

To,

The Members of,
M/s. BHAGWANDAS METALS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/s. Bhagwandas Metals Limited, which comprise the Balance Sheet as at 31st March, 2014, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). 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.

Auditor's 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 the 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 the disclosures in the financial statements. The procedures selected depend on the auditor's judgement, 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 the 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the 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:

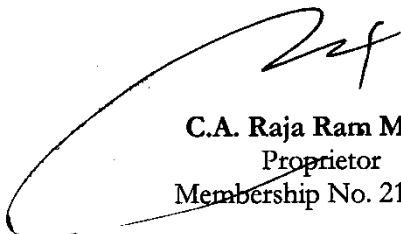
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014; and
- (b) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date,
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

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 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 it 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 and Statement of Profit and Loss, comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act and
 - (e) On the basis of the written representations received from the directors as on 31st March, 2014 taken on record by the Board of Directors, none of the directors are 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 Act.

For **R.R. More & Co.**
Chartered Accountants

Place: Chennai
Date: 29.05.14


C.A. Raja Ram More
Proprietor
Membership No. 21233



ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in Paragraph (3) of our report of even date)

In terms of the information and explanations given to us and books and records examined by us in normal course of audit and to the best of our information and belief, we state that:

- 1)
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b. The fixed assets were physically verified during the year and no discrepancies were noticed during such verification.
 - c. The Company has not sold substantial portion of Fixed Assets during the year.
- 2)
 - a. The management has conducted physical verification of inventory at reasonable intervals.
 - b. The procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. On the basis of our examination of records of inventory, in our opinion, the Company has maintained proper records of inventory and the discrepancies noticed on physical verification between physical stock and the book records were not material in relation to the operations of the Company.
- 3) The Company has neither granted nor taken any loans secured or unsecured, from Companies, firms, or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956. As the Company has not granted/ taken any loans, secured or unsecured, to / from parties listed in the registers maintained under Section 301 of the Companies Act, 1956 paragraphs iii (b) (c) (d) (e) & (f) of the Order, are not applicable.
- 4) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. Further, on the basis of our examination and according to the information and explanations given to us, we have neither come across nor have been informed of any instance of major weaknesses in the aforesaid internal control procedures.
- 5)
 - a. According to the information and explanations given to us we are of the opinion that the transactions that need to be entered into the register maintained under Sections 301 of the Companies Act, 1956 have been so entered.
 - b. In our opinion and according to the information and explanations given to us, the transactions in pursuance of contracts or agreements entered into the register maintained under section 301 of the act have been made at prices which are generally reasonable considering the strategic relationship and having regard to the prevailing market prices at the relevant time.

- 6) The Company has not accepted any deposits under the provisions of Section 58A and 58AA of the Companies Act, 1956 and the rules framed there under.
- 7) The internal audit for the Company has been carried out during the year and the system and procedures adopted by the Company is adequate commensurate with the size and nature of the Company.
- 8) To the best of our knowledge, the Central Government has not prescribed the maintenance of cost records under Section 209 (1) (d) of the Companies Act 1956 for the products of the Company.
- 9) a. According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion, the Company is regular in depositing undisputed statutory dues including Provident fund, investor education and protection fund, employees state insurance, Income Tax, Sales Tax, Wealth tax, Service Tax, Customs duty, Excise duty, Cess and other material statutory dues as applicable with the appropriate authorities.
b. As at 31st March 2014 according to the records of the Company and information and explanations given to us, there is no undisputed dues on account of Sales Tax, Income Tax, Excise Duty, Wealth Tax, Service Tax, Customs duty and Cess which is outstanding for a period of more than 6 months from the date they became applicable.
- 10) Based of our audit procedures and information and explanations given by the management the Company has not defaulted in repayment of dues to any financial institutions or Bank.
- 11) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 12) 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) (Amendment) Order, 2004 are not applicable to the Company.
- 13) In our opinion the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly to the provisions of clause 4 (xiv) of the Companies (Auditors Report) (Amendment) Order, 2004 are not applicable to the Company.
- 14) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- 15) According to the information and explanations given to us, the loans have been applied for the purpose for which they were obtained.
- 16) According to the information and explanations given to us, and on overall examinations of the Balance Sheet and Cash Flow Statement of the Company, we report that no funds raised on short term basis have been used for long term investment.



RAJA RAM MORE B.Sc. F.C.A.,

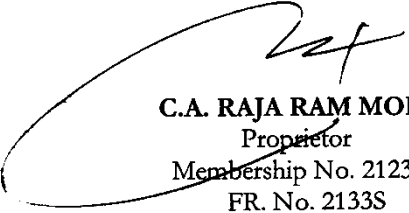
R.R. MORE & CO.,
CHARTERED ACCOUNTANTS

356, Mint Street, IInd Floor, Sowcarpet, Chennai - 600 001. Ph.: 2538 5491 E-mail: rrmore@airtelmail.in

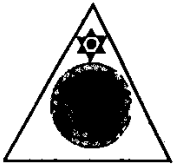
- 17) The Company has not made any preferential allotment of shares to parties or Companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 18) The Company has not issued any debentures during the year.
- 19) The Company has not raised any money through a public issue during the year.
- 20) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported that during the course of our audit.

