

**THIRTY THIRD
ANNUAL REPORT
2012 - 13**



ABC GAS (INTERNATIONAL) LTD

ABC GAS (INTERNATIONL) LTD

BOARD OF DIRECTORS

S.P.Shorewala	Chairman
Satish Shorewala	Managing Director
Rohit Shorewala	Director
C. P. Singhania	Non Executive Independent Director
Dr. Paras Gandhi	Non Executive Independent Director
A.S.Ganeriwal	Non Executive Director

REGISTERED OFFICE

1 Mahesh Villa, B.G.Kher Road, Worli
Mumbai - 400 018

BANKER

HDFC Bank Ltd.
State Bank Of India.
Axis Bank Ltd.

AUDITORS

Bhuwania & Agrawal Associates
Chartered Accountants
503/505 J.S. Seth Road,
Chira Bazar, Mumbai - 400 002.

REGISTRAR & SHARE TRANSFER AGENT

Sharex (India) Private Limited,
Unit 1, Luthra Industries Premisess,
Andheri -Kurla Road, Safed Pool,
Andheri (E) ,Mumbai - 400 072

NOTICE TO MEMBERS

Notice is hereby given that the Thirty Third Annual General Meeting of the members of **ABC GAS (INTERNATIONAL) LIMITED** will be held on Monday, the 30th day of September, 2013 at 11.00 a.m. at 1 Mahesh Villa, Worli, Mumbai – 400 018 to transact the following business as:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Directors' Report and Audited Statement of Accounts for the year ended 31st March 2013.
2. To appoint a Director in place of Mr. Arun .S. Ganerwal who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Paras. K. Gandhi, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

By order of the Board
For ABC Gas (International) Ltd.

S.P. Shorewala
Chairman

Mumbai: 14.08.2013

Registered Office:

1 Mahesh Villa, Worli, Mumbai – 400 018

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF. A PROXY NEED NOT BE A MEMBER. PROXY FORM IS ENCLOSED HEREWITH. PROXIES TO BE EFFECTIVE SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
2. The register of members and the share transfer books of the company will remain closed from Friday, 27th September, 2013 to Monday, 30th September, 2013 (both days inclusive).
3. Members are requested to intimate change in their address.
4. The shareholders are requested to send their request for demat of shares to our Registrar and Share Transfer Agent M/s. Sharex (India) Private Limited, Unit No. 1, Luthra Ind. Premises, 1st Floor, 44 E, M Vasanti Marg, Andheri Kuria Road, Safed Pool, Andheri East, Mumbai - 400072 or to the company's registered office to our investors' relations department.
5. Shareholders holding shares in the same set of names under different folios are requested to apply for consolidation of such folios along with relevant share certificates to the company's registrar and transfer agents, M/s Sharex (India) Private Limited.
6. Members are requested to bring copies of annual report to the annual general meeting.
7. The member / proxies should bring the attendance slip duly filled in and signed for attending the meeting.
8. Members are requested to quote ledger folio number in their correspondence.
9. Shareholders desiring any information as regards to the Accounts are requested to write to the Company at least Seven days in advance of the Annual General Meeting so that the information, to the extent practicable, can be made available at the Annual General Meeting.
10. At the ensuing Annual General Meeting Mr. Arun. S. Ganeriwal and Mr. Paras. K. Gandhi, retire by rotation and being eligible offer themselves for re-appointment, the brief resume of directors are as under:

Name	Mr. Arun. S. Ganeriwal	Mr. Paras. K. Gandhi
Age	56	63
Qualification	BA	MBBS
Expertise in Specific Area	Sales and Marketing 30 years experience	Medical practitioner MBBS
Date of First Appointment on the Board of the Company	24/01/1980	25/07/2001
Name(s) of the other companies in which Directorship held and Committee	NIL	NIL

11. **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 service of documents including Annual Report, Audited Financial Statements, Directors' Report, Auditors' 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.*

REPORT OF THE BOARD OF DIRECTORS

To,
The Members

Your Directors have pleasure in presenting the Thirty Third Annual Report of your company together with the Audited Statements of Accounts for the year ended 31st March, 2013.

