



INERTIA STEEL LIMITED

**30th ANNUAL REPORT
2013-14**

COMPANY INFORMATION

Company's Name	:	INERTIA STEEL LIMITED
CIN	:	L51900MH1984PLC033082
Registered Office	:	422, Tulsiani Chamber, Nariman Point Mumbai – 400 022, Maharashtra (India)
E-mail ID	:	contact@inertiasteel.com
Board of Directors	:	1) Shri Hari Gopal Joshi - <i>Director</i> 2) Shri Suresh Ajmera - <i>Director</i> 3) Shri Dhanesh Ajmera - <i>Director</i>
Auditors	:	M/s Kaloti & Lathiya, Aurangabad
Bankers	:	Axis Bank Limited

NOTICE

Notice is hereby given that the 30th Annual General Meeting of the members of Inertia Steel Limited will be held on Tuesday, 30th September, 2014 at 11.00 A.M. at 422, Tulsiani Chamber, Nariman Point, Mumbai – 400 021, Maharashtra, to transact the following businesses:

ORDINARY BUSINESS:

- 1) To consider and adopt the Audited Balance Sheet as at 31st March, 2014, the Profit and Loss Account for the year ended on that date and the Cash Flow Statement for the year ended on that date alongwith notes and annexure and the reports of the Directors and Auditors thereon.
- 2) To appoint a Director in place of Shri Hari Gopal Joshi (DIN 00024800), who retires by rotation at this Annual General Meeting and being eligible has offered himself for re-appointment.
- 3) To appoint Auditors and fix their remuneration and in this regard to consider and if thought it, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

APPOINTMENT OF STATUTORY AUDITOR

“RESOLVED THAT pursuant to Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, and other applicable provisions, if any, M/s Kaloti & Lathiya., Chartered Accountants, ICAI Registration No. 104589W, be and are hereby re-appointed as Statutory Auditors of the Company from the conclusion of this 30th Annual General Meeting, to hold such office for a period of 3 (Three) years, till the conclusion of the 33rd Annual General Meeting, subject to ratification by the members at every Annual General Meeting to be held during the respective year, at such remuneration as may be decided / fixed by the Board of Directors.”

SPECIAL BUSINESS:

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

BORROWING POWERS OF THE COMPANY

“RESOLVED THAT pursuant to the provisions of Section 180(1)(c) and any other applicable provisions of the Companies Act, 2013 and Rules made thereunder (including any statutory modification or re-enactment thereof for the time being in force) and Articles of Association of the Company, consent of the Company be and is



hereby given to the Board of Directors to borrow moneys, from time to time, whether as rupee loans, foreign currency loans, debentures, bonds and/or other instruments or non fund based facilities or in any other form (apart from temporary loans obtained or to be obtained from the Company's Bankers in the ordinary course of business) from the Banks, Financial Institutions, Investment Institutions, Mutual Funds, Trusts, other Bodies Corporate or from any other source, located in India or abroad, whether unsecured or secured, on such terms and conditions as may be considered suitable by the Board of Directors up to an amount, the aggregate outstanding of which should not exceed, at any given time, Rs. 50 Crores."

"RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds, matters and things as may be required to give effect to this resolution."

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

CREATION OF CHARGE / SECURITY ON THE PROPERTIES OF THE COMPANY IN FAVOUR OF THE LENDERS

"RESOLVED THAT pursuant to Section 180(1)(a) and all other applicable provisions of the Companies Act, 2013 and Rules made thereunder (including any statutory modification or re-enactment thereof for the time being in force) and Articles of Association of the Company, consent of the Company be and is hereby given to the Board of Directors for creation of mortgage / hypothecation / pledge / charge / security in any form or manner on the properties of the Company whether tangible, intangible or otherwise, both present and future, in favour of lenders including Banks, Financial Institutions, Investment Institutions, Mutual Funds, Trusts, other Bodies Corporate, Trustees for holders of debentures / bonds and / or other instruments to secure all credit facilities including rupee loans, foreign currency loans, debentures, bonds and / or other instruments or non fund based facilities availed / to be availed by the Company and / or for any other purpose, from time to time, together with interest, further interest thereon, compound interest in case of default, accumulated interest, liquidated damages, all other costs, charges and expenses payable by the Company in respect of such borrowings."

"RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds, matters and things as may be required to give effect to this resolution."

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

GIVING OF LOANS/ GUARANTEES, PROVIDING OF SECURITIES AND MAKING OF INVESTMENTS IN SECURITIES

"RESOLVED THAT pursuant to Section 186 and all other applicable provisions of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 (including any statutory modification or re-enactment thereof for the time



being in force) and Articles of Association of the Company, approval of the shareholders of the Company be and is hereby given to the Board of Directors upto an amount of Rs. 50 Crores for:-

- (i) giving any loan to any person or other body corporate,
- (ii) giving any guarantee or providing security in connection with a loan to any other body corporate or person, and/or
- (iii) acquiring whether by way of subscription, purchase or otherwise, the securities of any other body corporate

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds, matters and things as may be required to give effect to this resolution.”

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

APPOINTMENT OF SHRI SURESH AJMERA AS INDEPENDENT DIRECTOR

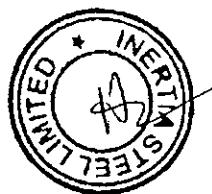
“RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Shri Suresh Ajmera (DIN 01341331), who pursuant to the provisions of the Companies Act, 2013 (being an independent director) is no longer liable to retire by rotation and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director be and is hereby appointed as an Independent Director of the Company to hold office for 5 (Five) consecutive years for a term upto 35th Annual General Meeting.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds, matters and things as may be required to give effect to this resolution.”

