
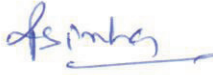
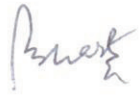




FORM A

Pursuant to Clause 31(a) Listing Agreement

S.No.	Particulars	Details
1.	Name of the Company	DINA IRON & STEEL LTD.
2.	Annual standalone financial statements for the year ended	31 ST MARCH 2014
3.	Type of Audit observation	UNQUALIFIED AUDIT REPORT
4.	Frequency of observation	NIL
5.	To be signed by:	
	• Managing Director	Mr. Sanjay Kumar Bhartiya 
	• Executive Vice President/ Corporate Affairs & CFO	Mr. Ranjeet Kumar Sinha 
	• Audit Committee Chairman	Mr. Prashant Bhartiya 
	• Auditors of the Company	Refer our Audit Report dated 15th May, 2014 On the standalone Financial Statement of the Company For Subodh Goel & Co. Chartered Accountants (Firm Reg. no.-006103C)  SUBODH KUMAR GOEL (Partner) M.NO.-74835 PATNA, 

AUDIT REPORT

YEAR: 2013-14

DINA IRON & STEEL LIMITED

Abdul Rehmanpur Road, Didarganj, Patnacity, PATNA - 800 009

Auditor

M/S SUBODH GOEL & CO.

Chartered Accountants

Head Office:

202, Rani Plaza, Exhibition Road,
PATNA - 800 001

Branch Office:

7, Premkunj, Civil Lines
RAIPUR - 492 001

Contact No. :

0612-2320912 / 2320455

Mob. : 94310-19121

Email:

skgoelfca@gmail.com
skgoel_fca@rediffmail.com

NOTICE

To, The Shareholders of
Dina Iron & Steel Limited

"Notice is hereby given that the 22nd Annual General Meeting of the Company will be held on Tuesday the 25th September, 2014 at 11.00 A.M. at the Registered Office of the Company situated at Abdual Rahmanpur Road, Didarganj, Patna City, Patna - 800 009 • INDIA to transact the following business:

ORDINARY BUSINESS :

To pass the following resolutions with or without modifications:

- 1) To receive, consider and adopt the audited Balance Sheet of the Company as at March 31, 2014, the Profit and Loss Account for the year ended on that date and Auditors Report thereon, and the reports of the Board of Directors, Corporate Governance Report as on 31st March, 2014.
- 2) To appoint a Director in place of Smt. Ritu Bhartiya, who retire by rotation and being eligible, offers himself for re-appointment.
- 3) To appoint Auditors to hold Office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration and to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT M/s SUBODH GOEL & Co., Chartered Accountants, Mumbai, firm registration number 006103C be and are hereby re-appointed as the Statutory Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company on such remuneration as may be determined by the Board of Directors in consultation with the Auditors.

SPECIAL BUSINESS :

- 4) Appointment of Shri Atul Kumar as an Independent Director.

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

"RESOLVED THAT pursuant to the provisions of Section 149, 152 and other applicable provision, if any, of the Companies Act, 2013 (the Act) and the Rules made thereunder, as amended from time to time, read with Schedule IV to the Act, Shri Atul Kumar (DIN: 02233642), 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 an Independent Director of the Company, with effect from 25th September 2014 upto 24th September 2019."

5) Appointment of Shri Abhishek Agarwal as an Independent Director.

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

"RESOLVED THAT pursuant to the provisions of Section 149, 152 and other applicable provision, if any, of the Companies Act, 2013 (the Act) and the Rules made thereunder, as amended from time to time, read with Schedule IV to the Act, Shri Abhishek Agarwal (DIN: 03016042), 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 an Independent Director of the Company, with effect from 25th September 2014 upto 24th September 2019."

7) Appointment of Shri Sanjay Kumar Bhartiya as Managing Director of the Company.

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

"RESOLVED THAT pursuant to provisions of Article of Association of the Company and Sections 196, 197, 198, 203 and Schedule V and all other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force) and subject to the confirmation from shareholders in ensuing general meeting and such other consents, approvals and permissions if any

needed, Shri Sanjay Kumar Bhartiya be and is hereby appointed as Managing Director (MD) of the Company for a period of five years with effect from 27/06/2014 on the terms and conditions herein below mentioned :

1. The Company appoints Shri Sanjay Kumar Bhartiya as Managing Director (MD) of the Company for a period of five years commencing from 27th June, 2014, unless he resigns earlier in writing or vacates his office by virtue of the provisions of the Companies Act, 2013. On the expiry of each period of five years so long as Managing Director (MD) is willing to act as Managing Director (MD) of the Company, the Company may appoint you him Managing Director (MD) on compliance of legal provision.
2. The Managing Director (MD), subject to superintendence, control and directions of the Board of Directors, shall be entitled to exercise all such powers, and to do all such acts and things, as the Company is authorized to exercise and do except that the Managing Director (MD) will not exercise any power or do any act or thing which is required under Memorandum and Articles of Association of the Company, or under Companies Act, 2013 or any other law for the time being in force to be exercised by the Board of Directors or Company in general meeting. Without prejudice to the foregoing, the Managing Director (MD) shall have following powers and rights :-
 - i) To appoint and at his discretion, remove or suspend officers, departmental managers, or other staff and employees including persons employed on special services, as he may from time to time, deem expedient.
 - ii) To determine duties and powers of officers, staff and employees and fix the amount of their salaries and emoluments and other benefits.
 - iii) To remunerate any person rendering services to the Company, whether in regular employment or otherwise, in such manner as he may think fit and proper, whether in consideration of cash/salary or by a commission or by way of certain percentage in profit or in any other manner.
 - iv) To allow or award special remuneration to any person or employee for special services rendered to the Company as may be determined by him.
 - v) To appoint any Company, firm or person including a Director or Officer or body of person to be the attorney or attorneys of the Company for such purpose and with such powers, authorities and discretion and for such period as he may think fit and may also authorize and such attorney to sub-delegate any of the powers, authorities and discretion vested in him and to withdraw or cancel any such appointment and Power of Attorney.
 - vi) To constitute or reconstitute at any time any department within the Company and from time to time to change or re-arrange the working of any department.
 - vii) To promote any person or persons to be a senior member of the management and delegate to such person or persons, such powers, authorities as he may deem

fit and with powers to cancel or withdraw any one or more of such powers and/or authorities.

- viii) To institute, intervene, conduct, define, compromise, refer to arbitration and, abandon, legal or other proceedings and claims by and against the Company, its Directors and Officers or otherwise concerning the business or affairs of the Company and also to compound and allow time for payment or satisfaction of any debts due or any claim or demands made by or against the Company.
- ix) To open accounts in the name of the Company or any division of the Company with any Bank or Bankers or with any Company, firm or individual and to operate himself or authorize/empower other person to operate such account as referred to earlier for and on behalf of the Company who may also be empowered by the Managing Director (MD) to sign documents regarding aforesaid accounts.
- x) To purchase or otherwise acquire or empower any other persons(s) to purchase/acquire for the business or welfare of the Company, any property, rights or privileges which the Company is authorized to acquire at such price and on such terms and conditions as the Managing Director (MD) may think fit.
- xi) To keep insured against loss or damage by fire including loss of profit or otherwise for such period and to such extent as you thinks fit or proper, all or any part of the building/machinery and other assets.
- xii) To secure fulfillment of any Contract or Agreement entered into by the Company by mortgage or charge for all or any of the properties of the Company.
- xiii) To support and subscribe to any institution, society, trust or club which may be for the benefit of the Company or its employees or its depositors or its agent/agent's staff or which is connected with any town or place where the company carries on business.
- xiv) To appoint from time to time person(s) for the management of the business and affairs of the Company in such manner and on such terms as he may think fit and to appoint any person to be the Attorney(s) or agent(s) of the Company with such powers (including powers to sub delegate) and upon such terms as you may think fit.
- xv) To invest and deal with any of the moneys and funds of the Company in such securities and in such manner as he thinks fit, subject to compliance of the provisions of the law.
- xvi) To appoint Certified Valuers, Legal Advisors, Key Managerial Person (KMP), Manager, CEO, Internal Auditors, Management Auditors, Consultants, Solicitors, Brokers, Agents, Suppliers or other persons as and when required, for carrying on the business of the Company or managing its properties and assets.
- xvii) To purchase or otherwise acquire machinery, plant, equipment, houses, warehouses, land and building and other effects and insure them against loss by fire or theft or otherwise and to let or demise or give possession of the whole or any part of the same to such person and on such terms as you may think fit.
- xviii) To construct, alter, convert any house, warehouse or building and erect and build such other house, warehouse and buildings in lieu there of on any land purchased, hired, rented or otherwise acquired in whatsoever manner as he may consider necessary for carrying on the business of the Company.

- xix) To operate Bank accounts in the name of the Company and sign on cheques, promissory notes, drafts, bills of exchange and other negotiable instruments and receipts for money received by the Company. However, the authorization for signing of cheques, promissory notes, drafts, bills of exchange and other negotiable instruments may be determined in such manner as the Directors shall from time to time determine by Board Resolution.
 - xx) To withdraw, revoke, cancel or alter any power delegated by you to any person as per your discretion as and when required by him.
 - xxi) To authenticate transfer of shares, debenture, bonds and other money instruments issued by the Company from one name to other on compliance of all necessary legal formalities.
 - xxii) To represent the Company or authorize person(s) to represent the Company in any meeting of members/shareholders or creditors or debenture holders, of any other companies in which the Company holds shares, securities, debentures, bonds or to which the Company has lent money or where the Company is a party.
3. The Managing Director (MD) shall take remuneration including provident fund and gratuity etc.
 4. Subject to the provisions of the Companies Act, 2013, the Managing Director (CMD) shall not be liable to acts, receipts, neglects or defaults of any of the Directors, officers or employees of the Company or for any loss, damage or misfortune whatever, which shall happen in the execution of the duties of his office carried out in a bonafide manner.
 5. If at any time the Managing Director (MD) ceases to be the Managing Director in terms of the Agreement then and in that event this agreement shall forthwith stand terminated and/or cancelled but he shall remain a director of the Company.
 6. The Managing Director (MD) shall not be liable to retire by rotation.

