES</b>			
Employee Benefit Expenses	13	1,91,129	-
Other expenses	14	5,61,636	3,54,003
Contingent Provision Against Standard Assets		12,721	-
<b>Total</b>		<b>7,65,486</b>	<b>3,54,003</b>
<b>Profit / (Loss) before Tax</b>		<b>(4,39,136)</b>	<b>4,37,193</b>
<b>Tax expenses:</b>			
Current tax		-	(1,65,000)
Earlier years adjustments		16,155	-
<b>Profit after Tax</b>		<b>(4,22,981)</b>	<b>2,72,193</b>
Earnings per equity share (Basic and Diluted)	19	(0.21)	0.14
Significant Accounting Policies	1		

The accompanying notes are an integral part of the Financial Statements

As per our report of even date,  
For **VIJAY R.TATER & CO.**  
Chartered Accountants

For and on behalf of the Board of Directors

**SURESH G.KOTHARI**  
Partner  
Membership No. 47625



*[Handwritten signature]*

**A. K. Kothari**  
Director  
DIN : 00033730

**Rajgopal Dhoot**  
Director  
DIN : 00043844

Place : Mumbai  
Date : **26 MAY 2017**

*[Handwritten signature]*  
**Binita Gosalia**  
Company Secretary  
Membership No. ACS 25806



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017**

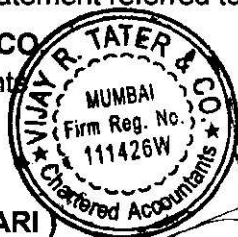
PARTICULARS	2016-17 Rupees	2015-16 Rupees
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Profit / (Loss) before Tax	(4,39,136)	4,37,193
<b>ADJUSTMENTS</b>		
Contingent provision against Standard Asset	12,721	(83,262)
Profit on sale of Current Investment (Net)	(70,185)	(32,264)
Dividend Income	(46,775)	(64,000)
Operating profit before working capital changes	(5,43,375)	2,57,667
Long term Loans & Advances	1,23,00,000	-
Short term Loans & Advances	(49,00,000)	3,05,00,000
Other Current Assets	(1,88,451)	28,04,987
Short term Provisions	32,950	749
Cash generated from operations	67,01,124	3,35,63,403
Less : Direct Tax paid	(20,939)	(1,66,167)
<b>Net cash flow from operating activities</b>	<b>66,80,185</b>	<b>3,33,97,236</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :-</b>		
Purchases of Current investments	(42,00,000)	(1,88,00,000)
Sale of Current investments	40,83,328	1,86,90,000
Purchases of Non Current investments	(66,10,200)	(6,84,16,739)
Sale of Non Current investments	-	3,50,00,000
Dividend Income	46,775	64,000
<b>Net cash flow from investing activities</b>	<b>(66,80,097)</b>	<b>(3,34,62,739)</b>
<b>Net increase in cash &amp; cash equivalent (A+B)</b>	<b>88</b>	<b>(65,503)</b>
Cash and cash equivalents at the beginning of the year	11,571	77,074
Cash & Cash equivalents at the end of the year	11,660	11,571

- Notes:** 1) The above Cash flow statement has been prepared under the indirect method set out in AS-3 issued by the Institute of Chartered Accountants of India.  
2) Figures in brackets indicate cash outgo.  
3) Previous period figures have been regrouped and recast wherever necessary to conform to the current period classification.

This is the Cash Flow Statement referred to in our attached report of even date

For VIJAY R. TATER & CO  
Chartered Accountants

(SURESH G. KOTHARI)  
PARTNER  
Membership No. 47625



For and on behalf of the Board of Directors

A. K. Kothari  
Director  
DIN : 00033730

Rajgopal Dhoot  
Director  
DIN : 00043844

B. Gosalia  
Company Secretary  
Membership No. ACS 25806



Place : Mumbai  
Date : 26 MAY 2017

# MEENAKSHI STEEL INDUSTRIES LIMITED

Notes to Financial Statements for the year ended 31st March, 2017

## 1. SIGNIFICANT ACCOUNTING POLICIES

### 1.1 METHOD OF ACCOUNTING

The Financial Statements have been prepared on accrual basis, with due compliance of the relevant Directions of the Reserve Bank of India relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it and are in accordance with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.

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 Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

### 1.2 INVESTMENTS

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments.

Investments are classified as Quoted & Unquoted

Long term Investments are stated at cost less provision for permanent diminution in value of such Investments.

Current Investments are stated at lower of cost and fair market value, determined by category of Investments.

### 1.3 REVENUE RECOGNITION

- i) The Company's income from operation is accounted for on accrual basis.
- ii) Dividend Income is recognized when the right to receive the dividend is established.
- iii) The Company follows the prudential norms for income recognition and provides for / writes off Non-performing Assets as per prudential norms prescribed by the Reserve Bank of India or earlier as ascertained by the management.
- iv) Other items of revenue are recognised in accordance with the Accounting Standard (AS-9)-Revenue Recognition. Accordingly, wherever there are uncertainties in the ascertainment / realisation of income such as interest from Parties (including the financial condition of the person from whom the same is to be realized), the same is not accounted for.

### 1.4 RETIREMENT BENEFITS

The Payment of Gratuity Act, 1972 is not applicable to the Company, hence no provision for gratuity is made

The Leave encashment scheme of the Company is not in the nature of retirement benefit and hence no provision is necessary for the same



## 1.5 TAXATION

- i) Current Tax is provided on the taxable income using the applicable tax rates and tax laws.
- ii) Deferred tax arising on account of timing differences and which are capable of reversal in one or more subsequent periods is recognised using the tax rates and tax laws that have been enacted or substantively enacted. Deferred tax assets are not recognised unless there is a virtual certainty with respect to the reversal of the same in future.

## 1.6 EARNINGS PER SHARE

Basic and diluted earnings per share is computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year.

## 1.7 PROVISIONS / CONTINGENCIES

A provision is recognized when there is a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provision are determined based on best estimate of the amount required to settle the obligation at the Balance Sheet date. Contingent liabilities are not provided for and are disclosed in the Notes to Financial Statements.

## 1.8 IMPAIRMENT OF ASSETS

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal / external factors. An impairment loss will be recognized wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to the present value using the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life. Previously recognized impairment loss is further provided or reversed depending on changes in circumstances.

## 1.9 GENERAL

Accounting Policies not specifically referred to otherwise are consistent and in accordance with generally accepted accounting principles.