FINANCIAL RESULTS

Particulars	(Rs. In Lacs) 31.03.2013	(Rs. In Lacs) 31.03.2012
Income	1507.84	6922.16
Expenditure	1487.21	6893.45
Profit/(Loss) for the year before Tax	20.63	28.71
Less : Provision for Income Tax	4.05	7.35
Profit(loss) brought forward	(13.25)	(35.14)
Transfer to Balance Sheet	2.91	(13.25)

DIVIDEND

In view of inadequate profits, your Directors are unable to declare any dividend for the year ended 31st March 2013.

OPERATIONS & CURRENT YEAR PROSPECTS

During the year your company undertook installation of Reticulated Gas System at various sites. Having gained in experience for providing MEP services, your company is now bidding for various projects in plumbing, firefighting, Electrical & HUAC. Your Company is also exploring the possibility of manufacturing various gas related products & have had discussions with several European companies for possible Joint Ventures.

FIXED DEPOSITS

The company has not taken any fixed deposits within the meaning of Section 58A of the Act from public during the year.

DIRECTORS

In accordance with the provision of the Companies Act, 1956, Mr. Arun. S. Ganerwal and Mr. Paras. K. Gandhi, Directors, retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for reappointment.

AUDITORS & AUDITORS REMARKS

The Auditors M/s. Bhuwania & Agrawal Associates, Chartered Accountants, Mumbai 400 002 hold the office until the conclusion of ensuing Annual General Meeting. Your company has received the consent of auditors to be re-appointed as the auditor of the company, if made.

Remarks of the Auditor in the Auditor report are self explanatory in nature and need no further clarification.

SECRETARIAL AUDIT REPORT

Compliance Certificate required u/s 383A of the Companies Act, 1956 has been obtained from M/s Anish Gupta & Associates, Practicing Company Secretary & is forming part of the Balance Sheet.

CUSTODIAN AND SHARE TRANSFER AGENT

Pursuant to the notification of the SEBI and stock exchange, the company has appointed M/s Sharex (India) Private Limited, 17/B, Dena Bank Building, 2nd Floor, Horniman Circle, Fort, Mumbai – 400 001, as its custodian for dematerialization of shares

and transfer of shares.

MANAGEMENT DISCUSSION AND ANALYSIS

As required by clause 49 of the Listing Agreement with the Stock Exchange, a Management Discussion and Analysis Report are appended.

CORPORATE GOVERNANCE

A separate report on the Corporate Governance and Management Discussion & Analysis is attached as a part of the Annual Report. The Auditors' Certificate regarding compliance of the conditions of Corporate Governance is also annexed.

STATUTORY INFORMATION

Particulars of Employees

The relations remain cordial throughout the year between employees and the management. The information as required by provisions of section 217(2A) of the Companies Act, 1956 read with the companies (Particular of employees) amendments rules, 1988 is NIL.

Particulars under Section 217 (1) (e) of the Companies Act, 1956

A Statement pursuant to Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules 1988 forms part of this report, as Annexure.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, your Directors subscribe to the 'Directors Responsibility Statement' and confirm that:-

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed, along with proper explanation relating to material departures.
- ii) The Directors 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) The Directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) The Directors have prepared the annual accounts on a going concern basis.

ACKNOWLEDGEMENT

The Board of Directors wishes to express their deep sense of appreciation and gratitude to all Employees, Bankers and Clients for their assistance, support and co-operation extended by them. In the end, the Directors, wish to sincerely thank all shareholders for their continued support.

By order of the Board
For ABC Gas (International) Ltd.

Place: - Mumbai,
Date: - 14.08.2013

S.P. Shorewala
Chairman

ANNEXURE TO DIRECTORS' REPORT

Information as per Section 217 (1) (e) of the Companies Act 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules 1988.

A. CONSERVATION OF ENERGY

The capacity of the plant utilized partially, so there was no need to use Generator.

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY.

