



INDEPENDENT AUDITOR'S REPORT

To,
The Members of
Bhilai Engineering Corporation Limited
Bhilai (C.G.)

Report on the Financial Statements

We have audited the accompanying financial statements of Bhilai Engineering Corporation Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statement that give a true and fair view of the financial position, financial performance and cash flow of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and free from material misstatement whether due to fraud or error.

Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.



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 31st March, 2015;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the Cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ('the Order') issued by the Central Government of India in Items of sub-Section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid standalone financial statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on 31st March, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015, from being appointed as a director in terms of section 164(2) of the Act and
 - f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has no pending litigations in the current financial year.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place : Bhilai

Date : 5th September' 2015



for P.C. BAFNA & CO.
Chartered Accountants
FR No. – 02147C

(SUNIL KASHYAP)
PARTNER
Membership No. 75681

Annexure to the Auditors' Report

The Annexure referred to in our independent Auditor's Report to the members of the Company on the standalone financial statement for the year ended 31st March 2015, we report that :

- i. a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
b) As explained to us, the fixed assets have been physically verified by the management during the year, in a phased periodical manner which in our opinion is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
- ii. a) The Inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of Inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of business.
c) In our opinion and according to the information and explanations given to us the company is maintaining proper records of inventory. The discrepancies noticed on verification between physical stock and book records were not significant and the same has been properly dealt with in the books of account.
- iii. In respect of the loans, secured and unsecured, granted by the company to companies, firms and other parties covered in the register maintained u/s 189 of the Companies Act, 2013: -
a) The Principal amounts are repayable over varying periods upto five years, while the interest is payable annually, both at the discretion of the Company.
b) In respect of the said loans and interest thereon, there are no overdue amounts.
- iv. In our opinion and according to the information and explanation given to us during the course of our audit, there are adequate internal control systems commensurate with the size of the company and the nature of its business with regard to the purchases of stores, raw materials, plant & machinery, equipments and other assets and for the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in such internal control system.
- v. According to the information and explanations given to us, the Company has not accepted any deposit from the public. Therefore, the provisions of Clause (v) of paragraph 3 of the CARO 2015 are not applicable to the Company.
- vi. We have broadly reviewed the cost records of Two division namely Foundry & Fertilizers maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government under Section 148(1)(d) of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed accounts and cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii. a) According to the information and explanations given to us on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

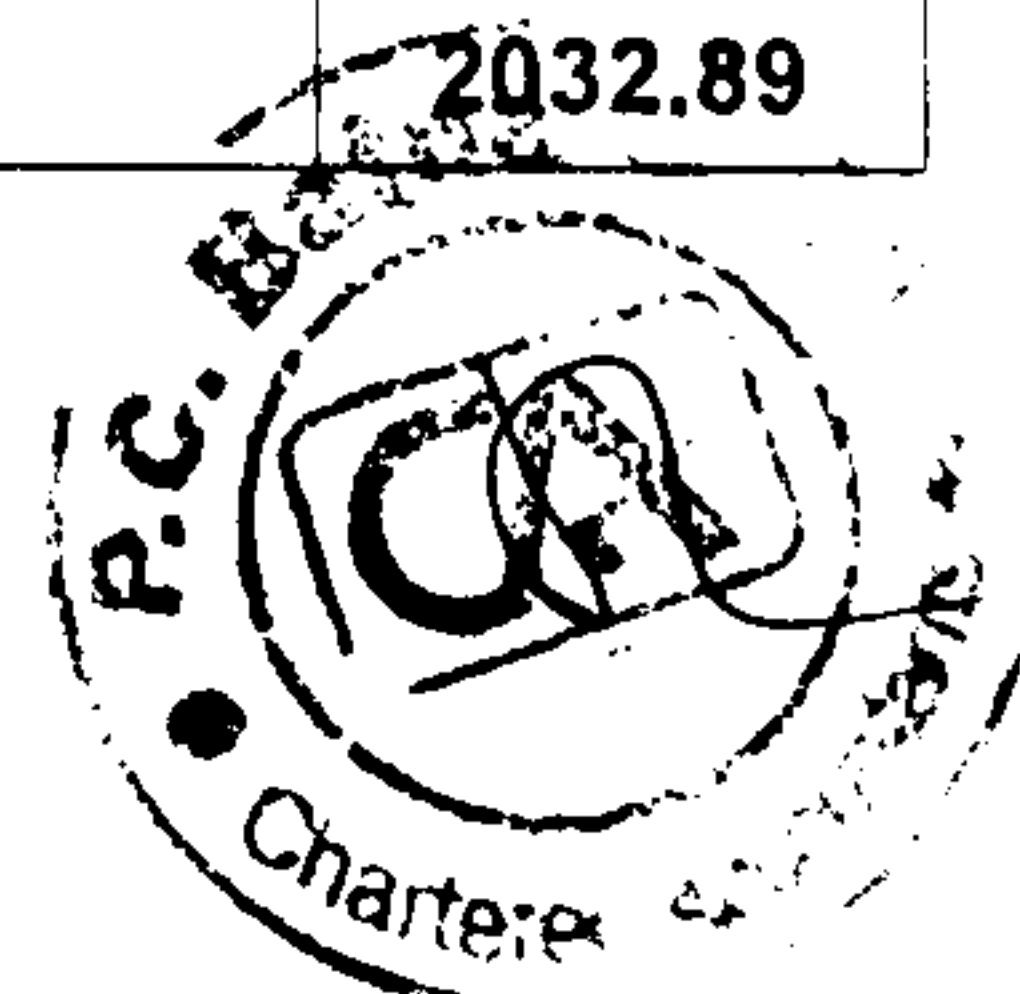
According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and



other material statutory dues were in arrears as at 31st March' 2015 for a period of more than six months from the date they became payable.

- b) According to the information and explanations given to us, the following dues of income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have not been deposited by the Company on account of disputes:

S. No.	Nature of Dues	Forum where dispute is pending	Period	Amount (Rs in Lacs)
1.	Sales tax	Dy. Assistant Commissioner ST Appeals	1994-95	2.32
2.	Sales tax	Dy. Assistant Commissioner ST Appeals	1997-98	6.88
3.	Excise duty	High Court, Bilaspur	1998-99	10.73
4.	C.S.T.	Sales Tax Department (2 nd Appeal)	2005-06	9.41
5.	Comm. Tax	Sales Tax Department (2 nd Appeal)	2005-06	1.28
6.	Entry Tax	Sales Tax Department (2 nd Appeal)	2005-06	13.19
7.	Entry Tax	High Court, Bilaspur	2005-06	2.59
8.	Entry Tax	High Court, Bilaspur	2006-07	4.65
9.	C.S.T.	Sales Tax Department	2007-08	29.65
10.	Entry Tax	High Court, Bilaspur	2007-08	11.99
11.	Sales Tax	Asst. Commissioner, Nagpur	2007-08	19.66
12.	Sales Tax	Asst. Commissioner, Nagpur	2008-09	40.86
13.	Entry Tax	High Court, Bilaspur	2008-09	12.77
14.	Service Tax	Additional Commissioner, Raipur	2008-09	19.37
15.	Service Tax	Commissioner, Raipur	April'06 to Sep.'09	57.45
16.	Entry Tax	High Court, Bilaspur	2009-10	3.93
17.	Sales Tax	Asst. Commissioner, Nagpur	2009-10	54.98
18.	Sales Tax	Asst. Commissioner, Nagpur	2010-11	61.34
19.	Entry Tax	High Court, Bilaspur	2010-11	0.09
20.	Excise Duty	Commissioner, Raipur	2010-11	926.08
21.	Cenvat	Cestat, New Delhi	2010-11	57.36
22.	Sales Tax	Asst. Commissioner, Nagpur	2011-12	112.31
23.	Excise Duty	Commissioner, Raipur	2011-12	69.56
24.	Excise Duty	Commissioner, Raipur	2012-13	200.71
25.	Excise Duty	Additional Commissioner, Raipur	2012-13	22.22
26.	Excise Duty	Cestat, New Delhi	2012-13	59.56
27.	Excise Duty	Commissioner, Raipur	2013-14	80.33
28.	Excise Duty	Commissioner, Raipur	2013-14	92.32
29.	Excise Duty	Add. Commissioner, Raipur	2014-15	49.30
		Total		2032.89



- viii. The company does not have accumulated losses and has not incurred any cash loss during the financial year and in the immediately preceding financial year
- ix. Based on our audit procedures and on the information and explanation given by the management the company has not defaulted in repayment of dues to banks and financial institutions. The company has not issued any debenture during the year.
- x. In our opinion and according to the information and explanation given to us, the terms and conditions on which the company has given guarantee for loan taken by others from banks or financial institutions is prima-facie not prejudicial to the interest of the company.
- xi. Based on our procedures and on the information and explanation given by the management the company has applied term Loan for the purpose for which the Loan were obtained.
- xii. In our opinion and according to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the year that causes the financial statements to be materially misstated.

