



92ND
ANNUAL
REPORT
2018-2019



EASTERN INVESTMENTS LIMITED



92ND ANNUAL REPORT

2018-2019

EASTERN INVESTMENTS LIMITED

(A GOVERNMENT OF INDIA ENTERPRISE)

CIN NO: L65993WB1927GOI005532

SOURAV ABASAN, 2nd Floor, AG - 104,
Sector - 2, Salt Lake City, Kolkata - 700091

Tel.: 033-4016-9200, Fax: 033-4016-9267

E-mail: info.birdgroup@birdgroup.co.in

Website: www.birdgroup.co.in



BOARD OF DIRECTORS

Shri P. K Rath	<i>Ex- Officio Non- Executive Chairman</i>
Smt Pally Kundu	<i>Government Nominee Non- Executive Director</i>
Shri D K Mohanty	<i>Ex- Officio Non- Executive Managing Director (w.e.f 01.08.2019)</i>
Shri P Raychaudhury	<i>Ex- Officio Non- Executive Managing Director (upto 31.07.2019)</i>

GENERAL MANAGER (FINANCE) & CFO

Shri A. Chakravarty

COMPANY SECRETARY

Smt. U. Chaoudhury

AUDITORS

Das & Prasad
Chartered Accountants,
Kolkata

BANKERS

State Bank of India (GOC Br. Salt Lake Kolkata)
Oriental Bank of Commerce (Salt Lake, Kolkata)
Syndicate Bank (N.S. Road, Kol-1)

REGISTERED OFFICE

Sourav Abasan

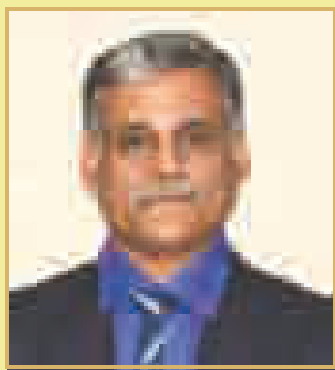
AG- 104, 2nd Floor, Sector -2
Salt Lake City, Kolkata- 700091
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Website: www.birdgroup.co.in
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REGISTRAR AND TRANSFER AGENT

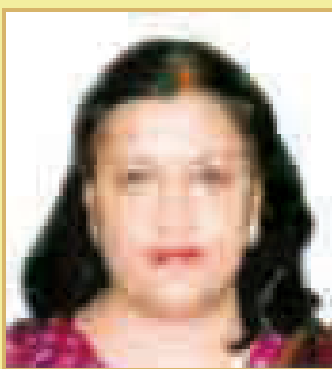
M/s. C. B. Management Services (P) Limited

P-22, Bondel Road, Kolkata - 700019
Phone: (033) 4011-6700/6711/6718/6723
Fax: (033) 4011-6739, E-mail: rta@cbmsl.com
CIN NO: L65993WB1927GOI005532

BOARD OF DIRECTORS



Shri P. K Rath
Chairman



Smt. Pally Kundu
Director



D K Mohanty
Managing Director

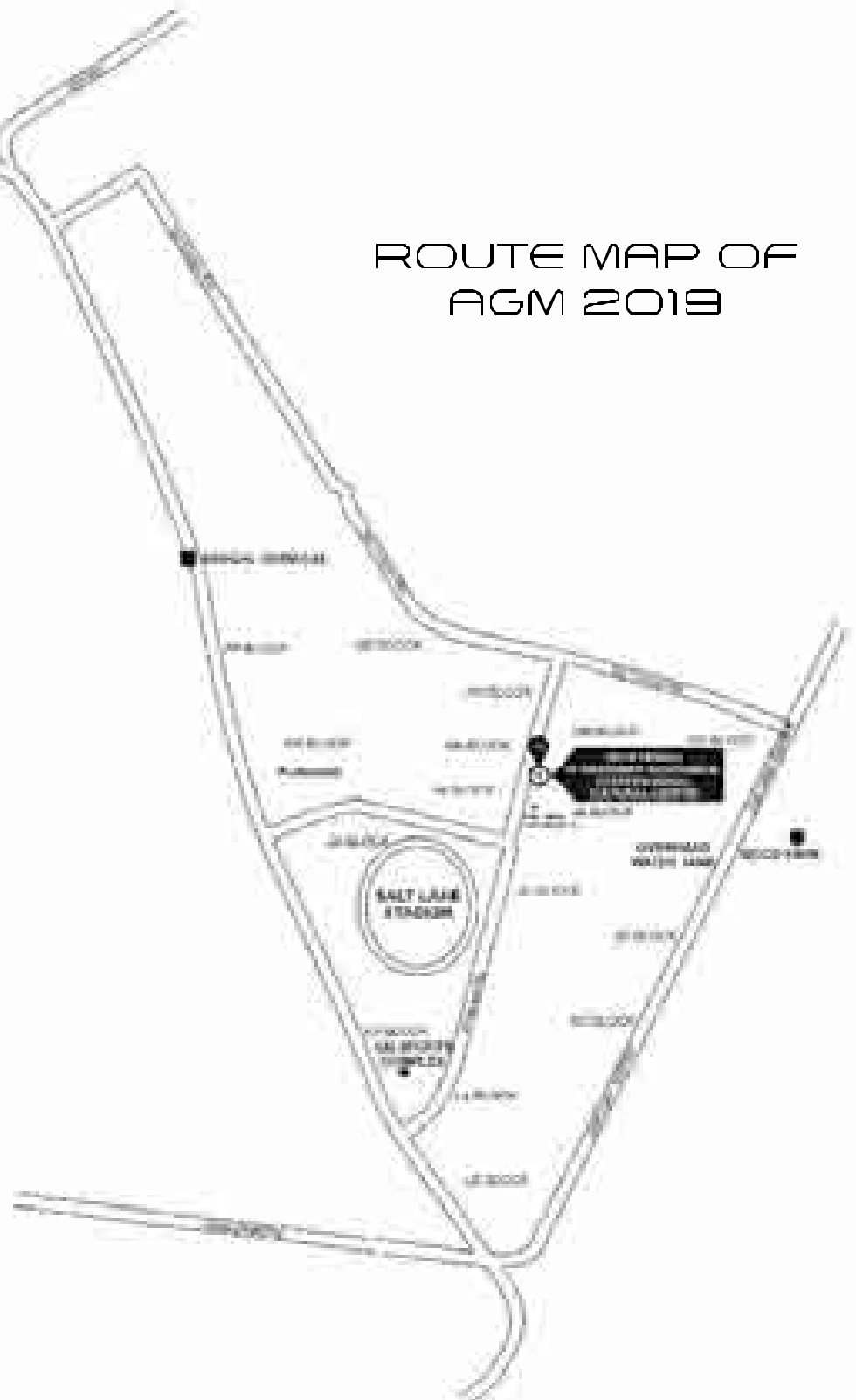
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ROUTE MAP OF AGM 2019





EASTERN INVESTMENTS LIMITED

CIN: L65993WB1927GOI005532

Registered Office: AG-104 " Sourav Abasan" 2nd Floor, Sector-II, Salt Lake City, Kolkata-700 091

Tel: 91 33 4016-9200, Fax: 91 33 4016-9267,

E-mail: info.birdgroup@birdgroup.co.in ,

Website: www.birdgroup.co.in

NOTICE

Notice is hereby given that the 92nd Annual General Meeting of Eastern Investments Limited will be held on Wednesday, the 25th Day of September, 2019 at 12.30 P.M at "Purbashree Auditorium" of 'Eastern Zonal Cultural Centre' at Bhartiyam Cultural Multiplex, IB-201, Salt Lake, Sector-III, Kolkata-700106 to transact the following business:-

ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statement of the company for the financial year ended 31st March 2019, the Reports of the Board of Directors and Auditors and comments of the Comptroller & Auditor General of India thereon and the Consolidated Financial Statements of the Company with its two subsidiaries- The Orissa Minerals Development Company Limited (OMDC) and The Bisra Stone Lime Company Limited (BSLC).
2. To fix the remuneration of Auditors under provision of Section 142 of the Companies Act, 2013

In this respect to consider and, if thought fit, to pass, with or without modification, the following Resolution as an Ordinary Resolution:

"RESOLVED that pursuant to Section 142 of the Companies Act, 2013, M/s. N C Banerjee & Co., Statutory Auditors of the Company appointed by the Comptroller & Auditor General of India for the financial year 2019-20 under provision of Section 139(5) of the Companies Act, 2013, be paid a remuneration of such amount plus out of pocket expenses, for conduct of Audit, as may be determined by the Board.

SPECIAL BUSINESS:

3. To consider and, if thought fit, to pass with or without modification(s) the following resolution as Ordinary Resolution:

"RESOLVED THAT Shri Deb Kalyan Mohanty Director (Commercial), Rastriya Ispat Nigam Limited (RINL), who was appointed as an Additional Director of the Company w.e.f 13.08.2019 and who holds office as such up to the date of ensuing Annual General Meeting, be and is hereby appointed as Director of the company".

By Order of the Board
For **Eastern Investments Ltd**

(U. Chaoudhury)
Company Secretary

Place : Kolkata
Date : 13/08/2019

NOTES:

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXIES, IN ORDER TO BE VALID AND EFFECTIVE, MUST BE DELIVERED TO THE REGISTERED OFFICE OF THE COMPANY AT LEAST FORTY- EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A PROXY FORM IS ANNEXED TO THIS REPORT.
- b) Members / Proxies are requested to bring their admission slips along with copy of the Annual Report to the Annual General Meeting.
- c) Corporate members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the Meeting.
- d) As per Section 105 of the Companies Act, 2013 and relevant rules made there under, a person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent (10%) of the total share capital of the company carrying voting rights. Further, a member holding more than ten percent (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 proxy for any other person or shareholder.
- e) During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing of the intention so to inspect is given to the Company.
- f) Pursuant to the provisions of Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books for the equity shares of the Company will remain closed from 19th September 2019 to 25th September 2019 (both days inclusive).
- g) Additional information pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 in respect of the Directors seeking appointment as mentioned under items no. 3 at the Annual General Meeting are furnished and forms part of this Notice. The said Directors had furnished necessary consents/ declarations for their appointment.
- h) The explanatory statement pursuant to Section 102 of the Companies Act, 2013 in respect of item no. 3 of the accompanying notice is annexed hereto.
- i) The route map to the venue of the meeting is separately attached for the convenience of the members to attend the meeting.
- j) Pursuant to Section 124 of the Companies Act 2013, the Company is required to transfer unpaid dividends remaining unclaimed and unpaid for the period of 7 years from the due date(s) to the Investor Education and Protection Fund (IEPF) set up by the Central Government. Shareholders are requested to note that no claims shall lie against the said Fund or the Company in respect of any amounts which were unclaimed and unpaid for a period of seven years from the dates that they first became due for payment and no payment shall be made in respect of any such claims.

- k) Members who have not encashed their dividend warrants within their validity period may write to the Company at its Registered Office or CB Management Services (P) Limited, Registrar & Transfer Agent of the Company, for revalidating the warrants or for obtaining duplicate warrants or payment in lieu of such warrants in the form of demand draft.
- l) Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made there under, Companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their email address either with the Company or with the Depository Participant(s). Members who have not yet registered their email address can now register the same either with the Company or with the Depository Participant(s). Members of the Company who have registered their email address are also entitled to receive such communication in physical form, upon request.
- m) SEBI has made it mandatory for all companies to use bank account details furnished by the Depositories for depositing dividend through NECS, NEFT etc to investors wherever NECS and bank details are available. In absence of NECS facilities, the company will print the bank account details, if available, on the payment instrument for distribution of dividend. The Company provides the facility for remittance of dividend to Shareholders through NECS (National Electronic Clearing Service) / RTGS (Real Time Gross Settlement) / NEFT (National Electronic Funds Transfer). Shareholders who have not yet availed the NECS/RTGS/NEFT facility and wish to avail the same may have their bank details, including MICR (Magnetic Ink Character Recognition) and IFSC (Indian Financial System Code) number updated with their respective Depository Participants (DPs) or RTA where shares are held in the dematerialized form and in the physical form, respectively.
- n) Please note that as per the notifications of SEBI, the Company's equity shares have been under compulsory demat trading mode for all the investors. You are therefore, requested to demat your shareholding to avoid inconvenience in future.
- o) The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company / CB Management Services (P) Limited.
- p) Members desirous of making a nomination in respect of their shareholding in physical form, as permitted under Section 72 of the Companies Act, 2013, are requested to submit the prescribed form SH13 and SH14, accordingly to the Share Department of the Company or to the office of the Registrar and Share Transfer Agent, M/s C B Management Services (P) Limited.
- q) Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to CB Management Services (P) Limited for consolidation into a single folio.
- r) Cut-off date for e-voting has been fixed on 18th September, 2019.
- s) The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the AGM.



- t) **Non-Resident Indian Members** are requested to inform **CB Management Services (P) Limited** immediately of:
- (a) **Change in their residential status on return to India for permanent settlement.**
 - (b) **Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.**
- u) **To receive all communication promptly, please update your address registered with the Company or Depository Participant, as may be applicable.**
- v) **Members are requested to:-**
- **Note that copies of Annual Report will not be distributed at the Annual General Meeting.**
 - **Bring copies of Annual Report, Notice and Attendance Slip duly completed and signed at the meeting.**
 - **Deliver duly completed and signed Attendance Slip at the entrance of the meeting venue .**
 - **Quote the Folio/Client ID & DP ID Nos. in all correspondence.**
 - **Members, who hold shares in dematerialized form are requested to bring their Client ID and DP ID Nos. for easier identification of attendance at the meeting.**
 - **Note that due to strict security reasons, mobile phones, brief cases, eatables and other belongings are not allowed inside the Meeting Hall.**
 - **Note that no gifts will be distributed at the Annual General Meeting.**

**By Order of the Board
For Eastern Investments Ltd**

**(U. Chaoudhury)
Company Secretary**

Place : Kolkata
Date : 13/08/2019

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

Item No: 3

Shri Deb Kalyan Mohanty Director (Commercial), Rastriya Ispat Nigam Limited (RINL), was appointed as the Managing Director of the Company effective from 01.08.2019, holds office up to the date of this Annual General Meeting in terms of Section 161 of the Companies Act, 2013 read with Article 106 of the Articles of Association of the Company.

Shri Deb Kalyan Mohanty is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013.

Your Directors recommend his appointment in the interest of the Company.

None of the Directors, Key Managerial Personnel (KMPs) or the relatives of Directors or KMPs, except Shri Deb Kalyan Mohanty are in any way, concerned or interested, financial or otherwise, in the said resolution.

REQUEST TO MEMBERS

Members desirous of getting Information/Clarification on the Accounts and Operations of the company or intending to raise any query are requested to forward the same at least 7 days in advance of the meeting to the Company Secretary at the office address so as the same may be attended appropriately.

KIND ATTENTION OF SHAREHOLDERS HOLDING SHARES IN PHYSICAL FORM

The Shares held by you in physical form can be easily dematerialized i.e. converted into electronic form. The various benefits derived out of dematerialization of shares are:

1. Immediate transfer of securities.
2. No stamp duty on transfer of securities.
3. Elimination of risk associated with physical certificates such as bad delivery, fake securities, etc.
4. Reduction in paperwork involved in transfer of securities.
5. Reduction in transaction cost.
6. Nomination facility.
7. Changes in address recorded with DP get registered electronically with all Companies in which investor holds securities in demat form, eliminating the need to correspond with each of them separately.
8. Transmission of securities is done by DP eliminating correspondence with Companies.
9. Convenient method of consolidation of folios/accounts.

10. Automatic credit into demat account, of shares, arising out of split/ consolidation / merger; You are, therefore, requested to:

- a) Approach any Depository Participant (DP) of your choice for opening a Demat Account.
- b) Fill in a Demat Request Form (DRF) and handover the relative physical share certificate(s) to your DP for Dematerialization of your shares.

Shares will get converted into electronic form and automatically credited to your Demat Account

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 and has issued a Circular stating that service of notice/ documents including annual report can be sent by e-mail to its members. We request you to join us in this noble initiative and look forward to your consent to receive the annual report in electronic form. To support this green initiative of the Government in full measure and in compliance of Section 101 and Section 136 of the Companies Act, 2013, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participant. Members who hold shares in physical form are requested to register the same with EIL or our Registrar and Transfer Agent, M/S C B Management Services (P) Ltd , P-22, Bondel Road, Kolkata - 700 019 to enable the Company to send the Annual Reports through e-mail instead of physical form.

CHAIRMAN'S SPEECH

at the
92nd Annual General Meeting
on
25th September, 2019

Dear Members,

It is my privilege to address the 92nd Annual General Meeting of Eastern Investments Limited (EIL). On behalf of the Board of Directors, the Management and the Employees of the Company, I welcome you all to this AGM. I express my gratitude to all of you for your continuous trust, support and patronage.

The Annual Report, including Director's Report and the Audited Statements of Accounts for the year 2018-19 along with Consolidated Accounts and the Notice have already been circulated to you and with your consent, I take them as read.

Performance of the Company:

The income of the company is derived mainly from (i) Dividends from investments in shares of various companies including subsidiary company OMDC and (ii) Interests on term deposits with banks and deposits in bonds.

However, due to the existing financial position of The Orissa Minerals Development Company Limited and The Bisra Stone Lime Company Limited, no dividend was declared by these two Companies in the previous financial year hence no dividend income could be earned by Eastern Investments Limited from these Companies for the financial year 2018-19.

Subsidiaries:

The Orissa Minerals Development Company Limited (OMDC) and The Bisra Stone Lime Company Limited (BSLC) are the subsidiaries of EIL.

The Orissa Minerals Development Company Limited(OMDC)

This year also there was no mining activity in any of the mines of OMDC owing to non-renewal of mining leases and non-availability of other statutory clearances. The management of your Company has been putting constant efforts for renewal of mining leases. The Company made full payment of compensation for Belkundi and Bagiaburu mines and initiated actions for obtaining necessary clearances. The Company is making attempts for completing the payment in case of Badrasahi also. The legal issues are also being addressed with utmost care by engaging experienced and senior advocates/legal professionals to settle the cases in favour of the Company at the earliest.

As mines remained inoperative, your company could not earn any revenue from sales in this year. However, by prudent cash planning, taking into consideration the Government Guidelines, your Company has earned an interest income of Rs. 51.50crores during the year on its Surplus funds parked in Term Deposits with different banks. However, due to provisions related to excess mining compensation, Your Company has incurred loss during the Financial Year 2018-19. The Loss before tax was Rs. 639.14 crores as compared to loss before tax of Rs. 238.16 crores in the previous year. The Loss after tax stood at (Rs451.63) crores as compared to loss of Rs. (252.95) crores during the previous year.

The Bisra Stone Lime Company Limited (BSLC)

Sales turnover of the Company during the year was Rs. 3,888.89 lakhs. The loss of the company increased to Rs 2,802.13 lakhs from Rs 1,070.88 lakhs in the previous year mainly on account of excess mining compensation and other provisions of Rs.1941.75 lakhs. The accumulated loss on 31st March, 2019 is Rs 23,180.12 lakhs.

Dividend for the year 2018-19:

Considering the financial results for 2018-19, your Directors recommended no dividend for the year ended 31st March, 2019.

Corporate Governance:

Your Company has put earnest efforts to achieve its objective of Corporate Governance by ensuring transparency in all its business transactions and strict compliance of regulatory and other guidelines of all government authorities. But in absence of Independent Directors on the Board we are not able to comply fully with the guidelines on Corporate Governance. However, we are in constant follow up with the Government to induct the requisite number of Independent Directors on the Board of the Company. Your Company always aims at:

- a) Complying all applicable laws both in letter and in spirit;
- b) Maintaining transparency in operation and a high level of disclosure.

A separate report on Corporate Governance along with Certificate on Compliance forms part of the Directors' Report.

Consolidated Financial Statements:

The financial statements of your Company have been duly consolidated with its subsidiaries, the Orissa Minerals Development Company Limited and The Bisra Stone Lime Company Limited in compliance with various Statutory Regulations.

Acknowledgement:

I am grateful to the various officials of the Government, especially from the Ministry of Steel and Ministry of Finance, Govt of India and Govt of West Bengal for their co-operation and for their contribution towards the Company. With such continued support, I am sure, your Company will revive and turnaround at the earliest and contribute positively for better stakeholders' delight.

I also place on record my deep appreciation to our customers, suppliers, investors, partners, regulatory authorities and all others associated with the Company. Last but not the least; I would like to thank my colleagues on the Board who have given their valuable time and assistance in charting Company's progressive move.

I would also extend my sincere thanks to all our shareholders for the immense confidence you have reposed in the Company. I look forward to your continued support in the years to come.

Thanking You and Jai Hind.

(P.K Rath)
Chairman

Place: Kolkata
Dated: 25th September, 2019

DIRECTORS' REPORT FOR THE YEAR 2018-19

Dear Shareholders,

Your Directors have pleasure in presenting the 92nd Annual Report on the performance of your Company, together with the Audit Report and Audited Accounts for the year ended 31st March 2019.

1. PERFORMANCE OF THE COMPANY

The income of the company is derived mainly from (i) Dividends from investments in shares of various companies including subsidiary company OMDC and (ii) Interests on term deposits with banks and deposits in bonds.

However, due to the existing financial position of The Orissa Minerals Development Company Limited and The Bisra Stone Lime Company Limited, no dividend were declared by these two Companies in the previous financial year hence no dividend income could be earned by Eastern Investments Limited from these Companies for the financial year 2018-19.

The brief Financial Results for the year ended 31st March 2019 and 31st March 2018 are given below:

THE BRIEF FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2019 AND 31ST MARCH 2018:

(Rs. in Lakhs)

Accounts	For the year ended 31.03.2019	For the year ended 31.03.2018
Income	81.77	119.10
Less: Expenditure	71.30	52.15
Profit after making provisions for all charges but before tax (PBT)	10.47	66.95
Tax Provisions	12.66	32.05
Profit after tax (PAT)	(2.19)	34.90

2. DIVIDEND

Looking into the financial results for 2018-19, your Directors recommended no dividend for the year ended 31st March, 2019.

3. SUBSIDIARY COMPANIES

The Orissa Minerals Development Company Limited (OMDC) and The Bisra Stone Lime Company Limited (BSLC) are the subsidiaries of EIL.

The Orissa Minerals Development Company Limited(OMDC)

As there was no production and dispatch of Iron Ore and Manganese Ore during the year 2018-19, there was no operating income during this year and the main earning was interest from the term deposits. Pursuant to the judgment of Hon'ble Supreme Court dated 02.08.2017, Dy Director of Mines, Odisha had issued different demand notices dated 02.09.2017, 23.10.2017 & 13.12.2017 to the Company for the 3 leases in the name of the Company and to BPMEL for the 3 leases in the name of BPMEL towards compensation against excess mining amounting Rs. 1,56,375.58 Lacs. The amount of Demand for OMDC Leases is Rs. 70218.46 Lacs and for BPMEL leases Rs. 86157.12 Lacs. OMDC has paid the compensation of Rs. 5,5266.60 Lacs towards OMDC Leases by which full payment of

compensation for Bagiaburu and Belkundi leases have been made. OMDC has made payment of compensation of Rs. 2715.14 Lacs towards BPMEL leases. Liability for remaining amount of compensation towards Bhadrashahi mines is provided in the Book of accounts along with interest as on 31.03.2019 for Rs. 30987.91 Lacs. Since the mining right of BPMEL lease are sub-judice and the consequence of legal outcome is unknown, the balance amount of compensation of Rs. 106798.16 Lacs is shown in contingent liability.

As a result, Profit/ (Loss) before tax stood at Rs. (63,810.52) lacs as compared to Rs. (25816.90) lacs for the previous year. Profit/(Loss) after tax was Rs. (45,163.07) lacs as compared to Rs. (25295.77) lacs during the previous year.

The Bisra Stone Lime Company Limited (BSLC)

Total Income of the Company during the year 2018-19 was Rs 3,981.54 lakhs against Rs 4,628.65 lakhs in the previous year.

The loss of the Company increased to Rs 2,802.13 lakhs against Rs 1,070.88 lakhs in the previous year. The accumulated loss on 31st March, 2019 is Rs 23,180.12 lakhs.

4. SUBSIDIARY MONITORING FRAMEWORK

All the subsidiary companies are managed by their respective Boards in the best interest of their stakeholders. The Company monitors performance of subsidiary companies, inter alia, by the following means:-

- All minutes of Board meetings of the subsidiary companies are placed before the Company's Board regularly.
- A statement containing all significant transactions and arrangements entered into by the subsidiary companies is placed before the Company's Board.

5. CONSOLIDATED FINANCIAL STATEMENT

The financial statements of your Company have been duly consolidated with its subsidiaries- The Orissa Minerals Development Company Limited (OMDC) and The Bisra Stone Lime Company Limited (BSLC) in pursuance to the requirements of Listing Agreement with the Stock Exchange and in compliance with the direction u/s 129(3) of the Companies Act, 2013. For the purpose of such consolidation, the required Accounting Standards have been followed.

The brief Consolidated Financial Results for the year ended 31st March 2019 and 31st March 2018 are given in:

Particulars	(Rs. in lakhs) 2018-19	(Rs. in lakhs) 2017-19
Income		
Revenue from Operations	3,890.56	4,239.70
Other Income	5,645.70	5,988.52
Total Income	9,536.26	10,228.22
Less: Expenditure	76,199.86	37,035.86
Profit/(Loss) before tax (PBT)	(66,663.60)	(26,807.64)
Less: Tax	18,650.69	478.97
Profit/(Loss) after tax (PAT)	(48,012.91)	(26,328.67)
Less: Minority Interest (MI)	23,001.20	-
Profit/(Loss) for the period after MI	(25,011.71)	(26,328.67)

6. RESERVES

NIL was required to transfer to Reserve Funds (Special Reserve as per RBI) for the year ended 31st March 2019.

7. NUMBER OF BOARD MEETINGS HELD DURING THE YEAR

The Board met 4 (four) times during the year. The details of the Board Meetings held during the financial year 2018-19 have been given in Corporate Governance Report annexed with this Directors Report.

The gap between any two Board Meetings never exceeded the prescribed time limit.

8. NOMINATION AND REMUNERATION COMMITTEE

As your Company does not have Independent Directors, thus no Nomination & Remuneration Committee was formed. EIL is a Central Public Sector Undertaking. The appointment and remuneration of the directors are fixed by Ministry of Steel, Government of India. The Ministry of Corporate Affairs vide notification issued on 5th June, 2015 directed that company's policy on directors appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and recommendation to the Board a policy relating to the remuneration of the Directors, under sub-section 3 of Section 178 shall not apply to Government Companies.

9. COMPOSITION OF AUDIT COMMITTEE

As per Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Audit Committee shall have minimum three directors as members out of which two third shall be Independent Directors and the Chairman of such Committee shall be Independent Director. Since, the tenure of Independent Directors was completed on 19th October, 2013 no Audit committee was formed. The Company being a Government Company, the Directors are nominated by the Government of India. Therefore, the Company has requested to the Government of India to induct requisite number of Independent Directors as required under Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The matter is under process.

10. DISCLOSURE OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

- | | | |
|--|---|--|
| A. Conservation of Energy | : | Not applicable for this company. |
| B. Technology Absorption | : | Not applicable for this company. |
| C. Foreign Exchange Earning and Foreign Exchange Outgo | : | There is no Foreign Exchange Earning and Foreign Exchange Outgo this year. |

11. IMPLEMENTATION OF THE RIGHT TO INFORMATION ACT, 2005

Your company is complying with the provisions of The Right to Information Act, 2005. All the relevant manuals pertaining to RTI Act 2005 have been hoisted on the Company's website. The queries are regularly replied. The information sought under the RTI Act are furnished within the stipulated time period. Whenever delay is likely due to collection of information, an interim reply is always sent. Statutory Reports like Monthly Returns, Quarterly Returns and Annual Returns and other reports as required were complied and placed with the concerned authority from time to time. No query received regarding EIL in 2018-19.

12. CORPORATE SOCIAL RESPONSIBILITY

Since the Company is not fulfilling the criteria of sec 135 of the Companies Act, 2013, therefore CSR is not applicable to the Company for the Financial Year 2018-19.

13. IMPLEMENTATION OF "THE PERSONS WITH DISABILITIES ACT, 1995"

The Ministry of Steel and all the PSUs under it follow the Government rules with regard to the implementation of provisions of the Disabilities Act, 1995. EIL will implement all the instructions pertaining to Persons with Disabilities Act, 1995, as and when recruitment/promotions take place. In the year 2018-19 no such cases of persons with disabilities arose at EIL. The provision for ramp access of disabled persons is available at EIL Head Office.

14. PROGRESSIVE USE OF HINDI

Company has taken positive steps to enhance awareness and usage of Hindi among employees. Company had observed "Hindi Pakhwada" by way of organizing competitions and distribution of prize on essay writing, Hindi poems recitation and Hindi Anubad in which the employees took active participation. EIL is ensuring steps under the directives of the Official Language Act to use and propagate the use of Hindi. Bilingual Boards and advertisements are being issued. "Rajbhasha Shikshan Board" is put up at H.O. to appraise the employees with new words every day. 'Rajbhasha Training classes for Parangal courses were conducted under "Hindi Sikhsan Yojana" for learning Hindi and use of Hindi language for official use. Employees are putting signatures in attendance registers and despatch registers are maintained in Hindi. "Prabin, Pragya & Parangat" exams have been completed who attended classes and above 80% of employees have passed the related exam and accordingly Central Government has already notified EIL under sub-rule (4) of Rule 10 of the Official Language Act. The EIL is already registered in Rajbhasha website and quarterly report are being sent regularly through online. Company's website is already updated in Hindi.

15. VIGILANCE

BGC (EIL, OMDC & BSLC) Vigilance has been focusing on preventive and proactive Vigilance activities to facilitate a conducive environment enabling people to work with integrity, impartiality and efficiency, in a fair and transparent manner, upholding highest ethical to reputation and create value for the organization.

An effort has been made to reduce the pendency of long pending Disciplinary Cases and complaints.

Vigilance Awareness Week- 2018 was observed in BGC, at Head Office, Kolkata during 29th October to 03rd November 2018, the theme being "Eradicate Corruption - Build a new India".

