



BEEKAY STEEL INDUSTRIES LIMITED

CORPORATE INFORMATION

MENTOR & VISIONARY

Mr. Basheshar Lal Bansal

BOARD OF DIRECTORS

Mr. Suresh Chand Bansal Chairman & Mg. Director

Mr. Mukesh Chand Bansal Joint Mg. Director

Mr. Vikas Bansal Executive Director

Mr. Gautam Bansal Whole time Director

Mr. Manav Bansal Director

Mr. Vijay Kr. Bansal Director

Mr. Bhal Chand Khaitan Director

Mr. Aditya Kumar Sikdar Director

Mr. Brijesh Kumar Dalmia Director

Mr. Ravishankar Sridharan Director

Mr. Krishna Chandra Raut Director

Mr. Srikumar Banerjee Director

COMPANY SECRETARY & CFO

Mr. Lalit Chand Sharma

BANKERS

Allahabad Bank

State Bank of India

Bank of Baroda

AUDITORS

M/s. Rustagi & Associates

Chartered Accountants

59, Bentick Street, Kolkata-700 069

REGISTERED OFFICE

"Lansdowne Tower" 4th Floor,

2/1A, Sarat Bose Road, Kolkata-700020.

Tel: 033 30514444.

Fax: 033-2283 3322

E-mail: contact@beekaysteel.com

Website: www.beekaysteel.com

WORKS

Howrah (West Bengal)

Jamshedpur (Jharkhand)

Chennai (Tamilnadu),

Visakhapatnam (Andhra Pradesh) –

a. Autonagar b. Bheemlipatnam c. Vellanki

REGISTRARS & SHARE TRANSFER AGENTS

M/s. Maheshwari Datamatics Pvt Ltd

6, Mangoe Lane, 2nd Floor, Kolkata-700 001

Ph: 033-2248 2248, 2243 5809, 2243 5029

Fax: 033-2248 4787

Email: mdpl@cal.vsnl.net.in



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NOTICE

The 30th Annual General Meeting of BEEKAY STEEL INDUSTRIES LIMITED will be held at the Registered Office of the Company at 'Lansdowne Towers', 4th Floor, 2/1A, Sarat Bose Road, Kolkata - 700 020 on Saturday, 24th Day of September, 2011 at 10.30 A. M. to transact the following business :

ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2011 and the Profit & Loss Account of the Company for the year ended on that date and the Reports of the Directors' and Auditors' thereon.
2. To declare a dividend on equity shares.
3. To appoint a Director in place of Mr. Bhal Chand Khaitan, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a Director in place of Mr. Aditya Kumar Sikdar, who retires by rotation and being eligible offers himself for re-appointment.
5. To appoint a Director in place of Mr. Manav Bansal who retires by rotation and being eligible offers himself for re-appointment.
6. To appoint Auditors and fix their remuneration.

SPECIAL BUSINESS:

To consider, and if thought fit, to pass with or without modifications, the following resolutions as Ordinary Resolutions –

7. RE-APPOINTMENT OF MR. MUKESH CHAND BANSAL AS JT. MANAGING DIRECTOR

"RESOLVED THAT in accordance with the provisions of Sections 198, 269 (read with Schedule XIII), 309 and other applicable provisions, if any, of the Companies Act, 1956 and subject to any other approvals as may be necessary, the Company hereby approves the re-appointment of Mr. Mukesh Chand Bansal as Jt. Managing Director of the Company for a period of five years w.e.f. 01-01-2012 upon such terms and conditions and such remuneration and perquisites as set out in the Explanatory Statement annexed to the notice convening the Annual General Meeting of the Company, with liberty to the Board to alter and/or vary terms and conditions including remuneration as may be agreed to by the Board of Directors of the Company and Mr. Mukesh Chand Bansal, provided that in any year the total remuneration, including perquisites of Mr. Mukesh Chand Bansal shall not exceed the limits specified in Schedule XIII to the Companies Act, 1956 or any amendments thereto.

FURTHER RESOLVED THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, things and matters as may be necessary, usual or proper for giving effect to the above resolution."

8. APPOINTMENT OF MR. KRISHNA CHANDRA RAUT AS A DIRECTOR

"RESOLVED THAT Mr. Krishna Chandra Raut be and is hereby appointed as a Director of the Company who shall be liable to retire by rotation.



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9. APPOINTMENT OF MR. SRIKUMAR BANERJEE AS A DIRECTOR

"RESOLVED THAT Mr. Srikumar Banerjee be and is hereby appointed as a Director of the Company who shall be liable to retire by rotation.

Registered Office:

"Lansdowne Towers", 4th Floor,
2/1A, Sarat Bose Road,
Kolkata- 700 020.

Dated : 16th August, 2011

Place : Kolkata

By Order of the Board
For Beekay Steel Industries Limited

Sd/-

Lalit Chand Sharma
Company Secretary & C.F.O.



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NOTES

- a. The relevant Explanatory Statement pursuant to Section 173 of the Companies Act, 1956 relating to the Special Business to be transacted at the meeting is annexed hereto.
- b. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ALSO ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND & VOTE INSTEAD OF HIMSELF & A PROXY NEED NOT BE A MEMBER**
- c. Proxies in order to be effective must be received by the Company not less than forty eight hours before the meeting.
- d. Register of Members and Share Transfer Register shall remain closed from **20th September, 2011 to 24th September, 2011** (both days inclusive).
- e. The Dividend as recommended by the Board of Directors, if approved at the meeting, will be made payable on or after 24th September, 2011 to those Members whose names appear on the Register of Members of the Company as on 24th September, 2011 or to their mandates, to the extent eligible and also to the beneficial owners of the equity shares held in the electronic mode as per details furnished by the Depositories for this purpose.
- f. Members holding shares in physical form are requested to notify immediately changes, if any, in their registered address and bank particulars, to the Company at its Registered Office or to its Registrars & Share Transfer Agent, at the following address quoting their folio numbers :-

M/S. Maheshwari Datamatics Pvt. Ltd., 6, Mangoe Lane, Kolkata – 700 001. Phone Nos. 91-33-2243-5029 / 5809, 2248-2248 Fax No. 91-33-2248-4787, E-Mail – mdpl@cal.vsnl.net.in.
- g. Members/ Proxies should bring the attendance slips duly filled in for attending the meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

ITEM NO. 7

The terms of office of Mr. Mukesh Chand Bansal as Jt. Managing Director are due to expire on 31st December, 2011. In view of accelerated operating results of the Company in the Financial Year 2010-11 and also due to his extensive involvement in the affairs of the Company, the Board of Directors, in its meeting held on 16th August, 2011 subject to the approval of the shareholders in the General Meeting, has re-appointed Mr. Mukesh Chand Bansal, as Jt. Managing Director for a period of 5(Five) years w.e.f. 1st January, 2012 to look after day to day affairs of the Company, in accordance with the provisions of Sections 198, 269 (read with Schedule XIII of the Companies Act, 1956), 309 and other applicable provisions, if any, of the Companies Act, 1956 and on the terms as recommended by the Remuneration Committee. The terms and conditions of his re- appointment are as follows :

Salary: Rs.86,400/- per month and annual increment up to 20% of the salary last drawn as may be approved by the Board annually.

Performance Linked Bonus: Such percentage of the net profits of the Company or such amount as may be decided by the Board of Directors for each financial year or part thereof, provided however that the aggregate amount of



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Salary and Performance Linked Bonus shall not exceed the limits as per the provisions of Section 198 of the Companies Act, 1956.

Perquisites: The Jt. Managing Director, in addition to Salary and Performance Linked Bonus, shall be entitled to the following perquisites which may be reviewed by the Board from time to time:

- a. **Housing:** Residential accommodation including electricity (or reimbursement of House Rent in lieu thereof on actual basis).
- b. **Medical Reimbursement:** Reimbursement of Medical expenses incurred for self and family on actual basis not exceeding one month Salary.
- c. **Leave Travel Concession :** For self and family to and from any place in India to & fro Air fare / 1st Class Railway fare, once in a year in accordance with the rules of the Company.
- d. **Clubs Fees :** Fees of Clubs, shall be subject to a maximum of two clubs, provided that no life membership or admission fee shall be paid by Company.
- e. **Personal Accident Insurance :** Premium not to exceed Rs. 25,000/- per annum.
- f. **Provident Fund / Superannuation Fund / Gratuity :**
 - i) Contribution to provident fund, super-annuation fund or annuity fund in accordance with the rules of the Company, so that these either singly or put together are not taxable under the I.T.Act,1961.
 - ii) Gratuity payable shall not exceed half of a month's salary for each completed year of service.
- g. **Car & Telephone :** The Managing Director shall be provided car with driver and telephones at his residence for company's business as well as for personal use. However long distance calls for personal use will be billed by the Company.
- h. **Other Benefits :**
 - (i) **Leave :** On full pay and allowances as per the rules of the Company but not more than one month's leave for every eleven months' of services. However, leave accumulated but not availed of shall be dealt with as per the Income Tax Rules, 1962, Casual and sick leave on full pay and allowance as per rules of the Company.
 - (ii) The Managing Director shall be entitled to reimbursement of travelling, entertainment and all other expenses actually and properly incurred for legitimate business need of the Company but subject to rules of the Company framed from time to time.
 - (iii) The Managing Director shall be reimbursed actual out of pocket expenses incurred by him in the course of discharging his duties in the capacity of Managing Director.
 - (iv) The Managing Director as long as he functions as such, shall not be paid any sitting fee for attending meeting of the Board of Directors of any Committee thereof.

Minimum Remuneration: In the absence or inadequacy of profit of the Company in any financial, Mr. Mukesh Chand Bansal will be entitled to such remuneration as is permissible under Schedule-XIII to the Companies Act, 1956 or any amendments thereto.



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A copy of the appointment letter of Mr. Mukesh Chand Bansal is open for inspection by the Members at the Registered Office of the Company during Company's business hours.

The terms of revision in the remuneration have been recommended by the Remuneration Committee in its meeting held on 16th August, 2011.

This may be treated as an abstract pursuant to Section 302 of the Companies Act, 1956. Any variation in the terms by the Board from time to time within the limits stipulated above shall be deemed as compliance under section 302 of the Companies Act, 1956.

Your Board, therefore, recommend the resolution for your approval.

None of the Directors except Mr. Mukesh Chand Bansal is in any way concerned or interested in the above resolution

ITEM NO. 8

In order to broad base the Board of the Company, the Board of Directors in their meeting held on 16th August, 2011, has appointed Mr. Krishna Chandra Raut as an Additional Director of the Company. Mr. Krishna Chandra Raut is an M.A. (English) and CAIIB having more than three decades of experience in the Banking, General & Financial Management and is Ex-Chief General Manager of State Bank of India, Kolkata. He is one of the Directors in AKC Steel Industries Ltd.

He holds the office of Directors till the conclusion of the ensuing Annual General Meeting, unless re-appointed. The Company has received notice under Section 257 of the Companies Act, 1956 proposing him to be appointed as a Director of the Company.

The Board recommends the resolution for approval in the interest of the Company.

None of the Director except Mr. Krishna Chandra Raut is in any way concerned or interested in the resolution.

ITEM NO. 9

The Board of Directors has also appointed Mr. Srikumar Banerjee as an Additional Director of the Company in their meeting held on 16th August, 2011. Mr. Srikumar Banerjee is a Commerce Graduate and a Fellow Member of the Institute of the Chartered Accountants of India. He is a practising Chartered Accountant and has more than twenty five years of experience in accounting of Indian and foreign corporates, direct & indirect taxation, international taxation, finance, commercial laws including FEMA, structuring of the joint ventures, special purpose vehicles in connection with international and indigenous partnerships, corporate restructuring including M&As, Demergers etc. He is an ex-member of Economic Forum of CII and an eminent writer of useful articles on taxation, corporate and commercial matters in The Taxman and other leading journals of professional bodies.

He holds the office of Directors till the conclusion of the ensuing Annual General Meeting, unless re-appointed. The Company has received notice under Section 257 of the Companies Act, 1956 proposing him to be appointed as a Director of the Company.

The Board recommends the resolution for approval in the interest of the Company.

None of the Director except Mr. Srikumar Banerjee is in any way concerned or interested in the resolution.



BEEKAY STEEL INDUSTRIES LIMITED

DIRECTORS' REPORT TO THE SHAREHOLDERS

To,
The Members

Your Directors are pleased to present the Thirtieth Annual Report on the business and operations of the Company together with the audited Financial Accounts for the year ended March 31, 2011.

(Rs. in Lacs)

ANCIAL RESULTS	As on 31-03-2011	As on 31-03-2010
Sales/Income from Operations	45,857.98	33,220.61
Profit before interest, depreciation and tax	4,996.71	3,491.78
Interest	1,445.81	1,123.93
Depreciation	751.13	715.92
Profit before taxation	2,799.77	1,651.93
Provision for tax-Current tax	604.11	485.72
Provision for tax- Deferred tax	307.90	74.52
Profit for the year	1,887.76	1,091.70
Add/(Less): Adjustments	(0.30)	16.61
Balance of profit for previous year	2,055.65	1,361.68
Balance available for appropriation	3,943.11	2,469.99
APPROPRIATIONS :		
Dividend -Preference Shares	-	18.00
Dividend-Equity Shares	85.36	28.45
Dividend Tax	14.18	7.89
Transfer to General Reserve	300.00	300.00
Transfer to Capital Redemption Reserve	120.00	60.00
Balance of Profit carried over	3,423.57	2,055.65

RESULTS OF OPERATIONS

Your Company has achieved a record turnover of Rs.45,857.98 lacs during the year under review, thus representing a remarkable growth of 38.04% over Rs.33,220.61 lacs in the previous year 2009-10. The total production for the year under review stood at 2,86,180 MT including conversion of 1,85,969 MT) against 2,57,210 MT (including conversion of 1,69,912 MT) in the previous year. The increased deliveries from structurals, bright bars and other hot-rolled bars at Visakhapatnam and Chengalpet (Tamilnadu) units aggregating to 1,11,312 MT coupled with better realisations and accelerated conversion volumes for TATA Steel Ltd. paved the ways for Profit before Interest, Depreciation and Taxes growth of 43.10% which reached Rs.4,996.71 lacs as compared to Rs.3,491.78 lacs during the previous year. The additional working capital requirements of the Company in the financial year 2010-11 were met by availing short term working capital loans from the existing bankers pending the delayed



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sanction and disbursement of regular working capital limits. The year witnessed a steep rise in the interest rates by the Bankers on the backdrop of continuous Repo and Reverse-Repo rate escalations by the RBI to control the inflationary pressure. The cost of borrowed funds of the Company rose to Rs.1,445.81 lacs i.e. an increase 28.64% over the previous year level of Rs.1,123.93 lacs. However, with increased generation of internal accruals and ongoing cost control measures, the Company has prudently managed and met up the growing interest burden. The Company's TMT expansion unit at Jamshedpur with installed capacity of 1,00,000 MTPA has been successfully completed in September, 2010 with a capital outlay of Rs.2,300 lacs (out of which Rs.900.00 lacs was met up by availing Term Loan from Allahabad Bank) and the unit has started commercial operations since then, thus, catering to enhanced conversion orders from TATA Steel Ltd.. Considering the increased conversions of around 60% at the Jamshedpur in the year 2011-12 and increase in the production volumes of structurals and special steels, bright bars at Vizag Units and other rolled sections at Chengalpet (Tamilnadu) Unit, your Company expects to achieve around 15% growth in the overall turnover and a healthy rise in the bottom-line performance during the financial year 2011-12.