Place : Bhilai
Date : 5th September' 2015

for P.C. BAFNA & CO.
Chartered Accountants
FR No. – 02147C



(SUNIL KASHYAP)
PARTNER
Membership No.75681

BHILAI ENGINEERING CORPORATION LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2015

PARTICULARS	NOTE	As At 31st March	
		2015 Rs. In Lacs	2014 Rs. In Lacs
A EQUITY AND LIABILITIES			
1) Shareholders' Funds			
a) Share Capital	2	471.93	471.93
b) Reserves & Surplus	3	33,935.97	31,956.55
		34,407.90	32,428.48
2) Non-Current Liabilities			
a) Long Term Borrowings	4	2,497.45	2,135.06
b) Deferred tax Liabilities (Net)	5	417.68	236.45
c) Other Long Term Liabilities	6	6,166.85	8,136.53
d) Long Term Provisions	7	-	86.88
		9,081.98	10,594.92
3) Current Liabilities			
a) Short Term Borrowings	8	16,209.28	14,609.04
b) Trade Payables	9	17,923.34	15,268.76
c) Other Current Liabilities	10	10,074.93	10,697.27
d) Short Term Provisions	11	998.29	1,257.02
		45,205.84	41,832.09
TOTAL		88,695.72	84,855.49
B ASSETS			
1) Non-Current Assets			
a) Fixed Assets	12	15,862.29	16,437.18
- Tangible Assets		14,958.11	14,253.04
- Intangible Assets		-	-
- Capital Work-in-Progress		904.18	2,184.14
b) Non-Current Investments	13	88.43	105.00
c) Long-Term Loans and Advances	14	847.03	788.58
d) Trade Receivables	15	1,215.58	1,071.86
e) Other non-current assets	16	2,833.70	2,030.81
		20,847.03	20,433.43
2) Current Assets			
a) Current Investments	17	1,975.60	1,700.00
a) Inventories	18	18,816.30	18,996.50
b) Trade Receivables	19	24,557.87	17,436.67
c) Cash and Cash Equivalents	20	7,945.10	9,476.17
d) Short-Term Loans and Advances	21	11,310.70	13,108.57
e) Other current assets	22	3,243.11	3,704.15
		67,848.68	64,422.06
TOTAL		88,695.72	84,855.49

Significant Accounting Policies - 1

Notes on Financial Statements - 2 to 36

Notes referred to above form an integral part of the accounts

This is the Balance Sheet referred to in our report of even date

FOR P.C. BAFNA & CO.
Chartered Accountants

(SUNIL KASHYAP)
PARTNER

Place :- Bhilai

Date : 5th September' 2015



FOR AND ON BEHALF OF THE BOARD

A.K. JAIN
(Mg. Director)

VEENU JAIN
(Mg. Director)

GEETIKA JAIN
(Mg. Director)

BHILAI ENGINEERING CORPORATION LIMITED

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

PARTICULARS	NOTE	2014-15 Rs. In Lacs	2013-14 Rs. In Lacs
<u>INCOME :</u>			
Revenue from Operations (Gross)	23	91,361.89	100,441.18
Less :- Excise Duty		2,856.57	2,295.97
Revenue from Operations (Net)		88,505.32	98,145.21
Other Income	24	1,132.10	1,141.20
Total Revenue :		89,637.42	99,286.41
<u>EXPENDITURE :</u>			
Cost of Materials Consumed	25	51,159.03	56,617.28
Changes in Inventories of Finished Goods, Stock-in-Process and Stock-in Trade	26	1,185.70	(3,622.83)
Employee Benefits & Expenses.	27	8,055.63	7,542.99
Finance Costs	28	3,175.23	2,350.00
Depreciation and Amortisation Expense		3,192.08	2,709.86
Other Expenses	29	20,002.26	23,272.29
Total Expenses :		86,769.93	88,869.59
Profit Before Tax		2,867.49	10,416.82
Corporate Social Responsibility Expenses		1.21	-
<u>Tax Expenses</u>			
- Current Tax		1,105.00	3,826.00
- Weath Tax		6.03	6.24
- Deferred Tax		181.23	88.59
Profit for the year		1,574.02	6,495.99
Earning per Share of F.V. of Rs. 10 each Basic and Diluted (in Rupees)	33	33.35	137.65

Significant Accounting Policies - 1


Notes on Financial Statements - 2 to 36

Notes referred to above form an integral part of the accounts

This is the Balance Sheet referred to in our report of even date

FOR AND ON BEHALF OF THE BOARD


FOR P.C. BAFNA & CO.
Chartered Accountants

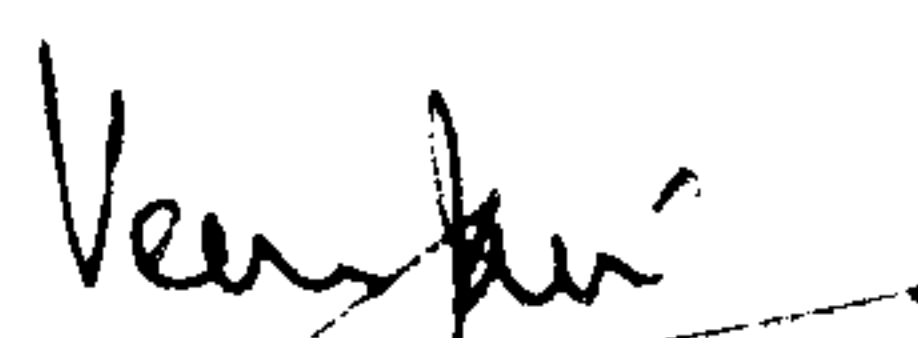

(SUNIL KASHYAP)
PARTNER

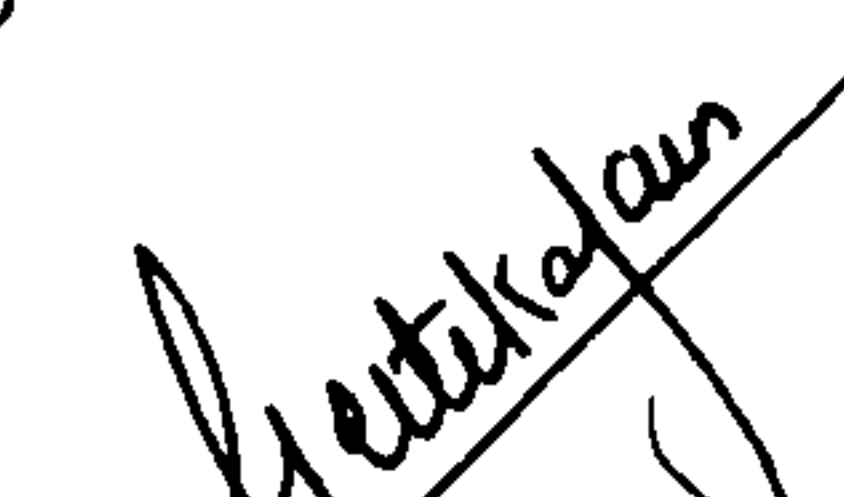
Place :- Bhilai

Date : 5th September' 2015




A.K. JAIN
(Mg. Director)


VEENU JAIN
(Mg. Director)


GEETIKA JAIN
(Mg. Director)