System improvement has been achieved/improved in the following areas:-

1. Codification of all service rules for their implementation is put-up to Board.
2. Disbursement of all payments through electronic medium.
3. Initiatives taken for the installation of surveillance system at Company mines.
4. Vigilance clearance with regards to employees is made in line with CDA Rules of the Company.
5. Suggestion Boxes at HO and both Mines Offices at Thakurani and Birmitrapur are placed and the concern department act accordingly.

6. 12 Complaints were handled and 3 were disposed. One report was sent MoS. In addition to the above complaints, an old complaint of CVC on major issue received in the year 2017 was freshly investigated and report was submitted to CVC.
7. Disciplinary proceedings in two cases 04 employees were disposed. Out of it, 01 was minor penalty and 01 was major penalty.

16. WHISTLE BLOWER POLICY

The Company has a whistle Blower policy in place for vigil mechanism. The said policy has been amended keeping in view of the amendments in the Companies Act, 2013 and SEBI (LODR). The said policy may be referred to, at the Company's official website.

17. INFORMATION TECHNOLOGY & TECHNOLOGY UPGRADATION

- The Company has taken initiative to publish all tenders/ Expression of Interest (EOI) in Companies Corporate Website as well as Central Public Procurement Portal (CPP Portal).
- Procedure for Sale of Iron Ore and Manganese Ore is designed through e-auction mode.
- Biometric based Attendance System and CCTV based surveillance system is present at Corporate office.
- Maintenance of leave records and processing of salaries is being done through customized payroll system.
- Tally based Accounting Package is being used to pay vendors bill and different employee entitlements through RTGS and e-payment mode.

18. STATUTORY AUDITOR

On advice of the Comptroller and Auditor General of India, New Delhi, your Company appointed the under mentioned firm of Chartered Accountants as Statutory Auditor of your Company for the year 2018-19:

Sl No.	Name of the Auditor	Address of the Auditor
1.	M/s Das & Prasad	Diamond Chambers 4, Chowringhee Lane, Block -III, Room No.8F Kolkata-700016

The Statutory Auditors Report on the accounts of the Company for the financial year ended 31st March, 2019 is enclosed to the Directors Report.

19. AUDIT BY THE COMPTROLLER AND AUDITOR GENERAL OF INDIA (C&AG)

The Comptroller and Auditor General of India (CAG) had conducted Supplementary Audit under Section 143 (6) (a) of the Companies Act, 2013 of the financial statements of EIL for the year ended 31st March, 2019. The comments of Comptroller & Auditor General of India under Section 143 (6) (b) of the Companies Act, 2013 on the Accounts of the Company for the year 2018-19 forms part of this report. It has been stated that nothing significant has come to their knowledge which would give rise to any comment upon or supplement to statutory auditor's report.

20. SECRETARIAL AUDIT

The following was appointed as the Secretarial Auditor of the Company for the year 2018-19:

Name of the Secretarial Auditor	Address of the Secretarial Auditor
M/s Vidhya Baid & Associates	14/2, Old China Bazar Street, Bhikam Chand Market, Room No: 408, 4th Floor, Kolkata- 700001

The Report of the Secretarial Auditor form part of this Report. The Report does not contain any qualification, reservation or adverse remark.

21. EXTRACT OF ANNUAL RETURN

Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of annual return in Form MGT-9 is enclosed with this Report.

22. PARTICULARS OF LOAN, GUARANTEE OR INVESTMENT

The investments in securities made by the Company, loans or guarantee given by the Company are in compliance with Section 186 of the Companies Act, 2013 read with Rules 11 and 12 of the Companies (Meetings of Board and its Powers) Rules, 2014 and are given in details in the notes to the Financial Statements.

23. DIRECTORATE

Smt. Pally Kundu was appointed as Govt Nominee Director in place of Smt. Urvilla Khati, past Govt Nominee Director and Joint Secretary, Ministry of Steel w.e.f 12.07.2017.

Shri P. Raychaudhury was the Managing Director of EIL upto 31.07.2019 and Shri Deb Kalyan Mohanty, Director (Commercial), RINL was appointed as the Managing Director of EIL w.e.f 01.08.2019.

Shri P. K Rath has been appointed as the Non executive director of EIL w.e.f 20.07.2018 and Chairman of EIL w.e.f 27.09.2018.

24. DETAILS OF KEY MANAGERIAL PERSONNEL

Smt. Urmi Chaoudhury, Company Secretary was appointed as KMP of the Company by the Board.

Shri A. Chakravarty was appointed as CFO and KMP of the company by the Board.

Shri P. Raychaudhury was appointed as Managing Director and KMP of the Company upto 31.07.2019 and Shri Deb Kalyan Mohanty, Director (Commercial), RINL was appointed as the Managing Director of EIL w.e.f 01.08.2019.

Necessary filing with the Registrar has been completed.

25. DISCLOSURE OF RELATED PARTY TRANSACTIONS

The Company has not entered into any materially significant related party transactions that may have potential conflict with the interests of the company at large. Nonetheless, transaction with related party has been disclosed in the Notes to the Accounts. Hence no disclosure is made on form AOC-2 as required under Section 134(3) read with rule 8 of the Companies (accounts) Rules, 2014. Company has Related Party Transaction Policy and the same is uploaded in its website.

26. RISK MANAGEMENT

In compliance with Regulation 17(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has taken step to lay down procedures to inform the Board Members about the risk assessment and minimization procedures. These procedures are to be periodically reviewed to ensure that executive management controls risks through means of a properly defined framework.

27. HUMAN RESOURCE MANAGEMENT

The Company is having only two professionally qualified officers on its pay roll. The Company is currently not proceeding for any enhancement of manpower. Training for the manpower on roll is done from time to time based upon the requirements.

28. GRIEVANCE REDRESSAL MECHANISM

Public Grievance

The system of redressal of Public Grievance has been systematized by broadening its scope to include acceptance of complaints online as well as by post or by fax which is functioning at the Registered Office of the company at AG-104, Sourav Abasan, 2nd Floor, Sector II, Salt Lake City, Kolkata-700091. Normally the disposal of such grievances is being carried out within specified time period.

Employees Grievances

A formal Grievance Redressal system is in place in the Company. The status of grievances is placed on the table below:

Table-Status of Public/Employee Grievances from 01.04.2018 - 31.03.2019

Sl. No.	Type of Grievances	Grievances outstanding as on 31.03.2019	No. of Grievances received during the period 01.04.2018 to 31.03.2019	No. of cases disposed of during the period 01.04.2018 to 31.03.2019	No. of cases pending as on 31.03.2019
1.	Public Grievances	NIL	NIL	NIL	NIL
2.	Employee Grievances	NIL	NIL	NIL	NIL

29.COMPLIANCE WITH LAW/LEGAL REQUIREMENT

The company has taken measures to ensure legal compliances. The Annual Legal Compliance Report is placed before the Board for review. Again report on the progress of Arbitration cases are being put up in the meeting of Board of Directors for their information, if any.

30. DEPOSIT

The Company has not accepted any deposit pursuant to Section 73 of the Companies Act, 2013

31. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A report on Management Discussion and Analysis of financial conditions and results of the operations of the company for the year under review, as stipulated under Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms part of the Board Report and is enclosed with the Director Report.

32. MATERIAL CHANGES AFFECTING FINANCIAL POSITION

No such material changes occurred between 31.03.2019 and the date of approval of Directors Report that might affect the financial position of the Company.

33. CORPORATE GOVERNANCE

The company strives to attain highest standards of Corporate Governance in line with the Guidelines issued by Department of Public Enterprises and relevant provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A separate section on Corporate Governance forms part of the Board's Report.

Certificate attested by the CEO/CFO is also enclosed forming part of the Corporate Governance Report and Certificate on Compliance was obtained from a Practicing Company Secretary regarding compliance of the conditions of Corporate Governance as stipulated under Regulation 34(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 also forms part of this Annual Report.

34. LISTING

The company is listed on the Calcutta Stock Exchange Association Ltd., 7 Lyons Range, Kolkata- 700 001. The annual listing fees for the year 2018-19 have been paid to the Exchange.

35. EXEMPTION FROM ATTACHING ACCOUNTS OF THE SUBSIDIARY COMPANIES

The Ministry of Corporate Affairs, Government of India has stipulated that the provisions for the attachment of the accounts of the subsidiary shall not apply if the condition specify therein, including consent of the Board of Directors of the concerned company by Resolution, for not attaching the balance sheet of the company are duly fulfilled. These conditions are being duly complied by your company and the consent of the Board for not attachment of the Subsidiary's Annual Accounts have also been obtained. However, such accounts have been duly consolidated in terms of applicable Accounting Standards.

The annual accounts of the subsidiary companies and the related detailed information shall be made available to shareholders of the holding and subsidiaries companies seeking such information at any point of time. The annual accounts of the subsidiaries companies shall also be kept for inspection by any shareholders in the Registered Office of Eastern Investments Limited and of the subsidiary companies concerned. The company shall furnish a hard copy of details of accounts of subsidiaries to any shareholder on demand. Further, the Report and accounts of the subsidiary companies will also be available at the Company's Website. However, the Statement under Sec 129 of the Companies Act, 2013 has been annexed with the accounts of the Company.

36. DEPOSITORY SYSTEM

The Company's shares are under demat mode. The Company has entered into agreement with National Securities Depository Limited (NSDL) and Central Depository Services (I) Limited (CDSL). Members still having certificates in physical form are requested to dematerialize their holdings for operational convenience.

37. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- (a) in the preparation of the annual accounts for the financial year ended 31st March, 2019 all the applicable accounting standards prescribed by the Institute of Chartered Accountants of India have been followed along with proper explanation relating to material departures;
- (b) the Directors have adopted such accounting policies and have applied them consistently and have made judgments and estimates in a reasonable and prudent manner 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 the year under report;
- (c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the Directors have prepared the annual accounts on a going concern basis;
- (e) the Directors had laid down Internal Financial Controls to be followed by the company and that such internal financial controls are adequate and were operating effectively and efficiently.
- (f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

38. ACKNOWLEDGEMENT

Your Directors take this opportunity to express their grateful appreciation for the continued support and guidance received from the Government of India especially the Ministry of Steel, Ministry of Mines, Ministry of Environment and Forest, Ministry of Corporate Affairs and from Government of West Bengal and Odisha and other Departments of Government of India.

Your Directors place on records their sincere thanks to the support extended by the valued and esteemed Customers, Shareholders, Stakeholders, Railway Department, Banks and the Suppliers. Directors also wish to convey their appreciation to all the employees of the organization for their valuable contributions and support.

39. CAUTIONARY STATEMENT

Statements in the Board's Report and the Management Discussion & Analysis describing the Company's objectives, expectations or forecasts may be forward-looking within the meaning of applicable laws, rules and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations, change in government regulations, tax laws, economic developments etc.

On behalf of the Board

(P.K Rath)
Chairman

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

STRENGTH AND WEAKNESS

Strengths	Weakness
<ul style="list-style-type: none"> Subsidiary of RINI and Holding Company of OMDC & BSLC. 	<ul style="list-style-type: none"> Shortage of man-power and specific area of operation.

1. OPPORTUNITIES AND THREATS

Opportunities	Threats
<ul style="list-style-type: none"> Since EIL is holding 50.01% shares of OMDC, there is a scope of earning good dividend from OMDC. 	<ul style="list-style-type: none"> All mining leases of its subsidiary OMDC have expired and their renewal prospects will determine its future growth. BSLC facing financial constraint and inconsistency in market demand.

2. PERFORMANCE:

The company is a Non Banking Finance Company; its core business is financial business. Hence, there is no separate segment. The revenue details along with Profit before Tax (PBT) & Profit after Tax (PAT) are given below:-

Revenue Details alongwith PBT & PAT of EIL of last five years

(Rs in Lacs)

Particulars	2018-19	2017-18	2016-17	2015-16	2014-15
Income	81.77	119.10	169.22	224.29	121.72
Profit Before Tax (PBT)	10.47	66.95	116.57	171.48	(1262.36)
Profit After Tax (PAT)	(2.19)	34.90	84.67	144.19	(1271.74)

The total income of the Company is derived mainly from dividend from investments in shares of companies including OMDC and interest on term deposits with banks and deposits in bonds.

3. OUTLOOK

- On renewal of mining leases of OMDC, it is expected that the production and sale of OMDC will increase substantially and EIL may earn dividend of substantial amount from OMDC.
- BSLC has permission from MOEF, GOI for enhancement of production from 0.96 MTPA to 5.26 MTPA

4. RISKS AND CONCERNS

It is a well known fact that risk is an essential part of any business. If these risks are properly managed, a company will have ample opportunity to run smoothly and expand its activities. As a matter of fact Enterprise Risk Management (ERM) is a process that covers the entire organisation in which all the functions are involved to identify and assess the various strategic, operational, social and economic risks being faced by the company in its day to day activities and thereafter determine the responses to either mitigate the risk or eliminate the same.

Most of the companies in India now recognize ERM as a critical management issue. This is apparent from the importance assigned to ERM within the organization and the resources being devoted to building ERM capabilities. EIL is no exception to that in making sustained efforts to build up ERM capabilities to mitigate risks affecting company's business objectives and enhance stakeholders' value.

5. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company is having an efficient system of internal controls for achieving the objectives of the Company by ensuring efficiency in operations, protection of resources, accuracy and promptness in financial reporting and compliance with the laid down policies and procedures along with relevant Laws and Regulations.

Regular internal audits and checks are executed effectively.

The CEO and the CFO certification provided in the relevant section of the Annual Report specify the adequacy of the internal control system and procedures of the company.

6. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

a) Financial Review and Analysis

Table indicating Income, Depreciation & Profits

Particulars	2018-19	2017-18
Total Income	81.77	119.10
Less: Expenditure	71.30	52.15
Profit before depreciation & tax (PBDT)	10.47	66.95
Depreciation	-	-
Profit before tax	10.47	66.95
Tax Provision	12.66	32.05
Profit after tax	(2.19)	34.90

b) Dividend

Looking into the financial results for 2018-19, your Directors recommended No dividend for the year ended 31st March, 2019.

7. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES INCLUDING NUMBER OF PEOPLE EMPLOYED

Employees on roll of the company as on 31st March, 2019 is two, out of which One is Female employee.

8. ENVIRONMENTAL PROTECTION AND CONSERVATION, TECHNOLOGICAL CONSERVATION, RENEWABLE ENERGY DEVELOPMENTS, FOREIGN EXCHANGE CONSERVATION

- | | | |
|--|---|--|
| A. Conservation of Energy | : | Not applicable for this Company. |
| B. Technology Absorption | : | Not applicable for this Company. |
| C. Foreign Exchange Earning and Foreign Exchange Outgo | : | There is no Foreign Exchange earning and Foreign Exchange Outgo this year. |

9. CAUTIONARY STATEMENT

Statements in the Board's Report and the Management Discussion & Analysis describing the Company's objectives, expectations or forecasts may be forward-looking within the meaning of applicable laws, rules and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include changes in government regulations, tax laws, economic developments within the country and other factors such as litigation.

On behalf of the Board

(P.K Rath)
Chairman

REPORT ON CORPORATE GOVERNANCE

Corporate governance is that mechanism by which values, principles, management policies and procedures of an organization are made to manifest into the real world. It contemplates fairness, transparency, accountability and responsibility in functioning of Corporate Management and its Board. It represents the moral, ethical and the value framework under which an enterprise takes decisions to function.

COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Your Company has implemented and continuously tries to improve the Corporate Governance Practices which attempt to meet stakeholders' expectations' and company's commitment to society through high standards of ethics, sound business decisions, prudent financial management practices, professionalism in decision making and conducting the business and finally with strict compliance with regulatory guidelines on corporate governance.

"Transparency, honesty, efficiency, complete and timely disclosure and sustained enhancement of shareholders' value, justice to vendors, employees and the society at large are the cardinal principles of Corporate Governance for your Company.

REGULATION 17 OF SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

We confirm our compliance with the aforesaid Regulation except Regulation 17(1)(b) vide this report. The Certificate of compliance of the conditions of Corporate Governance is enclosed.

1. COMPOSITION OF BOARD OF DIRECTORS

The Board of Directors of your company as on 31.03.2019 comprises of three directors on the Board. It consists of one Ex Officio Non-Executive Director, one Government Nominee Director and headed by Ex Officio Non Executive Chairman.

Note- Due to completion of tenure of the Independent Directors w.e.f 20.10.2013, the Company is not able to comply with the requirement of Independent Directors on its Board of Directors as per Regulation 17(1) (b), 18 and 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. As your Company, being a Government Company, the Directors are nominated by the Government of India. Therefore, the Company has requested to the Government of India to induct requisite number of Independent Directors as required under Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The matter is under process.

i) Board Meeting Procedure

The meetings are convened by giving appropriate advance notice after obtaining approval of the Managing Director/Chairman of the Board/ Committee. Detailed agenda, management reports and other explanatory statements are circulated in advance in the defined format amongst the Board members for facilitating meaningful, informed and focused decisions at the Board meetings. In case of special and exceptional circumstances, additional/supplemental agenda item(s) are also permitted. To address specific urgent

need, meetings are also being called at a shorter notice. In case of exigencies or urgency, resolutions by Circulation are passed.

- i) The table enumerated below gives the composition of the Board during the year under review and other relevant details including, inter alia, the outside directorship held by each of the director:

Name of Directors	DIN No.	Category of Directorship	Attendance in last AGM (26.09.2018)	No. of other Directorship	Details of other Board Committee Membership	
					Member	Chairman
Shri P. K Rath	07968249	Ex-Officio Non-Executive Chairman	Yes	4	-	-
Smt Pally Kundu	07871338	Government Nominee Director	No	2	-	-
Shri P. Raychaudhury	05339415	Ex-officio Non-Executive Director	Yes	2	-	-

Notes:

- Only chairmanship and membership of Audit Committee and Stakeholders Relationship Committee have been considered.
- The Directorships/ Committee Memberships are based on the latest disclosure received from Directors as on 31.03.2019.
- None of the Directors are Members of more than 10 Committees or Chairman of more than 5 Committees across all the companies in which he is a director.
- In case of Directors retired/resigned, the status of other Directorship and Committee Membership is on the basis of the last disclosure made by the Director.
- The position of continuity of directorship has been shown as on 31st March, 2019.
- The Board met 4(four) times during the year and the time gap between two Board Meetings did not exceed four months in any case.

- ii) The table enumerated below gives the Names of the Directors and their attendance at the Board Meeting held during 2018-2019:

Name of the Director	Board Meetings held during 2017-18			
	30.05.2018	11.08.2018	14.11.2018	12.02.2019
Shri P. K Rath	-	Y	Y	Y
Shri P. Madhusudan	✓	-	-	-
Shri P. Raychaudhury	Y	✓	✓	✓
Smt. Pally Kundu	Y	Y	Y	Y

- iii) Details of Board Meetings held during the year 1st April 2018- 31st March 2019

Date of Board Meeting	Strength of Board	Director's present
30.05.2018	3	3
11.08.2018	3	3
14.11.2018	3	3
12.02.2019	3	3

Particulars of Director/ their Profile:

Sl. No.	Name of the Director	Brief Resume of Director		Qualification	Nature of his Expertise	Directorship Details
		Date of Birth	Date of Appointment			
1.	Shri P. K Rath (Ex-Officio Non-Executive Director Chairman)	03.05.1961	27.09.2018	Engineering	1. Director in total 6 companies out of which he is the CMD of Rastriya Ispat Nigam Limited	1) Rashtriya Ispat Nigam Limited (RINL). 2) Eastern Investments Ltd. 3) The Orissa Minerals Development Company Limited 4) RINMOIL Ferro Alloys Private Limited 5) International Coal Ventures Private Limited 6) Minus De Benga (Mauritius) Pvt Ltd.
2.	Smt Pally Kundu (Government Nominee Director)	06.08.1967	12.07.2017	Graduation in Statistics	Deputy Director General in Ministry of steel, Govt. of India	1) The Bista Stone Lime company Limited 2) The Orissa Minerals Development Company Limited
3.	Shri P. Raychaudhury (Ex-Officio Non-Executive Director)	16.07.1959	20.07.2016	Chemical Engineering from IIT Delhi		1. Rashtriya Ispat Nigam Limited (RINL) 2. RINI Powergrid III Private Limited

2. CODE OF CONDUCT

The Company has formulated and implemented Code of Conduct for all Board Members and Senior Management of the Company in Compliance with Regulation 17(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The same has also been posted at the company's website. All Board Members and Senior Management personnel affirmed compliance with the Code on annual basis as per Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A declaration to this effect for the relevant year duly signed by the Chief Executive Officer of the company is annexed with this report.

3. BOARD COMMITTEES

Presently the company has no Committee as required under Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 due to absence of Independent Directors.

I] Status of Compliant for the period 01.04.2018 to 31.03.2019, Reviewed by the Board

- Number of shareholders complaints received during the year - Nil
- Number of complaints redressed during the period - Nil
- Number of pending complaints as on 31.03.2019 - Nil

During the financial year ended 31st March, 2019, the Company and the RTA have attended investor grievances expeditiously except for cases constraint by disputes or legal impediment.

Table-XI: Table representing details for Transfer / Transmission / Issue of Duplicate Shares were received and processed during the period from 1st April, 2018 to 31st March, 2019:

TABLE-XI

PARTICULARS	NO. OF CASES	NO. OF EQUITYSHARES
1. Transfer of shares	NIL	NIL
2. Transmission of shares	NIL	NIL
3. Issue of Duplicate Share Certificates	NIL	NIL

Table-XII: Table representing Details of Dematerialization of Physical Shares and Rematerialization of Shares during the period from 1st April, 2018 to 31st March, 2019:

TABLE-XII

DEMAT			REMAT	
PARTICULARS	NO. OF CASES	NO. OF EQUITYSHARES	NO. OF CASES	NO. OF EQUITYSHARES
NSDI	1	7	NIL	NIL
CDSL	NIL	NIL	NIL	NIL
TOTAL	1	7	NIL	NIL

Any queries of Shareholders to be forwarded:

Compliance Officer

Smt Urmi Chaoudhury, Company Secretary

Address: "Sourav Abasan", 2nd Floor,

AG-104, Sector-II, Salt Lake City,

Kolkata - 700091

Tel: (033) 4016-9200

Fax: (033) 4016-9267

e-mail: info.birdgroup@birdgroup.co.in

Website: www.birdgroup.co.in

Pursuant to Regulation 13(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is registered on the SCORES platform and the complaints can be lodged by the investors at the following e-mail for grievance redressal purpose:

info.birdgroup@birdgroup.co.in

III) OTHER FUNCTIONAL COMMITTEES

Apart from the above, the Board constitutes, from time to time, functional committees with specific terms of reference as it may deem fit. Meetings of such committees are held as and when the need for discussing the matter concerning the purpose arises. Time schedule for holding the meetings of such committees are finalized in consultation with the committee members.

4. CEO/CFO CERTIFICATION

Pursuant to Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations,

2015, Shri P. Raychaudhury, MD and Shri A. Chakravarty, CFO of the company has reported to the Board certifying that the Financial Statements as well as Cash Flow Statement for the year ended 31st March, 2017 have been reviewed by him and that to the best of their knowledge and belief the statements do not contain any untrue or misleading statements. The statements present true and fair view of the company's affairs and that were in compliance with the existing accounting standards, applicable laws and regulations. CEO and CFO have further reported that no transactions were entered into by the company during the year which appeared to be fraudulent, illegal or violates of the Company's Code of Conduct. Internal control system existed and deficiencies in this regard were disclosed to the auditors. There have been no instances of fraud either by management or an employee having a significant role in the company's internal control systems over financial reporting during the year under review.

5. GENERAL BODY MEETINGS

Table representing the location and time of the Annual General Meetings of the Company held in last three years are given below:

AGM	Financial Year	Venue	Date	Time	Special Resolutions Passed
91st	2017-18	PURBASHRFF AUDITORIUM	26.09.2018	12.30P.M	NIL
90th	2016-17	Eastern Zonal Cultural Centre	15.09.2017 (Friday)	12.30P.M	NIL
89th	2015-16	Bhartiyam Cultural Multiplex	21.09.2016 (Wednesday)	12.30P.M	NIL
		IB-201, Sector-III, Salt Lake City, Kolkata-700106			

6. DISCLOSURES

- (A) **Related Party Transactions:** Details of transactions with related parties during the year have been furnished in the Annual Accounts.
- (B) **Non-compliance/strictures/penalties imposed:** No non-compliance/strictures/penalties have been imposed on the Company by the SEBI or the Stock Exchange or any Statutory Authorities on any matters relating to the capital markets during the last three years.
- (C) **Accounting Treatments:** In the preparation of financial statements, the Company has followed the Accounting Standards issued by ICAI, in general. The significant accounting policies which are consistently applied have been set out in the Notes on Accounts.
- (D) **Risk Management:** Risk evaluation and management is a continuing process for the organization. A Risk Management Policy containing the details of risk involved in the business of the Company has been framed and is in the process of implementation in the coming fiscal year.
- (E) The company has complied with the requirement of SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 except Regulation 17(1) (b), 18, 19 and DPE Guidelines on Corporate Governance except Chapter 3.1.4, Chapter 4, Chapter 5, Chapter 6.1 and 6.2.
- (F) The Company has formulated and implemented Code of Conduct for all Board Members and Senior Management of the Company in compliance with Regulation 17(5) (a) of SEBI (Listing

Obligation & Disclosure Requirements) Regulations, 2015. The same has also been posted at the Company's website. All Board Members and Senior Management personnel affirm compliance with the Code on Annual Basis. A declaration to this effect for the relevant year duly signed by Managing Director of the Company is annexed with this Report.

- (G) CEO/CFO Certificate:** The certification under Regulation 17(8) SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 by CEO and CFO to the Board is appended to this report.

In respect of non-mandatory requirements as prescribed in Regulation 27(1)-Part E of Schedule-II of SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015, the extent of compliance is as under:

(A) The Board:

The Chairman of the company is the Ex-Officio Non-Executive Chairman at the company's expense and also allowed reimbursement of expenses incurred in performance of his duties.

(B) Shareholder Rights:

The Company publishes the quarterly unaudited/audited financial results in leading National English Newspaper as mentioned under heading "Means of Communication". These unaudited/audited financial results are also posted on Company's website www.birdgroup.co.in. The Company communicates major events, achievements etc. through electronic media, newspaper and also on its website.

- (C) Audit Qualification:** The Company always aims to present unqualified financial statements.

- (D) Mechanism for evaluating Non-Executive Board Members:** Being a CPSE, appointment/nomination of majority of the Directors is done by Ministry of Steel, Government of India. Hence no peer group is constituted for the evaluation of the Non-Executive Directors.

- (E) Whistle Blower Policy:** EIL being a CPSE, the guidelines of Central Vigil Commission (CVC) are applicable which provides adequate safeguard against victimization of the employees. No person has been denied access to the Audit Committee.

Note: As per Section 177(9) of the Companies Act, 2013 the Whistle Blower Policy has been changed to the Vigil Mechanism which is applicable w.e.f 01.04.2014

- (F)** No Directors have any pecuniary relationship or transaction with the Company during the year under report.

- (G) Details of compliance with the requirements of these guidelines:** The Company has complied with the requirement of DPE Guidelines except Chapter 3.1.4, Chapter 4, Chapter 5, Chapter 6.1 and 6.2 on Corporate Governance.

- (H) Items of expenditure debited in books of accounts, which are not for the purposes of the business:**
Nil

- (I) Expenses incurred which are personal in nature and incurred for the Board of Directors and Top Management:** **Nil**

7. HOLDING / SUBSIDIARY COMPANY

The Company is a subsidiary of Rashtriya Ispat Nigam Limited (RINL) and has two subsidiaries - The Orissa Development Company Limited (OMDC) and The Bisra Stone Lime Company Limited (BSLC)

- The annual accounts of the subsidiary companies and the related detailed information shall be made available to shareholders of the holding and subsidiary companies seeking such information at any point of time.
- The annual accounts of the subsidiary companies shall also be kept for inspection by any shareholders in the Registered Office of Eastern Investments Limited and of the subsidiary companies concerned. The holding company shall furnish a hard copy of details of accounts of subsidiaries to any shareholder on demand.

8. MEANS OF COMMUNICATION

The audited/unaudited financial results are published in English (The Financial Express) and Vernacular newspapers (Khabar 365) and also furnished to the Stock Exchange with whom the Company has listing arrangement. The company has its own web-site wherein all relevant information along with the financial results are displayed. Annual Report, all price sensitive information or clarifications on the decisions of the Board are communicated immediately to the Stock Exchanges for dissemination to the shareholders.

As per the Regulation 46 of SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015, the Company has maintained a functional website wherein all relevant information about the Company viz., details of its business, financial information, shareholding pattern, compliance with corporate governance, contact information of the designated officials of the company who are responsible for assisting and handling investor grievances etc. are displayed. The investor complaints are processed in SEBI Complaints Redress System (SCORES) which is a centralized web based complaints redressal system. The salient features of this system are: Centralized database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and online viewing by investors of actions taken on the complaint and its current status.

