



**BENGAL STEEL INDUSTRIES LTD.**

"TRINITY PLAZA", 3RD FLOOR,  
84/1A, TOPSIA ROAD (SOUTH), KOLKATA - 700 046, INDIA  
PHONE : (033) 4055 6800 / 2285 1079 & 81  
FAX : (033) 4055 6863, E-MAIL : bengalsteel@bengalsteel.co.in  
CIN : L70109WB1947PLC015087

### **NOTICE OF ANNUAL GENERAL MEETING**

**NOTICE** is hereby given that the Annual General Meeting (AGM) of the Members of the Company will be held on Tuesday, the 31<sup>st</sup> day of August, 2021 at 12.00 p.m. at the Registered Office of the Company at Trinity Plaza, 3<sup>rd</sup> Floor, 84/1A, Topsia Road (South), Kolkata-700046 to transact the following business:-

#### **ORDINARY BUSINESS:-**

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2021 together with the Reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. V.N. Agarwal (DIN 00408731), who retires by rotation at this Meeting and being eligible offers himself for re-appointment.

#### **SPECIAL BUSINESS:-**

3. To consider and if thought fit, to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION**:

#### **APPOINTMENT OF MR. S.K. ROYCHOWDHURY AS AN INDEPENDENT DIRECTOR**

"**RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 (the Act') read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and Schedule IV of the Companies Act, 2013 (including any statutory modification or re-enactment thereof), Mr. S.K. Roychowdhury (DIN: 09116850), who has submitted a declaration of independence under Section 149(6) of the Act, the Companies (Appointment and Qualification of Directors) Second Amendment Rules, 2018 and Regulation 16(1)(b) of SEBI (LODR) Regulations, 2015 and is eligible for appointment as such, be and is hereby appointed as an Independent Director of the Company to hold office for an initial period of five years commencing from the date of his appointment on Board i.e., 2<sup>nd</sup> April, 2021 and his office shall not be liable to retire by rotation."

**REGISTERED OFFICE:**  
TRINITY PLAZA, 3<sup>RD</sup> FLOOR,  
84/1A, TOPSIA ROAD (SOUTH),  
KOLKATA-700046  
CIN: L70109WB1947PLC015087  
DATE: 28<sup>TH</sup> JUNE, 2021

**BY ORDER OF THE BOARD  
FOR BENGAL STEEL INDUSTRIES LIMITED**

**[NEHA MEHRA]  
COMPANY SECRETARY**

## NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.** Proxies in order to be effective must be received at the registered office of the Company not less than 48 hours before the commencement of the meeting. Members are requested to note that a person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights.
2. The AGM will be held by strictly adhering to the Social Distancing Norms and other Safety Protocols/SOPs (including use of face masks and hand sanitizers) issued by the Ministry of Health & Family Welfare, Government of India in view of the prevailing Covid Pandemic. Entry to the Venue shall be on a '*first come first serve basis*' in view of the maximum permissible limit, as applicable at that time, for a gathering at a place.
3. The Register of Members and Share Transfer Books will remain closed from 25<sup>th</sup> August, 2021 (Wednesday) to 31<sup>st</sup> August, 2021 (Tuesday) (both days Inclusive).
4. The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 in respect of Special Business is annexed hereto.
5. In terms of MCA Circular and SEBI Circular and amendments made thereon dispensing with the requirements of sending physical copies of Annual Reports to the Shareholders in view of the Covid Pandemic, the Notice of AGM is being sent by mail only to those Shareholders who have registered their e-mail addresses with the Company/Depositories. Members who have not registered their mail addresses are therefore requested to register/update the same with the Company's Registrar and Share Transfer Agent/Depositories. The Notice of the Meeting will be available on the Company's website [www.bengalsteel.co.in](http://www.bengalsteel.co.in) and the websites of the Stock Exchange and National Securities Depository Limited (NSDL).
6. In compliance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended and Regulation 44(1) of SEBI (LODR) Regulations, 2015, the Company is providing Members the facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by NSDL.
7. The facility for voting through Ballot Paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through Ballot Paper.
8. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
9. The remote e-voting period shall commence on 28<sup>th</sup> August 2021 (9:00 am) and end on 30<sup>th</sup> August, 2021 (5:00 pm). During this period the Members of the Company as on the cut-off date of 24<sup>th</sup> August, 2021, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the

vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

10. The procedure to login to e-voting website consists of two steps as detailed hereunder:-

**Step 1 : Log-in to NSDL e-voting system**

- a) Visit the e-Voting website of NSDL. Open web browser by typing the URL: <https://www.evoting.nsdl.com>.
- b) Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
- c) A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen. Alternatively, if you are registered for NSDL e-services i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL e-services after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
- d) Your User ID details are given below :
  - i) For Members who hold shares in demat account with NSDL.  
8 Character DP ID followed by 8 Digit Client ID (For example if your DP ID is IN300\*\*\* and Client ID is 12\*\*\*\*\* then your user ID is IN300\*\*\*12\*\*\*\*\*).
  - ii) For Members who hold shares in demat account with CDSL.  
16 Digit Beneficiary ID (For example if your Beneficiary ID is 12\*\*\*\*\* then your user ID is 12\*\*\*\*\*).
  - iii) For Members holding shares in Physical Form. EVEN Number followed by Folio Number registered with the Company (For example if folio number is 001\*\*\* and EVEN is 101456 then user ID is 101456001\*\*\*).
- e) Your password details are given below:
  - i) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - ii) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
  - iii) How to retrieve your 'initial password'?
    - (i) If your email ID is registered in your demat account or with the Company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your email ID is not registered, your 'initial password' is communicated to you on your postal address.

- f) If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:
- i) Click on “Forgot User Details/Password?”(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- ii) “Physical User Reset Password?” (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- iii) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
- iv) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting System with NSDL.
- g) After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
- h) Now, you will have to click on “Login” button.
- i) After you click on the “Login” button, Home page of e-Voting will open.

## **Step 2 : Cast your vote electronically on NSDL e-voting system**

- a) After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
- b) After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
- c) Select “EVEN” of the Company.
- d) Now you are ready for e-Voting as the Voting page opens.
- e) Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
- f) Upon confirmation, the message “Vote cast successfully” will be displayed.
- g) You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
- h) Once you confirm your vote on the resolution, you will not be allowed to modify your vote.
- i) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [guptarinku123@gmail.com](mailto:guptarinku123@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
- j) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the

“Forgot User Details/Password?” or “Physical User Reset Password?” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.

In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

11. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 24<sup>th</sup> August, 2021.
12. Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 24<sup>th</sup> August, 2021, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or to Issuer at [bengalsteel@bengalsteel.co.in](mailto:bengalsteel@bengalsteel.co.in).
13. A person, whose name is recorded in the Register of Members as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.
14. Ms. Rinku Gupta, Company Secretary in Practice (Membership No. FCS-9248) has been appointed as the Scrutinizer for providing facility to the Members of the Company and to scrutinize the voting and remote e-voting process in a fair and transparent manner.
15. The Chairman of Meeting shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of “Ballot Paper” for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
16. The Scrutinizer shall after the conclusion of voting at the AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than forty eight hours of the conclusion of the AGM, a consolidated scrutinizer’s report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith. The Results declared along with the report of the Scrutinizer shall be placed on the Company’s website and on the website of NSDL immediately after its declaration and shall also be communicated to the Stock Exchange.

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013**

**ITEM NO. 3:**

The Board of Directors of the Company at their Meeting held on 2<sup>nd</sup> April, 2021 had appointed Mr. S.K. Roychowdhury (DIN: 09116850) as an Additional Director on the Board of the Company in terms of Section 161(1) of The Companies Act, 2013 ('the Act'), the Company's Articles of Association and the recommendation of Nomination and Remuneration Committee. In terms of the appointment, Mr. S.K. Roychowdhury is liable to hold office upto the date of ensuing AGM. Declaration has been received from Mr. S.K. Roychowdhury that he meets the criteria of Independence as prescribed under Section 149(6) of the Act read with the Rules made thereunder and Regulation 16(1)(b) of SEBI (LODR) Regulations, 2015. The Company has also received a Notice in writing under Section 160 of the Companies Act, 2013 from a Member proposing his candidature for the office of Director.