Cash Flow Statement for the Year Ended

	31 st Mar' 2015 (Rs. In Lacs)	31 st Mar' 2014 (Rs. In Lacs)
A. Cash Flow from operating activities:		
Net Profit before tax and extraordinary items	2,867.49	10,416.82
Adjustments for :		
Dividend	(0.01)	(1.68)
Depreciation	3,192.08	2,709.86
Corporate Social Responsibility Expenses	(1.21)	
Interest Paid	2,228.25	1,494.28
Profit / Loss on Sale of Fixed Assets	(0.89)	12.14
Profit / Loss on Sale of Investment	(218.69)	(271.53)
Interest Income	(704.16)	(685.86)
Operating Profit before Working Capital changes	7,362.86	13,674.03
Adjustments for :		
LT Trade Receivables	(143.72)	(141.09)
ST Trade Receivables	(7,121.20)	2,418.47
Inventories	180.19	(287.61)
Trade Payable	2,654.58	(3,936.66)
Advance from Customers	(1,969.69)	(1,949.23)
Current Liabilities	(622.34)	(1,320.61)
Short Term Provisions	(258.52)	112.37
Long Term Provisions Increase/(Decrease)	(86.88)	-
	(7,367.58)	(5,104.36)
Cash generated from operations	(4.73)	8,569.67
Interest Paid (Net)	(1,524.09)	(808.42)
Direct Taxes & FBT Paid	(868.45)	(4,567.38)
Cash Flow from operating activities before extraordinary items (Total 'A')	(2,397.27)	3,193.87
B. Cash Flow from Investing activities		
Current Investments	-	-
Purchase of Fixed Assets	(2,462.46)	(7,334.54)
Sale of Fixed Assets	10.32	54.92
Sale /(Purchase) of Investments	(40.36)	1,456.97
Capital Subsidy Received	250.00	50.00
Other non-current Assets	(802.89)	1,713.15
Dividend Income	0.01	1.68
Net cash used in investment activities (Total 'B')	(3,045.38)	(4,057.82)
C. Cash Flow from Financing activities		
Long Term Proceedings Increase	362.39	(894.95)
Unsecured Loan (Decrease)	-	-
Bank Borrowing (Short Term) Increase	1,600.24	3,583.55
Long Term Loans & Advance (Increase)	(58.46)	(73.70)
Short Term Loans & Advances (Increase)	1,797.86	(944.99)
Other Current Assets – (Increase)	209.55	(960.02)
Net cash generated/used in financing activities (Total 'C')	3,911.58	709.89
Net increase / Decrease in cash & cash equivalents (A+B+C)	(1,531.07)	(154.06)
Cash & Cash Equivalents at Beginning of the year.	9,476.17	9,630.23
Cash & Cash Equivalents at the close of the year	7,945.10	9,476.17

Note: Cash Flow Statement has been prepared under the indirect method as set out in the Accounting Standards (AS-3) "Cash Flow Statements" as specified in the Companies (Accounting Standards) Rule, 2006.

FOR P.C. BAFNA & CO.
Chartered Accountants

(SUNIL KASHYAP)
PARTNER

Place :- Bhilai

Date : 5th September' 2015



FOR AND ON BEHALF OF THE BOARD

A.K. JAIN
(Mg. Director)

VEENU JAIN
(Mg. Director)

GEETIKA JAIN
(Mg. Director)

NOTE '1': ACCOUNTING POLICIES AND NOTES ON ACCOUNT

SIGNIFICANT ACCOUNTING POLICIES

1. The accounts are prepared on historical cost convention and materially comply with the mandatory accounting standards issued by the Institute of Chartered Accountants of India, except specified otherwise.

2. Fixed Assets and Depreciation

Fixed Assets are stated at their original cost less depreciation. Cost includes inward freight, duties (excluding CENVAT wherever availed), taxes and expenses incidental to acquisition and installation. Capital goods manufactured by the company for its own use are capitalized at their estimated cost.

Depreciation has been provided:

- (a) On WDV methods over estimated lives of assets as specified in Schedule II of the Companies Act, 2013 from 01.04.2014 and for additions thereafter.
- (b) On assets acquired in respect of Food (Except Milk Division) Division & Fertilizers (Pulgaon), as per straight-line rates, as specified in schedule XIV of the Companies Act.1956.
- (c) Intangible Assets are stated at cost of acquisition less accumulated amortization. Computer software (Purchase Cost, user License fee etc.), Tech Know how, are amortized over a period of 4 years. Amortization is done on straight line method.

3. Capital Work-in-Progress

Expenditure incurred during pre-operative/installation period is stated at cost.

4. Translation of Foreign Currency Items

- (a) Exchange rates variation related to Purchase / Sales of goods incurred and paid during the year are included under respective sales & purchase.
- (b) Foreign currency liabilities related to acquisition of fixed assets are recorded at the exchange rates prevailing on the date of transactions. The exchange rate variation, if any, on payments of liabilities is consistently charged to respective fixed assets.
- (c) The exchange rate variation on repayment of foreign currency loan is consistently charged to Profit & Loss A/c. At the year end outstanding foreign currency loan is also translated at exchange rate prevailing at the year end and the difference is recognized in Profit & Loss A/c.

5. Expenditure During Construction Period

In case of the new projects all expenditures capitalized include interest and financing cost on loans / funds used prior to commencement of commercial production.

6. Investments

- (a) Non Current Investments are stated at cost.
- (b) Current Investments are stated at cost or market value whichever is less.

7. Inventory Valuation

- (a) Valuation of inventories of raw materials, stores spares, packing material & fuels are at cost.
- (b) Cost is determined on the basis of weighted average method in Engineering Division and on " FIFO" system in other divisions.
- (c) Semi-finished goods and finished goods are valued at cost / estimated cost based on sales price or net realizable value whichever is lower.

8. Research and Development

Research and Development expenditure is charged to Profit & Loss Account through normal heads of expenses and capital expenditure is added to the cost of the fixed assets in the year in which it is incurred.



9. Retirement Benefits

- (a) The company has an arrangement with Insurance Companies to administer its gratuity scheme to the extent of available funds. The contribution and difference of actual payment, if any, are debited to profit and loss account
- (b) The Leave Encashment is accounted consistently on payment basis as the Company does not have mandatory leave encashment policy.

10. Revenue Recognition

- (a) Sales are recorded when supply of goods takes place in accordance with the terms of sale. Sales exclude Excise Duty, Sales Tax and Service Tax.
- (b) Income from consultancy, lease rent and other services are accounted for as per terms of the contract.
- (c) Works Contracts:
 - i. The Company is following AS -7 as prescribed by ICAI and accordingly is accounting all contracts on "Percentage of Completion Method".
 - ii. Income in respect of various works contract is recognised considering reasonableness of its realisability. Income recognition is by way of actual payments received by the company (excluding un-adjusted advance), against bills raised. Deferred receivables are not accounted as income till its realization).
 - iii. Claims made on account of escalation are recognised as revenue only to the extent of the realization of the amount of claim.

11. Borrowing Cost

Borrowing Cost that are attributable to the acquisition, production or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

12. Taxes on Income

Provision for taxation is made in accordance with the income tax laws and rules prevailing at the time of the relevant assessment years.

Deferred Tax liability is recognized for all timing differences being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets are recognized and carried forward to the extent there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred Tax liabilities/ assets are quantified using the prevailing tax rates.

13. Claims, Subsidies & Taxes etc.

- 1. Taxes and duties, escalations, compensations deductions / refund of liquidated damages, LD related expenses & insurance claims etc. are accounted for on determination / acceptance basis.
- 2. Fertilizer subsidy has been accounted for on the basis of bills submitted and amount determined / expected to be determined by Govt. and other Authorities. Adjustments are accounted for on final determination.

14. Consumption value

The value of materials consumed is net of CENVAT benefits and sales tax set-off.

15. Capital Subsidy

Capital subsidies in respect of the new projects are credited to Capital Reserve as per past practice.

16. Contingent Liabilities

All liabilities have been provided in the accounts except liabilities of contingent nature, which have been shown at their estimated value in the NOTES ON ACCOUNTS.