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

APPOINTMENT OF SHRI DHANESH AJMERA AS INDEPENDENT DIRECTOR

“RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Shri Dhanesh Ajmera (DIN 02446635), who pursuant to the provisions of the Companies Act, 2013 (being an independent director) is no longer liable to retire by rotation and in respect of whom the Company has received a notice in



writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director be and is hereby appointed as an Independent Director of the Company to hold office for 5 (Five) consecutive years for a term upto 35th Annual General Meeting."

"RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds, matters and things as may be required to give effect to this resolution."

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

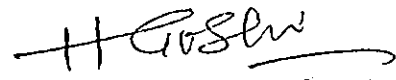
ADOPTION OF NEW SET OF ARTICLES OF ASSOCIATION

"RESOLVED THAT pursuant to the provisions of Section 14 and other applicable provisions, if any, of the Companies Act, 2013, read with the Companies (Incorporation) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the new set of the Articles of Association of the Company in the form and manner as per the draft Articles of Association placed before the meeting, be and is hereby approved and adopted and the same shall be in substitution for, and to the entire exclusion of the existing set of Articles of Association of the Company."

"RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds, matters and things as may be required to give effect to this resolution."

For and on behalf of the Board of Director
INERTIA STEEL LIMITED

Date : 29th May, 2014
Place : Mumbai



HARI GOPAL JOSHI
CHAIRMAN
(DIN 00024800)

Notes:

- 1) A Member entitled to attend & vote at the meeting is entitled to appoint a proxy to attend & vote instead of himself & such a proxy need not be a member of the Company.
- 2) The instrument appointing Proxy should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
- 3) The Register of Members and Share Transfer Books of the Company shall remain closed from 24th September, 2014 to 30th September, 2014 (both days inclusive).



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

Item No. 4 & 5

With the enactment of Companies Act, 2013 and Rules framed thereunder and as per provisions of the Sections 180(1)(a) and 180(1)(c) of the Companies Act, 2013 (corresponding to Section 293(1)(a) and 293(1)(d) of the Companies Act, 1956) with respect to creation of mortgage, charge, hypothecation, lien and other encumbrances, if any, or disposal of assets of the Company in any manner by the Company and to borrow money in excess of the aggregate of the paid-up share capital of the Company and its free reserves respectively, approval of the shareholders need to be obtained by way of Special Resolution.

Further, by considering the above and with compliance with the Companies Act, 2013, the Board of Directors recommends the resolutions as set out under Item No. 4 & 5 for your approval as Special Resolution to approved the borrowing limits of the Company to Rs. 50 Crores and respectively creation of mortgage, charge, hypothecation, lien and other encumbrances, if any, on the properties of the Company.

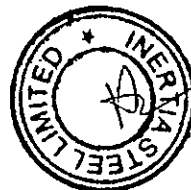
Except the Directors or their relatives who may be concerned or interested, financial or otherwise, by way of directorship / shareholding or in any other manner in one or more companies / bodies corporate / individuals as described in the said resolutions, no other Director or their relatives is concerned or interested in the said resolutions

Item No. 6

As per the provisions of the Section 186 of the Companies Act, 2013 (corresponding to Section 372A of the Companies Act, 1956), the Board of Directors of a Company cannot make loan, investments or give guarantee or provide any security to body corporate or person beyond the prescribed ceiling of sixty percent of the aggregate of the paid up capital and free reserves or hundred percent of its free reserves, whichever is more, unless a Special Resolution is passed by the shareholders of the lending / investing Company.

The Company is undertaking various business activities and is also making strategic investments, from time to time, in joint ventures, associates companies, other bodies corporate and would, therefore, be required to provide financial assistance / support by way of giving of loans / guarantees, proving of securities, making of investment in securities in order to expand its business activities and also for optimum utilization of funds.

Therefore, the Board of Directors recommends the resolutions as set out under Item No. 6 for your approval as Special Resolution.



Except the Directors or their relatives who may be concerned or interested, financial or otherwise, by way of directorship / shareholding or in any other manner in one or more companies / bodies corporate / individuals as described in the said resolutions, no other Director or their relatives is concerned or interested in the said resolutions

Item No. 7 & 8

As per the Section 149 of the Companies Act, 2013 (Act) and amended Clause 49 of the Listing Agreement inter alia stipulates the maximum tenure for an Independent Director to 10 (Ten) years. The said amendment to Listing Agreement also provides that where a Director has served the Company for 5 years or more as on 1st October, 2014 as an Independent Director shall be eligible for one more term of 5 (Five) years.

Considering the above provisions of the Listing Agreement, it is propose to appoint Shri Suresh Ajmera and Shri Dhanesh Ajmcra as an Independent Directors of the Company under Section 149 of the Companies Act, 2013 and Clause 49 of the Listing Agreement to hold office for further 5 (Five) consecutive years for a term up to 35th Annual General Meeting.

Shri Suresh Ajmera and Shri Dhanesh Ajmera are not disqualified from being appointed as Directors in terms of Section 164 of the Act and has given his consent to act as Independent Director.

The Company has also received declaration from Shri Suresh Ajmera and Shri Dhanesh Ajmera that they meets with the criteria of independence as prescribed both under Section 149(6) of the Act and under Clause 49 of the Listing Agreement.

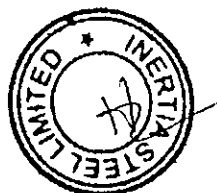
In the opinion of the Board, Shri Suresh Ajmera and Shri Dhanesh Ajmera fulfils the conditions for appointment as Independent Directors as specified in the Act and the Listing Agreement.

Brief resume of Shri Suresh Ajmera and Shri Dhanesh Ajmera, nature of his expertise in specific functional areas and names of major companies in which they holds directorships and memberships of Board Committees, is attached as annexure to the Notice.

Notice under Section 160 of the Act has been received from a member proposing the appointment of Shri Suresh Ajmera and Shri Dhanesh Ajmera as an Independent Director of the Company.

Copy of the draft letter for appointment of Shri Suresh Ajmera and Shri Dhanesh Ajmera as Independent Directors setting out the terms and conditions are available for inspection by Members at the Registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the Meeting.

