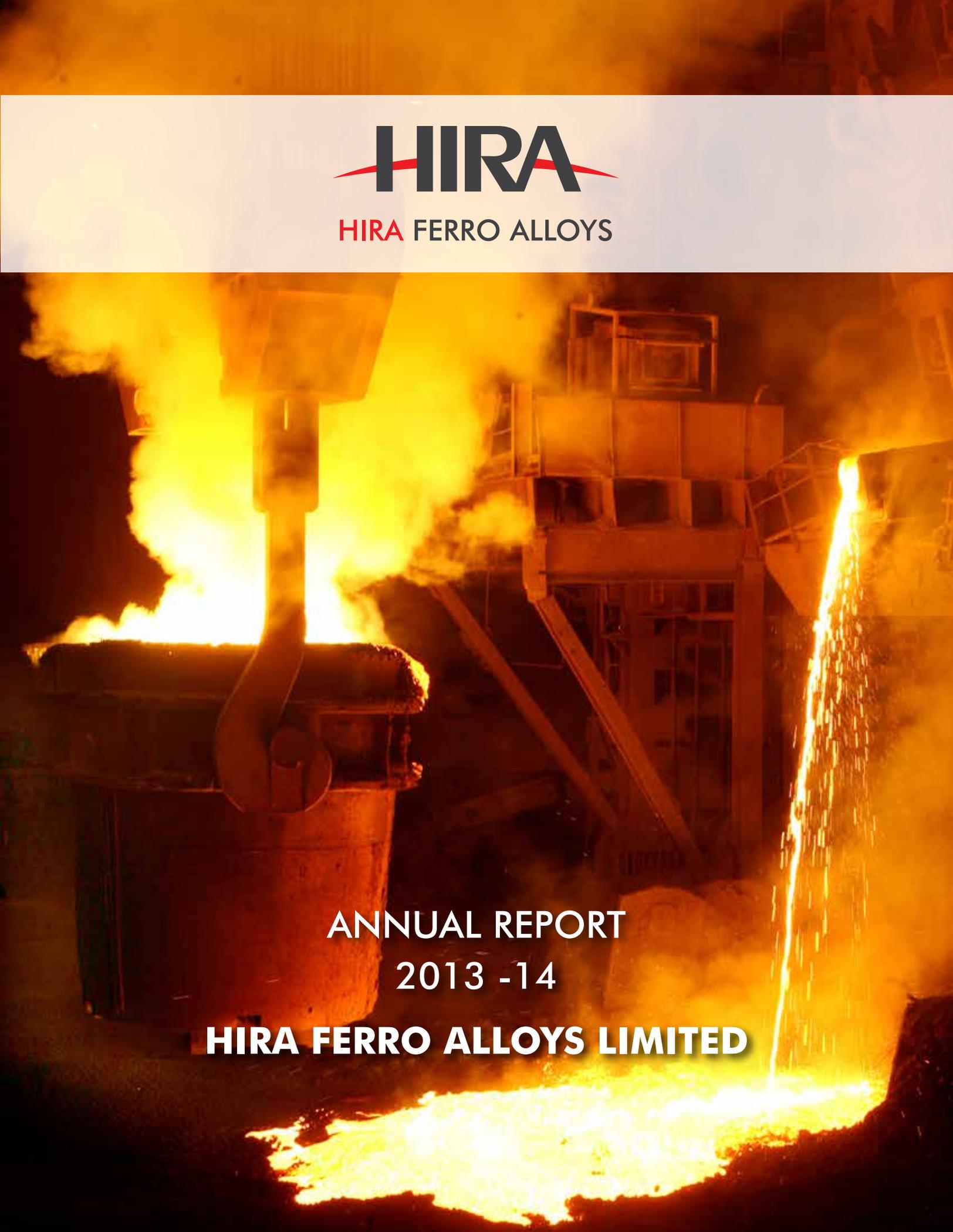


The logo for HIRA, featuring the word "HIRA" in a bold, black, sans-serif font. A red swoosh underline is positioned beneath the letters, starting under the 'H' and ending under the 'A'.

HIRA FERRO ALLOYS

A photograph of an industrial molten metal processing facility. The scene is dominated by bright orange and yellow light from molten metal. On the left, a large ladle is tilted, pouring molten metal into a container. On the right, a thick stream of molten metal falls from a higher level into a pool at the bottom. The background shows complex industrial structures and scaffolding, all bathed in the glow of the molten metal.

**ANNUAL REPORT
2013 -14**

HIRA FERRO ALLOYS LIMITED

BOARD OF DIRECTORS

Mr. Biswajit Choudhuri
Mr. N. P. Agrawal
Mr. B.N. Ojha
Mr. Arvind Dubey
Mr. Y. C. Rao

Chairman, Independent Director
Managing Director
Independent Director
Executive Director
Non- Executive Director

COMPANY SECRETARY

Mr. Mohit Chande

CHIEF FINANCIAL OFFICER

Mr. Dilip Chauhan (w.e.f. 24.05.2014)

AUDITORS

O.P. Singhanian & Co.
Chartered Accountants, Raipur

BANKERS

State Bank of India
Axis Bank Limited
IDBI Bank Limited

HOLDING COMPANY

Godawari Power and Ispat Limited
Plot No. 428/2 Phase I, Industrial Area,
Siltara- 493111
Raipur, Chhattisgarh

REGISTRAR AND TRANSFER AGENT

M/s. Link Intime India Private Limited,
C-13 Pannalal Silk Mill Compound, LBS Marg,
Bhandup (West), Mumbai - 400 078
E-mail : rnt.helpdesk@linkintime.co.in

REGISTERED OFFICE

567B, Urla Industrial Area,
Raipur -493221 Chhattisgarh
Tel: +91 – 771 - 4082350/ 4082360
Fax: +91 – 771 – 4082440
www.hiraferroalloys.com

CORPORATE OFFICE

Hira Arcade, Near New Bus Stand,
Pandri, Raipur 492 004, Chhattisgarh,
Tel.: +91 – 771 – 4082000/ 4082001
Fax: +91 – 771 – 4057601

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NOTICE OF ANNUAL GENERAL MEETING

TO ALL THE MEMBERS OF HIRA FERRO ALLOYS LIMITED

NOTICE is hereby given that the 30th Annual General Meeting of the Members of Hira Ferro Alloys Limited will be held on Saturday the 27th day of September, 2014 at 11:00 am at Second Floor, Hira Arcade, Near New Bus Stand, Pandri, Raipur, Chhattisgarh – 492001 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the company for the financial year ended 31st March 2014 along with the reports of the Board of Directors and Auditors thereon;
2. To declare dividend on Equity Shares for the financial year ended 31st March, 2014;
3. To appoint a Director in place of Shri Arbind Kumar Dubey (DIN 01075608), who retires by rotation and being eligible for reappointment offers himself for re-appointment;
4. To consider and, if thought fit, to pass the following resolution, with or without modification as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013, M/s O.P. Singhania and Co., Chartered Accountants, Raipur with Firm Registration Number 002172C be and are hereby re-appointed as statutory auditor of the Company from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting at a remuneration to be decided mutually, by the Board of Directors of the Company and the M/s O.P. Singhania and Co., Chartered Accountants.”

SPECIAL BUSINESS:

5. To appoint a Director in place of Shri Bhrihu Nath Ojha (DIN: 02282594), who retires by rotation and being eligible for reappointment offers himself for reappointment and in this regard to consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 149,150,152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, Shri Bhrihu Nath Ojha (DIN: 02282594), Independent Director of the Company who retires by rotation at the Annual General Meeting and in respect of whom the company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years for a term up to the conclusion of the Annual General Meeting of the Company in the calendar year 2019.”

6. To appoint Shri Biswajit Choudhuri (DIN: 00149018) as Independent Director and in this regard to consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 149,150,152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, Shri Biswajit Choudhuri (DIN: 00149018), Independent Director of the Company whose period of office is liable to determination by retirement of directors by rotation and in respect of whom the company has received a notice in writing from a member proposing his candidature to the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years for a term up to the conclusion of the Annual General Meeting of the Company in the calendar year 2019.”

7. To approve the remuneration of the Cost Auditors for the financial year ending March 31, 2015 and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the Cost Auditors appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2015, be paid the remuneration as set out in the Statement annexed to the Notice convening this Meeting;

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

8. To approve the Leave and License agreement to be entered between the Company and M/s Raipur Complex for taking on rent the office premises at Hira Arcade, Pandri, Raipur, Chhattisgarh and to consider and, if thought fit to pass, with or without modification(s) the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to Section 188 and any other applicable provisions of the Companies Act, 2013, and Rules made thereunder (including any statutory modifications or re-enactments thereof for the time being in force), and subject to such approval(s), consent(s), permission(s) and sanction(s) as may be necessary, the Consent of the Company be and is hereby accorded to enter into leave and license agreement, with M/s Raipur Complex for taking on rent the office premises at Hira Arcade, Pandri, Raipur, Chhattisgarh on the following term(s) & conditions:

S . no	Period of Contract/ agreement	Contract value proposed (Amount in Rupees)
1.	For a period of 11 month w.e.f. 01.10.2014 which shall be further renewed at the option of the Licensee, for four more terms of 11 months each	The license fee shall be ₹ 15000 per annum (plus applicable taxes if any) during the currency of the agreement, and on each renewal of the agreement the license fee may be increased by not more than 10%.

By Order of the Board

Sd/-

Mohit Chande
Company Secretary

Place: Raipur

Date: 13.08.2014

NOTES

1. Proxy

A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself on a poll only and the proxy need not be a member of the company. Proxy forms should be deposited at the Registered Office of the Company not less than 48 hours before the time fixed for the meeting.

2. Book Closure

The Register of Members and share transfer books of the Company shall remain closed from 19.09.2014 to 27.09.2014 (both days inclusive) for the purpose of the Annual General Meeting and payment of dividend for the year ended 31st March, 2014.

3. Payment of Dividend

The dividend on equity Shares for the year ended 31st March 2014, will be paid after declaration by the members:

In respect of shares held in physical form, to those members whose names appear on the Register of Members of the Company on 19.09.2014 after giving effect to all valid share transfers lodged with the Company on or before 27.09.2014.

The members are hereby informed that the company would transfer the dividends, which remain unclaimed over a period of 7 years, to the Investor Education and Protection Fund (IEP Fund) constituted by the Central Government under section 205C of the Companies Act, 1956.

4. Corporate Members are requested to send to the Registered Office of the Company a duly certified copy of the Board Resolution, pursuant to Section 113 of the Companies Act, 2013, authorizing their representative to attend and vote at the Annual General Meeting.

5. Members / proxy holders are requested to bring their attendance slip duly signed so as to avoid inconvenience.

6. Members holding shares in physical form are requested to advise any change in their registered address, to the

Company's Registrar and Share Transfer Agent, Link Intime India Private Limited, Mumbai quoting their folio number. Members holding shares in electronic form must send the advice about change in their registered address or bank particulars to their respective Depository Participant and not to the Company.

7. Members desiring any information on the accounts of the Company are requested to write to the Company at least 10 days in advance so as to enable the Company to keep the information ready.
8. In all correspondence with the Company or with its Share Transfer Agent, members are requested to quote their folio number and in case the shares are held in the dematerialized form, they must quote their Client ID Number and their DPID Number.
9. Information with respect to the details of the Directors seeking appointment/re-appointment are given in the additional information on Directors recommended for appointment/reappointment forming part of this notice.
10. The Copies of resolutions of the Board is available for inspections by members at the registered office of the company during working hours on any working day till the date of the Annual General Meeting.
11. The following are the details of dividends paid by the Company and respective due dates for transfer of unclaimed dividend to such IEP Fund of the Central Government:

Year of Dividend	Date of Declaration	Due date for transfer to IEP Fund
2006-07	25.09.2007	24.10.2014
2007-08	23.09.2008	22.10.2015
2008-09	22.09.2009	21.10.2016
2009-10	25.09.2010	24.10.2017
2010-11	30.09.2011	29.10.2018
2011-12	29.09.2012	28.10.2019
2012-13	28.09.2013	27.10.2020

Further, the company shall not be in a position to entertain the claims of the shareholders for the unclaimed dividends which have been transferred to the credit of the Investor Education and Protection Fund of the Central Government under the provisions of section 205A of the Companies Act 1956.

12. Investors holding physical shares are advised to forward the particulars of their Bank Account, name, branch and address of the bank immediately, if not sent already, so as to enable us to incorporate the same on dividend warrants.
13. The Securities and Exchange Board of India vide its Circular No. CIR/CFD/DIL/7/2011 dated October 05, 2011 has made amendments to Clause 32 of the Listing Agreement directing listed companies to send soft copies of the annual report to those shareholders who have registered their email address. Sections 101 and 136 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and Companies (Accounts) Rules, 2014 permit companies to send notice and financial

statements through electronic mode. In view of the same, shareholders are requested to update their email IDs with their depository participants where shares are held in dematerialised mode and where the shares are held in physical form to update the same in the records of the Company in order to facilitate electronic servicing of annual reports and other documents.

14. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during normal business hours (9.00 am to 5.00 pm) on all working days except Saturdays, up to and including the date of the Annual general Meeting of the Company.

By Order of the Board

Sd/-

Mohit Chande
Company Secretary

Place: Raipur

Date: 13.08.2014

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

Item No. 5:

Mr. Bhrigu Nath Ojha is a Non- Executive Independent Director of the Company. He joined the Board of Directors of the Company in August 6, 2011. Mr. B.N. Ojha is the Chairman of Remuneration Committee and Stakeholder Relationship Committee and Member of Audit Committee. He also holds the Chairmanship/ Membership in other companies which are as under:

Sl. No	Name of the Company	Name of the Committee	Chairman/ Member
1.	Godawari Power and Ispat Ltd.	Audit Committee	Member
		Stakeholders Relationship Committee	Chairman
		Nomination and Remuneration Committee	Member
		Risk Management Committee	Member
		Nomination Committee	Member
2.	Ardent Steel Limited	Audit Committee	Member
3.	Godawari Green Energy Limited	Audit Committee	Member

Mr. Bhrigu Nath Ojha holds degree of B. E. (Electrical). He has experience in building, developing, managing and directing power organizations. He has been associated with NTPC, Nuclear Power Corporation of India limited, Regional Electricity Boards, Northern Coal Field Ltd. and Diamond Valley Corporation. He holds directorship in Godawari Power and Ispat Limited (Holding Company), Ardent Steel Limited, Pragati Power Corporation Limited, Indraprastha Power Generation Company Limited and Godawari Green Energy Limited.

Mr. Bhrigu Nath Ojha does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

Mr. Bhrigu Nath Ojha retires by rotation at the ensuing Annual General Meeting under the erstwhile applicable provisions of Companies Act, 1956. In terms of Section 149 and any other applicable provisions of the Companies Act, 2013, Mr. Bhrigu Nath Ojha being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director for five consecutive years for a term upto the conclusion of the Annual General Meeting of the Company in the calendar year 2019. A notice has been received from a member proposing Mr. Bhrigu Nath Ojha as a candidate for the office of Director of the Company.

In the opinion of the Board, Mr. Bhrigu Nath Ojha fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter of appointment of Mr. Bhrigu Nath Ojha as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working days.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Mr. Bhrigu Nath Ojha as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Mr. Bhrigu Nath Ojha as an Independent Director, for approval by the shareholders of the Company.

Except Mr. Bhrigu Nath Ojha, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 5. .

Item No. 6:

Mr. Biswajit Choudhuri is a Chairman cum Non- Executive Independent Director of the Company. He joined the Board of Directors of the Company in November 9, 2011. Mr. Biswajit Choudhuri is the Chairman of the Audit Committee and Corporate Social Responsibility Committee and Member of Remuneration Committee and Stakeholder's Relationship Committee of the Company. He also holds the Chairmanship/Membership in other companies which are as under:

S. No	Name of the Company	Name of the Committee	Chairman/ Member
1	Aditya Birla Chemicals (India) Ltd. (Formerly Bihar Caustic & Chemicals Ltd.)	Audit Committee	Chairman
		Shareholders' Grievances Committee	Member
		Remuneration Committee	Member
2	Ludlow Jute & Specialities Ltd. (Formerly Aekta Ltd)	Audit Committee	Member
		Remuneration Committee	Member
3	Godawari Power and Ispat Ltd.	Audit Committee	Chairman
		Risk Management Committee	Chairman
		Nomination & Remuneration Committee	Chairman
4	Hindusthan Engineering & Industries Ltd.	Audit Committee	Chairman
		Remuneration Committee	Chairman

Mr. Biswajit Choudhuri holds degree of B. Tech (Hons). He is a Fellow Member of ICWAI and Indian Institute of Banking and Finance. He has experience of more than 45 years in Engineering, Banking and Finance Management. He has acted as Director and Member of various Boards and Councils. He is the Ex- CMD of United Bank of India. He holds directorship in Godawari Power and Ispat Limited, Aditya Birla Chemicals (India) Limited, Hindusthan Engineering & Industries Limited, Ludlow Jute & Specialities Limited, Maithan Alloys Limited and Khaitan Electricals Limited.

Mr. Biswajit Choudhuri does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

Mr. Biswajit Choudhuri is a director whose period of office is liable to determine by retirement of directors by rotation under the erstwhile applicable provisions of the Companies Act, 1956. In terms of section 149 and other applicable provisions of the Companies Act, 2013, Mr. Biswajit Choudhuri being eligible and offering himself for appointment, is proposed to be appointed as an Independent director for five consecutive years for a term upto the conclusion of the Annual General Meeting of the Company in the calendar year 2019. A notice has been received from a member proposing Mr. Biswajit Choudhuri as a candidate for the office of Directors of the Company.

