

**ATAM VALVES PRIVATE LIMITED**

1051 INDUSTRIAL AREA, JALANDHAR

CIN NO.U27109PB1985PTC006476

EMAIL.accounts@atamfebi.com

PHONE NO.9815185311

\*\*\*\*\*

**NOTICE**

NOTICE is hereby given that the 32nd Annual General Meeting of the Company will be held on Friday , the 29<sup>th</sup> day of September. 2017, at 01.30 p.m. at the registered office of the Company at 1050-51 Outside Industrial Area, Jalandhar to transact the following business :

**1. ORDINARY BUISNESS**

- a. To Elect Chairman
- b. To call meeting to order.
- c. To Consider and adopt:

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

**RESOLVED THAT** the Audited Balance Sheet & Profit & statement of Profit and Loss Account and Cash Flow Statement for the financial year ended March 31, 2017 along with the Auditor's Report and the Directors' Report as circulated to the shareholders and laid before the meeting, be received, considered and adopted.

d.Ratification of Auditor :

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

**"RESOLVED THAT** pursuant to the provisions of section 139, 142 of the Companies Act, 2013 and other applicable provisions, if any, and the Rules framed there under, as amended from time to time, the Company hereby ratifies the appointment of M/s. J.C Arora and Associates. Chartered Accountants, as statuary auditors of the company to hold office from the conclusion of 32st Annual General Meeting, until the conclusion of 33<sup>RD</sup> Annual General Meeting, to be held in 2018 at such remuneration as may be mutually agreed between the Mg. Director of the Company and the Auditors."

By Order of the Board

M/s Atam Valves Private Limited



AMIT JAIN

MG.DIRECTOR.

DIN-01063087

95, S.U.S.Nagar, Jalandhar

# ATAM VALVES PRIVATE LIMITED

1051 INDUSTRIAL AREA, JALANDHAR

CIN NO.U27109PB1985PTC006476

EMAIL.accounts@atamfebi.com

PHONE NO.9815185311


\*\*\*\*\*

## NOTE: -

1. A member entitled to attend and vote at the meeting is entitled to appoint proxy to attend and vote on a poll instead of himself/herself. The proxy so appointed need not to be a member of the company.
2. Proxy in order to be affective must be received by the company not less than 48 hours before the meeting.
3. The documents relating with these businesses are available for inspection till the date of AGM on all working days (except on Saturday and Sunday) at the Registered Office of the company from 10:00 a.m. to 1:00 p.m
4. Proxy form, Attendance Slip and Route Map is enclosed.

By Order of the Board

M/s Atam Valves Private Limited



AMIT JAIN

MG.DIRECTOR.

DIN-01063087

95, S.U.S.Nagar, Jalandhar

Place: Jalandhar

Dated: 22.08.2017

**ATTENDANCE SLIP**

I hereby record my presence at Annual General Meeting of \_\_\_\_\_ (“the Company”) held on \_\_\_\_\_ at \_\_\_\_\_

Full Name of the Member (in BLOCK LETTERS).....

Regd. Folio No. ....

DP ID .....

Client ID.....

No. of Shares held.....

Full Name of the Proxy (in BLOCK LETTERS).....

Member's/ Proxy's Signature.....

Note: Please fill up this attendance slip and hand over at the entrance of the meeting hall.

**Form No. MGT-11**

**Proxy form**

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

CIN: \_\_\_\_\_

Name of the company: \_\_\_\_\_

Registered office: \_\_\_\_\_

|                              |
|------------------------------|
| Name of the member(s): ..... |
| Registered Address:.....     |
| Email-id: .....              |
| Folio No/Client Id: .....    |
| DP ID: .....                 |

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

1. Name: .....

Address:

E-mail Id:

Signature:....., or failing him

2. Name: .....

Address:

E-mail Id:

Signature:....., or failing him

3. Name: .....

Address:

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Extraordinary general meeting of the company, to be held on the ..... day of..... at..... a.m. / p.m. at..... (place) and at any adjournment thereof in respect of such resolutions as are indicated below:

Ordinary Resolution No.

1. To receive, consider and adopt -the Audited Financial Statements for the financial year ended 31st March, 2017 together with the Reports of the Board of Directors and Auditors thereon;

2.Ratification of appointment of Auditors.

|                        |
|------------------------|
| Affix Revenue<br>Stamp |
|------------------------|

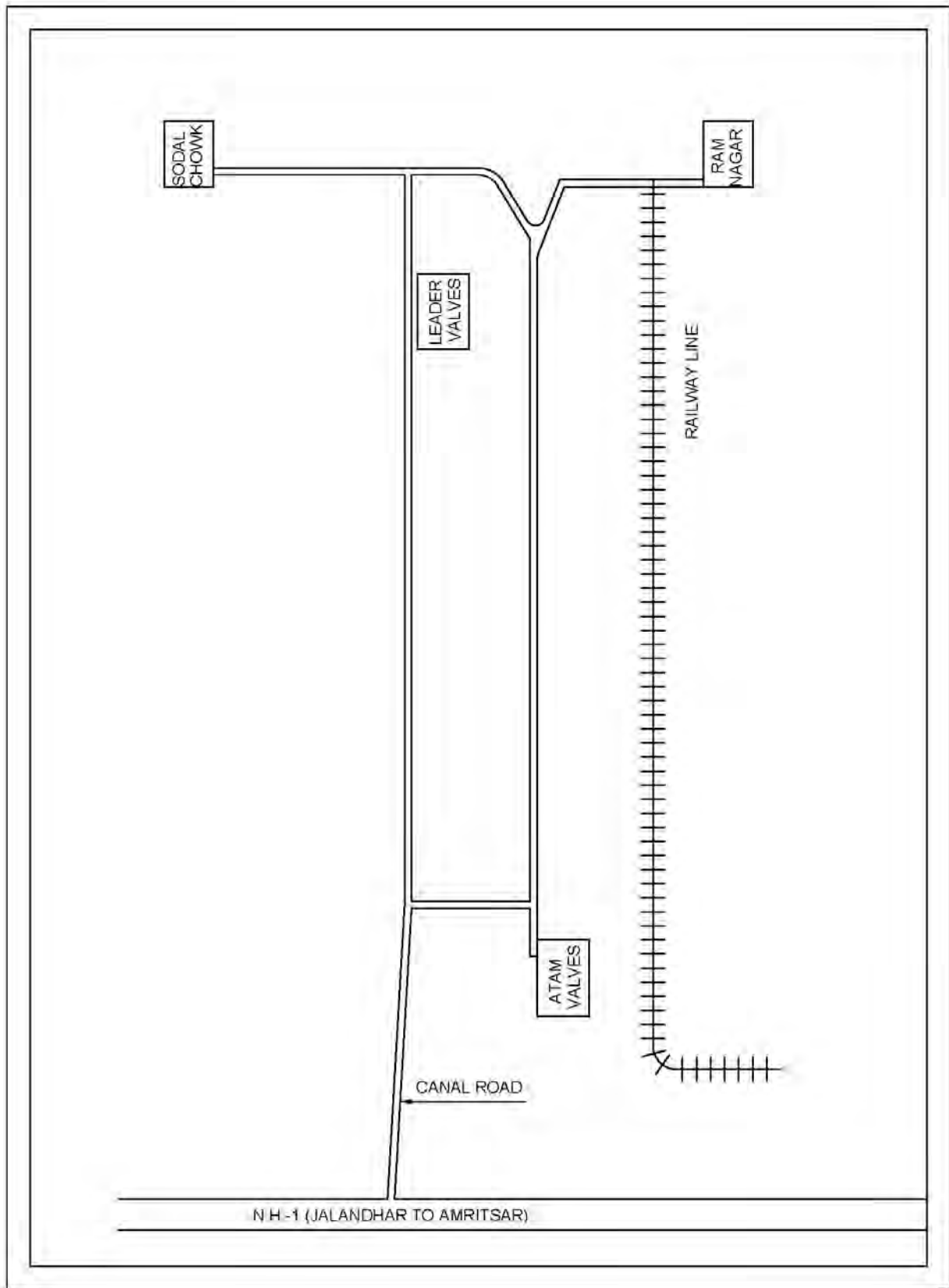
Signed this..... day of..... 2017

Signature of shareholder .....

Signature of Proxy holder(s) .....

**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**

The Route Map of the AGM Venue is given below:-



# ATAM VALVES PRIVATE LIMITED

1051 INDUSTRIAL AREA, JALANDHAR

CIN NO.U27109PB1985PTC006476

EMAIL. accounts@atamfebi.com

PHONE NO. 9815185311

\*\*\*\*\*

## DIRECTORS REPORT

To,  
The Members,

Your Directors have pleasure in presenting the 32nd Annual Report of your company along with the Audited Financial Statements for the Financial Year ended on 31<sup>st</sup> March, 2017. Further, in compliance with the Companies Act, 2013 the company has made all requisite disclosures in the Board Report with the objective of accountability and transparency in its operations and to make you aware about its performance and future perspective.

### 1. FINANCIAL SUMMARY /PERFORMANCE OF THE COMPANY

Amount in Rupees

|   | Current year   | Previous year   |
|---|----------------|-----------------|
| Revenue from Operations   | 153,692,637.05 | 13,72,84,770.41 |
| Other Income  | 122,450.00     | 2,88,475.24     |
| Total Income  | 153,815,087.05 | 13,75,73,245.65 |
| Profit for the year after meeting all expenses but before providing for depreciation & Income Tax | 11030178.00    | 95,43,094.58    |
| Depreciation for the Current year   | 6,054,498.91   | 82,48,207.05    |
| Profit before Tax   | 4,975,679.30   | 12,94,887.53    |
| Provision for tax - Current   | 2,054,000.00   | 1438000.00      |
| - Deferred  | (472,671.00)   | (9,59,162.00)   |
| Profit after tax  | 3,394,350.30   | 8,16,049.53     |

|                    |       |       |
|--------------------|-------|-------|
| Earnings Per Share | 42.43 | 10.20 |
|--------------------|-------|-------|

## **2. DIVIDEND**

The company has decided to use the cash resources of the company for further, development and growth of the company, therefore no dividend has been recommended during the financial year.

## **3. INFORMATION ON STATE OF THE COMPANY AFFAIRS**

Company is engaged in the manufacturing of Valves and Cocks. During the year revenue from operations of the company has increased by 11.95%. Company expects to meet the targets in coming years.

## **4. CHANGE IN THE NATURE OF BUSINESS**

There is no change in the nature of business of the company during the Financial Year 2016-17

## **5. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT.**

There were no material changes during the year, affecting the financial position of the company.

## **6. RESERVES IN TERMS OF SEC. 134(3)(J) OF COMPANIES ACT 2013.**

For the financial year ended 31<sup>st</sup> march 2017 a sum of Rs 5,00,000/-was transferred to the General Reserve account.

## **7. DETAILS OF SUBSIDIARY/JOINT VENTURE/ASSOCIATE COMPANIES**

There are no subsidiary, associate or joint venture companies.