This Statement may also be regarded as a disclosure under Clause 49 of the Listing Agreement with the Stock Exchanges.



Keeping in view his rich experience, expertise and knowledge, it will be in the interest of the Company that Shri Suresh Ajmera and Shri Dhanesh Ajmera are appointed as an Independent Director to hold office for 5 (Five) consecutive years for a term up to 35th Annual General Meeting, hence the Board recommends the Resolution set out at Item No. 7 & 8 of the Notice for approval by the shareholders as Special Resolution.

Except Shri Suresh Ajmera and Shri Dhanesh Ajmera none of the other Directors / Key Managerial Personnel of the Company / their relatives is, in any way, concerned or interested, in the resolution.

Item No. 9

The Companies Act, 2013 and the Rules made thereunder (the 'Act') has been enacted to replace the existing Companies Act, 1956. The Act is now largely in force. On September 12, 2013, the Ministry of Corporate Affairs ('MCA') had notified 98 Sections for implementation. Subsequently, on March 26, 2014, MCA notified most of the remaining Sections. The substantive sections of the Act dealing with the operations and management of companies have been notified. The existing Articles of Association of the Company based on the Companies Act, 1956 and some regulations in the existing Articles of Association may not, therefore, be in conformity with the Act.

With the coming into force of the Act, the existing Articles of Association require alteration or deletions in several regulations in the Articles of Association. Hence, it is considered expedient to wholly replace the existing Articles of Association by a new set of Articles of Association to align the provisions of the Articles of Association with the provisions of the Act.

A copy of the existing Articles of Association of the Company and a copy of new set of Articles of Association are available for inspection, on all business days, at the Registered Office of the Company during business hours.

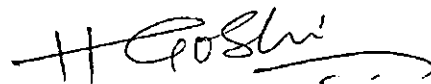
Except the Directors or their relatives who may be concerned or interested, financial or otherwise, by way of directorship / shareholding or in any other manner in one or more companies / bodies corporate / individuals as described in the said resolutions, no other Director or their relatives is concerned or interested in the said resolutions.

The Board recommends the Special Resolution set out at Item No. 5 of the Notice for approval by the Members.

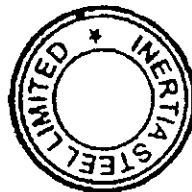
For and on behalf of the Board of Director
INERTIA STEEL LIMITED

Date : 29th May, 2014

Place : Mumbai



HARI GOPAL JOSHI
CHAIRMAN
(DIN 00024800)



ANNEXURE

DETAILS OF DIRECTORS SEEKING RE-APPOINTMENT AT FORTHCOMING ANNUAL GENERAL MEETING

Names of Directors	Shri Hari Gopal Joshi	Shri Suresh Ajmera	Shri Dhanesh Ajmera
DIN	00024800	01341331	02446635
Date of Birth	01/05/1956	11/10/1943	06/06/1966
Designation	Director	Director (Independent)	Director (Independent)
Date of Appointment	05/06/1984	05/06/1984	05/06/1984
Qualification	B.Sc., Diploma in Import & Export Management, Diploma in Business & Marketing Management & Diploma in Material Management	B. Com.	B.E. (Civil)
Experience in Specific functional Areas	34 years in Export and Shipping Business	50 years in Plumbing Material Business	30 years in Construction Business
Other Directorships (Major)	None	Raj Dyes And Estate Developers Limited	None
Membership on Committees of other Companies	None	None	None
No. of Equity Shares Held	5,000 (in joint capacity)	-NIL-	-NIL-





INERTIA STEEL LIMITED

CIN : L51900MH1984PLC033082

Registered Office Address : 422,
Tulsiani Chamber, Nariman Point,
Mumbai, Maharashtra, 400021

Ph. No. : 022 22832381

Email ID : contact@inertiasteel.com

Website : www.inertiasteel.com

DIRECTORS' REPORT

To,
The Members

The Directors herewith presents the 30th Annual Report on the business and operations of your Company together with audited accounts for the year ended 31st March, 2014.

FINANCIAL RESULTS

The summary of financial results of your company is as under:

(Amount in Rs.)

PARTICULARS	2013-14	2012-13
Total Income	95,000	1,00,500
Total Expenditure	92,795	92,008
Profit / (Loss) for the year.	2,205	8,492
Less: Provision for tax		
Current Tax	700	2,700
Income Tax of Earlier year	(11,460)	-
Net Profit / (Loss) after tax	12,965	5,792
Earnings per share (Basic & Diluted (Face Value of Rs. 10/- each)	0.05	0.02

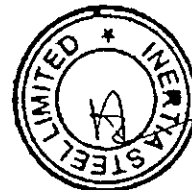
DIVIDEND

With a view to conserve the resources of the Company, the Board of Directors do not recommend any dividend for the year under review.

DIRECTORS

In accordance with the provisions of the Companies Act, 1956 / 2013 and Articles of Association of the Company Shri H. G. Joshi (DIN 00024800), Director retires at the ensuing Annual General Meeting and is eligible for re-appointment.

Pursuant to the provisions of Section 149 of the Companies Act, 2013 and Clause 49 of the Listing Agreement, Shri Suresh Ajmera (DIN 01341331) and Shri Dhanesh Ajmera (DIN 02446635), the existing Independent Director of the Company is to be re-appointed as an Independent Director for the fresh term. The Company has received a notice in writing from a member under Section 160 of the Companies Act, 2013 proposing the candidature of Shri Suresh Ajmera and Shri Dhanesh Ajmera for the office of Director. The Board recommends their appointment for the approval of shareholders as an Independent Director for 5 (Five) consecutive years w.e.f. the date of ensuing AGM.