In the opinion of the Board, Mr. Biswajit Choudhuri fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management.

Copy of the draft letter of appointment of Mr. Biswajit Choudhuri as an Independent Director would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working days.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Mr. Biswajit Choudhuri as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Mr. Biswajit Choudhuri as an Independent Director, for approval by the shareholders of the Company.

Except Mr. Biswajit Choudhuri, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 6. .

Item No. 7:

The existing Articles of Association are based on the Table A of Companies Act, 1956 and several regulations in the existing Articles of Association contain references to specific sections of the Companies Act, 1956 and some regulations in the existing Articles of Association are no longer in conformity with the Act.

The Companies Act, 2013 is now largely in force. On September 12, 2013, the Ministry of Corporate Affairs ("MCA") had notified 98 Sections for implementation. Subsequently, on March 26, 2014, MCA notified most of the remaining Sections (barring those provisions which require sanction / confirmation of the National Company Law Tribunal ("Tribunal") such as variation of rights of holders of different classes of shares (Section 48), reduction of share capital (Section 66), compromises, arrangements and amalgamations (Chapter XV), prevention of oppression and

mismanagement (Chapter XVI), revival and rehabilitation of sick companies (Chapter XIX), winding up (Chapter XX) and certain other provisions including, inter alia, relating to Investor Education and Protection Fund (Section 125) and valuation by registered valuers (Section 247). However, substantive sections of the Act which deal with the general working of companies stand notified.

With the coming into force of the Act several regulations of the existing Articles of Association of the Company require alteration or deletions in several articles. Given this position, it is considered expedient to wholly replace the existing Articles of Association by a new set of Articles.

The new Articles of Association to be substituted in place of the existing Articles of Association are based on Table 'F' of the Act which sets out the model articles of association for a company limited by shares.

The proposed new draft AOA is being uploaded on the Company's website for perusal by the shareholders.

As per the provisions of section 14 and other applicable provisions of the Companies Act, 2013 consent of the Members is required by way of Special Resolution to adopt a new set of Articles of Association of the Company. Therefore, your Directors recommend the resolution for approval as a Special Resolution as set out under Item No. 7.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 7.

Item No. 8:

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of M/s Sanat Joshi & Associates, Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending March 31, 2015 at a remuneration of ₹ 25,000/-.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 8 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending March 31, 2015.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.8.

Item No. 9:

Pursuant to the provision of Section 188 of the Companies Act, 2013 and rules made there under (including any statutory modifications or re- enactments thereof for the time being in force), Company shall not enter into any contract or arrangement with a related party with respect to leasing of Property of any kind without shareholders approval by way of special resolution.

M/s. Raipur Complex is a Partnership Firm in which Shri Narayan Prasad Agrawal is a partner and he is also Managing Director of the Company and is concerned & interested in the agreement, as per section 2(76) of Companies Act, 2013. The nature,

material terms, monetary value and particulars of the contract or arrangement has been provided in the resolution proposed.

The Premises are situated in the heart of the city of Raipur and is conveniently located for handling various activities relating to the company. The company has hired 1923 sq. ft. of these premises in the year 2012 and since then it is running its Corporate Office affairs from the same premises. The proposed rent of Rs.15,000 per month including the increase of 10% is quite reasonable and no alternative premises can be hired at such an economical rent in the close vicinity as the present premises. As per the general market practices, the agreement is proposed to be renewed for a period of 11 months which can be renewed further period of 11 months each from time to time.

None of the Directors and Key Managerial Personnel of the Company and their relatives except Shri Narayan Prasad Agarwal is concerned or interested, financial or otherwise, in the resolution set out at Item No.9.

Your Directors recommend the resolution at Item No. 9 for your approval.

DETAILS OF DIRECTOR SEEKING APPOINTMENT/RE-APPOINTMENT:

Item No. 3: Re-appointment of Mr. Arbind Kumar Dubey:

In terms of Section 149, 152 and any other applicable provisions of the Companies Act, 2013, effective from 1st April, 2014 Mr. Arbind Kumar Dubey shall retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

Mr. Arbind Kumar Dubey joined the Board of Directors as Director on 6th August, 2011 and as a Whole time director for a period of 5 years w.e.f 6th August, 2011. The said appointment was approved by the members at their Annual General Meeting held on 30th September, 2011 by way of Ordinary resolution. Mr. Arbind Kumar Dubey holds degree of B.Com. He has experience of more than 25 years in General Administration and Marketing. He holds directorship in Hira Energy Limited, Jai Ambey Wire Exim Private Limited and Jai Ambey Wire Private Limited. He does not hold any membership in any of the Committee.

Mr. Arbind Kumar Dubey does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

Upon his re-appointment as a Director, Mr. Arbind Kumar Dubey shall continue to hold office as a Whole-time Director. Accordingly, the Board recommends his re-appointment.

Except Mr. Arbind Kumar Dubey, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the agenda Item No. 3.

By Order of the Board

Place: Raipur
Date: 13.08.2014

Sd/-
Mohit Chande
Company Secretary

DIRECTORS' REPORT

To
Dear Members,

Your Directors have pleasure in presenting the 30th Annual Report of your Company along with the Audited Accounts for the financial year ended 31st March, 2014. The Summary of Financial results for the year ended 31st March, 2014 is as under:

(₹ in Crores)

FINANCIAL RESULTS	2013-14	2012-13
Net Sales	212.75	443.92
Other Income	1.01	3.63
Total Income from Operations	213.76	447.55
Profit before Interest, Depreciation and Tax	20.56	21.07
Finance Charges	7.67	10.44
Depreciation & Amortization Expenses	8.61	8.53
Profit before Tax	4.28	2.10
Less: Provision for Income Tax, Tax related to earlier years & Wealth Tax Provision	1.57	(1.73)
Net Profit after Tax	2.71	3.83
Add: Balance brought forward from previous year	100.57	99.61
Profit available for appropriations	103.28	103.44
Appropriations:		
Proposed Dividend	1.17	1.17
Tax on proposed dividend	0.20	0.20
Transfer to General Reserve	1.50	1.50
Balance carried to Balance Sheet	100.40	100.57

DIVIDEND

The Board of Directors are pleased to recommend payment of dividend @ ₹ 0.60/- per share on paid up equity share capital of ₹ 19,58,85,000 divided into 1,95,88,500 equity shares of ₹ 10/- each {P.Y. ₹ 0.60/- per share}. The total outflow on account of dividend shall be ₹ 1.37 Crores (P.Y. ₹ 1.37 Crores) including dividend distribution tax. The dividend shall be paid, subject to the approval of shareholders in the ensuing AGM, to all those shareholders whose names appear in the register of members as on Book Closure date fixed for the payment of dividend. The Company has transferred an amount of ₹ 1.50 crores to general reserves from the surplus balance in the statement of Profit and loss account.

OPERATIONAL & FINANCIAL PERFORMANCE REVIEW

The company achieved a gross sale of ₹ 230.69 Crores only during the financial year 2013-14 as compared to ₹ 458.05 Crores during the financial year 2013-14, registering a reduction of 49.64%. The Company has also achieved a trading turnover of Iron & steel products (i.e. HB Wires, MS Round in Coil, MS Bar Plain & TMT Bar including Waste & Scrap) of ₹ 18.19 crores only during the FY14 as compared to ₹ 269.35 crores previous year FY13, registering a reduction of 93.24%. The reduction in gross sales and trading sales was mainly because of the Company has discontinued the trading activities.

The Ferro Alloys division of the Company registered net sales of ₹ 177.60 Crores as compared to ₹ 155.93 Crores during the previous year. In terms of volume, the sale of Ferro alloys increased to 31,180 MTs from 30,648 MTs during the year registering a marginal growth of 1.74%. The sale of electricity division increased to ₹ 35.84 Crores as against sale of ₹ 21.37 Crores during the year registering a growth of 67.71%. Your Company has sold 73503586 KWH of power as compared to 46074770 KWH during the previous year which registering a growth of 59.53%.

Your company has achieved the net profit of ₹ 2.05 Crores as compare to previous year net profit of ₹ 2.10 Crores. The market conditions for ferro alloys demand remains subdued to on prevailing environment, the performance of the Company during the current year shall depend upon the prevailing conditions.

VOLUNTARY DELISTING OF SHARES

The Board of Directors of your company has approved the proposal for voluntary delisting of 19588500 equity shares of ₹ 10/-each fully paid up from BSE Limited(BSE) and Madhya Pradesh Stock Exchange Limited (MPSE) on 8th February, 2014 and subsequently the Shareholders of the Company have been also approved the proposal on 25th March, 2014 by way of postal ballot under Regulation 8 (b) (i) of Securities and Exchange Board of India, (Delisting of Equity Shares) Regulation, 2009 for voluntary delisting of shares of the Company.

M/s Hira Infra-Tek Limited, A Promoter Group Company (the "Acquirer") has made a voluntary delisting offer ("Offer"/"Delisting Offer") for acquisition of 53,74,218 fully paid-up equity shares of face value of ₹ 10 each("Equity Shares"), representing 27.44% of the total equity share capital from the public shareholders of Hira Ferro Alloys Limited, pursuant to the reverse book building process under the provisions of the Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009, as amended ("Delisting Regulations") to consolidate their shareholding in the Company which will provide increased operational flexibility to support the Company's business and to provide exit opportunity to the public shareholders.

The BSE and MPSE have issued their in-principle approval to the Delisting Offer subject to compliance with the Delisting Regulations vide their letter dated 29th April, 2014 and 30th April, 2014 respectively. The public announcement dated 15th May, 2014 issued by the Acquirer and published on 16th May, 2014 and the dispatch of letter of offers dated 20th May, 2014 along with the bid forms etc., has been sent to all public shareholders as on Specified Date (i.e. 16th May,2014). The bidding through Reverse Book Building Process (RBP) at BSE under the delisting offer was opened on 12th June, 2014 and closed on 18th June, 2014. The 39,62,999 Equity Shares (20.24%) have been validly tendered at or below the Exit Price (i.e. 32.00 per shares) as announced by acquirer vide its post offer public announcement dated 26th June, 2014. The Acquirer has acquired 39,62,999 Equity Shares at the Exit Price on 4th July, 2014. Post acquisition of these Equity Shares, the shareholding of the Promoters and Promoter Group of the Company has been increased from 1,42,14,282 Equity shares (72.56%) to 1,81,77,281 Equity Shares (92.80 %) of the Company.

The trading in the equity shares of the Company has been discontinued w.e.f. 4th August, 2014 on BSE & MPSE {traded under the Permitted Category at National Stock Exchange Limited (NSE)}. The BSE and MPSE have issued their final delisting approval to the Delisting Offer vide their letter dated 30th July, 2014 and 5th August, 2014 respectively and the equity shares of the Company will be delisted w.e.f 11th August, 2014.

All the Public Shareholders of the Company who did not or were not able to participate in the RBP or who unsuccessfully tendered their Equity Shares in the RBP, will be able to offer their Equity Shares to the Acquirer at the Exit Price at any time during the next twelve (12) months from the 11th August, 2014 (i.e. date of delisting of the Equity Shares from the BSE and the MPSE).

During the year the shares of the Company have also been delisted from Delhi Stock Exchange Limited (DSE) and Madras Stock Exchange Limited (MSE) w.e.f. 8th April, 2013 & 26th July, 2013 respectively.

PUBLIC DEPOSITS

Your company has not accepted any deposits from Public within the meaning of section 58A of the Companies Act, 1956.

PARTICULARS OF EMPLOYEES

Particulars of the employees as required under the provisions of section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended are not attached with this report since there was no employee who was in receipt of remuneration in excess of limits prescribed under the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particular of Employees), Rules 1975.

DISCLOSURE OF PARTICULARS

As required under section 217(1) (e) of the Companies Act, 1956 read with Rule 2 of the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 the particulars relating to conservation of Energy, R & D, Technology Absorption and Foreign Exchange Earnings / Outgo are annexed with this report.

CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION & ANALYSIS

Your Company has been practicing good Corporate Governance over the time. In addition to basic governance issue the board lays strong emphasis on transparency, accountability and integrity for building investor confidence, improve investor's protection and maximize long-term shareholder value. A separate report on Corporate Governance Compliance and a Management Discussion and Analysis Report as stipulated by the Clause 49 of the Listing Agreement forms part of the Annual Report along with the required Certificate regarding compliance of the conditions of Corporate Governance as stipulated by Clause 49 of the Listing Agreement. In compliance with Corporate Governance requirements as per Clause 49 of the Listing Agreement, your Company has formulated and implemented a Code of Business Conduct and Ethics for all Board members and senior management personnel of the Company, who have affirmed the compliance thereto.

DIRECTORS

As per Section 152 of the Companies Act, 2013 and Article of Association of the Company, Shri Arbind Kumar Dubey (DIN: 01075608) is liable to retire by rotation and being eligible offer himself for re-appointment.

Pursuant to the provisions of Section 149 of the Companies Act, 2013, Shri Biswajit Choudhuri (DIN: 00149018) and Shri Bhrihu Nath Ojha, (DIN : 02282594) Independent Directors of the Company shall be reappointed for a period of 5 years. The Company has received requisite notices in writing from a member proposing Shri Biswajit Choudhuri and Shri Bhrihu Nath Ojha for appointment as Independent Directors.

The Company has received declaration from Shri Biswajit Choudhuri and Shri Brighu Nath Ojha Independent Directors of the Company confirming that they meet the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Companies Act, 2013 and under Clause 49 of the Listing Agreement with the Stock Exchanges.

The Board recommends re-appointment of aforesaid Directors.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 217(2AA) of the Companies Act, 1956 and on the basis of the confirmation made by the Management and Chief Financial Officer of the Company, your Directors state:

- a) That in the preparation of the annual accounts, the applicable accounting standards have been followed;
- b) That your Directors have selected such accounting policies and applied them consistently, and made judgment and estimates that are 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 of the company for that period;
- c) That your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of your company and for preventing and detecting fraud and other irregularities; and
- d) That your Directors have prepared the annual accounts on a going concern basis.

RE-APPOINTMENT OF STATUTORY AUDITOR

M/s O.P. Singhania and Co., Chartered Accountants, with Firm Registration Number 002172C, Auditors of the Company, hold office until the conclusion of the forthcoming Annual General Meeting and being eligible have offered themselves for re-appointment. The Company has received a certificate from them to the effect that their re-appointment, if made, would be within the limits prescribed under Section 141 (3) (g) of the Companies Act, 2013 and also satisfies the criteria as mentioned under Section 141 and they have obtained peer review certificate as required under SEBI Guidelines for appointment of Statutory Auditors of listed companies.

AUDITORS' REPORT

There are no qualifying remarks in the Auditor's Report on the Accounts of the company for the financial year 2013-14 and hence does not require any clarification.

APPOINTMENT OF COST AUDITOR

The M/s. Sanat Joshi & Associates was appointed as Cost Auditor of the company to conduct audit of cost accounting records maintained by the Company for the year ended 31st March, 2014.

BORROWING POWERS IN EXCESS OF PAID-UP CAPITAL AND FREE RESERVES AND POWERS TO CREATE CHARGE / MORTGAGE / HYPOTHECATION ON ALL OR ANY OF THE MOVABLE / IMMOVABLE PROPERTIES OF THE COMPANY:

As per the provisions of clause (c) of sub-section (1) of Section 180 of the Companies Act, 2013, the shareholders of the Company have passed the special resolution on 03rd January, 2014 through postal Ballot process, empowering the Board of Directors of the Company to borrow any sum or sums of money in excess of the aggregate of the paid up share capital and free reserves of the Company not exceeding the limit of ₹ 500.00 Cr.

Similarly, as per the provisions of clause (a) of sub-section (1) of Section 180 of the Companies Act, 2013, the shareholders of the Company have passed the special resolution on 03rd January, 2014 through postal Ballot process empowering the Board of Directors of the Company to create charge / mortgage / hypothecation on all or any of the movable / immovable properties of the Company.

CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY AND CSR COMMITTEE

In accordance with the provisions of Section 135 of the Companies Act, 2013, the Board of Directors of the Company at their meeting held on 24th May, 2014 have constituted Corporate Social Responsibility (CSR) Committee consisting of three Directors out of which one Director is an Independent Director.

The Composition of CSR Committee is as under:

Sl. No.	Name of the Member	Designation & Nature of Directorship
1.	Shri Biswajit Choudhuri	Chairman -Independent & Non Executive Director
2.	Shri Arbind Kumar Dubey	Member - Executive Director
3.	Shri Yarra Chandra Rao	Member-Non Executive Director

The said Committee has been entrusted with the responsibility of formulating and recommending to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, monitoring the implementation of the framework of the CSR Policy and recommending the amount to be spent on CSR activities

CODE OF CONDUCT

The Code of Conduct for the Directors and Senior Management Executives has been made applicable to all the Directors whether executive or non-executive including all Senior Management Executives of the Company. The Board members and Senior Management Executives of the Company have affirmed compliance with the Code of Conduct during the year and no violation of the same was reported. The Code of Conduct is also posted on the Company’s web-site.

INDUSTRIAL RELATIONS

Industrial relations in your company during the year was peaceful, cordial and healthy. Your company had been able to maintain peaceful industrial atmosphere and mutual trust between the management and the employees.

ACKNOWLEDGEMENTS

Your Directors would like to place on record their sincere appreciation of the exemplary service rendered by the entire workforce during the year under review. Further, your Directors would also like to appreciate the support received from Bankers. Last but certainly by no means least, your Directors would like to thank shareholders, customers and the public at large for their continued support and confidence.