DUTIES OF MANAGING DIRECTOR IN PURSUANCE WITH THE PROVISIONS OF SECTION 166 OF THE COMPANIES ACT 2013.

1. The Managing Director shall act in accordance with the provisions of the Article of Association of the Company.
2. The Managing Director shall act in good faith to promote the objects of the Company for benefit of all stakeholders of the Company.
3. The Managing Director shall act in prudent and independent manner while discharging the duties as may be assigned by the Company and laws of the land.
4. The Managing Director shall not involve in a situation in which he may have a direct or indirect interest that conflicts or possibly may conflict with the interest of the Company.

5. The Managing Director shall not attempt to gain or achieve any undue advantage either for himself or to his relatives, partners or associates by exploiting his positions at Company. Further if found guilty shall be liable to pay an amount equal to that gain to the Company.
6. The Managing Director shall not assign his office and any assignment so made shall be void.
7. If Managing Director of the Company Contravenes the provisions of this section, such Managing Director shall be punishable with fine which shall not be less than One Lakh rupees but which may extend to Five Lakh Rupees.

REMUNERATION & EXPENSES

The remuneration shall be paid in accordance with the provisions of section 197 of the Companies Act 2013, the remuneration of Chairman & Managing Director (CMD) will be Rs. 50,000/- (Rupees Fifty Thousand Only) per month.

However Managing Director (MD) will be reimbursed for all approved expenses incurred in his role as Managing Director (MD).

DISCLOSURES

Being Managing Director (MD) of the Company shall give notice of interest or concern in the Company or Companies, Bodies Corporates, firms or other association of individuals through Form MBP 1 at first meeting of the Board of Directors of the Company in every Financial Year in pursuance with the provisions of Section 184 of the Companies Act 2013.

He is further requested to intimate Company about his interest or concern in Company or Companies, Bodies Corporate, firms or other association of individuals through Form MBP 1 if any arises during the financial year in the next subsequent board meeting.

COMPANY POLICIES

As an officer of the Company Managing Director (MD) will be expected to act at all times in accordance with the Company's Constitution and comply with the Company's corporate policies and procedures that relate to his role as a Managing Director (MD) covering such areas as corporate governance, privacy and travel.

CONFIDENTIALITY

The Managing Director (MD) will be in possession of confidential information about the Company and its affairs. He may only use that information in the proper performance of his duties or as required by law; he must not use it to gain advantage for self or others, or to the detriment of the Company.

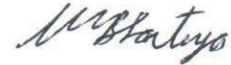
RESIGNATION

Managing Director (CMD) may resign from the office of Managing Director (CMD) after intimating Company in advance giving 60 days notice through resignation letter and should file the same resignation letter to Ministry of Corporate Affairs, Government of India."

"RESOLVED FURTHER that pursuant to the Clause 126 of the Articles of Association of the Company, Shri Sanjay Kumar Bhartiya shall not retire by rotation."

"RESOLVED FURTHER THAT Shri Prashant Bhartiya, Director of the Company be and is hereby authorized severally to take such steps as may be necessary for obtaining approvals, statutory or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto and sign including digital signature and execute all applications, documents, Forms and writings that may be required, on behalf of the Company and generally to do all acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid Resolution including filing & uploading appropriate Forms with Ministry of Corporate Affairs (MCA)."
SANJAY KUMAR BHARTIYA

By Order of the Board of Directors
For Dina Iron & Steel Ltd.



SANJAY KUMAR BHARTIYA
(DIRECTOR)
(DIN NO - 00164281)

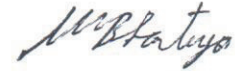
Place : PATNA
Date : 03/09/2014

NOTES:

1. EVERY MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE AT THE MEETING INSTEAD OF HIMSELF/HERSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies, in order to be effective must be lodged with the Company's Registered Office, not less than 48 hours before the commencement of the Annual General Meeting, i.e., 9.00 a.m. on 21st September, 2014.

3. The Register of Members and Share Transfer Books of the Company shall remain closed from Saturday, the 21th day of September, 2014 to Wednesday, 25th day of September, 2014 (both days inclusive).
4. Members are requested to notify their change of address, if any, to the Share department of the Company, located at Abdul Rahmanpur Road, Patna - 800 009.
5. Members are requested to quote their Folio Numbers in all their correspondence.
6. Members desirous of having any information regarding accounts are requested to address their queries to the Managing Director at the Registered Office of the Company, at least seven days before the date of the meeting, so that the requisite information is made available at the meeting.
7. Members are requested to bring their copies of the Annual Report to the meeting.
8. Members / Proxies are requested to bring with them the attendance slip and hand over at the entrance duly signed by them.
9. Corporate Members intending to send their Authorized Representative under Section 113 of the Companies Act, 2013 are requested to send a duly certified copy of the Board Resolution authorizing the representatives to attend and vote at the Annual General Meeting.
10. The relative Explanatory Statement pursuant to section 102 of the Companies Act, 2013 (Act) in respect of the business under Item Nos. 4 to 6 of the Notice, is annexed hereto. The relevant details as required under clause 49 of the Listing Agreements entered into with the Stock Exchange of persons seeking appointment/ re- appointment as Directors, are also annexed, The Board recommends the above resolutions for acceptance by the members.

By Order of the Board
For Dina Iron & Steel Ltd Ltd.



SANJAY KUMAR BHARTIYA
(DIRECTOR)
(DIN NO - 00164281)

Place : PATNA
Date : 03/09/2014

EXPLANATORY STATEMENT

As required by Section 102 of the Companies Act, 2013 (the Act), the following Explanatory Statement sets out all material facts relating to the business mentioned under Item Nos. 4 to 6 of the accompanying Notice dated 3rd September 2014:

Item No. 5 to 6: The Company had, pursuant to the provisions of the Act, appointed Mr. Atul Kumar, Mr. Abhishek Agarwal as Independent Directors.

Pursuant to the provisions of Sections 149 of the Act, which came into effect from 1st April 2014, every listed public company is required to have at least one-third of the total numbers of directors as Independent Directors. Further, an Independent Director shall hold office for a term upto five consecutive years on the Board of a company and is not liable to retire by rotation.

The above named Directors have given declarations to the Board that they meet the criteria of independence as provided under Section 149(6) and other applicable provision (if any).

M/S DINA IRON & STEEL LIMITED

Regd. Office: Abdul Rehmanpur Road, Patna – 800 009

DIRECTOR'S REPORT

to,

The Members of

DINA IRON & STEEL LIMITED, PATNA

Dear Sirs,

Your Directors have pleasure in presenting their 22nd annual report with the audited statement of accounts for the year ended 31st March, 2014. The working results of the company are set out hereunder: -

1. FINANCIAL RESULTS

Description	For the year ended 31-03-14	For the year ended 31-03-2013
<i>Profit before interest and Depreciation</i>	42,180,611.52	35,916,109.18
<i>Less :</i>		
<i>Interest</i>	25,746,259.00	20,050,721.33
<i>Depreciation</i>	5,340,744.00	7,412,076.00
<i>Profit before tax</i>	11,093,608.52	8,412,257.85
<i>Income Tax for earlier year</i>	69,112.00	-187,572.00
<i>Provision for tax</i>		
<i>Current Tax</i>	4,122,500.00	2,999,500.00
<i>Deferred Tax</i>	-46,325.00	-722,604.00
<i>Profit for the year</i>	6,948,321.52	6,322,933.85

2. PERFORMANCE :

The company has earned Net Profit of Rs. 6,948,321.52 after tax during the year. The board expects better results in the coming year.

LISTING OF EQUITY SHARES

The company has moved the Delhi, Calcutta and Magadh Stock Exchange for delisting of its equity shares. At present the company's shares listed on BSE only, in accordance with the relevant listing agreements.

DIRECTORS:

Mrs. Ritu Bhartiya, Director, retire by rotation at the ensuing Annual General Meeting and being eligible, offer himself for reappointment.

DIRECTOR'S RESPONSIBILITY:

Pursuant to Section 217 (2AA) of the Companies (Amendment) Act, 2000 the Board confirms that:

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed ;
- b) Appropriate accounting policies have been selected and applied consistently and the Board has made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2014 and of the Profit of the Company for the year ended on that date.
- c) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) The annual accounts have been prepared on a going concern basis.

PARTICULARS OF EMPLOYEES

There is no employee in respect of whom particulars pursuant to section 217 (2A) of Companies Act, 1956 are required to be given.

LABOUR RELATION :

Your Directors have pleasure to inform you that the management has good relation with the labour working at the company.

STATUTORY ANNUAL AUDIT REPORT :

The Auditors notes on the accounts have been extensively dealt with and since they are self explanatory, they are not commented upon

AUDITORS :

To appoint M/s SUBODH GOEL & CO., Chartered Accountants and fix their remuneration, the retiring Auditors as Statutory Auditors of the Company.

RAW MATERIAL:

Principal Raw Material of the Company is Sponge Iron which is easily available to the Company from all around Bihar and neighboring states on a short call.

1. PARTICULARS OF CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO.

As required by Section 217 (1)(e) of the Companies Act, 1956 read with companies (disclosure of particulars in the report of Board of the Directors) Rules, 1988 we report that during the year there has been no foreign exchange earnings and as well as no outgo. A statement regarding particulars of conservation of energy is presented as under:-

A. CONSERVATION OF ENERGY:

FORM - A

	Current Year	Previous Year
	2013-14	2012-13
1). <u>Power & Fuel consumption :</u>		
a). <u>Electricity (Purchased)</u>		
Unit (KWH)	44636050	43325880
Total Amount (Rs. In lacs)	2093.9952	2108.99
Average Rate /per unit	4.69	4.87
b). <u>Furnace Oil (Consumed)</u>		
Unit (Ltr.)	9430.000	48,065.000
Total Amount (Rs. In lacs)	2.94	18.09
Average Rate /(Ltr.)	31.25	37.64
c). <u>Coal</u>		
Quantity (MT)	507.03	640.500
Total Amount (Rs. In lacs)	10.63	25.89
Average Rate /(MT)	0.020	0.04

Consumption per Ton of Production

The company's products comprise a wide range of semi finished and finished long steel products. The product mix varies each year and the production process involves several operations in different divisions. It is therefore not feasible to apportion the cost and consumption per unit of production.

