



**36<sup>th</sup>**  
**Annual Report**  
**2012 - 13**

**Lloyds Metals and  
Energy Limited**

# LLOYDS METALS AND ENERGY LIMITED

## BOARD OF DIRECTORS

**CHAIRMAN** MUKESH R. GUPTA

**MANAGING DIRECTOR** BABULAL AGARWAL

## DIRECTORS

RAJESH R. GUPTA

V.M. BHARATHY (IDBI NOMINEE)

SHANTANU MOHAPATRA

B.B. CHADHA

J.S. CHARLU

## AUDITORS

TODARWAL & TODARWAL

## REGISTERED OFFICE & WORKS

Plot No. A 1-2,  
MIDC Area, Ghugus,  
Dist. Chandrapur, 442 505,  
Maharashtra

## CORPORATE OFFICE

Trade World,  
'C' Wing, 16th Floor,  
Senapati Bapat Marg,  
Lower Parel (West),  
Mumbai – 400 013.  
Tel : 022 – 3041 8111

## REGISTRAR & SHARE TRANSFER AGENTS

### BIGSHARE SERVICES PRIVATE LIMITED

E-2/3, Ansa Industrial Estate,  
Sakivihar Road, Saki Naka,  
Andheri (E), Mumbai – 400 072.  
Phone : 022- 4043 0200  
Fax : 022 - 2847 5207  
E-mail : investor@bigshareonline.com

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## NOTICE

**NOTICE** is hereby given that the 36<sup>th</sup> Annual General Meeting of the Members of the **Lloyds Metals and Energy Limited** will be held at Plot No. A 1-2, MIDC Area, Ghugus, Dist. Chandrapur, 442 505, Maharashtra on **Friday, 19<sup>th</sup> July, 2013** at 12.30 p.m. to transact the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit & Loss Account of the Company for the year ended 31<sup>st</sup> March, 2013 and the Balance Sheet as at that date together with Auditors' and Directors' Report thereon.
2. To appoint a Director in place of Shri Shantanu Mohapatra, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Shri Mukesh Gupta, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Statutory Auditors and to fix their remuneration.

### SPECIAL BUSINESS:

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

**"RESOLVED THAT** in furtherance to the Resolutions passed at the earlier General Meetings pursuant to the provisions of Section 372A and other applicable provisions, if any, of the Companies Act, 1956, or any amendments or modifications thereof ( including any ordinance or statutory modification, re-enactment thereof for the time being in force ) and subject to consent and approval of and permissions as may be necessary under any statute for time being in force, consent be and is hereby accorded to the Board of Directors of the Company for making an investment by way of subscription, purchase or otherwise in the shares, debentures and / or any other securities of any body corporate, in one or more tranches, aggregating to an amount not exceeding ₹ 500 Crores ( Rupees Five Hundred Crores Only). on such terms and conditions as the Board of Directors in their absolute discretion and in the interest of the Company may deem fit, notwithstanding the fact that such investment together with all other existing loans and investments shall exceed the limits prescribed under Section 372A of the Companies Act, 1956.

**RESOLVED FURTHER THAT** for the purpose of giving effect to the above resolution, the Board of Directors of the Company be and is hereby authorized to finalize terms and conditions of investment and to do all such acts, deeds, matters and things, including but no limited to, execution of agreements, contracts and all other documents, as it may, in its absolute discretion, deem necessary or expedient, to give effect to this resolution.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorized to delegate / sub-delegate all its powers, privileges and authorizations herein conferred to a Committee of Directors and / or Chairman / Managing Director of the Company, required to be delegated / sub-delegated in connection with the above purpose and these powers may be delegated / sub delegated to any Officer(s) / or employees of the Company, identified by the Committee in this behalf, in its full and absolute discretion, as may be deemed appropriate by it."

By Order of the Board,

Date : 21.05.2013  
Place : Mumbai

Shyamal Padhiar  
Company Secretary

### NOTES:

1. An Explanatory statement pursuant to Section 173(2) in respect of Item No. 5 of the notice is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER.**
3. Proxy Form and Attendance Slip are enclosed. Proxies, in order to be valid, must reach the Registered Office of the Company not less than forty-eight hours before the commencement of the Meeting.
4. The Register of Members and Share Transfer Books of the Company shall remain closed from **Friday, 12<sup>th</sup> July, 2013 to Friday, 19<sup>th</sup> July, 2013** (both days inclusive).
5. Members desiring any information as regards to Accounts are requested to write 7 days in advance to the Company before the date of the meeting to enable the Management to keep full information ready.
6. Members are requested to notify any changes in their address to the Company's Registrar & Transfer Agent, M/s. Bigshare Services Pvt. Ltd., E-2/3, Ansa Industrial Estate, Saki Vihar Road, Saki Naka, Andheri (East), Mumbai - 400 072.
7. Members are requested to quote their Folio No. or DP ID / Client ID, in case shares are in physical / dematerialized form, as the case may be, in all correspondence with the Company / Registrar and Share Transfer Agent.
8. **The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in Corporate Governance" by allowing paperless compliances by Companies through electronic mode. Therefore we request you to provide your e-mail ID to our Registrar M/s Bigshare Services Pvt. Ltd. Unit: Lloyds Metals and Energy Ltd. on the address given in this notice to send various notices / documents etc.**

# LLOYDS METALS AND ENERGY LIMITED

## DETAILS OF DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT AT THE ENSUING 36<sup>th</sup> ANNUAL GENERAL MEETING (Pursuant to clause 49 of the Listing Agreement)

1. Name	<b>Shri Shantanu Mohapatra</b>	<b>Shri Mukesh Gupta</b>
2. Brief Resume		
Age	77 years	55 years
Qualification	B.Sc.(Hons.), M.Tech(Part), Applied Geology & Geophysics from I.I.T. Kharagpur.	B.Com.
Experience	55 years	35 years
Date of appointment on the Board of the company	17.09.1996	21.11.1991
3. Nature of expertise in Specific Functional Areas	Consultancy in Mining and Mineral based Industries. Mineral Exploration (Trained by UNDP in Australia & USA.). He was formerly director in Mining & Geology, Dept. of Govt. of Orissa.	Expertise in the field of project implementation, finance, marketing and other areas in Steel and Power Industry.
4. Name(s) of other Companies in which Directorship Held	1. Balasore Alloys Ltd.	-
5. Name(s) of other companies in which he is Chairman / Member of the *Committee(s)	1. Balasore Alloys Ltd.- Member – Audit Committee	-
6. No. of shares held of ₹ 2/- each	-	353650
7. Relationship between Directors inter se (As per Section 6 and Schedule 1A of the Companies Act,1956 )		He is related to Mr. Rajesh Gupta, Director of the Company.

\* Committees for the above purpose only Audit and Share transfer and Investors' Grievance Committees is considered.

By Order of the Board,

Date : 21.05.2013  
Place : Mumbai

Shyamal Padhiar  
Company Secretary

## EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act,1956)

### Item No. 5

The increase in business operations, cash flows and further growth plans of the Company necessitates financial flexibility as to invest in the area of business besides utilization of surplus funds available with the Company from time to time. It is therefore, proposed that the Board of Directors of the Company be authorised to invest into securities of any body corporate upto a limit not exceeding ₹ 500 crores (Rupees Five Hundred crores only).

Under Section 372A of the Companies Act,1956, no company shall make any investments in any body corporate or bodies Corporate, which is in excess of the prescribed limits except with the prior approval of the shareholders through Special Resolution. Earlier, the Company has obtained member's approval at General Meeting of the Company held on 27.07.2010 for making investment in any body corporate upto a limit of ₹ 200 Crores. The above limit needs to be increased upto ₹ 500 Crores for which member's approval is proposed.

The Board of Directors of your company recommends Special Resolution for Item No. 5 of the notice.

None of the directors of the Company is in any way concerned or interested in the above resolution.

By Order of the Board,

Date : 21.05.2013  
Place : Mumbai

Shyamal Padhiar  
Company Secretary

## DIRECTORS' REPORT

The Directors present their 36<sup>th</sup> Annual Report on the business and operations of your Company and Audited Statement of Accounts for the year ended 31<sup>st</sup> March, 2013.

### FINANCIAL HIGHLIGHTS

(₹ in Lacs)

	Current Year 2012-13	Previous Year 2011-12
<b>Sales ( Net )</b>	<b>75,920.22</b>	100,680.39
<b>Other Income</b>	<b>1,626.29</b>	1,718.94
<b>Total Income :</b>	<b>77,546.51</b>	102,399.33
Profit before Interest, Depreciation & Tax	<b>3,693.33</b>	4,468.97
Less : Finance Cost	<b>849.93</b>	1,494.59
Depreciation	<b>2,651.85</b>	2,601.15
<b>Profit/(Loss) before tax</b>	<b>191.55</b>	373.23
Less : Tax Provision	-	-
<b>Net Profit/ (Loss) after Tax</b>	<b>191.55</b>	373.23

### DIVIDEND

With a view to conserve the resources in long run, your Directors have not recommended any Dividend for the year ended 31<sup>st</sup> March, 2013.

### OPERATIONS & OVERALL PERFORMANCE

Global apparent Steel consumption increased 1.7 % in 2012, down sharply from 7.4 % growth in 2011. The growth in the Indian Steel Industry remained muted during the year under review. The total Indian finished Steel consumption registered a marginal growth of 3.7 % compared to last year mainly due to lower demand from steel using industries like automobiles, infrastructures, construction, regulatory hurdles, delays in project execution and weak sentiment through the steel industry globally and in the domestic market. India remained to be the world's largest producer of Direct Reduced Iron (DRI) or sponge iron with a host of coal based units, located in the mineral – rich states of the country.

Globally, Steel prices improved in the first half of 2012, but declined in the back half due to a glut in imports, oversupply in the market, weak demand and tempering growth in Asia. A sustained downside in steel prices has materially and adversely affected margins of the Steel Companies. High input costs coupled with lower operating margins and high capital charges dented the net margins of the Steel Producers and trend is expected to continue during the current year as well. With the general expectation of modest growth globally and sustained raw material prices, the steel prices would firm up and remain stable in the year ahead.

The Indian Power sector has achieved a lot over the last decade in the areas of policy reforms, private sector participation in generation and transmission, new manufacturing technology

and capabilities, but there is still much to achieve and a number of challenges to overcome before the opportunities can be leveraged. The last decade has seen a sea change in India's Electricity sector, from being 10<sup>th</sup> largest in the world to 5<sup>th</sup> largest now..The Power Sector is high on India's priority as it's offers tremendous potential for investing companies based on the sheer size of the market and the returns available on investment capital. The challenges in the domestic power sector continued during the year under review. India is facing a Power deficit of around 9 % and this is likely to continue over the next few years. India faced massive power black-outs during the first half of the year due to overdrawn and grid indiscipline. The High fuel prices and low merchant realization has put pressure on operating margins of the power companies, however, the trend is expected to change in the coming years backed by production of renewable energy, revision in tariff structure, coal linkages and reforms announced by the Government to revive power sector.

The Total Income of the Company was ₹ **775.46** crores during the year as against ₹ 1,024.00 crores in the previous year, showed decrease of **32 %**. The Company has reported Net profit of ₹ **1.91** crores during the year under review as against ₹ 3.73 crores in the previous year.

### SPONGE IRON DIVISION

The production of Sponge Iron Division during the year under review was **151066 MT** against 156698 MT in the previous year showing decrease of **4 %**. The total income of the division was ₹ **686.63 Crores** as against ₹ 934.15 Crores during the previous year, showing decrease of **36 %**.

### POWER DIVISION

During the financial year 2010-11, in order to utilize the waste heat and convert into productive energy, the Company has commissioned it's 30 MW co-generation Waste Heat Recovery Based (WHRB) Power Plant, at Ghugus, Maharashtra. The production of the division was **23.96 MWH** during the year under review as compared to 24.54 MWH for the previous year. The total income of the division was ₹ **72.57 Crores** during the year under review as against ₹ 72.65 Crores during the previous year.

By virtue of issuance of Commercial Circular No. 154 & 156 dated 23.01.2012 by Maharashtra State Electricity Distribution Company Limited and other laws and circulars of authority, the scope of distribution/supply/utilization of electricity through Open Access has been expanded. The company is exploring all the possibilities, strictly adhering to and complying with the parameters and conditions laid down in the said circulars & other laws to utilize the power generated by its power generation unit.

In respect of Iron ore mining activities, the company has received all statutory permissions and necessary sanctions from the concerned authorities to commence mining operations and the mining operations have commenced on trial basis.

# LLOYDS METALS AND ENERGY LIMITED

## ENVIRONMENT & SOCIAL OBLIGATION

The Company maintains the pollution free environment in and around its plants. The Company's plants comply with all norms set up for clean & better environment by Competent Authorities.

## MANAGEMENT DISCUSSION AND ANALYSIS

The core business of the Company is manufacturing / marketing of Iron and Steel and generation / distribution of Power. The Management discussions and analysis is given hereunder :-

- a) **Industry structure and development:** The growth of the Domestic Steel Industry remained subdued on account of slow down in demand from the key consuming sectors and limited iron ore availability. The demand for the steel in domestic industry is expected to remain modest. Global steel demand is also expected to improve gradually as compared to previous year levels. Being one of the fastest growing economies and the second largest populated country, India represents an attractive destination for the Power industry. The working age population is increasing at a rapid pace, thereby creating a strong demand for electricity. India will continue to need large new investments in electricity to meet demands of a fast developing economy, and a population that is growing in size, income and expectations.
- b) **Opportunities and threats:** The growth potential in the Indian Steel industry is optimistic in years to come riding on factors such as High Growth of Economy, availability of Iron Ore and Coal, availability of technical expertise at a cheaper cost, availability of metallurgical knowledge and untapped potential in the rural markets. The main challenges to the industry are Land Acquisition issues, Mineral Security, Environmental Issues and Technological challenges.
- Reforms such as the Electricity Act and National Electricity Policy will provide the necessary impetus to the Indian Power Sector. The new tariff norms for power utilities announced by the Central Electricity Regulatory Commission ( CERC) for the period FY 2009-14 will have an overall positive impact on the profitability of the power sector. The key problems hindering the growth of the power sector are lack of land availability, Coal shortages, fuel availability, environment, forest clearances.
- c) **Segment-wise performance:** The Company is operating two segments, Iron and Steel and Power Generation. Segment Wise results are given at Note No. 15 under 'Notes to the Accounts' forming part of balance sheet. The Company has no activity outside India.
- d) **Outlook:** With a series of mega projects, either being implemented or at the proposal stage and domestic economy carrying forward the reform process further, the future of the Indian Steel industry looks optimistic.

There is strong growth opportunity in power generation led by exponential growth in economy, increasing prosperity for electricity consumption and urbanisation.

