

**Shyam Century Ferrous Limited**  
**6, Lyons Range**  
**Kolkata- 700 001**

**DIRECTORS' REPORT**

**Dear Members**

Your Directors have pleasure in presenting the Annual Report and the audited Accounts of the Company for the year ended 31st March, 2013.

**FINANCIAL RESULTS**

		Year ended 31.03.2013 Rs.	Year ended 31.03.2012 Rs.
A.	Total Income	38,751	20,431
B.	Total Expenditure	14,138	43,278
C.	Profit Before Taxation ( A-B )	24,613	(22,847)
D.	Provision for Taxation (including earlier years)	5,797	170
E.	Loss for the year	18,816	(23,017)

**REVIEW OF OPERATIONS**

Your directors are hopeful that the operations of the company would commence in the coming year.

**FUTURE OUTLOOK**

The general business conditions affecting business are expected to remain stable and company is expected to perform well

**DIVIDEND**

With a view to create long term pool of resources, no dividend is recommended for the year.

**DEPOSITS**

Your Company has not accepted any Deposit within the meaning of Section 58A of the Companies Act, 1956 and the Rules framed there under.

**AUDITORS AND AUDITORS' REPORT**

Auditors' Report contains no remark requiring explanation.

M/s Kailash B. Goel & Co, Chartered Accountants, Statutory Auditors of the Company, hold office until the conclusion of the ensuing Annual General Meeting and being eligible have offered themselves for re-appointment. The Company has received a certificate from them to the effect that their re-appointment, if made, would be within the limits prescribed under Section 224 (1B) of the Companies Act, 1956. Accordingly the Board recommends their re-appointment.

**DIRECTORS**

Mrs. Plistina Dkhar was appointed as Additional Director of the Company on 1st March, 2013 by the Board of Directors to hold such office till the ensuing Annual General Meeting. The Company has received notices under section 257 of the Companies Act, 1956 proposing her candidature to the office of Director of the Company. In view of her experience and expertise, your Directors recommend her appointment.

In accordance with Articles of Association of the Company Shri Sajjan Bhajanka retires by rotation, and being eligible, offers himself for reappointment. In view of his considerable experience, your Directors recommend his reappointment.

## **PARTICULARS AS PER SECTION 217 OF THE COMPANIES ACT, 1956**

### **Particulars of Employees**

The Company did not have any employee during the financial year, hence disclosure under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1973 is not applicable

### **Conservation of Energy & Technology Absorption:**

The company has no activity relating to conservation of energy or technology absorption, details of which are required to be furnished in this report as per the provision of Section 217(1)(e) of the Companies Act, 1956

### **Foreign Exchange Earning & Outgo**

There were no foreign exchange earning and outgo during the year.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to sub-section (2AA) of Section 217 of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that:

- 1 In the Preparation of the Annual Accounts for the year ended 31st March 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures are made for the same.
- 2 The Directors had adopted such accounting policies and applied them consistently and made judgements and estimates in a reasonable and prudent manner so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended on 31st March 2013 and of the profit of the Company for that year.
- 3 The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- 4 The Annual accounts for the year ended 31st March 2013 have been prepared on a going concern basis.

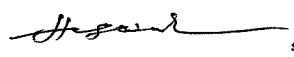
## **ACKNOWLEDGEMENT**

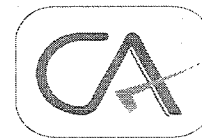
Your Directors take this opportunity to appreciate contributions made by the Company's bankers, shareholders and business associates for their respective services and patronage.

6, Lyons Range  
Kolkata- 700 001  
Date: 21st May, 2013

For and on Behalf of the Board

  
(Sanjay Agarwal)  
Director

  
(Hari Prasad Agarwal)  
Director



**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF SHYAM CENTURY FERROUS LTD**

**Report on the Financial Statement**

We have audited the accompanying financial statements of **Shyam Century Ferrous Ltd**, which comprise the Balance Sheet as at March, 2013, and the Statement of Profit and Loss for the period then ended, and a summary of significant accounting policies and other explanatory information.

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

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

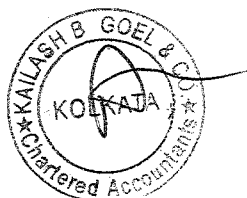
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

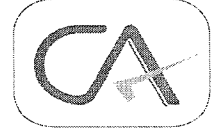
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

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

- (i) in the case of the Balance Sheet of the state of affairs of the Company as at 31st March 2013 and
- (ii) in the case of the Profit and Loss account, of the Profit of the Company for the period ended on that date





**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government in terms of sub-section (4A) of Section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order.
2. As required by section 227(3) of the Act, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet and Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;