B. TECHNOLOGY ABSORPTION :

As the Directors of the Company are themselves capable in the line of activity the company undertakes hence there is as such no need for the technology absorption.

2. INFORMATION PURSUANT TO SECTION 217 OF THE COMPANIES ACT, 1956.

There is no employee in receipt of remuneration which requires disclosure under section 217 (2A) of the Companies Act, 1956 & rules framed there under.

13. COMPLIANCE CERTIFICATE

As required under section 383(A) of the Companies Act, 1956 the compliance certificate as per the provisions of companies Act, 1956, in prescribed form received from a Company Secretary in whole time practice is appended hereto and forms part of this report.

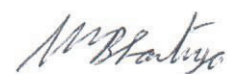
14. CORPORATE GOVERNANCE

Separate note on "Corporate Governance" and "Management Discussion and Analysis" is annexed herewith. The Auditor's Certificate on compliance with the condition of Corporate Governance is also annexed herewith.

15. ACKNOWLEDGEMENT :

Your directors take this opportunity to offer their sincere thanks to the various departments of the Central & State Govt., Banks, customers & Suppliers for their continued valuable assistance & support. Your directors also wish to place on record their appreciation for the dedicated efforts by officers, staff and workers of the company at all levels.

For and On behalf of the Board of
Dina Iron & Steel Limited



SANJAY KUMAR BHARTIYA
[CHAIRMAN]

REPORT ON CORPORATE GOVERNANCE

PHILOSOPHY OF THE COMPANY

Company's Vision

The company's vision is to become:

- The preferred partner to the steel industry providing the greatest value.
- A highly respected industry leader with which all stakeholders are proud to be associated with.

Business Strategy

The company's business strategy is to improve its customer's business performance:

- By being the partner providing the greatest value.
- Achieved through a solutions partnering approach delivering improved quality.

Company Value

All Employees are committed to living the company's value:

- Customer always first
- High performance
- Employee Focus
- Responsiveness
- Team working
- Empowerment
- Lead by example
- Deliver the promise
- Continuous Improvement
- Safety, Health and the Environment

Integrity of Financial Reporting

The company ensures that adequate controls are in place to provide accurate and timely financial statements. The internal audit process is supervised by the audit committee of the board.

i Disclosure of information to investors

DINA IRON AND STEEL LIMITED ensures the timely disclosure of all material information in compliance with applicable laws.

BSX - Year 2013-14)

ii. Listing of Shares

The company has moved the Delhi, Calcutta and Magadh Stock Exchange for delisting of its equity shares. At present the company's shares listed on BSE only, in accordance with the relevant listing agreements.

iii. Investor Service

Performance measures have been established in respect of all aspect of investor service. Results are monitored regularly and improvement made wherever required.

iv. Performance Management

DINA IRON AND STEEL LIMITED places importance on the management of performance, the purpose being to support all employees to perform to peak potential. The process includes the regular and transparent review of the performance of all employees against agreed objective. Employee's remuneration is strongly linked to individual and company performance.

BOARD OF DIRECTORS

Nature and Role of the Board of Directors

The company's board of directors comprises individuals with considerable experience and expertise across a range of discipline including general management, business strategy, finance and accounting and law. All board members have a significant breadth of business experience.

At present the Board of Directors, consist of Three (3) directors as on March 2014. Out of which one Mr. Sanjay Kumar Bhartiya is a *Managing Director* of the company and another two Mr. Prashant Bhartiya and Mrs. Ritu Bhartiya are *Directors* of the company. All statutory and material information was made available to the Board of Directors to ensure adequate disclosures and transparent decision making.

I. Board meeting & Attendance of Directors

The Board of Directors duly met 8 (Eight) times on 15.02.2014, 01.02.2014, 20.06.2013, 10.06.2013, 24.06.2013, 10.10.2013, 24.06.2013, 10.06.2013 in respect of which proper notices have been given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. All the directors were present during all the board meetings and therefore no leave of absence was required.

II. Board and Committee Memberships

As mandated by clause 49, none of directors are member of more than ten board level committees nor are they chairman of more than five committees in which they are members.

DIR-1 (Year 2013-14)

III. Disclosure of Directors interests in Transactions with the Company

None of the non executive directors had any pecuniary relationship or transaction with the company pursuant to the provision of Clause 49 VII (D) of the Listing Agreement.

AUDIT COMMITTEE

I. Term of Reference

The Audit committee of the company was constituted after being mandated with the same terms of reference specified in Clause 49 of the Listing Agreement with the stock exchanges as well as those stipulated by the SEBI guidelines. The current terms of reference also fully conform to the requirement of Section 292 A of the Companies Act.

II. Composition

The audit committee comprises 3 Directors – Mr. SANJAY KUMAR BHARTIYA, Mr. PRASHANT BHARTIYA and Mrs. RITU BHARTIYA.

III. Attendance

Four meetings were held during the year and were attended by all the members of the committee.

COMPENSATION COMMITTEE

I. Term of Reference

The compensation committee reviews and recommends the remuneration and performance linked bonuses of executive directors and the payment of commission to non executive directors within the limits approved by the shareholders. Such recommendations are based on the overall performance and financial result of the company during the financial year and on an assessment of the personal contribution and performance of the individuals.

II. Composition

The committee comprises 3 Directors – Mr. SANJAY KUMAR BHARTIYA, Mr. PRASHANT BHARTIYA and Mrs. RITU BHARTIYA.

III. Attendance

The committee met once during the year and was attended by all the directors.

DISI (Year 2013-14)

SHAREHOLDERS/ INVESTORS GRIEVANCE COMMITTEE**I. Term of Reference**

In order to give the appropriate level of focus to shareholder and investor related matter a Shareholder / Investor Grievance committee was formed. The committee primarily focuses on strengthening investor relations and ensuring the rapid resolution of any shareholder or investor concern.

II. Composition

The committee comprises 3 Directors - Mr. SANJAY KUMAR BHARTIYA, Mr. PRADEEP BHARTIYA and Mrs. RITU BHARTIYA.

III. Attendance

Four meetings were held during the year and were attended by all the members of the committee.

GENERAL BODY MEETING

Location and time of last three AGMs:

Year	Venue	Date
2012-13	Regd Office :	23-09-2013
2011-12	at Abdul Rehmanpur Road,	10-08-2012
2010-11	Didarganj, Patnacity, Patna- 800008	20-08-2011

Postal Ballot:

No resolution was passed last year by Postal Ballot. No resolution is proposed to be passed at the ensuing AGM by Postal Ballot.

DISCLOSURE**I. Related Party Transaction**

There have been no materially significant related party transactions with company's promoters, directors, management, or their relative which may have a Potential conflict with the interest of the company. Members may refer to the notes to the account for details of other related party transaction.

II. Compliance By The Company

The Company has complied with the requirements of regulatory authorities on matters related to capital markets and no penalties/strictures have been imposed against the company by stock exchange or SEBI or any other regulatory authority on any matter related to capital market during the last three years.

2014 (Year 2013-14)

III. Accounting Standards

The company has rigorously followed the accounting standards laid down by the Institute of Chartered Accountants of India.

IV. Risk Management

The audit committee regularly reviews the risk management strategy of the company to ensure the effectiveness of risk management policies and procedures.

V. CEO/CFO Certificate

The managing director of the company has furnished the requisite certificate to the board of director under Clause 49 VII of the Listing Agreement.

VI. Disclosure from Senior Management

Disclosures from senior management are obtained quarterly to the effect that they have not entered into any material, financial and commercial transactions, where they have personal interest that may have potential conflict with the interest of the company at large.

VII. Code of Conduct for Directors and Senior Management

The Board has laid down Code of Conduct for Executive Directors, Non-Executive Directors and senior management of the company. The code of conduct as applicable to them has been circulated to all the members of the Board and senior management and the compliance of the same has been affirmed by them. A declaration signed by Managing Director is given at the end of this Report.

VIII. Compliance Reports

The Board reviews the compliance reports of all laws applicable to the Company on quarterly basis. The Managing Director and submit a 'Compliance Certificate' to the Board every quarter based on the compliance certificates received from the function heads of the company.

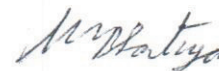
IX. Management Discussion and Analysis Report

This report forms part of this Annual Report.

On behalf of the Board
For DINA IRON AND STEEL LIMITED

Place: PATNA

Dated: 15-05-2014



Director

Independent Auditor's Report

To The Members of M/s Dina Iron and Steels Limited

REPORT ON THE FINANCIAL STATEMENTS:

We have audited the attached Balance Sheet of M/s Dina Iron & Steels Limited ("the company") as at 31st March' 2014 and the Statement of Profit & Loss and Cash flow statement for the year ended on that date and a summary of significant accounting policies and other explanatory information for the period ended on that date annexed thereto.

Management's Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13 September 2013 of 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 fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion:

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

- i. In the case of the Balance Sheet, of the State of affairs of the Company as at 31st March' 2014;
- ii. In the case of the Statement of Profit & Loss, of the Profit of the company for the year ended on that date and
- iii. In the case of the Cash Flow Statement of the Cash Flows for the year ended on that date.