BONUS SHARES

Apart from the normal policy of rewarding the members of the Company by way of Dividend on a consistent basis, during the year under review, your Company has additionally rewarded the existing Equity Shareholders by allotting 1,42,26,710 fully paid up Equity Shares of Rs.10/- each as Bonus shares to them in the ratio of 5:1 by utilising its Reserves & Surplus. The Bonus shares have been listed with both at Calcutta & U.P Stock Exchanges.

DIVIDEND

Your Directors have recommended a dividend of Re.0.50 (Fifty paise) per equity share (previous year Rs.1.00) on post bonus equity share capital for the financial year ended on 31st March, 2011. The dividend pay-out for the year under review has been formulated as per the corporate policy to extend the sustainable corporate benefits to shareholders, based on the long term performance of the Company, while assigning due weight-age to the needs of internal accruals for its long term growth plans. The total outgo on account of dividend (including dividend distribution tax) would be Rs.99.54 lacs.

REDEMPTION OF PREFERENCE SHARES

During the year under review, as per terms of Issue, your Company has redeemed balance portion of 1,20,000 number of 15% Non-Cumulative Redeemable Preference Shares of Rs.100/- each and the nominal value of Preference Shares redeemed Rs.120.00 lacs was transferred to 'Capital Redemption Reserve Account' in the books of the Company.

DIRECTORS

In accordance with the provisions of the Companies Act, 1956 and the Company's Articles of Association, Mr. Bhal Chand Khaitan, Mr. Aditya Kumar Sikdar and Mr. Manav Bansal retire by rotation in the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment.

The terms of appointment of Mr. Mukesh Chand Bansal, Jt. Mg. Director would expire on 31st December, 2011 and the Board, subject to your approval, has re-appointed him for a further period of 5 years w.e.f. 1st January, 2011 on the terms and conditions enumerated in the notice of the Annual General Meeting.

Mr. Krishna Chandra Raut & Mr. Srikumar Banerjee were appointed as Independent Directors on the Board w.e.f. 16.08.2011 in the terms of the Articles of Association of the Company. They are proposed to be appointed as Directors of the Company as set out in the notice calling the Annual General Meeting. Notices under section 257 of



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the Companies Act, 1956 have been received from shareholders signifying their intention to propose the name of Mr. Krishna Chandra Raut & Mr. Srikumar Banerjee as Directors of the Company.

AUDITORS

M/s. Rustagi & Associates., Chartered Accountants, retire as Auditors of the company at the forthcoming Annual General Meeting. They have expressed their willingness to act as Auditors of the Company, if appointed. They have also confirmed that the said appointment would be in due conformity with the provisions of Section 224(1-B) of the Companies Act, 1956.

DIRECTORS' RESPONSIBILITY STATEMENT

As per the requirements of Section 217(2AA) of the Companies Act, 1956, the Directors of your Company, according to the information and explanations obtained by them and to the best of their knowledge and belief, hereby state and also confirm that:

- i) in the preparation of annual accounts for the year ended March 31, 2011 the applicable accounting standards have been followed along with proper Explanation relating to material departures, if any;
- ii) they have, in the selection of the accounting policies, consulted the Statutory Auditors and these have been applied consistently and reasonable and prudent Judgments and estimates have been so as to give a true view of the state of affairs of the Company as at March 31, 2011 and the profit of the Company for the year ended on that date;
- iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the annual accounts have been prepared on a going concern basis;

CORPORATE GOVERNANCE

The report on Corporate Governance as per the requirement of Clause 49 of the Listing Agreement with the Stock Exchanges together with a certificate from Mr. S. K. Tibrewalla, Practising Company Secretary regarding compliance of requisite conditions of Corporate Governance, certification by CEO & CFO, Declaration by CEO & CFO for Compliance with the Code of Conduct of the Company as per Clause 49(I)(D)(ii) of Listing Agreement and the Management Discussion & Analysis Report are given as Annexures, forming part of this Report.

STOCK EXCHANGE LISTING

The Equity Shares of your Company are already listed on the Stock Exchanges at Kolkata and Kanpur and the applicable annual listing fees have been paid to both the Stock Exchanges till financial year 2011-12.

COMPLIANCE CERTIFICATE U/S 383A

The Compliance certificate is not required to be obtained in terms of Section 383A of the Companies Act, 1956 since the Company is having full time Company Secretary in its employment.

PARTICULARS OF EMPLOYEES

In view of no employee of the Company having drawn remuneration as prescribed in Section 217 (2A) of the Companies Act, 1956 or in the rules made pursuant to the same, during the Financial Year under review, particulars of the employees pursuant to said provisions are not required to be given.



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ENERGY, TECHNOLOGY & FOREIGN EXCHANGE

As a measure to economise the fuel cost, the Company installed Producer Gas Plant at Jamshedpur Units in 2009-10, which is a cost effective source of fuel as compared to Furnace Oil for the Furnace. This has helped the Company to check the fuel cost.

The particulars relating to energy, technology and Foreign Exchange earnings/ outgo pursuant to Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules 1988, are annexed hereto in Annexure-A and form part of this Report.

ACKNOWLEDGEMENT

Your Directors take this opportunity to convey their deep gratitude to the Central, State & Local Governments, Financial Institutions and Banks for their continued support, co-operation and guidance. They also place on record sincere appreciation for the total commitment, dedication and hard work put in by every member of the Company. The Directors express their gratitude to the esteemed customers of the Company for their continued confidence and faith shown in the products and services of your Company. The Directors are also deeply grateful for the confidence and trust which the Shareholders have placed in them.

Registered Office:

'Lansdowne Towers', 4th Floor,
2/1A, Sarat Bose Road,
Kolkata - 700 020

Dated : 16th August, 2011

Place : Kolkata

By Order of the Board
For Beekay Steel Industries Ltd.

Sd/-
Suresh Chand Bansal
Chairman & Mg. Director

Sd/-
Mukesh Chand Bansal
Jt. Mg. Director



BEEKAY STEEL INDUSTRIES LIMITED

ANNEXURE TO THE DIRECTORS' REPORT

ANNEXURE-A

Form for disclosure of particulars with respect to Conservation of energy:

		Current Year 31-03-2011	Previous Year 31-03-2010
A. Power & Fuel Consumption			
1. Electricity			
Purchased units	Kwh	22,049,799	2,01,67,121
Total Amounts	Rs.	10,63,09,141	9,09,10,445
Rate/ Unit	Rs.	4.82	4.51
(b) Own Generation			
(i) Through Diesel Generation units		Nil	Nil
Units per litre of Diesel Oil		Nil	Nil
(ii) Through steam Turbine / Generator		Nil	Nil
2. Furnace Oil			
Quantity	Kltrs.	9,348	10,106
Total Amount	Rs.	29,40,14,490	24,70,51,975
Average Rate per K.Ltr.	Rs.	31,453	24,445
B. Consumption per Unit of Production			
Productions: Iron & Steel Material			
Steel Bars & Rods	MT	286,170	2,57,210
Steel Ingots	MT	Nil	Nil
Unit-M/Tonnes			
Electricity	Kwh	78.04	78.41
Furnace Oil	Kltrs.	0.03	0.04
C. Foreign Exchange			
Earnings	Rs.	Nil	Nil
Outgo	Rs.	Nil	Nil

ANNEXURE TO THE DIRECTORS' REPORT

REPORT ON CORPORATE GOVERNANCE

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company has set itself the objective of expanding its capacities and becoming globally competitive in its business. The Company believes that the long term corporate growth lies in adoption of the 'best practices' which are pursued in the area of Corporate Governance. Accordingly, the Corporate Governance philosophy of the Company is built on the principles of equity, fairness, transparency, spirit of law and honest communication. Company believes that sound Corporate Governance is necessary to retain stakeholders' transactions, in order to protect the interests of its stakeholders. The Board considers itself as a Trustee of its Shareholders and acknowledges its responsibilities towards them for creation and safeguarding their wealth.

In accordance with Clause 49 of the Listing Agreement with the Stock Exchanges, the Company is presenting the report on the areas pertaining to the said clause along with the regular practices being followed the Company in complying with them.

BOARD OF DIRECTORS

The Company's Board has optimum combination of Executive and Non-Executive Directors. The Board presently has 12 Directors out of which 6 are Independent Directors.

a) Composition and category of Directors as on 31st March, 2011 are as follows:

Category	Name of Directors
Promoters - Executive Directors	Mr. Suresh Chand Bansal
	Mr. Mukesh Chand Bansal
	Mr. Vikas Bansal
	Mr. Gautam Bansal
Promoters - Non Executive Directors	Mr. Manav Bansal
Non - Promoter - Non Executive Director	Mr. Vijay Bansal
Non-Executive - Independent Directors	Mr. Brijesh Kumar Dalmia
	Mr. Bhal Chand Khaitan
	Mr. Aditya Kumar Sikdar
	Mr. S. K. Bhattacharyya*
	Mr. Ravishankar Shridharan

* resigned w.e.f. 16th June, 2011

b) The Directors' attendance at the Board meetings, Annual General Meeting and Number of other Directorship and Chairmanship/ Membership of Committee held by them are given hereunder:



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c)

Name of the Director	Attendance Particulars for the year ended 31st March, 2011		No. of other directorships and committee memberships/ chairmanships as on 31st March, 2011		
	Board Meetings	Last AGM held on 30th September, 2010	Other Directorships**	Committee Memberships	Committee Chairmanships
Mr. Basheshar Lal Bansal*	–	No	–	–	–
Mr. Om Prakash Bansal*	–	No	–	–	–
Mr. Suresh Chand Bansal	17	Yes	2	–	–
Mr. Mukesh Chand Bansal	13	No	4	3	2
Mr. Vikas Bansal	15	Yes	2	–	–
Mr. Gautam Bansal	16	No	–	1	–
Mr. Ravishankar Sridharan	3	No	–	–	–
Mr. Manav Bansal	16	Yes	3	3	–
Mr. Aditya Kumar Sikdar	6	No	–	–	–
Mr. Bhal Chand Khaitan	11	Yes	3	2	–
Mr. Vijay Bansal	3	No	–	–	–
Mr. Brijesh Kumar Dalmia	13	Yes	1	2	–
Mr. Subir Kumar Bhattacharyya#	–	No	3	–	–

* resigned w.e.f. 17th May, 2010.

resigned w.e.f. 16th June, 2011.

(**) Excludes Directorships in Private Limited Companies, Foreign Companies and Companies under Section 25 of the Companies Act, 1956.

19 (Nineteen) Board Meetings were held during the year as against the minimum requirement of four Board meetings. The Company has duly held at least one Board meeting in each quarter. The dates of Board meetings and the strength are as follows:

Sl. No.	Date	Board Strength	No. of Directors Present
1	30-04-2010	12	6
2	17-05-2010	10	5
3	24-05-2010	10	6
4	31-05-2010	10	8
5	02-07-2010	10	5
6	16-07-2010	11	5
7	31-07-2010	11	8
8	16-08-2010	11	8



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Sl. No.	Date	Board Strength	No. of Directors Present
9	25-08-2010	11	5
10	15-09-2010	11	7
11	30-09-2010	11	4
12	01-11-2010	11	5
13	12-11-2010	11	7
14	15-01-2011	11	6
15	04-02-2011	11	6
16	14-02-2011	11	7
17	03-03-2011	11	6
18	17-03-2011	11	5
19	24-03-2011	11	4

CODE OF CONDUCT:

The Board of Directors of the Company has framed a code for all Board members and senior management of the Company. The Directors and senior management personnel of the Company have affirmed compliance of the said Code of Conduct as on 31st March, 2011. The Code of Conduct is displayed on the Website of the Company, www.beekaysteel.com.

BOARD COMMITTEES:

Audit Committee:

Audit Committee of the Board comprises three Directors out of which two are Independent & Non-Executive Directors. The members of Audit Committee are Mr. Bhal Chand Khaitan, Mr. Suresh Chand Bansal and Mr. Brijesh Kumar Dalmia. All the members of the Committee are financially literate. The constitution of the Audit Committee meets the requirements of Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement with the stock exchanges. Mr. Lalit Chand Sharma, Company Secretary & C.F.O. is acting as Secretary of the Committee.

The Audit Committee provides its assistance to the Board in discharging the responsibilities of ensuring the requisite quality and integrity of auditing, accounting and other reporting practices of the Company and the due compliance with the legal and regulatory requirements. The Committee broadly supervises appointments, accounting and financial statements, audit of the financial statements and accounts, performance of auditors and their remuneration. It also obtains the requisite outside legal/professional advices and investigates the activities within its reference.

Five meetings of the Audit Committee were held during the year 2010-11 on 30-04-2010, 31-07-2010, 16-08-2010, 12-11-2010 and 14-02-2011.

The composition of the Audit Committee and attendance of its meetings are given below:

Constitution	No. of Meetings	
	Held	Attended
Mr. Bhal Chand Khaitan - Non - Executive - Independent Director - Chairman	5	5
Mr. Suresh Chand Bansal - Chairman & Mg. Director	5	5
Mr. Brijesh Kumar Dalmia - Independent Director	5	5



BEEKAY STEEL INDUSTRIES LIMITED

REMUNERATION COMMITTEE:

The Remuneration Committee's responsibilities include framing of specific remuneration package of Executive Directors and approval of remuneration to the managerial personnel as per the Company's policy on the same.

The Committee has three Independent Non-Executive Directors- Mr. Bhal Chand Khaitan, as the Chairman and Mr. Brijesh Kumar Dalmia and Mr. Aditya Kumar Sikdar as other members.

The Board decided and fixes the powers and roles of the Committee from time to time. Mr. Lalit Chand Sharma, Company Secretary & C.F.O. is acting as Secretary of the Committee.

During the year under review no meeting of the Remuneration Committee was held.

Remuneration to Directors:

The details of remuneration paid /payable to the Managing Directors & Wholtime Directors and Sitting Fees paid/ payable to Non-Executive Directors are given hereunder:-

Name of Directors	Remuneration Paid/Payable for the year ended 31st March, 2011			Service Terms		
	Salary (Rs.)	Benefits (Rs.)	Sitting Fees (Rs.)	Pay Scale per Month (Rs.)	Period	Effective From
Mr. Basheshar Lal Bansal*	-	-	-	-	-	-
Mr. Suresh Chand Bansal	19,44,000	3,60,000	-	90,000	5 Years	01-10-2008
Mr. Mukesh Chand Bansal	15,48,000	3,60,000	-	72,000	5 years	01-01-2007
Mr. Vikas Bansal	13,68,000	3,60,000	-	66,000	5 Years	01-10-2008
Mr. Gautam Bansal	8,58,000	-	-	52,000	5 Years	01-06-2010
Mr. Om Prakash Bansal*	-	-	-	-	5 Years	01-01-2007
Mr. Manav Bansal	-	-	32,000	-	-	-
Mr. Aditya Kumar Sikdar	-	-	14,000	-	-	-
Mr. Bhal Chand Khaitan	-	-	34,000	-	-	-
Mr. Vijay Bansal	-	-	6,000	-	-	-
Mr. Brijesh Kumar Dalmia	-	-	46,000	-	-	-
Mr. Subir Kumar Bhattacharyya #	-	-	-	-	-	-
Mr. Ravishankar Sridharan \$	-	-	6,000	-	-	-

* both resigned w.e.f. 17.5.2010.

resigned w.e.f. 16.6.2011.

