



25

# Prabhu Steel Industries Ltd.

ESTD. : 1972

RE-ROLLERS & FABRICATORS

Regd. Office :

OLD MOTOR STAND, ITWARI, NAGPUR - 440 008.

PHONES : 2768743 to 49

(50 Extn.)

FAX NO. : 0712 - 2760463

**MILLS**

159-160, SMALL FACTORY AREA,  
BAGADGANJ, NAGPUR - 440 008.

FACT. : 2764732, 2778364

FAX NO. : 0712 - 2730303

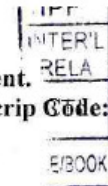
**GODOWN**

MOUZA BHOVARI, NAGPUR

CIN No. : L28100MH1972PLCO15817

Date: 7<sup>th</sup> October, 2014

To,  
Department of Corporate Services,  
Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai- 400001



**Sub.:** Compliance as per Clause No. 31(a) of the Listing Agreement.

**Ref.:** Name of the Company: Prabhu Steel Industries Limited, Scrip Code:

Dear Sir,

Please find enclosed herewith Form A required to be filed by the Company with the concerned Stock Exchange(s).

### FORM A

1.	Name of the Company	:	<b>Prabhu Steel Industries Limited</b>
2.	Annual Financial Statements for the year ended	:	31 <sup>st</sup> March, 2014
3.	Type of Audit observation	:	Qualified
4.	Frequency of observation	:	N.A.
5.	To be signed by:-		
	• Mr. Harish Agrawal : Director	:	
	• Mr. Dinesh Agrawal : Director	:	
	• Audit Committee Chairman	:	Mr. Krishankumar Agrawal
	• Auditors of the Company	:	M/s. Lalit Jham & Co. Address 60-B Wholesale Cloth Market, Gandhibagh, Nagpur

Kindly take the same on your record and acknowledge the receipt of the same.

Thanking you,  
Yours truly,

For Prabhu Steel Industries Limited

Mr. Harish Agrawal  
DIRECTOR  
DIN: 00291083



FOR LALIT JHAM & CO.

PARTNER

Lalit Jham  
Partner

M. no. 040501

FRN : 114158 W



# PRABHU STEEL INDUSTRIES LIMITED



41ST ANNUAL REPORT  
2013-2014





# **PRABHU STEEL INDUSTRIES LIMITED**

**COMPANY REGN. NO : U28100MH1972PLC015817**

## **ANNUAL REPORT** 2013 - 2014

**REGISTERED OFFICE**  
OLD MOTOR STAND,  
ITWARI, NAGPUR - 440 008  
MAHARASHTRA

**BOARD OF DIRECTORS**  
**MR. HARISH AGRAWAL**  
**MR. RADHESHYAM AGRAWAL**  
**MR. KRISHAN KUMAR AGRAWAL**  
**MR. DINESH AGRAWAL**

**AUDITORS**  
**LALIT JHAM & CO.**  
**CHARTERED ACCOUNTANTS**  
**NAGPUR**



## NOTICE TO MEMBERS

NOTICE is hereby given that 42nd Annual General Meeting of the members of **PRABHU STEEL INDUSTRIES LIMITED** will be held on Tuesday, 30th September 2014 at 11.00 A.M at registered office of the company Old Motor Stand, Old Bhandara Road, Itwari, Nagpur 440-008, to transact the following business :

### ORDINARY BUSINESS:

- 1) To receive, consider and adopt the Directors Report and Audited Balance sheet and profit and loss Account of the Company for the year ended 31<sup>st</sup> March 2014 together with the Auditors Report thereon.
- 2) To appoint a Director in place of Mr. Dinesh Agrawal who retires by rotation and being eligible, offers himself for re- appointment.
- 3) To consider if thought fit, to pass with or without modification the following resolution as an ordinary resolution.

**“RESOLVED THAT** pursuant to the provisions of section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed thereunder, as amended from time to time, **M/s. Lalit Jham & co.**, Chartered Accountants No.FRN 114158w, be and is hereby reappointed as Auditors of the Company continues as auditor of the company, to hold office from the conclusion of this Annual General Meeting ( 42<sup>nd</sup> AGM) till the conclusion of the 45th AGM of the Company to be held in the year 2017 (subject to ratification of their appointment at every AGM), at such remuneration plus service tax, out-of-pocket, travelling and living expenses, etc., as may be mutually agreed between the Board of Directors of the Company and the Auditors.”

### SPECIAL BUSINESS:

- 4) To consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution:**

**“RESOLVED THAT** pursuant to the provision of Section 14 and all other provisions of the Companies Act, 2013 read with Companies (Incorporation) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the draft regulations contained in the Articles of Association submitted to this meeting be and are hereby approved and adopted in substitution, and to the entire exclusion, of the regulations contained in the existing Articles of Association of the Company;

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

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

**“RESOLVED THAT** pursuant to Section 149, 152 and any other applicable provisions of the Companies Act, 2013 and rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, **Mr.Radheshyam Agrawal**, (holding **DIN -291080**), Director of the Company who has submitted a declaration that meets the criteria for





independence as provided in section 149(6) of the Act and who is eligible for appointment, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years for a term up to 31<sup>st</sup> March, 2019.”

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

“RESOLVED THAT pursuant to Section 149, 152 and any other applicable provisions of the Companies Act, 2013 and rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, **Mr. Krishan Kumar Agrawal (holding DIN 291076 )**, Director of the Company who has submitted a declaration that meets the criteria for independence as provided in section 149(6) of the Act and who is eligible for appointment, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years for a term up to 31<sup>st</sup> March, 2019.”