CERTIFICATE

To the members of **DINA IRON AND STEEL LIMITED**,

We have examined the compliance of conditions of corporate Governance by **DINA IRON AND STEEL LIMITED**, PATNA for the year ended on 31st March, 2014, as stipulated in Clause 49 of the Listing Agreement of the said company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementations thereof adopted by the Company for ensuring compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, and based on the representations made by the directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

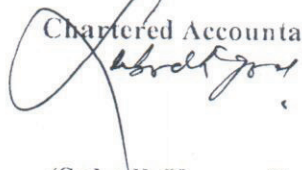
We state that such compliance is neither an assurance as to the future viability of the company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: PATNA

Dated: 15-05-2014

For **SUBODH GOEL & CO.**

Chartered Accountants



(Subodh Kumar Goel)

Partner

M. No.: 074835

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following discussions and analysis should be read in conjunction with the Company's financial statements included therein and the notes thereto. The financial statements have been prepared in compliance with the requirements of the companies Act, 1956. The Company's management accepts responsibility for the integrity and objectivity of these financial statements have been made on a prudent and reasonable basis, in order that the financial statements reflect in a true and fair manner the form and substance of transactions, and reasonably present the Company's state of affairs and profits for the year. Investors are cautioned that this discussion contains forward looking statements that include risk and uncertainties.

BUSINESS STRATEGY

The company believes that the steel industry is a global industry and its strategic vision is to leverage the strong position it has built in the market. The Company's strategies to achieve this goal are as follows:

1. Continue to strengthen its expertise.
2. Strong focus on existing client relationships
3. Expand into new markets in the territory.
4. Maintain focus on process excellence
5. Invest in middle management
6. Continue to invest on technology platforms.

HUMAN RESOURCE

The Company is committed to attaining organizational excellence by developing and inspiring the true potential of human capital and providing opportunities for growth, innovation and enrichment. The emphasis is on creating a value based organization by inculcating a culture of learning, creativity and aligning business priorities with the aspirations of its people. The Company's corporate values of respect, teamwork, people, centricity, transparency and fun are woven into every aspect of human resource management.

The focus during the year was not only on integrating human capital initiatives across the organization but also on creating motivated human capital in each business vertical. The Company continued to strengthen its human resource practices and systems along with developing staff excellence through training and coaching.

OPPORTUNITIES AND THREATS

The Industry Structure, Development and outlook section has described the potential of the steel industry. Key growth drivers and opportunities for the Company for profitable growth include:

1. Cost pressure in current economic environment
2. Strong growth in global steel industry with continuing demand of its products.

113 (Year 2013-14)

3. Increasing customer focus on servicing customers, creating new and innovative market processes to reduce time-to-market their products.
4. Increasing focus on accuracy and timeliness of processing thereby reducing transaction cost.
5. Clients are more comfortable partnering with large players with scale and operational expertise with continuous focus on quality of service and product delivery, ability to manage aggressive growth and stringent security norms.

COMPETITION

The market for Steel products is rapidly evolving and is highly competitive. The Company expects that the competition it faces will continue to intensify. The company faces competition from:

1. Offshore steel providers in India
2. Steel producers competing in the Indian Domestic Market
3. Companies, including some of its clients, that choose to perform their own processes internally through captive producing units established for this purpose.

RISK MANAGEMENT REPORT

This report sets out the enterprise-wide risk management that is practiced by the Company. Readers are cautioned that the risks outlined here are not exhaustive and are for information purposes only. This report contains statements which may be forward-looking in nature. The business model is subject to uncertainties that could cause actual results to differ materially from those reflected in these forward looking statements. The unexpected macro economic developments in this fiscal have certainly impacted the company's ability to sustain the growth momentum as its business depends largely on the performance of its clients.

HIGHLY COMPETITIVE ENVIRONMENT

The market for steel products is rapidly evolving and is highly competitive. The company expects that the competition it faces will continue to intensify. The Company understands that it needs to retain and grow its leadership position in this industry and to maintain this competitive position, the company understands that it needs to do the best in the category of operation, performance and quality improvement.

On behalf of the Board

For DINA IRON AND STEEL LIMITED

Place: PATNA

Dated: 15-05-2014



Managing Director

Chartered Accountants

Mob : +91 94310 19121 / 93344 88021 / 98271 42061
Email : skgoelfca@gmail.com / skgoel_fca@rediffmail.com

Head Off : 202 Rani Plaza, Exhibition Road, PATNA -800001(Bihar) – Branch Off : 7 - Premkunj, Civil Lines, RAIPUR-492001 (Chhattisgarh)

Independent Auditor's Report

To The Members of M/s Dina Iron and Steels Limited

REPORT ON THE FINANCIAL STATEMENTS:

We have audited the attached Balance Sheet of M/s Dina Iron & Steels Limited ("*the company*") as at 31st March' 2014 and the Statement of Profit & Loss and Cash flow statement for the year ended on that date and a summary of significant accounting policies and other explanatory information for the period ended on that date annexed thereto.

Management's Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("*the Act*") read with the General Circular 15/2013 dated 13 September 2013 of 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 fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion:

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

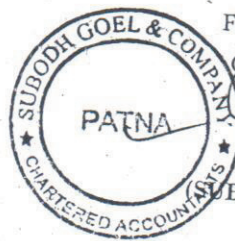
- i. In the case of the Balance Sheet, of the State of affairs of the Company as at 31st March' 2014;
- ii. In the case of the Statement of Profit & Loss, of the Profit of the company for the year ended on that date and
- iii. In the case of the Cash Flow Statement of the Cash Flows for the year ended on that



Report on Other Legal and Regulatory Requirements:-

1. As required by 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 Act we enclose in the annexure a statement on the matters specified in the paragraph 4 and 5 of said order
2. As required by section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the company at the head office and its branch so far as appears from our examination of those books.
 - c) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in section 211 (3C) of the Companies Act, 1956 read with General Circular 15/2013 dated 13 September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.
 - e) On the basis of written representation received from the Directors of the Company as on 31st March '2014 and taken on record by the Board of Director, we report that none of the Directors is disqualified as on 31st March '2014 from being appointed as Director in terms of section 274 (1) (g) of the Companies Act, 1956.

Place: Patna
Date 15.05.2014



For Subodh Goel & Co.
Chartered Accountants

SUBODH KUMAR GOEL

M.NO.-74835

Partner

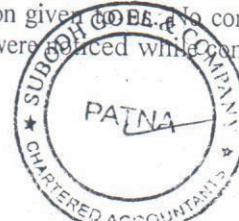
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referred to paragraph as stated above of our report of even date.

ANNEXURE-A

Further to our comments in the annexure referred to above, we report that: -

- (i)
 - (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
 - (b) The fixed assets have been physically verified by the management at reasonable intervals and material discrepancies noticed on such verification have been properly dealt with in the books of account.
 - (c) The company has not disposed substantial part of fixed assets during the year. During the year the fixed assets which have become obsolete were retired by the management. The fixed asset retired does not constitute substantial part of fixed assets.
- (ii)
 - (a) The inventory has been physically verified by the management at regular interval during the year.
 - (b) Procedures adopted for the physical verification of inventory by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - (c) The company is maintaining proper records of inventory and material discrepancies noticed on physical verification have been properly dealt with in the books of account.
- (iii)
 - (a) The Company has not granted loans to companies/firm/or other parties, covered in the register maintained under Companies Act, 1956.
 - (b) Since no loans have been granted by the company during the year, there is no rate of interest and the terms and conditions which can be prima-facie said to be prejudicial to the interest of the company.
 - (c) There is no such receipt of principal amount and interest during the year as the company has not granted any such loan.
 - (d) The company is not in need to take any steps for the recovery of the principal and interest amount, if overdue amount is more than Rs. 1,00,000 as there is no such loan granted during the year.
 - (e) The Company has taken loan from companies / firm / other parties, covered in the register maintained under Companies Act, 1956. Maximum amount of loan taken amounts to Rs.76.35 Lacs and having year end balance of Rs 831.63 Lacs
 - (f) The rate of interest and the terms and condition on which the loans were taken from the companies, firm or other parties listed in the register covered under Companies Act,1956, is not prima-facie prejudicial to the interest of the company.
 - (g) The Company has been regular in making payment of principle and the interest amount.
- (iv) There is an adequate internal control procedure 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 according to the explanation and information given. No continuing failure to correct major weaknesses in internal control system, were noticed while conducting the audit.



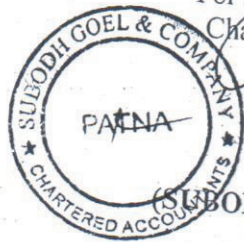
contracts or any arrangement entered into by the company referred to in section 301 requiring to be entered in the register.

- (b) The company had not entered into any transaction in pursuance of the contract or arrangement as referred in section 301 thus there is no price which needs to be reasonable.
- (vi) The company has not accepted any deposits from the public which is ought to be covered under the Section 58A and 58AA and other relevant provisions of Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975.
- (vii) The company has an internal audit system commensurate with its size and nature of its business.
- (viii) We have broadly reviewed the books of account relating to material, labour and other items of cost maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 and are of the opinion that prima -facie, the prescribed accounts and records have been made and maintained.
- (ix) (a) The company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-Tax, Sales-Tax Wealth Tax, Custom Duty, Excise Duty, cess and any other statutory dues with the appropriate authorities.
- (b) There are no dues in respect of Sales Tax / Income Tax / Custom Duty / Wealth Tax / Excise Duty / Cess which have not been deposited on account of any dispute.
- (x) The company does not have any accumulated losses. Further it has not incurred cash losses in the last financial year and in the financial year immediately preceding the last financial year.
- (xi) The company has not defaulted in repayment of dues to a financial institution or bank or debenture holders.
- (xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The company is not a chit fund or a nidhi mutual benefit fund/ society. Hence the provisions of the clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company
- (xiv) The company is not engaged in trading in shares securities, debentures and other investments. Thus the provision of the clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company
- (xv) The company has not given any guarantee for loans undertaken by others from bank or financial institutions.
- (xvi) The term loan has been applied for the purpose for which it was obtained by the company.