\$ appointed w.e.f. 16.7.2010

SHARE TRANSFER COMMITTEE

The Share Transfer Committee comprises of the following Directors:

- Mr. Suresh Chand Bansal - Chairman
- Mr. Vikas Bansal - Member
- Mr. Gautam Bansal - Member



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The meetings of the Committee are held whenever necessary for transfer / transmission of shares, issue of duplicate share certificates, change of name/status, transposition of names, sub-division/ consolidation of share certificates, de-materialisation/ re-materialisation of shares, etc. Mr. Lalit Chand Sharma, Company Secretary & C.F.O. is acting as Secretary of the Committee.

As at 31st March, 2011, over 74.49% (previous year - 65.92%) of the Company's equity shares are held in dematerialized form.

SHAREHOLDERS'/ INVESTORS' GRIEVANCE COMMITTEE

The main tasks of Shareholders'/ Investors' Grievance Committee is to look into redressing of shareholders' and investors grievances like transfer / transmission of Shares, non- receipt of Dividend, Balance Sheet, etc.

The Committee comprises of the following members:

Mr. Brijesh Kumar Dalmia - Chairman

Mr. Suresh Chand Bansal - Member

Mr. Gautam Bansal - Member

During the period under review four Shareholders' Grievances Committee meetings were held on 30-04-2010, 31-07-2010, 12-11-2010 and 14-02-2011.

Mr. Lalit Chand Sharma, Company Secretary & C.F.O. is acting as Secretary of the Committee.

Number of complaints from members received and resolved during the period under review and pending as on 31-03-2011 are as follows:

No of complaints received – 1, No. of complaints resolved – 1 and No. of complaints pending at the end of the year – Nil. No request for transfer was pending for more than 30 days as on 31-03-2011.

SHARES HELD BY NON-EXECUTIVE DIRECTORS

The shareholdings of Non-Executive Directors are given hereunder:-

Name of Directors	No. of Shares held as on 31-03-2011
Mr. Manav Bansal	11,78,196
Mr. Aditya Kumar Sikdar	Nil
Mr. Bhal Chand Khaitan	45,000
Mr. Vijay Bansal	Nil
Mr. Brijesh Kumar Dalmia	Nil
Mr. S. K. Bhattacharya	Nil
Mr. Ravishankar Sridaran	Nil

DETAILS OF DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT

- Mr. Bhal Chand Khaitan is a qualified Chartered Accountant since 1979 and 61 years of age. He has wide experience in the areas of accounts, taxation, audit, merchant banking, investment banking, corporate re-structuring, merger, acquisition, amalgamation and project financing.



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He is one of the Directors in Ortem Securities Ltd., Ortem Estates Pvt. Ltd., Ortem Consultants Pvt. Ltd., Aradhana Syntex Pvt. Ltd., Gayatri Vyapaar Pvt. Ltd., Avees Trading & Finance Pvt. Ltd., BPC Tradecomm, Khaitan Vinimay Pvt. Ltd., Super Forgings & Steels Ltd. and Steel Syndicate Pvt. Ltd.

He holds 45,000 equity shares of the Company.

1. Mr. Aditya Kumar Sikdar is a qualified Chartered Accountant and 57 years of age. He has vast experience in the field of audit, taxation & banking.

He holds no Directorship in any other Company. He does not hold any shares in the Company.

3. Mr. Manav Bansal is a director of the Company and a Commerce Graduate and MBA from University of Wales, U.K. He is 36 years of age. He is having experience of more than 10 years in corporate planning, financial management, taxation, general administration, etc.

He is one of the Directors in AKC Steel Industries Ltd., Beekay Associates Pvt. Ltd., Beekay Fresh Agro Pvt. Ltd., Emerald Suppliers Pvt. Ltd., Pleasant Holdings Pvt. Ltd., Shri Govinda Grounds Bars Pvt Ltd. and Manav Ispat Ltd., Concast Steels & Alloys Ltd.

He holds 11,78,196 Equity Shares of the Company.

4. Mr. Krishna Chandra Raut is an M.A. (English) and CAIIB having more than three decades of experience in the Banking, General & Financial Management and is Ex-Chief General Manager of State Bank of India, Kolkata. He is one of the Directors in AKC Steel Industries Ltd.
5. Mr. Srikumar Banerjee is a Commerce Graduate and a Fellow Member of the Institute of the Chartered Accountants of India. He is a practising Chartered Accountant and has more than twenty five years of experience in accounting of Indian and foreign corporates, direct & indirect taxation, international taxation, finance, commercial laws including FEMA, structuring of the joint ventures, special purpose vehicles in connection with international and indigenous partnerships, corporate restructuring including M&As, Demergers etc. He is an ex-member of Economic Forum of CII and an eminent writer of useful articles on taxation, corporate and commercial matters in The Taxman and other leading journals of professional bodies.

GENERAL BODY MEETINGS

Location and time of Annual General Meeting held in last three years:

Year and Time	Type of Meeting	Date of Meeting	Venue
2009-10 at 10.30 A.M	29th A.G.M.	30-09-2010	Lansdowne Towers", 4th Floor, 2/1A, Sarat Bose Road, Kolkata – 700 020.
2008-09 at 10.30 A.M	28th A.G.M.	29-09-2009	Lansdowne Towers", 4th Floor, 2/1A, Sarat Bose Road, Kolkata – 700 020.
2007-08 at 10.30 A.M	27th A.G.M.	22.09.2008	Lansdowne Towers", 4th Floor, 2/1A, Sarat Bose Road, Kolkata – 700 020.

All resolutions which were moved at the last Annual General Meeting were passed by show of hands unanimously by all the members present at the meeting.



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No business proposed to be transacted at the last Annual General Meeting was required to be passed by postal Ballot in terms of Company's (Passing of the resolution by Postal Ballot) Rules, 2001.

DISCLOSURES

- No transactions of materially significant nature were entered into by the Company with its promoters, the Directors or the management, their subsidiaries or relatives, etc. that may have potential conflict with the interests of the Company at large.
- The Company has complied with various rules and regulations prescribed by the Stock Exchange, Securities and Exchange Board of India or any other Statutory Authority related to the capital markets during last three years. No penalty or strictures have been imposed by them on the Company.
- The Company has identified risk involved in respect to its products, quality, cost, location and finance. It has also adopted the procedures / policies to minimize the risk and the same are reviewed and revised as per the needs to minimize and control the risk.
- The CEO / CFO certification as required under Clause 49 is annexed hereto which forms part of this report.
- The Management Discussion and Analysis Report as required under Clause 49 is annexed hereto which forms part of this report.

MEANS OF COMMUNICATION

Quarterly Results: The unaudited quarterly financial results together with limited review by the auditors are put on record by the Board of Director at its meeting within the prescribed time-frame of the close of every quarter and the same are furnished to all the stock Exchange where the Company's shares are listed.

The results are also published within 48 hours of the Board's meeting in the Newspapers.

Website: The Company's web site is www.beekaysteel.com where the quarterly / annual results and other statutory & non-statutory information are displayed.

GENERAL INFORMATIONS FOR MEMBERS:

a. **Annual General Meeting:**

(Date, Time & Venue)

Date: 24-09-2011

Time: 10.30 A. M.,

Venue: 'Lansdowne Towers', 4th Floor, 2/1A, Sarat Bose Road, Kolkata: 700 020

b. **Dividend payment**

The Board has recommended a dividend of Rs. 0.50 per equity share for the Financial Year ended on 31-03-2011 and the same will be paid within the stipulated time.

c. **Date of Book Closure**

20.09.2011 to 24.09.2011 (Both days inclusive) - For AGM & payment of Dividend

d. **Financial year & Calendar:**

Financial Year

- April-March

Unaudited Results for the quarter ending 30th June, 2011

- By middle of Aug, 2011



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- | | |
|---|--------------------------|
| Unaudited Results for the quarter ending 30th Sept., 2011 | - By middle of Nov,2011 |
| Unaudited Results for the quarter ending 31st Dec., 2011 | - By middle of Feb,2012 |
| Unaudited Results for the quarter ending 31st Mar., 2012 | - By middle of May,2012 |
| Audited Annual Accounts for 2011-12 | - Middle of August, 2012 |
| Annual General Meeting for the year Ending 31st March, 2012 | - Middle of Sept, 2012 |

e. Listing:

Shares of your Company are listed on stock exchanges at Kolkata and Kanpur. The names and addresses of the Stock Exchanges and the Company's Stock Code are given below.

- The Calcutta Stock Exchange Ltd. 7, Lyons Range, Kolkata-700 001.(Stock Code 10012082).
- The Uttar Pradesh Stock Exchange Association Ltd., Padam Towers, 14/113, Civil Lines, Kanpur: 208 001. (Stock Code B00020).

f. Market price Data:

Monthly High/ Low price during the last Financial Year at the Calcutta Stock Exchange Ltd. depicting liquidity of the Equity Shares is given hereunder:

Month	Share Price		Month	Share Price	
	High	Low		High	Low
April,2010	No Trading		October,2010	No Trading	
May,2010	-----do-----		November,2010	-----do-----	
June,2010	-----do-----		December,2010	-----do-----	
July,2010	-----do-----		January,2011	-----do-----	
August,2010	-----do-----		February,2011	-----do-----	
September,2010	-----do-----		March,2011	Rs.12.95	Rs.12.95

g. Performance in comparison:

No comparison to broad based indices such as BSE Sensex etc. could be drawn since there is no frequent trading during the financial year.

h. Registrar and Transfer Agent:

M/S. Maheshwari Datamatics Pvt. Ltd.,
6, Mangoe Lane, Kolkata – 700 001.
Phone Nos. 91-33-2243-5029 / 5809, 2248-2248 Fax No. 91-33-2248-4787,
E-Mail – mdpl@cal.vsnl.net.in.

i. Shares Transfer System:

Share Transfer assignment has been given to the Registrars and Share Transfer Agents. The Shares Transfer Committee is empowered to approve the Share transfers. Transfer Committee Meeting is held as and when required.

The Share Transfers, issue of duplicate certificate etc. are endorsed by Directors / Executives / Officers as may be authorised by the Transfer Committee. Grievances received from members and miscellaneous correspondence are processed by the Registrars within 30 days.



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j. **Distribution of Share as on 31st March, 2011.**

Share Limit		No of Live Accounts	Percentage	Total No. of Shares	Percentage of Total Shares
From	To				
1	5000	162	23.4104	50448	0.2955
5001	10000	175	25.2890	119358	0.6991
10001	20000	246	35.5491	311148	1.8226
20001	30000	17	2.4566	44400	0.2601
30001	40000	4	0.5780	13398	0.0785
40001	50000	13	1.8786	57246	0.3353
50001	100000	19	2.7457	135360	0.7929
100001	Above	56	8.0925	16340694	95.7161
Grand Total		692	100.0000	17072052	100.0000

k. **Share Holding Pattern as on 31st March, 2011:**

Category	No. of Shares	Percentage of Holding
Promoters & Associates	12199350	71.458
Mutual Funds & UTI	–	–
Banks, Financial Institutions, Insurance		
Companies (Central/ State Govt, Institutions, Govt. Institutions)	–	–
FII's	–	–
Private Corporate Bodies	3596856	21.069
Indian Public	1275846	7.473
NRIs / OCBs	–	–
Total	17072052	100.000

l. **Dematerialisation of Shares:** 74.49 % (previous year - 65.92 %) of the total equity share capital are held in dematerialized form with Central Depository Services (India) Ltd. (CDSL) and National Securities Depository Ltd. as on 31-03-2011. The Company's ISIN No. is INE213D01015.

m. **Outstanding Instruments:**

The Company has not issued any GDRs / ADRs / Warrants or any convertible Instrument. As such, there is no impact on Equity of the Company.



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n. Plant Locations:

Locations	Name & Address of the Manufacturing Units
Jamshedpur(Jharkhand)	Beekay Steel Industries Ltd. Large Scale Sector, Adityapur Industrial Area, Gamharia, Seraikela-Kharsawan, Jharkhand – 832 108
Chengalpet (Tamilnadu)	Beekay Steel Industries Ltd. 10, Kumarawadi Village, Madhuranthagam Taluk, Kancheepuram, Chengalpet: 603 107
Visakhapatnam (Andhra Pradesh)	Radice Ispat India, Vizag Plot No.194, Survey No.272, Vellanki Village, Anandapuram Mandal, Bheemlipatnam, Visakhapatnam: 531 163
	Beekay Structural Steels, Plot No. 19-21 & 24-26, Block-E, Autonagar, Visakhapatnam: 530 012
	Venkatesh Steel & Alloys, Plot No.28, Block-E, Autonagar, Visakhapatnam: 5300012.
	Beekay Special Steels Survey No.231/3,4,7, Vellanki Village, Anandapuram Mondal, Visakhapatnam: 531153
Howrah (West Bengal)	Beekay Steel Industries Ltd. 286, 287, G.T. Road,Salkia, Howrah 711 106

o. Address for Correspondence:

Beekay Steel Industries Ltd.,
'Lansdowne Tower', 2/1A,
Sarat Bose Road, Kolkata 700 020.
Phone Nos. (033) 30514444, Fax No: (033) 2283 3322

p. Compliance Officer:

Mr. Lalit Chand Sharma, Company Secretary & CFO,
Beekay Steel Industries Ltd.
'Lansdowne Towers' 4th Floor,
2/1A, Sarat Bose Road, Kolkata: 700 020,
Phone Nos. (033) 3051 4444, Fax No: (033) 2283 3322



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ANNEXURE TO THE DIRECTORS' REPORT

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Cautionary Statement

This Management Discussion and Analysis report includes projections, estimates, expectations etc. which are of "forward-looking" nature. It is clarified that actual results could differ from those expressed or implied in this report. Important factors that may have impact on Company's operations include economic conditions affecting demand / supply and price conditions in the domestic and overseas markets, changes in the Government regulations / policies, tax laws and other statutes and other incidental factors. The Company clarifies that it has no responsibility to publicly modify or revise any forward looking statements on the basis of any future events or new information and actual results may differ from those mentioned in the report.

Operations of the Company

The Company has been able to sustain the impressive growth in operating margins despite the higher interest cost on existing working capital borrowings. By successfully adopting enrichment of the products mix, continuous innovation and improved technology at multi-located units (Jamshedpur, Visakhapatnam and Chennai), the Company has been enjoying widely spread and established market for its products. The Company is mainly manufacturing Hot Rolled Steel Sections, Bright Bars and Structurals. The customer base of the company's products includes Automotive Component Manufacturers, Forging Industries, Infrastructure Companies, Machinery Manufacturers, Agricultural Implement Manufacturers and various other Engineering Industries. The consistent strong experience of the Company's management in steel manufacturing has resulted in quality oriented and trusted multi-profile rolled products, which provide an edge in realising enhanced profitability.

The present operational capacity of the Company (5,10,000 MTPA) is being utilized for the manufacturing of Hot Rolled Bars (Heavy Structurals and other Sections like Rounds, Squares, Flats etc) at Chennai, and Visakhapatnam. At Jamshedpur, the manufacturing facilities are dedicated to TMT manufacturing for TATA Steel Ltd., while Cold Drawn Bright Bars are also being manufactured at Chennai and Visakhapatnam.

