



SYMBOL OF
QUALITY



RUNGTA IRRIGATION LIMITED

REGD. & HEAD OFFICE :

101, Pragati Tower 26, Rajendra Place, New Delhi - 110008
Ph. 011-64000500, 501, 502, 503, 504 Fax : 91-11-25716231
CIN : L74899DL1986PLC023934
E-mail : info@runtgairrigation.in
Website : www.runtgairrigation.in

SE/RIL/ 2017-2018

3th October, 2017

Dy. Manager – Deptt. of Corporate Services,
Bombay Stock Exchange Limited,
25th Floor, P. J. Tower,
Dalal Street,
Mumbai- 400001.

Dear Sir/Madam

Sub:- Annual Report of Rungta Irrigation Limited

This is to inform you that 33rd Annual General Meeting (AGM) of Members of the Company held on Tuesday, September 26, 2017 at 10.00 a.m. at The Executive Club, 439, Village Shahoorpur, P.O., Fatehpur Beri, New Delhi-110030.

Pursuant to Regulation 34(1) we are sending you the Annual Report 2016-2017 being approved and adopted in the Annual General Meeting held on Tuesday, September 26, 2017.

This is for your information and record.

Thanking you

For RUNGTA IRRIGATION LIMITED

Mahabir Prasad Rungta

Chairman Cum Managing Director

(M.P. RUNGTA)
CHAIRMAN CUM
MANAGING DIRECTOR



WORKS / BRANCHES/ DEPOTS :

Ghaziabad ● Bhopal ● Patna ● Ranchi ● Bhiwani ● Jaipur ● Jabalpur
Raipur ● Lucknow

