

Fax : 0413-2611423
E-mail : esl@eastcoaststeel.com
Web : www.eastcoaststeel.com

EASTCOAST STEEL LIMITED
Factory & Regd. Office : Cuddalore Road, Pillaiyarkuppam Post,
Bahour Commune, Pondicherry - 607 402.
CIN.: L27109 PY1982 PLC 000199

Tel.: 0413-2611117
0413-2611118
0413-2611425

Ref: ESL/2018-19/AH- 111

September 22, 2018

The General Manager
Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai - 400 001.

Dear Sir / Madam,

Sub : BSE Scrip Code : 520081 : ISIN : INE315F01013

Reg : Submission of the 35th Annual Report F.Y. 2017-18, pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

With reference to the captioned subject, we are hereby submitting the Annual Report of the Company for the financial year ended 31-03-2018 duly approved and adopted by the members of the Company at the 35th Annual General Meeting held on Saturday, September 08, 2018 for your being taken on record.

Trust you will find the compliance to be in order.

Thanking you, we remain.

Yours faithfully,
For EASTCOAST STEEL LTD.


P. K. R. K. Menon
Company Secretary & Compliance officer

Encl : As above (1)



EASTCOAST
STEEL LIMITED

35th Annual Report
2017 - 2018

Regd. Office :
Cuddalore Road, Pillaiyarkuppam Post,
Bahour Commune, Pondicherry - 607 403.

EASTCOAST STEEL LIMITED

Board of Directors	Shri Prithviraj S. Parikh Shri Anand Sethuprakasem Shri Hitesh V. Raja Smt Sharmila S. Chitale	Chairman & Non-Executive Director Independent Director Independent Director Independent Director
Company Secretary	Shri P.K.R.K. Menon	
Chief Financial Officer	Shri Babush Narayan Kamath	
Statutory Auditors	M/s. Chaturvedi & Shah Chartered Accountants Mumbai	
Bankers	Central Bank of India Dena Bank HDFC Bank Limited State Bank of India	
Registered Office & Plant	Cuddalore Road, Pillaiyarkuppam Post, Bahour Commune, Pondicherry - 607 403. Website: www.eastcoaststeel.com Tel: 022 - 40750100 Fax: 022 - 22044801 E-mail : esl@eastcoaststeel.com	
CIN	L27109PY1982PLC000199	
Registrar & Share Transfer Agents	Link Intime India Private Limited C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400 083. Tel: 022 - 49186000 Fax: 022 - 49186060 E-mail : mumbai@linkintime.co.in	
ISIN (Demat)	INE 315F 01013	

NOTICE

Notice is hereby given that the **Thirty Fifth Annual General Meeting (AGM)** of the Members of **EASTCOAST STEEL LIMITED** will be held at the Registered office of the Company at Cuddalore Road, Pillaiyarkuppam Post, Bahour Commune, Pondicherry - 607403 on Saturday, 8th September, 2018 at 12.00 noon to transact the following business:

ORDINARY BUSINESS

- To receive, consider and adopt the Financial Statements of the Company for the Financial Year ended on 31st March, 2018 and the reports of the Board of Director's and Auditor's thereon and in this regard to pass the following resolution as an **Ordinary Resolution**.

"RESOLVED THAT the audited Financial Statements of the Company for the year ended 31st March, 2018 together with the reports of the Auditor's and Director's thereon be and are hereby received, considered, approved and adopted."

- To re-appoint a Director in place of Shri. Prithviraj S. Parikh (DIN : 00106727) who retires by rotation and being eligible, offers himself for re-appointment and in this regard to pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT Shri. Prithviraj S. Parikh (DIN : 00106727) who retires by rotation in accordance with Section 152 of the Companies, Act 2013 be and is hereby re-appointed as a Director, liable to retire by rotation."

SPECIAL BUSINESS

- Alteration / Adoption of New Set of Articles of Association of the Company as per Companies Act, 2013.**

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 provisions of Section 14 of the Companies Act, 2013, and other applicable provisions read with the rules and regulations made there under including any amendment, re-enactment or statutory modification thereof, the new set of Articles of Association be and are hereby approved and adopted in substitution for, and to the exclusion, of the existing Articles of Association of the Company.

RESOLVED FURTHER THAT Shri. Prithviraj S. Parikh and Shri. Hitesh V. Raja, Directors of the Company and Shri. P.K.R.K. Menon, Company Secretary of the Company be and are hereby severally authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds, matters and things, including delegate such authority, as may be considered necessary, proper or expedient in order to give effect to the above resolution.

RESOLVED FURTHER THAT Shri. Prithviraj S. Parikh and Shri. Hitesh V. Raja, Directors of the Company and Shri. P.K.R.K. Menon, Company Secretary of the Company, be and are hereby severally authorized to do all such acts, deeds, matters and things and to sign all such other documents, in each case, as they or any of them may deem necessary, proper or desirable (including without limitation making the appropriate e-filings with the Registrar of Companies, Puducherry), in connection with the adoption of the new set of Articles of Association of the Company, as approved by the Board and the members of the Company and/ or generally to give effect to the foregoing resolutions.

RESOLVED FURTHER THAT Shri. Prithviraj S. Parikh and Shri. Hitesh V. Raja, Directors of the Company and Shri. P.K.R.K. Menon, Company Secretary of the Company, be and are hereby severally authorised to issue/ provide certified true copies of the aforesaid resolution."

By order of the Board of Directors

Sd/-

P.K.R.K. Menon
Company Secretary

Place : Mumbai

Date : 9th August, 2018

NOTES:

- 1. A member entitled to attend and vote at the AGM (“meeting”) is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total Share Capital of the Company carrying voting rights. 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 a proxy for any other person or shareholder. The instrument appointing the proxy must be filled, stamped and duly signed and deposited at the registered office of the Company not less than forty eight hours before the commencement of the meeting.**
- 2. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 relating to the special business as set out under Item No. 3 of the Notice to be transacted at the meeting is annexed hereto.**
- 3. Members are requested to bring their attendance slip while attending the meeting. Members holding shares in demat form are requested to write their DP ID and Client ID and those holding shares in physical form are requested to write their Folio Numbers on the attendance slip for attending the meeting.**
- 4. Body Corporates who are Members of the Company are requested to send duly certified copy of the Board Resolution authorising their representatives to attend and vote at the Meeting.**
- 5. The Register of Members and Share Transfer Books of the Company shall remain closed from 3rd September, 2018 to 8th September, 2018 (both days inclusive).**
- 6. Pursuant to Sections 101 and 136 of the Companies Act, 2013 read with the Rules framed thereunder, the Notice calling the meeting along with the Annual Report for the year ended 31st March, 2018 would be sent by electronic mode to those members whose e-mail addresses are registered with the Depository or the Company’s Registrar and Transfer Agents, unless the Members have requested for a physical copy of the same. Members who have not registered their e-mail addresses so far, are requested to promptly intimate the same to their respective depository participants or with the Company/its Registrar and Share Transfer Agents, as the case may be. For members who have not registered their e-mail addresses, physical copies would be sent by the permitted mode.**
- 7. Members may also note that the Annual Report for the financial year 2017-18 including the Notice convening the Thirty Fifth Annual General Meeting will also be available on the Company’s website viz. www.eastcoaststeel.com The physical copies of the aforesaid documents will also be available at the Company’s Registered Office in Pondicherry for inspection on all the working days, except Saturdays upto the date of Thirty Fifth AGM. Even after registering for e-communication, members are entitled to receive such documents in physical form, upon making a request for the same, free of cost. The members desirous of having the hard copy of the Annual Report may also send their requests to the Company’s investor e-mail id: esl.compliance@gmail.com**
- 8. The details of the person seeking re-appointment as Director under Item No. 2 of the Notice in terms of Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) and Secretarial Standard – 2 on General Meetings are also annexed hereto.**
- 9. Members are requested to support the Green Initiative by registering/ updating their e-mail addresses with the Depository Participant (in case of shares held in demat form) or with Link Intime India Private Limited (in case of shares held in physical form).**

10. Annual Report copies will not be distributed at the Meeting. Members are therefore requested to bring their copies of the Annual Report.
11. In case of joint holders attending the Meeting, joint holder ranked higher in the order of names will be entitled to vote at the Meeting.
12. Members holding shares in demat (electronic) account are requested to notify changes, if any, in their address, e-mail address, bank mandate, etc. to their respective Depository Participants (DPs). Members holding shares in physical form are requested to intimate the changes to the Company's Registrar.
13. Members desirous of getting any information concerning the accounts or operations of the Company may send their queries at least 7 (Seven) days before the Annual General Meeting, to the Company Secretary, at the Registered office of the Company or by sending an e-mail to esl.compliance@gmail.com.
14. Facility of nomination is now available and Members are requested to make use of the same by contacting the Registrar in case of physical holding and DPs in case of demat holdings.
15. For any assistance or information about shares. Members may contact the Company or the Registrar.
16. Members are requested to quote their Folio Number/ Demat Account Number and contact details such as e-mail address, contact number and complete address in all correspondences with the Company or the Registrar.
17. Members who hold shares in multiple folios and in identical names are requested to contact the Registrar for consolidating their holdings into a single folio.
18. 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 the PAN to their Depository Participant with whom they are having demat accounts. Members holding shares in physical form are requested to submit PAN details to the Company or the Registrar.
19. Pursuant to Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is providing its Members with the option of voting by electronic means.
 - a) In compliance with the provisions of Section 108 of the Companies Act, 2013 and the Rules framed thereunder, as amended from time to time, and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide its Members with the facility of exercising their right to vote on resolutions proposed to be considered at the meeting by electronic means and the business may be transacted through e-voting services. The facility of casting votes by the Members using an electronic voting system from a place other than venue of the meeting ("remote e-voting") will be provided by the National Securities Depository Limited (NSDL).

The facility for casting vote through ballot/ polling paper shall be made available at the Annual General Meeting and the Members attending the Meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot/ polling paper. The Members who had cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

- b) The remote e-voting period commences at 9.00 a.m. on Wednesday, 5th September, 2018 and ends on Friday, 7th September, 2018 at 5.00 p.m. The remote e-voting module shall be disabled by NSDL for voting thereafter.
- c) Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
- d) Voting rights shall be reckoned on the paid-up value of shares registered in the name of the Members as on the date of dispatch of Notice.
- e) The Board of Directors at their meeting has appointed CS Ashish C. Bhatt, Proprietor of M/s. Ashish Bhatt & Associates., Practising Company Secretaries as the scrutinizer to conduct the e-voting process in a fair and transparent manner.
- f) The Scrutinizer, after scrutinizing the votes casted through remote e-voting and at the Meeting through ballot or venue e-voting, will prepare a consolidated report and submit the same to the Chairman of the Company within forty eight hours of the conclusion of the meeting i.e. on or before Monday, 10th September, 2018.
- g) The Results declared alongwith the report of the Scrutinizer shall be placed on the website of the Company (www.eastcoaststeel.com) and on the website of NSDL at (www.evoting.nsdl.com) immediately after the declaration of result by the Chairman of the Company. The results shall also be immediately forwarded to the Stock Exchange where the shares of the Company have been listed.
- h) **Instructions for remote e-voting are as mentioned below :**

In case of members receiving e-mail from NSDL [for members whose e-mail IDs are registered with the Company/Depository Participants(s)]:

- (i) Open e-mail and open PDF file viz; "remote e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for remote e-voting. Please note that this password is an initial password. NOTE: Shareholders already registered with NSDL for e-voting will not receive the PDF file "remote e-voting.pdf".
- (ii) Launch internet browser by typing the following
URL: '<https://www.evoting.nsdl.com/>'
- (iii) Click on Shareholder - Login
- (iv) Put your User ID and Password. Click Login.
- (v) Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/ characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (vi) Home page of remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
- (vii) Select "EVEN" of "Eastcoast Steel Limited"
- (viii) Now you are ready for remote e-voting as Cast Vote page opens.
- (ix) Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
- (x) Upon confirmation, the message "Vote cast successfully" will be displayed.
- (xi) Once you have voted on the resolution, you will not be allowed to modify your vote

- (xii) Institutional shareholders (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 e-mail to csashishbhatt@gmail.com with a copy marked to evoting@nsdl.co.in.

i) In case of members receiving the physical copy:

- (i) Initial password is provided as below/at the bottom of the Attendance Slip for the AGM: EVEN (Remote e-voting Event Number) USER ID PASSWORD/PIN.
- (ii) Please follow all steps from Sl. No. (ii) to Sl. No. (xii) above, to cast vote.
- (iii) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for members and remote e-voting user manual for members available at the downloads section of 'www.evoting.nsdl.com' or call on toll free number : 1800-222-990.
- (iv) If Members are already registered with NSDL for remote e-voting then they can use their existing User ID and Password/ PIN for casting the vote.

NOTE: Members who forgot the User Details/Password can use "Forgot User Details/Password?" or "Physical User Reset Password?" option available on 'www.evoting.nsdl.com'.

In case members are holding shares in demat mode, USER-ID is the combination of (DP ID+Client ID). In case members are holding shares in physical mode, USER-ID is the combination of (EVEN No.+Folio No).

20. Any person, who acquires shares of the Company and becomes Member of the Company after dispatch of the Notice and holding shares as of the cut-off date i.e. Friday, 31st August, 2018, may obtain the login ID and password by sending a request at 'evoting@nsdl.co.in' or 'sharad.patkar@linkintime.co.in'.
21. However, if you are already registered with NSDL for remote e-voting then you can use your existing User ID and Password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password?" or "Physical User Reset Password" option available on www.evoting.nsdl.com or contact NSDL at the following toll free number : 1800-222-990.

22. General Instructions:

1. The remote e-voting period begins at 9.00 a.m. on Wednesday, 5th September, 2018 and ends at 5.00 p.m. on Friday, 7th September, 2018. During this period, Shareholders of the Company, holding shares either in physical form or in dematerialised form, as on the cut-off date i.e. on Friday, 31st August, 2018, may cast their vote electronically. The remote e-voting module shall be disabled by NSDL for voting thereafter. Those who fail to cast their vote electronically may only cast their vote at the venue of the meeting.
2. CS Ashish C. Bhatt, Proprietor of M/s. Ashish Bhatt & Associates., Practising Company Secretaries (Membership No.: FCS - 4650) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

3. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date i.e. 31st August, 2018.
4. Members/Proxies are requested to bring their Attendance Slip complete in all respects and signed at the place provided there at and hand it over at the entrance of the venue. The route map of the AGM venue is also annexed to this Notice.

Detailed profile of Director seeking re-appointment in the AGM (Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Name of Director	Shri. Prithviraj S. Parikh
Date of Birth/Age	19 th February, 1946 (72 yrs)
Date of first Appointment	08 th January, 1987
Expertise in Specific Functional area	Has completed his Masters in Engineering in U.S. On returning to India he joined family owned business of manufacturing steel. He has over four decades of experience in management of Steel Plants & allied activities, international trade, etc.
Terms and conditions of Re-appointment	In terms of Section 152(6) of the Act, Mr. Prithviraj S. Parikh is liable to retire by rotation at the Meeting.
Qualification	MS., M.E. from N.Y.U./C.C.N.Y.
Board Membership of other Public Companies (excluding Foreign, Private & Sec.8 Companies) as on 31 st March, 2018	1. Western Ministil Limited 2. Merit Industries Limited
Chairman /Member of the Committee as on 31 st March, 2018 (Includes only Audit and Shareholders' Grievance Committee)	N.A
Number of shares held as on 31 st March, 2018	8600 (0.16%)
Remuneration (including sitting fees, if any) a) Last drawn b) Proposed to be paid	NIL
Relationship with other Directors / /Key Managerial Personnel	N.A.
Number of meetings of the Board attended during the financial year (2017-18)	3 (Three)

EXPLANATORY STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102 OF THE COMPANIES ACT, 2013**ITEM NO. 3**

Upon enactment of the Companies Act, 2013, various provisions of the Companies Act, 1956 have been repealed and in view of the same the Articles of Association of the Company needs to be re-aligned as per the provisions of the new Act.