For and on behalf of the Board

Raipur
09.08.2014

Biswajit Choudhuri
Chairman

ANNEXURE TO THE DIRECTORS' REPORT

Particulars as required under Section 217(1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1998:

A. CONSERVATION OF ENERGY

Measures taken for Conservation of Energy: No additional measures have been taken during the financial year for conservation of energy.

FORM - A

(Form for Disclosure of particulars with respect to conservation of energy)

I. POWER & FUEL CONSUMPTION

Particulars	Units/Mts in Lacs		Total Amount (₹ In Lacs)		Average Amount Per Unit/MT	
	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
Electricity (Units)						
1. Purchase	144.39	134.34	786.70	690.07	5.44	5.14
2. Own Generation *	1458.07	1470.62	-	-	-	-
Coal & Coke (MTS)	1.66	1.61	3975.99	2985.50	2395.17	1854.34

*Excluding 21144058 (21112667) units of auxiliary consumption and transmission losses.

II. Consumption Per Unit of Production (Per MT)

Particulars	Production		Consumption of Fuel		Average Consumption	
	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
Electricity						
Ferro Alloys (MT)	31180.250	30647.940	145807169	146989538	4676	4795
Power (Units)	222462700	197058800	21144058	21112667	0.095	0.107
Fly Ash Bricks (Nos.)	-	2069390	-	72669	-	0.035
Coal and Coke						
Ferro Alloys (MT)	31180.250	30647.940	23675.730	21958.955	0.759	0.716
Power (Units)	222462700	197058800	303610.40*	285677.10*	1.36Kg	1.45Kg

* Including 59813.000 MTs (49087.011MT) of Rice Husk consumption & 78209.000MTs (75915.250 MT) of Dolochar consumption for Average calculation.

B. TECHNOLOGY, ABSORPTION, ADAPTATION & INNOVATION

FORM - B

Disclosure of particulars with respect to Technology Absorption Research & Development (R & D)

Specific areas in which R& D proposed to be carried out by the Company None

Benefits derived	Not Applicable
Expenditure on R & D	
a) Capital	Nil
b) Recurring	Nil
c) Total	Nil
d) Total R & D expenditure as a percentage of total turnover	Nil

Technology absorption and innovation Efforts made

Continuous efforts are being made towards improvements in existing production process.

Benefits

The Company is successful in improving the quality of its products and reducing specific consumption of inputs through efficient furnace operating practices.

Particulars of imported Technology during last 5 years Nil

C. FOREIGN EXCHANGE EARNING AND OUTGO

During the year under review,

Total Foreign Exchange used: 132.48 Lacs

For and on behalf of the Board

Raipur
09.08.2014

Biswajit Choudhuri
Chairman

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis discusses performance of your Company in the year 2013-14, in terms of financial, operating and strategic objectives. The commentary below should be read together with the Directors' Report and the audited Financial Statements that form part of the Annual Report.

Industries Scenario

Ferro Alloys

The Ferro Alloys Industry is an ancillary and vital industry producing basic alloys, which are required for the growth of the steel industry to cater to both domestic and international market. Ferro alloys are the intermediate products used in the making of steel as deoxidants and for rust proofing.

The products of the industry covered are manganese alloys (High Carbon, Medium Carbon and Low Carbon Ferro Manganese and Silicon Manganese), Ferro Silicon, Chrome Alloys (High Carbon, Medium Carbon and Low Carbon Ferro Chrome, Silico chrome), Noble Ferro Alloys (Ferro Molybdenum, Ferro Vanadium, Ferro Tungsten, Ferro Silicon Magnesium, etc. Manganese alloys for example act as oxidizing agents and lend hardness and strength to steel. All these alloys are an essential ingredient for the manufacture of steel and stainless steel. The capacity utilisation of the ferro alloy industry is only 65 percent for the manganese and chrome alloys. Domestic ferro alloy industry is not able to meet the steel industry expectation in spite of having enough capacity to manufacture ferro alloys. Ferro Alloys are additives used in the manufacture of steel, where their addition produces different grades of steel. These additives also find usage in the manufacture of cast iron. Ferro Alloys are primarily alloys of Iron mixed with other elements such as Manganese, Silicon, Chromium and Aluminium. The primary usage of Silico Manganese is the production of steel - a product whose consumption is soaring as emerging economies rush to invest in infrastructure development.

Power

The power sector in India had an installed capacity of 248.510 GW as of end May 2014. India became the world's third largest producer of electricity in the year 2013 with 4.8% global share in electricity generation surpassing Japan and Russia. Captive power plants have an additional 39.375 GW capacity. Non Renewable Power Plants constitute 87.55% of the installed capacity, and Renewable Power Plants constitute the remaining 12.45% of total installed Capacity. India generated around 967 TWh (967,150.32 GWh) of electricity (excluding electricity generated from renewable and captive power plants) during the 2013-14 fiscal. The total annual generation of electricity from all types of sources was 1102.9 Tera Watt-hours (TWh) in 2013.

In terms of fuel, coal-fired plants account for 59% of India's installed electricity capacity, compared to South Africa's 92%; China's 77%; and Australia's 76%. After coal, renewable hydropower accounts for 17%, renewable energy for 12% and natural gas for about 9%. In December 2011, over 300 million Indian citizens had no access to frequent electricity. Over one third of India's rural population lacked electricity, as did 6% of the urban population. Of those who did have access to electricity in India, the supply was intermittent and unreliable. In 2010, blackouts and power shedding interrupted irrigation and manufacturing across the country.

The International Energy Agency estimates India will add between 600 GW to 1200 GW of additional new power generation capacity before 2050. This added new capacity is equivalent to the 740 GW of total power generation capacity of European Union (EU-27) in 2005. The technologies and fuel sources India adopts, as it adds this electricity generation capacity, may make significant impact to global resource usage and environmental issues.

India's electricity sector is amongst the world's most active players in renewable energy utilization, especially wind energy.

Future Industry Outlook

Ferro Alloys

The outlook for ferro alloys appears robust. As demand for steel surges globally - particularly in the emerging Asian economies - the ferro alloy sector too can be expected to benefit. There are broad expectations that this business will see some incremental volumes in the coming year. The Company's facilities for ferro alloys are fully geared to take up this higher demand.

Power

For the next five years at least there are broad indications that the acute shortage of power will continue to bear on the economy. Although the Govt. is targeting higher generation under the public sector, there are ample investment opportunities in the private sector. The thrust thus far has been on thermal power generation in the resource rich regions of Chhattisgarh, Madhya Pradesh and Orissa. Similarly states like Himachal Pradesh and Arunachal Pradesh are showing keenness to develop their hydro-potential and have attracted a lot of private interest. Your Company remains committed to the merchant route to develop its power business.

Opportunities

Ferro Alloys

The demand for Ferro alloys is growing continuously world wide with its increasing variable uses. The infrastructure development in India and in the State added further momentum to the Industry. The Silico manganese will continue to contribute towards the growth of the company in the current year.

Power

Your Company would continue to optimize the power resources either for production of ferro alloys via captive consumption or for merchant sale of power through short term open access while complying with the captive power guidelines during the current year. The Company is also generating power through Bio-mass, which also contributes into the Growth of the Company.

Threats

Ferro Alloys

Given the buoyant demand for steel products, the outlook for ferro alloys appears positive. Realisations are expected to remain firm in the coming months the caveat here has been a matching increment in prices of ores. New ferro alloy capacities are expected to come on stream in the next few years - thereby causing pressure on prices. Being an important additive in steel making, the dynamics of the ferro alloy industry are intricately linked to those of steel. With the excess supply in the system, prices of steel remain under pressure everywhere except in the US. Raw material economics have lent momentum to steel prices

in the past and are expected to do so even now. But given the weak demand for steel and given the capacity creation in raw materials, they are unlikely to push steel prices higher. India has hit an economic speed-breaker and consequently the investment cycle is at its trough, with future steel projects on hold. There are signs of revival with domestic prices on the upswing in the year 2014 in line with the pick-up in demand in the construction industry and higher cost of production for steel manufacture.

Power

In light of the continued year-on-year increase in peak power deficit, the government is aggressively targeting capacity commissioning with accent on large-scale thermal plants. There yet remain regulatory complexities (resource sharing, environmental clearances and land holdings) at the /central State level that are delaying generation of this additional power.

ANALYSIS AND DISCUSSIONS ON FINANCIAL PERFORMANCE

Review of Operations

The Company's operations are divided into three segments i.e. Ferro alloys, Power Divisions and Trading of Goods. The Company is engaged in manufacturing ferro alloys consisting mainly of

Review of Financial performance:

(a) Net sales/ Income from operations:

The Company has achieved net sales turnover of manufactured goods ₹ 19426.36 lacs, as compared to ₹ 17644.01 lacs during the previous year registering a growth of 10.10%. The statement showing average realizations of major products is given below:-

SI No.	Products	FY 2013-2014			FY 2012-2013		
		Net Sales Qty	Net Sales (Value ₹ in Lacs)	Average Price Per Unit (₹)	Net Sales Qty	Net Sales (Value ₹ in Lacs)	Average Price Per Unit (₹)
1	Silico Manganese (MT)	30981.125	15796.10	50900	29633.400	15256.07	51480
2	Ferro Manganese (MT)	20.700	9.94	48019	17.000	7.82	46000
3	Ferro Silicon (MT)	64.100	36.33	56677	111.50	50.46	45260
4	Pig Iron (MT)	-	-	-	498.360	127.08	25500
5	Bricks (No.)	-	-	-	3298900	65.56	1.98
6	Power (Kwh)	73503586	3583.99	4.88	46074770	2137.02	4.64

(b) Cost of Raw Material and Components Consumed

The raw material cost which mainly consists of manganese ore, coal & coke and rice husk increased during the current financial year to ₹ 137.29 Crores as compared to ₹ 128.98 Crores during previous year. The Cost of Raw Material and Components Consumed has increased 6.44 % as compare to previous year due to increase in production volumes and prices of manganese ore and coal and coke, which could not be fully passed on to the consumer due to prevailing market conditions

(i) Operating & Other Expenses

The operating & other expenses have gone up from 5.46% of net sales to 14.15 % mainly due to significantly decrease in trading turnover.

(ii) Employees Cost

The employees cost during the year increased by

Silico Manganese. The power division of the Company is captive, except the Bio Mass Power plant, for which the Company is having long term PPA with State Electricity Board at tariff, determined by the Regulatory authority.

In fiscal 2014, the Company reported total revenue from operations (net) decreased during the Current Financial Year to ₹ 212.76 Crores from ₹ 443.91 Crores, registering a reduction of 52.07 % as compared to last fiscal. The decrease was mainly because of discontinuation of the trading of goods.

Ferro Alloys production in the year under review was 31180.250 MTs as compared to 30647.940 MTs in last year and the sale of silico manganese increased from 30260.26 MTs to 31065.925 MTs during the current year registering a growth of 2.66%. Your Company has sold 73503586 KWH of power as compared to 46074770 KWH during the previous year. The sale of Bricks decreased from 3298900 Units to nil Units due to temporarily suspension of production.

During the year under review the Company earned a Net Profit of ₹ 2.71 Crores, a reduction of 29.40 % as compared to ₹ 3.83 Crores in the previous year due to unfavorable market condition and increase in overhead expenses.

8.44 % to ₹ 8.86 Crores from ₹ 8.17 Crores due to annual increment in salaries of employee.

(iii) Operating Margins (EBIDTA)

During the year the operating margins of the Company increased from 4.75 % to 9.66 % of net sales. Operating margins of the Company have increased due to discontinuation of trading goods which is lower margins.

(iv) Interest & Financial Charges

The total finance cost during the year decreased from ₹ 10.44 Crores to ₹ 7.76 Crores.

(v) Depreciation and Amortization Expenses

The depreciation and amortization expense has gone up by ₹ 0.08 Crores. The Company has applied depreciation on straight line method as per rates prescribed under the Companies Act, 1956.

(c) Profit Before Tax

The Company has achieved net profit before tax and extra-ordinary items of ₹ 4.28 crores which is 2.01 % of net sales as against ₹ 2.10 crores, which was 0.47 % of net sales during the previous year.

(d) Provision for taxation

The provision for income tax is made as per provisions of the Income Tax Act. The profit of the power division is exempt u/s 80IA of the Income Tax Act.

(e) Appropriation

The Company has transferred ₹ 1.50 Crores (Previous year ₹ 1.50 Cr.) to the General Reserve during the year.

(f) Provision for Dividend & Dividend Tax

The Board of Directors of the Company has recommended a final dividend @ 6 % (₹ 0.60 paise per share) for the year ended 31st March 2014, subject to approval of the shareholders. Further provision of dividend distribution tax of ₹ 0.19 Crores has been made. The total outgo of funds on account of dividend payment including corporate tax on dividend for the year is ₹ 1.37 Crores.

(g) Fixed Assets

The net block of fixed tangible assets and intangible assets stood as on 31st March, 2014 and 31st March, 2013 at ₹ 116.26 Crores & 1.04 Crores respectively as compared to previous year of ₹ 123.08 Crores and 1.48 Crores.

(h) Inventories

The overall value of inventory of raw materials increased to ₹ 55.83 Crores as on 31st March 2014 as compared ₹ 32.59 Crores as on 31st March 2013.

(i) Loans & Advances

The non current loans and advances as on 31st March 14 stood at ₹ 3.03 Crores as compared to ₹ 2.67 crores as on 31st March 13. The current loans and advances stood at ₹ 37.95 Crores as on 31st March 14 as compared to ₹ 35.82 crores as on 31st March 13.

(j) Current Liabilities

The overall current liabilities stood at ₹ 80.85 Crores as on 31st March 14 as against ₹ 96.43 Crores as on 31st March, 2013.

(k) Secured and Unsecured Loans

At the end of year, the secured long term loans stood at ₹ 31.38 Crores in FY14 as against ₹ 28.72 Crores in FY13 and the secured short term loans stood at ₹ 31.88 Crores in FY14 as against ₹ 38.93 Crores in FY13. The Company has Short Term unsecured loans of ₹ 0.17 Crores in FY14 as compared to ₹ 0.53 Crores in FY 13. During the year Company has repaid long term loan of ₹ 11.69 Crores.

(l) Key Financial Indicators

The key financial ratios of the Company for the year

under review as compared to previous year as given below:

Particulars	FY14	FY13
EBDITA to Net Sales (%)	9.66	4.75
Profit after Tax to Net Sales (%)	1.27	0.86
Earning Per Share (₹)	1.38	1.96
Net Worth Per Share (₹)	67.01	66.33
Current Ratio	1.42	1.22
Debt Equity Ratio	0.24:1	0.22:1

SEGMENT-WISE PERFORMANCE

The Company operates in Ferro alloys, Power and Trading of Goods Segment. The key financial of the segments reporting are given in notes no. 30 "Notes to Financial Statement" to the Notes on Accounts.

INTERNAL CONTROL

The Company has an adequate system of internal controls aimed at achieving efficiency in operations, optimum utilisation of resources and compliance with all applicable laws and regulations. The internal controls and checks safeguard and protect the Company from loss or unauthorised use of its assets. All transactions are properly authorised, recorded and reported. An independent firm of Chartered Accountants has been appointed as internal auditor for conduct of the internal audit function. The observations and recommendations following such audit for improvement of the business operations and their implementation are periodically reviewed by the Management and the Audit Committee of the Board.

HUMAN RESOURCES

Your Company has a team of qualified and dedicated personnel who have contributed to the growth of the Company. The Company continues to retain and attract the quality and talented manpower. They have played significant role in growth of the Company and enabled Company to deliver superior performance during the year.

CAUTIONARY STATEMENT

Certain statement in the Management Discussion and Analysis might be considered forward looking. These statements are based on certain assumption and expectation of future events. All statements, that address expectations or projections about the future, including, but not limited to, statements about the Company's strategy for growth, market position and financial results are forward looking statements. For those statements, the Company cautions that numerous important factors could affect the Company's actual results and could cause its results to differ materially from those expressed in any such forward looking statements. The actual result may vary materially from those considered here as important factors could influence the operation of the Company such as Tax regimes, Government policies, demand-supply position, and industrial relation, Economic development.

For and on behalf of the Board

Raipur
09.08.2014

Biswajit Choudhuri
Chairman

CORPORATE GOVERNANCE REPORT

Your Company prides itself on being a responsible corporate citizen which is committed to running its business in the best possible manner while being completely transparent, complying with all relevant rules & regulations and contributing to society at large. The Company adheres to the highest ethical standard which is combined with an unwavering commitment to certain core values – transparency, fairness in all dealings, honesty of purpose, quality consciousness and customer satisfaction.

The Corporate Governance is based on the principal of truth, transparency, accountability, equity and responsibility in all our dealings with our employees, shareholders, customers, suppliers, government, lenders and community at large.