- e) **Risk and concerns:** Steel Industry always runs risk of Industry cycle. The Company is continuously monitoring the supply management practices, Technological obsolescence, input prices, price sensitivity and demand volatility are an inherent business risks. The Company undertakes continuous development, training and modernization programme to keep its business efficient. The risks faced by the Power sector are irregular tariff structures, fuel availability, project execution, land acquisition, financial assistance and environment clearance etc. The Company is taking proper actions against the possible industry risks which may affect the business activities of the Company.
- f) **Mitigation of Risks:** The Company in order to mitigate the risks, threats and concerns, is taking necessary short term and long term steps like exploring Open Access Market for sale of power, expanding customer base, forward integration and energy management etc. The Company has already taken effective steps for raw material security in the long term.
- g) **Internal control system:** The Company maintains adequate internal control systems, which provide adequate safeguards and proper monitoring of the transactions. The Company has appointed an Internal Auditor who reports to the Managing Director and Audit Committee of the Board. The Internal Auditor conducts quarterly audits to ensure that the Company's control systems are adequately followed and all statutory requirements are complied with.
- h) **Discussion on financial performance with respect to operating performance :** The operating performance of the Company has been discussed in Directors Report under the head 'Financial Highlights' & 'Operations and Overall Performance' in the current year.
- i) **Human resources and industrial relations :** During the year under review the Employee/ Industrial relations remained harmonious. Steps were taken continuously by the Company for training its employees in various disciplines. Number of employees as on 31<sup>st</sup> March, 2013 was **444**.
- j) **Cautionary Statement :** The Management Discussions and Analysis describe Company's projections, expectations or predictions and are forward looking statements' within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand and supply and price conditions in domestic and international market, changes in Government regulations, tax regimes, economic developments and other related and incidental factors.

## SUBSIDIARY & CONSOLIDATED FINANCIAL STATEMENTS

The Statement required Under Section 212 of the Companies Act, 1956, including the Financial Information relating to subsidiary Company **M/s. Gadchiroli Metals and Minerals Limited**, wholly owned subsidiary is attached herewith. In accordance with the Accounting Standard AS -21, the Consolidated Financial Statements are attached herewith which forms part of the Annual Report and Accounts.

## INVESTOR SERVICES

The Company and its Registrars M/s. Bigshare Services Private Limited who is looking after the physical as well as Demat work and also shareholders correspondence in terms of SEBI direction, for having a common Registrar and Share Transfer Agent, endeavored their best to service the Investors satisfactorily.

## PUBLIC DEPOSITS

The Company has not accepted any deposits from the public during the year.

## DIRECTORS

Shri Shantanu Mohaoatra and Shri Mukesh Gupta, Directors of your Company, retires by rotation and being eligible, offers themselves for reappointment.

## 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:

1. In the preparation of annual accounts for the financial year ended 31<sup>st</sup> March 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures.
2. The directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
3. 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;
4. Final accounts have been prepared on going concern basis.

## CORPORATE GOVERNANCE

Pursuant to the revised Clause 49 of the Listing Agreement your Company has taken adequate steps to ensure that all mandatory provisions of Corporate Governance as prescribed under the Listing Agreement of the Stock Exchange with which the Company is listed are complied with.

A separate report on Corporate Governance and the Auditor's Certificate on its compliance are annexed hereto and forms part of this Annual Report.

## STATUTORY AUDITORS & AUDITORS' REPORT

The members are requested to appoint Auditors for the next financial year 2013-2014.

## COST AUDITORS

In terms of provisions of Section 233B(2) of the Companies Act, 1956 and in accordance with notification issued by the Ministry Of Corporate Affairs, F.No.52 /26 / CAB – 2010 dated 02.05.2011, M/s Manisha & Associates, Nagpur, Cost Accountants was appointed as Cost Auditor of the Company for the financial year 2012-13 and offered themselves for re-appointment for the financial year 2013-14 subject to approval of the Central Government. The Company has filed Cost Audit Report for the financial year ended 31.03.2012 with the Central Government within the time limit prescribed under the Companies Act, 1956.

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

Information in accordance with Section 217(1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are set out in **Annexure 'A'** forming part of this report.

## PARTICULARS OF EMPLOYEES

The Company does not have any employees, whose particulars are required to be given pursuant to the provisions of Section 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975, as amended by MCA vide its Circular No. 23/2011 dated 03.05.2011.

## ACKNOWLEDGEMENT:

Your Directors place on record their sincere appreciation and gratitude for the assistance and generous support extended by all Government authorities, Financial Institutions, Banks, Customers, Vendors and Members during the year under review. Your Directors wish to express their immense appreciation for the devotion, commitment and contribution shown by the employees of the company while discharging their duties.

For and on behalf of the Board

Dated : 21.05.2013  
Place : Mumbai

**Mukesh R Gupta**  
Chairman

# LLOYDS METALS AND ENERGY LIMITED

## ANNEXURE - A

STATEMENT PURSUANT TO SECTION 217(1)(E) OF THE COMPANIES ACT, 1956 READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

### SPONGE IRON PLANT

#### (A) CONSERVATION OF ENERGY

##### Energy Conservation Measures Taken:-

The Sponge Iron Plant has achieved Electrical System Power Factor at Unity level since 2006-07 and expected to continue the same for the current year and following measures were taken for reducing electrical energy consumption:

1. Replacement of conventional motors with Inverter duty energy efficient motors for Shell Air Fans of 4 x 100 TPD kiln to increase the efficiency and reduction in power consumption.
2. Optimizing the size of De-dusting blower motor from 132 KW to 75 KW.
3. Insulation of Hot Surfaces of Waste Gas path (ABC and DSC ) in 500TPD Kiln to reduce the heat loss.
4. Insulation of Hot Surfaces of Waste Gas path (ABC and DSC ) in 4x 100 TPD Kiln to reduce the heat loss.
5. Optimizing the pulley sizes in De-dusting fans to reduce the power consumption and thus saving of Energy.

#### (B) RESEARCH & DEVELOPMENT AND TECHNOLOGY ABSORPTION

1. Installation of coal dust injection system to inject bag filters dust in to After Burning Chamber (ABC) of 4 x 100 TPD kiln to increase the flue gas temperature and gas volume thereby increasing the steam generation from WHR boilers.
2. Substantial reduction of LDO during Kiln lit up.

### POWER PLANT

#### (A) CONSERVATION OF ENERGY

Note : Form 'A' is not applicable to power generation activities as it does not fall under the list of industries specified in the Schedule attached to Rule 2.

##### Energy Conservation Measures Taken:-

1. Replacement of Steam Traps by Thermodynamic type to reduce the steam leakage.
2. The project of generation of 30 MW Power from Waste Heat Recovery has been registered under Carbon Development Mechanism (CDM) and expected to get CDM certification.
3. Installation of Non-return Valves in Main Steam Line of 4 x 12PPH WHR Boilers before common header to maintain the pressure and thus improvement in steam generation of individual boilers.
4. Localized switching arrangements to control the office and building lights.
5. Replacement of conventional pumps with Energy efficient pumps in DM transfer pump , Clarifier and Degasser pump to reduce the power consumption.

#### (B) RESEARCH & DEVELOPMENT AND TECHNOLOGY ABSORPTION

1. Modification of Sporgers in AFBC boiler to enable the on line cleaning and avoiding the coal jamming.

2. Modification of DM make-up water line in De-aerator to avoid the water hammering because of improper mixing of water just prior to De-aerator inlet.
3. Modification of Draig Chain Feeder discharge chutes & separated individually for optimizing the fuel feeding in each compartment of AFBC Boiler.

#### (C) FOREIGN EXCHANGE EARNINGS AND OUTGO

The details of Foreign Exchange Earnings and Outgo are as under:

(₹ in Lacs)

		2012-13	2011-12
(1)	<b>Earnings</b> Exports including Third Party	-	-
(2)	<b>Outgo:</b> Travelling Expenses	15.64	22.31

### FORM – A

Form for Disclosure of Particulars with respect to Conservation of Energy (Sponge Iron )

		UNIT	2012-13	2011-12
1	<b>Electricity</b>			
	a) Purchased Units	Kwh	996101	1683873
	Total Amount	₹	20,491,051	24,176,280
	Rate/Unit	₹ kwh	20.57	14.36
	b) Own Generation			
	i) Through Diesel Generator Units	Kwh	NIL	NIL
	Units per ltr. of Diesel Oil	Kwh/ltr	-	-
	Cost/Unit	₹	18760409	19152446
	ii) Through Steam Turbine / Generator (Consumption) *	₹ kwh	93,923,987	95,886,713
	Units		5.01	5.01
	Total Amount			
	Cost per Unit			
	*Consumption excludes 23520926 (P.Y. 24143614) KWH consumed in power plant and 167610665 (P.Y. 172295940) KWH sold.			
2	<b>Coal *</b>			
	Quantity	Ton	398680	428514
	Total Cost	₹	1,388,839,887	1,506,421,502
	Average Rate	₹ Tonne	3483.60	3515.45
	* includes Used in Power Plant.			
3	<b>Fuel Oil</b>			
	a) Furnace Oil			
	Quantity	Ltr.	NIL	NIL
	Total Amount	₹	NIL	NIL
	Average Rate	₹ Ltr	-	-
	b) LDO/			
	Quantity	Ltr.	102600	115300
	Total Amount	₹	39,95,527	41,05,273
	Average Rate	₹ Ltr.	38.94	35.61

Consumption per unit of Production

			2012-13	2011-12
1	<b>PRODUCT Sponge/Iron</b>			
	- Electricity	Kwh/MT	130.78	132.97
	- Coal	Ton/MT	1.94	2.04
	- LDO	Ltr / MT	0.68	0.74

For and on behalf of the Board

Dated : 21.05.2013  
Place : Mumbai

Mukesh R Gupta  
Chairman



## CORPORATE GOVERNANCE

### Auditors' Certificate regarding compliance of conditions of Corporate Governance

To the Members of **Lloyds Metals and Energy Limited**

We have examined the compliance of the conditions of Corporate Governance by Lloyds Metals and Energy Limited, for the year ended 31<sup>st</sup> March, 2013, as stipulated in Clause 49 of the Listing Agreements of the said Company with stock exchanges in India.

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance (As stipulated in Clause 49 of the Listing Agreement), issued by the Institute of Chartered Accountants of India and was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of an opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreements.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For and on behalf of  
TODARWAL & TODARWAL  
Chartered Accountants**

**Sunil Todarwal  
Partner  
M.No. 32512**

Place : Mumbai  
Dated : 21.05.2013

## REPORT ON CORPORATE GOVERNANCE

### 1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE :-

The Company's philosophy on Corporate Governance envisages the attainment of the highest levels of transparency, accountability and equity, in all facets of its operation, and all its interactions with the stakeholders including shareholders, employees, customers, government and suppliers.

### 2. BOARD OF DIRECTORS

The Board of the Company has a combination of Executive, Non-Executive and Independent Directors headed by Non-Executive Chairman.

During the financial year 2012-13, four (4) Board Meetings were held on 26<sup>th</sup> May, 2012, 13<sup>th</sup> August, 2012, 7<sup>th</sup> November, 2012 and 11<sup>th</sup> February, 2013 respectively.

Details of Directors attendance at Board Meetings and the last Annual General Meeting and number of directorship / membership as on 31<sup>st</sup> March, 2013 are as follows :

NAME	CATEGORY	NO. OF BOARD MEETINGS HELD	NO. OF BOARD MEETINGS ATTENDED	WHETHER LAST AGM ATTENDED	NO. OF DIRECTORSHIP IN OTHER PUBLIC COMPANY	NO. OF OTHER COMPANY'S COMMITTEES WHERE HE IS A CHAIRMAN (C)/ MEMBER (M)
Mr. Mukesh .R Gupta	Non-Executive/ Promoter	4	4	Yes	-	-
Mr. Rajesh .R Gupta	Non-Executive/ Promoter	4	4	Yes	1	-
Mr. B.L Agarwal	Executive/ Promoter	4	4	Yes	2	-
Mr. Shantanu Mohapatra	Non-Executive Independent	4	3	Yes	1	1(M)
Mr. B.B. Chadha	Non-Executive Independent	4	1	No	4	1(C)/ 2(M)
Mrs. V.M. Bharathy	Independent IDBI Nominee	4	3	No	-	-
Mr. J.S. Charlu	Non-Executive Independent	4	2	No	-	-

**Note: Committees for the above purpose, only Audit and Share transfer and Investors' Grievance Committees is considered.**

### CODE OF CONDUCT

The Board of Directors has adopted the Code of Business Conduct and Ethics for Directors and Senior Management Personnel. The said code has been communicated to the Directors and the Members of the Senior Management Personnel which is also affirmed by them for the financial year ended 31<sup>st</sup> March, 2013. The declaration to this effect by Managing Director is annexed at the end of this report.

The Code has also been posted on the Company's website at [www.lloyds.in](http://www.lloyds.in).

### 3. AUDIT COMMITTEE:-

#### ❖ Terms of Reference

The role and terms of reference of the Audit Committee covers the areas mentioned in the Clause 49 of the Listing Agreement with the Stock Exchanges and Section 292 A of the Companies Act, 1956, as amended from time to time, besides other matters as may be referred by the Board of Directors. These, inter alia, include the Review of Company's financial reporting process and disclosure

## LLOYDS METALS AND ENERGY LIMITED

of its financial information to ensure that the financial statement is correct, sufficient and credible, Review of the adequacy of internal control systems and advising the necessary steps to be taken to correct the weaknesses, Review of the quarterly and annual financial statements before submission to the Board for approval, Review of financial and risk management policies and practices etc..

### ❖ **Composition, No. of meetings held and attendance during the year**

As on 31<sup>st</sup> March, 2013, the Audit Committee comprised of 5 Non-executive Directors including 1 Nominee Director.

During the financial year 2012-13, four (4) Meetings of Audit Committee were held on 26<sup>th</sup> May,2012, 13<sup>th</sup> August,2012, 7<sup>th</sup> November,2012 and 11<sup>th</sup> February,2013 respectively.

Name of Director	Position	No. of Meetings held	No. of meetings attended
Mr. Shantanu Mohapatra	Chairman	4	3
Mr. Mukesh R Gupta	Member	4	4
Mr. B.B. Chadha	Member	4	1
Mrs. V.M. Bharathy	Member	4	3
Mr. J.S. Charlu	Member	4	2

Mr. Shyamal Padhiar is acting as secretary to the committee.

### 4. **REMUNERATION COMMITTEE**

The Remuneration Committee comprises of 3 Non-executive independent Directors namely Shri Shantanu Mohapatra, Shri B.B.Chadha and Mrs. V.M.Bharathy. During the financial year 2012-13, no Remuneration Committee Meeting was held.