The Board of Directors in its meeting held on 9th August, 2018 decided (subject to the approval of members) to adopt a new set of Articles of Association in place of and to the entire exclusion of existing Articles of Association of the Company.

The draft of the new set of Articles proposed for approval shall be made available for inspection by the shareholders of the Company during normal business hours at the Registered office of the Company and copies thereof shall also be made available for inspection at the Corporate Office of the Company and also at the place of the meeting on the day of the meeting.

In terms of Section 14 of the Companies Act, 2013, the consent of the Members by way of Special Resolution is required for adoption of new set of Articles of Association of the Company.

Your Directors commend passing of this resolution by way of a Special Resolution.

None of the Directors, KMPs, or their relatives are interested or concerned, financially or otherwise, in the resolution set out at item no. 3.

By order of the Board of Directors

Sd/-

P.K.R.K. Menon
Company Secretary

Place : Mumbai

Date : 9th August, 2018

Venue : 35th AGM (2017-18) - Route Map



Date: 08-09-2018
Time: 12:00 noon

Venue:
Registered Office
Eastcoast Steel Ltd.
Pillaiyarkuppam Post
Bahour Commune
Pondicherry - 607 403.

BOARD'S REPORT**Dear Shareholders,**

The Directors of your Company are pleased to present the **Thirty Fifth Annual Report** together with the Audited Financial Statements of the Company for the financial year ended 31st March, 2018.

1. FINANCIAL PERFORMANCE

The financial performance of the Company for the year ended 31st March, 2018 is summarised below:

(₹ In Lakhs)

Sr.No.	Particulars	2017-18	2016-17
1	Revenue from operations	-	-
2	Other Income	10.64	28.08
3	Total	10.64	28.08
4	(Loss) Before Exceptional items, Depreciation & Tax (PBDT)	(167.84)	(74.66)
5	Less: Depreciation	(3.12)	(3.12)
	Less: Exceptional items	(35.00)	(1053.55)
6	(Loss)for the year before taxation	(205.96)	(1131.33)
7	Less: Provision for tax		
	Income tax pertaining to earlier years	-	0.25
8	Loss for the year after tax	(205.96)	(1131.58)
9	Other Comprehensive Income	(4.18)	1.17
10	Total Comprehensive Income for the year	(210.14)	(1130.41)

2. RESULTS FROM OPERATIONS :

During the year under review, the Company has not undertaken any activity /operation and remains to be at a standstill since 1995. The Company is poised for restructuring its operation into some other diversified activities which are still under consideration of the Board.

3. DIVIDEND AND RESERVES :

Considering the financial performance during the year and carried forward losses of previous years, the Board has decided not to recommend any dividend for this year.

Further, your Directors do not propose to transfer any amount to the reserves.

4. CHANGE IN NATURE OF BUSINESS, IF ANY :

Your Company has not deviated its line of business activity nor has expanded the area of activities; therefore, there is no change in the nature of business for the year under review.

5. SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES :

During the financial year under review, no Company has become or ceased to be subsidiary, joint venture or associate Company of the Company.

6. MATERIAL CHANGES AND COMMITMENTS IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT :

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements pertain and the date of the report.

7. SHARE CAPITAL :

The paid up Equity Share Capital of the Company was ₹ 5,39,64,680/- as on 31st March, 2018:

- Buy Back of Securities**

The Company has not bought back any of its securities during the year under review.

- **Sweat Equity**
The Company has not issued any Sweat Equity Shares during the year under review.
- **Bonus Shares**
The Company has not issued any bonus shares during the year under review.
- **Employees Stock Option**
The Company has not provided any Stock Option Scheme to the employees.
- **Rights Issue of equity shares**
The Company has not issued any shares on right basis during the financial year under review.
- **Equity Shares with differential rights**
The Company has not issued equity shares with differential rights as to dividend, voting or otherwise.

8. **DEPOSITS :**

The Company has not accepted any deposits under Chapter V of the Companies Act, 2013.

9. **INFORMATION ON THE STATE OF AFFAIRS OF THE COMPANY :**

Information on the operational and financial performance, among others, are given in the Management Discussion and Analysis.

10. **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :**

No information with regard to conservation of energy and technology absorption is required to be furnished as the plant has remained closed since 1995.

Further, there were no foreign exchange earnings and outgo during the year under review.

11. **ENVIRONMENT AND SAFETY :**

Since the Company has not been engaged in any activity after the closure of the plant in 1995, environment and safety measures are not required to be followed for the time being.

12. **DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP) :**

a) **Independent Directors :**

The Company has received declaration from all the Independent Directors confirming that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013.

During the year under review, the Independent Directors met on 13th February, 2018 in order to evaluate the:-

- The performance of Non-Independent Directors and Board of Directors, as a whole
- The performance of Chairman of the Company taking into account the views of all the Directors on Board.
- The quality, quantity and timeliness of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

All the Independent Directors attended the annual meeting.

b) **Resignation of Director :**

The Company appreciates and places on record the excellent services rendered and guidance provided by Shri Nalin S. Parikh (DIN : 00106844), who has been on the board right from the early days of 1989 till 25th July, 2017. He had expressed his desire to step down as a Director due to advancing age and reasons of health and the board had accepted his resignation in deference to his wishes.

c) **Retirement by rotation :**

In terms of the provisions of Section 152(6) of the Companies Act, 2013, Shri Prithviraj

S. Parikh, Director (DIN: 00106727), retires by rotation at the forthcoming Annual General Meeting, and being eligible offers himself for re-appointment. In accordance with Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as 'SEBI Listing Regulations') and Secretarial Standard – 2 on General Meetings, brief profile of the Director to be re-appointed is included in the Notice which forms part of the Annual Report.

There was no change in the composition of Board structure of the Company during the year under review.

13. BOARD MEETINGS :

The Board meets at regular intervals as and when required to discuss the business polices and strategies apart from other routine business.

During the financial year 2017-18, the Board met 6 (Six) times i.e. on 23rd May, 2017, 25th July, 2017, 14th September, 2017, 22nd November, 2017, 14th December, 2017 and 13th February, 2018.

The gap between two meetings did not exceed one hundred and twenty days and the necessary quorum was present for all the meetings held during the year.

The attendance of the Directors at the Board Meetings and the Annual General Meeting held during the financial year 2017-18 is as under :

Name of the Director	Category	Number of Meetings		Last Annual General Meeting attended
		Held	Attended	
Shri Prithviraj S. Parikh	Chairman & Non-Executive Director	6	3	Yes
Shri Nalin S. Parikh*	Non-Executive Director	2	2	No
Shri Anand Sethuprakasem	Independent & Non-Executive Director	6	6	Yes
Shri Hitesh V. Raja	Independent & Non-Executive Director	6	6	Yes
Smt. Sharmila S. Chitale	Independent & Non-Executive Director	6	6	No

* Shri Nalin Parikh resigned w.e.f 25th July, 2017

14. COMMITTEES OF THE BOARD :

a) AUDIT COMMITTEE :

Constitution of the Audit Committee:

A qualified and independent Audit Committee has been set up by the Board in compliance with the requirements of Section 177 of the Companies Act, 2013 read with rules framed thereunder.

The composition, quorum, powers, role and scope are in accordance with Section 177 of the Companies Act, 2013. All the members of the Audit Committee are financially literate and have experience in financial management.

The Board has accepted all the recommendations of the Audit Committee during the year 2017-18

Meeting and Attendance :

The Committee met 4 (Four) times during the financial year 2017-18 i.e. on 23rd May, 2017, 14th September, 2017, 14th December, 2017 and 13th February, 2018.

The gap between two meetings did not exceed one hundred and twenty days and the necessary quorum was present for all the meetings held during the year.

Shri Nalin Parikh ceased to be the member of the Committee w.e.f. 25th July, 2017. The Nomination and Remuneration Committee was re-constituted through a resolution passed in the Board Meeting held on 25th July, 2017 and Shri Prithviraj S. Parikh was appointed as a member of the Committee. The composition of the Audit Committee and the details of meetings attended by members of the Committee are given below :

Name of the Director	Category	Number of Committee meetings	
		Held	Attended
Shri Hitesh V. Raja - Chairman	Independent & Non-Executive Director	4	4
Shri Nalin S. Parikh - Member*	Non-Executive Director	1	1
Shri Prithviraj S. Parikh-Member	Non-Executive Director	3	2
Shri Anand Sethuprasasem-Member	Independent & Non-Executive Director	4	4

* Shri Nalin Parikh resigned w.e.f 25th July, 2017

The previous Annual General Meeting of the Company was held on 23rd September, 2017 and was attended by Shri Hitesh V. Raja, Chairman of the Audit Committee to answer shareholder's queries.

b) NOMINATION AND REMUNERATION COMMITTEE :

Constitution of the Nomination and Remuneration Committee:

The Nomination and Remuneration Committee of the Company is constituted in compliance with Section 178 of the Companies Act, 2013 read with rules framed thereunder.

The Committee comprises of three Non-Executive Directors out of which two are Independent Directors as on 31st March, 2018 and the Chairman of the Committee is an Independent Director.

Meeting and Attendance:

The Nomination and Remuneration Committee met one time during the financial year 2017-18 i.e. on 25th July, 2017. The requisite quorum was present at the Meeting.

Shri Nalin Parikh ceased to be the member of the Committee w.e.f. 25th July, 2017. The Nomination and Remuneration Committee was re-constituted through a resolution passed in the Board Meeting held on 25th July, 2017 and Shri Prithviraj S. Parikh was appointed as a member of the Committee. The composition of the N & R Committee and the details of meetings attended by members of the Committee are given below:

Name of the Director	Category	Number of Committee meetings	
		Held	Attended
Shri Anand Sethuprasasem - Chairman	Independent & Non-Executive Director	1	1
Shri Prithviraj S. Parikh - Member	Non-Executive Director	1	0
Shri Hitesh V. Raja - Member	Independent & Non-Executive Director	1	1

Shri Nalin Parikh resigned w.e.f 25th July, 2017

Shri Anand Sethuprasasem, Chairman, of the Committee was present at the last Annual General Meeting to answer the queries of the shareholders'.

c) STAKEHOLDER'S RELATIONSHIP COMMITTEE :**Constitution of the Stakeholder's Relationship Committee:**

The Board has constituted the Stakeholder's Relationship Committee comprising of three members viz, Shri Prithviraj S. Parikh, Non-Executive Director ,Shri Hitesh V. Raja, Independent & Non-Executive Director and Smt. Sharmila S. Chitale, Independent & Non-Executive Director. Smt. Sharmila S. Chitale is the Chairperson of the Committee. The composition of the Stakeholder's Relationship Committee is in compliance with the provisions of Section 178 of the Companies Act, 2013 read with rules framed thereunder.

The Committee met 5 (five) times during the financial year 2017-18 on 23rd May, 2017, 25th July, 2017, 14th September, 2017, 14th December, 2017 and 13th February, 2018.

The composition of the Committee and the attendance of the members of the Stakeholder's Relationship Committee during the financial year 2017-18 are given below:

Name of the Director	Category	Number of Committee meetings	
		Held	Attended
Smt. Sharmila S. Chitale- Chairperson	Independent & Non- Executive Director	5	5
Shri Prithviraj S. Parikh- Member	Non-Executive Director	5	2
Shri Hitesh V. Raja – Member	Independent & Non- Executive Director	5	5

The Company obtains half-yearly certificate from a Company Secretary in Practice confirming the issue of certificates for transfer, sub-division, consolidation etc. and submits a copy thereof to the Stock Exchanges in terms of Regulation 40(9) of the SEBI Listing Regulations. Further, the Compliance Certificate under Regulation 7(3) of the SEBI Listing Regulations, confirming that all activities in relation to both physical and electronic share transfer facility are maintained by Registrar and Share Transfer Agent is also submitted to the Stock Exchanges on a half yearly basis.

Shri Hitesh V. Raja, member, duly authorized by the Chairperson of the Committee was present at the last Annual General Meeting to answer the queries of the Shareholders'.

15. CORPORATE GOVERNANCE :

Pursuant to Chapter IV of the SEBI Listing Regulations, the provision with regard to Corporate Governance is not applicable to the Company as the paid up equity capital does not exceed ₹ 10 crores and net worth does not exceed ₹ 25 crores as on the last day of the previous financial year.

16. EVALUATION OF BOARD AND DIRECTORS :

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance and that of the Directors individually.

The performance of the Board was evaluated after seeking input from all Directors on the basis of the criteria such as the effectiveness of Board process quality of discussion, contribution at the meetings, business acumen, strategic thinking, corporate governance practices, contribution of the Committees to the Board in discharging its functions, etc.

TRAINING IMPARTED TO THE INDEPENDENT DIRECTORS :

As required under Regulation 25(7) of the SEBI Listing Regulations, every Independent Director of the Board, Executive Directors / Senior Managerial Personnel is familiarised about the Company's strategy, operations, organisation structure, human resources, quality, finance and risk management.

Further, at the time of appointment of an Independent Director, the Company issues a formal letter of appointment outlining his/her role, functions, duties and responsibilities as a Director. The terms and conditions of letter of appointment is available on the Company's website at www.eastcoaststeel.com

17. DETAILS OF LOANS AVAILED FROM DIRECTORS OR THEIR RELATIVES :

The Company has availed loan from Shri Prithviraj S. Parikh, Director of the Company, during the year under review:

(Amount in ₹)

Sr. No.	Name	Opening Balance beginning of the year	Amount Borrowed	Amount Repaid	Closing Balance at the end of the year
1.	Shri Prithviraj. S. Parikh	100,000	30,435,000	1,850,000	28,685,000

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS :

There was no loan or guarantee given or investment made or security provided pursuant to Section 186 of the Companies Act, 2013 during the financial year under review.

19. PARTICULARS OF CONTRACTS OR ARRANGEMENT MADE WITH RELATED PARTIES :

All related party transactions entered by the Company during the financial year were on an arm's length basis and were carried out in the ordinary course of business. There are no materially significant related party transactions made by the Company during the year under consideration with the Promoters, Directors or Key Managerial Personnel which may have a potential conflict with the interest of the Company at large. All the related party transactions as required under Ind-AS 24 'Related party Disclosures' are reported in the other explanatory information, forming part of the financial statements.

The particulars as required under the Companies Act, 2013 are furnished in Form AOC - 2 which is annexed as "Annexure A" to this report.