**NOTES:**

- (a) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY TO BE EFFECTIVE, SHOULD LODGE THE PROXY FORM AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING. Pursuant to provision of Section 105 of the Companies Act, 2013, 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. A Member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder. Proxies submitted on behalf of the Company, societies must be supported by appropriate resolution/authority, as applicable.
- (b) The Register of Members and the Share Transfer Book of the Company will remain closed from Thursday 25<sup>th</sup> September, 2014 to Tuesday 30<sup>th</sup> September, 2014 (both days are inclusive). Members are requested to kindly notify the Company of any change in their addresses so as to enable the Company to address future communication to their correct addresses.
- (c) Shareholders are requested to bring their copies of annual report to the annual general meeting.
- (d) A member desirous of seeking any information on the accounts or operation of the company is requested to forward his/her query to the company at least seven working days prior to the date of meeting, so required information can be made available at the meeting.
- (e) Green initiative in Corporate Governance: The Government of India, Ministry of Corporate Affairs (MCA) vide its circular no. 17/2011 dated 21.04.2011 and 18/2011 dated 29.04.2011 has taken a “Green Initiative” and has allowed companies to make services of documents including Annual Report, Audited Financial Statements, Director’s Report, Auditor’s Report, etc. to the members through the electronic mode, to the registered email addresses of the members. This is a golden opportunity to contribute to our Nation at large. All you have to do is to register your e-mail address with the Company to receive communication through the electronic mode.

The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members





- (a) holding shares in physical form can submit their PAN to the Company/System Support Services.
- (b) Members who have not registered their e-mails addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.
- (c) Voting through Electronic means
- I. Pursuant to Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide its members the facility to exercise their right to vote at the 25<sup>th</sup> Annual General Meeting (AGM) by electronic means. The business may be transacted through e-voting Services provided by Central Depository Services Limited (CDSL).

The instructions for e-voting are as under:

- i. Open your web browser during the voting period, from 29<sup>th</sup> September, 2014 (9.30 a.m) to 29<sup>th</sup> September, 2014 (5.30 p.m) and log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- ii. Click on "Shareholders" tab.
- iii. Select the Electronic Voting Sequence Number – "EVSN" along with the "COMPANY NAME" from the drop down menu and click on "SUBMIT".
- iv. Fill up the following details in the appropriate spaces:

	For members holding shares in Demat Form	For members holding shares in Phys
User-ID	For CDSL: 16 digits beneficiary ID	Registered Folio Number
Password <ul style="list-style-type: none"> <li>• For Shareholders who have voted before on CDSL's e-voting system.</li> <li>• For Shareholders using the system for the first time</li> </ul>	Enter your existing password  Enter the Unique password printed on the attendance slip	Enter the Unique password printed on the attendance slip
PAN or Default Number*	Enter your 10 digit alphanumeric PAN issued by Income Tax Department	Enter the Default Number 12345

\* Members who have not updated their PAN with the Company/Depository Participant are requested to use 'DEFAULT NUMBER' in the PAN field.

- v. After entering these details, click on "SUBMIT".
- vi. Members holding shares in Physical form will be redirected to the voting screen.

Members holding shares in Demat form will now reach Password change menu wherein they are required to mandatorily change their login password in the new password field. The new password has to be minimum eight characters consisting of at least one upper case (A-Z),





- i. one lower case (a-z), one numeric value (0-9) and a special character. Kindly note that this password is to be also used by the Demat holders for voting resolution(s) of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person.
  - ii. You can update your mobile number and e-mail ID in the user profile details of the folio which may be used for sending communication(s) regarding CSDL e-voting system in future.
  - iii. Members holding shares in Demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and casted your vote earlier for EVSN of any other company, must use their existing login id and password.
  - iv. For Members holding shares in Physical form, the password and default number can be used only for e-voting on the resolution contained in this Notice.
  - v. On the voting page, you will see Resolution with its description and against the same the option 'YES/NO' for voting. Enter the number of shares (which represents number of votes) under YES/NO or alternatively you may partially enter any number in YES and partially in NO, but the total number in YES and NO taken together should not exceed your total shareholding, otherwise your vote will not be counted.
  - vi. Click on the Resolution File link if you wish to view the entire Notice.
  - vii. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
  - viii. Once you 'CONFIRM' your vote on the resolution, you will not be allowed to modify your vote.
  - ix. Institutional members (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. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through email at [lalitjham@yahoo.com](mailto:lalitjham@yahoo.com) or [busicomp@vsnl.com](mailto:busicomp@vsnl.com) with a copy marked to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
  - x. In case you have any queries or issues regarding e-voting, please contact [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or [busicomp@vsnl.com](mailto:busicomp@vsnl.com)
- II. The e-voting period commences on 29<sup>th</sup> September, 2014 (9.30a.m) and ends on 29<sup>th</sup> September, 2014 (5.30 p.m). During this period shareholder of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date: 29<sup>nd</sup> August, 2014, may cast their vote electronically.
- III. The voting rights of shareholders shall be in proportion to their shares in the paid up equity share capital of the Company as on the cut-off date of 22<sup>nd</sup> August, 2014.





- IV. **M/s. Lalit Jham & co.** Statutory Auditor (**Membership No. FRN 040501**) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- V. The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favor or against, if any, forthwith to the Chairman of the Company.
- VI. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the Stock Exchanges.

By Order of the Board  
**For PRABHU STEEL INDUSTRIES LIMITED .**

**Harish Agrawal**  
DIRECTOR  
DIN 291083

**Dinesh Agrawal**  
DIRECTOR  
DIN 291066

**Registered Office**

Old Motor Stand,  
Old Bhandara Road, Itwari,  
Nagpur 440-008,  
Dated: 31st May, 2014





**EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS  
PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

**The following statement sets out all material facts relating to certain Ordinary Business and all Special Businesses mentioned in the accompanying Notice:**

**Item No. 3**

This explanatory statement is provided though strictly not required as per section 102 of the Act.

As per the provisions of section 139 of the Act, no company can appoint or re-appoint an audit firm as auditor for more than five consecutive years. Section 139 of the Act has also provided for compliance from the date of commencement of the Act. In view of the above, M/s. Lalit Jham & co., Chartered Accountants No.FRN 114158w being eligible for re-appointment, the Board of Directors has, at its meeting, proposed the reappointment of M/s. Lalit Jham & co., Chartered Accountants No.FRN 114158w as the statutory auditors of the Company for a period of Three years to hold office from the conclusion of this AGM till the conclusion of the 45th AGM of the Company to be held in the year 2017 (subject to ratification of their appointment at every AGM).

The Board recommends the Resolution at Item No3 for approval by the Members.