## **8. CHANGE IN SHARE CAPITAL DURING THE FINANCIAL YEAR 2016-17.**

There is no change in share capital structure of the Company during the financial year 2016-17.



## 9. NUMBER OF MEETINGS OF THE BOARD

There were Seven meetings of Board of Directors held during the financial year 2016-17  
Details of the same are as follows:-

| SN | Date of Meeting | Board Strength | No. of Directors Present |
|----|-----------------|----------------|--------------------------|
| 1. | 01.09.2016      | 3 (Three)      | 3 (Three)                |
| 2. | 28.09.2016      | 3 (Three)      | 3 (Three)                |
| 3. | 31.03.2017      | 3 (Three)      | 3 (Three)                |
| 4. | 20.06.2016      | 3 (Three)      | 3 (Three)                |
| 5. | 16.11.2016      | 3 (Three)      | 3 (Three)                |
| 6. | 28.01.2017      | 3 (Three)      | 3 (Three)                |
| 7. | 15.04.2016      | 3 (Three)      | 3 (Three)                |

## PRESENCE/ATTENDANCE OF DIRECTORS IN THE MEETINGS

During the year following meeting were attended by the respective Directors:-

| S.NO | Name of Director   | Board Meetings |          |            | AGM |
|------|--------------------|----------------|----------|------------|-----|
|      |                    | TOTAL          | ATTENDED | PERCENTAGE |     |
| 1.   | Vimal Parkash Jain | 7              | 7        | 100        | 1   |
| 2.   | Amit Jain          | 7              | 7        | 100        | 1   |
| 3.   | Pamila Jain        | 7              | 7        | 100        | 1   |

- **NUMBER AND DATE OF COMMITTEE MEETING HELD DURING THE YEAR:** There are no committees formed as per Companies Act, 2013.
- The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013

## 10. STATEMENT ON DECLARATION BY INDEPENDENT DIRECTORS

The provisions of Sec 149 pertaining to the appointment of Independent Directors do not apply to our company.

## 11. MANAGERIAL REMUNERATION

Remuneration paid to the Mg. Director and whole time directors is approved by the board of directors of the company in board meeting subject to subsequent approval of Shareholders in General Meeting. During the financial year the following managerial remuneration paid by the company:-

| Name of Director       | Designation  | Nature of Remuneration | Amount in INR   |
|------------------------|--------------|------------------------|-----------------|
| Sh. Vimal Parkash Jain | Chairman     | Director Remuneration  | Rs. 30,00,000/- |
| Sh. Amit Jain          | Mg. Director | Director Remuneration  | Rs. 30,00,000/- |
| Smt. Pamila Jain       | Director     | Director Remuneration  | Rs. 24,00,000/- |

## **12. VIGIL MECHANISM/ WHISTLE BLOWER POLICY**

The company is not required to form such a policy.

## **13. SECTARIAL AUDITOR AND SECRATARIAL AUDIT REPORT**

The Secretarial Audit is not applicable on the company as it is not covered under the provisions of Sec 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel ) Rules, 2014.

## **14. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186**

The company has not given any loans or guarantees and not made any investments covered under the provisions of section 186 of the Companies Act, 2013.

## **15. DETAILS OF DIRECTORS OR KMP WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR.**

There is no change in the Directors or KMP during the year.

## **16. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB SECTION 1 OF SECTION 188**

The Company is required to enter into various Related Parties Transactions as defined under Section 188 of the Companies Act, 2013 with related parties as defined under Section 2 (76) of the said Act. Further all the necessary details of transaction entered with the related parties are attached herewith in form no. **AOC-2** for your kind perusal and information. All the transactions are made at Arm's length Price and are entered in ordinary course of business.

## **17. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 shall not applicable to the company.

## **18. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS**

There are no significant material orders passed by the regulators/courts which would impact the going concern status of the company and its future operations.

## **19. PUBLIC DEPOSITS**

The Company has not accepted any Public Deposit during the year and does not having any Public Deposit at the end of the year.

## **20. INSURANCE & RISK MANAGEMENT**

The assets of the company are adequately insured against the loss of fire, earthquake etc. and other risks which consider necessary by the management.

## **21. INTERNAL CONTROL SYSTEM**

Your Company has a proper and adequate system of Internal Control, to ensure safeguarding the assets against loss from unauthorized use or disposal and commercial transaction were recorded and reported correctly.

## **22. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

There were no cases reported during the year under review under the said Policy.

## **23. EMPLOYEE RELATIONS**

The employee relations continue to be cordial and the Board is committed to strengthen the same and to work towards ensuring health, safety, welfare and a healthy working environment for its employees.

## **24. AUDITORS**

The Auditors **M/S J.C Arora and Associates**, Chartered Accountants, Jalandhar who was reappointed till the conclusion of 34<sup>th</sup> Annual General Meeting of the company to be held in year 2019, are eligible for continuing as statutory auditor of the company.

They have confirmed their eligibility under section 141 of Companies Act 2013 and that are not disqualified for appointment and being eligible offer themselves for re-appointment. Pursuant to the provisions of section 139 of the Companies Act, 2013 and the Rules framed there under, it is proposed to ratify the appointment of **M/S J.C Arora and Associates**, Chartered Accountants, as the statutory auditors of the Company

#### STATUTORY AUDITORS REPORT

There are no qualifications in statutory audit report. The comments in the Auditors Report read with the notes to the accounts are self explanatory and do not call for further explanation.

#### 25. DIRECTORS' RESPONSIBILITY STATEMENT

The company has taken the utmost care in its operations, compliance, transparency, financial disclosures and the financial statements have been made to give a true and fair view of the state of affair of the company. As required under section 134 (5) and 134(3)(c), and based upon the detailed representation, due diligence and inquiry there of your Board of Directors assures and confirm as under:

- I. In the preparation of the annual accounts for the financial year ended on 31<sup>st</sup> March, 2017, the applicable accounting standards have been followed and there are no material departures from the same.
- II. The selected accounting policies were applied consistently and the directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31<sup>st</sup> March, 2017.
- III. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- IV. The annual accounts have been prepared on going concern basis.
- V. The internal financial controls have been laid down by the company and such financial controls are adequate and operating effectively

- VI. Proper systems had been devised in compliance with the provision of all the applicable laws and such systems were adequate and operating effectively.

## **26. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE, EARNING AND OUTGO**

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 are as follows:-

*a.* CONSERVATION OF ENERGY:

The company is undertaking all preventive measure like maintenance of Plant & machinery in time for conservation of energy. Electricity is the only mode of energy which is purchased from PSPCL and generated through own power generator. The company has fully automatic and semi automatic machines having power efficiency. The company has employed trained personnel in the factory so as to reduce the power consumption by increasing the production and thus make optimum utilization of available energy saving device for lighting etc. Further, the construction of the factory has been done in such a manner so as to make maximum utilization of the natural light in the plant and use of energy saving device for lighting etc. The company has put lot of efforts to identify and use of alternate source of Energy , wherever possible in order to achieve optimum cost.

*b.* TECHNOLOGY ABSORPTION: Company is adopting the well established indigenous technology with the scope of saving cost of production, energy consumption and capital cost in terms quantum of production.

*c.* RESEARCH & DEVELOPMENT: Company falls in the category of SME as such no research & development division formed by the company. The research and development activity taken by the company during the financial year to improve quality of the product.

*d.* FOREIGN EXCHANGE EARNING & OUTGO: The expenditure and income in foreign currency if any are explained in notes on accounts attached with Balance Sheet for the financial year ended 31.03.2017.

## **27. EXTRACT OF THE ANNUAL RETURN**

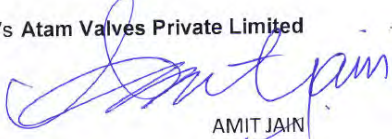
The extract of the annual return in Form No MGT – 9 in compliance with the requirement of Section 92(3), Section 134(3) of the Companies Act 2013 is annexed with the Board's Report.

## 28. ACKNOWLEDGEMENTS

Your Directors place on record their thanks to the share holders and also appreciate the valuable co-operation and continued support received from Company's Bankers.

On behalf of the Board

M/s Atam Valves Private Limited



AMIT JAIN

MG.DIRECTOR .

DIN-01063087

95, S.U.S.Nagar, Jalandhar

Place: Jalandhar

Dated: 22.08.2017

FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN  
As on financial year ended on 31.03.2017

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

| I. REGISTRATION & OTHER DETAILS: |  |   |
|----------------------------------|--|---|
| 1                                | CIN  | U27109PB1985PTC006476   |
| 2                                | Registration Date  | 30-09-1985  |
| 3                                | Name of the Company  | ATAM VALVES PRIVATE LIMITED   |
| 4                                | Category/Sub-category of the Company                                       | Company Limited by Shares<br>Indian Non Government Company            |
| 5                                | Address of the Registered office & contact details                         | 1051 INDUSTRIAL AREA, JALANDHAR<br>accounts@atamfebi.com 0181-5001111 |
| 6                                | Whether listed company   | No.   |
| 7                                | Name, Address & contact details of the Registrar & Transfer Agent, if any. | Registrar of Punjab and Chandigarh                                    |

| 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) |  |                                 |                                    |
| S. No.   | Name and Description of main products / services         | NIC Code of the Product/service | % to total turnover of the company |
| 1  | Manufacture of other pumps, compressors, taps and valves | 2813                            | 100.00%                            |

| III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES |                                 |         |                                |                  |                    |
|---|---------------------------------|---------|--------------------------------|------------------|--------------------|
| SN  | Name and address of the Company | CIN/GLN | Holding/ Subsidiary/ Associate | % of shares held | Applicable Section |
| 1   |                                 |         |                                |                  |                    |
| 2   |                                 |         |                                |                  |                    |
| 3   |                                 |         |                                |                  |                    |

| IV. SHARE HOLDING PATTERN                                    |  |          |        |                   |  |          |        |                   |                          |
|--|--|----------|--------|-------------------|--|----------|--------|-------------------|--------------------------|
| (Equity share capital breakup as percentage of total equity) |  |          |        |                   |  |          |        |                   |                          |
| (i) Category-wise Share Holding                              |  |          |        |                   |  |          |        |                   |                          |
| Category of Shareholders                                     | No. of Shares held at the beginning of the year<br>[As on 31-March-2016] |          |        |                   | No. of Shares held at the end of the year<br>[As on 31-March-2017] |          |        |                   | % Change during the year |
|  | Demat  | Physical | Total  | % of Total Shares | Demat  | Physical | Total  | % of Total Shares |                          |
| <b>A. Promoters</b>  |  |          |        |                   |  |          |        |                   |                          |
| (1) Indian   |  |          |        |                   |  |          |        |                   |                          |
| a) Individual/ HUF   |  | 80,000   | 80,000 | 100.00%           |  | 80,000   | 80,000 | 100.00%           | 0.00%                    |
| b) Central Govt  |  |          | -      | 0.00%             |  |          | -      | 0.00%             | 0.00%                    |
| c) State Govt(s)   |  |          | -      | 0.00%             |  |          | -      | 0.00%             | 0.00%                    |
| d) Bodies Corp.  |  |          | -      | 0.00%             |  |          | -      | 0.00%             | 0.00%                    |
| e) Banks / FI  |  |          | -      | 0.00%             |  |          | -      | 0.00%             | 0.00%                    |
| f) Any other   |  |          | -      | 0.00%             |  |          | -      | 0.00%             | 0.00%                    |
| <b>Sub Total (A) (1)</b>                                     | -  | 80,000   | 80,000 | 100.00%           | -  | 80,000   | 80,000 | 100.00%           | 0.00%                    |