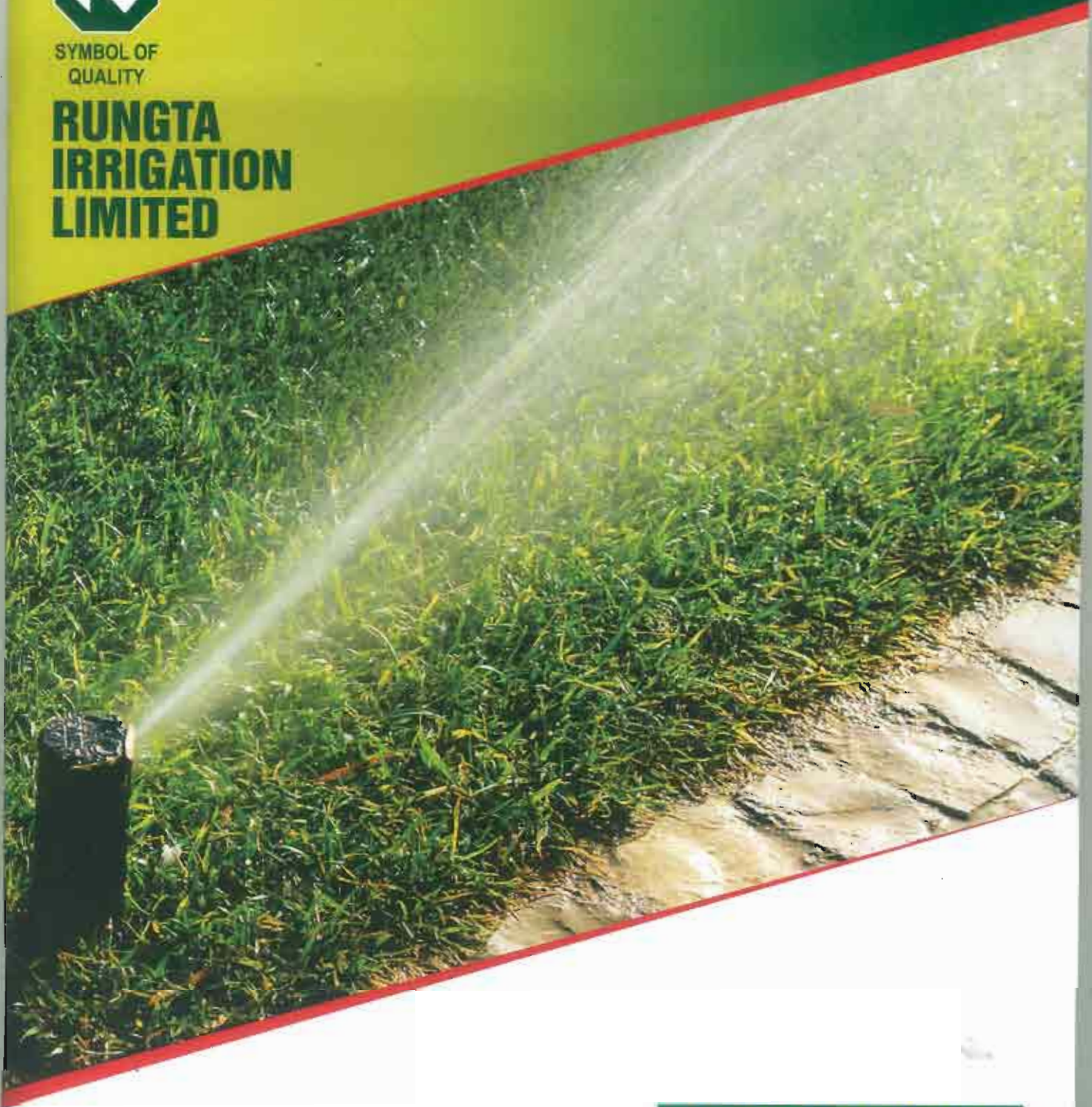


(AN ISO 9001 : 2008 CERTIFIED COMPANY)



SYMBOL OF
QUALITY

**RUNGTA
IRRIGATION
LIMITED**



ANNUAL REPORT

2016-2017

BOARD OF DIRECTORS

Mr. M.P. Rungta	:	Chairman Cum Managing Director
Mr. N. Krishnamurthy	:	Joint Managing Director
Ms. Priya Rungta	:	Non-Executive Director
Mr. Tarun Kumar Megotia	:	Whole Time Director
Mr. Devanand Mishra	:	Independent Director
Mr.S.K. Poddar	:	Independent Director
Mr.Ramesh Behari Mathur	:	Independent Director
Mr. Ajay Sharma Kumar	:	Non- Executive Director
Mr. Vivek Agrawal	:	Independent Director
Mr. Anuj Kumar singh	:	Independent Director

COMPANY SECRETARY

Mritunjay Kumar

AUDITORS

M/s Mamraj & Co.
Chartered Accountant
301 & 302,10159,
Padam Singh Road,
Karolbagh,
Delhi-110060

BANKERS

Allahabad Bank
Industrial Finance Branch
New Delhi
HDFC Bank Ltd.
Old Rajinder Nagar Mkt.
New Delhi

REGISTERED OFFICE

101, Pragati Tower,
26, Rajendra Place
New Delhi-110008

ZONAL OFFICE

Plot No. B-7
Electric Complex
Kushaiguda,
Hyderabad
Andhra Pradesh

WORKS

UNIT-1
C-165, Industrial Area
Bulandshahar Road,
Ghaziabad (U.P.)

UNIT-2

Village Advipolam
Distt. Yanam
Pondicherry-533464

REGISTRAR & TRANSFER AGENT

M/s Beetal Financial & Computer Services Pvt. Ltd.
Beetal House, 11rd Floor,99, Madangir,
Behind Local Shopping Centre,
Near Dada Harsukhdass Mandir, New Delhi-110062

COST AUDITOR

S.Shekhar & Co.
Cost Accountants
S-524 - Neelkanth House,
Office No.305 - 3rd Floor,
School Block, Vikas Marg,
Shakarpur, Delhi-110092