None of the Directors or Key Managerial Personnel (KMP) or relatives of directors and KMP is concerned or interested in the Resolution at Item No. 3 of the accompanying Notice.

**Item No. 4**

The Articles of Association "AOA" of the Company as presently in force was adopted at the time of incorporation of the Company. The existing AOA are based on the Companies Act, 1956 and several regulations in the existing AOA contain references to specific sections of the Companies Act, 1956 and some regulations in the existing AOA are no longer in conformity with the Act.

The Act is now largely in force and with the coming into force of the Act several regulations of the existing AOA of the Company require alteration or deletion in several articles. Given this position, it is considered expedient to wholly replace the existing AOA by a new set of Articles based on Table F of the Act as applicable to Private Limited Company limited by shares.

Thus, It is proposed to adopt new set of AOA of the Company as mentioned in the Resolution. A copy of new set of Articles of Association of the Company is available for inspection by the members of the Company at its registered office between 11.00 a.m. to 4.30 p.m. on any working day.

None of the Directors of the Company or their relatives or Key Managerial Persons of the Company or their relatives are, in any way, concerned or interested, financially or otherwise, in the special resolutions set out in at Item No. 4 of the Notice.



**Item No. 5**

**Mr. Radheshyam Agrawal** was appointed as an Additional Director of the Company at the meeting of the Board of Directors held on 1981. He was subsequently appointed by the Members at their Annual General Meeting in accordance with the erstwhile provisions of Section 257 of the Companies Act, 1956. Pursuant to the coming into force of Section 149 of the Companies Act, 2013 ("the Act") from April 1, 2014, the Company has re-assessed the status of its directors with a view to determining their qualifying for classification as Independent Directors in terms of Section 149(6) of the Act. Accordingly, **Mr. Radheshyam Agrawal** fulfills the criteria laid out in Section 149(6) of the Act in this regard. Section 149(10) of the Act restricts the tenure of Independent Director to two terms of up to ten years, with a single term not exceeding five years, which shall be effective from April 1, 2014. In compliance with the provisions of Section 149 of the Act, it is proposed to appoint **Mr. Radheshyam Agrawal** as an Independent Director of the Company to hold office for a term up to March 31, 2019.

The Board of Directors is of the view that your Company would greatly benefit from the rich and varied experience of **Mr. Radheshyam Agrawal** and accordingly recommends the Ordinary Resolution set forth in Item No. 6 of the Notice for approval of the Members.

In the opinion of the Board, **Mr. Radheshyam Agrawal** fulfills the conditions specified in the Act and the Equity Listing Agreement and he is independent of the management.

**Item No. 6**

**Mr. Krishan Kumar Agrawal** was appointed as an Additional Director of the Company at the meeting of the Board of Directors held on 1995. He was subsequently appointed by the Members at their Annual General Meeting in accordance with the erstwhile provisions of Section 257 of the Companies Act, 1956. Pursuant to the coming into force of Section 149 of the Companies Act, 2013 ("the Act") from April 1, 2014, the Company has re-assessed the status of its directors with a view to determining their qualifying for classification as Independent Directors in terms of Section 149(6) of the Act. Accordingly, **Mr. Krishan Kumar Agrawal** fulfills the criteria laid out in Section 149(6) of the Act in this regard. Section 149(10) of the Act restricts the tenure of Independent Director to two terms of up to ten years, with a single term not exceeding five years, which shall be effective from April 1, 2014. In compliance with the provisions of Section 149 of the Act, it is proposed to appoint **Mr. Krishan Kumar Agrawal** as an Independent Director of the Company to hold office for a term up to March 31, 2019.

The Board of Directors is of the view that your Company would greatly benefit from the rich and varied experience of **Mr. Krishan Kumar Agrawal** and accordingly recommends the Ordinary Resolution set forth in Item No. 6 of the Notice for approval of the Members.

In the opinion of the Board, **Mr. Krishan Kumar Agrawal** fulfills the conditions specified in the Act and the Equity Listing Agreement and he is independent of the management.

By Order of the Board  
For PRABHU STEEL INDUSTRIES LIMITED .

**Harish Agrawal**  
DIRECTOR  
DIN 291083

**Dinesh Agrawal**  
DIRECTOR  
DIN 291066





## DIRECTORS REPORT

To,  
The Members,

Your Directors present herewith the 41st Annual Report together with the audited accounts of the Company for the year ended 31<sup>st</sup> March 2014. Summarised financial results of the company are furnished below:-

### 1. Financial Result

Particulars	Year ended on 31.03.2014	Year ended on 31.03.2013
	<i>Rs. In Rupees</i>	<i>Rs. In Rupees</i>
<b>Sales</b>		
Other income	124627985	151837912
Gross Income	124627985	151837912
Less: Expenses	117666933	149750341
Interest	2028267	1653482
Depreciation	589011	798698
Net Profit/(Loss)	4343774	(364609)
Tax Expense	800000	0
Tax Refund	6882347	1462980
Net profit/(loss) after tax	10426121	1098371

The Directors regret their inability to recommend any dividend due to brought forward losses.

### 2. BUSINESS OVERVIEW:-

The company has net profit of Rs. 104.26 Lacs against net profit of Rs. 10.984 Lacs in last year. Further the Board is hopeful of expanding the company's operation this year & expects your co-operation in the days to come. The Board is doing its best to make your company start full mining activities & show progress in very near future. The Board is contemplating to take effective steps to save it from slipping in to a sick industrial unit.

On account of effective steps to control expenses & keep the losses to its minimum level, the year under consideration,

### 3. FIXED DEPOSITS :-

The Company has not accepted any fresh deposits within the purview of section 58 A of the Companies Act, 1956 during the year under review.

