





GUJARAT METALLIC COAL & COKE LIMITED

(Formerly Known as Arvind Chemicals Limited)

Format of covering Letter of the Annual Audit report to be filed with the Stock Exchange

FORM A

SI No.		
1.	Name of the Company	Gujarat Metallic Coal & Coke Ltd
2.	Annual financial statements for the year ended	30 th September, 2013
3.	Type of Audit observation Un-qualified / Matter of Emphasis	Un-qualified
4.	Frequency of observation	NA
5.	To be signed by- <input type="checkbox"/> CEO/Managing Director (Mr. Dinesh Chandra Bajoria) <input type="checkbox"/> CFO (Mr. Dinesh Chandra Bajoria) <input type="checkbox"/> Auditor of the company Mr. Arnob Paul- (Partner N C Banerjee & Co.) <input type="checkbox"/> Audit Committee Chairman (Mr. Rajiv Chamaria)	   

**GUJARAT METALLIC
COAL & COKE LIMITED**

**20th Annual Report
2012-2013**

BOARD OF DIRECTORS	Mr. Dinesh Chandra Bajoria, <i>Chairman & Managing Director</i> Mr. Hironmoy Chatterjee Mr. Rajiv Chamaria Mr. Sunil Ranjan Sarker
COMPANY SECRETARY	Mr. Gopal Sharma
REGISTERED OFFICE	15, Ganesh Chandra Avenue, 2nd Floor Kolkata - 700 013 Phone : 033-32573873 Fax No. : 033-2211 8014 Email: info@gujaratmetallic.com Website: www.gujaratmetallic.com
AUDITORS	M/s. N. C. Banerjee & Co. (Chartered Accountants) 2, Ganesh Chandra Avenue Room No. 9, 1st Floor Kolkata - 700013
BANKERS	HDFC Bank Ltd. Bank of Baroda
REGISTRAR & SHARE TRANSFER AGENT	Niche Technologies Private Limited D-511, Bagree Market, 5th Floor 71, B.R.B. Basu Road, Kolkata - 700001 Phone : 033-2235 7270 / 7271 Fax No. : 033-2215 6823 Email: nichetechpl@nichetechpl.com

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NOTICE

Gujarat Metallic Coal & Coke Limited

NOTICE is hereby given that the 20th Annual General Meeting of the Members of Gujarat Metallic Coal & Coke Ltd will be held at Gyan Manch, 11, Pretoria Street, Kolkata -700071 on Monday, 30th December, 2013 at 10.30 a.m. to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the audited Balance Sheet of the Company for the year ended as at 30th September, 2013 and the Statement of Profit and Loss for the year ended on that date together with the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Hironmoy Chatterjee, who retires by rotation, and being eligible, offers himself for re-appointment.
3. To appoint Auditors of the Company and to fix their remuneration. In this connection, to consider and if thought fit, to pass the following resolution as an Ordinary Resolution :
"RESOLVED THAT M/s N.C. Banerjee & Co., Chartered Accountants (Registration No. 302081E), be and are hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting on the remuneration to be determined by the Board of Directors in consultation with the Auditors."

SPECIAL BUSINESS :

4. To consider and if thought fit, to pass, with or without modifications, the following Resolution as a Special Resolution :
"RESOLVED THAT pursuant to provision of Section 198, 269, 309 and 310 read with Schedule XIII and other applicable provisions, if any of the Companies Act, 1956 or such corresponding Sections of the Companies Act, 2013 as may be applicable and subject to such approvals, wherever necessary, Mr. Dinesh Chandra Bajoria who presently is serving as a Chairman & Managing Director of the Company whose term of office shall expire on 28.06.2014, be and is hereby re-appointed as Chairman & Managing Director of the Company with effect from 29.06.2014 for a further period of 5 years upto 28.06.2019 on the terms and conditions as stated in the Explanatory Statement with liberty to the Board (which term shall include any committee constituted / or to be constituted by the Board) from time to time to alter the said terms and conditions in such manner as may be agreed to between the Board and Mr. Dinesh Chandra Bajoria in the best interest of the Company."
"FURTHER RESOLVED THAT Mr. Dinesh Chandra Bajoria as a Chairman & Managing Director of the Company shall not be liable to retire by rotation."
"RESOLVED FURTHER THAT The Board of Directors the Company be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary and expedient to give effect to this Resolution."
5. To consider and if thought fit, to pass, with or without modifications, the following Resolution as a Special Resolution :
"RESOLVED THAT pursuant to provisions of Section 180(1)(c) of the Companies Act, 2013, the Board of Directors of the Company be and is hereby authorized to borrow moneys upto Rs.100 Crores notwithstanding that moneys to be borrowed by the Company together with the moneys already borrowed (apart from the temporary loans obtained from the bankers in the ordinary course of the business) may exceed the aggregate of the paid up capital and free reserves, that is to say, reserves not set apart for any specific purpose."

By Order of the Board
For Gujarat Metallic Coal & Coke Ltd

Place : Kolkata
Date : 29th November, 2013

Gopal Sharma
Company Secretary

NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.THE PROXY FORM, IN ORDER TO BE EFFECTIVE, MUST BE DULY COMPLETED, STAMPED AND LODGED WITH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A PROXY FORM IS ENCLOSED HEREWITH.**
2. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 relating to Special Business is annexed.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from Monday,23rd December,2013 to Monday, 30th December 2013. (Both days inclusive).
4. Members who are holding shares in identical order of names in more than one folio, are requested to write to the Company enclosing their Share Certificates to enable the Company to consolidate their holdings in one folio.
5. Members desiring any information on the Accounts at the Annual General Meetings are requested to write to the Company at least ten days in advance, so as to enable the Company to keep the information ready at the meetings.
6. Members are requested to bring the admission slips along with their copies of the Report and Accounts to the meeting.
7. Any change of address of the members may please be notified to the Registrars and Share Transfer Agent of the Company quoting their registered folio.
8. Shareholders are informed that dividend which remains unclaimed/un-encashed over a period of 7 years is required to transferred to "The Investor Education & Protection Fund" as per the provisions of Section 205C of the Companies Act,1956 and once the dividend is so transferred, no claim thereof shall lie against the Company. Hence the shareholders who have not encashed their dividend for the year 2005-06 are requested to forward the same for revalidation and or seek issue of duplicate warrant immediately to the Company or its RTA quoting their respective Folio No/client ID No.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 4

The present tenure of Mr. Dinesh Chandra Bajoria as Chairman & Managing Director shall expire on 28th June 2014.

The Board of Directors of the Company recommends the re-appointment of Mr. Dinesh Chandra Bajoria as Chairman & Managing Director for further tenure of five years with effect from 29th June 2014 on the following terms and conditions.

1. Designation : Chairman & Managing Director
2. Date of appointment : 29.06.2014
3. Remuneration/perquisites : Nil
4. Tenure of appointment: 5 years from the date of appointment

Mr. Dinesh Chandra Bajoria has more than 35 years of experience in the business administration. Therefore considering vast experience of Mr. Dinesh Chandra Bajoria in the business administration, the Board of Directors recommends his re-appointment on the terms and conditions as stated above for a further period of 5 years with effect from 29.06.2014.

The above particulars of terms of appointment of Mr. Dinesh Chandra Bajoria, as Chairman & Managing Director may be treated as disclosure of interest as required under section 302 of the Companies Act, 1956. The Directors recommend the resolution for the approval of the members.

Except Mr. Dinesh Chandra Bajoria none of the other Directors and key managerial personnel (KMP) of the Company or their relatives is interested or concerned in the passing of this resolution. Mr. Dinesh Chandra Bajoria is concerned or interested in the resolution as it concerns his own re-appointment.

Item No. 5

The members of the Company at the Annual General Meeting held on 2nd August, 2008 had pursuant to Section 293(1) (d) of the Companies Act, 1956 authorized the Board of Directors of the Company to borrow moneys upto Rs.100 Crores notwithstanding that moneys to be borrowed by the company together with the moneys already borrowed (apart from the temporary loans obtained from the bankers in the ordinary course of the business) may exceed the aggregate of the paid up capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose, with the enactment of Section 180 of the Companies Act, 2013, (which has come into force with effect from 12th September, 2013), it is deemed prudent to seek fresh approval of the members for the above mentioned borrowings powers of the Board of Directors of the Company.

The Directors recommend the resolution for the approval of the members.

None of the directors of the Company are interested or concerned in the passing of this resolution.

By Order of the Board
For Gujarat Metallic Coal & Coke Ltd

Gopal Sharma
Company Secretary

Place : Kolkata
Date : 29th November, 2013

INFORMATION REQUIRED TO BE FURNISHED UNDER CLAUSE 49 OF THE LISTING AGREEMENT IN RESPECT OF DIRECTOR SEEKING APPOINTMENT / RE-APPOINTMENT

Name of the Director	Mr. Dinesh Chandra Bajoria	Mr. Hironmoy Chatterjee
Date of Birth	05.01.1944	10.09.1955
Date of appointment	28.05.2009	30.04.2011
Qualifications	B.Com.	B.Com.
Expertise in specific functional areas	Business and administration	Business and administration
Directorship in other Public Limited Companies	Nil	Nil
Chairmanship/Membership of Committees in other Public Limited Companies	Nil	Nil
No. of Shares held	113960	Nil

DIRECTORS' REPORT

Annual Report 2012-13

To
The Members,

Your Directors present the 20th Annual Report and the Audited financial results of the Company for the year ended on 30th September, 2013.

FINANCIAL RESULTS/HIGHLIGHTS

Followings are the highlights of the performance of the Company during the year ended on 30th September, 2013.

(₹ in Lacs)

	Year ended 30.09.2013	Fifteen months ended 30.09.2012
Total Income	41115.54	11743.46
Total Expenditure	41091.37	11706.40
Profit before Tax	24.17	37.06
Less: Provision for Tax	(0.07)	(0.06)
Profit after Tax	24.24	37.12
Balance brought forward	58.34	129.13
Profit available for appropriation	82.58	166.25
Provision for tax of earlier years	-	(107.91)
Balance carried to Balance Sheet	82.58	58.34

OPERATIONS

During the year under review, the total Income of the company has increased due to increased sales activity amid challenging market scenario for coal and coke.

DIVIDEND

In order to conserve the resources, your directors do not recommend any dividend for the year ended on 30th September, 2013.

SUBSIDIARY COMPANY

The Company has a foreign Subsidiary namely Happy Mining Pty Ltd, Australia and Sub-subsidiary Avondale Resources Pty Ltd, Australia. The Consolidated Financial Statements presented by the Company and annexed to the Annual report 2012-13 include the financial information of the subsidiaries prepared in accordance with the applicable accounting standard. The ministry of Corporate affairs vide its circular no. 2/2011 dated 8th February, 2011 has granted a general exemption under section 212(8) of the Companies Act, 1956 from attaching the Balance Sheet, Statement of Profit & Loss and other documents of the subsidiary companies to the Balance Sheet upon compliance of certain conditions. As the Company is in compliance with the said circular and as per consent of the Board through a resolution, the Balance

Sheet, Statement of Profit and Loss and other documents of the subsidiaries are not attached to this Annual report and Accounts. However, the annual accounts of the subsidiary companies and related detailed information shall be made available to the shareholders of the Company seeking such information in writing. The Annual accounts of the subsidiaries companies are available at registered office of the Company during the working hours and also available at the respective offices of the subsidiary companies during the working hours.