|  |   |        |        |         |   |        |        |         |       |
|--|---|--------|--------|---------|---|--------|--------|---------|-------|
| (2) Foreign  |   |        |        |         |   |        |        |         |       |
| a) NRI Individuals   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| b) Other Individuals   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| c) Bodies Corp.  |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| d) Any other   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| <b>Sub Total (A) (2)</b>   | - | -      | -      | 0.00%   | - | -      | -      | 0.00%   | 0.00% |
| <b>TOTAL (A)</b>   | - | 80,000 | 80,000 | 100.00% | - | 80,000 | 80,000 | 100.00% | 0.00% |
| <b>B. Public Shareholding</b>  |   |        |        |         |   |        |        |         |       |
| <b>1. Institutions</b>   |   |        |        |         |   |        |        |         |       |
| a) Mutual Funds  |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| b) Banks / FI  |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| c) Central Govt  |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| d) State Govt(s)   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| e) Venture Capital Funds   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| f) Insurance Companies   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| g) FIs   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| h) Foreign Venture Capital Funds   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| i) Others (specify)  |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| <b>Sub-total (B)(1):-</b>  | - | -      | -      | 0.00%   | - | -      | -      | 0.00%   | 0.00% |
| <b>2. Non-Institutions</b>   |   |        |        |         |   |        |        |         |       |
| a) Bodies Corp.  |   |        |        |         |   |        |        |         |       |
| i) Indian  |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| ii) Overseas   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| b) Individuals   |   |        |        |         |   |        |        |         |       |
| i) Individual shareholders holding nominal share capital upto Rs. 1 lakh         |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| c) Others (specify)  |   |        |        |         |   |        |        |         |       |
| Non Resident Indians   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| Overseas Corporate Bodies  |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| Foreign Nationals  |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| Clearing Members   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| Trusts   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| Foreign Bodies - D R   |   |        | -      | 0.00%   |   |        | -      | 0.00%   | 0.00% |
| <b>Sub-total (B)(2):-</b>  | - | -      | -      | 0.00%   | - | -      | -      | 0.00%   | 0.00% |
| <b>Total Public (B)</b>  | - | -      | -      | 0.00%   | - | -      | -      | 0.00%   | 0.00% |
| <b>C. Shares held by Custodian for GDRs &amp; ADRs</b>                           |   |        | -      | 0.00%   |   |        |        | 0.00%   | 0.00% |
| <b>Grand Total (A+B+C)</b>   | - | 80,000 | 80,000 | 100.00% | - | 80,000 | 80,000 | 100.00% | 0.00% |



**(ii) Shareholding of Promoter**

| SN | Shareholder's Name       | Shareholding at the beginning of the year |                                  |   | Shareholding at the end of the year |                                  |  | % change in shareholding during the year |
|----|--------------------------|---|----------------------------------|---|-------------------------------------|----------------------------------|--|--|
|    |                          | No. of Shares                             | % of total Shares of the company | % of Shares Pledged/ encumbered to total shares | No. of Shares                       | % of total Shares of the company | % of Shares Pledged / encumbered to total shares |  |
| 1  | Vimal Prakash Jain       | 29,900                                    | 37.38%                           |   | 29,900                              | 37.38%                           |  | 0.00%                                    |
| 2  | Amit Jain                | 27,699                                    | 34.62%                           |   | 27,699                              | 34.62%                           |  | 0.00%                                    |
| 3  | Pamila Jain              | 22,000                                    | 27.50%                           |   | 22,000                              | 27.50%                           |  | 0.00%                                    |
| 4  | Vimal Prakash Jain (HUF) | 200                                       | 0.25%                            |   | 200                                 | 0.25%                            |  | 0.00%                                    |
| 5  | Amit Jain (HUF)          | 200                                       | 0.25%                            |   | 200                                 | 0.25%                            |  | 0.00%                                    |
| 6  | Munilal Jain             | 1   | 0.00%                            |   | 1                                   | 0.00%                            |  | 0.00%                                    |

**(iii) Change in Promoters' Shareholding (please specify, if there is no change)**

NO CHANGE

| SN | Particulars                  | Date       | Reason | Shareholding at the beginning of the year |                   | Cumulative Shareholding during the year |                   |
|----|------------------------------|------------|--------|---|-------------------|---|-------------------|
|    |                              |            |        | No. of shares                             | % of total shares | No. of shares                           | % of total shares |
|    | At the beginning of the year | 01.04.2016 |        | 80,000                                    | 100.00%           | 80,000                                  | 100.00%           |
|    | Changes during the year      |            |        |   | 0.00%             |   | 0.00%             |
|    |                              |            |        |   | 0.00%             |   | 0.00%             |
|    |                              |            |        |   | 0.00%             |   | 0.00%             |
|    | At the end of the year       | 31.03.2017 |        | 80,000                                    | 100.00%           | 80,000                                  | 100.00%           |

**(iv) Shareholding Pattern of top ten Shareholders**

NIL

*(Other than Directors, Promoters and Holders of GDRs and ADRs):*

| SN | For each of the Top 10 shareholders | Date | Reason | Shareholding at the beginning of the year |                   | Cumulative Shareholding during the year |                   |
|----|-------------------------------------|------|--------|---|-------------------|---|-------------------|
|    |                                     |      |        | No. of shares                             | % of total shares | No. of shares                           | % of total shares |
| 1  | Name                                |      |        |   |                   |   |                   |
|    | At the beginning of the year        |      |        |   | 0.00%             |   | 0.00%             |
|    | Changes during the year             |      |        |   | 0.00%             |   | 0.00%             |
|    | At the end of the year              |      |        |   | 0.00%             |   | 0.00%             |
| 2  | Name                                |      |        |   |                   |   |                   |
|    | At the beginning of the year        |      |        |   | 0.00%             |   | 0.00%             |
|    | Changes during the year             |      |        |   | 0.00%             |   | 0.00%             |
|    | At the end of the year              |      |        |   | 0.00%             |   | 0.00%             |

**(v) Shareholding of Directors and Key Managerial Personnel:**

| SN | Shareholding of each Directors and each Key Managerial Personnel | Date       | Reason | Shareholding at the beginning of the year |                   | Cumulative Shareholding during the year |                   |
|----|--|------------|--------|---|-------------------|---|-------------------|
|    |  |            |        | No. of shares                             | % of total shares | No. of shares                           | % of total shares |
| 1  | Name VIMAL PARKASH JAIN  |            |        |   |                   |   |                   |
|    | At the beginning of the year                                     | 01.04.2016 |        | 29,900                                    | 37.38%            | 29,900                                  | 37.38%            |
|    | Changes during the year  |            |        |   | 0.00%             |   | 0.00%             |
|    | At the end of the year   | 31.03.2017 |        | 29,900                                    | 37.38%            | 29,900                                  | 37.38%            |

|   |                              |            |  |        |        |               |
|---|------------------------------|------------|--|--------|--------|---------------|
| 2 | Name AMIT JAIN               |            |  |        |        |               |
|   | At the beginning of the year | 01.04.2016 |  | 27,699 | 34.62% | 27,699 34.62% |
|   | Changes during the year      |            |  |        | 0.00%  | 0.00%         |
|   | At the end of the year       | 31.03.2017 |  | 27,699 | 34.62% | 27,699 34.62% |
| 3 | Name PAMILA JAIN             |            |  |        |        |               |
|   | At the beginning of the year | 01.04.2016 |  | 22,000 | 27.50% | 22,000 27.50% |
|   | Changes during the year      |            |  |        | 0.00%  | 0.00%         |
|   | At the end of the year       | 31.03.2017 |  | 22,000 | 27.50% | 22,000 27.50% |

## V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Amt. Rs./Lacs)

| Particulars  | Secured Loans excluding deposits | Unsecured Loans       | Deposits | Total Indebtedness     |
|--|----------------------------------|-----------------------|----------|------------------------|
| <b>Indebtedness at the beginning of the financial year</b> |                                  |                       |          |                        |
| i) Principal Amount  | 5,61,72,622.46                   | 9,90,52,503.00        |          | 15,52,25,125.46        |
| ii) Interest due but not paid                              |                                  |                       |          | -                      |
| iii) Interest accrued but not due                          |                                  |                       |          | -                      |
| <b>Total (i+ii+iii)</b>                                    | <b>5,61,72,622.46</b>            | <b>9,90,52,503.00</b> | <b>-</b> | <b>15,52,25,125.46</b> |
| <b>Change in Indebtedness during the financial year</b>    |                                  |                       |          |                        |
| * Addition   |                                  | 1,43,44,070.00        |          | 1,43,44,070.00         |
| * Reduction  | 1,69,10,783.46                   | 3,47,24,408.00        |          | 5,16,35,191.46         |
| Net Change   | (1,69,10,783.46)                 | (2,03,80,338.00)      | -        | (3,72,91,121.46)       |
| <b>Indebtedness at the end of the financial year</b>       |                                  |                       |          |                        |
| i) Principal Amount  | 3,92,61,839.00                   | 7,86,72,165.00        |          | 11,79,34,004.00        |
| ii) Interest due but not paid                              |                                  |                       |          | -                      |
| iii) Interest accrued but not due                          |                                  |                       |          | -                      |
| <b>Total (i+ii+iii)</b>                                    | <b>3,92,61,839.00</b>            | <b>7,86,72,165.00</b> | <b>-</b> | <b>11,79,34,004.00</b> |

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

| SN. | Particulars of Remuneration   | Name of MD/WTD/ Manager | Total Amount |
|-----|---|-------------------------|--------------|
| 1   | Name  | VIMAL PARKASH JAIN      | (Rs/Lac)     |
|     | Designation   | CHAIRMAN                |              |
| 1   | Gross salary  |                         |              |
|     | (a) Salary as per provisions contained in section 17(1) of the Income tax Act, 1961 |                         | 30.00        |
|     | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961                             |                         | -            |
|     | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961             |                         | -            |
| 2   | Stock Option  |                         | -            |
| 3   | Sweat Equity  |                         | -            |
| 4   | Commission  |                         | -            |
|     | - as % of profit  |                         | -            |
|     | - others, specify   |                         | -            |
| 5   | Others, please specify  |                         | -            |
|     | Total (A)   | -                       | - 30.00      |
|     | Ceiling as per the Act  |                         |              |

| SN. | Particulars of Remuneration   | Name of MD/WTD/ Manager |   | Total Amount |
|-----|---|-------------------------|---|--------------|
| 2   | Name  | AMIT JAIN               |   | (Rs/Lac)     |
|     | Designation   | MG. DIRECTOR            |   |              |
| 1   | Gross salary  |                         |   |              |
|     | (a) Salary as per provisions contained in section 17(1) of the Income tax Act, 1961 |                         |   | 30.00        |
|     | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961                             |                         |   | -            |
|     | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961             |                         |   | -            |
| 2   | Stock Option  |                         |   | -            |
| 3   | Sweat Equity  |                         |   | -            |
| 4   | Commission  |                         |   | -            |
|     | - as % of profit  |                         |   | -            |
|     | - others, specify   |                         |   | -            |
| 5   | Others, please specify  |                         |   | -            |
|     | Total (A)   | -                       | - | 30.00        |
|     | Ceiling as per the Act  |                         |   |              |