20. PARTICULARS OF EMPLOYEES :

The information required under section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

- The Board affirms that the remuneration paid is as per the Remuneration Policy of the Company.
- The percentage increase in the median remuneration of employees in the financial year is **33.48%**.
- Average percentile increase in salaries of non-managerial employees compared to average percentile increase in managerial remuneration: Nil
- Number of permanent employees on the rolls of the Company as on 31st March, 2018 is **10**
- The ratio of the remuneration paid to each Director to the median remuneration of the employees of the Company during the financial year 2017-18:

Name of Director	Remuneration	Median Remuneration of the employees	Ratio
Shri Prithviraj S. Parikh	-	-	-
Shri Anand Sethuprakasem	-	-	-
Shri Hitesh V. Raja	-	-	-
Smt. Sharmila S. Chitale	-	-	-

- f) There has been no increase in the remuneration paid to the Managing Director as well as the sitting fees paid to the Independent Directors and Non-executive Director. During the year under review, the Company does not have any employee who is drawing a remuneration of ₹ 10,200,000/- per annum or ₹ 850,000/- per month as stipulated in the Act and the rules made thereunder. Hence, disclosures required under Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 have not been provided.

The Company does not have any scheme or provision of money for the purchase of or subscription to its own shares by the employees/ Directors or by trustees for the benefit of the employees/ Directors.

21. CODE OF CONDUCT :

The Board has prescribed Code of Conduct ("Code") for all Board Members and Senior Management of the Company. All Board Members and Senior Management personnel have confirmed compliance with the Code for the year 2017-18. A declaration to this effect as required under Regulation 34(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms part of the Annual Report for the financial year 2017-18.

22. VIGIL MECHANISM / WHISTLEBLOWER POLICY :

Pursuant to Section 177(9) and (10) of the Companies Act, 2013 read with the rules framed thereunder, the Company has formulated a Whistle Blower Policy for vigil mechanism for Directors and employees to report to the management about the unethical behavior, fraud or violation of Company's Code of Conduct. The mechanism provides for adequate safeguards against victimisation of employees and Directors who use such mechanism and makes provision for direct access to the Chairman of the Audit Committee and no personnel of the Company have been denied access to the Audit Committee. The policy is available on the website of the Company at www.eastcoaststeel.com.

23. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013 :

The Company has in place a policy on Prevention of Sexual Harassment in line with the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. It has been noted that no complaints were reported during the year.

24. OTHER MATERIAL ORDERS :

- a. The Company has since discharged the liability of ₹ 105,354,632/- determined by the Pondicherry Electricity Department as notified by the Government of Puducherry vide Group of Ministers (G.O.M's). No. 08 dated 10th March, 2017, towards settlement of electricity charges. Refer Note 24(a) of the financial statement.
- b. Pursuant to the Memorandum of Settlement (M.O.S.) dated 14th February, 2018, between the Company and the Owners & Other Persons interested in the cargo of vessel M.V. Meera, the appellants had withdrawn the Civil Appeal No. 7325 of 2008 pending before the Honourable Supreme Court of India, New Delhi, as per Order dated 9th March 2018, passed by the Apex Court. The negotiated settlement had resulted in the Company offering to make a full and final payment of all claims, disputes and demands of the appellants originally set out in Civil Suit No. 1344 of 1995 and O.S.A. No. 36 of 2004 disposed off by Honourable High Court vide Order dated 26th April, 1996 and 18th July, 2008, respectively, against which the Civil appeal No. 7325 of 2008 came to be filed in the Honourable Supreme Court of India, for a sum of ₹ 3,500,000/- only.

25. REVIEW OF RISK MANAGEMENT POLICY ADOPTED BY THE COMPANY :

The Company in order to comply the provisions of the Companies Act, 2013 and to provide an

effective mechanism for implementing risk management system, the company had adopted the policy on risk management for evaluating and monitoring various risks that could threaten the existence of the Company. The Company had not faced any major risks and no major deviations from the actuals as attained by the Company. The Audit committee has reviewed the policy periodically. The Board takes overall responsibility for the overall process of risk management in the organisation.

The Board shall take note of any future threats and shall report to the Company for formulating an effective mechanism and strategy.

26. **EXTRACT OF ANNUAL RETURN :**

Pursuant to the provisions of Section 92 (3) of the Companies Act, 2013, an extract of annual return is annexed hereto as “**Annexure- B**” and forms part of this report.

27. **SECRETARIAL AUDITORS :**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Shri P. S. Ramnath, Practising Company Secretaries, (CP: 4159 ; F.C.S. 819), have been appointed as the Secretarial Auditor to conduct the Secretarial Audit of the Company for the financial year 2017-18, the Secretarial Audit Report is annexed herewith as “**Annexure- C**” and forms part of this report.

The Secretarial Audit Report does not contain any adverse remarks, qualifications or observations.

28. **STATUTORY AUDITORS :**

M/s. Chaturvedi & Shah, Chartered Accountants, (FRN: 101720W) were appointed as Auditors of the Company, for a term of 5 (five) consecutive years, at the Annual General Meeting held on 27th September, 2014.

The Company has received written consent and certificate of eligibility pursuant to the provisions of Sections 139, 141 and other applicable provisions of the Act and rules framed thereunder (including any statutory modification or re-enactment thereof for the time being in force) from M/s. Chaturvedi & Shah, Chartered Accountants.

Disclosure under Section 143 (12) of Companies Act, 2013:-

The Statutory Auditors of the Company have not reported any fraud or irregularities, as specified under the Second provision of Section 143 (12) of the Act (including any Statutory modification(s) or re-enactment(s) for the time being in force), read with Rule 13 of the Companies (Audit and Auditors) Rules, 2014, during financial year under review.

Statutory Auditor's Report:-

There are no adverse remarks, observations or disclaimer remarks by the Statutory Auditors in their report for the financial year ended 31st March, 2018

29. **COMPLIANCE OF SECRETARIAL STANDARDS :**

The Board of Directors hereby confirms that all the applicable Secretarial Standards have been complied with during the year under review.

30. **COST AUDIT :**

The Company is not required to maintain cost record as prescribed by the Central Government under the provisions of Section 148 of the Companies Act, 2013 in view of the closure of the plant in 1995 and cessation of manufacturing activities. No activities or services have been undertaken by the Company since then.

31. **INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY :**

The Company has in place a robust internal financial control system, commensurate with the size of its operations and nature of its business activities. The Company has a standard

operating procedure for various activities and operations and follows this standard operating procedure for its internal control procedures. The Internal Auditor monitors and evaluates the efficacy and adequacy of internal financial control system in the Company, its compliance with operating systems, accounting procedures, application of the instructions and policies fixed by the senior management at all locations of the Company. The Audit Committee reviews the report on Internal Control submitted by the Internal Auditors on a quarterly basis.

32. DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to Section 134(5) of the Companies Act, 2013, your Directors, based on the representations received from the Operating Management and after due enquiry, hereby confirm that:

- I. In the preparation of annual accounts, the applicable accounting standards have been followed and no material departures have been made from the same;
- II. They had in consultation with Statutory Auditors, selected 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 as at 31st March, 2018 and of loss of Company for the year ended on that date;
- III. They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- IV. They have prepared the annual accounts on a "going concern" basis;
- V. They have laid down internal financial controls, which are adequate and operating effectively;
- VI. They have devised proper system to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

33. CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES :

Provisions of Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended from time to time, are not applicable to your Company.

34. LISTING :

The shares of the Company are listed at the BSE Limited. The annual listing fee has been paid to the Stock Exchange before the due date.

35. CAUTIONARY STATEMENT :

Statements in these reports describing Company's projections statements, expectations and hopes are forward looking. Though, these expectations etc, are based on reasonable assumption, the actual results might differ.

36. ACKNOWLEDGEMENT :

Your Directors acknowledge with thanks the co-operation and understanding displayed by the shareholders & others and continues to look forward to the same.

For and on behalf of the Board of Directors

Sd/-

Prithviraj S. Parikh

Director

DIN : 00106727

Sd/-

Hitesh V. Raja

Director

DIN : 02681574

Place : Mumbai

Date : 9th August, 2018

ANNEXURE – A

FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8 (2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. **Details of contracts or arrangements or transactions not at arm's length basis :**

The Company has not entered into any transaction with related parties which were not on an arm's length basis.

2. **Details of material contracts or arrangement or transactions at arm's length basis :**

The Company has not entered into any material contracts or transactions during the financial year 2017-18.

On behalf of the Board of Directors

Sd/-

Prithviraj S. Parikh

Director

DIN : 00106727

Sd/-

Hitesh V. Raja

Director

DIN : 02681574

Place : Mumbai

Date : 9th August, 2018

ANNEXURE – B

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

As on financial year ended on March 31, 2018

Pursuant to Section 92 (3) of the Companies Act, 2013 and Rule 12(1) of the Company (Management and Administration) Rules, 2014.

I. **REGISTRATION & OTHER DETAILS:**

1	CIN	L27109PY1982PLC000199
2	Registration Date	20.08.1982
3	Name of the Company	EASTCOAST STEEL LIMITED
4	Category/Sub-category of the Company	Public Company
5	Address of the Registered office & contact details	Cuddalore Road, Pillaiyarkuppam, Bahour Commune, Pondicherry – 607 403. Ph. No. : 0413-2611117 Fax No. : 0413-2611423 E-mail : esl@eastcoaststeel.com
6	Whether listed company	Yes
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Link Intime India Pvt. Ltd C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai – 400 083. Ph. No. : 022-49186000 Fax. No. : 022-49186060 E-Mail : mumbai@linkintime.co.in

II. **PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:**

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1.	Manufacture of steel in ingots or other primary forms, and other semi-finished products of steel.	24103	Nil

III. PRINCIPAL OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

(All the business activities contributing 10 % or more of the total turnover of the Company shall be stated)

S. No.	Name and Address of the company	CIN/ GLN	Holding, Subsidiary and Associates	% of share held	Applicable Section
1.	NA	NA	NA	NA	NA

IV. A) SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year	
	De-mat	Physi-cal	Total	% of Total Shares	De-mat	Physi-cal	Total	% of Total Shares		
A. Shareholding of Promoter and Promoter Group										
(1) Indian										
a) Individual/ HUF	8600	Nil	8600	0.16	8600	Nil	8600	0.16	Nil	
b) Central Govt	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
c) State Govt(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
d) Bodies Corp.	950935	Nil	960335	17.79	975335	Nil	975335	18.07	0.28	
e) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
f) Any other	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Sub Total (A) (1)	968935	Nil	968935	17.95	983935	Nil	983935	18.23	0.28	
(2) Foreign										
a) Individuals (Non- Resident Individuals / Foreign Individuals)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
b) Government	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
c) Institutions	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
d) Foreign Portfolio Investor	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
e) Any Other (Specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Sub Total (A) (2)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Total Shareholding of Promoter and Promoter Group (A) = (A) (1) + (A) (2)	968935	Nil	968935	17.95	983935	Nil	983935	18.23	0.28	

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year
	De-mat	Physi-cal	Total	% of Total Shares	De-mat	Physi-cal	Total	% of Total Shares	
B. Public Shareholding									
1. Institutions									
a) Mutual Funds / UTI	Nil	16900	16900	0.31	Nil	16900	16900	0.31	Nil
b) Venture Capital Fund	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Alternate Investment Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Foreign Venture Capital Investors	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Foreign Portfolio Investor	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) Financial Institutions / Bank	150	2750	2900	0.05	150	2750	2900	0.05	Nil
g) Insurance Companies	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
h) Provident Funds/ Pension Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Any Others (specify)	Nil	5400	5400	0.10	Nil	5400	5400	0.10	Nil
Sub-total (B)(1):-	150	25050	25200	0.47	150	25050	25200	0.47	Nil
2. Central Government / State Government(s) / President of India									
Sub-total (B)(2):-	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
3. Non-Institutions									
a) Bodies Corp.	1436069	37100	1467469	27.19	1866458	37300	1903758	35.28	8.09
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	432098	989653	1421751	26.35	433974	981195	1415169	26.22	-0.13
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	1184220	31691	1215911	22.53	736020	31691	767711	14.23	-8.30
c) Others (specify)									

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year
	De-mat	Physical	Total	% of Total Shares	De-mat	Physical	Total	% of Total Shares	
Non Resident Indians (Non Repat)	4319	Nil	4319	0.08	4536	9	4545	0.08	Nil
Non Resident Indians (Repat)	10473	63760	74233	1.38	9940	62760	72700	1.35	-0.03
Partnership Firm	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
HUF	204850	500	205350	3.81	212950	500	213450	3.96	0.15
Clearing Members	4800	Nil	4800	0.09	1500	Nil	1500	0.03	-0.06
Trusts	450	8050	8500	0.16	450	8050	8500	0.16	Nil
Foreign Bodies - D	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-total (B)(3):-	3271579	1130754	4402333	81.58	3265828	1121505	4387333	81.30	-0.28
Total Public Shareholding (B)=(B)(1)+ (B)(2)+ B(3)	3271729	1155804	4427533	82.05	3265978	1146555	4412533	81.77	- 0.28
C. Non Promoter – Non Public									
i) Custodian/ DR Holder	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
ii) Employee Benefit Trust (under SEBI (share based Employee Benefit) Regulations, 2014)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Grand Total (A+B+C)	4240664	1155804	5396468	100	4249913	1146555	5396468	100	Nil

Note : Anagha Enterprises Pvt. Ltd (Promoter Group) : Includes 13000 shares brought through the Stock Exchange, Mumbai, which are in the process of being transferred by the R & T Agents – Link Intime India Pvt. Ltd. as at 31.03.2018.

