

ORIENT STEEL & INDUSTRIES LTD.

DIRECTORS' REPORT

Your Directors present herewith their 57th Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2014.

<u>FINANCIAL RESULTS</u>	2013-2014 (Rs. In lakhs)	2012-2013 (Rs. In lakhs)
Total Income	14346.21	13395.18
Gross Profit/(Loss)	9.73	53.00
Depreciation	193.59	182.47
Profit/(Loss) before Tax	9.73	53.00
Provision for Taxation - Current	(1.94)	(15.40)
Provision for Tax - Deferred	(6.08)	(12.77)
Provision for Wealth Tax	(0)	(0)
Income Tax relating to earlier year	(0)	(0)
Profit/(Loss) after Tax	(0.44)	24.83
Profit/(Loss) brought forward	1291.44	1266.61
Amount available for appropriation	1291.00	1291.44

APPROPRIATIONS

Proposed Dividend	-	-
Provision for Corporate Dividend Tax	-	-
Transfer From General Reserve	-	-
Balance Carried forward	1291.00	1291.44
	1291.00	1291.44

DIVIDEND

In view of Inadequate Profit earned by the Company during the year under review, your Directors do not recommend any Dividend.

OPERATION

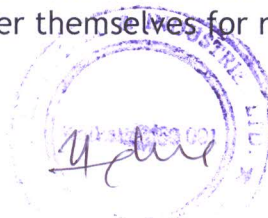
The Directors are pleased to inform that the Company has registered increase of turnover of Rs.143.46 Crore as against Rs.133.95 Crore achieved last year.

However, on account of cost cutting and other measures, the Company has been able to make pre-tax profit of Rs.9.73 lakhs as against Rs.53.00 lakhs in the previous year.

The Company expects better working results in the Financial Year in view of expected turnover from supplying materials to Railways and steady demand for Steel Products.

DIRECTORS

Shri Pavan Kumar Poddar, Shri Binod Kumar Jeloka and Shri Vijay Kumar Garg retire from the Board by rotation and being eligible offer themselves for re-appointment.



ENLISTMENT OF SECURITIES

The Equity Shares of the Company are enlisted with Kolkata Stock Exchange and their listing fees have been paid in time.

AUDITORS

M/s. Chaturvedi & Company, Chartered Accountants, Auditors of the Company retire at the ensuing Annual General Meeting and are recommended for re-appointment pursuant to Sec.224(1) of the Companies Act, 1956, Certificate regarding their eligibility for re-appointment has been received from them.

The notes to the Accounts referred to in the Auditors Report are self explanatory and therefore do not call for any further comments.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Directors Responsibilities Statement, it is hereby confirmed :

- a. in preparation of the Annual Accounts, the applicable accounting standards have been followed.
- b. the Directors had 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 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 this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- d. the Directors had prepared the Annual Accounts on a going concern basis.

COMPLIANCE REPORT

As a good Corporate Governance initiative, your Company has obtained a Compliance Certificate from a Practising Company Secretary for the year 2012-13. The report confirms that the Company has complied with all the applicable provisions of the Corporate Laws, guidelines rules etc. This is also in line with the provisions of voluntary guidelines on Corporate Governance issued recently by the Ministry of Corporate Affairs.

PERSONNEL

The Company had no employees covered under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, as amended.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

As required information pursuant to Sec. 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of the particulars in the report of Board of Directors) Report 1988 have been given in Annexure-"A" to this Report.