... of the balance sheet and information and explanation given to us, we state that there had been no funds raised for short term purpose been utilized for the long term investment.

- (xviii) The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Act.
- (xix) The company has not issued any debentures.
- (xx) The company has not raised any funds through public issue during the year.
- (xxi) There is no fraud on or by the company that has been noticed or reported during the year.



For Subodh Goel & Co.
Chartered Accountants

(SUBODH KUMAR GOEL)

M.NO.-74835

Partner

Firm Reg. No- 006103C

Place: Patna

Date: 15-05-2014

DINA IRON & STEEL LIMITED, PATNA

Abdul Rehmanpur Road, Didarganj, Patnacity, PATNA - 800 009

BALANCE SHEET AS ON 31ST MARCH, 2014

PARTICULARS	Note No.	As at 31/03/14		As at 31/03/13	
		Rs.	Rs.	Rs.	Rs.
I. EQUITY AND LIABILITIES					
1. Shareholders' funds					
(a) Share Capital	1	67,298,250.00	✓	67,298,250.00	
(b) Reserves and Surplus	2	72,573,690.40		65,625,368.88	
(c) Money received against share warrants		-		-	
			139,871,940.40		132,923,618.88
2. Share application money pending allotment (To the extent not refundable)		-		-	
3. Non-current liabilities					
(a) Long-term borrowings	3	86,763,560.20		80,304,108.84	
(b) Deferred Tax liabilities (Net)	4	2,779,570.00		2,825,895.00	
(c) Other Long term liabilities		-		-	
(d) Long-term Provisions		-		-	
			89,543,130.20		83,130,003.84
4. Current Liabilities					
(a) Short term borrowings	5	171,945,859.93		166,698,477.46	
(b) Trade payables	6	22,674,315.77		36,034,115.11	
(c) Other current liabilities	7	38,162,902.24		37,292,293.25	
(d) Short term provisions	8	9,938,178.00		18,129,560.00	
			242,721,255.94		258,154,445.82
TOTAL			472,136,326.54		474,208,068.54
II ASSETS					
1. Non-current assets					
(a) Fixed assets	9	40,611,088.49		52,859,396.49	
(i) Tangible assets		-		-	
(ii) Intangible assets		-		-	
(iii) Capital work-in-progress	9	32,781,894.60		29,296,532.60	
(iv) Intangible assets under development		-		-	
(b) Non-current investments	10	2,150,000.00		2,150,000.00	
(c) Deferred tax assets (net)		-		-	
(d) Long-term loans and advances	11	26,808,182.20		26,906,876.20	
(e) Other non-current assets	12	2,000,000.00		2,000,000.00	
			104,351,165.29		113,212,805.29
2. Current assets					
(a) Current investments		-		-	
(b) Inventories	13	80,063,711.29		144,064,149.87	
(c) Trade receivables	14	220,162,021.82		130,438,534.22	
(d) Cash and Bank Balances	15	190,995.83		40,849.04	
(e) Short-term loans and advances	16	67,343,262.31		86,402,495.12	
(f) Other current assets	17	25,170.00		49,235.00	
			367,785,161.25		360,995,263.25
TOTAL			472,136,326.54		474,208,068.54
Significant accounting policies and notes to accounts	26				

For and on behalf of the Board

M. Hartig
(Director)
Place : Patna
Date : 15-05-2014

P. Singh
(Director)



As per our report of even date
For SUBODH GOEL & CO.
Chartered Accountants
Subodh Kumar Goel
(SUBODH KUMAR GOEL)
Partner
M. No. 074835

DINA IRON & STEEL LIMITED, PATNA
Abdul Rehmanpur Road, Didarganj, Patna, Patna - 800 009

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2014

PARTICULARS	Note No.	As at 31/03/14		As at 31/03/13	
		Rs.	Rs.	Rs.	Rs.
I Revenue from operations:	18	1,139,354,807.38		976,449,783.45	
Less: Excise Duty		110,190,029.53			
II Other Income	19		1,029,164,777.85	114,780,296.30	861,669,487.15
III Total Revenue (I + II)			4,580,669.03		3,368,378.38
IV Expenses			1,033,745,446.88		865,037,865.53
Cost of Materials Consumed	20	656,101,250.61		694,252,111.45	
Purchases of Stock in Trade					
Changes in inventories of finished goods, work in progress and Stock-in-trade	21	84,506,320.50		(97,082,444.55)	
Employee benefits expense	22	4,785,040.00		4,969,587.46	
Finance Costs	23	25,746,259.00		20,050,721.33	
Depreciation and amortization expense	24	5,340,744.00		7,412,076.00	
Other expense	25	246,172,224.25		227,023,555.99	
Total Expense			1,022,651,838.36		856,625,607.68
V Profit before exceptional and extraordinary items and tax (III-IV)			11,093,608.52		8,412,257.85
VI Exceptional Items					
VII Profit before extraordinary items and tax (V-VI)			11,093,608.52		8,412,257.85
VIII Extraordinary items					
IX Profit before tax (VII-VIII)			11,093,608.52		8,412,257.85
X Tax expense:					
(1) Current tax		4,122,500.00		2,999,500.00	
(2) Tax Liability for earlier years		69,112.00		(187,572.00)	
(2) Deferred tax		(46,325.00)		(722,604.00)	
XI Profit/(Loss) for the period from continuing operations (IX - X)			4,145,287.00		2,089,324.00
XII Profit/(Loss) for the period from discontinuing operations			6,948,321.52		6,322,933.85
XIII Tax expense of discontinuing operations					
XIV Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)					
XV Profit/(Loss) for the period (XI + XIV)			6,948,321.52		6,322,933.85
XVI Earnings per equity share:	26				
(1) Basic			1.03		0.93
(2) Diluted			1.03		0.93
See accompanying notes to the financial statements					

For and on behalf of the Board

M. Hartley

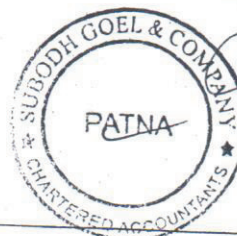
(Director)

Place : Patna

Date : 15-05-2014

P. Shrivastava

(Director)



As per our report of even date
For SUBODH GOEL & CO.
Chartered Accountants

Subodh Goel
(SUBODH KUMAR GOEL)

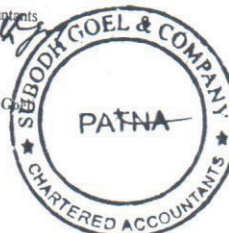
Partner

M. No. 074835

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014
(Pursuant to the Listing Agreements with Stock Exchange)

	As on 31-03-2014		As on 31-03-2013	
	Rs. in Lacs		Rs. in Lacs	
A. CASH FLOW FROM OPERATING ACTIVITIES				
NET PROFIT BEFORE TAX & EXTRAORDINARY EXPENSES		110.94		84.12
Adjustments to reconcile profit before tax to cash provided by operating activity				
Depreciation				
Interest and Dividend Income	53.41		74.12	
Interest paid	(45.81)		(33.68)	
Profit of sale of tangible assets	257.46		200.51	
Effect of exchange difference on translation of asset and liabilities	(2.30)		-	
Effect of exchange difference on translation of foreign currency of cash and cash equivalent	-		-	
		262.76		240.94
OPERATING LOSS BEFORE WORKING CAPITAL CHANGES				
Adjustments for :		373.70		325.07
Trade Receivables				
Loans and advances and other asset	(897.23)		4.45	
Liabilities and provisions	831.82		(1,207.94)	
CASH GENERATED FROM OPERATIONS	(206.81)	(272.22)	367.09	(836.40)
Direct Taxes Paid		101.48		(511.33)
NET CASH GENERATED BY OPERATING ACTIVITY		(41.92)		(28.12)
		59.56		(539.45)
B. CASH FLOW FROM INVESTING ACTIVITIES				
Payment towards capital expenditure				
Investment in subsidiary	(34.85)		(7.64)	
Disposal of Fixed Asset	-		-	
Disposal of other investment	71.38		-	
Interest & dividend Received	-		-	
CASH FLOW FROM INVESTING ACTIVITY BEFORE EXCEPTIONAL ITEM	45.81		33.68	
Dividend Income, net of tax		82.33		26.04
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES		82.33		26.04
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issue of Share Capital				
Increase (Decrease) in Term Loan/Working Capital				
Repayment of loan given to Subsidiary	117.07		708.33	
Dividend paid including residual dividend	-		-	
Dividend tax paid	-		-	
Interest Paid	(257.46)		(200.51)	
NET CASH FROM FINANCING ACTIVITIES		(140.39)		507.82
Effect of exchange difference on translation of foreign currency of cash and cash equivalent				
NET INCREASE IN CASH & CASH EQUIVALENTS				
CASH & CASH EQUIVALENTS AS AT (Opening Balance)		1.50		(5.59)
CASH & CASH EQUIVALENTS AS AT (Closing Balance)		0.41		6.00
		1.91		0.41

For **SUBODH GOEL & CO.**
Chartered Accountants
(Subodh Kumar Goel)
M.No. 74835
(Partner)



For and on behalf of the Board

M. Bhatnagar [Director]
P. Mahesh [Director]

NOTES FORMING PART OF BALANCE SHEET

NOTE '1'

Note 1 "A" SHARE CAPITAL

SHARE CAPITAL	As at 31 March 2014		As at 31 March 2013	
	Number	Amount	Number	Amount
<u>Authorised</u>				
Equity Shares of Rs. 10 each	9,500,000.00	95,000,000.00	9,500,000.00	95,000,000.00
<u>Issued</u>				
Equity Shares of Rs. 10 each	6,819,500.00	68,195,000.00	6,819,500.00	68,195,000.00
<u>Subscribed & Paid up</u>				
Equity Shares of Rs. 10 each fully paid	6,819,500.00	68,195,000.00	6,819,500.00	68,195,000.00
Less : Allotment Money Due		896,750.00		896,750.00
TOTAL	6,819,500.00	67,298,250.00	6,819,500.00	67,298,250.00

