



DINA IRON & STEEL LIMITED



**Seventeenth Annual Report
2008-2009**

CERTIFIED TO BE TRUE COPY

For Dina Iron & Steel Ltd.

Director

**Regd. Office :
ABDUL REHMANPUR ROAD
DIDARGANJ, PATNA - 800 009**

DINA IRON & STEEL LIMITED

BOARD OF DIRECTORS : MR. SANJAY KR. BHARTIYA CHAIRMAN CUM
MANAGING DIRECTOR
MR. PRASHANT BHARTIYA DIRECTOR
MRS. RITU BHARTIYA DIRECTOR

AUDITORS : SUBODH GOEL & CO.
CHARTERED ACCOUNTANTS
EXHIBITION ROAD,
PATNA - 800 001

BANKERS : STATE BANK OF INDIA
DAK BUNGLOW ROAD
PATNA - 800 001

REGD. OFFICE : ABDUL REHMANPUR ROAD
DIDARGANJ, PATNA - 800 009

WORKS : ABDUL REHMANPUR ROAD
DIDARGANJ, PATNA - 800 009

M/S DINA IRON & STEEL LIMITED

Regd. Office : Abdul Rehmanpur Road, Patna – 800 009

NOTICE

NOTICE is hereby given that the 17th ANNUAL GENERAL MEETING of the members of M/S DINA IRON & STEEL LIMITED will be held on Saturday, 30th September, 2009 at 11.00 am at the Registered office of the company to transact the following business:

AS ORDINARY BUSINESS :

- a). To receive, consider & adopt the audited Balance Sheet , the Profit and Loss account and the Cash flow statement for the year ended 31st March 2009 and the report of the Directors and the Auditors thereon.
- b). To appoint a Director in place of Prashant Bhartiya, who retires from office by rotation and being eligible, offers himself for re-appointment.
- c). To appoint M/s SUBODH GOEL & CO., Chartered Accountants and fix their remuneration, the retiring Auditors as Statutory Auditors of the Company.

By order of the Board of Directors

(SANJAY KUMAR BHARTIYA)
Managing Director

Date : 30TH May, 2009
Place : Patna

Notes :

1. A member of the company who is entitled to attend and vote at the said meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the company.
2. Instrument(s) appointing proxies, if any, in order to be effective, must be received at the Registered Office of the company not less than forty eight hours before the commencement of the meeting.
3. The Register of members and the share transfer books of the company will remain closed from 22nd September 2009 to 30th September 2009 (both day inclusive).
4. Members are requested to kindly notify the change in address, if any to shares department of the company, located at Abdul Rahmanpur Road, Patna -800 009.
5. Members are requested to quote their Folio Numbers in all their correspondence.
6. Members desirous of having any information regarding accounts are requested to address their queries to the Managing Director at the Registered Office of the company, at least seven days before the date of the meeting, so that the requisite information is made available at the meeting.
7. Members are requested to bring their copies of the Annual Report to the meeting.
8. Members / Proxies are requested to bring with them the attendance slip and hand over at the entrance duly signed by them.

DIRECTOR'S REPORT

To,
The Members of
DINA IRON & STEEL LIMITED, PATNA

Dear Sirs,

Your Directors have pleasure in presenting their 17TH annual report with the audited statement of accounts for the year ended 31st March, 2009. The working results of the company are set out hereunder :-

1. **FINANCIAL RESULTS :**

Description	For the year ended 31-03-2009	For the year ended 31-03-2008
Profit before interest and Depreciation	35,544,447.08	23,868,322.85
<u>Less :</u>		
Interest	17,659,721.74	9,869,918.33
Depreciation	9,750,407.00	6,017,475.00
Profit before tax	8,134,318.34	7,980,929.51
<u>Provision for tax</u>		
Current Tax	3,014,162.00	2,274,289.00
Deferred Tax	(48,968.00)	(238,213.00)
Fringe Benefit Tax	33,284.00	24,785.00
Profit for the year	5,135,840.34	5,920,068.51

2. **PERFORMANCE :**

The company has earned Net Profit of Rs. **5,135,840.34** after tax during the year. The board expects better results in the coming year.

3. **LISTING OF EQUITY SHARES**

The company has moved the Delhi, Calcutta and Magadh Stock Exchange for delisting of its equity shares. After the said delisting the equity share of the company will be listed only on Mumbai Stock Exchange.

4. **DIRECTORS :**

Prashant Bhartiya, Director, retire by rotation at the ensuing Annual General Meeting and being eligible, offer himself for reappointment. Smt. Nupur Bhartiya, director of the company has resigned on 15-01-2009.

DIRECTOR'S RESPONSIBILITY:

Pursuant to Section 217 (2AA) of the Companies (Amendment) Act, 2000 the Board confirms that:

In the preparation of the annual accounts, the applicable accounting standards have been followed ;

Appropriate accounting policies have been selected and applied consistently and the Board has 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 as at March 31, 2009 and of the Profit of the Company for the year ended on that date.