9. GENERAL SHAREHOLDER INFORMATION

I) AGM Details

Date	25.09.2019
Venue	Purbashree Auditorium Eastern Zonal Cultural Centre, Bhartiyam Cultural Multiplex, IB - 201, Sector - III, Salt Lake City, Kolkata – 700106
Time	12.30 P.M
Book Closure dates	19th September, 2019 to 25th September, 2019

Annual Listing fee is paid to the Stock Exchange

- ii) Listing at Stock Exchange : The Calcutta Stock Exchange Limited,
7, Lyons Range, Kolkata - 700001
The company has paid listing fees
for the year 2018-2019.
- iii) Stock code : 10015071

iv) Market price data of the Company's shares in the Calcutta Stock Exchange Limited (CSE)

The shares of the Company were not traded at Calcutta Stock Exchange during the year 2018-19. The shares of the Company were last traded on 07.09.2012, the details of which were given:

REPRESENTING THE SHARES OF THE COMPANY AS LAST TRADED AT THE STOCK EXCHANGE

Date	Scrip Code	Scrip Name	Scrip Type	Volume	Value '000s	Trades	Open Rate	High Rate	Low Rate	Close Rate
07.09.2012	10015071	EASTERN INVESTMENTS LTD.	EQTY	200	487.29	1	2436.45	2436.45	2436.45	2436.45

v) Depositories with whom Company has entered into agreement

Name	ISIN Code
Central Depository Services (India) Limited (CDSL)	INE684E01015
National Securities Depository Limited (NSDL)	INE684E01015

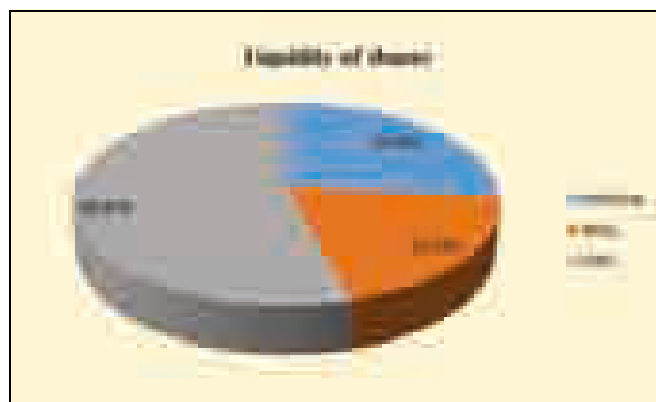
The Annual Custodian Fees has been paid to NSDL & CDSL for the financial year 2018-19.

vi) Registrar and Transfer Agent : **CB Management Services(P) Ltd**
P-22 , Bondel Road,
Kolkata-700019.
Ph: (033) 4011-6700/11/18/23
Fax: (033) 4011-6739
Email: rita@cbmsl.com

viii) Table showing PHYSICAL/NSDL/CDSL/Summary Report of Equity Shares as on 31st March, 2019
TABLE- XV

Particulars	Shares	%	No. of Shareholders	%
PHYSICAL	151844	10.51	682	44.75
NSDL	272032	18.84	528	34.65
CDSL	1020511	70.65	314	20.60
Total	1444387	100.00	1524	100.00

Graph-I: Representing Liquidity of Shares i.e. shares held in Physical, NSDL & CDSL Form:

GRAPH-I


ix) **Table-XVI: Represents Distribution of Shareholding as on 31st March, 2019**

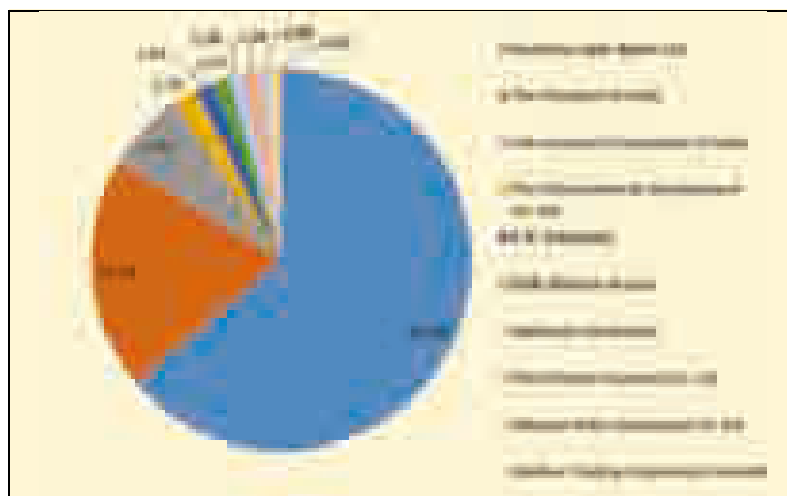
Category	No. of Shareholder	%	No of Shares	% of Shares
1-500	1403	92.06	127128	8.80
501-1000	61	4.00	43694	3.03
1001-2000	28	1.84	37562	2.60
2001-3000	9	0.59	22407	1.55
3001-4000	5	0.33	16770	1.16
4001-5000	5	0.33	22394	1.55
5001-10000	3	0.20	21150	1.46
10001-50000	7	0.46	110013	7.62
50001-100000	1	0.06	78517	5.44
100001 And Above	2	0.13	964752	66.79
Total	1524	100.00	1444387	100.00

x) **Represents Top Ten Shareholders of the company as on 31st March, 2019**

Sl No.	Name of The Shareholder	No. of shares held	Percentage (%) of Shareholding
1.	RASHTRIYA ISPAT NIGAM LIMITED	736638	51.00
2.	PRESIDENT OF INDIA	228114	15.79
3.	LIFE INSURANCE CORPORATION OF INDIA	78517	5.44
4.	THE ORISSA MINERALS DEVELOPMENT COMPANY LIMITED	25434	1.76
5.	K N SRIVASTAVA	16395	1.14
6.	DOILY BHRAM ARYANA	15526	1.07
7.	MAHENDRA GIRDIARILAL	15021	1.04
8.	THE ORIENTAL INSURANCE COMPANY LIMITED	14990	1.04
9.	WESTERN INDIA COMMERCIAL CO LTD	12456	0.86
10.	KAMAK KANT MISHRA	10191	0.71
	TOTAL	1153282	79.85

Graph: Represents the top ten shareholders of the Company as on March 31.03. 2019

GRAPH



xi) Table- XVIII: Represents Categories of Shareholders with Shareholding Pattern as on 31-03-2019

Shareholders	No. of shares	% of holding
Government (Central and State): President of India-228114 shares & State Govt. 1765 shares	2,29,879	15.92
Government Companies(RINL,OMDC) RINL: 736638 shares; 51.00% OMDC: 25434 shares; 1.76%	7,62,072	52.76
Public financial Companies (LIC/ United Insurance/ Oriental Insurance)	98,757	6.84
Nationalized and other Banks	8,905	0.62
Mutual funds	Nil	Nil
Venture Capital	Nil	Nil
Foreign holdings(Foreign Institutional Investor(s), Foreign Companies(s), Foreign Financial Institution(s), Non-resident Indian(s) or Overseas corporate bodies or others)	6,305	0.43
Bodies corporate(not mentioned above)	78,272	5.42
Directors or Relatives of Directors	Nil	Nil
Other top fifty(50)shareholders (other than listed above)	1,21,592	8.42
Indian Public	1,36,744	9.46
Others		
a) Clearing Member	Nil	Nil
b) Custodian of Enemy Property for India	1,861	0.13
TOTAL	14,44,387	100.00

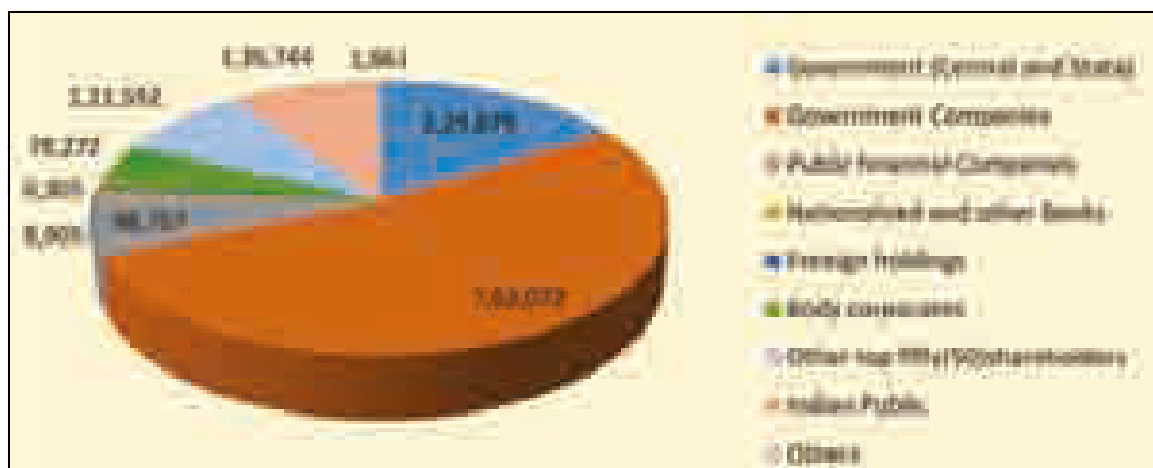
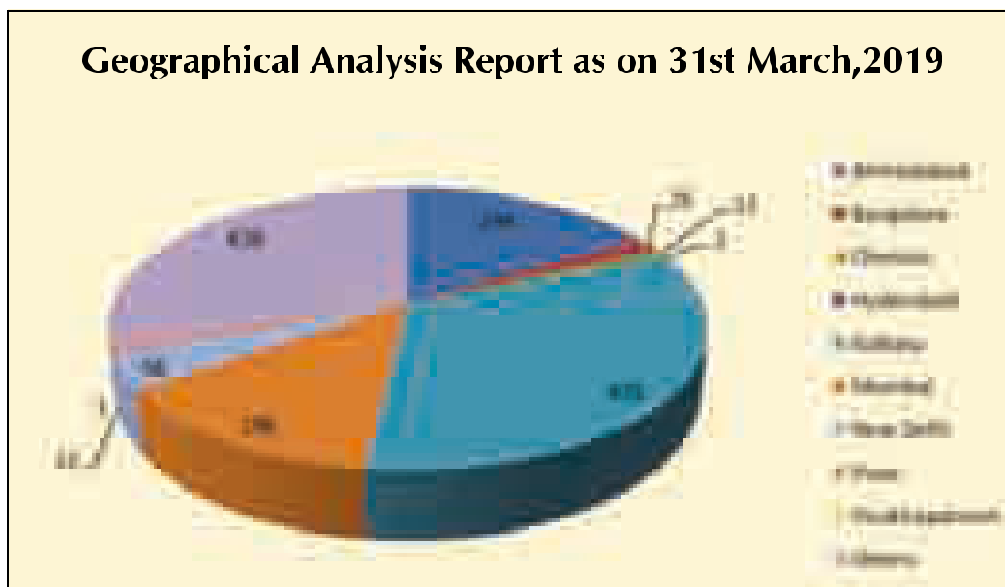
Graph represents Categories of Shareholders of EIL as on 31.03.2019


Table- XIX: Shows the Geographical Analysis Report as on 31 March, 2019

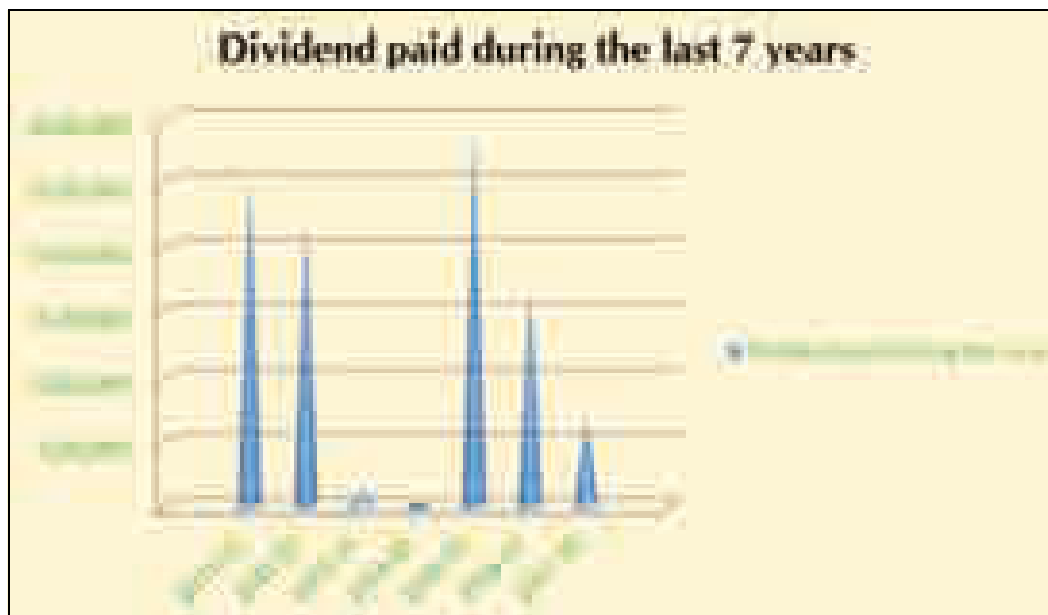
State	No. of shareholders	% of shareholder	No. of shares	% of shares
Ahmedabad	244	16.01	18190	1.26
Bangalore	26	1.71	2344	0.16
Chennai	13	0.85	8431	0.58
Hyderabad	9	0.59	1251	0.09
Kolkata	489	32.09	192562	13.33
Mumbai	195	12.80	134082	9.28
New Delhi	60	3.94	262969	18.21
Pune	22	1.44	17351	1.20
Visakhapatnam	1	0.06	736638	51.00
Others	465	30.51	70569	4.89
TOTAL	1524	100.00	1444387	100.00

Graph: Represents Geographical spread of EIL's shares as on 31 March 2019

xiii) Represents Dividend History (Last Eight years)

Financial Year	Dividend per Share(Rs.)	Total Dividend (Rs.)
2011-12	1.77/-	25,56,565/-
2012-13	1.53/-	22,09,912/-
2013-14	0.10/-	1,44,438.7/-
2014-15	0	0
2015-16	2.00/-	2,888,774/-
2016-17	1.17/-	16,89,933/-
2017-18	0.48/-	6,93,306/-

Note: Total dividend is exclusive of dividend tax wherever applicable

Graph: Representing Total Dividend paid by EIL in last Seven years



Represents Unclaimed Dividend for last seven years

Financial Year	Total Dividend (Rs.)	Unclaimed Dividend as on 31.03.2019	Due for transfer to IEPF on
2011-2012	25,56,565.00	226637.89	04.10.2019
2012-2013	22,09,912.00	189273.24	06.10.2020
2013-2014	1,44,438.70	13844.90	13.10.2021
2014-2015	-	-	-
2015-2016	2,888,774.00	26,77,50.00	27.10.2023
2016-2017	16,89,933.00	150259.01	21.10.2024
2017-2018	693,306.00	-	03.11.2025

xv) Other Offices at:

- a) New Delhi : Core IV, II Floor, Scope Minar,
Laxmi Nagar District Centre,
New Delhi - 110092.
- b) Bhubaneswar : Plot No-2132/5131/5161
Jayadev Nagar
Nageswar Tangi
Bhubaneswar-751002
Tele Fax: 0674-2430237

xvi) Share Transfer System:

The shares of the Company are transferred by Internal Share Transfer Committee constituted by Board.

xvii) Address for correspondence:

The shareholders may address their communications / suggestions / grievances / queries to:

Eastern Investments Limited

"Sourav Abasan", 2nd Floor,

AG-104, Sector-II, Salt Lake City, Kolkata-700091

Tel : (033) 4016-9200, Fax : (033) 4016-9267

E-mail: info.birdgroup@birdgroup.co.in

Website: www.birdgroup.co.in

xviii) Cautionary Statement:

Details given here in above relating to various activities and future plans may be 'forward looking statements' within the meaning of applicable laws and regulations. The actual performance may differ from those expressed or implied.

xix) Certificate:

The Company has obtained a Certificate from M/s. MR & Associates, Practicing Company Secretary regarding compliance of Corporate Governance as stipulated under Regulation 34(3)-Schedule V of SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 and the same is enclosed herewith.

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31.03.2019

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- 1) CIN: L65993WB1927GOI005532
- 2) Registration Date: 03.01.1927
- 3) Name of the Company: Eastern Investments Limited
- 4) Category / Sub-Category of the Company: NBFC
- 5) Address of the Registered office and contact details: AG-104, "Sourav Abasan", 2nd Floor, Sector - II, Salt Lake City, Kolkata-700091
Phone: (033) 4016 9200, Fax: (033) 4016 9267
Email: info.birdgroup@birdgroup.co.in Website: www.birdgroup.gov.in
- 6) Whether listed company: Yes
- 7) Name, Address and Contact details of Registrar and Transfer Agent, if any:
C B Management Services (P) Ltd ,P - 22, Bondel Road, Kolkata - 700019
Phone: (033) 4011 6700/2280 6692/2282 3643/2287 0263
Fax: (033) 4011 6739,
Email: rta@cbmsl.com Website: www.cbmsl.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1.	Dividend from Subsidiary	Nil	50.92
2.	Interest Received from Investments with bonds	Nil	46.65

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GIN	HOLDING/SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1.	RASHTRIYA ISPAT NIGAM LIMITED Visakhapatnam Steel Plant, Main Administrative Building, Andhra Pradesh 530032	U27109AP1982GOI003404	HOLDING	51.00	

Eastern Investments Limited Form No. -MGT-9

SHARE HOLDING PATTERN (Equity Share Capital Breakup as Percentage of Total Equity)

(i) Category-wise Share Holding

	Category of Shareholder	No. of Shares held at the beginning of the year - 01.04.2018				No. of Shares held at the end of the year 31.03.2019				% Change during the year
		Demat	Physical	Total	% of Total Shares		Physical	Total	% of Total Shares	
(A)	Promoter									
1	Indian									
(a)	Individuals/ HUF									
(b)	Central Government(s)	228114	0	228114	15.79	228114	0	228114	15.79	0.00
(c)	State Government(s)									
(d)	Bodies Corporate	762072	0	762072	52.76	762072	0	762072	52.76	0.00
(e)	Bank/Financial Institutions									
(f)	Others									
	Sub Total(A)(1)	990186	0	990186	68.55	990186	0	990186	68.55	0.00
2	Foreign									
a	NRI/Individuals									
b	Other Individuals									
c	Bodies Corporate									
d	Bank/Financial Institutions									
e	Any Others									
	Sub Total(A)(2)	0	0	0		0	0	0		0.00
	Total Shareholding of Promoter and Promoter Group (A) = (A)(1) + (A)(2)	990186	0	990186	68.55	990186	0	990186	68.55	0.00
(B)	Public shareholding									
1	Institutions									
(a)	Mutual Funds									
(b)	Bank/Financial Institutions	4	8901	8905	0.62	4	8901	8905	0.62	0.00
(c)	Central Government(s)									
(d)	State Government(s)	0	1765	1765	0.12	0	1765	1765	0.12	0.00
(e)	Venture Capital Funds									
(f)	Insurance Companies	98757	0	98757	6.84	98757	0	98757	6.84	0.00
(g)	Foreign Institutional Investors (FII)									
(h)	Foreign Venture Capital Investors Other (specify)									
(i)	Custody of enemy Property	0	1861	1861	0.13	0	1861	1861	0.13	0.00
	Sub-Total (B)(1)	98761	12527	111288	7.71	98761	12527	111288	7.71	0.00
B2	Non-institutions									
(a)	Bodies Corporate	39448	14318	53766	5.10	34118	14318	48436	4.74	(- 0.36)
i	Indian									
ii	Overseas									
(b)	Individuals									
i	Individual shareholders holding nominal share capital up to Rs. 1 lakh	102159	103490	205649	14.24	108680	102293	210973	14.6	(10.36)
ii	Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	40738	16395	57133	3.96	40738	16395	57133	3.96	0
(c)	Other (specify)									
1	NRI	60	6305	6365	0.44	60	6305	6365	0.44	0.00
2	Clearing Member									
3	OCB									
4	Trust									
5	Foreign Portfolio Investor									
	Sub-Total (B)(2)	202405	140508	342913	23.74	203596	139317	342913	23.74	0.00
(B)	Total Public Shareholding (B) = (B)(1) + (B)(2)	301166	153035	454201	31.45	302357	151844	454201	31.45	0.00
	TOTAL (A)+(B)	1291352	153035	1444387	100.00	1292543	151844	1444387	100.00	0.00
(C)	Shares held by Custodians for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0
	GRAND TOTAL (A)+(B)-(C)	1291352	153035	1444387	100.00	1292543	151844	1444387	100.00	0.00

(ii) Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year -01.04.2018			No. of shares held at the end of the year - 31.03.2019		
		No of Shares	% of total shares of Company	% of shares Pledged/encumbered to total shares	No of Shares	% of total shares of Company	% of shares Pledged/encumbered to total shares
1	Rashtriya Ispat Nigam Ltd. 1204720000483436						
	a) At the Beginning of the Year	736638	51.00	NIL	736638	51.00	NIL
	b) Change during the Year	NO CHANGE					
	c) At the end of the Year				736638	51.00	NIL
2	President of India 1601010000424775						
	a) At the Beginning of the Year	228114	15.79	NIL	228114	15.79	NIL
	b) Change during the Year	NO CHANGE					
	c) At the end of the Year				228114	15.79	NIL
3	The Orissa Minerals Development Co.Ltd. IN30035120079484						
	a) At the Beginning of the Year	25434	1.76	NIL	25434	1.76	NIL
	b) Change during the Year	NO CHANGE					
	c) At the end of the Year				25434	1.76	NIL

Promoter's Shareholding (please specify if there is no change)

	Shareholding at the beginning of the year -01.04.2018		Shareholding at the end of the year -31.03.2019	
	No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
At the beginning of the year	990186	68.55	990186	68.55
Date wise increase/decrease in Promoters Share holding during the year specifying reason for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.):	No Change in Shareholding during the year			
At the end of the year			990186	68.55

Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRS)

Sl.No.	For each of the Top 10 Shareholders		Shareholding at the beginning of the year-01.04.2018		Cumulative Shareholding during the year-31.03.2019	
			No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	LIFE INSURANCE CORPORATION OF INDIA 'IN30081210000012					
	a) At the beginning of the year	01-04-2018	78517	5.44	78517	5.44
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			78517	5.44
2	K N SRIVASTAVA '0019824					
	a) At the beginning of the year	01-04-2019	16395	1.14	16395	1.14
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			16395	1.14
3	MAI LINDRA GIRDHARILAL 'IN30045010599444					
	a) At the beginning of the year	01-04-2018	15526	1.07	15526	1.07
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			15526	1.07
4	THE ORIENTAL INSURANCE COMPANY LIMITED 'IN30081210000560					
	a) At the beginning of the year	01-04-2019	14990	1.02	14990	1.02
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			14990	1.02
5	DOLLY BHIRAM ARYANA '1203000000510440					
	a) At the beginning of the year	01-04-2018	15021	1.04	15021	1.04
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			15021	1.04
6	'WESTERN INDIA COMMERCIAL CO LTD 'IN30267930956318					
	a) At the beginning of the year	01-04-2018	12456	0.86	12456	0.86
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			12456	0.86
7	MADHAV TRADING CORPORATION LIMITED 'IN30261610000773					
	a) At the beginning of the year	01-04-2018	9900	0.69	9900	0.69
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			9900	0.69
8	KAMAL KANT MISHRA, IN30047643540060					
	a) At the beginning of the year	01-04-2018	10191	0.71	10191	0.71
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2018			10191	0.71
9	PATNI FINANCIAL SERVICE PVT LTD 120578000000321					
	a) At the beginning of the year	01-04-2018	8900	0.62	8900	0.62
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			8900	0.62
10	HOMI MILITA AND SONS PVT. LTD. 1201130000051391					
	a) At the beginning of the year	01-04-2018	6000	0.42	6000	0.42
	b) Changes during the year		NO CHANGE			
	c) At the end of the year	31-03-2019			6000	0.42

Shareholding Pattern of Directors and Key Managerial Personnel

Sl.No.	For each of the Directors and KMP	Shareholding at the beginning of the year -01.04.2016		Cumulative Shareholding during the year -31.03.2017	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1					
	a) At the Beginning of the Year	0	0.00	0	0.00
	b) Change during the Year				
	c) At the end of the Year				

MR & Associates

Company Secretaries

46, B. B. Ganguly Street, Kolkata-700012

Mobile No: 9831074332

Email: goenkamohan@gmail.com

PRACTICING COMPANY SECRETARY'S CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To

The Members

M/s Eastern Investments Limited

We have examined the compliance of conditions of Corporate Governance by Eastern Investments Limited ("the Company") for the year ended on March 31, 2019, as stipulated in Schedule V and other relevant provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["SEBI (LODR) Regulations 2015"].

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the 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 of our information and according to our examination of the relevant records and the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations as applicable except;

Due to absence of Independent Directors in the Company, the Company cannot adhere with few of the provisions of SEBI (LODR) Regulations 2015, as applicable.

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

For M R & Associates
Company Secretaries

M R Goenka
Partner

Place: Kolkata

Date: 13.08.2019

C P No.: 2551

Annual Compliance with the Code of Conduct for the Financial Year 2018-2019

Pursuant to the Schedule V (Part D) of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, I hereby confirm that the Company has received affirmations on compliance with the Code of Conduct for the financial year ended March 31, 2019 from all the Board Members and Senior Management Personnel.

For and on behalf of the Board
Eastern Investments Limited

P Raychaudhury
Managing Director

Place: New Delhi
Date: 30.05.2019

**CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO)
CERTIFICATION PURSUANT TO PART B OF SCHEDULE II OF REGULATION 17(8) of
SEBI(LODR) REGULATIONS, 2015.**

We, P.Raychaudhury, Managing Director (MD) and Arijit Chakravarty, Chief Financial Officer (CFO) of Eastern Investments Limited (EIL) shall certify to the Board that:

- A. We have reviewed financial statements and the cash flow statement for the year and 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 affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There were, to the best of our knowledge and belief, no transactions entered into by the Company during the year 2018-2019 which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps we have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the Company's Auditors and the Audit committee:
- (1) significant changes, if any, in internal control over financial reporting during the year;
 - (2) significant changes, if any, in accounting policies, during the year and that the same have been disclosed in the notes to the financial statements; and
 - (3) As regards to the transactions of the company during the year 2018-2019 is concerned it is to declare that we are not aware of any instances of significant fraud and involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

(P.RAYCHAUDHURY)
Managing Director (MD) & CEO

(ARIJIT CHAKRAVARTY)
Chief Financial Officer(CFO)

Place: New Delhi
Date: 30.05.2019

FORM No. MR-3
SECRETARIAL AUDIT REPORT
(FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2019)

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members
EASTERN INVESTMENTS LTD
AG - 104, Sourav Abasan, 2nd Floor, Salt Lake City,
Sector-II, Kolkata-700091.

We have conducted the **Secretarial Audit** of the compliance of applicable statutory provisions and the adherence to good corporate practices by **EASTERN INVESTMENTS LTD** (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on **31st March, 2019** generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2019 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. *Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. Guidelines on Corporate Governance for Central Public Sector Enterprises issued by the Department of Public Enterprises, Government of India vide their OM. No. 18(8)/2005-GM dated 14th May, 2010.;
- VI. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company :-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

- c. **The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;**
- d. **The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;**
- e. **The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008**
- f. **The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;**
- * g. **The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and**
- h. **The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;**
- i. **The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015**

These Clauses were not applicable during the year under review.

- VII. The following laws are specifically applicable to the Company as identified by the Management:
 - (a) Reserve Bank of India Act, 1934 and Circulars/Directions/Guidelines issued by RBI in relation to Non-Banking Financial Companies, as amended from time to time.
- VIII. Applicable clauses of Secretarial Standards issued by The Institute of Company Secretaries of India.
- IX. The Listing Agreements entered into by the Company with the Calcutta Stock Exchange Limited. The Company has not yet paid the Listing fees for FY 2018-19 to Calcutta Stock Exchange ("CSE") Limited. As per the management, CSE has not raised any bill till date. As and when the bill is raised, the Company shall take steps for payment.

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

- 1. Due to absence of Independent Directors in the Company, the Company could not comply with certain provisions of SEBI (LODR) Regulations 2015, the Companies Act, 2013 and DPE guidelines on Corporate Governance.
- 2. The Company had appointed an Internal Audit Cell for conducting the Internal Audit as per Section 138 which consists of Internal employees of the Company and employees of the Holding Company Rashtriya Ispat Nigam Ltd (RINL). Therefore, Form MGT 14 for appointment of internal auditors as required u/s 179 r/w Section 117 of the Companies Act 2013 read with relevant rules applicable thereon has been filed by Ultimate Holding Company RINL.
- 3. Delays have been noticed in filing RBI Returns and Certificates. There has also been delay in transferring amounts, required to be transferred, to the Investor Education And Protection Fund by the Company.

4. **The registration of the building of H. O. located at AG - 104, Sourav Abasan, 2nd Floor, Salt Lake City, Sector-II, Kolkata-700091 is not yet completed. The Title Deeds In Respect Of Land, Building and Block of few Immovable Properties are not held in the name of the Company.**
5. **The Company has not updated its website as specified in Regulation 46 of SEBI LODR Regulation 2015.**
6. **Since the Company is not having information about the status of the agencies / enterprises from whom the company procures goods and services, hence identification of parties falling under the definition of Micro, Small and Medium Enterprises Development Act, 2006 have not been made and relevant disclosure could not be made.**

We report that, having regard to the compliance system prevailing in the Company and as certified by the Management and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with the laws specifically applicable to the Company as detailed in above.

We have not verified the correctness, appropriateness and bases of financial records, books of accounts and

decisions taken by the Board and by various committees of the Board during the period under scrutiny. We

have checked the Board process and compliance management system to understand and to form an opinion as

to whether there is an adequate system of seeking approval of the Board/ respective committees of the Board or of the members of the Company and of other authorities as per the provisions of various statutes as mentioned above.

We further report that:

- a) **The Board of Directors of the Company is not properly constituted as the Company does not have prescribed number of Independent Directors in its Board and accordingly compliance pertaining to the constitution of various committees and the necessary functions and duties as required to be discharged by these committees and the Board with Independent Directors are not made during the year under review. Few changes in the composition of the Board of Directors took place during the period under review were carried out in compliance with the provisions of the Act except that certain delays have been noticed in filing Form DIR 12 in few cases. There was also delay of few days in intimation of appointment of Shri P K Rath and resignation of Shri P. Madhusudhan as Chairman and Director to Stock Exchange under Regulation 30 of SEBI (LODR) 2015.**
- b) **Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further**

information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

- c) As per the minutes of the meetings of the Board duly recorded and signed by the Chairman, the majority decision of the Board were unanimous and no dissenting views have been recorded.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period, the Company has the following specific events/actions having major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

1. The Orissa Minerals Development Company Limited ("OMDC"), one of its subsidiaries, was undergoing Corporate Insolvency Resolution Process since 20.02.2018 which ended by NCLT order dated 14.08.2018.
2. The Orissa Minerals Development Company Limited received demand notices from Dy. Director of Mines, Odisha towards compensation for excess mining amounting to Rs. 1418.56 Cr out of which OMDC paid Rs. 537 crore (approx) during the year under review as a result of which the said subsidiary company has incurred huge losses.
3. The Company has few pending litigations, the details and impact of which has already been shared in the Annual Report .
4. The financial results of its subsidiary namely The Borra Coal Company Limited and its associates The Burrakur Coal Company Limited and The Karanpura Development Company Limited could not be consolidated as these Companies were under liquidation.
5. The Bisra Stone Lime Company Limited, one of its subsidiary is not in a position to pay the loan and its interest and therefore has requested the Company to waive the loan as well interest thereon in view of poor financial status of the said subsidiary Company.