The year under review has witnessed healthy rise in the existing capacity utilisation as well as turnover. The operational performance of the Company's different units are being discussed hereunder:

Jamshedpur Unit

The Jamshedpur unit with installed capacity of 3,00,000 MTPA (including new unit with 1,00,000 MTPA) is dedicated to executing Conversion orders from TATA Steel Ltd., Jamshedpur, and during the year under review, the TMT output of the unit touched 1,81,149 MT under the existing conversion orders. In order to cope with enhanced conversions orders from TATA Steel Ltd., the Company has successfully completed the capacity addition of 1,00,000 MTPA for TMT manufacturing at Jamshedpur Unit and the production has commenced from September, 2010. This new unit's capex of Rs.2,300.00 lacs has been funded by suitable mix of internal accruals and Term Loan (Rs.900.00 lacs) from Allahabad Bank. With this additional production capacity being operational, the Conversion turnover is expected witness volume growth of around 50% in volume and the same is expected to be around 2,70,000 MTPA in the year 2011-12.



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Visakhapatnam Units

- a. **Beekay Structural Steels:** The production of heavy structural steels (i.e. angles, beams and channels) from the unit (with installed capacity of 60,000 MTPA) stood at 42,354 MT as compared to 31,339 MT in 2009-10. With the rising orders from existing customers the capacity utilization of the unit has witnessed remarkable improvement and in the year 2011-12 also the existing production is expected to be maintained.
- b. **Beekay Special Steels:** The unit has installed capacity of 30,000 MTPA and it produced 17,100 MT of specially tailored Sections in the year 2010-11 against 13,640 MT in 2009-10. The commercial production of the unit commenced in 2008-09 and its capacity utilisation presently stands around 60%. Considering the existing established demands from automobile and engineering sectors, annual volume growth of 15 to 20% is expected in the next year.
- c. **Radice Ispat India, Vizag:** The unit with annual production capacity of 30,000 MT has produced 10,756 MT of hot-rolled products in 2010-11 as compared to 11,631 MT in the year 2009-10. Annual production growth of around 15% is expected in the ensuing year.
- d. **Venkatesh Steel & Alloys:** The actual capacity utilisation at this Bright Bar manufacturing unit of the Company with comparatively lower installed capacity for producing 10,000 MTPA, stood at 5,275 MT during the year under review as compared to 5,108 in 2009-10. With the spurt in demand from automotive industries, production rise of of nearly 10% is estimated during 2011-12.

Chengalpet (Tamilnadu) Unit

The unit having twin manufacturing facilities -Hot-rolled as well as Bright Bars has installed annual capacity of 80,000 MT. During 2010-11 the unit produced 29,546 MT of combined Hot-rolled and Bright bars as against 26,706 MT during the year 2009-10. With rising demand for rolled sections coming in from southern parts of the Country, the capacity utilization of the unit is expected to attain a 15% growth in the year 2011-12.

Projects Under Implementation

TLT (Transmission Line Tower) Manufacturing at Pydibhimawaram, (Andhra Pradesh)

Your Company has now entered the arena of forward integration for setting up a 24,000 MTPA Transmission Line Tower manufacturing unit at Pydibhimavaram in Visakhapatnam, after successfully catering to Automobile, Heavy Engineering, Railways, Agricultural Implements and Infrastructure sectors. The unit will be producing TLTs to meet the upcoming demands from Power & Telecom sectors. The construction of factory sheds and other civil structures have been completed and the galvanising plant has been installed by incurring Rs.1125.00 lacs from internal accruals. The deliveries of other equipments have also commenced at the site. The total project cost is envisaged at Rs.2,600.00 lacs for which Term Loan assistance of Rs.13,00.00 lacs has been sanctioned by State Bank of India. The raw material (Heavy Structural) for TLT manufacturing will be supplied by the Company's heavy Structural Unit at Visakhapatnam. The commercial production under the proposed expansion is expected to commence in the last quarter of the year 2011-12.

TMT Rolling Mill Project at Parwada (Andhra Pradesh)

The promoters of the Company are further expanding the rolling operations by setting up a new TMT Rolling Mill with installed capacity of 2,00,000 MTPA at Parwada, Andhra Pradesh. This unit will be dedicated to production of TMT under the Company's own Brand. The estimated capex of Rs.5,630.90 for the project is



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proposed to be funded with composition of Debt (Term Loan of Rs. 3,400.00 lacs) and Promoters Contribution (Rs. 2,230.90 lacs). The requisite land development for the proposed project has been completed and the construction of factory sheds, civil structures and other amenities is underway. The capex of Rs. 1127.00 lacs till date has been incurred by deploying internal accruals of the Company and the commercial production is expected to commence in September, 2012.

Future Project

Backward Integration Project at Bobbili (Andhra Pradesh)

The Company's foray into the proposed backward integration by setting up Integrated Steel Plant at Bobbili (Vizianagaram), Andhra Pradesh, is intended to mitigate recurring dependence on outside suppliers for raw materials. The 1st phase of project will encompass setting up of steel making facilities of 3,00,000 MTPA through Electric Arc Furnace route along with Ferro Alloys Plant and Captive Power Plant. The Company has already acquired 250 Acres of land from APIIC Ltd. at a total cost of Rs. 7.42 crores. Preliminary master planning and TER have been completed and requisite approvals for power, incentive from the A.P. State Government and environmental clearance have already been obtained for the said project. The estimated capex for the 1st phase will be around Rs. 250.00 crores which will be funded by mix of promoter's contribution of Rs. 100.00 crores and the bank funding of Rs. 150.00 crores.

Economy & Steel Scenario

The Indian economy during the year under review has been characterized by robust economic growth and steady fiscal consolidation. Inflation continues to be high even though it has come down markedly from where it was at the inception of the year. There are structural challenges concerning economic governance, efficiency in delivery of subsidies and building up infrastructure. Despite these, the economy has emerged with remarkable rapidity from the slowdown caused by the global crisis, with growth of 8.6% in 2010-11.

Indian steel producers have had smooth sailing during the last decade, with demand growth far exceeding supply growth. This was due to easy availability of raw materials like coal and iron ore. As a result, the steel producers enjoyed fat margins. The dynamics of the business are now changing. Falling global demand and rising raw material shortages are posing a threat to the industry. Coal and iron ore are the two main raw materials used for manufacturing steel. Coal India has reduced linkages to the steel industry in the last few years due to sharply rising demand from priority sectors like power. The situation is likely to get worse as large scale power capacities are expected to get commissioned in the coming years, Coal India's production is unlikely to keep pace with demand. Iron ore production is also on a decline. This is due to export ban in Karnataka and increased focus of government agencies in enforcing mining and transportation regulations to curb illegal mining. Production at a number of mines has declined, as they are awaiting renewal of their mining licences. Exports are also on a decline due to increase in export duty. Also high inflation coupled with high interest rate is proving to be extra burden under the prevailing situation. With global crude prices crossing the \$100 mark, the domestic inflationary pressure is bound to aggravate. The Reserve Bank of India (RBI) has begun withdrawing the accommodating policy announced during the economic crisis as the shadows of the recession quickly became a thing of the past. India's financial market has remained steady and continues to strengthen the economy. In sharp contrast, advanced economies are still grappling with uncertainty on account of deficit, high public debt and unemployment. India's GDP growth in 2011-12 is expected to be around 7.50% to 8.00% due to ongoing high inflation and rising rates. Besides, high oil and commodity prices, strife in the Middle East, Sovereign debt problems in the Euro Zone and Fiscal-cum-debt problems of the U.S.A. are adding enhanced



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pressure on the slowdown of the economy. In order to ensure the pace of overall economic growth and instill the confidence among the industrial sectors, the prudent fiscal and other reforms like moderate interest rates, rapid clearance of large projects, increased inclusion of rural sector in realising greater savings and investments, strengthening of infrastructure, adoption of cost reduction technologies have to be aggressively followed in the times to come

Going forward, the slowdown in demand and rising costs may decrease profitability of steel producers. Smaller steelmakers may have to resort to production cuts. The bigger steelmakers like SAIL, JSW Steel, and TATA Steel will probably slow down capacity additions which were expected to come on stream this year. There is no possibility of price cuts to improve demand as carbon steel is already being produced at cost levels. But steel companies believe that the slowdown in demand is temporary and demand will bounce back in the coming months.

Opportunities & Threats

Steel sector stands as the essential foundation, which supports the modern economies and its consumption generates a sustainable index to measuring the economic growth. The consumption of steel is pivotal for the the economy to attain a more sustainable future. The importance of steel has risen in the manufacture of lighter and more efficient transport vehicles, renewable energy generation, highly efficient power stations, construction of smart electrical grids, transport infrastructure development or high-energy efficient residential housing and commercial buildings. India stood as the world's fifth largest steel producer in 2010, compared to the eighth position in 2003, and is expected to become the second largest producer of crude steel by 2015 globally. The steel prices started rising steadily after June–July 2010 but increased sharply from January 2011 onwards on account of rising raw material costs and strengthening international demand. Prices of HR coil, HR plates, TMT and Billets, in particular, have increased sharply. International steel prices are expected to rise further in the financial year 2011-12 and are expected to drive domestic steel prices by 5-6%. Growth in the Indian steel sector will continue to be driven by construction, oil & gas, transportation, refining, telecom, ship building, power, automobiles, capital goods, consumer durables and infrastructure sector. Infrastructure sector is a priority sector for the Government and plan funds are sufficiently made available for its growth. The steel industry faces major hurdles relating to project implementation and raw material security. The capacity expansion plans of major steel players (domestic and international) are facing issues related to land acquisition, raw material linkages and environmental clearances resulting in inordinate delay in project implementation, cost overruns and low investor confidence. The industry is facing shortage of coking coal and is largely dependent upon its import.

In your Company, the attainment of optimum productivity accompanied by product enrichment and cost controls encompass the areas where special emphasis is assigned to tread the path of consistent growth. The Company has established itself as the producer and supplier of well-trusted, quality and specialized products range of of Hot-rolled steel sections and Bright bars indigenously. The Company is also harnessing the possibilities of exporting its products where the future scope of demand is immense, The concentration of majority of units in the southern parts of the Country results in the costlier despatches to other states due to increased freight costs which also affects the profitability. The maintenance of high inventory is essential in view of multiple profile rolled products being manufactured in order to cater to diverse customer demands. The Company's main raw material (billet) supplier has been RINL. The end products manufactured by the Company out of these billets inherently carry the high credibility in respects of quality and edge to the Company over its peers. However, such dependence has the potential risk of affecting its bottom-line performance in case of unforeseen and upward price revision of raw materials.



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Segment-wise Or Product-wise Performance

The Company's operations consist of manufacturing hot rolled sections and bright bars of different sizes, shapes, compositions and also conversions on behalf of other steel players. The production during the year under review has stood at 2,86,180 MT including conversion of 1,85,969 MT) against 2,57,210 MT (including conversion of 1,69,912 MT) in the previous year. The Company's deliveries of own manufactured steel products in quantity terms accelerated to 1,11,312 MT in 2010-11 as compared to 82,539 MT in the previous year which showed an YOY growth of 34.85%, while conversion deliveries escalated to 1,85,969 MT as against 1,69,912 MT in the previous year marking annualised quantity growth of almost 10%. The increased levels of operations at both manufacturing and conversions fronts and better price realisations have helped the Company to attain a remarkable rise in the overall turnover which stood to the tune of Rs. 45,857.99 lacs in 2010-11 as compared to Rs. 33,220.61 lacs in 2009-10. The higher operation levels have also resulted in raising the bottom-line performance of the Company, despite increased power costs for both Furnace Oil and Electricity. With sustained productions and further quantum additions to conversion operations, the Company is confident of maintaining the requisite growth in profitability.

Outlook

India's steel industry plays a significant role in the country's economic growth and enjoys a stronghold in the traditional sectors, such as infrastructure & construction, automobile, transportation, industrial applications, among others. With economic expansion, application of diverse steel grades and varieties will grow. The country's steel sector has acquired considerable prestige on the global steel map with its giant steel mills, acquisition of global scale capacities, continuous modernisation and upgradation of old plants, improving energy efficiency and backward integration into global raw material sources.

The steel consumption in India is expected to grow significantly in the coming years as per capita finished steel consumption is far less than its regional counterparts. Demand for steel in India is expected to grow at a CAGR of 10-12% in the financial year 2011-12 to financial year 2014-15. However, since the inception of financial year 2011-12, the Indian economy has been witnessing high inflation, uneven industrial growth, falling investments and rising interest rates. RBI's continued efforts by way of aggressive monetary measures to control inflation have their own risk of tipping the economy into decelerating mode. Piercing interest rate and prevailing low industrial sentiment are resulting in falling investments thus obstructing the pace of growth in power, telecom, roads, iron and steel, cement and similar core industries.

Your Company has already undertaken enhanced conversions for TATA Steel Ltd. at Jamshedpur while increasing levels of own manufacturing at Visakhapatnam and Chengalpeta (Tamilnadu). It is also entering into forward integration to manufacture TLTs at Pydivimavaram, Visakhapatnam. Besides, the upcoming TMT manufacturing at Parwada (Visakhapatnam) will result in increased demand for the Company's various sections of products.

Internal Control Systems And Their Adequacy

In your Company the generation and flow of Information, reports, records, documents, transaction statements etc. is a continuous process as an integral part of the organisation to serve as a strong foundation for accelerated decision-making. Reliability is placed on such inputs which represent the foundation for effective decisions. The Company has well-established, adequate and effective internal control systems and procedures and the same are compatible with size of its operations and business. Independent Firm of Chartered Accountants conducts internal audit of operations, twice a year to ensure that systems are adhered to and controls are not flouted. Internal audit



BEEKAY STEEL INDUSTRIES LIMITED

reports cover all aspects of operations, accounts, purchases, stores etc. and all omissions and deviations, if any, are properly recorded for remedial action. The Company has efficient team of professionally qualified Finance personnel to manage, execute and oversee the propriety of accounting and accuracy in the financial information to the upper layer of the Management. The Company has brought most of its units under ERP ensuring instant and timely availability of most of the operational and financial information while greatly reducing the time and efforts in the consolidation, assimilation of data for requisite purposes.

Financial Performance

During the year under review, you Company has attained a turnover of Rs. 45,857.99 lacs and profit of Rs. 2,799.77 lacs before taxation. In spite of high finance costs and administrative costs, the profitability has improved due to increased levels of conversions and improved capacity utilisation at the existing units. The Company is confident to achieve the growth in supplies to automobile sector, infrastructure and Railways, which will further improve both the top-line performance as well as profitability of the Company.

Human Resource Management & Industrial Relations

The Company continuously recognises the significance and role of HR in attaining the pre-set organisational goals of the organisations and therefore, the Management works closely with the in-house man power to create a high performance pan-organisational work culture. For sustaining the Company's growth trajectory, HR focuses on the attracting, acquiring, developing and nurturing high potential talent at different levels of the organisation. The selection and induction process of professionals from financial and technical backgrounds is carefully filtered considering the suitability and efficiency of the employees. Due emphasis on leadership capability development is laid by encouraging the employees to attain the managerial goals and properly incentivising them for the results shown and efforts put in. In order to maintain a competitive market positioning on reward management to retain best talent in the Company, the rotational distribution of works has been very meticulously adhered to. Further, necessary compatibility in pay out has also been ensured. Close interaction with leadership team and employees at all levels has been a continuous process in the Company. The pay-outs in the form of education, medical and other allowances are properly given by the Company and conducive people policies have been continuously improved to match people's aspirations. The industrial relationships during the year under review have been healthy and cordial. The total number of employees in the Company on 31st March, 2011 was 1173.