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NOTICE

Notice is hereby given that the 33rd Annual General Meeting of the Members of **RUNGTA IRRIGATION LIMITED** will be held on Tuesday, the 26th day of September, 2017 at 10:00 A.M. at The Executive Club, 439, Village Shahoorpur, P.O., Fatehpur Beri, New Delhi - 110030, to transact the following businesses:

Ordinary Business:

1. To receive, consider and adopt:
 - a. The Audited Financial Statements of company for the financial year ended 31st March, 2017, the reports of the Board Of Directors and Auditors thereon;
 - b. The audited consolidated financial statements of company for the financial year ended 31st March, 2017.
2. To re-appoint Ms. Priya Rungta (DIN: 00234715), who retires by rotation and being eligible, offers herself for re-appointment.
3. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution for re-appointed as the Statutory Auditor, M/s. Mamraj & Co:-

“RESOLVED THAT pursuant to the provision of section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit & Auditors) Rules, 2014 including any Statutory enactment or modification thereof, for the time being in force, M/s. Mamraj & Co., Chartered Accountants, New Delhi (Registration No.: 006396N), be and is hereby re-appointed as the Statutory Auditors of the company who shall hold the office from the conclusion of this Annual General Meeting till the Conclusion of Annual General Meeting to be held in the Financial Year 2021-2022 subject to the ratification of their appointment by members at every Annual General Meeting.”

“RESOLVED FURTHER THAT the Auditors be paid for the financial year 2017-2018 such remuneration as may be mutually agreed upon between the Board of Directors and the Auditors plus reimbursement of out-of-pocket, travelling & living expenses.”

“RESOLVED FURTHER THAT Mr. Mahabir Prasad Rungta, Chairman cum Managing Director of the Company, be and is hereby authorized to file relevant forms with the Registrar of companies, and to do such other acts, deeds and things as may be considered necessary in connection with the above appointment”

Special Business :

4. **To consider and if thought fit, to pass the following resolution with or without modification as an Ordinary Resolution:-**

“RESOLVED THAT pursuant to Sections 161, 152 and any other applicable provisions if any, of the Companies act, 2013 Mr. Vivek Agrawal (DIN - 07794991), who was appointed as an Additional Independent Director on March 29th, 2017 and whose term expires at the ensuing Annual General Meeting of the company and for the appointment

of whom a company has received a notice in writing proposing his candidature be and is hereby regularized as a Director of the Company.

“RESOLVED FURTHER THAT Mr. Mahabir Prasad Rungta, Chairman cum Managing Director of the Company, be and is hereby authorized to file relevant forms with the Registrar of companies, and to do such other acts, deeds and things as may be considered necessary in connection with the above regularization”

5. **To consider and if thought fit, to pass the following resolution with or without modification as an Ordinary Resolution:-**

“RESOLVED THAT pursuant to Sections 161, 152 and any other applicable provisions if any, of the Companies act, 2013 Mr. Paras Vats (DIN -07854221), who was appointed as an Additional Director on June 17th, 2017 and whose term expires at the ensuing Annual General Meeting of the company and for the appointment of whom a company has received a notice in writing proposing his candidature be and is hereby regularized as a Director of the Company.

“RESOLVED FURTHER THAT Mr. Mahabir Prasad Rungta, Chairman cum Managing Director of the Company, be and is hereby authorized to file relevant forms with the Registrar of companies, and to do such other acts, deeds and things as may be considered necessary in connection with the above regularization”

6. **To consider and, if thought fit, to pass with or without modification(s) the following Resolution as an Special Resolution:-**

“RESOLVED THAT pursuant to the recommendation of the Nomination and Remuneration Committee, and approval of the Board and subject to the provisions of section 196, 197, 198, 203 read with Schedule V and Other applicable provisions, of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any Statutory modification(s) or re-enactment thereof, for the time being in force), approval of the members be and is hereby accorded to appoint Mr. Paras Vats (DIN :07854221) as a Whole-time Director, for a period of five years with effect from June 17, 2017 to June 16, 2022 (both days inclusive) as well as the payment of salary (hereinafter referred to as “remuneration”) under the Companies Act, 2013 on terms and conditions including remuneration as under”

A. Salary

(i) Basic salary of Rs. 50,000/- (Rupees fifty thousand only) per month which may be reviewed by the Board.