Accordingly, the Board is of the opinion that Mr. S.K. Roychowdhury fulfills the conditions as specified in the Act and the Listing Regulations for appointment as an Independent Director. The Directors are of the opinion that considering the knowledge and experience of Mr. S.K. Roychowdhury, his appointment as an Independent Director will be beneficial for the interest of the Company. Hence, the Board recommends that the Ordinary Resolution as set out in Item No. 3 of the Notice be approved by the Shareholders.

Except Mr. S.K. Roychowdhury, no other Director or Key Managerial Personnel or their relatives are concerned or interested in the said resolution.

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CIN: L70109WB1947PLC015087  
DATE: 28<sup>TH</sup> JUNE, 2021

**BY ORDER OF THE BOARD  
FOR BENGAL STEEL INDUSTRIES LIMITED**



**[NEHA MEHRA]  
COMPANY SECRETARY**

**DISCLOSURE OF DETAILS OF DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE AGM PURSUANT TO REGULATION 36(3) OF SEBI (LODR) REGULATIONS, 2015**

| <b>Name of the Director</b>                | <b>MR. V.N. AGARWAL</b>  | <b>MR. S.K. ROYCHOWDHURY</b>  |
|--|--|---|
| Date of Birth                              | 15 <sup>th</sup> January, 1939   | 1 <sup>st</sup> December, 1947  |
| Date of 1 <sup>st</sup> Appointment        | 24 <sup>th</sup> February, 1984  | 2 <sup>nd</sup> April, 2021   |
| Qualifications                             | B.E. (Mechanical)  | B Tech (Metallurgical) from IIT Kharagpur   |
| No. of shares held                         | 1,18,250 (2.41%)   | ---   |
| Relationship with other Directors          | Mr. V.N. Agarwal is father of Mr. Prakash Agarwal and father-in-law of Mrs. Ritu Agarwal   | ---   |
| Nature of Expertise                        | Having in depth exposure and involvement in steering diverse Businesses and experience and expertise in Marketing, Management and Operations of Engineering Industries.  | Having experience in the Operations and Management of Engineering Industries (including Foundry) specially experience and expertise in Marketing Management   |
| Other Directorships in Indian Companies    | 1. Hindusthan Udyog Limited<br>2. Asutosh Enterprises Ltd.<br>3. Neptune Exports Limited<br>4. Northern Projects Limited<br>5. Tea Time Limited<br>6. V.N. Enterprises Limited<br>7. HSM Investments Limited   | 1. Hindusthan Udyog Limited<br>2. Asutosh Enterprises Ltd.<br>3. Neptune Exports Limited<br>4. Tea Time Limited   |
| Other Committee Memberships/ Chairmanships | <u>In Asutosh Enterprises Ltd.</u><br>(a) Audit Committee - Member<br>(b) Nomination and Remuneration Committee – Chairman<br><br><u>In Neptune Exports Limited</u><br>(a) Audit Committee - Member<br>(b) Nomination and Remuneration Committee - Member<br>(c) Stakeholders Relationship Committee – Member<br><br><u>In Northern Projects Limited</u><br>(a) Audit Committee - Member<br>(b) Nomination and Remuneration Committee – Chairman<br><br><u>In Tea Time Limited</u><br>(a) Audit Committee - Member<br>(b) Nomination and Remuneration Committee - Member<br>(c) Stakeholders Relationship Committee - Member | <u>In Asutosh Enterprises Ltd.</u><br>(a) Audit Committee - Member<br>(b) Nomination and Remuneration Committee - Member<br><br><u>In Neptune Exports Limited</u><br>(a) Audit Committee - Chairman<br>(b) Nomination and Remuneration Committee - Chairman<br>(c) Stakeholders Relationship Committee - Member<br><br><u>In Tea Time Limited</u><br>(a) Audit Committee - Chairman<br>(b) Nomination and Remuneration Committee - Chairman<br>(c) Stakeholders Relationship Committee - Member |

## BENGAL STEEL INDUSTRIES LIMITED

### DIRECTORS' REPORT

To the Members,

Your Directors have pleasure in presenting their Annual Report together with the Audited Accounts of the Company for the financial year ended 31<sup>st</sup> March, 2021.

### COMPANY PERFORMANCE

|  | <u>2020 - 2021</u> | <u>2019 - 2020</u> |
|--|--------------------|--------------------|
| <u>FINANCIAL RESULTS</u>                           | Rs.                | Rs.                |
| Total Revenue                                      | 63,07,426          | 37,37,651          |
| Net Profit before Tax                              | 45,06,812          | 21,71,962          |
| Less: Provision for Taxation                       | 7,50,000           | 4,25,000           |
| Net Profit after Tax                               | 37,56,812          | 17,46,962          |
| Add: Opening Balance in Statement of Profit & Loss | 4,22,63,909        | 4,05,16,947        |
| Closing Balance                                    | <u>4,60,20,721</u> | <u>4,22,63,909</u> |

### DIVIDEND

The Directors have considered to plough back the profit in business for better financial strength and as such they have not recommended any dividend for the year under review.

### COVID-19 PANDEMIC

The Country's economy was impacted since March 2020 due to the lockdown announced by the Government of India on account of COVID-19 outbreak. The Board of your Company monitors the situation and makes assessment of the likely impact of the pandemic on overall economic environment and its operations. In the prevailing circumstances, the Company does not anticipate any challenge in meeting its future obligations and as such does not expect any impact of COVID 19 outbreak on its ability to continue as a going concern.

### VOLUNTARY DELISTING

During the year under review, the Equity Shares of the Company were delisted from The Calcutta Stock Exchange Limited (CSE) with effect from 2<sup>nd</sup> March, 2021 in terms of Regulation 6(a) of the SEBI (Delisting of Equity Shares) Regulations, 2009. The proposal for voluntary delisting was approved by the Board in view of no trading carried in respect of the Company's shares on said Stock Exchange and for saving of the related listing costs. The Company continues to remain listed on 'BSE Limited' (a Stock Exchange having nationwide trading terminals).

### MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review is appended below:

#### A. BUSINESS

The Company is presently engaged in the business of Steel Manufacturing and Fabrication, Real Estate and Other Allied Services. Arrangements are in hand to diversify its line of business for the future growth and prosperity.

## **B. REVIEW OF OPERATIONS & FUTURE PROSPECTS**

The Manufacturing Unit of the Company is located at Kolkata. The Board is continuously searching for and evaluating various options to enhance and diversify its operations for its long term growth.

## **C. OPPORTUNITIES AND THREATS, RISKS AND CONCERNS**

Your Company's objective is to effect improvement in its operations. However, the Company is exposed to threats and risks, as faced by other organizations in general and those engaged in similar business, like adverse changes in the general economic and market conditions, changes in Government policies and regulations etc.

## **D. INTERNAL CONTROL SYSTEM**

The Company has Internal control procedures commensurate with the nature of its business and size of its operations. The objectives of these procedures are to ensure efficient use and protection of Company's resources, accuracy in financial reports and due compliance of applicable statutes and Company's norms, policies and procedures.

## **E. HUMAN RESOURCES**

There was no loss of work or any human resource related problem during the year.

## **DIRECTORS & KEY MANAGERIAL PERSONNEL**

Mr. V.N. Agarwal (DIN 00408731) Director, retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible offers himself for re-appointment.

Mr. S.K. Roychowdhury (DIN 09116850) was appointed an Additional Director (in capacity of an Independent Director) on the Company's Board with effect from 2<sup>nd</sup> April, 2021 in terms of Section 161 of the Companies Act, 2013 and is liable to hold office till the ensuing AGM of the Company. Necessary resolution for appointing him as an Independent Director for a period of five years forms part of the Notice of the ensuing AGM.