Note 1 "B" RECONCILIATION OF SHARE

Particulars	Equity Shares	
	Number	Amount
Shares outstanding at the beginning of the year	6,819,500.00	67,298,250.00
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	6,819,500.00	67,298,250.00

Note 1 "C" DETAIL OF SHARES HELD BY HOLDING COMPANY

Not Applicable

Note 1 "D" LIST OF SHARE HOLDERS HAVING 5% OR MORE SHARES

Name of Shareholder	As at 31 March 2014		As at 31 March 2013	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Sanjay Bhartiya	504,100.00	7.39	504,100.00	7.39
Vijay Bhartiya	652,600.00	9.57	652,600.00	9.57

Note 1 "E" EQUITY SHARES WERE ALLOTTED (preceeding 5 years) AS FULLY PAID UP OTHER THAN CASH

Particulars	Year (Aggregate No. of Shares)				
	2013-14	2012-13	2011-12	2010-11	2009-10
Equity Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash	NIL	NIL	NIL	NIL	NIL
Fully paid up by way of bonus shares	NIL	NIL	NIL	NIL	NIL
Shares bought back	NIL	NIL	NIL	NIL	NIL

Note 1 "F" UNPAID CALLS

Unpaid Calls	Amount
By Directors	NIL
By Officers	NIL



Note 1 "G" DISCLOSURES

Appropriate disclosures to comply with this point to be made by the Management

As per the meeting of the management there are no shares reserved for issue under option and contracts/commitments for the sale of shares/disinvestment, including the terms and amounts,

There is no securities held for conversion into equity/preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date.

No forfeiture of shares has been taken place during the period which was originally paid up.

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees
NOTE '2'				
RESERVES AND SURPLUS				
Capital Reserve				
Opening Balance		9,624,258.33		9,624,258.33
Add : Current Year Transfer		-		-
Less : Appropriations		-		-
Closing Balance		9,624,258.33		9,624,258.33
Profit and Loss Account				
Opening Balance		56,001,110.55		49,678,176.70
Add: Profit During The Year		6,948,321.52		6,322,933.85
Less: Proposed Dividend (Incl .Tax) (Disclose Amt of Dividend Per Share)		-		-
Transfer to Reserves		-		-
Bonus Shares		-		-
Closing Balance		62,949,432.07		56,001,110.55
TOTAL		72,573,690.40		65,625,368.88

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '3'

LONG TERM BORROWINGS

-Secured

- Unsecured

Loans & Advance

1. Period of default

2. Amount

		86,763,560.20		80,304,108.84
	No			No
	Nil			Nil
TOTAL		86,763,560.20		80,304,108.84



Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees
NOTE '4'				
DEFERRED TAX LIABILITY				
Opening deferred Tax Liabilities		2,825,895.00		3,548,499.00
Add: Adjustment during the year		(46,325.00)		(722,604.00)
TOTAL		2,779,570.00		2,825,895.00

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '5'

SHORT TERM BORROWINGS

-Secured

Loans repayable on demand

From Banks

Cash Credit from State Bank of India, Patna		68,219,211.93		42,025,462.46
Book Debts from State Bank of India, Patna		80,942,470.00		26,297,004.00
SLC from State Bank of India, Patna		22,784,178.00		22,723,860.00
FCNRB Loan		-		75,652,151.00

[Secured by first charge by way of Hypothecation of stock and receivables, Guarantee of Directors & Others]

1. Period of default		No		No
2. Amount		Nil		Nil
TOTAL		171,945,859.93		166,698,477.46

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '6'

TRADE PAYABLES

Trade Payables

For Goods		22,667,420.52		36,023,249.11
For Capital Goods and Capital Expenses		-		-
For Expenses		6,895.25		10,866.00

Others

TOTAL		22,674,315.77		36,034,115.11
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Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '7'

OTHER CURRENT LIABILITIES

Current maturities of long term debt

Term Loan Installment		-		-
Interest Accrued and Due on Borrowings		-		18,625.00
Other Payables		21,154,824.24		20,349,204.25
Statutory Dues		1,595,089.00		739,020.00
Advances from Customers		15,412,989.00		16,185,444.00
TOTAL		38,162,902.24		37,292,293.25



Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '8'

SHORT TERM PROVISIONS

Provision for Employee Benefits				
Bonus		301,673.00		315,557.00
EPF		73,267.00		76,870.00
ESI		18,648.00	393,588.00	19,547.00
Other Provisions:				411,974.00
Provision for Taxation			4,122,500.00	2,999,500.00
Provision for Excise Duty on Closing Stock			5,422,090.00	14,718,086.00
TOTAL		9,938,178.00		18,129,560.00

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '10'

NON-CURRENT INVESTMENTS

(All Unquoted unless otherwise Specified)

Number	Face Value Per Unit	Non - Trade Investment in Equity instruments		
Atreyi Agency Pvt. Ltd.			1,900,000.00	1,900,000.00
<i>(7600 Equity shares of Rs.100 each fully paid share stated at cost)</i>				
Dina Alloys Ltd			250,000.00	250,000.00
<i>(25000 Equity shares of Rs.10 each fully paid share stated at cost)</i>				
TOTAL			2,150,000.00	2,150,000.00

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '11'

LONG TERM LOANS AND ADVANCES

Secured :

Unsecured :

Security Deposits		26,644,682.20		26,743,376.20
Sales Tax Appeal		163,500.00		163,500.00
<u>Doubtful:</u>		-		-
TOTAL		26,808,182.20		26,906,876.20

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '12'

OTHER NON CURRENT ASSETS

Longterm Trade Receivables

Secured Considered Good

Unsecured Considered Good

Doubtful

Others

Employee Provident Fund

		2,000,000.00		2,000,000.00
TOTAL		2,000,000.00		2,000,000.00



NOTE '9' FIXED ASSETS

Sl. NO.	DESCRIPTION OF ASSETS	GROSS BLOCK		DEPRECIATION		NET BLOCK			
		COST AS ON 01.04.2013	ADDITION DURING THE YEAR	TOTAL COST AS AT 31.03.2014	DEPRECIATION AS AT 01.04.2013	ADDITION DURING THE YEAR	TOTAL DEPREAS AT 31.3.2014	AS AT 31.03.2014	AS AT 31.03.2013
	Leased Assets:								
	Tangible Assets:								
1	LAND	8,150,790.00	-	8,150,790.00	-	-	-	8,150,790.00	-
2	FACTORY BUILDING	12,086,980.00	-	12,086,980.00	9,464,454.63	262,253.00	9,726,707.63	2,360,272.37	2,622,525.37
3	PLANT AND MACHINERY	129,609,067.00	54,441,480.00	75,167,587.00	92,385,782.00	4,257,486.00	48,817,688.00	26,349,899.00	37,223,285.00
4	ELECTRIC INSTALLATION	14,158,373.80	-	14,158,373.80	11,520,250.00	366,964.00	11,887,214.00	2,271,159.80	2,658,123.80
5	MISC FIXED ASSETS	882,458.00	-	882,458.00	514,376.00	51,200.00	565,576.00	316,882.00	368,082.00
6	VEHICLES	5,913,412.30	649,993.00	5,263,419.30	4,076,178.78	400,148.00	4,117,997.78	1,145,421.32	1,837,233.52
7	OFFICE EQUIPMENT	137,455.00	-	137,455.00	118,098.20	2,693.00	120,791.20	16,663.80	19,356.80
8	COMPUTER	197,003.00	-	197,003.00	197,003.00	-	197,003.00	-	-
	TOTAL RS.	171,135,539.10	55,091,473.00	116,044,066.10	118,276,142.61	5,340,744.00	75,432,977.61	40,611,088.49	52,859,396.49
	CWIP	29,296,532.60	3,485,362.00	32,781,894.60	-	-	-	32,781,894.60	29,296,532.60
	PREVIOUS YEAR RS.	170,371,353.09	764,186.01	171,135,539.10	110,864,066.61	7,412,076.00	118,276,142.61	52,859,396.49	59,507,286.48



Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees
NOTE '13'				
INVENTORIES				
Raw Material				
Sponge Iron	14,736,282.99		1,267,200.00	
Duty Paid Scrap	3,127,088.00		2,264,186.57	
Non-Duty Paid Scrap	4,202,616.00		1,529,414.00	
Ferro Alloys	5,229,128.80	27,295,115.79	3,039,215.30	8,100,015.87
Finished Goods				
M.S.Billet	9,891,276.00		31,190,889.00	
M.S.Bars & Rods	19,036,711.00		59,799,509.00	
Wire Rod	19,993,993.50	48,921,980.50	42,152,122.00	133,142,520.00
Stores and Spares				
Stores and Spares	3,478,470.00		2,167,688.00	
Furnace Oil	-	3,478,470.00	-	2,167,688.00
Others				
Waste & Scrap		368,145.00		653,926.00
TOTAL		80,063,711.29		144,064,149.87

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees
NOTE '14'				
TRADE RECEIVABLES				
Over Six Months				
Secured considered Good				
Unsecured considered good		14,310,191.79		3,146,156.79
Below Six Months				
Secured considered Good				
Unsecured considered good		205,851,830.03		127,292,377.43
Less:				
Provision for Doubtful Debts				
Debts Due by Directors and Other Related Parties		Nil		Nil
TOTAL		220,162,021.82		130,438,534.22

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees
NOTE '15'				
CASH AND BANK BALANCES				
-Cash and Cash Equivalents				
Cash on Hand		124,702.79		31,363.00
Balance with Banks		66,293.04		9,486.04
-In HDFC Bank Ltd.				40,849.04
TOTAL		190,995.83		81,698.08



Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '16'

SHORT TERM LOANS AND ADVANCES

Loans and advances to related parties

(Secured/ Unsecured/ Doubtful)