The remuneration of Director in all the cases is decided by the Board as per the Remuneration policy of the company subject to necessary approval of shareholders, remuneration committee and other applicable approvals, if any. Save and except Mr. B.L.Agarwal, Managing Director, no other director has drawn remuneration during the financial year 2012-13.

Mr. B.L.Agarwal was re-appointed as a Managing Director for a term of five years w.e.f. 1<sup>st</sup> January, 2010 and is responsible for day to day affairs of the Company. During the year Mr. B.L.Agarwal has been paid minimum remuneration of ₹ 25.44 Lacs by way of Salary, Perquisites & Contribution to Provident Fund, in accordance with the provisions of Schedule XIII of the Companies Act, 1956

All the Directors except Managing Director, are in receipt of sitting fees of ₹ 1000/- per Board / Audit and Other Committee meetings attended by them.

### ❖ **Details of shares held by Non-Executive directors in their own name as on 31<sup>st</sup> March, 2013.**

S. No.	Name of the Director	Equity shares of ₹ 2/-each Held in their own name
1.	Mr. Mukesh Gupta	353650
2.	Mr. Rajesh Gupta	345860
3.	Mr. Shantanu Mohapatra	NIL
4.	Mr. B.B.Chadha	NIL
5.	Mrs. V.M.Bharathy	NIL
6.	Mr. J.S.Charlu	NIL

### 5. **SHAREHOLDER'S AND INVESTOR'S GRIEVANCE COMMITTEE:-**

The company has constituted the Share Transfer & Investor Grievance Redressal Committee comprising of 3 Directors namely Mr.Mukesh R.Gupta, Mr..B.L.Agarwal and Mr.Rajesh R.Gupta. The committee is headed by Mr.Mukesh R.Gupta, a Non-executive Director.

The committee oversees the performance of the Registrar and Share Transfer Agents, recommends the measures to improve the level of investor services and matters pertaining to shareholder's complaints and grievances.

The Board has designated Mr. Shyamal Padhiar, Company Secretary, as the Compliance Officer.

The company has incorporated a grievance redressal division for the purpose of registering complaints by investors and for its speedy disposal. The investors therefore are requested to send their grievance, if any, on [investor@lloyds.in](mailto:investor@lloyds.in).

The Company's Registrar & Transfer Agent M/s Bigshare Services Pvt. Ltd. had launched Gen-next investor Module **i'Boss**, the most advanced tool to interact with shareholders. The investors may login into **i'Boss (www.bigshareonline.com)** to help the company to serve better.

The committee meets weekly for the approval of the share transfer / spilt / consolidation / replacement and issue of duplicate share certificates etc.

As per the provisions of the amended Clause 5A of the Listing Agreement, the Company was required to send at least 3 reminders to shareholders who are holding shares in physical form and which remained unclaimed, asking for the correct particulars and if no response is received, the issuer Company shall transfer all the unclaimed shares into one folio in the name of "**Unclaimed Suspense Account**" after dematerializing the same.

In compliance with the above Clause, the Company has sent 3 reminders to the shareholders who are holding shares in physical form and which remained unclaimed.

After receiving the response from some of the shareholders and after proper verification, the Company has sent share certificates to those eligible shareholders.

## ANNUAL REPORT 2012-13

The remaining Unclaimed Shares has been transferred to Unclaimed Suspense Account, the summary of which is as under:

Particulars	No. of Shareholders	No. of Shares
Aggregate number of shareholders and the outstanding shares lying as Unclaimed as on 01.04.2012	1664	925600
Number of shareholders who approached the issuer for issue of share certificates	77	42350
Number of shareholders to whom share certificates were dispatched	77	42350
*Aggregate number of shareholders and the outstanding shares lying in Unclaimed Suspense Account as on 31.03.2013	1587	883250

\* Unclaimed Suspense Account was opened on 19.02.2013

The total number of complaints received and replied to the satisfaction of the shareholders during the year are as follows:

Description	Received	Replied
Direct	26	26
Bombay Stock Exchange	-	-
SEBI Complaints	1	1
MCA	-	-
Investor's Association	-	-
<b>TOTAL</b>	<b>27</b>	<b>27</b>

### 6. GENERAL BODY MEETING

a. Details of last 3 Annual General Meetings (AGM) :

Year	Location	Date	Time
2009-2010	Plot No. A 1-2, MIDC Area, Ghugus, Dist – Chandrapur, 442 505, Maharashtra.	27.07.2010	12.30 p.m.
2010-2011	Plot No. A 1-2, MIDC Area, Ghugus, Dist – Chandrapur, 442 505, Maharashtra.	03.08.2011	12.30 p.m.
2011-2012	Plot No. A 1-2, MIDC Area, Ghugus, Dist – Chandrapur, 442 505, Maharashtra.	10.07.2012	12.30 p.m.

b. No Extra Ordinary General Meeting ( EGM ) was held during the last year.

c. Details of Special Resolution passed in last 3 AGMs :

Date of AGM	Details of Special Resolution
27.07.2010	Authority to Board of Directors to make investments or to give loans or to provide guarantee u/s 372A of the Companies Act, 1956
03.08.2011	No Special Resolution passed
10.07.2012	No Special Resolution passed

d. The Company has not passed any Resolutions through Postal Ballot during the last year.

At the ensuing Annual General Meeting, there is no resolution proposed to be passed through postal ballot.

### 7. DISCLOSURES

a) Disclosures on materially significant related party transactions i.e. transactions of the company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives etc. that may have potential conflicts with the interest of the company at large :

There were no such transactions during the year. The details of transactions with related parties are disclosed in the accounts.

b) Whistle Blower Policy and affirmation that no personnel has been denied access to the Audit Committee :

No personnel have been denied access to the audit committee.

c) Details of Non-Compliance by the Company, penalties strictures imposed on the Company by Stock Exchanges or SEBI or any Statutory Authority on any matter related to Capital Markets during the last three years :

None

d) Details of Compliance with mandatory requirements and adoption of the non-mandatory requirements of this clause:

The company has complied with all the mandatory requirements. As regards the Non-Mandatory requirements they are complied with to the extent possible.

### 8. CEO/CFO CERTIFICATION

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges the Managing Director of the Company has certified to the Board in compliance with the Clause 49 (V) regarding CEO/CFO certification.

### 9. MEANS OF COMMUNICATION

The Quarterly and Annual Results are published in Business Standard ( English) and Mumbai Lakshadweep (Marathi) and are displayed on Company's website [www.lloyds.in](http://www.lloyds.in).

### 10. GENERAL SHAREHOLDER INFORMATION

#### I Annual General Meeting

**Date** Friday, 19<sup>th</sup> July, 2013.

**Time** 12.30 p.m.

**Venue** Plot No. A 1-2, MIDC Area, Ghugus, Dist Chandrapur, 442 505, Maharashtra.

#### II Financial Calendar (tentative)

Results for quarter ending 30.06.2013 Fourth Week of July 2013

Results for half year ending 30.09.2013 Fourth week of October 2013

Results for quarter ending 31.12.2013 Fourth week of January 2014

Results for year ending 31.03.2014 Fourth week of May 2014

# LLOYDS METALS AND ENERGY LIMITED

<b>III Book Closure Date</b>	Friday, 12 <sup>th</sup> July, 2013 to Friday, 19 <sup>th</sup> July, 2013 (both days inclusive)
<b>IV Dividend Payment date</b>	Not declared
<b>V Listing of Equity Shares on Stock Exchanges at</b>	Bombay Stock Exchange, Mumbai The Company has paid annual Listing fees for the financial year 2013-2014 to the Bombay Stock Exchange.
<b>VI Stock Code</b>	512455 ISIN No.: INE281B01024

## VII Stock Market Data

### The monthly movement of equity Share Price on on Bombay Stock Exchange

	Share Price (In ₹)		BSE Sensex
	High	Low	Close
April 2012	26.40	21.80	17318.81
May 2012	24.45	19.25	16218.53
June 2012	20.95	18.55	17429.98
July 2012	26.75	19.05	17236.18
August 2012	21.00	16.00	17429.56
September 2012	19.25	15.45	18762.74
October 2012	17.00	13.70	18505.38
November 2012	16.80	13.50	19339.90
December 2012	17.60	14.35	19426.71
January 2013	17.95	14.05	19894.98
February 2013	15.85	12.30	18861.54
March 2013	14.80	11.55	18835.77

## VIII Registrar and Share Transfer Agents ( share transfer and communication regarding share certificates, dividends and change of address)

Big share Services Private Limited  
E-2/3, Ansa Industrial Estate, Saki Vihar Road, Saki Naka, Andheri(E), Mumbai.-400 072.

## IX Share Transfer System

Share Transfer request are registered within an average period of 15 to 20 days from the day of receipt.

Share transfer request in physical form with demat request have been discontinued from February 2004 in terms of SEBI directive.

## X Distribution of shareholding as on 31<sup>st</sup> March, 2013

	No. of Shares	%
Promoters	56923570	51.15
Banks/Financial Institutions	13000	0.01
MFs & UTI	3500	0.00
FII / NRI / OCB's	7120353	6.40
Others	47230867	42.44
<b>Total</b>	<b>111291290</b>	<b>100.00</b>

	No. of Shareholders		No. of Shares Held	
	Total	% of Total	Total	% of Total
1 - 500	11000	84.68	4788389	4.30
501 - 1000	1124	8.65	1065149	0.96
1001 - 2000	379	2.92	607081	0.55
2001 - 3000	155	1.19	407284	0.37
3001 - 4000	42	0.32	151344	0.14
4001 - 5000	64	0.49	307796	0.28
5001 - 10000	69	0.53	525570	0.47
10001 and Above	57	1.21	103438677	92.94
<b>Total</b>	<b>12990</b>	<b>100.00</b>	<b>*111291290</b>	<b>100.00</b>

Note : \* Excludes 397875 forfeited shares of ₹ 10/- each.

## XI Dematerialisation of Shares

Over **96.83** % of the shares have been dematerialized upto 31<sup>st</sup> March, 2013.  
Trading in Equity Shares of the Company is permitted only in dematerialised form w.e.f. 08.05.2000 as per notification issued by the Securities and Exchange Board of India.

Liquidity Company's Shares are traded on the Bombay Stock Exchange.

## XII Outstanding GDRs/ ADRs/ Warrants or any convertible instruments, Conversion date and date and likely impact on the Equity.

## XIII Plant Locations

Sponge Iron & Power Plant Plot No. A-1/2, MIDC Area, Ghugus, Dist. Chandrapur- 442 505. Maharashtra State.

## XIV (I) Investor Correspondence

For transfer / dematerialisation of shares, payment of dividend on shares, interest and redemption of debentures and any other query relating to the shares and debentures of the Company.  
**Bigshare Services Private Ltd.**  
E-2/3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (East), Mumbai – 400072.  
Tel No. – 022 – 40430200/ 299  
Fax No. – 022 – 2847 5207  
E-mail: investor@bigshareonline.com

## (II) Any query on Annual Report

**Secretarial Department:**  
Trade World, 'C' wing, 16<sup>th</sup> Floor, Senapati Bapat Marg, Lower Parel (W), Mumbai- 400 013.  
Tel. No. 022-3041 8111  
Fax No. 022-3041 8260  
E mail : investor@lloyds.in

## DECLARATION

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and the Senior Management personnel have confirmed compliance with the code of conduct during the financial year ended March 31, 2013.

**For Lloyds Metals and Energy Ltd.**

Date : 21.05.2013  
Place : Mumbai

**B L Agarwal**  
Managing Director

## AUDITOR'S REPORT

### TO THE MEMBERS OF LLOYDS METALS AND ENERGY LIMITED

#### Report on the Financial Statements

We have audited the accompanying financial statements of **Lloyds Metals and Energy Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and 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 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 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, on a test basis, 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. 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:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (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 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 subsection (3C) of section 211 of the Companies Act, 1956;
  - e) On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For and on behalf of  
Todarwal & Todarwal  
Chartered Accountants  
ICAI Reg No : 111009W

Sunil Todarwal  
Partner  
M. No. : 32512

Place: Mumbai  
Dated : 21<sup>st</sup> May, 2013

# LLOYDS METALS AND ENERGY LIMITED

## ANNEXURE TO AUDITORS' REPORT

**[Referred to in above the Auditor's Report of even date to the Members of Lloyds Metals and Energy Limited on the Financial Statements for the year ended 31<sup>st</sup> March 2013]**

- 1 (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As per the information and explanation given to us, fixed assets are physically verified by the management according to a phased programme designed to cover all the locations which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Pursuant to the programme, the management during the year physically verified the fixed assets at certain locations and no material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us, the company has disposed off an insignificant part of the fixed assets during the year. Thus, paragraph 4(i) (c) of the Companies (Auditor's Report) Order, 2003 is not applicable.
2. (a) Inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to the information & explanations given to us, the Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
3. According to information and explanation given to us, the Company has neither granted nor taken any secured or unsecured loans to / from companies, firms, parties covered in the register maintained under Section 301 of the Act.

In view of the above, provisions of clause 4(iii) (b), (c), (d), (e), (f) and (g) are not applicable to the company.

4. In our opinion and according to 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 and fixed assets and for the sale of goods.
5. (a) On the basis of our examination of the books of account, we are of the opinion that the transactions that need to be entered in the register in pursuance of Section 301 of the Act have been entered in the said register.
- (b) In our opinion, and according to the information & explanation given to us, the transactions made during the year with parties covered under Sec.301 of the Act have been at prices which are reasonable, having regard to the prevailing market price for such goods and materials or prices at which transaction for similar goods or material have been made with other parties.
6. According to the information and explanation given to us, the company has not accepted any deposits from the public within the meaning of Section 58A and 58AA of the Act and the rules framed there under. Hence the provisions of clause 4(vi) are not applicable to the company.
7. In our opinion and according to information and explanation given to us, the Company's present internal audit system is commensurate with its size and the nature of its business.
8. Pursuant to the rules made by the Central Government, the maintenance of Cost Records have been prescribed u/s. 209(1) (d) of the Companies Act, 1956. We are of the view that prima facie the prescribed accounts and records have been maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
9. (a) According to the books and records as produced and examined by us in accordance with generally accepted auditing practices in India and also Management representations, undisputed statutory dues in respect of Provident fund, Profession tax, Income Tax, Sales Tax, Value added tax, Wealth tax, Service tax, Custom duty, Excise duty, Cess and other material statutory dues, if any, applicable to it, has been regularly deposited with the appropriate authorities.

## ANNUAL REPORT 2012-13

- (b) According to the records of the Company, the disputed dues in respect of Excise Duty of ₹ 12.50 lacs (Previous year ₹ 12.50 Lacs) and Service tax of ₹ 14.70 lacs (Previous year NIL) as at March 31st, 2013 have not been deposited with appropriate authorities and no provision has been made for the same.

