



Chase Bright Steel Limited

54th
Annual Report
2013-2014

Chase Bright Steel Limited**BOARD OF DIRECTORS****Shri Avinash Jajodia** (Chairman & Managing Director)**Smt. Manjudevi Jajodia** (Executive Director)**Shri. N. G. Khaitan****Shri. P. L. Dabral****Shri. K. S. Shikari****Shri. Hemant Murarka****Auditors:**

Messrs A. J. Mehta & Associates
Chartered Accountants
Mumbai

Registered Office & Works:

R-237, TTC Industrial Area
MIDC, Rabale
Navi Mumbai - 400 701.
CIN: L99999MH1959PLC011479
Email : chasebrightsteel@gmail.com
Website : www.chasebright.com.

Registrar and Transfer Agent

M/s. Sharex Dynamic (India) Pvt. Ltd.
Unit No. 1, Luthra Ind. Premises,
Safed Pool, Andheri -Kurla Road,
Andheri (East), Mumbai - 400072.
Tel.: 022- 2851 6338
Email: sharexindia@vsnl.com

NOTE

Conveyance from Thane station to the place of meeting and back will be made available for shareholders desirous of attending the meeting, provided such shareholders notify their intention at least one week in advance to Ms. Sampada Sakpal in writing at the company's registered office address. Company's representative having a banner with the name of the company shall be waiting outside Thane station (East) near Anand Talkies and shall leave the station at 10.00 a.m. sharp for the place of meeting.

CHASE BRIGHT STEEL LIMITED**CIN: L99999MH1959PLC011479**

Registered Office: R-237, TTC Industrial Area, MIDC, Rabale, Navi Mumbai – 400701

Tel.: 022-27606679, **Fax No.:** 022-27690627**Email:** chasebrightsteel@gmail.com, **Website:** www.chasebright.com.**NOTICE**

Notice is hereby given that the 54th Annual General Meeting of the Members of Chase Bright Steel Limited, shall be held at the Thana Manufacturers' Association, TMA House, P-6 Main Road, Wagle Industrial Estate, Thane - 400 604, at 11.00 a.m. on Tuesday 30th September, 2014 to transact the following business:

1. To receive, consider, and adopt the Financial Statements of the Company for the year ended March 31, 2014 including the Audited Balance Sheet as at March 31, 2014, the Statement of Profit and Loss Account for the year ended on that date, along with the Reports of the Directors and Auditors thereon.
2. To appoint Director in place of Mrs Manju Devi Jajodia (holding DIN 00075394), who retires by rotation and being eligible offers herself for reappointment.
3. To appoint auditors of the Company to hold office from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting and to fix their remuneration, and if thought fit, to pass, with or without modification(s) the following resolution as an Ordinary Resolution.

"RESOLVED THAT pursuant to the provisions of section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, and pursuant to the recommendation made by the Audit Committee of the Board of Directors, M/s Mahendra Kumbhat & Associates, Chartered Accountants, Firm Registration No. FRN 105770W be and are hereby appointed as auditors of the company in place of the retiring auditors M/s A.J Mehta & Associates Chartered Accountants, to hold office upto the conclusion of next Annual General Meeting to audit the accounts of the Company for the financial year 2014-15 and the Board of Directors be and are hereby authorised to fix such remuneration and out of pocket expenses as are determined by the Audit Committee in consultation with the auditors, in addition to reimbursement of all out of pocket expenses as may be incurred in connection with the audit of the accounts of the Company."

4. To appoint a Director in place of Mr. Hemant Murarka (DIN : 06883336), who was appointed Additional Director of the Company with effect from May 30, 2014 by the Board of Directors and who hold office upto the date of the forthcoming Annual General Meeting of the Company under Section 161 of the Companies Act, 2013 but who is eligible for appointment and in respect of whom the Company has received a notice in writing under section 160 of the Companies Act, 2013 alongwith the prescribed deposit from a Member proposing his candidature, for the office of Director of the Company.
5. To consider and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary resolution.

Appointment of Mr. Hemant Murarka as an Independent Director of the Company.

Chase Bright Steel Limited

“RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and the Companies (Appointment and Qualification of Directors) Rules, 2014 and all other applicable provisions, if any, of the Companies Act, 2013 (Act”) as amended from time to time, Mr. Hemant Murarka (DIN : 06883336), a non-executive director of the Company, who has submitted a declaration that he meets the criteria for independence as provided in Section 149 (6) of the Act and who is eligible for appointment, be and is hereby appointed as Independent Director of the Company, upto May 29, 2019.”

6. To consider and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary resolution.

“RESOLVED THAT pursuant to the provisions of that pursuant to section 149, 150, 152 and applicable provisions of the Companies Act, 2013 and the rules made there under read with Schedule IV of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force) Mr. P. L. Dabral (DIN: 00154862) Director of the Company who retires by rotation at the AGM and in respect of whom the company has received a notice in writing from member under section 160 of the Companies Act, 2013 signifying her intention to propose Mr. P. L. Dabral as a candidate for the office of Director of the Company be and is hereby re-appointed as an independent Director to hold for 5 consecutive years for a term upto the conclusion of the 59th Annual General Meeting.”

7. To consider and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary resolution.

“RESOLVED THAT pursuant to the provisions of section 149, 150, 152, and other applicable provisions, if any, of the Companies Act, 2013 read with schedule IV to the act and the Companies (Appointment of Qualification) Rules, 2014 as may be amended from time to time Mr. N. G. Khaitan (DIN: 00020588) and has submitted a declaration that he meets the criteria for independence as provided in section 149(6) of the Act and is eligible for re-appointment be and is hereby reappointed as an independent director on the board of the company to hold office for 5 consecutive years for a term upto the conclusion of the 59th Annual General Meeting.”

8. To consider and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary resolution.

“RESOLVED THAT pursuant to the provisions of section 149, 150, 152, and other applicable provisions, if any, of the Companies Act, 2013 read with schedule IV to the act and the Companies (Appointment of Qualification) Rules, 2014 as may be amended from time to time K. S. Shikari (DIN: 03599824) and has submitted a declaration that he meets the criteria for independence as provided in section 149(6) of the Act and is eligible for re-appointment be and is hereby reappointed as an independent director on the board of the company to hold office for 5 consecutive years for a term upto the conclusion of the 59th Annual General Meeting.”

9. To consider and if thought fit, to pass with or without modification(s) the following resolution as a Special Resolution.

“RESOLVED THAT pursuant to the provisions of section 14 and other applicable Provisions and Rules made under the, Companies Act, 2013, The Articles of Association of the

Company be and is hereby altered/amended by substitution and/or addition and/or deletion as the case may be in the following manner;”

The following new Article 12A after the existing clause 12 of the Articles of Association of the Company:

12A DEMATERIALISATION OF SHARES	
Definitions:	<p>a) For the purpose of this Article:- ‘Beneficial Owner’ means a person or persons whose name is recorded as such with a depository; ‘SEBI’ means the Securities & Exchange Board of India; ‘Depository’ means a company formed and registered under the Companies Act, 1956, and which has been granted a certificate of registration to act as a depository under the Securities & Exchange Board of India Act, 1992; and ‘Security’ means such security as may be specified by SEBI from time to time. Dematerialisation of Securities;</p> <p>b) Notwithstanding anything contained in these Articles, the Company shall be entitled to dematerialise its securities and to offer securities in a Company in a dematerialised form pursuant to the Depositories Act, 1996.</p>
Option for Investors;	<p>c) Every person subscribing to securities offered by the Company shall have the option to receive security certificate or to hold the securities with a depository. Such a person who is the beneficial owner of the securities can at any time opt out of a depository, if permitted by the law, in respect of any security in the manner provided by the Depositories Act, and the Company shall, in the manner and within the time prescribed, issue to the beneficial owner the required Certificate of Securities.</p> <p>If a person opts to hold his security with a depository, the Company shall intimate such depository the details of allotment of the security, and on receipt of the information, the depository shall enter in its record the name of the allottees as the beneficial owner of the security.</p>
Securities to be in Fungible Form;	<p>d) All securities held by a depository shall be dematerialised and be in fungible form.</p>

Chase Bright Steel Limited

Rights of the Depositories and the Beneficial Owners;	<p>e) (a) Notwithstanding anything to the contrary contained in the Act or these articles, a depository shall be deemed to be the registered owner for the purpose of effecting transfer of ownership of security on behalf of the beneficial owner.</p> <p>(b) Save as otherwise provided in (a) above, the depository as the registered owner of the securities shall not have any voting rights or any other rights in respect of the securities held by it.</p> <p>(c) Every person holding securities of the Company and whose name is entered as the beneficial owner in the records of the depository shall be deemed to be a member of the Company. The beneficial owner of securities shall be entitled to all the rights and benefits and be subject to all the liabilities in respect of his securities, which are held by a depository.</p>
Service of Documents	<p>f) Notwithstanding anything in the Act or these Articles to the contrary, where securities are held in a depository, the records of the beneficial ownership may be served by such depository on the Company by means of electronics mode or by delivery of floppies or discs.</p>
Transfer of Securities	<p>g) Nothing contained in section 56 of the Act or these Articles shall apply to a transfer of securities effected by a transferor and transferee both of whom are entered as beneficial owners in the records of a depository.</p>
Allotment of Securities dealt with a Depository	<p>h) Notwithstanding anything in the Act or these Articles, where securities dealt with by a depository, the Company shall intimate the details thereof to the depository immediately on allotment of such securities.</p>
Distinctive No. of Securities held with a Depository	<p>i) Nothing contained -in the Act or these Articles regarding the necessity of having distinctive numbers for securities issued by the Company shall apply to securities held with a depository..</p>

"RESOLVED FURTHER THAT Board of Directors, be and are hereby authorised to undertake such acts, deeds and matters, as they may in their absolute discretion deem necessary, proper or desirable, including any amendment or modification to the proposed Articles of Association as per the suggestion/direction of the Regulatory Authorities and settle any question, difficulty or doubt that may arise in this regard, including but not limited to making requisite filing with the Registrar of Companies and the stock exchanges, that may be required to give effect to the alteration of the Articles of Association in accordance with the resolution."

10. To consider and if thought fit, to pass with or without modification(s) the following resolution as a Special resolution.

"RESOLVED THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and all other applicable provisions of the Companies Act, 2013 and the

Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), approval of the Company be and is hereby accorded to the re-appointment of Shri Avinash Jajodia (DIN: 00074886) as Chairman cum Managing Director of the Company, for a period of 3 (three) years with effect from June 12th June 2014 to 11th June 2017, on the terms and conditions including remuneration as set out in the Statement annexed to the Notice convening this Meeting, with liberty to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include the, Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said re-appointment and / or remuneration as it may deem fit and as may be acceptable to Shri Avinash Jajodia, subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment thereof;"

"RESOLVED FURTHER THAT the Board be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

11. To consider and if thought fit, to pass with or without modification(s) the following resolution as a Special resolution.

"RESOLVED THAT in supersession of earlier ordinary resolution passed at the AGM of the Company held on 30th September, 2010 consent of the Company be and is hereby accorded in terms of section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re-enactment for the time being in force to the Board of Directors of the Company (herein after referred to as "the board" which term shall be deemed to include any committee thereof) which the Board may have constituted or hereinafter constitute to exercise its powers including the powers conferred by this resolution for borrowing from time to time any sum or sums of monies which together with the monies already borrowed by the company (apart from temporary loans obtained or to be obtained from the company's bankers in ordinary course of 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, provided that" the total amount so borrowed by the Board shall not at any time exceed ₹ 20 crores or the aggregate of the paid up capital and free reserves of the company, that is to say, reserves not set apart for any specific purpose at the relevant time, whichever is higher."

"RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds and things, to execute all such documents, instruments and writings as may be required to give effect to this Resolution."

12. To consider and if thought fit, to pass with or without modification(s) the following resolution as a Special resolution.

"RESOLVED THAT in supersession of earlier ordinary resolution passed at the AGM of the Company held on 29th September, 2001 consent of the Company be and is hereby accorded in terms of section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re-enactment for the time being in force to the Board of Directors of the Company (herein after referred to as "the board" which term shall be deemed to include any committee thereof) which the Board may have constituted or hereinafter constitute to exercise its powers including

Chase Bright Steel Limited

the powers conferred by this resolution to mortgage and/or charge/hypothecate any of its movable and/or immovable properties wherever situated both present and future of the Company and to create a mortgage and/or charge on such terms and conditions at such time(s) and in such form and manner, and with such ranking as to priority as the Board in its absolute discretion thinks fit on the whole or substantially the whole of the Company's any undertaking in favour of any bank(s) or body(ies) corporate or person(s), whether shareholders of the Company and to do all such other acts, deeds, matters and things as may be deemed necessary and expedient in respect thereof to finalise and execute all required documents in the best interest of the company."

"RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds and things, to execute all such documents, instruments and writings as may be required to give effect to this Resolution."

