

INERTIA STEEL LIMITED
CIN : L51900MH1984PLC033082

PART - I

(In Rupees)

Statement of Standalone Results for the Quarter and Year Ended 31/03/2016

PARTICULARS	QUARTER ENDED			YEAR ENDED	
	31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015
	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED	AUDITED
1. Income from Operations					
a) Net Sales / Income from operations	-	-	-	-	-
b) Other Operating Income	221320	48650	80000	359490	210000
Total Income from Operations (Net)	221320	48650	80000	359490	210000
2. Expenses					
a) Cost of Materials Consumed	-	-	-	-	-
b) Purchases of Stock-in-Trade	-	-	-	-	-
c) Changes in inventories of Finished goods, Work-in-progress and Stock-in-trade	-	-	-	-	-
d) Employee Benefits Expenses	-	-	-	-	-
e) Depreciation and Amortisation Expense	-	-	-	-	-
f) Listing Fees	-	-	-	227453	112360
g) Legal & Professional Expenses	23294	26612	29775	73142	67829
h) Other Expenses	17572	2000	15817	53202	25448
Total Expenses	40866	28612	45592	353797	205637
3. Profit from Operations before Other Income, Finance Costs & Exceptional Items (1-2)	180454	20038	34408	5693	4363
4. Other Income	-	-	-	-	-
5. Profit from Ordinary Activities before Finance Costs & Exceptional Items (3+4)	180454	20038	34408	5693	4363
6. Finance Costs	-	-	-	-	-
7. Profit from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)	180454	20038	34408	5693	4363
8. Exceptional Items	-	-	-	-	-
9. Profit from Ordinary Activities before tax (7-8)	180454	20038	34408	5693	4363
10. Tax Expenses					
Current Tax	1760	-	1400	1760	1400
Income tax of Earlier Year	-	-	-	-	-
11. Net Profit from Ordinary Activities after tax (9-10)	178694	20038	33008	3933	2963
12. Extraordinary items (Net of tax expense)	-	-	-	-	-
13. Net Profit for the period (11-12)	178694	20038	33008	3933	2963
14. Paid-up Equity Share Capital (Face Value per share : Rs. 10/-)	2488000	2488000	2488000	2488000	2488000
15. Reserves excluding Revaluation Reserves as per the audited Balance Sheet				(273071)	(277004)
16. Earnings Per Share (before and after extraordinary items) (of Rs.10 each) (not annualised)					
a) Basic	0.72	0.08	0.13	0.02	0.01
b) Diluted	0.72	0.08	0.13	0.02	0.01

NOTES :-

- 1) The above results have been approved and taken on record by the Board of directors meeting held on 25th May, 2016.
- 2) The company is operating in one segment only.
- 3) The accounts have been prepared using the same Accounting Policies and Standards as those followed in previous years. The previous figures have been regrouped, reclassified and recast wherever necessary.

Mumbai
Date: 25th May, 2016



For Inertia Steel Limited

(Signature)

(Hari Gopal Joshi)
Chairman
(DIN - 00024800)

INERTIA STEEL LIMITED
CIN : L51900MH1984PLC033082

Statement of Assets and Liabilities

(In Rupees)

PARTICULARS	AS AT 31.03.2016	AS AT 31.03.2015
	AUDITED	AUDITED
A. EQUITY AND LIABILITIES		
1. Shareholders' Funds :		
(a) Share Capital	2488000	2488000
(b) Reserves and Surplus	(273071)	(277004)
Sub-total - Shareholders' Funds	2214929	2210996
2. Current Liabilities		
(a) Other Current Liabilities	6298524	6298268
(b) Short Term Provisions	3160	1400
Sub-total - Current Liabilities	6301684	6299668
TOTAL - EQUITY AND LIABILITIES	8516613	8510664
B. ASSETS		
1. Non Current Assets		
(a) Long Term Loans and Advances	1283156	1283156
Sub-total - Non Current Assets	1283156	1283156
2. Current Assets		
(a) Trade Receivables	2023395	1663905
(b) Cash and Bank Balances	288023	642964
(c) Short Term Loans and Advances	4922039	4920639
Sub-total - Current Assets	7233457	7227508
TOTAL - ASSETS	8516613	8510664

Mumbai
Date: 25th May, 2016



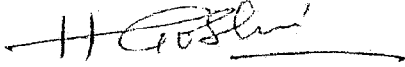
For Inertia Steel Limited

H. G. Joshi
(Hari Gopal Joshi)
Chairman
(DIN - 00024800)

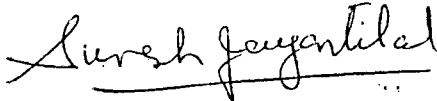
FORM A
(FOR AUDIT REPORT WITH UNQUALIFIED OPINION)
[Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