Mr. K.K. Ganeriwala resigned from the Board with effect from the close of 2<sup>nd</sup> April, 2021. The Board Members are grateful to him for the services rendered by him during his association with the Company.

The Brief Resume of the Directors seeking appointment/re-appointment at the ensuing AGM is attached to the Notice of the said Meeting.

## **NUMBER OF BOARD MEETINGS HELD**

During the Financial Year 2020-21, Six (6) Board Meetings were held on 22<sup>nd</sup> June, 2020, 18<sup>th</sup> August, 2020, 9<sup>th</sup> September, 2020, 6<sup>th</sup> November, 2020, 13<sup>th</sup> November, 2020 and 28<sup>th</sup> January, 2021.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

In accordance with Section 134(5) of the Companies Act, 2013 your Board of Directors confirms that:-

- (a) in the preparation of the Annual Accounts for the financial year ended 31<sup>st</sup> March, 2021, the applicable accounting standards had been followed along with proper explanation relating to material departures;

- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- (c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the annual accounts of the Company have been prepared on a “going concern” basis;
- (e) the directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **POLICY FOR DIRECTORS APPOINTMENT**

The Company believes that in order to ensure that the Board of Directors can discharge their duties and responsibilities effectively; it aims to have a Board with optimum combination of experience and commitment with the presence of Independent Directors. Such Board can provide a long term plan for the Company’s growth, improve the quality of governance and increase the confidence of its shareholders.

The Company has a policy in terms of Section 178(3) of the Companies Act, 2013 on directors’ appointment and remuneration including the criteria for determining their qualifications, positive attributes and independence.

#### **BOARD EVALUATION**

The Board has evaluated the effectiveness of its functioning and that of the Committees and of individual Directors by seeking inputs on various aspects of Board/Committee Governance and considered and discussed in details the inputs received from the Directors.

#### **AUDIT COMMITTEE**

The Audit Committee as on 31<sup>st</sup> March, 2021 comprised of Mr. K.K. Ganeriwala as the Committee Chairman and Mr. V.N. Agarwal and Mr. G.K. Agarwal as the other Members. All the recommendations made by the Audit Committee during the financial year under review were considered by the Board.

The Committee was reconstituted on 2<sup>nd</sup> April, 2021 with Mr. S.K. Roychowdhury as the Committee Chairman and Mr. V.N. Agarwal and Mr. G.K. Agarwal as the other Members.

#### **NOMINATION AND REMUNERATION COMMITTEE**

The Nomination and Remuneration Committee as on 31<sup>st</sup> March, 2021 comprised of Mr. V.N. Agarwal as the Committee Chairman and Mr. K.K. Ganeriwala and Mr. G.K. Agarwal as the other Members. All the recommendations made by the Nomination and Remuneration Committee during the financial year under review were considered by the Board.

The Committee was reconstituted on 2<sup>nd</sup> April, 2021 with Mr. V.N. Agarwal as the Committee Chairman and Mr. S.K. Roychowdhury and Mr. G.K. Agarwal as the other Members.

#### **INDEPENDENT DIRECTORS DECLARATION**

The Independent Directors meet the criteria of being Independent (as prescribed in the Companies Act, 2013 and the Listing Regulations) and an Independency Certificate from them have been obtained.

#### **ANNUAL RETURN**

As provided under Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, the Annual Return as on 31<sup>st</sup> March, 2021 in Form MGT-7 is available on the Website of the Company at: [www.bengalsteel.co.in/investor.php](http://www.bengalsteel.co.in/investor.php).

#### **STATUTORY AUDITORS**

M/s S. Ghose & Co. LLP, Chartered Accountants (Firm Registration No. 302184E) continue to act as the Statutory Auditors of the Company as they were appointed for a term of 5 years commencing from the Financial Year 2017-18.

#### **SECRETARIAL AUDITOR**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Rules there under, the Board of Directors of the Company has appointed a Practicing Company Secretary to conduct the Secretarial Audit of the Company for the Financial Year 2020-21. The Secretarial Audit Report for the financial year ended 31<sup>st</sup> March, 2021 is annexed herewith as **Annexure A**.

#### **COST AUDIT**

The Company is not required to maintain cost records in terms of Section 148(1) of the Companies Act, 2013

#### **RELATED PARTY TRANSACTIONS**

All contracts/arrangements/transactions entered by the Company with its Related Parties during the financial year were on arm's length basis and in the ordinary course of business. Hence the provisions of Section 188 of the Companies Act, 2013 and disclosure in Form AOC-2 are not applicable. The transactions with Related Parties are disclosed in the Notes to the Financial Statements.

#### **PARTICULARS OF LOANS, INVESTMENTS AND GUARANTEES**

Details of Loans, Investments and Guarantees, if any, given/made by the Company are disclosed in the Notes to the Financial Statements.

#### **VIGIL MECHANISM**

Pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for Directors and Employees has been established, details of which are given on the website of the Company.

## **RISK MANAGEMENT**

Risk Management is the process of identification, assessment and prioritization of risks to minimize/mitigate/monitor the probability and/or impact of unfortunate events. Risk Management Policy enables the Company to manage such uncertainties and changes in the internal and external environment to reduce their negative impact. The Board of Directors of the Company, as and when needed, develops such policies for assessing and managing the risks in accordance with the requirements of the Companies Act, 2013.

## **PARTICULARS OF EMPLOYEES**

Disclosures in terms of Section 197(12) of the Companies Act, 2013 and the Rules made there under in respect of Directors' Remuneration, were not applicable to the Company during the year ended 31<sup>st</sup> March, 2021 as no remuneration is being paid to Directors other than sitting fees for attending the Board Meetings.



## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

Particulars relating to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo, as required under Section 134(3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 were not applicable to the Company during the year ended 31<sup>st</sup> March, 2021.

## **ACKNOWLEDGEMENTS**

Your Directors would like to thank shareholders, bankers and all other business associates for the continuous support given by them to the Company.

PLACE: KOLKATA  
DATE: 28<sup>TH</sup> JUNE, 2021

FOR AND ON BEHALF OF THE BOARD  
  
  
DIRECTORS

### ANNEXURE A

#### Form MR-3

#### SECRETARIAL AUDIT REPORT

#### FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2021

*[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

TO  
THE MEMBERS OF  
BENGAL STEEL INDUSTRIES LIMITED  
TRINITY PLAZA, 3RD FLOOR,  
84/1A, TOPSIA ROAD (SOUTH),  
KOLKATA - 700046

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and adherence to good corporate practices by **BENGAL STEEL INDUSTRIES LIMITED** (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, Papers, Minute books, Forms and Returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:-

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2021 according to the applicable provisions of:-
  - (i) The Companies Act, 2013 (the Act) and the Rules made there under;
  - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
  - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
  - (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under (Not applicable to the Company during audit period);
  - (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (Not applicable to the Company during audit period);
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not applicable to the Company during audit period);
- d. The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014 (Not applicable to the Company during audit period);
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during audit period);
- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client (Not applicable to the Company during audit period);
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during audit period);
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (Not applicable to the Company during audit period);

(vi) There are no such laws that are specifically applicable to the Company with respect to the sector in which it is operating.

2. We have also examined compliance with the applicable clauses of the following:-

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with the Stock Exchanges read with The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 and the amendments thereto.

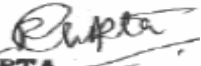
During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc., mentioned above.

3. We further report that:

- (a) The Board of Directors of the Company is duly constituted with proper balance of Non-Executive Directors and Independent Directors. The changes in the composition of the Board, if any, that took place during the year under review, were carried out in compliance with the provisions of the Act;
- (b) Adequate notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation of the meeting;
- (c) Majority decision is carried through while the dissenting members views, if any, are captured and recorded as part of the minutes.