B) SHAREHOLDING OF PROMOTERS

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the Company	% of Shares pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares pledged / encumbered to total shares	
1	Anagha Enterprises Pvt. Ltd	960335	17.79	Nil	975335	18.07	Nil	0.28
2	Shri Prithviraj S. Parikh	8600	0.16	Nil	8600	0.16	Nil	0.00
	Total	968935	17.95	Nil	983935	18.23	Nil	0.28

C) CHANGE IN PROMOTERS' SHAREHOLDING (PLEASE SPECIFY, IF THERE IS NO CHANGE)

Sr. No.	Name of Shareholder	Shareholding at the beginning of the year		Date	Reason	Increase / Decrease in Shareholding		Cumulative Shareholding at the end of the year	
		No. of shares	% of total shares of the Company			No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1.	Anagha Enterprises Private Limited	950935	17.79	At the beginning of the year (as on 01.04.2017)				960335	17.79
				21.03.2018	Purchase of Shares	1000	0.02	961335	17.81
				22.03.2018	Purchase of Shares	1000	0.02	962335	17.83
				27.03.2018	Purchase of Shares	6000	0.11	968335	17.94
				28.03.2018	Purchase of Shares	7000	0.13	975335	18.07
2	Shri Prithviraj S. Parikh	8600	0.16	-	-	-	-	8600	0.16

**D) SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS
(Other than Directors, Promoters and Holders of GDRs and ADRs):**

Sr. No.	Name of Shareholder	Shareholding at the beginning of the year		Date	Reason	Increase / Decrease in Shareholding		Cumulative Shareholding at the end of the year	
		No. of Shares	% of total shares of the Company			No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	Brijwasi Securities Private Limited	676800	12.54	-	-	-	-	676800	12.54
2	Smit Capital Services Private Limited	527800	9.78	-	-	-	-	527800	9.78
3	Transfabcon Projects Private Limited	0	0	23.03.2018	Transfer	450000	8.34	450000	8.34

Sr. No.	Name of Shareholder	Sahreholding at the beginning of the year		Date	Reason	Increase / Decrease in Shareholding		Cumulative Shareholding at the end of the year	
		No. of Shares	% of total shares of the Company			No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
4	Shri Suresh Kumar Jalan	391240	7.25	At beginning of the year (as on 01.04.2017)				391240	7.25
				07.04.2017	Purchase of Shares	200	0.00	391440	7.25
				14.04.2017	Purchase of Shares	700	0.01	392140	7.26
				04.08.2017	Purchase of Shares	100	0.00	392240	7.26
				11.08.2017	Purchase of Shares	500	0.01	392740	7.27
				29.09.2017	Purchase of Shares	300	0.01	393040	7.28
5	Shri Sisir Kumar Jalan	139400	2.58	-	-	-	-	139400	2.58
6	Servo Packaging Limited	101550	1.88	-	-	-	-	101550	1.88
7	Sisir Kumar Jalan HUF	99400	1.84	-	-	-	-	99400	1.84
8	Shri Ashok Kumar Dalmia	535600	9.93	At beginning of the year (as on 01.04.2017)				535600	9.93
				23.03.2018	Transfer	(450000)	(8.34)	85600	1.59
9	Suresh Kumar Jalan HUF	82450	1.53	-	-	-	-	82450	1.53
10	Western Guineas Private Limited	66200	1.23	At beginning of the year (as on 01.04.2017)				66200	1.23
				23.03.2018	Sale of Shares	(2000)	0.04	64200	1.19
				27.03.2018	Sale of Shares	(3800)	0.07	60400	1.12
				28.03.2018	Sale of Shares	(7000)	0.13	53400	0.99
11	Shri Bishnu Kumar Jalan	37600	0.70	-	-	-	-	37600	0.70

E) SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	Mr. Prithviraj S. Parikh At the beginning of the year At the end of the year	8600 8600	0.16 0.16	8600 8600	0.16 0.16
2	Mr. Anand Sethuprakasem At the beginning of the year At the end of the year	Nil Nil	Nil Nil	Nil Nil	Nil Nil
3	Mr. Hitesh V. Raja At the beginning of the year At the end of the year	200 200	0.00 0.00	200 200	0.00 0.00
4	Ms. Sharmila Chitale At the beginning of the year At the end of the year	100 100	0.00 0.00	100 100	0.00 0.00

V. INDEBTEDNESS - Indebtedness of the Company including interest outstanding/accrued but not due for payment. (Amount in ₹)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	N.A.	25,641,393	N.A.	25,641,393
ii) Interest due but not paid	N.A.	0	N.A.	0
iii) Interest accrued but not due	N.A.	0	N.A.	0
Total (i+ii+iii)	N.A.	25,641,393	N.A.	25,641,393
Change in Indebtedness during the financial year				
* Addition	N.A.	101,435,000	N.A.	101,435,000
* Reduction	N.A.	5,350,000	N.A.	5,350,000
Net Change		96,085,000		96,085,000
Indebtedness at the end of the financial year				
i) Principal Amount	N.A.	121,726,393	N.A.	121,726,393
ii) Interest due but not paid	N.A.	N.A.	N.A.	N.A.
iii) Interest accrued but not due	N.A.	4,098,539	N.A.	4,098,539
Total (i+ii+iii)	N.A.	125,824,932	N.A.	125,824,932

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE-TIME DIRECTORS AND / OR MANAGER (Amount in ₹)

Sr. No.	Particulars of Remuneration	Name of Director	Total
		Whole Time Director / Managing Director / Manager	
1.	Gross Salary	N.A.	N.A.
	(a) Salary as per provisions contained in Section 17(1) of the Income-Tax Act, 1961		
	(b) Value of perquisites u/s 17(2) Income-Tax Act, 1961	N.A.	N.A.
	(c) Profits in lieu of salary under Section 17(3) Income-Tax Act, 1961	N.A.	N.A.
2.	Stock Option	N.A.	N.A.
3.	Sweat Equity	N.A.	N.A.
4.	Commission - as % of profit - others, specify...	N.A.	N.A.
5.	Others, please specify	N.A.	N.A.
	Total (A)	N.A.	N.A.
	Ceiling as per the Act	N.A.	N.A.

B. REMUNERATION TO OTHER DIRECTOR (Amount in ₹)

Sr. No.	Particulars of Remuneration	Name of Director				Total
		Prithviraj S. Parikh	Anand Sethu-prakasem	Hitesh V. Raja	Sharmila S. Chitale	
1	Independent Directors	NIL	NIL	NIL	NIL	NIL
	Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL
	Commission	NIL	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (1)	NIL	NIL	NIL	NIL	NIL
2	Other Non-Executive Directors	NIL	NIL	NIL	NIL	NIL
	Fee for attending board committee meetings	NIL	NIL	NIL	NIL	NIL
	Commission	NIL	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (2)	NIL	NIL	NIL	NIL	NIL
	Total = (1+2)	NIL	NIL	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL	NIL	NIL
	Overall Ceiling as per the Act	NIL	NIL	NIL	NIL	NIL

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MANAGING DIRECTOR, WHOLE-TIME DIRECTOR / MANAGER

(Amount in ₹)

SL. No.	Particulars of Remuneration	Key Managerial Personnel		Total
		Company Secretary	Chief Financial officer	
		P.K.R.K. Menon	B.N.Kamath	
1	Gross salary	1,275,000	442,000	1,717,000
	(a) Salary as per provisions contained in section 17(1) of the Income-Tax Act, 1961	NIL	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-Tax Act, 1961	87,130	NIL	87,130
	(c) Profits in lieu of salary under section 17(3) Income-Tax Act, 1961	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL
4	Commission	NIL	NIL	NIL
	as % of profit			
	Other, specified			
5	Medical Allowance	100,000	NIL	100,000
	Total	1,462,130	442,000	1,904,130

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty			NONE		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NONE		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NONE		
Punishment					
Compounding					

On behalf of the Board of Directors

Sd/-

Prithviraj S. Parikh

Director

DIN : 00106727

Sd/-

Hitesh V. Raja

Director

DIN : 02681574

Place : Mumbai

Date : 9th August, 2018

ANNEXURE – C
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2018

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members,
Eastcoast Steel Limited
Cuddalore Road,
Pillayarkuppam Post,
Bahour Commune,
Pondicherry - 607403.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Eastcoast Steel Limited (hereinafter called the Company). The Secretarial Audit was conducted in a manner which provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the Financial Year ended on 31st March, 2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the Rules and regulations made there under to the extent of Overseas Direct Investment; (Not applicable to the Company during audit period)
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; (Not applicable to the Company during audit period);
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (Not applicable to the Company during audit period);
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - (e) The Securities and Exchange Board of India; (Issue and Listing of Debt Securities) Regulations, 2008(Not applicable to the Company during audit period);
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during audit period); and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during audit period).
- (vi) We have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company. The Company having had stopped production at its Pondicherry plant owing to uneconomical operations since 1995, the activity have remained at a standstill.

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Mr. Nalin S. Parikh was resigned with effect from 25th July, 2017. The changes in the composition of the Board of Directors, if any that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings and agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the Company has passed the following resolutions which are having major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

1. Borrowing up to ₹ 100 crores as per section 180(1)(c) of the Act;
2. Providing Security up to ₹ 100 crores as per section 180 (1)(a) of the Act in connection with the borrowing of the Company;
3. To make loans or investments or to provide guarantee or provide security in connection with the loan made under section 186 of the Act.

Sd/-

P.S. Ramnath

Practicing Company Secretary

FCS No: 819

C.P. No. 4159

Place : Thane

Date : 10th May, 2018

Management Discussion and Analysis.

The steel plant of the Company at Puducherry was operational till 1995 and suspended thereafter. During the financial year, the Company discharged liabilities cumulated over the years from the borrowed funds. The Company is confident of raising long term resources to repay these liabilities and also restructure its business into various diversified activities.

The management of the Company considered various options to revive / restructure activities of the Company, however due to diverse economic scenario none of them appeared feasible. In view thereof your board is considering various other business plans.

INDEPENDENT AUDITOR'S REPORT

To the Members of

Eastcoast Steel Limited

Report on the Ind AS Financial Statements

We have audited the accompanying financial statements of **Eastcoast Steel Limited** ("the Company"), which comprises the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view 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 Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2018 of its loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Material Uncertainty Related to Going Concern**(As stated in note no. 37 to the accompanying financial statement)**

During the year, Company have borrowed funds of ₹ 96,185,000 to pay demand of electricity charges in respect of earlier years, As informed to us, Company is in the process of raising the required long term resources to repay these debts and therefore accounts have been prepared on going concern basis.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and 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 appears from our examination of those books;
 - c) The Balance Sheet, Statement of Profit and Loss including the Statement of Other Comprehensive income, Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under section 133 of the Act;
 - e) The matters described under the material uncertainty related to going concern paragraph above, in our opinion, may have an adverse effect on the functioning of the Company;
 - f) On the basis of written representations received from the directors as on 31st March, 2018 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018, from being appointed as a director in terms of section 164 (2) of the Companies Act, 2013;
 - g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**";
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact on its financial position;
 - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year.

For **Chaturvedi & Shah**
Chartered Accountants
Firm Registration No : 101720W

Sd/-
Amit Chaturvedi
Partner
Membership No. : 103141

Place : Mumbai

Date : 10th May, 2018.

“Annexure A” to Independent Auditors’ Report referred to in Paragraph 1 under the heading of “Report on other legal and regulatory requirements” of our report of even date.

- i. In respect of its 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 in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) In our opinion and according to the information and explanations given to us, title deeds of immovable properties are held in the name of the Company.
- ii. As the Company did not have Inventories during the year, clause (ii) of paragraph 3 of the order is not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured to Companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.
- iv. Company has not directly or indirectly advanced loan to the persons or given guarantees or securities in connection with the loan taken by persons covered under Section 185 of the Act. Company has complied with the provisions of section 186 of the Act, in respect of loans, investments, guarantee or security given.
- v. According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi. To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of the activities undertaken by the Company.
- vii. In respect of Statutory dues :
 - a) According to the records of the Company, undisputed statutory dues including goods & service tax, provident fund, employees’ state insurance, income tax, service tax, cess and any other statutory dues have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding as at 31st March, 2018 for a period of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of goods & service tax, income tax, service tax and cess on account of any dispute, which have not been deposited.
- viii. The Company has not raised loans from financial institutions, banks, government or by issue of debentures and hence clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix. The Company has not raised money by way of initial public offer or further public offer (including debt instruments) or term loan during the year and hence clause (ix) of paragraph 3 of the Order is not applicable to the Company.
- x. Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

- xii. In our opinion Company is not a nidhi Company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with sections 177 and 188 of the Act, as applicable and their details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv. In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence clause (xiv) of paragraph 3 of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under section 192 of the Act. Hence, clause (xv) of the paragraph 3 of the Order is not applicable to the Company.
- xvi. To the best of our knowledge and as explained, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **Chaturvedi & Shah**
Chartered Accountants
Firm Registration No : 101720W

Sd/-
Amit Chaturvedi
Partner
Membership No. : 103141

Place : Mumbai

Date : 10th May, 2018.

“Annexure B” to the Independent Auditors’ Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the Internal Financial Control over financial reporting of **Eastcoast Steel Limited** (“the Company”) as of 31st March, 2018 in conjunction with our audit of the financial statements of the Company for the year then ended.

Management Responsibility for the Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit

of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For **Chaturvedi & Shah**
Chartered Accountants
Firm Registration No : 101720W

Sd/-
Amit Chaturvedi
Partner
Membership No. : 103141

Place : Mumbai

Date : 10thMay,2018.

BALANCE SHEET AS AT 31ST MARCH, 2018

(Amount in ₹)

	Notes	As at 31 March 2018	As at 31 March 2017	As at 01 April 2016
Assets				
Non - Current Assets				
Property, Plant and Equipment	2	11,426,211	11,738,115	12,050,019
Financial Assets				
(i) Investments	3	56,475	56,475	56,475
(ii) Other financial assets	4	492,206	11,512,594	9,145,322
		11,974,892	23,307,184	21,251,816
Current Assets				
Financial Assets				
(i) Investments	5	8,190	-	1,922,164
(ii) Cash and Cash Equivalents	6	404,207	280,946	250,009
(iii) Loans	7	-	5,000,000	12,000,000
(iv) Other financial assets	8	64,000	1,162,752	2,715,967
Current Tax Assets (net)	9	1,169,829	1,338,844	1,803,248
Other Current Assets	10	143,912	128,699	684,731
		1,790,138	7,911,241	19,376,119
Total Assets		13,765,030	31,218,425	40,627,935
Equity and Liabilities				
Equity :				
Equity Share Capital	11	53,964,680	53,964,680	53,964,680
Other Equity	12	(166,708,157)	(145,694,109)	(32,653,527)
		(112,743,477)	(91,729,429)	21,311,153
Liabilities				
Non Current Liabilities				
Financial Liabilities				
(i) Borrowings	13	89,708,490	19,311,730	16,792,809
Provisions	14	1,029,817	639,653	779,228
		90,738,307	19,951,383	17,572,037
Current Liabilities				
Financial Liabilities				
(i) Borrowings	15	28,685,000	100,000	-
(ii) Trade Payables	16	5,329	4,886	5,737
(iii) Other Financial Liabilities	17	5,145,432	101,757,693	629,673
Provisions	18	1,088,807	1,015,567	907,224
Other Current Liabilities	19	845,632	118,325	202,111
		35,770,200	102,996,471	1,744,745
Total Equity and Liabilities		13,765,030	31,218,425	40,627,935

Significant Accounting Policies and Other Explanatory Information 1 to 38

As per our report of even date

For and on behalf of the Board of DirectorsFor **Chaturvedi & Shah**

(Firm Registration No. 101720W)

Chartered Accountants

Sd/-

Amit Chaturvedi

Partner

Membership No.103141

Sd/-

Prithviraj. S. Parikh

Director

(DIN: 00106727)

Sd/-

Hitesh V. Raja

Director

(DIN: 02681574)

Place : Mumbai**Date : 10th May, 2018**

Sd/-

P. K. R. K. Menon

Company Secretary

(F.C.S. - 1074)

Sd/-

B. N. Kamath

Chief Financial Officer

(PAN: AESPK5610C)

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018
(Amount in ₹)

	Notes	For the Year ended 31 March 2018	For the Year ended 31 March 2017
Income			
Revenue from Operations		-	-
Other Income	20	1,063,569	2,807,532
		1,063,569	2,807,532
Expenses			
Employee Benefits Expenses	21	3,861,210	3,279,757
Finance Charges	22	7,596,261	2,524,737
Depreciation and Amortization Expenses	2	311,904	311,904
Other Expenses	23	6,389,723	4,469,330
		18,159,098	10,585,728
(Loss) Before Exceptional Items and Tax		(17,095,529)	(7,778,196)
Exceptional Items	24	3,500,000	105,354,632
(Loss) Before Tax		(20,595,529)	(113,132,828)
Short / (Excess) Provision for tax		-	24,894
(Loss) for the Year		(20,595,529)	(113,157,722)
Other Comprehensive Income			
<u>Items that will not be reclassified to profit or loss</u>			
Re-measurement gain/ (losses) on defined benefit plans		(418,519)	117,140
Income tax effect		-	-
Other Comprehensive income for the year, net of tax		(418,519)	117,140
Total Comprehensive Income for the year		(21,014,048)	(113,040,582)
Basic and Diluted Earnings Per Share (in ₹) (Face Value ₹10)		(3.82)	(20.97)