CORPORATE GOVERNANCE

Your Company has complied with all mandatory provisions of Corporate Governance, as stipulated under the listing Agreement with the Stock Exchange as at 30th September, 2013. A separate report on Corporate Governance along with Certificate of Auditor confirming the compliance is annexed hereto and forms part of this Annual Report.

MANAGEMENT DISCUSSION & ANALYSIS REPORT

Management Discussion and Analysis report for the year under review, as stipulated under clause 49 of the Listing Agreement with the Stock Exchange in India, is presented in a separate section forming part of the Annual Report.

DIRECTORS

Mr. Hironmoy Chatterjee, Director of the Company retires by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

The office of Mr. Dinesh Chandra Bajoria as Chairman & Managing Director shall expire on 28th June, 2014. The Board recommends the re-appointment of Mr. Dinesh Chandra Bajoria as Chairman & Managing Director for a further period of 5 years w.e.f. 29th June, 2014.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors confirm that:

- a) In the preparation of annual accounts for the year ended 30th September, 2013 the applicable accounting standards had been followed and that no material departures have been made from the same.
- b) The Directors had selected such accounting policies and practices and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the year under review and of the profit of the Company for the year ended on that date;
- c) The Directors have taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) The Directors had prepared the Annual Accounts for the year ended on 30th September, 2013 on a 'going concern' basis.

AUDITORS

M/s N. C. Banerjee & Co., Chartered Accountants, the Statutory Auditors of the Company hold office upto forthcoming Annual General Meeting of the Company and being eligible, offer themselves for re-appointment. As required under the provisions of Section 224(1B) of the Companies Act, 1956, the Company has received written confirmation from N. C. Banerjee & Co., that their re-appointment as Statutory Auditors, if made, would be in conformity with the limits prescribed in the said section and that they are not disqualified from being appointed as the Statutory Auditors of the Company under section 226 of the Companies act, 1956.

AUDITORS' REPORT

The observations of the Auditors in their reports read with relevant notes on the accounts, as annexed are self-explanatory and need no further elaboration.

PUBLIC DEPOSITS

The Company has not accepted any public deposits, as defined under Section 58A of the Companies Act, 1956, during the year under review.

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

The provisions of Section 217(1) (e) read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 regarding conservation of energy, technology absorption are not applicable to the Company, as the Company is not involved in any manufacturing activities.

FOREIGN EXCHANGE EARNING AND OUTGO

- a) Foreign Exchange earning : Rs. 704.08 Lacs
- b) Foreign Exchange outgo : Rs. 1.60 Lacs

PARTICULARS OF EMPLOYEES

There was no employee who has drawn salaries and remuneration in excess of the limits prescribed under Section 217(2A) of the Companies Act, 1956. Therefore the statement containing particulars of Employees in terms of the said provisions of Act is not applicable to the Company.

ACKNOWLEDGEMENTS

Your Directors wish to place on record their sincere appreciation and acknowledgement of the support and co-operation extended by the customers, suppliers, bankers, investors, Government and their agencies.

For and on behalf of the Board

Place : Kolkata
Date : 29th November, 2013

Dinesh Chandra Bajoria
Chairman & Managing Director

1. PHILOSOPHY OF CORPORATE GOVERNANCE

The Company believes that Corporate Governance is a systematic process by which companies are directed and controlled keeping in mind the long-term interest of the stakeholders. It firmly believes that good Corporate Governance is the foundation of corporate excellence. A report in line with the requirement of clause 49 of the Listing Agreement with the Stock Exchange for the year ended 30th September, 2013 is given below :

2. BOARD OF DIRECTORS

Composition and category

The Board of Directors of the Company consists of persons with professional expertise. As on 30th September, 2013, the constitution of the Board was:

- One Promoter, Executive Director
- Three Independent, Non Executive Directors

The following table indicates the composition of the Board of Directors, other Directorship/ Memberships of the Committees held by them.

Name of the Director	Category	No. of other Directorships in public Limited Companies	No. of other Board/ Committee position as	
			Member	Chairman
Mr. Dinesh Chandra Bajoria	Executive Chairman Non-Independent	Nil	Nil	Nil
Mr. Rajiv Chamaria	Non-Executive/ Independent	6	1	1
Mr. Hironmoy Chatterjee	Non-Executive/ Independent	Nil	Nil	Nil
Mr. Sunil Ranjan Sarker	Non-Executive/ Independent	Nil	Nil	Nil

Notes :

1. Directorship in Foreign Companies, Private Limited Companies and Companies covered under section 25 of the Companies Act, 1956 have not been considered.
2. Only the positions held in other Committees, such as audit, remuneration and shareholders' grievance committee in Indian Public Limited Companies have been considered.

Meetings and Attendance of Directors

During the year ended 30th September, 2013, 9 (Nine) meetings were held by the Board of Directors. These meetings were held on 8th October, 2012, 20th October, 2012, 26th November, 2012, 12th February, 2013, 14th May, 2013, 9th July, 2013, 12th August, 2013, 18th September, 2013 and 30th September, 2013.

The attendance of the Directors at the Board Meetings held during the year ended 30th September, 2013 and the last Annual General Meeting held on 29th December, 2012.

Director	No. of meetings held during the tenure	No. of board meetings attended	Attendance at Last AGM
Mr. Dinesh Chandra Bajoria	9	9	No
Mr. Rajiv Chamaria	9	6	No
Mr. Hironmoy Chatterjee	9	5	No
Mr. Sunil Ranjan Sarker	9	8	Yes

Other Provisions of the Board :

The other provisions of the Board with regard to the minimum no. of meetings (4 meetings) in a year with a maximum time gap of four months between any two meeting and also the minimum information to be placed before the Board as prescribed in clause 49 of the Listing Agreement have been complied with. The Board reviews from time to time compliance report of all laws & regulations applicable to the Company, as well as the steps taken by Company to rectify instances of non-compliances.

3. BOARD COMMITTEES

(a) Audit Committee

i) Terms of Reference : The terms of reference of the Audit Committee are in conformity with the requirements of Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956. These broadly cover the following points:

- 1) To oversee the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- 2) To review and recommend to the Board about the appointment, re-appointment and if required the replacement or removal of statutory auditors and fixation of their remuneration.
- 3) To review with the management, the financial statements before submission to the Board, focusing primarily on Management Discussion and Analysis, Director's Responsibility Statement which forms part of the Director's Report, accounting policies, compliance with accounting standards, compliance with Stock Exchange and legal requirements and any related party transactions etc.
- 4) To review with the management, external and internal auditors, the adequacy of internal controls systems & internal audit reports, if any, on internal control weaknesses.
- 5) To discuss with the Auditors on the scope and nature of Audit and also to have post Audit discussion to ascertain any area of concern.
- 6) To review the Company's financial and risk management policies.

- 7) A statement of material related party transactions, if any.
- 8) To undertake such other matters as may be delegated by the Board from time to time.

ii) Composition

The composition of the Audit Committee as at 30th September, 2013 is as follows:

1. Mr. Rajiv Chamaria (Independent, Chairman)
2. Mr. Hironmoy Chatterjee (Independent)
3. Mr. Dinesh Chandra Bajoria (Non-Independent)

The Company Secretary acts as Secretary to the Committee.

Meetings and Attendance

During the year ended on 30th September, 2013, 4(Four) meetings were held on 26th November, 2012, 12th, February, 2013, 14th May, 2013 and 12th August, 2013.

The attendance of the Audit Committee Members is as follows :

Name of the Member	Meetings Held	Meetings Attended
Mr. Dinesh Chandra Bajoria	4	4
Mr. Rajiv Chamaria	4	4
Mr. Hironmoy Chatterjee	4	4

The Statutory Auditors also attends the meeting whenever required. The minutes of the meetings of Audit Committee are also placed before the Board and discussed.

(b) Directors' remuneration and disclosure:

During the year ended on 30th September, 2013, no compensation either in form of remuneration, sitting fees or otherwise was paid to the executive and non-Executive Directors.

(c) Share Transfer Committee:

The Share Transfer Committee meets as per requirements at regular intervals to approve transfers, transmissions, and issue of duplicate share certificates, etc.

The Committee consists of following members as on 30.09.2013: -

1. Mr. Dinesh Chandra Bajoria (Chairman)
2. Mr. Rajiv Chamaria
3. Mr. Sunil Ranjan Sarker

Meetings and Attendance

During the year ended on 30th September, 2013, one meeting of share transfer committee was held on 28.01.2013. It was attended by all the members of the Share Transfer Committee.

(d) Shareholders'/Investors' Grievance committee:

The followings are the members of the Shareholders'/ Investors' Grievance Committee as on 30th September, 2013.

Name of the Member	Category
Mr. Sunil Ranjan Sarker (Chairman)	Non-Executive
Mr. Dinesh Chandra Bajoria	Executive
Mr. Hironmoy Chatterjee	Non-Executive

Meetings and Attendance

During the year ended on 30th September, 2013, 4(Four) meetings were held on 26th November, 2012, 12th,February, 2013, 14th May, 2013 and 12th August, 2013.

The attendance of the Shareholders'/Investors' Grievance Committee Members is as follows :

Name of the Member	Meetings Held	Meetings Attended
Mr. Sunil Ranjan Sarker	4	4
Mr. Dinesh Chandra Bajoria	4	4
Mr. Hironmoy Chatterjee	4	4

The Committee looks into the redressal of shareholders' and investors' complaints like transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends etc. The Committee met 4 times during the year under review.

The Company Secretary has been designated as the Compliance Officer by the Board and assigned with the responsibilities of overseeing shareholders'/investors' grievances under the supervision of the Committee. During the year under review, no complaints were received from the investors. There was no complaint pending for resolution at the end of the year.

Code of Conduct

The Company has adopted a Code of Conduct which was made applicable to all its Directors, whether executive or non-executive and all Senior Management Personnel of the Company. All Board members and senior management personnel have affirmed compliance with the Company's code of conduct during the year. A declaration to this effect that all Board members and senior management personnel have complied with the Company's code of conduct during the year under review and duly signed by Mr. Dinesh Chandra Bajoria, Managing Director and CFO of the Company is annexed and forms part of this Report.

Risk Management

The Company has laid down procedures to inform the Board of Directors about the risk assessment and minimization procedures.

4. GENERAL BODY MEETINGS

a) The details of Annual General Meetings held in last 3 years :

Year	Meeting	Date, Time and Location	Whether special Resolution passed
2011-2012	19th AGM	On 29rd December,2012 at 10.00 a.m. at Somany Conference Hall, 15B, Hemanta Basu Sarani, 2nd Floor, Kolkata – 700001	No
2010-2011	18th AGM	On 23rd December,2011 at 10.15 a.m. at Somany Conference Hall, 15B, Hemanta Basu Sarani, 2nd Floor, Kolkata – 700001	No
2009-2010	17th AGM	On 25th September, 2010 at 11.00 a.m. at Jhajharia Committee Room, 15B, Hemanta Basu Sarani, 2nd Floor, Kolkata – 700001	No

b) Postal Ballot : No Resolution was required to be passed by postal ballot.

5. SUBSIDIARY COMPANY

The company has one wholly owned subsidiary incorporated in Australia viz-Happy Mining Pty Ltd and one sub-subsidiary, Avondale Resources Pty Ltd, Australia as on 30th September, 2013. The Company is adequately represented on the Board of subsidiaries. The financial performance of the subsidiaries is discussed by the Board at its meeting and details of Investment made and minutes of subsidiaries are placed before the Company's Board.