4. We further report that there are adequate systems and processes in the Company with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
5. We further report that during the year ended 31<sup>st</sup> March, 2021, the Company's Equity Shares were delisted from The Calcutta Stock Exchange Limited with effect from 2<sup>nd</sup> March, 2021 in terms of Regulation 6(a) of the SEBI (Delisting of Equity Shares) Regulations, 2009.

**FOR RINKU GUPTA & ASSOCIATES  
COMPANY SECRETARIES**

  
**RINKU GUPTA**  
Company Secretary in Practice,  
C. P. No. 9248

**PLACE: KOLKATA**

**DATE: 28<sup>TH</sup> JUNE, 2021**

**RINKU GUPTA  
COMPANY SECRETARY IN PRACTISE  
FCS-9237, CP NO. 9248  
UDIN: F009237C000533365**





## INDEPENDENT AUDITOR'S REPORT

### To the Members of Bengal Steel Industries Limited Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the standalone financial statements of Bengal Steel Industries Limited ("the Company"), which comprise the balance sheet as at 31<sup>st</sup> March 2021, the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit/loss, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Emphasis of Matters:

Without qualifying our opinion, we draw attention to the following :

1. Charge of depreciation on the composite cost of Land & Building and in absence of useful life of assets, depreciation is being charged by reducing balance method - Refer note 26
- 2.

#### Key Audit Matters

There are no serious Audit observations and no Key Audit Matters to communicate in our report.



(2)

### **Management's Responsibility for the Standalone Financial Statements**

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

### **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:



(3)

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of Rs 2,96,790/- on its financial position in respect of its pending litigation - Refer Note 18 to the financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S. Ghose & Co LLP  
Chartered Accountants  
FRN- 302184E/E300007



CA. Riten Dey  
Partner

M.No.051078

UDIN: 21051078AAAAF75720

Place: Kolkata  
Date: 28.06.2021



## **Annexure - A to the Independent Auditors' Report**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **Bengal Steel Industries Ltd** as of 31 March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



(2)

### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

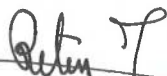
### Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S. Ghose & Co LLP  
Chartered Accountants  
FRN- 302184E/E300007

  
CA. Riten Dey  
Partner

M.No.051078

UDIN: 21051078AAAA FY5720

Place: Kolkata  
Date: 28.06.2021



## Annexure-B, to the Independent Auditor's Report

### (Referred to in our report of even date attached)

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date:

- 1) (a) The Company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have not been physically verified by the management during the year under Audit and therefore the question of discrepancy between the books records and the physical fixed assets could not be determined.
- (c) The title deeds of immovable properties are not available for verification.
- 2) The company does not have inventory.
- 3) As per information and explanations given to us, the Company has not granted any loans secured or unsecured to company, firms, limited liability partnership or other parties covered in the Register maintained under section 189 of the Companies Act, 2013.
- 4) According to the information and explanations given to us, the company has not given loans, guarantees, made investments and / or purchased securities in respect of which provisions of section 185 and 186 of the Companies Act, 2013 are applicable.
- 5) According to the information and explanations given to us, the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Income-Tax, GST and any other statutory dues with the appropriate authorities. According to information and explanations given to us, no undisputed amount payable which were outstanding, at the year end, for a period of more than six months from the date they became payable.
- b) According to the information and explanation given to us, there are no dues of service tax, Sales Tax, duty of customs, and duty of excise on account of any dispute.



(2)

8) According to the information and explanations given to us, the Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

9) Based upon the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of CARO are not applicable to the Company.

10) Based upon the audit procedures performed and according to the information and explanations given by the management, no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

11) Based upon the information and explanations given by the management, the company has not paid any managerial remuneration except sitting fees of Directors.

12) As per information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

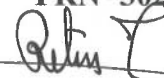
13) As per information and explanations given to us, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Note No 23 of Financial Statements as required by the applicable accounting standards.

14) Based upon the audit procedures performed and according to the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

15) Based upon the audit procedures performed and according to the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of CARO are not applicable to the Company and hence not commented upon.

16) In our opinion and according to the information and explanations given to us, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For S. Ghose & Co LLP  
Chartered Accountants  
FRN- 302184E/E300007



CA. Riten Dey  
Partner

M.No.051078

UDIN: 21051078AAAAFY5720

Place: Kolkata  
Date: 28.06.2021




**BENGAL STEEL INDUSTRIES LIMITED****BALANCE SHEET AS AT 31ST MARCH, 2021****AMOUNT IN RS.**

| <b>PARTICULARS</b>                | <b>Notes</b> | <b>As at<br/>31st March, 2021</b> | <b>As at<br/>31st March, 2020</b> |
|-----------------------------------|--------------|-----------------------------------|-----------------------------------|
| <b>I. ASSETS</b>                  |              |                                   |                                   |
| <b>Non-Current Assets</b>         |              |                                   |                                   |
| (a) Property, Plant And Equipment | 3            | 1,201,921                         | 1,204,351                         |
| (b) Financial Assets              |              |                                   |                                   |
| (i) Investments                   | 4            | 44,136,902                        | 44,129,475                        |
| (ii) Loans and Deposits           | 5            | 42,585,113                        | 37,580,748                        |
|                                   |              | <b>87,923,936</b>                 | <b>82,914,573</b>                 |
| <b>Current Assets</b>             |              |                                   |                                   |
| (a) Financial Assets              |              |                                   |                                   |
| (i) Cash and Cash Equivalents     | 6            | 1,875,697                         | 2,796,835                         |
| (ii) Loans and Deposits           | 7            | 11,811,425                        | 11,451,425                        |
| (b) Other Current Assets          | 8            | 402,792                           | 450,341                           |
|                                   |              | <b>14,089,915</b>                 | <b>14,698,601</b>                 |
| <b>TOTAL ASSETS</b>               |              | <b>102,013,851</b>                | <b>97,613,175</b>                 |
| <b>II. EQUITY AND LIABILITIES</b> |              |                                   |                                   |
| <b>Equity</b>                     |              |                                   |                                   |
| (i) Equity Share Capital          | 9            | 49,000,000                        | 49,000,000                        |
| (ii) Other Equity                 | 10           | 46,020,721                        | 42,263,909                        |
|                                   |              | <b>95,020,721</b>                 | <b>91,263,909</b>                 |
| <b>Liabilities</b>                |              |                                   |                                   |
| <b>Current Liabilities</b>        |              |                                   |                                   |
| (i) Other current liabilities     | 11           | 4,440,019                         | 4,546,156                         |
| (ii) Provisions                   | 12           | 2,553,110                         | 1,803,110                         |
|                                   |              | <b>6,993,129</b>                  | <b>6,349,266</b>                  |
| <b>TOTAL EQUITY AND LIABILITY</b> |              | <b>102,013,851</b>                | <b>97,613,175</b>                 |

The accompanying note nos. 1 to 29 form integral part of the standalone financial statements

In terms of our report attached of even date

For : S. Ghose & Co. LLP  
Chartered Accountants  
FRN. 302184E/E300007



RITEN DEY

Partner

Membership No. : 051078

Place : Kolkata

Date : 28th June, 2021



Company Secretary

For and on behalf of the Board





Directors



**BENGAL STEEL INDUSTRIES LIMITED****STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021**

AMOUNT IN RS.