#### B. Remuneration to other Directors

| SN. | Particulars of Remuneration       | Name of Directors |     |     | Total Amount |
|-----|-----------------------------------|-------------------|-----|-----|--------------|
|     |                                   |                   |     |     | (Rs/Lac)     |
| 1   | Independent Directors             | N.A               | N.A | N.A |              |
|     | Fee for attending board committee |                   |     |     | -            |
|     | Commission                        |                   |     |     | -            |
|     | Others, please specify            |                   |     |     | -            |
|     | Total (1)                         | -                 | -   | -   | -            |
| 2   | Other Non-Executive Directors     | N.A               | N.A | N.A | -            |
|     | Fee for attending board committee |                   |     |     | -            |
|     | Commission                        |                   |     |     | -            |
|     | Others, please specify            |                   |     |     | -            |
|     | Total (2)                         | -                 | -   | -   | -            |
|     | Total (B)=(1+2)                   | -                 | -   | -   | -            |
|     | Total Managerial Remuneration     |                   |     |     | 60.00        |
|     | Overall Ceiling as per the Act    |                   |     |     |              |

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

| SN. | Particulars of Remuneration   | Name of Key Managerial Personnel |     |     | Total Amount<br>(Rs/Lac) |
|-----|---|----------------------------------|-----|-----|--------------------------|
|     |   | Name                             |     |     |                          |
|     | Designation   | CEO                              | CFO | CS  |                          |
| 1   | Gross salary  | N.A                              | N.A | N.A | N.A                      |
|     | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 |                                  |     |     | -                        |
|     | (b) Value of perquisites u/s 17(2) Income-  |                                  |     |     | -                        |
|     | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961             |                                  |     |     | -                        |
| 2   | Stock Option  |                                  |     |     | -                        |
| 3   | Sweat Equity  |                                  |     |     | -                        |
| 4   | Commission  |                                  |     |     |                          |
|     | - as % of profit  |                                  |     |     | -                        |
|     | - others, specify   |                                  |     |     | -                        |
| 5   | Others, please specify  |                                  |     |     | -                        |
|     | Total   | -                                | -   | -   | -                        |

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

| Type                                | Section of the Companies Act | Brief Description | Details of Penalty / Punishment/ Compounding fees imposed |     |     | Authority [RD / NCLT/ COURT] |     | Appeal made, if any (give Details) |     |
|-------------------------------------|------------------------------|-------------------|---|-----|-----|------------------------------|-----|------------------------------------|-----|
| <b>A. COMPANY</b>                   |                              |                   |   |     |     |                              |     |                                    |     |
| Penalty                             | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |
| Punishment                          | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |
| Compounding                         | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |
| <b>B. DIRECTORS</b>                 |                              |                   |   |     |     |                              |     |                                    |     |
| Penalty                             | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |
| Punishment                          | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |
| Compounding                         | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |
| <b>C. OTHER OFFICERS IN DEFAULT</b> |                              |                   |   |     |     |                              |     |                                    |     |
| Penalty                             | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |
| Punishment                          | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |
| Compounding                         | NIL                          | NIL               | NIL   | NIL | NIL | NIL                          | NIL | NIL                                | NIL |

Date 22.08.2017

Place Jalandhar

Chairman

Vimal Parkash Jain

DIN-01063027,

R/o 95 SUS Nagar Jalandhar

Mg. Director

Amit Jain

DIN-01063087

R/o 95 SUS Nagar Jalandhar

## INDEPENDENT AUDITORS' REPORT

**TO THE MEMBERS OF  
ATAM VALVES PRIVATE LIMITED.**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of ATAM VALVES PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

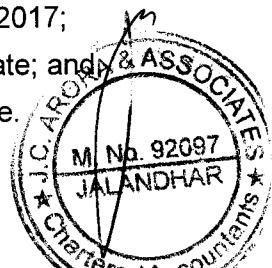
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In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

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.



## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the **Annexure-A** a statement on the matters specified in the paragraph 3 and 4 of the order to the extent applicable.
2. As required by Section 143 (3) of the Act, 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) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
  - c) the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors as on 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, 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 B**"; and
  - g) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position
    - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses
    - iii. there were no amounts which required to be transferred to Investor Education and Protection Fund .
    - iv. Company had provided requisites disclosure in financial statement as to holding as well as dealing in specified Bank Notes during the period from 8th November 2016 to 30th December 2016. These are in accordance with the books of accounts maintained by the company.

Place : JALANDHAR  
Date : 22/08/2017

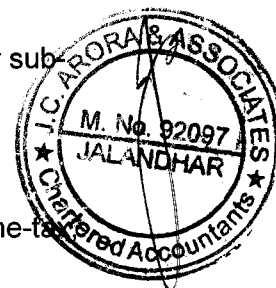
for J.C. ARORA & ASSOCIATES  
Chartered Accountants  
M. No. 92097  
JALANDHAR  
JAGDISH CHANDER ARORA  
1ST FLOOR, SOHALI COMPLEX, SEHDEV  
MARKET, JALANDHAR-144001 PUNJAB

## ANNEXURE TO THE AUDITORS' REPORT

**The Annexure referred to in our report to the members of ATAM VALVES PRIVATE LIMITED for the year ended 31<sup>st</sup> March, 2017.**

On the basis of the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.  
  
(b) These fixed assets have been physically verified by the management at end of the year and there was no Material discrepancies were noticed on such verification.  
  
(c) Total Assets of company are held in the name of the company. Immovable property has been taken on lease.
  
2. Physical verification of inventory has been conducted at reasonable intervals by the management and there is no material discrepancies were noticed
  
3. 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.
  
4. In respect of loans, investments, guarantees, and security all mandatory provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
  
5. The company has not accepted any deposits from the public. However the company has accepted loans from directors which shall not be covered under deposit rules as per Sec 73 to 76 of the relevant provisions of the Companies Act, 2013 in case the directors furnish a certificate that such loan has not been provided after taking loan from outside. However, such certificates not produced before us.
  
6. Maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
  
7. (a) The company is regular in depositing undisputed statutory dues including income-tax, service tax, and any other statutory dues to the appropriate authorities.





- (b) Dues of income tax or service tax have been deposited on time there is no dispute is pending on the part of company.
8. The company hasn't taken any loans or borrowing from financial institution, bank, Government.
  9. The company doesn't raise any money by way of initial public offer or further public offer (including debt instruments)
  10. Neither company has done any fraud nor by its officers or employees so nothing to be disclosed separately.
  11. Managerial remuneration has been paid or provided in accordance with the requisite approvals Mandated by the provisions of section 197 read with Schedule V to the Companies Act.
  12. Company is not a Nidhi Company hence nothing to be disclosed for any provisions applicable on Nidhi Company.
  13. All 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;
  14. The company hasn't made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
  15. The company hasn't entered into any non-cash transactions with directors or persons connected with him.
  16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

for J.C. ARORA & ASSOCIATES  
Chartered Accountants  
M. No. 02097  
JALANDHAR

JAGDISH CHANDER ARORA  
1ST FLOOR, SONAL COMPLEX, SEHDEV  
MARKET, JALANDHAR-144001 PUNJAB

Place : Jalandhar  
Date : 22/08/2017

## **ANNEXURE - B 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 **ATAM VALVES PRIVATE LIMITED**. ("The Company") as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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**

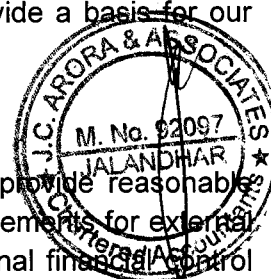
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on 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 2017, 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 **J.C.ARORA AND ASSOCIATES**  
Chartered Accountants

**JAGDISH CHANDER ARORA**  
1ST FLOOR, SOHAL COMPLEX, SEHDEV  
MARKET, JALANDHAR-144001 PUNJAB



Place : **JALANDHAR**  
Date : **22/08/2017**

**CONSOLIDATED BALANCE SHEET AS ON 31-03-2017**

| Particulars  | Note No | Figures for the current reporting period ending 31-03-2017 | Figures for the previous reporting period ending 31-03-2016 |
|--|---------|--|---|
| <b>I. EQUITY AND LIABILITIES</b>                     |         |  |   |
| <b>(1) Shareholders' Funds</b>                       |         |  |   |
| (a) Share Capital                                    | 1       | 80,00,000.00   | 80,00,000.00  |
| (b) Reserves and Surplus                             | 2       | 1,82,89,975.37   | 1,52,23,958.06  |
| (c) Money received against share warrants            |         |  |   |
| <b>(2) Share application money pending allotment</b> |         |  |   |
| <b>(3) Non-Current Liabilities</b>                   |         |  |   |
| (a) Long-term borrowings                             | 3       | 9,14,99,390.77   | 11,73,64,263.14   |
| (b) Deferred tax liabilities (Net)                   |         | -  | -   |
| (c) Other Long term liabilities                      | 4       | 4,00,000.00  | 4,00,000.00   |
| (d) Long-term provisions                             | 5       | -  | -   |
| <b>(4) Current Liabilities</b>                       |         |  |   |
| (a) Short-term borrowings                            | 6       | 2,11,67,880.32   | 3,13,84,908.07  |
| (b) Trade payables                                   |         | 88,09,270.61   | 45,89,273.32  |
| (c) Other current liabilities                        | 7       | 1,17,86,788.90   | 1,30,74,531.92  |
| (d) Short-term provisions                            | 8       | 80,00,200.00   | 33,76,800.00  |
| <b>Total</b>   |         | <b>16,79,53,505.97</b>                                     | <b>19,34,13,734.51</b>                                      |
| <b>II.Assets</b>                                     |         |  |   |
| <b>(1) Non-current assets</b>                        |         |  |   |
| <i>(a) Fixed assets</i>                              |         |  |   |
| (i) Tangible assets                                  | 9       | 1,73,10,371.00   | 2,23,44,439.65  |
| (ii) Intangible assets                               | 10      | -  | -   |
| (iii) Capital work-in-progress                       |         |  |   |
| (iv) Intangible assets under development             |         |  |   |
| (b) Non-current investments                          | 11      | -  | -   |
| (c) Deferred tax assets (net)                        |         | 21,54,919.00   | 16,82,248.00  |
| (d) Long term loans and advances                     | 12      | -  | -   |
| (e) Other non-current assets                         | 13      | -  | -   |
| <b>(2) Current assets</b>                            |         |  |   |
| (a) Current investments                              | 14      | -  | -   |
| (b) Inventories                                      | 15      | 9,39,60,000.00   | 10,25,23,045.00   |
| (c) Trade receivables                                | 16      | 3,88,90,687.54   | 5,35,37,724.73  |
| (d) Cash and cash equivalents                        | 17      | 18,98,578.07   | 10,95,191.12  |
| (e) Short-term loans and advances                    | 18      | 1,24,09,306.92   | 1,17,24,556.90  |
| (f) Other current assets                             | 19      | 13,29,643.44   | 5,06,529.12   |
| <b>Total</b>   |         | <b>16,79,53,505.97</b>                                     | <b>19,34,13,734.52</b>                                      |