Sr. No.	Name of the Statute	Amount (In Lacs)	Forum where dispute is pending
1	The Central Excise Act, 1944	6.50	Customs, Excise, Service Tax Appellate Tribunal (CESTAT)
		6.00	High Court
		14.70	Joint Commissioner - Service Tax
<b>Total</b>		<b>27.20</b>	

- 10 The Company has no accumulated losses at the end of the current year and has not incurred any cash losses during the year nor in the immediately preceding financial year.
- 11 In our opinion and according to the information and explanation given to us and the books of accounts verified by us, the company has not defaulted in repayment of dues to a financial institution or bank.
- 12 According to information and explanation given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities during the year.
- 13 In our opinion, considering the nature of activities carried on by the Company during the year, the provisions of any special statute applicable to chit fund/ nidhi/ mutual benefit fund/ societies are not applicable to it. Hence the provisions of clause 4(xiii) are not applicable to the company.
- 14 According to the information and explanations given to us, the Company is not a dealer or trader in shares, securities, debentures and other investments. Hence clause 4(xiv) is not applicable to the company.
- 15 According to the information and explanations given to us, the Company has not given guarantee for loans taken by others from a bank or financial institutions.
- 16 As per information given to us, no fresh term loans have been taken by the Company during the year. Hence the provisions of clause 4(xvi) are not applicable to the company.
- 17 On the basis of overall examination of the Balance Sheet of the Company and according to information and explanations given to us, there are no funds raised on short-term basis, which have been used for long-term investments.
- 18 According to information and explanation given to us, the Company has during the year, not made any preferential allotment of shares to the party covered in the register maintained under section 301.
- 19 According to information and explanation given to us, the company has not issued any fresh debenture during the year. Hence the provisions of clause 4(xix) are not applicable to the company.
- 20 According to information and explanation given to us, the Company has not raised any money by public issue during the year. Hence the provisions of clause 4(xx) are not applicable to the company.
- 21 During the course of our examination of the books of account carried in accordance with the generally accepted auditing standards in India, we have neither come across any instance of fraud on or by the Company, either noticed or reported during the year, nor have we been informed of such case by the Management.

For and on behalf of  
Todarwal & Todarwal  
Chartered Accountants  
ICAI Reg No : 111009W

Sunil Todarwal  
Partner  
M. No. : 32512

Place: Mumbai  
Dated : 21<sup>st</sup> May, 2013

LLOYDS METALS AND ENERGY LIMITED  
**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2013**

(₹ in Lacs)

	Note No	As at 31.03.2013	As at 31.03.2012
<b>I. EQUITY &amp; LIABILITIES</b>			
<b>SHARE HOLDER'S FUND</b>			
(a) Share capital	1	2,243.05	2,243.05
(b) Reserves and surplus	2	10,241.85	10,050.30
		<b>12,484.90</b>	12,293.35
<b>NON-CURRENT LIABILITIES</b>			
(a) Long-term borrowings	3	2,058.54	2,669.70
(b) Long-term provisions	4	318.92	281.60
		<b>2,377.46</b>	2,951.30
<b>CURRENT LIABILITIES</b>			
(a) Trade payables	5	22,373.11	32,545.90
(b) Other current liabilities	6	8,489.18	7,241.98
		<b>30,862.29</b>	39,787.88
		<b>45,724.65</b>	55,032.53
<b>TOTAL</b>			
<b>II. ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
(a) Fixed assets	7		
(i) Tangible assets		29,491.19	31,680.85
(ii) Capital work-in-progress		394.08	202.46
		<b>29,885.27</b>	31,883.31
(b) Non-current investments	8	11.25	11.25
(c) Long-term loans and advances	9	4,006.04	3,934.72
		<b>33,902.56</b>	35,829.28
<b>CURRENT ASSETS</b>			
(a) Inventories	10	3,114.57	7,876.80
(b) Trade receivables	11	3,654.26	4,941.71
(c) Cash and cash equivalents	12	785.53	1,204.82
(d) Short-term loans and advances	13	4,267.73	5,179.92
		<b>11,822.09</b>	19,203.25
		<b>45,724.65</b>	55,032.53
<b>TOTAL</b>			

**Summary of Significant Accounting Policies**

20

The accompanying notes are an integral part of the financial statements.  
As per our Report of even date attached.

For and on behalf of  
**TODARWAL & TODARWAL**  
Chartered Accountants  
ICAI Reg. No. 111009W

For and on behalf of the Board

**SUNIL L. TODARWAL**  
Partner  
M. No. - 32512

**SHYAMAL PADHIAR**  
Company Secretary

**B. L. AGARWAL**  
Managing Director

**MUKESH R. GUPTA**  
Chairman

Dated : 21<sup>st</sup> May, 2013  
Place : Mumbai.



**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2013**

(₹ in Lacs)

	Note No	Current Year 31.03.2013	Previous Year 31.03.2012
<b>Income</b>			
I. Revenue from Operations (gross)	14	80,156.03	104,487.19
Less: Excise Duty		4,235.81	3,806.80
Revenue from Operations (net)		75,920.22	100,680.39
II. Other income	15	1,626.29	1,718.94
III. Total Revenue (I + II)		77,546.51	102,399.33
<b>IV. Expenses:</b>			
(a) Cost of materials consumed		36,308.33	38,734.28
(b) Purchases of Traded Goods		32,112.86	54,746.67
(c) Changes in inventories of finished goods, work-in-progress and Stock in-Trade	16	49.73	(298.95)
(d) Employee benefits expense	17	1,514.93	1,449.72
(e) Finance costs	18	849.93	1,494.59
(f) Depreciation		2,651.85	2,601.15
(g) Other expenses	19	3,867.33	3,298.64
<b>Total expenses</b>		77,354.96	102,026.10
V Profit/(Loss) before exceptional items and Tax (III-IV)		191.55	373.23
VI Exceptional Items		-	-
VII Profit/(Loss) before Tax (V-VI)		191.55	373.23
VIII Tax expense:			
Current tax		-	-
IX Profit/(Loss) for the year from continuing operations (VII-VIII)		191.55	373.23
<b>Earnings per equity share:</b>			
Basic & Diluted Earning per Share (₹)		0.17	0.34

**Summary of Significant Accounting Policies**

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The accompanying notes are an integral part of the financial statements.  
As per our Report of even date attached.

For and on behalf of  
**TODARWAL & TODARWAL**  
Chartered Accountants  
ICAI Reg. No. 111009W

For and on behalf of the Board

**SUNIL L. TODARWAL**  
Partner  
M. No. - 32512

**SHYAMAL PADHIAR**  
Company Secretary

**B. L. AGARWAL**  
Managing Director

**MUKESH R. GUPTA**  
Chairman

Dated : 21<sup>st</sup> May, 2013  
Place : Mumbai.

# LLOYDS METALS AND ENERGY LIMITED

## CASH FLOW STATEMENT

(₹ in Lacs)

### A. CASH FLOW FROM OPERATION ACTIVITIES :

#### Net Profit before tax and extraordinary items

Adjustments for:

Depreciation

Loss / (Profit) on Sale of Fixed Assets (Net)

Interest Income

Interest Expense

#### Operating Profit before working capital changes

Adjustments for:

Trade Receivables

Long-term loan and advances

Short-term loan and advances

Inventories

Trade Payables Short Term

Other Liabilities

#### Cash generated from operations

TDS (Paid) /Refunded

#### Cash Flow before extraordinary items

### B. CASH FLOW FROM INVESTING ACTIVITIES :

Purchase of Fixed Assets

Sale of Fixed Assets

Interest Received

#### Net cash used in investing activities

### C. CASH FLOW FROM FINANCING ACTIVITIES :

Reduction in Loans

Interest Paid

#### Net cash from financing activities

#### Net increase / (decrease) in cash and cash equivalents

Cash and cash equivalents as at 01.04.2012

Cash and cash equivalents as at 31.03.2013

#### Components of cash and cash equivalents

Cash on hand

Balance with Schedule Banks in : Current account

In Margin Account (Including FDR)

#### Total cash and cash equivalents

Year Ended 31.03.2013	Year Ended 31.03.2012
191.55	373.23
2,651.85	2,601.15
(0.07)	0.08
(75.67)	(190.66)
849.93	1,494.59
3,426.04	3,905.15
3,617.59	4,278.38
1,287.45	(2,908.90)
(71.32)	(560.85)
912.19	-
4,762.22	(2,056.69)
(10,172.80)	3,897.65
1,284.53	285.09
1,619.86	2,934.68
-	-
1,619.86	2,934.68
(654.00)	(647.57)
0.27	1.07
75.67	190.66
(578.06)	(455.84)
(611.16)	(563.39)
(849.93)	(1,494.58)
(1,461.09)	(2,057.97)
(419.29)	420.87
1,204.82	783.95
785.53	1,204.82
8.33	4.43
107.89	568.74
669.31	631.65
785.53	1,204.82

#### Notes:

- Cash Flow statement has been prepared following the indirect method except in case of dividend paid/received and taxes paid which have been considered on the basis of actual movements of cash.
- Previous year's figures have been regrouped/reclassified wherever applicable.
- Figures in brackets represent outflows.

As per our Report of even date attached.

For and on behalf of

For and on behalf of the Board

#### TODARWAL & TODARWAL

Chartered Accountants  
ICAI Reg. No. 111009W

**SUNIL L. TODARWAL**

Partner  
M. No. - 32512

Dated : 21<sup>st</sup> May, 2013

Place : Mumbai.

**SHYAMAL PADHIAR**

Company Secretary

**B. L. AGARWAL**

Managing Director

**MUKESH R. GUPTA**

Chairman

## NOTES TO THE FINANCIAL STATEMENTS

(₹ in Lacs)

	As at 31.03.2013	As at 31.03.2012
<b>Note 1</b>		
<b>Share Capital</b>		
<b>AUTHORISED</b>		
<b>Equity Shares :</b>		
37,50,00,000 Equity Shares of ₹ 2/- each (Previous Year 37,50,00,000 Equity Shares of ₹ 2/- each)	7,500.00	7,500.00
<b>Preference Shares :</b>		
2,50,00,000 Preference Shares of ₹ 10/- each (Previous Year 2,50,00,000 Equity Shares of ₹ 10/- each)	2,500.00	2,500.00
	<b>10,000.00</b>	<b>10,000.00</b>
<b>ISSUED, SUBSCRIBED &amp; FULLY PAID UP</b>		
<b>Equity Shares :</b>		
11,12,91,290 Equity Shares of ₹ 2/- each (Previous Year 11,12,91,290 Equity Shares of ₹ 2/- each fully paid up)	2,225.83	2,225.83
3,97,875 Forfeited Equity Shares of ₹ 10/- each (Amount originally paidup) (Previous Year 3,97,875 shares)	17.22	17.22
	<b>2,243.05</b>	<b>2,243.05</b>

Notes :

**1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

Equity Shares	31.03.2013		31.03.2012	
	In Nos.	Amount (In ₹)	In Nos.	Amount (In ₹)
At the beginning of the year	111291290	222582580	111291290	222582580
Issued during the year	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>111291290</b>	<b>222582580</b>	<b>111291290</b>	<b>222582580</b>

**2 Terms/rights attached to equity shares**

The company has only one class of shares having a par value at ₹ 2/- per share. Each holder of equity shares is entitled to one vote per share.

**3 Details of Shareholders holding more than 5 % shares in the company**

	31.03.2013		31.03.2012	
	In Nos.	% holding	In Nos.	% holding
<b>Equity shares of ₹ 2/- each fully paid up</b>				
ASP Technologies Ltd	18690170	16.79%	18690170	16.79%
Shree Global Tradefin Ltd.	21159490	19.01%	17409490	15.64%
Trump Investments Ltd.	14078050	12.64%	14078050	12.64%
Halan Properties Pvt. Ltd.	7711500	6.93%	7711500	6.93%
Uttam Exports Pvt. Ltd.	7390000	6.64%	7390000	6.64%

(₹ in Lacs)

	As at 31.03.2013	As at 31.03.2012
<b>Note 2</b>		
<b>Reserves &amp; Surplus</b>		
<b>Capital Reserves</b>		
Balance as per the last financial statements	7,756.21	7,756.21
Add : Addition during the year	-	-
	<b>7,756.21</b>	<b>7,756.21</b>
<b>Surplus/(Deficit) in the statement of profit &amp; loss</b>		
Balance as per the last financial statements	2,294.09	1,920.86
Profit for the year	191.55	373.23
	<b>2,485.64</b>	<b>2,294.09</b>
	<b>10,241.85</b>	<b>10,050.30</b>
<b>Note 3</b>		
<b>Long Term Borrowings</b>		
<b>SECURED</b>		
<b>Term Loans</b>		
Indian Rupee Loan from Financial Institutions	1,082.03	1,693.19
Total	<b>1,082.03</b>	<b>1,693.19</b>
<b>UNSECURED</b>		
<b>Other Loans and Advances</b>		
Sales Tax Deferral	976.51	976.51
Total	<b>976.51</b>	<b>976.51</b>
<b>Total</b>	<b>2,058.54</b>	<b>2,669.70</b>

- IDBI Loan Carries interest @ 4-18% p.a. The loan is repayable in 11 - 12 years avg. yield 9%
- The details of Security of the loans are as follows:
  - The term Loan from Financial Institution, is secured by first mortgage and charge on all the Company's immovable & movable properties, both present & future, subject to prior charge on specified movable assets created/ to be created in favour of Company's Bankers for Working Capital facilities.
  - Security by way of hyporhecation of all the movable, except aforesaid specified assets has already been created in respect of the entire aforesaid Term Loans.