Significant Accounting Policies and Other Explanatory Information

1 to 38

As per our report of even date

For and on behalf of the Board of Directors

For **Chaturvedi & Shah**

(Firm Registration No. 101720W)

Chartered Accountants

Sd/-

Amit Chaturvedi

Partner

Membership No.103141

Sd/-

Prithviraj. S. Parikh

Director

(DIN: 00106727)

Sd/-

Hitesh V. Raja

Director

(DIN: 02681574)

Place : Mumbai

Date : 10th May, 2018

Sd/-

P. K. R. K. Menon

Company Secretary

(F.C.S. - 1074)

Sd/-

B. N. Kamath

Chief Financial Officer

(PAN: AESPK5610C)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018**(Amount in ₹)**

	Year ended 31 March 2018	Year ended 31 March 2017
A Cash Flows From Operating Activities		
(Loss) Before Tax	(20,595,529)	(113,157,722)
Adjustments For:		
Depreciation and Amortization Cost	311,904	311,904
Finance Cost	7,596,261	2,524,737
Sundry Balances written back	(1,000)	-
Dividend	(8,954)	(20,891)
(Profit) / Loss on Sale of Current Investments	765	(2,664)
Interest Income	(933,615)	(2,663,977)
Re-measurement gain/(losses) on defined benefit plans	(418,519)	117,140
Operating Loss before Working Capital Changes	(14,048,687)	(112,891,472)
(Increase)/Decrease in Short Term Financial and other Current Assets	5,330,287	7,568,032
Increase/(Decrease) in Trade Payables	443	(851)
Increase/(Decrease) in Other Financial Current Liabilities	(100,710,800)	101,128,020
Increase/(Decrease) in Other Current Liabilities and Provisions	1,191,711	(115,018)
Cash (Used in) Operating Activities	(108,237,045)	(4,311,289)
Direct taxes paid (net of refunds)	169,015	464,404
Net Cash (Used in) Operations (A)	(108,068,030)	(3,846,885)
B Cash Flows From Investing Activities		
Proceeds from Sale of Investments	1,000,000	1,924,829
Purchase of Investments	(1,008,954)	-
Proceeds from maturity of fixed deposits	11,020,388	(2,367,272)
Dividend Received	8,954	20,891
Interest Received	1,686,867	4,205,192
Net Cash Generated from Investing Activities (B)	12,707,255	3,783,639
C Cash Flows From Financing Activities		
Proceeds from short term borrowings (net)	28,585,000	100,000
Proceeds from long term borrowings	67,500,000	2,518,921
Interest and processing fees paid	(600,964)	(2,524,738)
Net Cash Generated from Financing Activities (C)	95,484,037	94,183
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	123,261	30,937
Cash and Cash Equivalent as on 01 April 2017 (as per Note 6 to the financial statements)	280,946	250,009
Cash and Cash Equivalent as on 31 March 2018 (as per Note 6 to the financial statements)	404,207	280,946

Note:

- The above cash flow statement has been prepared under the "Indirect Method" as per Indian Accounting Standard (Ind-AS) 7.
- Figures in brackets indicate cash outflow and without brackets indicate cash inflow.
- Change in Liability arising from financing activities.

Particulars	Non-Current Borrowings	Current Borrowings	Total
As at 01 April 2017	19,311,730	100,000	19,411,730
Cash proceeds from borrowings	67,500,000	28,585,000	96,085,000
Non-cash transactions *	2,896,760	-	2,896,760
As at 31 March 2018	89,708,490	28,685,000	118,393,490

* Non-cash transactions comprise of unwinding of discount (Refer Note. 22) on Interest free Non-Current Borrowings taken by the Company.

As per our report of even date

For **Chaturvedi & Shah**
(Firm Registration No. 101720W)
Chartered Accountants

Sd/-
Amit Chaturvedi
Partner
Membership No.103141

For and on behalf of the Board of Directors

Sd/-
Prithviraj. S. Parikh
Director
(DIN: 00106727)

Sd/-
Hitesh V. Raja
Director
(DIN: 02681574)

Place : Mumbai
Date : 10th May, 2018

Sd/-
P. K. R. K. Menon
Company Secretary
(F.C.S. - 1074)

Sd/-
B. N. Kamath
Chief Financial Officer
(PAN: AESPK5610C)

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2018
(Amount in ₹)

a Equity share capital	Number	Amount
As at 01 April 2016	5,396,468	53,964,680
Issue of share capital	-	-
Balance as at 31 March 2017	5,396,468	53,964,680
Issue of share capital	-	-
Balance as at 31 March 2018	5,396,468	53,964,680

b Other equity

	Reserves and surplus			Other comprehensive income (OCI)	Total Equity
	Securities premium reserve	Capital Reserve	Retained earnings	Re-measurement gain/ (losses) on defined benefit plans through OCI	
Balance as at 01 April 2016	94,323,634	2,500,000	(129,477,161)	-	(32,653,527)
Loss for the year	-	-	(113,157,722)	-	(113,157,722)
Other comprehensive income for the year	-	-	-	117,140	117,140
Balance as at 31 March 2017	94,323,634	2,500,000	(242,634,883)	117,140	(145,694,109)
Loss for the year	-	-	(20,595,529)	-	(20,595,529)
Other comprehensive income for the year	-	-	-	(418,519)	(418,519)
Balance as at 31 March 2018	94,323,634	2,500,000	(263,230,412)	(301,379)	(166,708,157)

Significant Accounting Policies and Other Explanatory Information 1 to 38

As per our report of even date
For **Chaturvedi & Shah**
(Firm Registration No. 101720W)
Chartered Accountants

Sd/-
Amit Chaturvedi
Partner
Membership No.103141

Place : Mumbai
Date : 10th May, 2018

For and on behalf of the Board of Directors

Sd/-
Prithviraj. S. Parikh
Director
(DIN: 00106727)

Sd/-
P. K. R. K. Menon
Company Secretary
(F.C.S. - 1074)

Sd/-
Hitesh V. Raja
Director
(DIN: 02681574)

Sd/-
B. N. Kamath
Chief Financial Officer
(PAN: AESPK5610C)

Summary of the significant accounting policies and other explanatory information for the year ended 31st March, 2018

1 SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis of Accounting:

Eastcoast Steel Limited ('the Company') is a public limited company incorporated in India under the provisions of the Companies Act, 1956 and its shares are listed on Bombay Stock Exchange. The registered office of the Company is situated at Cuddalore Road, Pillaiyarkuppam Post, Bahour Commune, Pondicherry - 607 403, which is also the principal place of business.

These financial statements were approved and adopted by Board of Directors in meeting dated 10th May, 2018.

1.2 Basis of preparation and presentation:

These Financial Statements of the Company have been prepared to comply with the Indian Accounting Standards ('Ind-AS') notified under Companies (Indian Accounting Standards) Rules, 2015, read with section 133 of the Companies Act, 2013, under the historical cost convention on the accrual basis except for

- (i) Certain financial assets and liabilities measured at fair value,
- (ii) Defined benefit plans - plan assets measured at fair value."

Upto the year ended 31st March, 2017, the Company has prepared its financial statements in accordance with the requirement of Indian GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006 and considered as "Previous GAAP". These financial statements are the Company's first Ind-AS compliant financial statements and are covered by Ind-AS 101 - First time adoption of Indian Accounting Standards. The date of transition to Ind-AS is 1st April, 2016. Refer Note. 28 for the details of first time adoption exemptions availed by the Company and reconciliation of the reserves on transition date and the loss for the previous year as per Ind-AS and previous GAAP.

The financial statements of the Company are for the year ended 31st March, 2018 and are prepared in Indian Rupees being the functional currency.

1.3 Standard issued but not yet effective:

On 28th March, 2018, the Ministry of Corporate Affairs (MCA) has notified Ind-AS 115- Revenue from Contracts with Customers and certain amendments to existing Ind-AS. These amendments shall be applicable to the Company from 1st April, 2018.

- (i) Issue of Ind-AS 115- Revenue from Contracts with Customers: Ind-AS 115 will supersede the current revenue recognition guidance including Ind-AS 18, 'Revenue' and the related interpretation. Ind-AS 115 provides a single model of accounting for revenue arising from contracts with customers based on the identification and satisfaction of performance obligations. The Company is currently assessing the potential impact of this amendment.
- (ii) Amendment to the existing standards issued under Ind-AS: The following amended standards are not expected to have a significant impact on the Company's financial statements. This assessment is based on currently available information and may be subject to changes arising from further reasonable and supportable information being made available to the Company when it will adopt the respective standards.
 - (a) Ind-AS 40, 'Investment Property'
 - (b) Ind-AS 21, 'The effects of changes in Foreign Exchange Rates'
 - (c) Ind-AS 12, 'Income Taxes'

1.4 Current non-current classification:

The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

An asset is treated as current when it is:

- (i) expected to be realised or intended to be sold or consumed in normal operating cycle;
- (ii) held primarily for the purpose of trading;
- (iii) expected to be realised within twelve months after the reporting period;
- (iv) cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period; or
- (v) carrying current portion of non current financial assets.

All other assets are classified as non-current.

A liability is current when:

- (i) it is expected to be settled in normal operating cycle ;
- (ii) it is held primarily for the purpose of trading ;
- (iii) it is due to be settled within twelve months after the reporting period;
- (iv) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period, or
- (v) It includes current portion of non current financial liabilities.

All other liabilities are classified as non-current.

1.5 Operating cycle :

All assets and liabilities have been classified as current and non-current as per the company's normal operating cycle and other criteria set out above which are in accordance with the Schedule III to the Act. Based on the nature of services and time between the acquisition of assets for providing of services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

1.6 Property Plant and Equipment :

Freehold land is carried at cost. All other items of property, plant and equipment are stated at cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

Depreciation is provided under the "written down value" method at the rates and in the manner prescribed in Part C of Schedule II to the Companies Act, 2013, over their useful life., and management believe that useful life of assets are same as those prescribed in Part C of Schedule II to the Act.

Useful life considered for calculation of depreciation for various assets class are as follows-

Asset Class	Useful Life
Office Building	60 years
Furniture and Fixtures	10 years
Office Equipment	5 years
Computers	3 years
Vehicles	8 years

The property, plant and equipment residual values, useful lives and method of depreciation are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying

amount of the assets and are recognised in the Statement of Profit and Loss, when the asset is derecognised.

A property, plant and equipment carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

1.7 Investments and other financial assets:

Initial recognition

In the case of financial assets, not recorded at fair value through profit or loss (FVTPL), financial assets are recognised initially at fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in following categories

(a) Financial Assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in finance income using the effective interest rate ("EIR") method. Impairment gains or losses arising on these assets are recognised in the Statement of Profit and Loss.

(b) Financial Assets measured at fair value

Financial assets are measured at fair value through other comprehensive income (FVOCI) if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows or to sell these financial assets and the contractual terms of the financial asset give rise on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the Statement of Profit and Loss.

Financial assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss.

Impairment of Financial Assets

In accordance with Ind-AS 109, the Company applies the expected credit loss ("ECL") model for measurement and recognition of impairment loss on financial assets and credit risk exposures.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Simplified approach does not require the Company to make changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition,

then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date. ECL impairment loss allowance (or reversal) recognised during the period is recorded as expense/ income in the Statement of Profit and Loss.

De-recognition of Financial Assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

Equity investments

All equity investments in the scope of Ind-AS 109, Financial Instruments, are measured at fair value. For equity instruments, the Company may make an irrevocable election to present the subsequent fair value changes in Other Comprehensive Income (OCI). The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable. There is no recycling of the amounts from OCI to profit or loss, even on sale of investment. Equity instruments included within the FVTPL (fair value through profit and loss) category are measured at fair value with all changes in fair value recognized in the profit or loss.

1.8 Financial Liabilities

Initial Recognition

Financial liabilities are classified, at initial recognition, as financial liabilities at FVTPL, loans and borrowings and payables as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Subsequent measurement

Financial liabilities at FVTPL

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Financial liabilities at amortised cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised over the term of the borrowings in the Statement of Profit and Loss.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

Where the terms of a financial liability is re-negotiated and the Company issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognised in the Statement of Profit and Loss; measured as a difference between the carrying amount of the financial liability and the fair value of equity instrument issued.

De-recognition of Financial Liabilities

Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

1.9 Fair value measurement :

The Company measures financial assets and financial liability at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

1.10 Impairment of non-financial assets :

Assessment is done at each Balance Sheet date to evaluate whether there is any indication that a non-financial asset may be impaired. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made. Assets whose carrying value exceeds their recoverable amount are written down to their recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

1.11 Provisions, Contingent Liabilities and Contingent Assets:

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

A contingent asset is disclosed, where an inflow of economic benefits is probable. An entity shall not recognize contingent asset unless the recovery is virtually certain.

1.12 Borrowing costs :

General and specific borrowing costs directly attributable to the acquisition/ construction of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time the assets are substantially ready for their intended use. All other borrowing costs are recognised as an expense in Statement of Profit and Loss in the period in which they are incurred.

1.13 Recognition of income :

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Dividends are recognised in the Statement of Profit and Loss only when the right to receive payment is established.

1.14 Employee benefits :**a) Short term employee benefits**

Short term employee benefits are recognised as expenditure at the undiscounted value in the Statement of Profit and Loss of the year in which the related service is rendered.

b) Post employment benefits**i) Defined contribution plan**

The Company's contribution to Provident Fund and Employees State Insurance Scheme is determined based on a fixed percentage of the eligible employees' salary and charged to the Statement of Profit and Loss on accrual basis. The Company has categorised its Provident Fund, Labour Welfare Fund and the Employees State Insurance Scheme as a defined contribution plan since it has no further obligations beyond these contributions.

ii) Defined benefits plan

The Company's liability towards gratuity, being a defined benefit plan are accounted for on the basis of an independent 'actuarial valuation based on Projected Unit Credit Method.

Service cost and the net interest cost is included in employee benefit expense in the Statement of Profit and Loss. Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognised immediately in 'other comprehensive income' as income or expense.

iii) Compensated absences

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end. The Company's liability is actuarially determined (using the Projected Unit Credit method).

1.15 Income Tax :

Income tax expense comprises current tax, deferred tax charge or credit. The deferred tax charge or credit and the corresponding deferred tax liability and assets are recognized using the tax rates that have been enacted or substantially enacted on the Balance Sheet date. Deferred Tax assets arising from unabsorbed depreciation or carry forward losses are recognized only if there is virtual certainty of realization of such amounts. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Deferred tax assets are reviewed at each Balance Sheet date to reassess their reliability.

1.16 Cash and cash equivalents :

Cash and cash equivalents includes cash in hand and deposits with any qualifying financial institution repayable on demand or maturing within three months from the date of acquisition and which are subject to an insignificant risk of change in value.

1.17 Earnings per share :

Basic earnings per share (EPS) is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year.