For KAILASH B. GOEL & CO.  
Firm Registration No.322460E  
Chartered Accountants

*A. K. Sharma*

CA. Arun Kumar Sharma  
Partner  
Membership No. 57329

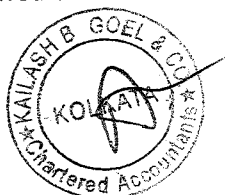
Place : Kolkata  
Date : 21<sup>st</sup> May, 2013





**Annexure referred to in Paragraph (1) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date.**

1. Since the Company is not having any fixed asset so clause 4(i) of the order is not applicable.
2. Since the Company is not having any inventory so clause 4(ii) of the order is not applicable.
3. The Company has neither granted nor taken any loans secured or unsecured to/from the companies, firms, or other parties covered in the register maintained u/s 301 of the Companies Act, 1956. Accordingly, clause 4 (iii) of the order is not applicable to the company.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business. During the course of our audit, no major weakness has been noticed in these internal controls.
5. (a) According to the information and explanations given to us, we are of the opinion that there were no transactions that need to be entered in the register maintained under Section 301 of the Companies Act, 1956.  
(b) According to the information and explanations given to us, there were no transactions made in pursuance of contracts or arrangements entered in the Register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rupees Five lacs in respect of each party during the years, hence Clause 4(v) of the order is not applicable.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Section 58A and 58AA of the Companies Act 1956 and the Rules framed there under.
7. In our opinion, the Company is not required to have an internal audit system commensurate with the size of the company and nature of its business.
8. As informed to us, the maintenance of cost records has not been prescribed by the Central Government u/s 209(1)(d) of the Companies Act, 1956, in respect of the activities carried on by the company during the year under audit.
9. (a) As explained to us, provisions of The Employees Provident Funds & Miscellaneous Provisions Act, 1952 and The Employees State Insurance Act, 1948 are not applicable to the company during the year under audit.  
(b) According to the information and explanations given to us, there are no undisputed amounts payable in respect of Income tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty and Cess outstanding as at the year end, for a period of more than six months from the date they become payable.  
(c) According to the information and explanations given to us, there are no dues of Sales Tax, Income Tax, Customs Duty, Wealth Tax, Excise Duty or Cess outstanding on account of any dispute.
10. The Company's accumulated losses at the end of the financial year are not more than fifty percent of its net worth. The Company has not incurred cash loss during the year but has incurred cash loss in the immediately preceding financial year.



**KAILASH B. GOEL & CO.**  
**CHARTERED ACCOUNTANTS**



70 Ganesh Chandra Avenue, 1<sup>st</sup> Floor, Kolkata 700 013. Tele- Fax : 22151938 Email : [kbcco@yahoo.co.in](mailto:kbcco@yahoo.co.in)

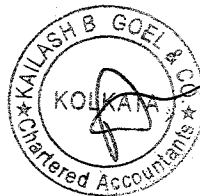
11. The company has not taken any loan from banks/financial institutions during the year under audit, so clause 4(xi) of the order is not applicable.
12. According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the clause 4 (xiii) of the Order is not applicable to the Company.
14. The Company is not dealing or trading in shares, securities, debentures and other investments therefore clause 4(xiv) of the order is not applicable to the Company.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The Company has not taken any term loan during the year, hence Clause 4(xvi) of the order is not applicable.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we are of the opinion that no funds raised on short term basis have, prima-facie, not been used for long term investment.
18. According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained u/s 301 of the Companies Act, 1956.
19. According to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report. Accordingly provisions of clause 4(xix) of the order are not applicable to the Company.
20. The Company has not raised any money through public issue during the year.
21. According to information and explanations given to us, during the year, no fraud on or by the company has been noticed or reported.

**For KAILASH B. GOEL & CO.**  
**Firm Registration No.322460E**  
**Chartered Accountants**

*A. K. Sharma*

**CA. Arun Kumar Sharma**  
**Partner**  
**Membership No. 57329**

Place: Kolkata  
Date: 21<sup>st</sup> May, 2013



**Shyam Century Ferrous Limited**  
**6, Lyons Range**  
**Kolkata- 700 001**  
**Balance Sheet as at 31st March, 2013**

Particulars	Note No.	31st March, 2013 Rs.	31st March, 2012 Rs.
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	2	500,000	500,000
(b) Reserves and Surplus	3	(4,201)	(23,017)
<b>(2) Current Liabilities</b>			
(a) Other current liabilities	4	4,495	2,809
(b) Short-term provisions	5	49	-
<b>Total</b>		<b>500,343</b>	<b>479,792</b>
<b>II.Assets</b>			
<b>(1) Current assets</b>			
(a) Cash and cash equivalents	6	500,343	477,919
(b) Short-term loans and advances	7	-	1,873
<b>Total</b>		<b>500,343</b>	<b>479,792</b>
<i>Summary of significant accounting policies</i>	1		
<i>The accompanying notes are an integral part of the financial statements</i>			