**MEENAKSHI STEEL INDUSTRIES LIMITED**

Notes forming part of the Balance Sheet as at 31 March, 2017

	As at 31st March, 2017 Rs.	As at 31st March, 2016 Rs.
<b>2 SHARE CAPITAL</b>		
(1) <b>Authorised</b> 20,00,000 (20,00,000 ) Equity Shares of Rs. 10/- each	2,00,00,000	2,00,00,000
	<u>2,00,00,000</u>	<u>2,00,00,000</u>
(2) <b>Issued, Subscribed and fully paid-up :</b> 19,92,000 (19,92,000 ) Equity Shares of Rs. 10/- each	1,99,20,000	1,99,20,000
<b>Total</b>	<u>1,99,20,000</u>	<u>1,99,20,000</u>

**2.1 Reconciliation of Equity Shares outstanding at the beginning and at the end of the year :**

	As at 31st March, 2017		As at 31st March, 2016	
	No.of Shares	Rs.	No.of Shares	Rs.
Shares outstanding at the beginning of the year	19,92,000	1,99,20,000	19,92,000	1,99,20,000
Add: Shares issued during the year	-	-	-	-
Less: Shares Bought back during the year	-	-	-	-
Shares outstanding at the end of the year	<u>19,92,000</u>	<u>1,99,20,000</u>	<u>19,92,000</u>	<u>1,99,20,000</u>

**2.2 Terms/Rights attached to equity shares:**

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.

During the year ended 31st March, 2017, the amount of dividend per share recognized as distributions to equity shareholders was Rs. Nil (P.Y. Rs. Nil)

**2.3 Details of Equity shareholders holding more than 5 % shares in the Company**

	As at 31st March, 2017		As at 31st March, 2016	
	No.of Shares held	% of holding	No.of Shares held	% of holding
Kajal Synthetics And Silk Mills Limited	2,55,500	12.83	2,55,500	12.83
Osiris Online Private Limited	2,75,000	13.81	2,75,000	13.81
Rutgers Investments And Trading Company Private Limited	1,90,000	9.54	1,90,000	9.54
Sushree Trading Limited	8,84,500	44.40	8,84,500	44.40



**MEENAKSHI STEEL INDUSTRIES LIMITED**

**Notes forming part of the Balance Sheet as at 31 March, 2017**

	<u>As at 31st March, 2017</u>		<u>As at 31st March, 2016</u>	
	Rs.	Rs.	Rs.	Rs.
<b>3 RESERVES AND SURPLUS</b>				
<b>3.1 Reserve Fund under RBI Act, 1934</b>				
As per last Balance Sheet	1,47,31,014		1,46,76,575	
Add : Amount transferred from Surplus	-	1,47,31,014	54,439	1,47,31,014
<b>3.2 Surplus</b>				
As per last Balance Sheet	6,20,27,995		6,18,10,241	
Add: Profit /Loss (-) for the current year	(4,22,981)		2,72,193	
	6,16,05,014		6,20,82,434	
<b>APPROPRIATIONS :</b>				
Less: Reserve Fund under RBI Act, 1934	-	6,16,05,014	54,439	6,20,27,995
<b>Total</b>		<u>7,63,36,028</u>	<u>54,439</u>	<u>7,67,59,009</u>
<b>Short-term provisions</b>				
Contingent provision against Standard Asset		12,721		-
Audit Fees payable		47,250		36,575
Professional fees payable		19,425		-
TDS payable		6,350		3,500
<b>Total</b>		<u>85,746</u>		<u>40,075</u>





**MEENAKSHI STEEL INDUSTRIES LIMITED**

Notes forming part of the Balance Sheet as at 31 March, 2017

**5 Non-Current Investments**

Particulars	Face Value (Rs.)	As at March 31, 2017		As at March 31, 2016	
		Quantity Nos.	Rs.	Quantity Nos.	Rs.
<b>NON - TRADE INVESTMENTS</b>					
<b>a Quoted - Fully paid</b>					
<b>Investments in Equity Shares:</b>					
Mansoon Trading Company Limited	10	1,22,400	3,11,570	1,22,400	3,11,570
Nilkanth Engineering Limited	10	60,000	1,44,720	60,000	1,44,720
<b>Total Quoted Investment (a)</b>			<b>4,56,290</b>		<b>4,56,290</b>
<b>Aggregate Market Value of Quoted Investments</b>			<b>4,41,000</b>		<b>4,41,000</b>
a) While determining diminution, other than temporary, in the value of the long term quoted / unquoted investments, the strategic objective of such investments and the asset base of the investee companies have been considered. In view thereof, the decline, if any, in the market value of such investments is considered to be of a temporary nature.					
<b>b Unquoted- Fully paid up</b>					
<b>Investments in Equity Shares:</b>					
Aakashak Synthetics Limited	10	5,81,000	48,50,000	1,20,000	2,40,000
Aditya Bullions & Broking Private Limited	10	25,000	1,84,16,739	25,000	1,84,16,739
Essel Mining & Industries Limited	10	25,600	19,29,602	25,600	19,29,602
Jatayu Textiles & Industries Limited	10	97,500	2,39,900	97,500	2,39,900
Rutgers Investment & Trading Company Private Limited	100	45,004	46,01,651	25,002	26,01,451
Sushree Trading Limited	10	3,60,750	1,00,21,927	3,60,750	1,00,21,927
			<b>4,00,59,819</b>		<b>3,34,49,619</b>
<b>Investments in Preference Shares:</b>					
5% Cumulative Redeemable Fully Convertible Preference Shares of Niranjana Housing Private Limited	10	62,500	5,00,00,000	62,500	5,00,00,000
<b>Total Unquoted Investment (b)</b>			<b>9,00,59,819</b>		<b>8,34,49,619</b>
<b>Total (a) + (b)</b>			<b>9,05,16,109</b>		<b>8,39,05,909</b>

**6 Long Term Loans and Advances**

Unsecured, considered good

Advance Income Tax (Net of provision for taxes)

Taxes Paid

Less : Provision for Taxes

3,15,752

(1,80,720)

1,35,032

21,30,123

(20,32,185)

97,938

Loans and advances

Other Advances

1,23,00,000

1,35,032

1,23,97,938

**7 Current Investment**

Non-trade Investments

Unquoted- Fully paid up (At Cost)

Investment in Mutual Funds

Sun Life Cash Plus - Growth Regular

100

2,300.645

5,90,522

1,765.833

4,03,666

**Total**

**5,90,522**

**4,03,666**

Book Value

As at 31st March, 2017 (Rs.)

5,90,522

As at 31st March, 2016 (Rs.)