DIRECTORS' RESPONSIBILITY STATEMENT

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

- (i) in the preparation of the annual accounts for the year ended 31st March, 2014, the applicable accounting standards have been followed and there are no material departures;
- (ii) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2014 and of the profit of the Company for the year ended on that date;
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) the Directors have prepared the annual accounts of the Company on a going concern basis.

AUDITORS AND AUDITORS' REPORT

M/s Kaloti & Lathiya., Chartered Accountants, the Statutory Auditors of the Company holds office till the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

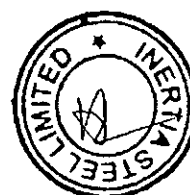
Pursuant to the provision of Section 139 of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014, M/s Kaloti & Lathiya., Chartered Accountants, Statutory Auditors, being eligible for re-appointment, the Board of Directors of your Company proposes the re-appointment of M/s Kaloti & Lathiya., Chartered Accountants, as the statutory auditor of the Company for a period of 3 years, to hold office from the conclusion of this 30th Annual General Meeting till the conclusion of the 33rd Annual General Meeting.

The Company has received the consent letters / certificate from the statutory auditors to the effect that their re-appointment, if made, would inter-alia be within the prescribed limits under Section 139 & 141 of the Companies Act, 2013 and that they are not disqualified for re-appointment. The members are requested to appoint auditors.

The Report of Auditors of the Company and the notes forming part of the financial statements are self explanatory and hence requires no explanation from the Board of Directors.

DEPOSITS

The Company has not accepted any deposits covered under Section 58A and 58AA of the Companies Act, 1956 and Companies (Acceptance of Deposits) Rules, 1975 during the financial year under review.



COMPLIANCE CERTIFICATE

In accordance with the requirements of Section 383A of the Companies Act, 1956, Certificate from Practicing Company Secretary is annexed certifying that, all the legal requirements, in respect of the Company for the year ended 31st March, 2014 have been complied with.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

As the Company does not own an undertaking where manufacturing operations are carried out, the information to be furnished under section 217(1)(e) of the Companies Act, 1956 regarding technology absorption and energy conservation are not applicable.

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

PARTICULARS OF EMPLOYEES

During the year under review, none of the employees of the Company have received remuneration in excess of limits specified in Section 217(2A) of the Companies Act.

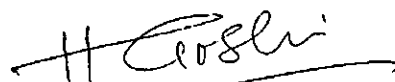
ACKNOWLEDGEMENT

Your Directors take this opportunity to place on record their great appreciation and gratitude for the whole-hearted support, assistance, co-operation and valuable guidance that has been forthcoming from all those who are associated with the operations of the Company during the period under review.

For and on behalf of the Board of Director
INERTIA STEEL LIMITED

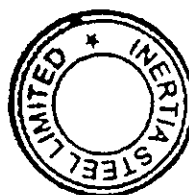
Date : 29th May, 2014

Place : Mumbai



HARI GOPAL JOSHI

CHAIRMAN
(DIN 00024800)



COMPLIANCE CERTIFICATE

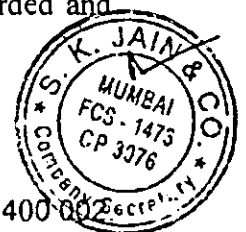
*Pursuant to proviso to Sub-section (1) of Section 383A of the Companies Act, 1956, and
Rule 3(1) of the Companies (Compliance Certificate) rules, 2001*

Registration No: 11-033082
Nominal Capital: Equity Share Capital of Rs. 25,00,000/-
Paid Up Capital: Equity Share Capital of Rs. 24,88,000/-

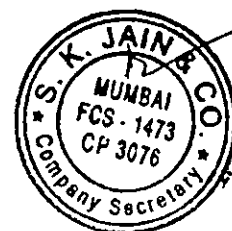
To
The Members,
INERTIA STEEL LIMITED,
422, Tulsiani Chamber, Nariman Point, Mumbai – 400 021

We have examined the registers, records, books and papers of INERTIA STEEL LIMITED as required to be maintained under the Companies Act, 1956 and the Rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended on 31st March, 2014. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid Financial Year:

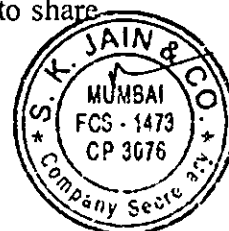
- 1) The Company has kept and maintained all registers as stated in "Annexure A" to this Certificate, as per the provisions of the Act and the Rules made there under and all entries therein have been duly recorded.
- 2) The Company has filed the forms and returns as stated in "Annexure B" to this Certificate with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the Rules made there under subject to delay in filing of certain documents as mentioned in "Annexure B"
- 3) The Company, being a Public Limited Company, has the minimum prescribed paid up capital.
- 4) The Board of Directors duly met 4 (Four) times respectively on 30th May, 2013, 14th August, 2013, 13th November, 2013 and 13th February, 2014, in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.



- 5) The Company had closed its Register of Members and Share Transfer Books in respect of the Equity Shares of the Company from 24th September, 2013 to 30th September, 2013 (Both days inclusive).
- 6) The Annual General Meeting for the Financial Year ended on 31st March, 2013 was held on 30th September, 2013 after giving due notice to the Members of the Company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
- 7) No- Extra Ordinary General Meeting was held during the financial year.
- 8) The Company has not advanced any loans to its Directors or persons or firms or companies referred to under Section 295 of the Act.
- 9) The Company has not entered into any contracts falling within the purview of Section 297 of the Act.
- 10) The Company has made necessary entries whenever required in the Register maintained under Section 301 of the Act during the Financial Year.
- 11) As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government as the case may be.
- 12) The Company has not issued any duplicate certificates during the Financial Year.
- 13) The Company has
 - (i) not made any allotment/transfer and transmissions of any securities during the Financial Year.
 - (ii) not deposited any amount in a separate Bank Account as no dividend was declared during the Financial Year.
 - (iii) not posted warrants to any member of the Company as no dividend was declared during the Financial Year.
 - (iv) no amount outstanding in respect of unpaid dividend account, application money due for refund, matured deposits, matured debentures and interest accrued thereon which have remained unclaimed or unpaid for the period of seven years and liable to be transferred to Investor Education and Protection Fund.
 - (v) duly complied with the requirements of Section 217 of the Act.
- 14) The Board of Directors of the Company is duly constituted. There was no appointment of any Additional Directors, Alternate Directors and Directors to fill casual vacancy during the financial year.