for and on behalf of  
Atam Valves Private Limited

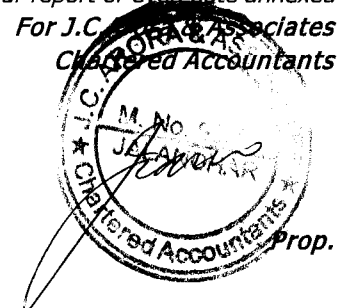
*[Signature]*  
Mg. Director

*[Signature]*  
Chairman

Place Jalandhar  
Dated: 22.08.2017

As per our report of even date annexed

For J.C. GORA & Associates  
Chartered Accountants



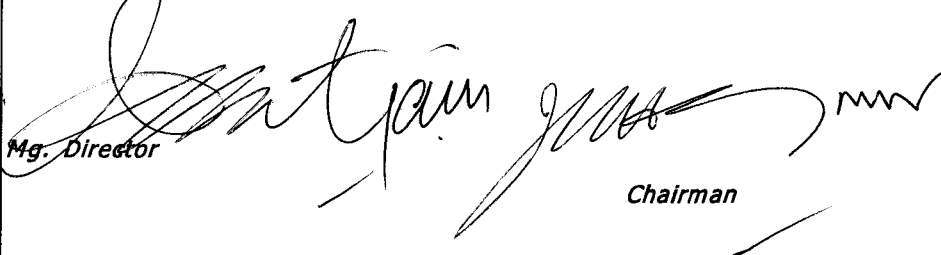
**Consolidated Profit and Loss statement for the year ended 31st March, 2017**


|       | Particulars   | Note No | Figures for the current reporting period ending 31-03-2017 | Figures for the previous reporting period ending 31-03-2016 |
|-------|---|---------|--|---|
| I.    | Revenue from operations   | 21      | 15,36,92,637.05  | 13,72,84,770.41   |
| II.   | Other Income  | 23      | 1,22,450.00  | 2,88,475.24   |
| III.  | <b>Total Revenue (I + II)</b>   |         | <b>15,38,15,087.05</b>                                     | <b>13,75,73,245.65</b>                                      |
| IV.   | <i>Expenses:</i>  |         |  |   |
|       | Cost of materials consumed  | 26      | 6,77,90,243.35   | 6,69,23,523.72  |
|       | Purchase of Stock-in-Trade  |         | -  |   |
|       | Changes in inventories of finished goods, work-in-progress and Stock-in-Trade |         | 63,96,045.00   | (43,38,386.43)  |
|       | Employee benefit expense  | 24      | 2,30,08,115.00   | 2,01,06,282.00  |
|       | Financial costs   | 22      | 1,30,57,476.43   | 1,72,39,290.67  |
|       | Depreciation and amortization expense   |         | 60,54,498.91   | 82,48,207.05  |
|       | Other expenses  | 25      | 3,25,33,378.06   | 2,80,99,441.11  |
|       | <b>Total Expenses</b>   |         | <b>14,88,39,756.75</b>                                     | <b>13,62,78,358.12</b>                                      |
| V.    | Profit before exceptional and extraordinary items and tax (III - IV)          |         | 49,75,330.30   | 12,94,887.53  |
| VI.   | Exceptional Items   | 27      | 349.00   | -   |
| VII.  | Profit before extraordinary items and tax (V - VI)                            |         | 49,75,679.30   | 12,94,887.53  |
| VIII. | Extraordinary Items   | 28      | -  | -   |
| IX.   | Profit before tax (VII - VIII)  |         | <b>49,75,679.30</b>  | <b>12,94,887.53</b>   |
| X.    | Tax expense:  |         |  |   |
|       | (1) Current tax   |         | 20,54,000.00   | 14,38,000.00  |
|       | (2) Deferred tax  |         | (4,72,671.00)  | (9,59,162.00)   |
| XI.   | Profit/(Loss) from the period from continuing operations (IX -X)              |         | 33,94,350.30   | 8,16,049.53   |
| XII.  | Profit/(Loss) from discontinuing operations                                   |         | -  | -   |
| XIII. | Tax expense of discounting operations   |         | -  | -   |
| XIV.  | Profit/(Loss) from Discontinuing operations (XII - XIII)                      |         | -  | -   |
| XV.   | Profit/(Loss) for the period (XI + XIV)                                       |         | <b>33,94,350.30</b>  | <b>8,16,049.53</b>  |
| XVI.  | Earning per equity share:   |         |  |   |
|       | (1) Basic   |         | 42.43  | 10.20   |
|       | (2) Diluted   |         | 42.43  | 10.20   |

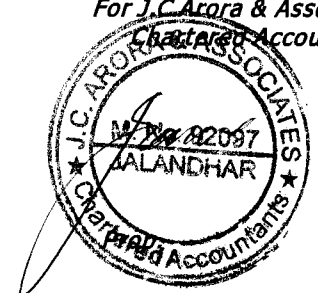
*As per our certificate appended on the foot of Balance Sheet*

*for and on behalf of*  
**Atam Valves Private Limited**

*For J.C.Arora & Associates*  
**Chartered Accountants**

*Mg. Director* 

*Chairman* 



Place Jalandhar  
Dated: 22.08.2017

M/S. ATAM VALVES PVT.LTD. 1051, O/S INDUSTRIAL AREA, JALANDHAR - 144 004

CASH FLOW STATEMENT AS PER REVISED ACCOUNTNG STANDARD 3 for the year ending 31.03.2017

| PARTICULARS   | AMOUNT (RS. )             |                  |
|---|---------------------------|------------------|
|   | 31-03-2017                | 31-03-2016       |
| <b>Cash Flow From Opreating Activities</b>            |                           |                  |
| Net Profit before tax                                 | 49,75,679.30              | 12,94,887.53     |
| Adjustment For  |                           |                  |
| Depreciaton   | 60,54,498.91              | 82,48,207.05     |
| Depreciaton w back                                    | (22,062.00)               | (39,319.00)      |
| Interest & Dividend                                   | (1,09,389.00)             | (72,306.00)      |
| Interest Expenses                                     | 1,30,57,476.43            | 1,72,39,290.67   |
| <b>Opreating Profit before Working Capital Change</b> | 2,39,56,203.64            | 2,66,70,760.25   |
| <b>Adjustment for Working Capital Changes</b>         |                           |                  |
| Increase/Decrease in Trade and Other Recievables      | 1,46,47,037.19            | (84,95,868.05)   |
| Increase/Decrease in Inventories                      | 85,63,045.00              | (60,32,986.43)   |
| Increase/Decrease in Trade Payable                    | 42,19,997.29              | (89,58,048.39)   |
| Increase/Decrease in Short Term Loans                 | (4,11,761.82)             | 17,16,061.08     |
| Increase in Other Current Assets                      | (8,23,114.32)             | 10,02,736.57     |
| Increase/Decrease in Excise Duty and CST Provisions   | 56,90,900.00              | 13,85,885.00     |
| Increase/Decrease in Other Current Liabilities        | (12,87,743.02)            | (24,47,021.95)   |
| Cash Generation from Opreation                        | 5,45,54,563.96            | 48,41,518.08     |
| Income tax/Wealth tax Paid during the year            | (20,39,321.20)            | (15,89,433.00)   |
| <b>Net Cash from Opreating Activities</b>             | <b>A</b> 5,25,15,242.76   | 32,43,585.08     |
| <b>Cash Flow From Investing Activities</b>            |                           |                  |
| Purchase of Fixed Assets                              | (10,24,081.26)            | (19,13,757.17)   |
| Sales/subsidy of Fixed Assets                         | 25,713.00                 | 58,275.00        |
| Security Deposit                                      | -                         | -                |
| Interest & Dividend Received                          | 1,09,389.00               | 72,306.00        |
| <b>Net Cash from Investing Activities</b>             | <b>B</b> (8,88,979.26)    | (17,83,176.17)   |
| <b>Cash Flow from Financing Activities</b>            |                           |                  |
| Proceeds/Repayment Short Term Borrowing               | (1,02,17,027.75)          | 4,89,619.55      |
| Term Loans raised/Repaid                              | (54,84,534.37)            | (66,83,806.75)   |
| Unsecured Loan Raised/Repaid                          | (2,03,80,338.00)          | 2,21,89,830.00   |
| Interest Paid   | (1,30,57,476.43)          | (1,72,39,290.67) |
| <b>TOTAL</b>  | <b>C</b> (4,91,39,376.55) | (12,43,647.87)   |
| <b>Net Cash from Financing Activities</b>             | <b>A+B+C</b> 24,86,886.95 | 2,08,261.04      |
| <b>Net Increase (Decrease) in Cash and Equipments</b> |                           |                  |
| Cash and Cash Equipment at the beginning of the year  | 10,95,191.12              | 8,86,930.08      |
| Cash and Cash Equipment at the end of the year        | 18,98,578.07              | 10,95,191.12     |

16,83,500.00

0.00

for and on behalf of  
Atam Valves Pvt. Ltd.