1.18 Significant management judgements in applying accounting policies and estimation uncertainty :

When preparing the financial statements, management makes a number of judgments, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a) Impairment of non-financial assets

In assessing impairment, management estimates the recoverable amount of each asset or cash-generating unit based on expected future cash flows and uses an interest rate to discount them. Estimation uncertainty relates to assumptions about future operating results and the determination of a suitable discount rate.

b) Depreciation and useful lives of property, plant and equipment

Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.

c) Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgment to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

d) Defined benefit obligation (DBO)

Management's estimate of the DBO is based on a number of critical underlying assumptions such as standard rates of inflation, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

e) Material uncertainty about going concern:

In preparing financial statements, management has made an assessment of Company's ability to continue as a going concern. Financial statements are prepared on a going concern basis. The Management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern. Further details on going concern are disclosed in Note No. 37.

Summary of the significant accounting policies and other explanatory information for the year ended 31st March, 2018

Note 2 Property, plant and equipment

(Amount in ₹)

Gross block	Freehold land	Office Building	Furniture and Fixtures	Office Equipment	Computers	Vehicles	Total
As at 01 April 2016	2,832,179	14,124,924	1,278,841	2,017,467	168,605	985,000	21,407,016
Additions	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
Balance as at 31 March 2017	2,832,179	14,124,924	1,278,841	2,017,467	168,605	985,000	21,407,016
Additions	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
Balance as at 31 March 2018	2,832,179	14,124,924	1,278,841	2,017,467	168,605	985,000	21,407,016
Accumulated depreciation							
As at 01 April 2016	-	5,316,859	1,278,840	2,017,466	168,604	575,228	9,356,997
Depreciation charge	-	259,060	-	-	-	52,844	311,904
Reversal on disposal of assets	-	-	-	-	-	-	-
Balance as at 31 March 2017	-	5,575,919	1,278,840	2,017,466	168,604	628,072	9,668,901
Depreciation charge	-	259,060	-	-	-	52,844	311,904
Reversal on disposal of assets	-	-	-	-	-	-	-
Balance as at 31 March 2018	-	5,834,979	1,278,840	2,017,466	168,604	680,916	9,980,805
Net block							
Balance as at 01 April 2016	2,832,179	8,808,065	1	1	1	409,772	12,050,019
Balance as at 31 March 2017	2,832,179	8,549,005	1	1	1	356,928	11,738,115
Balance as at 31 March 2018	2,832,179	8,289,945	1	1	1	304,084	11,426,211

Note 3 Non-current Investments (Non-trade)	As at 31 March 18	As at 31 March 17	As at 01 April 16
Unquoted investments in equity instruments at amortised cost			
Investment in Government Securities			
In National Savings Security (Pledged with Pondicherry (now Puducherry) State Electricity Board and Commercial Tax Authorities)	56,475	56,475	56,475
Total	56,475	56,475	56,475
Aggregate amount of unquoted Investment	56,475	56,475	56,475

Note 4 Non Current Financial Assets - Other	As at 31 March 18	As at 31 March 17	As at 01 April 16
(Unsecured and considered good)			
Security Deposits	492,206	492,206	492,206
Fixed deposit with Bank (Refer notes below)	-	11,020,388	8,653,116
Total	492,206	11,512,594	9,145,322

Notes:

- 1) Indicates the amount that was deposited in accordance with the order dated 18th November, 2008, of the High Court of Chennai. The matter has been concluded vide Memorandum of Settlement (M.O.S.) dated 14th February, 2018. [Refer Note 24(b)].
- 2) The maturity period was greater than 12 months.

(Amount in ₹)

Note 5 Current Investments (Non-Trade)	As at 31 March 18	As at 31 March 17	As at 01 April 16
Unquoted investments in Mutual Funds at FVTPL			
Investment in HDFC Cash Management Fund - Treasury Advantage Plan, Retail, Regular Plan. 803.901 Units (Previous year: Nil Units and 01 April 2016: 933,188.305 Units)	8,190	-	1,922,164
Total	8,190	-	1,922,164

Aggregate amount of unquoted Investment	8,190	-	1,922,164
---	-------	---	-----------

Note 6 Cash and Cash Equivalents	As at 31 March 18	As at 31 March 17	As at 01 April 16
Cash on hand	53,622	5,788	3,268
Balances with Banks - in current accounts	350,585	275,158	246,741
Total	404,207	280,946	250,009

Note 7 Current Financial Assets - Loans	As at 31 March 18	As at 31 March 17	As at 01 April 16
(Unsecured and considered good)			
Loan to Body Corporates	-	5,000,000	12,000,000
Total	-	5,000,000	12,000,000

Note 8 Current Financial Assets - Others	As at 31 March 18	As at 31 March 17	As at 01 April 16
(Unsecured and considered good)			
Interest Accrued on Fixed Deposit with Bank	-	753,252	2,294,467
Employee Advances	64,000	409,500	421,500
Total	64,000	1,162,752	2,715,967

Note 9 Current Tax Assets (net)	As at 31 March 18	As at 31 March 17	As at 01 April 16
Current Tax Assets (net)	1,169,829	1,338,844	1,803,248

Note 10 Other Current Assets	As at 31 March 18	As at 31 March 17	As at 01 April 16
(Unsecured and considered good)			
Prepaid Expenses	23,912	8,699	9,617
Other receivables	120,000	120,000	675,114
Total	143,912	128,699	684,731

(Amount in ₹)

Note 11 Equity Share Capital	As at 31 March 2018		As at 31 March 2017		As at 01 April 2016	
	No. of Shares	% held	No. of Shares	% held	No. of Shares	% held
Authorised						
10,000,000 Equity Shares (Previous year: 10,000,000 Equity Shares and 01 April 2016: 10,000,000 Equity Shares) of ₹ 10/- each		100.00%		100.00%		100.00%
Issued, Subscribed and Fully Paid up						
5,396,468 Equity Shares (Previous year: 5,396,468 Equity Shares and 01 April 2016: 5,396,468 Equity Shares) of ₹ 10/- each fully paid		53.96%		53.96%		53.96%
Total		53,964,680		53,964,680		53,964,680

a) Reconciliation of number of Equity Shares

Balance as at the beginning of the year	5,396,468	5,396,468
Add : Issued during the year	-	-
Balance as at the end of the year	5,396,468	5,396,468

b) Shareholders holding more than 5% of the Equity Shares:

Name of the Shareholder	As at 31 March 2018		As at 31 March 2017		As at 01 April 2016	
	No. of Shares	% held	No. of Shares	% held	No. of Shares	% held
Anagha Enterprises Private Limited	975,335	18.07%	960,335	17.79%	950,935	17.62%
Ashok Kumar Dalmia	85,600	1.59%	535,600	9.93%	535,600	9.93%
Smit Capital Services Private Limited	527,800	9.78%	527,800	9.78%	527,800	9.78%
Brijwasi Securities Private Limited	676,800	12.54%	676,800	12.54%	650,800	12.06%
Suresh Kumar Jalan	393,040	7.28%	391,250	7.25%	380,240	7.04%
Transfabcon Projects Private Limited	450,000	8.34%	-	-	-	-

c) Rights, preferences and restrictions attached to shares:

The Company has only one class of equity shares having face value of ₹ 10 per share. Each holder of equity share is entitled to one vote per share. Equity shareholders are also entitled to dividend as and when proposed by the Board of Directors and approved by shareholders in Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in proportion to their shareholding.

		(Amount in ₹)		
		As at 31 March 2018	As at 31 March 2017	As at 01 April 2016
Note 12 Other Equity				
a) Securities premium reserve				
	Balance at the beginning of the year	94,323,634	94,323,634	94,323,634
	Add: Premium received / utilised during the year	-	-	-
	Balance at the end of the year	94,323,634	94,323,634	94,323,634
b) Capital Reserve				
	Balance at the beginning of the year	2,500,000	2,500,000	2,500,000
	Less: Additions / Deductions during the year	-	-	-
	Balance at the end of the year	2,500,000	2,500,000	2,500,000
c) Other Comprehensive Income				
Actuarial Gain / (Loss) on employee benefit plans				
	Balance at the beginning of the year	117,140	-	-
	Add: Changes during the year	(418,519)	117,140	-
	Balance at the end of the year	(301,379)	117,140	-
d) Deficit in the Statement of Profit and Loss				
	Balance at the beginning of the year	(242,634,883)	(129,477,161)	(121,806,804)
	Add: Loss for the year	(20,595,529)	(113,157,722)	(7,670,357)
	Balance at the end of the year	(263,230,412)	(242,634,883)	(129,477,161)
	Total	(166,708,157)	(145,694,109)	(32,653,527)

Nature and purpose of reserves**(i) Securities premium reserve:**

The amount received in excess of face value of Equity Shares is recognised as Securities Premium Reserve. The reserve will be utilised in accordance with the provisions of the Act.

(ii) Capital reserve:

The Capital Reserve is the capital subsidy received by the Company from the Government of Pondicherry (now Puducherry) during the financial year 1988-89 and 1989-90.

(iii) Statement of Profit and Loss:

Retained earnings pertain to the accumulated earnings by the Company over the years.

(Amount in ₹)

Note 13 Non Current Financial Liabilities - Borrowings	As at 31 March 18	As at 31 March 17	As at 01 April 16
Unsecured			
Loan from Related Parties	52,208,490	19,311,730	16,792,809
Loan from Others	37,500,000	-	-
Total	89,708,490	19,311,730	16,792,809

Notes: The unsecured loans are repayable over a period of 3 to 5 years.

Note 14 Non Current Provisions	As at 31 March 18	As at 31 March 17	As at 01 April 16
Provision for Gratuity (Refer Note 35)	845,511	522,251	654,851
Provision for Compensated Absences (Refer Note 35)	184,306	117,402	124,377
Total	1,029,817	639,653	779,228

Note 15 Current Financial Liabilities - Borrowings	As at 31 March 18	As at 31 March 17	As at 01 April 16
Unsecured			
Loan from Director	28,685,000	100,000	-
Total	28,685,000	100,000	-

Note 16 Current Financial Liabilities - Trade Payables	As at 31 March 18	As at 31 March 17	As at 01 April 16
Micro, Small and Medium Enterprises (Refer Note below)	-	-	-
Others	5,329	4,886	5,737
Total	5,329	4,886	5,737

Note : The Company has amount due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED Act). The disclosure pursuant to the said Act is as under:

Principal amount due to suppliers under MSMED Act	-	-	-
Interest accrued and due to suppliers under MSMED Act on the above unpaid amount	-	-	-
Interest accrued and not due to suppliers under MSMED Act	-	-	-
Payment made to suppliers (other than interest) beyond the appointed day during the year	-	-	-
Interest paid to suppliers under MSMED Act (Other than Section 16)	-	-	-
Interest paid to suppliers under MSMED Act (Section 16)	-	-	-
Interest due and payable to suppliers under MSMED Act for payment already made	-	-	-
Interest accrued and remaining unpaid at the end of the period to suppliers under MSMED Act	-	-	-

This information has been given in respect of such vendors to the extent they could be identified as Micro and Small enterprises on the basis of information available with the Company.

(Amount in ₹)

Note 17 Current Financial Liabilities - Others	As at 31 March 18	As at 31 March 17	As at 01 April 16
Book Overdraft	-	38,326	42,327
Interest Accrued but not due to Related Party	2,752,978	-	-
Interest Accrued but not due to Others	1,345,561	-	-
Dues to Electricity Board, Puducherry	-	100,354,632	-
Other Accrued Liabilities	1,046,893	1,364,735	587,346
Total	5,145,432	101,757,693	629,673

Note 18 Current Provisions	As at 31 March 18	As at 31 March 17	As at 01 April 16
Provision for Gratuity (Refer Note 35)	1,019,109	972,268	886,017
Provision for Compensated Absences (Refer Note 35)	69,698	43,299	21,207
Total	1,088,807	1,015,567	907,224

Note 19 Other Current Liabilities	As at 31 March 18	As at 31 March 17	As at 01 April 16
Statutory Dues	845,632	118,325	202,111
Total	845,632	118,325	202,111

(Amount in ₹)

Note 20 Other Income	For the year ended 31 March 2018	For the year ended 31 March 2017
On assets measured at amortised cost		
Interest Income	933,615	2,663,977
On assets measured at fair value through profit and loss (FVTPL)		
Dividend on Current Investment	8,954	20,891
Sundry Balances written back	1,000	-
Profit on Sale of Current Investments	-	2,664
Miscellaneous Income	120,000	120,000
Total	1,063,569	2,807,532

Note 21 Employee Benefits	For the year ended 31 March 2018	For the year ended 31 March 2017
Salaries and Wages	3,282,479	2,695,245
Contribution to Provident and Other Funds	142,488	136,027
Gratuity and Compensated Absences (Refer Note 35)	286,472	314,574
Employees Welfare Expenses	149,771	133,911
Total	3,861,210	3,279,757

Note 22 Finance Charges	For the year ended 31 March 2018	For the year ended 31 March 2017
Bank Charges	17,251	2,159
Interest Expenses	4,682,250	3,657
Unwinding of discount on loans	2,896,760	2,518,921
Total	7,596,261	2,524,737

(Amount in ₹)

Note 23 Other expenses	For the year ended 31 March 2018	For the year ended 31 March 2017
Advertisement Expenses	61,817	78,609
Auditor's Remuneration (Refer Note 23.1)	94,400	94,512
Books and Periodicals Expenses	4,290	3,900
Electricity Charges	74,539	68,415
Entertainment Expenses	10,591	9,935
Printing and Stationery Expenses	91,893	71,976
Legal and Professional Fees	3,003,393	2,164,538
Listing Fees	287,500	229,000
Postage and Telegram	437,601	223,569
Rates and Taxes	94,280	66,154
Repairs and Maintenance		
Building	46,450	25,328
Others	299,729	211,682
Service Tax and GST Expenses	568,170	244,806
Loss on Sale of Current Investments	765	-
Security Charges	814,355	725,252
Share Transfer Expenses	76,109	44,041
Travelling Expenses	353,560	96,803
Others	70,281	110,810
Total	6,389,723	4,469,330

Note 23.1 Auditor's Remuneration	For the year ended 31 March 2018	For the year ended 31 March 2017
Statutory Audit Fees	94,400	94,512
Total	94,400	94,512

Note 24 Exceptional Items	For the year ended 31 March 2018	For the year ended 31 March 2017
Exceptional Items		
Arrears of Electricity Charges [Refer Note (a) below]	-	105,354,632
Demurrage Charges [Refer Note (b) below]	3,500,000	-
Total	3,500,000	105,354,632

a) In the previous year, Government of Pondicherry (now Puducherry) had accorded approval to collect an amount of ₹ 105,354,632/-, towards the arrears accrued on account of electricity charges of earlier years payable by the Company vide notification Group of Ministers (G.O.M's). No. 08 dated 10th March, 2017, without prejudice to the claim for minimum consumption charges pertaining to 300 units per KVA in Civil Appeal No. 8079 of 2003 pending before the Honorable Supreme Court of India, which was being contested.

During the current year, the Company has discharged the liability of ₹ 105,354,632/-, as determined vide G.O.M. No. 08 dated 10th March, 2017, as notified by the Government of Puducherry.

b) Pursuant to the Memorandum of Settlement (M.O.S.) dated 14th February, 2018, between the Company and the Owners & Other Persons interested in the cargo of vessel M.V. Meera, the appellants had withdrawn the Civil Appeal No. 7325 of 2008 pending before the Honorable Supreme Court of India, New Delhi, as per Order dated 9th March, 2018, passed by the Apex Court. The negotiated settlement had resulted in the Company offering to make a full and final payment of all claims, disputes and demands of the appellants originally set out in Civil Suit No. 1344 of 1995 and O.S.A. No. 36 of 2004 disposed off by Honorable High Court vide Order dated 26th April, 1996 and 18th July, 2008, respectively, against which the Civil appeal No. 7325 of 2008 came to be filed in the Honorable Supreme Court of India, for a sum of ₹ 3,500,000/- only.