- 15) The Company has not appointed any Managing director/ Whole Time Director/ Manager during the financial year.
- 16) The Company has not appointed any sole selling agents during the Financial Year.
- 17) The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and / or such authorities prescribed under the various provisions of the Act.
- 18) The Directors have disclosed their interest in other firms / companies to the Board of Directors pursuant to the provisions of the Act and the Rules made there under.
- 19) The Company has not issued any Equity Shares during the Financial Year.
- 20) The Company has not bought back any shares during the Financial Year.
- 21) There was no redemption of preference shares or debentures during the Financial Year.
- 22) There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
- 23) The Company has not invited / accepted any deposits including any unsecured loans falling within the purview of Section 58A during the Financial Year.
- 24) The Company borrowings during the year was within the limit prescribed under Section 293 (1) (d) of the Act.
- 25) The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the Register kept for the purpose.
- 26) The Company has not altered the provisions of the Memorandum with respect to situation of the Company's Registered Office from one State to another during the year under scrutiny.
- 27) The Company has not altered the provisions of the Memorandum with respect to the Objects of the Company during the year under scrutiny.
- 28) The Company has not altered the provisions of the Memorandum with respect to the name of the Company during the year under scrutiny.
- 29) The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.



- 30) The Company has not altered its Articles of Association pursuant to the provisions of the Act during the Financial Year.
- 31) There was no prosecution initiated against or show cause notices received by the Company and/or its Directors during the year under scrutiny.
- 32) The Company has not received any money as security from its employees during the Financial Year.
- 33) The Company has not deducted contribution towards Provident Fund under Provident Fund Scheme u/s 418 of the Act during the Financial Year.

**FOR S. K. JAIN & CO.
COMPANY SECRETARIES**

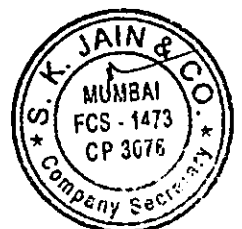
Date : 29th May, 2014
Place : Mumbai



(Dr. S. K. Jain)

Proprietor

C. P. No. : 3076



ANNEXURE A
Registers as maintained by the Company

1. Register of Investments under Section 49
2. Register of Members under Section 150
3. Register of Share Transfers
4. Register of Directors, Managing Directors, etc. under Section 303
5. Register of Director's Share Holding under Section 307
6. Applications and Allotment Register
7. Books of Accounts under Section 209

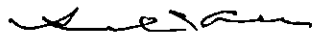
ANNEXURE B

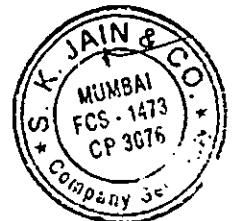
Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended 31st March, 2014:-

<i>Sr. No.</i>	<i>e-Form No.</i>	<i>Filed u/s</i>	<i>Purpose</i>	<i>Date of Filing</i>	<i>Whether filed within prescribed time (Yes / No)</i>	<i>If delay in filing, whether requisite additional feed paid (Yes / No)</i>	<i>SRN / Challan No.</i>
1	eForm66	383A	Compliance Certificate for the year ended 31/03/2013	18.10.2013	Yes	-	Q14233191
2	eForm20B	159	Annual Return for the AGM on 30/09/2013	25.11.2013	Yes	-	Q24896243
3	eForm23AC & 23ACA (XBRL)	220	Annual Report for the year ended 31/03/2013	23.10.2013	Yes	-	Q15530181

FOR S. K. JAIN & CO.
COMPANY SECRETARIES

Date : 29th May, 2014
Place : Mumbai


(Dr. S. K. Jain)
Proprietor
C. P. No. : 3076





Kaloti & Lathiya

Chartered Accountants

'Geetai', Plot No.-F/1,146,Guru Sahani Nagar, N-4, CIDCO, Aurangabad.E - mail : bajajsbajaj@rediffmail.com,Tel. : (O) 2443050 Cell : 9822333325

INDEPENDENT AUDITORS' REPORT

To
The Members of Inertia Steel Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Inertia Steel Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2014 and the Statement of Profit & Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including, Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with general circular 15/2013 dated 13th September, 2013 of the ministry of corporate affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India: -

- i. In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2014;
- ii. In the case of the Statement of Profit & Loss , of the profit for the year ended on that date; and
- iii. In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose 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 and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in sub section (3C) of section 211 of the Companies Act, 1956;
- e. On the basis of written representations received from the directors as on 31st March, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act 1956.

For Kaloti & Lathiya
Chartered Accountants
(Registration No. : 104589W)


Sanjeev N. Bajaj
Membership No. – 107678



Place: Mumbai
Dated: 29.05.2014

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 of our report on other legal and regulatory requirements of even date)

As required by the Companies (Auditor's Report) Order, 2003 issued by Central Government of India in terms of Section 227 (4A) of the Companies Act 1956, and on the basis of such checks as we considered appropriate, we further report that:-

- i. The Company does not have any Fixed Assets, hence clause 4(1) of the Companies Auditor's Report) Order, 2003 is not applicable to the Company.
- ii. The Company does not have any Inventory, hence clause 4(ii) of the Companies Auditor's Report) Order, 2003 is not applicable to the Company.
- iii. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.

(b) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has taken loans from one party listed in the register maintained under Section 301 of the Companies Act, 1956 in respect of which maximum amount involved during the year was Rs. 0.19 lacs and the year end balance was Rs. Nil lacs..
- iv. During the year the Company has neither purchased any fixed assets or inventory nor sold any goods. Hence the provisions of clause 4(iv) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.
- v. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.