2. SHARE CAPITAL

PARTICULARS	As at 31.03.2015 Rs. In Lacs	As at 31.03.2014 Rs. In Lacs
(a) <u>Authorised Capital</u>		
1,15,00,000 Equity Shares of Rs. 10/- each	1,150.00	1,150.00
	1,150.00	1,150.00
(b) <u>Issued, Subscribed & Paidup</u>		
47,19,320 Equity Shares of Rs. 10/- each fully paidup	471.93	471.93
TOTAL :	471.93	471.93
c) <u>Shareholders holding more than 5% shares in the company</u>		

2015			2014	
Name	Shares held	% of Holding	Shares held	% of Holding
(i) Balka Services (P) Ltd.	643,799	13.64	643,799	13.64
(ii) Kriner Services (P) Ltd.	640,999	13.58	640,999	13.58
(iii) Surge Services (P) Ltd.	641,200	13.59	641,200	13.59
(iv) Beco Agri. & Ind. (P) Ltd.	639,399	13.55	639,399	13.55
(v) Bhilai Management Services (P) Ltd.	639,399	13.55	639,399	13.55
(vi) Bhilai Investment Ltd.	370,160	7.84	370,160	7.84
(vi) Sudha Investment Ltd.	390,050	8.26	390,050	8.26

d) Rights of Share holders:

- The Company has only one class of equity shareholders. Each holder is entitled to one vote per share.
- The Company declares and pays dividends in Indian Rupees. The Dividend proposed by the Board of Directors is subject to the approval by the Share-holders at the ensuing Annual General Meeting.
- In the event of liquidation, the Share-holders of equity shares are eligible to receive the remaining assets of the company after distribution of all preferential amounts in proportion to their shareholding.



BHILAI ENGINEERING CORPORATION LIMITED

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2015

PARTICULARS	As at 31.03.2015 Rs. In Lacs	As at 31.03.2014 Rs. In Lacs
3. <u>RESERVES & SURPLUS</u>		
A. <u>Capital Reserves :</u>		
As per last financial statements	118.31	68.31
Add:- Capital Subsidy Received	250.00	50.00
TOTAL :	368.31	118.31
B. <u>General Reserve :</u>		
As per last Balance Sheet	31,838.24	25,357.74
Transfer from Profit & Loss A/c	1,574.02	6,495.99
Adjustment for earlier Year Tax	(0.37)	(15.49)
Depreciation adjustment as Schdule-II	155.77	-
	33,567.66	31,838.24
TOTAL :	33,935.97	31,956.55
4. <u>LONG TERM BORROWINGS</u>		
<u>Secured</u>		
Term Loan - from banks	273.04	471.20
Term Loan - from Financial Institution	2,224.41	1,663.86
	2,497.45	2,135.06
1) Term Loans are secured by 1st Pari Passu charge by way of Equitable Mortgage of factory leasehold land located at Bhilai and Urla including hypothecation of Plant & Machineries and entire existing and proposed Fixed Assets of the company and 2nd Pari-passu charge on the entire Current Assets of the company by way of hypothecation/pledge.		
2) Term Loan from Financial Institution are secured by hypothecation of the Plant & Machinery purchased by the company.		
3) Term Loans have also been guaranteed by some of the Directors.		
5. <u>DEFERRED TAX LIABILITIES (NET)</u>		
Deferred tax liabilities		
tax effect due to-		
Difference between written down value of assets under the companies act, 1956 and the Income Tax	417.68	236.45
TOTAL (A)	417.68	236.45
Deferred tax assets		
tax effect due to-		
Expenses allowable on payment basis	-	-
TOTAL (B)	-	-
Net Deferred Tax/(Assets)/ Liability	417.68	236.45
6. <u>OTHER LONG TERM LIABILITIES</u>		
Advances from Customers	6,166.85	8,136.53
	6,166.85	8,136.53



BHILAI ENGINEERING CORPORATION LIMITED

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2015

PARTICULARS	As at 31.03.2015 Rs. In Lacs	As at 31.03.2014 Rs. In Lacs
7. <u>LONG TERM PROVISIONS</u>		
Provision for LD on turnkey Projects	-	86.88
	-	86.88
8. <u>SHORT TERM BORROWINGS</u>		
<u>Secured</u>		
Cash Credit - from banks	11,612.79	10,826.19
Loan against FDR	360.00	270.00
Demand Loan from Financial Institution	1,390.95	1,512.85
<u>Unsecured</u>		
Unsecured Loan from banks	2,845.54	2,000.00
	16,209.28	14,609.04
1) Cash credit, WCDL, Stand-by line of credit & Export Packing credit facility from Central Bank of India, State Bank of India, IDBI Bank and UCO Bank are secured by 1st Pari Passu charge by way of Hypothecation / Pledge of entire Current Assets including Raw-Materials, Stock-in-Process, Finished Goods, Stores & Spares at factory premises or such other places as may be approved by banks and assignment of Book Debts both present and future and 2nd Pari-passu charge on the entire Fixed Assets (existing & proposed) of the company by way of hypothecation/mortgage.		
2) Working Capital Loans have also been guaranteed by some of the Directors.		
9. <u>TRADE PAYABLES</u>		
Sundry Creditors from Related Parties	1,582.08	1,462.49
Sundry Creditors	16,341.26	13,806.27
	17,923.34	15,268.76
10. <u>OTHER CURRENT LIABILITIES</u>		
Advance from Customers	6,014.00	7,677.41
Trade / Security deposits Received	1,461.51	1,124.16
Other payables towards Govt. Authorities	711.86	337.26
Current maturities of long term borrowings	1,009.68	595.79
Others	877.88	962.65
	10,074.93	10,697.27
11. <u>SHORT TERM PROVISIONS</u>		
Provision for employee benefits	491.35	422.74
Provision for Gratuity	7.18	7.18
Others	493.73	820.86
Provision for Wealth Tax	6.03	6.24
	998.29	1,257.02



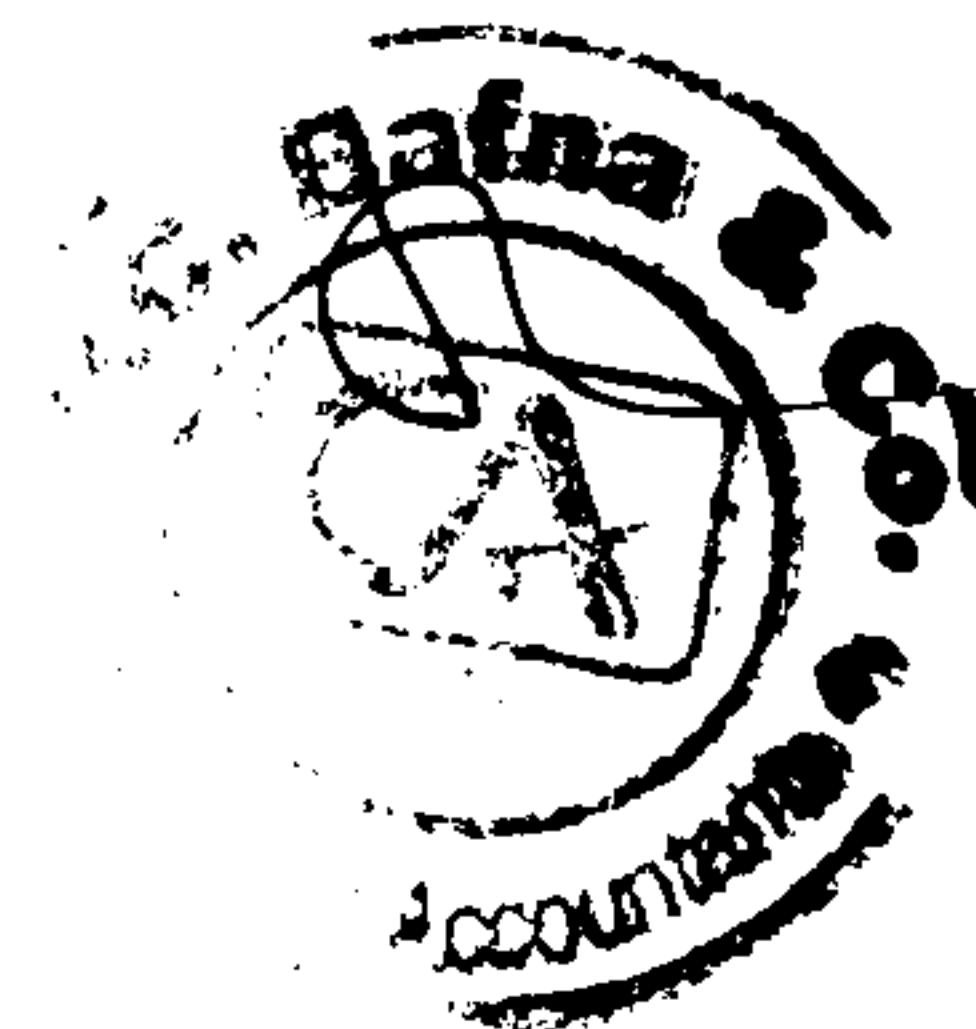
NOTE 12 - FIXED ASSETS :