6. DISCLOSURES

a) Disclosures on materially significant related party transactions:

The Company has not entered into any transactions of material nature, with its Promoters, the Directors or the Management, their subsidiaries or relatives etc. that may have potential conflict with the interest of the Company at large. The transactions undertaken during the year have been disclosed in Note no. 23 forming part of the Accounts for the year ended on 30th September, 2013.

b) The Securities and Exchange Board of India vide letter dated 4th October,2013 has imposed a penalty of Rs.1 Lac on the Company for non-compliance of SEBI(SAST) Regulation and SEBI(PIT) Regulations in the matter of transaction in Equity shares of Arvind International Ltd. Save as above, there has not been any instances of non-compliance by the Company on the matters relating to capital market and no penalties/strictures have been imposed on the Company by Stock Exchange or any statutory authority, during the last three years.

- c) The Company has duly complied with all the mandatory requirements of Clause 49 of the Listing Agreement with the Stock Exchange. However, the Company has not adopted the non-mandatory requirements defined therein.

7. MEANS OF COMMUNICATION

The quarterly and the annual financial results are published in Financial Express in English and Arthik Lipi in vernacular language and are also displayed in the Company's website www.gujaratmetallic.com

The Company has not made presentation to the institutional investors or analysts.

8. GENERAL SHAREHOLDERS' INFORMATION

a) Annual General Meeting :

Date and Time : Monday, 30th December, 2013 at 10.30 A.M.

Venue : Gyan Manch
11, Pretoria Street
Kolkata – 700071

b) **Financial Year** : 1st October, 2012 to 30th September, 2013.
(12-month period)

c) **Book Closure Date** : Monday, 23rd December, 2013 to Monday,
30th December, 2013

d) **Dividend Payment Date** : No dividend is recommended by the Board.

e) Particulars in respect of unclaimed dividends declared by the Company for the financial year 2005-06(final) is given below :

Financial year	Date of declaration of Dividend	Last date of claiming unpaid Dividend
2005-06	07.02.2007	06.02.2014

f) **Listing** : BSE Ltd,
P J Towers, Dalal Street, Fort, Mumbai - 400001

g) **Listing Fees** : Annual Listing Fees for the year 2013-14 have been paid to BSE.

h) Stock Code

<u>Stock Exchange</u>	<u>Stock Code</u>
(BSE)	531881(GMETCOAL)

i) Depositories :

a) National Securities Depository Ltd.

Trade World, Kamala Mills Compound, Lower Parel, Mumbai - 400013

b) Central Depository Services (India) Ltd.

P J Towers, 16th Floor, Dalal Street, Fort, Mumbai – 400001

The Company has paid the Annual Custodian Fees to both the Depositories for the year 2013-2014. ISIN of Equity Shares : INE146F01020

j) Market Price Data:

The Market Price of the Equity Shares of the Company during year ended on 30th September, 2013 is given below :

Months	BSE	
	High (Rs.)	Low (Rs.)
October 2012	34.90	29.15
November 2012	31.90	26.65
December 2012	30.85	25.35
January 2013	32.10	23.75
February 2013	25.90	19.20
March 2013	29.40	18.75
April 2013	34.10	22.00
May 2013	24.15	20.20
June 2013	24.80	15.70
July 2013	18.75	15.00
August 2013	20.25	16.05
September 2013	21.20	15.30

k) Share Price/Sensex Performance :

Financial period	30.09.2012	30.09.2013	% Change
BSE Sensex (Closing)	18762	19379	3
Share price (Closing)	32.80	19	-42

Note : The above data have been taken from website of the Bombay Stock Exchange Ltd

l) Registrar and Share Transfer Agent :

Niche Technologies Pvt. Ltd.

D-511, Bagree Market,

71, BRB Basu Road,

Kolkata - 700001

Phones : +91-33-22357270/7271

Fax : +91-33-22156823

E-Mail : nichetechpl@nichetechpl.com

m) Share Transfer System:

Shares sent for transfer in physical form are registered and returned by our Registrars and share transfer agents in about 15 to 20 days of receipt of the documents, provided the documents are found in order. Shares under objection are returned within two weeks. The RTA of the Company periodically receives from the Depository, the beneficial holding so as to enable them to update their records and to send all corporate communications to the beneficial owners of the shares. The share transfer committee considers the transfer proposal as and when required depending upon the requirements.

n) Shareholding Pattern as on 30th September, 2013

Category	No. of Shares	% of Holding
Promoters & Promoter Group	683303	34.50
Financial Institution, Banks, Mutual Funds etc.	Nil	Nil
FIs	Nil	Nil
Indian public (incl.bodies Corporate)	1249930	65.10
NRI/OCBs	15002	0.76
Clearing Members & others	32423	1.64
Total	1980658	100.00

o) Distribution of Shareholding as on 30th September 2013 :

Shareholding Range	No. of Shareholders	% of Shareholders	No. of Shares held	% of Shareholding
1 – 500	6613	95.59	471068	23.78
501 – 1000	162	2.34	120518	6.08
1001 – 5000	113	1.63	205751	10.39
5001 – 10000	12	0.17	76342	3.86
10001 – 50000	10	0.15	207071	10.46
50001 – 100000	4	0.06	299477	15.12
100001 and above	4	0.06	600431	30.31
Total	6918	100.00	1980658	100.00

p) Dematerialization of Shares and Liquidity :

1977101 equity shares constituting 99.82% of the Share capital has been held in dematerialized form as on 30th September, 2013. The Equity Shares of Company are actively traded at the Bombay Stock Exchange Ltd.

- q) **Outstanding GDRs/ADRs/Warrants or any Convertible instruments, Conversion date and likely impact on equity** : Nil
- r) **Address for correspondence** :
Gujarat Metallic Coal & Coke Limited
15, Ganesh Chandra Avenue
2nd Floor, Kolkata - 700013
Tel : (033) 22368504, Fax: (033) 22118014
Email: info@gujaratmetallic.com
Website : www.gujaratmetallic.com
- s) **Address of Subsidiary**
1. Happy Mining Pty Ltd.
96, Cahors Road, Padstow, NSW 2211, Australia
 2. Avondale Resources Pty Ltd
96, Cahors Road, Padstow, NSW 2211, Australia
- t) Any query on Financial statement and Company's performance etc. may be sent to investor@gujaratmetallic.com or addressed to the Company.

9. AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

The auditor Certificate on corporate governance as required by clause 49 of the listing agreement is annexed to this report.

For and on behalf of the Board

Place : Kolkata
Dated : 29th November, 2013

Dinesh Chandra Bajoria
Chairman & Managing Director

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

Annual Report 2012-13

To the Members of Gujarat Metallic Coal & Coke Ltd

We have examined the compliance of conditions of Corporate Governance by Gujarat Metallic Coal & Coke Ltd, (hereinafter referred to as the Company), for the year ended on 30th September, 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

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

In our opinion and to the best of our information and according to the explanations given to us, and the representation made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the clause 49 of the above-mentioned Listing Agreement.

As required by the guidance note issued by the Institute of Chartered Accountants of India, we have to state that as per record maintained by the Company and produced for our examination, there was no Investors' complaints remaining pending as at 30th September, 2013.

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

For **N C Banerjee & Co.**
Chartered Accountants
Firm Regn. No. 302081E

A. Paul
Partner

Place : Kolkata

Dated : 29th November, 2013

Membership No. 06490

MANAGING DIRECTOR (CEO) & CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION Gujarat Metallic Coal & Coke Limited

I, Dinesh Chandra Bajoria, Managing Director and Chief Financial Officer of Gujarat Metallic Coal & Coke Limited, to the best of my knowledge and belief, certify that:

- 1) I have reviewed the balance sheet as at 30th September, 2013 and Profit & Loss Account, and all its notes on accounts, as well as the cash flow statement and the Director's Report for the year ended on that date.
- 2) Based on our knowledge and information, these statements do not contain any untrue statement of a material fact or omit to state a material fact or does not contain any statements that might be misleading.
- 3) Based on our knowledge and information, the financial statements, and other financial information included in this report, present in all material respects, a true and fair view of the company's affairs, the financial condition, results of operations and cash flows of the Company as of, and for, the year presented in this report and are in compliance with the existing accounting standards and/or applicable laws and regulations.
- 4) To the best of our knowledge and belief, no transactions entered into by the company during the aforesaid year are fraudulent, illegal or volatile of the company's code of conduct.
- 5) I am responsible for establishing and maintaining disclosure controls and procedures and internal controls over financial reporting for the company, and I have
 - i. Evaluated the effectiveness of the company's disclosure, controls and procedures over financial reporting; and
 - ii. Disclosed in this report any change in Company's internal control over financial reporting that occurred during the company's most recent accounting period that may have materially affected, or is reasonably likely to affect, its internal control over financial reporting.
- 6) I have disclosed based on our most recent evaluation, wherever applicable, to the Company's auditors and the audit committee of the Board of Directors -
 - i. all deficiencies in the design or operation of internal controls, which could adversely affect the Company's ability to record, process, summarize and report financial data and have identified for the company's auditors, any material weakness in internal control over financial reporting including any corrective actions with regard to such deficiencies, if any;
 - iii. all significant changes in internal controls during the year covered by this report, if any;
 - iv. all significant changes in accounting policies during the year, if any and that the same have been disclosed in the notes to the financial statements;
 - v. no instances of significant fraud of which I am aware, involving management or other employees who have significant role in the company's internal controls.
- 7) I further declare that all board members and senior management personnel have affirmed compliance with the code of conduct during the year under review.

Place : Kolkata
Dated : 29th November, 2013

Dinesh Chandra Bajoria
Chairman & Managing Director
(Also as Chief Financial Officer)

The Company is engaged in trading of coal and coke. Metallurgical Coke, being a derivative of coking coal is the main source of heat and is also the reducing agent required to facilitate the conversion of metallurgical ores into metal during the smelting process. Coke is mainly consumed in Steel industry, Cement industry, furnaces for small castings and gas producers among others.

OPPORTUNITIES & THREATS

Thrust on development of infrastructure and manufacturing has helped steel demand in the country to grow in the long run. These, in turn will cause steel demand to increase. Coking Coal and Iron Ore are prime ingredients for production of steel. Hence, it can be understood that the demand for coking coal is due to increase further in the coming years.

Coke is also extensively used in the Foundries, Ferro Alloys, Steel and Chemicals industries. The Company foresees good scope in coke business.

Global Demand for coking coal is expected to increase over the next five years at a CAGR of 3.6 percent which further provides an excellent opportunity for the Company to grow further.

Although, fluctuation in demand in global steel industry or increase in use of other mode of steel Industry ie. Electric ARC furnace by steel industry might act as a threat to the met coke Industry.

RISKS & CONCERNS

The most important risk factors that affect the coke industry is that it is positively correlated with steel industry. The prospect of your Company is expected to be brighter due to economic and industrial growth in the country, since the demand of steel would increase. The adverse market conditions like global recession, eurozone crisis and severe competition from old and established players are the main concerns of the Company.

OUTLOOK

Though the current outlook of coke industry is weak due to weak economic environment, the demand of coke in the year to come is expected to increase due to continuing Industrialization and growth in the steel sector in the country. The biggest opportunity lies in the growing middle class in India and its burgeoning demand.