**Note No 4**

<b>Long Term Provisions</b>		
<b>Provision for Employee Benefits</b>		
<b>Leave Encashment &amp; Gratuity</b>		
Gratuity	211.27	176.05
Leave Encashment	107.65	105.55
	<b>318.92</b>	<b>281.60</b>

**Note 5**

<b>Trade Payables</b>		
Acceptances	3,498.62	689.84
<b>Sundry Creditors</b>		
Total outstanding dues of creditors other than Micro and Small Enterprises	<b>18,874.49</b>	<b>31,856.06</b>
	<b>22,373.11</b>	<b>32,545.90</b>

**Note 6**

<b>Other Current Liabilities</b>		
Current maturities of Long Term borrowings	564.14	564.14
Advance from Customers	6,952.17	6,158.73
Interest Accrued but not due on Loans	-	33.21
Overdraft from the Banks	278.38	130.05
<b>Other Payables :</b>		
Duties & Taxes	491.98	171.29
Expenses Payable	196.80	178.72
Others	5.71	5.84
	<b>8,489.18</b>	<b>7,241.98</b>

# LLOYDS METALS AND ENERGY LIMITED

NOTE NO : 7

## FIXED ASSETS - Tangible Assets

(₹ in Lacs)

PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	AS AT 01.04.2012	ADDITIONS	DISCARDED/ SOLD/ TRANSFER	AS AT 31.03.2013	AS AT 01.04.2012	FOR THE YEAR	WRITTEN BACK	AS AT 31.03.2013	AS AT 31.03.2013	AS AT 31.03.2012
FREE HOLD LAND	305.61	113.06	-	418.67	-	-	-	-	418.67	305.61
LEASEHOLD LAND	168.60	-	-	168.60	-	-	-	-	168.60	168.60
FACTORY BUILDING	2,263.61	49.00	-	2,312.61	577.90	68.91	-	646.81	1,665.80	1,685.71
STAFF RESIDENTIAL BUILDING	784.09	-	-	784.09	187.20	12.78	-	199.98	584.11	596.89
PLANT & MACHINERY	28,948.97	48.07	-	28,997.04	17,607.04	1,549.69	-	19,156.73	9,840.31	11,341.93
PLANT & MACHINERY-POWER	18,811.46	149.27	-	18,960.73	1,360.85	993.25	-	2,354.10	16,606.63	17,450.61
COMPUTERS	114.41	25.05	0.67	138.79	84.79	14.28	0.47	98.60	40.19	29.62
ELECTRICAL INSTALLATION	17.06	0.27	-	17.33	14.99	0.82	-	15.81	1.52	2.06
AIR CONDITIONERS	35.27	-	-	35.27	8.94	1.68	-	10.62	24.65	26.33
OFFICE EQUIPMENTS	12.97	8.00	-	20.97	4.78	0.94	-	5.72	15.24	8.19
FURNITURE & FIXTURES	51.42	1.44	-	52.86	37.09	1.55	-	38.64	14.22	14.33
MOTOR VEHICLES	67.21	68.23	-	135.44	16.24	7.95	-	24.19	111.25	50.97
<b>T O T A L</b>	<b>51,580.68</b>	<b>462.38</b>	<b>0.67</b>	<b>52,042.39</b>	<b>19,899.82</b>	<b>2,651.85</b>	<b>0.47</b>	<b>22,551.20</b>	<b>29,491.19</b>	<b>31,680.85</b>
Capital Work in progress	202.46	362.69	171.07	394.08	-	-	-	-	394.08	202.46
<b>T O T A L</b>	<b>51,783.14</b>	<b>825.07</b>	<b>171.74</b>	<b>52,436.47</b>	<b>19,899.82</b>	<b>2,651.85</b>	<b>0.47</b>	<b>22,551.20</b>	<b>29,885.27</b>	<b>31,883.31</b>
PREVIOUS YEAR	51,136.88	1,493.60	847.34	51,783.14	17,298.84	2,601.15	0.16	19,899.82	31,883.31	

(₹ in Lacs)

No. of Shares	Face value per Share (₹)	As at 31.03.2013	As at 31.03.2012
100,000	10.00	10.00	10.00
500	10.00	1.25	1.25
		<b>11.25</b>	<b>11.25</b>

### Note 8

NON-CURRENT INVESTMENTS (At Cost)  
Long Term (Trade)  
Equity Shares - Unquoted  
(i) Investment in Subsidiary  
Gadchiroli Metals & Minerals Ltd  
1,00,000 Equity Shares of ₹ 10/- Each  
(Previous Year 1,00,000 Equity  
Shares of ₹ 10/- Each)  
(ii) Investment in Others  
Vimala Infrastructure Pvt. Ltd  
500 Equity Shares of ₹ 10/- Each )  
(Previous Year 500 Equity Shares  
of ₹ 10/- Each)  
TOTAL

### Note 9

Long Term Loans and Advances  
(Unsecured, considered good unless  
otherwise stated)  
Security deposits

	4,006.04	3,934.72
	<b>4,006.04</b>	<b>3,934.72</b>

### Note 10

#### Inventories

Raw Materials  
Work-in Process  
Finished Goods  
Stores, Spare Parts  
Saleable Scrap

	838.76	5,582.86
	9.60	5.08
	332.66	1.55
	1,249.71	1,218.11
	<b>683.84</b>	<b>1,069.20</b>
	<b>3,114.57</b>	<b>7,876.80</b>

### Note 11

Trade Receivables  
(Unsecured unless otherwise stated)  
Outstanding for a period exceeding six months  
Considered Good  
Other Debts  
Considered Good

	-	-
	3,654.26	4,941.71
	<b>3,654.26</b>	<b>4,941.71</b>

### Note 12

Cash and cash equivalents  
Balances with Banks in :  
In Current Accounts  
In Margin Account (FDR)  
Cash on hand

	107.89	568.74
	669.31	631.65
	8.33	4.43
	<b>785.53</b>	<b>1,204.82</b>

### Note 13

Short Term Loans and Advances  
Amount recoverable in cash or kind or for value to be received  
Loan and advance to related parties  
Other deposits  
Advance Tax and Tax deducted at source (net)  
Total

	4,109.23	5,078.14
	37.50	37.35
	65.53	62.31
	55.47	2.12
	<b>4,267.73</b>	<b>5,179.92</b>

### Note 14

#### Revenue from Operations Sale of Products

Finished Goods  
Traded Goods  
Less: Claims, Trade Discounts etc.

Current Year 31.03.2013	Previous Year 31.03.2012
43,564.90	45,789.76
34,543.76	56,435.60
207.36	6.04
<b>77,901.30</b>	<b>102,219.32</b>
2,254.73	2,267.87
<b>80,156.03</b>	<b>104,487.19</b>
4,235.81	3,806.80
<b>75,920.22</b>	<b>100,680.39</b>

#### Other Operating Revenues

Saleable Scrap & By products

Less : Excise Duty

#### Net Revenue

### Note 15

#### OTHER INCOME

#### Interest Income on :

Bank Deposits  
From Customers and Others

75.67	69.58
-	121.08
<b>75.67</b>	<b>190.66</b>
0.16	66.91
-	17.86
<b>294.61</b>	<b>-</b>
0.07	-
1,240.91	1,443.37
14.87	0.15
<b>1,626.29</b>	<b>1,718.94</b>

Net Gain on Foreign currency transaction  
Liabilities no longer required written back  
Lease Rent Received  
Profit on Fixed Assets sold/ Discarded  
Sales Tax Refund  
Miscellaneous Receipts

### Note 16

#### Change in Inventories of finished goods, work in progress and stock in trade OPENING STOCKS

Finished Goods  
Work - in - process  
By Products

1.55	252.30
5.08	5.43
1,069.20	519.15
<b>1,075.83</b>	<b>776.88</b>

#### LESS: CLOSING STOCKS

Finished Goods  
Work - in - process  
By Products

332.66	1.55
9.60	5.08
683.84	1,069.20
<b>1,026.10</b>	<b>1,075.83</b>
<b>49.73</b>	<b>(298.95)</b>

#### Net Change in Inventory

### Note 17

#### Employee benefits expense

Salaries, Wages and Allowances  
Employer's Contribution to Provident Fund  
and other Fund  
Gratuity & Leave Encashment Expenses  
Staff Welfare/ Workmen Expenses  
Managerial Remuneration

1,249.20	1,182.00
101.09	93.88
64.60	104.50
76.04	45.34
24.00	24.00
<b>1,514.93</b>	<b>1,449.72</b>

# ANNUAL REPORT 2012-13

(₹ in Lacs)

	Current Year 31.03.2013	Previous Year 31.03.2012	
<b>Note 18</b>			
<b>Finance costs</b>			
<b>Interest Expenses :</b>			
Fixed Loans	336.55	438.40	
Others	29.06	56.94	
<b>Finance Charges :</b>			
Bills Discounting Charges	428.42	932.87	
Bank Charges & Commission	36.61	58.97	
Others	19.29	7.41	
	849.93	1,494.59	
<b>Note 19</b>			
<b>Other Expenses</b>			
Consumables of Stores & Spares	757.10	819.58	
Power & Fuel	1,174.96	1,000.98	
Rent	69.08	60.41	
Repairs & Maintenance :			
- Plant & Machinery	120.26	17.96	
- Buildings	24.53	13.33	
- Others	32.81	22.35	53.64
Insurance	64.50	48.45	
Rates & Taxes	29.90	28.03	
Misc. Exp. For Production	1,087.26	927.98	
Fuel & Gases	40.40	41.80	
Other Selling Expenses	44.54	18.66	
Freight & Forwarding	-	1.62	
Commission & Brokerage	26.95	7.02	
Advertisement (Including Sales promotion Expenses)	2.16	2.80	
Auditors' Remuneration :			
As Auditor			
- Audit Fee	2.32	2.10	
- Tax Audit Fee	0.50	0.50	
In Other Manner - For certifications	-	0.22	
Travelling & Out of Pocket Expenses	0.03	0.01	2.83
Items pertaining to Previous Years			
- At Debit	6.11	0.73	
- Less: At Credit	-	6.11	(0.20)
Legal Expenses	8.01	7.75	
Professional Fees	76.15	46.08	
Travelling & Conveyance Expenses	65.74	51.18	
Postage, Telephone & Telex Expenses	11.78	9.75	
Printing & Stationary	8.39	5.36	
Vehicle Hire & Maintenance Charges	63.35	52.74	
Sundry Expenses	150.20	111.78	
Sitting Fees to Directors	0.30	0.32	
Loss on Fixed Assets sold/ Discarded (Net)	-	0.08	
	3,867.33	3,298.64	

**NOTE 20 : NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2013 AND THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2013.**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**A) System of Accounting :**

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with accounting principal generally accepted in india and comply with the Accounting Standards notified under sub-section (3C) of section 211 of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956.

**B) Fixed Assets :**

i) All fixed assets are valued at cost net of Cenvat unless if any assets are revalued and for which proper disclosure is made in the Accounts.

ii) In the case of ongoing projects, all pre-operative expenses for the project incurred up to the date of commercial production are capitalized and apportioned to the cost of respective assets.

**C) Depreciation :**

Depreciation on all the assets has been provided on Straight Line Method as per

Schedule XIV of the Companies Act, 1956. Lease hold land will be amortized on the expiry of Lease Agreement.

**D) Inventories :**

The general practice adopted by the company for valuation of inventory is as under :

Raw materials : \*At lower of cost and net realizable value.

Store & spares : At cost (weighted average cost)

Work in process: At cost

Finished goods : At cost or net realizable value, which ever is lower (Also refer Accounting Policy G)

Traded goods : At cost

Scrap material : At cost or net realizable value, which ever is lower

\*Material and other supplies held for use in the production of the inventories are not written down below cost if the finished goods in which they will be incorporated are expected to be sold at or above cost.

**E) Investments :**

Investments are valued at cost of acquisition, which includes charges such as Brokerage, Fees and Duties.

**F) Expenditure during construction period:**

Expenditure incurred on projects under implementation are being treated as pre-operative expenses pending allocation to the assets which are being apportioned on commencement of commercial production.

**G) Excise Duty :**

The Excise duty payable on finished goods dispatches is accounted on the clearance thereof from the factory premises. Excise duty is provided on the finished goods lying at the factory premises and not yet dispatched as per the Accounting Standard 2 "Valuation of Inventories"

**H) Customs Duty :**

Customs Duty payable on imported raw materials, components and stores and spares is recognized to the extent assessed by the customs department.

**I) Foreign Currency Transaction :**

Foreign currency transactions during the accounting year are translated at the rates prevalent on the transaction date. Exchange differences arising from foreign currency fluctuations are dealt with on the date of payment/receipt. Assets and Liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at the year end

# LLOYDS METALS AND ENERGY LIMITED

rate. The exchange difference is credited / charged to Profit & Loss Account in case of revenue items and capital items.

## J) Provision for Gratuity :

Provision for Gratuity is made on the basis of actuarial valuation based on the provisions of the Payment of Gratuity Act, 1972.

## K) Leave Salary :

Provision is made for value of unutilized leave due to employees at the end of the year.

## L) Customs Duty Benefit :

Customs duty entitlement eligible under pass book scheme / DEPB is accounted on accrual basis. Accordingly, import duty benefits against exports affected during the year are accounted on estimate basis as incentive till the end of the year in respect of duty free imports of raw material yet to be made.

## M) Amortization of Expenses :

### i) Equity Issue Expenses :

Expenditure incurred in equity issue is being treated as Deferred Revenue. Expenditure to be amortized over a period of ten years.

### ii) Preliminary Expenses :

Preliminary expenses are amortized over a period of ten years.

### iii) Debenture Issue Expenses :

Debenture Issue expenditure is amortized over the period of the Debentures.

## N) Impairment of Assets :

The company determines whether a provision should be made for impairment loss on fixed assets (including Intangible Assets), by considering the indications that an impairment loss may have occurred in accordance with Accounting Standard – 28 "Impairment of Assets". Where the recoverable amount of any fixed assets is lower than its carrying amount, a provision for impairment loss on fixed assets is made.

## O) Revenue Recognition :

Sales/Income of contracts/orders are booked based on work billed. Sales are net of sales return & trade discounts.

## P) Contingent Liability :

Unprovided Contingent Liabilities are disclosed in the accounts by way of notes giving the nature and quantum of such liabilities.

## 2 Contingent liabilities not provided for -- (₹ in Lacs)

	As at 31/03/13	As at 31/03/12
a) Letter of Credit/Guarantees issued by Banks	478.00	456.16
b) Disputed claims of Excise/Service Tax Authorities	27.20	12.50
c) Claims against the Company not acknowledged as Debts	118.90	237.25

## 3 Amount held in Margin / Fixed deposit accounts with banks having lien for facilities given by Banks ₹ 669.30 Lacs (Previous year ₹ 631.65 Lacs)

## 4 The computation of net profit for the purpose of calculation of managerial remuneration u/s 349 of Companies Act, 1956 has not been enumerated since minimum remuneration has been paid to the Managing Director.

## 5 a) The company does not envisage any liability for Income Tax for the current year in absence of taxable income.

b) Disclosure as required by the Accounting Standard – 22 "Accounting for Taxes on Income" are given below.:

In the event of carry forward losses and unabsorbed depreciation no Deferred Tax Liability has been created for the financial year ending 31.03.2013. The deferred tax asset has not been recognized as there is no virtual certainty of sufficient future taxable income available against which this deferred tax asset can be realized.