Mg. Director

As per our report of even date annexed

For. J. G. G. G. & Associates

Chartered Accountants

M. No. 92097

JALANDHAR

Chartered Accountants

Chairman

JALANDHAR

Dated: 22.08.2017

**M/S. ATAM VALVES PVT.LTD. 1051, O/S INDUSTRIAL AREA, JALANDHAR - 144 004**

**NOTES FORMING INTEGRAL PART OF BALANCE SHEET**

| Note No |   | Figures for the current reporting period ending 31-03-2017 |                       | Figures for the previous reporting period ending 31-03-2016 |                       |
|---------|---|--|-----------------------|---|-----------------------|
|         |   | 3  | 4                     | 5   | 6                     |
| 1       | <b>SHARE CAPITAL</b>  |  |                       |   |                       |
|         | <b>Equity Share Capital</b>   |  |                       |   |                       |
|         | <b>Authorised Share capital</b>   |  |                       |   |                       |
|         | C.Y 80,000 Equity Shares of Rs. 100/- Each  |  | 80,00,000.00          |   | 80,00,000.00          |
|         | P.Y 80,000 Equity Shares of Rs. 100/- Each  |  |                       |   |                       |
|         | <b>Issued, subscribed &amp; fully paid share capital</b>  |  |                       |   |                       |
|         | C.Y 80,000 Equity Shares of Rs. 100/- Each  |  | 80,00,000.00          |   | 80,00,000.00          |
|         | P.Y 80,000 Equity Shares of Rs. 100/- Each  |  |                       |   |                       |
|         | Notes:-   |  |                       |   |                       |
|         | Details of Shareholders Holding more than 5% Shares.  |  |                       |   |                       |
|         | Name of Share holder No. of Shares Held Value of Shares   |  |                       |   |                       |
|         | Vimal Parkash Jain 29900 2990000  |  |                       |   |                       |
|         | Amit Jain 27699 2769900   |  |                       |   |                       |
|         | Pamila Jain 22000 2200000   |  |                       |   |                       |
|         | Reconciliation of Number of Shares Outstanding at the beginning and end of the reporting period |  |                       |   |                       |
|         | Opening No. of Shares outstanding 80000   |  |                       |   |                       |
|         | Add: Shares Issued -  |  |                       |   |                       |
|         | Less Shares bought back -   |  |                       |   |                       |
|         | Other Adjustments -   |  |                       |   |                       |
|         | Closing No. of Shares Outstanding 80000   |  |                       |   |                       |
|         | <b>Total</b>  |  | <b>80,00,000.00</b>   |   | <b>80,00,000.00</b>   |
| 2       | <b>RESERVE &amp; SURPLUS</b>  |  |                       |   |                       |
|         | <b>Capital Subsidy Reserves</b>   |  |                       |   |                       |
|         | Opening 3,99,250.00   |  |                       | 3,99,250.00   |                       |
|         | Addition During the year -  | 3,99,250.00  |                       | -   | 3,99,250.00           |
|         | <b>Other Reserve / fund</b>   |  |                       |   |                       |
|         | General Reserve   |  |                       |   |                       |
|         | Opening Balance 23,43,700.00  |  |                       | 22,11,700.00  |                       |
|         | Addition During the year 5,00,000.00  | 28,43,700.00   |                       | 1,32,000.00   | 23,43,700.00          |
|         | <b>Investment Allowance Reserves</b>  |  |                       |   |                       |
|         | Opening 50,510.70   |  |                       | 50,510.70   |                       |
|         | Addition During the year -  | 50,510.70  |                       | -   | 50,510.70             |
|         | <b>Profit and Loss Appropriations</b>   |  |                       |   |                       |
|         | Opening Balance 1,24,30,497.36  |  |                       | 1,17,22,610.84  |                       |
|         | Add Net Profit as per Profit and Loss Account 49,75,679.30                                      |  |                       | 12,94,887.53  |                       |
|         | Excess provision over tax -   |  |                       | -   |                       |
|         | Income Tax Refund -   |  |                       | 1,59,900.00   |                       |
|         | Less:   |  |                       |   |                       |
|         | Transfer to General Reserves 5,00,000.00  |  |                       | 1,32,000.00   |                       |
|         | Provision for Income Tax 20,54,000.00   |  |                       | 14,38,000.00  |                       |
|         | Provision for Wealth tax -  |  |                       | (24,755.00)   |                       |
|         | Provision for Deferred Tax Liability/Asset (4,72,671.00)  |  |                       | (9,59,162.00)   |                       |
|         | WDV of assets written off -   |  |                       | -   |                       |
|         | Excess of tax over provision 3,28,333.00  | 1,49,96,514.67   |                       | 1,60,818.00   | 1,24,30,497.36        |
|         | <b>Total</b>  |  | <b>1,82,89,975.37</b> |   | <b>1,52,23,958.06</b> |
| 3       | <b>LONG TERM BORROWINGS</b>   |  |                       |   |                       |
|         | <b>Secured Term Loans (Guaranteed by Directors)</b>   |  |                       |   |                       |
|         | <b>Banks</b>  |  |                       |   |                       |
|         | HDFC Term Loan 81086634 4,11,482.84   |  |                       | 6,98,729.10   |                       |
|         | (Secured Against Hypothecation Of Machinery)  |  |                       |   |                       |
|         | HDFC Loan BMW X5 A/c 30609350 -   |  |                       | 18,76,130.20  |                       |
|         | H.D.F.C. Bank Ltd. 1,24,15,742.09   | 1,28,27,224.93   |                       | 1,57,36,900.00  | 1,83,11,759.30        |
|         | (Secured against Hypothecation of Property)   |  |                       |   |                       |

| Note No | 2   | Figures for the current reporting period ending 31-03-2017 |                       | Figures for the previous reporting period ending 31-03-2016 |                        |
|---------|---|--|-----------------------|---|------------------------|
|         |   | 3  | 4                     | DETAILS   | AMOUNT                 |
|         | <b>Deposits</b>   |  |                       |   |                        |
|         | <b>Unsecured (Loan from Related Party -Directors)</b>                         |  |                       |   |                        |
|         | Amit Jain   | 6,53,60,703.44   |                       | 7,61,08,495.44  |                        |
|         | Pamila Jain   | 59,02,515.00   |                       | 84,90,532.00  |                        |
|         | Vimal Parkash Jain  | 74,08,947.40   | 7,86,72,165.84        | 1,44,53,476.40  | 9,90,52,503.84         |
|         | <b>Terms and Conditions attached to Secured Loans</b>                         |  |                       |   |                        |
|         | HDFC BANK LTD. LOAN AGAINST PROPERTY RS. 213.00 LACS                          |  |                       |   |                        |
|         | Repayable in 84 EMI of Rs. 367514/- each w.e.f 07/11/2014 @ 11.25%            |  |                       |   |                        |
|         | HDFC BANK LTD. BMW X5 CAR LOAN 30609350 RS. 68.88 LACS                        |  |                       |   |                        |
|         | Repayable in EMI of Rs. 2,17,250 w.e.f 05/02/2015 @ 10.01%                    |  |                       |   |                        |
|         | HDFC BANK LTD. LOAN AGAINST MACHINERY B1086634                                |  |                       |   |                        |
|         | Repayable in EMI of Rs. 28918/- w.e.f 07/9/2014 To 07.07.19 @ 11.5%           |  |                       |   |                        |
|         | <b>Terms and Conditions attached to Unsecured Loans</b>                       |  |                       |   |                        |
|         | No terms of repayment and Interest has been decided for Unsecured Loans       |  |                       |   |                        |
|         | <b>Total</b>  |  | <b>9,14,99,390.77</b> |   | <b>11,73,64,263.14</b> |
| 4       | <b>Other long term liabilities</b>  |  |                       |   |                        |
|         | Trade payables  |  | -                     |   | -                      |
|         | Others- Security Deposits   |  | 4,00,000.00           |   | 4,00,000.00            |
|         | <b>Total</b>  |  | <b>4,00,000.00</b>    |   | <b>4,00,000.00</b>     |
| 5       | <b>Long-term provisions</b>   |  |                       |   |                        |
|         | Provision for employee benefits   |  | -                     |   | -                      |
|         | Others  |  | -                     |   | -                      |
|         | <b>Total</b>  |  | <b>-</b>              |   | <b>-</b>               |
| 6       | <b>Short-term borrowings</b>  |  |                       |   |                        |
|         | <b>Secured</b>  |  |                       |   |                        |
|         | <b>Loans repayable on demand</b>  |  |                       |   |                        |
|         | <b>Banks (Guaranteed by Directors)</b>  |  |                       |   |                        |
|         | HDFC CC A/C( Secured Against Hydo. Of Inventorv & Debtors)                    |  | 2,11,67,880.32        |   | 3,13,84,908.07         |
|         | <b>Terms and Conditions attached to Loans</b>                                 |  |                       |   |                        |
|         | CC LIMIT against Stocks and book debts of Rs. 3.50 Crores repayable on demand |  |                       |   |                        |
|         | <b>Unsecured</b>  |  |                       |   |                        |
|         | Loans repayable on demand   |  | -                     |   | -                      |
|         | Loans and advances from related parties                                       |  | -                     |   | -                      |
|         | Deposits  |  | -                     |   | -                      |
|         | Other loan and advances   |  | -                     |   | -                      |
|         | <b>Total</b>  |  | <b>2,11,67,880.32</b> |   | <b>3,13,84,908.07</b>  |
| 7       | <b>Other current liabilities</b>  |  |                       |   |                        |
|         | Short term Maturities of Long term Debts                                      |  |                       | 10,27,182.69  |                        |
|         | H.D.F.C. Bank Ltd.  |  |                       |   |                        |
|         | (Secured against Hypothecation of Machinery)                                  |  |                       |   |                        |
|         | HDFC Term Loan B1086634   | 2,87,103.53  |                       | 2,56,312.71   |                        |
|         | (Secured Against Hypothecation Of Machinery)                                  |  |                       |   |                        |
|         | HDFC Loan BMW X5 A/c 30609350   | 18,76,130.20   |                       | 22,92,972.42  |                        |
|         | H.D.F.C. Bank Ltd.  | 31,03,500.17   |                       | 24,05,812.25  |                        |
|         | (Secured against Hypothecation of Property)                                   |  |                       |   |                        |
|         | HDFC O/U 5 Car Loan   |  | 52,66,733.90          | 49,36,75.02   | 64,75,955.09           |
|         | (Secured Against Hypothecation Of Car)  |  |                       |   |                        |
|         | Expenses Payable ( As per List Enclosed )                                     |  | 39,64,662.00          |   | 23,65,119.00           |
|         | Customers at Credit ( As per List Enclosed )                                  |  | 5,97,576.00           |   | 3,65,871.43            |
|         | TDS Payable   |  | 11,33,123.00          |   | 15,43,996.00           |
|         | Due to Directors in C/A   |  | 7,82,210.00           |   | 21,12,952.80           |
|         | Chq. Issued but not yet presented   |  | 42,484.00             |   | 2,10,637.60            |
|         | <b>Total</b>  |  | <b>1,17,86,788.90</b> |   | <b>1,30,74,531.92</b>  |