The details of the composition of the Board, attendance at the Board meeting during the year and at the last Annual General Meeting, number of directorship, membership/ chairmanship in other public companies and their shareholding with the Company are as follows:

During the financial year 2013-14, the meetings of the Board held as under;

Sl. No.	Dates of Meeting Committee	Strength	No. of Members Present
1.	28th May, 2013	5	5
2.	3rd August, 2013	5	5
3.	09th November, 2013	5	5
4.	08th February, 2014	5	5

The Composition of the Board and the attendance of the members are as under;

Sl. No.	Name of the Member	Designation & Nature of Directorship	No. of Meeting Attended
1.	Shri Biswajit Choudhuri	Chairman-Independent & Non Executive Director	4
2.	Shri Narayan Prasad Agrawal	Managing Director	4
3.	Shri Bhrigunath Ojha	Member-Independent & Non Executive Director	4
4.	Shri Yarra Chandra Rao	Member-Non Executive Director	4
5.	Shri Arbind Kumar Dubey	Member –Executive Director	4

Details of Memberships of the Directors in other Boards and in Board Committees as on 31st March, 2014 and attendance of directors at Annual General Meeting and their shareholding with the Company are as under;

Sl No.	Name of the Director	No. of Directorship@	As a Member/(Chairman) in the Committee of the Other Companies*	Attendance at the last AGM	Shareholding with the Company as on 31.03.2014
1.	Shri Biswajit Choudhuri	7	5 (3)	Yes	NIL
2.	Shri Narayan Prasad Agrawal	0	NIL	Yes	265782
3.	Shri Bhrigunath Ojha	5	3 (1)	Yes	NIL
4.	Shri Yarra Chandra Rao	1	NIL	Yes	97604
5.	Shri Arbind Kumar Dubey	1	NIL	Yes	NIL

@ Directorships on all public limited companies, whether listed or not, has been included and all other companies including private limited companies, foreign companies and companies under Section 25 of the Companies Act, 1956 have been excluded.

*Chairmanship/ Membership of the Audit Committee and the Shareholders' Grievance Committee has been considered.

None of the Director on the Board is a member of more than ten Committees and Chairman of more than five Committees (Committees being Audit Committee and Shareholders/Investors' Grievance Committee) across all the public Companies of which he is the Director. The necessary disclosures regarding other directorships and committee memberships have been made by all the Directors from time to time.

Shri Narayan Prasad Agrawal is belonging to Promoter category. No other directors in the Board are related to each other.

AUDIT COMMITTEE

The terms of the Audit Committee comply with the requirements of Section 292A of the Companies Act, 1956 and also Clause 49 of the Listing Agreement to be entered into with the Stock Exchanges. The Audit Committee consists of with at least 2/3rd members being independent directors.

The functioning and terms of reference of the Audit Committee, the role, powers and duties, quorum for meeting and frequency of

meetings, have been devised keeping in view the requirements of Section 292A of the Companies Act, 1956 and Listing Agreement with the Stock Exchanges as are in force/ applicable from time to time. All the members of the Audit Committee are financial literates as required by Clause 49 of the Listing Agreement. The Company Secretary acts as the Secretary of the Audit Committee. The Audit Committee invites, as and when considers appropriate, the Representative of statutory auditors to be present at the meeting of the Committee.

During the financial year 2013-14, the meetings of the Audit committee held as under;

Sl. No.	Dates of Meeting Committee	Strength	No. of Members Present
1.	27th May, 2013	3	3
2.	2nd August, 2013	3	3
3.	09th November, 2013	3	3
4.	07th February, 2014	3	3

The Composition of the Audit Committee and the attendance of the committee members are as under;

Sl. No.	Name of the Member	Designation & Nature of Directorship	No. of Meeting Attended
1.	Shri Biswajit Choudhuri	Chairman-Independent & Non Executive Director	4
2.	Shri Bhrgunath Ojha	Member-Independent & Non Executive Director	4
3.	Shri Yarra Chandra Rao	Member-Non Executive Director	4

Audit Committee meetings were also attended by Representatives/ Partners of M/s OP Singhania & Co, Statutory Auditors and M/s. JDS & Co. Internal auditor of the Company.

Independent Directors and one Non-Executive Director and Company Secretary has been designated as secretary to the committee. During the year there is no change in the Composition of the Committee.

STAKEHOLDERS RELATIONSHIP COMMITTEE

The Board of Directors of the Company in its meeting held on 24th May, 2014 has changed the nomenclature of Investor Grievance Committee and rechristened the said committee as "Stakeholders Relationship Committee" as per the requirement of Companies Act, 2013. The Committee comprises of Two

The Committee oversees the performance of the Registrar and Share Transfer Agents', recommends measures to improve the level of investor services and matters pertaining to shareholders' complaints and grievances e.g. non-receipt of annual report, non-receipt of dividend warrant, change of address etc..

The composition of the Committee of Directors and meeting held during the year is given below:

Sl No.	Name of the Member	Designation	Nature of Directorship
1.	Shri Bhrgunath Ojha	Chairman	Independent & Non Executive Director
2.	Shri Biswajit Choudhuri	Member	Independent & Non Executive Director
3.	Shri Yarra Chandra Rao	Member	Non Executive Director

Sl. No.	Dates of Meeting Committee	Strength	No. of Members Present
1.	27th May, 2013	3	3
2.	2nd August, 2013	3	3
3.	09th November, 2013	3	3
4.	07th February, 2014	3	3

Details of complaints received and redressed during the year & their breakup for the year 2013-14 are as under:

Sl. No.	Received From	No. of Complaints Received	No. of Complaints Resolved	No. of Complaints Pending
1.	Letter from Investor	8	8	NIL
2.	BSE	NIL	NIL	NIL
3.	MPSE	NIL	NIL	NIL
4.	DSE	NIL	NIL	NIL
5.	MSE	NIL	NIL	NIL
6.	SEBI	NIL	NIL	NIL

The Company has received quarterly confirmations regarding the above Complaints from M/s Link Intime India Private Limited, Mumbai Registrar and Transfer Agents.

REMUNERATION COMMITTEE

The Board of Directors of the Company in its meeting held on 24th May, 2014 has changed the nomenclature of Remuneration Committee to "Nomination and Remuneration Committee" and reconstituted the committee comprising of two are Independent Directors and One Non-Executive Director. Shri Y.C. Rao, Non-

During the financial year 2013-14, the meetings of the Remuneration committee held as under;

Sl. No.	Dates of Meeting Committee	Strength	No. of Members Present
1.	27th May, 2013	3	3

The Composition of the Remuneration Committee and the attendance of the committee as under;

Sl.No.	Name of the Member	Designation & Nature of Directorship	No. of Meeting Attended
1.	Shri Bhrigunath Ojha	Chairman-Independent & Non Executive Director	1
2.	Shri Biswajit Choudhuri	Member-Independent & Non Executive Director	1
3.	Shri Narayan Prasad Agrawal*	Member-Managing Director	1

*Shri Y.C. Rao, Non-executive director inducted as Member of committee in place of Shri Narayan Prasad Agrawal Member of the Committee w.e.f. 24th May, 2014.

REMUNERATION POLICY

The remuneration of directors in all the cases is decided by the Board upon recommendation of the Committee subject to necessary approval of shareholders, remuneration committee and other applicable approvals, if any. The remuneration structure comprises only of the salary includes perks and other benefits. No severance fees is payable to the Directors on termination of the employment. The Company does not have any scheme for Stock-option either for the directors or the employees. The Managing Director / Whole Time Directors are being paid remuneration as approved by the shareholders from time to time. The Company has paid sitting fees to non executive directors for attending meetings of the Company and the payment of sitting fee to Non-Executive Directors including Independent Directors is within the limits prescribed under the Companies Act, 1956 and Listing Agreement.

REMUNERATION PAID TO DIRECTORS

During the year, the Company has paid remuneration of ₹ 42.00 Lacs to Shri Narayan Prasad Agrawal as managing Director and ₹ 13.33 lacs to Shri Arbind Kumar Dubey as Whole Time Director. The Company has paid sitting fees of ₹ 0.38 lacs each to Shri Biswajit Choudhuri and Shri B. N. Ojha and ₹ 0.36 Lacs to Shri Y.C. Rao, Non Executive Directors during the year FY 2013-14. The non-executive directors are paid sitting fee of ₹ 5,000/- for attending each Board meeting and ₹ 2,000/- for attending each Committee Meeting. The sitting fees payable to Non-Executive Directors have been enhanced to ₹ 10,000 for each meeting of the Board of Directors and Audit Committee and ₹ 5,000 for Other Committee Meetings with effect from 24th May, 2014.

DISCLOSURES

There were no materially significant related party transactions that may have potential conflict with the interest of the Company at large. The details of related party transactions are disclosed in financial section of this Annual Report.

In the preparation of the financial statements, the Company has followed the Accounting Policies and Practices as prescribed in the Accounting Standards and has been consistently applied except

executive director inducted as Member of committee in place of Shri Narayan Prasad Agrawal Member of the Committee w.e.f. 24th May, 2014.

The committee met only one times during the year 2013-14. The composition of the Committee & the details of meeting attended by the Directors during the year are given below:

for the changes mentioned in Notes forming part of Account.

The implementation of the risk assessment and minimization procedure containing the project/potential risk areas, its intensity, its effects, causes and measures taken by the Company are reviewed by the Committee periodically.

Comprehensive insider trading disclosure guidelines in line with the SEBI Regulations have been adopted by the Board in which the procedure to be followed by all the key managerial persons, staff and other relevant business associates for disclosure of all security transactions of the shares of the company on the basis of any unpublished price sensitive information relating to the company.

There has been no instance of non-compliance by the Company on any matter related to capital markets and hence no penalties or strictures have been imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority.

The Chief Executive Officer and the Chief Financial Officer have furnished a Certificate to the Board for the year ended on 31st March, 2014 in compliance with Clause 49 of Listing Agreement.

A qualified practicing Company Secretary carried out Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The audit confirms that the total issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held in electronic mode with NSDL and CDSL.

The designated Senior Management Personnel of the Company have disclosed to the Board that no material, financial and commercial transactions have been made during the year under review in which they have personal interest, which may have a potential conflict with the interest of the Company at large.

The risk management issues are discussed in detail in the report of Management Discussion and Analysis. Since the risk control framework is new to Indian corporate culture, it is being

strengthened on a continuous basis. The Board has yet to lay down procedures to inform the company's risk assessment and minimization procedures. The company is in process of devising the risk assessment and minimization procedures which shall be laid before the Board of Directors of the company for approval.

Pursuant to the provisions of Section 205A(5) and 205C of the Companies Act, 1956, relevant amounts which remained unpaid or unclaimed for a period of seven years have been transferred by the Company, from time to time on due dates, to the Investor Education and Protection Fund (IEPF). The Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on September 28, 2013 (date of last Annual General Meeting) on the Company's website (www.hiraferroalloys.com), as also on the IEPF website.

OTHER INFORMATION TO SHAREHOLDERS

The location, date and time of the last three Annual General Meetings were as under:

Year	Date	Time	Venue
2009-10	25th September, 2010	10:00 AM	First Floor, Hira Arcade, Pandri, Raipur (C.G.)
2010-11	30th September, 2011	01:00 PM	First Floor, Hira Arcade, Pandri, Raipur (C.G.)
2011-12	29th September, 2012	11:00 AM	Second Floor, Hira Arcade, Pandri, Raipur (C.G.)
2012-13	28th September, 2013	11:00 AM	Second Floor, Hira Arcade, Pandri, Raipur (C.G.)

The special resolutions passed at the last three years AGMs, EGMs and through Postal Ballot are as under:

AGM/EGM	Subject Matter of Special Resolutions
25th September, 2010	None
1st July, 2011	Alteration of Capital Clause for increase in Authorised Capital of the Company from ₹ 12.00 Crores to ₹ 20.00 Crores, Alteration in Article of Association of the Company for the Capitalization of Reserves and Surplus
30th September, 2011	Remuneration Payable to Relative of Directors
29th September, 2012	Alteration of Articles of Association for Service of Notice, Reports, -Documents & other communication in Electronic Mode, taking voting by Postal Ballot in Electronic Mode, Participation in General Meeting (s) by the Members through video conferencing and Participation of Directors in Board Meetings through video conferencing.

During the year under review, the Company conducted postal ballot in pursuance of Section 192A of the Companies Act, 1956 and Companies (Passing of the Resolution by Postal Ballot) Rules, 2001 for Power to borrow any sum or sums of money in excess of paid up share capital and free reserves subject to maximum of ₹ 500.00 crores and Power to create/extend charge/mortgage/hypothecation on moveable and immovable properties of the Company both present and future subject to limit as may be specified U/S 180(1)(c) of the Companies Act, 2013.

Mrs. Tanveer Kour Tuteja, ACS, Practicing Company Secretary was appointed as Scrutinizer for conducting Postal Ballot Process. The results of the postal ballot were published in Hitavada (English Daily) and Deshbandhu (Hindi Daily).

The gist of the results is as follows:

Date of Declaration of Results: 3rd January, 2014.

Type of Resolutions: Special

Particulars of resolution passed:

Special Resolution under 180(1)(c) of the Companies Act, 2013: Power to borrow any sum or sums of money in excess of paid up share capital and free reserves subject to maximum of ₹ 500.00 crores			
Particulars	No. of Postal Ballots Forms	No. of Shares (₹ 10/-each)	% of Total Paid up Equity Capital
a) Total Postal Ballot Forms received	92	14240502	72.6966
b) Less: Invalid Postal Ballot Forms	3	285	0.0015
c) Net valid Postal Ballot Forms	89	14240217	72.6951
d) Postal ballot Forms with Assent for Special Resolution	85	14228467	99.9175*
e) Postal ballot Forms with dissent for Special Resolution	4	11750	0.0825*

Special Resolution under Section 180(1)(a) of the Companies Act, 2013: Power to create/extend charge/mortgage/ hypothecation on moveable and immovable properties of the Company both present and future subject to limit as may be specified U/S 180(1) (c) of the Companies Act, 2013

Particulars	No. of Postal Ballots Forms	No. of Shares (₹ 10/-each)	% of Total Paid up Equity Capital
a) Total Postal Ballot Forms received	92	14240502	72.6966
b) Less: Invalid Postal Ballot Forms	11	36890	0.1883
c) Net valid Postal Ballot Forms	81	14203612	72.5083
d) Postal ballot Forms with Assent for Special Resolution	76	14191487	99.9146*
e) Postal ballot Forms with dissent for Special Resolution	5	12125	0.0854*

*As a percentage of net valid shares polled.

During the year under review, the Company conducted postal ballot in pursuance of Section 192A of the Companies Act, 1956 and Companies (Passing of the Resolution by Postal Ballot) Rules, 2001 and pursuant to the provisions of regulation 8(1) (b) of SEBI (Delisting of Equity Shares) Regulations, 2009, for according their consent to the company for voluntary delisting of the equity shares of the Company from BSE Limited and Madhya Pradesh Stock Exchange Limited .

Ms. Deepthi Jain, A.C.S, Practicing Company Secretary was appointed as Scrutinizer for conducting Postal Ballot Process. The results of the postal ballot were published in Hitavada (English Daily) and Deshbandhu (Hindi Daily).

The gist of the results is as follows:

Date of Declaration of Results: 25th March, 2014.

Type of Resolutions: Special

Particulars of resolution passed:

Special Resolution pursuant to Securities & Exchange Board of India (Delisting of Equity Shares) Regulation, 2009 as amended for voluntary delisting of equity shares of Hira Ferro Alloys Limited from BSE Ltd and Madhya Pradesh Stock Exchange Limited

Particulars	No. of Postal Ballots Forms	No. of Shares (₹ 10/-each)	% of Total Paid up Equity Capital
a) Total Postal Ballot Forms received	151	3017415	15.40
b) Less: Invalid Postal Ballot Forms	13	74007	0.38
c) Net valid Postal Ballot Forms	138	2943408	15.02
d) Postal ballot Forms with Assent for Special Resolution	96	2870334	97.52*
e) Postal ballot Forms with dissent for Special Resolution	42	73074	2.48*

*As a percentage of net valid shares polled.

No special resolution requiring postal ballot is being proposed at the ensuing Annual General Meeting.

The promoter and promoters group has not pledged their shares.

The Company does not have any subsidiary.

All mandatory requirements and one non-mandatory requirement have been appropriately complied with and the other non-mandatory requirements are dealt with at the end of this report.

GENERAL INFORMATION:

ANNUAL GENERAL MEETING

Date 27th September, 2014

Time 11.00 A.M.

Venue Second Floor, Hira Arcade, Near New Bus Stand, Pandri, Raipur C.G. - 492004.

FINANCIAL CALENDER

Board Meeting (Tentative)

Quarter ending on 30th June 2014 : On or before 14th August, 2014

Quarter and half-year ending on 30th Sept.2014 : On or before 14th November, 2014

Quarter ending on 31st December 2014 : On or before 14th February, 2015

Quarter and Year ending on 31st March 2015 : On or before 30th May, 2014

DATE OF BOOK CLOSURE

19th September, 2014 to 27th September, 2014 (Both days inclusive)

DIVIDEND PAYMENT DATE

The dividend shall be paid to all the eligible shareholders within 30 days of declaration.

LISTING ON STOCK EXCHANGES

STOCK CODE

Bombay Stock Exchange Limited

533256

Madhya Pradesh Stock Exchange Limited

HIRAFERRO (For NSE Trading)

The Annual Listing Fee for the year 2014-15 has been paid.

CORPORATE IDENTIFICATION NUMBER

L27101CT1984PLC005837

HOLDING COMPANY

The Godawari Power and Ispat Limited (GPIL) is a NSE & BSE listed company, engaged in the manufacture of Sponge Iron, Steel Billets, HB Wires, Iron Ore Pellets, Ferro Alloys and Power having established place of business in the State of Chhattisgarh becomes the holding company of your company w.e.f. 30th March, 2011.

GPIL is holding 1,00,41,000 equity shares of the Company as on 31st March, 2014, which is 51.26 % of the paid up capital of the Company comprising of 1,95,88,500 equity shares of ₹ 10/- each.