### 4. CONSERVATION OF ENERGY :-

Since the company, though the particulars pursuant to requirement under section 217 (1) (e) of the Companies Act, 1956 with reference to conservation of energy, technology absorption, adoption and innovation are not material. Total foreign earning and outgo, energy consumption per MT of Production is as per Form 'A' is enclosed

### 5. RESEARCH & DEVELOPMENT & TECHNOLOGY ABSORPTION:-

Production department of the Company are always in pursuant of finding the technology used by the company is ways and means to improve the performance, quality and cost effectiveness of its products. The technology used by company is updated as continuous exercise. The Company does not have a separate Research and Development activity





**1. PARTICULARS OF EMPLOYEES AND INFORMATION :**

There was no such employee employed during the year under review, hence the provision as prescribed u/s. 217 (2A) of the Companies Act, 1956 read with Companies (particulars of employee) Rules, 1975, as amended by the Companies (Amended) Act, 1988 is not applicable. The relation between the employees & the management remain cordial during the year under review.

**2. AUDITORS :**

**M/s. Lalit Jham & co., Chartered Accountants, Nagpur, retires at the conclusion of the Annual General Meeting. to continue as the auditor of the company. The Board proposed the reappointment of M/s. Lalit Jham & co. as the statutory auditor of the company for the financial year 2014-2015.**

Accordingly pursuant to section 139 of the Companies Act, 2013 M/s. Lalit Jham & co. Chartered Accountants, Nagpur, if appointed shall, hold the office from the conclusion of this annual general meeting until the conclusion of 44<sup>th</sup> Annual General Meeting subject to ratification of Appointment at every Annual General Meeting.

Further the auditors have confirmed their willingness and eligibility for appointment and have also confirmed that their reappointment, if made, will be within the limits under section 141 (3) (g) of the Companies Act, 2013.

**3. AUDIT REPORT :**

The auditors have observed & put remarks for non-provision of gratuity, leave salary, etc. as per AS - 15. Provision for gratuity is not made in view of appointment of major new staff after earthquake, frequent changes in major staff & remote Site of factory and therefore Expenses are debited on payment basis as and when the same is paid. As per Auditor's comment regarding appointment of Qualified Company Secretary on whole time basis to comply with the requirements of Section 383 A of Companies Act, 1956, your directors have taken steps for complying aforesaid requirement. However, in absence of availability of suitable & affordable candidates, the said requirements cannot be complied. However, the Company is in the process of receiving the Compliance Certificate from Company Secretary. In our opinion, carrying amount of all assets does not exceed its recoverable amount hence no impairment loss is ascertained.

Hence, the concept of going concern though it is stated in Audit Report will not be affected.

**4. DIRECTORS :**

The Company has two independent Directors, appointed under the Listing Agreement, namely **Mr. Radhyeshyam Agrawal and Mr. Krishan Kumar Agrawal** who have diverse business/administrative experience and are making significant contribution to the Company. At present, they are liable to retire by rotation. It is proposed to appoint them as Independent Directors, with a fixed tenure of up to five years each at the ensuing Annual General Meeting of the Company, subject to approval of the shareholders, in terms of Section 149 of Companies Act, 2013 (the Act). The Company has received separate notices under Section 160 of the Act from members signifying their Candidature as Directors along with requisite deposit as prescribed thereunder. All abovementioned Independent Directors have also given declarations that they meet the criteria of independence as provided in sub-section 6 of Section 149 of the Act. Their profile along with statement that in the opinion of the Board they fulfill the conditions as required in the Act for such appointments are furnished in the statement pursuant to Section 102(1) of the Companies Act, 2013 annexed with the Notice for the forthcoming Annual General Meeting.

**In accordance with articles of association of the company and in view of provision of section 255 of the Companies Act, retirement & reappointment take place for following Directors:-**





**Mr. Dinesh Agrawal** Director retires by rotation at the conclusion of the Annual General Meeting and being eligible, offers himself for re-appointment.

#### 1. FOREIGN EXCHANGE :

Foreign Exchange inflow and outflow during the year was NIL

#### 2. DIRECTOR'S RESPONSIBILITY STATEMENT :

Pursuant to the requirements of section 217 (2AA) of the Companies Act, 1956, your directors confirm that:

- I. In preparation of annual accounts, the applicable accounting standards except AS-15 & AS-28 have been followed along with proper explanation relating to material departures;
- II. We have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period;
- III. We have 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;
- IV. We have prepared the annual accounts on a going concern basis as explained in note no.1 of notes forming part of financial statement.

#### 12. CORPORATE GOVERNANCE:-

A separate section on Corporate Governance is included in the Annual Report and the Certificate from the Company's auditor's confirming the compliance of conditions subject to certain qualifications on Corporate Governance stipulated in clause 49 of the Listing Agreement is annexed thereto. The Board of Directors of the Company adopted a Code of Conduct. The Directors have affirmed with the said code.

#### 13. LISTING OF SHARES & LISTING FEES :

The equity capital of the company is listed on the Mumbai Stock Exchange the necessary listing fees has been paid up to the year 2014-2015. & Calcutta Stock Exchange yet to be paid As per directives issued by the Securities and Exchange Board of India, the equity shares of the Company are to be traded in the Demat form. The company had applied with NSDL and CDSL for required connectivity.

The company's listing is Suspended due to penal reason on the Mumbai Stock Exchange,

**Company is in process for revocation of Suspension of trading of equity share with BSE**



The statement pursuant to section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of employees) Rules 1975, for the year ended on March 31, 2014 is uncalled for. There is no director employed for the year or part of the year under review and were in receipt of remuneration in aggregate of Rs. 5,00,000/- p.m. or Rs. 60,00,000 p.a or more.

**14. DEMATERIALIZATION OF SHARES:**

As you are aware that company has Appointed Purva Sharegistry (India) Pvt. Ltd.,

9 Shiv Shakti Ind. Estate, J R Boricha Marg, Lower Parel East, Mumbai 400 011

Std code:022 Tel.:23016761/23012518,Fax:2301 2517 , E-mail: busicomp@vsnl.com

To act as Share Transfer and Depository Transfer Agent with National Securities Depository Limited (NSDL) & Central Depository Services India Limited (CDSL).

**15. ACKNOWLEDGEMENT:**

The Management wishes to place on record its appreciation for the services rendered by employees, contractors, bankers, and the management of the Indian Bureau of Mines and all concerned and convey their thanks to them.

By Order of the Board  
For PRABHU STEEL INDUSTRIES LIMITED .