Minimum Remuneration

Notwithstanding anything to the contrary herein contained, where in any financial year, during the currency of the tenure of Mr. Paras Vats, the Company has no profits or its profits are inadequate under the provisions of Schedule V to the Companies Act, 2013, the Company will pay the salary upto the limits as specified above to Mr. Paras Vats as the minimum remuneration as specified in Section II of part II of Schedule V of the Companies Act, 2013.

RESOLVED FURTHER THAT the Board of Directors, be and is hereby, authorized to alter or vary the remuneration within the provisions of Schedule V of the Companies Act, 2013, to the extent the Board of Directors may consider appropriate, as may be permitted or authorized in accordance with any provisions under the Companies Act, 2013 or

schedule(s) appended thereto, for the time being in force or any statutory modification or re-enactment thereof and/or any rules or regulations there under.

“RESOLVED FURTHER THAT Mr. Mahabir Prasad Rungta, Chairman cum Managing Director of the Company, be and is hereby authorized to file relevant forms with the Registrar of companies and to do such other acts, deeds and things as may be considered necessary in connection with the above regularization”

7. **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 161, 152 and any Other applicable provisions, if any, of the Companies Act, 2013 (including any Statutory modification(s) or re-enactment thereof, for the time being in force), Mr. Devesh Poddar who was appointed as the additional independent director of the company on August 9th, 2017 be and is hereby regularized as Director of the Company, not liable to retire by rotation to hold office for a term of five years w.e.f August 9th, 2017 upto August 8th, 2022.”

“RESOLVED FURTHER THAT Mr. Mahabir Prasad Rungta, Chairman cum Managing Director of the Company, be and is hereby authorized to file relevant forms with the Registrar of companies, and to do such other acts, deeds and things as may be considered necessary in connection with the above regularization”

8. **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 161, 152 and any Other applicable provisions, if any, of the Companies Act, 2013 (including any Statutory modification(s) or re-enactment thereof, for the time being in force), Mr. Rajesh Agarwal who was appointed as the additional independent director of the company on August 9th, 2017 be and is hereby regularized as Director of the Company, not liable to retire by rotation to hold office for a term of five years w.e.f August 9th, 2017 upto August 8th, 2022.”

“RESOLVED FURTHER THAT Mr. Mahabir Prasad Rungta, Chairman cum Managing Director of the Company, be and is hereby authorized to file relevant forms with the Registrar of companies and to do such other acts, deeds and things as may be considered necessary in connection with the above regularization”

9. **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 provision of section 148 and other applicable provisions of the Companies Act, 2013, if any, and Companies (Audit & Auditors) Rules, 2014, S.Shekhar & Co. Cost Accountants, Delhi (having Registration No. 000452) re-appointed as cost auditor of the company by the board of directors at their respective board meeting held on 29th May, 2017, to conduct the audit of cost record maintained by the company for the financial year ended on 31st march, 2018, be paid a remuneration of Rs. 20,000/-.

10. **To consider and if thought fit, to pass with or without modification, the following resolution as a Special Resolution:-**

“RESOLVED THAT pursuant to the provisions of Section 196, 197, 203 and all other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification from time to time or any re-enactment thereof for the time being in force) read with Schedule V to the said Act, and the terms of appointment and remuneration of Mr. N.Krishnamurthy, Joint Managing Director approved in AGM dated 24th September, 2013 consent of the members of the Company be and is hereby accorded that in the event the company has no profits or inadequate profits, Mr. N.Krishnamurthy, Joint Managing Director of the company shall be paid remuneration as per the resolution approved in the AGM dated 24th September, 2013 as minimum remuneration with liberty to the Board of Directors to revise, amend, alter and vary the terms and conditions of his remuneration in such manner as may be permitted in accordance with the provisions of Companies Act, 2013 and Schedule V or any modifications thereto.”