By Order of the Board,

Place: Mumbai
Date: 9th August, 2014

Avinash Jajodia
Chairman & Managing Director

Registered Office:

R-237, TTC Industrial Area
MIDC, Rabale, Navi Mumbai – 400701.
CIN: L99999MH1959PLC011479
Email: chasebrightsteel@gmail.com
Website: www.chasebright.com

Notes :

1. **The Statement pursuant to section 102 (1) of the Companies Act, 2013 as set out in the Notice is annexed.**
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF SELF AND THE PROXY NEED NOT BE A MEMBER.**
3. The instrument appointing a Proxy should be deposited at the Registered Office of the Company not less than 48 hours before commencement of the meeting.
4. The Register of Members and Share transfer Books of the Company will remain closed from Thursday, 25th September, 2014 to Tuesday, 30th September, 2014 (both days inclusive).
5. The Register of Directors and key Managerial Personnel and their shareholding, maintained under section 170 of the Companies Act, 2013 will be available for inspection by the members at the AGM.
6. Members /proxies should bring the attendance slip duly filled in for attending the meeting.
7. The Register of Contracts or Arrangements in which directors are interested, maintained under section 189 of the Companies Act, 2013 will be available for inspection by the members at the AGM.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant Members holding shares in physical form shall submit their PAN details to the Registrar and Share Transfer Agent of the Company.
9. Members may avail of the facility of dematerialisation by opening depository accounts with the Depository Participants of either National Securities Depository Limited or Central

Depository Services (India) Limited and get the equity share certificates held by them dematerialized.

10. Members desiring any information as regard Accounts are requested to write to the Company by 25th September, 2014, so as to enable the Management to keep the information ready.
11. The Ministry of Corporate Affairs (MCA), Govt. of India, has undertaken a 'Green Initiative in the Corporate Governance' by allowing paperless compliances by companies through electronic mode, vide its circulars dated April 21, 2011 and April 29, 2011. To take part in the above 'Green Initiative', your Company proposes to send communications/documents including Notices for General Meetings and Annual Reports from time to time in electronic mode to those members who have provided their e-mail addresses to their Depository Participants (DP).
12. The members holding shares in demat form may update their e-mail address with their respective DPs and where the shares are held in physical form, please get your e-mail address updated in the records of the Company.
13. Instructions for e-voting
The Business of this meeting may be transacted through electronic system and the Company is providing facility for voting by electronic means.
 - i) The process and manner of voting by electronic means, the time schedule including the time period during which the votes may be cast and all other necessary instructions and information in this respect have been given in a separate sheet attached hereto forming part of this notice.
 - ii) The company has been appointed M/s. Leena Agrawal, Practising Company Secretary (FCS No. 6607 and CP No. 7030 as scrutinizer to the e-voting process in a fair and transparent manner.
 - iii) The Scrutiniser shall, within a period not exceeding three (3) working days from the conclusion of the e-voting period, unlock the votes in the presence of at least two (2) witnesses, not in the employment of the Company and make a Scrutiniser's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
 - iv) Subject to the receipt of sufficient votes, the resolution shall be deemed to be passed at the 54th Annual General Meeting of Company scheduled to be held on Tuesday, 30th September, 2014. At the said annual Annual General Meeting, the Chairman shall declare the results of voting on the resolutions set out in the Notice. The results declared alongwith the Scrutiniser's Report shall be placed on the Company's website www.chasebright.com, within two days of the passing of the resolutions at the 54th Annual General Meeting of the Company and shall also be communicated to the Stock Exchange.

By Order of the Board,

Place: Mumbai
Date: 9th August, 2014
Registered Office:
R-237, TTC Industrial Area
MIDC, Rabale, Navi Mumbai – 400701.
CIN: L99999MH1959PLC011479
Email: chasebrightsteel@gmail.com
Website: www.chasebright.com

Avinash Jajodia
Chairman & Managing Director

Chase Bright Steel Limited

Special Notice of Resolution under Section 115 of the Companies Act,2013 for appointment of Auditor

M/s. A. J. Mehta & Associates Chartered Accountants, the statutory auditors retire at the conclusion of the ensuing Annual General Meeting and have expressed their unwillingness to be re-appointed as the auditors of the Company for a further term. A Special Notice has been received under section 140(4)(i) read with section 115 of the Companies Act,2013 from a member proposing appointment of M/S Mahendra Kumbhat & Associates, Chartered Accountants, as the statutory auditors. The subject resolution is appearing in item no 3 A copy of the said notice has been forwarded to the retiring auditors as prescribed under section 140 of the Companies Act , 2013

The Audit Committee has considered the qualifications and experience of proposed auditors and has recommended their appointment. The Board of Directors has also considered the matter and recommends the passing of the Special Resolution appointing M/s. Mahendra Kumbhat & Associates, Chartered Accountant, as statutory auditors in place of the retiring Auditor M/s. A. J. Mehta & Associates written consent of the proposed auditors together with a certificate that the appointment, if made, shall be in accordance with the conditions specified in the Rule 4 of the Companies (Audit and Auditors) Rules,2014 has been received.

None of the Directors / Key Managerial Personnel of the Company /their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at item No.3 of the Notice.

THE STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013 WITH RESPECT TO THE SPECIAL BUSINESS SET OUT IN THE NOTICE IS ANNEXED.

ITEM NOS. 4 & 5

The Board at its meeting held on May 30, 2014 appointed Mr Hemant Murarka as an Additional Director of the Company with effect from May 30, 2014, pursuant to section 161 of the Companies Act, 2013.

Pursuant to the provisions of section 161 of the Companies Act 2013, Hemant Murarka will hold office upto the date of the ensuing AGM. The Company has received a notice in writing under the provisions of section 160 of the Companies Act, 2013 from a member along with a deposit of ₹ 1,00,000 proposing the candidature of Hemant Murarka for the office of independent Director to be appointed as such under the provisions of section 149 of the Companies Act, 2013.

The Company has received from Hemant Murarka (i) consent in writing to act as director in Form No DIR-2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules, 2014, (ii) intimation in Form DIR-8 in terms of Companies (Appointment & Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under sub-section (2) of section 164 of the Companies Act, 2013.

The resolution seeks approval of members for the appointment of Hemant Murarka as an Independent Director for a period of 5 consecutive years till 29th May, 2019, pursuant to section 149 and other applicable provisions of the Companies Act, 2013 and Rules made thereunder. He is not liable to retire by rotation.

Mr Hemant Murarka is a graduate and has a Diploma in export management. Further he has a vast experience in the business of Textile Printing and supplying M.S scrap. He has experience in handling business administration and finance.

In the opinion of the Board of Directors, Hemant Murarka the Independent Director proposed to be appointed, fulfills the conditions specified in the Companies Act, 2013 and the Rules made thereunder and he is independent of the management. A copy of the draft letter for the appointment of Hemant Murarka is available for inspection without any fee by the members at the Company's registered office during normal business hours upto the date of Annual General Meeting.

No director, key managerial personnel or their relatives. Except Mr. Hemant Murarka to whom the resolution relates is interested or concerned in the resolution.

The Board recommends the resolution set forth in Item No. 4 & 5 for the approval of members

ITEM NOS. 6 to 8

The company appointed Mr P. L. Dabral, Mr. N. G. Khaitan, and Mr. K. S. Shikari have been discharging role and function of an independent director. The term of office of the aforesaid directors was liable to determination by retirement of directors by rotation under the erstwhile applicable provisions of the companies act, 1956.

In terms of section 149 of the Companies act 2013 the company is required to appoint at least half of its total number of directors as an independent director for fixed term and their office shall not be liable to determination by retirement of directors by rotation. Accordingly, in compliance of sections 149, 150, and 152 read with Schedule IV and any other applicable provisions of the Act, each of Mr P. L. Dabral, Mr. N. G. Khaitan, and Mr. K. S. Shikari, is proposed to be appointed as an independent director who shall hold office from the date of this Annual General Meeting upto the expiry of 5 consecutive years.

The Company has received separate notice in writing under the provisions of section 160 of the Companies Act, 2013 from few members along with a deposit of ₹ 1,00,000 proposing each of them respectively for the office of independent Director to be appointed as such under the provisions of section 149 of the Companies Act, 2013 at the forthcoming AGM of the Company.

The Company has received from the aforesaid persons (i) consent in writing to act as director in Form No DIR-2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules, 2014, (ii) intimation in Form DIR-8 in terms of Companies (Appointment & Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under subsection (2) of section 164 of the Companies Act, 2013.

The aforesaid persons have the desired qualifications and in depth experience in their respective field and have held very high positions in different renowned organisations

In the opinion of the Board each of Mr P. L. Dabral, Mr. N. G. Khaitan, Mr. K. S. Shikari proposed to be appointed, fulfills the conditions specified in the Companies Act, 2013 and the Rules made thereunder and meets the criteria of independence specified in section 149 (6) of the Act, for appointment as an independent director. The Board considers that the continued association of the aforesaid persons would be of immense benefit to the company and it is desirable to continue to avail their services as an independent director.

A copy of the draft letter for the appointment of Mr P. L. Dabral, Mr. N. G. Khaitan, and Mr. K. S. Shikari is available for inspection without any fee by the members at the Company's registered office during normal business hours upto the date of AGM.

Mr P. L. Dabral, Mr. N. G. Khaitan and Mr. K. S. Shikari and their relatives may be considered to be interested in the respective Resolution in so far as they relate to them individually. No other Director

Chase Bright Steel Limited

or the Key Managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise, in respect of the said resolutions.

The Board recommends the resolution set forth in Item No. 6 to 8 for the approval of members.

ITEM NO. 9

The Company in its Board Meeting approved the admission of its securities in dematerialization of shares for the benefit for its members.

The Company has executed an agreement with Central Depository Services Limited(CDSL)for providing an option to the shareholders to convert their physical shares into electronic mode.

With the introduction of the Depositories Act, 1996 and the Depository System, some of the provisions of the erstwhile Companies Act, 1956 relating to issue, holding, transfer, transmission of securities have been amended to facilitate the implementation of the new system. The Depository System of holding securities in an electronic form is a far safer and more convenient method of holding and trading in securities of a company.

It is therefore proposed that the Articles of Association of the Company be suitably altered as set out in Resolution No. 9 to reflect the provisions introduced by the Depositories Act 1996 and spell out the rights of the beneficial owner of the securities in such a system as well as the various provisions of the Companies Act, 2013 relating to holding of meetings and serving of notices etc.

Pursuant to provision of Section 14 of the Companies Act, 2013 any amendment to the provision of Articles of Association of the Companies requires the approval of the members by way of Special Resolution.

None of the Directors, Key Managerial Personnel of the Company or their relatives are interested in the proposed resolution except to the extent of their shareholding .

Your Directors recommend the resolution for your approval as a Special Resolution

ITEM NO. 10

The Board of Directors of the Company (the 'Board'), at its meeting held on May 30, 2014 has, subject to the approval of members, re-appointed Shri Avinash Jajodia as Chairman cum Managing Director, for a period of 3 (three) years from the expiry of his present term, which will expire on June 11, 2014, at the remuneration recommended by the, Nomination and Remuneration Committee (the 'NR Committee') of the Board and approved by the Board.

It is proposed to seek the members' approval for the re-appointment of and remuneration payable to Shri Avinash Jajodia as Chairman cum Managing Director in terms of the applicable provisions of the Act.

Board particulars of the terms of re-appointment of and remuneration payable to Shri Avinash Jajodia are as under:

Period of Appointment

From 12th June, 2014 to 11th June, 2017

Remuneration payable

Salary ₹ 1,50,000/- per month

Perquisites shall be restricted to an amount equal to the annual salary Rs. 6,00,000/- per annum whichever is less as detailed in categories 'A' 'B' and 'C'.

PERQUISITES**CATEGORY 'A'****i) Housing**

The Company shall provide accommodation to the Managing Director. Or he will be entitled to House Rent Allowance at the rate of 50% of the salary.

The Managing Director shall also be entitled to all amenities such as gas, electricity, water etc and furnishing which will be used for personal / private purposes and also for the purpose of his official duties and shall be valued as per Income Tax Rules 1962. This shall however be subject to a ceiling of ten percent of the salary of the Managing Director.

ii) Medical Reimbursement

Medical and Hospital benefits for self and family, the total cost for which shall not exceed one month's salary in a year or three month's salary over a period of three years.

iii) Leave Travel Concession.

Leave Travel Concession for self and family once in a year in accordance with the prevailing practice in the company.

iv) Club Membership Fees

The fees of Club Membership subject to a maximum of two clubs but not including admission or life membership fees.

v) Personal Accident Insurance.

Personal Accident Insurance of an amount, the annual premium of which shall not exceed ₹ 5,000/-.

CATEGORY 'B'**i) Provident Fund**

The Company's contribution towards the provident Fund as per the Rules of the Company as applicable to the other executives of the Company but not exceeding 12% of the salary as laid down under Income Tax Rules, 1962.

ii) Pension/ Superannuation Fund

The company's contribution towards Pension / Superannuation fund as per the rules of the Company. Such contribution shall not exceed 25% of the salary as laid down under Income Tax Rules, 1962.

iii) Gratuity

Gratuity at a rate not exceeding half month's salary for each completed year of service.

CATEGORY 'C'

Provision of car for use on Company's business and telephone at residence, will not be considered as perquisites. However, personal long distance calls and use of the car for private purpose shall be billed by the company to the Managing Director.

Earned Leave: On full pay and allowance, as per the rules of the Company, but not exceeding one month's leave for every eleven months of service. Managing Director shall be entitled to encash the leave not availed.

Chase Bright Steel Limited

Minimum Remuneration:

In the event of Loss or inadequacy of profits, in any financial year, the payment of salary, commission, perquisites and other allowances shall, subject to approval by the Central Government be governed by the provisions of Section II of Part II of Schedule V to the Companies Act, 2013 (corresponding to provision of Section II of Part II of Schedule XIII to the Companies Act, 1956) including any statutory modification(s) or re-enactment thereof, as may for the time being, be in force.