**Harish Agrawal**  
DIRECTOR  
DIN 291083

**Dinesh Agrawal**  
DIRECTOR  
DIN 291066

**Registered Office**

Old Motor Stand,  
Old Bhandara Road, Itwari,  
Nagpur 440-008,  
Dated: 31st May, 2014





## Independent Auditor's Report

To the Members of

### **PRABHU STEEL INDUSTRIES LIMITED**

Nagpur.

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of **PRABHU STEEL INDUSTRIES LIMITED**, which comprise the Balance Sheet as at 31<sup>st</sup> March, 2014, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the 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 and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditors' 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 the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the 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 the 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****ATTENTION IS INVITED TO THE FOLLOWING :-**

- The representation made to us by the management (which cannot be verified and hence accepted) relating to: -
  1. NON INCLUSION OF CONTINGENT LIABILITY OF RS. 80,00,497/- ITEM NO. 11(1) "Claim not acknowledged as debts in Notes 13"
- Balances of sundry debtors and debit balances of sundry creditors and loans and advances are subject to confirmation.
- The Investment in shares in 2 listed company at book value of Rs. 168422/- for which no quotation is available as on 31.03.2014 whereas the management has treated such investment as "unquoted Investment" as delisted .

We report that the accounts are made without considering our above observation in paragraph (1) to (3) above, the effect of which is presently not ascertainable.

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 subject to our comments above in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2014;
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date, and
- (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2003("the Order") issued by the Central Government of India 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 and 5 of the 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 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, 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 balance sheet, statement of profit and loss and cash flow statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. ; and
- (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2014 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

LALIT JHAM & CO.  
Firm Registration No: 114158W

Place: Nagpur  
Date: 31st May, 2014.

LALIT JHAM  
PARTNER  
Membership No: 40501





**ANNEXURE REFERRED TO IN PARAGRAPH 2 OF THE AUDITOR'S REPORT ON  
THE ACCOUNTS OF PRABHU STEEL INDUSTRIES LIMITED FOR THE YEAR  
ENDING 31<sup>ST</sup> MARCH 2014**

As required by the Companies (Auditor's report) Order, 2003 issued by the central Government of India in terms of section 227(4-A) of the Companies Act, 1956, we report that:

- 1 In respect of fixed assets:
  - (A) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
  - (B) As explained to us, all the fixed assets have been physically verified by the management during the year at reasonable intervals, which in our opinion, is reasonable having regard to the size of the company and the nature of assets. No material discrepancies were noticed on such physical verification.
  - (C) In our opinion the Company has not disposed off any substantial/major part of fixed assets during the year and the going concern status of the company is not affected.
- 2 In respect of its inventories:
  - (A) As explained to us, the inventory of stocks of raw material, trading goods & finished goods has been physically verified by the management at regular intervals during the year.
  - (B) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of inventory, the Company has maintained proper records of inventory. And there were no material discrepancies noticed on physical verification of inventory as compared to the book records. The discrepancies, if any, in respect of other than finished goods, trading goods and raw materials, could not be ascertained in the absence of records which should have been maintained.
- 3 In respect of loans, secured or unsecured, granted or taken by the company to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956:
  - (A) The company has granted Loans to two parties. At the year end the outstanding balance of such loans granted was Rs. NIL and the maximum amount involved during the year was Rs. 22.67 Lacs.
  - (B) In our opinion and according to the information and explanations given to us, the rate of interest, wherever applicable and other the terms and conditions are not prima-facie prejudicial to the interest of the company.





- (D) Since the loans taken and granted by the company are repayable on demand, no question of overdue amounts arises.

In our opinion and according to the information and explanations given to us, there are no internal control procedures commensurate with the size of the company and nature of its business with regard to purchase of inventory and fixed assets and with regard for the sale of goods and services.

In respect of contracts or arrangements entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956.

- (A) In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements that needed to be entered in the register maintained under section 301 of the Companies Act 1956 have been so entered.
- (B) In our opinion and explanation given to us, the transactions exceeding the value of 5 lakh in respect of any party during the year have been made at prices which are prima-facie reasonable having regard to prevailing market prices at the relevant time where such prices are available.

In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public and therefore, the provisions of Section 58A and 58AA of the Companies Act, 1956 and Rules made there under are not applicable to the Company.

In our opinion, the company has no internal audit system commensurate with its size and nature of its business.

The maintenance of cost record has not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956.

In respect of statutory dues:

- (A) According to the information and explanations given to us, the company was generally regular in depositing dues in respect of Employees Provident Fund, Employees State Insurance Fund, and other statutory dues except in certain cases of income tax and sales tax, with the appropriate authority during the year.
- (B) According to the records examined by us and the information and explanations given to us, there are no disputed amounts due in respect of income tax, wealth tax, sales tax, excise duty, Employees provident fund, Employee state insurance fund and other statutory dues at the end of the year.

The Company has accumulated losses of Rs. Nil and the company incurred cash loss of Rs. Nil during the financial year covered by our audit and Rs. NIL in the immediately preceding financial year.





- 11 Based on our audit procedures and on the basis of information and explanations given by the management, the Company has not defaulted in the repayment of dues to banks, financial institutions and Debentures holders during the year.
- 12 In our opinion and according to information and explanation given to us, no loans and advances have been granted by the company on the basis of security by way of pledge of shares, debentures and other security.
- 13 In our opinion the company is not a Chit Fund, Nidhi or Mutual Benefit Fund/Society. Therefore, the provisions of clause 4(XIII) of the CARO,2003 are not applicable to the company.
- 14 The company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the order are not applicable.
- 15 The Company has not given Guarantees for the loan taken by others from banks or financial institutions.
- 16 As per record of the company, the company has not received any term loans during the year.
- 17 According to the information and explanations given to us and on examination of balance sheet, funds raised on short term basis have, prima facie, not been used during the year for long term investment and vice versa.
- 18 The company has not made any preferential allotment to parties and companies covered under register maintained under Section 301 of the Companies Act, 1956, during the year.
- 19 The Clause 13 of the order is not applicable, as the company has not issued any debentures during the year.
- 20 The Company has not raised money by any public issues during the year and hence the question of disclosure and verification of end use of such money does not arise.