**As per our report of even date**  
**For Kailash B. Goel & Co.**  
**Firm Registration No. 322460E**  
**Chartered Accountants**

*A.K. Sharma*

**CA Arun Kumar Sharma**  
**Partner**  
**Membership No 57329**  
**Date: 21st May, 2013**



**For and on behalf of the Board**

*(Signature)*  
**(Sanjay Agarwal)**  
**Director**

*(Signature)*  
**(Hari Prasad Agarwal)**  
**Director**

**Shyam Century Ferrous Limited**  
**6, Lyons Range**  
**Kolkata- 700 001**  
**Statement of Profit and Loss for the year ended 31st March, 2013**

Particulars		Note No.	2012-13 Rs.	2011-12 Rs.
<u>Income</u>				
I.	Other Income	8	38,751	20,431
II	<b>Total Revenue</b>		38,751	20,431
<u>Expenses:</u>				
III	Other expenses	9	14,138	43,278
	<b>Total Expenses</b>		14,138	43,278
IV.	Profit before exceptional and extraordinary items and tax (II - III)		24,613	(22,847)
V	Profit before extraordinary items and tax		24,613	(22,847)
VI.	Profit before tax		24,613	(22,847)
VII.	Tax expense: - Current tax		5,797	170
VIII.	Profit/(Loss) from the period from continuing operations (VI -VII)		18,816	(23,017)
IX	Profit/(Loss) for the period		18,816	(23,017)
X	Earning per equity share:			
	(1) Basic		0.04	(0.05)
	(2) Diluted		0.04	(0.05)
<i>Summary of significant accounting policies</i>		1		
<i>The accompanying notes are an integral part of the financial statements</i>				

As per our report of even date  
**For Kailash B. Goel & Co.**  
**Firm Registration No. 322460E**  
**Chartered Accountants**

*A.K. Sharma*

**CA Arun Kumar Sharma**  
**Partner**  
**Membership No 57329**  
**Date: 21st May, 2013**



**For and on behalf of the Board**

*(Signature)*  
**(Sanjay Agarwal)**  
**Director**

*(Signature)*  
**(Hari Prasad Agarwal)**  
**Director**



## Shyam Century Ferrous Limited

### 1 SIGNIFICANT ACCOUNTING POLICIES

#### a Accounting Concepts:

The financial statements are prepared under the historical cost convention on accrual & going concern basis and in accordance with the applicable mandatory Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006

#### b Revenue Recognition

Income and expenditure are recognized on accrual basis. Interest income is recognized on time proportionate basis. Where quantum of accruals can not be ascertained with reasonable certainty, they are accounted for on acceptance basis

#### c Fixed Assets:

Fixed Assets are stated at their cost of acquisition or construction less accumulated depreciation/amortisation and impairment loss, if any. Cost comprises the purchase price, installation and attributable cost of bringing the asset to its working condition for its intended use.

#### d Intangible Assets

Intangible Assets are recognized when it is probable that the future economic benefit that are attributable to the assets will flow to the Company and the cost of the assets can be measured reliably. The amortisable amount of an intangible asset is allocated over its estimated useful life.

#### e Depreciation:

Depreciation on Fixed Assets is charged on Written Down Value method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956. Leasehold assets are amortized on the basis of their useful life or remaining lease period, whichever is lower.

#### f Investments:

Current Investments are stated at lower of cost and market/fair value. Long-term investments are stated at cost after deducting provision made for permanent diminution in value.

#### g Taxes on Income:

Provision for current tax is made on the basis of estimated taxable income for the current accounting period and in accordance with the provisions of The Income Tax Act, 1961

Deferred tax is recognized on timing differences between the accounting income and taxable income for the year, and quantified using the tax rates and laws substantially enacted on the Balance Sheet Date. The resulting deferred tax liability, if any is provided in the accounts but resultant deferred tax assets is recognized only if there is virtual certainty of realization of such amount and otherwise not provided in the accounts. Such assets are reviewed at each Balance Sheet Date to reassess their realization.

#### h Provision and Contingent Liabilities:

Provisions for contingencies are recognized in respect of present obligation arising out of past events where there are reliable estimate of probable outflows of resource. Contingent liabilities are the possible obligation of past events, the existence of which will be confirmed only by the occurrence or non-occurrence of a future event. These are not provided for and are disclosed by way of notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

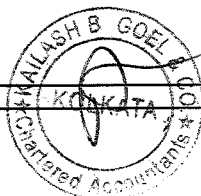
#### i Impairment:

The carrying amount of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. An impairment loss will be recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to the present value by using weighted average cost of capital. A previously recognized impairment loss is further provided or reversed depending on changes in circumstances.