“RESOLVED FURTHER THAT pursuant to Schedule V (Part II, Section II) of the Companies Act, 2013, consent of the members of the company be and is hereby accorded to double the limits of managerial remuneration specified under Schedule V of the Companies Act, 2013 in the event of inadequate profits.”

“RESOLVED FURTHER THAT the Board of Directors of the company be and is hereby authorized to take all such steps and actions as may be considered necessary by the Board for the purpose of implementing this resolution.

11. **To consider and if thought fit, to pass with or without modification, the following resolution as a Special Resolution:-**

“RESOLVED THAT pursuant to the provisions of Section 196, 197, 203 and all other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification from time to time or any re-enactment thereof for the time being in force) read with Schedule V to the said Act, and the terms of appointment and remuneration of Mr. Tarun Megotia, Whole Time Director approved in AGM dated 24th September, 2013, consent of the members of the Company be and is hereby accorded that in the event the company has no profits or inadequate profits, Mr. Tarun Megotia, Whole Time Director of the company shall be paid remuneration as per the resolution approved in the AGM dated 24th September, 2013 as minimum remuneration with liberty to the Board of Directors to revise, amend, alter and vary the terms and conditions of his remuneration in such manner as may be permitted in accordance with the provisions of Companies Act, 2013 and Schedule V or any modifications thereto.”

“RESOLVED FURTHER THAT pursuant to Schedule V (Part II, Section II) of the Companies Act, 2013, consent of the members of the company be and is hereby accorded to double the limits of managerial remuneration specified under Schedule V of the Companies Act, 2013 in the event of inadequate profits.”

“RESOLVED FURTHER THAT the Board of Directors of the company be and is hereby authorized to take all such steps and actions as may be considered necessary by the Board for the purpose of implementing this resolution.

12. **To consider and if thought fit, to pass with or without modification, the following resolution as a Special Resolution:-**

“RESOLVED THAT pursuant to the provisions of Section 197 and all other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification from time to time or any re-enactment thereof for the time being in force) read with Schedule V to the said Act, consent of the members of the Company be and is hereby accorded that in the event the company has no profits or inadequate profits, Ms. Priya Rungta, Director of the company shall be paid remuneration of Rs. 60,000/- per month as minimum remuneration with liberty to the Board of Directors to revise, amend, alter and vary the terms and conditions of her remuneration in such manner as may be permitted in accordance with the provisions of Companies Act, 2013 and Schedule V or any modifications thereto.”

“RESOLVED FURTHER THAT pursuant to Schedule V (Part II, Section II) of the Companies Act, 2013, consent of the members of the company be and is hereby accorded to double the limits of managerial remuneration specified under Schedule V of the Companies Act, 2013 in the event of inadequate profits.”

“RESOLVED FURTHER THAT the Board of Directors of the company be and is hereby authorized to take all such steps and actions as may be considered necessary by the Board for the purpose of implementing this resolution.

For and on Behalf of the Board
For Rungta Irrigation Ltd.

-sd-

Mritunjay Kumar
Company Secretary

Date : 9th August 2017

Place: New Delhi

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member of the company. The proxy form in order to be effective must be deposited with the company not less than 48 hours before the time fixed for commencement of the meeting.
2. Corporate Members intending to send their authorized representatives are requested to send a duly certified copy of the Board Resolution authorizing the representatives to attend and vote at the Annual General Meeting.
3. Members/Proxies attending the meeting are requested to bring the attendance slips duly filled in for attending the Meeting.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 22nd September, 2017 to 26th September, 2017 (both days inclusive) for the purpose of the AGM.
5. Members are requested to notify any change in their address/mandate/ bank details immediately to the Share Transfer Agent of the Company.
6. The relative explanatory statements pursuant to section 102 of the Companies Act, 2013 in respect of the business under Item No. 3 to 12 above, are annexed hereto.