This Report is to be read with our letter of even date which is annexed as "Annexure A" and forms integral part of this Report.

For VIDHYA BAID & CO.
Company Secretaries

VIDHYA BAID
(Proprietor)
FCS No. 8882
CP No. 8686

Place: Kolkata

Date: 13.08.2019



"Annexure A"

To,
The Members
EASTERN INVESTMENTS LIMITED
AG - 104, Sourav Abasan, 2nd Floor, Salt Lake City,
Sector-II, Kolkata-700091.

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We further report that the compliance by the Company of applicable financial laws like direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed in this Audit since the same have been subject to review by statutory financial audit and other designated professionals.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For VIDHYA BAID & CO.
Company Secretaries

VIDHYA BAID
(Proprietor)
FCS No. 8882
CP No. 8686

Place: Kolkata
Date:

AUDITORS' REPORT UNDER (RESERVE BANK OF INDIA) NBFC DIRECTION, 1988

Auditors' Report of M/s. EASTERN INVESTMENTS LIMITED

As required by the "Non Banking Financial Company Auditors' Report (Reserve Bank) direction 1988" issued by Reserve Bank of India issued vide Notification No. DNBS. 201/DG(VI.)-2008 dated the 18TH September, 2008 , in terms of sub-section (1A) of section 45MA of the Reserve Bank of India Act, 1934(2 of 1934), we report on the matters specified in paragraph 3 (A) & (C) of the said directions to the extent applicable

1. The company is engaged in the Business of Non Banking Financial Institution and has obtained a certificate from the Reserve Bank of India Act, 1934 (2 of 1934) vide Certificate No. 05.02313 dated 16.05.1988.
2. The Company during the Financial Year ended 31st March, 2019 was engaged in the business of Non Banking Financial Institution requiring it to hold Certificate of Registration under Section 45A 1A of the Reserve Bank of India Act, 1934.
3. Board of Directors has passed resolution for the non acceptance of any public deposits during the year under audit.
4. The Company has not accepted the deposits during the relevant year end,
5. The Company has complied with the prudential norms relating to income recognition; applicable accounting standards except as stated in Independent Auditor's Report, asset classification and provision for doubtful debts as applicable to it in terms of Non-Banking Financial (Non-Depositing Accepting or holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

For Das & Prasad
(Chartered Accountants)
(Firm Registration No: 303054E)

Sumit Kr Rajgarhia
Partner
Membership No: 068270

Place: New Delhi
Date: 30th May, 2019

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF EASTERN INVESTMENTS LIMITED

Report on the Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying standalone financial statements of EASTERN INVESTMENTS LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss, and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of matter described in the Basis for Qualified Opinion section of our report, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, the loss and its cash flows for the year ended on that date.

Basis for Qualified Opinion

We draw attention to following matter:

- a) *Diminution in the Value of Investments in the The Bisra Stone Lime Company Limited amounting to Rs.43.63 crore has not been provided for in accounts as required under Accounting Standard 13 on Accounting for Investments issued by the Institute of Chartered Accountants of India. Had the impact of the same been provided in the books, the profit for the year would have been lower by Rs.43.63 crore.*
- b) *As per section 177 of the Companies Act 2013 and Rule 6 & 7 of the Companies (Meeting of Board and its Powers) Rule, 2014, every listed company shall constitute an Audit Committee, but company has not formed an Audit Committee in compliance with the provisions of the Act.*
- c) *The Government of West Bengal has acquired a land measuring an approximate area of 27.58 acres out of the total land area of 76.77 acres of land at Lawrence Property, Bauria, Howrah and notice has also been received for the acquisition of balance portion of land, Company's appeal for reward of compensation towards such acquisition has been upheld by District Judge and for acquisition of balance portion of land in terms of notice received under Urban Land(Ceiling & Regulation) Act, has also been contested by the Company. The land is presently under unauthorised occupation of local inhabitants and account effect thereon has not been given. Hence the land has neither been transferred in the name of the Company nor the land is under the possession of the company, however the Company continue to carry that land in its books. Due to this the assets is overstated to the extent of Rs.3.40 Lakhs.*
- d) *The Company has certain disputes and it is not possible to determine, with reasonable accuracy, the effect of settlement as and when reached and loss likely to be incurred in respect of the following:*

- i) *The dispute regarding ownership of the fixed assets included under Block & Development.*
- ii) *The Physical existence of Railway Siding and Control thereon has been stated to be doubtful.*
- e) *The other short term liability payable include Rs. 2.56 Lakhs relating to Compensation Received for Property Under Dispute, however no document supporting the said compensation received was produced to us for verification. As per information and explanation given to us, the said compensation was received long back and was booked under the head short term liabilities. In absence of any concrete documents, the amount should be written back in accounts. Due to this the liabilities is overstated to the extent of Rs.2.56 Lakhs.*

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Emphasis of Matter

- a) Additional Commissioner of Stamp Revenue Govt of West Bengal had raised a demand in earlier years for Rs 58.45 Lakhs, as regards transfer of shares from President of India in The Orissa Minerals Development Company Ltd (OMDC) and The Bisra Stone Lime Company Ltd (BSLC) to Eastern Investments Ltd (EIL) to make BSLC and OMDC, subsidiaries of 'EIL'. However no provision has been taken in financial statements as at 31.3.2019. The Company contends that the said stamp duty is not applicable on it as the transfer of shares of 'BSLC' and 'OMDC' were by virtue of Restructuring Scheme approved by the Union Cabinet and the said transfer of shares took place from the President of India without any financial consideration. Hence due uncertainty involved with case, we cannot comment on the financial impact on financial statements.

Our opinion is not modified on account of above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sl. No.	Key Audit Matter (KAM)	Auditor's Response
1.	<p>Assessment of diminution in value of investment in subsidiary</p> <p>As at March 31, 2019, the Company's investment in its subsidiary The Orissa Minerals Development Co. Ltd aggregating to Rs.21,500.98 Lakhs. The subsidiary has incurred significant losses during the current financial year and the net-worth has significantly declined over fifty percent over last year. As at March 31, 2019, the net-worth of the said subsidiary company is significantly lower than the cost. As per Accounting Standard 13, Accounting for Investments states that where there is permanent decline in value of investments, a provision for diminution in value of investments needs to be booked. We consider this as a key audit matter given the relative significance of value of investments extent of management's judgements and estimates involved around assessment of related factors such as economic growth rates, future production estimates etc.</p>	<p>Our audit procedures performed included the following :</p> <ul style="list-style-type: none"> • We understood the management's process of forecasting the future production estimates, evaluating the assumptions and comparing the estimates to externally available industry, economic and financial data, wherever necessary ; • We assessed that the methodology used by management to estimate the recoverable value of investments is consistent with accounting standards and is in line with the valuation standards applicable in India; • We assessed the Company's sensitivity analysis and evaluated whether any reasonably foreseeable change in assumptions could lead to impairment. • We checked the mathematical accuracy of impairment model. <p>Our observation</p> <p>Based on the audit procedures performed, we are satisfied that the assumptions used for impairment testing is appropriate.</p>
2.	<p>Receivable on maturity of Bond (Refer Note 13 (i) of the financial statements)</p> <p>The company has matured bond receivable amounting to Rs.100 Lakhs. The said bond have already been matured in 2017, however same is yet to be received.</p>	<p>Our audit procedures performed included the following :</p> <ul style="list-style-type: none"> • We have checked the steps taken by the management to recover the said bond amount. <p>Our Observation :</p> <p>Based on the audit procedure performed we are satisfied that steps taken by the management to recover the bond amount is appropriate.</p>

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged With Governance for the Standalone Financial Statement

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(l) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) Except for the effects of the matter described in the Basis for Qualified Opinion in the paragraph above read with Emphasis of Matter paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) Except for the effects of the matter described in the Basis for Qualified Opinion in the paragraph above read with Emphasis of Matter paragraph above, in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) we have complied with the directions given by the Comptroller and Auditor-General of India u/s 143(5) of the Act while conducting the audit, and on the basis of information and explanation given to us in this regard by the Company, given in "Annexure C" to this report, a statement on the matters specified in such directions;
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements as stated in Note no 23 (a), (b) & (c) to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been delay in transferring amounts, which were required to be transferred, to the Investor Education and Protection Fund by the Company:

Instance of Delay	Rs. In Lakhs	Due Date for Transfer	Actual Date of Transfer
Unpaid/unclaimed dividend for 2010-11	7.47	05-11-2018	15-01-2019

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Das & Prasad**
Chartered Accountants
(Firm's Registration No. 303054C)

Sumit Kumar Rajgarhia
Partner
(Membership No.068270)

Place: New Delhi
Date: May 30, 2019

Annexure - A to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Eastern Investments Limited ("the Company") as of 31 March 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **Das & Prasad**
Chartered Accountants
(Firm's Registration No. 303054E)

Sumit Kumar Rajgarhia
Partner
(Membership No.068270)

Place: New Delhi
Date: May 30, 2019

Annexure - B to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2019, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets except for the matters disclosed in paragraph 3(i) b and 3(ii) c below ;
 - (b) As explained to us, fixed assets comprise of Land, Building, Block and Railway Siding were not physically verified during the year under review;
 - (c) As per information and explanation given to us by the management, the title deeds in respect of Land, Building and Block being immovable properties are not held in the name of the Company.
- (ii) The Company has no inventories during the year under audit, hence paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Consequently, the provisions of paragraph iii(a), (b) and (c) of the Order are not applicable to the Company and hence, not commented upon.
- (iv) According to the information and explanations given to us and the records of the Company examined by us, the Company has not made any investment, advanced any loan, given any guarantee or provided any securities to others.
- (v) The Company has not accepted any deposit from the public covered under Section 73 to 76 of the Companies Act, 2013. Therefore, the provisions of paragraph 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has not prescribed the maintenance of cost records under subsection (1) of Section 148 of the Companies Act, 2013 for the product of the Company.
- (vii) a) The Company has generally been regular in depositing undisputed statutory dues applicable to it and other statutory dues to the appropriate authorities. There are no arrears as at 31st March 2019 for a period of more than six months from the date they become payable.
 - b) According to the information and explanation given to us, the following dues of income tax have not been deposited by the company on account of dispute as at 31st March 2019:

Nature of Statute	Nature of Dues	Period to which it relates	Forum where dispute is pending	Amount involved (Rs. in lacs)
Income Tax Act, 1961	Income Tax	AY 2010-11	Deputy/Assistant Commissioner of Income Tax	15.38
	Income Tax and interest	AY 2009-10	Deputy/Assistant Commissioner of Income Tax	13.57
	Income Tax and interest	AY 2008-09	Deputy/Assistant Commissioner of Income Tax	23.00

- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- (ix) According to information and explanation given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly paragraph 3(ix) of the Order is not applicable.
- (x) Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
- (xi) According to information and explanation given to us, the Company has not paid or provided any managerial remuneration and hence paragraph 3(xi) is not applicable.
- (xii) In our opinion and according to the information and explanation given to us, the Company is not a Nidhi Company and hence the paragraph 3(xii) is not applicable.
- (xiii) In our opinion and on the basis of information and explanation given to us by the management, all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) According to information and explanation given to us the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly the paragraph 3(xv) is not applicable the Company.
- (xvi) In our opinion and on the basis of information and explanation given to us by the management, the Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the company has obtained the necessary registration.

For **Das & Prasad**
Chartered Accountants
(Firm's Registration No. 303054E)

Sumit Kumar Rajgarhia
Partner
(Membership No.068270)

Place: New Delhi
Date: May 30, 2019

ANNEXURE 'C' TO THE AUDITOR'S REPORT

Report on the Directions by the Comptroller & Auditor General of India (C&AG) under section 143(5) of the Companies Act, 2013 for the Financial Year 2019-20

- 1. Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implication of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any may be stated.**

Yes, all the accounting transactions are accounted for through IT System. However, as explained to us, there are operations/transactions which takes place outside the system but have a bearing on the accounts of the Company.

As per past practice, all transactions are manually entered in the software which maintains regular books of account.

As per existing practice, there are chances of some aforesaid transactions being missed to be accounted as the flow of accounting transactions are not automated at the point of generation of transaction. The financial implications of transactions outside the IT system are unascertainable.

- 2. Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.**

As explained to us and on the basis of information available, there is no instance of waiver/write off of debts/interest of loan during the current financial year.

- 3. Whether funds received/receivable for specific schemes from Central/State agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.**

As explained to us and on the basis of information available, the Company have not received any funds from Central/State agencies.

For Das & Prasad
Chartered Accountants
(Firm's Registration No. 303054E)

Sumit Kumar Rajgarhia
Partner
(Membership No.068270)

Place: New Delhi

Date: May 30, 2019

In their Report, the auditors have made certain observations. The observations along with the comments of management thereon are as below:

**STATUTORY AUDIT OBSERVATION ON CONSOLIDATED ACCOUNTS AND
MANAGEMENT REPLIES**

Observations of the Auditor	Management Replies
a) As per section 177 of the Companies Act 2013 and Rule 6 & 7 of the Companies (Meeting of Board and its Powers) Rule, 2014, every listed company shall constitute an Audit Committee, but company has not formed an Audit Committee in compliance with the provisions of the Act.	After completion of tenure of Independent Directors w.e.f. 20.10.2013, there are no independent Directors on the Board of EIL. EIL, being a Government Company the directors are nominated by Government of India. Our Company has been pursuing for induction of requisite number of Independent Directors on the Board through its Administrative Ministry. In the absence of Independent Directors, the company has not been able to form Audit Committee.
b) The Government of West Bengal has acquired a land measuring an approximate area of 27.58 acres out of the total land area of 76.77 acres of land at Lawrence Property, Bauria, Howrah and notice has also been received for the acquisition of balance portion of land, Company's appeal for reward of compensation towards such acquisition has been upheld by District Judge and for acquisition of balance portion of land in terms of notice received under Urban Land(Ceiling & Regulation) Act, has also been contested by the Company. The land is presently under unauthorised occupation of local inhabitants and account effect thereon has not been given. Hence the land has neither been transferred in the name of the Company nor the land is under the possession of the company, however the Company continue to carry that land in its books. Due to this the assets is overstated to the extent of Rs.3.40 Lakhs.	An all out effort has been made by EIL with the help of the dealing advocate for the purpose of mutation of the property in the name of Eastern Investments Limited. EIL has obtained LR, RS & CS Parcha along with the reply of RTI application dated 24.12.2018. An application will soon be made before the BL & LRO on the strength of the Parchas, failing receipt of communication from BL & LRO application will be made before higher forum i.e. Id. Land Administrative Tribunal.

<p>c) The Company has certain disputes and it is not possible to determine, with reasonable accuracy, the effect of settlement as and when reached and loss likely to be incurred in respect of the following:</p> <ul style="list-style-type: none"> i) The dispute regarding ownership of the fixed assets included under Block & Development. ii) The Physical existence of Railway Siding and Control thereon has been stated to be doubtful. 	<p>The title deeds of the properties are not available with EIL for establishing the said properties in the name of the company. To ascertain the current status, letters were sent to M/s. Bharat Coking Coal Ltd. (BCCL) & M/s. Eastern Coalfields Ltd. (ECL), [subsidiaries of Coal India Ltd.], asking them to provide inputs regarding present ownership/holding of the above mentioned properties. A team of officials from the company visited M/s. BCCL & M/s. ECL to collect any relevant documents related to the properties.</p> <p>In view of the fact of 'Other Properties' of EIL nationalised under Coal Nationalisation Act, 1972 and 1973 as informed by BCCL and ECL officials, steps have been taken to obtain linking documents to establish the fact through the dealing advocate. On receipt of such valid documents, steps will be taken to give effect in the Books of Accounts, as per relevant Accounting Standard.</p>
<p>d) The other short term liability payable include Rs. 2.56 Lakhs relating to Compensation Received for Property Under Dispute, however no document supporting the said compensation received was produced to us for verification. As per information and explanation given to us, they said compensation was received long back and was booked under the head short term liabilities. In absence any concrete documents, the amount should be written back in accounts. Due to this the liabilities is overstated to the extent of Rs.2.56 Lakhs.</p>	<p>This amount of Rs.2.56 lakhs was received from Business Development Corporation Ltd. in the year 1946 on account of sub-lease of the Moujas 'Hassadih', 'Jote Khan Khan', 'Nabagram' & 'Sonapore', pending finalization of the sale deed. No other detail is available on this issue. As the transaction is 73 years old, appropriate action will be taken by management.</p>

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF THE EASTERN INVESTMENTS LIMITED FOR THE YEAR ENDED 31ST MARCH, 2019

The preparation of financial statements of The Eastern Investments Limited for the year ended 31 March 2019 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 30 May 2019.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of The Eastern Investments Limited for the year ended 31 March 2019 under Section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' report under Section 143(6)(b) of the Act.

For and on behalf of the
Comptroller and Auditor General of India

(Indu Agrawal)
Principal Director of Commercial Audit &
Ex-officio Member, Audit Board, Ranchi.

Place: Ranchi
Date: 26 July 2019

BALANCE SHEET AS AT 31st March, 2019

			Rs In Lakhs	Rs In Lakhs
	Note No.		As at 31st March, 2019	As at 31st March, 2018
EQUITY AND LIABILITIES:				
SHAREHOLDERS' FUNDS				
(a) Share Capital	1		144.44	144.44
(b) Reserves and Surplus	2		26,856.20	26,858.39
			27,000.64	27,002.83
NON CURRENT LIABILITIES				
(a) Long Term Provisions	3		57.98	55.72
			57.98	55.72
CURRENT LIABILITIES				
(a) Other Current Liabilities	4		23.39	31.93
(b) Short Term Provisions	5		-	8.34
			23.39	40.27
Total			27,082.01	27,098.82
ASSETS:				
NON CURRENT ASSETS				
(a) Fixed Assets				
(i) Tangible Assets	6		4.50	4.50
(b) Non Current Investments	7		25,868.39	25,868.33
(c) Deferred Tax Asset (Net)	8		2.33	1.85
(d) Long Term Loans and Advances	9		0.05	0.05
(e) Other Non-Current Assets	10		159.90	413.40
			26,035.17	26,288.13
CURRENT ASSETS				
(a) Cash and Cash Equivalents	11		798.30	598.37
(b) Short Term Loans and Advances	12		-	-
(c) Other Current Assets	13		248.54	212.32
			1,046.84	810.69
Total			27,082.01	27,098.82

The Notes referred to above form integral part of Financial Statement 1-26

As per our report of even date

For and on behalf of Board of Directors

I for Das & Prasad
Chartered Accountants
Firm Regn. No: 303054E

(P. Raychaudhury)
Managing Director

Sumit Kr Rajgarhia
Partner
Membership No: 068270

(A. Chakravarty)
Chief Financial Officer

(Urmi Chaoudhury)
Company Secretary

Place : New Delhi
Date : 30th May, 2019

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st March, 2019

	Note	As at	Rs in Lakhs
	No.	31st March, 2019	As at 31st March, 2018
1. INCOME			
(a) Revenue from Operations	14	1.67	45.48
(b) Other Income	15	80.10	73.62
Total Revenue (A)		81.77	119.10
2. EXPENSES			
(a) Employees' Benefits	16	52.31	17.70
(b) Depreciation and Amortisation	6	-	-
(c) Finance cost	18	-	-
(d) Other Expenses	17	18.99	34.45
Net Expenditure (B)		71.30	52.15
Profit before Taxation (A - B) = C		10.47	66.95
Tax Expense			
(i) Current Tax		(3.24)	(11.09)
(ii) Tax for earlier years		(9.90)	(21.10)
(iii) Deferred Tax		0.48	0.14
Profit / (Loss) for the period		(2.19)	34.90
Earning per Share(In Rupees)	19	(0.15)	2.42

The Notes referred to above form integral part of Financial Statement 1-26

As per our report of even date

For and on behalf of Board of Directors

For Das & Prasad
Chartered Accountants
Firm Regn. No: 303054F

(P.Raychaudhury)
Managing Director

Sumit Kr Rajgarhia
Partner
Membership No: 068270

(A. Chakravarthy)
Chief Financial Officer

(Urmi Chaoudhury)
Company Secretary

Place : New Delhi
Date : 30th May, 2019

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2019

Rs in Lakhs

Particulars	For the year ended 31st March, 2019		For the year ended 31st March, 2018	
A. Cash Flow from Operating Activities				
Net Profit before Tax & Extra Ordinary Items		10.47		66.95
Add :				
Depreciation	-		-	
Excess Cost of Bond Written Off	-		-	
Accrued Interest on bonds written back		-	-	-
Less :				
Provision for substandard/Standard Assets	-		-	
Non Cash Income	-	-		-
Operating Profit before Working Capital Changes		10.47		66.95
Adjusted for :				
Prepaid Expenses	-			
Trade & Other Receivables	(28.13)		87.59	
Provision for Employee Benefit	2.26		1.63	
Other Current Liabilities	(8.54)		(8.42)	
Short Term Provisions			-	
Long Term Loans and Advances	-	(34.41)	-	80.80
		(23.94)		147.75
Less : Tax Paid During the Year		(21.23)		(18.64)
Net Cash outflow from Operating Activities		(45.17)		129.11
B. Cash Flow from Investing Activities				
Outflow :				
Investments in Securities		-		-
Inflow :				
Investments in Fixed Deposits	253.50	253.50	(413.40)	(413.40)
Investments in Securities	(0.06)	(0.06)	0.07	0.07
Net Cash inflow/(outflow) from Investing Activities		253.44		(413.33)
C. Cash Flow from Financing Activities				
	-			
Payment of Dividend	(6.93)		(16.90)	
Payment of Dividend Distribution Tax	(1.41)	(8.34)	(3.44)	(20.34)
Net Cash inflow/(outflow) from Financing Activities		(8.34)		(20.34)
Net increase in Cash equivalents (A + B + C)		199.93		(304.56)
Opening Cash Balance & Cash Equivalents		598.37		902.93
Closing Cash Balance & Cash Equivalents		798.30		598.37

(Represented by Cash and Bank balance - Note- 11)

NOTE :

i) Cash & Cash equivalents include Fixed Deposits with scheduled Banks = Rs. 785.50 lakhs (P.Y. Rs. 580.59 lakhs)

ii) Fixed Deposits with maturity beyond one year is Rs. 159.90 lakhs

iii) Cash & Cash equivalents include bank balances representing unclaimed dividend = Rs. 9.12 lakhs (P.Y. Rs. 15.97 lakhs)

iv) Previous Year's Figures have been regrouped/rearranged wherever necessary.

v) Negative figures have been indicated in brackets.

For and on behalf of Board of Directors

For Das & Prasad
Chartered Accountants
Firm Regn. No: 303054E

(P. Raychaudhury)
Managing Director

Sumit Kr Rajgarhia
Partner
Membership No: 068270

(A. Chakravarty)
Chief Financial Officer

(Urmi Chaoudhury)
Company Secretary

Place : New Delhi
Date : 30th May, 2019

EASTERN INVESTMENTS LIMITED

SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF ACCOUNTS FOR THE FY 2018-19

(a) General

The financial statements are prepared under the historical cost convention in accordance with fundamental accounting assumptions and Generally Accepted Accounting Principles (GAAP) in India and the relevant provisions of the Companies Act, 2013 including Accounting Standards notified there under.

(b) Fixed Assets

Fixed assets are stated at cost less Accumulated depreciation/amortization. Intangible assets are stated at acquisition cost less amortization.

(c) Depreciation

Depreciation on all depreciable assets except disputed assets has been duly provided for on Straight Line Method (SLM) upto 95% of the cost of the asset over their useful lives as in Schedule II of the Companies Act, 2013.

(d) Investments - Long Term

Long term Investments are stated at cost less provision for diminution in the value as well as that for excess cost over redemption value.

(e) Revenue Recognition

Income from investments and rental activities provided on accrual basis except dividend income, which is accounted for as and when right to receive the same is established and interest on Debentures accounted for as and when received.

(f) Retirement Benefits

- (i) The Company operates Provident Fund and Superannuation Fund Scheme for eligible employees which are fully funded and administered by Trustee and are independent of the company's finance except the Employees' Family Pension Scheme, 1995 in respect of which contributions are deposited with the Government.
- (ii) The Company provides for gratuity payable to its employees. Accrued liabilities in respect of retirement gratuity is actuarially ascertained every year and provided for in the accounts in terms of revised Accounting Standard (AS 15) issued by the ICAI.
- (iii) The company provides for leave encashment payable to its employees on the basis of Actuarial valuation. Accrued liabilities in this regard is actuarially ascertained every year and provided for in the accounts in terms of revised Accounting Standard (AS 15) issued by the ICAI.

(g) Taxation

Tax liability is estimated considering the provision of Income Tax Act, 1961. Deferred tax is recognized on timing differences as per Accounting Standard-22 issued by the ICAI.

(h) Impairment of Assets

Impairment of Assets, if and wherever required is recognized in terms of Accounting Standard-28 issued by the ICAI.

(i) Contingent Liabilities and Contingent Assets

Contingent Liabilities are not recognized in the books but disclosed in the Notes on Accounts.

NOTES TO FINANCIAL STATEMENTS

Note 01 : Share Capital			Rs in Lakhs	Rs in Lakhs
Particulars			As at	As at
			31st March,2019	31st March,2018
AUTHORISED				
1,35,00,000 (Previous year 1,35,00,000) Equity Shares of Rs.10/- each			1,350.00	1,350.00
Total			1,350.00	1,350.00
ISSUED, SUBSCRIBED AND FULLY PAID-UP				
14.44,387 (Previous year 14,44,387) Equity Shares of Rs.10/- each.			144.44	144.44
Total			144.44	144.44
A : STATEMENT OF RECONCILIATION OF ISSUED, SUBSCRIBED AND FULLY PAID-UP SHARE CAPITAL				
Particulars			31st March,2019	31st March,2018
			Rs lakhs	Rs lakhs
Shares outstanding as at the beginning of year			144.44	144.44
Add : Issue of Shares		-	-	-
Less : Reduction of shares		-	-	-
Shares outstanding as at the end of year		14,44,387	144.44	144.44
B : DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% OF SHARE HOLDING AS AT 31.03.2019				
Type of Shares		Name of the Shareholder	% of Shares held	No. of Shares held
Equity	1	Rashtriya Ispat Nigam limited	51.00%	7,36,638
	2	President of India	15.79%	2,28,114
	3	Life Insurance Corporation of India	5.44%	78,517
C : DETAILS OF SHARE HELD BY HOLDING OR ULTIMATE HOLDING COMPANY AS AT 30.09.2018				
Type of Shares		Name of the Shareholder	% of Shares held	No. of Shares held
Equity	1	Rashtriya Ispat Nigam limited	51.00%	7,36,638

ISSUED AND SUBSCRIBED

- 5,12,000 No. of Equity Shares have been allotted as fully paid up pursuant to a contract without payment being received in cash.
- 2,57,119 No. of Equity Shares were allotted for consideration other than cash in cancellation of 59310 Ordinary equity share in terms of the scheme of amalgamation pursuant to the Order No.688E dated 04.09.84 passed by the Government of India, Ministry of Law, Justice and Company Affairs, in terms of Section 396 of the Companies Act, 1956, whereby the undertakings of the Companies, viz. (i) The Sendra Investments Co. Ltd., (ii) The Ondal Investments Co. Ltd., (iii) Garuda Investments Co. Ltd., (iv) The Lawrence Investments and Property Co. Ltd., (v) The General Investments and Trust Co. Ltd., (vi) Birds Trading and Investments Co. Ltd. were dissolved and vested in this Company, the Resulting Company, with effect from 10th September, 1983 (the Appointed Day).
- 4,77,035 No. of Equity Shares were allotted on preferential basis for consideration other than cash towards acquisition of 85,219 no. of Equity shares of The Orissa Minerals Development Company Ltd. and 4,34,49,605 no. of Equity shares of The Bistra Stone Lime Company Ltd. from Government of India in terms of duly approved restructuring scheme (Refer Note below).

RESTRUCTURING SCHEME

- In terms of the Scheme of Restructuring approved by the Union Cabinet, Eastern Investment Ltd. (EIL) had acquired 96219 no. of Equity shares of (including 85,219 Shares from the Govt. of India) in The Orissa Minerals Development Company Ltd. (OMDC) and 4,34,49,605 no. of Equity shares from The Bistra Stone Lime Company Ltd. (BSLC) during the year ended 31.03.2010.
- Consequent to the above arrangement, total holding of the Government of India in the paid capital of EIL had become 66.79% and the holding of EIL in OMDC and BSLC had become more than 50% of paid capital of respective companies, accordingly, EIL had become Government Company and also the holding company of OMDC and BSLC with effect from 19th March, 2010.
- In continuation to the above arrangement, on 5th January, 2011, Rashtriya Ispat Nigam Ltd. (RINI) has acquired 7,36,638 no. of Equity shares representing 51% of Share Capital of EIL from the Govt. of India and thereby EIL has become subsidiary of RINI. As a result direct holding of the Govt. of India has thus come down to 15.79%.