Mr. Avinash Jajodia shall be liable to retire by rotation.

The above should be treated as an abstract required under sec. 190 of the Companies Act. 2013. The directors recommended the resolution for members approval.

Mr. Avinash Jajodia may be deemed to be interested in the resolution which pertains to his appointment and remuneration payable to him. Further Mrs. Manju Devi Jajodia is related to Mr. Avinash Jajodia and may be deemed to be concerned and interested in the said resolution.

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

I. GENERAL INFORMATION

- (1) Nature of industry :

The Company is engaged in the manufacturing, trading and exporting of bright steel bars

- (2) Date or expected date of commencement of commercial production:

The Commercial production of the Company has already commenced since 1960.

- (3) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:
Not Applicable

- (4) Financial performance during last three years

₹ in Lakhs

Financial Parameters	2013-2014	2012-2013	2011-2012
Turnover (Sales)	2847.85	4088.61	4127.37
Net Profit Before Tax	(59.84)	70.88	112.76
Net Profit After Tax	(43.06)	47.57	69.79

- (5) Export performance and net foreign exchange earnings.

₹ in Lakhs

Financial Parameters	2013-2014	2012-2013	2011-2012
	288.88	576.83	989.64

- (6) Foreign investments or collaborators, if any.
None

II. INFORMATION ABOUT THE APPOINTEE:

- (1) Mr. Avinash Jajodia

1. Background details:

Mr. Avinash Jajodia was an academic excellence awardee in school and college throughout the career. Did M.B.A in U.K, from Manchester University. Started working

career with company as business executive then become Executive Director of the Company and then Managing Director and then Chairman & Managing Director. He is responsible towards rehabilitating the Company into its present strength.

2. Past remuneration including PF, Superannuation, Gratuity for last three years:

₹ in Lakhs

2013-2014	2012-2013	2011-2012
20.16	20.16	20.16

3. **Recognition and awards:**

Been an academic awardee throughout his career. He has been responsible in rehabilitating the company and bring a successful turn around in the fortunes of the Company.

4. **Job profile and his suitability:**

Was re-appointed as an Executive Director by the members in the meeting held on 30th September, 2003 and was appointed as Managing Director by the members in the meeting held on 30th September, 2006 and was re-appointed as a Managing Director in the shareholders meeting held on 30th September, 2008 for a period of 3 years and further reappointment in the shareholders meeting held on 30th September 2011. His responsibilities include the following

- Gainful operations through efficient and optimum use of Company's resources.
- Employee satisfaction.
- Customer satisfaction.
- Strategic Decisions for the overall growth of the Company.

Mr. Avinash Jajodia has served the company for over 20 years. He has been instrumental in reviving the Company to its present status. In view of Mr. Jajodia's vast experience and high esteem which he holds in the Company for his financial acumen and leadership qualities the Board considers him as a suitable professional for shouldering the responsibility of the Managing Director of the Company.

5. **Remuneration proposed:**

Salary	₹ 1,50,000/- per month with effect from 12th June, 2014
Perquisites	Perquisites shall be restricted to an amount equal to the annual salary or ₹ 6,00,000/- per annum whichever is less as detailed in categories 'A' 'B' & 'C' as mentioned in the explanatory note annexed to the notice.

Chase Bright Steel Limited

Provident Fund	The Company's contribution towards the provident Fund as per the Rules of the Company as applicable to the other executives of the Company but not exceeding 12% of the salary as laid down under Income Tax Rules, 1962.
Pension/Superannuation Fund	The company's contribution towards Pension/Superannuation fund as per the rules of the Company. Such contribution shall not exceed 25% of the salary as laid down under Income Tax Rules, 1962.
Gratuity	at a rate not exceeding half month's salary for each completed year of service.
Minimum Remuneration only in case of absence or inadequacy of profits during any financial year.	To be paid by way of salary, performance linked remuneration perquisites and allowance, subject to the limits specified in Part II in Section II to Schedule XIII of the Companies Act, 1956.

6. Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be w.e.t. the country of his origin):

No data is available for comparison in terms of company's size and nature of its operations. The remuneration proposed is in line with the remuneration of similar occupants in some of the companies in the Industry and general trend in this regard

7. Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personal if any:

Relative of Mrs Manju Devi Jajodia - Whole time Director

III. OTHER INFORMATION:

(1) Reasons of loss or inadequate profits

Although the Company has been making profits for the last few years the margins are under pressure due to intense competition resulting in significant reduction in net realizations and contributions.

Mr. Avinash Jajodia as Managing Director of the Company has been working out strategies to meet the challenging situation in the business,

The Company is seeking the permission of the shareholders for making payment to Mr. Avinash Jajodia, Managing Director in any of the three years of appointment as laid down in part II in Section II to Schedule V of the Companies Act, 2013 only in the event the Company has no profits or inadequate profits in any such financial year

(2) Steps taken or proposed to be taken for improvement;

- a) Strategic tie-ups and associations.
- b) Thrust on exports
- c) Improvements in productivity and optimum utilization of resources of the Company

- d) Aggressive implementation of cost reduction and cost control measures.
- e) Additional machineries for Value Added Products

(3) Expected increase in productivity and profits in measurable terms;

The Company, by adoption of measures as aforesaid, expects higher turnover in future years with associated higher profits and productivity. Adoption of cost reduction measures and thrust on exports would enable the Company to bring about increase in the profitability.

The Managing Director will perform their respective duties as such with regard to all work of the Company and they will manage and attend to such business and carry out the orders and directions given by the Board from time to time in all respects and conform to and comply with all such directions and regulations as may from time to time be given and made by the Board and the functions of the Whole-time Director will be under the overall authority of the Managing Director.

The Managing Director shall act in accordance with the Articles of Association of the Company and shall abide by the provisions contained in Section 166 of the Act with regard to duties of directors.

Shri Avinash Jajodia satisfy all the conditions set out in Part-I of Schedule V to the Act as also conditions set out under sub-section (3) of Section 196 of the Act for being eligible for their re-appointment. They are not disqualified from being appointed as Directors in terms of Section 164 of the Act.

The above may be treated as a written memorandum setting out the terms of re-appointment of Shri Avinash Jajodia.

The relatives of Shri Avinash Jajodia may be deemed to be interested in the resolutions set out respectively at Item Nos. 10 of the Notice, to the extent of their shareholding interest, if any, in the Company.

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

The Board commends the Special Resolutions set out at Item Nos. 10 of the Notice for approval by the shareholders.

ITEM NO. 11

The members of the Company at their 50th Annual General Meeting held on September 30, 2010 approved by way of an Ordinary Resolution under Section 293 (1)(d) of the Companies Act, 1956 borrowings over and above the aggregate of paid up share capital and free reserves of the Company provided that the total amount of such borrowings together with the amounts already borrowed and outstanding at any point of time shall not be excess of ₹ 15 crores (Rupees Fifteen Crores)

Section 180 (1) (c) of the Companies Act, 2013 requires that the Board of Directors shall not borrow money in excess of the company's paid up share capital and free reserves, apart from temporary loans obtained from the company's bankers in the ordinary course of business, except with the consent of the company accorded by way of a special resolution.

Chase Bright Steel Limited

It is, therefore, necessary that the members pass a Special Resolution under Section 180 (1) (c) and other applicable provisions of the Companies Act, 2013, as set out at item No. 11 of the notice, to enable to the Board of Directors to borrow money in excess of the aggregate of the paid up share capital and free reserves of the Company. Approval of members is being sought to borrow money upto ₹ 20 crores (Rupees Twenty crore) in excess of the aggregate of the paid up share capital and free reserves of the Company.

None of the Directors and / or Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at item no. 11.

ITEM NO. 12

The members of the company at their 41st Annual General Meeting held on September 29, 2001 approved by way of an ordinary resolution under section 293 (1) (a) of the Companies Act, 1956, The Company accorded consent to the Board of Directors for creating mortgage or charge on its movable or immovable properties.

Section 180 (1) (a) of the Companies Act, 2013 requires that the Board of Directors shall not create mortgage or charge on its movable or immovable properties, except with the consent of the members accorded by way of a special resolution.

It is, therefore, necessary for the members to pass a Special Resolution under Section 180 (1) (a) and other applicable provisions of the Companies Act, 2013, as set out at item no. 12 of the Notice, to enable the Board of Directors to create mortgage or charge on its movable or immovable properties, approval of members is being sought.

None of the Directors and / or Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at item no. 12.

By Order of the Board,

Place : Mumbai
Date : 9th August, 2014

Avinash Jajodia
Chairman & Managing Director

Registered Office:
R-237, TTC Industrial Area
MIDC, Rabale, Navi Mumbai – 400701.
CIN: L99999MH1959PLC011479
Email: chasebrightsteel@gmail.com
Website: www.chasebright.com

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 23.09.2014 Start Time : 9.00 a.m. and ends on 25.09.2014 End Time : 6.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date viz. 29.08.2014, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
- For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and the last 8 digits of the demat account/folio number in the PAN field. In case the folio number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with folio number 100 then enter RA00000100 in the PAN field.
DOB	<p>Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.</p>
Dividend Bank Details	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <p>Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the number of shares held by you as on the cut off date in the Dividend Bank details field.</p>

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the

Chase Bright Steel Limited

new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant Chase Bright Steel Limited on which you choose to vote.
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xviii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Note for Non – Individual Shareholders and Custodians.
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details they have to create a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

DIRECTORS' REPORT

To,
The Members,

Your directors have pleasure in presenting the 54th Annual Report on the business and operations of your company together with the Audited Statement of Accounts of the Company for the year ended 31st March, 2014.

1. FINANCIAL RESULTS

Your Company's performance for the financial year ending 31st March 2014 is stated below:

Particular	For the year ended on March 31, 2014 ₹	For the year ended on March 31, 2013 ₹
Profit / (Loss) before tax	(59,84,313)	70,87,667
Less: Provision for tax	—	22,75,000
Less: Deferred Tax Assets / (Liabilities)	16,78,293	(54,947)
Net profit/ (Loss) for the year after tax	(43,06,020)	47,57,720
Less: Losses brought down from earlier year	(10,21,357)	(57,79,077)
Balance Losses carried to Balance Sheet	(53,27,377)	(10,21,357)

2. WORKING

The company's working suffered a setback because of the introduction of the Local Body Tax on Incoming material in Navi Mumbai from April 2013.

The high dependency on the Automobile sector also added to the depressed working because of severe recession in the auto sector and delayed payments.

The company is now shifting its focus on tapping new sectors and also adding new machinery for making value added products.

The current year also does not look very encouraging however the management is making earnest efforts by tapping new markets and new products.

3. DIRECTORS

Mr. Hemant Murarka who was an appointed as an Independent additional director of the company effective from May 30, 2014 and holds office upto the forthcoming AGM. He is proposed to be reappointed as an independent director upto May 29, 2019.

As per the provisions of section 149 and other applicable provisions if any of the Companies Act 2013, Mr. N. G. Khaitan, Mr. P.L. Dabral and Mr. K. S. Shikari are proposed to be appointed as an independent director of the company for a period of 5 consecutive years commencing from 30th September, 2014. In the opinion of the Board, they fulfill the conditions specified in the Act and the Rules made thereunder for appointment as independent directors and are independent of the management.

Chase Bright Steel Limited

Mrs. Manju Devi Jajodia is due for retirement by rotation and is eligible for re-appointment.

Mr. Avinash Jajodia was reappointed as Chairman and Managing Director Your approval for their appointments as Directors have been sought in the Notice convening the Annual General Meeting of the Company

4. PARTICULARS OF EMPLOYEE

During the year under review the Company had no employees whose particulars are required to be mentioned pursuant to the provisions of Section 217(2A) of the Companies Act, 1956 read with the rules there under.

5. AUDIT OBSERVATION

As regards observation of the Auditors, attention is drawn towards the Notes on accounts to the Annual Accounts which is self-explanatory.

6. AUDITORS

M/s. A. J. Mehta & Associates, Chartered Accountants, the present auditors retire at the conclusion of the ensuing Annual General Meeting and have express their unwillingness to be re-appointed for a further term. A notice has been received from a shareholder pursuant to section 140, read with section 115 of the Companies Act, 2013, proposing a resolution for appointment of M/s. Mahendra Kumbhat & Associates, Chartered Accountants as auditors of the company. The subject resolution is appearing as item No. 3 of the notice convening the Annual General Meeting which forms part of this Annual Report. M/s. Mahendra Kumbhat & Associates, Chartered Accountants have also given their consent to act as auditors, if appointed and confirmed that the appointment, if made, would be in compliance of section 141 of the Companies Act, 2013, read with the Companies (Audit & Auditors) Rules, 2014.

7. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 1956 after due enquiry and on the basis of the information from the operating management and relying upon the report of the Auditors, regarding compliance with Accounting Standards, the Directors confirm that;

- a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with appropriate explanation relating to material departures.
- b. the accounting policies have been consistently applied and are reasonable and prudent judgments and estimates have been made so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that year.
- c. proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d. the annual accounts have been prepared on a going concern basis.

8. PARTICULARS OF ENERGY CONSUMPTION, FOREIGN EXCHANGE AND OUTGOINGS

As required under 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 the relevant information is given below;

CONSERVATION OF ENERGY

The Company's operations involve low energy consumption. Wherever possible, energy conservation measures are being implemented.

RESEARCH AND DEVELOPMENT

The Company has no specific Research and Development Programme.