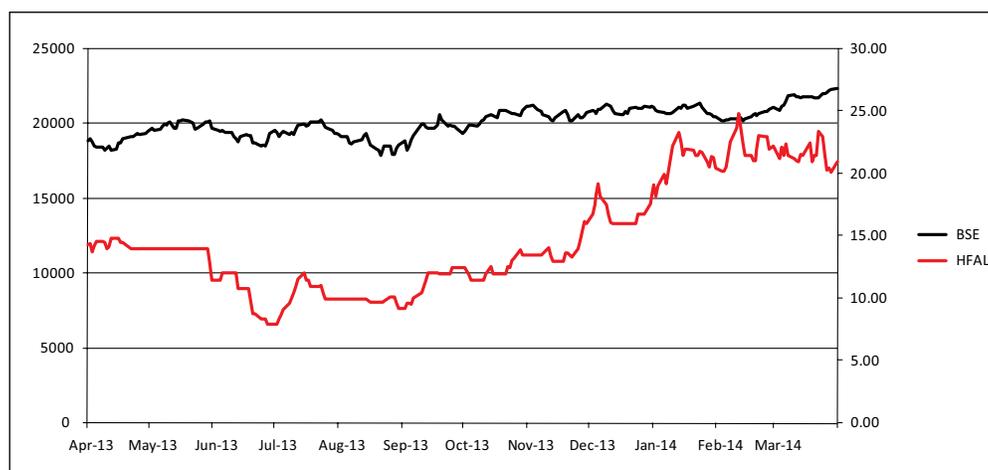
MARKET PRICE DATA

(In ₹- Per Share)

Month	BSE		NSE	
	High	Low	High	Low
April, 2013	15.65	13.52	14.90	13.35
May, 2013	14.00	11.53	14.00	14.00
June, 2013	13.00	7.96	-	-
July, 2013	12.65	7.59	13.30	12.65
August, 2013	10.50	9.20	12.05	9.50
September, 2013	12.50	8.80	11.15	9.65
October, 2013	13.91	11.45	11.65	11.10
November, 2013	17.02	13.00	16.60	12.00
December, 2013	19.20	16.00	18.35	15.50
January, 2014	24.50	18.20	23.90	17.60
February, 2014	26.05	19.40	24.45	18.35
March, 2014	23.40	20.05	23.25	20.00

The monthly high and low quotations of shares traded on BSE and NSE. The shares of the company have not traded in the month of June at NSE.

SHARE PRICE MOVEMENT IN COMPARISON WITH BSE SENSEX



REGISTRAR AND TRANSFER AGENT

For transfer/dematerialization of shares, change of address of members and other queries;

M/s. Link Intime India Pvt. Ltd. C-13, Pannalal Silk Mills Compound,

LBS Marg, Bhandup, Mumbai 400078 Ph: 022-25946970 Fax: 022-25946969

E-Mail: rnt.helpdesk@linkintime.co.in Website: www.linkintime.co.in

NAME OF COMPLIANCES OFFICER AND CONTACT DETAILS FOR INVESTORS GRIEVANCES

Mr. Mohit Chande

Company Secretary & Compliances Offer

Hira Ferro Alloys Limited, First Floor, Hira Arcade, Near New Bus Stand, Pandri, Raipur, Chhattisgarh – 492001,

Phone: 0771-4082000, Fax: 0771-4057601, E-mail: mohit.chande@hfal.in

SHARE TRANSFER SYSTEM

Presently, the share transfer instruments, which are received in physical form, are processed by R & T agent, M/s. Link Intime India Private Limited, Mumbai and the share certificates are dispatched within a period of 15 days from the date of receipt subject to the documents being complete and valid in all respects. The requests for dematerialisation of shares are also processed by the R&T agent within stipulated period of 21 days and uploaded with the concerned depositories. In terms of Clause 47(c) of the Listing Agreement, Company Secretary in practice examines the records and procedure of transfers and issues half yearly certificate which is being sent to the stock exchanges, where shares of the Company are listed.

DISTRIBUTION OF SHAREHOLDING

The distribution of shareholding of the Company as on 31st march, 2014 are as under;

Shareholding of Nominal Value (₹)	Shareholders		Shares Held	
	Number	% of Total	Number	% of Total
Up to 5000	1088	66.50	2205500	1.13
5001 – 10000	235	14.36	2082100	1.06
10001- 20000	86	5.26	1314930	0.67
20001 – 30000	56	3.42	1397760	0.71
30001 – 40000	14	0.86	524400	0.27
40001 – 50000	26	1.59	1252480	0.64
50001 – 100000	36	2.20	2725060	1.39
100001 and above	95	5.81	184382770	94.13
Total	1636	100.00	195885000	100.00

SHAREHOLDING PATTERN

The shareholding pattern of the company as on 31st March, 2014 is as under;

Category	No. of Share Held	Percentage
Promoters & Promoter Group	14214282	72.56
Banks /Foreign Institutional Investors	NIL	NIL
Corporate Bodies	1470456	7.51
NRIs/ OCBs	24499	0.12
Clearing Member	392994	2.01
Other Directors	97604	0.50
General Public	3388665	17.30
Total	19588500	100.00

DEMATERIALIZATION OF SHARES

The Company's shares are compulsorily traded in dematerialized form. The dematerialization facility is available from both the depositories namely National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The Depositories has allotted the ISIN: INE573101011 to the Company.

The equity shares of the Company representing 99.13% of the share capital are dematerialized as on 31st March, 2014. The Company's shares are traded on the 'BSE Limited' and 'National Stock Exchange of India Limited' under permitted category through MPSE in dematerialized form. Pursuant to SEBI circular dated 17th June, 2011, the Promoters and Promoters Group has been dematerialized their 100% of Promoters and Promoters holdings in dematerialized mode as on 31st March, 2014.

The investors/shareholders are requested to dematerialize their physical share certificates into dematerialize mode and reduces risks involved in holding physical certificates, e.g., loss, theft, mutilation, forgery, etc. delay in registration of transfers of shares, and it helps to faster communication to investors, avoid bad delivery problem due to signature differences, etc..

LOCATION OF REGISTERED OFFICE, CORPORATE OFFICES & PLANT

Registered Office & Works

567B, Urla Industrial Area, Raipur, Chhattisgarh 493221
Tel: +91-771-2323800, 2323037; Fax: +91-771-4082440

Corporate Office

Hira Arcade, Pandri, Raipur, Chhattisgarh -492004
Tel: +91-771- 4082000; Fax: +91-771-4057601.

Bio-Mass Power Plant

Village: Belsonda, District Mahasamund, Chhattisgarh

Wind Energy Plant

Village: Koppa, Harihar Taluq, District: Devangere, Karnataka

GREEN INITIATIVE IN THE CORPORATE GOVERNANCE:

The Ministry of Corporate Affairs has taken a Green Initiative in the Corporate Governance by allowing paperless compliances by the Companies after considering sections 2,4,5 and 81 of the Information Technology Act, 2000 for legal validity of compliances under Companies Act, 1956 through electronic mode, issued a Circular NO. 18/2011 dated 29.04.2011 clarified that the company would be in compliance of sections 219(1) of the Companies Act, 1956, in case, a copy of Balance Sheet etc. is sent by electronic mail to its members subject to the fact that company has obtained:

- a) E-mail address of its members for sending the Notice with Balance Sheet, Profit & Loss Account, Auditor's Report, Director's Report, and Explanatory Statement etc. through e-mail, after giving an advance opportunity to the member to register his e-mail address and changes therein from time to time with the company or with the concerned depository.
- b) Company's website (i.e. hiraferroalloys.com) display full text of these documents well in advance prior to mandatory period and issue advertisement in prominent newspapers in both vernacular and English stating that the copies of aforesaid documents are available in the website and for inspection at the Registered Office of the company during office hours. Website must be designed in a way so that documents can be opened easily and quickly.
- c) In cases where any member(s) has not registered his e-mail address for receiving the Balance Sheet etc. through e-mail, the Balance Sheet etc. will be sent by other modes of services as provided under Section 53 of the Companies Act, 1956.
- d) In case any member(s) insist for physical copies of above documents, the same should be sent to him physically, by post free of cost.

In order to support the Government in its endeavor to Go Green, your company has decided to send the Annual Report for the Financial Year 2013-14 onwards through e-mail to all the shareholders subject to the above conditions.

For and on behalf of the Board

Raipur
09.08.2014

Biswajit Choudhuri
Chairman

CERTIFICATE OF CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER

**To
THE BOARD OF DIRECTORS OF HIRA FERRO ALLOYS LIMITED**

We have reviewed the financial statements and the cash flow statement for the financial year 2013-14 and hereby certify that to the best of our knowledge and belief:-

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
2. These statements together present a true and fair view of the Company's affair and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year 2013-14 which are fraudulent, illegal or violate the Company's code of conduct.
4. We accept responsibility for establishing and maintaining internal controls. For financial reporting and that we have evaluated the effectiveness of the internal control system for the purpose of financial reporting of the Company and we have disclosed to the auditors and the Audit Committee those deficiencies, of which we are aware, in the design or operation of the internal control systems for the purpose of financial reporting and that we have taken the required steps to rectify these deficiencies.
5. We further certify that:-
 - a) There have been no significant changes in internal control during this year.
 - b) There have been no significant changes in accounting policies during this year.
 - c) There have been no instances of significant fraud of which we have become aware and the involvement therein, of management or an employee having a significant role in the Company's internal control system.

Date: 24.05.2014
Place : Raipur

N. P. AGRAWAL
Managing Director

DILIP CHAUHAN
CFO

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

TO THE MEMBERS OF HIRA FERRO ALLOYS LIMITED

We have examined the compliance of conditions of Corporate Governance by Hira Ferro Alloys Limited, for the year ended on 31st March, 2014 as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to review of 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 opinion on the financial statements of the Company.

In our opinion and to the best our information and according to the explanations given to us and representations made by the Directors and the Management, we certify that the Company has complied with in all material respect, the conditions of Corporate Governance as stipulated in the Clause 49 of the above mentioned Listing Agreement.

We state that in respect of investor grievances received during the year ended 31st March, 2014, no investors grievances are unattended/pending for a period exceeding one month against the Company as certified by the management of the Company and details presented to the Investors Grievance Committee of the Company.

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

For OP Singhania & Co.
Chartered Accountants
FRN. 002172C

Date: 09.08.2014
Place: Raipur

Sanjay Singhania
Partner
M.No.076961

Independent Auditor's Report

To the Members of
Hira Ferro Alloys Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Hira Ferro Alloys Limited** ("the Company) which comprise the balance sheet as at 31st March 2014, the statement of profit and loss and the cash flow statement for the year then ended and a summary of 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") read with the General Circular 15/2013 dtd.13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. 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 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:

- (i) in the case of the balance sheet, of the state of affairs of the Company as at 31st March 2014;
- (ii) in the case of the statement of profit and loss, of the profit for the year ended on that date; and
- (iii) in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order"), as amended, 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 read with the General Circular 15/2013 dtd.13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013; and
 - e. on the basis of written representations received from the directors as on 31st March 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For, OPSinghania & Co.
(ICAI Firm Regn.No.002172C)
Chartered Accountants

per Sanjay Singhania
Partner
Membership No.076961
Raipur, 24th May, 2014

Annexure

Re: HIRA FERRO ALLOYS LIMITED

Referred to in paragraph 1 of Report on Other Legal and Regulatory Requirements of our report of even date,

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals, which, in our opinion, is reasonable, looking to the size of the company and the nature of its business. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The company has not disposed off any substantial part of its fixed assets during the year so as to affect its going concern status
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company is maintaining proper records of inventory. No material discrepancies have been noticed on physical verification of stocks as compared to the books records.
- (iii) (a) The company has not granted any secured\unsecured loans to Companies, Firms or other parties covered in the register maintained under section 301 of the companies Act, 1956. therefore, the provisions of clause 4(iii) (a) to (d) of the Companies (Auditor's Report) Order,2003 are not applicable to the company.
- (e) The company has taken unsecured loans from one company, four firms and one other party covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 814.31 lakhs and the year-end balance was ₹ Nil.
- (f) In our opinion, the terms & conditions on which loans have been taken from company, firms and other party listed in the register maintained under section 301 of the Companies Act 1956, are not prima facie prejudicial to the interest of the company.
- (g) The company was regular in repaying the amount as stipulated.
- (iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in the internal controls.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956, have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained u/s 301 of the Companies Act 1956 and exceeding the value of Rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the company has not taken any deposits from public, therefore the provisions of clause 4(vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed accounts and records have been maintained, however, we have not made a detailed examination of the same with a view to determine whether they are accurate and complete.
- (ix) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education & protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other statutory dues applicable to it and according to the information and explanations given to us, no undisputed amounts payable in respect of above statutory dues were in arrears as at 31st March, 2014 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues outstanding of sale tax, income tax, customs duty, wealth tax, service tax, excise duty and cess on account of any dispute other than the following:-

Name of the Statute	Nature of Dues	Amount ₹ in Lacs	Forum where dispute is pending
Central Sales Tax Act,1956	Demand of Central Sales Tax for the F.Y.1997-98	2.62	Board of Revenue, Bilaspur
C.G. Commercial Tax Act, 1994	Demand of Entry Tax for the F.Y.2002-03	0.62*	Dy. Commissioner, Commercial Taxes, Appeals, Raipur
Central Sales Tax Act,1956	Demand of Central Sales Tax for the F.Y.1994-95	0.72	Board of Revenue, Bilaspur
Central Sales Tax Act,1956	Demand of Central Sales Tax for the F.Y.1995-96	1.64	Board of Revenue, Bilaspur

Name of the Statute	Nature of Dues	Amount ₹ in Lacs	Forum where dispute is pending
C.G. Commercial Tax Act, 1994	Demand of Entry Tax for the F.Y.2007-08	5.14	Board of Revenue, Bilaspur
C.G. Commercial Tax Act, 1994	Demand of Entry Tax for the F.Y.2006-07	3.26*	Dy. Commissioner, Commercial Taxes, Appeals, Raipur
C.G. Commercial Tax Act, 1994	Demand of Entry Tax for the F.Y.2007-08	19.64*	Dy. Commissioner, Commercial Taxes, Appeals, Raipur
C.G. Commercial Tax Act, 1994	Demand of Entry Tax for the F.Y.2008-09	17.54*	Dy. Commissioner, Commercial Taxes, Appeals, Raipur
Income Tax Act, 1961	Income Tax demand for the A.Y.2010-11	0.88	Commissioner (Appeal) Income Tax ,Raipur
Income Tax Act, 1961	Income Tax demand for the A.Y.2011-12	11.10	Commissioner (Appeal) Income Tax ,Raipur
Central Excise Act, 1944	Demand raised of CENVAT Credit availed on Capital Goods for the F.Y.1995-96	5.05	High Court of Chhattisgarh State
Central Excise Act, 1944	Demand raised of CENVAT Credit availed on Capital Goods for the period July-12 to Nov-12	2.07	Commissioner (Appeal Central Excise, Custom and Service Tax, Raipur
Central Excise Act, 1944	Demand raised of CENVAT Credit availed on Capital Goods for the period Aug-12 to Nov-12	5.63	Commissioner (Appeal Central Excise, Custom and Service Tax, Raipur
Customs Act, 1962	Demand raised on Import of maganege ore for the period 2010-11 and 2011-12	76.53*	Commissioner (Appeal) Customs House, Port-Vishakhapatam, A.P.

* Net of amount deposited under protest or otherwise.

- (x) The company has no accumulated losses at the end of the financial year. The company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institution or bank.
- (xii) We are of the opinion that the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi/ mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xv) In our opinion and according to the information and explanations given to us, the terms & conditions on which the company has given corporate guarantees to the Banks to secure the loans granted by such banks for other companies are not prejudicial to the interest of the company.
- (xvi) In our opinion, the term loans have been applied progressively for the purpose for which the loans were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we are of the opinion that, prima facie short-term funds have not been used for long-term investment.
- (xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to any company, firms or other parties covered in the register maintained under section 301 of the Act. Therefore, the provisions of clause 4(xviii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xix) According to the information and explanations given to us, during the year covered by our audit report, the company has not issued any debentures, therefore, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xx) The company has not raised any money by public issue during the year, therefore, the provisions of clause 4(xx) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For, OPSinghania & Co.
(ICAI Firm Regn.No.002172C)
Chartered Accountants

per Sanjay Singhania
Partner
Membership No.076961
Raipur, 24th May, 2014

Balance Sheet as at 31st March, 2014

Particulars	Notes	2014 (₹ in lacs)	2013 (₹ in lacs)
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	3	1,958.85	1,958.85
Reserves and surplus	4	11,168.96	11,035.62
		13,127.81	12,994.47
Non-current liabilities			
Long-term borrowings	5	3,148.61	2,903.94
Deferred tax liability (net)	6	396.81	241.84
Long-term provisions	7	68.89	53.45
		3,614.31	3,199.23
Current liabilities			
Short-term borrowings	8	3,205.08	3,947.26
Trade payables	9	2,248.57	4,014.83
Other current liabilities	9	2,478.87	1,540.64
Short-term provisions	7	152.96	140.24
		8,085.48	9,642.97
TOTAL		24,827.61	25,836.66
ASSETS			
Non-current assets			
Fixed Assets			
Tangible assets	10	11,626.31	12,308.60
Intangible assets	11	103.51	148.37
Capital work-in-progress		52.83	59.90
Non-current investments	12	1,207.54	1,207.66
Long-term loans and advances	13	303.47	267.33
Other non-current assets	14	67.08	34.29
		13,360.73	14,026.13
Current assets			
Current investments	15	75.90	75.90
Inventories	16	5,582.81	3,259.82
Trade receivables	17	1,478.30	2,360.94
Cash & bank balances	18	510.90	2,459.50
Short-term loans and advances	13	3,794.53	3,581.77
Other current assets	14	24.43	72.60
		11,466.87	11,810.53
TOTAL		24,827.61	25,836.66
Summary of significant accounting policies	2.1		

The accompanying notes are integral part of the financial statements.