NOTES TO FINANCIAL STATEMENTS

Note 2 : Reserves and Surplus		Rs in Lakhs	Rs in Lakhs
Particulars		As at	As at
		31st March, 2019	31st March, 2018
Capital Reserve			
		76.57	76.57
		76.57	76.57
Securities Premium Account			
		23,334.34	23,334.34
		23,334.34	23,334.34
Investments Reserve			
		94.39	94.39
		94.39	94.39
Reserve as per RBI Act (Special Reserve)			
Amount as per last Balance Sheet		1,088.83	1,081.85
Add: Amount transfer from Surplus Profit		-	6.98
		1,088.83	1,088.83
General Reserve			
Amount as per last Balance Sheet		871.34	867.85
Add: Amount transfer from Surplus Profit		-	3.49
		871.34	871.34
Surplus			
Amount as per last Balance Sheet		1,392.92	1,376.83
Add: Surplus as per Statement of Profit and Loss		(2.19)	34.90
		1,390.73	1,411.73
Less: Appropriations from computation sheet			
Transfer to General reserve		-	3.49
Proposed Dividend		-	6.93
Tax on Proposed Dividend		-	1.41
Reserve as per RBI Act (Special Reserve)		-	6.98
		-	18.81
		1,390.73	1,392.92
Total		26,856.20	26,858.39

Note 03 : Long Term Provisions		Rs in Lakhs	Rs in Lakhs
Particulars		As at	As at
		31st March, 2019	31st March, 2018
Provisions for Employee Benefits			
(a) Compensated Absences(Leave Encashment)		0.66	0.57
(b) Retirement Benefits(Gratuity)		2.24	1.61
(c) Retirement Benefits(HPL)		0.07	0.05
(d) Retirement Benefits(SAF)		6.49	4.97
Others			
(a) Provision for Rate & Taxes		48.52	48.52
Total		57.98	55.72

NOTES TO FINANCIAL STATEMENTS

Note 04 : Other Current liabilities		
Particulars	As at	As at
	31st March,2019	31st March,2018
(a) Fees Payable to Auditor	2.57	2.41
(b) Other short term liability payable	7.92	9.83
(c) Employee Related Liabilities	1.09	0.92
(d) Statutory liability	0.59	0.70
(e) Unpaid Dividend	9.12	15.98
(f) Un-claimed Preference Shares	2.09	2.09
(g) Security Deposit Received	0.01	-
Total	23.39	31.93

Note 05 : Short Term Provisions		
Particulars	As at	As at
	31st March,2019	31st March,2018
(a) Proposed Dividend	-	6.93
(b) Tax on Proposed Dividend	-	1.41
Total	-	8.34

Note 06 : Fixed Assets									
Particulars	Note	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		Original Cost at 31.03.2018	Accumulation for the year upto 31.03.2019	Original Net Cost upto 31.03.2019	As on 01.04.2018	For the Year	Total upto 31.03.2019	As on 31.03.2019	Net Cost 31.03.2018
		Rs in lakhs	Rs in lakhs	Rs in lakhs	Rs in lakhs	Rs in lakhs	Rs in lakhs	Rs in lakhs	Rs in lakhs
TANGIBLE FIXED ASSET									
Land	(a)	3.40	-	3.40	-	-	-	3.40	3.40
Lawrence Property at Bauria.									
Block	(b)	2.35	-	2.35	1.34	-	1.34	1.01	1.01
Onda Property including land, Building and development thereon									
Buildings	(c)	0.24	-	0.24	0.21	-	0.21	0.03	0.03
Sondra Property at Sijua									
Railway Siding	(d)	1.22	-	1.22	1.22	-	1.22	-	-
at Onda.									
Computer		2.25	-	2.25	2.19	-	2.19	0.06	0.05
Total :		9.46	-	9.46	4.96	-	4.96	4.50	4.50

NOTE:

FIXED ASSETS

Consequent upon the acquisition of the undertakings of the dissolved companies under the scheme of amalgamation, the company acquired following landed properties which is yet to be transferred in the name of EIL

(a) Land

The Lawrence Investments and Property Co. Ltd. had a landed property of 76.77 Acres of land at Chackas, Bauria, Howrah, housing its Jute Mills (demolished and disposed of in 1980). The Government of West Bengal had acquired and measuring an approximate area of 27.58 Acres on 25.08.76. Company's appeal for award of compensation towards such acquisition has been upheld by District Judge, Howrah on 07.03.83. No effect of such acquisition has been given in the books of account.

The balance portion of the land, however is under unauthorized occupation of local inhabitants which includes construction of permanent nature as well. Necessary correspondence have already been made with the concerned authorities together with lodging of complaint with the concerned police station for eviction of unauthorized occupants.

NOTES TO FINANCIAL STATEMENTS

(b) Block and Development Sonepore Property

The Assets described in the Schedule Note No.6 to the Accounts under the heading 'Block and Development' known as Sonepore property belonging to the Ondal Investments Co. Ltd. were the subject matter of a sub-lease between them and Sonepore Coalfields Ltd. which the company took possession of the property in 1946. The sub-lease agreement could not be completed due to implications involved under the Mineral Concession Rules in 1960. The said company served re-entry notice on the sub-lessees and on obtaining permission from the Coa. Board took possession of the property and started prospecting operation for which purpose the sum of Rs.0.72lacs was spent. The Company's re-entry notice was challenged by the Sonepore Coalfields Ltd. and in January, 1966 after hearing both the parties the Calcutta High Court held that the sub-lessees were the 'owners' of the property and re-entry permission granted by the Coa. Board should be quashed. The said company preferred an appeal but the same was decided against them in 1970 and the matter was forwarded by the Court to the Coa. Board for fresh decision. No development has taken place since then. Amount of Rs.2.56 lacs was also received from Business Development Corporation Ltd. in the year 1946 on account of sub-lease of the Moujas 'Hassadikh', 'Jote Khan Khan', 'Nabagram' & 'Sonepore'. pending finalization of the sale deed and the final outcome of the re-entry case, this amount has been kept under Current Liabilities'. 'Development' represents the expenditure incurred towards the development of a property, the possession of which is under dispute.

(c) Buildings

The Building belonging to the Sonepore Investments Co. have been taken over in January, 1973, by the Coal Mines Authority in terms of Coal Mines (Nationalisation) Act, 1973. A claim for compensation for take-over has been made. No adjustment has been made pending determination of the claim.

(d) Railway Siding

The Railway Siding known as 'Chora Mangalore Siding' belonging to Ondal Investments Co. Ltd. stretches over approximately three miles taking off from Sonachora Station lying between Ondal and Garandh. Following the nationalization of Non-Coking Coal Collieries in 1973, all the collieries around the siding has been taken over by the Coal Mines Authority though the ownership of the Siding rests with the said company.

(e) Depreciation

Depreciation on Block & Development-Ondal Property, Building- Sonepore Property have neither been ascertained nor provided for.

Note 07 : Non Current Investments

As at 31st March, 2018			As at 31st March, 2019			
Book Value		No. of	Particulars	No. of	Book Value	
Quoted	Unquoted	Shares		Shares	Quoted	Unquoted
Rs lakhs	Rs lakhs	and Unit		and Unit	Rs lakhs	Rs lakhs
			NON TRADE INVESTMENTS			
			Investments in Debenture of Bonds & Mutual Fund			
			DEBENTURES Fully Paid :			
	0.27	58	8% Kumardhubi Engg. Works Ltd of Rs.500/- each. ***	58		0.27
-	0.27		(A)		-	0.27
			BONDS AND MUTUAL FUNDS			
0.28		2,880	Master Share - Income Option UTI [ISIN: IN7189A01038]	2,880	0.28	
0.30		3,000	Capital Growth Unit Scheme 1992(Master Gair 1992)Equity Fund-G [INF: 89A01038]	3,000	0.30	
					-	
0.58	-		(B)		0.58	-
			Investments in Pref. Shares			
			PREFERENCE SHARES of Rs.100/- each fully paid :			
-	0.15	263	7% Birds Jute & Exports Ltd. ***	263		0.15
-	0.92	1,260	5.5% Kumardhubi Fire clay & Silica Works Ltd. (2nd Pref.) ***	1,260		0.92
-	0.04	50	9.5% Kumardhubi Engg. Works Ltd. ***	50		0.04
-	1.11		(C)			1.11
			Investments in Equity Instruments			
			ORDINARY SHARES of Rs.100/- each fully paid :			
4.99		4,630	Birds Jute & Exports Ltd. ***	4,630		4.99
27.07		23,645	The Kinnison Jute Mills Co.Ltd. ***	23,645		27.07
25.06		18,028	Union Jute Co. Ltd. ***	18,028		25.06
			ORDINARY SHARES of Rs.10/- each fully paid :			
40.87		4,73,300	The Burakur Coal Co. Ltd. (In Liquidation) ***	4,73,300		40.87
0.10		83	Eastern News Paper (Formerly Chora Investment Co. Ltd.)			
			Dipco Private Limited	6		0.09
0.72		3,44,770	India Power Corporation Ltd (Formerly DPSC Ltd.)	3,44,770	0.72	

NOTES TO FINANCIAL STATEMENTS

	9.59	1,23,598	Holman Climax Manufacturing Ltd. ***	1,23,598		9.59
	5.88	79,850	The Saranpura Development Co. Ltd. ***	79,850		5.88
	20.09	1,46,764	Kumardhubi Fireclay & Silica Works Ltd. ***	1,46,764		20.09
0.14		400	The Associated Cement Co. Ltd.	400	0.14	
	4.90	73,032	Sijua (Jheriah) Electric Supply Co. Ltd. ***	73,032		4.90
16.58		615	Tilagarh Wagon Ltd (Formerly Tilagarh Industries Ltd.)***	615	16.58	
			(Formerly, The Tilagarh Paper Mills Co. Ltd.)			
0.33		200	Bharat Lamin Movers Ltd.	200	0.33	
0.36		86	Reliance Industries Ltd. (RIL)	172	0.36	
0.06		500	Ispat Profiles Ltd. ***	500	0.06	
0.53		1,000	Steel Authority of India Ltd.	1,000	0.53	
1.94		15,000	I.T.C. Ltd.(Ordinary Shares of Re 1/- each)	22,500	1.94	
0.03		1,500	I.L.D.I.C. Bank.	1,500	0.03	
	0.10	950	Woodland Multispeciality Hospital Ltd @ Rs. 10/- each.	950		0.10
			(Formerly East India Clinic Ltd.)			
0.07		30	J S W Steel Limited.(formerly, Jindal Vijaynagar Steel)	30	0.07	
20.74	138.64		(D)		20.74	138.63
INVESTMENT IN SUBSIDIARY COMPANY :						
			(Equity Shares of Re 1/- each)			
21,500.98		30,00,890	The Orissa Minerals Development Co. Ltd. = 1	30,00,890	21,500.98	
			(Equity Shares of Rs. 10/-each)			
4,362.53		4,36,51,835	The Birla Stone Lime Co. Ltd. = 10	4,36,51,835	4,362.53	
	6.56	84,640	The Borela Coal Co. Ltd. (In Liquidation)***	84,640	-	6.56
25,863.51	6.56		(E)		25,863.51	6.56

Note 07 : Non Current Investments

As at 31st March, 2018			As at 31March,2019		
Book Value		No. of	No. of		Book Value
Quoted	Unquoted	Shares	Shares	Quoted	Unquoted
Rs Lakhs	Rs Lakhs	and Unit	and Unit	Rs Lakhs	Rs Lakhs
25,884.83	146.57			25,884.83	146.56
	26,031.39				26,031.38
	(163.06)				(163.00)
					-
25,868.33					25,868.39
25,884.83					25,884.83
146.57					146.56
47,099.29					26,469.18

Note: *** Marks represent provision made for diminution in the value of investments

INVESTMENTS

- (a) The undertakings of the following companies have been taken over by the Government -
 Bird & Co. Limited,
 Dishargarh Power Supply Co. Ltd. (Binar Unit),
 Kinnison Jute Mills Co. Ltd.,
 Kumardhubi Engineering Works Ltd.,
 Sijua (Jueriah) Electric Supply Co. Ltd.,
 Union Jute Co. Ltd.
- (b) Compensation receivable by the company in respect of its investments in shares and debentures, as the case may be, in the above companies has not yet been determined. However, investments in Bird & Co. Ltd. in debentures, preference shares and ordinary shares have already been written off. Investment in other companies are fully provided for.
- (c) The aggregate shortfall between the book value and estimated realisable value of investments as appearing in the above notes is Rs. 163.00 Lakhs (P.Y. 163.00 Lakhs).

NOTES TO FINANCIAL STATEMENTS

Note 08 : Deferred Tax Asset (Net)

Particulars	Rs in Lakhs	Rs in Lakhs
	As at 31st March, 2019	As at 31st March, 2018
Deferred Tax Assets		
(a) Other Deferred Tax Assets	2.34	1.86
Sub-Total (A)	2.34	1.86
Deferred Tax Liabilities		
(b) Difference between book and tax depreciation	0.01	0.01
Sub-Total (B)	0.01	0.01
Deferred tax Asset (Net) (A-B)	2.33	1.85

Note 09 : Long Term Loans and Advances

Particulars	Rs in Lakhs	Rs in Lakhs
	As at 31st March, 2019	As at 31st March, 2018
Security Deposits		
Unsecured considered Doubtful		
Other Advances	0.05	0.05
Advance Paid.-OMDC(OMDC Director Nomination)	-	-
Security and Telephone Deposit	0.13	0.13
Less Provision	0.13	0.13
	0.05	0.05
Loans and Advances (Doubtful)		
(Under Same Management)		
Karanpura Devl.Co. Ltd.	0.51	0.51
Scott & Saxby Ltd.	0.64	0.64
Less:Provision for loans and advances (Doubtful)	1.15	1.15
Total	-	-
Total	0.05	0.05

Note 10 : Other Non Current Assets

Particulars	Rs in Lakhs	Rs in Lakhs
	As at 31st March, 2019	As at 31st March, 2018
Term deposits with Banks (Maturity is greater than 1 Year)	159.90	413.40
Total	159.90	413.40

Note 11 : Cash and Cash Equivalents

Particulars	Rs in Lakhs	Rs in Lakhs
	As at 31st March, 2019	As at 31st March, 2018
Balances with Banks	3.65	1.79
Cash in Hand	0.03	0.02
Term deposits with Banks (Maturity is less than 1 Year)	785.50	580.59
Farmarked Balances with Banks		
Unclaimed Dividend	9.12	15.97
Total	798.30	598.37

NOTES TO FINANCIAL STATEMENTS

Note 12 : Short Term Loans and Advances

Particulars	Rs in Lakhs	Rs in Lakhs
	As at 31st March, 2019	As at 31st March, 2018
Advances & other recoverables (Recoverable in cash or in kind or for value to be received)		
Unsecured Considered Good		
The Bisra Stone lime Company Ltd	1,500.00	1,500.00
Less Provision for 'Doubtful Assets'	(1,500.00)	(1,500.00)
Total	-	-
Others		
	-	-
	-	-
Total	-	-

Note 13 : Other Current assets

Particulars	As at	As at
	31st March, 2019	31st March, 2018
Interest Accrued but not due on Investments (a)	-	-
Interest Accrued but not due on Term Deposit (b)	52.99	24.91
Advance Income Tax (Net of Provision) (c)	95.49	87.40
Other receivables		
i) Amt. Receivable on maturity-Bond	100.00	100.00
ii) Bank charges Recoverable -Dividend A/c	-	0.01
iii) TDS Recoverable	-	-
iv) GST ITC -RCM	0.06	-
v) Interest Receivable on loan	0.05	0.05
vi) Interest Receivable on Investment	0.07	0.07
Less: Provision for doubtful advances	0.12	0.12
Total (d)	100.06	100.01
Net Total (a + b + c + d)	248.54	212.32

Note 14 : Revenue from Operations

Particulars	Rs in Lakhs	Rs in Lakhs
	Year ended 31st March, 2019	Year ended 31st March, 2018
Dividend Income		
(a) Dividend from Subsidiary	-	43.98
(b) Dividend from other Investment	1.67	1.50
(c) Interest received from Investment with Bonds	-	-
Total	1.67	45.48

Note 15 : Other Income

Particulars	Year ended	Year ended
	31st March, 2019	31st March, 2018
(a) Interest on FD with Bank	70.53	73.20
(b) Others revenue		
(i) Other Income	0.56	-
(c) Interest on Income-tax Refund	9.01	-
Total	80.10	73.20

NOTES TO FINANCIAL STATEMENTS

Note 16 : Employee Benefits

Particulars	Year ended	Year ended
	31st March, 2019	31st March, 2018
(a) Salaries, Wages and Bonus	44.10	12.56
(b) Company's contribution - provident fund & other funds	1.30	1.18
(c) Superannuation Pension Benefit Scheme	1.96	1.78
(d) Passage Fare-LTA	1.07	0.98
(e) Staff Welfare expenses	1.08	0.46
(f) Contribution to Gratuity fund	0.63	0.42
(g) Earned Leave Encashment	0.09	0.31
(h) Contribution to Half Pay leave	0.01	0.01
(i) Transfer expenses-employees	0.43	-
(j) Transfer Grant-employees	1.64	-
Total	52.31	17.70

Note 17 : Other expenses

Particulars	Year ended	Year ended
	31st March, 2019	31st March, 2018
OMDC Co-Sharing Expenses	-	13.73
E-Voting Charges	-	0.02
Courier Charges	0.09	0.11
Advertisement Expenditure	1.05	1.15
Bank Charges	0.04	0.04
Board Meeting Expenses	0.38	0.14
Books & Periodicals	-	-
Car Hiring Charges	0.41	-
Charges General	0.01	0.06
Consulting Charges	-	-
Management Trainee (CS) Fees	0.09	0.37
Postage & Stamps	0.68	0.59
Printing & Stationery	2.52	2.56
Provision for Diminution in Value in Investments	-	0.07
Provision for Excess Cost Over Redemption Value	-	-
Custodian Fees-NSDL	-	0.16
Custodian Fees-CSID	0.11	0.10
Demat Charges	0.02	0.02
Auditor's Remuneration		
Statutory Audit Fees	3.37	4.06
Tax Audit Fees	0.14	0.15
Secretarial Audit Fees	0.12	0.12
GST Paid Expenses	-	-
Insurance Premium (D&O Liability)	0.28	0.28
Leave and License Fee	1.21	1.26
Legal Fees	0.42	0.24
Listing Fees	0.30	0.29
Professional Fees	5.36	7.71
Repairs & Maintenance(Computer)	-	0.01
Repairs & Maintenance(Building)	0.01	-
Return Filing Fees	-	-
Telephone Expenses	0.33	0.27
Subscription	0.02	-
Tiffin Expenses	0.18	0.12
Tour and other Incidental Expense	0.29	-
Training/Seminar Expenses	0.51	-
Travelling and Conveyance Expenditure	0.86	0.17
ROC Filing Fees	0.07	0.07
Scrutiniser Fees for E-voting	-	-
Rates and Taxes	0.03	0.03
Balances Written Off	-	-
Tea & Refreshment	0.09	0.13
	-	-
Total	18.99	34.03

NOTES TO FINANCIAL STATEMENTS

Note 18 : Finance Cost

Particulars	Year ended	Year ended
	31st March, 2019	31st March, 2018
	-	-

Note 19: EARNING PER SHARES ("EPS")

Earnings per share ("EPS") computed in accordance with Accounting Standard 20

	2018-19
Profit/ after tax as per Accounts (A) [Rs lacs]	(2.19)
Weighted average No. of shares outstanding During the period (B)	14,44,387
E.P.S. (Face Value Rs 10/- (A / B) Per Shares) [Rs]	(0.15)

Note 20: RELATED PARTY DISCLOSURE

List of Related Parties with whom the Company had transactions etc.

- (A) **Subsidiary Company**
The Orissa Minerals Development Company Ltd.
The Bisra Stone Lime Company Ltd.
The Borra Coal Co. Ltd. (In Liquidation) Ordinary Shares
- (B) **Holding of Subsidiary in the Paid up Capital of EIL**
The Orissa Minerals Development Company Ltd.
- (C) **Investing Company**
Rashtriya Ispat Nigam Ltd.
- (D) **Other Associates in which Shares are held**
The Karanpura Development Co. Ltd. (under liquidation)
The Burrakur Coal Co. Ltd. (under liquidation)
- (E) **Key Management Personnel**
1. Shri Arijit Chakravarty, CFO from (April'2016 to March'2019)
2. Smt.Urmi Choudhury, CS from (April'2016 to March'2019)
3. Shri B.Kundu, GM from (12th february 2019 to March'2019)
4. Shri P. Raychoudhury, MD from (20th July 2016 to March'2019)

Note 21 : Disclosure of Transactions Between the Company and related parties and the status of Outstanding Balance As on 31st March, 2019

		Holding Co		Subsidiary Co		Key Management Personnel	
		2018-19 (Rs in Lacs)	2017-18 (Rs in Lacs)	2018-19 (Rs in Lacs)	2017-18 (Rs in Lacs)	2018-19 (Rs in Lacs)	2017-18 (Rs in Lacs)
1	Reimbursement Paid			-		-	
	OMDC Ltd.Co-Sharing Expenses	-	-	-		-	-
2	Dividend Received						
	OMDC Ltd.	-	-	-		-	-
3	Salary Paid						
	U.Choudhury [Apr'18 to Mar'19]	-	-	-	-	6.08	4.84
	B.Kundu [Feb 19 to Mar 19]					8.30	
4	Advance Given/(Received)						
	OMDC Ltd.(Director nomination fees)	-	-	-		-	-
	OMDC (EIL Director nomination fees)			-			
5	Advance (Repaid)/Received Back						
	OMDC Ltd.(Director nomination fees)	-	-	-		-	-
	OMDC (EIL Director nomination fees)			-	-		
6	Balance Outstanding Payable						
	OMDC Ltd. (Co-Sharing Expenses)	-	-	-	3.84	-	-
7	Balance Outstanding Receivable						

NOTES TO FINANCIAL STATEMENTS

Note 22 : EMPLOYEE BENEFIT EXPENSES

Gratuity

Payable to employees, who render continuous service of 5 years or more, on separation, at 15 days of last drawn pay for each completed year of service.

The following table summarises the components of net benefit expenses recognised in the statement of Profit & Loss and the funded status and amounts recognised in the balance sheet for the Gratuity

Sl No.	Particulars	2018-19 (Rs in Lakhs)	2017-18 (Rs in Lakhs)
1	Net Employee Expense/(Benefit)		
	Current Service Cost	0.44	0.43
	Interest Cost on Benefit Obligation	0.12	0.09
	Net Actuarial Loss / (Gain) recognised in the year	0.07	(0.22)
	Recognised Past Service Cost-vested	-	0.12
	Total Employer expense	0.63	0.42
2	Movement in Defined Benefit Obligation		
	Opening Defined Benefit Obligation	1.61	1.19
	Current Service Cost	0.44	0.43
	Interest Cost	0.12	0.09
	Actuarial Loss / (Gain)	0.07	(0.22)
	Past service cost	-	0.12
	Benefits Paid		
	Closing Defined Benefit Obligation	2.24	1.61

Provident Fund

Company pays fixed contribution to Provident Fund, at predetermined rates of 10% on Basic & DA, to a separate trust, which invests the Funds in permitted securities. On Contributions, the trust is required to pay a minimum rate of interest to the members, as specified by Govt. of India. The obligation of the Company is limited to the shortfall in the rate of interest on the Contribution based on its return on investments as compared to the declared rate.

Employee Family Benefit Scheme (Contribution towards SAF)

Company pay fixed contribution to SAF at a prescribed rate @ 15% p.a. on Basic & DA to LIC for post retirement benefit to employee at the time of Superannuation. The total contribution towards PF and SAF which stood 25% of Basic & DA.

In accordance with the revised Accounting Standard 15 i.e. Employee benefits, the requisite disclosure are as follows:-

The amount recognized as expenses for Defined Benefit Plan for the year ended are as under :

Sl No.	Particulars	2018-19 (Rs in Lakhs)	2017-18 (Rs in Lakhs)
1	Provident Fund	1.30	1.18
2	Superannuation Fund	1.96	1.78
		3.26	2.96

Note 23: CONTINGENT LIABILITY

(a) Stamp Duty on Share Transfer

There is demand from Additional Commissioner of Stamp Revenue Govt of West Bengal for Rs 58.45 Lacs as regards transfer of shares from President of India in The Orissa Minerals Development Company Ltd (OMDC) and The Bisra Stone Lime Company Ltd (BSLC) to Eastern Investments Ltd (EIL) to make BSLC and OMDC subsidiaries of EIL. The transaction is exempted from Stamp duty and the same is communicated to Additional Inspector General of Registration and Additional Commissioner of Stamp Revenue West Bengal vide Letter No EIL/AS/STAMP DUTY/10-2012/01 dated 17th Oct 2012 by the authorised signatory of EIL. As there is no response to the letter of the Company till date, the amount of Rs. 58.45 lacs is shown as contingent liability. Further correspondence was made with the Dy. Secretary, Finance (Revenue) Dept., Govt. of W.B. on 23.02.2018 with a reminder on 11.04.2018. Subsequently two letters were issued on 10.07.2018 and on 14.03.2019 but no response has been received till finalisation of this Balance Sheet.

(b) Income Tax

Income tax demand in respect of A.Y. 2008-09, A.Y. 2009-10, A.Y. 2010-11 amounting to Rs 51.96 lakhs has not been deposited as the cases are pending for settlement in the Income Tax Department. (P.Y. Rs. 68.60 lakhs)

NOTES TO FINANCIAL STATEMENTS

Note 24:

The Company has not received any memorandum from 'Suppliers' (as required to be filed by the 'Suppliers' with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as on 31st March, 2019 as micro, small or medium enterprises. Consequently, the amount paid / payable to these parties during the year is ₹ Nil (Previous year: ₹ Nil).

Note 25:
Rent and Cess on Land Revenue

The company had continued to pay Rent and Cess on Land Revenue on Lawrence Property at Bauria @ Rs. 2,012 per year till 31.03.2001 with the office of the Revenue Inspector. The company though not accepted the substantial increase in such charges from 2001-02, continued to provide liability on the basis of claims received. In absence of any formal claim by the concerned department, amount of such claim, if any, has neither been ascertained nor considered in the accounts from the financial year 2008 - 09 onwards. Further letter ref No EIL/Lawrence Property/01 dated 14-03-2018 has been issued to Block Land & Land Reform Office with a copy to higher authority, i.e. District Land & Land Reform Office and to the next higher authority, i.e. Director of Land Records & Service. It has been requested in the letter to provide the Land Tax dues by BL&LRO for payment by EIL and also requested to consider the compensation for the land acquired by the Govt of WB which is yet to be received in accordance with the judgement passed by Additional District Judge. Subsequently another letter dated 05-04-2018 issued to Additional District Magistrate (LR) & DLLRO, Govt. of West Bengal with a copy to Principal Secretary and Land Reforms Commissioner, Govt. of West Bengal to expedite the matter.

Subsequently, information through RTI Act has been sought on 11-Jun-18, wherein it has been asked the due Land Tax for 49.19 acres and whether any notice for the same has been issued by the department. A reply was received on 28.06.2018 on the RTI Application which states that "The matter of realisation of land revenue in case of subject land does not arise and as such there is no question of raising demand of land revenue in respect of said land".

Note 26:

Previous year's figures have been regrouped/ rearranged wherever necessary to conform to the current year's presentation.

As per our report of even date

For and on behalf of Board of Directors

For Das & Prasad
Chartered Accountants
Firm Regn. No: 303054E

(P. Raychaudhury)
Managing Director

Sumit Kr Rajgarhia
Partner
Membership No: 068270

(A. Chakravarty)
Chief Financial Officer

(Urmi Chaoudhury)
Company Secretary

Place : New Delhi
Date : 30th May, 2019

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EASTERN INVESTMENTS LIMITED Report on the Audit of the Consolidated Financial Statements

Qualified Opinion

We have audited the accompanying consolidated financial statements of EASTERN INVESTMENTS LIMITED ("the Company"), which comprise the Consolidated Balance Sheet as at March 31, 2019, the Statement of Consolidated Profit and Loss, and the Statement of Consolidated Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of matter described in the Basis for Qualified Opinion section of our report, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, of the consolidated state of affairs of the Company as at March 31, 2019, the consolidated loss and its consolidated cash flows for the year ended on that date.

Basis for Qualified Opinion

We draw attention to following matters:

- a) As per section 177 of the Companies Act 2013 and Rule 6 & 7 of the Companies (Meeting of Board and its Powers) Rule, 2014, every listed company shall constitute an Audit Committee, but company has not formed an Audit Committee in compliance with the provisions of the Act.
- b) The Government of West Bengal has acquired a land measuring an approximate area of 27.58 acres out of the total land area of 76.77 acres of land at Lawrence Property, Bauria, Howrah and notice has also been received for the acquisition of balance portion of land, Company's appeal for reward of compensation towards such acquisition has been upheld by District Judge and for acquisition of balance portion of land in terms of notice received under Urban Land(Ceiling & Regulation) Act, has also been contested by the Company. The land is presently under unauthorised occupation of local inhabitants and account effect thereon has not been given. Hence the land has neither been transferred in the name of the Company nor the land is under the possession of the company, however the Company continue to carry that land in its books. Due to this the assets is overstated to the extent of Rs.3.40 Lakhs.
- c) The Company has certain disputes and it is not possible to determine, with reasonable accuracy, the effect of settlement as and when reached and loss likely to be incurred in respect of the following:
 - i) The dispute regarding ownership of the fixed assets included under Block & Development.
 - ii) The Physical existence of Railway Siding and Control thereon has been stated to be doubtful.

- d) The other short term liability payable include Rs. 2.56 Lakhs relating to Compensation Received for Property Under Dispute, however no document supporting the said compensation received was produced to us for verification. As per information and explanation given to us, the said compensation was received long back and was booked under the head short term liabilities. In absence any concrete documents, the amount should be written back in consolidated financial statements. Due to this the liabilities is overstated to the extent of Rs.2.56 Lakhs.