HUMAN RESOURCES

During the year, the Company maintained harmonious and cordial relations with its employees. The Company has taken steps to create a sense of belongingness in the minds of the employees, which in turn initiates them to give their maximum contribution while gearing them to face the challenges in the competitive business environment and to achieve the desired goals.

INTERNAL CONTROL SYSTEMS

The Company has developed adequate internal control system commensurate to its size and business. The report of Internal auditors are submitted to the Management and Audit Committee, which further review the adequacy of the Internal Control System. The Internal control system are supplemented by an extensive programme of internal audits, review by management, guidelines and procedures.

DISCUSSION ON FINANCIAL PERFORMANCE

The financial performance has been discussed in the Directors' report.

CAUTIONARY STATEMENT

The report may contain statements that the Company believes are or may be considered to be "forward looking statement" that describes our objectives, plan or goals. All these forward looking statements are subject to certain risks and uncertainties including but not limited to Government action, economic development, risks inherent in the Company's growth strategy and other factors that could cause the actual results to differ materially from those contemplated by the relevant forward looking statements.

To the members of Gujarat Metallic Coal & Coke Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Gujarat Metallic Coal & Coke Limited ("the Company"), which comprise the Balance Sheet as at September 30, 2013, and the Statement of Profit and Loss and 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

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

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 September 30, 2013;
- b) in the case of the Statement of Profit and Loss, of the profit 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, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on September 30, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on September 30, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For **N. C. Banerjee & Co.**
Chartered Accountants
Firm Regn. No. 302081E
A. Paul
Partner
Membership No.06490

Place : Kolkata
Dated : 29th November, 2013

Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date to the members of Gujarat Metallic Coal & Coke limited for the year ended September 30, 2013.

- (I) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- (b) The fixed assets have been physically verified by the management during the year in a phased manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) During the year the Company has not disposed off any of its fixed assets.
- (II) (a) The inventories have been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory and discrepancies noticed on physical verification as compared to book records were not material and have been properly dealt with in the books of account.
- (III) The Company has neither granted nor taken any loans, secured or unsecured to or from companies, firms or other parties except current account transactions covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clauses (a),(b), (c),(d),(e),(f) & (g) of clause (iii) of paragraph 4 of the Order are not applicable to the Company.
- (IV) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in the aforesaid internal control system.
- (V) (a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements that need to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) According to the information and explanations given to us, we are of the opinion that the transactions made in pursuance of such contracts or arrangements and exceeding the value of Rs.5 lacs in respect of each party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (VI) The Company has not accepted any deposits from the public within the meaning of section 58A and 58AA of the Companies Act, 1956
- (VII) As explained to us, the Company has an adequate internal audit system commensurate with the size of the Company and the nature of its business.
- (VIII) According to the information and explanation given to us, maintenance of cost records have not been prescribed by the Central Government under Section 209 (1) (d) of the Companies Act, 1956 for the business carried on by the Company.
- (IX) (a) According to the information and explanations given to us and on the basis of our examination of the books of account, in our opinion the Company has been generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Investor Education and Protection Fund, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues to the extent applicable to it. There is no undisputed amounts payable as at 30th September, 2013 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there were no dues in respect of income tax, sales tax, wealth tax, service tax, custom duty and excise duty and cess that have not been deposited with the appropriate authorities on account of any dispute other than those as mentioned here-in-below :

Name of the statute	Nature of dues	Amount (Rs. in '000)	Period to which the amount relates	Forum where the dispute is pending
I.Tax Act, 1961	Income Tax	263	FY:2005-06	CIT (Appeals)
I.Tax Act, 1961	Income Tax	7	FY:2004-05	DC Circle-2

- (X) The Company has no accumulated losses as at 30th September, 2013 and the Company has not incurred cash losses in the financial year covered by our audit report and in the immediately preceding financial period.
- (XI) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
- (XII) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (XIII) In our opinion and according to the information and explanations given to us, the Company is not a chit fund or a nidhi / mutual benefit fund /society.
- (XIV) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of the transactions and contracts in respect of dealing or trading in shares, securities, debentures and other investments and timely entries have been made therein. The shares, securities, debentures and other investments have been held by the Company in its own name.
- (XV) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (XVI) According to the information and explanations given to us, the Company has not taken any term loan during the year under review.
- (XVII) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we are of opinion that no funds raised on short term basis have been used for long term investment.
- (XVIII) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (XIX) During the year covered by our audit report, the Company has not issued any debenture.
- (XX) During the year covered by our audit report, the Company has not raised any money by way of public issue.
- (XXI) Based on the audit procedures and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For **N. C. Banerjee & Co.**
Chartered Accountants
Firm Regn. No.302081E
A. Paul
Partner
Membership No.06490

Place : Kolkata
Date : 29th November, 2013

BALANCE SHEET

as at 30th September, 2013

Gujarat Metallic Coal & Coke Limited

		(₹ in '000)	
	<u>Notes</u>	<u>As at 30th September, 2013</u>	<u>As at 30th September, 2012</u>
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	198,066	198,066
Reserves & Surplus	3	9,748	7,324
		207,814	205,390
Non-Current Liabilities			
Deferred Tax Liabilities (Net)	4	233	239
Long Term Provisions	5	120	89
		353	328
Current Liabilities			
Short Term Borrowings	6	75,947	954
Trade Payables	7	4,561,109	1,864,888
Other Current Liabilities	8	10,055	9,932
		4,647,111	1,875,774
TOTAL		4,855,278	2,081,492
ASSETS			
Non-Current Assets			
Tangible Fixed Assets	9	752	779
Non-Current Investment	10	512,000	618,904
Long Term Loans and Advances	11	195	202
		512,947	619,885
Current Assets			
Inventories	12	153,177	332,942
Trade Receivables	13	2,990,577	317,759
Cash and Cash Equivalents	14	7,281	6,040
Short Term Loans and Advances	15	1,191,296	804,866
		4,342,331	1,461,607
TOTAL		4,855,278	2,081,492

Significant Accounting Policies
& Notes to Financial Statements

1 to 32

As per our attached report of even date

For **N. C. Banerjee & Co.**Chartered Accountants
Firm Regn. No. 302081E**A. Paul**

Partner

Membership No. 06490

Place : Kolkata

Date : 29th November, 2013

For and on behalf of the Board of Directors

Gopal Sharma
(Company Secretary)**S. R. Sarker**
(Director)**D. C. Bajoria**
(Chairman & Mg. Director)

STATEMENT OF PROFIT & LOSS
for the year ended 30th September, 2013

Annual Report 2012-13

		(₹ in '000)	
	<u>Notes</u>	<u>Year ended 30th September, 2013</u>	<u>Period ended 30th September, 2012</u>
INCOME			
Revenue from Operations	16	4,039,677	1,173,503
Other Income	17	71,877	843
		<u>4,111,554</u>	<u>1,174,346</u>
EXPENDITURE			
Purchases of Stock-in-Trade		3,901,048	940,635
Changes in Inventories of Stock-in-Trade	18	179,765	188,619
Employee Benefits Expense	19	1,140	1,213
Finance Costs	20	25,343	35,588
Depreciation	9	20	47
Other Expenses	21	1,821	4,538
		<u>4,109,137</u>	<u>1,170,640</u>
Profit before Tax		2,417	3,706
Tax Expenses			
Current Tax (Minimum Alternate Tax)		461	717
Deferred Tax		(7)	(6)
MAT Credit Entitlement		(461)	(717)
Profit after Tax		<u>2,424</u>	<u>3,712</u>
Basic & Diluted Earnings per Equity Share (in ₹)	22	1.22	1.87
[Face value - ₹ 100/- per share]			
Significant Accounting Policies			
& Notes to Financial Statements			
	1 to 32		

As per our attached report of even date

For **N. C. Banerjee & Co.**

Chartered Accountants

Firm Regn. No. 302081E

A. Paul

Partner

Membership No. 06490

Place : Kolkata

Date : 29th November, 2013

For and on behalf of the Board of Directors

Gopal Sharma
(Company Secretary)

S. R. Sarker
(Director)

D. C. Bajoria
(Chairman & Mg. Director)

CASH FLOW STATEMENT

Gujarat Metallic Coal & Coke Limited

for the year ended 30th September, 2013

	(₹ in '000)	
	Year ended 30th September, 2013	Period ended 30th September, 2012
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax	2,417	3,706
Adjustments for :		
Depreciation/Amortisation	27	47
Interest Expenses	25,343	35,588
Profit on sale of Investments	(70,407)	-
Interest Income	(847)	(843)
Operating Profit before working Capital Changes	(43,467)	38,498
Adjustment for :		
(Increase)/Decrease in Inventories	179,765	188,619
(Increase)/Decrease in Trade & Other Receivables	(3,057,710)	(462,530)
Increase/(Decrease) in Trade & Other Payables	2,696,375	567,229
Cash generated from operations	(225,037)	331,816
Direct Taxes Paid / Refunds	(1,531)	(19,405)
Net cash flow from Operating Activities	(226,568)	312,411
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Sale of Investments	177,312	-
Purchase of Investments	-	(275,598)
Interest Received	847	843
Net cash flow from Investing Activities	178,159	(274,755)
C. CASH FLOWS FROM FINANCING ACTIVITIES :		
Increase in Short Term Borrowings	74,993	954
Interest Paid	(25,343)	(35,588)
Net cash flow from Financing Activities	49,650	(34,634)
Net Increase/ (Decrease) in Cash & Cash Equivalents	1,241	3,022
Opening Balance of Cash & Cash Equivalents	6,040	3,018
Closing Balance of Cash & Cash Equivalents	7,281	6,040

As per our attached report of even date

For **N. C. Banerjee & Co.**

Chartered Accountants

Firm Regn. No. 302081E

A. Paul

Partner

Membership No. 06490

Place : Kolkata

Date : 29th November, 2013

For and on behalf of the Board of Directors

Gopal Sharma
(Company Secretary)**S. R. Sarker**
(Director)**D. C. Bajoria**
(Chairman & Mg. Director)

NOTE - 1 : SIGNIFICANT ACCOUNTING POLICIES**i) Accounting Conventions :**

The financial statements are prepared under historical cost conventions and as a going concern basis following the accrual basis of accounting and in accordance with the Generally Accepted Accounting Principles (GAAP) in India and in compliance with the provisions of the Companies Act, 1956.

ii) Use of Estimates :

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of revenues and expenses during the reporting period and the reported amount of assets and liabilities and disclosure of contingent liabilities as on the date of the financial statements. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

iii) Fixed Assets :

Fixed assets are stated at cost less accumulated depreciation and impairment loss, if any. The cost of fixed assets comprises its purchase price, cost of construction, cost of borrowings and other cost directly attributable to bring the assets at its working conditions and location for its intended use.

iv) Depreciation :

Depreciation on fixed assets is provided on straight-line method (SLM) at the rates and in the manner prescribed in Schedule XIV of the companies Act, 1956.

v) Investments :

Long term Investments are stated at cost. Provision is made when diminution in the value of such investments is considered permanent in nature. Current Investments are valued at lower of cost and market/fair value.

vi) Inventories :

Inventories are valued at cost or net realizable value, whichever is lower. Cost includes cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and conditions. Cost is determined on FIFO basis. Any shortage / surplus found on physical verification of inventories are adjusted in the accounts as found appropriate.

vii) Revenue Recognition :

Revenue is recognized to the extent, it is probable that the economic benefits will flow to the Company and it can be reliably measured. Dividend Income is recognized when right to receive the payment is established. Interest Income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

viii) Foreign Exchange Transactions :

Transactions involving foreign exchange are normally recorded at the exchange rates prevailing on the date of the transaction. Exchange differences arising on settlement of transactions or on reporting monetary items of the Company at the rate different from those at which they were initially recorded

during the period, or reported in previous financial statement, are recognized as income or expenses in the period in which they arise except in case where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

ix) Taxation :

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred Tax resulting from timing difference between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred Tax asset is recognized only if there is a reasonable/virtual certainty that the same will be realized and are reviewed for the appropriateness of its carrying values at each balance sheet date.