Loans and Advance to Directors

Others

Advances Income Tax & TDS

4,077,691.00

2,350,942.00

VAT Advance

4,094,000.00

5,094,000.00

CEN VAT & Service Tax

4,965,309.95

4,910,838.42

Income Tax Refundable

362,660.00

362,660.00

Unsecured Considered Goods

Advance to Supplier

34,605,363.36

52,380,885.35

Other Advances

19,238,238.00

21,303,169.35

TOTAL

67,343,262.31

86,402,495.12

Particulars	As at 31 March 2014		As at 31 March 2013	
	Rupees	Rupees	Rupees	Rupees

NOTE '17'

OTHER CURRENT ASSETS

Prepaid Factory License Fee

31,375.00

Prepaid Insurance

25,170.00

17,860.00

TOTAL

25,170.00

49,235.00



NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS

Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees
NOTE '18'				
REVENUE FROM OPERATION				
Indigenous Sales				
Manufactured Goods		1,085,135,441.53		946,119,223.30
Traded Goods		-		-
Export Sales				
Manufactured Goods		-		-
Traded Goods		-		-
Other Operating Revenues				
Commission & Supervision Charges		33,396,505.00		17,883,021.00
Income from hedging / Commodity		8,309,293.85		5,047,049.15
VAT Rebate		50,000.00		43,580.00
VAT Reimbursement		12,463,567.00		7,356,910.00
TOTAL		1,139,354,807.38		976,449,783.45

Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees
NOTE '19'				
OTHER INCOME				
Other Income		674,080.03		-
Interest		3,906,589.00		3,368,378.38
TOTAL		4,580,669.03		3,368,378.38

Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees
NOTE '20'				
COST OF MATERIAL CONSUMED				
Raw Materials' Consumption				
Stock at Commencement	8,100,015.87		24,095,119.00	
Add: Purchases	652,736,469.61		655,589,406.04	
Less : Stock at Close	27,295,115.79	633,541,369.69	8,100,015.87	671,584,509.17
Stores Spares Consumption				
Stock at Commencement	2,167,688.00		3,505,463.00	
Add: Purchases	23,575,975.42		19,520,454.28	
Less : Stock at Close	3,478,470.00	22,265,193.42	2,167,688.00	20,858,229.28
Furnace Oil Consumed				
Stock at Commencement	-		1,809,373.00	
Add: Purchases	294,687.50		-	
Less : Stock at Close	-	294,687.50	-	1,809,373.00
TOTAL		656,101,250.61		694,252,111.45



Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees

NOTE '21'

CHANGE IN INVENTORY

Opening Stock		133,796,446.00		36,714,001.45
Closing Stock		49,290,125.50		133,796,446.00
	TOTAL	84,506,320.50		(97,082,444.55)

Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees

NOTE '22'

EMPLOYEE BENEFITS EXPENSES

Salaries, Wages, Bonus etc.	4,066,197.00		4,296,363.00	
Contribution to Provident fund	492,873.00		438,939.00	
Contribution to E.S.I.	172,027.00		179,918.00	
Workmen and Staff Welfare Expenses	53,943.00	4,785,040.00	54,367.46	4,969,587.46
	TOTAL	4,785,040.00		4,969,587.46

Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees

NOTE '23'

FINANCE COSTS

Interest to Bank		24,009,175.00		18,550,264.33
Other Interest				
Interest on Unsecured Loans		1,737,084.00		1,500,457.00
	TOTAL	25,746,259.00		20,050,721.33

Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees

NOTE '24'

DEPRECIATION

Depreciation and Amortisation Expenses		5,340,744.00		7,412,076.00
	TOTAL	5,340,744.00		7,412,076.00

Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees

NOTE '25'

OTHER EXPENSES

Other Manufacturing Expenses

Entry Tax, Service Tax & Others	253,118.16		145,011.58	
CST	13,575,150.98		12,528,570.58	
Gas Consumed	424,999.00		322,362.00	
Repair and Renewal to Plant and Machinery	101,210.00		18,360.00	
Power & Fuel	226,000,055.00	240,354,533.14	210,899,305.28	223,913,609.44



Particulars	For the year ended 31/03/14		For the year ended 31/03/13	
	Rupees	Rupees	Rupees	Rupees
<u>Sales and Administration Expenses</u>				
Advertisement Expenses	-	-	47,500.00	-
Charity & Donation	15,000.00	-	12,000.00	-
Bank charge	627,156.50	-	930,205.18	-
Director's Remuneration	1,200,000.00	-	1,200,000.00	-
Fees Rates & Taxes	3,325,708.00	-	399,007.00	-
General Expenses	204,548.00	-	64,517.00	-
Insurance	118,350.64	-	127,374.00	-
Interest Others	1,991.00	-	41,054.00	-
Lease Rent	39,240.00	-	39,240.00	-
Office Rent	60,000.00	-	-	-
Printing and Stationery	32,452.00	-	24,846.00	-
Round Off	-	-	610.94	-
Telephone Expenses	83,854.56	-	86,284.66	-
Travelling & Conveyance Expense	12,430.00	-	8,998.00	-
Postage & Telegram	23,433.41	-	30,588.77	-
Vehicle Expenses	23,527.00	-	42,721.00	-
VAT Audit Fees	5,000.00	-	10,000.00	-
Audit Fee	45,000.00	5,817,691.11	45,000.00	3,109,946.55
TOTAL		246,172,224.25		227,023,555.99



NOTE: "26" SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES: -

A. PRESENTATION AND DISCLOSURE OF FINANCIAL STATEMENT:

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed by the Companies (*Accounting Standard*) Rules, 2006, the provisions of the Companies Act, 2013 (*to the extent notified*) and the Companies Act, 1956 (*to the extent applicable*) and guidelines issued by the Securities Exchange Board of India (*SEBI*). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or revisions to an existing accounting standard require a change in the accounting policy hitherto in use.

B. USE OF ESTIMATES:

The preparation of the financial statements in conformity with GAAP requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Appropriate changes in estimate are made as the Management becomes aware of changes in circumstances surrounding the estimates.

C. ACCOUNTING CONCEPTS:

The company follows mercantile system of accounting except Telephone Expenditure. Accounting policies not referred to otherwise are consistent with generally accepted accounting principles.

D. FIXED ASSETS:

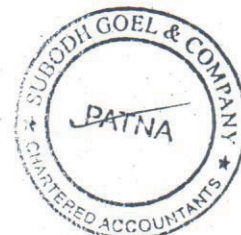
- a) Fixed Assets are stated at the original cost including other expenses related to acquisition and installation and allocated pre-operative expenses less depreciation on W.D.V. method.
- b) Excise Duty paid on purchase of Fixed Assets is reduced from the Purchase Price in order to avail Cenvat credit.
- c) During the year the fixed assets which has become obsolete were retired by the management. The fixed asset retired does not constitute substantial part of fixed assets.

E. DEPRECIATION:

Depreciation on Fixed Assets is charged on W.D.V. method, as per rates prescribed in the schedule XIV of the companies Act, 1956 based on single shift on pro-rata basis.

F. IMPAIRMENT:

The management periodically assesses using external and internal sources, whether there is an indication that an asset may be impaired.



Contd P/2

DISL ear 2013-14)

C INVESTMENTS:

Long Term Investments, which are given below, are booked at cost:-

S.L. No.	Name	Quantity	Type	Value
1	Atreyi Agency Pvt. Ltd.	7600	Equity Shares of Rs. 100/-each	1900000.00
2	Dina Alloys Ltd.	25000	Equity Shares of Rs. 10/-each	250000.00

F REVENUE RECOGNITION:

- Sales are recognised at the time of delivery of goods.
- Sales commission and brokerage is recognised on completion of the terms of sales contract between the principal and the buyers.
- Sales distribution charges are recognised at the time of delivery of the goods as per the terms of contract.

2. 2 NOTES ON ACCOUNTS:-

I. INVENTORIES:

Stock-in-Trade has been taken, valued and certified by the management.

- Inventories including Raw Materials and Stores spares & Equipment are valued at cost. Finished Goods is valued at lower of cost or net realizable value. Cost for this purpose includes purchase price and freight. Cost for the purpose of finished goods also includes cost of conversion. Scrap and waste is valued at net realizable value. The method of valuation of Stock is in accordance with Accounting Standard – 2. Inventories have been valued using the FIFO method.
- As stated to us, there are numerous items in stock of stores & spares and, so, it is not possible to maintain the quantitative details of stores & spares. Hence, quantitative details of stock of spares have not been given.

I Balance of Sundry receivables and payables are subject to formal confirmation. All sundry debtors are unsecured but considered good by the management to the extent of their book value.

I Estimated amount of capital contracts remaining to be executed not provided for net of advances :- Rs. NIL (Last year NIL)

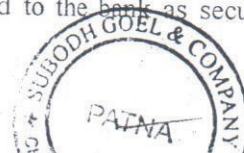
I Claims against the company not acknowledge as debts Nil.

V Previous year's figures have been re-grouped and re-arranged wherever considered necessary.

V Remuneration to Directors Rs.12,00,000.00/- (Previous Year 12,00,000/-).

V I. Secured Loan

Stock, Receivables and Plant & Machineries are hypothecated to the bank as security for amount borrowed



DISL (Year 2013-14)

VIII. BORROWING COST:

Borrowing Cost attributable to the acquisition and construction of qualifying assets are capitalized. After borrowing costs are recognised as an expense in period in which they are incurred.

IX. Payment to Auditors for services rendered:-

	<u>Current Year</u>	<u>Prev. Year</u>
a) As Statutory Auditor	28,000.00	28,000.00
b) In respect of tax audit	10,000.00	10,000.00
c) As adviser in respect of Taxation and Company Law matters	7,000.00	7,000.00

X. Recognition of Deferred Tax Liabilities

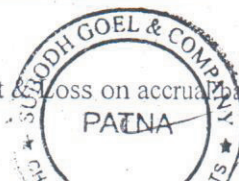
The provision for current Income Tax is based on the taxable profit from April 1, 2013 to March 31, 2014. Deferred Income Tax reflects the impacts of current year timing differences between taxable income/ losses and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance sheet date. Deferred tax are recognized only to the extents that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In respect of carry forward losses, deferred tax assets are recognized only to the extent there is virtual certainty that sufficient future taxable income will be available against which such losses can be set off.