Corporate Social Responsibility

Education & Health Welfare

Your Company has firm belief that corporations impact society and the environment through their operations, products and services. As a result, the Company has made sustained efforts in the upliftment of the underprivileged and backward areas. Working as a responsible corporate citizen, your Company has always been making history of social commitment in projects for making meaningful contribution to the society in different areas. The Company follows the growth policy that always gives due consideration to the fulfilment of basic needs of masses, especially rural people and the marginalised sections of society. The Company deploys resources and makes contributions to established NGOs and other organisations to improve the quality of life of the different sections of the society like free and concessional studies to poor pupils, free treatment of patients, suffering community in the area it operates. The affiliation of Directors of the Company by way of sponsorship to Maharaj Agrasen Medical Education & Scientific Research Society and similar others institutions operating in the areas of Educational,



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Medical and Social welfares as well as trusteeships of renowned organisations like Friends of Tribal Society, Sri Sri Ravi Shankar Vidyamandir Trust, Heritage Institute of Technology shows that the Company's management is susceptible to fulfilling its role in the different spheres of the society.

Environment & Safety

At its plants, your Company takes proper care of the environmental safety by duly complying with Pollution Control requirements. These units respect and fulfill the environmental safety standards of requisite statutory authorities and lay proper stress and control over restricting pollution in the areas of their operation. All effluents compulsorily undergo treatment before finally being discharged and adequate plantations are ensured in and around all these units. Rainwater harvesting is in place in the units to prevent the depletion of ground water.

Your Company is well aware that safety is inherent part of quality, productivity and profitability in all the areas of operations. Necessary safety norms are in place for both operations as well as material/manpower movements. The workers and employees are encouraged to comply with safety standards by organising their participation in safety committees discussions. Your Company has put in place strong safety culture across all levels of the organization.



BEEKAY STEEL INDUSTRIES LIMITED

ANNEXURE TO THE DIRECTORS' REPORT

Certification by Chairman & Mg. Director and Chief Financial Officer of the Company

The Board of Directors,
Beekay Steel Industries Ltd.,
'Lansdowne Tower', 2/1A, Sarat Bose Road,
Kolkata 700 020.

Dear Sirs,

In terms of Clause 49 of the Standard Listing Agreement, We, Suresh Chand Bansal, Chairman & Mg. Director - CEO and Lalit Chand Sharma, Company Secretary – CFO, Certify that :

1. We have reviewed financial statements and the cash flow statements for the financial year 2010-11 and to our best of knowledge, belief and information –
 - i) these statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading ;
 - ii) these statement together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. To the best of knowledge, belief and information, no transaction entered into by the Company during the financial year 2010-11 are fraudulent, illegal, or violative of the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls which we are aware and we have taken and propose to take requisite steps to rectify the deficiencies, if any.
4. We have indicated to the Auditors and the Audit Committee :
 - i) significant changes in internal control during the financial year ;
 - ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements ; and
5. We have not come across any instances of significant fraud committed by the management or an employee having significant role in the Company's internal control system.

We further declare that all the Board members and Senior management personnel have affirmed compliance of Code of Conduct for the year 2010-11.

Place : Kolkata
Dated : 16th August, 2011

Sd/-
Suresh Chand Bansal
Chairman & Mg. Director

Sd/-
Lalit Chand Sharma
Comp. Secretary & C.F.O.



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ANNEXURE TO THE DIRECTORS' REPORT

Declaration for Compliance with the Code of Conduct of the Company as per Clause 49(I)(D)(ii) of Listing Agreement

We, Suresh Chand Bansal, Chairman & Mg. Director - CEO and Lalit Chand Sharma, Company Secretary – CFO of Beekay Steel Industries Limited declare that as of 31st March, 2011 all the Board members and senior management personnel have affirmed compliance with the Code of Conduct of the Company.

Place : Kolkata

Dated : 16th August, 2011

Sd/-

Suresh Chand Bansal
Chairman & Mg. Director

Sd/-

Lalit Chand Sharma
Comp. Secretary & C.F.O.



BEEKAY STEEL INDUSTRIES LIMITED

ANNEXURE TO THE DIRECTORS' REPORT

CERTIFICATE OF COMPLIANCE OF CORPORATE GOVERNANCE AS REQUIRED UNDER THE LISTING AGREEMENT WITH STOCK EXCHANGES

To The Members Beekay Steel Industries Ltd.

I have examined the Compliance of Corporate Governance by M/S. Beekay Steel Industries Limited for the financial year 2010-11, as stipulated in clause 49 of the Listing Agreement entered into by the said Company with Stock Exchanges.

The Compliance of conditions of Corporate Governance is responsibility of the Management. My examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring compliance with conditions of the Corporate Governances. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanation given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the abovementioned Listing Agreement.

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

Place : Kolkata

Dated : 16th August, 2011

Sd/-

(SANTOSH KUMAR TIBREWALLA)

Practising Company Secretary

Membership No.: 3811

Certificate of Practice No.: 3982.



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AUDITOR'S REPORT

To,

The Member of **BEEKAY STEEL INDUSTRIES LIMITED**

1. We have audited the attached Balance Sheet of BEEKAY STEEL INDUSTRIES LIMITED, as at 31st March, 2011 the related Profit and Loss Account and Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 in terms of Sub-Section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph, we report that :
 - i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - iv) In our opinion, the Balance Sheet, Profit & Loss Account & Cash Flow Statement dealt with the this report comply with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956;
 - v) On the basis of written representations received from the Directors, as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2011 from being appointed as a Director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956;
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said



BEEKAY STEEL INDUSTRIES LIMITED

accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2011;
- b) In the case of the Profit and Loss Account, of the Profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of Cash Flows for the year ended on that date.

For **RUSTAGI & ASSOCIATES**

Firm Regd. No.314194E

Chartered Accountants

(S.K. RUSTAGI)

Partner

Mem.No.51860

59, Bentinck Street, Kolkata - 700 069.

Dated: 16th day of August, 2011



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ANNEXURE TO THE AUDIT REPORT

With reference to the Annexure referred to in Paragraph 3 of the report of the Auditors to the Members of **BEEKAY STEEL INDUSTRIES LIMITED** for the year ended 31st March, 2011 on the basis of the records produced to us for verification / perusal such checks as we considered appropriate, and in terms of information and explanations given to us on our enquiries, We state that:

- i) (a) The Company has maintained proper records showing full particulars, including, quantitative details and situation of Fixed Assets.
 - (b) As explained to us, considering the nature of the Fixed Assets, the same have been physically verified by the management at reasonable intervals during the year as per the verification schedule adopted by the company whereby all the assets are verified, in a phased manner. According to the information's and explanations given to us and the records produced to us for our verification, discrepancies noticed on such physical verification were not material and the same have been properly dealt in the books of accounts.
 - (c) Fixed Assets disposed off during the year were not significant and would neither have an impact on the operation of the Company nor affect its going concern.
- ii) (a) As explained to us, the inventories of finished and semi-finished goods and raw materials were physically verified during the year by the Management. The Company has a programme of verification of stocks having regards to the nature and location of stocks, the frequency of verification is reasonable.
 - (b) In our opinion and according to the records produced and explanations given to us, the procedures of physical verification of inventory followed by management were found reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) According to the records produced company has maintained proper records of inventory. In our opinion and according to the information and explanations given to us, the maintenance of records for inventory is adequate according to the size of Company and nature of business and discrepancies noticed on physical verification of inventories to above as compared to book records have been properly dealt with in the books of account.
- iii) a) According to the information and explanations given to us, the Company has granted an Unsecured Loan to a Company which are covered by Section 301 of the Companies Act, 1956. The terms and condition of such loan are prima facie not prejudicial to the interest of the Company.
 - b) According to the information and explanations given to us, the Company has taken unsecured loan from directors during the year and the year end balance is Rs. 270.57 lacs inclusive of accrued interest which falls under the category of the Companies, Firms or other parties which are covered by Section 301 of the Companies Act, 1956.
- iv) In our opinion and according to the explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventory including components, equipment, other assets and for the sale of goods. In our opinion there is no continuous failure to correct major weaknesses in internal control.



BEEKAY STEEL INDUSTRIES LIMITED

- v) In respect of contracts or arrangements entered in the Register maintained in pursuance of Section 301 of the Companies Act, 1956, to the best of our knowledge and according to the information and explanations given to us:
- (a) The particulars of contracts or arrangements referred to Section 301 that needed to be entered in the Register maintained under said Section have been so entered.
- (b) where each of such transaction is in excess of Rs. 5 lakhas in respect of any party, the transactions have been made at prices which are prima facie reasonable having to the prevailing market prices at the relevant time.
- vi) The Company has not accepted any public, deposits during the year (as per provision of 58A/58AA of Acceptance of Deposit Rules, 1975).
- vii) In the basis of the internal audit reports broadly reviewed by us, we are of the opinion that the Company has an adequate internal audit system commensurate with the size of the Company and the nature of its business.
- viii) To the best of our knowledge and according to the information given to us, the Central Government has not prescribed maintenance of Cost Records under Section 209(1)(d) of the Companies Act, 1956, in respect of the Company's products.
- ix) (a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, there were no undisputed amounts payable in respect of Income Tax, Wealth Tax, Custom Duty, Excise Duty, Cess, Service Tax Investor Education and Protection Fund, Employee State Insurance and Other materials statutory dues applicable to it which have remained outstanding as at 31st March, 2011 for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us, the details of Statutory dues of Sales tax, Excise Duty & Service Tax which have not deposited on account of dispute are given below:

Particulars	Financial year to which the matter pertains	Forum where matter is pending	Amount Involved (Rs.)
Sales Tax	2002-2003	Deputy Comm., Hyderabad	434,537
-- Do --	2003-2004	Deputy Comm., Hyderabad	238,451
-- Do --	2004-2005	Deputy Comm., Hyderabad	49,781
Sales Tax	2006-2007	Appellate Deputy Comm(CT)	1,038,595
Sales Tax	2006-2007	Add. Comm., Commercial Taxes	312,722
Excise Duty	1998-1999	Hon'ble High Court, Kolkata	831,204
-- Do --	2001-2002	Jt. Comm. Of Central Excise,	1,544,046
-- Do --	2002-2003	Jamshedpur	276,757
-- Do --	1994-1995	Comm., Central Excise (Appeal)	94,185
-- Do --	2006-2009	Comm., Central Excise, Custom & Service Tax (Appeal)	20,749



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- x) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of Security by way of pledge shares, debentures and other securities.
- xi) The Company has no accumulated losses at the end of the financial year and has not incurred any cash losses during the financial year and in the financial year immediately proceeding financial year.
- xii) According to the information and explanation given to us, the Company has not defaulted in repayment of dues to the financial institution, banks and the company has not issued any debentures.
- xiii) The Company is not a Chitfund/Nidhi/Mutual Benefit Fund/Society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) (Amendment) Order 2004 are not applicable to the Company.
- xiv) In our opinion and according to information and explanation given to us, the Company has not made any investments in any shares & security or in any mutual fund during the year. The investments made by Company are held in its own name.
- xv) According to the information and explanations given to us, the Company has not given any guarantee for loan taken by any others from a bank or financial institution.
- xvi) In our opinion and according to the information explanations given to us, the term loans have been applied for the purpose for which they were raised.
- xvii) According to the information and explanations given to us, the Company has not used any short term funds to pay-off long term investment and vice-versa.
- xviii) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties or Companies covered under section 301 of Companies Act, 1956 at a price which is prejudicial to the interest of the Company.
- xix) According to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report.
- xx) During the period covered our Audit Report the Company has not raised any money by way of a Public Issue.
- xxi) According to the information and explanations given to us, no material frauds on the Company has been noticed or reported during the course of our Audit.

For **RUSTAGI & ASSOCIATES**

Firm Regd. No.314194E

Chartered Accountants

Sd/-

(S.K. RUSTAGI)

Partner

Mem.No.51860

59, Bentinck Street, Kolkata - 700 069.

Dated: 16th day of August, 2011



BEEKAY STEEL INDUSTRIES LIMITED

Balance Sheet as at 31st March, 2011

	SCHEDULE	AS ON 31.03.2011 (RS.)	AS ON 31.03.2010 (RS.)
SOURCES OF FUNDS			
Share Capital :	1		
- Equity Share Capital		170,909,270	28,642,170
- Preference Share Capital		-	12,000,000
Reserve & Surplus	2	744,875,435	708,395,753
		915,784,705	749,037,923
LOAN FUNDS			
Secured Loans	3	982,023,410	824,929,217
Unsecured Loans	4	329,770,894	344,684,869
		1,311,794,304	1,169,614,086
Sales Tax Deferral		58,216,800	62,788,008
Deferred Tax Liability		145,181,375	114,391,592
		2,430,977,184	2,095,831,609
APPLICATION OF FUNDS			
FIXED ASSETS			
	5		
Gross Block		1,624,683,000	1,287,091,356
Less : Depreciation		535,622,728	460,841,872
Net Block		1,089,060,272	826,249,484
Capital Work-in-Progress		80,934,427	131,173,126
		1,169,994,699	957,422,610
INVESTMENTS			
	6	6,622,040	6,622,040
CURRENT ASSETS, LOANS & ADVANCES			
Inventories	7	886,370,871	607,473,540
Sundry Debtors	8	858,569,470	700,247,260
Cash & Bank Balances	9	39,320,282	22,516,340
Loans & Advances	10	601,437,281	398,539,497
		2,385,697,904	1,728,776,637
LESS: CURRENT LIABILITIES & PROVISIONS			
Current Liabilities	11	989,724,509	496,266,492
Provisions	12	143,690,466	108,161,842
		1,133,414,974	604,428,334
Net Current Assets		1,252,282,929	1,124,348,303
MISCELLANEOUS EXPENDITURE			
(To the extent not written off or adjusted)	13	2,077,516	7,438,656
		2,430,977,184	2,095,831,609
ACCOUNTING POLICIES			
	20		
NOTES ON ACCOUNTS			
	21		

In terms of our report of even date annexed

For **RUSTAGI & ASSOCIATES**
Chartered Accountants

Sd/-
(**S.K. RUSTAGI**)
Partner

Place : Kolkata
Dated : 16th day of August, 2011

On behalf of the Board
Sd/-

Suresh Chand Bansal - Chairman & Managing Director
Mukesh Chand Bansal - Jt. Managing Director
Lalit Chand Sharma - Comp. Secretary & CFO



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Profit and Loss Account for the year ended 31st March, 2011

	SCHEDULE	YEAR ENDED 31.03.2011 (RS.)	YEAR ENDED 31.03.2010 (RS.)
INCOMES			
Turnover :			
- Sales		4,124,507,492	2,917,545,646
- Conversion Charges		461,291,041	404,515,566
		4,585,798,533	3,322,061,212
Less: Excise Duty		234,294,565	202,865,098
		4,351,503,968	3,119,196,114
Other Income	14	22,925,295	9,610,887
Accretion in Stock	15	206,170,903	26,038,774
		4,580,600,166	3,154,845,775
EXPENDITURE & CHARGES			
Raw Materials Consumed		2,771,086,568	1,897,630,864
Purchases		418,788,575	237,148,678
Manufacturing Expenses	16	775,878,337	572,828,232
Personnel Expenses	17	45,926,496	38,321,198
Administrative, Selling & Other Expenses	18	69,248,711	59,739,309
Interest & Finance Charges	19	144,581,094	112,392,562
Depreciation		75,113,482	71,591,529
		4,300,623,263	2,989,652,372
NET PROFIT BEFORE TAXATION			
		279,976,903	165,193,403
Less : Provision for Taxation			
Current Tax		60,411,246	48,571,700
Deferred Tax		30,789,783	7,451,782
PROFIT FOR THE YEAR			
		188,775,874	109,169,922
Add/(Less) : Prior year's Adjustments (Net)		(92,570)	148,680
Add : Income Tax Adjustments		63,310	1,511,620
Less : Proposed Dividend			
For Equity Shareholders		8,536,026	2,845,342
For Preference Shareholders		-	1,800,000
Tax on Proposed Dividend		1,417,727	789,476
		178,792,861	105,395,404
Transfer to General Reserve		30,000,000	30,000,000
Transferred to Capital Redemption Reserve		12,000,000	6,000,000
		136,792,861	69,395,404
Add: Balance brought forward from last year		205,564,769	136,169,365
Balance Carried over to Balance sheet		342,357,630	205,564,769
Earning per Share (Basic/Diluted)		11.00	6.00
ACCOUNTING POLICIES	20		
NOTES ON ACCOUNTS	21		