## 6 Short term loans & advances includes loans and advances given to subsidiary Gadchiroli Metals & Minerals Ltd. of ₹ 37.50 Lacs (Previous year ₹ 37.35 Lacs)

## 7 Disclosure as required by the Accounting Standard-15 "Employee Benefit" are given below:

### a) General Description of Plan : Defined Gratuity Benefit obligation (Unfunded)

### b) Method of Valuation of Gratuity: Projected Unit Credit Method.

### c) Reconciliation of opening and closing balance of defined benefit obligation

(₹ in Lacs)

	2012-2013	2011-2012
Obligation as at the beginning of the year	176.05	120.19
Current Services Cost	33.45	27.00
Interest Cost	14.96	9.91
Actuarial (Gain)/Loss	3.76	30.44
Benefits paid	(16.95)	(11.49)
Obligation as at the end of the year	211.27	176.05

### d) Expenses recognized during the year.

(₹ in Lacs)

	2012-2013	2011-2012
Current Services Cost	33.45	27.00
Interest Cost	14.96	9.92
Actuarial (Gain)/Loss	3.76	30.44
Total Expenses recognized during the year	52.17	67.36

## e) Actuarial Assumptions.

(i) Rate of Interest : 8.25% per annum

(ii) Salary Growth : 7.50% per annum

(iii) Withdrawal Rate : 1%

(iv) Mortality Rate : LIC (1994-96) ultimate Mortality Rates.

(v) Retirement Age : 60 years

## 8 Disclosure as required by the Accounting Standard – 20 "Earning Per Share" are given below. (₹)

Particulars	2012-13	2011-12
NPBT	1,91,54,664	3,73,22,772
Tax Expenses	--	--
Numerator (A)	1,91,54,664	3,73,22,772
Denominator (B)	11,12,91,290	11,12,91,290
<b>Basic &amp; Diluted EPS (A/B)</b>	<b>0.17</b>	<b>0.34</b>

## 9 Disclosure as required by the Accounting Standard – 18 "Related Party Disclosure" are given below.:

### 1. Parties where control exist :

(₹ in Lacs)

	Current Year 2012-2013	Previous Year 2011-2012
A Name of related party and relationship		
i) Name of the Related Party	Gadchiroli Metals & Minerals Limited	
ii) Relationship	Wholly owned Subsidiary Company	
A 1 Transaction with related parties Nature of Transaction		
Loans & Advances	00.15	00.09
2 Balance outstanding at the end of the year		
Equity	10.00	10.00
Loans & Advances	37.50	37.35

### 2. Key Managerial Personnel

(₹ in Lacs)

A Name of related party and relationship		
i) Name of the Related Party	Shri. B L Agarwal	
ii) Relationship	Key Managerial Personnel	
B Transaction with related parties Nature of Transaction		
a) Salary	24.00	24.00
b) PF Contribution	1.44	1.44

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- 10 Debtors, Creditors and Loans & Advances are subject to confirmation by the parties. Difference (if any), shall be accounted on such reconciliation.
- 11 During the year power division sales to sponge iron division is ₹ 939.24 Lacs (Previous year ₹ 958.87 Lacs)
- 12 The Company has no information as to whether any of its suppliers constitute micro, small & medium enterprises as per Micro, Small & Medium Enterprises Development Act, 2006 and therefore, the amount due to such suppliers has not been identified.
- 13 Additional information pursuant to the provisions of paragraph 3 and 4 of Part II of Schedule VI to the Companies Act, 1956

### I Break up of stores and spares consumed

	2012-2013		2011-2012	
	₹ in Lacs	%	₹ in Lacs	%
Indigenous	797.50	100	710.42	100

### II Expenditure incurred in foreign currency on account of (₹ in Lacs)

	2012-2013	2011-2012
Travelling Expenses	15.64	22.31

- 14 Previous year figures have been regrouped and recast wherever necessary to confirm to the classification of the current year as per the revised Schedule VI of the Companies Act 1956.

### 15) Disclosures as required by the Accounting Standard 17 on "Segment Reporting " are given below :

(₹ in Lacs)

Sr. No.	Particulars	Year Ended 31.03.2013				Year Ended 31.03.2012			
		Sponge Iron & Steel	Power	Elimination	Consolidated	Sponge Iron & Steel	Power	Elimination	Consolidated
I)	<b>Segment Revenue :</b>								
	<b>Sales :</b>								
	External	68,663.00	6,317.97	-	74,980.98	93,414.74	6,306.78	-	99,721.52
	Inter - Segment	-	939.24	(939.24)	-	-	958.87	(958.87)	-
	<b>Total</b>	<b>68,663.00</b>	<b>7,257.21</b>	<b>(939.24)</b>	<b>74,980.98</b>	<b>93,414.74</b>	<b>7,265.65</b>	<b>(958.87)</b>	<b>99,721.52</b>
II)	<b>Segment Result :</b>								
	Operating Net Profit	(630.60)	1,976.69	-	1,346.09	(245.21)	2,258.99	-	2,013.78
	Common Expenses (Net)				(304.61)				(145.96)
	Interest				(849.93)				(1,494.59)
	<b>Profit before tax</b>				<b>191.55</b>				<b>373.23</b>
III)	<b>Segment Assets :</b>								
	Common Assets	26,163.67	17,226.58	-	43,390.25	35,498.80	18,689.23	-	54,188.03
	<b>Total</b>				<b>45,713.40</b>				<b>55,021.26</b>
IV)	<b>Segment Liabilities :</b>								
	Common Liabilities	22,271.56	2,174.76	-	24,446.32	33,313.08	-	-	33,313.08
	<b>Total</b>				<b>31,181.21</b>				<b>39,505.32</b>
V)	<b>Capital Expenditure during the year</b>								
	Segment	436.32	217.69	-	654.00	222.00	425.57	-	647.57
	Common				-				-
	<b>Total</b>				<b>654.00</b>				<b>647.57</b>
VI)	<b>Depreciation during the year</b>								
	Segment	1,634.68	1,017.16	-	2,651.84	1,603.84	997.31	-	2,601.15
	Common				-				-
	<b>Total</b>				<b>2,651.84</b>				<b>2,601.15</b>
VII)	<b>Non Cash Expenses other than Depreciation</b>								
	Segment								
	Common	-	-	-	111.51	-	-	-	79.94
	<b>Total</b>				<b>111.51</b>				<b>79.94</b>

#### Notes :-

- 1) **Business Segment :** The business operations of the Company comprise Sponge Iron & Power. The business segments have been identified and reported taking into account, the nature of products and services, the differing risks and returns and the internal financial reporting systems.
- 2) Segment information has been prepared in conformity with the accounting policies adopted for preparing and presenting the financial statements of the enterprise as a whole.

# LLOYDS METALS AND ENERGY LIMITED

STATEMENT / FINANCIAL INFORMATION PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARY COMPANY

(₹ in Lacs)

S. NO.	Name of Subsidiary Company	Gadchiroli Metals & Minerals Limited
1	Corporate Identification Number ( CIN )	U13100MH2004PLC146956
2	Country of Incorporation / Currency	INDIA/INR
3	The Financial year of the Subsidiary Company ended on	March 31, 2013
4	Date from which they became Subsidiary Companies	15.02.2005
a.	Number of Shares in the Subsidiary Company held by Lloyds Metals and Energy Limited.	100000 Equity Shares of ₹10 each Fully paid-up
b.	Percentage of holding	100%
5	The net aggregate amount of profits / (Losses) of the Subsidiary Company for the above financial year, so far as they concern the members of Lloyds Metals and Energy Ltd.	
a.	Not Dealt within the accounts of Lloyds Metals and Energy Limited amounted to :	
i)	For the financial year ended 31 <sup>st</sup> March, 2013	-
ii)	For the previous financial years of the Subsidiary, since it became a Subsidiary of Lloyds Metals and Energy Ltd.	N.A.
b.	Dealt within the accounts of Lloyds Metals and Energy Limited amounted to :	
i)	For the financial year ended 31 <sup>st</sup> March, 2013	N.A.
ii)	For the previous financial years of the Subsidiary, since it became a Subsidiary of Lloyds Metals and Energy Ltd.	N.A.
6	Material changes, if any between the end of the financial year of the subsidiary company and that of the Holding Company	NIL
7	Additional information on Subsidiary Company	
	Share Capital	10.00
	Reserves	-
	Total Assets	47.67
	Total Liabilities	47.67
	Investments other than investments in subsidiary	-
	Turnover	-
	Profit / (Loss) before taxation	-
	Provision for taxation	-
	Profit / (Loss) after taxation	-
	Proposed dividend	-

Notes :

- Your Company has one subsidiary as on 31.03.2013
- The Ministry of Corporate Affairs, Gov. of India, vide General Circular No. 2 and 3 dtd. February 8, 2011 and February 21, 2011 respectively has granted a general exemption from compliance with Section 212 of the Companies Act, 1956, subject to fulfillment of conditions stipulated in the circular. The Company has satisfied the conditions stipulated in the circular and hence is entitled to the exemption.
- The Annual Accounts for 2012-13 for subsidiary company is available at Company's Registered Office. Any investor of the Company can seek any information by making a request in writing to the Company Secretary to obtain a copy of the financial statements of the subsidiary company.
- The consolidated financial statements in terms of Clause 32 of Listing Agreement and in terms of Accounting Standards 21 as prescribed by Companies (Accounting Standards) Rules, 2006 issued by MCA vide notification no. GSR 739(E) dtd 07.12.06 also form part of this Annual Report.

For and on behalf of the Board,

Dated: 21.05.2013  
Place: Mumbai

**Shyamal Padhiar**  
Company Secretary

**B L Agarwal**  
Managing Director

**Mukesh R. Gupta**  
Chairman

Place: Mumbai  
Dated : 21<sup>st</sup> May, 2013

For and on behalf of  
Todarwal & Todarwal  
Chartered Accountants  
ICAI Reg No : 111009W

Sunil Todarwal  
Partner  
M. No. : 32512

## Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated Financial Statements of Lloyds Metals and Energy Limited, which comprise the Consolidated Balance sheet as at March 31, 2013 and the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow statement for the year ended then, and a summary of Significant Accounting Policies and other explanatory information.

### Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation of these Consolidated 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.

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 Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the auditing standards 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 of material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We further report that the Consolidated Financial Statements have been prepared by the Company's management in accordance with the requirements of Accounting Standard 21 – Consolidated Financial Statements, issued by the institute of chartered Accountants of India and on the basis of the separated audited financial statements of the Company and its subsidiaries included in the consolidated financial statements.

In view of the foregoing paragraphs, in our opinion and to the best of our information and according to the explanations given to us, the Consolidated Balance Sheet, Consolidated Profit and Loss Account and Consolidated Cash flow together with the Notes thereon and attached thereto, give in the prescribed manner, the information required by the Act and also give, a true and fair view in conformity with the accounting principles generally accepted in India:

- In the case of the Consolidated Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- In the case of the Consolidated Profit and Loss Account, of the profit for the year ended on that date; and
- In the case of the Consolidated Cash Flow Statement, of the Cash Flow of the Company for the year ended on that date.



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CONSOLIDATED BALANCE SHEET AS AT  
31<sup>ST</sup> MARCH 2013

(₹ in Lacs)

Note No	As at 31.03.2013	As at 31.03.2012	
<b>EQUITY &amp; LIABILITIES</b>			
<b>SHARE HOLDER'S FUND</b>			
(a) Share capital	1	2,243.05	2,243.05
(b) Reserves and surplus	2	10,241.85	10,050.30
		<b>12,484.90</b>	<b>12,293.35</b>
<b>NON-CURRENT LIABILITIES</b>			
(a) Long-term borrowings	3	2,058.54	2,669.70
(b) Long-term provisions	4	318.92	281.60
		<b>2,377.46</b>	<b>2,951.30</b>
<b>CURRENT LIABILITIES</b>			
(a) Short-term borrowings			
(a) Trade payables	5	22,373.11	32,545.90
(b) Other current liabilities	6	8,489.35	7,242.08
		<b>30,862.46</b>	<b>39,787.98</b>
<b>TOTAL</b>		<b>45,724.82</b>	<b>55,032.63</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
(a) Fixed assets	7		
(i) Tangible assets		29,491.19	31,680.85
(ii) Capital work-in-progress		394.08	202.46
		<b>29,885.27</b>	<b>31,883.31</b>
(b) Non-current investments	8	1.25	1.25
(c) Un-amortized Expenditure		46.31	46.20
(d) Long-term loans and advances	9	4,007.30	3,935.97
		<b>33,940.13</b>	<b>35,866.73</b>
<b>CURRENT ASSETS</b>			
(a) Inventories	10	3,114.57	7,876.80
(b) Trade receivables	11	3,654.26	4,941.71
(c) Cash and cash equivalents	12	785.63	1,204.82
(d) Short-term loans and advances	13	4,230.23	5,142.57
		<b>11,784.69</b>	<b>19,165.90</b>
<b>TOTAL</b>		<b>45,724.82</b>	<b>55,032.63</b>

Summary of Significant Accounting Policies

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CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE  
YEAR ENDED 31<sup>ST</sup> MARCH, 2013

(₹ in Lacs)

Note No	Current Year 31.03.2013	Previous Year 31.03.2012	
<b>Income</b>			
I. Revenue from Operations (gross)	14	80,156.03	104,487.19
Less: Excise Duty		4,235.81	3,806.80
Revenue from Operations (net)		<b>75,920.22</b>	<b>100,680.39</b>
II. Other income	15	1,626.29	1,718.94
III. Total Revenue (I + II)		<b>77,546.51</b>	<b>102,399.33</b>
<b>IV. Expenses:</b>			
(a) Cost of materials consumed		36,308.33	38,734.28
(b) Purchases of Traded Goods		32,112.86	54,746.67
(c) Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	16	49.73	(298.94)
(d) Employee benefits expense	17	1,514.93	1,449.72
(e) Finance costs	18	849.93	1,494.59
(f) Depreciation		2,651.85	2,601.15
(g) Other expenses	19	3,867.33	3,298.64
<b>Total expenses</b>		<b>77,354.96</b>	<b>102,026.10</b>
V Profit/(Loss) before exceptional items and Tax (III-IV)		191.55	373.23
VI Exceptional Items		-	-
VII Profit/(Loss) before Tax (V-VI)		191.55	373.23
VIII Tax expense:			
Current tax		-	-
IX Profit/(Loss) for the year from continuing operations (VII-VIII)		191.55	373.23
<b>Earnings per equity share:</b>			
Basic & Diluted Earning per Share (₹)		0.17	0.34

Summary of Significant Accounting Policies

20

The accompanying notes are an integral part of the financial statements.  
As per our Report of even date attached.

For and on behalf of  
**TODARWAL & TODARWAL**  
Chartered Accountants  
ICAI Reg. No. 111009W

For and on behalf of the Board

**SUNIL L. TODARWAL**  
Partner  
M. No. - 32512

**SHYAMAL PADHIAR**  
Company Secretary

**B. L. AGARWAL**  
Managing Director

**MUKESH R. GUPTA**  
Chairman

Dated : 21<sup>st</sup> May, 2013  
Place : Mumbai.