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matter

We draw attention to following matters:

- a) In case of Holding Company, Additional Commissioner of Stamp Revenue Govt of West Bengal had raised a demand in earlier years for Rs 58.45 Lakhs, as regards transfer of shares from President of India in The Orissa Minerals Development Company Ltd (OMDC) and The Bisra Stone Lime Company Ltd (BSLC) to Eastern Investments Ltd (EIL) to make BSLC and OMDC, subsidiaries of 'EIL'. However no provision has been taken in financial statements as at 31.3.2019. The Company contends that the said stamp duty is not applicable on it as the transfer of shares of 'BSLC' and 'OMDC' were by virtue of Restructuring Scheme approved by the Union Cabinet and the said transfer of shares took place from the President of India without any financial consideration. Hence due uncertainty involved with case, we cannot comment on the financial impact on financial statements.
- b) In case of one of the subsidiary company The Orissa Minerals Development Company Ltd, which has been audited by other auditor, reference is drawn to the Judgement of Hon'ble Supreme Court dated 02.08.2017, Dy. Director of Mines, Odisha had issued different demand notices dated 02.09.2017, 23.10.2017 & 13.12.2017 to OMDC for OMDC Leases and to BPMEL for BPMEL Leases towards compensation against excess mining amounting to Rs. 1,56,375.58 lacs. OMDC has paid the compensation of Rs.55266.60 Lac towards OMDC leases (Rs.1479.68 on 29.12.17, Rs.13093.47 Lacs on 16.11.18, Rs.693.45 Lacs on 30.1.19 and Rs.40000 lacs on 01.3.19) and Provision for outstanding payment with interest as on 31.03.2019 for Rs.30987.91 lacs has been made in the books of accounts. The payment made by OMDC towards BPMEL leases for Rs.2715.14 lac (Rs.2515.14 lac on 29/12/17 and Rs.200 lac on 16/11/18) has been treated as advance in the books of accounts since the legal dispute with BPMEL is unsettled as on the date of finalization of accounts. The remaining compensation towards BPMEL leases with interest as on 31.03.2019 of Rs.106798.16 Lakhs has been shown under contingent liability.

Due to huge payment of compensation and provision for outstanding payment in pursuance of the demand of the Odisha Govt. and the direction of the Hon'ble Supreme Court dated 02.08.2017 the Net Worth of the Company has become negative.

- c) In case of one of the subsidiary company The Orissa Minerals Development Company Ltd, which has been audited by other auditor, The mine stock has been assessed by a third party, Superintendence Co. Of India (P) Ltd. for qualitative and quantitative verification as on 31.03.2019. The certificate of the said third party mentions in a note that for the old stock No.124 which is located at Thakurani Iron Ore Mines, was lying along the rail track at No.2 siding earlier and a platform along the rail track had been prepared by SE Railway by using the mixed iron ore of the same stock lying along the rail track. The stock could not be assessed as the iron ore has been mixed up with other waste within the platform. Assessment can be done after retrieving, screening and stacking of ore from the platform.

The total quantity in the same stake was 18744.124 MT as per physical verification report for 2015-16. The identified stock in 2018-19 by the third party is 1745.845 MT. Management has considered the balance stock for valuation since the stock has lying under the platform and SE Railway has issued circular dated 27/10/17 by virtue of which the rights and powers to permit the use of the Railway Siding for the traffic of any person and to work such traffic over this siding has been withdrawn.

- d) In case of one of the subsidiary company The Orissa Minerals Development Company Ltd, which has been audited by other auditor, mining operation of the Company is continued to remain suspended due to non-renewal of the leases and non-receipt of requisite clearances from the Government of Odisha and the Central Government. These conditions indicate the existence of a material uncertainty to resume the mining operations. These financial statements have been prepared on a going concern basis mainly for the initiative taken by the Company's management for opening of the mines and resumption of mining operations.

Our opinion is not modified on account of above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter (KAM)	Auditor's Response
1.	<p>In case of Holding Company Receivable on maturity of Bond (Refer Note 13 (i) of the financial statements)</p> <p>The company has matured bond receivable amounting to Rs.100 Lakhs. The said bond have already been matured in 2017, however same is yet to be received.</p>	<p>Our audit procedures performed included the following:</p> <ul style="list-style-type: none"> We have checked the steps taken by the management to recover the said bond amount. <p>Our Observation:</p> <p>Based on the audit procedure performed we are satisfied that steps taken by the management to recover the bond amount is appropriate</p>

2.	<p>In case of Subsidiary Company- 'The Bisra Stone Lime Co. Limited' Revenue Recognition</p> <p>Revenue is the Company's key performance measure which give rise to a risk that revenue may be misstated. In this regard revenue recognition is one of the KAM</p>	<p>Our Audit procedure included the following-</p> <ul style="list-style-type: none"> • We assessed the company's process to identify the impact of the new revenue accounting standard. • Our audit approach has considered the time of transfer of risk and reward of ownership to customer for revenue recognition. • For major mineral sales we checked the MOU's made between the customers and company. Minor mineral sales are made through e-Auction only.
3.	<p>In case of Subsidiary Company- 'The Bisra Stone Lime Co. Limited'</p> <p>Statutory Compliances for keeping mines operative</p> <p>In Mining Industries there are several compliances which a company need to comply for keeping their operations active e.g. Wildlife Conservation, Scheme of Mining, Consent to Operate, Mines Closure Plan, Renewal of Lease etc.</p>	<p>Our Audit procedure included the following-</p> <ul style="list-style-type: none"> • We obtained from the management list of compliances to be complied for keeping the operations of mines active. • Expenditures like Wildlife Conservation, Scheme of Mining, Renewal of Lease, Mine Closure Plan etc need to be amortised over a period. We assessed that necessary provisions in this regard have been made by the management.
4.	<p>Provision for disputed legal matters.</p>	<p>Our Audit procedure included the following-</p> <ul style="list-style-type: none"> • We obtained a list of legal matters pending before different forum from the management. • We have asked management for new legal cases arose during current financial year and latest development in regard to old cases. • We applied our knowledge to challenge the underlying assumption of management for non provisioning regarding disputed cases. We also considered legal precedence and other rulings in evaluating the managements position on these uncertainties.

Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged With Governance for the Consolidated Financial Statement

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

In preparing the consolidated financial statements, Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

We did not audit the financial statements of 2(two) subsidiaries, whose financial statements reflect total assets of Rs. Rs.68,148.23 lakhs as at March 31, 2019 and total revenue of Rs. 9,454.49 Lakhs for the year ended on that date. These financial statements have been audited by other auditors whose reports

have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) Except for the effects of the matter described in the Basis for Qualified Opinion in the paragraph above read with Emphasis of Matter paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Consolidated Balance Sheet, the Statement of Consolidated Profit and Loss and the Statement of consolidated Cash Flow dealt with by this Report are in agreement with the relevant books of account.
 - d) Except for the effects of the matter described in the Basis for Qualified Opinion in the paragraph above read with Emphasis of Matter paragraph above, in our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements as stated in Note no 26 (3) to the consolidated financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been delay in transferring amounts, which were required to be transferred, to the Investor Education and Protection Fund by the Company:

Instance of Delay	Rs. In Lakhs	Due Date for Transfer	Actual Date of Transfer
In case of Holding Company Unpaid/unclaimed dividend for 2010-11	7.47	24-10-2018	15-01-2019
In case of one of the Subsidiary Company 'The Orissa Minerals Development Company Limited' Unpaid/ unclaimed Dividend for 2010-11	2.05	04.11.2018	05.12.2018

Other Matters

This revised report, issued in compliance with the Audit Requisition No 2 received vide email dated 27/06/2019 issued by the Office of the Principal Director of the Commercial Audit, Ranchi, supersedes our Audit report dated May 30, 2019 to the members of Eastern Investments Limited.

For **Das & Prasad**
Chartered Accountants
(Firm's Registration No. 303054E)

Sumit Kumar Rajgarhia
Partner
(Membership No.068270)

Place: Kolkata
Date: June 29, 2019

Annexure - A to the Auditors' Report

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31 March 2018, we have audited the internal financial controls over financial reporting of Eastern Investments Limited ("the Holding Company") and its subsidiary companies which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to 2 (two) subsidiary companies, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

For Das & Prasad
Chartered Accountants
(Firm's Registration No.303054E)

Sumit Kr Rajgarhia
(Partner)
Membership No. 068270

Place: Kolkata
Date: June 29, 2019

In their Report, the auditors have made certain observations. The observations along with the comments of management thereon are as below:

STATUTORY AUDIT OBSERVATION ON CONSOLIDATED ACCOUNTS AND MANAGEMENT REPLIES

Observations of the Auditor	Management Replies
a) As per section 177 of the Companies Act 2013 and Rule 6 & 7 of the Companies (Meeting of Board and its Powers) Rule, 2014, every listed company shall constitute an Audit Committee, but company has not formed an Audit Committee in compliance with the provisions of the Act.	After completion of tenure of Independent Directors w.e.f. 20.10.2013, there are no independent Directors on the Board of EIL. EIL, being a Government Company the directors are nominated by Government of India. Our Company has been pursuing for induction of requisite number of Independent Directors on the Board through its Administrative Ministry. In the absence of Independent Directors, the company has not been able to form Audit Committee.
b) The Government of West Bengal has acquired a land measuring an approximate area of 27.58 acres out of the total land area of 76.77 acres of land at Lawrence Property, Bauria, Howrah and notice has also been received for the acquisition of balance portion of land, Company's appeal for reward of compensation towards such acquisition has been upheld by District Judge and for acquisition of balance portion of land in terms of notice received under Urban Land(Ceiling & Regulation) Act, has also been contested by the Company. The land is presently under unauthorised occupation of local inhabitants and account effect thereon has not been given. Hence the land has neither been transferred in the name of the Company nor the land is under the possession of the company, however the Company continues to carry that land in its books. Due to this the assets is overstated to the extent of Rs.3.40 Lakhs.	An all out effort has been made by EIL with the help of the dealing advocate for the purpose of mutation of the property in the name of Eastern Investments Limited. EIL has obtained LR, RS & CS Parcha along with the reply of RTI application dated 24.12.2018. An application will soon be made before the BL & LRO on the strength of the Parchas, failing receipt of communication from BL & LRO application will be made before higher forum i.e. Id. Land Administrative Tribunal.
c) The Company has certain disputes and it is not possible to determine, with reasonable accuracy, the effect of settlement as and when reached and loss likely to be incurred in respect of the following: i) The dispute regarding ownership of the fixed assets included under Block & Development. ii) The Physical existence of Railway Siding and Control thereon has been stated to be doubtful.	The title deeds of the properties are not available with EIL for establishing the said properties in the name of the company. To ascertain the current status, letters were sent to M/s. Bharat Coking Coal Ltd. (BCCL) & M/s. Eastern Coalfields Ltd. (ECL), [subsidiaries of Coal India Ltd.], asking them to provide inputs regarding present ownership/holding of the above mentioned properties. A team of officials from the company visited M/s. BCCL & M/s. ECL to collect any relevant

	<p>documents related to the properties.</p> <p>In view of the fact of 'Other Properties' of EIL nationalized under Coal Nationalisation Act, 1972 and 1973 as informed by BCCI and FCI officials, steps have been taken to obtain linking documents to establish the fact through the dealing advocate. On receipt of such valid documents, steps will be taken to give effect in the Books of Accounts, as per relevant Accounting Standard.</p>
<p>e) The other short term liability payable include Rs. 2.56 Lakhs relating to Compensation Received for Property Under Dispute, however no document supporting the said compensation received was produced to us for verification. As per information and explanation given to us, they said compensation was received long back and was booked under the head short term liabilities. In absence any concrete documents, the amount should be written back in accounts. Due to this the liabilities is overstated to the extent of Rs.2.56 Lakhs.</p>	<p>This amount of Rs.2.56 lakhs was received from Business Development Corporation Ltd. in the year 1946 on account of sub-lease of the Moujas 'Hassadih', 'Jote Khan Khan', 'Nahagram' & 'Sonopore', pending finalization of the sale deed. No other detail is available on this issue. As the transaction is 73 years old, appropriate action will be taken by management.</p>

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) READ WITH SECTION 129(4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF EASTERN INVESTMENTS LIMITED FOR THE YEAR ENDED 31 MARCH 2019

The preparation of Consolidated Financial Statements of Eastern Investments Limited for the year ended 31 March 2019 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) read with Section 129(4) of the Act are responsible for expressing opinion on the financial statements under Section 143 read with Section 129(4) of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 29 June 2019 which supersedes their earlier Audit Report dated 30 May 2019.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the consolidated financial statements of Eastern Investments Limited for the year ended 31 March 2019 under Section 143(6)(a) read with Section 129(4) of the Act. We conducted a supplementary audit of the financial statements of Eastern Investments Limited and its subsidiaries namely, The Orissa Minerals Development Company Limited and The Bisra Stone Lime Company Limited for the year ended on that date. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and company personnel and a selective examination of some of the accounting records.

In View of the revision made in the Statutory Auditor's Report, to give effect to some of my audit observations raised during supplementary audit. I have no further comments to offer upon of supplement to the Statutory Auditor's Report under Section 143(6)(b) read with Section 129(4) of the Act.

For and on behalf of the
Comptroller and Auditor General of India

(Indu Agrawal)
Principal Director of Commercial Audit &
Ex-officio Member, Audit Board, Ranchi.

Place: Ranchi
Date: 26 July 2019

CONSOLIDATED BALANCE SHEET AS AT 31st MARCH 2019

Rs. In lakhs

	Note No.		As at 31st March, 2019	As at 31st March, 2018
EQUITY AND LIABILITIES				
SHAREHOLDERS' FUNDS				
Share Capital	1	141.90	141.90	
Reserves and Surplus	2	(16,781.84)	8,140.55	
			(16,639.94)	8,282.44
MINORITY INTEREST			18,977.72	41,978.92
NON CURRENT LIABILITIES				
Deferred Tax Liabilities (Net)	3	-	193.58	
Other Long term Liabilities	4	877.25	1,912.90	
Long term provisions	5	3,134.97	2,851.99	
			4,012.22	4,958.47
CURRENT LIABILITIES				
Trade payables	6	2,009.77	1,773.00	
Other current liabilities	7	51,871.31	39,106.15	
Short term provisions	8	6,130.31	4,137.15	
			63,014.39	45,316.60
			69,364.40	1,00,536.43
ASSETS				
NON CURRENT ASSETS				
Fixed Assets				
Tangible assets	9	1,710.66	1,833.53	
Intangible assets	9	1,383.06	2,766.05	
Capital work-in-progress	11	43.68	79.27	
			3,137.40	4,678.85
Deferred Tax Assets (Net)	3	18,470.25	-	
Non Current Investments	10	4.97	4.92	
Long term Loans and Advances	12	352.40	405.88	
Other Non-Current assets	13	159.90	1,259.39	
			18,987.51	1,670.19
CURRENT ASSETS				
Inventories	14	2,862.27	2,931.11	
Trade receivables	15	432.81	399.71	
Cash and Bank Balances	16	35,474.44	82,738.08	
Short term Loans and Advances	17	7,017.07	5,993.16	
Other Current assets	18	1,452.89	2,125.34	
			47,239.48	94,187.39
Total			69,364.40	1,00,536.43

Significant Accounting Policies [A] and
Notes to Accounts [1 to 26] annexed form part of the Accounts

As per our report of even date

For Das & Prasad
Chartered Accountants
Firm Registration No. 303054E

Sumit Kr. Rajgarhia
Partner
Membership No: 068270
Place: New Delhi
Date: 30th May 2019

For and on behalf of Board of Directors

(P.Raychaudhury)
Managing Director

(A. Chakravarty)
Chief Financial Officer

(Urmi Choudhury)
Company Secretary

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2019

Rs. in lakhs

	Note		For the year ended		For the year ended
	No.		31st March, 2019		31st March, 2018
INCOME					
Revenue from Operations	19		3,890.56		4,219.70
Other Income	20		5,645.70		5,988.52
Total Revenue			9,536.26		10,228.22
EXPENSES					
Changes in Inventories of Semi-Finished/Finished goods	21	66.67		(532.51)	
Employees' benefits	22	4,388.60		4,322.81	
Depreciation and Amortization	9	1,555.02		1,564.79	
Other expenses	23	70,189.57		31,680.77	
Total expenditure			76,199.86		37,035.86
Profit before Prior period Items (PPI)			(66,663.60)		(26,807.64)
Prior period Items - Debit / (Credit) (Net)	24	-		-	
Profit / (Loss) Before Tax			(66,663.60)		(26,807.64)
Tax Expense					
Current Tax		3.24		85.18	
Tax for Earlier Years		9.90		21.10	
Deferred Tax		(18,663.83)	18,650.69	(583.25)	478.97
Profit / (loss) for the period before Minority Interest			(48,012.91)		(26,328.67)
Less: Minority Interest			(23,001.20)		-
Profit / (loss) for the period after Minority Interest			(25,011.71)		(26,328.67)
Basic and Diluted Earnings Per Share (in Rupees) (Face Value Rs.10 per share)	25		(3,383.69)		(1,855.50)

Significant Accounting Policies [A] and
Notes to Accounts [1 to 26] annexed form part of the Accounts

As per our report of even date

For **Das & Prasad**
Chartered Accountants
Firm Registration No. 303054E

Sumit Kr. Rajgarhia
Partner
Membership No: 068270

For and on behalf of Board of Directors

(P.Raychaudhury)
Managing Director

(A. Chakravarty)
Chief Financial Officer

(Urmi Chaoudhury)
Company Secretary

Place: New Delhi
Date: 30th May 2019

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2019

		Rs. in lakhs	
		2018-19	2017-18
A) CASH FLOW FROM OPERATING ACTIVITIES :			
Net Profit/(Loss) before Taxation & extraordinary items		(66,663.60)	(26,807.64)
Adjustments For :			
Depreciation	1,555.02		1,564.79
Interest Income	(5,229.74)		(5,382.86)
Dividend Income	(0.12)		(0.30)
Interest Paid	93.75		97.50
Unspent liability no longer required written back	(114.06)		
Provision for Doubtful Debts/Advances	-		66.10
Provision for excess cost over redemption value	-		-
Impairment of Fixed Assets	-		-
CWIP Adjustment	-	(3,695.15)	20.97
Operating Profit before Working Capital Changes.		(70,358.75)	(30,441.44)
Adjustments For :			
Trade & other payables	16,842.15		30,660.55
Inventories	68.83		(529.68)
Loans and Advances	(62.15)		(3,248.58)
Trade & Other receivables	(61.22)		(63.33)
		16,787.61	26,818.96
Cash generated from operations :		(53,571.14)	(3,622.48)
Direct taxes (paid)/refunded		(72.19)	(59.40)
Net Cash Flow from operating activities.		(54,313.63)	(3,717.88)
B) CASH FLOW FROM INVESTING ACTIVITIES :			
Purchase of Fixed Assets	(49.13)		(33.14)
Changes in CWIP			
Sale /Purchase of Investment	253.44		(413.33)
Dividend Received	0.12		0.30
Interest Received(Net)	5,229.74		5,382.86
Net Cash Flow from Investing Activities		5,434.17	4,936.69
C) CASH FLOW FROM FINANCING ACTIVITIES :			
Payment of Dividend & Dividend Tax		(8.34)	(241.58)
Interest Paid		(93.75)	-
Net Cash used in Financing Activities.		(102.09)	(241.58)
Increase/(Decrease) in Cash & Cash equivalent (A – B – C)		(48,981.55)	477.23
Cash & Cash equivalent (Opening balance)		81,183.09	80,705.86
Cash & Cash equivalent (Closing balance)		32,201.54	81,183.09
Cash & Cash equivalent as per Note 16		32,477.74	
Margin money		3,245.15	
Unpaid dividend		27.76	
Closing Cash & Cash equivalent as above		32,201.53	

(Represented by Cash and Bank balance-Note 16)

This is the Cash Flow Statement referred to in our report of even date.

NOTES:

- Cash & Cash equivalents include Fixed Deposits with scheduled Banks Rs. 35283.19 lakhs (P.Y. 80380.16 lakhs)
- Cash & Cash equivalents include bank balances representing unclaimed dividend - Rs. 27.76 lakhs (P.Y. Rs 39.53 lakhs)
- Previous Year's figures have been regrouped/rearranged wherever necessary.
- Negative figures have been indicated in brackets.

For **Das & Prasad**
Chartered Accountants
Firm Registration No. 3030A73

Sumit Kr. Rajgarhia
Partner
Membership No: 068270
Place: New Delhi
Date: 30th May 2019

For and on behalf of Board of Directors

(P. Raychaudhury)
Managing Director

(A. Chakravarty)
Chief Financial Officer

(Umi Chaoudhury)
Company Secretary

EASTERN INVESTMENTS LIMITED (CONSOLIDATED)

A. SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Preparation

- i) The Consolidated Financial Statement (CFS) is prepared in accordance with Accounting Standard (AS-21) on Consolidated Financial Statements notified pursuant to the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act 2013. The Consolidated Financial Statements comprise of the financial statements of Eastern Investments Limited (EIL) (parent company) and its subsidiaries. Reference in these notes to the Company' or 'EIL' shall mean to include EIL and/or any of its subsidiaries, consolidated in the financial statements unless otherwise stated.
- ii) The list of companies which are included in Consolidated Financial Statements and the Parent Company's holdings therein are as under:

Name of the Company Subsidiaries	Percentage Holding	
	2018-19	2017-18
a) The Orissa Minerals Development Company Limited (OMDC)	50.01%	50.01%
b) The Bisra Stone Lime Company Limited (BSLC)	50.01%	50.01%

Each of the above Companies is incorporated in India and financial statements are drawn up to the same reporting date as that of the parent Company i.e 31st March 2019

The Borrea Coal Company Limited, another subsidiary, and the two associate companies namely The Burrakur Coal Co Ltd. and The Karanpura Development Co. Ltd, have gone into liquidation and Official Liquidators have taken possession of all the books and as a result no account of the said companies have been prepared and considered in group consolidated financial statements.

- iii) The Consolidated Financial Statements have been prepared to comply in all material respect with Accounting Standards notified by Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.
- iv) The Consolidated Financial Statements have been prepared under the historical cost convention on an accrual basis, except where impairment is made.
- v) The Accounting Policies have been consistently applied by the Company and are in consistent with those used in the previous year.
- vi) The Consolidated Financial Statements of the Company and its Subsidiary Companies have been consolidated on a line by line basis by adding together the book value of assets, liabilities, expenses and incomes, after fully eliminating intra-group balances and intra group transactions resulting in unrealized Profits/Losses. The effect of intra group transactions between the Holding Company and its subsidiaries are eliminated on consolidation.
- vii) The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the Company's separate financial statements.

- viii) Notes on Accounts of the financial statements of the Company and its Subsidiaries are set out in their respective financial statements.
- ix) The difference between the cost of investment in the subsidiaries and the Company's share of net assets at the time of acquisition of shares in the subsidiaries is recognized in the financial statements as Goodwill or Capital Reserve as the case may be.
- x) Minority interest in the net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet separately from liabilities and equity of the Company's shareholders.

Minority Interest in the net assets of Consolidated subsidiaries consists of:

- The amount of equity attributable to minority at the date on which investment in a subsidiary is made; and
 - The minority share movement in equity since the date, parent subsidiary relationship came into existence.
- xi) Minority Interest's share of Net Profit/(Loss) for the year of consolidated subsidiaries is identified and adjusted against the profit after tax of the group.

2. 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 at 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 the estimates are recognized in the period in which the results are known/materialized through Prior Period Adjustments. Material items, if any, are disclosed separately to the extent of figures known to the management.

3. (i) Fixed Assets

- (a) Fixed Assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation and impairment, if any. The cost of acquisition comprises purchase price inclusive of duties (net of Cenvat), taxes, incidental expenses, erection/commissioning/trial run expenses and interest etc, up to the date the assets are ready for intended use.
- (b) Prospecting and development expenses incurred to prepare the mine ready for commercial exploration (i.e. in the nature of preliminary and preoperative expenses) are capitalized.
- (c) Expenditure incurred for obtaining required clearance to operate the mines for the allotment of their lease is capitalized as intangible assets.
- (d) Expenditure incurred for renewal of mining lease are capitalized under Mining Lease.

- (e) Machinery spares which can be used only in connection with an item of fixed assets and whose use, as per technical assessment, is expected to be irregular are capitalized and depreciated over the residual life of the respective assets.
- (f) Assets awaiting disposal are valued at the lower of written down value and net realizable value and disclosed separately.
- (g) Capital work-in-progress includes machinery or other fixed assets to be installed, constructed and erected and amount paid against partly work done.

(ii) Depreciation and Amortization

- (a) The classification of Plant & Machinery into continuous and non-continuous process is done as per the technical evaluation and depreciation thereon is provided accordingly.
- (b) Depreciation is provided on Straight Line Method (SLM), up to 95% of the cost of the assets over their useful lives as per Schedule II of the Companies Act, 2013 except in case of its subsidiary The Bisra Stone Lime Company Limited the following categories of assets where their useful life is based on the technical assessment of the Managements (useful life given in brackets):

Telecom Equipments (5 Years); Audio & Visual Equipment (10 Years); Other Office Equipment, Earth Moving Equipment, Forklift Trucks, Air Conditioners, Freezers, Water Coolers, Refrigerators, Water Coolers, Air Coolers (7 years); Motor Cars (6 Years); Safety Equipment, Light Vehicles (8 years); Computers [including System Software] (4 Years).

Depreciation on all depreciable assets except disputed assets has been duly provided for as per Schedule II of the Companies Act, 2013.

- (c) Leasehold land is amortized over the period of lease.
- (d) Mining Lease is amortized over the lease period.
- (e) Prospecting and development expenditure of mines is amortized at the rate of 10% using written down value method in case of OMDC. In case of BSLC, the same is amortised over a period of ten years.
- (f) Intangible asset relating to mines expenditure is amortized over the balance period of lease.
- (g) Where the remaining useful life of any asset is Nil as on 1st April 2014, the carrying value of the asset net of the residual value has been adjusted against opening Reserve in accordance with transitional provision of Schedule II of The Companies Act 2013.
- (h) In the case of its subsidiary The Bisra Stone Lime Co. Limited software which is not an integral part of the related hardware is amortized over a period of 4 years or its License period whichever is less.
- (i) Depreciation on fixed Assets added/disposed off during the year is provided on pro-rata basis with reference to the date of addition/disposal.

(iii) Impairment of Fixed Assets

The carrying amounts of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on external/internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and 'Value in use' of the assets. The estimated future cash flows considered for determining the value in use, are discounted to their present value at appropriate rate arrived at after considering the prevailing interest rates and weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the assets over their remaining useful life.

Previously recognized impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

4. Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as Noncurrent investments. Current investments are valued at lower of cost and net realizable value on individual investment basis. Noncurrent investments are valued at cost, unless there is an "other than temporary" decline in value thereof, in which case, adequate provision/write-off is made in the accounts.

5. Inventories

- (a) Stock in trade of finished goods is valued on FIFO basis at lower of cost and net realizable value. Cost includes direct materials, labour cost and a proportion of manufacturing overheads based on normal operating capacity.
- (b) Stock of Stores and spare parts, loose tools are valued at Weighted Average cost.
- (c) Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.
- (d) Quantities of Closing Stock including stock or store & spare parts have been taken as per the physical verification done.
- (e) Where physical stock is more than book stock, book stock is considered for valuation of stock. However surplus stock is valued at Rs. 1/- per LOT for the Surplus stock available as on date of closing.
- (f) Semi finished products are valued after adjusting Conversion Cost.
- (g) The Excise Duty payable on closing stock of finished goods at the time of sale is not considered in valuation of closing stock.

6. Retirement and Other Employee Benefits

a) Gratuity:

Gratuity is payable on separation @ 15 days pay for each completed year of service to

eligible employees who render continuous service of 5 years or more. Maximum amount in the case of separation is Rs.20 Lakhs for each Employee. The gratuity is being covered under "Group Gratuity cum Life Insurance Scheme" with LIC of India and the provision on account of gratuity is being made as per the actuarial valuation given by LIC, except for the holding company, where no such arrangement exists and liability on the basis of actuarial valuation is made in the accounts.

b) Leave Encashment :

Leave Encashment is payable if encashment of leave is applied for during the tenure of service of employee and on separation to eligible employees who have accumulated earned leave and Half Pay Leave. Maximum accumulated earned leave/ half pay leave of 300 days and half pay leave of 180 days is encashable at the time of separation. Liability of Leave salary is provided on the basis of actuarial valuation as per Accounting Standard -15 "Employee Benefits".

c) Superannuation Benefit :

Superannuation Benefit is payable on separation to eligible executives of the Company. This fund is also being managed by the LIC of India as per scheme. The Company makes quarterly contribution to the fund and apart from this the Company has no liability whatsoever on this account.

d) Provident Fund :

- (i) For Head Office Employees: The Company pays fixed contribution of Provident Fund at predetermined rates, to a separate trust i.e. The Orissa Minerals Development Company Limited Provident Institutions.
- (ii) For Mines Employees: The Company pays fixed contribution of provident Fund at the rate of 12% on Salary (i.e. Basic + DA) to RPFC.

7. Taxation

Tax expense comprises of current, deferred and prior year tax expenses, if any.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. If the company has carried forward unabsorbed depreciation and carried forward tax losses, deferred tax assets are recognized only if there is virtual certainty backed by convincing evidence that such deferred tax assets can be realized against future taxable profits. Unrecognized deferred tax assets of earlier periods are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized

At each balance sheet date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

8. Revenue Recognition

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

Sale of Goods

Revenue from sale of goods is recognized on dispatch of goods to customers, which is incidental to transfer of significant risk and reward of ownership. Sales are net of Excise Duty, Sales Tax/VAT, Entry Tax, returns, claims, discounts, etc.

Interest

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

Dividend

Income from dividend from dividend is recognized when the companies' right to receive the payment is established.

Consideration for use of Company's facilities

Consideration received from the Authorities for use of a part of the available facilities of the Company is recognized as revenue in the year of receipt / realization.

9. Government grants and subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

When the grant or subsidy relates to an expense item, it is recognized as income over the periods necessary to match them on a systematic basis to the costs, which it is intended to compensate.

Where the grant or subsidy relates to an asset, its value is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related asset.

10. Provision

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.

Provisions made in terms of Accounting Standard 29 on Provisions, Contingent Liabilities and Contingent Assets issued by Institute of Chartered Accountants of India are not discounted to its present value and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

11. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

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.

12. Segment Reporting Policies

The Company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment offers different products.

Inter Segment Transfers:

The Company generally accounts for inter-segment 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:

Includes general corporate income and expense items which are not allocated to any business segment.

13. Excise Duty/Royalty

Excise Duty/Royalty is accounted for at the point of manufacture/extraction of goods/ore but not considered for valuation of finished goods stock as on the balance sheet date.

14. Contingencies

Liabilities, which are material and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent and disclosed by way of notes to the accounts.