In terms of our report of even date annexed

For **RUSTAGI & ASSOCIATES**
Chartered Accountants

Sd/-
(S.K. RUSTAGI)
Partner

Place : Kolkata
Dated : 16th day of August, 2011

On behalf of the Board
Sd/-

Suresh Chand Bansal - Chairman & Managing Director
Mukesh Chand Bansal - Jt. Managing Director
Lalit Chand Sharma - Comp. Secretary & CFO

BEEKAY STEEL INDUSTRIES LIMITED

Schedules forming part of the Financial Statements

	As on 31.03.2011 (Rs.)	As on 31.03.2010 (Rs.)
SCHEDULE - 1 : SHARE CAPITAL		
AUTHORISED :		
180,00,000 (P.Y 30,00,000) Equity shares of Rs. 10/- each	180,000,000	30,000,000
3,00,000 15% Non Cumulative Redeemable Preference Shares of Rs. 100/- each	30,000,000	30,000,000
	210,000,000	60,000,000
ISSUED, SUBSCRIBED & PAID UP		
170,72,052 (P.Y 28,45,342) Equity Shares of Rs.10/- each fully paid up	170,720,520	28,453,420
Add : Forfeited Shares	188,750	188,750
(a)	170,909,270	28,642,170
Nil (P.Y 1,20,000) 15% Non Cumulative Redeemable Preference Shares of Rs. 100/- each	-	12,000,000
(b)		
(a+b)	170,909,270	40,642,170
(Note: 142,26,710 Equity shares were allotted as fully paid up by way of bonus shares by capitalisation out of General reserve)		
SCHEDULE - 2 : RESERVE & SURPLUS		
Capital Reserve		
As per Last Account	441,106	441,106
Capital Redemption Reserve		
As per Last Account	18,000,000	12,000,000
Add : Additions during the Year	12,000,000	6,000,000
	30,000,000	18,000,000
Revaluation Reserve		
As per Last Account	27,331,866	27,377,946
Less : Adjusted during the Year	46,080	46,080
	27,285,786	27,331,866
Share Premium Account		
As per Last Account	148,846,550	148,846,550
Amalgamation Reserve:		
As per Last Account	12,510,424	12,510,424
General Reserve:		
As per Last Account	295,701,038	265,701,038
Less: (Utilised for bonus issue)	(142,267,100)	-
Add : Transferred from Profit & Loss Account	30,000,000	30,000,000
	183,433,938	295,701,038
Profit & Loss Account		
As per Last Account	205,564,769	136,169,365
Add: Addition as per annexed accounts	136,792,861	69,395,404
	342,357,630	205,564,769
	744,875,435	708,395,753

Schedules forming part of the Financial Statements (contd.)

	As on 31.03.2011 (Rs.)	As on 31.03.2010 (Rs.)
SCHEDULE - 3 : SECURED LOANS		
A. TERM LOANS		
(a) State Bank of India	38,903,320	63,289,578
(b) Allahabad Bank	89,839,206	41,081,700
(c) ICICI Bank Limited	–	123,971
(d) HDFC Bank Limited	1,023,716	1,442,552
(e) Tata Capital Limited	1,757,785	2,418,578
(f) Axis Bank	673,172	1,445,079
B. WORKING CAPITAL LOANS		
(a) Allahabad Bank	378,459,499	379,520,150
(b) Bank of Baroda (IBD)	28,655,750	27,156,064
(c) State Bank of India	162,362,934	162,874,751
(d) Bank of Baroda	280,348,028	99,952,577
(e) State Bank of India (FCNR Loan)	–	45,624,217
	982,023,410	824,929,217
SCHEDULE - 4 : UNSECURED LOANS		
Directors	15,400,000	21,950,000
Bodies Corporate	255,750,000	263,250,000
Interest Accrued & Due thereon	58,620,894	59,484,869
	329,770,894	344,684,869



BEEKAY STEEL INDUSTRIES LIMITED

Schedules forming part of the Financial Statements (contd.)

SCHEDULE - 5 : FIXED ASSETS

DEPRECIATION OF FIXED ASSETS	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	As on 01.04.2010	Additions during the Year	Sold/ Discarded or Adjustments	As on 31.03.2011	Upto 01.04.2010	For the Year	Adjust- ment/Sold/ Discarded	As on 31.03.2011	As on 31.03.2010
Land	73,190,982	22,251,985	-	95,442,967	-	-	-	95,442,967	73,190,982
Leasehold Land	7,337,847	-	-	7,337,847	-	-	-	7,337,847	7,337,847
Shed & Building	227,413,983	64,345,290	216,000	291,543,273	49,746,191	8,283,020	(45,865)	233,468,197	177,667,792
Flats	9,758,097	1,669,680	-	11,427,777	1,045,467	241,218	-	10,141,092	8,712,630
Leasehold Flats	554,810	-	-	554,810	123,167	-	-	431,643	431,643
Office Premises	31,895,771	-	1,244,005	30,651,766	1,572,490	508,313	20,262	28,591,225	30,323,281
Plant & Machineries	667,666,273	214,953,285	88,500	882,531,058	202,572,691	34,585,419	(216)	645,372,732	465,093,582
Electrical Installation	30,047,621	1,407,834	-	31,455,455	10,268,501	1,457,722	-	19,729,232	19,779,120
Laboratory Equipments	2,334,506	623,701	-	2,958,207	468,764	126,042	-	2,363,401	1,865,742
Rolls	178,707,924	30,794,259	-	209,502,183	168,684,174	24,852,603	-	15,965,406	10,023,750
Furniture & Fixtures	19,647,542	692,629	-	20,340,171	8,597,526	1,228,120	-	10,514,525	11,050,016
Computer	8,395,591	2,165,053	-	10,560,644	6,095,133	1,435,141	-	3,030,370	2,300,458
Office Equipments	4,019,412	318,003	-	4,337,415	1,498,414	192,264	-	2,646,737	2,520,998
Air Conditioner & Others	3,623,462	349,021	-	3,972,483	1,209,416	191,075	-	2,571,993	2,414,046
Motor Vehicles	22,497,538	615,576	1,046,168	22,066,946	8,959,941	2,038,252	384,151	11,452,904	13,537,597
Total - Fixed Assets	1,287,091,356	340,186,317	2,594,673	1,624,683,000	460,841,872	75,139,187	358,332	1,089,060,272	826,249,484
Capital Work in Progress	131,173,126	50,747,188	100,985,887	80,934,427	-	-	-	80,934,427	131,173,126
Total - Current Year	1,418,264,482	390,933,505	103,580,560	1,705,617,427	460,841,872	75,139,187	358,332	1,169,994,699	957,422,610
Fixed Assets	1,220,949,774	74,697,077	8,555,519	1,287,091,356	390,789,914	71,591,529	1,539,571	826,249,484	-
Capital Work In Progress	131,173,126	101,300,223	30,088,613	202,384,736	-	-	-	131,173,126	-
Total - Previous Year	1,208,563,872	175,997,300	38,644,132	1,489,476,092	390,789,914	71,591,529	1,539,571	957,422,610	-

Schedules forming part of the Financial Statements (contd.)

	As on 31.03.2011 (Rs.)	As on 31.03.2010 (Rs.)
SCHEDULE - 6 : INVESTMENTS		
In Equity Shares (Quoted)		
800 Equity Shares of Rs. 10/- each fully paid up in Super Forging & Steels Limited	2,040	2,040
11,60,000 Equity Shares @ 10/- each fully paid up in AKC Steel Industries Ltd (Company under same management)	2,320,000	2,320,000
(Aggregate Market Value of Quoted Investments Rs. 23,22,040/- (P.Y. Rs. 23,22,040/-)		
In Equity Shares (Unquoted)		
1,07,500 Equity Shares of Rs. 10/- each fully paid up in Beekay Steels and Power Limited (Company under same Management)	4,300,000	4,300,000
	6,622,040	6,622,040
SCHEDULE - 7 : INVENTORIES		
<i>(As taken, valued and certified by the Management)</i>		
Raw Materials	325,833,840	243,749,830
Finished Goods	480,172,722	324,857,465
Scrap & Cuttings	42,284,540	20,689,716
Stores & Spares Parts	38,079,769	18,176,529
	886,370,871	607,473,540
SCHEDULE - 8 : SUNDRY DEBTORS		
<i>(Unsecured, Considered Good)</i>		
Debts Outstanding for a period exceeding Six Months	29,557,445	24,597,455
Other Debts	829,012,025	675,649,805
	858,569,470	700,247,260
SCHEDULE - 9 : CASH & BANK BALANCES		
Cash - in - Hand	1,265,179	1,632,692
Balances with Banks		
- In Current Accounts.	12,439,989	12,117,662
- In Fixed Deposit Accounts.	24,977,364	8,249,757
Balance with Bank in Dividend Accounts	637,750	516,229
	39,320,282	22,516,340



BEEKAY STEEL INDUSTRIES LIMITED

Schedules forming part of the Financial Statements (contd.)

	As on 31.03.2011 (Rs.)	As on 31.03.2010 (Rs.)
SCHEDULE - 10 : LOANS & ADVANCES		
<i>(Unsecured, Considered Good)</i>		
Advance recoverable in Cash or kind or for value to be received	293,835,864	189,852,973
Balance with Central Excise & Sales Tax	144,403,541	89,399,022
Security & Other Deposits	42,832,883	27,865,642
Advance Payments against Taxes	120,364,993	91,421,860
	601,437,281	398,539,497
SCHEDULE - 11 : CURRENT LIABILITIES		
Sundry Creditors	690,781,035	328,653,686
Advance from Customer	109,157,763	870,617
Security Deposits Received	125,997,800	120,804,800
Other Liabilities	62,257,225	44,987,741
Cheques Overdrawn	892,936	433,419
Unpaid / Unclaimed Dividend	637,750	516,229
	989,724,509	496,266,492
SCHEDULE - 12 : PROVISIONS		
Provision for Taxation :		
- For Income Tax	123,327,949	92,383,522
- For Fringe Benefit Tax	1,111,021	2,181,021
Provision for Employee Benefits :		
- For Gratuity	7,957,623	7,106,000
- For Leave Encashment	1,340,120	1,056,481
Proposed Dividend	8,536,026	4,645,342
Tax on Proposed Dividend	1,417,727	789,476
	143,690,466	108,161,842
SCHEDULE - 13 : MISCELLANEOUS EXPENDITURE		
<i>(To the extent not written off or adjusted)</i>		
Amalgamation Expenses	66,849	102,089
Deferred Expenses	2,010,667	7,336,567
	2,077,516	7,438,656

Schedules forming part of the Financial Statements (contd.)

	Year Ended 31.03.2011 (Rs.)	Year Ended 31.03.2010 (Rs.)
SCHEDULE - 14 : OTHER INCOME		
Interest Received	2,646,834	2,794,555
Dividend Received	870,000	-
Rent Received	744,000	1,785,887
Maintenance & Service Charges Received	1,800,000	2,398,839
Sundry Balance Written Back	2,033,830	1,336,380
Profit On Sale of Fixed Assets	10,085,835	-
Miscellaneous Receipt	4,744,796	1,295,226
	22,925,295	9,610,887
SCHEDULE - 15 : ACCRETION / (DECRETION) IN STOCK		
CLOSING STOCK:		
Finished Goods	436,956,691	297,520,979
Scrap & Cutting	38,335,938	18,765,381
Excise duty on Stock	47,144,633	29,260,822
	(a) 522,437,262	345,547,182
OPENING STOCK:		
(Net of Excise Duty Provision)		
Finished Goods	324,828,966	323,653,394
Scrap & Cutting	20,698,215	19,786,105
	345,527,181	343,439,499
Excise duty on Stock	29,260,822	23,931,092
	(b) 316,266,359	319,508,407
	(a - b) 206,170,903	26,038,774



BEEKAY STEEL INDUSTRIES LIMITED

Schedules forming part of the Financial Statements (contd.)

	Year Ended 31.03.2011 (Rs.)	Year Ended 31.03.2010 (Rs.)
SCHEDULE - 16 : MANUFACTURING EXPENSES		
Stores & Spares Consumed	75,355,697	46,874,528
Labour Charges	92,014,234	95,022,609
Power, Fuel & Gas	458,222,727	340,714,996
Repairs & Maintenance :		
- Building & Shed	1,000,523	1,816,107
- Plant & Machinery	8,560,887	6,151,121
- Others	2,718,561	1,228,208
Freight, Carriage & Octroi Charges	69,929,201	37,275,420
Testing & Inspection Charges	1,597,455	1,569,280
Machinery Hire Charges	6,923,844	2,970,323
Processing Charges	12,410,574	9,944,818
Excise Duty on Stock	47,144,633	29,260,822
	775,878,337	572,828,232
SCHEDULE - 17 : PERSONNEL EXPENSES		
Salary, Wages & Bonus	34,820,282	25,467,198
Contribution to Employees Provident & Other Funds	4,635,734	3,800,810
Workmen and Staff Welfare Expenses	4,202,087	6,708,573
Gratuity Provision	1,361,501	1,835,084
Leave Encashment	906,892	509,533
	45,926,496	38,321,198

Schedules forming part of the Financial Statements (contd.)

	Year Ended 31.03.2011 (Rs.)	Year Ended 31.03.2010 (Rs.)
SCHEDULE - 18 : ADMINISTRATIVE, SELLING & OTHER EXPENSES		
Rent	1,066,386	1,896,550
Insurance Charges	780,914	404,162
Licenses, Rates, Taxes	3,635,368	2,430,570
Motor Car Expenses	3,166,273	2,462,158
Security Service Charges	4,542,435	4,119,196
Legal & Professional Service Charges	2,972,407	2,223,956
Payment to/Provisions for Management Personnel	6,798,000	6,066,000
Telephone Charges	2,401,425	2,400,094
Electricity Charges	1,865,776	1,932,831
Travelling & Conveyance	3,489,464	3,199,609
Printing & Stationery	1,247,046	1,157,599
Donation & Subscriptions	898,817	810,069
Sales Promotion	3,136,089	2,487,521
Excise Duty	-	301,449
Brokerage & Commission	6,500,104	1,363,114
Discounts & Rate Differences	2,437,833	2,105,197
Transportation Octroi & Others	8,437,758	5,937,306
Advertisement	338,456	383,103
Statutory Auditor's Remuneration :		
- Statutory Audit Fees	400,000	324,000
- Tax Audit Fees	28,000	36,000
Miscellaneous Expenses	9,469,129	9,627,752
Bad Debt Written off	275,892	2,681,959
Miscellaneous Expenses Written Off	35,239	63,214
Deferred Expenses Written Off	5,325,900	5,325,900
	69,248,711	59,739,309
SCHEDULE - 19 : INTEREST & OTHER FINANCE CHARGES		
Interest on Secured Loan	97,618,160	71,186,746
Interest on Unsecured Loan	32,914,641	30,361,946
Interest on Bill Discounting	3,386,874	2,346,092
Interest to Others	2,091,822	568,688
Bank Charges, Commission	2,402,466	3,205,758
Discounting Charges	6,167,131	4,723,332
	144,581,094	112,392,562



BEEKAY STEEL INDUSTRIES LIMITED

Schedule forming part of the Accounts

SCHEDULE - 20

SIGNIFICANT ACCOUNTING POLICIES

1. ACCOUNTING CONVENTION:

The Financial Statements are prepared under the historical cost convention on an accrual basis in accordance with the Generally Accepted Accounting Principles in India and the Accounting Standards (AS) as notified under Companies (Accounting Standard) Rules, 2006.