# LLOYDS METALS AND ENERGY LIMITED

## CONSOLIDATED CASH FLOW STATEMENT

(₹ in Lacs)

	Year Ended 31.03.2013	Year Ended 31.03.2012
<b>A. CASH FLOW FROM OPERATION ACTIVITIES :</b>		
<b>Net Profit before tax and extraordinary items</b>	191.55	373.23
Adjustments for:		
Depreciation	2,651.85	2,601.15
Loss / (Profit) on Sale of Fixed Assets (Net)	(0.07)	0.08
Interest Income	(75.67)	(190.66)
Interest Expense	849.93	1,494.59
<b>Operating Profit before working capital changes</b>	3,617.59	4,278.38
Adjustments for:		
Trade Receivables	1,287.45	(2,908.90)
Long-term loan and advances	(71.32)	(560.85)
Short-term loan and advances	912.34	-
Inventories	4,762.22	(2,056.69)
Trade Payables Short Term	(10,172.80)	3,897.65
Other Liabilities	1,284.59	285.09
<b>Cash generated from operations</b>	1,620.07	2,934.68
TDS (Paid)/Refunded	-	-
<b>Cash Flow before extraordinary items</b>	1,620.07	2,934.68
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Purchase of Fixed Assets	(654.00)	(647.57)
Sale of Fixed Assets	0.27	1.07
Interest Received	75.67	190.66
<b>Net cash used in investing activities</b>	(578.06)	(455.84)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Reduction in Loans	(611.16)	(563.39)
Interest Paid	(849.93)	(1,494.58)
<b>Net cash from financing activities</b>	(1,461.09)	(2,057.97)
<b>Net increase / (decrease) in cash and cash equivalents</b>	(419.08)	420.87
Cash and cash equivalents as at 01.04.2012	1,204.82	783.95
Cash and cash equivalents as at 31.03.2013	785.63	1,204.82
<b>Components of cash and cash equivalents</b>		
Cash on hand	8.33	4.43
Balance with Schedule Banks in : Current account	107.99	568.74
In Margin Account (Including FDR)	669.31	631.65
<b>Total cash and cash equivalents</b>	785.63	1,204.82

### Notes:

- Cash Flow statement has been prepared following the indirect method except in case of dividend paid/received and taxes paid which have been considered on the basis of actual movements of cash.
- Previous year's figures have been regrouped/reclassified wherever applicable.
- Figures in brackets represent outflows.

As per our Report of even date attached.

For and on behalf of  
**TODARWAL & TODARWAL**  
Chartered Accountants  
ICAI Reg. No. 11109W

For and on behalf of the Board

**SUNIL L. TODARWAL**  
Partner  
M. No. - 32512  
Dated : 21<sup>st</sup> May, 2013  
Place : Mumbai.

**SHYAMAL PADHIAR**  
Company Secretary

**B. L. AGARWAL**  
Managing Director

**MUKESH R. GUPTA**  
Chairman

## CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

(₹ in Lacs)

	As at 31.03.2013	As at 31.03.2012
<b>Note 1</b>		
<b>Share Capital</b>		
<b>AUTHORISED</b>		
<b>Equity Shares :</b>		
37,50,00,000 Equity Shares of ₹ 2/- each (Previous Year 37,50,00,000 Equity Shares of ₹ 2/- each)	7,500.00	7,500.00
<b>Preference Shares :</b>		
2,50,00,000 Preference Shares of ₹ 10/- each (Previous Year 2,50,00,000 Equity Shares of ₹ 10/- each)	2,500.00	2,500.00
	10,000.00	10,000.00
<b>ISSUED, SUBSCRIBED &amp; FULLY PAID UP</b>		
<b>Equity Shares :</b>		
11,12,91,290 Equity Shares of ₹ 2/- each (Previous Year 11,12,91,290 Equity Shares of ₹ 2/- each fully paid up)	2,225.83	2,225.83
3,97,875 Forfeited Equity Shares of ₹ 10/- each (Amount originally paidup) (Previous Year 3,97,875 shares)	17.22	17.22
	2,243.05	2,243.05

### Notes:

- Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

Equity Shares	31.03.2013		31.03.2012	
	In Nos.	Amount (In ₹)	In Nos.	Amount (In ₹)
At the beginning of the year	111291290	222582580	111291290	222582580
Issued during the year	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>111291290</b>	<b>222582580</b>	<b>111291290</b>	<b>222582580</b>

- Terms/rights attached to equity shares**

The company has only one class of shares having a par value at ₹. 2/- per share. Each holder of equity shares is entitled to one vote per share.

## 3 Details of Shareholders holding more than 5 % shares in the company

	31.03.2013		31.03.2012	
	In Nos.	% holding	In Nos.	% holding
<b>Equity shares of ₹ 2/- each fully paid up</b>				
ASP Technologies Ltd	18690170	16.79%	18690170	16.79%
Shree Global Tradefin Ltd.	21159490	19.01%	17409490	15.64%
Trump Investments Ltd.	14078050	12.64%	14078050	12.64%
Halan Properties Pvt. Ltd.	7711500	6.93%	7711500	6.93%
Uttam Exports Pvt. Ltd.	7390000	6.64%	7390000	6.64%

### Note 2

#### Reserves & Surplus

##### Capital Reserves

Balance as per the last financial statements

Add : Addition during the year

	(₹ in Lacs)	
	As at 31.03.2013	As at 31.03.2012
Balance as per the last financial statements	7,756.21	7,756.21
Add : Addition during the year	-	-
	7,756.21	7,756.21
<b>Surplus/(Deficit) in the statement of profit &amp; loss</b>		
Balance as per the last financial statements	2,294.09	1,920.86
Profit for the year	191.55	373.23
	2,485.64	2,294.09
	10,241.85	10,050.30

### Note 3

#### Long Term Borrowings

##### SECURED

##### Term Loans

Indian Rupee Loan from Financial Institutions

Total

##### UNSECURED

##### Other Loans and Advances

Sales Tax Deferral

Total

Total

	1,082.03	1,693.19
Total	1,082.03	1,693.19
<b>UNSECURED</b>		
<b>Other Loans and Advances</b>		
Sales Tax Deferral	976.51	976.51
Total	976.51	976.51
<b>Total</b>	<b>2,058.54</b>	<b>2,669.70</b>

- IDBI Loan Carries interest @ 4-18% p.a. The loan is repayable in 11 - 12 years avg. yield 9%  
The details of Security of the loans are as follows:
- The term Loan from Financial Institution, is secured by first mortgage and charge on all the Company's immovable & movable properties, both present & future, subject to prior charge on specified movable assets created/ to be created in favour of Company's Bankers for Working Capital facilities.
- Security by way of hypothecation of all the movable, except aforesaid specified assets has already been created in respect of the entire aforesaid Term Loans.

### Note No 4

#### Long Term Provisions

##### Provision for Employee Benefits

##### Leave Encashment & Gratuity

Gratuity

Leave Encashment

	211.27	176.05
	107.65	105.55
	318.92	281.60

### Note 5

#### Trade Payables

Acceptances

Sundry Creditors

Total outstanding dues of creditors other than Micro and Small Enterprises

	3,498.62	689.84
	18,874.49	31,856.06
	22,373.11	32,545.90

### Note 6

#### Other Current Liabilities

Current maturities of Long Term borrowings

Advance from Customers

Interest Accrued but not due on Loans

Overdraft from the Banks

#### Other Payables :

Duties & Taxes

Expenses Payable

Others

	564.14	564.14
	6,952.17	6,158.73
	-	33.21
	278.38	130.05
<b>Other Payables :</b>		
Duties & Taxes	491.98	171.29
Expenses Payable	196.97	178.82
Others	5.71	5.84
	8,489.35	7,242.08

## CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

## NOTE NO : 7

## CONSOLIDATED FIXED ASSETS - Tangible Assets

(₹ in Lacs)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 01.04.2012	ADDITIONS	DISCARDED/ SOLD/ TRANSFER	AS AT 31.03.2013	AS AT 01.04.2012	FOR THE YEAR	WRITTEN BACK	AS AT 31.03.2013	AS AT 31.03.2013	AS AT 31.03.2012
FREE HOLD LAND	305.61	113.06	-	418.67	-	-	-	-	418.67	305.61
LEASEHOLD LAND	168.60	-	-	168.60	-	-	-	-	168.60	168.60
FACTORY BUILDING	2,263.61	49.00	-	2,312.61	577.90	68.91	-	646.81	1,665.80	1,685.71
STAFF RESIDENTIAL BUILDING	784.09	-	-	784.09	187.20	12.78	-	199.98	584.11	596.89
PLANT & MACHINERY	28,948.97	48.07	-	28,997.04	17,607.04	1,549.69	-	19,156.73	9,840.31	11,341.93
PLANT & MACHINERY-POWER	18,811.46	149.27	-	18,960.73	1,360.85	993.25	-	2,354.10	16,606.63	17,450.61
COMPUTERS	114.41	25.05	0.67	138.79	84.79	14.28	0.47	98.60	40.19	29.62
ELECTRICAL INSTALLATION	17.06	0.27	-	17.33	14.99	0.82	-	15.81	1.52	2.06
AIR CONDITIONERS	35.27	-	-	35.27	8.94	1.68	-	10.62	24.65	26.33
OFFICE EQUIPMENTS	12.97	8.00	-	20.97	4.78	0.94	-	5.72	15.24	8.19
FURNITURE & FIXTURES	51.42	1.44	-	52.86	37.09	1.55	-	38.64	14.22	14.33
MOTOR VEHICLES	67.21	68.23	-	135.44	16.24	7.95	-	24.19	111.25	50.97
<b>T O T A L</b>	<b>51,580.68</b>	<b>462.38</b>	<b>0.67</b>	<b>52,042.39</b>	<b>19,899.82</b>	<b>2,651.85</b>	<b>0.47</b>	<b>22,551.20</b>	<b>29,491.19</b>	<b>31,680.85</b>
Capital Work in progress	202.46	362.69	171.07	394.08					394.08	202.46
<b>T O T A L</b>	<b>51,783.14</b>	<b>825.07</b>	<b>171.74</b>	<b>52,436.47</b>	<b>19,899.82</b>	<b>2,651.85</b>	<b>0.47</b>	<b>22,551.20</b>	<b>29,885.27</b>	<b>31,883.31</b>
PREVIOUS YEAR	51,136.88	1,493.60	847.34	51,783.14	17,298.84	2,601.15	0.16	19,899.82	31,883.31	

(₹ in Lacs)

	No. of Shares	Face value per Share (₹)	(₹ in Lacs)	
			As at 31.03.2013	As at 31.03.2012
<b>Note 8</b>				
<b>NON-CURRENT INVESTMENTS (At Cost)</b>				
<b>Long Term (Trade)</b>				
<b>Equity Shares - Unquoted</b>				
<b>Vimala Infrastructure Pvt. Ltd</b>	500.00	10.00	1.25	1.25
500 Equity Shares of ₹ 10/- Each ) (Previous Year 500 Equity Shares of ₹ 10/- Each)				
<b>TOTAL</b>			<b>1.25</b>	<b>1.25</b>
<b>Note 9</b>				
<b>Long Term Loans and Advances</b>				
<b>(Unsecured, considered good unless otherwise stated)</b>				
Capital Advances			1.26	1.26
Security deposits			4,006.04	3,934.71
<b>TOTAL</b>			<b>4,007.30</b>	<b>3,935.97</b>
<b>Note 10</b>				
<b>Inventories</b>				
Raw Materials			838.76	5,582.86
Work-in Process			9.60	5.08
Finished Goods			332.66	1.55
Stores, Spare Parts			1,249.71	1,218.11
Saleable Scrap			683.84	1,069.20
<b>TOTAL</b>			<b>3,114.57</b>	<b>7,876.80</b>
<b>Note 11</b>				
<b>Trade Receivables</b>				
<b>(Unsecured unless otherwise stated)</b>				
<b>Outstanding for a period exceeding six months</b>				
Considered Good			-	-
<b>Other Debts</b>				
Considered Good			3,654.26	4,941.71
<b>TOTAL</b>			<b>3,654.26</b>	<b>4,941.71</b>
<b>Note 12</b>				
<b>Cash and cash equivalents</b>				
Balances with Banks in :				
In Current Accounts			107.99	568.74
In Margin Account (FDR)			669.31	631.65
Cash on hand			8.33	4.43
<b>TOTAL</b>			<b>785.63</b>	<b>1,204.82</b>
<b>Note 13</b>				
<b>Short Term Loans and Advances</b>				
<b>(Unsecured and Considered Good)</b>				
Amount recoverable in cash or kind or for value to be received			4,109.23	5,078.14
Other deposits			65.53	62.31
Advance Tax and Tax deducted at source (net)			55.47	2.12
<b>Total</b>			<b>4,230.23</b>	<b>5,142.57</b>

(₹ in Lacs)

**Note 14****Revenue from Operations****Sale of Products**

Finished Goods	43,564.90	45,789.76
Traded Goods	34,543.76	56,435.60
Less: Claims, Trade Discounts etc.	207.36	6.04
<b>TOTAL</b>	<b>77,901.30</b>	<b>102,219.32</b>

**Other Operating Revenues**

## Saleable Scrap &amp; By products

	2,254.73	2,267.87
<b>TOTAL</b>	<b>80,156.03</b>	<b>104,487.19</b>

Less : Excise Duty

**Net Revenue****Note 15****OTHER INCOME****Interest Income on :**

Bank Deposits	75.67	69.58
From Customers and Others	-	121.08
<b>TOTAL</b>	<b>75.67</b>	<b>190.66</b>

Net Gain on Foreign currency transaction

Liabilities no longer required written back

Lease Rent Received

Profit on Fixed Assets sold/Discarded

Sales Tax Refund

Miscellaneous Receipts

	0.16	66.91
	-	17.86
	294.61	-
	0.07	-
	1,240.91	1,443.37
	14.87	0.15
<b>TOTAL</b>	<b>1,626.29</b>	<b>1,718.94</b>

**Note 16****Change in Inventories of finished goods,****work in progress and stock in trade****OPENING STOCKS**

Finished Goods

Work - in - process

By Products

	1.55	252.30
	5.08	5.43
	1,069.20	519.15
<b>TOTAL</b>	<b>1,075.83</b>	<b>776.88</b>

**LESS: CLOSING STOCKS**

Finished Goods

Work - in - process

By Products

	332.66	1.55
	9.60	5.08
	683.84	1,069.20
<b>TOTAL</b>	<b>1,026.10</b>	<b>1,075.83</b>

**Net Change in Inventory****Note 17****Employee benefits expense**

Salaries, Wages and Allowances

Employer's Contribution to Provident Fund and other Fund

Gratuity &amp; Leave Encashment Expenses

Staff Welfare/ Workmen Expenses

Managerial Remuneration

	1,249.20	1,182.00
	101.09	93.88
	64.60	104.50
	76.04	45.34
	24.00	24.00
<b>TOTAL</b>	<b>1,514.93</b>	<b>1,449.72</b>

**Note 18****Finance costs****Interest Expenses :**

Fixed Loans

Others

**Finance Charges :**

Bills Discounting Charges

Bank Charges &amp; Commission

Others

	336.55	438.40
	29.06	56.94
	428.42	932.87
	36.61	58.97
	19.29	7.41
<b>TOTAL</b>	<b>849.93</b>	<b>1,494.59</b>

# LLOYDS METALS AND ENERGY LIMITED

## CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS

(₹ in Lacs)

	Current Year 31.03.2013		Previous Year 31.03.2012	
<b>Note 19</b>				
<b>Other Expenses</b>				
Consumables of Stores & Spares		757.10		819.58
Power & Fuel		1,174.96		1,000.98
Rent		69.08		60.41
Repairs & Maintenance :				
- Plant & Machinery	120.26		17.96	
- Buildings	24.53		13.33	
- Others	32.81	177.60	22.34	53.63
Insurance		64.50		48.45
Rates & Taxes		29.90		28.03
Misc. Exp. For Production		1,087.26		927.97
Fuel & Gases		40.40		41.80
Other Selling Expenses		44.54		18.65
Freight & Forwarding		-		1.62
Commission & Brokerage		26.95		7.02
Advertisement (Including Sales promotion Expenses)		2.16		2.80
Auditors' Remuneration :				
As Auditor				
- Audit Fee	2.32		2.10	
- Tax Audit Fee	0.50		0.50	
In Other Manner - For certifications	-		0.22	
Travelling & Out of Pocket Expenses	0.03	2.85	0.01	2.83
Items pertaining to Previous Years				
- At Debit	6.11		0.73	
- Less: At Credit	-	6.11	0.93	(0.20)
Legal Expenses		8.01		7.75
Professional Fees		76.15		46.08
Travelling & Conveyance Expenses		65.74		51.18
Postage, Telephone & Telex Expenses		11.78		9.75
Printing & Stationary		8.39		5.36
Vehicle Hire & Maintenance Charges		63.35		52.74
Sundry Expenses		150.20		111.78
Sitting Fees to Directors		0.30		0.32
Loss on Fixed Assets sold/Discarded (Net)		-		0.08
		<b>3,867.33</b>		<b>3,298.64</b>

### NOTE 20 : CONSOLIDATED NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2013 AND THE CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2013.