For **R.R. MORE & Co.**
Chartered Accountants

Place : Chennai
Date : 29.05.14



C.A. RAJA RAM MORE
Proprietor
Membership No. 21233
FR. No. 2133S



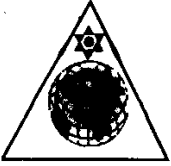
Bhagwandas Metals Limited

No. 54 (Old No. 61), Sembudoss Street, Chennai - 600 001
 Ph. : (O) 25233049, 42113801, 42136279 Fax : 91-44-25223644
 e-mail : bml@vsnl.net, sales@metal-bml.com
 Website : www.metal-bml.com

CIN: L28931TN1982PLC009418

FINANCIAL RESULTS FOR THE QUARTER ENDED 31st March 2014

Particulars	(Rs.in Lakhs)				
	Quarter ended 31.03.14	Quarter ended 31.12.13	Quarter Ended 31.03.13	Year Ended 31.03.14	Year Ended 31.03.13
	Unaudit ed	Unaudit ed	Unaudited	Audited	Audited
1. (a) Net Sales/Income from Operations	1203	1784	950	6175	5398
(b) Other Operating Income	8	3	20	20	42
Total	1211	1787	970	6195	5440
2. Expenditure					
a. Purchase of Stock-in-Trade	1295	1642	1058	5944	5424
b. Increase/decrease in stock in trade	(132)	100	(114)	53	(184)
c. Employees cost	13	12	18	46	50
d. Depreciation & Amortisation	1	1	1	3	4
e. Other expenditure	13	33	(9)	92	82
f. Total	1190	1788	954	6138	5376
(Any item exceeding 10% of the total expenditure to be shown separately)					
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	21	(1)	16	57	64
4. Other Income	-	-	-	-	-
5. Profit before Interest and Exceptional Items (3+4)	21	(1)	16	57	64
6. Interest	10	6	3	26	17
7. Profit after Interest but before Exceptional Items (5-6)	11	(7)	13	31	47
8. Exceptional items	-	-	-	-	-
9. Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	11	(7)	13	31	47
10. Tax expense-PT/DT/FBT	4	(3)	4	10	15
11. Net Profit (+)/ Loss (-) from					

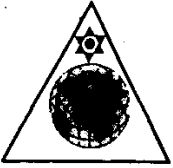


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Ordinary Activities after tax (9-10)	7	(4)	9	21	32
12. Extraordinary Item (net of tax expense Rs.)	-	-	-	-	-
13. Net Profit(+)/ Loss(-) for the period (11-12)	7	(4)	9	21	32
14. Paid-up equity share capital (Face Value of the Share shall be indicated)	364	364	364	364	364
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				344	323
16. Earnings Per Share (EPS)					
a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	0.19	(0.11)	0.25	0.58	0.88
b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	0/19	(0.11)	0.25	0.58	0.88
17. Public Shareholding					
- No. of shares	1349616	1349616	1407428	1349616	1407428
- Percentage of shareholding	36.99	36.99	38.57	36.99	38.57
18 Promoters and Promoter group shareholding					
a) Pledged / Encumbered					
- Number of shares	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)					
Percentage of shares (as a % of the total share capital of the company)					
b) Non-Encumbered					
- Number of shares	2299184	2299187	2188112	2299184	2188112
- Percentage of shares (as a %					



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of the total shareholding of Promoter and Promoter group)	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	63.01	63.011	59.96	63.01	59.96

Note :

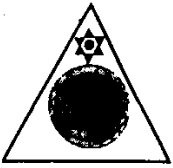
1. The above results have been reviewed by the Audit Committee and taken on record the Board of Directors of the Company held at Chennai on 29.05.14
2. Figures of the previous period have been regrouped / reclassified, wherever necessary, to make them comparable with the figure of the current period.
3. The company has only one reportable segment viz trading of M of Metal rods.
4. The last quarter figures represents the difference between the full financial year audited results.
5. Total no.of complaints received 4. Resolved - 4; Pending - 0

Place: Chennai
Date : 29.05.2014

for BHAGWANDAS METALS LIMITED

NAND KISHORE SONTALIA

WHOLE TIME DIRECTOR



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STATEMENT OF ASSETS & LIABILITIES AS ON 31.03.2014 ANNEXURE XI

Particulars	Rs In Lakhs	
	As on 31.03.2014 Audited	As on 31.03.2013 Audited
Equity & Liabilities		
Shareholder's Fund:		
(i) Share Capital		
(ii) Reserves & Surplus	364.68	364.68
Non-Current Liabilities	343.84	322.71
Long-term Borrowings		
Long-term Provisions	-	-
Current Liabilities	18.83	18.75
(a) Short term-borrowings		
(b) Trade Payables	359.31	130.92
c.. Other Current Liabilities	177.90	366.57
(d) Short term provisions	12.92	4.55
Total	1,287.69	42.29
Assets	1,287.69	1,250.47
(a) Fixed Assets		
(i) Tangible Assets		
(ii) Intangible Assets	9.39	12.18
(iii) Capital work-in-progress	-	-
(b) Non – current investments	-	-
c. Deferred Tax Asset (Net)	30.00	30.00
(d) Long-term loans and advances	7.02	6.90
Current Assets	172.26	172.19
(a) Inventories		
(b) Trade receivables	187.45	240.52
c. Cash and Bank Balances	828.31	623.55
(d) Short-term loans and advances	25.94	67.96
(e) Other current assets	2.15	62.53
TOTAL	25.17	34.64
	1,287.69	1,250.47

For BHAGWANDAS METALS LIMITED

N. Srinivasan
 DIRECTOR

Subject to Chennai Jurisdiction