For Lalit Jham & Co.  
Chartered Accountants  
FRN 114158w

For Prabhu Steel Industries Ltd

Director

Director

Lalit Jham  
Partner  
M.no : 040501

Harish Agarwal  
DIN 291083

Dinesh Agarwal  
DIN 291066





### Balance Sheet as at 31st March 2014

Particulars	Notes	31st March 2014	31st March 2013
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' Funds</b>			
(a) <u>Share capital</u>	1	7,170,000.00	7,169,000.00
(b) <u>Reserves and Surplus</u>	2	29,242,738.24	18,793,198.99
<b>2 Non-Current Liabilities</b>			
(a) <u>Long Term Borrowings</u>	3	16,239,407.00	1,460,271.53
(b) <u>Deferred tax Liabilities (Net)</u>		371,390.00	394,808.00
<b>3 Current Liabilities</b>			
(a) <u>Trade Payables</u>	4	14,714,894.50	36,803,303.08
(b) <u>Short-Term Borrowing</u>	5	25,612,391.20	31,922,223.05
(c) <u>Other Current Liabilities</u>	6	1,866,688.47	80,448.79
(d) <u>Short-Term Provisions</u>		-	-
<b>TOTAL</b>		<b>95,217,509.41</b>	<b>96,623,253.44</b>
<b>II. ASSETS</b>			
<b>1 Non-current assets</b>			
(a) <u>Fixed Assets</u>			
(i) <u>Tangible Assets</u>	7	11,405,912.44	12,414,200.44
(ii) <u>Intangible Assets</u>		-	-
(iii) <u>Capital work-in-progress</u>		-	-
(iv) <u>Intangible Assets under development</u>		-	-
(b) <u>Non Current Investment</u>	8	168,421.75	361,249.75
(c) <u>Other Non-current Assets</u>		-	-
(d) <u>Deferred tax Asset (Net)</u>		-	-
<b>2 Current assets</b>			
(a) <u>Inventories</u>	9	8,303,318.00	10,524,104.00
(b) <u>Trade receivables</u>	10	35,281,488.17	29,244,073.62
(c) <u>Cash and cash equivalents</u>	11	24,603,879.52	24,455,062.49
(d) <u>Short-term loans and advances</u>	12	15,454,489.53	19,624,563.14
(e) <u>Other current assets</u>		-	-
<b>TOTAL</b>		<b>95,217,509.41</b>	<b>96,623,253.44</b>

Accounting Policies, Contingent Liability

13

Notes "1" to "13" referred to above form an integral part of the Balance Sheet

As per our Report of even date

For Lalit Jham &amp; Co.

Chartered Accountants

FRN 114158W

Lalit Jham

Partner

(M.No. 040501)

Nagpur dated 31st May 2014

For Prabhu Steel Industries Limited

HARISH AGRAWAL

DIRECTOR

DIN 291083

DINESH AGRAWAL

DIRECTOR

DIN 291066





## Profit and loss statement for the year ended 31st March 2014

	Particulars	Notes	31st March 2014	31st March 2013
I.	Revenue from operations	14	113,840,470.11	147,997,577.83
II.	Other income	15	10,787,515.00	3,840,334.00
III.	<b>Total Revenue (I + II)</b>		<b>124,627,985.11</b>	<b>151,837,911.83</b>
IV.	<b>Expenses:</b>			
	Cost of materials consumed	16	429,892.60	449,498.80
	Purchases of Stock-in-Trade		104,341,793.61	136,904,684.21
	Changes in inventories of finished goods	17	2,220,786.00	5,672,503.00
	Employee benefits expense	18	741,700.00	924,000.00
	Finance costs	19	2,028,267.00	1,653,481.77
	Depreciation and amortization expense	7	589,011.00	798,698.00
	Other expenses	20	9,932,760.65	5,799,655.10
	<b>Total Expenses</b>		<b>120,284,210.86</b>	<b>152,202,520.88</b>
V.	<b>Profit/Loss before exceptional and extraordinary items and tax (III-IV)</b>		<b>4,343,774.25</b>	<b>(364,609.05)</b>
VI.	Exceptional Items		-	-
VII.	<b>Profit/Loss before extraordinary items and tax (V - VI)</b>		<b>4,343,774.25</b>	<b>(364,609.05)</b>
VIII.	Extraordinary Items		-	-
IX.	<b>Profit before tax (VII- VIII)</b>		<b>4,343,774.25</b>	<b>(364,609.05)</b>
X.	Tax expense:			
	(1) Current Tax		800,000.00	-
	(2) Deferred Tax		(23,418.00)	(251,633.00)
	(3) Tax for Earlier years		(6,882,347.00)	(1,211,347.39)
	(4) Earlier years (TDS)		-	0.00
XI.	<b>Profit (Loss) for the (VII-VIII)</b>		<b>10,449,539.25</b>	<b>1,098,371.34</b>
XII.	Profit/(loss) from discontinuing operations		-	-
XIII.	Tax expense of discontinuing operations		-	-
XIV.	<b>Profit/(Loss) from Discontinuing operations (after tax) (XII-XIII)</b>		<b>-</b>	<b>-</b>
	<b>Profit/(Loss) from last year</b>		<b>11,644,650.57</b>	<b>10,546,279.23</b>
	<b>Profit (Loss) for the period</b>		<b>10,449,539.25</b>	<b>11,644,650.57</b>
	Earnings per equity share:			
	(1) Basic		14.57	1.53
	(2) Diluted			

Notes "13" to "20" referred to above form an integral part of the Profit & Loss Account

As per our Report of even date

For Lalit Jham & Co.