2. REVENUE RECOGNITION:

All incomes and expenditures having a material bearing on the financial statements are recognised on accrual and prudent basis.

3. PURCHASES:

Purchases are shown net of Cenvat Credit on Purchases of Materials, Stores and other inputs.

4. SALES:

- a) Sales are recognised net of returns and trade discount on despatch of goods to customers and are reflected in the accounts of gross realisable value i.e. inclusive of Excise Duty but exclusive of VAT.
- b) Materials returned / rejected are recorded in the year of return / rejection.

5. EXCISE DUTY

- a) Excise Duty recovered are included in Sale of goods & merchandise.
- b) Excise Duty on Closing Stock of finished products lying at factory premises is provided for and also included in the valuation of Inventories.

6. FIXED ASSETS:

Fixed Assets are stated at cost less accumulated depreciation, and impairment, if any, and includes inward freight, taxes and other incidental expenses incurred to bring the assets to their working condition for intended use but exclusive of Cenvat wherever claimed. Under Fixed Assets addition and deletion of Fixed Assets includes internal transfers.

7. DEPRECIATION:

Depreciation is provided at the rate and in the same manner prescribed in Schedule XIV of the Companies Act, 1956.

- a) In respect of assets acquired upto 31st March, 1991, on written down value method.
- b) In respect of assets acquired on or after 1st April, 1991, on straight line method.
- c) Rolls are fully depreciated on pro-rata basis on time proportion as per rate prescribed in Schedule - XIV of the Companies Act' 1956 to such class of assets.

8. CAPITAL WORK-IN-PROGRESS

Investments made on procurement and fabrication of various Fixed Assets are shown as Capital Work in



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Schedule forming part of the Accounts (contd.)

Progress and are valued at cost. The cost includes all pre-operative expenses relating to construction period for erection of this factory. Cost includes freight, taxes and other incidental expenses but exclusive of "CENVAT" availed. The same will be capitalised and allocated to different class of Fixed Assets on the inception of the commercial production of units / extension of units.

9. INVENTORIES:

- a) Materials and Stores are valued at lower of cost exclusive of excise duty or net realizable value on FIFO method based on consumption of materials.
- b) Finished Goods and Scraps are valued at lower of Cost of Production or net realizable value after providing for obsolescence and other losses where considered necessary by the management and are inclusive of Excise Duty.
- c) Stores & Spares, loose tools, considered as on item of Current Assets are valued at lower of cost or net realisable value.

10. INVESTMENTS:

Investments made by the Company are of a Long Term nature and hence such Investment are stated at cost or realisable value whichever is lower. The diminution in the value of Investments, are considered when the same is to be of permanent nature.

11. RETIREMENT BENEFITS:

- a) Liability for Gratuity is ascertained by the management on actuarial basis as on the year end and provided in accounts accordingly.
- b) Contribution to provident fund and superannuation fund are accounted for on accrual basis.
- c) Provision for Leave encashment is charged to Profit & Loss Account on the basis of actuarial valuation as on the year end.
- d) Liability for bonus is provided for on accrual basis subject to final settlement.

12. PROVISION FOR INCOME TAX:

Income tax provision comprises of current tax and deferred tax. Current tax provision has been determined after considering deductions available under Income-tax Act, 1961. Deferred tax is recognised for all timing differences subject to the consideration of prudence applying the tax rates that have been substantively enacted by the balance sheet date.

13. IMPAIRMENT ASSETS

Impairment is ascertained at each balance sheet date in respect of cash generating units. An impairment loss is recognised wherever the carrying amount of an assets exceeds its recoverable value.

14. PROPOSED DIVIDEND

Provision for the dividends has been made (including Income Tax thereon) in the books of accounts as proposed by the Directors, pending approval at the Annual General Meeting.



BEEKAY STEEL INDUSTRIES LIMITED

Schedule forming part of the Accounts (contd.)

SCHEDULE - 21

NOTES ON ACCOUNTS

1. The Company is contingently liable in respect of the following which are not provided for in the accounts but are separately disclosed here :
 - i) a) Guarantees of Rs. 260,00,000/--(Previous year Rs. 220,00,000/-) issued by Banks in favour of certain parties against which Bank Fixed Deposit Receipts of Rs. 26,41,498/- (Previous year Rs.22,00,000/-) are lying lodged with the Banks.
 - ii) Claims against the Company disputed and not acknowledged as debts in respect of :
 - (a) (i) Sales Tax Rs. 7,22,769/- (Previous year Rs. 7,22,769/-) pending with Appellate Deputy Commissioner (C.T) - Rural Division, Hyderabad and the matter is pending in appeal.
 - (ii) Appeal Filed on 23.05.2005, Appellate City Commissioner-C.T.Rural Division , Hyderabad for an amount -As per Book the amount is Rs. 5,12,273/-, company have filed appeal for Rs. 4,34,537/- Balance Rs. 77,736/- to be treated as expenses against non receipt of C Form and appeal dated 22.06.2005 of Rs. 2,38, 451/- for the financial year 2003-04 and another appeal of Rs.49,781/- for the financial year 2004-05 have been filed.
 - (b) (i) Sales Tax Rs. 3,12,722/- (Previous year Rs. 2,63,514/-) pending with Additional Commissioner, Commercial Taxes, Kolkata and the matter is pending in appeal.
 - (ii) Sales Tax Rs. 10,38,595/-(Previous Year Rs. Nil) pending with Appellate Deputy Commissioner (CT), Visakhapatnam and the matter is pending in appeal.
 - (c) Central Excise Duty for Rs. 8,31,204/- (Previous Year Rs. 8,31,204/-) is in appeal before Hon'ble High Court, Kolkata
 - (d) Central Excise Duty for Rs. 18,20,803/- (Previous Year Rs. 18,20,803/-) is in remand before Jt. Commissioner of Central Excise, Jamshedpur.
 - (e) Central Excise Duty for Rs. 94,185/- (Previous Year Rs. 94,185/-) is in remand before Customs, Excise & Service Tax Appellate Tribunal, EZB, Kolkata
 - (f) The Assistant commissioner Of Central Excise Div -II, Viskhapatnam-I Commissionarate has issued an order vide No:15/2010/C No: V /15/17/2009-Adj dt:20.04.2010 demanding the company for an amount of Rs.20,749/- (Including Edu. Cess) with applicable interest and the reasons for the payment stated as being the irregularly availed credit on service tax paid on carriage inwards in respect of inputs cleared as Such during the period 01.01.05 to 31.10.2008. The company has not paid any amount for the matter and instead filed an appeal before commissioner of Central Excise, Customs and service tax (Appeals).
 - iii) Estimated amount of capital contract (net of advances) Rs.7,25,99,734/- (Previous Year Rs. 5,19,04,061/-) remaining to be executed.



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Schedule forming part of the Accounts (contd.)

2. The Company's Chengalpet Unit has availed for deferral of interest free sales tax for a period of nine years w.e.f. 01.12.2000, not exceeding Rs. 651.10 Lacs. The unit has availed Rs. 582.17 Lacs and makes a payment of Rs 15,60,998 relating to 2000-2001. The Net Sales tax deferred as on 31.03.2011 is Rs.5,82,16,800/- (Previous year Rs.6,27,88,008).
3. Pending Final Settlement, liability of Bonus Rs. 16,78,414/- (Previous year Rs. 8,04,906/-) has been provided in the accounts.
4. In the opinion of the Directors the Current Assets, Loans & Advances, have the value at which they are stated to the Balance Sheet, if realised in the ordinary course of business. Further the confirmation of Balances from several parties having transactions with the Company have yet to be obtained.
5. The liability for Gratuity as on 31st March, 2011 has been ascertained on actuarial basis by the management as Rs. 79,57,623/- (Previous year Rs. 71,06,000/-) and provided accordingly. Payments made during the year has been charged to Accounts.
6. Company has acquired land at Bobbili, Vizianagram and entered into an agreement for Sales with Andhra Pradesh Industrial Infrastructure Corporation Ltd. and shown the amount as advance against land as the conveyance of title is contingent on commencement of commercial production on the said plot of Land. Necessary Capitalisation will be made on commencement of production.
7. Under the Micro, Small and Medium Enterprise Development Act, 2006 certain disclosures are required to be made relating to Micro, small and Medium Enterprise. The Company has not received any intimation from "suppliers" regarding their status under the Micro, Small and Medium Enterprise Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.
8. **NOTES ON SECURITY OF SECURED LOANS:**
 - A. **TERM LOANS**
 - (a) **State Bank of India**
(Secured by Pari Passu charge on fixed assets and current assets of the Company's unit named "Beekay Structural Steels" at Autonagar, Vishakapatnam both present and future and personal guarantee of directors)
 - (b) **Allahabad Bank**
(Secured by Pari Passu charge on fixed assets and current assets of the Company's unit named "Beekay Structural Steels" at Autonagar, Vishakapatnam both present and future and personal guarantee of directors)
 - (c) **HDFC Bank Limited**
(Against hypothecation of Vehicles)
 - (d) **Tata Capital Limited**
(Against hypothecation of Vehicles)



BEEKAY STEEL INDUSTRIES LIMITED

Schedule forming part of the Accounts (contd.)

- (e) Axis Bank Limited
(Against hypothecation of Vehicles)

9. WORKING CAPITAL LOANS

- (a) Allahabad Bank
- (b) HDFC Bank Limited
- (c) Debtors Under IBD
- (d) State Bank of India
- (e) Bank of Baroda

(Secured by way of hypothecation of stock, book debts and other current assets, (present and future) of the Company's units and personal guarantee of some of the Directors)

	Current Year Amounts (Rs.)	Previous Year Amounts (Rs.)
10. Auditor's Remuneration includes		
Audit Fees	400,000	324,000
Tax Audit Fees	28,000	36,000
	428,000	360,000
11. Payment to / Provision for Management Personnel		
Monthly Remuneration & Performance linked Bonus	5,718,000	4,986,000
Employee's Contribution to P.F.	403,200	364,320
Meeting Fees	132,000	116,000
Perquisites	1,080,000	1,080,000
	7,333,200	6,546,320

12. Segment Report

The Company's operation predominantly comprises one single reportable segment i.e. Manufacture and Sale of Steel Rods and Bars as per Accounting Standard - 17 - "Segment Reporting" issued by the Institute of Chartered Accountants of India. In view of above no segment reporting is made.

Schedule forming part of the Accounts (contd.)

13. Earning per Share (EPS) (Pursuant to AS - 20 as issued by The ICAI)

The numerator and denominator used to calculate earnings per share :

	Year Ended 31.03.2011	Year Ended 31.03.2010
Profit attributable to the Equity Shareholders (A)	188,746,614	110,830,222
Weighted Average No. of Equity Shares (B)	17,072,052	2,845,342
Face value of Equity Shares	10/-	10/-
Basic Earnings per Shares (Rs.) Last Year	–	39
Basic Earnings per Shares (Rs.) [(A)/(B)] After Bonus Issue	11	6
Adjusted earning per share (Rs.) [(A) / (C)]	–	–

14. Deferred Taxation : (Pursuant to AS - 22 as issued by The ICAI)

During the year, the Company has accounted for Deferred Tax in accordance with the Accounting Standard - 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

The movement for Deferred Tax is given below :

Particulars	Opening as on 01.04.2010 (Rs.)	Charge during the year (Rs.)	Closing as on 31.03.2011 (Rs.)
Deferred Tax Liability			
Timing difference of Depreciation	114,672,320	30,509,055	145,181,375
Deferred Tax Assets			
Disallowance allowable on payments	280,728	(280,728)	–
Net Deferred Tax Liability	114,391,592	30,789,783	145,181,375

15. Transactions with related parties pursuant to Accounting Standard - 18 "Related Party Disclosure" issued by the Institute of Chartered Accountants of India. (Pursuant to AS - 18 as issued by The ICAI)

List of Related Parties with whom Transactions have taken place and their relationships

Name of Related Parties

KEY MANAGEMENT PERSONNEL

1. Gautam Bansal
2. Suresh Chand Bansal
3. Mukesh Chand Bansal
4. Vikas Bansal
5. O P Bansal



BEEKAY STEEL INDUSTRIES LIMITED

Schedule forming part of the Accounts (contd.)

ENTERPRISES OVER WHICH KEY MANAGEMENT PERSONS OR ITS RELATIVE HAVE ITS INTEREST OR ARE ABLE TO EXERCISE SIGNIFICANT INFLUENCE.

1. AKC Steel Industries Limited
2. Beekay International
3. Thirupathy Bright Industries
4. Balaji Bright Industries
5. Manvik Estate Private Limited
6. Mukesh Chand Bansal & Others
7. B. L. Bansal & Sons (HUF)
8. Aditya Bansal H.U.F
9. Ashwin Bansal H.U.F
10. Manisha Bansal
11. V. L. Bansal
12. Century Vision Private Limited
13. Beekay Fresh Agro Private Limited
14. Tirumala Holdings Private Limited

(Amounts in Rupees)

Sl. No.	Nature of Transactions	Associate Companies	Associate Enterprises	Key Managerial Personnel	Amount Outstanding
1.	Purchases of Goods	726,451,907 (814,426,298)	– –	– –	230,791,062 (10,064,222)
2.	Sales of Goods	104,376,828 (91,275,452)	297,480,450 (132,334,143)	– –	39,429,423 (25,754,621)
3.	Expenses Paid <i>(Rent, Maintenance & Electricity, Brokerage)</i>	2,707,648 (3,770,621)	241,750 (277,783)	422,435 (2,933,153)	1,242,366 (4,137,350)
4.	Amounts Received <i>(Rent, Maintenance & Electricity)</i>	7,405,894 (6,940,773)	– (16,876)	– –	1,110,680 (1,472,329)
5.	Unsecured Loans	1,784,246 (4,718,740)	– –	2,651,857 (6,995,034)	26,048,751 (72,787,850)
6.	Payment to Managerial Persons <i>(Managerial Remuneration & Meeting Fees)</i>	– –	– –	6,153,907 (6,136,108)	2,023,086 (1,446,160)

Schedule forming part of the Accounts (contd.)

16. Amount due from Companies under the same Management :

(Amounts in Rupees)

	31.03.2011	31.03.2010
a) Particulars of Loans and Advances :		
AKC Steel Industries Limited	225,809,726	10,064,222
	225,809,726	10,064,222

17. Additional information pursuant to Part-II of Schedule - VI of the Companies Act,1956.

Particulars in respect of Production, consumption, Purchases, Turnover and Stocks.