FOREIGN EXCHANGE EARNINGS/OUTGOINGS.

Foreign Exchange earning through Export aggregate to ₹ 288.88 lakhs (Previous Year ₹ 576.83 lakhs). Particulars of foreign Exchange earned and utilized during the year is given in notes of the account.

9. LISTING AGREEMENT COMPLIANCE

The Company's securities is listed at The Stock Exchange, Mumbai. The outstanding listing fee payable to the stock exchanges as on March 31, 2014 ₹ Nil.

10. COMPLIANCE CERTIFICATE

In accordance with requirement of Section 383A of the Companies Act, 1956, Certificate from a Practising Company Secretary, is enclosed certifying that all secretarial compliance in respect of the Company for the year ended March 31, 2014 have been complied with the Marked as Annexure - 'A'

11. ACKNOWLEDGEMENT

Your Directors would like to place on record the sincere thanks for the valuable assistance and co-operation received from various agencies of the Government as well as from the Company's Bankers, Shareholders and other business associates. Your directors also wish to place on record their appreciation for the committed services of all the employees of the company.

For & On behalf of the Board

Avinash Jajodia

Chairman & Managing Director

Place : Mumbai

Date : 9th August, 2014

Chase Bright Steel Limited

COMPLIANCE CERTIFICATE

Company Regn. No. L99999MH1959PLC011479

Authorised Capital : ₹ 2,00,00,000

Paid Up Capital : ₹ 1,69,50,000

To,
The Members,
Chase Bright Steel Limited

I have examined the registers, records, books and papers of **Chase Bright Steel Limited**, having its registered office at R-237, TTC Industrial Area, MIDC, Rabale, Navi-Mumbai - 400701 as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2014. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure `A' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure `B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The Company is a Public Limited Company and hence comments are not required.
4. The Board of Directors duly met Four times on 25.05.2013, 24.07.2013, 29.10.2013 and 20.01.2014 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members from 25th September, 2013 to 30th September, 2013 during the year under scrutiny in accordance with the provisions of Section 154 of the Companies Act, 1956.
6. The Annual General Meeting for the financial year ended on 31st March, 2013 was held on 30th September, 2013 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year.
8. The company has not advanced any loan to its directors and/or persons or firms or companies referred in the Section 295 of the Act.
9. No contracts were entered during the year attracting the provisions of Section 297 of the Act.
10. The company has made necessary entries in the Register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government, as the case may be.

12. The Company did not issue any duplicate share certificates during the financial year under scrutiny.
13. The company has:
 - i. delivered all the certificates on lodgments thereof for transfer of shares in accordance with the provisions of the Act.
 - ii. not deposited any amount in a separate bank account as no dividend was declared during the year.
 - iii. not posted warrants to any member of the Company as no dividend was declared during the financial year.
 - iv. No amounts unpaid in dividend account, nor any application money due for refund, nor any matured debentures and the interest accrued thereon which has remained unclaimed or unpaid for a period of seven years and hence transferring of the same to the Investors Education and Protection Fund does not arise.
 - v. Duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and there was no appointment of additional directors, alternate directors or directors to fill casual vacancy during the period under scrutiny.
15. The Company has not appointed any Director during the financial year under review and complied with the provisions of the Act in respect thereof. The Company has not appointed any new Managing Director/ Manager during the financial year under review.
16. The Company has not appointed any sole-selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and / or such other authorities prescribed under the various provisions of the Act.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued shares/debentures/other securities during the financial year.
20. The Company has not bought back shares during the financial year under scrutiny.
21. The Company has not redeemed any preference shares during the financial year under scrutiny.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, right shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited / accepted any deposits including any unsecured loans falling within the purview of section 58A read with Companies (Acceptance of Deposit) Rules, 1975 during the financial year.
24. The amount borrowed by the Company from Directors, Members and others during the financial year ending 31st March, 2014 is within the borrowing limits of the company
25. The Company has not made any Loans and Investments, or given guarantees or provided

Chase Bright Steel Limited

securities to other bodies corporate during the financial year and consequently no entries have been made in the register kept for the purpose.

26. The Company has not altered the provisions of the memorandum with respect to situation of the Company's Registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the year under scrutiny.
31. As explained to us there was no prosecution initiated against or show cause notice received by the company for alleged offences under the Act and no fines, penalties or any other punishments was imposed on the Company during the financial year under scrutiny.
32. The Company has not received any security from its employees during the year under scrutiny.
33. The company is regular in depositing both the Employees and Employers Provident Fund Contribution with prescribed authorities pursuant to Section 418 of the Act.

Leena Agrawal & Co.
Practicing Company Secretaries
Proprietress

Place: Mumbai
Date : 30th May, 2014

Mem. No.: 6607
C.P. No.: 7030

ANNEXURE A:

Registers as maintained by the Company are:

1. Register of Charges u/s 143.
2. Register of Members u/s 150.
3. Attendance Register for General Meetings u/s 174.
4. Minutes Books of General Meeting and Board Meetings u/s 193.
5. Attendance Register for Board Meetings u/s 287.
6. Register of Contracts u/s 301.
7. Register of Directors u/s 303.
8. Register of Directors' Shareholding u/s 307.
9. Register of Investments u/s 372.
10. Register of Share Transfer.
11. Register of Accounts.

ANNEXURE 'B'

Sr. No	Form No. / Return	Filing under Section	For	Date of Filing	Whether filed within prescribed time yes/no	If delay in filing whether requisite additional fee Yes/No
1	Form 23C	233B(2)	Appointment of Cost Auditor	29th June, 2013	Yes	—
2	Form 66 - Compliance Certificate	383A	For the year ended 31st March, 2013	16th October, 2013	Yes	—
3	Form 23AC & 23ACA - Balance Sheet and Profit & loss Account	220	For the year ended 31st March, 2013	28th October, 2013	Yes	—
4	Form 23B - Appointment of Auditor	224 (1A)	For the year ended 31.3.2014	29th October, 2013	Yes	—
5	Form 20B - Annual Return	159	As on the date of the Annual General Meeting held on 30th September, 2013.	27th November, 2013	Yes	—

Leena Agrawal & Co.
Practicing Company Secretaries
Leena Agrawal
Proprietress
M.No.: 6607
C.P.No.: 7030

Place : Mumbai
Date : 30th May, 2014

Chase Bright Steel Limited

INDEPENDENT AUDITORS' REPORT

To,
The Members OF
CHASE BRIGHT STEEL LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **CHASE BRIGHT STEEL LIMITED ("the Company")**, which comprise the Balance Sheet as at **March 31, 2014**, 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, which we have signed under reference to this report.

Management's Responsibility for the Financial Statements

The Company 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 principles generally accepted in India including Accounting Standards notified under the Companies Act, 1956 (the Act) read with the General Circular No. 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. 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 misstatements.

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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies use 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 aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the company as at March 31, 2014;

- (b) In the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- i. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act (hereinafter referred to as "the Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanation given to us, we give in the Annexure a statement on the matters specified in Paragraphs 4 and 5 of the Order.
- ii. 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 purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the Books of Accounts.
 - d. In our opinion, the Balance sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report comply with the Accounting Standards notified under the Act read with the General Circular No. 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 to the extent applicable.
 - e. On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act.

For A. J. MEHTA & ASSOCIATES
Chartered Accountants
Firm Registration No. 106179W

(ATUL J. MEHTA)

Proprietor
Membership No.: 36959

Place : Mumbai
Dated : May 30, 2014

Chase Bright Steel Limited

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

[Referred in Paragraph (i) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date to the member of CHASE BRIGHT STEEL LIMITED on the financial statements for the year ended March 31, 2014.]

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the fixed assets have been physically verified by the management, according to a phased programme designed to cover all the fixed assets at least once during the year, which in our opinion, is at reasonable intervals having regard to the size of the Company and nature of its assets. As informed to us, no material discrepancies were noticed on such verification.
- (c) In our opinion, and according to the information and explanation given to us, the Company has not disposed off a substantial part of its fixed assets during the year so as to affect its going concern.
- (ii) (a) The management has conducted physical verification of inventories 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) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventories and the discrepancies noticed on physical verification between the physical stocks and book records were not material and have been properly dealt with in the books of account
- (iii) (a) As per information furnished, the Company has not granted any loans, secured or unsecured to companies, firms other parties listed in the register maintained under section 301 of the Companies Act, 1956. Accordingly, clauses (b), (c) and (d) of paragraph 4(iii) of the said Order are not applicable.
- (b) The company has taken unsecured loans from five parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 378.10 lakhs and the year-end balance of loans taken from such parties was ₹ 350.10 lakhs.
- (c) In our opinion and according to the information and explanation given to us, the rate of interest and other terms and conditions for such loans, are not, prima facie, prejudicial to the interest of the Company.

- (d) The Company is regular in repaying the principal amounts as stipulated.
- (iv) In our opinion, and according to the information and explanation given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in such internal control system.
- (v) (a) On the basis of the audit procedures performed by us and according to the information and explanations given to us, we are of the opinion that the particulars 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) In our opinion, and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices / rates which are reasonable having regard to the prevailing market price / rates at the relevant time.
- (vi) In our opinion and according to the information and explanation given to us, the Company has not accepted any deposits from the public and hence the question of complying with the directives issued by the Reserve Bank of India, the provisions of sections 58A and 58AA or any other relevant provisions of the Act and the Rules framed thereunder are not applicable.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- (viii) We have broadly reviewed the books of accounts maintained by the Company in respect of products where, pursuant to the rules made by the Central Government of India, the maintenance of cost records has been prescribed under clause (d) of section (1) of section 209 of the Act and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the records with a view to determine whether they are accurate or complete.
- (ix) (a) According to the information and explanation given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service-tax, custom duty, excise and other material statutory dues, as applicable to it, with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, wealth-tax, service-tax, sales-tax, customs duty and other material statutory dues were in arrears, as at March 31, 2014 for a period

Chase Bright Steel Limited

of more than six months from the date they became payable except Income-tax dues of ₹ 5.71 lakhs and NMMC Cess of ₹ 18.09 lakhs.

- (c) According to the information and explanations given to us, there are no dues of income-tax, sales-tax service tax, custom duty, excise duty and cess which have not been deposited on account of any dispute.
- (x) As on March 31, 2014, the accumulated losses of the Company are not more than 50% of its net worth. The Company has incurred cash losses during the year ended on that date but not in the immediately preceding financial year.
- (xi) According to the information and explanations given to us and records of the Company examined by us, the Company has not defaulted in repayment of dues, if any, to a financial institution or bank. Further, the Company has not issued any debentures and hence clause 4 (xi) of the Order, to that extent, is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore the provisions of Clause 4(xii) of the Order are not applicable to the Company.
- (xiii) In our opinion, the Company is not a chit fund, nidhi, mutual benefit fund or a society. Accordingly, paragraph 4(xiii) of the said Order is not applicable.
- (xiv) According to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) Based on the information and explanation given to us by the management, the proceeds from the term loans availed were, prima facie, have been applied for the purpose for which they were raised.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the funds raised on short term basis have not been utilised for long term investment.
- (xviii) According to the information and explanations given to us, as the Company has not made any preferential allotment of shares during the year, Accordingly, Clause 4(xviii) of the Order is not applicable.

- (xix) According to the information and explanations given to us, as the Company has not issued any debentures, the question of creating security or charge in respect thereof does not arise.
- (xx) As the Company has not raised any money by way of public issues during the year, the provisions of Clause 4(xx) of the Order are not applicable.
- (xxi) Based on the audit procedure performed and information and explanations given to us by the management, we report that no fraud (i.e. intentional material misstatements resultant from fraudulent financial reporting and misappropriation of assets) on or by the Company has been noticed or reported during the course of our audit.