Tax on Distributed Profit is provided in accordance with the provision of Section 115-O of the Income Tax Act, 1961 and guidance note on 'Accounting for Corporate Dividend Tax'.

x) Employee's short term & Post employment benefits :

Employee benefits of short-term nature are recognized as expense as and when it accrues. Post employment benefits are recognized as expenses on accrual basis at year end as per actuarial confirmation.

xi) Amortisation :

Preliminary and share/debenture issue expenses are amortized over the period of five years.

xii) Impairment of assets :

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to assess whether there is any indication of any asset being impaired. An asset is treated as impaired when the carrying value of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the period in which an asset is identified as impaired. The impairment loss, if any, in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

xiii) Earning per share (EPS) :

The basic earning per share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earning per share, net profit after tax for the period and the weighted average number of shares outstanding during the year are adjusted with the effects of all dilutive potential equity shares. The dilutive potential equity shares are deemed converted as at the beginning of the year, unless they have been issued at a later date.

xiv) Prior Period Adjustments, Extra-ordinary Items and Changes in Accounting Policies :

Prior period adjustments, extraordinary items and changes in accounting policies, if any having material impact on the financial affairs of the Company is adequately disclosed.

xv) Provisions, Contingent Liabilities & Contingent Assets :

Provision is made when there is present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Contingent Liabilities are not recognized but are disclosed by way of notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

	(₹ in '000)	
	As at 30th September, 2013	As at 30th September, 2012

NOTE – 2 : SHARE CAPITAL**Authorised :**

20,00,000 (Previous period 20,00,000)

Equity Shares of ₹ 100/- each

200,000200,000**Issued Subscribed & Paid-up :**

19,80,658 (Previous year 19,80,658)

Equity Shares of ₹ 100/- each fully paid-up

198,066

198,066

198,066198,066

2.1 The reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year :

Equity Shares at the beginning of the year

1,980,6581,980,658

Equity Shares at the end of the year

1,980,6581,980,658

2.2 The details of shareholders holding more than 5% shares in the Company :

Name of Shareholders	As at 30th September, 2013		As at 30th September, 2012	
	No of Shares	% held	No of Shares	% held
Ruchika Trade Link Pvt. Ltd.	217,237	10.97	217,237	10.97
Gaurav Vinimay Pvt. Ltd.	152,108	7.68	152,108	7.68
Arvind Bajoria	117,126	5.91	117,126	5.91
Dinesh Chandra Bajoria	113,960	5.75	113,960	5.75

2.3 10,24,368 (Previous period 10,24,368) Shares out of issued, subscribed and paid up share capital were issued in last five years pursuant to the scheme of amalgamation without payment being received in cash.

	As at 30th September, 2013	As at 30th September, 2012
--	-------------------------------	-------------------------------

NOTE – 3 : RESERVES AND SURPLUS**Capital Reserves**

As per last Balance Sheet

1,490

1,490

Surplus in Statement of Profit & Loss

As per last Balance Sheet

5,834

12,913

Add: Profit/(Loss) for the year

2,424

3,712

Less: Tax for earlier years

–

10,791

8,2585,834**TOTAL**9,7487,324

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Gujarat Metallic Coal & Coke Limited

	(₹ in '000)	
	As at 30th September, 2013	As at 30th September, 2012
NOTE – 4 : DEFERRED TAX LIABILITIES (NET)		
Deferred Tax Liabilities		
On account of Depreciation on Fixed Assets	233	239
	<u>233</u>	<u>239</u>
NOTE – 5 : LONG TERM PROVISIONS		
Provision for Gratuity	85	59
Provision for Leave Encashment	35	30
	<u>120</u>	<u>89</u>
NOTE – 6 : SHORT TERM BORROWINGS		
Secured		
Loan Repayable on Demand from Bank	1,007	954
Bill Discounting Credit Facilities from Bank	74,940	–
	<u>75,947</u>	<u>954</u>
6.1	Loan repayable on demand from Bank of Baroda is secured by way of lien against term deposits with bank.	
6.2	Bill Discounting Credit Facilities from Lakshmi Vilas Bank Ltd. are secured by following securities :	
	- Secured by exclusive charge on hypothecation on Stocks, Book-debts & other current assets of the Company, both present and future.	
	- Personal guarantee of Mr. Dinesh Chandra Bajoria, Chairman & Managing Director of the Company.	
NOTE – 7 : TRADE PAYABLES		
For Goods	4,560,831	1,864,606
For Others	278	282
	<u>4,561,109</u>	<u>1,864,888</u>
The Company has not received any intimation from suppliers regarding their status under the "Micro, Small and Medium Enterprises (Development) Act, 2006 and hence Disclosure relating to amount unpaid as at year end together with interest paid/payable under the said Act have not been given.		
NOTE – 8 : OTHER CURRENT LIABILITIES		
Advances from Customers	–	1,366
Unclaimed Dividends	13	13
Other Payables	10,042	8,553
	<u>10,055</u>	<u>9,932</u>

(₹ in '000)

NOTE – 9 : TANGIBLE FIXED ASSETS

Particulars of Assets	Gross Block			Depreciation			Net Block		
	As on 01.10.2012	Addition/ Adjustment	As on 30.09.2013	As on 01.10.2012	For the Year	Adjustment for Impairment	As on 30.09.2013	As on 30.09.2013	As on 30.06.2012
Building	718	–	718	53	12	–	65	653	665
Office Equipments	140	–	140	76	7	–	83	57	64
Computer	218	(218)	–	211	–	(211)	–	–	7
Furniture & Fixtures	26	–	26	20	1	–	21	5	6
Vehicles	734	–	734	697	–	–	697	37	37
TOTAL	1,836	(218)	1,618	1,057	20	(211)	866	752	779
Previous period	1,836	–	1,836	1,010	47	–	1,057	779	826

Particulars	Face Value (₹)	No. of Shares*	As at 30th September, 2013	As at 30th September, 2012
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NOTE – 10 : NON-CURRENT INVESTMENTS**Long term, Non Trade****Quoted Equity Shares, Fully paid-up**

Arvind International Ltd.	10	477,250 (477,250)	6,458	6,458
			<u>6,458</u>	<u>6,458</u>

Unquoted Equity Shares, Fully Paid-up**In Wholly owned Foreign Subsidiary**

Happy Mining Pty Ltd.	N.A	9,800,000 (13,000,000)	380,202	487,106
-----------------------	-----	---------------------------	---------	---------

In Others

Kaizen Organics Pvt Ltd.	10	33,750 (33,750)	1,150	1,150
Aparna Polyflex Pvt Ltd.	10	9980 (9,980)	100	100
Arvind Coir Foam Pvt Ltd.	10	404,500 (4,04,500)	6,045	6,045
Shri Brishab Sinha Construction Pvt Ltd	10	9,000 (9,000)	360	360
Narottamka Commodities Pvt Ltd.	10,000	515 (515)	1,030	1,030
Satellite Mercantiles Pvt Ltd.	10	353,500 (353,500)	116,655	116,655

* Previous period figure are in bracket.

TOTAL

			<u>505,542</u>	<u>612,446</u>
TOTAL			512,000	618,904
Aggregate Book Value of Quoted Investments			6,458	6,458
Aggregate Market Value of Quoted Investments			3,293	7,316
Aggregate Book Value of Unquoted Investments			505,542	612,446

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Gujarat Metallic Coal & Coke Limited

	(₹ in '000)	
	As at 30th September, 2013	As at 30th September, 2012
NOTE – 11 : LONG TERM LOANS AND ADVANCES		
(Unsecured, Considered good)		
Deposits with Government and Other authorities	195	202
	195	202
NOTE – 12 : INVENTORIES		
Stock-in-Trade [Refer Note No.1(vi)]	153,177	332,942
	153,177	332,942
NOTE – 13 : TRADE RECEIVABLE*		
(Unsecured, Considered good)		
Debts outstanding for a period exceeding six months	2,507,158	233,497
Other Debts	483,419	84,262
	2,990,577	317,759
* Refer Note No.23		
NOTE – 14 : CASH & CASH EQUIVALENTS		
Balance with Banks :		
in Current Accounts	4,270	1,288
in Dividend Accounts	13	13
in Term Deposit Accounts	1,270	1,160
Cash on hand	1,728	3,579
	7,281	6,040
NOTE – 15 : SHORT TERM LOANS AND ADVANCES		
(Unsecured, Considered good)		
Loans and Advances :		
- to Related parties*	7,043	7,043
- to Others	1,169,995	778,165
Advance Tax & Tax Deducted at Source (Net)	10,449	9,378
MAT Credit Entitlement	1,950	1,490
Taxes and Duties recoverable /adjustable	1,859	8,790
	1,191,296	804,866
* Refer Note No.23		

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Annual Report 2012-13

	(₹ in '000)	
	Year ended 30th September, 2013	Period ended 30th September, 2012
NOTE – 16 : REVENUE FROM OPERATIONS		
Sale of Coal & Coke	4,039,677	1,114,237
Sale of Cloths	–	48,761
Others	–	10,505
	<u>4,039,677</u>	<u>1,173,503</u>
NOTE – 17 : OTHER INCOME		
Interest Income (TDS - ₹ 85 thousand, Previous period ₹ 84 thousand)	847	843
Profit on sale of Long term non trade Investments	70,407	–
Gain on Foreign Exchange Fluctuation	392	–
Sundry Balances Written Back (Net)	231	–
	<u>71,877</u>	<u>843</u>
NOTE – 18 : CHANGES IN INVENTORIES OF STOCK-IN-TRADE		
Closing Stocks	153,177	332,942
Less: Opening Stocks	332,942	521,561
	<u>(179,765)</u>	<u>(188,619)</u>
NOTE – 19 : EMPLOYEE BENEFITS EXPENSE		
Salaries and Bonus	1,114	1,195
Provision / Payment for Gratuity	26	18
	<u>1,140</u>	<u>1,213</u>
NOTE – 20 : FINANCE COSTS		
Interest Expenses	25,343	35,588
	<u>25,343</u>	<u>35,588</u>

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Gujarat Metallic Coal & Coke Limited

	(₹ in '000)	
	Year ended 30th September, 2013	Period ended 30th September, 2012
NOTE – 21 : OTHER EXPENSES		
Rent	161	195
Rates & Taxes	121	672
Insurance Expenses	31	52
Advertisement Expenses	145	135
Carriage out-ward Expenses	–	800
Labour /Screening Charges	406	1,985
Professional & Service Charges	21	316
Communication Expenses	82	188
Travelling & Conveyance	205	26
Miscellaneous Expenses	606	133
Loss on Impairment of fixed Assets	7	–
Auditors Remuneration		
- For Audit Fees	28	28
- For Tax Audit Fees	8	8
	1,821	4,538