| Note No   | 2  | Figures for the current reporting period ending 31-03-2017 |                       | Figures for the previous reporting period ending 31-03-2016 |                        |
|-----------|--|--|-----------------------|---|------------------------|
|           |  | 3  | 4                     | 5   | 6                      |
| 1         |  | DETAILS  | AMOUNT                | DETAILS   | AMOUNT                 |
| <b>13</b> | <b>Other non-current assets</b>  |  |                       |   |                        |
|           | Long term trade receivables  |  | -                     |   | -                      |
|           | Secured considered good  |  | -                     |   | -                      |
|           | Unsecured considered good  |  | -                     |   | -                      |
|           | Doubtful   |  | -                     |   | -                      |
|           | Expenses Pending For Allocation To Fixed Assets                                |  | -                     |   | -                      |
|           | Preliminary Expenses   |  | -                     |   | -                      |
|           | <b>Total</b>   |  | -                     |   | -                      |
| <b>14</b> | <b>Current Investments</b>   |  |                       |   |                        |
|           | <b>Total</b>   |  | -                     |   | -                      |
| <b>15</b> | <b>Inventories</b>   |  |                       |   |                        |
|           | Raw materials  |  | 95,15,000.00          |   | 1,08,75,000.00         |
|           | Work in progress   |  | 4,80,29,818.43        |   | 6,89,15,604.00         |
|           | Finished goods   |  | 3,13,25,701.57        |   | 1,65,40,523.00         |
|           | Stock in trade   |  | 30,31,480.00          |   | 18,20,022.00           |
|           | Stock in Transit   |  | -                     |   | 15,06,896.00           |
|           | <b>Stores and spares</b>   |  |                       |   |                        |
|           | Stores Consumables   |  | 15,00,000.00          |   | 20,70,000.00           |
|           | Machinery Repair   |  | 1,00,000.00           |   | 1,55,000.00            |
|           | Packing  |  | 4,50,000.00           |   | 6,25,000.00            |
|           | Printing   |  | 8,000.00              |   | 15,000.00              |
|           | <b>Total</b>   |  | <b>9,39,60,000.00</b> |   | <b>10,25,23,045.00</b> |
| <b>16</b> | <b>Trade receivables</b>   |  |                       |   |                        |
|           | Unsecured - Considered Good (As per List Enclosed) (Less than 6 months)        |  | 2,22,60,737.73        |   | 4,79,75,738.14         |
|           | Unsecured - Considered Good (As per List Enclosed) (More than 6 months)        |  | 1,66,29,949.81        |   | 55,61,986.59           |
|           | <b>Total</b>   |  | <b>3,88,90,687.54</b> |   | <b>5,35,37,724.73</b>  |
| <b>17</b> | <b>Cash and cash equivalents</b>   |  |                       |   |                        |
|           | Balances with banks (As per list enclosed)                                     |  | 2,29,533.61           |   | 2,14,420.26            |
|           | FDR with HDFC including Accrued interest                                       |  | 11,20,482.10          |   | 2,97,050.50            |
|           | Cash in hand   |  | 4,94,885.36           |   | 5,35,090.36            |
|           | Cheques in Hand  |  | 53,677.00             |   | 48,630.00              |
|           | <b>Total</b>   |  | <b>18,98,578.07</b>   |   | <b>10,95,191.12</b>    |
| <b>18</b> | <b>Short term loans and advances</b>   |  |                       |   |                        |
|           | Capital Advances   |  |                       |   |                        |
|           | Security Deposit   |  | 95,924.45             |   | 95,924.45              |
|           | Unsecured (Considered Good)  |  |                       |   |                        |
|           | Loans and advances to related parties  |  |                       |   |                        |
|           | <b>Loan and Advances to Others</b>   |  |                       |   |                        |
|           | Unsecured (Considered Good)  |  |                       |   |                        |
|           | Advance Recoverable (As per list attached)                                     |  | 8,32,143.00           |   | 7,33,339.00            |
|           | Advance Income Tax   |  | 20,00,000.00          |   | 17,50,000.00           |
|           | Balance with Government Authorities (As per list attached)                     |  | 94,41,918.27          |   | 91,28,960.45           |
|           | TDS and TCS  |  | 39,321.20             |   | 16,333.00              |
|           | <b>Total</b>   |  | <b>1,24,09,306.92</b> |   | <b>1,17,24,556.90</b>  |
| <b>19</b> | <b>Other Current Assets</b>  |  |                       |   |                        |
|           | <b>Current</b>   |  |                       |   |                        |
|           | Due to agents  |  | 9,33,435.44           |   | 1,42,585.12            |
|           | Prepaid Expenses (As per list attached)  |  | 3,96,208.00           |   | 3,63,944.00            |
|           | <b>Total</b>   |  | <b>13,29,643.44</b>   |   | <b>5,06,529.12</b>     |
| <b>20</b> | <b>Contingent liabilities and commitments (to the extent not provided for)</b> |  |                       |   |                        |
|           | Contingent liabilities   |  |                       |   |                        |
|           | Claims against the company not acknowledged as debt                            |  |                       |   |                        |
|           | Guarantees   |  |                       |   |                        |
|           | Other money for which the company is contingently liable                       |  |                       |   |                        |
|           | Commitments  |  |                       |   |                        |
|           | Estimated amount of contracts unexecuted on capital account                    |  |                       |   |                        |
|           | Uncalled liability on shares and other investments partly paid                 |  |                       |   |                        |
|           | Other commitments  |  |                       |   |                        |
|           | <b>Total</b>   |  | -                     |   | -                      |

| Note No | 2  | Figures for the current reporting period ending 31-03-2017 |                        | Figures for the previous reporting period ending 31-03-2016 |                        |
|---------|--|--|------------------------|---|------------------------|
|         |  | 3  | 4                      | 5   | 6                      |
| 1       |  | DETAILS  | AMOUNT                 | DETAILS   | AMOUNT                 |
| 21      | <b>Revenue from Operations (for companies other than a finance company)</b>              |  |                        |   |                        |
|         | <b>Manufactured Goods</b>  |  |                        |   |                        |
|         | Sale at Head Office Jalandhar  |  |                        |   |                        |
|         | Inland sales   | 10,80,97,015.00  |                        | 10,01,86,309.00   |                        |
|         | Direct and Indirect Export sales   | 2,57,26,165.00   |                        | 1,39,28,862.00  |                        |
|         | ADD :Excise duty VAT and CST   | 1,61,35,810.00   |                        | 1,28,50,031.00  |                        |
|         | : Less VAT and CST   | 32,16,857.00   |                        |   |                        |
|         | : Less Returns   | 12,11,392.05   |                        | 20,31,899.67  |                        |
|         | <b>Total</b>   |  | 14,55,30,740.95        |   | 12,49,33,302.33        |
|         | Sale at Ahmedabad Branch   | 2,21,12,910.00   |                        | 2,64,80,917.00  |                        |
|         | ADD :Excise duty VAT and CST   | 39,98,811.10   |                        | 32,95,742.08  |                        |
|         | :Less Vat and CST  | (12,37,652.00)   |                        |   |                        |
|         | <b>Total - Sale of manufactured Goods</b>  |  | 2,48,74,069.10         |   | 2,97,76,659.08         |
|         | <b>Traded Goods</b>  |  |                        |   |                        |
|         | By sale at H.O. Jalandhar  | 11,88,879.00   |                        | 1,17,860.00   |                        |
|         | By sale at Branch Ahmedabad  | 15,738.00  |                        | 42,294.00   |                        |
|         | <b>Total - Sale of Traded Goods</b>  |  | 12,04,617.00           |   | 1,60,154.00            |
|         | <b>Total - Sale of Products</b>  |  | 17,16,09,427.05        |   | 15,48,70,115.41        |
|         | Sale of services   |  |                        |   |                        |
|         | <b>Total- sale of Services</b>   |  |                        |   |                        |
|         | <b>Other Operating Revenues</b>  |  |                        |   |                        |
|         | Sale of scrap  |  |                        |   |                        |
|         | Duty Drawback and other Export Incentives  | 2,14,189.00  |                        | 94,990.00   |                        |
|         | <b>Total</b>   |  | 2,14,189.00            |   | 94,990.00              |
|         | <b>Less: Excise Duty</b>   |  |                        |   |                        |
|         |  |  | 17,18,23,616.05        |   | 15,49,65,105.41        |
|         |  |  | 1,81,30,979.00         |   | 1,76,80,335.00         |
|         |  |  | <b>15,36,92,637.05</b> |   | <b>13,72,84,770.41</b> |
| 21 A    | <b>Revenue from Operations (for finance companies)</b>                                   |  | Nil                    |   | Nil                    |
|         | <b>Total</b>   |  | -                      |   | -                      |
| 22      | <b>Finance Costs</b>   |  |                        |   |                        |
|         | Bank Charges & Interest  | 1,30,57,476.43   |                        | 1,72,39,290.67  |                        |
|         | Interest to depositor  |  | 1,30,57,476.43         |   | 1,72,39,290.67         |
|         | <b>Total</b>   |  | <b>1,30,57,476.43</b>  |   | <b>1,72,39,290.67</b>  |
| 23      | <b>Other Income</b>  |  |                        |   |                        |
|         | Interest Income  | 1,09,389.00  |                        | 72,306.00   |                        |
|         | Interest on FDR  |  |                        |   |                        |
|         | Interest on Security Electricity   |  |                        |   |                        |
|         | Interest from Electronica Fin.   |  |                        |   |                        |
|         | Rebate and Discount  |  |                        |   |                        |
|         | Misc. Income   | 13,061.00  |                        | 16,552.00   |                        |
|         | Net Gain on Foreign Currency Transaction and Translation                                 |  | 1,22,450.00            | 1,99,584.32   | 2,88,442.32            |
|         | <b>Other non-operating income (net of expenses directly attributable to such income)</b> |  |                        |   | 32.92                  |
|         | Shortage or Excess   |  |                        |   |                        |
|         | <b>Total</b>   |  | <b>1,22,450.00</b>     |   | <b>2,88,475.24</b>     |
| 24      | <b>Employee Benefits Expense</b>   |  |                        |   |                        |
|         | Wages (incl. leave with wages)   | 95,65,480.00   |                        | 70,19,941.00  |                        |
|         | Salaries   | 23,18,139.00   |                        | 25,34,543.00  |                        |
|         | Contribution to provident and other funds  | 11,70,327.00   |                        | 9,48,656.00   |                        |
|         | E.S.I  | 4,45,688.00  |                        | 3,37,493.00   |                        |
|         | Bonus  | 7,86,597.00  |                        | 6,28,883.00   |                        |
|         | Labour Welfare Fund  | 29,440.00  |                        | 25,180.00   |                        |
|         | Director Remuneration  | 84,00,000.00   |                        | 84,00,000.00  |                        |
|         | Workers & Staff welfare expenses   | 2,92,444.00  | 2,30,08,115.00         | 2,11,586.00   | 2,01,06,282.00         |
|         | <b>Total</b>   |  | <b>2,30,08,115.00</b>  |   | <b>2,01,06,282.00</b>  |
| 25      | <b>Other Expenses</b>  |  |                        |   |                        |
|         | Consumption of Stores and Spare parts  |  | 51,68,857.38           |   | 30,28,209.25           |
|         | Primary Packing Material   |  | 4,59,115.42            |   | 8,67,899.27            |
|         | <b>Consumption of Packing Material (Secondary)</b>                                       |  |                        |   |                        |
|         | Opening Stock  | 6,25,000.00  |                        | 9,50,000.00   |                        |
|         | Purchases  | 21,88,808.04   |                        | 19,89,634.54  |                        |
|         | Closing Stock  | 4,50,000.00  | 23,63,808.04           | 6,25,000.00   | 23,14,634.54           |
|         | Job Work   |  | 17,28,816.02           |   | 13,92,189.56           |
|         | <b>Power &amp; Fuel Charges</b>  |  |                        |   |                        |
|         | Electricity & Generator expenses   |  | 49,37,309.00           |   | 45,75,640.00           |
|         | Coal,Coke & fuel   |  | 55,160.00              |   | 4,92,845.65            |
|         | Water & Sewerage Charges   |  | 32,218.00              |   | 27,360.00              |
|         | Rent   |  | 5,46,600.00            |   | 5,22,000.00            |
|         | <b>Repairs &amp; Maintenance:</b>  |  |                        |   |                        |
|         | Building   |  | 4,200.00               |   | 4,230.00               |
|         | <b>Machinery</b>   |  |                        |   |                        |
|         | Opening Stock  | 1,55,000.00  |                        | 1,50,000.00   |                        |
|         | Add:Purchases  | 8,68,729.77  |                        | 9,12,183.84   |                        |
|         | Less:closing stock   | 1,00,000.00  | 9,23,729.77            | 1,55,000.00   | 9,07,183.84            |