For A. J. MEHTA & ASSOCIATES

Chartered Accountants

Firm Registration No. 106179W

(ATUL J. MEHTA)

Proprietor

Membership No.: 36959

Place : Mumbai

Dated : May 30, 2014

Chase Bright Steel Limited

BALANCE SHEET AS AT MARCH 31, 2014

	Notes	As at March 31, 2014 ₹	As at March 31, 2013 ₹
EQUITY AND LIABILITIES			
Shareholders' Funds:			
Share Capital	3	1,69,50,000	1,69,50,000
Reserves and Surplus	4	(38,11,377)	4,94,643
		1,31,38,623	1,74,44,643
Non-current Liabilities			
(a) Long Term Borrowings	5	4,84,23,315	4,26,03,901
(b) Long-term provisions	6	31,10,199	27,75,370
		5,15,33,514	4,53,79,271
Current Liabilities			
(a) Short Term Borrowings	7	2,18,10,000	2,51,35,000
(b) Trade payables	8	7,87,58,456	8,63,12,891
(c) Other current liabilities	9	3,26,26,701	3,71,16,080
(d) Short-term provisions	10	—	12,031
		13,31,95,157	14,85,76,002
TOTAL		19,78,67,294	21,13,99,916
Assets			
Non-current Assets			
(a) Fixed assets			
(i) Tangible assets	11	1,59,21,160	1,63,17,622
(b) Non-current Investments	12	5,580	5,580
(c) Deferred tax assets (net)	13	34,52,886	17,74,593
(d) Long-term loans and advances	14	20,38,502	9,16,853
(e) Trade receivables	15	1,46,47,768	1,33,19,023
		3,60,65,896	3,23,33,671
Current Assets			
(a) Inventories	16	8,97,49,199	9,32,82,856
(b) Trade receivables	17	5,21,73,470	6,61,40,784
(c) Cash and bank balances	18	48,19,627	20,48,990
(d) Short-term loans and advances	19	1,50,23,219	1,75,70,147
(d) Other Current Assets	20	35,883	23,468
		16,18,01,398	17,90,66,245
TOTAL		19,78,67,294	21,13,99,916
The Notes form an integral part of these financial statements			
As per our report even date attached For A. J. MEHTA & ASSOCIATES Chartered Accountants Firm Registration No. 106179W Atul J. Mehta Proprietor Membership No.: 36959 Place : Mumbai Dated : May 30, 2014		For and on behalf of the Board of Directors Avinash Jajodia Chairman & Managing Director P. L. Dabral K. S. Shikari Manju Devi Jajodia Hemant Murarka } Directors Place : Mumbai Dated : May 30, 2014	

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2014

	Notes	For the Year ended March 31, 2014 ₹	For the Year ended March 31, 2013 ₹
INCOME			
Revenue from Operations (Gross)		31,51,06,825	45,32,00,370
Less: Excise Duty		3,03,22,269	4,43,39,668
Revenue from Operations (net)	21	28,47,84,556	40,88,60,702
Other Income	22	23,38,050	9,91,226
Total Revenue		28,71,22,606	40,98,51,928
Expenses			
Cost of Materials Consumed	23	21,98,86,676	32,65,92,266
Changes in Inventories of Finished goods, Work-in-Progress and Stock-in-trade	24	96,84,329	1,18,01,139
Employee Benefit Expenses	25	1,67,77,455	1,74,85,937
Finance Costs	26	1,06,08,418	66,04,158
Depreciation and Amortization Expenses	27	23,75,244	22,01,399
Other Expenses	28	3,37,74,797	3,80,79,362
Total Expenses		29,31,06,919	40,27,64,261
Profit Before Exceptional and Extraordinary Items and Tax		(59,84,313)	70,87,667
Exceptional Items		—	—
Profit before Extraordinary Items		(59,84,313)	70,87,667
Extraordinary Items		—	—
Profit before Tax		(59,84,313)	70,87,667
Less : Tax Expenses			
- Current Tax		—	22,75,000
- Deferred Tax Liability / (Assets) (Net)		(16,78,293)	54,947
Profit / (Loss) for the Year		(43,06,020)	47,57,720
Earning per equity share (nominal value of share ₹ 10 (Previous Year ₹ 10 each))			
Basic and Diluted on the basis of profit from continuing business (₹)	31	(2.57)	2.84
Basic and Diluted on the basis of total profit for the year (₹)	31	(2.57)	2.84
Number of equity shares used in computing Earnings per share (Basic and Diluted)		16,75,000	16,75,000
The Notes form an integral part of these financial statements			
As per our report even date attached For A. J. MEHTA & ASSOCIATES Chartered Accountants Firm Registration No. 106179W Atul J. Mehta Proprietor Membership No.: 36959 Place : Mumbai Dated : May 30, 2014		For and on behalf of the Board of Directors Avinash Jajodia Chairman & Managing Director P. L. Dabral K. S. Shikari Manju Devi Jajodia Hemant Murarka } Directors Place : Mumbai Dated : May 30, 2014	

Chase Bright Steel Limited

CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2014 (Pursuant to amendment to clause 32 of the listing agreement)

	2013-2014		2012-2013
	₹	₹	₹
A. CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit / (Loss) before Tax & extraordinary items	(59,84,313)		70,87,667
Adjusted for :			
Depreciation	23,75,244		22,01,399
Effect of Exchange Rate Change	(1,88,548)		1,53,902
Financial Charges	1,06,08,418		66,04,158
Interest received	(1,67,520)		(28,745)
		1,26,27,594	89,30,714
OPERATING PROFIT / (LOSS) BEFORE WORKING CAPITAL CHANGES		66,43,281	1,60,18,381
Adjusted for :			
CHANGES IN -			
Long Term Loans and Advances and other non-current assets	1,66,900		(33,857)
Inventories	35,33,657		(56,91,004)
Trade Receivables and other Short Term Loans and Advances	1,51,73,082		(56,21,823)
Trade Payable, other current liabilities and short term provisions	(1,17,72,118)		(97,35,159)
		71,01,521	(2,10,81,843)
CASH GENERATED FROM OPERATIONS		1,37,44,802	(50,63,462)
Direct Taxes paid	13,00,580		65,17,029
Effect of Exchange Rate Change	(1,88,548)		1,53,902
		11,12,032	
NET CASH FROM OPERATING ACTIVITIES	(A)	1,26,32,770	(1,17,34,393)
B. CASH FLOW FROM INVESTING ACTIVITIES :			
Purchase of Fixed Assets	(19,78,782)		(16,24,885)
Interest Received	1,67,520		28,745
NET CASH USED IN INVESTING ACTIVITIES	(B)	(18,11,262)	(15,96,140)
C. CASH FLOW FROM FINANCING ACTIVITIES			
Increase / Decrease in Unsecured Loans	42,48,147		(53,21,541)
Increase / Decrease in Secured Loans	(16,90,600)		2,38,92,375
Interest Paid	(1,06,08,418)		(66,04,158)
NET CASH USED IN FINANCING ACTIVITIES	(C)	(80,50,871)	1,19,66,676
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		27,70,637	(13,63,857)
Cash and Cash Equivalents at beginning of the year		20,48,990	34,12,847
Cash and Cash Equivalents at the end of the year		48,19,627	20,48,990
As per our report even date For A. J. MEHTA & ASSOCIATES Chartered Accountants Firm Registration No. 106179W Atul J. Mehta Proprietor Membership No.: 36959 Place : Mumbai Dated : May 30, 2014		For and on behalf of the Board of Directors Avinash Jajodia P. L. Dabral K. S. Shikari Manju Devi Jajodia Hemant Murarka Place : Mumbai Dated : May 30, 2014	Chairman & Managing Director } Directors

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note – 1 : CORPORATE INFORMATION

Chase Bright Steel Ltd. is a Public Company incorporated in India in the year 1959 under the Companies Act, 1956 and having its registered office in Mumbai, Maharashtra. The shares of the Company are listed on the Bombay Stock Exchange. The Company is engaged in manufacture of bright bars made of mild steel, alloy steel and stainless steel etc.

Note – 2 : SIGNIFICANT ACCOUNTING POLICIES

i) Basis for preparation of Financial Statements :

The Financial Statements have been prepared on the going concern under historical convention as also accrual basis and in accordance with the Accounting Standards referred to in section 211(3C) of the Companies Act, 1956 which have been prescribed by the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

ii) Use of Estimates :

The preparation of the financial statements in conformity with the generally accepted accounting principles requires Management to make estimates and assumptions to be made that affect the reported amounts of revenues and expenses during the reporting period, the reported amount of assets and liabilities and the disclosures relating to the contingent liabilities on the date of the financial statements. Examples of such estimates include useful lives of Fixed Assets, provision for doubtful debts / advances, deferred tax etc. Actual results could differ from those estimates. Such difference is recognised in the period(s) in which the results are known / materialised.

iii) Tangible Fixed Assets and Capital Work in Progress :

- a) Fixed Assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the assets to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

Such Fixed Assets except leasehold land have been valued at cost less depreciation. Leasehold Land has been shown at its Original Cost.

- b) Impairment Loss is provided to the extent the carrying amount of assets exceeds their recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

iv) Depreciation / Amortisation :

Except for items on which 100% depreciation rates are applicable, depreciation is provided using Written down method as per the useful lives of the assets estimated by the management

Chase Bright Steel Limited**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

or at the rates prescribed in Schedule XIV of the Companies Act, 1956. Assets valuing less than ₹ 5,000/- are depreciated at the rate of 100% in the year of acquisition. Depreciation in respect of addition to / deletion from the Fixed Assets, provided on the pro-rata basis with reference to the date of additions to / deletion from the assets.

v) Excise Duty :

- a) The excise duty is paid / provided on Bright Steel Bars manufactured during the year. The same has been included in the valuation of closing inventory of finished goods.
- b) Cenvat credit available on Raw Materials, Fuel and Packing materials, stores, spares and capital goods and Service Tax credits on services availed are accounted for by reducing purchase cost of the related materials or the expenses respectively.

vi) Investments :

- a) Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long term investments.
- b) Current Investments are carried at lower of the cost and fair value determined on an individual investment basis.
- c) Long Term Investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

vii) Inventories :

Inventories are valued at Lower of the Cost and estimated Net Realisable Value. Cost comprises of all costs of purchases including transport and other charges, if any including the excise duty incurred in bringing the inventories to their present location and condition. The Cost is arrived at on weighted average cost basis. Due allowance is estimated and made for defective and obsolete items, wherever considered necessary.

viii) Revenue Recognition :

- a) Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- b) Revenue from Sale of Goods is recognised when the significant risks and rewards of ownership of the good have passed to the buyer. Sales are net of Excise Duty / Sales Tax / Value Added Tax.
- c) Export incentives under "Duty Entitlement Pass Book Scheme" and "Duty Drawback Scheme" are accounted in the year of export.
- d) Interest revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

ix) Foreign Currency Transactions

- a) Transactions in foreign currencies are recorded, on initial recognition in the reporting currency, by applying the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transactions.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

- b) Monetary items which are denominated in foreign currency are translated at the exchange rates prevailing at the Balance Sheet date and profit / loss on translation is credited / charged to the Statement of Profit and Loss.
- c) In respect of forward exchange contracts entered into towards hedge of foreign currency risks, the difference between the forward rates and the exchange rate at the inception of the contract is recognised as income or expenditure over the life of the contract. Further, the exchange differences arising on such contracts are recognised as income or expenditure along with exchange difference on the underlying assets / liabilities. Profit or loss on cancellation / renewals of forward contracts is recognised for during the year.

x) Employees Benefits :

- a) A retirement benefit in form of Provident Fund is a defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.
- b) The Company has defined benefit gratuity plan. Every employee who has completed five years or more of services get gratuity on post employment at 15 days salary (last drawn salary) for each completed year of service as per the rules of the Company. The aforesaid liability is provided for on the basis of detailed actuarial report.

xi) Borrowing Costs

Borrowing costs, attributable to the acquisition or construction of qualifying assets, are capitalised as part of the cost of such assets upto the date when the asset is ready for its intended use. Other borrowing costs are charged as an expense in the period in which the same are incurred. Borrowing costs comprise of interest and other cost incurred in connection with borrowing of funds.

xii) Taxation :

- a) Tax expense comprises current and deferred taxes. Current Income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961 enacted in India.
- b) Deferred income taxes reflects the impact of current year timing difference between the taxable income and accounting income for the year and reversal of timing difference of earlier years.
- c) Deferred tax is measured based on the tax rates and the tax laws enacted or subsidiary enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to taxes on income levied by same governing taxation law. In situation where the company has unabsorbed depreciation or carried forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.
- d) At each balance sheet date, the Company re-assesses unrecognized deferred tax

Chase Bright Steel Limited**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

assets. It recognizes unrecognized deferred tax assets to the extent it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.

- e) Provision for current income-tax / wealth-tax is computed as per 'Total Income' returnable under the Income-tax Act, 1961 taking into account available deductions and exemptions.

xiii) Provisions and contingent liabilities and contingent assets :

- a) A provision is recognised when an enterprise has a present obligation as result of past event. It is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimates require to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the best current estimates.
- b) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may or may not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognised nor disclosed in the financial statements

xiv) Earnings per share :

- a) Basic earnings per share are calculated by dividing the net profit and loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of any equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period.
- b) For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	As at March 31, 2014 ₹	As at March 31, 2013 ₹
NOTE - 3 : SHARE CAPITAL		
Authorised :		
19,00,000 (Previous Year 19,00,000) Equity Shares of ₹ 10/- each	1,90,00,000	1,90,00,000
1,00,000 (Previous Year 1,00,000) - 15% Redeemable Preference Shares of ₹ 10/- each	10,00,000	10,00,000
	2,00,00,000	2,00,00,000
Issued :		
16,75,000 (Previous Year - 16,75,000) Equity Shares of ₹ 10/- each fully paid up	1,67,50,000	1,67,50,000
1,00,000 (Previous Year - 1,00,000) 15% Redeemable Preference shares of ₹ 10/- each fully paid up)	2,00,000	10,00,000
	1,69,50,000	1,77,50,000
Subscribed :		
16,75,000 (Previous Year - 16,75,000) Equity Shares of ₹ 10/- each fully paid up (Of the above, 11,25,000 equity shares of ₹ 10/- each were allotted as per the Scheme of Amalgamation Chase Atherton Steel Pvt. Ltd. with the Company.)	1,67,50,000	1,67,50,000
1,00,000 (Previous Year - 1,00,000) 15% Redeemable Preference Shares of ₹ 10/- each	10,00,000	10,00,000
Less: 80,000 Preference Shares redeemed	8,00,000	8,00,000
	2,00,000	2,00,000
	1,69,50,000	1,69,50,000

a) Reconciliation of the shares outstanding at the beginning and at the end of the Reporting Period

	As at March 31, 2014		As at March 31, 2013	
	Nos.	Amount	Nos.	Amount
Equity Shares				
At the beginning of the year	16,75,000	1,67,50,000	16,75,000	1,67,50,000
Issued during the year - Bonus	—	—	—	—
Issued during the year - ESOP	—	—	—	—
Outstanding at the end of the year	16,75,000	1,67,50,000	16,75,000	1,67,50,000
Preference Shares				
At the beginning of the year	20,000	2,00,000	20,000	2,00,000
Issued during the year	—	—	—	—
Redeemed/bought back during the year	—	—	—	—
Outstanding at the end of the year	20,000	2,00,000	20,000	2,00,000

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

b) Terms / Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of ₹ 10/- per share.