Sr. No.	Particulars	31.03.2013	31.03.2012
1	Electricity		
	a. Purchased Units		
	Total Amount in Rs.	NIL	NIL
	Average Rate		
	b. Own Generation	NIL	NIL
	Unit per litre of Diesel	NIL	NIL
	Cost per unit	NIL	NIL
2	Coal Specify quality where used	NIL	NIL
	Quantity (Tonnes)	NIL	NIL
	Total Cost	NIL	NIL
	Average Cost	NIL	NIL
3	Furnance oil	NIL	NIL
	Quantity (Lits)	NIL	NIL
	Total Amount	NIL	NIL
	Average Rate	NIL	NIL

B. TECHNOLOGY ABSORPTION

Indigenous technology is used. Continuous efforts are being made to improve the quality.

C. FOREIGN EXCHANGE EARNING AND OUTGO:

Total Foreign Exchange Used: Rs. 272.06 Lacs

Total Foreign Exchange Earned: NIL

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Your Directors have pleasure in presenting the Management Discussion and Analysis report for the year ended on 31st March 2013.

INDUSTRY STRUCTURE, DEVELOPMENT

The Company is operating in Copper. It continues to build strong relationships with key customers.

PERFORMANCE

The Company is doing trading business in Copper & Copper Alloys Products. Company is looking for trying to explore the manufacturing activities for production of copper items.

SEGMENT-WISE PERFORMANCE

The Company is into trading of various copper items.

OPPORTUNITIES AND THREATS

The fundamental growth drivers of the country's economy as well as Copper industry continue to remain strong despite the pressures of slowdown and inflationary conditions prevalent till recently in the nation and also globally. The Copper Industry in the country is continuously attracting investments from domestic and foreign investors. The Indian economy is expected to grow between 7% to 8 % during this fiscal.

The threats to the segments in which the company operates are volatility in Exchange rate & Metal Prices.

STRENGTH

The existing management has a strong technical knowledge and experience in the metal industry. Mr. S P Shorewala, Chairman, Shri Satish Shorewala, Managing Director and Mr. Rohit Shorewala, Director are having vast knowledge and expertise in handling the business of the Company. Mr. Chandrakant Singhania, Dr. Paras Gandhi and Mr. Arun Ganeriwal are independent and non executive directors are having vast experience and expertise in Business.

RISKS AND CONCERNS

Your company is concerned about the wide Fluctuations in Copper prices globally and locally and increase in foreign exchange value.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has proper and adequate internal control system commensurate with the size of the business operations geared towards achieving efficiency in its various business operations, safeguarding assets, optimum utilization of resources and compliance with statutory regulations. The management is ensuring an effective internal control system to safeguard the assets of the company. Efforts for continued improvement of internal control system are being consistently made in this regard.

HUMAN RESOURCES VIS-À-VIS INDUSTRIAL RELATIONS

The Company values and appreciates the dedication and drive with which its employees have contributed towards improved performance during the year under review.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations may be 'forward looking statements' within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the Company operates changes in the Government regulations, tax laws, and other statutes and other incidental factors.

For And On Behalf Of Board Of Directors

Date : 14.08.2013

Place : Mumbai

S.P.Shorewala

Chairman

CORPORATE GOVERNANCE REPORT

Company's Philosophy on Corporate Governance:

The Company's philosophy is to aim at the highest levels of quality management through transparency and commitment to all the stakeholders viz. its shareholders, employees, Government, lenders (Banks/Financial Institutions) and the promoters.

Board of Directors:

The Board of Directors provides the strategic direction and thrust to the operations of the Company. The Board has an Executive Chairman, 2 (Two) other Executive Directors, one non executive and two independent Directors.

Board procedures:

The Managing Director prepares the agenda in consultation with the Board of Directors and the Chairman of the various committees. The agenda for the meetings of the Board and its Committees, together with the appropriate supporting documents, are circulated well in advance of the meetings. The meetings are held at the Registered Office of the Company.