25. Fair value measurementsFinancial instruments by category:

All financial assets and financial liabilities of the Company are under the amortised cost measurement category at each of the reporting dates except mutual funds investments which are recognised and measured at fair value through profit or loss.

Fair value hierarchy

The following table provides the fair value measurement hierarchy of Company's financial assets and financial liabilities

(Amount in ₹)

Category	31 March 2018				
	Non- Current	Current	Level 1	Level 2	Level 3
Financial Assets					
FVTPL Investments	-	8,190	8,190	-	-
Other Investments	56,475	-	-	56,475	-
Other financial assets	492,206	64,000	-	492,206	-
Cash and Cash Equivalents	-	404,207	-	-	-
Total	548,681	476,396	8,190	548,681	-
Financial Liabilities					
Borrowings	89,708,490	28,685,000	-	89,708,490	-
Trade Payables	-	5,329	-	-	-
Other Financial Liabilities	-	5,145,432	-	-	-
	89,708,490	33,835,761	-	89,708,490	-

Category	31 March 2017				
	Non- Current	Current	Level 1	Level 2	Level 3
Financial Assets					
Other Investments	56,475	-	-	56,475	-
Other financial assets	11,512,594	1,162,752	-	11,512,594	-
Cash and Cash Equivalents	-	280,946	-	-	-
Loans	-	5,000,000	-	-	-
	11,569,069	6,443,698	-	11,569,069	-
Financial Liabilities					
Borrowings	19,311,730	-	-	19,311,730	-
Trade Payables	-	4,886	-	-	-
Other Financial Liabilities	-	101,757,693	-	-	-
	19,311,730	101,762,579	-	19,311,730	-

Category	01 April 2016				
	Non- Current	Current	Level 1	Level 2	Level 3
Financial Assets					
FVTPL Investments	-	1,922,164	1,922,164	-	-
Other Investments	-	56,475	-	56,475	-
Other financial assets	9,145,322	2,715,967	-	9,145,322	-
Cash and Cash Equivalents	-	250,009	-	-	-
Loans	-	12,000,000	-	-	-
	9,145,322	16,944,615	1,922,164	9,201,797	-
Financial Liabilities					
Borrowings	16,792,809	-	-	16,792,809	-
Trade Payables	-	5,737	-	-	-
Other Financial Liabilities	-	629,673	-	-	-
	16,792,809	635,410	-	16,792,809	-

- During the periods mentioned above, there have been no transfers amongst the level 2 and level 3 hierarchy.

Valuation process

The Company evaluates the fair value of financial assets and financial liabilities on periodic basis using the best and most relevant data available.

Fair value of investments in Mutual Funds is on the basis of Net Assets Value (NAV) declared.

- The carrying amounts of security deposits, other financial assets, fixed deposits with banks, current borrowings, trade payables and other current financial liabilities are considered to be approximately equal to their fair value, since those are current in nature.
- Fair value of other investments, other financial assets and borrowings that are non-current in nature is calculated on the basis of discounted future cash flows.

26. Financial risk management objectives and policies

The Company's principal financial liabilities, comprise borrowings, trade and other payables. The main purpose of the significant portion of these financial liabilities is to finance the dues towards arrears of electricity charges, demurrage charges and other routine expenditure of the Company. The Company's principal financial assets include security deposits, cash and cash equivalents and other financial assets.

The Company is exposed to market risk and liquidity risk. Company's senior management oversees the management of these risks. It is Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors review and agree policies for managing each of these risks, which are summarised below.

a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Company does not have significant foreign currency risk exposure to the risk of changes in market interest rates as Company's long-term debt obligations is at fixed interest rates.

b) Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. For the Company, liquidity risk arises from obligations on account of financial liabilities – borrowings, trade payables and other financial liabilities.

Liquidity risk management

The Company monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs. The table below provides undiscounted cash flows towards financial liabilities into relevant maturity based on the remaining period at the balance sheet to the contractual maturity date.

(Amount in ₹)

As at 31 March 2018							
Particulars	Carrying Amount in ₹	On demand	Less than 6 months	6 to 12 months	1 to 5 years	Beyond 5 years	Total
Borrowings	118,393,490	28,685,000	-	-	89,708,490	-	118,393,490
Other financial liabilities	5,145,432	-	5,145,432	-	-	-	5,145,432
Trade payables	5,329	-	5,329	-	-	-	5,329
As at 31 March 2017							
Particulars	Carrying Amount in ₹	On demand	Less than 6 months	6 to 12 months	1 to 5 years	Beyond 5 years	Total
Borrowings	19,411,730	100,000	-	-	19,311,730	-	19,411,730
Other financial liabilities	101,757,691	-	31,137,664	70,582,826	37,201	-	101,757,691
Trade payables	4,886	-	4,886	-	-	-	4,886
As at 01 April 2016							
Particulars	Carrying Amount in ₹	On demand	Less than 6 months	6 to 12 months	1 to 5 years	Beyond 5 years	Total
Borrowings	16,792,809	-	-	-	16,792,809	-	16,792,809
Other financial liabilities	629,671	-	423,034	187,642	18,995	-	629,671
Trade payables	5,737	-	5,737	-	-	-	5,737

c) **Credit risk**

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. Company is exposed to credit risk from loans advanced and deposits with banks. To manage this, the Company exposure to its counter parties are continuously monitored. Company deals with counter parties having high credit rating.

27. **Capital Management**

The primary objective of Company's capital management is to maximise the shareholders value. The Company's primary objective when managing capital is to ensure that it maintains an efficient capital structure, healthy capital ratio's and safeguard the Company's ability to continue as a going concern in order to support its business and provide maximum return for shareholders. The Company also proposes to maintain an optimal capital structure to reduce the cost of capital. No changes were made in the objectives, policies or processes during the year ended 31st March, 2018 and 31st March, 2017.

28 **First time adoption of Ind-AS**

A First Ind-AS Financial statements

These are the Company's first financial statements prepared in accordance with Ind-AS. Set out below are the Ind-AS 101 optional exemptions availed as applicable and mandatory exceptions applied in the transition from previous GAAP to Ind-AS:

i Optional exemptions availed

Deemed cost

Since, there is no change in the functional currency of the Company, it has opted to continue with the carrying values measured under the previous GAAP and use that carrying value as the deemed cost for property, plant and equipment on the date of transition.

Designation of previously recognised financial instruments

Ind-AS 101 allows an entity to designate investments in equity instruments at FVTPL on the basis of the facts and circumstances at the date of transition to Ind-ASs.

Company has elected to apply this exemption for its investment in equity instruments.

ii Mandatory exceptions applied

Estimates

The estimates as at 1st April, 2016 and 31st March, 2017 are consistent with those made for the same dates in accordance with previous GAAP (after adjustment to reflect differences if any, in accounting policies) apart from the following items where the application of previous GAAP did not require estimation:

- (i) Impairment of financial assets based on the expected credit loss model; and
- (ii) Investments in equity instruments carried as FVTPL or FVOCI.

The estimates used by the Company to present the amounts in accordance with Ind-AS reflect conditions that existed at the date on transition to Ind-AS.

De-recognition of financial assets and liabilities

Ind-AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind-AS 109 prospectively for transactions occurring on or after the date of transition to Ind-AS. However, Ind-AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind-AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind-AS 109 to financial assets and financial liabilities derecognised as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Company has applied the de-recognition provisions of Ind-AS 109 prospectively from the date of transition to Ind-AS.

Classification and measurement of financial assets

Ind-AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind-AS.

iii Transition to Ind-AS - Reconciliations

The following reconciliations provide a quantification of the effect of significant differences arising from the transition from previous GAAP to Ind-AS as required under Ind-AS 101:

- Reconciliation of Total Comprehensive Income for the year ended 31st March, 2017
- Reconciliation of Equity as at 1st April, 2016 and as at 31st March, 2017
- Adjustments to Statement of Cash Flows

28. iii (a) Reconciliation of Total Comprehensive Income for the year ended 31st March, 2017

Particulars	Note	Year ended 31 March 2017 (Amount in ₹)
Net profit for the period under erstwhile Indian GAAP		(110,521,661)
Unwinding of discount on loan	A1	(2,518,921)
Re-classification of actuarial loss on defined employee benefit obligations	A2	(117,140)
Net profit for the period under Ind-AS		(113,157,722)
Other comprehensive income (net of tax)	A3	117,140
Total comprehensive income		(113,040,582)

28. iii (b) Reconciliation of Equity as at 31st March, 2017 and as at 1st April, 2016 (Amount in ₹)

Particulars	Note	As at 31 March 2017	As at 01 April 2016
Equity under erstwhile Indian GAAP		(97,959,090)	12,562,570
Unwinding of discount on loan	A1	6,229,663	8,748,584
Equity under Ind-AS		(91,729,427)	21,311,154

28. iii (c) Adjustments to Statement of Cash Flows for the year ended 31st March, 2017 -

All the adjustments on account of Ind-AS are non - cash in nature and hence, there is no material impact on the cash flows in the cash flow statement.

A.1 Finance cost de-recognised/recognised based on effective interest cost

Previous GAAP - Finance costs were charged to Statement of Profit or Loss as and when incurred.

Ind-AS 109 -The Company has valued financial liabilities at fair value. Impact of fair value changes as on the date of transition is recognised in opening reserve and changes thereafter are recognised in the statement of profit and loss or other comprehensive income, as the case may be.

Accordingly borrowings as at 1st April, 2016 has been reduced by ₹ 8,748,584, with a corresponding adjustment to retained earnings. The total equity increased by an equivalent amount.

Loss for the year ended 31st March, 2017 increased by ₹ 2,518,921.

A.2 Impact of recognising actuarial gains / losses on defined benefit obligations in other comprehensive income (OCI)

Indian GAAP - Actuarial gains / losses on defined benefit obligations is recognised in Statement of Profit and Loss

Ind-AS - Actuarial gains / losses on defined benefit obligations is recognised in other comprehensive income.

Consequently, actuarial gain of ₹ 117,140 has been recognised in OCI.

- A.3 Under Ind-AS, all items of income and expense recognised in period should be included in profit or loss for the period, unless a standard requires or permits otherwise. Item of income and expense that are not recognised in profit or loss but are shown in Statement of Profit and Loss as "Other comprehensive income" includes remeasurements of defined benefit plans. The concept of other comprehensive income did not exist under previous GAAP.

Note 29 Contingent Liabilities**(Amount in ₹)**

Particulars	Year ended 31 March 2018	Year ended 31 March 2017
Demurrage Charges [Refer Note 24(b)]	-	13,400,000

- Note 30** The Company has not been carrying on any operations. Hence information pursuant to Ind-AS 108 on "Operating Segments" is not applicable to the Company.

- Note 31** The Company has suspended its operation. In view thereof and in consideration of prudence, the Company has not recognised Deferred Tax Asset in respect of set off of available losses and timing differences.

- Note 32** No provision for taxation is necessary, in view of the accumulated losses incurred over the years as well as in the current year under review.

Note 33 Related Party Disclosures:

As per Ind-AS 24 "Related Party Disclosures", disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

i) Names of related parties and description of relationship:

Name of the Related Party	Designation	Relationship
Prithviraj S. Parikh	Director	Key Management Personnel (KMP)
P. K. R. K. Menon	Company Secretary	
B N Kamath	Chief Financial Officer	
WRM Private Limited (Formerly known as Western Rolling Mills Private Limited)		Companies in which KMP or their relative have significant influence
Anagha Enterprises Private Limited		
Wist Overseas Private Limited		

ii) Disclosures of transactions between the Company and its related parties, along with outstanding balances as at year end:

Particulars	Name of the Party	(Amount in ₹)
1) Short Term Borrowings Taken	Prithviraj S. Parikh	30,435,000 (6,240,000)
	Wist Overseas Private Limited	3,500,000 (-)
2) Long Term Borrowings Taken	Anagha Enterprises Private Limited	30,000,000 (-)
3) Short Term Borrowings Repaid	Prithviraj S. Parikh	1,850,000 (6,140,000)
	Wist Overseas Private Limited	3,500,000 (-)
4) Remuneration expense	P. K. R. K. Menon	1,487,130 (975,000)
	B N Kamath	442,000 (408,000)
5) Interest expense	Prithviraj S. Parikh	912,096 (-)
	Anagha Enterprises Private Limited	1,810,849 (-)
	Wist Overseas Private Limited	30,033 (-)

Note: Figures in brackets represents Previous Year's amount.

iii) Balance as at year end:

Particulars	Name of the Party	Financial Year ended	(Amount in ₹)
Short Term Borrowings	Prithviraj S. Parikh	31-Mar-18	29,597,096
		31-Mar-17	100,000
		01-Apr-16	-
	Wist Overseas Private Limited	31-Mar-18	30,033
		31-Mar-17	-
		01-Apr-16	-
Long Term Borrowings	Anagha Enterprises Private Limited	31-Mar-18	31,810,849
		31-Mar-17	-
		01-Apr-16	-
	WRM Private Limited (Formerly known as Western Rolling Mills Private Limited)	31-Mar-18	25,541,393
		31-Mar-17	25,541,393
		01-Apr-16	25,541,393

Note 34 Earnings per share (EPS)

The amount considered in ascertaining the Company's earnings per share constitutes the net profit after tax and includes post tax effect of any exceptional items. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share and also the weighted average number of shares which could have been issued on conversion of all dilutive potential shares.

Particulars	Year ended 31 March 2018	Year ended 31 March 2017
Net loss after tax attributable to equity shareholders (In ₹)	(20,595,529)	(113,157,722)
Weighted average number of shares outstanding during the year – Basic and Diluted	5,396,468	5,396,468
Basic and Diluted earnings per share (In ₹)	(3.82)	(20.97)
Nominal value per equity share (In ₹)	10.00	10.00

Note 35 Employee Benefits Obligations

As per Ind-AS 19 "Employee Benefits", the disclosures as defined in the Indian Accounting Standard are given below :

Defined Contribution Plans:

The Company offers its employees defined contribution plan in the form of provident fund, family pension fund and superannuation fund. Provident fund, family pension fund cover substantially for all regular employees. Contributions are paid during the year into separate funds. While both the employees and the company pay predetermined contributions into the provident fund and pension fund, no fund has been created by the company for gratuity. The company's contribution to the provident fund and family pension fund has been charged to Statement of Profit and Loss.

Contribution to Defined Contribution Plans, recognised as expense for the year is as under :

(Amount in ₹)

Particulars	2017-18	2016-17
Employer's Contribution to Provident Fund	67,301	70,972
Employer's Contribution to Pension Scheme	30,466	31,156
Employer's Contribution to ESIC	40,837	29,655

Defined Benefit Plans:

The Company offers its employees defined benefit plans in the form of gratuity (a lump sum amount). Benefits under the defined benefit plans are based on years of service and the employees last drawn salary immediately before exit. The gratuity scheme covers substantially all regular employees. However the Company has not created any fund in accordance with the scheme. Commitments are actuarially determined at year end. On adoption of the revised Accounting Standard (AS15) on "Employee Benefits", Actuarial valuation is done based on "Projected Unit Credit Method". Gains and loss of changed actuarial assumptions are charged to Statement of Profit & Loss. The obligation for leave Encashment benefits is recognized in the manner similar to Gratuity.