Each holder of the Equity Shares is entitled to one vote per share held. Dividend, if any, proposed by the Board of Directors will be subject to the approval of the Shareholders in the ensuing Annual General Meeting except in case of Interim Dividend

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

Terms / Rights attached to 15% Redeemable Preference Shares

The Company has only one class of preference shares having a par value of ₹ 10/- per share. The said shares are cumulative in nature.

Dividend, if any, proposed by the Board of Directors will be subject to the approval of the Shareholders in the ensuing Annual General Meeting except in case of Interim Dividend.

In the event of liquidation of the Company, the holders of the preference Shares will be entitled to receive amounts to the extent of their holding in the company before any distribution of remaining assets of the Company to the Equity Shareholders of the Company.

Arrears of Redeemable Cumulative Preference Shares Dividend – ₹ 3,08,750/- (Previous year – ₹ 3,08,750/-)

The Balance 20,000 - 15% Preference Shares of ₹ 10/- each are yet to be redeemed. The time for redemption was extended up to 10.05.1999 vide resolution passed at the Board Meeting of the Company held on 16.07.1991. Further extension is being sought for.

c) Shares held by holding / ultimate holding company and / or their subsidiaries / Associates

There are no shares held by holding / ultimate holding company and / or their subsidiaries / Associates.

d) Details of Shareholders holding more than 5% of each class of shares issued by the Company

Name of the Shareholder	As at March 31, 2014		As at March 31, 2013	
	Nos.	% of Share-holding	Nos.	% of Share-holding
Equity Shares				
M/s. Swan Investment & Trading Pvt. Ltd.	1,05,850	6.32%	1,05,850	6.32%
Shri Avinash Jajodia	10,03,001	59.88%	10,03,001	59.88%
Preference Shares				
Life Insurance Corporation of India	8,745	43.72%	8,745	43.72%
The New India Assurance Co. Ltd.	11,255	56.28%	11,255	56.28%

e) Terms of Securities issued with conversion option into Equity / Preference Shares

There are no securities issued with conversion option into equity / preference shares

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 4 : RESERVES AND SURPLUS

	As at March 31, 2014 ₹	As at March 31, 2013 ₹
Capital Redemption Reserve		
As per last Balance Sheet	8,00,000	8,00,000
	8,00,000	8,00,000
Securities Premium Account		
As per last Balance Sheet	4,50,000	4,50,000
	4,50,000	4,50,000
Capital Cash Subsidy Reserve		
As per last Balance Sheet	2,66,000	2,66,000
	2,66,000	2,66,000
Surplus		
Opening Balance	(10,21,357)	(57,79,077)
Add / (Less) : Profit / (Loss) for the year	(43,06,020)	47,57,720
Closing Balance	(53,27,377)	(10,21,357)
Total Reserves and Surplus	(38,11,377)	4,94,643

NOTE - 5 : LONG TERM BORROWINGS

Term Loans (Secured)		
From HDFC Bank (Secured) - Loan 1	—	2,11,068
From HDFC Bank (Secured) - Loan 2	—	17,455
From HDFC Bank (Secured) - Loan 3	—	13,192
From HDFC Bank (Secured) - Loan 4	—	13,192
From Kotak Mahindra Prime Ltd. (Secured) -Loan 1	—	90,053
From Kotak Mahindra Prime Ltd. (Secured) - Loan 2	—	1,40,076
From Kotak Mahindra Prime Ltd. (Secured) - Loan 3	—	1,35,728
From Kotak Mahindra Prime Ltd. (Secured) - Loan 4	—	3,63,949
From Kotak Mahindra Prime Ltd. (Secured) - Loan 5	—	2,75,463
From Kotak Mahindra Prime Ltd. (Secured) - Loan 6	—	1,54,950
From Religare Finvest Ltd. (Secured) - Loan 3	2,24,75,798	2,38,31,796
From ICICI Bank (Secured)	3,90,588	—
Amount C / F...	2,28,66,386	2,52,46,922

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	As at March 31, 2014 ₹	As at March 31, 2013 ₹
Amount B / F...	2,28,66,386	2,52,46,922
Term Loans (Unsecured)		
From Religare Finvest Ltd. - Loan 2	—	11,88,229
From Shriram City Union Finance Ltd. - Loan 1	1,31,929	—
From Other Corporates	2,54,25,000	1,52,50,000
From Other Corporates Loans from Corporates (Including from Associates - ₹ 1,85,00,000/- – Previous Year - ₹ 1,00,00,000/-)		
From Others	—	9,18,750
	4,84,23,315	4,26,03,901

Terms and Conditions of the Secured Loans

Term Loan from HDFC Bank - Loan 1

The Loan is secured by hypothecation of Motor Car and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 36 equated Monthly Installments (EMI) of ₹ 24,630/- each commencing from January 2012 and ending on December 2014. The rate of interest being 11.90% p. a.

Term Loan from HDFC Bank - Loan 2

The Loan is secured by hypothecation of Motor Bike and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 24 equated Monthly Installments (EMI) of ₹ 2,657/- each commencing from November 2012 and ending on October 2014. The rate of interest being 19.35% p. a.

Term Loan from HDFC Bank - Loan 3

The Loan is secured by hypothecation of Motor Bike and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 24 equated Monthly Installments (EMI) of ₹ 2,008/- each commencing from November 2012 and ending on October 2014. The rate of interest being 19.35% p. a.

Term Loan from HDFC Bank - Loan 4

The Loan is secured by hypothecation of Motor Bike and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 24 equated Monthly Installments (EMI) of ₹ 2,008/- each commencing from November 2012 and ending on October 2014. The rate of interest being 19.35% p. a.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS**Term Loan from Kotak Mahindra Prime Ltd. - Loan 1**

The Loan is secured by hypothecation of Motor Car and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 36 equated Monthly Installments (EMI) of ₹ 8,343/- each commencing from April 2012 and ending on March 2015. The rate of interest being 19.84% p. a.

Term Loan from Kotak Mahindra Prime Ltd. - Loan 2

The Loan is secured by hypothecation of Motor Car and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 36 equated Monthly Installments (EMI) of ₹ 12,978/- each commencing from April 2012 and ending on March 2015. The rate of interest being 19.84% p. a.

Term Loan from Kotak Mahindra Prime Ltd. - Loan 3

The Loan is secured by hypothecation of Motor Car and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 36 equated Monthly Installments (EMI) of ₹ 12,570/- each commencing from April 2012 and ending on March 2015. The rate of interest being 19.84% p. a.

Term Loan from Kotak Mahindra Prime Ltd. - Loan 4

The Loan is secured by hypothecation of Motor Car and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 36 equated Monthly Installments (EMI) of ₹ 33,706/- each commencing from April 2012 and ending on March 2015. The rate of interest being 19.84% p. a.

Term Loan from Kotak Mahindra Prime Ltd. - Loan 5

The Loan is secured by hypothecation of Motor Car and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 36 equated Monthly Installments (EMI) of ₹ 25,511/- each commencing from April 2012 and ending on March 2015. The rate of interest being 19.84% p. a.

Term Loan from Kotak Mahindra Prime Ltd. - Loan 6

The Loan is secured by hypothecation of Motor Car and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 36 equated Monthly Installments (EMI) of ₹ 14,350/- each commencing from April 2012 and ending on March 2015. The rate of interest being 19.84% p. a.

Term Loan from Religare Finvest Ltd. - Loan 3

The Loan is secured by Mortgage of Company's property - Land and Building at R-237, TTC, MIDC Rabale, Navi Mumbai and with Company being the main borrower and two of the directors being co-borrowers.

The loan is repayable in 120 equated Monthly Installments (EMI) of ₹ 4,03,337/- each commencing from April 2014 and ending on March 2023. The rate of interest being 15.00% p. a.

Chase Bright Steel Limited**NOTES FORMING PART OF THE FINANCIAL STATEMENTS****Term Loan from ICICI Bank - Loan 1**

The Loan is secured by hypothecation of Motor Car and with Company being the main borrower and one of the directors being co-borrower.

The loan is repayable in 35 equated Monthly Installments (EMI) of ₹ 34,581/- each commencing from May 2013 and ending on March 2016. The rate of interest being 9.84% p. a.

Terms and Conditions of the Unsecured Loans**Term Loan from Religare Finvest Ltd. - Loan 2**

The Loan is unsecured with Company being the main borrower and two of the directors being co-borrowers.

The loan is repayable in Monthly Installments (MI) of ₹ 2,66,330/- (8 installments), of ₹ 1,84,800/- (8 installments) and of ₹ 92,400/- (8 installments) each commencing from March 2013 and ending on February 2015. The rate of interest being 20.35% p. a.

Term Loan from Shriram City Union Finance Ltd. - Loan 1

The Loan is unsecured with Company being the main borrower and two of the directors being co-borrowers.

The loan is repayable in Monthly Installments (MI) of ₹ 1,46,250/- (8 installments), of ₹ 1,22,850/- (8 installments) and of ₹ 23,400/- (8 installments) each commencing from October 2013 and ending on September 2015. The rate of interest being 15.55% p. a.

Term Loan from Other Corporates

Loan from Sujata Trading Pvt. Ltd. (₹ 52,50,000/- - previous year ₹ 50,00,000/-) is repayable in 6 quarterly installments of ₹ 8,75,000/- each commencing from September 2014 and ending on December 2015. The said loan is interest free.

Term Loan from Others

Loan from Mrs. Rajnidevi Jajodia (₹ 9,18,750/- - previous year ₹ 45,93,750/-) is repayable in 6 quarterly installments of ₹ 9,18,750/- each commencing from March 2013 and ending on June 2014. The said loan is interest free.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	As at March 31, 2014 ₹	As at March 31, 2013 ₹
NOTE - 6 : LONG TERM PROVISIONS		
Provision for Employee Benefits		
Provision for Leave Encashment	12,73,164	10,49,872
Provision for Gratuity	18,37,035	17,25,498
	31,10,199	27,75,370
NOTE - 7 : SHORT TERM BORROWINGS		
Loans from Directors	2,18,10,000	1,55,60,000
Loans from Corporates (Including from Associates - Nil - Previous Year - ₹ 87,75,000/-)	—	95,75,000
	2,18,10,000	2,51,35,000
NOTE - 8 : TRADE PAYABLES		
Trade Payables	7,87,58,456	8,63,12,891
	7,87,58,456	8,63,12,891
NOTE - 9 : OTHER CURRENT LIABILITIES		
a) Current maturities of long term debts	90,33,372	89,70,239
b) Interest accrued but not due on borrowings	3,39,488	4,10,637
c) Interest accrued and due on borrowings	26,80,638	5,89,681
d) Statutory Dues Payable	1,04,29,474	1,05,29,114
e) Advances from Customers	23,73,171	56,58,673
f) Overdrawn Bank Balances	3,63,094	3,09,310
g) Salary / Wages payable	17,45,594	21,46,442
h) Others Payables	56,61,870	85,01,984
	3,26,26,701	3,71,16,080
NOTE - 10 : SHORT TERM PROVISIONS		
a) Other Provisions		
Provision for Taxation (Net of Advance tax paid - ₹ 1,41,67,969/- Previous year - ₹ 76,50,940/-)	—	12,031
	—	12,031

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 11 : FIXED ASSETS

PARTICULARS	GROSS BLOCK		DEPRECIATION			NET BLOCK		
	As at April 01, 2013	Additions/ (Deduction) during the y.c.	As at March 31, 2014	As at April 01, 2013	Charge For the Year	Disposals during the Year	As at March 31, 2014	As at March 31, 2013
Tangible Assets								
Lease hold Lands	31,04,734	—	31,04,734	—	—	—	31,04,734	31,04,734
Factory Building	96,38,599	—	96,38,599	54,08,870	4,22,973	—	58,31,843	42,29,729
Furniture & Fixture	3,31,281	6,500	3,37,781	81,817	15,798	—	97,615	2,49,464
Plant & Machinery	1,13,55,310	2,74,500	1,16,29,810	58,09,679	8,00,701	—	66,10,380	50,19,430
Electric Installation	4,48,201	—	4,48,201	3,45,053	14,348	—	3,59,401	88,800
Office Equipments	7,38,187	73,129	8,11,316	3,32,471	64,478	—	3,96,949	4,14,367
Motor Cars	72,77,014	15,25,833	88,02,847	46,59,256	10,21,907	—	56,81,163	31,21,684
Computers	4,46,153	98,820	5,44,973	3,84,711	35,039	—	4,19,750	1,25,223
	3,33,39,479	19,78,782	3,53,18,261	1,70,21,857	23,75,244	—	1,93,97,101	1,59,21,160
As at March 31, 2013	3,17,14,594	16,24,885	3,33,39,479	1,48,20,458	22,01,399	—	1,70,21,857	1,68,94,136