4,03,666

Repurchase Value

As at 31st March, 2017

6,01,180

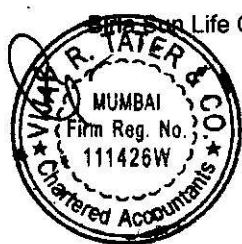
As at 31st March, 2016

4,28,698

6,01,180

4,28,698

Aggregate of Unquoted Investments



**MEENAKSHI STEEL INDUSTRIES LIMITED**

Notes forming part of the Balance Sheet as at 31 March, 2017

	As at 31st March, 2017 Rs.	As at 31st March, 2016 Rs.
<b>8 Cash and cash equivalents</b>		
Cash on Hand	818	2,534
Balance with a Bank :		
- On Current Account	10,842	9,037
	<b>11,660</b>	<b>11,571</b>

<i>Particulars</i>	<i>SBNs</i>	<i>Other denomination notes</i>	<i>Total</i>
Closing cash in hand as on 08-11-2016	-	2,192	2,192
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	720	720
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30-12-2016	-	1,472	1,472

**9 Short-term loans and advances**  
[ Unsecured, considered good ]

Loan to a Company	49,00,000	-
	<b>49,00,000</b>	<b>-</b>

**10 Other Current Assets**  
[ Unsecured, considered good ]

Interest accrued on Loan	1,88,451	-
	<b>1,88,451</b>	<b>-</b>



## MEENAKSHI STEEL INDUSTRIES LIMITED

Notes forming part of the Profit And Loss Account for the period ended 31 March, 2017

	<b>For the Year ended on March 31 ,2017 Rs.</b>	<b>For the Year ended on March 31 ,2016 Rs.</b>
	<u>Rs.</u>	<u>Rs.</u>
<b>11 Revenue from Operations</b>		
Interest Income on loan given	2,09,390	6,11,670
Dividend on Non Current Investments	46,775	64,000
<b>Total</b>	<b><u>2,56,165</u></b>	<b><u>6,75,670</u></b>
<b>12 Other Income</b>		
Profit on Sale of Current Investments	70,185	32,264
<b>Total</b>	<b><u>70,185</u></b>	<b><u>32,264</u></b>
<b>13 Employee Benefits Expenses</b>		
Salaries and Incentives	1,91,129	-
<b>Total</b>	<b><u>1,91,129</u></b>	<b><u>-</u></b>
<b>14 Other Expenses</b>		
Advertisement Expenses	17,132	21,480
Bank Charges	610	349
Custodian / ISIN activation charges	44,564	-
Filing Fees	44,400	9,600
Listing Fees	2,29,000	2,24,720
Legal and Professional Charges	1,21,993	30,945
General Expenses	3,158	1,449
Demat Charges	2,400	899
Payment to Auditors :		
As Auditors		
Audit Fees	35,000	35,000
Certification Fees	30,500	21,000
Audit Fees (CFS)	20,000	-
Reimbursement of Service Tax	12,879	8,561
<b>Total</b>	<b><u>5,61,636</u></b>	<b><u>3,54,003</u></b>



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**Notes to Financial Statements for the year ended 31st March, 2017**

**15. Contingent Liabilities**

- a) Estimated amount of contracts remaining to be executed on capital account and not provided for – Rs. Nil (Previous Year – Rs. Nil).
- b) Other Contingent Liabilities - The Company has disputed liability in respect of stamp duty and penalty amounting to Rs. 9,64,934/- raised by the Additional District Magistrate, Nainital vide his order dated 01/03/1993 in respect of freehold lands purchased by the Company in the year 1992-93. The Company had filed a Revision Application before the Chief Controlling of Revenue Authority ( CCRA ), Allahabad, Uttar Pradesh challenging the order dated 01/03/1993. Vide order dated 31/07/1997, the CCRA had allowed the Revision Application of the Company. The State of Uttar Pradesh ( now State of Uttaranchal ) has filed a writ petition before the Hon'ble High Court of Judicature at Allahabad, hearing of which is pending. The Company has been legally advised that no provision is required to be made in the accounts in this regard. The title deed of aforesaid lands is impounded by the Additional District Magistrate, Nainital. Further, the Company has already sold the aforesaid lands during the financial year 2005-06.

16. In the opinion of the Board, the Current Assets and Non Current Assets have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the books of account.

**17. Segment Reporting**

The Company is primarily engaged in investment and financial activities. These in the context of Accounting Standard - 17 on 'Segment Reporting' issued by 'The Institute of Chartered Accountants of India', in the opinion of the management, are considered to constitute one single primary segment.

**18. Related Party transactions**

Related Party disclosure, as identified by the Management in accordance with the Accounting Standard-18 issued by the Institute of Chartered Accountants of India is disclosed as under:

- a) List of Related Parties: -

- i) Key Management Personnel / Directors :

- a. Shri R.G. Dhoot  
b. Shri A.K. Newar  
c. Shri O.P. Bhalotia  
d. Shri A.K. Kothari  
e Smt Sudha Jajodia

- b) Transactions with related parties during the year.

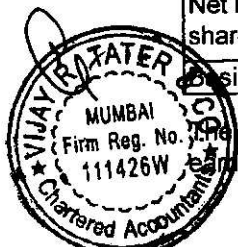
Particulars	Key Management Personnel (KMP)	
	2016-2017	2015-2016
Salary - Binita Gosalia	1,91,129	-

Note: Related Parties are disclosed by the management and relied upon by the auditors

**19. Earnings Per Share :**

Particulars	2016-17	2015-16
Calculation of Weighted average number of Equity Shares of Rs. 10/- each, fully paid up		
Number of shares at the beginning of the year	19,92,000	19,92,000
Shares issued during the year	Nil	Nil
Total number of equity shares outstanding at the end of the year	19,92,000	19,92,000
Net Profit/(Loss) after tax available for equity shareholders (Rs.)	(4,22,981)	2,72,193
Basic and diluted earnings per share (Rs.)	(0.21)	0.14

The Company does not have any dilutive potential equity shares. Consequently the basic and diluted earnings per share of the Company remain the same.



20. The Company is entitled to create Deferred Tax Asset in the books of accounts with respect to timing difference of carried forward capital loss under the Income Tax Act, 1961. However, in the absence of virtual certainty of sufficient future taxable capital gains, Deferred Tax Asset has not been recognized on the ground of prudence.
21. In Compliance of Section 45-IC of the Reserve Bank of India Act 1934, the Company is required to create Special Reserve out of the profits after tax for the year. However, in view of Losses during the year, the Company has not created any Special Reserve.
22. Disclosure in accordance with Section 22 of Micro, Small and Medium Enterprises :

S. No.	Particulars	2016-17 (Rs.)	2015-16 (Rs.)
(i)	Principal amount remaining unpaid and Interest due thereon.	NIL	NIL
(ii)	Interest paid in term of Section 16	NIL	NIL
(iii)	Interest due and payable for the period of delay in payment	Nil	Nil
(iv)	Interest accrued and remaining unpaid.	NIL	NIL
(v)	Interest due and payable even in succeeding years.	NIL	NIL

23.