(Amount in ₹)

	Particulars	Gratuity (Non funded)		Leave Encashment (Non funded)	
		2017-18	2016-17	2017-18	2016-17
I	Change in Defined Benefit Obligation during the year				
	Defined Benefit Obligation at the beginning of the year	1,494,519	1,540,868	160,701	145,584
	Interest Cost	96,161	110,343	11,249	7,566
	Current Service Cost	97,008	99,714	31,975	24,480
	Benefits paid during the year	(241,587)	(139,266)	-	(89,400)
	Actuarial (gain) / loss on Defined Benefit Obligation	418,519	(117,140)	50,079	72,471
	Defined Benefit Obligation at the end of the year	1,864,620	1,494,519	254,004	160,701
II	Change in fair value of Plan Assets during the year				
	Fair value of Plan Assets at the beginning of the year	-	-	-	-
	Expected Return on plan assets	-	-	-	-
	Contribution	-	-	-	-
	Benefits paid during the year	-	-	-	-
	Actuarial (gain) / loss on Plan Assets	-	-	-	-
	Fair value of Plan Assets at the end of the year	-	-	-	-
III	Amount to be recognised in Balance Sheet				
	Present value of Defined Benefit Obligations	1,864,620	1,494,519	254,004	160,701
	Fair value of plan assets at the end of the year	-	-	-	-
	Amount recognised in Balance Sheet	1,864,620	1,494,519	254,004	160,701
IV	Current / Non-current bifurcation				
	Current benefit obligation	1,019,109	972,268	69,698	43,299
	Non-current benefit obligation	845,511	522,251	184,306	117,402
V	Expenses recognised in the Statement of Profit and Loss for the year				
	Current Service Cost	97,008	99,714	31,975	24,480
	Interest cost on obligation	96,161	110,343	11,249	7,566
	Net Actuarial (gain) / loss recognised	418,519	(117,140)	50,079	72,471
	Expected Return on plan assets	-	-	-	-
	Expense recognised in the Statement of Profit and Loss	611,688	92,917	93,303	104,517

VI

Recognised in Other Comprehensive Income for the year				
Remeasurement due to:				
Effect of change in financial assumption	418,519	(117,140)	50,079	72,471
Effect of change in demographic assumption	-	-	-	-
Return on plan of assets (excluding interest)	-	-	-	-
Net Actuarial (gain) / loss recognised for the year	418,519	(117,140)	50,079	72,471

VII

Actuarial assumptions used for estimating defined benefit obligation				
Discount Rate	7.40%	7.00%	7.40%	7.00%
Salary Escalation Rate	6.75%	6.00%	6.75%	6.00%
Attrition / Withdrawal Rate	5% to 1%	5% to 1%	5% to 1%	5% to 1%
Mortality Rate	IALM 2006-08 (Ultimate)		IALM 2006-08 (Ultimate)	

Notes:-

- 1) Estimates of future salaries increases are based on inflation, seniority, promotion and other relevant factors such as demand and supply in the employment market. This assumption has been determined in consultation with the Company.
- 2) Discount rate used for valuing liabilities is based on yield (as on valuation date) of Government with a term equal to the average future working life time of the employees.
- 3) Withdrawal rate used for valuing liabilities have been considered as 5% at younger ages and reducing as per graduated scale to 1%.
- 4) Retirement age has been considered as 65 years.
- 5) The above information is certified by actuary.

These gratuity plan typically expose the Company to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

Investment risk

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. For other defined benefit plans, the discount rate is determined by reference to market yield at the end of reporting period on high quality corporate bonds when there is a deep market for such bonds; if the return on plan asset is below this rate, it will create a plan deficit.

Interest risk

A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan debt investments.

Longevity risk

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk

The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Note 36 Additional Information as required under Section 186 (4) of the Companies Act, 2013 during the year:-

- No Investment made in Body Corporate.
- No Guarantee is given by the Company.
- Loan given by the Company to Body Corporate or person is as under:

Name	Opening Balance	Loans given during the year	Loans repaid during the year	Closing Balance	Purpose
Richline Leasing & Finance Private Limited	5,000,000	-	5,000,000	-	General Corporate Purpose

Note 37 During the previous year, Government of Puducherry has accorded approval to collect an amount of ₹ 105,354,632/- towards the arrears accrued on account of electricity charges of previous years payable by the Company. During the current year, the said liability has been discharged from borrowings of ₹ 96,185,000/-. Management is confident of raising the required long term resources to repay these debts and therefore the accounts are continued to be presented on going concern basis.

Note 38 The figures of the previous year have been reworked, regrouped, rearranged and reclassified, wherever necessary to conform to the current year presentation.

As per our report of even date

For and on behalf of the Board of Directors

For **Chaturvedi & Shah**

(Firm Registration No. 101720W)

Chartered Accountants

Sd/-

Amit Chaturvedi

Partner

Membership No.103141

Sd/-

Prithviraj. S. Parikh

Director

(DIN: 00106727)

Sd/-

Hitesh V Raja

Director

(DIN: 02681574)

Sd/-

P. K. R. K. Menon

Company Secretary

(F.C.S. - 1074)

Sd/-

B. N. Kamath

Chief Financial Officer

(PAN: AESPK5610C)

Place : Mumbai

Date : 10th May 2018

EASTCOAST STEEL LIMITED

CIN :L27109PY1982PLC000199

Regd. Office: Cuddalore Road, Pillaiyakuppam Post, Bahour Commune, Pondicherry - 607 403.
Tel.: 022-40750100, Fax No: 022-2204 4801, Email : esl@eastcoaststeel.com

ATTENDANCE FORM

Name of Shareholder	
Number of Equity Shares held	
Folio Number/ DP ID – Client ID	

I/we hereby record my / our presence at the 35th Annual General Meeting of the Company held at Cuddalore Road, Pillayarkuppam Post, Bahour Commune, Pondicherry – 607 403, on Saturday, 8th September, 2018 at 12.00 noon

Signature of the attending Member/ Proxy	
--	--

Note: 1. A shareholder/ Proxy holder wishing to attend meeting must bring the Attendance Slip to the meeting and hand it over at the entrance duly signed.
2. He / She is advised to being along a copy of Annual Report to the meeting for reference.

EASTCOAST STEEL LIMITED

CIN :L27109PY1982PLC000199

Regd. Office: Cuddalore Road, Pillaiyakuppam Post, Bahour Commune, Pondicherry - 607 403.
Tel.: 022-40750100, Fax No: 022-2204 4801, Email : esl@eastcoaststeel.com

FORM NO. MGT-11 PROXY FORM

Pursuant to section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rule, 2014)

Name & Address of the Shareholder (IN BLOCK LETTERS)	
Email ID:	Folio No /DP ID- Client ID :
No. of Shares :	

I/We being the member (s) of the above named company, hereby appointed :

1.	Name:	
	Address :	
	E-mail ID :	Signature :

Or Failing him/her

2.	Name:	
	Address :	
	E-mail ID :	Signature :

Or Failing him/her

3.	Name:	
	Address :	
	E-mail ID :	Signature :

as my/ our proxy to attend and vote, in case of a poll, for me/us and on my/our behalf at the 35th Annual general meeting of the Company, to be held on Saturday, the 8th September, 2018 at Cuddalore Road, Pillayarkuppam Post, Bahour Commune, Pondicherry – 607 403 and at any adjournment thereof in respect of all resolution proposed to passed therein as Under :

(P.T.O.)

Resolution No.	Resolution(s)	Vote	
		For	Against
Ordinary Business : Ordinary Resolution			
1	To receive, consider and adopt the Financial Statements of the Company for the Financial Year ended on 31 st March, 2018 and the reports of the Board of Directors and Auditors thereon.		
2	Appointment of Shri Prithviraj S. Parikh holding DIN- 00106727 who retires by rotation.		
Special Business : Special Resolution			
3	Alteration / Adoption of New Set of Articles of Association of the Company as per Companies Act, 2013.		

Signed on this day of _____ 2018

Signature of shareholder: _____

Signature of Proxy Holder(s) : _____

Signature across
Revenue Stamp

Affix
₹ 1
Revenue
Stamp

Note:

1. The Proxy must be lodged at the Regd. Office of the Company mentioned as above, not less than 48 hours before the time of Annual General Meeting.
2. The proxy need not be a Member of the Company.
3. In case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the vote of the other joint-holders. Seniority shall be determined by the order in which the names stand in the Register of Members.
4. This form of proxy confers authority to demand or joint in demanding a poll.
5. The submission by a member of this form of proxy will not preclude Member from attending in person and voting at the Meeting.

For Office Use Proxy No. :	Date of Receipt :
----------------------------	-------------------

EASTCOAST STEEL LIMITED

CIN :L27109PY1982PLC000199

Regd. Office: Cuddalore Road, Pillaiyakuppam Post, Bahour Commune, Pondicherry - 607 403.

Tel.: 022-40750100, Fax No: 022-2204 4801, Email : esl@eastcoaststeel.com,

Website: www.eastcoaststeel.com

ESL/2018-19/AH-70

Date : 09th August, 2018

Dear Sir/Madam,

Subject:- Updating the necessary KYC details of registered and/or joint holders holding shares in physical form.

We refer to the SEBI Circular No SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated 20th April, 2018 & BSE Circular No LIST/COMP/15/2018-19 dated 5th July, 2018 by which they have directed all the listed companies to record the PAN , Bank account details of all their shareholders and advise them to dematerialise their physical securities. **Further, SEBI notification SEBI/LAD-NRO/GN/2018/24 dated 08th June, 2018 & BSE circular no. LIST/COMP/15/2018-19 dated 05th July, 2018 have stated that requests for effecting transfer of securities (except in case of transmission or transposition of securities) shall be processed after 05th December, 2018, unless the securities are held in the dematerialized form with depositories. Hence you are requested to dematerialize your physical securities.**

Accordingly your Company has initiated steps for registering the **PAN details** (including joint holders if any) and the **BANK ACCOUNT** details of all the registered shareholders, especially those holding physical shares. We would also like to register other KYC details such as e-mail id, mobile number, specimen signature and nomination. Your present status of each of these requirements is provided in the KYC form. We request you to kindly fill in the details in the KYC form and forward the same along with all the supporting documents based on requirements considering the below mentioned points. Single copy of supporting document is sufficient for updating multiple subjects.

A. For updating PAN of the registered and/or joint shareholders :

- Self- attested legible copy of PAN card (exempted for Shareholders from Sikkim)

B. For updating Bank Account details of the registered shareholder:

1. In cases wherein the original cancelled cheque leaf has the shareholder's name printed

- For address proof : Self- attested legible copy of Aadhaar/passport/utility bill (not older than 3 months)
- Original cancelled cheque leaf containing the Bank A/c No., Bank Name, type of account, IFSC Code, MICR Code and the name of the shareholder printed on the cheque leaf.

OR

2. In cases wherein the cancelled cheque leaf does NOT contain the shareholder's name printed on it

- For address proof : Self- attested legible copy of Aadhaar/passport/utility bill (not older than 3 months)
- Original cancelled cheque leaf containing the details, Bank A/c No., Bank Name, type of account, IFSC Code, MICR Code.
- Legible copy of the bank passbook / bank statement specifying the KYC details of the registered shareholder such as the name, address, bank account number etc. duly attested by the officer of the same bank with his signature, name, employee code, designation, bank seal & address stamp, phone no. and date of attestation.

C. For updating the Specimen signatures of the registered and/or joint shareholders:

- Affidavit duly notarised on non-judicial stamp paper of ₹ 100/- (format available on www.linkintime.co.in under Resources-Download-General-Change of Signature- Affidavit for change of signature).
- Banker's verification (format available on www.linkintime.co.in under Resources-Download-General-Change of Signature format for signature verification)
- Original cancelled cheque containing the details, Bank A/c No., Bank Name, type of account, IFSC Code, MICR Code and the name of the shareholder printed on the cheque leaf.
- If the cancelled cheque leaf does not contain shareholder's name - legible copy of the bank passbook / bank statement specifying the KYC details of the registered shareholder such as the name, address, bank account number etc. duly attested by the officer of the same Bank with his signature, name, employee code, designation, bank seal & address stamp, phone no. and date of attestation.

D. For registering Email id of registered shareholder: Email-id of the registered shareholder to be mentioned in the KYC form attached for all future communication in electronic mode (Go Green Initiative).

E. For registering Mobile No. of registered shareholder: Mobile no. of registered shareholder for future direct communication

F. For registering Nominee by the registered shareholder (if any): Nomination (Form SH-13) available on our website at www.linkintime.co.in under Resources-Downloads-General- Nomination.

We request you to kindly forward KYC form duly filled in, along with copies of supporting documents for all the "Required" remarks within 21 days from the date of this letter to the Company or its Registrar & Transfer Agent i.e. Link Intime India Pvt. Ltd., C- 101, 247 Park, L. B. S. Marg, Vikhroli (West), Mumbai – 400083 Phone : 022-49186270

As per SEBI directive, enhanced due diligence procedure will be applicable if KYC requirements mentioned above are not fulfilled.

Yours faithfully,

For Eastcoast Steel Limited

Sd/-

P. K. R. K. Menon

Company Secretary

KYC FORM

To

Date: _____

Link Intime India Private Limited

C 101, 247 Park, L.B.S.Marg, Vikhroli (West), Mumbai - 400083.

Folio No: _____

Unit **Eastcoast Steel Limited**

No of Shares: _____

Dear Sir/Madam,

We refer to the current KYC status as provided by you in the below table:

Name of the shareholder(s)	PAN (A)	Bank details (B)	Specimen Signature (C)	Email ID (D)	Mobile No. (E)	Nominee Details (F)

Based on the above data, we are forwarding herewith the required supporting documents by ticking in the appropriate checkbox below for all the fields where the status is shown as 'Required' in the above table.

A For registering PAN of the registered and/or joint shareholders (as applicable) :

Registered shareholder Joint holder 1 Joint holder 2 Joint holder 3
(self-attested copy for all Shareholders attached)

B For registering Bank details of the registered shareholder :

Aadhar/Passport/utility bill Original cancelled cheque leaf Bank Passbook/
Bank Statement

C For registering the Specimen Signature of registered and/or joint shareholders (as applicable) :

Affidavit Banker verification Original cancelled cheque leaf Bank
Passbook/Bank Statement (for all Shareholders attached)

D For Updating the email id : _____

E Mobile No :

F For registering the nominee details by the registered shareholder

Form SH-13 (Nomination registration form attached)

Note:- For residents of Sikkim instead of PAN provide Aadhar Card/Voter ID /Driving License/ Passport or any other identity proof issued by Govt.

I /We hereby state that the above mentioned details are true and correct and I/we consent towards updating the particulars based on the self-attested copies of the documents enclosed with this letter by affixing my/our signature(s) to it

Sign: _____ Sign: _____ Sign: _____ Sign: _____

Registered holder

Joint holder 1

Joint holder 2

Joint holder 3