Notes to the financial statement for the year ended 31st March 2019

Note 1 : Share Capital

Note 1 : Share Capital				Rs. In lakhs		
Particulars				As at	As at	
				31st March, 2019	31st March, 2018	
AUTHORISED						
1,35,00,000 (Previous year 1,35,00,000) Equity Shares of Rs.10/- each			1350.00	1350.00		
Total				1350.00	1350.00	
ISSUED, SUBSCRIBED AND FULLY PAID-UP						
14,18,953 (Previous year 14,18,953) Equity Shares of Rs.10/- each.			141.90	141.90		
Total				141.90	141.90	
1.1 : STATEMENT OF RECONCILIATION OF ISSUED, SUBSCRIBED AND FULLY PAID-UP SHARECAPITAL						
			31st March, 2019		31st March, 2018	
Particulars			Number	Rs. In lakhs	Number	Rs. In lakhs
Shares outstanding as at the beginning of year			14,18,953	141.90	14,18,953	141.90
Add : Issue of Shares			-	-	-	-
Shares outstanding as at the end of year			14,18,953	141.90	14,18,953	141.90
1.2 : DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% OF SHARE HOLDING AS AT 31.03.2019						
	Type of Shares	Name of the Shareholder		% of Shares held	No of Shares Held	
	Equity	1	Rashtriya Ispat Nigam Limited	51%	7,36,638	
		2	President of India	15.79%	2,28,114	
		3	Life Insurance Corporation of India	5.44%	78,517	
1.3 : DETAILS OF SHARE HELD BY HOLDING OR ULTIMATE HOLDING COMPANY AS AT 31.03.2019						
	Type of Shares	Name of the Shareholder		% of Shares held	No of Shares Held	
	Equity	1	Rashtriya Ispat Nigam Limited	51%	7,36,638	

Issued and Subscribed

- 5,12,000 No. of Equity Shares have been allotted as fully paid up pursuant to a contract without payment being received in cash.
- 2,57,419 No. of Equity Shares were allotted for consideration other than cash in cancellation of 59,340 Ordinary equity share in terms of the scheme of amalgamation pursuant to the Order No.688F dated 04.09.84 passed by the Government of India, Ministry of Law, Justice and Company Affairs. in terms of Section 396 of the Companies Act, 1956, whereby the undertakings of the Companies, viz. (i) The Sendra Investments Co. Ltd., (ii) The Ondal Investments Co. Ltd., (iii) Garuda Investments Co. Ltd., (iv) The Lawrence Investments and Property Co. Ltd., (v) The General Investments and Trust Co. Ltd., (vi) Birds Trading and Investments Co. Ltd. were dissolved and vested in this Company, the Resulting Company, with effect from 10th September, 1983 (the Appointed Day).
- 4,77,035 No. of Equity Shares were allotted on preferential basis for consideration other than cash towards acquisition of 85,219 no. of Equity shares of The Orissa Minerals Development Company Ltd. and 4,34,49,605 no. of Equity shares of The Bisra Stone Lime Company Ltd. from Government of India in terms of duly approved restructuring scheme (Refer Note below).

RESTRUCTURING SCHEME

- In terms of the Scheme of Restructuring approved by the Union Cabinet, Eastern Investments Ltd. (EIL) had acquired 96,219 no. of Equity shares (including 85,219 Shares from the Govt. of India) from The Orissa Minerals Development Company Ltd.(OMDC) and 4,34,49,605 no. of Equity shares from The Bisra Stone Lime Company Ltd.(BSLC) during the year ended 31.03.2010.
- Consequent to the above arrangement, total holding of the Government of India in the paid capital of EIL had become 66.79% and the holding of EIL in OMDC and BSLC had become more than 50% of paid capital of respective companies, accordingly, EIL had become Government Company and also the holding company of OMDC and BSLC with effect from: 19th March, 2010.
- In continuation to the above arrangement, on 5th January, 2011, Rashtriya Ispat Nigam Ltd. (RINL) has acquired 7,36,638 no. of Equity shares representing 51% of Share Capital of EIL from the Govt. of India and thereby EIL has become subsidiary of RINL. As a result, direct holding of the Govt. of India has thus come down to 15.79%.

Note 2 : Reserves and Surplus

			Rs in Lakhs	
Particulars		As at 31st March, 2019	As at 31st March, 2018	
Capital Reserve				
As per last accounts	13,874.24		13,874.24	
Add during the period			-	
		13,874.24		13,874.24
Securities Premium Account				
As per last accounts	23,331.78		23,331.78	
Add during the period	-		-	
		23,331.78		23,331.78
Investments Reserve				
As per last accounts	94.39		94.39	
Add during the period	-		-	
		94.39		94.39
Reserve as per RBI Act (Special Reserve)				
As per last accounts	1,094.57		1,087.59	
Add: Amount transfer from Surplus Profit	-		6.98	
		1,094.57		1,094.57
General Reserve				
As per last accounts	1,816.87		1,813.38	
Add: Amount transfer from Surplus Profit	-		3.49	
Add: Amount transfer from Capital Reserve	-		-	
		1,816.87		1,816.87
Surplus				
As per last accounts	(32,071.30)		(5,865.31)	
Add: Surplus as per Statement of Profit and Loss	(25,011.71)		(26,328.67)	
	(57,083.02)		(32,193.98)	
Less: Appropriations				
Proposed Dividend (Fina.)	-		6.93	
Tax on Proposed Dividend	-		1.41	
General Reserve	-		3.49	
Special Reserve	-		6.98	
Adjustment for expired useful life of existing assets/Reduction in Profit & Loss OMDC	4.12		-	
Adjustment for inter company transactions	(93.75)		(141.49)	
	(89.33)	(56,993.69)	(122.68)	(32,071.30)
Total		(16,781.84)		8,140.55

Particulars		As at 31st March, 2019	As at 31st March, 2018
Note 3. : Deferred Tax Liability/(Assets) (Net)			Rs in lakhs
Deferred Tax Liabilities			
(a) Difference between book and tax depreciation		231.81	651.56
	(A)	231.81	651.56
Deferred Tax Assets			
(a) Other Deferred Tax Assets		18,702.06	457.98
	(B)	18,702.06	457.98
Net Deferred tax Liability	(A)-(B)	(18,470.25)	193.58

Note 4 : Other Long Term liabilities

Rs in lakhs

Particulars	As at	As at
	31st March, 2019	31st March, 2018
Borrowings		
Claim against the company- payable	877.25	1,912.90
Total	877.25	1,912.90

Note 5 : Long Term Provisions

Rs in lakhs

Particulars	As at	As at
	31st March, 2019	31st March, 2018
Provisions for Employee Benefits		
(a) Provision for Employee Benefit	2,381.97	2,098.99
(b) Provision for Rates and Taxes	48.52	48.52
(c) Provision for Site Reclamation	704.48	704.48
Total	3,134.97	2,851.99

Note 6 : Trade Payables

Rs in lakhs

Particulars	As at	As at
	31st March, 2019	31st March, 2018
Others than MSME	2,009.77	1,773.00
Total	2,009.77	1,773.00

Note 7 : Other Current liabilities

Rs in lakhs

Particulars	As at	As at
	31st March, 2019	31st March, 2018
Advance from Customers	4,338.81	3,283.72
Unpaid Dividend	27.76	39.51
Disputed Dividend	32.01	52.21
Unclaimed Preference Shares	2.09	2.09
Employee Benefit -due	-	-
Other Liability	48,586.52	34,169.19
Income Tax Demand	-	-
Security Deposit Received	1,887.12	1,859.70
Currency Maturities of Long Term Borrowings	-	-
Total	54,874.31	39,406.45

Note 8 : Short Term Provisions

Rs in lakhs

Particulars	As at	As at
	31st March, 2019	31st March, 2018
Provision for employee benefits	3,731.51	3,360.05
Proposed Dividend	-	6.93
Tax on proposed Dividend	-	1.41
Other Provisions	2,398.80	768.76
Total	6,130.31	4,137.15

Note -9 : CONSOLIDATED FIXED ASSETS : AS AT 31ST MARCH, 2019

Rs in lakhs

Particulars		GROSS BLOCK				DEPRECIATION				NET BLOCK		
		Original Cost at 01.04.2018	Acquisition for the year	Assets sold/disposed off during the year	Original Net Cost upto 31.03.2019	As at 01.04.2018	For the year	Adjustment	Impairment	Total upto 31.03.2019	As on 31.03.2019	Net Cost 31.03.2018
	EIL	3.40	-	-	3.40	-	-	-	-	-	3.40	3.40
	OMDC	0.28	-	-	0.28	-	-	-	-	-	0.28	0.28
	BSLC	8.64	-	-	8.64	-	-	-	-	-	8.64	8.64
Land		12.32	-	-	12.32	-	-	-	-	-	12.32	12.32
	OMDC	196.77	-	-	196.77	24.86	1.97	-	-	26.83	169.94	171.91
	BSLC	860.46	-	-	860.46	778.62	40.92	-	-	819.54	40.92	81.84
Leasehold land		1,057.23	-	-	1,057.23	803.48	42.89	-	-	846.37	210.86	233.75
	EIL	2.35	-	-	2.35	1.34	-	-	-	1.34	1.01	1.01
	OMDC	439.58	-	-	439.58	432.77	2.50	-	-	435.27	4.31	6.91
Leased Hold Properties		441.93	-	-	441.93	434.11	2.50	-	-	436.61	5.32	7.82
	EIL	0.24	-	-	0.24	0.21	-	-	-	0.21	0.03	0.03
	OMDC	1,341.15	48.62	-	1,389.77	348.66	26.29	-	-	374.95	1,014.82	992.48
	BSLC	104.69	-	-	104.69	87.25	0.63	-	-	87.88	17.01	17.64
Buildings		1,446.28	48.62	-	1,494.90	436.12	26.92	-	-	463.04	1,031.86	1,010.15
Roads	OMDC	246.05	-	-	246.05	195.03	10.21	-	-	205.24	40.81	51.02
Machinery	BSLC	301.38	-	-	301.38	281.53	3.24	-	-	284.87	16.51	15.85
Earth moving equipment	BSLC	-	-	-	-	-	-	-	-	-	-	-
Electric Machinery & Plant and General electrification	BSLC	162.28	-	-	162.28	140.13	8.39	-	-	148.32	13.96	22.15
Pipelines	BSLC	7.85	-	-	7.85	7.56	-	-	-	7.56	0.29	0.29
Tractor	BSLC	3.04	-	-	3.04	3.04	-	-	-	3.04	-	-
Bridge	BSLC	0.74	-	-	0.74	0.51	-	-	-	0.51	0.23	0.23
Water Supply & Sewerage systems	BSLC	20.68	-	-	20.68	18.92	-	-	-	18.92	1.76	1.76
	OMDC	3,087.11	0.43	-	3,087.54	2,922.56	17.66	-	-	2,940.22	147.32	164.55
Plant & Machinery		3,583.08	0.43	-	3,583.51	3,374.25	29.19	-	-	3,403.44	180.07	208.83
Electrical Installation	OMDC	235.23	0.08	-	235.31	196.60	8.44	-	-	205.04	30.27	38.63
	EIL	1.22	-	-	1.22	1.22	-	-	-	1.22	(0.00)	(0.00)
	OMDC	458.02	-	-	458.02	337.58	15.34	-	-	362.02	95.00	120.35
	BSLC	133.74	-	-	133.74	80.19	5.29	-	-	85.46	48.26	53.55
Railway Siding		592.98	-	-	592.98	419.09	30.63	-	-	449.72	143.26	173.90
	OMDC	217.26	-	-	217.26	151.35	18.09	-	-	169.44	47.82	65.91
	BSLC	8.43	-	-	8.43	8.05	-	-	-	8.05	0.38	0.38
Furniture & Fixture		225.69	-	-	225.69	159.40	18.09	-	-	177.49	48.20	66.29
	OMDC	150.67	-	-	150.67	150.67	-	-	-	150.67	-	-
Prospecting & Development		150.67	-	-	150.67	150.67	-	-	-	150.67	-	-
	OMDC	64.56	-	-	64.56	63.97	-	-	-	61.97	0.59	0.59
	BSLC	7.30	-	-	7.30	7.30	-	-	-	7.30	-	-
Motor Vehicles		71.86	-	-	71.86	71.27	-	-	-	71.27	0.59	0.59
	OMDC	83.00	-	-	83.00	72.83	3.14	-	-	75.97	7.03	10.16
	EIL	2.25	-	-	2.25	2.19	-	-	-	2.19	0.06	0.06
Computer		85.25	-	-	85.25	75.02	3.14	-	-	78.16	7.09	10.22
Total Tangible Fixed Assets		8,148.56	49.13	-	8,197.69	6,315.04	172.01	-	-	6,487.05	1,710.66	1,833.53
Intangible Assets												
	OMDC	9,384.67	-	-	9,384.67	6,619.15	1,382.76	-	-	8,001.91	1,382.76	2,765.52
	BSLC	8.50	-	-	8.50	7.97	0.25	-	-	8.22	0.28	0.53
Total Intangible Assets		9,393.17	-	-	9,393.17	6,627.12	1,383.01	-	-	8,010.13	1,383.06	2,766.05
Figures for previous year		17,591.24	33.14	-	17,541.73	11,293.73	1,564.79	-	14.89	12,927.28		
Total Fixed Assets Value		17,541.73	49.13	-	17,590.86	12,942.16	1,555.02	-	-	14,497.18	3,093.72	4,599.58

Note 10 : Non Current Investments
Rs.in Lakhs

As at 31st March, 2018			As at 31st March, 2019			
Book Value		No. of Shares and Unit	Particulars	No. of Shares and Unit	Book Value	
Quoted	Unquoted				Quoted	Unquoted
			NON TRADE INVESTMENTS			
			Investments in Debenture of Bonds & Mutual Fund			
			DEBENTURES Fully Paid :			
	0.27	58	8% Kumardhubi Engg. Works Ltd of Rs. 500/- each. ***	58		0.27
-	0.27		(A)		-	0.27
			BONDS AND MUTUAL FUNDS			
0.28		2,880	Master Share - Unit Trus. of India.	2,880	0.28	
0.30		3,000	Capital Growth Unit Scheme 1992(Master Gain 1992)	3,000	0.30	
-		100	8.95% Gu'rat Electricity Bonds of Rs. 10,000/- each.	-	-	
0.58	-		(B)		0.58	-
			Investments in Pref. Shares			
			PREFERENCE SHARES of ` 100/- each fully paid :			
-	0.15	263	7% Birds Jute & Exports Ltd. ***	263		0.15
-	0.92	1,260	5.5% Kumardhubi Fireclay & Silica Works Ltd. (2nd Pref.) ***	1,260		0.92
-	0.04	50	9.5% Kumardhubi Engg. Works Ltd. ***	50		0.04
-	1.11		(C)			1.11
			Investments in Equity Instruments			
			ORDINARY SHARES of ` 100/- each fully paid :			
	4.99	4,650	Birds Jute & Exports Ltd. ***	4,650		4.99
	27.07	25,645	The Kinnison Jute Mills Co. Ltd. ***	25,645		27.07
	25.06	18,028	Union Jute Co. Ltd. ***	18,028		25.06
			ORDINARY SHARES of Rs.10/- each fully paid :			
	40.87	4,75,300	The Burakur Coal Co. Ltd. (In Liquidation) ***	4,75,300		40.87
	0.10	83	Eastern News Paper (Formerly C-ora Investment Co. Ltd.)			
			Dipco Private Limited	6		0.09
0.72		3,44,770	India Power Corporation Ltd.(Formerly DPSC Ltd.)	3,44,770	0.72	
	9.59	1,23,598	Homan Climax Manufacturing Ltd. ***	1,23,598		9.59
	5.88	79,850	The Karanpura Development Co. Ltd. ***	79,850		5.88
	20.09	1,16,761	Kumardhubi Fireclay & Silica Works Ltd. ***	1,16,761		20.09
0.14		400	The Associated Cement Co. Ltd.	400	0.14	
	4.91	73,232	Sijla (Jheriah) Electric Supply Co. Ltd. ***	73,232		4.91
16.58		615	Tilagarh Wagon Ltd (Formerly Tilagarh Industries Ltd.)***	615	16.58	
			(Formerly, The Tilagarh Paper Mills Co. Ltd.)			
0.33		200	Bharat Earth Movers Ltd.	200	0.33	
0.36		86	Reliance Industries Ltd. (RIL) \$	172	0.36	
0.06		500	Ispat Profiles Ltd. ***	500	0.06	
0.53		1,000	Steel Authority of India Ltd.	1,000	0.53	
1.94		15,000	E.I.C. Ltd.(Ordinary Shares of Rs.1/- each)	23,500	1.94	
0.03		1,500	H.D.F.C. Bank.	1,500	0.03	
	0.20	1,950	Woodland Multispeciality Hospital Ltd @ Rs.10/- each.	1,950		0.20
			(Formerly East India Clinic Ltd.)			
0.07		30	J S W Steel Limited.(formerly, Hindal Vijaynagar Steel)	30	0.07	
	0.00	1	Sri Atrobindra Sahayog Samity Ltd	1		0.00
	0.12	6,000	Kaling Cement Ltd	6,000		0.12
	281.10	28,11,010	East India Minerals Ltd	28,11,010		281.10
20.74	419.98		(D)		20.74	419.97
			INVESTMENT IN SUBSIDIARY COMPANY :			
	6.56	84,640	The Borra Coal Co. Ltd. (In Liquidation)***	84,640	-	6.56
-	6.56		(E)		-	6.56

Note 10 : Non Current Investments

As at 31st March, 2018			As at 31st March, 2019			
Book Value		No. of Shares and Unit	Particulars	No. of Shares and Unit	Book Value	
Quoted	Unquoted				Quoted	Unquoted
21.34	427.92		TOTAL (A + B + C + D + E)		21.34	427.91
	449.26		GRAND TOTAL			449.25
	(444.34)		Less : Provision for diminution in the value of investments			(444.28)
	-		Provision for excess of cost over Redemption Value			-
	4.92					4.97
	21.34		Aggregate Value of Quoted Investments			21.34
	427.92		Aggregate Value of Unquoted Investments			427.91
	195.38		Market Value of Quoted Investment			164.88

Note : *** Marks represent provision made for diminution in the value of investments

\$ After amalgamation with Indian Petrochemicals Ltd.

INVESTMENTS

(a) The undertakings of the following companies have been taken over by the Government:-

Bird & Co. Limited.
Dishergarh Power Supply Co. Ltd. (Bihar Unit).
Kinnison Jute Mills Co. Ltd.
Kumardahbi Engineering Works Ltd.
Sijua (Jherria) Electric Supply Co. Ltd.
Union Jute Co. Ltd.

(b) Compensation receivable by the company in respect of its investments in shares and debentures, as the case may be, in the above companies has not yet been determined. However, investments in Bird & Co. Ltd. in debentures, preference shares and ordinary shares have already been written off. Investment in other companies are fully provided for.

(c) The aggregate shortfall between the book value and estimated realisable value of investments as appearing in the above notes is Rs. 444.28 Lakhs (P.Y. 444.34 Lakhs).

Note 11 : Capital Work in Progress

Particulars	Rs. in Lakhs.			
	As at		As at	
	31st March, 2019		31st March, 2018	
Capital Work in Progress		119.16		154.75
Less: Provision		75.48		75.48
		43.68		79.27

Note 12 : Long Term Loans and Advances

Particulars	Rs. in Lakhs			
	As at		As at	
	31st March, 2019		31st March, 2018	
Security Deposits				
Considered Good	272.46		319.80	
Considered Doubtful	0.18		0.18	
		272.64		319.98
Less: Tax Deducted at Source		19.82		16.16
Recoverable in cash or in kind or for value to be received				
Considered Good	60.07		69.87	
Considered Doubtful	56.76		56.76	
	116.83		126.63	
Less: Provision for loans and advances (Doubtful)	56.89	59.94	56.89	69.74
		352.40		405.88

Note 13 : Other Non Current assets

Particulars	As at		Rs.in Lakhs	
	31st March, 2019		As at 31st March, 2018	
Term Deposit with Banks over 1 Year		159.90		1,259.39
Total		159.90		1,259.39

Note 14 : Inventories

Particulars	As at		Rs.in Lakhs	
	31st March, 2019		As at 31st March, 2018	
1. Stock of Raw Materials		47.41		47.42
2.Store & Spare Parts	167.72		169.25	
Less : Provision	29.16		28.53	
		138.55		140.72
3.Stock in Trade		2,676.31		2,742.97
Total		2,862.27		2,931.11

Note 15 : Trade receivables

Particulars	As at		Rs.in Lakhs	
	31st March, 2019		As at 31st March, 2018	
Debts over six months	248.06		248.06	
Other debts	432.81		399.71	
	680.87		647.77	
Less: Provision for Doubtful Debts	248.06	432.81	248.06	399.71
Unsecured, Considered Good		432.81		399.71
Unsecured, Considered Doubtful		248.06		248.06

Note 16 : Cash and Bank Balance

Particulars	As at		Rs.in Lakhs	
	31st March, 2019		As at 31st March, 2018	
Balances with Banks	163.12		317.09	
Cash on Hand	0.37		1.30	
Term deposits with Banks(Maturity is Less tthan 1 Year)	32,038.04		80,864.70	
earmarked Balances with Banks				
Term deposits pledged with Banks	3,245.15		1,515.46	
Unclaimed Dividend	27.76		39.53	
Total		35,474.44		82,738.08

Note 17 : Short Term Loans and Advances

Particulars	As at		Rs.in Lakhs	
	31st March, 2019		As at 31st March, 2018	
Advances & other recoverables				
(Recoverable in cash or in kind or for value to be received)		260.20		324.60
Unsecured Considered Good				
Prepaid Expenses and Others		152.03		90.79
Unsecured Considered doubtful				
Other Short terms loans and Advances	4,255.96		2,568.97	
Less: Provision for doubtful advances	1,796.06	2,639.90	296.07	2,272.90
Advance Payment of Income tax		3,944.94		3,304.87
		-		-
Total		7,017.07		5,993.16

Note 18 : Other Current assets
Rs.in Lakhs

Particulars		As at 31st March, 2019		As at 31st March, 2018
Interest accrued on Investments				
Considered Good	-		-	
		-		-
Interest receivable on Term Deposit				
Considered Good	1,312.89		1,966.55	
		1,312.89		1,966.55
Rent Receivable				
Considered Good		-		57.20
Other receivables	380.80		366.76	
Less: Provision for doubtful advances	240.80	140.00	265.17	101.59
Total		1,452.89		2,125.34

Note 19 : Revenue from Operations
Rs. in Lakhs

Particulars		Year ended 31st March, 2019		Year ended 31st March, 2018
Sale of Products	3,888.89		4,238.20	
Less: Excise Duty	-		-	
Net Sales		3,888.89		4,238.20
Dividend Income		1.67		1.50
Interes. Income from Investment		-		-
Total		3,890.56		4,239.70

Note 20 : Other Income
Rs.in Lakhs

Particulars		Year ended 31st March, 2019		Year ended 31st March, 2018
Interest Income				
on FD with Bank	5,284.77		5,442.11	
Investment -Long term	-		-	
Other Interest-IL Refund	28.44			
Others	15.50	5,328.71	13.95	5,456.06
Dividend Income		0.12		0.30
Other Non-Operating Income				
Sundry receipts	51.89		96.67	
Provision no longer required written back	114.06		384.12	
License Fees	-		-	
Other Income	150.92	316.87	51.37	532.16
Total		5,645.70		5,988.52

Note 21 : Changes in Inventories of Semi-Finished / Finished goods
Rs.in Lakhs

Particulars		Year ended 31st March, 2019		Year ended 31st March, 2018
Opening stock		2,790.39		2,210.46
Closing stock		2,723.72		2,742.97
Net Depletion/(Accretion)		66.67		(532.51)

Note 22 : Employee Benefits
Rs. in Lakhs

Particulars		Year ended		Year ended	
		31st March, 2019		31st March, 2018	
Salaries and wages		3,156.47		3,265.58	
Company's contribution - provident fund & other funds	390.74			427.79	
Superannuation Pension benefit Scheme	55.86			21.79	
Contribution to Gratuity fund	329.40			241.85	
Contribution to Leave Encashment & Half Pay leave	206.97			136.66	
Staff Welfare expenses	249.16	1,232.13		229.14	
		4,388.60		4,322.81	

Note 23 : Other expenses
Rs. in Lakhs

Particulars		Year ended		Year ended	
		31st March, 2019		31st March, 2018	
Consumption of Stores and Spare parts		85.78		108.35	
Power and Fuel		412.25		406.73	
Repairs and Maintenance		260.88		266.30	
Management Trainee Fees (CS)		0.09		0.37	
Payment of Contractual Services		1,645.62		1,768.90	
Royalty/Dead Rent/Surface Rent		826.98		658.68	
Rent		36.93		39.45	
Professional fees		75.16		7.71	
Remuneration to Auditors		13.08		19.27	
Provision for excess cost over redemption value		-		24,232.47	
Compensation against Excess Mining		62,054.79		1,479.68	
Custodian Charges		0.11		0.26	
Licence Fees		1.21		1.68	
Consultancy Fees		125.33		31.85	
Law Charges/Legal Expenses		207.45		401.54	
Rates and taxes		392.17		135.52	
Insurance		4.05		3.60	
Director's Fees		0.68		0.89	
Siding Charges		29.35		30.36	
Hire Charges of Equipments		9.41		5.98	
Provisions for Doubtful Debts		-		-	
Provisions for Stocks		0.63		1.41	
Impairment of Fixed Assets		-		-	
CWIP Adjustment		-		20.97	
Printing and Stationery		10.77		16.41	
CSR		5.91		35.20	
Business Development & Selling Expenses		16.51		5.80	
Interest & Financial Charges		526.18		386.38	
Security Charges/CISF		240.64		239.33	
Mines & Lease Matter		689.26		330.08	
Environment & Pollution		0.47		17.19	
Training & Development		1.64		0.19	
Penal Damage on Provident Fund dues		54.21		231.00	
Loss on Judicial Cases		1,639.32		-	
Miscellaneous Expenses		788.77		678.96	
OMDC Co Sharing Expenses		-		13.73	
Provision for wildlife conservation plan		33.91		104.45	
Total		70,189.57		31,680.77	

Note 24: Prior Period Item

Particulars	Rs.in Lakhs	
	Year ended 31st March, 2019	Year ended 31st March, 2018
Earlier years expenses -net	-	-
	-	-

Note 25: Earning per share(EPS)

Earning per share (EPS) computed in accordance with Accounting Standard 20.

Particulars	Rs.in Lakhs	
	Year ended 31st March, 2019	Year ended 31st March, 2018
Profit after Tax as per accounts(A) (Rupees in lakhs)	(48,012.91)	(26,328.67)
Weighted average No of shares outstanding as during the period(B)	14,18,953	14,18,953
EPS (Face value of Rs.10/- per equity share) = A/B	(3,383.69)	(1,855.50)

Note: 26: Other Notes forming part of Balance Sheet:
1. RELATED PARTY DISCLOSURE
A. Related Party with whom the company and its Subsidiaries had transactions. Enterprises over which KMPs have significant influence.

- i) Scott & Saxby Ltd
- ii) Kamapura Development Company Ltd

Associates-

- iii) The Karanpura Development Co. Ltd. (under liquidation)
- iv) The Burrakur Coal Co. Ltd. (under liquidation)

B. Key Managerial Persons

- i) Shri Arijit Chakravarty, CFO from April '16 to March '19
- ii) Smt. Urmil Choudhury, CS from April '16 to March '19
- iii) Shri B Kundu, GM from February '18 to March '19
- iv) Shri P. Raychoudhury, MD from July '16 to March '19

C. Employees Benefit Funds where there is significant influence

- i) The Orissa Minerals Development Co. Ltd. Superannuation Fund.
- ii) The Orissa Minerals Co Ltd - Employee Gratuity Fund.
- iii) Bisra Stone Lime Company Ltd Employee Gratuity Fund.

D. Stake of Holding Company in the Paid up Capital of EIL

-Rashtriya Ispat Nigam Ltd.

Disclosure of Transactions Between the Company and related parties and the status of Outstanding Balance As on 31st March, 2019

	Particulars	Holding Company		Enterprises over which KMP have significant influence		Key Managerial Person	
		2018-19 (Rs in Lakhs)	2017-18 (Rs in Lakhs)	2018-19 (Rs in Lakhs)	2017-18 (Rs in Lakhs)	2018-19 (Rs in Lakhs)	2017-18 (Rs in Lakhs)
1	IPO Expenses	-	-	-	-	-	-
2	Salary	-	-	-	-	109.83	132.70
	Balance Outstanding						
3	IPO Expenses	-	-				
4	KMPs Payment			-	-	16.63	19.59
5	Scott & Saxby Ltd.			96.20	96.20	-	-
6	Karnapura Development Company Ltd.			38.84	38.84	-	-
7	East India Minerals Ltd.			-	-	-	-

2. DEFERRED TAX (BSIC)

The Company has substantial carried forward losses and unabsorbed depreciation under the Income Tax Act, 1961 and accordingly Deferred Tax Asset of Rs.569.74 Lakhs (previous year Rs. 1289.01 Lakhs) has arisen as on 31st March 2018. However, as per AS-22 and in consideration of prudence, the Deferred Tax Asset has not been recognised in the financial statements owing to uncertainty of the availability of sufficient taxable income in future against which such Deferred Tax Assets can be realised.

3. CONTINGENT LIABILITIES

(Rs. In Lakhs)

a)	2018-19	2017-18
I. Claims against the Company not acknowledged as debts	1,52,652.60	1257,37.00
II. Odisha Sales Tax	93.17	93.17
III. Income Tax	51.96	68.60
IV. Others	26.21	287.19
V. Provident Fund Claim	103.09	103.09
VI. Bank Guarantee submitted with IBM	657.03	657.03

- (i) Arbitration Cases include Rs. 320.87 Lakhs. Claims of contractors for supply of materials/services pending with arbitration/courts which have arisen in the ordinary course of business. The Company reasonably expect that these legal actions when ultimately concluded and determined will be in favour of the Company and will not have material adverse effect on the Company's results of operation or financial position.
- (ii) Bank Guarantee is given to Indian Bureau of Mines Rs. 2386.72
- (iii) For Demand from various statutory authorities towards income tax, sales tax, excise duty, custom duty, service tax, entry tax and other government levies for 237.31 lakhs and Rs. 26.21 lakhs respectively. The Company is contesting the demand at appellate authorities. It is expected that the ultimate outcome of these proceedings will be in favour of the Company and will not have any material adverse effect on the Company's financial position and results of operation. The Income Tax cases for the AY 2008-09, 2009-10 & 2010-11 are pending at Income Tax Tribunal amounts to Rs.42086.13 Lac.