NOTE – 22 : EARNINGS PER SHARE

Net Profit as per Statement of Profit and Loss (₹ in'000)	2,424	3,712
Weighted average number of equity shares outstanding during the year	1,980,658	1,980,658
Basic and Diluted Earning per share (in ₹)	1.22	1.87

NOTE – 23 : RALATED PARTY DISCLOSURES

As per Accounting Standard (AS-18) issued by the Institute of Chartered Accountants of India are given below:

23.1 List of Related parties where contol exists and related parties with whome transactions have taken place and relationship :

Name of Related party	Relationship
Happy Mining Pty Ltd.	Subsidiary
Avondale Resources Pty Ltd.	Sub-Subsidiary
Mr.Dinesh Chandra Bajoria	
-Chairman & Mg.Director	Key management personnel
Mrs.Kanta Bajoria	Relative of key management personnel
Mr.Ramesh Chandra Bajoria	Relative of key management personnel
Aparna Polyflex Pvt Ltd.	Enterprises in which key management personnel has significant influence
Ruchika Tradelink Pvt Ltd.	Enterprises in which key management personnel has significant influence
Arvind Industries	Enterprises in which key management personnel has significant influence

	(₹ in '000)	
	Year ended 30th September, 2013	Period ended 30th September, 2012
23.2 Transactions with Related Parties :		
(i) Sales of Goods		
Enterprises in which key management personnel has significant influence	1,004,591	699,769
(ii) Purchases of Goods		
Enterprises in which key management personnel has significant influence	525,332	980,875
(iii) Investments /(Remittance on Capital Reduction)		
Subsidiary	177,312	153,030
(iv) Advances given/(Refunded)		
Enterprises in which key management personnel has significant influence	–	5
(v) Advances Received/(Refunded)		
Key management personnel	–	(25)
Relative of key management personnel	–	(1,070)
23.3 Amounts due from Related Parties :		
Enterprises in which key management personnel has significant influence		
- Included in Sundry debtors	498,830	169,435
- Included in Loans & Advances	7,028	7,028
Relative of key management personnel		
- Included in Loans & Advances	15	15
24 CONTINGENT LIABILITIES AND COMMITMENTS		
Disputed dues involved in two income tax demands under appeal - ₹ 270 thousand (Previous period - ₹ 270 thousand). The management is of view that the outcome of the appeal would be favourable to the Company, hence no provision has been made against these income tax demands.		
	Year ended 30th September, 2013	Period ended 30th September, 2012
25.1 Earning in Foreign Currency		
F.O.B Value of Exports	–	10,450
Profit arising on reduction of Investment in subsidiary	70,408	–
25.2 Expenditure in Foreign Currency		
Travelling Exp.	160	–
25.3 Remittances in Foreign Currency		
Investment in Subsidiary	–	153,030

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Gujarat Metallic Coal & Coke Limited

- 26** Since the Company has only two employees, the accrued liability for employees' retirement benefits viz. gratuity and leave encashment at the end of the financial year has been determined by the Company on a rational basis. The estimated provision has been confirmed by the actuary.
- 27** Bill discounting credit facilities availed by the Company from Lakshmi Vilas Bank Ltd. of ₹ 7.50 Crores could not be paid by the Company on its due date due to financial stress.
- 28** The indicators of impairment listed in paragraph 8 to 10 of Accounting Standard (AS-28) "Impairment of Assets" issued by the ICAI have been examined by the management and on such examination it has been found that none of the indicators are present in case of the Company's assets. A formal estimate of the recoverable amount has not been made, as there is no indication of a potential impairment loss.
- 29** In the opinion of the Board of Directors and to the best of their knowledge and belief, the value on realisation of current assets, loans and advances in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.
- 30** There are no amounts due and outstanding to be credited to Investors Education and Protection Fund as at 30th September, 2013.
- 31** The Company is primarily engaged in the business of trading in coal and coke within India. Hence there is no reportable segment as envisaged in Accounting Standard (AS-27) issued by the Institute of Chartered Accountants of India.
- 32** Previous period's figures have been regrouped/ reclassified wherever found necessary. Previous period comprise for fifteen months and as such current year's figures are not comparable with previous period's figures.

STATEMENT PURSUANT TO GENERAL EXEMPTION UNDER SECTION 212(8) OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARY COMPANIES

Name of the Subsidiary	(₹ in '000)	
	Happy Mining Pty Ltd.	Avondale Resources Pty Ltd.
Country of Incorporation	Australia	Australia
Capital	562,520	172
Reserves	(10,731)	2782
Total Assets	552,616	3544
Total Liabilities	828	589
Details of Investment (other than investment in Subsidiary)	308	-
Turnover	254,320	-
Profit/(Loss) before Taxation	245,754	(123)
Provision for Taxation	5,993	-
Profit/ (Loss) after Taxation	239,761	(123)
Proposed Dividend	-	-
Reporting Currency	AUD	AUD
Exchange Rate	56.70	56.70

INDEPENDENT AUDITORS' REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

Annual Report 2012-13

To the Board of Directors of Gujarat Metallic Coal & Coke Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Gujarat Metallic Coal & Coke Limited ("the Company"), and its two foreign subsidiaries (together referred to as the 'Group') as at September 30, 2013, comprising of the consolidated Balance Sheet as at September 30, 2013; the consolidated Statement of Profit & Loss and consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Company in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated 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 consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards 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 disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, 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 control relevant to the Company's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the accompanying consolidated financial statements 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 September 30, 2013;
- b) in the case of the consolidated Statement of Profit and Loss, of the profit 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 Matter

We did not audit the financial statement of these two subsidiaries whose financial statements reflect total assets of Rs.55.61 crores as at March 31, 2013 and total revenue of Rs.25.43 crores and net cash outflows of Rs.1.25 crores for the year ended on that date (Refer Note No.34 of the consolidated financial statements). The financial statement of these subsidiaries have been audited by other auditors whose reports have been furnished to us, and our opinion, so far as it relates to the amounts included in respect of these subsidiaries, is based solely on the reports of other auditors.

For N.C.Banerjee & Co.
Chartered Accountants
Firm Regn. No.302081E

A Paul
Partner
Membership No.06490

Place : Kolkata
Date : 29th November, 2013

CONSOLIDATED BALANCE SHEET
as at 30th September, 2013

Gujarat Metallic Coal & Coke Limited

		(₹ in '000)	
	<u>Notes</u>	<u>As at 30th September, 2013</u>	<u>As at 30th September, 2012</u>
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	198,066	198,066
Reserves & Surplus	3	184,122	(18,776)
		382,188	179,290
Non-Current Liabilities			
Long Term Borrowings	4	–	80,628
Deferred Tax Liabilities (Net)	5	232	–
Long Term Provisions	6	120	89
		352	80,717
Current Liabilities			
Short Term Borrowings	7	75,947	954
Trade Payables	8	4,562,515	1,866,226
Other Current Liabilities	9	10,066	9,942
		4,648,528	1,877,122
TOTAL		5,031,068	2,137,129
ASSETS			
Non-Current Assets			
Tangible Fixed Assets	10	753	796
Goodwill on Consolidation		167,832	157,283
Non-Current Investment	11	140,716	394,480
Long Term Loans and Advances	12	77,377	72,527
Deferred Tax Assets (Net)	13	–	4,127
Other Non Current Assets	14	–	31
		386,678	629,244
Current Assets			
Inventories	15	153,177	332,942
Trade Receivables	16	2,990,577	317,759
Cash and Cash Equivalents	17	8,225	19,481
Short Term Loans and Advances	18	1,492,411	837,703
		4,644,390	1,507,885
TOTAL		5,031,068	2,137,129
Significant Accounting Policies & Notes to Financial Statements	1 to 35		

As per our attached report of even date

For **N. C. Banerjee & Co.**

Chartered Accountants
Firm Regn. No. 302081E

A. Paul

Partner

Membership No. 06490

Place : Kolkata

Date : 29th November, 2013

For and on behalf of the Board of Directors

Gopal Sharma
(Company Secretary)

S. R. Sarker
(Director)

D. C. Bajoria
(Chairman & Mg. Director)

CONSOLIDATED STATEMENT OF PROFIT & LOSS
for the year ended 30th September, 2013

Annual Report 2012-13

		(₹ in '000)	
	<u>Notes</u>	<u>Year ended 30th September, 2013</u>	<u>Period ended 30th September, 2012</u>
INCOME			
Revenue from Operations	19	4,039,677	1,173,503
Other Income	20	326,198	2,376
		<u>4,365,875</u>	<u>1,175,879</u>
EXPENDITURE			
Purchases of Stock-in-Trade		3,901,048	940,635
Changes in Inventories of Stock-in-Trade	21	179,765	188,619
Employee Benefits Expense	22	2,309	2,828
Finance Costs	23	30,969	45,419
Depreciation	10	36	62
Other Expenses	24	3,700	217,284
		<u>4,117,827</u>	<u>1,394,847</u>
Profit before Tax		248,048	(218,968)
Tax Expenses			
Current Tax (Minimum Alternate Tax)		1,794	717
Deferred Tax		4,653	(3,577)
MAT Credit Entitlement		(460)	(717)
Profit after Tax		<u>242,061</u>	<u>(215,391)</u>
Basic & Diluted Earnings per Equity Share (in ₹) [Face value - ₹ 100/- per share]	25	122.21	(108.75)
Significant Accounting Policies & Notes to Financial Statements	1 to 35		

As per our attached report of even date

For **N. C. Banerjee & Co.**
Chartered Accountants
Firm Regn. No. 302081E

A. Paul
Partner

Membership No. 06490

Place : Kolkata

Date : 29th November, 2013

For and on behalf of the Board of Directors

Gopal Sharma
(Company Secretary)

S. R. Sarker
(Director)

D. C. Bajoria
(Chairman & Mg. Director)

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 30th September, 2013

Gujarat Metallic Coal & Coke Limited

	(₹ in '000)	
	Year ended 30th September, 2013	Period ended 30th September, 2012
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax	248,048	(218,968)
Adjustments for :		
Depreciation/Amortisation	74	91
Interest Expenses	30,969	45,419
Provision for diminution in value of Investments	70	188,282
Net Loss/(Profit) on sale of Investments	(128,796)	22,626
Profit on sale of Oil Tenement	(195,790)	-
Interest Income	(989)	(2,376)
Operating Profit before working Capital Changes	(46,414)	35,074
Adjustment for :		
(Increase)/Decrease in Inventories	179,765	188,619
(Increase)/Decrease/ in Trade & Other Receivables	(3,332,182)	(566,163)
Increase/(Decrease) in Trade & Other Payables	2,696,443	568,344
Cash generated from operations	(502,388)	225,874
Direct Taxes Paid / Refunds	(1,790)	(19,511)
Net cash flow from Operating Activities	(504,178)	206,363
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Investments	(8,610)	(135,833)
Sale of Investments	391,101	50,280
Sale of Oil Tenement	195,790	-
Addition to Assets	(10,581)	(157,318)
Interest Received	989	2,376
Net cash flow from Investing Activities	568,689	(240,495)
C. CASH FLOWS FROM FINANCING ACTIVITIES :		
Net Proceeds to Share Capital / Reserves	(39,163)	8,558
Increase/(Decrease) in Borrowings	(5,635)	81,582
Interest Paid	(30,969)	(45,419)
Net cash flow from Financing Activities	(75,767)	44,721
Net Increase/ (Decrease) in Cash & Cash Equivalents	(11,256)	10,589
Opening Balance of Cash & Cash Equivalents	19,481	8,892
Closing Balance of Cash & Cash Equivalents	8,225	19,481

As per our attached report of even date

For **N. C. Banerjee & Co.**

Chartered Accountants

Firm Regn. No. 302081E

A. Paul

Partner

Membership No. 06490

Place : Kolkata

Date : 29th November, 2013

For and on behalf of the Board of Directors

Gopal Sharma
(Company Secretary)

S. R. Sarker
(Director)

D. C. Bajoria
(Chairman & Mg. Director)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Annual Report 2012-13

NOTE -1 : SIGNIFICANT ACCOUNTING POLICIES

i) **Accounting Conventions :**

The consolidated financial statements are prepared under historical cost conventions and as a going concern basis following the accrual basis of accounting and in accordance with the generally accepted accounting principles (GAAP) in India and in compliance with the provisions of the Companies Act, 1956.

ii) **Principles of Consolidation :**

The accounts of subsidiaries have been consolidated with the parent Company's accounts in accordance with Accounting Standard-21 on "Consolidated Financial Statements" as notified under the Companies (Accounting Standard) Rules, 2006.