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	As at March 31, 2014 ₹	As at March 31, 2013 ₹
NOTE - 12 : NON CURRENT INVESTMENTS		
Investment in Unquoted Equity Instruments (At Cost)		
166 Shares of the Bombay Mercantile Co. Op. Bank Ltd. @ ₹ 30/- per share	4,980	4,980
12 Shares of Steel Chamber Kalamboli Business and Office Premises Co. Op. Soc. Ltd.	600	600
	5,580	5,580
Aggregate of Unquoted Investments - Cost	5,580	5,580
NOTE - 13 : DEFERRED TAX ASSETS / (LIABILITIES)		
Deferred Tax Assets on account of		
Depreciation	2,61,251	2,09,479
Business Loss	16,64,771	—
Others	15,26,864	15,65,114
	34,52,886	17,74,593
Deferred Tax Liabilities	—	—
Net Deferred Tax Assets	34,52,886	17,74,593
NOTE - 14 : LONG TERM LOANS AND ADVANCES		
Security Deposits	7,49,953	9,16,853
(Unsecured considered good)		
Taxes Paid (Net of Provision for taxation - ₹ 1,41,80,000/- - Previous Year - ₹ 1,41,80,000/-)	12,88,549	—
TOTAL	20,38,502	9,16,853
NOTE - 15 : TRADE RECEIVABLES		
(Unsecured, considered good unless stated otherwise)		
Trade Receivables outstanding for a period exceeding six months from the date they were due for payment		
Considered doubtful	—	10,09,374
Considered good	1,46,47,768	1,23,09,649
	1,46,47,768	1,33,19,023
Less : Provision for Doubtful Debt	—	—
TOTAL	1,46,47,768	1,33,19,023

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	As at March 31, 2014 ₹	As at March 31, 2013 ₹
NOTE - 16 : INVENTORIES		
(Valued at lower of the cost and net realisable value unless stated otherwise)		
Raw Materials (Including in transit ₹ 72,36,024/- – Previous year - ₹ 58,91,820/-)	5,33,12,391	4,71,61,719
Work in Progress	3,25,32,056	3,89,99,168
Finished Goods	39,04,752	71,21,969
TOTAL	8,97,49,199	9,32,82,856
NOTE - 17 : TRADE RECEIVABLE		
(Unsecured, considered good unless stated otherwise)		
Trade Receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	92,14,867	89,89,241
Other Trade Receivables		
Unsecured, considered good	4,29,58,603	5,71,51,543
TOTAL	5,21,73,470	6,61,40,784
NOTE - 18 : CASH AND BANK BALANCES		
Cash and Cash Equivalents		
(i) Balances with banks in current accounts	38,89,222	4,23,159
(ii) Cheques / drafts on hand	7,34,948	1,47,076
(iii) Cash on hand	1,95,457	14,78,755
TOTAL	48,19,627	20,48,990
Note - 19 : SHORT TERM LOANS AND ADVANCES		
(Unsecured, considered good unless stated otherwise)		
a) Advances to suppliers	—	8,33,693
b) Loans to advances to employees	10,01,381	6,84,498
c) Prepaid expenses	4,55,565	4,12,648
d) Export Incentives receivable	2,34,524	3,44,180
e) Balance with Government Authorities (Excise / Service Tax / VAT - including refund receivable)	1,20,50,762	1,50,19,604
f) Loans and advances to others	12,80,987	2,75,524
TOTAL	1,50,23,219	1,75,70,147
Note - 20 : OTHER CURRENT ASSETS		
Accruals		
Interest accrued on deposits	35,883	23,468
TOTAL	35,883	23,468

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	For the Year ended March 31, 2014 ₹	For the Year ended March 31, 2013 ₹
NOTE - 21 : REVENUE FROM OPERATIONS		
Sale of Products		
Domestic	27,26,10,223	37,42,33,223
Exports	2,96,74,953	6,32,23,198
Other Operating Revenues		
Job Work / Processing Income	1,11,59,287	1,40,23,788
Export Incentives	16,62,362	17,20,161
Revenues from Operations (Gross)	31,51,06,825	45,32,00,370
Less : Excise Duty	3,03,22,269	4,43,39,668
Revenues from Operations (Net)	28,47,84,556	40,88,60,702
Sale of Products		
Bright Bars	29,93,22,399	43,44,10,421
Scrap	29,62,777	30,46,000
TOTAL	30,22,85,176	43,74,56,421
NOTE - 22 : OTHER INCOME		
Exchange Difference	1,88,548	—
Interest (TDS ₹ 3,987/- - Previous Year - ₹ 2,608/-)	1,67,520	28,745
Sundry Balances written off	14,01,486	9,56,886
Excess / (Short) Provision written back	5,80,468	—
Other Income	28	5,595
TOTAL	23,38,050	9,91,226
NOTE - 23 : COST OF RAW MATERIALS CONSUMED		
Inventory at the beginning of the year	4,71,61,719	2,96,69,576
Add: Purchases	22,98,55,371	34,45,96,034
	27,70,17,090	37,42,65,610
Less : Raw Materials sold during the year	38,18,023	5,11,625
	27,31,99,067	37,37,53,985
Less: Inventory at the end of the year	5,33,12,391	4,71,61,719
Cost of Raw Materials Consumed	21,98,86,676	32,65,92,266
Details of Raw Materials Consumed		
Wire Rods	21,98,86,676	32,65,92,266
	21,98,86,676	32,65,92,266
Details of Inventories of Raw Materials		
Wire Rods	5,33,12,391	4,71,61,719
TOTAL	5,33,12,391	4,71,61,719

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	For the year ended March 31, 2014 ₹	For the year ended March 31, 2013 ₹
NOTE - 24 : (INCREASE) / DECREASE IN INVENTORIES		
Inventories at the end of the year		
Work in Progress	3,25,32,056	3,89,99,168
Finished Goods	39,04,752	71,21,969
	3,64,36,808	4,61,21,137
Inventories at the beginning of the year		
Work in Progress	3,89,99,168	5,13,48,816
Finished Goods	71,21,969	65,73,460
	4,61,21,137	5,79,22,276
TOTAL	96,84,329	1,18,01,139
NOTE - 25 : EMPLOYEES BENEFIT EXPENSES		
Salaries, Wages, Bonus, Ex-gratia etc.	1,14,56,976	1,16,50,857
Contribution to Provident and Other Funds	15,91,353	15,44,470
Exgratia	90,500	—
Provision for Gratuity	2,61,537	4,20,220
Workman and Staff Welfare Expenses	5,56,727	4,53,576
Directors' Remuneration and Perquisites	28,20,362	34,16,814
TOTAL	1,67,77,455	1,74,85,937
NOTE - 26 : FINANCE COSTS		
Interest :		
Fixed Period Loans	48,10,217	13,10,317
Others	57,98,201	52,93,841
TOTAL	1,06,08,418	66,04,158
NOTE - 27 : DEPRECIATION AND AMORTISATION EXPENSES		
Depreciation of Tangible Assets	23,75,244	22,01,399
Amortisation of Intangible Assets	—	—
TOTAL	23,75,244	22,01,399

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	For the year ended March 31, 2014 ₹	For the year ended March 31, 2013 ₹
NOTE - 28 : OTHER EXPENSES		
Job Work / Processing Charges Paid	33,87,573	43,71,192
Acid, Chemicals, Stores, Spares and Loose Tools Consumed	74,79,046	82,33,694
NMMC Cess Paid	5,97,358	7,37,935
Power, Fuel and Water Charges	50,93,929	57,82,889
Transport, Octroi, Forwarding & Clearing Charges	44,35,399	47,34,550
Repairs and Maintenance -		
Plant and Machinery	35,84,617	41,44,589
Building	1,73,678	2,85,294
Electrical	1,41,373	95,983
Others	2,88,922	3,29,449
Insurance Charges	7,28,823	6,60,517
Rent, Rates and Taxes	1,24,353	1,19,177
Exchange Difference	—	1,53,902
Bank Charges	51,635	81,272
Temporary Shed Charges (Hire Charges)	1,00,000	94,192
Crane Hire Charges	—	10,630
Advertisement and Business Promotion Expenses	3,66,563	4,16,851
Directors' Travelling Expenses	16,08,649	25,77,868
Travelling Expenses - Others	29,876	—
Conveyance Expenses and Allowance	2,86,114	2,80,664
Communication Expenses	3,19,782	3,89,532
Membership and Subscription	1,92,028	1,86,859
Motor Car Expenses	5,84,177	4,88,344
Service Charges	—	30,440
Printing and Stationery	1,03,690	87,842
Legal and Professional Charges	16,52,843	21,03,146
Commission and Brokerage	63,377	5,75,169
Security Charges	3,23,700	66,484
Miscellaneous, General and Administrative Expenses	3,98,766	5,34,248
Auditors' Remuneration (Net of Service Tax) (Refer Note No. 29)	3,96,000	3,70,000
VAT Audit Fees	—	23,000
Penalty on Profession Tax / Excise Duty	21,900	—

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	For the year ended March 31, 2014 ₹	For the year ended March 31, 2013 ₹
Bad Debts	10,09,374	—
Excise Duty / Service tax paid / reversed	2,09,798	—
Donation	11,500	1,11,102
Prior Period Expenses (Refer Note No. 30)	9,954	2,548
	3,37,74,797	3,80,79,362
NOTE - 29 : AUDITORS' REMUNERATION		
As Auditor		
For Audit	1,35,000	1,35,000
For Tax Audit	25,000	25,000
For Mvat Audit	26,000	—
For Taxation Matter	1,20,000	1,20,000
For Certification and Other Matters	90,000	90,000
	3,96,000	3,70,000
NOTE - 30 : PRIOR PERIOD EXPENSES (NET OF INCOME)		
Expenses		
General Expenses	3,925	—
Listing Fees	—	5,500
General Expenses	—	835
Business Promotion Expenses	—	381
Conveyance Expenses	600	—
Telephone Expenses	549	—
Membership & Subscription	800	—
Staff welfare Expenses	4,080	—
	9,954	6,716
Income		
Water Charges	—	4,168
	—	4,168
Net Prior Period Expenses over Prior Period Income	9,954	2,548
NOTE - 31 : EARNINGS PER SHARE (EPS - BASIC AND DILUTED)		
Profit / (Loss) after tax for calculation of Basic and Diluted EPS	(43,06,020)	47,57,720
No. of shares used for calculation of Basic and Diluted EPS	16,75,000	16,75,000
Earning per Share - Basic and Diluted (Face value of ₹ 10/-)	(2.57)	2.84

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE 32 :

Additional Information to the Financial Statements

(A) Contingent Liabilities –

	Year ended March 31, 2014 ₹	Year ended March 31, 2013 ₹
Contingent Liabilities and Commitments		
i) On Import of 108 MT of Raw materials wherein the Hon'ble High Court, Delhi has asked Customs Authorities to adjudicate the matter	17,52,000	17,52,000
ii) Estimated amount of contracts remaining to be executed on capital account	7,35,000	Nil

(B) Arrears of Redeemable Cumulative Preference Shares Dividend – ₹ 3,08,750/- (Previous year – ₹ 3,08,750/-).

(C) Purchase of Raw Material viz 108 tonnes of steel was cleared by the company at a lower rate of duty i.e. at 75% (i.e. at pre- budget rate) against 175% (as increased by the budget proposal 1981) as per the orders passed by a division bench of the High Court at Delhi in the matter of a writ petition filed by the Company, challenging the validity of the budget proposal. As per the said orders, the Company has furnished a bond, till further order of the court. The said writ petition has been disposed off for adjudication by customs. There is a contingent liability of ₹ 17.52 lakhs (Previous Year ₹ 17.52 lakhs).

(D) The amounts of certain Sundry Debtors, Sundry Creditors, Advances and Lenders are subject to confirmations / reconciliation and adjustments, if any. The management does not expect any material difference affecting the current year's financial statements.

(E) In the opinion of the Board of Directors, unless otherwise stated in the Balance Sheet, the current assets, loans and advances have value of realisation, in the ordinary course business, at least equal to the amount stated in the Balance Sheet.

(F) Unsecured Loans include that of the Directors and their Associates

(G) The sales-tax assessment of the Company has been finalised upto and including the accounting year 2009 – 2010.

(H) The Income-tax Assessments of the Company are completed upto March 31, 2012 (Assessment Year 2012 – 2013).

(I) Sundry Creditors include ₹ NIL (Previous Year ₹ NIL) due to Small Scale Industrial Undertakings (SSI's) to the extent such parties have been identified from the available information / documents with the company.

(J) As per the information available with the Company in response to the enquiries from all existing suppliers with whom the Company deals, none of the suppliers are registered under the Micro, Small and Medium Enterprises Development Act, 2006.