G R O S S B L O C K					A C C U M U L A T E D D E P R E C I A T I O N					N E T B L O C K	
Particulars	As on 01.04.2014	Additions/ Adjustments during the year	Deductions/ Adjustments during the year	Total as on 31.03.2015	Up to 31.03.2014	Provided during the year	Adjustments /Deductions	Total upto 31.03.2015	As on 31.03.2015	As on 31.03.2014	
<u>Tangible Assets:</u>											
Land	261.43	-	-	261.43	-	-	-	-	261.43	261.43	
Building	5,013.79	486.60	-	5,500.39	1,622.75	334.83	0.23	1,957.35	3,543.04	3,391.04	
Plant & Machinery	19,961.62	2,944.37	-	22,905.99	12,207.19	1,990.87	190.11	14,007.95	8,898.04	7,754.43	
Water, Elec. & Tele Install.	509.32	85.24	-	594.56	228.26	96.26	2.55	321.97	272.59	281.06	
Furniture & Fixtures	1,057.59	83.82	-	1,141.41	541.70	179.75	(9.99)	731.44	409.97	515.89	
Vehicles	3,390.63	84.64	13.70	3,461.57	1,614.54	417.23	4.27	2,027.50	1,434.07	1,776.09	
Computers	1,114.41	57.75	-	1,172.16	841.31	173.14	(18.74)	1,033.19	138.97	273.10	
TOTAL : Rs.	31,308.79	3,742.42	13.70	35,037.51	17,055.75	3,192.08	168.43	20,079.40	14,958.11	14,253.04	
Prev. Year : Rs.	26,033.79	5,419.10	144.07	31,308.79	14,422.90	2,709.87	77.02	17,055.75	14,253.04		
Capital Work in Progress :									904.18	2,184.14	
GRAND TOTAL									15,862.29	16,437.18	



NOTE - 13 NON-CURRENT INVESTMENTS

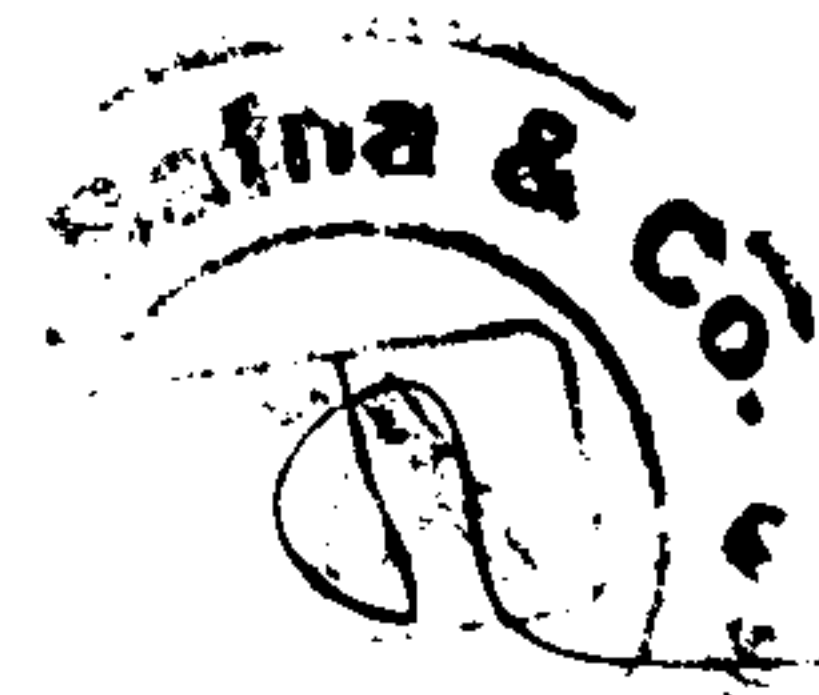
Particulars	Security	AS AT 31 st MARCH			
		2015		2014	
		NOS	Rs. In Lacs	NOS	Rs. In Lacs
A. QUOTED INVESTMENTS					
Gujarat Carbon Ltd.	SHARES	1500	0.75	1500	0.75
TOTAL 'A' QUOTED			<u>0.75</u>		<u>0.75</u>
B. UNQUOTED INVESTMENTS					
Madhu Memorial Hospital Ltd.	SHARES	170000	17.00	170000	17.00
Konark Metcoke Ltd. (Merge in Neelachal Ispat Nigam Ltd.)	SHARES	700000	70.00	700000	70.00
Hosak Industries & Plastics Ltd.	SHARES	5000	0.50	5000	0.50
NSC	SHARES		0.18		0.18
TOTAL 'B' UNQUOTED			<u>87.68</u>		<u>87.68</u>
C. MUTUAL FUNDS INVESTMENTS					
HDFC Debt fund for cancer cure (Sale.- 1,00,000)	Units	-	-	-	-
Magnum Contra- D	Units	-	-	21964.129	3.42
Reliance Vision Fund-D	Units	-	-	2231.645	1.00
SBI One India Mutual Fund (Merge in SBI Magnum Equity Fund)	Units	-	-	20000	2.00
Sundram Select Midcap-D (Pur-1509.288,Sale-27186.796)	Units	-	-	25387.025	5.00
Sundram Select Midcap-G (Pur-2903.913)	Units	-	-	2903.913	5.15
TOTAL 'C. MUTUAL FUNDS INVESTMENTS			<u>-</u>		<u>16.57</u>
	TOTAL A+B+C		<u>88.43</u>		<u>105.00</u>
Aggregate Market Value of Quoted Investments.			0.01		0.02
Aggregate Market Value of Mutual Funds.			-		25.84



BHILAI ENGINEERING CORPORATION LIMITED

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2015

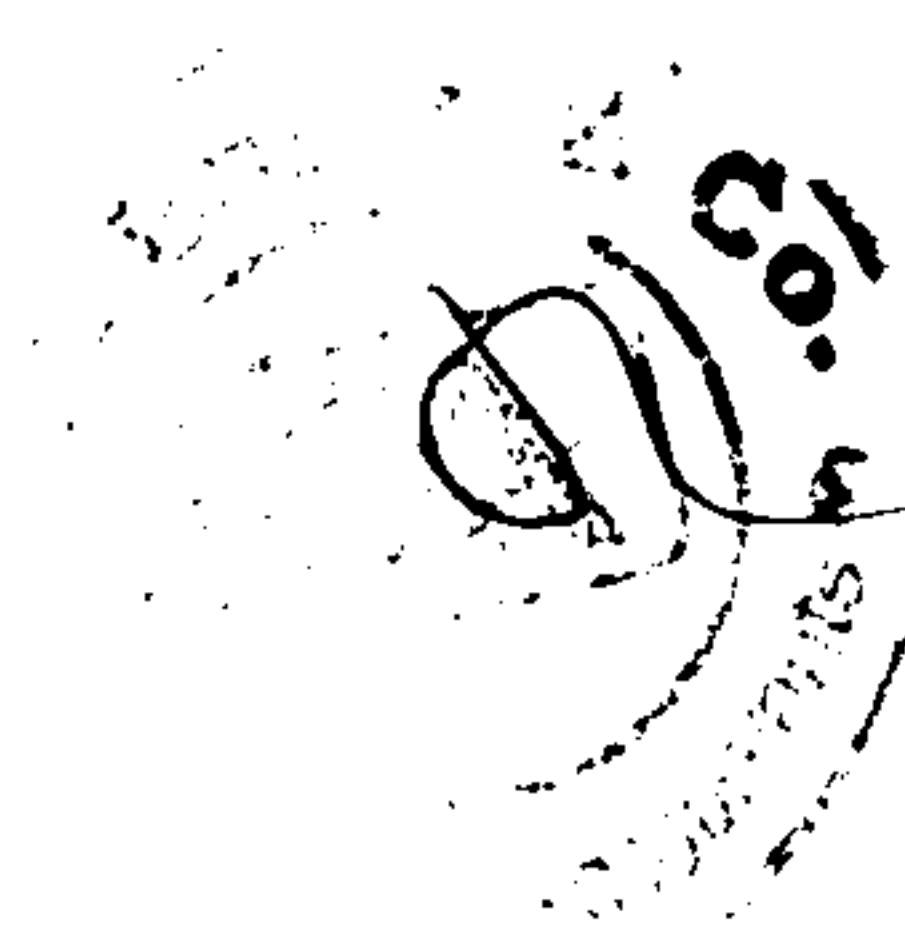
PARTICULARS	As at 31.03.2015 Rs. In Lacs	As at 31.03.2014 Rs. In Lacs
14. <u>LONG TERM LOANS & ADVANCES</u>		
(unsecured & considered good)		
Other Deposits (S.D.)	847.03	788.58
	847.03	788.58
15. <u>LONG TERM TRADE RECEIVABLE</u>		
(unsecured & considered good)		
Long Term Trade Receivables	1,215.58	1,071.86
	1,215.58	1,071.86
16. <u>OTHER NON-CURRENT ASSETS</u>		
FD Maturing after 12 months	2,833.70	2,030.81
	2,833.70	2,030.81
17. <u>CURRENT INVESTMENTS</u>		
Investment in Shares	575.55	-
Reliance Mutual Fund	1,300.05	1,500.00
SBI Premier Liquid Fund Super Onst. G	100.00	-
SBI Premier Liquid Plan	-	200.00
	1,975.60	1,700.00
Market Value	2,043.51	1,784.72
18. <u>INVENTORIES</u> At lower of cost & net realisable value)		
a) Raw-materials, Components, Stores & Spares	9,418.39	8,412.89
b) Finished & Semi-finished Goods	9,397.91	10,583.61
	18,816.30	18,996.50
19. <u>TRADE RECEIVABLE</u> (unsecured & considered good)		
a) Due over six months	2,728.24	2,523.50
b) Other Debts	21,829.63	14,913.17
	24,557.87	17,436.67
20. <u>CASH AND CASH EQUIVALENTS</u>		
Cash on hand	45.37	66.70
Balance with Banks		
- in current account	2,732.75	2,329.22
- in time deposit	5,166.98	7,080.25
	7,945.10	9,476.17