| Particulars   | Notes | AMOUNT IN RS.                          |  |
|---|-------|--|--|
|   |       | For the year ended<br>31st March, 2021 | For the year ended<br>31st March, 2020 |
| I. Revenue from Operations                                  | 13    | 4,800,000                              | 3,600,000                              |
| II. Other Income  | 14    | 1,507,426                              | 137,651                                |
| <b>III. Total Income ( I + II )</b>                         |       | <b>6,307,426</b>                       | <b>3,737,651</b>                       |
| IV. Expenses:   |       |  |  |
| Employee Benefit Expenses                                   | 15    | 442,551                                | 226,050                                |
| Depreciation and Amortisation Expenses                      | 16    | 2,430                                  | 2,022                                  |
| Other Expenses  | 17    | 1,355,633                              | 1,337,617                              |
| <b>Total Expenses</b>                                       |       | <b>1,800,614</b>                       | <b>1,565,689</b>                       |
| <b>V. Profit / (Loss) before tax (III-IV)</b>               |       | <b>4,506,812</b>                       | <b>2,171,962</b>                       |
| VI. Tax Expense:  |       |  |  |
| Current Tax   |       | 750,000                                | 425,000                                |
| <b>VII. Profit /(Loss) after Tax</b>                        |       | <b>3,756,812</b>                       | <b>1,746,962</b>                       |
| VIII. Other Comprehensive Income                            |       | -                                      | -                                      |
| <b>IX. Total Comprehensive Income / (Loss) for the year</b> |       | <b>3,756,812</b>                       | <b>1,746,962</b>                       |
| X. Earning per Equity share - Basic and Diluted             |       | 0.77                                   | 0.36                                   |

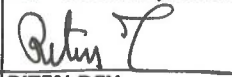
The accompanying note nos. 1 to 29 form integral part of the standalone financial statements

In terms of our report attached of even date

For : S. Ghose & Co. LLP

Chartered Accountants

FRN. 302184E/E300007



RITEN DEY

Partner

Membership No. : 051078

Place : Kolkata

Date : 28th June, 2021



Company Secretary

For and on behalf of the Board



Directors



**BENGAL STEEL INDUSTRIES LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2021**

AMOUNT IN RS.

| PARTICULARS  | For the year ended<br>31st March, 2021 | For the year ended<br>31st March, 2020 |
|--|--|--|
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>                        |  |  |
| Net Profit/(Loss) before tax   | 4,506,812                              | 2,171,962                              |
| Adjustment for:  |  |  |
| Depreciation and Amotisation Expenses                                | 2,430                                  | 2,022                                  |
| Profit on Sale of Investments  | (1,480,000)                            | -                                      |
| Income from Mutual Fund  | (27,426)                               | (137,651)                              |
| <b>Operating Profit before Working Capital Changes</b>               | <b>3,001,816</b>                       | <b>2,036,333</b>                       |
| <b>Movements In Working Capital :</b>                                |  |  |
| Increase/(Decrease) in Other Current Liabilities                     | (106,137)                              | 33,674                                 |
| Decrease/(Increase) in Long- Term Loans and Deposits                 | (5,004,365)                            | 36,558,664                             |
| Decrease/(Increase) in Short - Term Loans and Deposits               | (360,000)                              | (360,000)                              |
| Decrease/(Increase) in Other Current Assets                          | 47,549                                 | (393,794)                              |
| <b>Cash generated from operations/(used in) Operations</b>           | <b>(2,421,137)</b>                     | <b>37,874,876</b>                      |
| Direct Tax Paid  | -                                      | -                                      |
| <b>Net Cash generated from Operating Activities</b>                  | <b>(2,421,137)</b>                     | <b>37,874,876</b>                      |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>                      |  |  |
| Purchase of Investments (Including Share Application Money)          |  | (35,556,315)                           |
| Sale Of Investments  | 1,500,000                              | -                                      |
| Income from Mutual Fund  |  | 137,651                                |
| <b>Net Cash generated from Investing Activities</b>                  | <b>1,500,000</b>                       | <b>(35,418,664)</b>                    |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>                      |  |  |
| <b>Net Cash generated from Financing Activities</b>                  | <b>-</b>                               | <b>-</b>                               |
| <b>Net Increase/ (Decrease) in Cash and Cash Equivalents (A+B+C)</b> | <b>(921,137)</b>                       | <b>2,456,212</b>                       |
| <b>Cash and Cash Equivalents At The Beginning of the year</b>        | <b>2,796,835</b>                       | <b>340,623</b>                         |
| <b>Cash and Cash Equivalents At The End of the year</b>              | <b>1,875,698</b>                       | <b>2,796,835</b>                       |
| Balances With Banks  |  |  |
| - In Current Account   | 1,849,738                              | 2,754,251                              |
| Fixed Deposit  | 3,000                                  | 3,000                                  |
| Cash in Hand   | 22,960                                 | 39,583                                 |
|  | <b>1,875,698</b>                       | <b>2,796,835</b>                       |

**Note:**

- a) Previous year's figures have been regrouped / rearranged wherever necessary.  
b) The above cash flow has been prepared under "Indirect Method" as prescribed under IND - AS 7.

The accompanying note nos. 1 to 29 form integral part of the standalone financial statements


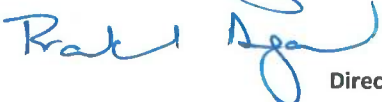
In Term of our report attached of even date

For : S. Ghose & Co. LLP  
Chartered Accountants  
FRN. 302184E/E300007

  
RITEN DEY  
Partner  
Membership No. : 051078  
Place : Kolkata  
Date : 28th June, 2021

  
Company Secretary

For and on behalf of the Board

  
  
Directors



## BENGAL STEEL INDUSTRIES LIMITED

### Statement of Changes in Equity for the year ended 31st March, 2021

**A. Equity Share Capital**

**Equity Shares of Re. 10/- each issued, subscribed and fully paid up**

| Particulars         | Number    | Rs.        |
|---------------------|-----------|------------|
| At 31st March, 2021 | 4,900,000 | 49,000,000 |
| At 31st March, 2020 | 4,900,000 | 49,000,000 |

**B. Other Equity**

**AMOUNT IN RS.**

| Particulars                   | Retained Earnings | Total             |
|-------------------------------|-------------------|-------------------|
| At 1st April, 2019            | 40,516,947        | 40,516,947        |
| Profit/(Loss) for the year    | 1,746,962         | 1,746,962         |
| Other Comprehensive Income    | -                 | -                 |
| <b>As at 31st March, 2020</b> | <b>42,263,909</b> | <b>42,263,909</b> |
| Profit/(Loss) for the year    | 3,756,812         | 3,756,812         |
| Other Comprehensive Income    | -                 | -                 |
| <b>As at 31st March, 2021</b> | <b>46,020,721</b> | <b>46,020,721</b> |

The accompanying note nos. 1 to 29 form integral part of the standalone financial statements

In terms of our report attached of even date

For : S. Ghose & Co. LLP  
Chartered Accountants  
FRN. 302184E/E300007

  
RITEN DEY

Partner


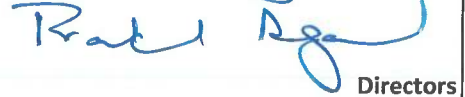
Membership No. : 051078

Place : Kolkata

Date : 28th June, 2021

  
Company Secretary

For and on behalf of the Board

  
  
Directors



# **BENGAL STEEL INDUSTRIES LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020**

## **1 A. COMPANY OVERVIEW**

The Company is presently engaged in the business of Steel Manufacturing and Fabrication, Real Estate and Other Allied Services. Arrangements are in hand to diversify its line of business for the future growth and prosperity.

## **B. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

### **a) Basis of preparation and compliance with Ind AS**

(i) These financial statements are prepared in accordance with Indian Accounting Standard (Ind-AS) under the historical cost convention on the accrual basis, the provisions of The Companies Act, 2013 ('the Act') (to the extent notified) and guidelines issued by the Securities & Exchange Board of India (SEBI). The Ind-AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued there under.

### **(ii) Use of estimates & judgements**

The preparation of the financial statements in conformity with Ind-AS requires the management to make estimates, judgements and assumptions. These estimates, judgements and assumptions effect the application of accounting policies and the reported amounts of Assets and Liabilities, the disclosure of Contingent Assets and Liabilities at the date of the financial statements and reported amounts of revenue and expenses during the period. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, these effects are disclosed in the notes to the financial statements.

### **b) Basis of measurement**

The Ind AS financial statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting.

### **c) Fair Value measurement :**

Fair value of Financial assets and liabilities has been arrived at on the basis of reasonable estimation made by the company.