Proper and sufficient care has been taken 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; and

The annual accounts have been prepared on a going concern basis.

5. PARTICULARS OF EMPLOYEES

There is no employee in respect of whom particulars pursuant to section 217 (2A) of Companies Act, 1956 are required to be given.

6. LABOUR RELATION :

Your Directors have pleasure to inform you that the management has good relation with the laboures working at the company.

7. STATUTORY ANNUAL AUDIT REPORT

The Auditors notes on the accounts have been extensively dealt with and since they are self explanatory, they are not commented upon

8. AUDITORS :

To appoint M/s SUBODH GOEL & CO., Chartered Accountants and fix their remuneration, the retiring Auditors as Statutory Auditors of the Company.

9. RAW MATERIAL :

Principal Raw Material of the Company is Sponge Iron which is easily available to the Company from all around Bihar and neighboring states on a short call.

10. PARTICULARS OF CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO.

As required by Section 217 (1)(e) of the Companies Act, 1956 read with companies (disclosure of particulars in the report of Board of the Directors) Rules, 1988 we report that during the year there has been no foreign exchange earnings and as well as no outgo. A statement regarding particulars of conservation of energy is presented as under:-

A. CONSERVATION OF ENERGY :

FORM – A

Form of disclosure of particulars with respect to conservation of energy.

	Current Year 2008-09	Previous Year 2007-08
1). <u>Power & Fuel consumption :</u>		
a). <u>Electricity (Purchased)</u>		
Unit (KWH)	45961907	27400859
Total Amount (Rs. In lacs)	1449.61	1023.57
Average Rate /per unit	3.15	3.74
b). <u>Furnace Oil (Consumed)</u>		
Unit (Ltr.)	151,391.000	167,779.000
Total Amount (Rs. In lacs)	32.84	35.04
Average Rate /(Ltr.)	21.69	20.88
c). <u>Coal</u>		
Quantity (MT)	439.230	555.185
Total Amount (Rs. In lacs)	8.82	9.99
Average Rate /(MT)	0.02	0.02

2). Consumption per Ton of Production

The company's products comprise a wide range of semi finished and finished long steel products. The product mix varies each year and the production process involves several operations in different divisions. It is therefore not feasible to apportion the cost and consumption per unit of production.

B. TECHNOLOGY ABSORPTION :

As the Directors of the Company are themselves capable in the line of activity the company undertakes hence there is as such no need for the technology absorption.

11. INFORMATION PURSUANT TO SECTION 217 OF THE COMPANIES ACT, 1956

There is no employee in receipt of remuneration which requires disclosure under section 217 (2A) of the Companies Act, 1956 & rules framed there under.

12. COMPLIANCE CERTIFICATE

As required under section 383(A)(i) of the Companies Act, 1956 the compliance certificate as per the provisions of companies Act, 1956, in prescribed form received from a Company Secretary in whole time practice is appended hereto and forms part of this report.

13. ACKNOWLEDGEMENT :

Your directors take this opportunity to offer their sincere thanks to the various departments of the Central & State Govt., Banks, Customers & Suppliers for their continued valuable assistance & support. Your directors also wish to place on record their appreciation for the dedicated efforts by officers, staff and workers of the company at all levels.

For and On behalf of the Board of
Dina Iron & Steel Limited

Place:- Patna
Date :- 30-05-2009.

SANJAY KUMAR BHARTIYA
[CHAIRMAN]

Auditor's Report To The Members of DINA IRON & STEEL LIMITED

We have audited the attached Balance Sheet of **DINA IRON & STEEL LIMITED** as at 31st March 2009 and the Manufacturing, Trading, Profit & Loss Account and Cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by Companies Auditor's Report Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of Companies Act, 1956, We enclose in the annexure a statement on the matters specified in the paragraph 4 and 5 of said order.

Further to our comments in the annexure referred to above, we report that: -

- (i)
 - (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
 - (b) The fixed assets have been physically verified by the management at reasonable intervals and material discrepancies noticed on such verification have been properly dealt with in the books of account.
 - (c) No substantial part of fixed assets have been disposed off during the year.
- (ii)
 - (a) Physical verification of inventory has been conducted at reasonable intervals by the management.
 - (b) Procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - (c) The company is maintaining proper records of inventory and material discrepancies noticed on physical verification have been properly dealt with in the books of account.
- (iii) The company has neither granted nor taken any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the Act.
- (iv) There is an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods.
- (v) There is no transactions that need to be entered into a register in pursuance of section 301 of the Act.
- (vi) The company has not accepted any deposits from the public within the meaning of the provisions of Section 58A of the companies Act 1956.

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