

**30TH
ANNUAL
REPORT
2001-2002**



Affiliated to AISRA

STEEL RE-ROLLERS ASSOCIATION OF MAHARASHTRA

5TH FLOOR, POTIA INDUSTRIAL ESTATE, DARUKHANA, MUMBAI - 400 010.

TELE-FAX : 2372 66 89

STEEL RE-ROLLERS ASSOCIATION OF MAHARASHTRA

5th Floor, Potia Industrial Estate,
Darukhana, Mumbai 400 010.

BOARD OF DIRECTORS FOR THE YEAR 2001 - 2003.

1.	SHRI JAGDISHCHADNER GOEL	-	PRESIDENT
2.	SHRI B. R. CHANDAK	-	VICE-PRESIDENT
3.	SHRI KAMAL KISHORE GUPTA	-	HON. GENL. SECRETARY
4.	SHRI MANJUL DHAVAN	-	HON. TREASURER
5.	SHRI B. N. DARGAR	-	DIRECTOR
6.	SHRI ASHISH GUPTA	-	DIRECTOR
7.	SHRI MOTILAL MUNDHRA	-	DIRECTOR
8.	SHRI RAJENDRA PRASAD VAISH	-	DIRECTOR
9.	SHRI MAHESH GARG	-	DIRECTOR
10.	SHRI DINESH AGARWAL	-	DIRECTOR

PERMANENT INVITEES

SHRI S. S. AGARWAL	-	Chairman Marketing & Arbitration committee
SHRI TAJINDER SINGH	-	Member
SHRI AMIT BURAKIA	-	Invitee
SHRI RAMANAND SHARMA	-	Executive Secretary

AUDITORS

M/s. G. O. Jain & company
Chartered Accountants
37/41, Picket Road,
Shahviri building 1st Floor,
Mumbai 400 002.

BANKERS

UNION BANK OF INDIA
DARUKHANA, REAY ROAD,
MUMBAI 400 010.

NOTICE

NOTICE is hereby given that the 30th Annual General Meeting of the Association will be held on Saturday the 21st December 2002 at 7.30 p.m. At GRAND CENTRAL HOTEL., PARTY CONFERENCE HALL, 2nd FLOOR, CENTRAL AVENUE ROAD, NEAR CHASITARAM HALWAI, CHEMBUR, MUMBAI 400 071.

The Agenda of the meeting is as follows :-

1. To read and confirm the Minutes of the 29th Annual General Meeting held on November 9, 2001.
2. To receive, consider and adopt the 30th Annual Report of the Directors together with the Audited Statements of Accounts with the Auditors' Report for the year ended 31st March 2002.
3. To appoint the Auditors for the year 2002-2003.
4. To retify the decision of the Board to collect Special Contribution from Life and Ordinary Members in view of the critical financial position of the Association, further measures to be taken in this regards.
5. To consider any other matter that may be duly brought forward with the permission of the chair..

PLACE : MUMBAI

DATED : NOVEMBER 29, 2002.

KAMAL KISHORE GUPTA
HON. GENL. SECRETARY

NOTE

- a) Annual Report of the Board of Directors together with the statements of account and the Auditors' Report is accompanied herewith.
- b) Members are requested to clear their dues to the Association, before the day of Annual General Meeting.
- c) Members, who have any query or queries on the Statements of Account, Auditors' Report or the Annual Report of Directors they are requested to send the same in writing three days in advance before the day of A. G. M.

NOTICE FOR ADJOURNED MEETING

If the Annual General Meeting could not be conducted at the appointed time, for want of quorum, the same shall stand adjourned and will be held on the same place after half-an-hour.

KAMAL KISHORE GUPTA
HON. GENL. SECRETARY.

MINUTES OF THE 29TH ANNUAL GENERAL MEETING HELD ON NOVEMBER 9, 2001 AT 12.30 P..M.

29th Annual General Meeting of the Association was held on November 9, 2001 at 12.30 p.m. at the office of the Association.

President Shri Jagdish Chander Goel observed the presence of necessary quorum which was in order, hence requested the Hon. General. Secretary Shri Kamal Kishor Gupta to start the proceeding of the 29th Annual General Meeting, according to the Notice dated 18th October 2001. Hon. General. Secretary drwan the attention of the House to the Agenda points of the Annual General Meeting.

MINUTES OF THE 28TH AGM

Minutes of the 28th Annual General Meeting was confirmed by the House.