In our opinion all these transactions have been made at prices which are reasonable having regard to prevailing market prices at reasonable time.

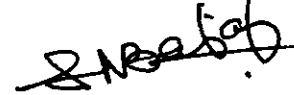


- vi. According to the information and explanations given to us, the Company has not accepted any deposits from the public and hence directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA of the Companies Act, 1956 and the rules framed there under are not applicable for the year under audit.
- vii. The paid up capital of the company was less than Rs.50.00 lacs as at the commencement of the financial year and average annual turnover for the period was not in excess of Rs. 5.00 Crores, hence the internal audit system is not applicable to the company.
- viii. According to the information and explanations given to us, the maintenance of cost records is not applicable to the company.
- ix. According to the information and explanations given to us in respect of statutory dues:
- (a) The company has generally been regular in depositing undisputed statutory dues, including Income tax, Sales tax, Wealth tax, Service tax, and any other statutory dues with the appropriate authorities during the year.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding as at 31st March, 2014 for a period of more than six months from the date they became payable.
- x. The Company has accumulated losses at the end of the financial year. The Company has not incurred cash losses during the financial year covered by the audit. The Company has incurred cash loss in the immediately preceding financial year.
- xi. The Company has not borrowed any money from financial institution or bank or debenture holders. Therefore, the provisions of clause 4(xi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xii. In our opinion and according to the explanations given to us and based on the information available, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.



- xiv. In our opinion and according to the information and explanations given to us, the Company is not a dealer or trader in shares, securities & other investments.
- xv. According to the information and explanations given to us, the Company has not given any corporate guarantees for loan taken by others from a banks or financial institutions.
- xvi. According to the information and explanations given to us, the Company has not obtained any term loans during the year.
- xvii. On the basis of review of utilization of funds, which is based on overall examination of the balance sheet of the Company as at 31st March, 2014, related information's as made available to us and as represented to us, by the management, we are of the opinion, that no funds raised on short term basis have been utilized for long term purposes.
- xviii. During the year, the Company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- xix. The Company has not issued any debentures and hence provisions of clause 4 (xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xx. During the year covered by our report the company has not raised any money by public issue.
- xxi. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the company was noticed or reported during the course of our audit.

For Kaloti & Lathiya
Chartered Accountants
(Registration No. : 104589W)



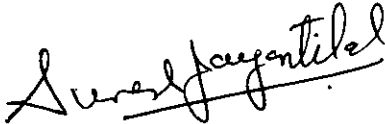
Sanjeev N. Bajaj
Membership No. – 107678
Place: Mumbai
Dated: 29.05.2014



INERTIA STEEL LIMITED
BALANCE SHEET AS AT 31ST MARCH 2014

PARTICULARS	NOTES	As at 31.03.2014 Rs.	As at 31.03.2013 Rs.
EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	2,488,000	2,488,000
(b) Reserves and Surplus	3	(279,967)	(292,932)
		<u>2,208,033</u>	<u>2,195,068</u>
(2) Current Liabilities			
(a) Short-term borrowings	4	-	19,000
(b) Other current liabilities	5	7,834,784	8,489,676
(c) Short-term provisions	6	3,400	30,224
		<u>7,838,184</u>	<u>8,538,900</u>
TOTAL		<u><u>10,046,217</u></u>	<u><u>10,733,968</u></u>
ASSETS			
(1) Non-current assets			
(a) Long term loans and advances	7	1,283,156	1,283,156
		<u>1,283,156</u>	<u>1,283,156</u>
(2) Current assets			
(a) Trade receivables	8	1,453,905	1,358,905
(b) Cash and cash equivalents	9	585,817	1,268,607
(c) Short-term loans and advances	10	6,723,339	6,823,300
		<u>8,763,061</u>	<u>9,450,812</u>
TOTAL		<u><u>10,046,217</u></u>	<u><u>10,733,968</u></u>
Significant Accounting Policies	1		
Notes to Financial Statements	2 to 20		

For and on behalf of the
Board of Directors



S.J. AJMERA
Director



H.G. JOSHI
Director

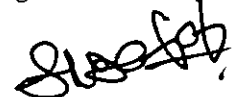
As per our report of even date attached.

For KALOTI & LATHIYA

Chartered Accountants.

(Firm Reg No. : 104589W)





SANJEEV N. BAJAJ
Partner
M.No. 107678

Place : Mumbai

Date: 29th May, 2014

INERTIA STEEL LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2014

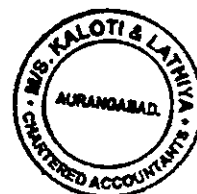
PARTICULARS	NOTES	Year ended 31.03.2014 Rs.	Year ended 31.03.2013 Rs.
INCOME			
Revenue from operations	11	95,000	100,500
TOTAL		95,000	100,500
EXPENDITURE			
Administrative & Other expenses	12	92,795	92,008
TOTAL		92,795	92,008
Profit /(Loss) before tax		2,205	8,492
Tax Expenses:			
Provision for -Current Tax		700	2,700
Income Tax of Earlier year		(11,460)	-
		(10,760)	2,700
Profit / (Loss) after Tax		12,965	5,792
Earning Per Equity Share	13		
Basic & Diluted (Face Value of Rs. 10/- Each)		0.05	0.02
Significant Accounting Policies	1		
Notes on Financial Statements	2 to 20		

For and on behalf of the
Board of Directors

S.J. Ajmera
S.J.AJMER
Director

H.G. Joshi
H.G. JOSHI
Director

As per our report of even date attached.
For KALOTI & LATHIYA
Chartered Accountants.
(Firm Reg No. : 104589W)