BHILAI ENGINEERING CORPORATION LIMITED

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2015

PARTICULARS	As at 31.03.2015 Rs. In Lacs	As at 31.03.2014 Rs. In Lacs
21. <u>SHORT TERM LOANS & ADVANCES</u> (unsecured &		
Loans & Advances to Related Parties	7,252.96	8,529.94
Advance to Staff & Others	412.79	638.09
Advance to Suppliers	3,644.95	3,940.55
	11,310.70	13,108.57
22. <u>OTHER CURRENT ASSETS</u>		
Balance with Excise and Service Tax Authority	1,826.67	1,838.97
Balance with Income Tax and TDS	196.19	447.69
Balance with Sales Tax Authority	726.77	783.33
Interest Accrued on FDR	306.23	285.08
Pre-paid Expenses	187.25	349.08
	3,243.11	3,704.15
23. <u>REVENUE FROM OPERATIONS :</u>		
Sale of Products	93,697.19	102,329.28
Less: Sales Tax	2,335.30	1,888.09
	91,361.89	100,441.19
<u>Sale of Products</u>		
Equipment, Fabricated Steel Structures	60,788.45	66,664.73
C.I. & Steel Castings	12,861.17	15,547.34
Power Genration	132.64	182.24
SSP,GSSP,NPK, Sulphuric Acid	16,717.02	16,347.32
Tomato Pulp & Concentrate	826.43	1,668.81
Road Construction	36.18	30.75
	91,361.89	100,441.19
24. <u>OTHER INCOME :</u>		
Dividend Income	0.01	1.68
Other non-operating Income	208.35	194.27
Profit on Sale of Investments	218.69	271.53
Profit/(Loss) on Sale of Assets	0.89	(12.14)
Interest Income	704.16	685.86
	1,132.10	1,141.20
* Tax Deducted at Source		
Sales, Subsidies & Services	507.63	741.39
Rent	4.07	0.40
Interest	74.61	68.89



BHILAI ENGINEERING CORPORATION LIMITED

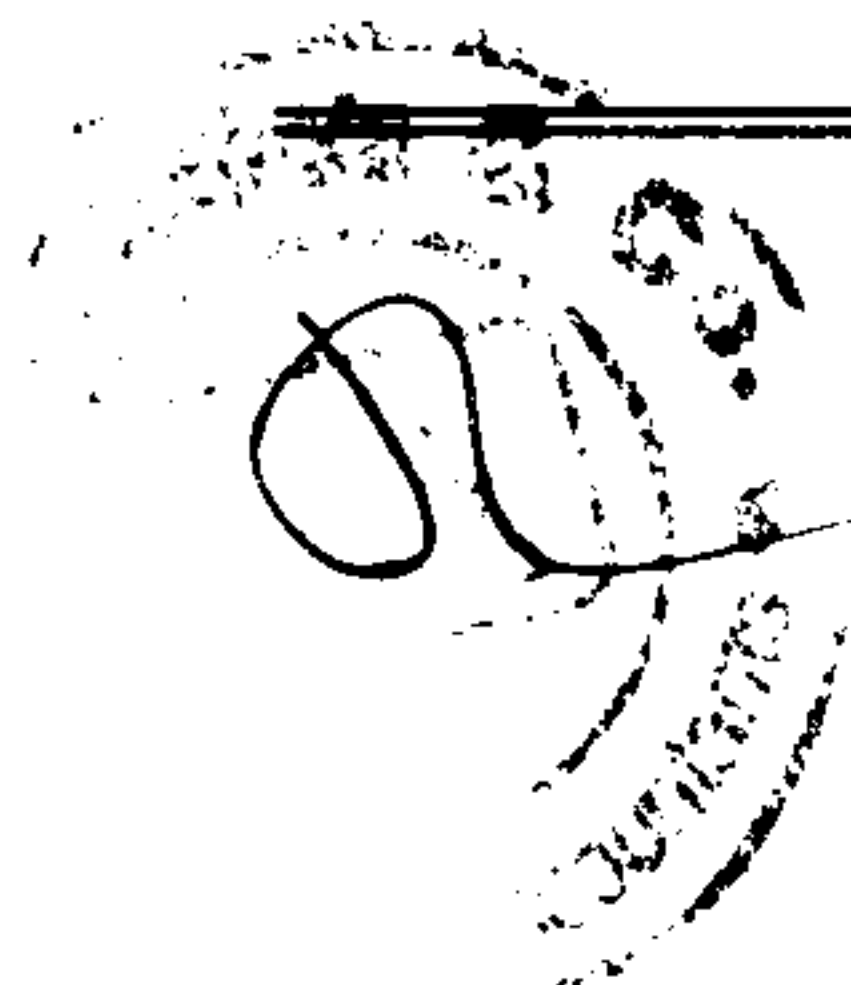
NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2015

PARTICULARS	As at 31.03.2015 Rs. In Lacs	As at 31.03.2014 Rs. In Lacs
25. <u>COST OF MATERIALS CONSUMED :</u>		
(I) Raw Material, Packing Material		
Inventories (at Commencement)	8,328.64	11,668.01
Add : Purchase	52,073.13	53,200.43
	60,401.77	64,868.44
Less: Inventories (at Close)	9,346.98	8,328.64
	51,054.79	56,539.80
(II) Stores & Spare Parts		
Inventories (at Commencement)	84.25	80.09
Add : Purchase	91.40	81.64
	175.65	161.73
Less: Inventories (at Close)	71.41	84.25
	104.24	77.48
<u>GROSS MATERIALS CONSUMED :</u>	51,159.03	56,617.28
<u>MATERIALS CONSUMED :</u>		
Steel & Steel Structural etc.	38,279.12	43,290.48
Pig Iron & Steel Scrap etc.	736.56	973.66
Rock Phosphate, Sulphar, Mix Fertilizers etc.	11,039.68	10,944.42
Tomato, Tamarind, Chilli etc.	503.02	955.36
Other	600.65	453.36
	51,159.03	56,617.28
26. <u>CHANGES IN INVENTORIES OF FINISHED GOODS STOCK-IN-PROCESS & STOCK-IN-TRADE :</u>		
Inventories (at Close)		
- Finished goods	3,551.92	3,772.74
- Semi-Finished goods	5,845.99	6,810.87
	9,397.91	10,583.61
Inventories (at Commencement)		
- Finished goods	3,772.74	3,134.18
- Semi-Finished goods	6,810.87	3,826.60
	10,583.61	6,960.78
NET (INCREASE)/DECREASE :	1,185.70	(3,622.83)
27. <u>EMPLOYEE BENEFITS EXPENSE :</u>		
Salaries, Wages & Bonus	6,918.97	6,638.07
Gratuity	185.79	122.17
Contribution to PF & FPF	539.62	457.10
Welfare Expenses	411.25	325.65
	8,055.63	7,542.99