S. No.	Particulars	2016-17 (Rs.)	2015-16 (Rs.)
(i)	CIF Value of Import	NIL	NIL
(ii)	Expenditure in foreign Currency	NIL	NIL
(iii)	Earning in foreign Exchange	NIL	NIL
(iv)	Amount remitted in foreign Currency	NIL	NIL

24. Previous year's figures, have been regrouped, rearranged and reclassified wherever necessary.

As per our report of even date,  
For VIJAY R.TATER & CO.

For and on behalf of the Board of Directors

Chartered Accountants

**JRESH G.KOTHARI**  
Partner  
Membership No. 47625



**A. K. Kothari**  
Director  
DIN : 00033730

**Rajgopal Dhoot**  
Director  
DIN : 00043844

**Binita Gosalia**  
Company Secretary  
Membership No. ACS 25806



Place : Mumbai

Date : 26 MAY 2017



# Vijay R. Tater & Co.

Chartered Accountants

105, Chartered House, 293, Dr. Cawasji Hormasji Street, Near Marine Lines Church, Mumbai 400002.  
Phone : 91-22-22019601 | 22061214 | Fax : 91-22-22068487 | Email: sureshkothari67@rediffmail.com

## INDEPENDENT AUDITORS' REPORT

### **TO THE MEMBERS OF MEENAKSHI STEEL INDUSTRIES LIMITED**

#### ***Report on the Consolidated Financial Statements***

We have audited the accompanying consolidated financial statements of **MEENAKSHI STEEL INDUSTRIES LIMITED** ("the Parent Company") and its One Associate Company, comprising of the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statement").

#### ***Management's Responsibility for the Consolidated Financial Statements***

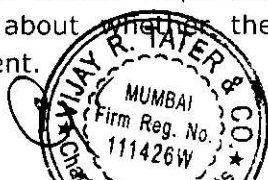
The Parent Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group 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. The Parent Company's Board of Directors is also responsible for ensuring accuracy of the records including financial information considered necessary for the preparation of Consolidated Financial Statements. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Parent company and associate 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, which has been used for purpose of preparation of the Consolidated Financial Statements by the Directors of the Parent Company as aforesaid.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We have taken into account the provisions of the Act and the Rules made thereunder including the accounting and auditing standards and matters which are required to be included in the audit report.

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





An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Parent Company's preparation of the consolidated 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 Parent Company's Directors, as well as evaluating the overall presentation of the consolidated 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 consolidated financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the consolidated 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:

- a) In the case of the Consolidated Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) In the case of the Consolidated Statement of Profit and Loss, of the **Loss** for the year ended on that date; and
- c) In the case of the Consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

### **Other Matters**

We have audited the financial statements/financial information in respect of Parent company and its one Associate Company which includes the Group's share of Net Loss of Rs.36,81,011/- for the year ended March 31, 2017, as considered in the consolidated financial statements.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the financial statements / financial information certified by the Management.

### **Report on Other Legal and Regulatory Requirements**

1. As required by section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements;
  - b) In our opinion, proper books of account as required by law maintained by the Parent Company, including relevant records relating to preparation of the aforesaid consolidated financial statements, have been kept so far as it appears from our examination of those books and records of the Parent Company.



- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account and records maintained by the Parent Company for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors of the Parent Company as on March 31, 2017, and taken on record by the Board of Directors of the Parent Company, none of the directors of the Parent Company 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 and the operating effectiveness of such controls relevant to the Parent Company's preparation of the consolidated financial statements, we refer to Annexure-A of our report of even date on the standalone financial statements of the Parent Company.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the 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, we report that:
- i) There were no pending litigations which would impact the consolidated financial position of the Group.
- ii) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Parent Company, and its associate company.
- iv) The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management - Refer Note [ 8 ]



For and on behalf of  
**VIJAY R. TATER & CO.**  
Chartered Accountants  
Firm Regn No. 111426W

  
(Suresh G. Kothari)  
Partner  
Membership No. 47625



### **ANNEXURE-A TO INDEPENDENT AUDITOR'S REPORT**

The Annexure referred to in paragraph 2(f) under the 'Report on Other Legal and Regulatory Requirements' our report to the members of MEENAKSHI STEEL INDUSTRIES LIMITED, On the Consolidated Financial Statements for the year ended on March 31, 2017.

#### ***Report on the Internal Financial Controls under Clause (i) of Sub-Section 3 of Section 143 of the Act***

In Conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2017, We report on internal financial controls over financial reporting of **MEENAKSHI STEEL INDUSTRIES LIMITED** ("the Parent Company") as of March 31, 2017 and its Associate Company, incorporated in India, based on the auditor's report of respective entities.

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

The respective Board of Directors of the Parent Company and Associate Company incorporated in India, are 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 Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities includes design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of business, including adherence to Company's policies, the safeguarding of the 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.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on 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 deemed to be prescribed under Section 143(10) of the Act 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 ICAI. Those Standards and Guidance note require that we comply with ethical requirements and plan and perform 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 procedure 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 controls 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.



\* 2 \*

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

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

A Company's internal financial control over financial reporting is a process designed to provide a reasonable assurance regarding the reliability of financial reporting and preparation of financial statements for external purpose 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 the transactions are recorded as necessary to permit preparation of financial statements in accordance with the 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 control 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.

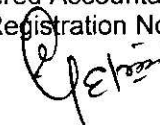
**Opinion**

In our opinion, to the best of our information and according to the explanation given to us and based on auditor's report of the Associate incorporated in India, have, in all material aspects, an adequate internal financial control system over financial reporting and such internal financial controls 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 Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Mumbai  
Date: 30.08.2017



For VIJAY R. TATER & CO.  
Chartered Accountants  
Firm Registration No. 111426W

  
(Suresh G. Kothari)  
Partner  
M.No.47625

**MEENAKSHI STEEL INDUSTRIES LIMITED**

**CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2017**

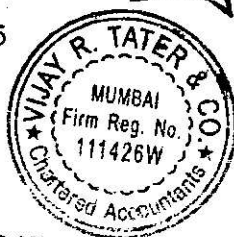
Particulars	Note	As at	As at
		31st March, 2017	31st March, 2016
		Rs.	Rs.
<b>I EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
Share Capital	2	1,99,20,000	1,99,20,000
Reserves and Surplus	3	8,62,40,089	9,03,44,081
<b>Current Liabilities</b>			
Short-term provisions	4	85,746	40,075
<b>Total</b>		<b>10,62,45,835</b>	<b>11,03,04,156</b>
<b>II ASSETS</b>			
<b>Non-current assets</b>			
Non-current investments	5	10,04,20,170	9,74,90,981
Long term Loans and Advances	6	1,35,032	1,23,97,938
<b>Current assets</b>			
Current investments	7	5,90,522	4,03,666
Cash and Bank Balances	8	11,660	11,571
Short-term loans and advances	9	49,00,000	-
Other Current Assets	10	1,88,451	-
<b>Total</b>		<b>10,62,45,835</b>	<b>11,03,04,156</b>
Significant Accounting Policies	1		