As per our report of even date

For O. P. Singhania & CO.
(Firm Reg. No.002172C)
Chartered Accountants

For and on behalf of the Board of Directors of Hira Ferro Alloys Limited

Per SANJAY SINGHANIA
Partner
Membership No.076961

(N. P. AGRAWAL)
Managing Director

(Y. C. RAO)
Director

Place : Raipur
Date : 24.05.2014

(MOHIT CHANDE)
Company Secretary

Statement of Profit & Loss for the year ended 31st March, 2014

	Notes	2014 (₹ in lacs)	2013 (₹ in lacs)
INCOME			
Revenue from operations (gross)	19	23,069.54	45,804.99
Less: Excise duty		1,793.78	1,413.01
Revenue from operations (net)		21,275.77	44,391.98
Other Income	20	100.65	363.39
TOTAL REVENUE (I)		21,376.42	44,755.38
EXPENDITURE			
Cost of raw material and component consumed	21	13,729.40	12,898.29
Purchase of Traded Goods	22	1,799.35	26,692.13
(Increase/decrease in inventories of finished goods)	22	(105.88)	(182.20)
Employees benefits expenses	23	886.27	817.30
Other Expenses	24	3,011.48	2,422.60
TOTAL EXPENDITURE (II)		19,320.62	42,648.13
Earnings before interest, tax, depreciation and amortization (EBITDA) (I)-(II)		2,055.80	2,107.25
Depreciation and amortization expenses	25	860.68	852.76
Finance costs	26	766.58	1,044.21
Profit before tax		428.54	210.28
Tax expenses			
Current tax		85.70	42.00
Deferred Tax		154.98	(174.28)
MAT Credit Entitlement		(85.74)	(42.07)
Wealth Tax		1.00	1.00
Tax related to earlier year		1.76	(0.04)
Total tax expenses		157.69	(173.39)
Profit for the year from continuing operations		270.85	383.67
Earnings per equity share [nominal value of share @ ₹ 10/- (31st March,2013" ₹ 10]	27		
Basic		1.38	1.96
Diluted		1.38	1.96
Summary of significant accounting policies	2.1		

The accompanying notes are integral part of the financial statements.

As per our report of even date

For O. P. Singhania & CO.
(Firm Reg. No.002172C)
Chartered Accountants

For and on behalf of the Board of Directors of Hira Ferro Alloys Limited

Per SANJAY SINGHANIA
Partner
Membership No.076961

(N. P. AGRAWAL)
Managing Director

(Y. C. RAO)
Director

Place : Raipur
Date : 24.05.2014

(MOHIT CHANDE)
Company Secretary

Cash Flow Statement for the year ended 31st March, 2014

	2014 (₹ in lacs)	2013 (₹ in lacs)
Cash Flow from operating activities		
Profit before tax from continuing operations	428.54	210.28
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/amortization on continuing operation	860.68	852.76
Loss/(profit) on sale of fixed assets	(30.78)	(0.66)
Share of Loss/(profit) of LLP	0.12	0.13
Provision for gratuity	16.89	14.07
Unrealized foreign exchange loss	(15.72)	(8.17)
Net (gain) / loss on sale of current investment	-	(13.10)
Interest Expenses	766.58	1,044.21
Interest Income	(54.74)	(297.50)
Dividend Income	(0.00)	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	1,971.57	1,802.02
Movements in working capital :		
Increase/(decrease) in trade payables	(1,766.26)	(388.38)
Increase/(decrease) in other current liabilities	948.50	(30.45)
Decrease/(increase) in trade receivables	882.64	742.62
Decrease/(increase) in inventories	(2,323.00)	1,436.18
Decrease/(increase) in long-term loans and advances	(36.14)	(119.44)
Decrease/(increase) in short-term loans and advances	(138.28)	51.53
Decrease/(increase) in other current assets	48.16	(42.49)
Decrease/(increase) in other non-current assets	(32.80)	(23.44)
Cash generated from/(used in) operations	(445.60)	3,428.14
Direct taxes paid	(76.19)	(59.07)
Net Cash flow from/(used in) operating activities	(521.78)	3,369.07
Cash flows from investing activities		
Purchase of fixed assets, including intangible assets and CWIP	(214.43)	(269.31)
Proceeds from sale of fixed assets	118.75	8.82
Proceeds from sale of current investments	-	25.59
Investments in bank deposits (having original maturity of more than three months)	42.21	578.94
Redemption/maturity of bank deposits (having original maturity of more than three months)	-	36.95
Interest received	54.74	297.50
Dividends received	0.00	-
Net cash flow from/(used in) investing activities	1.28	678.49

	2014 (₹ in lacs)	2013 (₹ in lacs)
Cash flows from financing activities		
Proceeds / (Repayment) from long-term borrowings	244.66	(1,303.53)
Proceeds / (Repayment) from short-term borrowings	(726.47)	297.13
Interest paid	(766.58)	(1,044.21)
Dividends paid on equity shares	(117.53)	(117.53)
Tax on equity dividend paid	(19.97)	(19.07)
Net cash flow from/(used in) financing activities	(1,385.89)	(2,187.21)
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	(1,906.39)	1,860.35
Cash and Cash Equivalents at the beginning of the year	2,086.26	225.91
Cash and Cash Equivalents at the end of the year	179.87	2,086.26
Components of cash and cash equivalents		
Cash in hand	25.12	21.56
Deposits with original maturity for less than 3 months	80.00	1,247.84
With banks- on current account	68.85	810.78
- on unpaid dividend account*	5.90	6.07
	179.87	2,086.26

Notes :

1.*The company can utilize these balances only toward settlement of the respective unpaid dividend.

As per our report of even date

For O. P. Singhania & CO.
(Firm Reg. No.002172C)
Chartered Accountants

For and on behalf of the Board of Directors of Hira Ferro Alloys Limited

Per SANJAY SINGHANIA

Partner
Membership No.076961

Place : Raipur
Date : 24.05.2014

(N. P. AGRAWAL)
Managing Director

(Y. C. RAO)
Director

(MOHIT CHANDE)
Company Secretary

Notes to financial statements for the year ended 31st March, 2014

1. Corporate information

Hira Ferro Alloys Limited (the company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its shares are listed on two stock exchanges in India. The company is mainly engaged in manufacturing of Ferro Alloys Products, Generation of Electricity and Fly Ash Bricks.

2. Basis of preparation

- i) The financial statements are prepared in accordance with the generally accepted accounting principles under the historical cost convention, on going concern concept and in compliance with the accounting standards as notified by Companies (Accounting Standards) Rules, 2006, the provisions of Companies Act, 2013 (to the extent notified), the Companies Act, 1956 (to the extent applicable), and guidelines issued by the Securities and Exchange Board of India (SEBI).
- ii) The Company follows mercantile system of accounting and recognizes income and expenditure on an accrual basis except those with significant uncertainties.
- iii) The accounting policies have been consistently applied by the Company are consistent with those used in the previous year.

2.1 Summary of significant accounting policies

a) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as on the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

b) Tangible Fixed Assets

Tangible Fixed Assets are stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. Cost includes taxes, duties, freight, installation and other direct or allocated expenses upto the date of commencement of commercial production and are net of CENVAT credit.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

The various expenditure incurred during the construction stage and upto the date of commencement of commercial production for setting-up the relevant project-assets are grouped under the head "Pre-operative Expenditure" and allocated to related fixed assets on pro-rata basis upon completion of project and put to use.

c) Depreciation on tangible fixed assets

- i) Depreciation is provided on Straight Line Method based on estimated useful life of the assets which is same as envisaged in schedule XIV of the Companies Act, 1956.
- ii) Depreciation on tangible fixed assets added/disposed off during the year is provided on pro-rata basis.
- iii) Tangible fixed Assets costing below ₹ 5000/- are fully depreciated in the year of acquisition itself.
- iv) The cost of tangible fixed assets, constructed by the company, but ownership of which belongs to Government/Local Authorities, is depreciated at the rate of depreciation specified in Schedule XIV to the Companies Act, 1956.
- v) Free-hold land, leasehold land and site & land development cost are not depreciated/amortized.

d) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in the statement of profit and loss in the year in which the expenditure is incurred.

Intangible assets are amortized on a straight line basis over the estimated useful economic life. The company uses a rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use. If the persuasive evidence exists to the affect that useful life of an intangible asset exceeds ten years, the company amortizes the intangible asset over the best estimate of its useful life. Such intangible assets and intangible assets not yet available for use are tested for impairment annually, either individually or at the cash-generating unit level. All other intangible assets are assessed for impairment whenever there is an indication that the intangible asset may be impaired.

The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern. Such changes are accounted for in accordance with AS 5 Net Profit or Loss for the Period, Prior Period items and Changes in Accounting Policies.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

A summary of amortization policies applied to the company's intangible assets is as follows:

	Rates (SLM)
Goodwill	20%
Computer Software	10%

e) Investments :

- i) Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such is other than temporary, in the opinion of the management.
- ii) Current Investments are stated at lower of cost/quoted fair value, computed categorywise.

f) Inventories :

- i) Inventories are valued at lower of cost and net realizable value, after providing for obsolesces, if any.
- ii) Cost of Raw Materials and stores & spares are computed on FIFO basis and cost of Finished Goods & Goods in Process are computed on Weighted average basis.
- iii) Cost of Finished Goods and Goods in Process includes direct materials, labour, conversion and proportion of manufacturing overheads incurred in bringing the inventories to their present location and condition.
- iv) Proceeds in respect of sales/disposal of raw materials is credited to the raw material purchases.
- v) By Products are valued at net realisable value.

g) Excise Duty

- i) The Excise Duty in respect of closing inventory of finished goods is provided in books of account and included as part of inventory.
- ii) CENVAT Credit relating to raw materials/components are debited under current assets for availing credit against CENVAT and credited to respective materials/component account.

h) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

i) Sale of Products

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Excise Duty deducted from turnover (gross) is the amount that is included in the amount of turnover (gross) and not the entire amount of liability arising during the year.

ii) Interest

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

iii) Dividends

Dividend income is recognised when the company's right to receive payment is established by the reporting date.

i) Borrowing Cost

Interest and other costs in connection with the borrowing of the funds to the extent related/attribution to the acquisition/construction of fixed assets are capitalized only with respect to qualifying fixed assets i.e. those which take substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

j) Contingent Liabilities

Liabilities which are material and whose future outcome cannot be reasonably ascertained are treated as contingent and not provided for and disclosed by way of notes to the accounts.

k) Taxes on Income

Current Taxes are accounted based on provisions of Income Tax Act, 1961.

Deferred Tax is recognized, subject to the consideration of prudence, in timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Except assets on which not recognised for those timing differences which reverse in Tax holiday period.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

l) Foreign Currency Transactions

- i) Foreign currency transactions are recorded in the reporting currency, by applying the exchange rate prevailing as on the date of transaction.
- ii) Monetary items denominated in foreign currencies at the year end are restated at year end rates. Non-monetary items which are carried in terms of historical cost denominating in a foreign currency are reported using the exchange rate at the date of transaction and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values are determined.
- iii) All loans and deferred credits repayable in foreign currency and outstanding at the close of the year are expressed in Indian currency at the appropriate rates of exchange prevailing as on the date of the balance sheet, except in cases where these borrowings are covered by forward exchange contracts. Any increase or reduction in these liabilities are booked to revenue.
- iv) In respect of transactions covered by Forward Foreign Exchange Contracts, the difference between the forward rate and exchange rate at the inception of contract is recognized as income or expenses over the life of the contract.

m) Retirement and other Employee Benefits

- i) Retirement benefits in the form of Provident Fund is a defined contribution scheme and the contributions are charged to statement of profit and loss of the year when the contributions to the respective funds are due. There are no other obligations other than the contributions payable to the respective funds.
- ii) Gratuity Liability is defined benefit obligations and are provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.
- iii) Value of encashable leave are encashed during the year and charged to the statement of Profit & Loss.
- iv) Actuarial gains/losses are immediately taken to statement of profit and loss and are not deferred.

n) Provisions

Provisions are recognised, where the company has any legal or constructive obligation or where reliable estimate can be made for the amount of the obligation and as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

o) Impairment of Tangible and Intangible Assets

The Company assesses at each balance sheet date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its estimated recoverable amount and the amount of such impairment loss is charged to statement of profit & loss.. If at the balance sheet date there is an indication that previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that effect.

p) Cash and Cash equivalents

Cash and Cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

q) Segment Reporting Policies**Identification of segments :**

The Company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves

different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Company operate.

Inter segment Transfers :

The Company generally accounts for intersegment sales and transfers as if the sales or transfers were to third parties at current market prices.

Allocation of common costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Unallocated items :

The Corporate and Other segment includes general corporate income and expense items which are not allocated to any business segment.

r) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a right issue to existing shareholders.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

s) Measurement of EBITDA

As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit & loss. The company measures EBITDA on the basis of profit/(loss) from continuing operations. In this measurement, the company does not include depreciation and amortization expense, finance costs and tax expense.

	2014 (₹ in lacs)	2013 (₹ in lacs)
3. Share capital		
Authorised		
20000000 equity shares of ₹ 10/- each	2,000.00	2,000.00
	<u>2,000.00</u>	<u>2,000.00</u>
Issued		
19900000 Equity Shares of ₹ 10/- each	1,999.00	1,999.00
	<u>1,999.00</u>	<u>1,999.00</u>
Subscribed and fully paid-up		
19588500 equity shares of ₹ 10/- each fully paid-up	1,958.85	1,958.85

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares	31st March, 2014		31st March, 2013	
	No.	(₹ in lacs)	No.	(₹ in lacs)
At the beginning of the period	19588500	1,958.85	1,95,88,500	1,958.85
Issue during the period	-	-	-	-
Outstanding at the end of the period	19588500	1,958.85	1,95,88,500	1,958.85

b. Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended 31st March, 2014, the amount of per share dividend recognized as distributions to equity shareholders was ₹ 0.60 (31st March, 2013 : ₹ 0.60)

In the event of liquidation of the company, the holders of the equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

- c.** 10041000 (P.Y.10041000) Equity Shares of the company have been held by M/s Godawari Power & Ispat Limited, the holding company.
- d.** During the year ended 31st March, 2012, the company had issued 1,56,70,800 bonus shares in the ratio of 4 : 1 by capitalising of Securities Premium Reserve Account for consideration other than cash.
- e.** Details of shareholders holding more than 5% shares in the company:

	31st March, 2014		31st March, 2013	
	No.	% of holding in the class	No.	% of holding in the class
Equity shares of ₹10 each fully paid				
M/s Godawari Power & Ispat Limited	1,00,41,000	51.26	1,00,41,000	51.26
Mr. Dinesh Agrawal	10,78,000	5.50	10,78,000	5.50
	<u>1,11,19,000</u>	<u>56.76</u>	<u>1,11,19,000</u>	<u>56.76</u>

	2014 (₹ in lacs)	2013 (₹ in lacs)
4. Reserves and Surplus		
Capital Reserve		
Balance as per last financial statements	20.00	20.00
	<u>20.00</u>	<u>20.00</u>
Securities Premium Reserve		
Balance as per last financial statements	10.42	10.42
	<u>10.42</u>	<u>10.42</u>
General Reserve		
Balance as per last financial statements	948.01	798.01
Add: Amount transferred from surplus balance in the statement of profit and loss	150.00	150.00
	<u>1,098.01</u>	<u>948.01</u>
Surplus/(deficit) in the statement of profit and loss		
Balance as per last financial statements	10,057.19	9,961.02
Profit for the year	270.85	383.67
Less : Appropriations		
Proposed final equity dividend (Amount per share ₹ 0.60 (31 Marh 2013: ₹ 0.60)	117.53	117.53
Tax on proposed equity dividend	19.97	19.97
Transfer to general reserve	150.00	150.00
Total appropriations	<u>287.51</u>	<u>287.51</u>
Net surplus in the statement of profit and loss	<u>10,040.53</u>	<u>10,057.19</u>
Total reserves and surplus	<u>11,168.96</u>	<u>11,035.62</u>

5. Long-term borrowings

	Non-current portion		Current maturities	
	2014 (₹ in lacs)	2013 (₹ in lacs)	2014 (₹ in lacs)	2013 (₹ in lacs)
Term Loans				
Indian rupee loan from banks (secured) including FCNRB facility	3,137.93	2,863.64	1,179.31	958.19
Other loans and advances				
From financial institutions (secured)	0.57	8.67	8.26	10.59
Deferred sales tax loan (unsecured)	10.11	31.63	20.92	6.29
	<u>3,148.61</u>	<u>2,903.94</u>	<u>1,208.49</u>	<u>975.06</u>
The above amount includes				
Deferred sales tax loan (unsecured)	10.11	31.63	20.92	6.29
Secured borrowings	3,138.50	2,872.32	1,187.57	968.77
Unsecured borrowings			-	
Amount disclosed under the head "other current liabilities" (note 8)			(1,208.49)	(975.06)
Net amount	<u>3,148.61</u>	<u>2,903.94</u>	<u>-</u>	<u>-</u>

- a) The term loans (both rupee and foreign currency) aggregating to ₹ 4317.24 lacs (Previous year ₹ 3821.83 lacs) (including current maturities of ₹ 1179.31 lacs (Previous year ₹ 958.18 lacs) classified as 'Current Liabilities in Note 9) are secured by first pari-passu charge on entire fixed assets of the company including wind mill and hypothecation of plant & machineries, equipments, furniture and fixtures, structures, other movable assets present and future and also charge over mortgage of land alongwith building etc. The Term Loans are further secured by second pari-passu by way of hypothecation of entire Current Assets consisting of Raw Materials, Finished Goods, Stores & Spares etc and Book Debts of the company (present and future) and also secured by Personal Guarantee of Promoters / Directors.
- b) Other Loans and advances from banks aggregating ₹ 8.82 lacs (including current maturities of ₹ 8.25 lacs classified as 'Current Liabilities' in Note 9) are secured by hypothecation of vehicles.