### **d) Functional and presentation currency**

These Ind AS Financial Statements are prepared in Indian Rupees which is the Company's functional currency.



# **BENGAL STEEL INDUSTRIES LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020**

## **2. SIGNIFICANT ACCOUNTING POLICIES**

### **a) Revenue Recognition –**

Revenue from Sales is recognised when all significant risks and rewards of ownership of the commodity sold are transferred to the customer which generally coincides with delivery.

Revenue from Rent Receipts has been accounted for on accrual basis.

### **b) Property, Plant and Equipment –**

The property, plant and equipment is stated at cost of acquisition including related expenses of transportation or installation and interest on loans utilised for acquisition of assets till such assets are used for production or bringing an asset to working condition and location for its intended use but excluding credit available for excise duty paid on such acquisition.

Expenditure incurred after the property, plant and equipment have been put into operation such as repairs and maintenance are normally charged to the Statements of Profit and Loss in the period in which the costs are incurred.

Gains and losses on disposal of an item or property, plant and equipment are recognised net within other income / other expenses in statement of profit and loss.

The residual value, useful lives and method of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

### **c) Depreciation –**

Assets in the course of development or construction and freehold land is not depreciated.

Other property, plant and equipment are stated at cost less accumulated depreciation and any provision for impairment. Depreciation commences when the assets are ready for their intended use.

Individual item of assets value up to Rs 5000/- are fully depreciated in the year of acquisition.

Depreciation has been provided for on reducing balance method.

### **d) Investments –**

Investments are in the nature of Non Current Asset and is stated at cost.

### **e) Inventories –**

Inventories are valued at lower of cost or net realisable value.



# **BENGAL STEEL INDUSTRIES LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020**

## **f) Financial Instruments -**

The company recognises Financial Assets and Financial Liabilities when it becomes a party to the contractual provisions of the instrument.

A Financial Asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A Financial Asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flow and selling financial assets and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or loss.

Financial liabilities are subsequently measured at amortised cost except for financial liabilities at fair value through Profit or Loss.

## **g) Taxation –**

### **Current Income Tax**

Current Income Tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or subsequently enacted, at the reporting date.

### **Deferred Tax**

Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the unused tax credits and unused tax losses can be utilised.

## **h) Impairment of Assets –**

The company assesses, at each reporting date, whether there is any indication that an asset may be impaired. If any indication exists, on an annual impairment testing, for an asset is required, the company estimates the asset's recoverable amount. Impairment loss is recognised wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognised as an expense in the Statement of Profit & Loss and carrying amount of the asset is reduced to its recoverable amount.

## **i) Cash Flow Statement –**

Cash flows are reported using Indirect method as set out in Ind AS -7 "Statement of cash flows". The cash flows from operating, investing and financing activities of the company are segregated based on the available information.



## **BENGAL STEEL INDUSTRIES LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020**

### **j) Earnings Per Share –**

The company presents basic and diluted earnings per share (“EPS”) data for its equity shares. Basic EPS is calculated by dividing the profit and loss attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit and loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all diluted potential equity shares.

### **k) Provision for liabilities and charges, contingent liabilities and contingent assets –**

Provisions are recognised when the company has a present obligation as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

Contingent Liabilities may arise from litigation and other claims against the company. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment and are very difficult to quantify reliably, as such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements.

Contingent assets are not recognised but disclosed in the financial statements when the inflow of economic benefits is probable.



## BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

Note : 3 :: PROPERTY, PLANT AND EQUIPMENT

AMOUNT IN RS.

| PARTICULARS         | COST              |                   | ACCUMULATED DEPRECIATION |                    | NET BOOK VALUE    |                  |
|---------------------|-------------------|-------------------|--------------------------|--------------------|-------------------|------------------|
|                     | 31.03.2020        | 31.03.2021        | 31.03.2020               | CHARGE<br>THE YEAR | 31.03.2021        | 31.03.2020       |
| LAND                | 542,592           | 542,592           | -                        | -                  | 542,592           | 542,592          |
| LAND & BUILDING     | 339,000           | 339,000           | 299,501                  | 2,430              | 301,931           | 39,499           |
| FACTORY SHED        | 9,562,353         | 9,562,353         | 9,084,235                | -                  | 9,084,235         | 478,118          |
| PLANT & EQUIPMENTS  | 13,150,980        | 13,150,980        | 13,043,313               | -                  | 13,043,313        | 107,667          |
| VEHICLE             | 671,939           | 671,939           | 638,342                  | -                  | 638,342           | 33,597           |
| FURNITURE & FIXTURE | 246,623           | 246,623           | 243,745                  | -                  | 243,745           | 2,878            |
| <b>Total</b>        | <b>24,513,487</b> | <b>24,513,487</b> | <b>23,309,136</b>        | <b>2,430</b>       | <b>23,311,566</b> | <b>1,204,351</b> |
| Previous Year       | 24,513,487        | 24,513,487        | 23,307,114               | 2,022              | 23,309,136        | -                |



## BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

### NOTE - 4 : NON-CURRENT :: INVESTMENTS

Investments carried at cost (fully paid)

| PARTICULARS  | FACE         | As at 31st March 2021   |                              | As at 31st March, 2020  |                              |
|--|--------------|-------------------------|------------------------------|-------------------------|------------------------------|
|  | VALUE<br>RS. | No. of<br>Shares/ Units | Value<br>RS.                 | No. of<br>Shares/ Units | Value<br>RS.                 |
| <b>I) Investment in Fully Paid up Equity Instruments</b> |              |                         |                              |                         |                              |
| <b>A) Quoted</b>   |              |                         |                              |                         |                              |
| Via Media India Ltd.                                     | 10           | 50                      | 500                          | 50                      | 500                          |
| Kabini Papers Limited                                    | 10           | 500                     | 500                          | 500                     | 500                          |
| United Credit Ltd.                                       | 10           | 2,311                   | 8,250                        | 2,311                   | 8,250                        |
| Gran Heal Pharmacy Ltd.                                  | 10           | 1,900                   | 19,000                       | 1,900                   | 19,000                       |
| Northern Projects Ltd.                                   | 10           | 161,900                 | 391,617                      | 161,900                 | 391,617                      |
| Asutosh Enterprises Ltd.                                 | 10           | 168,000                 | 412,244                      | 168,000                 | 412,244                      |
| Neptune Exports Ltd.                                     | 10           | 230,000                 | 472,757                      | 230,000                 | 472,757                      |
| Tea Time Ltd.  | 10           | 221,000                 | 513,690                      | 221,000                 | 513,690                      |
| Orient International Ltd.                                | 10           | 213,000                 | 652,599                      | 213,000                 | 652,599                      |
| Hindusthan Udyog Ltd.                                    | 10           | 599,600                 | 2,563,782                    | 599,600                 | 2,563,782                    |
| <b>TOTAL A</b>   |              |                         | <b>5,034,939</b>             |                         | <b>5,034,939</b>             |
| <b>B) Unquoted</b>                                       |              |                         |                              |                         |                              |
| Macneill Electricals Ltd.                                | 100          | 9                       | 900                          | 9                       | 900                          |
| Bengal Coal Co. Ltd.                                     | 10           | 160                     | 33,482                       | 160                     | 33,482                       |
| HSM International Pvt. Ltd.                              | 10           | 2,500                   | 25,000                       | 2,500                   | 25,000                       |
| Neptune Impex Pvt. Ltd.                                  | 100          | 100                     | 10,000                       | 100                     | 10,000                       |
| AKA Washeries India Pvt. Ltd.                            | 10           | 2,000                   | 20,000                       | 2,000                   | 20,000                       |
| Hindusthan Parsons Ltd.                                  | 10           | 400,000                 | 811,000                      | 400,000                 | 811,000                      |
| Huwood hindusthan Pvt. Ltd.                              | 10           | -                       | -                            | 2,000                   | 20,000                       |
| Spaans Babcock India Ltd.                                | 10           | 4,930                   | 49,300                       | 4,930                   | 49,300                       |
| Bengal Central Building Society Ltd.                     | 10           | 10,000                  | 100,000                      | 10,000                  | 100,000                      |
| Tamilnadu Alkaline Batteries Ltd.                        | 1            | 43,018,186              | 35,617,656                   | 43,018,186              | 35,617,656                   |
| <b>TOTAL B</b>   |              |                         | <b>36,667,338</b>            |                         | <b>36,687,338</b>            |
| <b>II) Investment in Fully Paid up Preference Shares</b> |              |                         |                              |                         |                              |
| India Financial Journal Pvt. Ltd.                        | 100          | 30                      | 3,000                        | 30                      | 3,000                        |
| <b>TOTAL C</b>   |              |                         | <b>3,000</b>                 |                         | <b>3,000</b>                 |
| <b>III) Investment in Debentures</b>                     |              |                         |                              |                         |                              |
| Via Media Ltd.   | 10           | 175                     | 7,000                        | 175                     | 7,000                        |
| <b>TOTAL D</b>   |              |                         | <b>7,000</b>                 |                         | <b>7,000</b>                 |
| <b>IV) Investments in Mutual Funds (Quoted)</b>          |              |                         |                              |                         |                              |
| Kotak Liquid Fund  |              |                         | 2,424,624                    |                         | 2,397,198                    |
| <b>TOTAL E</b>   |              |                         | <b>2,424,624</b>             |                         | <b>2,397,198</b>             |
| <b>Total (A + B + C + D + E)</b>                         |              |                         | <b>44,136,902</b>            |                         | <b>44,129,475</b>            |
|  |              |                         | <b>As at 31st March 2021</b> |                         | <b>As at 31st March 2020</b> |
|  |              |                         | <b>Cost</b>                  |                         | <b>Cost</b>                  |
|  |              |                         | <b>Market Value</b>          |                         | <b>Market Value</b>          |
| Aggregate value of Quoted Investments                    |              |                         | 7,459,564                    | 7,102,784               | 7,432,137                    |
| Aggregate value of UnQuoted Investments                  |              |                         | 1,278,674                    | -                       | 1,278,674                    |



## BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

AMOUNT IN RS.

| Note 5 :: NON-CURRENT :: LOANS AND DEPOSITS | As at 31st March,<br>2021 | As at 31st March,<br>2020 |
|---|---------------------------|---------------------------|
| <b>At amortised cost</b>                    |                           |                           |
| <b>Unsecured, Considered Good</b>           |                           |                           |
| Advances recoverable in Cash or in kind     | 41,782,766                | 36,778,401                |
| Security Deposits                           | 802,347                   | 802,347                   |
| <b>Total</b>                                | <b>42,585,113</b>         | <b>37,580,748</b>         |

| Note : 6 :: CURRENT :: CASH & CASH EQUIVALENTS | As at 31st March,<br>2021 | As at 31st March,<br>2020 |
|--|---------------------------|---------------------------|
| Balance at Bank in Current Accounts            | 1,849,738                 | 2,754,251                 |
| Balance at Bank in Deposit Account             | 3,000                     | 3,000                     |
| Cash in Hand                                   | 22,960                    | 39,583                    |
| <b>Total</b>                                   | <b>1,875,697</b>          | <b>2,796,835</b>          |

| Note : 7 :: CURRENT :: LOANS & DEPOSITS | As at 31st March,<br>2021 | As at 31st March,<br>2020 |
|---|---------------------------|---------------------------|
| <b>At amortised cost</b>                |                           |                           |
| <b>Unsecured, Considered Good</b>       |                           |                           |
| Advance Income Tax                      | 11,811,425                | 11,451,425                |
| <b>Total</b>                            | <b>11,811,425</b>         | <b>11,451,425</b>         |

| Note : 8 :: OTHER CURRENT ASSETS  | As at 31st March,<br>2021 | As at 31st March,<br>2020 |
|-----------------------------------|---------------------------|---------------------------|
| <b>Unsecured, Considered Good</b> |                           |                           |
| Rent Receivable                   | 388,161                   | 450,161                   |
| G S T Receivable                  | 14,631                    | 180                       |
| <b>Total</b>                      | <b>402,792</b>            | <b>450,341</b>            |



## BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

AMOUNT IN RS.

| Note : 9 :: EQUITY :: EQUITY SHARE CAPITAL  | As at<br>31st March,<br>2021 | As at<br>31st March,<br>2020 |
|---|------------------------------|------------------------------|
| <b>Authorised Shares</b><br>60,00,000 Equity Shares of Rs 10/- each                       | 60,000,000                   | 60,000,000                   |
|   | <b>60,000,000</b>            | <b>60,000,000</b>            |
| <b>Issued, Subscribed &amp; Fully Paid-Up</b><br>49,00,000 Equity Shares of Rs. 10/- each | 49,000,000                   | 49,000,000                   |
| <b>Total</b>  | <b>49,000,000</b>            | <b>49,000,000</b>            |

### 9.a Details of Shareholders holding more than 5% Shares in the Company

| Particulars                     | As at 31st March, 2021 |       | As at 31st March, 2020 |       |
|---------------------------------|------------------------|-------|------------------------|-------|
|                                 | Nos.                   | %     | Nos.                   | %     |
| 1. V.N.Enterprises Limited      | 844,935                | 17.24 | 844,935                | 17.24 |
| 2. Tea Time Limited             | 498,250                | 10.17 | 498,250                | 10.17 |
| 3. Neptune Exports Limited      | 495,601                | 10.11 | 495,601                | 10.11 |
| 4. Asutosh Enterprises Limited  | 489,801                | 10.00 | 489,801                | 10.00 |
| 5. Orient International Limited | 484,050                | 9.88  | 484,050                | 9.88  |
| 6. Hindusthan Udyog Limited     | 345,000                | 7.04  | 345,000                | 7.04  |

### 9.b Rights Attached to Equity Shares

The company has only one class of shares i.e. Equity Shares having par value of Rs 10/- per share. Each equity shareholder is entitled to one vote per share.

Each Shareholder is eligible to receive dividend, if distributed and in the event of liquidation of the Company, a shareholder is entitled to receive remaining assets of the Company, after distribution of all preferential dues in proportion to the number of equity shares held by the shareholders.

| Note : 10 :: EQUITY :: OTHER EQUITY | As at<br>31st March,<br>2021 | As at<br>31st March,<br>2020 |
|-------------------------------------|------------------------------|------------------------------|
| <b>Retained Earnings</b>            |                              |                              |
| Opening Balance                     | 42,263,909                   | 40,516,947                   |
| Add: Profit/(Loss) for the year     | 3,756,812                    | 1,746,962                    |
| <b>Closing Balance</b>              | <b>46,020,721</b>            | <b>42,263,909</b>            |

| Note : 11 :: CURRENT :: OTHER CURRENT LIABILITIES | As at<br>31st March,<br>2021 | As at<br>31st March,<br>2020 |
|---|------------------------------|------------------------------|
| Sundry Advance                                    | 561,543                      | 612,278                      |
| Other Payables                                    | 3,878,476                    | 3,933,878                    |
| <b>Total</b>                                      | <b>4,440,019</b>             | <b>4,546,156</b>             |

| Note : 12 :: CURRENT :: PROVISIONS | As at<br>31st March,<br>2021 | As at<br>31st March,<br>2020 |
|------------------------------------|------------------------------|------------------------------|
| Provision for Income Tax           | 2,553,110                    | 1,803,110                    |
| <b>Total</b>                       | <b>2,553,110</b>             | <b>1,803,110</b>             |



## BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

AMOUNT IN RS.