- (iv) Pursuant to the amendments of the Orissa Land Reforms Act, the Sub-Collector, Champua had served a Notice against the Company for alleged unauthorized possession of 10.79 acres of leasehold land on the ground that the said land belongs to Adivasis and based on that, the Revenue Inspector asked OMDC to vacate the land. The Company filed an appeal before the Addl. District Magistrate but the appeal was not allowed. During April, 1999 the Company filed a writ application and obtained Stay Order from the Hon'ble High Court of Orissa to maintain the status quo about the possession of the land until further order. No specific liability could be ascertained.
- (v) Out of the Total Claim of Odisha Govt. demand for BPMEL Leases with interest amounting Rs. 106798.16 Lacs have been shown in contingent liability as the cases are pending in different courts of law.
- (vi) Claims in Courts in connection with Land Acquisition, amount not ascertainable for BSLC
- (vii) Non-Provisioning of Interest amounting to Rs 70.86 lakhs (P.Y. Rs 137.33 lakhs) towards award decided by various courts against creditors of BSI C.
- (viii) The Company BSLC has received a show cause notice for Rs 4089.64 lakhs from Deputy Director of Mines, Rourkela for illegal and excess mining during the period 2000-01 to 2010-11.
- (ix) Provident Fund Claim of Rs. 103.09 Lakhs which is as per letter dated 21.08.2014
- (x) Demand pertaining to BSLC of Rs. 93.17 Lakhs (Rs.93.17 Lac) in respect of Odisha Sales Tax and Odisha Entry Tax, challenged in appeal against which a sum of Rs. 59.77 Lakhs (Rs. 59.77 Lakhs) is deposited with the Sales Tax Authority, balance Rs 33.40 Lakhs (Rs. 33.40 Lacs) remaining unpaid.
- (xi) As informed to us, the Company BSI C has taken measures to ensure legal compliances and filing the annual legal compliance report. The annual legal compliance report is placed before the Board for review. Further, reports on the progress of Arbitration cases are put up for information. Moreover, an internal reporting system has been introduced to indicate the progress of cases in various Courts along with their status from time to time. The age-wise analysis of pending cases is given below. As explained to us the reason for pendency is due to usual delay in court proceedings.

High Court		Other Courts		Tahsildar, Birmittapur	
Year	No.	Year	No.	Year	No.
1996	1	1990	2	2010	1
2000	1	1991	1	2011	2
2001	1	2003	1	2019	14
2002	0	2007	1		
2003	3	2008	6		
2009	2	2009	1		
2013	2	2013	0		
2014	1	2014	0	2nd Civil Judge, Sr. Division, Barasat, Kolkata	
2015	1	2017	2		
2017	2	2018	12	Year	No.
2018	1	2019	8	2016	1
Regional Labour Commissioner, Rourkela		Revision Authority Ministry of Mines, Delhi		CGIT, Cum Labour Court, Bhubaneswar	
2014	1	Year	No.	Year	No.
2015	1	2015	1	2001	1
				2009	1
Supreme Court of India				2014	2
2018	1				

Legal expenses are processed as per delegation of power. There is no case pending at foreign legal court.

b) Stamp duty related (EIL).

There is demand from Additional Commissioner of Stamp Revenue Govt of West Bengal for Rs 58.45 Lacs as regards transfer of shares from President of India in The Orissa Minerals Development Company Ltd (OMDC) and The Bisra Stone Lime Company Ltd (BSLC) to Eastern Investments Ltd (EIL) to make BSLC and OMDC subsidiaries of EIL. The transaction is exempted from Stamp duty and the same is communicated to Additional Inspector General of Registration and Additional Commissioner of Stamp Revenue West Bengal vide Letter No. EIL/AS/STAMP DUTY/10-2012/01 dated 17th Oct 2012 by the authorised signatory of EIL. As there is no response to the letter of the Company till date, the amount of Rs. 58.45 lakhs is shown as contingent liability. Further correspondence was made with the Dy. Secretary, Finance (Revenue) Dept., Govt. of W.B. on 23.02.2018 with a reminder on 11.04.2018 and on 14.05.2019 but no response has been received till finalisation of Balance Sheet.

c) Stamp duty related (BSLC).

Demand towards stamp duty amounting to Rs 9942.11 Lakh was received from Sub-Divisional Magistrate, Sundargarh, as per provision of Indian Stamp (Odisha Amendment) Act 2013, upon appeal all the demands raised under the said Act was stayed by The Hon'ble Orissa High Court vide its order dated 12th July 2013. Subsequently, in the F.Y. 2015-16 Sub-District Magistrate, Sundargarh, again raised a demand as per Indian Stamp (Odisha Amendment) Act 2012 for the mine lease period up to 31/03/2020, which has been duly paid by the Company and the mining operations since then started. Since the original demand & matter is still sub-judice and the new or revised demand as raised by the same authority was paid by the Company, provision for demand of original stamp duty have not been made and the said are acknowledged as debts.

d) Tax Liability (EIL)

Income tax demand in respect of A.Y. 2008-09, A.Y. 2009-10, A.Y. 2010-11 amounting to Rs.51.96 lakhs has not been deposited as the cases are pending for settlement in Income-tax Dept. (P.Y.68.60 lakhs)

e) Rent and Cess on Land Revenue (EIL)

The company had continued to pay Rent and Cess on Land Revenue on Lawrence Property at Bauria @ Rs. 2,012 per year till 31.03.2001 with the office of the Revenue Inspector. The company though not accepted the substantial increase in such charges from 2001-02, continued to provide liability on the basis of claims received. In absence of any formal claim by the concerned department, amount of such claim, if any, has neither been ascertained nor considered in the accounts from the financial year 2008-09 onwards.

Further letter ref No EIL/Lawrence Property/01 dated 14-03-2018 has been issued to Block Land & Land Reform Office with a copy to higher authority, i.e. District Land & Land Reform Office and to the next higher authority, i.e. Director of Land Records & Service. It has been requested in the letter to provide the Land Tax dues by BL&LRO for payment by EIL and also requested to consider the compensation for the land acquired by the Govt of WB which is yet to be received in accordance with the judgement passed by Additional District Judge. Subsequently another letter dated 05-04-2018 issued to Additional District Magistrate (LR) & DLLRO, Govt. of West Bengal with a copy to Principal Secretary and Land Reforms Commissioner, Govt. of West Bengal to expedite the matter.

Subsequently, information through RTI Act has been sought on 11-Jun-18, wherein it has been asked the due Land Tax for 49.19 acres and whether any notice for the same has been issued by the department. A reply was received on 28.06.2018 on the RTI Application which states that "The matter of realisation of land revenue in case o subject land does not arise and as such there is no question of raising demand of land revenue in respect of said land"

4. Balance Confirmation(BSLC)

The Company has a system of sending request letters to all debtors and creditors for confirming their balance as appearing in the books of the Company with a remark that unless the reply is received within a cut-off date, the balance intimated will be treated as confirmed by the debtors/creditors. However during the year only some written confirmation was received from any of such parties. In the opinion of the management and to the best of their knowledge and belief, the receivable or payable values of the assets or liabilities in the ordinary course of business will not be less than the amounts at which they are stated in the Balance Sheet. There are balances both debit and credit lying for more than 3 years under the heads of Trade Receivables, Trade Payables and other current and non-current liabilities and assets and Loans & Advances. The company is not in a position to confirm the actual realisability of assets and genuiness of liability to pay as no written confirmation from any of the party is available.

5. Term Deposit (BSLC)

Term Deposits with Scheduled Banks disclosed under Cash and Bank balances (Note 14.00) are pledged with bank against 100% Margin Money towards Bank Guarantees as detailed below:

Date	Amount (Rs. in Lakhs)		Reason	Favouring
	2018-19	2017-18		
04-06-2013	-	83.11	Scheme of Mining including Progressive Mines Closure Plan,	Regional Controller of Mines, Indian Bureau of Mines, Bhubaneswar.
01-09-2014	15.00	15.00	Demand Notice by PFAT towards PF dues u/s 14-B of EPF Act, 1952 for the period from 03/2003 to 09/2007, for delay.	APFC, ROURKELA
23-09-2014	30.93	30.93	Demand Notice by RPI-C, ROURKLLA towards differential 2% PF dues u/s 7-A of EPF Act, 1952 for the period from 06/2009 to 10/2010, due to notional profit during 2009-10.	RPI-C, ROURKLLA
12-03-2018	812.49	812.49	Scheme of Mining including progressive mining	Regional Controller of Mines, Indian Bureau of Mines, Bhubaneswar.

6. Provident Fund related(BSLC)

Regional Provident Fund Commissioner has raised a demand of Rs. 103.09 Lakhs towards differential Provident Fund contribution, being the difference between 12% & 10% for the period from September, 2009 to October, 2010 u/s 7A & 7Q of Employees Provident Fund & Miscellaneous Provisions Act, 1952 on the ground that contribution rate of 12% is applicable instead of 10%, since the Company had reported profit in the year 2009-10. The Company had declared surplus in the year 2009-10, as a result of waiver of accumulated interest on Government Loan in terms of approved Capital Restructuring Scheme. The profit being notional and not supported by any cash inflow, the demand has been contested before the Honourable High Court of Odisha. Subsequently, as per the directives of The Employees Provident Fund Appellate Tribunal, New Delhi vide its Order reference ATA No.286 (10) 2014 dated 03-04-2014 a Bank Guarantee was issued on for Rs. 30.93 Lakhs favoring Regional Provident Fund Commissioner, Rourkela.

7. Bank Guarantee (BSLC)

Bank Guarantee issued on behalf of the Company Rs.858.42 Lakhs (Rs. 941.53 Lakhs).

8. OTHER MATTERS(BSLC)

- Provision for Royalty amounting to Rs. 94.23 Lakhs is lying for more than 10 years which was created in

the year 2005-06 against shortage of Stock which was found on Physical Verification. In absence of any details/confirmation genuineness of this liability is doubtful in nature.

- b) The Company has right to mine over 270.832 hectare of land till March, 2020. It has already mined over 243.386 hectare of land till January 2015. As per the Mineral Conservation and Development Rules 2017 the Company has given financial assurance in form of bank Guarantee of Rs.812.49 Lac in regard to Progressive Mine Closure Plan and final closure plan. The Company had provided for Mine Closure Plan for Rs.127.54 lac till March 2018 having short provision of Rs.602.62 Lac. During the year a sum of Rs.643.78 Lac has been provided against the same.
- c) The Company is not regular in repaying principal amount of term loan and interest thereon to its holding company Eastern Investments Ltd (EIL). The Company was accommodated with the loan to tide over financial crisis due to closure of the mines for some period during 2011-12. As per the terms, principal is repayable after one year from the resumption of mining operations in 120 equal monthly installments. Simple interest on the loan is payable on monthly basis at RBI interest rate prevailing on the date of disbursement for the year of disbursement and thereafter for subsequent years at the prevailing RBI interest rate as on 1st April of that year. The loan was disbursed during 2012-13 on different dates aggregating to Rs. 1375 Lakhs and also in April 2013 for Rs. 125 Lakhs. Effectively principal repayment falls due from April 2013 in respect disbursements during 2012-13 and from May 2013 for the disbursement in April 2013.
- d) The Company is not in a position to pay any monthly installment towards repayment of principal due to financial crisis. Aggregate amount of principal falling due for payment but remaining unpaid as at the year-end is Rs. 1048.97 Lakhs (Rs. 898.96 Lakhs). The Company could not repay interest since June 2013. The holding company EIL a Non Banking Financial Company declared the entire loan as Non Performing Asset as on 30th Sep 2014 and stopped recognizing interest income thereon from October 2014. The Company has requested EIL to waive the loan amount as well as interest thereon in view of poor financial status of the company. The amount in default towards repayment of interest as at the year-end is Rs.651.24 Lakhs (Rs. 557.49 Lakhs). The above balances of loan & interest from EIL are subject to confirmation.
- e) The Company has not received intimation from vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at the end of the year together with interest payable under this Act could not be given.
- f) As per Tripartite Memorandum of Settlement dated 30th December 2009 with Recognised Workmen's Union and Regional Labour Commissioner, the wage revision is due from 1st January 2012. However, in view of Office Memorandum of Department of Public Enterprise Nos.2(11)/96-DPE(WC)-GI-1 dated 11th February 2004 and 2(70)/08-DPE(WC) dated 26th November 2008 the Company is barred to carry out wage revision due to recurring losses, negative worth and inability to pay incremental wages out of its own sources. In view of the above, no provision on account of pay revision has been made in the accounts. The possibility of wage revision being remote, the same is not considered even as Contingent Liability.
- g) The Company pursuant to approval of Environmental Clearance from competent authority for enhancement of its annual production capacity from 0.96 MTPA to 5.26 MTPA, has received a total outlay plan of Rs 550.30 lakhs towards cost of implementation of site specific wild life conservation. The Company, as a matter of prudence has made necessary provision in the books of account accordingly.
- h) The Company has received an order from Hon'ble High Court of Odhisa in case of O.J.C. No. 9561/2000 BSI. Co. Ltd Vs Daharu Oram & Others related to eviction proceedings over 2.33 acers of land. As per the said order the Company have to pay Rs 68.38 lakh to the legal heir of the deceased claimant for 1.48 acres of land over which Executive Director's Bungalow has been constructed and to vacate the remaining 0.85 acres of vacant Land.

The Company has approached to OSD (I.R) Rourkela to intimate the details of legal heirs to whom compensation is to be paid. In absence of details of present legal heirs, the company has neither provided any liability for payment of compensation nor has any addition been made to the asset under the head Land. However this is not going to affect the actual loss of the company for the year.

9. SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE TWELVE MONTHS ENDED 31.03.2019

Sl. No.	Particulars	Rs. In Lakhs	
		Year Ended	
		31.03.2019	31.03.2018
1.	SEGMENT REVENUE		
	a. Iron Ore		
	b. Manganese Ore		
	c. Sponge Iron		
	d. Limestone	0.05	28.96
	e. Dolomite	3827.81	4068.16
	f. Others	61.03	141.08
	g. Unallocated	5496.94	5520.87
	Less: Inter Segment Revenue		
	Net sales/Income from Operations	9385.83	9759.07
2.	SEGMENT RESULTS		
	Segment Results (Profit(+) / Loss(-) before tax and finance cost from each segment)		
	a. Iron Ore	(60392.10)	(26666.24)
	b. Manganese Ore	(2986.78)	(1483.93)
	c. Sponge Iron	(1965.26)	(886.76)
	d. Lime Stone	(2.99)	33.04
	e. Dolomite	(2865.92)	(1537.57)
	f. Unallocated	1679.03	3249.25
	Total	(66734.02)	(27292.21)
	Loss :		
	i) Interest	93.75	(97.50)
	ii) Other Un-allocable Expenditure net off		
	iii) Un-allocable Income net of expense	153.69	559.11
	Profit/(Loss) before Tax	(66486.58)	(26830.60)
	(Segment Assets - Segment Liabilities)		
	a. Iron Ore	(85926.25)	(25334.15)
	b. Manganese Ore	(3833.40)	(846.62)
	c. Sponge Iron	(2555.10)	(589.84)
	d. Lime Stone		-
	e. Dolomite	(14439.91)	(11630.94)
	f. Unallocated	105806.44	85468.48
	Total	(948.22)	47066.93

10. Lease Matters (OMDC)

BPMEL LEASES: OMDC had been operating BPMEL Leases by virtue of POWER OF ATTORNEY. Mining Rights of BPMEL Leases are Sub-judice. The Status of BPMEL Leases are as follows :-

1. Kolha-Roida Iron & Manganese Ore Mines (254.952 Ha.)

Requirement	Status
Renewal of Mining Lease	Period of 1st RML from 15.08.1956 to 14.08.1976 Period of 2nd RML from 15.08.1976 to 14.08.1996 Period of 3rd RML from 15.08.1996 to 14.08.2016 The 3rd RML application (15.08.1996 to 14.08.2016) was rejected by Govt. of Odisha on 16.11.2006. Revisional Authority set aside the impugned order. Govt. of Odisha has challenged Revisional Authority's Order in Cuttack High Court.
Forestry Clearance(FC)	Applied on 13.12.2013 for forest area 207.096 Ha. Proposal is pending at DFO, Keonjhar
Environment Clearance(EC)	Available, obtained on 23.07.2012 for 3 MTPA Iron ore & 0.24 MTPA Manganese ore.

2. Dalki Manganese Ore Mines (266.77 Ha.)

Requirement	Status
Renewal of Mining Lease	Period of 1st RML from 01.10.1954 to 30.09.1974 Period of 2nd RML from 01.10.1974 to 30.09.1994 Period of 3rd RML from 01.10.1994 to 30.09.2014 The 3rd RML application (01.10.1994 to 30.09.2014) was rejected by Govt. of Odisha on 24.08.2006. Revisional Authority set aside the impugned order. Govt. of Odisha has challenged Revisional Authority's Order in Cuttack High Court.
Forestry Clearance(FC)	Applied on 17.09.2012 for forest area 232.936 Ha. Proposal is pending at DFO, Keonjhar.
Environment Clearance(EC)	Available, obtained on 11.09.2013 for 0.24 MTPA Manganese ore.

3. Thakurani Iron & Manganese Ore Mines (778.762 Ha.)

Requirement	Status
Renewal of Mining Lease	Period of 1st RML from 01.10.1954 to 30.09.1984 Period of 2nd RML from 01.10.1984 to 30.09.2004 Period of 3rd RML from 01.10.2004 to 30.09.2024 3rd RML pending. 3rd RML is awaited for approval from Department of Steel & Mines, Govt. of Odisha. Applied on 10.11.2003 for forest area 402.899 Ha
Forestry Clearance(FC)	Proposal is pending at DFO, Keonjhar
Environment Clearance(EC)	Expert Appraisal committee (EAC) has recommended EC on 24.05.2012 for production of 3 MTPA Iron ore and 0.06 MTPA Manganese ore subject to submission of Stage-1 Forestry Clearance and Site Specific Wild Life Management Plan. Stage 1 Forestry Clearance was not submitted in due time. Applied on 07.09.2017 as per MoEF guideline dated 14.03.2017. The next date of appraisal before EAC shall be intimated by MoEF& CC.

OMDC LEASES

1. Bagiaburu Iron Ore Mines (21.52 Ha.)

Requirement	Status
Renewal of Mining Lease	The 3rd RML application submitted by OMDC on 10.08.2009 has been rejected and the mining lease declared as lapsed by Govt. of Odisha vide proceeding no.-10424/SM dated 29.12.2014. Bagiaburu lease was served with fresh lapsing notice from Govt. of Odisha on 07.09.2016. Hearing in respect of Bagiaburu mining lease is completed, Govt. of Odisha is yet to be issue any order.
Forestry Clearance(FC)	Stage-1 Forest clearance available, obtained on 21.11.2013. OMDC paid all the demands (e.g. demand for alienation, cost for compensatory afforestation etc.) raised for compliance of Stage-I Forestry Clearance conditions. The Forest and Environment Dept., Govt. of Odisha has requested to clarify from the Eastern Regional office of the MoEF&CC, Bhubaneswar vide its letter dated 02.02.2015 whether the compliance to the conditions stipulated in Stage-I approval shall be pursued and submitted for obtaining final Forestry Clearance in view of the lapsing of the lease w.e.f. 01.10.2012. Subsequently Eastern Regional office of the MoEF&CC, BBSR has forwarded the same to MoEF&CC's New Delhi Office.
Environment Clearance(EC)	LC applied on 07.09.2017 as per MoLI guideline dated 14.03.2017. Presentation of Terms of Reference (TOR) before Expert Appraisal Committee (EAC, at MoLI & CC, New Delhi was held on 30.01.2019. EC compliances were submitted on 23.04.2019. Next EC appraisal is expected in June, 2019.
Mining Plan	Mining Plan was approved on 19.02.2019. Valid up to 31.03.2020.

2. Bhadrasahi Iron & Manganese Ore Mines (998.70 Ha.)

Requirement	Status
Renewal of Mining Lease	The 4th RML application of Bhadrasahi has been lapsed and rejected by Govt. of Odisha vide proceeding no.341/S&M dated 08.01.2015. Bhadrasahi lease was served with fresh lapsing notice from Govt. of Odisha on 07.09.2016. Hearing in respect of Bhadrasahi mining lease is completed, Govt. of Odisha is yet to be issue any order.
Forestry Clearance(FC)	a) Applied for 877.310 Ha. forest area on 22.09.2009. ii) The Forest Diversion proposal is under process at the level of CCF(Nodal), Bhubaneswar.
Environment Clearance(EC)	EAC recommended EC on 21.06.2012 for 1.8 MTPA Iron ore 0.12 MTPA Manganese ore subject to submission of Stage 1 Forest Clearance and Site Specific Wild Life Management Plan. Stage 1 Forestry Clearance was not submitted in due time. Applied on 09.09.2017 as per MoLI guideline dated 14.03.2017. The date of appraisal before EAC is on 22.05.2019 at MoLI & CC.
Mining Plan	Mining Plan was approved on 19.02.2019. Valid up to 31.03.2020.

3. Belkundi Iron & Manganese Ore Mines (1276.79 Ha.)

Requirement	Status
Renewal of Mining Lease	<p>The 3rd RML application of Belkundi mining leases of OMDC has been lapsed and rejected by Govt. of Odisha vide proceeding no.-533 dated 13.01.2015.</p> <p>Belkundi lease was served with fresh lapsing notice from Govt. of Odisha on 07.09.2016.</p> <p>Hearing in respect of Belkundi mines completed on 23.02.2017 and lapsing order again served on 29.05.2017.</p> <p>OMDC submitted revival application before Govt. of Odisha on 01.06.2017 as per statutory provisions. Hearing for revival application by Govt. of Odisha took place on 26.07.2017.</p> <p>As a parallel action OMDC submitted Revision Application before the Revisional Authority (RA), Ministry of Mines, Govt. of India on 09.06.2017 under section 30 of MMDR Act, 1957 against the order of lapsing of Govt. of Odisha.</p> <p>The RA has heard the revision application on several dates, next hearing is scheduled on 27.05.2019.</p>
Forestry Clearance(FC)	<p>i) Not available, applied for 448.276 Ha. forest area on 31.08.2005.</p> <p>ii) The Forest Diversion proposal is under process at the level of CCF (Nodal), Bhubaneswar.</p>
Environment Clearance(EC)	<p>Not available, Expert Appraisal Committee (EAC) has recommended LC on 25.07.2012 for 1.8 MTPA Iron ore and 0.3 MTPA Manganese ore subject to submission of Stage 1 Forest Clearance & Site Specific Wild Life Conservation Plan. Stage 1 Forestry Clearance was not submitted in due time.</p> <p>Applied on 05.09.2017 as per MoEF guideline dated 14.03.2017.</p> <p>Presentation of Terms of Reference (TOR) before Expert Appraisal Committee (EAC), at MoEF & CC, New Delhi was held on 30.01.2019.</p> <p>EC compliances was submitted on 23.04.2019. Next EC appraisal is expected in June, 2019.</p>
Mining Plan	Mining Plan was approved on 19.02.2019. Valid up to 31.03.2021.

4. Status of Brahmani Coal Block

	Status
	<p>Brahmani Coal Block in Talcher, of Dhenkanal, Odisha allocated to OMDC on 07.11.2013 by Ministry of Coal.</p> <p>Ministry of Coal, Govt. of India has approved allotment of Brahmani Coal Block to OMDC for commercial mining vide letter dated 21st July 2016.</p> <p>The Coal Block Development and Production Agreement (CBDPA) has been signed on 04.09.2017 with Ministry of Coal, Govt. of India.</p> <p>Ministry of Coal, Govt. of India has issued notification vide no.- S.O. 815(F) dated 23.02.2018 under section 3 of the CBA (A&D) Act, 1957 for appointing different persons as competent authorities for different provisions of the CBA (A&D) Act, 1957 of the Brahmani Coal Block.</p> <p>Ministry of Coal, Govt. of India has issued notification vide no.- S.O. 1281(E) dated 20.03.2018 under section 4(1) of the CBA (A&D) Act, 1957 of its intension to prospect Coal from the Brahmani Coal Block.</p> <p>OMDC issued work order to CMPDI on 20.11.2018 for detailed coal exploration, preparation of Geological Report for Brahmani coal block.</p>

The accounts have been prepared on Going Concern Basis. The Company is constantly following up for renewal of mining leases. In case of two mines i.e. Kolha-Roida and Dalki, environment clearance has been received. The Management is continuously following up with Govt. of Odisha, Govt. Of India and other statutory authorities for opening of the mines, requisite clearances so that mining operation is commenced at the earliest.

11. Company's Interest in Joint Venture

- Name of the Company : East India Minerals Limited
- Incorporated In India.
- Engaged in business of mining of Iron Ore and Wind Energy.
- Company's holding in the Joint Venture Company : 26%
- Company's share in the Assets, Liabilities, Reserve & Surplus , Revenue and Expenditure (not accounted for in the books of the Company) are as follows :

(Rs. In Lakhs)

Particulars	Latest Audited Accounts figure (31.03.2019)	Previous Year 31.03.2018
Assets	Not Available	Not Available
Liabilities		
Reserve & Surplus		
Revenue		
Expenditure		

12. Other Matters (OMDC)

A. Excess/Short found on physical verification

- Stocks found excess in physical verification are not considered in the valuation of closing stock for the purpose of account.
- Stocks found short in physical verification are adjusted in the valuation of closing stock for the purpose of the accounts.
- The effect of shortage and excess is not considered in book stock quantity.

B. Cash and Bank Balances

Term Deposits with scheduled Banks shown under Cash and Bank balances (Note-16) include Term Deposit Receipts for Rs.657.03 Lakhs (Previous Year Rs.539.51 Lakhs) pledged with Banks against Bank Guarantee for IBM, Bhubaneswar for scheme of Mining including Progressive Mine Closure Plan with maturity period upto 1 year.

C. Investment of Surplus Fund

During the year the surplus funds of the Company have been invested as per Investment Policy of the Company as approved by the Board of Directors as per DPE guidelines.

D. Other Information

- The Company is not having information about the status of the agencies / enterprises from whom the company procures goods and services. Hence identification of parties falling under the definition of Micro, Small and Medium Enterprises Development Act., 2006 have not been made and relevant disclosure should not be made.

- b) Un-authorized occupation of some of the quarters has been made by contractor's employees in mines. Company is considering taking necessary action including legal course wherever necessary to take the ownership of the quarters.
- c) The registration of the Building of the company at H.O. is yet to be completed. The provision of Rs. 45.96 lakhs has been made for registration of building. However, if further provision is required to be made, at the time of registration, the same will be made in future.
- d) As per the understanding with the employees, electricity consumed by them in the accommodation provided to them would be free of cost hence any recovery is not made from employees.
- e) Pursuant to the Judgement of Hon'ble Supreme Court dated 02.08.2017, Dy. Director of Mines, Odisha had issued different demand notices dated 02.09.2017, 23.10.2017 & 13.12.2017 to OMDC for OMDC Leases and to BPMEL for BPMEL Leases. The amount of Demand for OMDC Leases is Rs. 55698.94 Lakhs and for BPMEL Lease is Rs. 86157.12 Lakhs, totaling Rs. 141856.07 Lakhs.

OMDC had been operating BPMEL Leases backed by Power of Attorney to sign and execute all mining leases and other mineral concessions from time to time. As the Mining Rights of BPMEL Leases are sub-judice, the consequence of legal outcome is not known as on 31.03.2019.

Pursuant to the Judgement of Hon'ble Supreme Court dated 02.08.2017, Dy. Director of Mines, Odisha had issued different demand notices dated 02.09.2017, 23.10.2017 & 13.12.2017 to OMDC for OMDC Leases and to BPMEL for BPMEL Leases towards compensation. The amount of Demand for OMDC Leases is Rs. 70218.46 Lacs and for BPMEL Lease is Rs. 86157.12 Lacs, totalling Rs. 156375.58 Lacs towards EC, FC and MP/CTO. OMDC had been operating BPMEL Leases backed by Power of Attorney to sign and execute all mining leases and other mineral concessions from time to time. As the Mining Rights of BPMEL Leases are subjudice, the consequence of legal outcome is not known as on 31.03.2019.

OMDC has paid the compensation of Rs. 55266.60 Lakhs towards OMDC Leases (Rs. 1479.68 Lakhs on 29.12.2017, Rs. 13093.47 on 16.11.2018, Rs. 693.45 Lakhs on 30.01.2019 & Rs. 40000.00 Lakhs on 01.03.2019) and Provision for balance Payment including interest upto 31.03.2019 of Rs.30987.91 Lakhs has been made in the books of accounts. OMDC has paid a sum of Rs. 2715.14 Lakhs (Rs. 2515.14 Lakhs on 29.12.2017 and Rs. 200.00 Lakhs on 16.11.2019) towards BPMEL Leases as advance. The remaining amount of compensation including interest upto 31.03.2019 against BPMEL Leases amounting Rs. 106798.16 Lakhs are shown under Contingent Liabilities.

13. Previous year's figures have been regrouped /rearranged wherever necessary to conform to the current year's presentation.

As per our report of even date

For **Das & Prasad**
Chartered Accountants
Firm Regn. No: 303054E
(Sumit Kr Rajgarhia)
Partner
No: 068270

Place : New Delhi
Date: 30th May, 2019

For and on behalf of Board of Directors

(P.Raychaudhury)
Managing Director

(A. Chakravarty)
Chief Financial Officer

(Urmi Chaoudhury)
Company Secretary

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EASTERN INVESTMENTS LIMITED

(A GOVERNMENT OF INDIA ENTERPRISE)

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