	Maturity Profile (₹ in Lacs)				
	0-1 years	1-2 years	2-3 years	3-4 years	Beyond 4 years
Rupee Term Loans including FCNRB	1,179.31	892.71	909.38	834.99	500.85
Other Loans & Advances	8.26	0.57	-		-

6. Deferred Tax Liability (Net)	2014 (₹ in lacs)	2013 (₹ in lacs)
Deferred Tax Liabilities		
Fixed Assets: Impact of differences between tax depreciation and depreciation / amortization charged for the financial reportings	550.58	543.30
Gross deferred tax liability	550.58	543.30
Deferred Tax Assets		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for taxpurpose on payment basis	28.48	27.48
on Unaborsorbed Short Term Capital Loss	0.03	
On account of unabsorbed depreciation	125.26	273.98
Gross deferred tax asset	153.77	301.46
Net deferred tax liability	396.81	241.84

7. Provisions	Long-term		Short-term	
	2014 (₹ in lacs)	2013 (₹ in lacs)	2014 (₹ in lacs)	2013 (₹ in lacs)
Provision for employee benefits				
Provision for gratuity (note.29)	68.89	53.45	3.19	1.74
	68.89	53.45	3.19	1.74
Other Provisions				
Provision for Income Tax (net)	-	-	11.27	-
Provision for Wealth Tax	-	-	1.00	1.00
Proposed equity dividend	-	-	117.53	117.53
Provision for tax on proposed equity dividend	-	-	19.97	19.97
	-	-	149.77	138.51
	68.89	53.45	152.96	140.24

8. Short-term borrowings	2014 (₹ in lacs)	2013 (₹ in lacs)
Cash Credit from banks (secured)	2,886.38	2,417.44
Bank Overdraft Facility (secured)	10.89	884.67
Buyers Credit facility in Foreign Currency (secured)	290.79	591.65
Loans and advances from related parties repayable on demand (unsecured)	-	16.11
Loans and advances from others repayable on demand (unsecured)	17.02	37.39
	3,205.08	3,947.26
The above amount includes		
Secured borrowings	3,188.06	3,893.76
Unsecured borrowings	17.02	53.50

Cash credit from banks is secured against margin money deposits, investment property, intangible assets except goodwill and second charge on all trade receivables. The cash credit is repayable on demand.

Bank overdraft facility is secured by pledge of fixed deposits with bank.

Buyers credit facilities in foreign currency o/s ₹ 290.79 lacs (P.Y. ₹ 591.65 Lacs) are repayable after 180days of its origination. The loan is secured against margin money deposits, investment property, intangible assets except goodwill and second charge on all trade receivables.

9. Other Current Liabilities	2014 (₹ in lacs)	2013 (₹ in lacs)
Trade payables (including acceptances (refer note 32 for details of dues for micro and small enterprises)	2,248.57	4,004.92
Trade payables for Capital Goods	-	9.91
Other liabilities		
Current maturities of long-term borrowings (note.5)	1,208.49	974.46
Investor Education and Protection Fund will be credited by following amounts (as and when due)		
Unpaid dividend	5.90	6.07
Provision for Renewal Purchase Obligation (REC)	321.19	136.71
Others	943.29	423.39
	2,478.87	1,540.64
	4,727.44	5,555.46

* Trade Payable includes due to holding company of ₹ nil (P.Y. ₹ 20,88,45,747/-)

10. Tangible assets

Cost or valuation	Freehold Land	Leasehold Land	Site & Land Development	Factory Shed & Building	Borewell & Water System	Plant & Machinery	Electrical Installation	Work Shop Equipment	Lab Equipment	Air Conditioner	Office Equipment	Computer	Furniture & Fixtures	Vehicles	Pay Loader	Weigh Bridge	Total
At 1 April 2012	428.22	71.75	202.22	1,487.28	29.70	11,440.31	1,824.74	4.16	6.64	18.27	50.72	73.62	99.83	230.87	228.10	12.87	16,209.29
Additions	20.62	-	5.50	48.32	-	144.04	126.98	-	-	0.35	8.64	15.89	2.65	2.79	19.45	-	395.23
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	15.87	-	-	15.87
At 31 March, 2013	448.83	71.75	207.73	1,535.59	29.70	11,584.35	1,951.72	4.16	6.64	18.62	59.36	89.51	102.49	217.79	247.55	12.87	16,588.65
Additions	27.59	-	2.06	55.00	-	87.08	34.62	-	-	-	0.26	4.47	0.28	4.64	-	4.50	220.48
Disposals	48.08	-	-	-	-	51.08	-	-	-	-	-	-	-	3.76	-	-	102.92
At 31 March, 2014	428.34	71.75	209.78	1,590.59	29.70	11,620.34	1,986.34	4.16	6.64	18.62	59.62	93.97	102.77	218.67	247.55	17.37	16,706.21
Depreciation																	
At 1 April 2012	-	-	-	224.35	6.90	2,450.70	542.12	3.86	0.73	5.82	12.10	44.47	26.53	107.99	53.94	2.34	3,481.84
Charge for the year	-	-	-	49.53	0.99	606.69	92.57	0.10	0.29	0.88	2.67	12.77	6.43	20.26	12.61	0.61	806.40
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	7.70	-	-	7.70
At 31 March, 2013	-	-	-	273.88	7.89	3,057.38	634.69	3.96	1.02	6.70	14.77	57.24	32.96	120.54	66.55	2.95	4,280.54
Charge for the year	-	-	-	50.90	0.99	612.77	94.50	0.10	0.29	0.88	7.49	12.28	1.83	18.36	13.22	0.72	814.32
Disposals	-	-	-	-	-	13.26	-	-	-	-	-	-	-	1.69	-	-	14.95
At 31 March, 2014	-	-	-	324.78	8.88	3,656.89	729.19	4.05	1.31	7.58	22.25	69.52	34.79	137.21	79.77	3.67	5,079.91
Net Block																	
At 31 March, 2013	448.83	71.75	207.73	1,261.71	21.81	8,526.96	1,317.03	0.20	5.62	11.92	44.59	32.26	69.53	97.24	181.00	9.92	12,308.60
At 31 March, 2014	428.34	71.75	209.78	1,265.81	20.82	7,963.45	1,257.15	0.11	5.33	11.03	37.36	24.45	67.98	81.46	167.78	13.70	11,626.31

Note:

Plant & Machinery includes Gross Block of ₹ 535.36 lacs (P.Y. ₹ 535.36) with Net Block of ₹ 397.96 lacs (P.Y. ₹ 426.22) and Freehold land of ₹ 22.33 lacs, in respect of expenditure incurred on capital assets, ownership of which does not vest in the Company.

11. Intangible assets

	Goodwill	Computer software	Total
Gross Block			
At 1 April 2012	216.83	29.93	246.76
Purchase	-	-	-
At 31 March, 2013	216.83	29.93	246.76
Purchase	-	1.50	1.50
At 31 March, 2014	216.83	31.43	248.26
Amortization			
At 1 April 2012	43.37	8.67	52.04
Charge for the year	43.37	2.99	46.36
At 31 March, 2013	86.73	11.67	98.40
Charge for the year	43.37	2.99	46.36
At 31 March, 2014	130.10	14.66	144.76
Net Block			
At 31 March, 2013	130.10	18.27	148.37
At 31 March, 2014	86.73	16.77	103.51

12. Non-current investments	2014		2013	
	(₹ in lacs)		(₹ in lacs)	
Trade Investments (valued at cost)				
Unquoted equity instruments, fully Paid up				
80100 Equity Shares of ₹ 10/- each in Hira Cement Ltd.	16.01		16.01	
1755000 Equity Shares of ₹ 10/- each in Maruti Clean Coal & Power Ltd	308.98		308.98	
1330000 Equity Shares of ₹ 10/- each in Earth Minerals Co Ltd	266.28		266.28	
285000 Equity Shares of ₹ 10/- each in Chhattisgarh Power & Coal Benification Ltd	185.86		185.86	
10000 Equity Shares of ₹ 10/- each in Hira Energy Ltd	1.00		1.00	
510 Equity Shares of ₹ 10/- each in Vimla infrastructure (i) P. Ltd.	0.51		0.51	
397000 Equity Shares of ₹ 10/- each in Alok Ferro Alloys Ltd	417.74		417.74	
2004 Equity Shares of ₹ 10/- each in Active Chemical Pvt. Ltd.	2.72		2.72	
Investment in Limited Liability Partnership Firm:				
Name of the Partners				
- Vinay Green Energy LLP	4.22		4.28	
- Kumar ECO Power LLP	4.23		4.29	
	1,207.54		1,207.66	
13. Loans and advances (unsecured, considered good)	Non-current		Current	
	2014	2013	2014	2013
	(₹ in lacs)	(₹ in lacs)	(₹ in lacs)	(₹ in lacs)
Capital advances	37.99	3.75	-	-
Security deposit with govt. & others	265.48	263.58	-	-
Advances recoverable in cash or in kind			935.87	508.56
Other loans and advances				
MAT Credit Entitlement			1,298.72	1,212.98
Advance income-tax (net of provision)			120.10	121.03
Prepaid expenses			10.43	13.62
Balance with statutory/govt. authorities			1,429.39	1,725.58
Total	303.47	267.33	3,794.53	3,581.77
14. Other assets				
Unsecured, considered good unless stated otherwise				
Margin money deposit :				
Non-current bank balances (note-18)	50.62	26.61		
Others				
Interest accrued on fixed deposits	16.46	7.68	20.31	70.47
others			4.12	2.13
	67.08	34.29	24.43	72.60

15 Current investments (valued at lower of cost and fair value, unless stated otherwise)	2014		2013	
	(₹ in lacs)		(₹ in lacs)	
Non-trade investments				
Investment in equity instruments (Quoted)				
(264) 264 Equity Shares of ₹ 10/- each in Capital First Ltd.		2.02		2.02
352893 (447893) Equity Shares of ₹ 10/- each in Sunflag Iron & Steel Co. Ltd		43.88		43.88
Investment in mutual fund (unquoted)				
50000 Units of ₹ 10/- each in SBI Infrastructure Fund (G)		5.00		5.00
250000 Units of ₹ 10/- each in Axis Equity Fund (G)		25.00		25.00
		75.90		75.90
Agreegate Amount of quoted investments		45.90		45.90
Agreegate Market Value of quoted investments		75.63		71.54
Agreegate Amount of unquoted investments		30.00		30.00
Agreegate Market Value of unquoted investments		33.94		33.94
16 Inventories (valued at lower of cost and net realizable value)				
Raw Materials and components (Stock in Transit ₹ 16053029/- (P.Y. ₹ 221753/-)) (Refer Note-21)		4,538		2,377
Finished goods (Refer Note-22)		567.19		461.14
By Product (Refer Note-22)		0.02		0.20
Stores & spares		477.46		421.70
		5,582.81		3,259.82
17 Trade receivables			Current	
Unsecured, considered good				
Outstanding for a period exceeding six months from the date they are due for payment		115.12		222.09
Other receivables *		1,363.18		2,138.85
		1,478.30		2,360.94
* Other receivables includes due from holding company of ₹ 35915942/- (P.Y.Nil)				
18. Cash and bank balances	Non-current		Current	
	2014	2013	2014	2013
	(₹ in lacs)	(₹ in lacs)	(₹ in lacs)	(₹ in lacs)
Cash and cash equivalents				
Cash in hand			25.12	21.56
Balances with banks:				
On current accounts			68.85	810.78
Deposits with original maturity for less than 3 months			80.00	1,247.84
On unpaid dividend account *			5.90	6.07
			179.87	2,086.26
Other bank balances				
Margin money deposit :				
Deposits with original maturity for more than 12 months	50.62	26.61	-	
Deposits with original maturity for more than 3 months but less than 12 months			331.02	373.24
	50.62	26.61	331.02	373.24
Amount disclosed under non-current assets (note-14)	50.62	26.61		
	-	-	510.90	2,459.50

Margin money deposits given as security

Margin money deposits with a carrying amount of ₹ 461.65 lacs (31st March 2013: ₹ 1647.69 lacs) are pledged with various banks for availing LC, BG, OD facilities and pledged with other Govt. Departments.

* Balance held by the company which are not available for use by it.

19. Revenue from operations	2014 (₹ in lacs)	2013 (₹ in lacs)
Revenue from operations		
Sale of products		
Manufacturing Goods and By-Products	17,636.15	16,838.94
Electricity	3,584.00	2,137.02
Traded Goods	1,802.41	26,747.96
Other operating revenue		
Scrap sales	28.38	21.63
Export Licence Sale	18.61	59.44
Revenue from operations (gross)	23,069.54	45,804.99
Less: Excise duty#	1,793.78	1,413.01
Revenue from operations (net)	21,275.77	44,391.98
<p># Excise duty on sales amounting to ₹ 179377957 (31st March, 2013: ₹ 141300647) has been reduced from sale in profit & loss account and excise duty on increase/(decrease) in stock amounting to (₹ 1164688) (31st March, 2013: (₹ 2006422)) has been considered as (income)/expense in note 24 of financial statements.</p>		
Details of products sold	2014 (₹ in lacs)	2013 (₹ in lacs)
Finished Goods and by-products Sold		
Ferro Alloys		
-Domestic	17,226.46	15,415.69
-Export	408.93	1,349.27
Electricity	3,584.00	2,137.02
Fly Ash Bricks	-	72.94
By-Products & Others	0.76	1.03
Traded Goods Sold		
H.B.Wire	32.96	1,972.96
M.S.Round in Coil	1,327.07	21,698.82
MS Bar Plain	-	67.74
Waste & Scrap	19.65	344.04
TMT Bar	264.84	2,664.40
Butt Welding	79.43	-
Silico Manganese	78.45	-
	23,022.56	45,723.92
20. Other Income	2014 (₹ in lacs)	2013 (₹ in lacs)
Interest Income on		
Bank Deposits	33.81	151.98
Others	20.93	145.52
Dividend received on current investments	0.00	-
Net gain on sale of current investments	-	13.10
Profit on sale of fixed assets	30.78	0.66
Discount on Forward Exchange Contracts	-	11.82
Income from Duty Draw Back	13.64	39.63
Other non-operating income	1.49	0.69
	100.65	363.39

21. Cost of raw material and components consumed

	2014 (₹ in lacs)	2013 (₹ in lacs)
Inventory at the beginning of the year	2,376.78	4,078.27
Add: purchases including procurement expenses (Net of Disposal)	15,890.77	11,196.80
	18,267.54	15,275.07
Less : Inventory at the end of the year (Stock in Transit ₹.16053029/- (P.Y. ₹ 221753/-))	4,538.14	2,376.78
Cost of raw material and components consumed	13,729.40	12,898.29
Details of raw material and components consumed		
Managnese Ore	5,288.86	5,427.98
Coal	6,112.22	5,098.11
Carbon Paste	472.43	363.84
HI Mno Slag	429.38	484.49
Rice Husk	1,150.18	1,294.03
Lancing Pipe	30.23	46.33
Others	246.10	183.50
	13,729.40	12,898.29
Details of Inventory		
Raw Material and Components		
Managnese Ore	3,123.13	1,304.56
Coal	968.94	666.30
Carbon Paste	29.01	20.21
HI Mno Slag	9.55	160.52
Rice Husk	49.97	72.00
Lancing Pipe	4.96	3.53
Others	352.58	149.66
	4,538.14	2,376.78

22. (Increase)/Decrease in Inventories

	2014 (₹ in lacs)	2013 (₹ in lacs)	(Increase)/Decrease (₹ in lacs)
			31st March, 2014
Inventories at the end of the year			
Finished goods and by-products	567.21	461.33	(105.88)
	567.21	461.33	(105.88)
Inventories at the beginning of the year			31st March, 2013
Finished goods and by-products	461.33	279.13	(182.20)
	461.33	279.13	(182.20)
Net (increase)/decrease in inventories	(105.88)	(182.20)	

Details of purchase of traded goods

	2014 (₹ in lacs)	2013 (₹ in lacs)
H.B.Wire	32.89	1,964.30
M.S.Round in Coil	1,325.04	21,662.61
MS Bar Plain	-	67.43
Butt Welding	79.33	-
Silico Manganese	78.00	-
Waste & Scrap	19.61	343.42
TMT Bar	264.47	2,654.37
	1,799.35	26,692.13
Details of Inventories		
Finished goods and by-products		
Ferro Alloys	567.16	461.11
Fly Ash Bricks	0.03	0.03
By-Products & Others	0.02	0.20
	567.21	461.33