| Note : 13 :: REVENUE FROM OPERATIONS | For the year ended<br>31st March, 2021 | For the year ended<br>31st March, 2020 |
|--------------------------------------|--|--|
| Rent Receipt                         | 4,800,000                              | 3,600,000                              |
| <b>Total</b>                         | <b>4,800,000</b>                       | <b>3,600,000</b>                       |

| Note : 14 :: OTHER INCOME    | For the year ended<br>31st March, 2021 | For the year ended<br>31st March, 2020 |
|------------------------------|--|--|
| Income from Mutual Fund      | 27,426                                 | 137,651                                |
| Profit on Sale Of Investment | 1,480,000                              | -                                      |
| <b>Total</b>                 | <b>1,507,426</b>                       | <b>137,651</b>                         |

| Note : 15 :: EMPLOYEE BENEFIT EXPENSES | For the year ended<br>31st March, 2021 | For the year ended<br>31st March, 2020 |
|--|--|--|
| Salary, Bonus & Allowances             | 385,614                                | 213,994                                |
| Staff Welfare Expenses                 | 56,937                                 | 12,056                                 |
| <b>Total</b>                           | <b>442,551</b>                         | <b>226,050</b>                         |

| Note : 16 :: DEPRECIATION & AMORTISATION EXPENSES | For the year ended<br>31st March, 2021 | For the year ended<br>31st March, 2020 |
|---|--|--|
| Depreciation                                      | 2,430                                  | 2,022                                  |
| <b>Total</b>                                      | <b>2,430</b>                           | <b>2,022</b>                           |

| Note : 17 :: OTHER EXPENSES                         | For the year ended<br>31st March, 2021 | For the year ended<br>31st March, 2020 |
|---|--|--|
| Directors Meeting Fees                              | 30,000                                 | 28,000                                 |
| Service Charges                                     | 268,043                                | 233,932                                |
| Repairs to others                                   | 144,275                                | 96,000                                 |
| Electric Charges                                    | 6,620                                  | 4,590                                  |
| Rates & Taxes                                       | 122,673                                | 297,786                                |
| Bank Charges  | 1,497                                  | 3,451                                  |
| Conveyance Charges                                  | 20,887                                 | 6,345                                  |
| Postage, Telegram & Telephone                       | -                                      | 2,557                                  |
| Printing & Stationery Items                         | 3,230                                  | 1,210                                  |
| Subscription  | 3,730                                  | 10,000                                 |
| <u>Payment to Auditors</u>                          |  |  |
| - As Auditor - for Statutory Audit & Limited Review | 50,000                                 | 50,000                                 |
| Listing Fees  | 599,500                                | 508,090                                |
| Filing fees   | 3,600                                  | 10,200                                 |
| Advertisement                                       | 19,633                                 | 23,206                                 |
| Miscellaneous Expense                               | 81,945                                 | 62,251                                 |
| <b>Total</b>  | <b>1,355,633</b>                       | <b>1,337,617</b>                       |



# BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

**18 Contingent Liabilities not provided for :**

|                              | <u>2020-21</u> | <u>2019-20</u> |
|------------------------------|----------------|----------------|
| Income Tax demand in dispute | 296,790        | 296,790        |

**19 Retirement Benefit :**

Liability for payment of gratuity and P.F is not required to be made since the provisions of Payment of Gratuity Act and Profident Fund Act does not apply to this Company.

**20 Employee Benefit Expenses :**

Employee Benefit Expenses includes bonus of Rs. 23,938/- (Previous year Rs. NIL)

**21 Segment Reporting :**

The Company's present business activity falls within one segment only. Hence, no separate Segment Information is being disclosed

**22 Related Party Disclosure :**

The relationship and transactions with key Management Personnel are disclosed:

**Key Managerial Personnel**

( Directors & their relatives )

|                      |  |
|----------------------|--|
| Mr. V. N. Agarwal    | Director                               |
| Mr. Prakash Agarwal  | Director - Son of Mr. V N Agarwal      |
| Mrs. Ritu Agarwal    | Director - Wife of Mr. Prakash Agarwal |
| Mr. K. K. Ganeriwala | Director - Resigned w.e.f. 02.04.2021  |
| Mr. G. K. Agarwal    | Director                               |
| Ms. Neha Mehra       | Company Secretary                      |

**Transactions with related party :**

|   | <u>31.03.2021</u> | <u>31.03.2020</u> |
|---|-------------------|-------------------|
|   | Rs.               | Rs.               |
| Directors Meeting Fees  | 30,000            | 28,000            |
| Remuneration paid to Company Secretary                            | 392,472           | 201,245           |
| <br><u>Rent Receipts</u>  |                   |                   |
| WPIL Limited  | 4,800,000         | 3,600,000         |
| <br><u>Other Current Assets (Rent Receivable)</u>                 |                   |                   |
| WPIL Limited  | 370,000           | 432,000           |
| Others  | 18,162            | 18,162            |
| <br><u>Other Current Liabilities</u>                              |                   |                   |
| Bengal Central Building Society Ltd.<br>(having common Directors) | 219,069           | 369,804           |

**23 Earning Per Share :**

|  |           |           |
|--|-----------|-----------|
| Profit/(Loss) After Taxation                     | 6,307,426 | 3,737,651 |
| Weighted average no. of equity share outstanding | 4,900,000 | 4,900,000 |
| Earning Per Share - Basic and Diluted            | 1.29      | 0.76      |



## BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

### 24 Income Tax Expenses :

A reconciliation between tax expenses (income) and the product of accounting profit multiplied by the applicable tax rate, disclosing also the basis on which the applicable tax rate is computed

| Particulars  | 31.03.2021 |
|--|------------|
| A. Tax expenses for the year ended = B + C               | 833,760    |
| Accounting profit / (Loss) before tax for the year ended | 4,506,812  |
| Statutory Income Tax Rates (MAT)                         | 18.50%     |
| B. Tax at Indian statutory income tax rate               | 833,760    |
| Disallowable expenses                                    | -          |
| Total expenses to be added back with accounting profit   | -          |
| Statutory Income Tax Rates                               | 18.50%     |
| C. Tax at Indian statutory income tax rate               | -          |

Tax rate is as per Income Tax Act.

### 25 Deferred Tax Accounting :

In the absence of deductible temporary difference, unused tax credits and any unused tax losses as on the end of the accounting period no deferred tax assets has been recognised.

26 Depreciation has been charged on the composite cost of Land and Building, the value of which could not be segregated.

### 27 Capital Management :

The following table summarizes the debt equity ratio of the company

| Particulars                        | March 31, 2021    | March 31, 2020    |
|------------------------------------|-------------------|-------------------|
| Share Capital                      | 49,000,000        | 49,000,000        |
| Free Reserves                      | 46,020,721        | 42,263,909        |
| <b>Equity (A)</b>                  | <b>95,020,721</b> | <b>91,263,909</b> |
| Cash & Cash Equivalent             | 1,875,697         | 2,796,835         |
| <b>Total Cash (B)</b>              | <b>1,875,697</b>  | <b>2,796,835</b>  |
| Sundry Advances                    | 561,543           | 612,278           |
| Other Liabilities                  | 6,431,586         | 5,736,988         |
| <b>Total Debt (C)</b>              | <b>6,993,129</b>  | <b>6,349,266</b>  |
| <b>Net Debt (D=C-B)</b>            | <b>5,117,432</b>  | <b>3,552,431</b>  |
| <b>Net Debt Equity ratio (D/A)</b> | <b>0.05</b>       | <b>0.04</b>       |

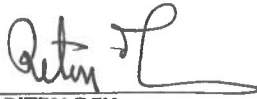


## BENGAL STEEL INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

- 28 The Company has no amounts due to suppliers under the Micro, Small & Medium Enterprises as defined under the Micro, Small & Medium Enterprises Development Act, 2006 (MSMED) as at 31.03.2021. Hence, no additional disclosure have been made. The information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information received by the Company.
- 29 Previous years' figures have been regrouped and rearranged, wherever necessary.

For : S. Ghose & Co. LLP  
Chartered Accountants  
FRN. 302184E/E300007



RITEN DEY

Partner

Membership No. : 051078

Place : Kolkata

Date : 28th June, 2021



Company Secretary

For and on behalf of the Board



Directors