Pursuant to AS-22 issued by The Institute of Chartered Accountants of India, Deferred Tax Liability of Rs. 27,79,570.00 which arose during the year on account of timing difference between amount of depreciation as per books of accounts and depreciation as claimed under the provisions of Income Tax Rules, 1962; amounts to Rs.46,325.00 which has been recognized in the books of accounts.

Particulars	As at 31 st March, 2014	As at 31 st March, 2013
A. Deferred Tax Liabilities: Related to depreciation on fixed assets	27,79,570.00	28,25,895.00
B. Deferred Tax Assets :	Nil	Nil
i. Expenses charged in financial statement but allowable as deduction in future year under Income Tax Act, 1961	Nil	Nil
ii. Diminution in value of investment charged in Statement of Profit & Loss	Nil	Nil
iii. Others	Nil	Nil
C. Net Deferred Tax Liability	27,79,570.00	28,25,895.00

3. RETIREMENT BENEFITS

Company's contribution to PF, ESI etc. are charged to Statement of Profit & Loss on accrual basis.



DISL (Year 2013-14)

4. **RETIREMENT & LEAVE ENCASHMENT**

Provision for gratuity liability is made on the basis of premium actuarially assessed at the end of the period and intimated by the Life Insurance Corporation of India in terms of a policy taken with them.

5. **CASH FLOW STATEMENT:**

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non cash nature, any deferrals or accrual of past or future operating cash receipts and payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the concern are segregated.

6. **CONTINGENT LIABILITIES AND PROVISIONS**

Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligations at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure is also made in regard to contingent liability when there is a possible obligation or a present obligation that may, but probably will 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.

7. **ADDITIONAL INFORMATION PURSUANT TO THE PROVISION OF PARAGRAPH 3, 4C & 4D OF PART II OF SCHEDULE VI OF THE COMPANIES ACT 1956:-**

a). **Details of Capacity**

<u>Item</u>	<u>Licensed Capacity</u>	<u>Installed Capacity</u>
M.S. Wire Rod & Bars	N/A	N/A

b). Consumption of Raw Material (Refer attached Annexure)

c). Production, purchases, Turnover and Closing Stock (Refer attached Annexure)

Foreign Exchange Earnings and Outgo

	<u>Current Year</u>	<u>Previous Year</u>
d). Earnings (Rs. in Lacs)	Nil	Nil
e). Outgo (Rs. in Lacs)	Nil	Nil

f). **Raw Materials consumed**

Indigenous (Qty. In M.T.)	31141.000	31956.540
Value in Rs. (Rs. In lacs)	5583.45	5978.61
Imported	Nil	Nil

g). Stores and Spares consumed (Rs. In lacs)	229.85	229.90
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DISL (Year 2013-14)

8. TAXATION

Tax expense (tax savings) is the aggregate of current year tax and deferred tax charged (or credited) to the Statement of Profit and Loss of the year.

Current tax is the provision made for income tax liability on the profits for the year ended 31st March 2014 in accordance with the provisions of the Income Tax Act, 1961.

10. SEGMENT REPORTING

(a) **Business Segment:** The Company has considered business segment as the primary segment for disclosure. The company is primarily engaged in the manufacture of mild steel wire rods, which in the context of Accounting Standard 17 issued by the Institute of Chartered Accountants of India is considered the only business Segment.

(b) **Geographical Segment:** The Company sells its products within India. The conditions prevailing in India being uniform, no separate geographical segment disclosure is considered necessary.

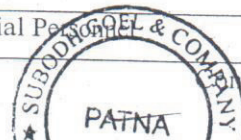
11. EARNINGS PER SHARE

	Year Ended 31-03-2014	Year Ended 31-03-2013
a). Profit/(Loss) after Tax as per Statement of Profit and Loss	6,948,321.52	6,322,933.85
b). Number of equity shares of Rs.10/-	6,819,500.00	6,819,500.00
c). Weighted average number of equity shares of Rs.10/- each outstanding during the year	6,729,825.00	6,729,825.00
d). Earning per shares Basic	1.03	0.94
e). Earning per shares Diluted	1.03	0.94

12. RELATED PARTY DISCLOSURE

Information relating to Related Party Transaction as per Accounting Standard – 18 issued by the Institute of Chartered Accountants of India is given below:

<u>A. NAME OF THE RELATED PARTY</u>	<u>RELATIONSHIP</u>
Mr. Sanjay Kumar Bhartiya	Key Managerial Personnel
Mr. Prashant Bhartiya	Key Managerial Personnel
Mrs. Ritu Bhartiya	Key Managerial Personnel
Mr. Sanjay Kumar Bhartiya (HUF)	HUF of Key Managerial Personnel

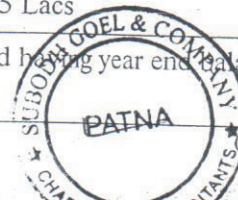


DISL (Year 2013-14)

Mr. Prashant Bhartiya (HUF)	HUF of Key Managerial Personnel
Mrs. Nupur Bhartiya	Wife of Key Managerial Personnel
Mr. Vijay Kumar Bhartiya (HUF)	HUF of Brother of Key Managerial Personnel
Mr. Saurabh Bhartiya	Brother of Key Managerial Personnel
Mrs. Aruna Devi Bhartiya	Mother of Key Managerial Personnel
Apoorva Bhartiya	Son of Key Managerial Personnel
Mr. Raj Kumar Bhartiya	Father of Key Managerial Personnel
Mr. Raj Kumar Bhartiya (HUF)	HUF of Father of Key Managerial Personnel
Patliputra Industrial Gases Limited	Associate Company /
Patliputra Gases Limited	Associate Company /
Iron Scrap Processing Works (P) Ltd	Associate Company /
Patliputra Steels Private Limited	Associate Company /
Sun Comtech Private Limited	Associate Company /
Dina Alloys Limited	Associate Company /

B. TRANSACTIONS DURING THE YEAR

<u>NAME OF THE RELATED PARTY</u>	<u>NATURE OF TRANSACTION</u>
Mr. Sanjay Kumar Bhartiya	Director Remuneration paid of Rs. 6.00 Lacs, Interest paid of Rs. 2.00 Lacs, Loan taken of Rs. 6.50 Lacs and having year end balance Rs. 263.56 Lacs
Mr. Prashant Bhartiya	Director Remuneration paid of Rs. 6.00 Lacs, Interest paid of Rs. 1.09 Lacs Loan taken of Rs 2.00 Lacs and having year end balance Rs. 14.22 Lacs
Mrs. Ritu Bhartiya	Interest paid of Rs. 0.02 Lacs, Loan taken of Rs 10.15 Lacs and having year end balance Rs. 7.34 Lacs
Mr. Sanjay Kumar Bhartiya (HUF)	Interest paid of Rs. 5.12 Lacs Loan taken having year- end balance Rs. 67.34 Lacs
Mr. Prashant Bhartiya (HUF)	Interest paid of Rs. 2.81 Lacs Loan taken of Rs 13.50 Lacs and having year end balance Rs. 42.98 Lacs
Mrs. Nupur Bhartiya	Interest paid of Rs. 0.69 Lacs Lacs Loan taken of Rs. 7.00 Lacs and having year end balance Rs. 11.45 Lacs
Mr. Vijay Kumar Bhartiya (HUF)	Interest paid of Rs. 3.26 Lacs and year end balance of loan taken amounts to Rs. 42.86 Lacs
Mr. Saurabh Bhartiya	Interest paid of Rs. 1.47 Lacs Loan taken of Rs. 6.00 Lacs and having year end balance Rs. 24.05 Lacs
Apoorva Bhariya	Loan taken of Rs. 10.70 Lacs and having year end balance Rs. 143.00 Lacs



DISL (Year 2013-14)

Mrs. Aruna Devi Bhartiya	Loan taken of Rs. 3.00 Lacs and having year end balance Rs. 23.67 Lacs
Mr. Raj Kumar Bhartiya	Loan taken having year end balance amounts to Rs. 4.75 Lacs
Mr. Raj Kumar Bhartiya (HUF)	Loan taken of Rs. 2.00 Lacs having year end balance of loan taken amounts to Rs.4.94 Lacs
Iron Scrap Processing Works (P) Ltd	Year end balance of loan taken amounts to Rs.58.50 Lacs
Patliputra Industrial Gases Limited	Purchases of raw material of Rs. 3.93 Lacs
Patliputra Gases Limited	Purchases of raw material of Rs. 0.53 Lacs
Patliputra Steels Private Limited	Year end balance of loan taken amounts to Rs 8.51 Lacs
Dina Alloys Limited	Loan taken of Rs. 15.50 Lacs having year end balance of loan taken amounts to Rs. 2.99 Lacs
Sun Comtech Private Limited	Year end balance of loan taken amounts to Rs.111.41 Lacs

Signature to Note '1' TO '26'.

In terms of our report annexed.

For SUBODH GOEL & CO

Chartered Accountants

(Subodh Kumar Goel)

M. No. 74835

(Partner)



Firm Reg. No. 006103C

Place : Patna.

Date : 15-05-2014

For and on behalf of the board

[Signature]
[DIRECTOR]

[Signature]
[DIRECTOR]

TO WHOM IT MAY CONCERN

This is to certify that during the financial year 2013-14, we have made payment relating to loan or deposit covered under section 269SS and 269T by account payee cheques drawn on our bank or through an account payee bank draft, as the case may be.

For M/s Dina Iron & Steels Limited

M. Pradya
[Director]

P. N. Singh
[Director]