BHILAI ENGINEERING CORPORATION LIMITED

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2015

PARTICULARS	As at 31.03.2015 Rs. In Lacs	As at 31.03.2014 Rs. In Lacs
28. <u>FINANCE COST :</u>		
Interest Expenses		
- On Bank Borrowings	1,732.22	1,340.90
- On Others	496.03	153.38
Other Charges	946.98	855.72
	3,175.23	2,350.00
29. <u>OTHER EXPENSES :</u>		
Processing Charges	8,996.85	7,864.24
Power & Fuel	1,339.41	1,470.57
Lease Rent on Plant & Machinery	182.21	662.61
Drawaing & detailing Expenses	727.47	1,340.20
<u>Repairs & Maintenance</u>		
- Buildings	124.01	196.59
- Plant & Machinery	483.68	409.53
- Other	194.63	233.50
Testing / Laboratory Charges	46.75	87.05
Rent, Rates & Taxes	323.24	266.95
Insurance	243.77	262.88
Prining/Stationery/Postage/Telephone etc.	245.51	270.93
Donation & Contributions	10.97	29.32
Legal/Professional/Consultancy Fee.	1,702.47	4,249.73
Advertisement/Sales Promotion/Subscription/Membersh	267.15	334.05
Transportation, Loading & Port Clearing	2,142.56	1,782.16
LD and deductions by Customer	644.41	608.34
Foreign Currency Exchange Variation	(36.48)	869.50
Taxes disallowed by Customers	8.84	10.74
Travelling & Conveyance Expenses	1,007.02	1,072.73
Commission	-	1.02
<u>Payment to Auditors :</u>		
- Audit Fees	10.99	12.20
Miscellaneous Expenses	1,336.80	1,237.45
	20,002.26	23,272.29



30. CONTINGENT LIABILITIES :

a) Bank Guarantees & Letters of Credit (Time deposits pledged with banks agst. Above)	49,053.73 3,653.11	44,925.48 3,031.21
b) Estimated amount of contracts remaining to be executed on capital account (net of advance to suppliers)	-	734.75
c) Excise/Service Tax matters	1,644.99	1,671.55
d) Sales Tax Matters	387.90	98.75
e) Penalties for late deliveries / liquidated damages in respect of contracts are accounted for as and when claims are received and accepted. Aggregate amount of possible claims as at the year end is not ascertained.		

**31. INFORMATION REGARDING EXPORTS & IMPORTS &
OTHER MATTERS**

1. <u>Earnings in Foreign Currency :</u> - FOB value of Exports	7,931.18	9,600.03
2. <u>Value of Imports on CIF basis :</u> - Raw materials & components - Capital Goods (Including under Install. & Capital Adv)	5,674.34 26.16	6,152.41 1,470.69
3. <u>Value of imported & indigenous raw material & components consumed:</u> - Imported at landed cost - Indigenously obtained (steel castings, forgings and bought-out spares, components & stores etc.) <u>Percentage to total consumption:</u> - Imported - Indigenously obtained	5,674.34 45,484.69 11.09% 88.91%	6,152.41 50,464.87 10.87% 89.13%

**32. EXPENDITURE IN FOREIGN CURRENCY & OTHERS
(subject to deduction of tax where applicable)**

(i) Travelling Expenses	111.99	228.85
(ii) Drawing & Detailing	714.80	1,097.48
(iii) Others	48.05	33.44

33. EARNING PER SHARE

Profit after Tax (Rs. in lacs)	1,574.02	6,495.99
Weighted average number of equity shares outstanding during the year.	4,719,320	4,719,320
Basic & diluted earning per share - Rupees (face value - Rs. 10/- per share.)	33.35	137.65



34. Segmental Reporting (Accounting Standard 17)
Segment information for the year ended 31.03.2015
Information about Primary Business Segments

	31 st March 2015						31 st March 2014					
	Engg.	Fertilizer	Food	corporate	Constn	Rs in Lacs Total	Engg.	Fertilizer	Food	corporate	Constn	Rs in Lacs Total
(A) Segmental Revenue												
External Sales	71,092.93	16,566.54	809.68	-	36.17	88,505.32	80,261.21	16,218.30	1,634.98	-	30.72	98,145.21
Other Income	1,030.44	61.53	12.84	26.47	0.82	1,132.10	1,056.30	65.17	6.19	9.71	3.83	1,141.20
Total	72,123.37	16,628.07	822.52	26.47	36.99	89,637.42	81,317.51	16,283.47	1,641.17	9.71	34.55	99,286.41
(B) Segment Results	2,497.24	118.21	(410.68)	(440.79)	(8.73)	1,755.25	6,352.48	701.25	12.97	(473.23)	(8.89)	6,584.58
(C) Other Information												
Segment Assets	76,418.15	16,015.69	(933.30)	(1,168.83)	(1,635.99)	88,695.72	75,768.82	12,787.69	(1,332.87)	(706.16)	(1,661.99)	84,855.50
Segment Liabilities	37,853.10	10,334.29	2,199.37	3,862.40	38.65	54,287.81	39,681.82	7,205.94	1,758.65	3,776.68	3.93	52,427.02
Unallocated Share Capital & Reserves												
Inter Segment Assets / (Liabilities)	9,195.94	3.12	(4,473.22)	(3,023.83)	(1,702.01)	-	9,453.52	(903.91)	(3,920.33)	(2,719.43)	(1,909.85)	-
Depreciation	2,678.88	375.71	112.14	20.55	4.80	3,192.08	2,393.17	258.42	44.90	8.81	4.56	2,709.86
Capital Expenditure	1,893.69	147.82	1,686.73	14.18	-	3,742.42	4,625.54	328.21	425.95	39.40	-	5,419.10
Sundry Creditors (SSI Units)	12.82	1.27					20.19	2.54				



35. Information on Related Party Transactions as required by Accounting Standard-18
For the year ended 31st March'2015

Details of transactions during the year with Related Parties	As at 31.03.2015			As at 31.03.2014		
	Associates	Directors	Relatives of Directors	Associates	Directors	Relatives of Directors
Purchase of Goods	158.54	-	-	955.68	-	-
Sale of Goods	1516.98	-	-	275.35	-	-
Contract Work	4288.55	-	-	27.00	-	-
Interest Paid	5.03	-	-	8.19	-	7.41
Interest Received	-	-	-	-	-	-
Rent paid	120.70	9.00	1.80	81.30	9.00	1.80
Rent Received	24.20	-	-	4.00	-	-
Fixed Assets Purchase	15.51	-	-	1085.36	-	-
Remuneration	-	170.37	267.57	-	1019.75	28.71
Consultancy	1203.83	-	-	3570.00	-	-
Freight	-	-	-	0.10	-	-
Off Loading/Cont. Labour Charges	33.22	-	-	28.23	-	-
	7366.56	179.37	269.37	6035.20	1028.75	37.92

Outstanding

Amount due from	7458.03	1.00	2.03	8511.88	39.58	0.83
Amount due to	1578.03	65.13	36.88	1752.35	15.22	36.99

Associates:

BEC Projects Ltd., Bhilai Management Services Pvt. Ltd., Novel Projects Ltd., Sudha Investment Ltd., Kirtimoya Capital Ltd., J.P.Jain Trust, Vishva Vishal Engineering Ltd., Kiosk Properties (P) Ltd., Hosak Industries & Plastics Ltd, BEC Impex International Pvt. Ltd., BEC Strips Ltd., Arpa Chemicals Ltd., Madhu Memorial Hospital Ltd., Bharat Industrial Works (Bhilai) Pvt. Ltd., Bharat Industrial Works, Bhilai Motor Car Co., Bhilai Investment Ltd., Surge Services Pvt. Ltd., BECO Chemical Pvt.Ltd, BEC Fertilizer Ltd., Kriner Services Pvt.Ltd., Mewar Fibre Holding Pvt.Ltd., Cooltex Holding Ltd., Jafferson Leasing & Finance Ltd., Ashish Industries & Comm. Ent. Pvt. Ltd., Perennial Finance & Investment Pvt.Ltd., Jain Industrial & Comm. Ent. Pvt. Ltd., BEC Minerals Pvt. Ltd., Balka Services (P) Ltd., BECO Agri. & Ind. (P) Ltd., Jain Agriculture Farm, Kirtiman Infrastructure (P) Ltd., BEC Infra (P) Ltd., R.V. Global (P) Ltd., Bhilai Engineering Company Ltd.,BEC Casting & Engineering (India) Ltd., Bhilai Engineering Industries Ltd.