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

- (K) One of the creditors of the Company has filed legal case against the Company for recovery of dues. However, the same is being contested by the Company.
- (L) The Company has filed a legal case or is in the process of filing legal cases against various parties to recover amounts due from them.
- (M) The Company does not expect any shortfall on realisation of assets on aggregate basis, despite accumulated losses as on March 31, 2014.
- (N) Disclosures pursuant to Accounting Standard – 15: Employees' Benefit

	2013-2014 ₹	2012-2013 ₹
A Defined Contribution Plan		
The Company has recognised the following amounts in the Profit & Loss Accounts for the year		
1 Contribution to Employees' Provident Fund / Employees' Family Pension Fund	15,85,287	15,38,422
B Define Benefits Plan		
Net Assets / (Liability) recognized in the Balance Sheet		
A Funded Status		
a) Present Value of Defined Benefit Obligations	18,37,035	17,25,498
b) Fair Value of Plan Assets	18,37,035	24,39,933
c) Net Assets / (Liability) Recognised in the Balance Sheet	Nil	Nil
Total Expenses recognized in the statement of Profit & Loss A/c		
A) Component of Employer Expenses		
a) Current Service Cost	2,89,786	2,90,332
b) Interest Cost	1,33,389	1,59,437
c) Expected Return on Plan Assets	(1,60,400)	(2,22,500)
d) Actuarial Losses / (Gains)	(12,699)	29,542
e) Actuarial Losses / (Gain) on Plan Assets	1,61,961	(2,21,230)
f) Total Expenses recognized in Statement of Profit & Loss A/c.	2,50,076	4,78,041
g) Short Term Compensated absences paid during the year charged to Profit & Loss A/c.	NIL	NIL
Reconciliation of Defined Benefit Obligation and Fair Value of Assets		
A Change in Defined Benefit of Obligations		
a) Present Value of DBO at beginning of the year	17,25,498	25,05,278
b) Current Service Cost	2,89,786	2,90,332
c) Interest Cost	1,33,389	1,59,437
d) Actual (Gains) / Losses	(1,74,660)	29,542
e) Benefits paid	(1,36,978)	(12,59,091)
f) Present value of DBO at the end of the year	18,37,035	17,25,498

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	2013-2014 ₹	2012-2013 ₹
B Change in the Fair Value of Assets		
a) Plan Assets at the beginning the year	24,39,933	25,05,278
b) Adjustment to Opening Fair Value of Plan Assets	(7,14,436)	Nil
c) Expected Return on Plan Assets	1,60,400	2,22,500
d) Actual Company Contributions	2,50,077	11,92,476
e) Employees Contributions	Nil	Nil
f) Actuarial gains / (Losses) on Plan Assets	(1,61,961)	(2,21,230)
g) Benefits paid	(1,36,978)	(12,59,091)
h) Plan Assets at the end of year	18,37,035	24,39,933

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand factors in the employment markets.

(O) Earnings in Foreign Currency (on accrual basis)

	Year ended March 31, 2014 ₹	Year ended March 31, 2013 ₹
a) FOB value of export of manufactured goods	2,88,88,457	5,76,82,506

(P) CIF Value of Imports and Expenditure in Foreign Currency (on accrual basis)

	Year ended March 31, 2014 ₹	Year ended March 31, 2013 ₹
a) C. I. F. Value of Imports	Nil	Nil
b) Expenditure in Foreign Currencies (on accrual basis) Travelling Expenses	2,64,366	4,46,305

(Q) Details of Raw-Materials / Intermediates Consumed :

	2013-2014		2012-2013	
	Quantity MT	Value ₹	Quantity MT	Value ₹
Wire Rods	3,713	21,98,86,676	5,423	32,65,92,266

(R) Value of Imported and Indigenous Consumption :

	2013-2014		2012-2013	
	%	Value (₹)	%	Value (₹)
A. Raw Materials :				
Imported	Nil	Nil	Nil	Nil
Indigenous	100.00	21,98,86,676	100.00	32,65,92,266
	100.00	21,98,86,676	100.00	32,65,92,266
B. Stores, Spares and Loose Tools				
Imported	Nil	Nil	Nil	Nil
Indigenous	100.00	74,79,046	100.00	82,33,694
	100.00	74,79,046	100.00	82,33,694

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(S) TAXATION :**(i) Deferred taxation**

	Accumulated As at March 31, 2013 ₹	Charge / Credit during the Year ₹	Accumulated As at March 31, 2014 ₹
Deferred Tax Liability			
1. Depreciation / Others	Nil	Nil	Nil
TOTAL (A)	Nil	Nil	Nil
Deferred Tax Assets on account of:			
1. Depreciation	2,09,479	51,772	2,61,251
2. Employees' benefits / Expenses Under Section 43B / 40(ia)	15,65,114	(38,250)	15,26,864
3. Business Loss	Nil	16,64,771	16,64,771
TOTAL (B)	17,74,593	16,51,249	34,52,886
Net Deferred Tax Liability / (Assets) (A-B)	(17,74,593)	(16,51,249)	(34,52,886)

- (ii) The Deferred Tax Asset (Net) for the year of ₹ 16,51,249/- (Previous Year Deferred Tax Liability ₹ 54,947/-) is reduced from the Current Year's loss (Previous year reduced from the Profit) and added to the balance in Deferred Tax Assets (Previous Year - reduced from the Deferred Tax Assets)..

(T) Segment Reporting as per AS 17:-**Primary Segment :**

The Company operates only one primary segment viz. manufacture and sale of Bright Bars and has entire turnover from sale of Bright Bars and / or processing of Bright Bars.

Secondary Segment:

Details as per Geographic region:

Country	For the Year ended March 31, 2014 ₹	For the Year ended March 31, 2013 ₹
India	27,26,10,223	33,33,82,185
Germany	Nil	38,65,593
Iran	Nil	18,75,418
South Africa	2,77,28,301	2,63,19,316
Turkey	Nil	87,10,983
Morocco	19,46,652	1,89,63,258

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(U) Related Party Information

Disclosures in respect of related parties (as defined in Accounting Standard 18), with whom transactions have taken place during the year given below:

1) Relationship

- a) Enterprise where control of Key Management Personnel and / or their relatives exists.
1. Rose Investment Pvt. Ltd.
 2. Himatsingka Chemicals Pvt. Ltd.
 3. Swan Silver Wares Pvt. Ltd.
 4. Economic Forge Pvt. Ltd.
- b) Key Management Personnel
1. Shri Avinash Jajodia - Chairman and Managing Director
 2. Smt. Manjudevi Jajodia – Executive Director

Note : Related Party relationship is as identified by the company and relied upon by the auditors.

2) Transaction with Related Parties

Particulars	Related Parties Referred in 1(a) above	Related Parties Referred in 1(b) above	Related Parties Referred in 1(c) above	Total
	₹	₹	₹	₹
Sales and Other Income (including sale of raw materials)	37,41,754 (58,14,060)	NIL (NIL)	NIL (NIL)	37,41,754 (NIL)
Expenses	17,95,000 (42,05,343)	56,04,612 (56,51,537)	NIL (2,25,000)	73,99,612 (1,00,81,880)
Finance received (Including interest payable)	50,00,000 (1,31,00,000)	2,24,50,000 (2,31,10,000)	NIL (93,750)	2,74,50,000 (3,63,03,750)
Finance Repaid (excluding interest paid)	55,75,000 (1,05,35,000)	80,00,000 (3,18,50,000)	NIL (NIL)	1,35,75,000 (4,23,85,000)
Sundry Debtors Receivable	3,60,054 (NIL)	NIL (NIL)	NIL (NIL)	3,60,054 (NIL)
Sundry Creditor Payable	NIL (10,56,860)	NIL (NIL)	NIL (NIL)	NIL (10,56,860)
Loan Amount Payable (excluding Interest payable)	1,32,00,000 (1,87,75,000)	2,18,10,000 (1,55,60,000)	Nil (45,93,750)	3,50,10,000 (3,89,28,750)
Other Amounts Payable	9,85,500 (4,24,616)	10,44,592 (9,97,021)	Nil (Nil)	20,30,092 (14,21,637)

The figures in brackets are for previous year.

The said party is no longer related party in terms of AS-18 and hence current year figures have not been provided.

Chase Bright Steel Limited

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(V) Disclosures in respect of Derivative Instruments :

- a. There are no derivative instruments like Forward Exchange Contracts etc. outstanding at the end of the year as on March 31, 2014 and at the end of the year as on March 31, 2013.
- b. The foreign currency exposures that are not hedged by a derivative instrument are as follows :

Details	Currency	Amount outstanding as on March 31, 2014	
Export Debtors	USD	33,909	₹ 20,37,924
Advance from Customers.	USD	Nil	Nil
Details	Currency	Amount outstanding as on March 31, 2013	
Export Debtors	USD	78,369	₹ 42,62,439
Advance from Customers.	USD	6,634	₹ 3,60,819

33. Figures of the previous year have been regrouped / reclassified / rearranged, wherever necessary, to conform with the current year's classification and presentation. Amounts and other disclosures for the preceding year are included as an integral part of the current year's financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

Signature to Note 1 to 33

As per our report even date
For **A. J. MEHTA & ASSOCIATES**
Chartered Accountants
Firm Registration No. 106179W

Atul J. Mehta
Proprietor
Membership No.: 36959

Place : Mumbai
Dated : May 30, 2014

For and on behalf of the Board of Directors
Avinash Jajodia Chairman &
Managing Director

P. L. Dabral
K. S. Shikari
Manju Devi Jajodia
Hemant Murarka } Directors

Place : Mumbai
Dated : May 30, 2014

Chase Bright Steel Limited

CIN: L99999MH1959PLC011479

Registered Office: R-237, TTC Industrial Area, MIDC, Rabale, Navi Mumbai-400 701

Tel.: 022-27606679, **Fax:** 022-27690627 **Email:** chasebrightsteel@gmail.com

Website: www.chasebright.com.

Share Transfer Agent: Sharex Dynamic (India) Pvt. Ltd., Unit No.1, Luthra Indl. Premises, Safed Pool, Andheri- Kurla Road, Andheri (East), Mumbai – 400 072. Tel.: 022-2851 6338,

ATTENDANCE SLIP

I / We hereby record my / our presence at the 54th Annual General Meeting of the Company held at the Thana Manufacturers' Association, TMA House, P-6 Main Road, Wagle Industrial Estate, Thane-400 604, at 11.00 a.m. on Tuesday 30th September, 2014.

Name and Address if the Shareholder(s)		
If Shareholder(s), please sign here	If Proxy, please mention name and sign here	
	Name of Proxy	Signature

Note:

1. Shareholder / Proxyholder, as the case may be, is requested to sign and handover this slip at the entrance of the Meeting Venue.
2. Members are requested to advise the change of their address if any, to Sharex Dynamic (India) Pvt. Ltd. at the above address.

Chase Bright Steel Limited

CIN: L99999MH1959PLC011479

Registered Office: R-237, TTC Industrial Area, MIDC, Rabale, Navi Mumbai-400 701

Tel.: 022-27606679, Fax: 022-27690627 Email: chasebrightsteel@gmail.com

Website: www.chasebright.com.

PROXY FORM

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

Name of the Member(s): _____

Registered address: _____

Email ID: _____

Folio No. / Client ID: _____

DP ID: _____

I / We, being the member(s) of _____ Shares of the above named Company, hereby appoint

1. Name: _____ Address: _____
_____ Email Id: _____ Signature _____, or
failing him

2. Name: _____ Address: _____
_____ Email Id: _____ Signature _____, or
failing him

3. Name: _____ Address: _____
_____ Email Id: _____ Signature _____, or
failing him

as my / our proxy to attend and vote (on a poll) for me / us and on my/ our behalf at the 54th Annual General Meeting of the Company, to be held at the Thana Manufacturers' Association, TMA House, P-6 Main Road, Wagle Industrial Estate, Thane – 400604 at 11.00 a.m. on Tuesday, 30th September, 2014 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Ordinary Resolutions	For	Against	Abstain
1	Adoption of the audited Balance Sheet as at and the Statement of Profit and Loss for the financial year ended on March 31, 2014			
2	Re-appointment of Mrs. Manjudevi Jajodia			
3	Appointment of Auditors and fix their remuneration			
4	Appointment of Mr. Hemant Murarka as Additional Director			
5	Appointment of Mr. Hemant Murarka as an Independent Director			
6	Appointment of Mr. P. L. Dabral as an Independent Director			
7	Appointment of Mr. N. G. Khaitan as an Independent Director			
8	Appointment of Mr. K. S. Shikari as an Independent Director			
	Special Resolutions			
9	Alteration of Articles of Association			
10	Re-Appointment of Avinash Jajodia as Chairman and Managing Director of the Company			
11	Increase in borrowing limits u/s. 180 (1) (c) of the companies Act, 2013			
12	Creation of charge on the movable properties of the company u/s. 180 (1) (a) of the companies Act, 2013			

Signed this _____ Day of _____ 2014.

Signature of shareholder

Signature of first proxy holder

Signature of second proxy holder

Signature of third proxy holder

Affix a
Revenue
Stamp

Note:

- A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote instead of self and the proxy need not be a member.
- The instrument appointing a Proxy should be deposited at the Registered Office of the Company not less than 48 hours before commencement of the meeting.

If undelivered, please return to :

Chase Bright Steel Ltd.

R-237, TTC Industrial Area, MIDC,
Rabale, Navi Mumbai - 400 701.

Tel.: 022-2760 6679



CHASE BRIGHT STEEL LTD



FORM A

Format of covering letter of the annual audit report to be filed with the Stock Exchange

1	Name of the company	CHASE BRIGHT STEEL LIMITED
2	Annual financial statements for the year ended	31 ST MARCH 2014
3	Type of Audit observation Un-qualified / Matter of Emphasis	Nil
4	Frequency of observation Whether appeared first time...../ repetitive...../ s ince how long period	The Company is in the regime of no audit qualifications
5	To be signed by- <input type="checkbox"/> Director <input type="checkbox"/> Auditor of the company	<p>For Chase Bright Steel Ltd,</p> <p><i>Mansudevi Jataora</i> Director MANSUDEVI JATAORA IN-00075394</p> <p>For A. J. MEHTA & ASSOCIATES Chartered Accountants Firm Registration No. 106179W</p> <p><i>Atul J. Mehta</i> ATUL MEHTA PROPRIETOR Membership No. 36959</p>