Attendance at Board Meeting:

During the year under review, the Board of Directors met 6 (Six) times on 15th May, 2012, 9th July, 2013, 14th August, 2012, 01st September, 2012, 12th November, 2012 and 15th February, 2013.

The attendance record of the Directors at each Board meeting, and the last Annual General Meeting held on 29th September, 2012 is given below:

Name of Director	Type of Director	Board Meeting Attended	AGM Attended	No. of Committee Memberships held (excluding Private Cos.)	No. of outside Directorships Held (excl. Private Cos.)
Mr. Shyamal Prasad Shorewala	Chairman	6	Yes	No	1
Mr. Satish Shorewala	Managing Director	6	Yes	No	1
Mr. Rohith Shorewala	Director	6	Yes	No	1
Mr. Chandraprakash Singhania	Non Executive Independent Director	6	Yes	No	-
Mr. Paras Gandhi	Non Executive Independent Director	6	Yes	No	-
Mr. Arun S Ganerwal	Non Executive Director	6	Yes	No	-

Brief Resume of Directors seeking re-appointment:

A brief resume of Directors seeking re-appointment at the 33rd Annual General Meeting is given in notes to the Annual Report.

Audit Committee:

The Audit Committee consists of 3 Directors viz.

Sl. No.	Name	Category of Membership
1	Mr. Chandraprakash Singhania	Chairman
2	Mr. Satish Shorewala	Member
3	Mr. Paras Gandhi	Member

The terms of reference of the Audit Committee are as per the guidelines set out in the Listing Agreement with the stock exchanges.

During the year under review, the Audit Committee met 5 (five) times on 15th May, 2012, 14th August, 2012, 01st September, 2012, 12th November, 2012 and 15th February, 2013. The Attendance of Directors at the Audit Committee Meetings held during the year ended 31st March 2013 is given below:

Sl. No.	Name	Meetings Held	Meetings Attended
1	Mr. ChandraprakashSinghania	5	5
2	Mr. SatishShorewala	5	5
3	Mr. Paras Gandhi	5	5

Shareholders/Investors Grievance and Share Transfer Committee consist of 3 Directors viz.

Sl. No.	Name	Category of Membership
1	Mr. ChandraprakashSinghania	Chairman
2	Mr. SatishShorewala	Member
3	Mr. Paras Gandhi	Member

The Committee oversees the performance of share transfer and recommends measures to improve the shareholders/investors service. The committee meets from time to time and approves the transfer and transmission of shares, deletion of names, issue of duplicate share certificates etc. The Committee facilitates prompt and effective redressal of investor's complaints and the reporting of the same to the Board of Directors. Mr. SatishShorewala is the Compliance officer.

Remuneration Committee:

The Remuneration Committee comprise of three Directors viz:

Sl. No.	Name	Category of Membership
1	Mr. ChandraprakashSinghania	Chairman
2	Mr. SatishShorewala	Member
3	Mr. Paras Gandhi	Member

The terms of reference of the Remuneration Committee are as per the guidelines set out in the Listing Agreement with the stock exchanges that include determination of the Company's policy on specific remuneration packages for Directors.

The Non-executive Directors are not paid commission nor the sitting fees for attending meetings of the Board or Committee thereof. All directors would sitting fees.

No Remuneration Committee Meeting held during the year ended 31st March 2013.

General Body Meetings:

(i) The particulars of Annual General Meetings held during the last three years are as under:

Year	Date and Time	Venue
2012	29 th September, 2012- 11.00 a.m.	Registered Office : 1, Mahesh Villa, Worli, Mumbai - 400018
2011	30 th November, 2011 – 10.00 a.m.	Registered Office : 1, Mahesh Villa, Worli, Mumbai - 400018
2010	30 th September, 2010 – 10.00 a.m.	Registered Office : 1, Mahesh Villa, Worli, Mumbai - 400018

(ii) The particulars of Extra-Ordinary General Meetings held during the last three years are as under:

Year	Date and Time	Resolution Passed
2012	— N.A.—	— N.A.—
2011	— N.A.—	— N.A.—
2010	— N.A.—	— N.A.—