ADOPTION OF ANNUAL REPORT AND STATEMENT OF ACCOUNTS

Since the 29th Annual Report of the Directors together with the audited Statements of account for the year ended 31st March 2001 was circulated alongwith the Notice of AGM as well as the same was furhter placed before the each Member present, the Hon. General. Secretary asked the House to go through the same and let us know the comments if any on the report or on the account.

Shri Manjul Dhavan asked regarding the travelling allowance Hon. General. Secretary explained that the Association provides monthly passes to its employees and the same is the part of the salary, provided to the staff.

Shri Braham Narayan Dargar wanted the breakup on the amount spent as Meeting expenses. The Secretary Shri Ramanand Sharma said that during the year there have been two major meetings with the Members of Induction Furnace Association on which major portion of amount spent as Meeting expenses was incurred. The Explanation was found satisfactory.

Shri B. R. Chandak, Vice-President said in view of the critical financial position one telephone should be surrendred to reduce the expenses, the same was agreed and the Secretary was asked to do the needful.

Finally the following resolution was passed to adopt the Annual Report of Directors and the account of FY 2000-2001.

RESOLVED THAT THE ANNUAL REPORT OF THE BOARD OF DIRECTORS TOGETHER WITH THE AUDITED STATEMENTS OF ACCOUNTS AND THE AUDITORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2001 BE AND THEY ARE HEREBY ADOPTED".

This Resolution was proposed by Shri Rajendra Vaish of M/s. Rajesh Steel Inedustries and the same was seconded by Shri Tajender singh of Shiv Sagar Steel Rolling Mills.

While adopting this Resolution, President Shri Jagdish Chankder Goel requested the Members, that maximum possible all the Re-rollers of Maharashtra state should be tried to bring them into the felds of the Association, by making serious efforts to this regard.

ELECTION OF PRESIDENT AND DIRECTORS

Members have been informed that for the post of a President and 10 Directors the total Nominations have been received only from 10 Members, out of which Shri Jagdish Chander Goel sent his Nomination for Presidentship and since there is no other nominee for this post, therefore, Shri Jagdish Chander Goel is declared elected as President for two year term of 2001-2003.

Now, 9 nominations are for Directorship, for the post of 10 Directors, they are all declared elected unopposed, out of this a Hon. General. Secretary is to be elected as soon this announcement was made the House proposed the name of present Hon. General. Secretary Shri Kamal Kishore Gupta, at the same time they also proposed Shri B. R. Chandak for the Vice-President's post, both the Gentlemen were declared elected unanimously.

Thereafter, for the post of Treasurer the name of Shri Manjul Dhavan was proposed, which Shri Dhavan accepted, thus he was appointed the Treasurer for the year 2001-2003. Thereafter, the Members discussed about the formation of sub-committees and it was decided to form Marketing and arbitration Sub-Committees.

Shri S. S. Agarwal's name was proposed as the Chairman of Market Committee and after his consent, Shri Mahesh Garg was appointed the Vice-Chairman of this Committee which will comprise Shri Manjul Dhavan and Shri Tajinder Singh as the Members of this Committee.

Arbitration Sub-Committee : Shri B. N. Dargar, Shri Kamal Kishore Gupta, Shri Jagdish Chander Goel, Shri B. R. Chandak and Shri Motilal Mundhra was selected as the Members of this Committee.

APPOINTMENT OF AUDITOR :

With the consultation of House, it was decided to appoint the present Auditors M/s. G. O. Jain & Co., As the Auditors of the Association for the year 2001-2002, to this effect the following Resolution was passed :-

"RESOLVED THAT M/S. G. O. JAIN & CO., CHARTERED ACCOUNTANTS BE AND THEY ARE HEREBY APPOINTED AS THE AUDITORS' OF THE ASSOCIATION FOR THE YEAR 2001-2002 ON A REMUNERATION OF RS. 3000/- (RUPEES THREE THOUSAND ONLY) + 5% SERVICE TAX AND OUT OF POCKET EXPENSES".

This Resolution was also proposed by Shri Rajendra Vaish and Seconded by Shri Tajinder Singh.

ANY OTHER MATTER : Membership Application of M/s. Guardian Steel (P) Ltd. And M/s. Metro Ispat Pvt. Ltd. Have been taken up as both application were in order to the requirement of the Association, they have been welcomed in to the folds of the Association.

Thereafter, the 29th Annual General Meeting was terminated with the Vote of Thanks to the Chair and the Members by the Hon. General. Secretary Shri Kamal Kishore Gupta.

RECORDED BY
RAMANAND SHARMA
SECRETARY
ON NOVEMBER 9, 2001.