The accompanying Notes are an integral part of the Financial Statements

As per our report of even date,  
For **VIJAY R.TATER & CO.**

Chartered Accountants

**SURESH G.KOTHARI**  
Partner  
Membership No. 47625



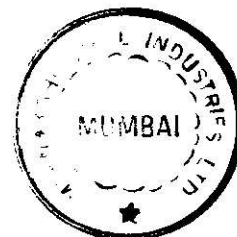
Place : Mumbai  
Date : 30 AUG 2017

For and on behalf of the Board of Directors

*A.K.Kothari*  
**A.K.Kothari**  
Director  
DIN: 00033730

*Sudha Jajodia*  
**Sudha Jajodia**  
Director  
DIN : 00376571

*Binita Gosalia*  
**Binita Gosalia**  
Company Secretary  
Membership No. ACS 25806



**MEENAKSHI STEEL INDUSTRIES LIMITED**

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2017**

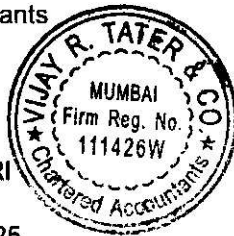
PARTICULARS	Note	For the Year ended on March 31 ,2017 Rs.	For the Year ended on March 31 ,2016 Rs.
<b>INCOME</b>			
Revenue from operations	11	2,56,165	6,75,670
Other Income	12	70,185	32,264
Contingent Provision Against Standard Assets written back		-	83,262
<b>Total</b>		<b>3,26,350</b>	<b>7,91,196</b>
<b>EXPENSES</b>			
Employee Benefit Expenses	13	1,91,129	-
Other expenses	14	5,61,636	3,54,003
Contingent Provision Against Standard Assets		12,721	-
<b>Total</b>		<b>7,65,486</b>	<b>3,54,003</b>
<b>Profit / (Loss) before Tax</b>		<b>(4,39,136)</b>	<b>4,37,193</b>
<b>Tax expenses:</b>			
Current tax		-	(1,65,000)
Earlier years adjustments		16,155	-
<b>Profit after Tax</b>		<b>(4,22,981)</b>	<b>2,72,193</b>
<b>Share of Profit of Associates</b>		<b>(36,81,011)</b>	<b>3,89,152</b>
<b>Profit / (Loss) after Tax and Share of profit of Associates</b>		<b>(41,03,992)</b>	<b>6,61,345</b>
Earnings per equity share (Basic and Diluted)	18	(2.06)	0.33
Significant Accounting Policies	1		

The accompanying Notes are an integral part of the Financial Statements.

As per our report of even date,  
For **VIJAY R.TATER & CO.**  
Chartered Accountants

For and on behalf of the Board of Directors

**SURESH G.KOTHARI**  
Partner  
Membership No. 47625



*[Signature]*  
**A. K. Kothari**  
Director  
DIN : 00033730

*[Signature]*  
**Sudha Jajodia**  
Director  
DIN : 00376571

Place : Mumbai  
Date : **30 AUG 2017**

*[Signature]*  
**Binita Gosalia**  
Company Secretary  
Membership No. ACS 25806



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017**

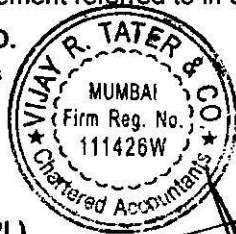
PARTICULARS	2016-17 Rupees	2015-16 Rupees
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Profit / (Loss) before Tax	(4,39,136)	4,37,193
<b>ADJUSTMENTS</b>		
Contingent provision against Standard Asset	12,721	(83,262)
Profit on sale of Current Investment (Net)	(70,185)	(32,264)
Dividend Income	(46,775)	(64,000)
Operating profit before working capital changes	(5,43,375)	2,57,667
Long term Loans & Advances	1,23,00,000	-
Short term Loans & Advances	(49,00,000)	3,05,00,000
Other Current Assets	(1,88,451)	28,04,987
Short term Provisions	32,950	749
Cash generated from operations	67,01,124	3,35,63,403
Less : Direct Tax paid	(20,939)	(1,66,167)
<b>Net cash flow from operating activities</b>	<b>66,80,185</b>	<b>3,33,97,236</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :-</b>		
Purchases of Current investments	(42,00,000)	(1,88,00,000)
Sale of Current investments	40,83,328	1,86,90,000
Purchases of Non Current investments	(66,10,200)	(6,84,16,739)
Sale of Non Current investments	-	3,50,00,000
Dividend Income	46,775	64,000
<b>Net cash flow from investing activities</b>	<b>(66,80,097)</b>	<b>(3,34,62,739)</b>
<b>Net increase in cash &amp; cash equivalent (A+B)</b>	<b>88</b>	<b>(65,503)</b>
Cash and cash equivalents at the beginning of the year	11,571	77,074
Cash & Cash equivalents at the end of the year	<b>11,660</b>	<b>11,571</b>
<b>Notes:</b> 1) The above Cash flow statement has been prepared under the indirect method set out in AS-3 issued by the Institute of Chartered Accountants of India. 2) Figures in brackets indicate cash outgo. 3) Previous period figures have been regrouped and recast wherever necessary to conform to the current period classification.		

This is the Cash Flow Statement referred to in our attached report of even date

For **VIJAY R. TATER & CO.**  
Chartered Accountants

*(Signature)*

**(SURESH G. KOTHARI)**  
PARTNER  
Membership No. 47625



For and on behalf of the Board of Directors

*(Signature)*

**A. K. Kothari**  
Director  
DIN : 00033730

*(Signature)*

**Sudha Jajodia**  
Director  
DIN : 00376571

*(Signature)*  
**Binita Gosalia**  
Company Secretary  
Membership No. ACS 25806



Place : Mumbai  
Date : 30 AUG 2017

**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017**

**1. Basis of preparation of consolidated financial statements**

The consolidated financial statements of Meenakshi Steel Industries Limited ('the Company') and its associates company have been prepared on the basis of historical cost convention on an accrual basis, in accordance with the generally accepted accounting principles (GAAP) in India and comply in all material respects with the Standards notified under section 133 of the companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules 2014. The consolidated financial statements are presented in Indian rupees.

**2. Principals of Consolidation**

A. The consolidated financial statements of the Company and its associates have been prepared in accordance with the Accounting Standard 21 'Consolidated Financial Statements' and Accounting Standard (AS) – 23 "Accounting for Investments in Associates in Consolidated Financial Statements" notified under section 133 of the Companies Act, 2013 read together with paragraph 7 of the companies (Accounts) Rules 2014.