Sl. No.	Description	Current Year		Previous Year	
		Quantity (M/T)	Value (Rs.)	Quantity (M/T)	Value (Rs.)
a)	Licensed Capacity				
	Steel Bars & Rods	N.A	—	N.A	—
	Steel Ingots	N.A	—	N.A	—
b)	Installed Capacity				
	Steel Bars & Rods	510,000	—	410,000	—
	Steel Ingots*	—	—	58,000	—
	Steel Casting	—	—	5,000	—
	<i>(*Recomputed consequent upon cessation of production capacity at some of the units of the company)</i>				
c)	Actual Production				
	Steel Bars & Rods :	100,211	—	87,298	—
	Scraps & Cuttings	11,582	—	9,290	—
d)	Conversion of parties Materials				
	Steel Bars & Rods	185,969	—	169,912	—
e)	Consumption of Raw Materials				
	Billets & Black Bars	107,697	2,771,086,568	92,883	1,897,630,864
f)	Purchases (Trading)				
	Steel Bars & Rods	11,844	418,788,575	6,325	237,148,678
g)	Turnover				
	Steel Bars & Rods**	111,312	4,124,507,492	82,539	2,917,545,646
	Conversion Charges	185,969	461,291,041	169,912	404,515,566
	<i>(** Includes Scrap Sales 10,229 MT)</i>		4,585,798,533		3,322,061,212
h)	Opening Stock				
	Steel Bars & Rods	12,454	324,857,465	10,519	323,653,393
	Scraps & Cuttings	1,677	20,689,716	1,370	19,786,105
			345,547,181		343,439,498



BEEKAY STEEL INDUSTRIES LIMITED

Schedule forming part of the Accounts (contd.)

Sl. No.	Description	Current Year		Previous Year	
		Quantity (M/T)	Value (Rs.)	Quantity (M/T)	Value (Rs.)
i)	Closing Stock				
	Steel Bars & Rods	14,581	480,172,722	12,454	324,857,465
	Scraps & Cuttings	3,030	42,284,540	1,677	20,689,716
			522,457,262		345,547,181
j)	Values of Imports on CIF Basis in Respect of Components & Spare Parts	Nil	1,756,071	Nil	Nil
k)	Expenditure in Foreign Currency Tour & Travelling Expenses	Nil	Nil	Nil	Nil
		Amounts (Rs.)	(%)	Amounts (Rs.)	(%)
l)	Break up of Stores & Spares parts Consumed				
	Imported	-	0%	-	0%
	Indigenous	75,355,697	100%	46,874,528	100%
m)	Break up of Raw Material Consumed				
	Imported			-	0%
	Indigenous	2,771,086,568	100%	1,897,630,864	100%

18. The figures of the previous year have been regrouped / reclassified to make them Comparable in Current year figures.

Signatures of Schedule 1 to 21 forming part of Balance Sheet and Profit & Loss Account.

For **RUSTAGI & ASSOCIATES**
Chartered Accountants

Sd/-
(S. K. RUSTAGI)
Partner

Place : Kolkata

Dated : 16th day of August, 2011

On behalf of the Board
Sd/-

Suresh Chand Bansal - Chairman & Managing Director
Mukesh Chand Bansal - Jt. Managing Director
Lalit Chand Sharma - Comp. Secretary & CFO

Schedule forming part of the Accounts (contd.)

Balance Sheet Abstract and General Business Profile as per part IV of Schedule VI of companies act, 1956.

I. Registration Details :		
Registration No.	:	33490 of 1981
State Code.	:	21
Balance Sheet Date	:	31.03.2011
II. Capital Raised During the year		
Public Issue	:	Nil
Rights Issue	:	Nil
Bonus Issue	:	14,267,100
Private Placement	:	Nil
III. Position of Mobilisation and Deployment of Funds		(Amount in Rs.)
Total Assets	:	3,564,392,159
Total Liabilities	:	3,564,392,159
Sources of Funds :		
Paid up Capital	:	170,909,270
Reserve & Surplus	:	744,875,435
Secured Loans	:	982,023,410
Unsecured Loans	:	329,770,894
Sales Tax Deferrals	:	58,216,800
Deferred Tax Liability	:	145,181,375
Application of Funds :		
Net Fixed Assets	:	1,089,060,272
Capital Work In Progress	:	80,934,427
Investments	:	6,622,040
Net Current Assets	:	1,252,282,929
Miscellaneous Expenditure	:	2,077,516
IV. Performance of the Company :		(Amount in Rs.)
Total Incomes	:	4,580,600,166
Total Expenditures	:	4,300,623,263
Profit Before Tax	:	279,976,903
Profit After Tax	:	188,775,874
Earning Per Share	:	11.00
Dividend Rate (%)	:	5.00%
V. Generic Names of there principal		
Products/Services of the Company : (As per Monetary terms)		
Item Code No.	:	I.T.C. Code Nos.
Iron & Steel Bars & Rods	:	72.13
Iron & Steel Ingots or Other Primary Forms	:	72.06

For RUSTAGI & ASSOCIATES
Chartered Accountants

Sd/-
(S.K. RUSTAGI)
Partner

Place : Kolkata
Dated : 16th day of August, 2011

On behalf of the Board
Sd/-

Suresh Chand Bansal - Chariman & Managing Director
Mukesh Chand Bansal - Jt. Managing Director
Lalit Chand Sharma - Comp. Secretary & CFO



BEEKAY STEEL INDUSTRIES LIMITED

AUDITOR'S CERTIFICATE

To
The Board of Directors,
BEEKAY STEEL INDUSTRIES LIMITED,
"Lansdowne Towers"
2/1A, Sarat Bose Road, 4th Floor,
Kolkata - 700 020

We have examined the attached Cash Flow Statement of **BEEKAY STEEL INDUSTRIES LIMITED** for the year ended 31st March, 2011. The Statement has been prepared by the Company in accordance with the requirements of Listing Agreement Clause 32 with the Stock Exchanges and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report of 16th day of August, 2011 to the members of the Company.

For **RUSTAGI & ASSOCIATES**
Firm Regd. No.314194E
Chartered Accountants

Sd/-
(S.K. RUSTAGI)
Partner
Membership No. 51860

59, Bentick Street, Kolkata - 700 069.

Dated: 16th day of August, 2011

Cash Flow Statement for the year ended 31st March, 2011

	Amount in Lacs Current Year	Amount in Lacs Previous Year
A. NET PROFIT BEFORE TAX AND EXTRA-ORDINARY ITEMS	2,799.77	1,651.93
Adjustment for :		
Depreciation	751.13	715.92
Gratuity & Leave Encashment	22.68	23.45
(Profit) / Loss on Sale of Fixed Assets	(100.56)	5.86
Dividend Received	(8.70)	–
Interest Received	(26.47)	(27.95)
Interest Paid	1,445.81	1,123.93
Sundry Balances Written back	(20.34)	(13.36)
Bad Debts Written Off	2.76	26.82
Misc. Expenses W/off	53.61	53.89
	<u>4,919.70</u>	<u>3,560.49</u>
Operating Profit before Working Capital Changes		
Trade and other Receivables	(1,583.22)	(2,292.86)
Inventories	(2,788.97)	(627.43)
Loans & Advances	(2,028.98)	(790.43)
Miscellaneous Expenditure	53.61	(6.43)
Sundry Liability & Provision	4,934.58	1,601.93
	<u>(1,412.98)</u>	<u>(2,115.22)</u>
Cash Generated from Operations	3,506.72	1,445.26
Direct Taxes - Refund / (Paid)	378.88	150.50
Cash Flow Before Extra Ordinary Items	3,127.84	1,294.76
Extra Ordinary Items	–	–
	<u>3,127.84</u>	<u>1,294.76</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sold/Discard of Fixed Assets	122.62	15.32
Purchase of Fixed assets	(2,873.52)	(1,454.21)
Interest Received	26.47	27.95
Dividend received	8.70	–
Cash used in Investing Activities	(2,715.73)	(1,410.94)



BEEKAY STEEL INDUSTRIES LIMITED

Cash Flow Statement for the year ended 31st March, 2011 (contd.)

	Amount in Lacs Current Year	Amount in Lacs Previous Year
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Preference Share Capital	(120.00)	(60.00)
Dividend Paid (Including Taxes)	(54.35)	(48.23)
Long Term & Short Term Borrowing	1,376.09	1,852.44
Interest Paid	(1,445.81)	(1,123.93)
Net Cash used in Financing Activities	(244.07)	620.28
Net Cash Flow During the Year (A+B+C)	168.04	504.11
Net Decrease / Increase in Cash & Cash Equivalent		
Opening Cash & Cash Equivalents	225.16	(278.95)
Closing Cash and Cash Equivalents	393.20	225.16
	168.04	504.11

For RUSTAGI & ASSOCIATES
Chartered Accountants

Sd/-
(S.K. RUSTAGI)
Partner

Place : Kolkata
Dated : 16th day of August, 2011

On behalf of the Board
Sd/-

Suresh Chand Bansal - Chairman & Managing Director
Mukesh Chand Bansal - Jt. Managing Director
Lalit Chand Sharma - Comp. Secretary & CFO



BEEKAY STEEL INDUSTRIES LIMITED

Registered Office: 'Lansdowne Towers', 4th Floor,
2/1A, Sarat Bose Road, Kolkata: 700 020

PROXY FORM

I/We in the district
of being a member/members of the
Company hereby appoint of or
failing him/her of in the
district of as my/our proxy to vote for me/us on my/our behalf at the
Annual General Meeting of the Company on Saturday, the 24th day of September, 2011 at 10.30 a.m. /
or any adjournment thereof.

Signed this day of 2011

Signature

(Affix
Re. 1/-
Revenue
Stamp)

Note: This form, in order to be valid and effective, should be duly stamped, completed and signed and must
be deposited at the Registered Office of the Company, not less than 48 hours before the commencement
of the meeting.

* Those who hold shares in demat form must quote their Demat A/c No. and Depository Participant
(DP) ID No. and Client ID No.



ATTENDANCE SLIP

I hereby record my presence at the Annual General Meeting of the Company on Saturday the 24th day
of September, 2011 at 10.30 a.m.

Full name of the Shareholder / Proxy* attending the Meeting

Folio No. /DP ID No. and Client ID No.

No. of shares

Full Name of Shareholder
(if the proxy attends instead of the shareholder).

.....
Signature of Shareholder/Proxy holder

* Delete whichever is not applicable.

**Member/Proxy attending the Meeting must fill in this attendance slip and hand it over at the entrance
of the Meeting hall).**

PERFORMANCE AT A GLANCE TEN YEAR'S REVIEW

FINANCIAL HIGHLIGHTS

(Rs. in lacs)

PARTICULARS	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04	2002-03	2001-02
Sales	45,857.99	33,220.61	31,399.86	32,528.58	33,067.95	32,888.65	15,365.18	11,442.28	6,810.75	6,885.76
Other Income	229.25	96.11	130.71	140.55	102.95	141.73	169.63	101.42	426.35	289.40
Total Income (A)	46,087.24	33,316.72	31,530.57	32,669.13	33,170.90	33,030.38	15,534.81	11,543.70	7,237.10	7,175.16
Manufacturing & Other Expenses (B)	41,090.54	29,824.94	28,373.94	29,713.44	31,102.49	31,338.28	14,349.22	10,603.37	6,682.39	6,957.61
Gross Profit (C) [A-B]	4,996.70	3,491.78	3,156.63	2,955.69	2,068.41	1,692.10	1,185.59	940.33	554.71	217.55
Interest	1,445.81	1,123.93	1,491.20	1,143.00	451.20	349.32	141.82	183.11	193.22	159.12
Depreciation	751.13	715.92	862.81	973.60	385.11	362.36	177.48	214.99	249.82	212.00
(D)	2,196.94	1,839.85	2,354.01	2,116.60	836.31	711.68	319.30	398.10	443.04	371.12
Profit Before Tax	2,799.76	1,651.93	802.62	839.09	1,232.10	980.42	866.29	542.23	111.67	(153.57)
Less:- Taxation / Deferred Tax	912.00	560.24	272.19	319.76	402.44	302.85	182.03	176.89	247.55	72.62
Profit / (Loss) After Tax	1,887.76	1,091.69	530.43	519.33	829.66	677.57	684.26	365.34	(135.88)	(80.95)
Adjustment in the respect of the earlier years	(0.30)	16.59	10.61	(0.01)	(9.17)	5.64	(1.80)	(1.97)	1.53	(118.28)
Profit Available For Appropriation	1,887.46	1,108.28	541.04	519.32	820.49	683.21	682.46	363.37	(134.35)	(199.23)
Appropriation										
(a) Dividend Amount & Dividend Tax	99.54	54.34	48.24	41.47	85.93	-	-	-	-	-
(b) Transfer to / from Reserves	420.00	360.00	360.00	300.00	400.00	400.00	400.00	-	-	-
Surplus	1,367.92	693.94	132.80	177.85	334.56	283.21	282.46	363.37	(134.35)	(199.23)
What The Company Owned										
Fixed Assets										
Gross Block	16,246.83	12,870.91	12,209.50	10,917.27	10,024.94	6,864.65	4,818.44	4,697.81	4,267.97	3,624.92
Less : Depreciation	5,356.22	4,608.42	3,907.90	3,086.28	2,126.58	1,747.65	1,817.19	1,675.37	1,469.42	1,222.45
Net Block	10,890.61	8,262.49	8,301.60	7,830.99	7,898.36	5,117.00	3,001.25	3,022.44	2,798.55	2,402.47
Capital Work-in-Progress	809.34	1,311.73	599.62	1,168.37	622.64	1,058.18	14.25	47.04	-	100.15
Investment	66.22	66.22	66.22	66.22	66.82	66.82	210.32	43.21	0.21	0.21
Current Assets	23,856.97	17,287.77	13,630.80	16,810.54	10,335.06	10,682.52	3,458.79	2,660.57	3,062.10	3,659.24
Miscellaneous Exp.	20.77	74.39	67.96	1.90	1.34	1.13	1.13	1.00	1.63	1.76
What The Company Owed										
Secured Loans	9,820.23	8,249.29	7,444.25	10,069.50	4,578.14	1,742.06	641.69	720.87	1,140.15	955.02
Redeemable Preference Shares	-	120.00	180.00	240.00	300.00					
Unsecured Loans	3,297.70	3,446.85	2,589.30	3,493.82	3,566.53	3,402.59	905.44	1,244.96	1,089.99	1,044.81
Deferred Tax Liability	1,451.81	1,771.80	1,712.89	1,591.19	1,577.94	1,364.93	526.17	-	-	-
Current Liabilities & Provisions	11,334.14	6,044.28	4,422.89	4,658.95	3,554.43	5,503.44	2,251.40	2,129.84	2,317.14	2,714.43
Net Worth of the Company	25,903.88	19,632.22	16,349.33	20,053.46	13,577.04	12,013.02	4,324.70	4,095.67	4,547.28	4,714.26
Equity Share Capital	1,709.09	286.42	286.41	286.41	286.41	174.98	201.07	201.07	201.07	201.07
Share Suspense	-	-	-	-	-	411.43	-	-	-	-
Reserve & Surplus	7,448.75	7,083.96	6,030.46	5,538.15	5,060.77	4,326.22	2,159.97	1,477.52	1,114.14	1,248.50
Financial Indicators	9,157.84	7,370.38	6,316.87	5,824.56	5,347.18	4,912.63	2,361.04	1,678.59	1,315.21	1,449.57
Earning per Share (EPS)	11.00	39.00	19.00	16.00	31.00	39.15	34.35	18.34	(6.82)	(6.67)
Book Value per Equity Share	53.58	257.33	220.55	203.36	186.70	171.52	117.42	83.48	65.41	72.09