Sanjeev N. BAJAJ
SANJEEV N.BAJAJ
Partner
M.No. 107678

Place : Mumbai
Date: 29th May, 2014

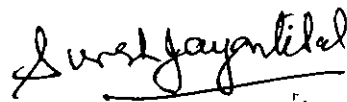
INERTIA STEEL LIMITED

CASH FLOW STATEMENT

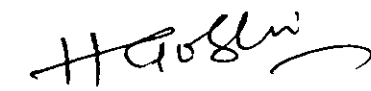
	31.03.2014	31.03.2013
	(Rs.)	(Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax as per Profit and Loss Account	2,205	8,492
ADJUSTED FOR		
Depreciation	-	-
Interest / Dividend	-	-
Income Tax of Earlier years	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGE	2,205	8,492
ADJUSTMENTS FOR		
Increase in Trade and Other Receivables	(2,653)	(20,500)
Increase/(Decrease) in Trade Payables & Other Liabilities	(673,892)	1,005,261
Direct Taxes Paid	(8,450)	-
CASH FLOW FROM OPERATING ACTIVITIES	(682,790)	993,253
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	-
CASH FLOW FROM INVESTING ACTIVITIES	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings	-	-
CASH FLOW FROM FINANCING ACTIVITIES	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	(682,790)	993,253
Add: Cash and Cash Equivalents (Opening Balance)	1,268,607	275,354
Cash and Cash Equivalents (Closing Balance)	585,817	1,268,607

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard -3 "Cash Flow Statements" issued by the Institute of Chartered Accountants of India.
- Figures in brackets indicate Outflows.
- Previous Year's figures have been regrouped / rearranged wherever necessary to make them comparable with those of current year.

On behalf of the Board Of Directors.



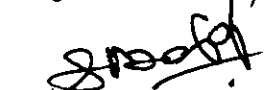
S.J.AJMERA
Director



H.G. JOSHI
Director

As per our report of even date
For Kaloti & Lathiya
Chartered Accountants.
(Firm Reg No. : 104589W)





SANJEEV N. BAJAJ
Partner
M.No. 107678

Place : Mumbai
Date: 29th May, 2014

NOTE 1

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

1.01 BASIS OF ACCOUNTING :

The Financial Statements are prepared under the historic cost convention in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956.

1.02 REVENUE RECOGNITION :

Income and expenses are recognised on an accrual basis. Revenue from services is recognized when it is earned and no significant uncertainty exists as to its ultimate collection.

1.03 PROVISION FOR CURRENT TAX AND DEFERRED TAX :

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. The Company has no Deferred Tax Liability.

1.04 In the opinion of the Board, Current Assets, Loan and advances are approximately of the value stated, if realised in the ordinary course of business. The provisions for all known liabilities is adequate and neither in excess nor in short of the amount reasonably necessary.



INERTIA STEEL LIMITED
Notes to Financial Statement for the year ended 31st March 2014

NOTE : 2
SHARE CAPITAL

PARTICULARS	As at 31.03.2014	As at 31.03.2013
	(Rs.)	(Rs.)
a) Authorised :		
2,50,000 (2,50,000) Equity shares of Rs.10/- each	2,500,000	2,500,000
	<u>2,500,000</u>	<u>2,500,000</u>
h) Issued, Subscribed & Fully Paid-up		
2,48,800 (2,48,800) Equity shares of Rs.10/- each fully paid up	2,488,000	2,488,000
TOTAL	<u>2,488,000</u>	<u>2,488,000</u>

c) Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period

PARTICULARS	As at 31.03.2014		As at 31.03.2013	
	No. of Shares	Amount	No. of Shares	Amount
Opening Balance at the beginning of the year	248,800	2,488,000	248,800	2,488,000
Add: Issued during the year	-	-	-	-
Outstanding at the end of the year	<u>248,800</u>	<u>2,488,000</u>	<u>248,800</u>	<u>2,488,000</u>

d) Rights of Equity Shareholders

The company is having only one class of equity shares having face value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.

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. The distribution will be in proportion to the number of equity shares held by the shareholders.

e) Details of shareholders holding more than 5% shares in the company

Name of Shareholders	As at 31st March 2014		As at 31st March 2013	
	Nos	% of Holding	Nos	% of Holding
	NIL	NIL	NIL	NIL



INERTIA STEEL LIMITED
Notes to Financial Statement for the year ended 31st March 2014

NOTE : 3
RESERVES AND SURPLUS

PARTICULARS	As at 31.03.2014 (Rs.)	As at 31.03.2013 (Rs.)
Surplus / (Deficit)		
Balance as per last Balance Sheet	(292,932)	(298,724)
Add : Profit / (Loss) for the year	12,965	5,792
Net Surplus / (Deficit)		
TOTAL	(279,967)	(292,932)

NOTE : 4
SHORT TERM BORROWINGS

PARTICULARS	As at 31.03.2014 (Rs.)	As at 31.03.2013 (Rs.)
Short-term borrowings		
Unsecured		
From Related Parties*	-	19,000
TOTAL	-	19,000

* Refer Note No. 20 for details of related parties.

NOTE : 5
OTHER CURRENT LIABILITIES

PARTICULARS	As at 31.03.2014 (Rs.)	As at 31.03.2013 (Rs.)
Other payables		
To Others	7,834,784	8,489,676
TOTAL	7,834,784	8,489,676



INERTIA STEEL LIMITED
Notes to Financial Statement for the year ended 31st March 2014

NOTE : 6
SHORT TERM PROVISIONS

PARTICULARS	As at 31.03.2014 (Rs.)	As at 31.03.2013 (Rs.)
Provision for Expenses	-	-
Provision for Income Tax	3,400	30,224
TOTAL	3,400	30,224

NOTE : 7
LONG TERM LOANS AND ADVANCES

PARTICULARS	As at 31.03.2014 (Rs.)	As at 31.03.2013 (Rs.)
Unsecured considered good Capital Advances	1,283,156	1,283,156
TOTAL	1,283,156	1,283,156