Chartered Accountants

FRN 114158W

Lalit Jham

Partner

(M.No. 040501)

Nagpur dated 31st May 2014

For Prabhu Steel Industries Limited

Director

Director

HARISH AGRAWAL

DIRECTOR

DIN 291083

DINESH AGRAWAL

DIRECTOR

DIN 291066





## Notes Forming part of Balance Sheet as at 31st March 2014

## Note 1

<u>Share Capital</u>	As on 31st March 2014	As on 31st March 2013
	Amount	Amount
<b>Authorised</b> (15,00,000 Equity Shares of Rs.10/- each)	15,00,000.00	15,00,000.00
<b>Issued</b> (7,17,000 Equity Shares of Rs.10/- each)	7,17,000.00	7,17,000.00
<b>Subscribed &amp; Paid up</b> (7,17,000 Equity Shares of Rs.10/- each)	7,17,000.00	7,17,000.00
Less: Allotment Money Due from other than Directors	-	1,000.00
<b>Total</b>	<b>7,17,000.00</b>	<b>7,169,000.00</b>

- a). The company has only one class of shares referred to as equity share having a par value of Rs. 10 Each. Holder of equity share is entitled to vote one vote per share.
- b). The reconciliation of the number of shares outstanding as on March 31, 2014 and March 31, 2013 is set out below:

PARTICULARS	As on 31.03.2014	As on 31.03.2013
Number of shares as at the beginning	717000	717000
Add: Shares allotted during the period	NIL	NIL
Number of shares at the end	717000	717000

- c). The details of shareholders' holding more than 5% shares as on March 31, 2014 & 31st March 2013 are set out below

Name of the Shareholder	No of shareholding as on 31st March 2014	Percentage of Shareholding as on 31st March 2014	No. of Shares as on 31st March 2013	Percentage of Shareholding as on 31st March 2013
Dinesh G. Agrawal	44050	6.14	44050	6.14
Hariyana Metals Ltd.	61650	8.60	70000	9.76
Mahesh Agricultural Implements & Steel Forgings Ltd.	-	-	64600	9.9
Priti G. Agrawal	51050	7.12	51050	7.12
Jalgaon Re-Rolling Ind.Ltd.	69600	9.71	69600	9.71
Balaji Bonds & Holdings Ltd.	49700	6.93	49700	6.93

## Note 2

<u>Reserves &amp; Surplus</u>	As on 31st March 2014	As on 31st March 2013
<b>(a) Capital Reserve</b>		
Opening Balance	4,738,874.25	4,738,874.25
Add : Current Year Transfer	-	-
Less : Written back in Current Year	-	-
Closing Balance	<b>4,738,874.25</b>	<b>4,738,874.25</b>



**Note 3**

<u>Long Term Borrowings</u>	<b>As on 31st March 2014</b>	<b>As on 31st March 2013</b>
<b>Secured Borrowings :</b>		
<b>Term Loan</b>		
From Bank		203,120.00
<b>Unsecured Borrowings:</b>	16,239,407.00	1,257,151.53
<b>Total</b>	<b>16,239,407.00</b>	<b>1,460,271.53</b>

**Note 4**

<u>Trade Payables</u>	<b>As on 31st March 2014</b>	<b>As on 31st March 2013</b>
Sundry Creditors	13,674,156.50	27,784,160.77
Security Deposits Payable	40,738.00	44,164.00
Advance From Customers	1,000,000.00	8,974,978.31
<b>Total</b>	<b>14,714,894.50</b>	<b>36,803,303.08</b>

**Note 5**

<u>Short Term Borrowings</u>	<b>As on 31st March 2014</b>	<b>As on 31st March 2013</b>
<b>Secured :</b>		
<b>(i) Loans Repayable on Demand</b>		
<b>Cash Credit</b>		
IDBI Bank(Agst FDR)a/c 389655000000019	13,112,126.64	15,147,220.05
N.N.S.B. Bank OD a/c (Agst FDR) -210	804,675.05	-
<b>Unsecured :</b>		
SDS Udyog	10,000,000.00	10,000,000.00
Harish Agrawal	423.51	275,003.00
Sarvesh Agency India Pvt Ltd	-	4,000,000.00
Balaji Finvest Consultant P.Ltd	-	2,500,000.00
Hariganga Machinerics & Eng. Services Ltd.	1,695,166.00	-
<b>Total</b>	<b>25,612,391.20</b>	<b>31,922,223.05</b>

**Note 6**

<u>Other Current Liabilities</u>	<b>As on 31st March 2014</b>	<b>As on 31st March 2013</b>
<b>All Payables</b>		
Income Tax Deducted At Source	1,460.00	1,307.00
Income Tax Deducted At Source prof / retn	5,020.00	8,417.00
Income Tax Deducted At Source ( Salary )	10,360.00	-
Professional Tax Payable ( Employees )	200.00	2,200.00
Vat Payable	1,049,209.47	68,524.79
Income Tax Provision	800,000.00	-
Service Tax Payable	439.00	-
<b>Total</b>	<b>1,866,688.47</b>	<b>80,448.79</b>





Schedule "7"

PRABHU STEEL INDUSTRIES LIMITED  
Statement of Fixed Asset for the year ending on 31st March 2014

Fixed Assets	Gross Block					Accumulated Depreciation					Net Block	
	Balance as at 31 March 2013	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	Balance as at 31 March 2014	Balance as at 31 March 2013	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31 March 2014	Balance as at 31 March 2013	Balance as at 31 March 2014
<b>Tangible Assets</b>	<b>0.00</b>											
Land Leasehold	3245186.00	-471500.00	0.00	0.00	2773686.00	0.00	0.00	0.00	0.00	0.00	3245186.00	2773686.00
Land Freehold	4403998.00		0.00	0.00	4403998.00	0.00			0.00	0.00	4403998.00	4403998.00
Building & Shed	44100.00		0.00	0.00	44100.00	23880.00	723.00		0.00	24413.00	20410.00	19687.00
Plant & Machinery	3486641.72		0.00	0.00	3486641.72	1022890.00			0.00	1022890.00	2443751.72	2443751.72
Vehicles	5261407.00	0.00	0.00	0.00	5261407.00	3058883.00	337223.00		0.00	4296106.00	1302524.00	965301.00
Cranes	3667668.50	0.00	0.00	0.00	3667668.50	3070705.00	178389.00			3258094.00	587964.50	411575.50
Furniture, Fixture & Office Equipments	1794286.13	52223.00	0.00	0.00	1846509.13	1383920.00	74676.00		0.00	1458596.00	410366.13	387913.13
<b>Total</b>	<b>21883288.44</b>	<b>-419277.00</b>	<b>0.00</b>	<b>0.00</b>	<b>21464011.44</b>	<b>9469086.00</b>	<b>589011.00</b>	<b>0.00</b>	<b>0.00</b>	<b>10058099.00</b>	<b>12414200.44</b>	<b>11405912.44</b>