B. The consolidated financial statements have been prepared on the following basis:

Investments in associates are accounted under equity method as per Accounting Standard (AS) – 23 "Accounting for Investments in Associates in Consolidated Financial Statements". Under the equity method, the investment is initially recorded at cost, identifying goodwill/capital reserve arising at the time of acquisition and the carrying amount is increased/ decreased to recognize Group's share of profits/losses of the associates after the date of acquisition. Goodwill/Capital reserve arising on acquisition of the associates is included in the carrying amount of the respective investments. Unrealized profits resulting from transactions between the Group and the associates are eliminated to the extent of Group's interest in the associates. Unrealized losses resulting from intra-group transactions have also been eliminated except to the extent that recoverable value of related assets is lower than their cost to the Group.

C. The consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the parent company for its separate financial statements.

D. The consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances to the extent possible.

E. The companies considered in the consolidated financial statements are listed below:-

Sr. No	Name of the Company	Country of Incorporation	Date Of Becoming Associate	% Holding as on 31.3.2017
1	Sushree Trading Limited	India	28.11.2011	28.98%





**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017**

**3. Significant Accounting Policies**

**A. Use of estimates**

The preparation of consolidated financial statements in conformity with the Generally Accepted Accounting Principles (GAAP) requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to carrying amounts of assets or liabilities in future periods

**B. Revenue Recognition**

- i. The Group's income from operation is accounted for on accrual basis.
- ii. Dividend Income is recognized when the right to receive the dividend is established.
- iii. Revenue from sale of shares is recognized as per the terms of the contract/agreement entered into with the parties when the relevant conditions of the contract/agreement are performed.
- iv. Revenue from Sale of goods is recognized upon passage of title to the customer which would generally coincide with delivery thereof. Claims due to uncertainty in realization are accounted for an acceptance / cash basis.
- v. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.
- vi. Other items of revenue are recognised in accordance with the Accounting Standard (AS-9) -Revenue Recognition. Accordingly, wherever there are uncertainties in the ascertainment / realisation of income such as interest from Parties (including the financial condition of the person from whom the same is to be realized), the same is not accounted for.

**C. Investments**

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

The Investments are classified as Quoted & Unquoted Investments and valued as under:-

- a. Long term Investments are stated at cost less provision recorded to recognize any decline, other than temporary, in the carrying value of each Investment.
- b. Current Investments are stated at lower of cost and fair market value determined by category of Investments.



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017**

**D. Taxation**

- a. Current Tax: A provision for current income tax is made on the taxable income using the applicable tax rates and tax laws.
- b. Deferred Tax: Deferred tax arising on account of timing differences and which are capable of reversal in one or more subsequent periods is recognised using the tax rates and tax laws that have been enacted or substantively enacted. Deferred tax assets are not recognised unless there is a virtual certainty with respect to the reversal of the same in future.

**E. Earnings per share**

Basic Earnings per share are computed by dividing the net profit or loss attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. For the purpose of calculated Diluted Earnings per Share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**F. Provisions / contingencies**

A provision is recognized when there is a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are determined based on best estimate of the amount required to settle the obligation at the Balance Sheet date. Contingent liabilities are not provided for and are disclosed in the Notes on Accounts. Contingent assets are not recognised.

**G. Retirement benefits**

The payment of Gratuity Act, 1972 is not applicable to the Company, hence no provision for gratuity is made.

The leave encashment scheme of the Company is not in the nature of retirement benefit and hence no provision is necessary for the same.

**H. General**

Accounting Policies not specifically referred to otherwise are consistent and in accordance with generally accepted accounting principles.

*NOTE: Significant Accounting Policies and Notes to these CFS are intended to serve as a means of informative disclosure and a guide to better understanding the consolidated position of the Companies. Recognising this purpose, only such Policies and Notes from the individual financial statements are disclosed, which fairly present the needed disclosures.*





**MEENAKSHI STEEL INDUSTRIES LIMITED**

**Notes to Consolidated Financial Statements for the year ended 31st March, 2017**

	As at 31st March, 2017 Rs.	As at 31st March, 2016 Rs.
<b>2 SHARE CAPITAL</b>		
(1) <b>Authorised</b> 20,00,000 (20,00,000 ) Equity Shares of Rs. 10/- each	2,00,00,000	2,00,00,000
	<u>2,00,00,000</u>	<u>2,00,00,000</u>
(2) <b>Issued, Subscribed and fully paid-up :</b> 19,92,000 (19,92,000 ) Equity Shares of Rs. 10/- each	1,99,20,000	1,99,20,000
<b>Total</b>	<u>1,99,20,000</u>	<u>1,99,20,000</u>

**2.1 Reconciliation of Equity Shares outstanding at the beginning and at the end of the year :**

	As at 31st March, 2017		As at 31st March, 2016	
	No.of Shares	Rs.	No.of Shares	Rs.
Shares outstanding at the beginning of the year	19,92,000	1,99,20,000	19,92,000	1,99,20,000
Add: Shares issued during the year	-	-	-	-
Less: Shares Bought back during the year	-	-	-	-
Shares outstanding at the end of the year	<u>19,92,000</u>	<u>1,99,20,000</u>	<u>19,92,000</u>	<u>1,99,20,000</u>

**2.2 Terms/Rights attached to equity shares:**

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.

During the year ended 31st March, 2017, the amount of dividend per share recognized as distributions to equity shareholders was Rs. Nil (P.Y. Rs. Nil)

**2.3 Details of Equity shareholders holding more than 5 % shares in the Company**

	As at 31st March, 2017		As at 31st March, 2016	
	No.of Shares held	% of holding	No.of Shares held	% of holding
Kajal Synthetics And Silk Mills Limited	2,55,500	12.83	2,55,500	12.83
Osiris Online Private Limited	2,75,000	13.81	2,75,000	13.81
Rutgers Investments And Trading Company Private Limited	1,90,000	9.54	1,90,000	9.54
Sushree Trading Limited	8,84,500	44.40	8,84,500	44.40

**3 RESERVES AND SURPLUS**

	As at 31st March, 2017		As at 31st March, 2016	
	Rs.	Rs.	Rs.	Rs.
<b>3.1 Reserve Fund under RBI Act, 1934</b>				
As per last Balance Sheet	1,48,08,844		1,46,76,575	
Add : Amount transferred from Surplus	-	1,48,08,844	1,32,269	1,48,08,844
<b>3.2 Surplus</b>				
As per last Balance Sheet	7,55,35,237		6,18,10,241	
Add: Profit /Loss (-) for the current year	<u>(41,03,992)</u>		<u>6,61,345</u>	
	7,14,31,245		6,24,71,586	
<b>APPROPRIATIONS :</b>				
Less: Reserve Fund under RBI Act, 1934	-		1,32,269	
Add: Share of Profit of Associates at the beginning	-	7,14,31,245	1,31,95,920	7,55,35,237
<b>Total</b>		<u>8,62,40,089</u>		<u>9,03,44,081</u>