23. Employee benefit expense	2014 (₹ in lacs)	2013 (₹ in lacs)
Salaries, wages and bonus	811.21	742.13
Contribution to provident and other fund	51.82	48.47
Gratuity Expense (Note 29)	20.17	15.64
Workmen and staff welfare expenses	3.07	11.07
	886.27	817.30
24. Other Expense		
Consumption of stores and spares	491.04	425.29
(Increase)/decrease of excise duty on inventory	11.65	20.06
Packing Material Consumed	48.65	66.03
Power & Fuel	786.70	690.70
Water Charges	7.32	7.48
Material Handling & other manufacturing expenses	378.34	229.23
Insurance	13.11	3.60
Repairs and maintenance		
- Plant and machinery	195.46	200.01
- Buildings	40.00	24.95
- Others	48.46	19.30
Rebate, shortage claims & other deductions	64.96	6.02
Commission		
- Other than Sole selling agents	40.28	60.31
Travelling and conveyance	29.14	36.83
Communication expenses	17.53	18.31
Printing and stationery	5.32	9.09
Legal and professional fees	37.67	36.40
Directors' sitting fees	1.12	0.88
Directors' remuneration	55.33	40.60
Payment to Auditor (Refer details below)	4.72	4.50
Security service charges	43.00	41.73
Loss on foreign exchange transactions (net) exchange differences (net)	99.22	136.39
Premium on Foreign Exchange Contract	158.16	-
Renewal Purchase Obligation (RPO)	184.48	136.71
Share of Loss on Limited Liability Partnership	0.12	0.13
Miscellaneous expenses	249.68	208.05
	3,011.48	2,422.60
Payment to Auditor		
As auditor :		
Audit fee	4.15	4.15
Tax Audit fee	0.25	0.25
In other capacity		
Other services	0.32	0.10
	4.72	4.50
25. Depreciation and amortization expense		
Depreciation on tangible assets	814.32	806.40
Amortization of intangible assets	46.36	46.36
	860.68	852.76

26. Finance Costs

	2014 (₹ in lacs)	2013 (₹ in lacs)
Interest		
- on term loans	351.27	624.50
- on working capital	251.52	329.87
- on others	52.55	7.08
Bank charges	111.24	82.76
	<u>766.58</u>	<u>1,044.21</u>

27. Earnings per share (EPS)

Net profit/(loss) as per statement of profit and loss	270.85	383.67
Net profit/(loss) for calculation of basic EPS & Diluted EPS	270.85	383.67
Weighted average number of equity shares in calculating Basic EPS	1,95,88,500	1,95,88,500
Weighted average number of equity shares in calculating Diluted EPS	1,95,88,500	1,95,88,500
Basic & Diluted EPS		
- Basic earning per share (in ₹)	1.38	1.96
- Diluted earning per share (in ₹)	1.38	1.96

28. Contingent Liabilities not provided for, are in respect of :-

- I. Central Excise Duty ₹ 165.81 lakhs (Previous Year ₹ 5.75 lakhs)
CST/VAT/Entry Tax ₹ 55.99 lakhs (Previous Year ₹ 60.23 lakhs)
Income Tax ₹ 11.98 lakhs (Previous Year ₹ 2.37 lakhs)
In respect of above demands the Company has preferred Appeals before higher authorities.
- II. Corporate Guarantees issued in favour of the bank aggregating to ₹ Nil (previous year ₹ 104900 lacs) in respect of financing facilities granted to other bodies corporate.
- III. Counter Guarantees given against the bank guarantees issued by the companies banker aggregating to ₹ 264.54 lacs (P.Y.178.06 lacs).
- IV. Disputed energy development cess demanded by the Chief Electrical Inspector. Govt of Chhattishgarh ₹ 1196.76 Lacs (P.Y. ₹ 1034.63 Lacs). The Hon'ble High court of Chhattishgarh has held the levy of cess as unconstitutional vide its order dtd 20th June 2008. The state government has filed a special leave petition before Hon'ble Supreme Court, which is pending for final disposal.

29. Gratuity and other post-employment benefit plans :

The Company has a defined benefit gratuity plan. Gratuity is computed as 15 days salary, for every completed year of service or part thereof in excess of 6 months and is payable on retirement/termination/resignation. The benefit vests on the employees after completion of 5 years of service. The Gratuity liability has not been externally funded. Company makes provision of such gratuity liability in the books of account on the basis of actuarial valuation as per the Projected unit credit method.

The following tables summarise the components of net benefit expense recognized in the profit and loss account and the unfunded status and amounts recognized in the balance sheet for the Gratuity.

Profit and Loss account

Net employee benefit expense (recognized in Employee Cost)

	₹ in Lacs (Gratuity) 2014	₹ in Lacs (Gratuity) 2013
Current Service cost	12.51	10.37
Interest cost on benefit obligation	5.73	4.33
Expected return on plan assets	0.00	0.00
Net actuarial loss/(gain) recognised in the year	1.94	0.93
Past service cost	0.00	0.00
Actual return on plan assets	<u>20.17</u>	<u>15.64</u>

	₹ in Lacs (Gratuity) 2014	₹ in Lacs (Gratuity) 2013
Balance Sheet details of provision for Gratuity		
Defined benefit obligation	72.08	55.18
Fair value of plan assets	0.00	0.00
	72.08	55.18
Less : Unrecognised past service cost	0.00	0.00
Plan liability	72.08	55.18
Changes in the present value of the defined benefit obligation are as follows :		
Defined benefit obligation as at April 1, 2013	55.18	41.11
Interest cost	5.73	4.33
Current Service Cost	12.51	10.37
Benefits paid	(3.28)	(1.56)
Actuarial losses on obligation	1.94	0.93
Defined benefit obligation as at March 31, 2014	72.07	55.18

Since the entire amount of plan obligation is unfunded therefore changes in the fair value of plan assets are not given. Further the entire amount of plan obligation is unfunded therefore categories of plan assets as a percentage of the fair value of total plan assets and Company's expected contribution to the plan assets in the next year is not given.

The principal assumptions used in determining gratuity benefit obligations for the company's plans are shown below :

	2014	2013
Discount Rate	8.25%	8.25%
Increase in Compensation cost	5.00%	5.00%
Expected average remaining working lives of employee (years)	21.87	23.05

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Contribution to Defined Contribution Plans :	₹ in Lacs	
	2014	2013
Provident Fund	42.57	37.00

30. Segment-wise Revenue Results :

Basis of preparation :

- Business segments of the company have been identified as distinguishable components that are engaged in a group of related product and that are subject to risks and returns different from other business segments. Accordingly Ferro Alloys and Power have been identified as the business segments.
- The geographic segments identified as secondary segments are "Domestic Market" and "Export Market". Since there is no Export Market Revenue, the same has not been disclosed. The entire capital employed is within India.

Information about business Segments-Primary

₹ in Lacs

Particulars	Ferro Alloys Segment		Power		Trading Segment		2014	2013
	2014	2013	2014	2013	2014	2013		
A) REVENUE								
External Sales	15888.60	15507.00	3584.75	2137.02	1802.41	26747.96	21275.77	44391.98
Inter Segment Sales	0.00		6074.83	5834.68	0.00	0.00	6074.83	5834.68
Total Segment Revenue	15888.60	15507.00	9659.59	7971.70	1802.41	26747.96	27350.60	50226.66
Less: Eliminations	0.00	0.00	6074.83	5834.68	0.00	0.00	6074.83	5834.68
Net Revenue	15888.60	15507.00	3584.75	2137.02	1802.41	26747.96	21275.77	44391.98
B) RESULTS								
Segment Operational Profit								
Ferro Alloys Segment							(578.20)	(122.42)
Power							1784.33	1191.12
Trading							1.88	40.21
Total Segment Result							1208.01	1108.90
Un-allocable Income							43.68	323.77
Interest Expenses							(766.58)	(1044.21)
Un-allocable Expenses							(56.57)	(178.18)
Net Tax Expense							(157.69)	173.39
Net Profit							270.85	383.67
C) OTHER INFORMATION								
Segment Assets								
Ferro Alloys Segment							12696.28	10520.10
Power							10612.82	11483.16
Trading							21.67	2422.74
Total Segment Assets							23330.77	24426.00
Un-allocable Assets							1429.76	1410.66
Total Assets							24760.53	25836.66
Segment Liabilities and Provisions								
Ferro Alloys Segment							8417.47	6973.72
Power							3105.83	3374.30
Trading							20.82	2107.76
Total Liabilities and Provisions							11544.12	12455.78
Un-allocable Liabilities and Provisions							1284.11	386.42
Total Liabilities and Provisions							12828.23	12842.19
Capital Expenditure							214.92	269.31
Depreciation /Amortisation							860.68	852.76

31. RELATED PARTY DISCLOSURE AS PER AS-18
a) Related parties and their relationship :

- a) Holding Company**
- Godawari Power & Ispat Ltd.
- b) Subsidiary of Holding Company**
- Krishna Gobal Minerals Ltd
- Godawari Green Energy Ltd
- Ardent Steel Ltd
- c) Related Enterprises where control exist**
- Active Chemical Pvt. Ltd.
- Hira Foundation
- Vrindavan Realcon LLP
- Vinay Green Energy LLP
- Kumar Eco Power LLP
- Dinesh Realcon LLP
- d) Key Management Personnel**
- Mr. N. P. Agrawal
- Mr. Arvind Dubey

Note : Related Party relationship is as identified by the company and relied upon by the Auditors.

Transaction with related parties in the ordinary course of business		(₹ in lacs)	
Nature of Transactions		2014	2013
a) Holding Company			
1.	Purchase of Materials and Others	970.34	971.91
2.	Purchase of Trading Goods	1,798.16	27,668.74
3.	Sale of Goods	1,944.55	1,742.37
4.	Sale of Trading Goods	1,114.33	17,653.21
5.	Balance due to	-	2,083.15
6.	Balance due from	359.16	-
b) Subsidiary of Holding Company			
1.	Interest paid on loan - Krishna Gobal Minerals Ltd	0.13	0.23
2.	Sale of Goods - Ardent Steel Ltd	-	97.35
3.	Balance Outstanding Loan Payable - Krishna Gobal Minerals Ltd	-	2.80

Nature of Transactions	Related Enterprises where control exist		Key Managerial Personnel		Total	
	2014	2013	2014	2013	2014	2013
1. Directors Remuneration and Salary	-	-	55.33	40.60	55.33	40.60
2. Directors Sitting Fees	-	-	1.12	0.88	1.12	0.88
3. Loans & Advances received during the year	-	-	897.00	200.00	897.00	200.00
4. Loans & Advances Taken repaid during the year	12.32	-	921.19	206.35	933.51	206.35
5. Interest Paid on Loans Taken	-	0.18	26.88	1.19	26.88	1.38
6. Balance Outstanding		-		-		-
Accounts Receivable	5.34	5.34	-	-	5.34	5.34
Loan Payable	-	13.31	-	-	-	13.31

c) Details of Material Transaction with related parties	2014	2013
Remuneration Paid		-
Mr. N. P. Agrawal	42.00	30.00
Mr. Arvind Dubey	13.33	10.60
Director Sitting Fees Paid		-
Mr. Yarra Chandra Rao	0.36	0.28
Mr. Biswajit Chaudhuri	0.38	0.30
Mr. B.N. Ojha	0.38	0.30
Loans & Advances Received during the year:		
Mr. N.P.Agrawal	897.00	200.00
Loans & Advances Taken Repaid during the year:		
Mr. N.P.Agrawal	921.19	206.35
Interest Paid on Loans Taken		
Mr. N.P.Agrawal	26.88	1.19
Vrindavan Realcon LLP	-	0.18
Krishna Global Minerals Ltd.	0.13	0.23
Balance of Accounts Receivable		
Hira Foundation	5.34	5.34
Balance of Loans Payable		
Dinesh Realcon LLP	-	1.73
Kumar Eco Power (LLP)	-	4.70
Vrindavan Realcon LLP	-	2.18
Vinay Green Energy LLP	-	4.70

32. The Company has identified the amount due to Micro, Small and Medium Enterprises under The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) as at 31st March, 2014

	2014	2013
		(₹ in lacs)
i) The principal amount and the interest due thereon remaining unpaid to any supplier as at 31st March, 2014		
Principal Amount	0.00	0.00
Interest	0.00	0.00
ii) The amount of interest paid by the Company along with the amounts of the payment made to the supplier beyond the appointed day for the year ending 31st March, 2014	0.00	0.00
iii) The amount of interest due and payable for the period of delay in making payment (beyond the appointed day during the year)	0.00	0.00
iv) The amount of interest accrued and remaining unpaid for the year ending 31st March, 2014	0.00	0.00
v) The amount of further interest remaining due and payable for the earlier years.	0.00	0.00

Note : The information has been given in respect of such suppliers to the extent they could be identified as "Micro, Small and Medium" enterprises on the basis of information available with the Company.

33. Foreign Currency Exposure that are not hedged by derivative instruments or forward contracts as on 31.03.2014 amounts to ₹ 290.79 Lacs (PY. ₹ 591.65 lacs)

34. In the opinion of the board, the value of realisation of long term loans and advances, other non current assets and current assets in the ordinary course of business will not be less than the amount at which they are stated in the balance sheet.
Value of import calculation on CIF Basis

35. Value of import calculation on CIF Basis

	2014	2013
		(₹ in lacs)
Raw Materials		
- Manganese Ore	762.08	255.65
- Coal	550.06	559.51
	1,312.13	815.15

(₹ in lacs)

36. Expenditure in foreign currency	2014	2013		
-Financial Charges	127.99	70.14		
-Travelling and conveyance	3.80	2.57		
-Subscription Fees	0.70	0.56		
-Raw Material Handling Charges	-	10.89		
	132.48	84.16		
37. Earnings in foreign currency				
Exports at CIF Value	408.93	1,349.27		
	408.93	1,349.27		
38. Imported and Indigenous raw material & spare parts consumed				
	2014		2013	
	% of Total Consumption	(₹ in lacs)	% of Total Consumption	(₹ in lacs)
Raw Materials				
-Imported	6.65	913.55	6.32	815.15
-Indigenous	93.35	12,815.86	93.68	12,083.14
	100.00	13,729.40	100.00	12,898.29
Stores & Spares				
-Imported	-	-	-	-
-Indigenous	100.00	491.04	100.00	425.29
	100.00	491.04	100.00	425.29

39. Previous year figures are regrouped / rearranged wherever necessary.

As per our report of even date

For O. P. Singhania & CO.
 (Firm Reg. No.002172C)
 Chartered Accountants

Per SANJAY SINGHANIA
 Partner
 Membership No.076961
 Place : Raipur
 Date : 24.05.2014

For and on behalf of the Board of Directors of Hira Ferro Alloys Limited

(N. P. AGRAWAL)
 Managing Director

(Y. C. RAO)
 Director

(MOHIT CHANDE)
 Company Secretary



HIRA FERRO ALLOYS LIMITED

Registered Office: Plot No. 567B, Urla Industrial Area, Raipur - 493221, Chhattisgarh,
Corporate office: Hira Arcade, Near New Bus Stand, Pandri, Raipur - 492001, Chhattisgarh,
www.hiraferroalloys.com
L27101CT1984PLC005837

Attendance Slip

Registered Folio / DP ID & Client ID	
Name and address of the Shareholder	

1. I, hereby record my presence at the 30th Annual General Meeting of the Company of the Company held on Saturday the 27th day of September, 2014 at 11:00 A.M. at the Corporate office of the Company at 2nd Floor, Hira Arcde, Near New bus Stand Pandri, Raipur – 492001.
2. Signature of Shareholder/Proxy Present:.....
3. Shareholder/ Proxy holder wishing to attend the meeting must bring the duly signed attendance Slip to the meeting.
4. Shareholder/Proxy Holder attend the meeting is requested to bring his/her copy of the Annual Report.

PLEASE CUT HERE AND BRING THE ABOVE ATTENDANCE SLIP TO THE MEETING





HIRA FERRO ALLOYS LIMITED

Registered Office: Plot No. 567B, Urla Industrial Area, Raipur - 493221, Chhattisgarh,
Corporate office: Hira Arcade, Near New Bus Stand, Pandri, Raipur - 492001, Chhattisgarh,
www.hiraferroalloys.com
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PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the member (s):
Registered address:
E-mail Id:
Folio No/ Client Id:
DP ID:

I/We, being the member(s) holding.....shares of the above named company, hereby appoint:

- (1) Name..... Address.....
Email Id..... Signature.....or failing him/her;
- (2) Name..... Address.....
Email Id..... Signature.....or failing him/her;
- (3) Name..... Address.....
Email Id..... Signature.....or failing him/her;

And whose signature(s) are appended below as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 30th Annual General Meeting of the company, to be held on the Saturday, September 27, 2014 at 11.00 a.m. at Corporate Office of the Company situated at 2nd Floor, Hira Arcade, Near New Bus Stand, Pandri, Raipur - 492001, Chhattisgarh and at any adjournment thereof in respect of such resolutions as are indicated below:

** I wish my above Proxy to vote in the manner as indicated in the box below:

Sl No.	Resolutions	Optional*	
		For	Against
1.	Consider and adopts: Audited Financial Statements, Reports of the Board of Directors and Auditors		
2.	Declaration of Dividend on Equity Shares		
3.	Re-appointment of Shri Arbind Kumar Dubey, who retires by rotation		
4.	Appointment of Auditor and fixing their remuneration		
5.	Appointment of Shri Bhrigu Nath Ojha as Independent Director		
6.	Appointment of Shri Biswajit Choudhuri as Independent Director		
7.	Adoption of New Articles of association of the Company		
8.	Approval of Remuneration of the Cost auditors		
9.	Leave and License agreement with Raipur Complex		

Signed this..... day of..... 20....

Signature of shareholder

Signature of Proxy holder(s)

Affix Re
1/-Revenue
Stamp

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A Proxy need not be a member of the Company.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. *This is only optional. Please put a 'X' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
5. Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.
6. In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.



HIRA FERRO ALLOYS

HIRA FERRO ALLOYS LIMITED

CIN: L27101CT1984PLC005837

Registered Office and Works: 567B, 568 & 553B, Urla Industrial Complex, Raipur - 493221, Chhattisgarh, India

P: +91 771 4082450-51, **F:** +91 771 4082452

Corporate address: Hira Arcade, Near New Bus Stand, Pandri, Raipur - 492001, Chhattisgarh, India

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