**Note 8**

<u>Non Current Investments</u>	As on 31st March 2014	As on 31st March 2013
<b>A. Trade Investments</b>		
<b>Total (A)</b>		
<b>B. Other Investments</b>		
(a) Investment Properties		
(a) Investment in Equity instruments	168,421.75	361,249.75
(c) Investments in preference shares		
(d) Investments in Government or Trust securities		
(e) Investments in debentures or bonds		
(f) Investments in Mutual Funds		
(g) Investments in partnership firms*		
(b) Other non-current investments (Nsc)		
<b>Total (B)</b>	168,421.75	361,249.75
<b>Grand Total (A + B)</b>	168,421.75	361,249.75
Less: Provision for diminution in the value of Investments		
<b>Total</b>	<b>168,421.75</b>	<b>361,249.75</b>

**Note 9**

<u>Inventories</u>	As on 31st March 2014	As on 31st March 2013
Finished Goods	8,303,318.00	10,524,104.00
<b>Total</b>	<b>8,303,318.00</b>	<b>10,524,104.00</b>

**Note 10**

<u>Trade Receivables</u>	As on 31st March 2014	As on 31st March 2013
Trade receivables outstanding for a period less than six months from the date they are due for payment		
<b>Secured, considered good</b>		
<b>Unsecured, considered good</b>	35,098,359.17	26,429,708.62
<b>Secured, considered doubtful</b>		
Less: Provision for doubtful debts		
	<b>35,098,359.17</b>	<b>26,429,708.62</b>
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
<b>Secured, considered good</b>		
<b>Unsecured, considered good</b>	183,129.00	2,814,365.00
<b>Unsecured, considered doubtful</b>		
Less: Provision for doubtful debts		
	<b>183,129.00</b>	<b>2,814,365.00</b>
<b>Total</b>	<b>35,281,488.17</b>	<b>29,244,073.62</b>



**Note 11**

Cash and Cash equivalents	As on 31st March 2014	As on 31st March 2013
<b>a. Balances with Banks</b>		
HDFC Bank Ltd. A/C NO.05022320000582	12,616.44	364,723.19
ICICI Bank (C/A.005985002028)	13,730.14	12,011.04
IDBI Bank C/A No.389103000000268	3,489,058.92	2,921,962.47
SBI A/C NO.10428122191	30,936.09	323,025.09
SBI Baroda A/C.66013829658	14,651.54	14,651.54
Cheques In Hand	-	2,432,825.00
N.N.S.B. Bank A/c -5666	18,077.01	48,240.01
<b>b. Fix Deposits with Banks</b>		
I.D.B.I.Bank FDR A/C	14,052,839.00	17,048,738.00
N.N.S.B. LTD (FDR A/C)	5,000,000.00	-
c. Cash In Hand	1,971,970.38	1,288,886.15
<b>Total</b>	<b>24,603,879.52</b>	<b>24,455,062.49</b>

**Note 12**

Short-term Loans and Advances	As on 31st March 2014	As on 31st March 2013
<b>a. Loans and Advances to related parties</b>	-	-
<b>b. Others (specify nature)</b>		
Secured, considered good	-	-
Unsecured, considered good	15,454,489.53	19,624,563.14
Doubtful	-	-
Less:Provision	-	-
	15,454,489.53	19,624,563.14
	<b>15,454,489.53</b>	<b>19,624,563.14</b>

As per our Report of even date

For Lalit Jham &amp; Co.

**Chartered Accountants****FRN 114158W****Lalit Jham****Partner****(M.No. 040501)****Nagpur dated 31st May 2014****For Prabhu Steel Industries Limited****HARISH AGRAWAL****DIRECTOR****DIN 291083****DINESH AGRAWAL****DIRECTOR****DIN 291066**





## Prabhu Steel Industries Limited

Registered Office : Old Motor Stand, Itwari, Nagpur – 2

### PROXY FORM

I/We \_\_\_\_\_ of \_\_\_\_\_  
in the district of \_\_\_\_\_ being a Member/Members of Prabhu Steel  
Industries Ltd. Hereby appoint \_\_\_\_\_  
of \_\_\_\_\_ in the district of \_\_\_\_\_ of failing him  
\_\_\_\_\_ of \_\_\_\_\_  
in the district of \_\_\_\_\_  
as my/our Proxy to attend and vote for me/us are on my/our behalf at the 42<sup>nd</sup> ANNUAL  
GENERAL MEETING of the Company to be held on Tuesday, the 30<sup>th</sup> day of  
**September, 2014** at 11.00 A. M. and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2014

Signature(s) of  
The Members(s)

Folio No. \_\_\_\_\_

D.P. ID\* \_\_\_\_\_

Client ID\* \_\_\_\_\_

#### Note :

1. This Proxy Form must be deposited at the Registered Office of the company, not later than 48 hours before the time of meeting.
2. A Proxy need not be a member.  
\* Applicable for Investors holding shares in Electronic Mode.



## ***Prabhu Steel Industries Limited***

Registered Office : Old Motor Stand, Itwari, Nagpur – 2

### **PROXY FORM**

(To be handed over at the entrance of the Meeting Hall)

I hereby record my presence at the 42<sup>nd</sup> ANNUAL GENERAL MEETING at Old Motor Stand, Itwari, Nagpur– on Tuesday, the 30<sup>th</sup> day of September, 2014 at 11.00 A.M.

Name of the Member \_\_\_\_\_

No. of Shares held \_\_\_\_\_

Folio No. \_\_\_\_\_

DP ID\* \_\_\_\_\_ Cliend ID\* \_\_\_\_\_

Name of the Proxy/Representative (in Block Letter) (To be filed in if the Proxy attends instead of the Member)

Signature of the Members of Proxy/Representative

\*Applicable for investors holding shares in Electronic Mode.