30TH ANNUAL REPORT OF THE BOARD OF DIRECTORS

Dear Members,

The Board of Directors are pleased to place before you the 30th Annual Report of the Association. The 29th Annual General Meeting was held on November 9, 2004. This report covers the period from October 2004, as upto September 2004 was covered by the 29th Annual Report. During the year under review many representations have been made to the Central as well as State Government.

STEEL INDUSTRY SHOWING SIGNS OF RECOVERY

There is sign of recovery from many years recession, the Steel industry has been experiencing a long downturn for many years, but by the beginning of this calendar year has started revealing the picture of a favourable genre in the iron and steel Industry and we should hope for better.

EXCISE & CUSTOMS

In this regard there is nothing specific to write, we will have to abide by the existing system/procedures, though the Government is keen to simplify the procedures but the corruption is coming in the way. For the excise problems and grievances of the Members we have nominated Shri Kamal Kishore Gupta, Hon. General Secretary at the Grievances Redressal cell of Chief Commissioner of Central Excise office, Members can get their problems/queries solved through Association platform.

STATE AFFAIRS

In our last Annual Report we have mentioned that few years back the State of Maharashtra was very viable State for Trade and Industry, but now the situation is complete different, most of the production houses of this state are closed and the rest are on the way of closure, but the Government does not bother for the same, because after the introduction of reforms and globalisation most of the State Governments are taking care only of Multi National and corporate sector and they are not at all worried about the Small Scale Sector instead they are making the survival of this sector more and more difficult.

VALUE ADDED TAX (VAT)

Uniform tax system based on above is to be introduced from April 1, 2003 throughout the country, but the State of Maharashtra has partially introduced this system in the middle of the year and they have selected iron and steel industry for this trial of VAT. I don't know why only our industry was found viable for this trial. But before introduction, Government have not properly study the effect of this new system. As a result of this, the units which are provided certain incentives for installation in backward areas by the State Government itself. They have been very badly affected by this VAT and now the situation is that there is no buyer of the materials produced by the exempted units, they are bycotted by the trading community, this is because of the wording of Section 46C, which provide setoff only to first buyer.

In this regard several rounds of meetings have been held with Commissioner of Sales Tax and other concerned officials and I am hope full shortly this issue will be solved. We always request our Members, that if they find/face any problem with the Government departments, whether state or central level they are requested to kindly let us know the same. We will represent the same and get it solved.

FINANCIAL POSITION

Financial position of this Association was never so good. But after introduction of Life-Membership the situation have become worse. Further the Members of Jalgaon, Jalna, Nagpur, Kolhapur etc are not taking interest in the affairs of the Association, even they are not paying the subscription from last last many

Last many years. Because of this attitude of ^{Several} Ordinary Members, we have to levy a additional sur-charge on Life-Members of Rs. 5000/- p.a. & Rs. 3000/- p.a. respectively based on mill status of raw materials i.e. For Mills based on Ingots and Billets Rs. 5000/- and the Mills based on scrap and defectives Rs. 3000/-. I do hope the Members will cooperate with the decision of the Board, considering the importance of Association. Further I don't think that the above amount is very big for a reroller. With this hope I request all of you to strengthen the hands of Association financially and numerically by timely payments of Membership and other dues, etc. if any.

I further request you to kindly see, if there is any Reroller who have so far not applied for the Membership of your Association, persuade him to come into the folds of the Association, it will Strengthen the hands of the Rerollers in the State of Maharashtra.

With this request & hope, I convey my sincere thanks to all of you, at the same time, I wish you all

"A VERY HAPPY & PROSPEROUS NEW YEAR 2003."

JAGDISHCHANDER GOEL
PRESIDENT.

REPRESENTATION MADE DURING THE YEAR

OCTOBER 13, 2001

Points have been sent to Additional Commissioner of Central Excise, Chief Commissioner Unit for discussion at the Zonal Public Grievance Committee Meeting scheduled to be held on 31.10.2001

OCTOBER 29, 2001.

A letter was sent to Commissioner of Police, Thane regarding the law and order situation in Wada region.

OCTOBER 31, 2001.

Nomination of Shri Kamal Kishore Gupta, Hon. Genl. Secretary was sent to Commissioner of Central Excise Mumbai - III for constitution of Regional Advisory Committee for the Block Year 2002 - 2003.

NOVEMBER 24, 2001.

A strong worded letter was sent to the President, Confederation of Indian Industries, who was continuously misguiding the Union Government regarding the products made by the scrap base Rerolling Mills, who use ship broken materials as the raw material. The President, CII was doing this to safe guard the interest of main Steel Giants.