1.	Name of the Company:	INERTIA STEEL LIMITED
2.	Annual Financial Statements for the year ended	31st March, 2016
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	Not Applicable

**For and on behalf of the
Board of Directors**



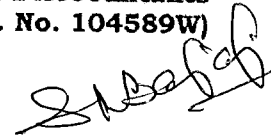
HARI GOPAL JOSHI
Director



SURESH J. AJMERA
Director & Chairman of Audit Committee

**For Kaloti & Lathiya
Chartered Accountants
(Firm Reg. No. 104589W)**





Sanjeev Bajaj
Partner
M. No. 107678



Kaloti & Lathiya

Chartered Accountants

Geetai, Plot No -F/1.146,Guru Sahani Nagar, N-4, CIDCO, Aurangabad.E - mail : bajajsbajaj@rediffmail.com,Tel. : (O) 2443050 Cell : 9822333325

INDEPENDENT AUDITORS' REPORT

To,

The Members of Inertia Steel Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Inertia Steel Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit & Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors are responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including, Accounting Standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that gives true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016 and its profit and its cash flows for the year ended on that date.

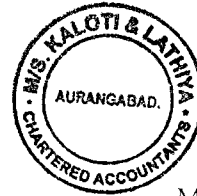
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we further report that:
 - a. we have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the 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 aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules 2014;
 - e. On the basis of written representations received from the directors as on 31st March 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2016, from being appointed as a director in terms of Section 164(2) of the Act.
 - f. With respect to the adequacy of the Internal financial controls and financial reporting of the Company and the operating effectiveness of such control, refer to our separate report in Annexure – B.



- g. In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 2014:
- i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise;
 - iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

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



A handwritten signature in black ink, appearing to read "Sanjeev N. Bajaj".

Sanjeev N. Bajaj
Partner
Membership No : 107678

Place : **Aurangabad**
Date : **25.05.2016**

ANNEXURE A TO INDEPENDENT AUDITORS' REPORT

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

- i. The Company does not have any Fixed Assets , hence clause 3(i) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- ii. The Company does not have any Inventory , hence clause 3(ii) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, limited liability partnership firm, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly sub-clause (a), (b) and (c) of clause [iii] are not applicable.
- iv. In our opinion and according to the information and explanation given to us, the Company has complied with the provision of Section 185 and 186 of act, in respect of loan investment guarantees and security to the extent applicable.
- v. According to the information and explanations given to us, the Company has not accepted any deposits from the public and hence directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 of the Companies Act, 2013 and the Rules framed there under are not applicable for the year under audit.
- vi. According to the information and explanations given to us, the maintenance of cost records under Section 148 (1) of the Companies Act, 2013 is not applicable to the Company.
- vii. According to the information and explanations given to us in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues, including Income tax, Sales tax, Service tax and any other statutory dues with the appropriate authorities during the year.
 - (b) According to the information and explanations given to us, there are no dues of Income tax, Sales tax, Service tax and any other statutory dues which have not been deposited on account of any disputes.
 - (c) There has not been an occasion in case of the Company during the year under report to transfer any sum to the Investor Education and Protection Fund, hence clause 3(vii) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or banks at the balance sheet date.
- ix. The Company has not raised any money by way of initial public offer / further public offer (including debt instruments) / term loans. Accordingly, the provisions of clause 3(ix) of the Order are not applicable to the Company.



- x During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instances of material fraud on or by the Company noticed or reported during the year nor have we been informed of any such case by the management.
- xi The Company has not paid any managerial remuneration and hence the clause (xi) is not applicable.
- xii The Company is not a nidhi company and hence clause (xii) is not applicable.
- xiii According to the information and explanations given to us and the records of the Company examined by us, all the transactions with related parties are in compliance with Section 177 and 188 of the Companies Act, 2013 and has been properly disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv According to the information & explanation given to us and the records of the Company examined by us, no money was raised through preferential allotment / private placements of shares / fully / partly convertible debentures during the year under review, hence the provisions of clause 3(xiv) of the said order is not applicable to the Company.
- xv According to the information & explanation given to us, the Company has not entered into any non-cash transaction with directors or the persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi According to the information provided to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Therefore, paragraph 3(xvi) of the Order is not applicable to the Company.

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



A handwritten signature in black ink, appearing to read "Sanjeev N. Bajaj".

Sanjeev N. Bajaj
Partner
Membership No : 107678

Place : Aurangabad
Date : 25.05.2016

ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF INERTIA STEEL LIMITED

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

We have audited the internal financial controls over financial reporting of Inertia Steel Limited ("the Company") as at 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles.

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March , 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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



A handwritten signature in black ink, appearing to read "Sanjeev N. Bajaj".

Sanjeev N. Bajaj
Partner
Membership No : 107678

Place : **Aurangabad**
Date : **25.05.2016**