Goodwill/Capital Reserve represent the difference between the cost of control in the subsidiaries over the book value of net assets at the time of acquisition of control in the subsidiaries.

Consolidated Financial Statements have been made by adding together like items of assets, liabilities, income and expenses. The inter-company transactions and unrealized profits/(losses) thereon have been eliminated.

Foreign subsidiaries are considered as non-integral foreign operation as per Accounting Standard-11, on "The effect of Changes in Foreign Exchange Rates". The financial statements of the same have been converted using the following methods:

Components of Statement of Profit & Loss except opening & closing stock have been converted using monthly average rate of the reported period.

Components of Balance Sheet have been converted using the rates at the balance sheet date, except balance of Statement of Profit & Loss. Resultant foreign exchange translation difference has been recognized as "Foreign Currency Translation Reserve".

iii) **Use of Estimates :**

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities for the period under review and disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

iv) **Fixed Assets :**

Fixed assets are stated at cost. The cost of fixed assets comprises its purchase price, cost of construction, cost of borrowings and other cost directly attributable to bring the assets at its working conditions and location for its intended use.

v) **Depreciation :**

Depreciation on fixed assets of parent Company is provided on straight-line method (SLM) at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956.

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Gujarat Metallic Coal & Coke Limited

vi) Investments :

Long term Investments are stated at cost. Provision is made when diminution in the value of such investments is considered permanent in nature. Current Investments are valued at lower of cost and market/fair value.

vii) Inventories :

Inventories are valued at cost or net realizable value, whichever is lower. Cost includes cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and conditions. Cost is determined on FIFO basis. Any shortage / surplus found on physical verification of inventories are adjusted in the accounts as found appropriate.

viii) Revenue Recognition :

Revenue is recognized to the extent, it is probable that the economic benefits will flow to the Company and it can be reliably measured. Dividend Income is recognized when right to receive the payment is established. Interest Income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

ix) Foreign Exchange Transactions :

Transactions involving foreign exchange are normally recorded at the exchange rates prevailing on the date of the transactions. Exchange differences arising on settlement of transactions or on reporting monetary items of the Company at the rate different from those at which they were initially recorded during the period, or reported in previous financial statement, are recognized as income or expenses in the period in which they arise except in case where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

x) Taxes on Income :

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred Tax, resulting from timing difference between taxable and accounting income, is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred Tax assets are recognized only when there is a reasonable certainty that the same will be realized and are reviewed for the appropriateness of their carrying values at each balance sheet date.

Tax on Distributed Profit Payable is in accordance with the provision of Section 115-O of the Income Tax Act, 1961 and in accordance with the guidance note on 'Accounting for Corporate Dividend Tax'.

Foreign subsidiaries recognize tax liabilities and assets as per their local regulations & laws.

xi) Employee's short term & Post employment benefits:

Employee benefits of short-term nature are recognized as expense as and when it accrues. Post employment benefits are recognized as expenses on accrual basis at year end as per actuarial confirmation.

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Annual Report 2012-13

xii) Miscellaneous Expenditure :

Preliminary and share/debenture issue expenses are amortized over a period of five years.

xiii) Impairment of assets :

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to assess whether there is any indication of any asset being impaired. An asset is treated as impaired when the carrying value of asset exceeds its recoverable value. An impairment loss is charged to Statement of Profit and Loss in the period in which an asset is identified as impaired. The impairment loss, if any, in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

xiv) Earning per share (EPS) :

The basic earning per share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earning per share, net profit after tax for the year and the weighted average number of shares outstanding during the year are adjusted with the effects of all dilutive potential equity shares. The dilutive potential equity shares are deemed to have been converted as at the beginning of the year, unless they have been issued at a later date.

xv) Prior Period Adjustments, Extra-ordinary Items and Changes in Accounting Policies :

Prior period adjustments, extraordinary items and changes in accounting policies, if any having material impact on the current financial affairs of the Company is disclosed.

xvi) Provisions, Contingent Liabilities & Contingent Assets :

Provision is made when there is a legal or constructive obligation as a result of past event and it is possible that a future sacrifice of economic benefits will be required to settle the obligation. Contingent Liabilities are not recognized but are disclosed by way of notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Gujarat Metallic Coal & Coke Limited

	(₹ in '000)			
	As at 30th September, 2013	As at 30th September, 2012		
NOTE – 2 : SHARE CAPITAL				
Authorised :				
20,00,000 (Previous period 20,00,000) Equity Shares of ₹ 100/- each	<u>200,000</u>	<u>200,000</u>		
Issued Subscribed & Paid-up :				
19,80,658 (Previous period 19,80,658) Equity Shares of ₹ 100/- each fully paid-up	198,066	198,066		
	<u>198,066</u>	<u>198,066</u>		
2.1 The reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year :				
Equity Shares at the beginning of the year	1,980,658	1,980,658		
Equity Shares at the end of the year	<u>1,980,658</u>	<u>1,980,658</u>		
2.2 The details of shareholders holding more than 5% shares in the Company :				
Name of Shareholders	As at 30th September, 2013		As at 30th September, 2012	
	No of Shares	% held	No of Shares	% held
Ruchika Trade Link Pvt. Ltd.	217,237	10.97	217,237	10.97
Gaurav Vinimay Pvt. Ltd.	152,108	7.68	152,108	7.68
Arvind Bajoria	117,126	5.91	117,126	5.91
Dinesh Chandra Bajoria	113,960	5.75	113,960	5.75
2.3 10,24,368 (Previous period 10,24,368) Shares out of issued, subscribed and paid up share capital were issued in last five years pursuant to the scheme of amalgamation without payment being received in cash.				
	As at 30th September, 2013		As at 30th September, 2012	
NOTE – 3 : RESERVES AND SURPLUS				
Capital Reserve				
As per last Balance Sheet	1,490		1,490	
Surplus in Statement of Profit & Loss				
As per last Balance Sheet	(212,385)		13,799	
Add: Profit/(Loss) for the year	242,061		(215,391)	
Less: Tax for earlier years	–		10,792	
	<u>29,676</u>		<u>(212,384)</u>	
Foreign Currency Translation Reserve	152,956		192,118	
TOTAL	<u>184,122</u>		<u>(18,776)</u>	

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Annual Report 2012-13

	(₹ in '000)	
	As at 30th September, 2013	As at 30th September, 2012
NOTE – 4 : LONG TERM BORROWINGS		
Secured		
Term Loan From Others	–	69,884
Unsecured		
Term Loan From Others	–	10,744
	<u>–</u>	<u>80,628</u>
NOTE – 5 : DEFERRED TAX LIABILITIES (NET)		
Deferred Tax Liabilities		
On account of Depreciation on Fixed Assets	232	–
	<u>232</u>	<u>–</u>
NOTE – 6 : LONG TERM PROVISIONS		
Provision for Gratuity	85	59
Provision for Leave Encashment	35	30
	<u>120</u>	<u>89</u>
NOTE – 7 : SHORT TERM BORROWINGS		
Secured		
Loan Repayable on Demand from Bank	1,007	954
Bill Discounting Credit Facilities from Bank	74,940	–
	<u>75,947</u>	<u>954</u>
7.1	Loan repayable on demand from Bank of Baroda is secured by way of lien against term deposits with bank.	
7.2	Bill Discounting Credit Facilities from Lakshmi Vilas Bank Ltd. are secured by following securities :-	
	- Secured by exclusive charge on hypothecation on Stocks, Book-debts & other current assets of the Company, both present and future.	
	- Personal guarantee of Mr. Dinesh Chandra Bajoria, Chairman & Managing Director of the Company.	
NOTE – 8 : TRADE PAYABLES		
For Goods	4,560,831	1,864,606
For Others	1,684	1,620
	<u>4,562,515</u>	<u>1,866,226</u>
The Company has not received any intimation from suppliers regarding their status under the "Micro, Small and Medium Enterprises (Development) Act, 2006 and hence Disclosure relating to amount unpaid as at year end together with interest paid/payable under the said Act have not been given.		
NOTE – 9 : OTHER CURRENT LIABILITIES		
Advances from Customers	–	1,365
Unclaimed Dividends	13	13
Other Payables	10,053	8,564
	<u>10,066</u>	<u>9,942</u>

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Gujarat Metallic Coal & Coke Limited

(₹ in '000)

NOTE – 10 : TANGIBLE FIXED ASSETS

Particulars of Assets	Gross Block			Depreciation			Net Block		
	As on 01.10.2012	Addition/ Adjustment	As on 30.09.2013	As on 01.10.2012	For the Year	Adjustment for Impairment	As on 30.09.2013	As on 30.09.2013	As on 30.09.2012
Building	718	–	718	53	12	–	65	653	665
Office Equipments	140	–	140	76	6	–	82	58	64
Computer	280	(280)	–	257	16	(273)	–	–	23
Furniture & Fixtures	26	–	26	19	2	–	21	5	7
Vehicles	734	–	734	697	–	–	697	37	37
TOTAL:	1,898	(280)	1,618	1,102	36	(273)	865	753	796
Previous Year	1,890	8	1,898	1,037	63	(2)	1,102	796	853

Particulars	Face Value (₹)	No. of Shares*	As at 30th September, 2013	As at 30th September, 2012
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NOTE – 11 : NON-CURRENT INVESTMENTS

Long term, Non Trade

Quoted Equity Shares, Fully paid-up

Arvind International Ltd.	10	477,250 (477,250)	6,458	6,458
Gujarat NRE Coking Coal Ltd.	N.A	Nil (29,403,750)	–	262,328
Shree Minerals Ltd.	N.A	50,000 (50,000)	308	354
			<u>6,766</u>	<u>269,140</u>

**Unquoted Equity Shares, Fully Paid-up
In Others**

Kaizen Organics Pvt Ltd.	10	33,750 (33,750)	1,150	1,150
Aparna Polyflex Pvt Ltd.	10	9,980 (9,980)	100	100
Arvind Coir Foam Pvt Ltd.	10	404,500 (4,04,500)	6,045	6,045
Shri Brishab Sinha Construction Pvt Ltd	10	9,000 (9,000)	360	360
Narottamka Commodities Pvt Ltd.	10,000	515 (515)	1,030	1,030
Satellite Mercantiles Pvt Ltd.	10	353,500 (353,500)	116,655	116,655
			<u>8,610</u>	<u>–</u>

In Mutual Fund

* Previous period figure are in bracket.