NOVEMBER 29, 2001.

A guideline for new process of Central Excise Registration was issued to Members.

DECEMBER 28, 2001.

A letter was adressed to Commissioner of Police, Thane regarding the growing crimes in the region.

FEBRUARY 21, 2002.

Meeting of the Members was called on March 4, 2002 to discuss the Union Budget 2002 - 2003 and its impact on our Industry.

MARCH 4, 2002.

Points have been forwarded to Commissioner of Central Excise Mumber-III for discussion at the RAC & PGC Meeting on March 15, 2002.

MARCH 6, 2002.

A letter was addressed to Hon'BLE Finance Minister, Govt. Of India against the Budgetory increase in customs duty on ship breading industry.

APRIL 6, 2002.

One more letter was addressed to Shri T. R. Rustagi, Commissioner (TRU) Ministry of Finance, New Delhi, regarding the increase in customs duty on ship breaking.

APRIL 17, 2002.

A letter was addressed to Commissioner of Central Excise, Mumbai - I (CCUNIT) regarding the Trade Circular No. Ex/SBY-I/2002-2003 dated 10.04.02 issued by the Suptd. Central Excise, Sby-Alang regarding the remark on invoices as rerollable materials, whereas in Bombay iron & steel scrap is mentioned. The Association requested the Chief Commissioner to adopt uniform system everywhere.

APRIL 22, 2002.

A letter was addressed to Maharashtra State Electricity Board (MSEB) seeking certain information regarding the Monitoring of losses.

JUNE 29, 2002.

Trade circular No. AMD -1002/1-A-3/B, Circular No. 17 regarding the implementation of VAT in Maharashtra was circulated to Members.

JULY 1, 2002.

A letter was written to Commissioner of Sales Tax, Maharashtra state, regarding implementation of VAT.

JULY 8, 2002.

A Meeting of all the Members was called on July 12, 2002 to apprise the Members about the implementation of VAT newly introduced system of levying sales tax on iron and steel Industry.

AUGUST 3, 2002.

A letter was addressed to the Superintending Engineer Maharashtra State Electricity Board (MSEB), Vasai circle regarding the load shedding in wada Region without pre-intimation to the consumers.

AUGUST 5, 2002.

A letter was addressed to Chief Engineer, Maharashtra State Electricity Board regarding the proposal of Maharashtra Electricity Regulatory Commission (MERC) to charge 25 paise extra to the units located in the MIDC area or having 'express feeder'.

AUGUST 8, 2002.

A strong worded letter was sent to Suptd. Engineer, Maharashtra State Electricity Board (MSEB) Thane, on complaint of a Member of WADA region that the staff of the area are misbehaving with our Members, copy of this letter was sent to Chairman MSEB.

SEPTEMBER 17, 2002.

Minutes of the Meeting held with Suptd. Engineer, Maharashtra State Electricity Board (MSEB) on August 29, 2002 was circulated among Members.

SEPTEMBER 23, 2002.

New Members Directory cum steel reference and section book of the Association was released for the Members and others.

OCTOBER 9, 2002.

A letter was addressed to Commissioner of Sales Tax, Maharashtra State, drawing their attention to the difficulties faced by the Members, after the introduction of VAT from 01-10-2002, particularly the exempted are very badly effected by the new system. Copy of this letter was sent to Finance Minister, Maharashtra.

OCTOBER 9, 2002.

A letter was addressed to Shri Jayant Patil, Finance Minister, Govt. Of Maharashtra regarding the problems created by the VAT for the units exempted under various PSI schemes.

OCTOBER 11, 2002.

Letters have been sent to various PSI nodal agencies, like SICOM, DCI etc. to allow deferralment/changeover from 01-10-2002 itself in view of the situation arised after introduction of VAT.

OCTOBER 17, 2002.

One more letter was sent to Finance Minister, Industry Minister, Commissioner of Sales Tax and Development Commissioner for Industries for immediate settlement / solution of the problems faced by the exempted units in view of Section 46C of VAT.

OCTOBER 18, 2002.

A Meeting have been held with Shri V. K. Agarwal, Commissioner of Sales Tax, Maharashtra State, where a delegation of the Association comprises of Shri B. R. Chandak, Vice-President, Shri K. K. Gupta, Hon. Genl. Secretary, Shri Mahesh Garg, Director and Shri Ravinder Aggarwal Members with Secretary Shri Ramanand Sharma represented the problems of the Members arised after introduction of VAT.

The Commissioner assured the delegation to do the needful.

OCTOBER 24, 2002.