**4 Short-term provisions**

Contingent provision against Standard Asset	12,721	-
Audit Fees payable	47,250	36,575
Professional fees payable	19,425	-
TDS payable	6,350	3,500
<b>Total</b>	<u>85,746</u>	<u>40,075</u>



**MEENAKSHI STEEL INDUSTRIES LIMITED**

Notes to Consolidated Financial Statements for the year ended 31st March, 2017

**5 Non-Current Investments**

Particulars	Face Value (Rs.)	As at March 31, 2017		Face Value (Rs.)	As at March 31, 2016	
		Quantity Nos.	Rs.		Quantity Nos.	Rs.
<b>NON - TRADE INVESTMENTS</b>						
<b>a Quoted - Fully paid</b>						
<b>Investments in Equity Shares:</b>						
Mansoon Trading Company Limited	10	1,22,400	3,11,570	10	1,22,400	3,11,570
Nilkanth Engineering Limited	10	60,000	1,44,720	10	60,000	1,44,720
<b>Total Quoted Investment (a)</b>			<b>4,56,290</b>			<b>4,56,290</b>
Aggregate Market Value of Quoted Investments			<b>4,41,000</b>			<b>4,41,000</b>

a) While determining diminution, other than temporary, in the value of the long term quoted / unquoted investments, the strategic objective of such investments and the asset base of the investee companies have been considered. In view thereof, the decline, if any, in the market value of such investments is considered to be of a temporary nature.

**b Unquoted- Fully paid up**

**Investments in Equity Shares:**

Aakashak Synthetics Limited	10	5,81,000	48,50,000	10	1,20,000	2,40,000
Aditya Bullions & Broking Private Limited	10	25,000	1,84,16,739	10	25,000	1,84,16,739
Essel Mining & Industries Limited	10	25,600	19,29,602	10	25,600	19,29,602
Jatayu Textiles & Industries Limited	10	97,500	2,39,900	10	97,500	2,39,900
Rutgers Investment & Trading Company Private Limited	100	45,004	46,01,651	100	25,002	28,01,451
			<b>3,00,37,892</b>			<b>2,34,27,692</b>

**Investments in Associates:**

Sushree Trading Limited	10	3,60,750	1,76,23,509	10	3,60,750	1,76,23,509
Add: Post Acquisition Profit/(Loss)			99,04,061			1,35,85,072
Add: Goodwill/(Capital Reserve) on Investment in Associates			(76,01,582)			(76,01,582)
			<b>1,99,25,988</b>			<b>2,36,06,999</b>

**Investments in Preference Shares:**

5% Cumulative Redeemable Fully Convertible Preference Shares of Niranjana Housing Private Limited	10	62,500	5,00,00,000	10	62,500	5,00,00,000
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**Total Unquoted Investment (b)**

**9,99,63,880**

**9,70,34,691**

**Total (a) + (b)**

**10,04,20,170**

**9,74,90,981**

**6 Long Term Loans and Advances**

Unsecured, considered good

Advance Income Tax (Net of provision for taxes)

Taxes Paid

Less : Provision for Taxes

3,15,752

21,30,123

(1,80,720)

(20,32,185)

1,35,032

97,938

Loans and advances

Other Advances

1,23,00,000

**1,35,032**

**1,23,97,938**

**7 Current Investment**

Non-trade Investments

Unquoted- Fully paid up (At Cost)

Investment in Mutual Funds

Birla Sun Life Cash Plus - Growth Regular	100	2,300.645	5,90,522	100	1,765.833	4,03,666
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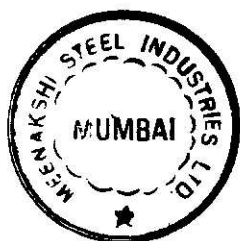
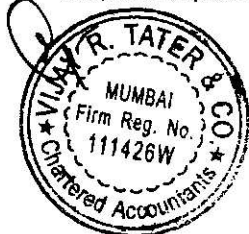
**Total**

**5,90,522**

**4,03,666**

Book Value As at 31st March, 2017 (Rs.)	Repurchase Value As at 31st March, 2017	Book Value As at 31st March, 2016 (Rs.)	Repurchase Value As at 31st March, 2016
<b>5,90,522</b>	<b>6,01,180</b>	<b>4,03,666</b>	<b>4,28,698</b>

Aggregate of Unquoted Investments



**MEENAKSHI STEEL INDUSTRIES LIMITED**

**Notes to Consolidated Financial Statements for the year ended 31st March, 2017**

	As at 31st March, 2017 Rs.	As at 31st March, 2016 Rs.
<b>8 Cash and cash equivalents</b>		
Cash on Hand	818	2,534
Balance with a Bank :		
- On Current Account	10,842	9,037
	<b>11,660</b>	<b>11,571</b>

<i>Particulars</i>	<i>SBNs</i>	<i>Other denomination notes</i>	<i>Total</i>
Closing cash in hand as on 08-11-2016	-	2,192	2,192
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	720	720
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30-12-2016	-	1,472	1,472

**9 Short-term loans and advances**

[ Unsecured, considered good ]

Loan to Companies	49,00,000	-
	<b>49,00,000</b>	<b>-</b>

**10 Other Current Assets**

[ Unsecured, considered good ]

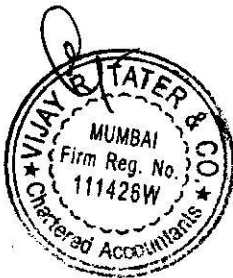
Interest accrued on Loans	1,88,451	-
	<b>1,88,451</b>	<b>-</b>



**MEENAKSHI STEEL INDUSTRIES LIMITED**

**Notes to Consolidated Financial Statements for the year ended 31st March, 2017**

	For the Year ended on March 31 ,2017 Rs.	For the Year ended on March 31 ,2016 Rs.
<b>11 Revenue from Operations</b>		
Interest Income on loans given	2,09,390	6,11,670
Dividend on Non Current Investments	46,775	64,000
<b>Total</b>	<b>2,56,165</b>	<b>6,75,670</b>
<b>12 Other Income</b>		
Profit on Sale of Current Investments	70,185	32,264
<b>Total</b>	<b>70,185</b>	<b>32,264</b>
<b>13 Employee Benefits Expenses</b>		
Salaries and Incentives	1,91,129	-
<b>Total</b>	<b>1,91,129</b>	<b>-</b>
<b>14 Other Expenses</b>		
Advertisement Expenses	17,132	21,480
Bank Charges	610	349
Custodian / ISIN activation charges	44,564	-
Filing Fees	44,400	9,600
Listing Fees	2,29,000	2,24,720
Legal and Professional Charges	1,21,993	30,945
General Expenses	3,158	1,449
Demat Charges	2,400	899
Payment to Auditors :		
As Auditors		
Audit Fees	35,000	35,000
Certification Fees	30,500	21,000
Audit Fees (CFS)	20,000	-
Reimbursement of Service Tax	12,879	8,561
<b>Total</b>	<b>5,61,636</b>	<b>3,54,003</b>