#### 1. SIGNIFICANT ACCOUNTING POLICIES

##### A) System of Accounting:

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with accounting principal generally accepted in India and comply with the Accounting Standards notified under sub-section (3C) of section 211 of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956.

##### B) Fixed Assets :

- i) All fixed assets are valued at cost net of Cenvat unless if any assets are revalued and for which proper disclosure is made in the Accounts.
- ii) In the case of ongoing projects, all pre-operative expenses for the project incurred up to the date of commercial production are capitalized and apportioned to the cost of respective assets.

##### C) Depreciation :

Depreciation on all the assets has been provided on Straight Line Method as per Schedule XIV of the Companies Act, 1956. Lease hold land will be amortized on the expiry of Lease Agreement.

##### D) Inventories :

The general practice adopted by the company for valuation of inventory is as under :

Raw materials : \*At lower of cost and net realizable value.  
Store & spares : At cost (weighted average cost)  
Work in process : At cost  
Finished goods : At cost or net realizable value, which ever is lower (Also refer Accounting Policy G)

Traded goods : At cost  
Scrap material : At cost or net realizable value, which ever is lower

\*Material and other supplies held for use in the production of the inventories are not written down below cost if the finished goods in which they will be incorporated are expected to be sold at or above cost.

##### E) Investments :

Investments are valued at cost of acquisition, which includes charges such as Brokerage, Fees and Duties.

##### F) Expenditure during construction period:

Expenditure incurred on projects under implementation are being treated as pre-operative expenses pending allocation to the assets which are being apportioned on commencement of commercial production.

##### G) Excise Duty :

The Excise duty payable on finished goods dispatches is accounted on the

clearance thereof from the factory premises. Excise duty is provided on the finished goods lying at the factory premises and not yet dispatched as per the Accounting Standard 2 "Valuation of Inventories"

##### H) Customs Duty :

Customs Duty payable on imported raw materials, components and stores and spares is recognized to the extent assessed by the customs department.

##### I) Foreign Currency Transaction :

Foreign currency transactions during the accounting year are translated at the rates prevalent on the transaction date. Exchange differences arising from foreign currency fluctuations are dealt with on the date of payment/receipt. Assets and Liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at the year end rate. The exchange difference is credited / charged to Profit & Loss Account in case of revenue items and capital items.

##### J) Provision for Gratuity :

Provision for Gratuity is made on the basis of actuarial valuation based on the provisions of the Payment of Gratuity Act, 1972.

##### K) Leave Salary :

Provision is made for value of unutilized leave due to employees at the end of the year.

##### L) Customs Duty Benefit :

Customs duty entitlement eligible under pass book scheme / DEPB is accounted on accrual basis. Accordingly, import duty benefits against exports affected during the year are accounted on estimate basis as incentive till the end of the year in respect of duty free imports of raw material yet to be made.

##### M) Amortization of Expenses :

###### i) Equity Issue Expenses :

Expenditure incurred in equity issue is being treated as Deferred Revenue Expenditure to be amortized over a period of ten years.

###### ii) Preliminary Expenses :

Preliminary expenses are amortized over a period of ten years.

###### iii) Debenture Issue Expenses :

Debenture Issue expenditure is amortized over the period of the Debentures.

##### N) Impairment of Assets :

The company determines whether a provision should be made for impairment loss on fixed assets (including Intangible Assets), by considering the indications that an impairment loss may have occurred in accordance with Accounting Standard - 28 "Impairment of Assets". Where the recoverable amount of any fixed assets is lower than its carrying amount, a provision for impairment loss on fixed assets is made.

##### O) Revenue Recognition :

Sales/Income of contracts/orders are booked based on work billed. Sales are net of sales return & trade discounts.

##### P) Contingent Liability :

Unprovided Contingent Liabilities are disclosed in the accounts by way of notes giving the nature and quantum of such liabilities.

##### Q) Principles of Consolidation:

The financial statements of the Company and its Subsidiary company have been combined on a line by line basis by adding together book values of like items of the assets, liabilities, income and expenses, after fully eliminating there from intra group balances and intra group transactions as per "AS 21 - Consolidated Financial Statements" prescribed under the Companies (Accounting Standards) Rules, 2006.

The consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's standalone financial statements.

##### 2. The Subsidiary considered in the Consolidated Financial Statements is:-

Name of the Subsidiary	Country of Incorporation	Proportion of Ownership Interest
Gadchiroli Metals & Minerals Limited	India	100%

##### 3. Contingent liabilities not provided for -- (₹ in Lacs)

	As at 31/03/13	As at 31/03/12
a) Letter of Credit/Guarantees issued by Banks	478.00	456.16
b) Disputed claims of Excise/Service Tax Authorities	27.20	12.50
c) Claims against the Company not acknowledged as Debts	118.90	237.25

##### 4. a) The company does not envisage any liability for Income Tax for the current year in absence of taxable income.

b) Disclosure as required by the Accounting Standard - 22 "Accounting for Taxes on Income" are given below.:

In the event of carry forward losses and unabsorbed depreciation no Deferred Tax Liability has been created for the financial year ending 31.03.2013. The deferred tax asset has not been recognized as there is no virtual certainty of sufficient future taxable income available against which this deferred tax asset can be realized.

##### 5. The Company has no information as to whether any of its suppliers constitute micro, small & medium enterprises as per Micro, Small & Medium Enterprises Development Act, 2006 and therefore, the amount due to such suppliers have not been identified.

##### 6. The company has disclosed only such policies and notes from the individual financial statements, which fairly present the needed disclosures. Lack of homogeneity and other similar considerations made it desirable to exclude some of them, which in the opinion of the management, could be better viewed, when referred from the individual financial statements.

##### 7. Previous year figures have been regrouped and recast wherever necessary to conform to the classification of the current year as per the revised Schedule VI of the Companies Act 1956.



## Lloyds Metals and Energy Limited

Regd. Office : Plot No. A 1-2, MIDC Area, Ghugus, Dist. Chandrapur, 442 505, Maharashtra.  
Tel. 07172 285099 /103/398 Fax 07172 285003.

Corporate Office : Trade World, "C" Wing, 16<sup>th</sup> Floor, Kamala City, Senapati Bapat Marg, Lower Parel, Mumbai-400 013.  
Tel.No. 3041 8111. Fax No. 3041 8260

Visit us at : [www.lloyds.in](http://www.lloyds.in)

Dear Shareholder,

**Sub: Registration of E-mail ID for servicing of documents by the Company under the Companies Act,1956 – A Green Initiative by Ministry of Corporate Affairs, Govt. of India**

Ministry of Corporate Affairs ("MCA") vide its circular no. 17/2011 and 18/2011 dated 21<sup>st</sup> April, 2011 and 29<sup>th</sup> April, 2011 respectively has notified a "Green Initiative in the Corporate Governance", by allowing paperless compliances by Companies. In terms of the said circulars, the Companies are permitted to send Annual Reports and various notices / documents to the shareholders through electronic mode to the registered e-mail addresses of shareholders.

The "Green Initiative" proved a welcome step for benefits of society at large for creating sustainable greener environment and your Company continues to fully support the above initiative.

As a step forward to implement the above initiative, we propose to send documents such as notices of general meeting(s), annual reports and other shareholder communications to you by electronic mode. Hence, we appeal all the shareholders, who have yet to register their e-mail id, to register / update the same at the earliest in any of the following manner :

- By registering with your Depository Participant ("DP") in case the Company's shares are held in demat form.
- By returning the duly filled in form to the RTA, in case the Company's shares are held in physical form.

Please note that these documents shall be available on Company's website [www.lloyds.in](http://www.lloyds.in). and shall also be kept open for inspection by the Members at the registered office of the Company during office hours.

The Shareholders will also be entitled to receive Annual Reports & other communications, free of cost, upon receipt of a requisition from you, any time, as a member of the Company.

We are sure, that as a responsible citizen, you will whole heartedly support and co-operate with the Company in implementing this initiative of the MCA.

Best Regards,

**For Lloyds Metals and Energy Limited**

**Shyamal Padhiar**  
Company Secretary

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### E-COMMUNICATION REGISTRATION FORM

To,  
**Bigshare Services Private Ltd.**  
E-2/3, Ansa Industrial Estate,  
Sakivihar Road, Saki Naka,  
Andheri(East), Mumbai – 400072.

Date :

**UNIT – LLOYDS METALS AND ENERGY LIMITED**

Dear Sir,

**Sub : Registration of E-mail ID for serving of Notices / Annual Reports through electronic mode by Company**

We hereby register our E-mail ID for the purpose of receiving the notices, Annual Reports and other documents / information in electronic mode to be sent by the Company.

<b>Folio No. / DP ID / Client ID</b>	
<b>E-mail ID</b>	
<b>Name of the First / Sole Shareholder</b>	
<b>Signature</b>	

Note:

Shareholder(s) are requested to notify the Company as and when there is any change in the e-mail address.

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## LLOYDS METALS AND ENERGY LTD.

Regd. Office : Plot No. A 1-2, MIDC Area, Ghugus, Dist. Chandrapur, 442 505, Maharashtra.

DP ID *	
Client ID *	

### PROXY FORM

Folio No.	
No. of Shares	

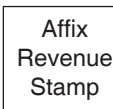
I /We \_\_\_\_\_

of \_\_\_\_\_

being Member/s of Lloyds Metals and Energy Limited, hereby appoint \_\_\_\_\_ of \_\_\_\_\_ or failing him \_\_\_\_\_

of \_\_\_\_\_ as my/ our proxy to vote for me/us on my/our behalf at the 36th Annual General Meeting of the Company to be held on **Friday, 19<sup>th</sup> July, 2013** at 12.30 p.m. at Plot No. A 1-2, MIDC Area, Ghugus, Dist. Chandrapur, 442 505, Maharashtra or at any adjournment thereof.

Signed at \_\_\_\_\_ this day of \_\_\_\_\_ 2013



Note : This form duly completed and signed must be deposited at the Registered Office of the Company not less than 48 hours before the Meeting.

\* Applicable for investors holding shares in electronic form.

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## LLOYDS METALS AND ENERGY LTD.

Regd. Office : Plot No. A 1-2, MIDC Area, Ghugus, Dist. Chandrapur, 442 505, Maharashtra.

### 36<sup>th</sup> Annual General Meeting

DP ID *	
Client ID *	

### ATTENDANCE SLIP (To be handed at the entrance of the Meeting Hall)

Folio No.	
No. of Shares	

I, Certify that I am a registered Member/ Proxy for the registered Member of the Company, I hereby record my presence at the 36<sup>th</sup> Annual General Meeting of the Company held at Plot No.A 1-2, MIDC Area, Ghugus, Dist. Chandrapur, 442 505, Maharashtra on **Friday, 19<sup>th</sup> July,2013** at 12.30 p.m.

Full Name of Member (in BLOCK LETTERS) \_\_\_\_\_

Name of the Proxy (in BLOCK LETTERS) \_\_\_\_\_

(To be filled in if the Proxy attends instead of Member/s)

Member's/Proxy'sSignature \_\_\_\_\_

\* Applicable for investors holding shares in electronic form.

## BOOK - POST

If undelivered please return to :

**BIGSHARE SERVICES PRIVATE LIMITED**

**(Unit : Lloyds Metals and Energy Ltd.)**

E-2/3, Ansa Industrial Estate, Sakivihar Road,  
Saki Naka, Andheri (East),

Mumbai - 400 072.

Phone : 022-4043 0200

Fax : 2847 5207





## Lloyds Metals and Energy Limited

Regd. Office : Plot No. A : 2, MIDC Area, Ghugus, Dist. Chandrapur, 442 505, Maharashtra. Tel: 07172 285099 / 063/398 Fax: 07172 285063  
Corporate Office : Trade World, "C" Wing, 16<sup>th</sup> Floor, Kamala City, Senapati Bapat Marg, Lower Parel, Mumbai-400 013 Tel.No: 3041 8111 Fax No: 3041 8263  
Visit us at : [www.lloyds.in](http://www.lloyds.in)

### FORM A

Format of covering letter of the Annual Audit Report to be filed with the Stock Exchanges

1.	Name of the Company	LLOYDS METALS AND ENERGY LIMITED
2.	Annual Financial Statements for the year ended	31 <sup>st</sup> March, 2013
3.	Type of Audit Observation	Un -Qualified
4.	Frequency of observation	N.A.
5.	<p> Babulal Agarwal Managing Director</p> <p> Shantanu Mohapatra Audit Committee Chairman</p> <p>For Todarwal &amp; Todarwal Chartered Accountants</p> <p> Sunil Todarwal Partner M.No.32512</p> <p>Date : 21.05.2013 Place : Mumbai</p> 	