NOTE : 8
TRADE RECEIVABLES

PARTICULARS	As at 31.03.2014 (Rs.)	As at 31.03.2013 (Rs.)
Unsecured, considered good and subject to confirmation		
Outstanding for a period exceeding six months	1,420,905	1,325,405
Other Receivables	33,000	33,500
TOTAL	1,453,905	1,358,905



INERTIA STEEL LIMITED
Notes to Financial Statement for the year ended 31st March 2014

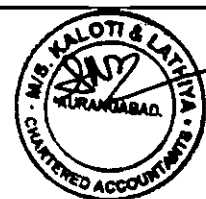
NOTE : 9
CASH AND BANK BALANCES

PARTICULARS	As at 31.03.2014 (Rs.)	As at 31.03.2013 (Rs.)
Cash and Cash Equivalents		
Balances with Banks		
In Current Accounts	584,703	1,219,493
Cash on hand	1,114	49,114
TOTAL	585,817	1,268,607

NOTE : 10
SHORT TERM LOANS AND ADVANCES

PARTICULARS	As at 31.03.2014 (Rs.)	As at 31.03.2013 (Rs.)
Unsecured and considered good		
Advance Income-tax	2,700	10,314
Loans and advances*	6,720,639	6,812,986
TOTAL	6,723,339	6,823,300

* Refer Note No. 20 for details of related parties.



INERTIA STEEL LIMITED
Notes to Financial Statement for the year ended 31st March 2014

NOTE : 11
REVENUE FROM OPERATIONS

PARTICULARS	Year ended 31.03.2014	Year ended 31.03.2013
	Rs.	Rs.
Revenue from Operations		
Other operating revenues	95,000	100,500
TOTAL	<u>95,000</u>	<u>100,500</u>

NOTE : 12
ADMINISTRATIVE & OTHER EXPENSES

PARTICULARS	Year ended 31.03.2014	Year ended 31.03.2013
	Rs.	Rs.
Professional Charges	7,865	15,733
ROC Filing Fees	1,500	6,500
Listing Fees	16,854	16,854
Audit Fees	13,484	13,483
Legal Expenses	49,440	29,213
Printing & Stationery	-	100
Bank charges	281	4,778
Miscellaneous expenses	3,371	5,347
TOTAL	<u>92,795</u>	<u>92,008</u>

NOTE : 13
EARNING PER SHARE

PARTICULARS	Year ended 31.03.2014	Year ended 31.03.2013
Net Profit/(Loss) for the year	12,965	5,792
Weighted average number of equity shares (Nos.)	248,800	248,800
Basic and Diluted Earnings Per Share of Rs.10/- each	0.05	0.02



INERTIA STEEL LIMITED
Notes to Financial Statement for the year ended 31st March 2014

NOTES TO ACCOUNTS :

14. There are no contingent liabilities.
15. In the opinion of the board, Current Assets are approximately of the value stated if realised in the ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount considered reasonably necessary.
16. The Company has no Deferred Tax Liability as on 31st March, 2014.

	As At 31.03.2014	As At 31.03.2013
17. a) Earnings in Foreign Exchange	NIL	(NIL)
b) Expenditure / remittance in foreign exchange	NIL	(NIL)
18. There is no separate reportable segment within the meaning of Accounting Standard 17 issued by Institute of Chartered Accountants of India.		
19. Previous Year's figures have been reworked / regrouped / rearranged / reclassified wherever necessary to make them comparable with those of current year.		

20. RELATED PARTY DISCLOSURES :

A. List of related parties :
(As certified by the Company)

I. Key Management Personnel

Shri Hari Gopal Joshi
Shri Suresh J. Ajmera

Shri Dhanesh B. Ajmera

II. Enterprises in which key managerial personnel and their relatives are able to exercise significant influence with whom transactions have taken place during the year:

Nine Star Plastic Packaging Services Private Limited
Anurag Sales & Services Private Limited
Avon Sales & Services Private Limited

Apex Spinning Mills Private Limited
Jayaswal Neco Metalics Private Limited

B. Transactions with Related Parties :

(Amount in Rs.)

Nature of transaction	Associate Company	Key Management Personnel & Relatives	Other Related Parties	Total
Unsecured Loan				
Balance as on 31st March 2014	-	-	-	-
	(-)	(19,000)	(-)	(19,000)
Advances				
Balance as on 31st March 2014	-	-	-	-
	(-)	(-)	(5,003,132)	(5,003,132)

Note : Figures in brackets represent previous year's amounts.

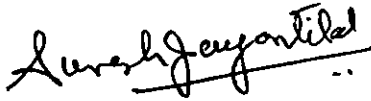


INERTIA STEEL LIMITED
Notes to Financial Statement for the year ended 31st March 2014

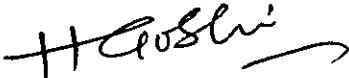
C. Details of major transactions with Related Parties :

Nature of Transactions	Company Name	31.03.2014	31.03.2013
Unsecured Loans			
Balance as on 31st March 2014	Director	-	19,000
Advances-			
Balance as on 31st March 2014	Anurag Sales and Services Private Limited	-	1,501,229
	Apex Spinning Mills Private Limited	-	1,260,696
	Avon Sales & Services Private Limited	-	1,050,696
	Jayaswal Neco Metalics Private Limited	-	38,309
	Nine Star Plastic Packaging Services Private Li	-	1,152,202

On behalf of the Board Of Directors.



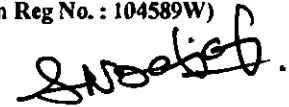
S.J. AJMERA
Director



H.G. JOSHI
Director

As per our report of even date
For Kaloti & Lathiya
Chartered Accountants.
(Firm Reg No. : 104589W)





SANJEEV N. BAJAJ
Partner
M.No. 107678

Place : Mumbai
Date: 29th May, 2014