TOTAL			<u>140,716</u>	<u>394,480</u>
Aggregate Book Value of Quoted Investments			6,766	269,140
Aggregate Market Value of Quoted Investments			3,601	269,999
Aggregate Book Value of Unquoted Investments			133,950	125,340

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Annual Report 2012-13

	(₹ in '000)	
	As at 30th September, 2013	As at 30th September, 2012
NOTE – 12 : LONG TERM LOANS AND ADVANCES		
(Unsecured, Considered good)		
Loans and Advances :		
- to Related parties*	2	2
- to Others	3,222	3,014
Deposits with Government and Other authorities	195	202
Others Receivables	73,958	69,309
	<u>77,377</u>	<u>72,527</u>
* Refer Note No.26		
NOTE – 13 : DEFERRED TAX ASSETS (NET)		
Deferred Tax Liabilities		
On account of Depreciation on Fixed Assets	–	239
Deferred Tax Assets		
On account of Carryforward Losses	–	4,366
	<u>–</u>	<u>4,127</u>
NOTE – 14 : OTHER NON-CURRENT ASSETS		
Unamortised Expenses	–	31
	<u>–</u>	<u>31</u>
NOTE – 15 : INVENTORIES		
Stock-in-Trade [Refer Note No.1(vii)]	153,177	332,942
	<u>153,177</u>	<u>332,942</u>
NOTE – 16 : TRADE RECEIVABLE*		
(Unsecured, Considered good)		
Debts outstanding for a period exceeding six months	2,507,158	233,497
Other Debts	483,419	84,262
	<u>2,990,577</u>	<u>317,759</u>
* Refer Note No.26		

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Gujarat Metallic Coal & Coke Limited

	As at 30th September, 2013	As at 30th September, 2012
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(₹ in '000)

NOTE – 17 : CASH & CASH EQUIVALENTS

Balance with Banks:		
in Current Accounts	5,215	14,728
in Dividend Accounts	13	13
in Term Deposit Accounts	1,269	1,160
Cash on hand	1,728	3,580
	<u>8,225</u>	<u>19,481</u>

NOTE – 18 : SHORT TERM LOANS AND ADVANCES

(Unsecured, Considered good)

Loans and Advances:		
- to Related parties*	7,043	7,043
- to Others	1,472,478	811,002
Advance Tax & Tax Deducted at Source (Net)	9,081	9,378
MAT Credit Entitlement	1,950	1,490
Taxes and Duties recoverable /adjustable	1,859	8,790
	<u>1,492,411</u>	<u>837,703</u>

* Refer Note No.26

	Year ended 30th September, 2013	Period ended 30th September, 2012
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NOTE – 19 : REVENUE FROM OPERATIONS

Sale of Coal & Coke	4,039,677	1,114,237
Sale of Cloths	–	48,761
Others	–	10,505
	<u>4,039,677</u>	<u>1,173,503</u>

NOTE – 20 : OTHER INCOME

Interest Income	989	2,376
(TDS ₹ 85 thousand, Previous period ₹ 84 thousand)		
Profit on sale of Long term non trade Investments	128,796	–
Profit on sale of Oil Tenement	195,790	–
Gain on Foreign Exchange Fluctuation	392	–
Sundry Balances Written Back (Net)	231	–
	<u>326,198</u>	<u>2,376</u>

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Annual Report 2012-13

	(₹ in '000)	
	Year ended 30th September, 2013	Period ended 30th September, 2012
NOTE – 21 : CHANGES IN INVENTORIES OF STOCK-IN-TRADE		
Closing Stocks	153,177	332,942
Less: Opening Stocks	332,942	521,561
	<u>(179,765)</u>	<u>(188,619)</u>
NOTE – 22 : EMPLOYEE BENEFITS EXPENSE		
Salaries and Bonus	2,283	2,810
Provision / Payment for Gratuity	26	18
	<u>2,309</u>	<u>2,828</u>
NOTE – 23 : FINANCE COSTS		
Interest Expenses	30,969	45,419
	<u>30,969</u>	<u>45,419</u>
NOTE – 24 : OTHER EXPENSES		
Rent	161	195
Rates & Taxes	829	770
Insurance Expenses	31	252
Advertisement Expenses	145	135
Carriage out-ward Expenses	–	800
Labour /Screening Charges	405	1,985
Professional & Service Charges	21	950
Communication Expenses	128	224
Travelling & Conveyance	205	26
Miscellaneous Expenses	623	190
Loss on Impairment of fixed Assets	7	–
Foreign exchange Loss	910	690
Loss on sale of Investments	–	22,626
Provision for dimunition in value of Investments	70	188,282
Preliminary Expenses Written Off	31	29
Auditors Remuneration		
- For Audit Fees	126	122
- For Tax Audit Fees	8	8
	<u>3,700</u>	<u>217,284</u>
NOTE – 25 : EARNINGS PER SHARE		
Net Profit as per Statement of Profit and Loss (₹ in '000)	242,061	(215,391)
Weighted average number of equity shares outstanding during the year	1,980,658	1,980,658
Basic and Diluted Earning per share (in ₹)	122.21	(108.75)

**NOTES TO THE
CONSOLIDATED FINANCIAL STATEMENTS (Contd.)**

Gujarat Metallic Coal & Coke Limited

(₹ in '000)

NOTE – 26 : RELATED PARTY DISCLOSURES

As per Accounting Standard (AS-18) issued by the Institute of Chartered Accountants of India are given below :

26.1 List of Related parties where control exists and related parties with whom transactions have taken place and relationship:

Name of Related party	Relationship
Happy Mining Pty Ltd.	Subsidiary
Avondale Resources Pty Ltd.	Sub-Subsidiary
Mr.Dinesh Chandra Bajoria- Chairman & Mg.Director	Key management personnel
Mr.Rajat Sharma-Director of subsidiary	Key management personnel
Mrs.Kanta Bajoria	Relative of key management personnel
Mr.Ramesh Chandra Bajoria	Relative of key management personnel
Aparna Polyflex Pvt Ltd.	Enterprises in which key management personnel has significant influence
Ruchika Tradelink Pvt Ltd.	Enterprises in which key management personnel has significant influence
Arvind Industries	Enterprises in which key management personnel has significant influence

	Year ended 30th September, 2013	Period ended 30th September, 2012
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26.2 Transactions with Related Parties :

(i) Sales of Goods		
Enterprises in which key management personnel has significant influence	1,004,591	699,769
(ii) Purchases of Goods		
Enterprises in which key management personnel has significant influence	525,332	980,875
(iii) Advances given/(Refunded)		
Enterprises in which key management personnel has significant influence	–	5
(iv) Advances Received/(Refunded)		
Key management personnel	–	(25)
Relative of key management personnel	–	(1,070)
(v) Remuneration to director of subsidiary	1,119	1,006

26.3 Amounts due from Related Parties :

Enterprises in which key management personnel has significant influence		
- Included in Sundry debtors	498,830	169,435
- Included in Loans & Advances	7,028	7,028
Relative of key management personnel		
- Included in Loans & Advances	15	15

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

Annual Report 2012-13

27 CONTINGENT LIABILITIES AND COMMITMENTS

- Disputed dues involved in two income tax demands under appeal - ₹ 270 thousand (Previous period - ₹ 270 thousand). The management is of view that the outcome of the appeal would be favourable to the company, hence no provision has been made against these income tax demands. The subsidiary companies has no such liability.
- 28 Since the Company has only two employees, the accrued liability for employees' retirement benefits viz. gratuity and leave encashment at the end of the financial year has been determined by the Company on a rational basis. the estimated provision has been confirmed by the actuary.
- 29 Bill discounting credit facilities availed by the Company from Lakshmi Vilas Bank Ltd. of ₹ 7.50 Crores could not be paid by the Company on its due date due to financial stress.
- 30 The indicators of impairment listed in paragraph 8 to 10 of Accounting Standard (AS-28) "Impairment of Assets" issued by the ICAI have been examined by the management and on such examination it has been found that none of the indicators are present in case of the Company's assets. A formal estimate of the recoverable amount has not been made, as there is no indication of a potential impairment loss.
- 31 In the opinion of the Board of Directors and to the best of their knowledge and belief, the value on realisation of current assets, loans and advances in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.
- 32 There are no amounts due and outstanding to be credited to Investors Education and Protection Fund as at 30th September, 2013.
- 33 The Company is primarily engaged in the business of trading in coal and coke within India. Hence there is no reportable segment as envisaged in Accounting Standard (AS-27) issued by the Institute of Chartered Accountants of India.
- 34 The Consolidated financial statements of the previous financial period comprises the accounts of parent Company M/s. Gujarat Metallic Coal & Coke Ltd. for fifteen months period ended 30th September, 2012 and of subsidiary M/s. Happy Mining Pty Ltd. for twelve months period ended 31st March, 2012 and sub-subsidiary M/s. Avondale Resources Pty Ltd for nine months period ended 31st March, 2012. The Consolidated financial statements of the current financial year comprises the accounts of parent Company M/s. Gujarat Metallic Coal & Coke Ltd. for twelve months period ended 30th September, 2013 and of subsidiary M/s. Happy Mining Pty Ltd for twelve months period ended 31st March, 2013 and sub-subsidiary M/s. Avondale Resources Pty Ltd for twelve months period ended 31st March, 2013. In view of this previous period's figures are not as such directly comparable with current year's figures.
- 35 Previous period's figures have been regrouped/ reclassified wherever found necessary.

GUJARAT METALLIC COAL & COKE LIMITED

Regd. Office : 15, Ganesh Chandra Avenue
Kolkata - 700 013

ATTENDANCE SLIP

(Please complete this attendance slip and hand it over at the entrance of the Meeting)

I hereby record my presence at the 20th Annual General Meeting of the Company to be held at the Gyan Manch, 11, Pretoria Street, Kolkata - 700 071 on Monday, 30th December, 2013 at 10.30 A.M.

1. Name of Shareholder/proxy.....
(In Block Letters)
2. Folio No. DP ID _____ No. of shares held.....
Client ID

Signature of shareholder/proxy

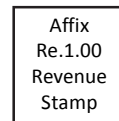
GUJARAT METALLIC COAL & COKE LIMITED

Regd. Office : 15, Ganesh Chandra Avenue
Kolkata - 700 013

PROXY FORM

I/We of
being a member(s) of Gujarat Metallic Coal & Coke Ltd, hereby appoint
of or failing him/her of as my /our proxy
to attend and vote for me/us and on my/our behalf at the 20th Annual General meeting of the Company to be
held at the Gyan Manch, 11, Pretoria Street, Kolkata - 700071 on Monday, 30th December, 2013 at 10.30 A.M.
and at any adjournment thereof.

Signed this..... day of2013



Folio No. DP ID _____ No. of shares held.....
Client ID

Signature of Shareholder.....

Note : The proxy must be deposited at the Registered Office of the Company, not less than 48 hours before the time for holding the aforesaid meeting. A proxy need not be a member of the company.

BOOK POST

If undelivered please return to :

GUJARAT METALLIC COAL & COKE LIMITED

15, Ganesh Chandra Avenue, 2nd Floor

Kolkata - 700 013