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017**

15. Contingent Liability not provided in respect of:-

- a) Estimated amount of contracts remaining to be executed on capital account and not provided for Rs.Nil (Previous year Rs. Nil).
- b) Other Contingent Liabilities – The Company has disputed liability in respect of stamp duty and penalty amounting to Rs.9,64,934/- raised by the Additional District Magistrate, Nainital vide his order dated 01.09.1993 in respect of freehold lands purchased by the Company in the year 1992-93. The Company is filed a Revision Application before the Chief Controlling of Revenue Authority (CCRA), Allahabad, Uttar Pradesh challenging the order dated 01.03.1993. Vide order dated 31/07/1997, the CCRA had allowed the Revision Application of the Company. The State of Uttar Pradesh (now State of Uttaranchal) has filed a writ petition before the Hon'ble High Court of Judicature at Allahabad, hearing of which is pending. The Company has been legally advised that no provision is required to be made in accounts in this regard. The title deed of aforesaid lands is impounded by the Additional District Magistrate, Nainital. Further, the Company has already sold the aforesaid lands during the financial year 2005-06.

16. The Group is primarily engaged in investment & financial activities. These in context of Accounting Standard -17 on Segment Reporting in the opinion of the management, are considered to one single Primary Segment.

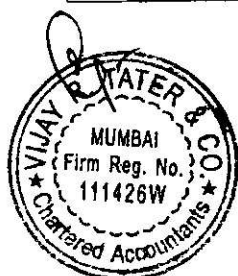
17. There were no dues outstanding amounts payable to Micro, Small and Medium Enterprises included under Current Liabilities, as per the information available with the Company and relied upon by the auditors (Previous Year – Nil).

18. No Deferred Tax Assets have been recognized on the carried forward Losses as per the Income Tax Act, 1961 considering the prudence aspect. However, the position would be reviewed on yearly basis.

19. In the opinion of the Board, the Current assets, and Loans and Advances have a value on realisation in the ordinary course of the business at least equal to the amount at which they are stated in the books of account and adequate provision has been made of funds all known liabilities.

20. Earnings Per Share

Particulars	For the Year Ended March 31,2017	For the Year Ended March 31,2016
(a) Calculation of weighted average number of Equity Shares of Rs. 10/- each		
No. of Equity Shares at the beginning of the year	19,92,000	19,92,000
Equity Shares issued during the year	NIL	NIL
Total number of Equity Shares outstanding at the end of the year	19,92,000	19,92,000
(b) Net Profit / (Loss) after tax available for equity shareholders (Rs.)	(41,03,992)	6,61,345
(c) Basic and diluted Earnings per Equity Share of Rs. 10/- each	2.06	0.33



**MEENAKSHI STEEL INDUSTRIES LIMITED**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017**

21. Additional information as required under Schedule III to the Companies Act 2013, of enterprises consolidated Associate Companies:

Particulars	Net Assets		Share in profit or loss	
	As % of Consolidated net assets	Amount (Rs.)	As % of Consolidated profit or loss	Amount (Rs.)
<b>Parent :</b>				
Meenakshi Steel Industries Limited	90.67%	9,62,56,028	10.31%	(4,22,981)
<b>Total</b>	<b>90.67%</b>	<b>9,62,56,028</b>	<b>10.31%</b>	<b>(4,22,981)</b>
<b>Associates (Investments as per the equity method)</b>				
<b>a) Indian</b>				
Sushree Trading Limited	18.77%	1,99,25,988	89.69%	(36,81,011)
<b>Sub Total</b>		<b>1,99,25,988</b>		<b>(36,81,011)</b>
<b>Less: Adjustment on account of Inter Company Elimination</b>	0.00%	(1,00,21,927)	0.00%	-
<b>Grand Total</b>	<b>100.00%</b>	<b>10,61,60,089</b>	<b>100.00%</b>	<b>(41,03,992)</b>

22. Statement pursuant to section 129(3) of the Companies Act, 2013 relating to Associate Companies :-:

<b>Name of Associate Company</b>	<b>Sushree Trading Limited</b>
Latest audited Balance Sheet Date	31-03-2017
Date on which the Associate was associated or acquired	28.11.2011
Share of Associate held by the company on the year end:	
Number of Shares	3,60,750
Amount of Investment in Associates (In lacs)	1,00,21,927
Extend of Holding (%)	28.98%
Description of how there is significant influence	* Refer Note 1
Reasons why the associate is not consolidated	NA
Net worth attributable to shareholding as per latest Audited Balance Sheet	9,50,03,389
<b>Profit or Loss for the year</b>	
i. Considered in Consolidation	(36,81,011)
ii. Not Considered in Consolidation	-



MEENAKSHI STEEL INDUSTRIES LIMITED  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017

Note 1:

- a) There is a significant influence due to percentage (%) of share capital.
- b) The above statement also indicates Performance of the Associates.
- c) Name of associate which are yet to commence operations:  
None
- d) Name of associate which have been liquidated or sold during the year:  
None

23. Related Party Disclosures:-

I. Other Related Parties with whom the company had transactions:-

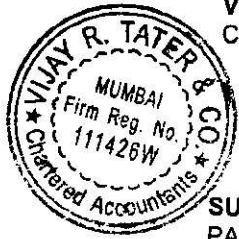
A. Associate :-

1. Sushree Trading Limited

II. During the year, there were no transactions with the related parties.

24. Previous year figures have been regrouped, rearranged and reclassified wherever necessary.

As per our report of even date attached  
For and on behalf of  
**VIJAY R. TATER & CO.**  
Chartered Accountants



*Suresh G. Kothari*  
**SURESH G. KOTHARI**  
PARTNER  
Membership No.: 47625

For and on behalf of the Board of Directors

*A. K. Kothari*  
**A. K. Kothari**  
Director  
DIN: 00033730

*Sudha Jajodia*  
**Sudha Jajodia**  
Director  
DIN: 00376571

*B. Gosalia*  
**Binita Gosalia**  
Company Secretary  
Membership no. ACS25806



Place: Mumbai  
Date: 30 AUG 2017