| Note No   | 2   | Figures for the current reporting period ending 31-03-2017 |                       | Figures for the previous reporting period ending 31-03-2016 |                       |
|-----------|---|--|-----------------------|---|-----------------------|
|           |   | 3  | 4                     | 5   | 6                     |
| 1         |   | DETAILS  | AMOUNT                | DETAILS   | AMOUNT                |
|           | <b>Repairs &amp; Maintenance Others</b>                           |  |                       |   |                       |
|           | vehicle   | 8,74,115.00  |                       | 7,42,699.00   |                       |
|           | Car   | 5,71,264.00  |                       | 5,55,903.00   |                       |
|           | Electricity   | 1,33,776.00  |                       | 1,37,904.62   |                       |
|           | Computer  | 1,07,936.00  |                       | 65,063.00   |                       |
|           | General   | -  |                       | 3,660.00  |                       |
|           | Patterns  | 46,090.00  |                       | 32,838.10   |                       |
|           | Air conditioner   | 5,965.00   |                       | 13,250.00   |                       |
|           | Photostate  | 44,801.00  |                       | 43,534.92   |                       |
|           | Furnace   | 25,760.68  | 18,09,707.68          | 15,561.73   | 16,10,414.37          |
|           | Insurance   |  | 5,60,684.00           |   | 3,94,564.00           |
|           | Fee & subscription  |  | 10,74,017.00          |   | 6,57,345.00           |
|           | Postage, Telegram & Telephone                                     |  | 5,96,048.66           |   | 5,48,914.77           |
|           | Travelling & Conveyance   |  | 7,78,339.00           |   | 2,86,008.00           |
|           | <b>Printing &amp; Stationery</b>                                  |  |                       |   |                       |
|           | Opening Stock   | 15,000.00  |                       | 10,000.00   |                       |
|           | Add: Purchases  | 99,125.00  |                       | 1,13,034.00   |                       |
|           | Less: Closing Stock   | 8,000.00   | 1,06,125.00           | 15,000.00   | 1,08,034.00           |
|           | <b>Freight &amp; forwarding</b>                                   |  |                       |   |                       |
|           | Shipping Freight  |  | 4,81,406.31           |   | 15,60,000.87          |
|           | Commission & discount   |  | 70,68,241.19          |   | 72,01,724.59          |
|           | <b>Business Promotion</b>   |  |                       |   |                       |
|           | Sales Promotion   |  | 5,82,651.00           |   | 90,000.00             |
|           | Advertisement   |  | 88,171.00             |   | 5,56,001.63           |
|           | Donation & contribution   |  | 1,07,000.00           |   | 1,19,375.00           |
|           | Legal & professional  |  | 5,99,302.00           |   | 3,69,290.00           |
|           | <b>Payment to Auditors</b>  |  |                       |   |                       |
|           | Remuneration to Auditors  |  | -                     |   | 55,000.00             |
|           | <b>Miscellaneous expenses</b>                                     |  |                       |   |                       |
|           | Service Tax   |  | 31,280.00             |   | 17,636.00             |
|           | Misc. expenses  |  | 14,730.00             |   | 4,541.00              |
|           | Additional excise Duty  |  | -                     |   | 99,726.00             |
|           | Freight outward   |  | 5,27,476.33           |   | 99,680.00             |
|           | Loss on Exchange rate due to RBI Reference                        |  | 1,20,524.00           |   | -                     |
|           | Interest on TDS   |  | 4,928.00              |   | 48,465.00             |
|           | Lab Testing Charges   |  | 55,946.26             |   | 1,03,462.77           |
|           | Electricity Expenses  |  | 21,126.00             |   | 19,610.00             |
|           | Loss on Sale of Asset   |  | -                     |   | 10,956.00             |
|           | Festival Expenses   |  | 2,361.00              |   | -                     |
|           | Provision for taxes on Stocks                                     |  | 16,83,500.00          |   | -                     |
|           | Penalty Charges   |  | -                     |   | 6,500.00              |
|           | <b>Total</b>  |  | <b>3,25,33,378.06</b> |   | <b>2,80,99,441.11</b> |
| <b>26</b> | <b>Cost of Material Consumed</b>                                  |  |                       |   |                       |
|           | Opening Stock   | 1,08,75,000.00   |                       | 90,45,000.00  |                       |
|           | Add: Purchases  | 6,44,89,153.35   |                       | 6,87,53,523.72  |                       |
|           | Add: Excise Duty  | 1,05,36,798.00   |                       | 73,24,840.00  |                       |
|           | Less: Modvat availed  | 1,05,36,798.00   |                       | 73,24,840.00  |                       |
|           | Less: Closing Stock   | 95,15,000.00   | 6,58,49,153.35        | 1,08,75,000.00  | 6,69,23,523.72        |
|           | <b>Cost of Material Consumed</b>                                  |  |                       |   |                       |
|           | <b>Purchase of Traded Goods</b>                                   |  |                       |   |                       |
|           | Purchase-Inland trading   |  | 19,41,090.00          |   | -                     |
|           | <b>Total</b>  |  | <b>6,77,90,243.35</b> |   | <b>6,69,23,523.72</b> |
| <b>27</b> | <b>Exceptional Items</b>  |  |                       |   |                       |
|           | <b>Disposal of Items of Fixed Assets</b>                          |  |                       |   |                       |
|           | Profit of Sale of fixed assets                                    |  | 349.00                |   | -                     |
|           | Disposal of Long term Investments                                 |  |                       |   |                       |
|           | Liabation Settlements   |  |                       |   |                       |
|           | Other reversal of Provisions                                      |  |                       |   |                       |
|           | <b>Total</b>  |  | <b>349.00</b>         |   | <b>-</b>              |
| <b>28</b> | <b>Extra ordinary Items</b>                                       |  |                       |   |                       |
|           | Loss on Attachment of Property                                    |  |                       |   |                       |
|           | Loss due to Natural climaity                                      |  |                       |   |                       |
|           | Loss of Stock due to fire   |  |                       |   |                       |
|           | Reversal of Govt. Grant   |  |                       |   |                       |
|           | Others  |  |                       |   |                       |
|           | <b>Total</b>  |  | <b>-</b>              |   | <b>-</b>              |
| <b>29</b> | <b>Note 29 Additional information to the financial statements</b> |  |                       |   |                       |
|           | <b>Value of imports calculated on CIF basis</b>                   |  |                       |   |                       |
|           | Raw materials   |  | -                     |   | -                     |
|           | Components  |  | -                     |   | -                     |
|           | Spare parts   |  | -                     |   | -                     |
|           | Total Components and spare parts                                  |  | -                     |   | -                     |
|           | <b>Expenditure in foreign Currency</b>                            |  |                       |   |                       |
|           | Royalty, know-how, professional and consultation fees             |  | -                     |   | -                     |
|           | Interest and dividend   |  | -                     |   | -                     |
|           | Others, indicating the nature thereof.                            |  | -                     |   | -                     |

| Note No   | Figures for the current reporting period ending 31-03-2017 |                | Figures for the previous reporting period ending 31-03-2016 |                |
|---|--|----------------|---|----------------|
|   | 1  | 2              | 3   | 4              |
|   | DETAILS  | AMOUNT         | DETAILS   | AMOUNT         |
| <b>Details of consumption of Imported and indigenous items and % of each to total Consumption</b> |  |                |   |                |
| <i>Imported</i>   |  |                |   |                |
| Raw materials   |  | -              |   | -              |
| Components  |  | -              |   | -              |
| Spare parts   |  | -              |   | -              |
| <i>Indigenous</i>   |  |                |   |                |
| Raw materials   | 100.00   | 6,58,49,153.35 | 100.00  | 6,69,23,523.72 |
| Components  |  | -              |   | -              |
| Spare parts including Consumables and Packing   | 100.00   | 75,32,665.42   | 100.00  | 53,42,843.79   |
| <b>Amounts remitted in foreign currency during the year on account of dividend</b>                |  |                |   |                |
| Amount of dividend remitted in foreign currency   |  |                |   |                |
| Total number of non-resident shareholders (to whom the dividends were remitted in)                |  | -              |   | -              |
| Total number of shares held by them on which dividend was due                                     |  | -              |   | -              |
| Year to which the dividend relates  |  | -              |   | -              |
| <b>Earnings in foreign exchange</b>   |  |                |   |                |
| Export of goods calculated on FOB basis (& per shipping Bills)                                    |  | 1,15,85,744.58 |   | 1,02,86,911.00 |
| Royalty, know-how, professional and consultation fees   |  | -              |   | -              |
| Interest and dividend   |  | -              |   | -              |
| Other income, indicating the nature thereof.  |  | -              |   | -              |

All other information required under schedule III is either not applicable or not available.

Details of SBN's held and transacted during the period from 08.11.2016 to 30.12.2016 as provided in the table below

| Particulars                           | SBN's       | Other Denomination Notes | Total       |
|---------------------------------------|-------------|--------------------------|-------------|
| Closing cash in Hand as on 08.11.2016 | 1,50,000.00 | 10,161.74                | 1,60,161.74 |
| (+) Permitted Receipts                | -           | 3,35,000.00              | 3,35,000.00 |
| (-) Permitted Payments                | -           | 80,804.00                | 80,804.00   |
| (-) Amount Deposited in Banks         | 1,50,000.00 | -                        | 1,50,000.00 |
| Closing cash in Hand as on 30.12.2016 | -           | 2,64,357.74              | 2,64,357.74 |

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013 as adopted consistently by the company.

The company generally follows mercantile system of accounting and recognized significant item of income and expenditure on accrual basis.

During the year company has not made any provision for dividend to its shareholders.

Previous year figures have been rearranged, regrouped, recasted & rounded off wherever necessary.

for and on behalf of  
Atam Valves P Ltd.

Mr. Director

Chairman

Place: Jalandhar  
Dated: 22.08.2017

For J.P. Arora & Associates  
Chartered Accountants