**Shyam Century Ferrous Limited**

<b>Note No.</b>		<b>31st March, 2013 Rs.</b>	<b>31st March, 2012 Rs.</b>
<b>2</b>	<b>Share Capital</b>		
	<b>Equity Share Capital</b>		
	<b>Authorised Share capital</b> 1000000 Equity Shares of Re.1/- each	1,000,000	1,000,000
		<b>1,000,000</b>	<b>1,000,000</b>
	<b>Issued, subscribed &amp; fully paid share capital</b>		
	<b>500000 Equity Shares of Re.1/- each</b>	500,000	500,000
		<b>500,000</b>	<b>500,000</b>
a)	<b>Reconciliation of number of shares outstanding</b>		
	<b>Equity Shares of Re. 1/- each</b>	<b>No. of shares</b>	<b>No. of shares</b>
	At the Beginning of the period	500,000	-
	Issued during the period		500,000
	Outstanding at the end of the period	<b>500,000</b>	<b>500,000</b>
b)	<b>Terms/Rights attached to the Equity Shares</b>		
	The company has only one class of equity shares having a par value of Re. 1 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.		
c)	<b>Details of Shareholders holding more than 5% shares in the company</b>	<b>No. of shares (%)</b>	<b>No. of shares (%)</b>
	<b>Equity Shares of Re. 1/- each</b>		
	SAJJAN BHAJANKA	110000(22%)	110000(22%)
	SANJAY AGARWAL	112500(22.5%)	112500(22.5%)
	MAHABIR PRASAD AGARWAL	100000(20%)	100000(20%)
	BRIJ BHUSHAN AGARWAL	100000(20%)	100000(20%)
	SANJAY AGARWAL	50000(10%)	50000(10%)
	As per records of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership.		
<b>3</b>	<b>Reserves and Surplus</b>		
	<b>Surplus/(Deficit) in the statement of Profit and Loss</b>		
	Balance as per last Financial Statements	(23,017)	-
	Add: Profit /(Loss) for the year	18,816	(23,017)
	<b>Net Surplus in the Statement of Profit and Loss</b>	<b>(4,201)</b>	<b>(23,017)</b>
	<b>Total</b>	<b>(4,201)</b>	<b>(23,017)</b>
<b>4</b>	<b>Other current liabilities</b>		
	Other Liabilities:		
	Liabilities for expenses	4,495	2,809
	<b>Total</b>	<b>4,495</b>	<b>2,809</b>
<b>5</b>	<b>Short-term provisions</b>		
	Provision for Taxation (Net of Advance Tax)	49	-
	<b>Total</b>	<b>49</b>	<b>-</b>
<b>6</b>	<b>Cash and cash equivalents</b>		
	Balances with banks	39,202	51,655
	Fixed Deposits (including accrued interest)	453,265	418,388
	Cash on hand	7,876	7,876
	<b>Total</b>	<b>500,343</b>	<b>477,919</b>
<b>7</b>	<b>Short term loans and advances</b>		
	Advance Income Tax (Net of Provisions)	-	1,873
	<b>Total</b>	<b>-</b>	<b>1,873</b>
<b>8</b>	<b>Other Income</b>		
	Interest	38,751	20,431
	<b>Total</b>	<b>38,751</b>	<b>20,431</b>
<b>9</b>	<b>Other Expenses</b>		
	Professional Fees	2,750	4,258
	Rates and Taxes	5,675	-
	Printing & Stationary	-	6,458
	Filing Fees	1,200	300
	Bank Charges	-	110
	<b>Auditor's Remuneration-</b>		
	- Audit Fee	4,495	2,809
	Preliminary Expenses written off	-	29,243
	Miscellaneous expenses	18	100
	<b>Total</b>	<b>14,138</b>	<b>43,278</b>



**10 OTHER NOTES ON ACCOUNTS**

- a In the opinion of the Management and to the best of their knowledge and belief the value on realization of loans, advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.
- b As there were no employees in the company provision for retirement benefit is not required.
- c Earning in Foreign Currency - Nil (Previous Year- Nil)  
Expenditure in Foreign Currency – Nil (Previous Year- Nil)
- d The figures have been rounded off to the nearest rupee.
- e Previous year figures have been rearranged/ regrouped wherever necessary.
- f There is no transaction with related parties as defined under AS-18

**Signature to Notes '1' to ' 10 ' forming part of the Balance Sheet and Statement of Profit & Loss**

As per our report of even date  
For Kailash B. Goel & Co.  
Firm Registration No. 322460E  
Chartered Accountants

*A.K. Sharma*

CA Arun Kumar Sharma  
Partner  
Membership No 57329  
Date: 21st May, 2013



For and on behalf of the Board

*(Sanjay Agarwal)*  
(Sanjay Agarwal)  
Director

*(Hari Prasad Agarwal)*  
(Hari Prasad Agarwal)  
Director