Directors: Shri B.R.Jain, S.K.Jain, A.K.Jain, Veenu Jain, Ashish Jain, Smt. Krishna Jain and Ms Geetika Jain.

Relatives of Directors: Smt Anandwati Jain, Smt Poonam Jain, Smt Rachna Jain, Smt Kanika Jain, Miss Priyanka Jain, Shri Viren Rai Jain, Shri Arjun Rai Jain, Smt Shipra Jain

Requirement under the Companies Act, 2013

As required by the Companies Act' 2013, none of the related party transaction was approved in the meeting of Board of Director's, Audit Committee & Shareholders, as the case may be.



- (a) The Company has not considered liability of excise duty on Finished Goods at the year end. Had it been so the value of inventories as well as current liabilities would have been higher by Rs.163.60 Lacs (Previous Year. Rs 63.17 Lacs) and thus there would have been no impact on the profit for the year.
- (b) Sundry Creditors includes Secured Creditors of Rs. 10559.18 Lac (Prev. Yr. Rs. 8435.62) by way of LC provided by banks.
- (c) Impairment of Assets-As explained there being no indication of impairment of assets, no loss has been recognized on this account by the Company pursuant to AS-28.
- (d) SUNDRY CREDITORS INCLUDES AMOUNT DUE TO FOLLOWING SSI UNITS TOTALLING TO Rs.14.09 LACS (Rs. 22.73 LACS) PUNJ STAR INSULATION, GOLDEN ENGG & ENT., LIQUEE SALES (P) LTD., BAJRANG CONVEYORS, DEVAD LINE INDUSTRIES, PRISME INFOTECH, BALAJI ENGINEERING & CASTINGS, CHHAYA ENGINEERING WORKS, J.P. ENGINEERING, MAITY TECHNO ENTERPRISES, SHYAM ENGINEERING WORKS, UTKAL ENGINEERING WORKS, ASSOCIATED ACCESSORIES PVT. LTD.
- (e) During the current financial year, the Board of Directors passed a resolution to pay Performance Bonus of Rs.100.00 Lacs to its directors which has to be ratified in the AGM of the company.
- (f) During the Current financial year the Total Managerial Remuneration is Rs. 437.94 Lacs which is excess of 11% of the Net Profit has computed in the manner laid down by the Companies Act'2013.
- (g) The Company has not spend 2% of the average net profit made during the three immediately preceding financial year, in pursuant of its corporate social responsibility policy as prescribed by the section 135 of the Companies Act, 2013. The financial details as sought by the Companies Act, 2013 are as follows: (Rs. In Lacs)

<u>Particulars</u>	<u>Amount</u>
Average net profit of the Company for last three financial years	8583.21
Prescribe CSR expenditure (2% of the average net profit as computed above)	171.66
<u>Details of CSR expenditure during the financial year</u>	
Total amount to be spent for the financial year	171.66
Amount Spent	1.21
Amount unspent	170.45

- (h) The Company has not appointed any independent director.
- (i) There is no Company Secretary with the Company since long time.
- (j) Inventories are certified by the management.
- (k) Production & Sales exclude Inter Divisions Transactions.
- (l) The Company has adjusted Rs.155.77 Lac against Reserve & Surplus due to difference in depreciation as per Schedule II of New Company Act' 2013.
- (m) The Company has not made provision on Gratuity.



- (n) The Company has adopted Accounting Standard 22 "Accounting for Taxes on Income"; and the net deferred tax liabilities amounting to Rs.417.68 Lacs has been recognized.

(Rs. In Lacs)

Particulars	Opening as at April 1, 2014	Charge/(Credit) during the year	Closing as at March 31, 2015
Deferred Tax Assets			
Expenses allowable on payment basis	--	--	--
Deferred Tax Liabilities			
Depreciation & related items	236.45	181.23	417.68
Net Deferred Tax Liabilities	236.45	181.23	417.68

Signature to Notes '1' to '36'

FOR P.C. BAFNA & CO.
Chartered Accountants

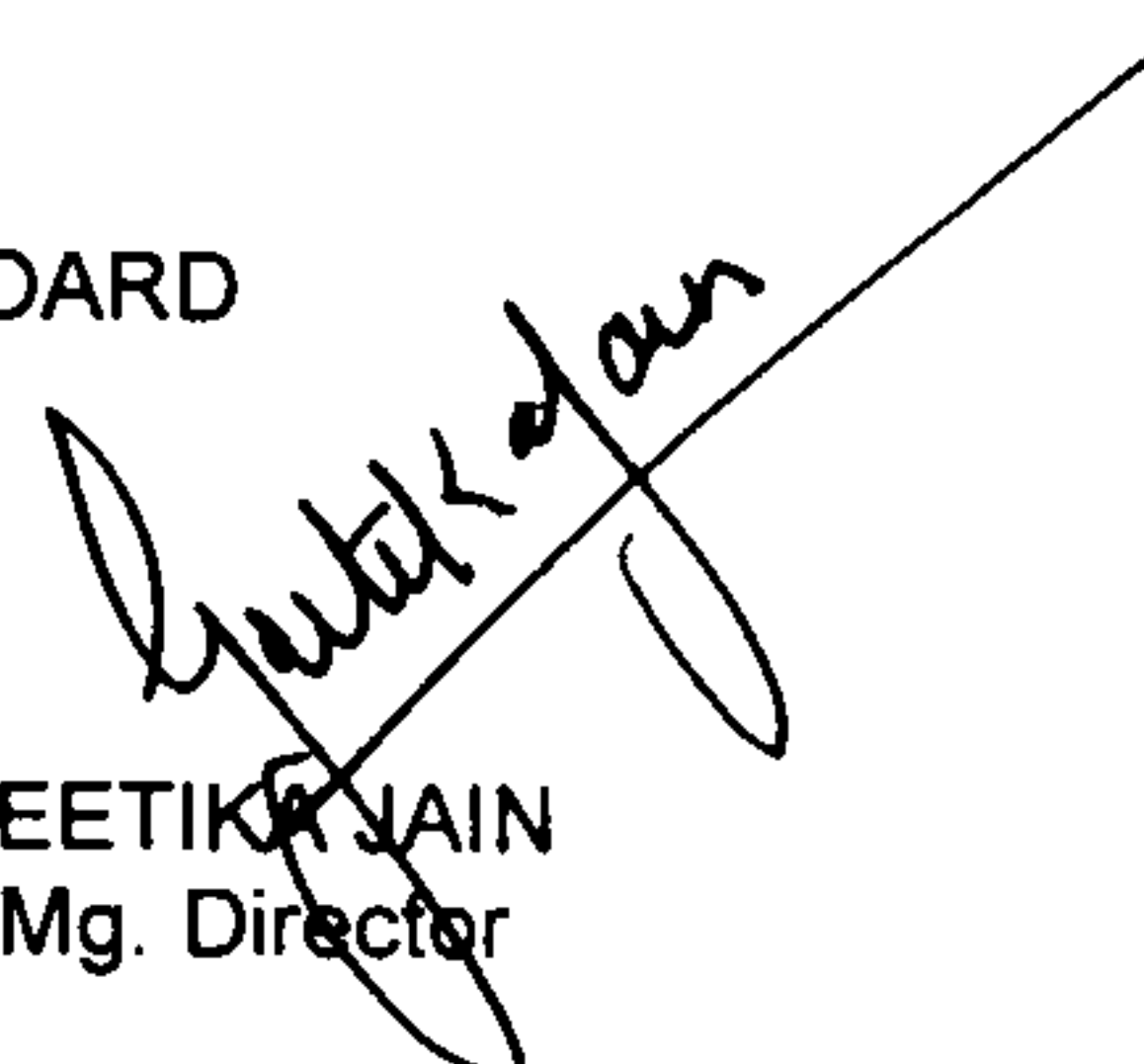

(SUNIL KASHYAP)
Partner
Place : Bhilai
Date : 5th September' 2015



FOR AND ON BEHALF OF THE BOARD


A.K.JAIN
Mg. Director


VEENU JAIN
Mg. Director


GEETIKA JAIN
Mg. Director