A letter was addressed to Commissioner of Sales Tax for recommendation to Finance Minister to allow the exempted units for changeover from 01-10-2002 itself.

NOVEMBER 11, 2002.

One more letter was sent to Commissioner of Sales Tax, Minister of Finance, Minister of Industry for immediate appointment to discuss the issues related to exempted units to know the progress for solution of the problems created by VAT.

NOVEMBER 20, 2002.

In view of the efforts made by the Association, Principal Secretary, Industries, Govt. Of Maharashtra Shri V. S. Dhumal called on a Meeting of our Association, a delegation headed by Shri Kamal K. Gupta, Hon. General. Secretary Shri Mahesh Garg, Director and Shri Ramanand Sharma met the Principal Secretary. The meeting was Chaired by Shri V. S. Dhumal where all the Officials like Finance Secretary Shri Sahani, Commissioner of Sales Tax Shri Agarwal and Directorate of Industries were present in the Meeting. Shri Dhumal agreed with the genuine demand of the Association and assured that the problems will be sorted out as early as possible, arises after VAT.

NOVEMBER 21, 2002.

One more meeting was held with Finance Minister, Mr. Jayant Patil on the subject of VAT which was attended by the Hon. Genl. Secretary Shri Kamal K. Gupta. Minister assured the delegation to sort out the problems created by the introduction of VAT.

DECEMBER 5, 2002.

Association once again called on by Shri V. S. Dhumal Principal Secretary, Ministry of Industry to discuss and apprise with the formula adopted/drafted by Commissioner of Sales Tax to solve out the grievances of exempted units. Since the formula was in order to our demand, the Association agreed to that. This meeting was attended by Shri Kamal K. Gupta Hon. Genl. Secretary and Shri Ramanand Sharma, Secretary.

BOARD OF DIRECTORS

1. SHRI JAGDISHCHANDER GOEL - PRESIDENT
2. SHRI B. R. CHANDAK - VICE-PRESIDENT
3. SHRI KAMAL K. GUPTA - HON. GENL. SECRETARY
4. SHRI MANJUL DHAVAN - TREASURER
5. SHRI B. N. DARGAR - DIRECTOR
6. SHRI ASHISH GUPTA - DIRECTOR
7. SHRI MOTILAL MUNDHRA - DIRECTOR
8. SHRI RAJENDRAPRASAD VAISH - DIRECTOR
9. SHRI MAHESH GARG - DIRECTOR
10. SHRI DINESH AGARWAL - DIRECTOR

ATTENDANCE OF THE DIRECTORS AT THE BOARD MEETINGS

Numbers of Meetings held

-9 Regular 4 EGM

Sr. No.	Name	Present	Leave of absense	Absent
1.	JAGDISHCHANDER GOEL	8	1	-
2.	B. R. CHANDAK	4	5	-
3.	KAMAL K. GUPTA	8	1	-
4.	MANJUL DHAVAN	7	2	-
5.	B. N. DARGAR	8	1	-
6.	ASHISH GUPTA	5	4	-
7.	MOTILAL MUNDHRA	0	-	9
8.	RAJENDRAPRASAD VAISH	8	1	-
9.	MAHESH GARG	7	1	1
10.	DINESH AGARWAL	4	1	4

GENERAL

The Association as usual is trying its best to serve the Steel Rerolling Industry in Maharashtra by issuing timely information of the matters of interest to the Members and making all possible efforts to represent the cause of the Members to the respective Authorities on the various problems faced by the Members time to time.

The Board of Directors would like to bring to the notice of the Members, that if they face any problem with any department of Government, kindly bring the same to the notice of your association.

FINANCIAL POSITION

I regret to repeat here the same paragraph as it was printed in 29th Annual Report that the financial position of the Association is still warrn due to the few Members attitude of not payintg their dues to the Association. These Members joined the hands with the Asociation because of their timely requirement, thereafter they did not bother to pay any thing to the Association. They are once again requested to come into the main stream of the Asociation by taking proper interest in the affairs of the Association and timely payment of subscription etc., It will benefit them in the long way.

THANKS

The Board of Directors conveys its sincere thanks to the Members for their active support, suggestions and co-operation for the smooth and efficient functioning of the Association, and we have no doubt that the same will continue in future too.

The Board also appreciate the services rendered by the Secretary and the staff of the Association, without whom, it would not have been possible to carry out the day to day activities of the Association.

BY ORDER OF THE BOARD

PLACE : MUMBAI
DATED : 05-12-2002

(KAMAL KISHORE GUPTA)
HON. GENERAL SECRETARY