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7. The information required to be provided under the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 by the Company regarding the Directors proposed to be reappointed is given in the report on Corporate Governance, which is enclosed with the Directors' Report.
8. Equity Shares of the Company are available for dematerialization both with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL).
9. Members desiring any information as regards the Accounts are requested to write to the Company at least 10 days prior to the date of meeting so as to enable the management to keep the information ready.
10. In line with measures of Green Initiative taken by the Ministry of Corporate Affairs (vide circular nos. 17/2011 and 18/2011 dated April 21 and April 29, 2011 respectively) and Companies Act, 2013 also provides for sending notice of the meeting and other shareholder correspondences through electronic mode. Members holding shares in physical mode are requested to register their e-mail ID's with Register and share transfer agent (RTA) of the company and Members holding shares in demat mode are requested to register their e-mail ID's with their respective Depository Participants (DPs).

11. VOTING THROUGH ELECTRONIC MEANS

- I.) Pursuant to provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote by electronic means. As an alternative to vote physically at the AGM, and the business may be transacted through e-Voting Services provided by Central Depository Services Limited (CDSL)
- II.) Similarly, members opting to vote physically can do the same by remaining present at the meeting and should not exercise the option for e-voting. However, in case Members cast their vote exercising both the options, i.e. physically and e-voting, then votes casted through e-voting shall only be taken into consideration and treated valid whereas votes casted physically at the meeting shall be treated as invalid. The instructions for e-voting are as under, Members are requested to follow the instructions given below to cast their vote through e-voting:

The instructions for members for voting electronically are as under:-

1. In case of members receiving e-mail:

The voting period begins on **September 23rd, 2017 at 10:00 A.M. and ends on September 25th, 2017 at 5:00 P.M.** During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, **as on the cut-off date (record date) of September 19th, 2017**, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

The shareholders should Log on to the e-voting website www.evotingindia.com during the voting time.

Click on "Shareholders" tab.

Now, select the "COMPANY NAME" from the drop down menu and click on "SUBMIT"

Now Enter your User ID

- a. For CDSL: 16 digits beneficiary ID,
- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

Next enter the Image Verification as displayed and Click on Login.

If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of the company, then your existing password is to be used.

If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN*	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB#	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details#	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <ul style="list-style-type: none"> Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.

After entering these details appropriately, click on "SUBMIT" tab.

Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

Click on the EVSN for the relevant "Rungta Irrigation Limited" on which you choose to vote.

On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

If Demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

Note for Institutional shareholders.

- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporate.
- They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
- After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in the favour of Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

2. In case of members receiving the physical copy:

- (A) Please follow all steps from sl. no. (i) to sl. no. (xvii) Above to cast vote.
 - (B) The voting period begins on September 23rd, 2017 at 10.00 A.M. and ends on September 25th, 2017 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 19th September, 2017, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - (C) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.
11. Institutional Members / Bodies Corporate (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(s) who are authorized to vote through e-mail at evoting.pdmandar@outlook.com with a copy marked to helpdesk.evoting@cdslindia.com without which the vote shall not be treated as valid.

12. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date (record date) of 19th September, 2017.
13. The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members / depositories as at closing hours of business, on or before 25th August, 2017.
14. The shareholders shall have one vote per equity share held by them as on the cut-off date (record date) of 19th September, 2017. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
15. Ms. Damanpreet Kaur, Company Secretary (Membership No. 39320) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner. The Scrutinizer shall, immediately after the conclusion of voting at the general meeting, first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in presence of at least two witnesses not in the employment of the company and make, not later than three days of conclusion of the meeting, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the chairman or a person authorized by him in writing who shall countersign the same.
16. The results shall be declared on or after the AGM of the Company. The results declared along with the Scrutinizer's Report shall be placed on the website of CDSL and website of Rungta Irrigation Limited not later than 3 days (Earlier 2 days) from the conclusion of the General meeting of the Company and will be communicated to The Bombay Stock Exchange (BSE).

Explanatory Statement pursuant to section 102 of the Companies Act, 2013.

Item No. 3

The Board has recommended M/s. Mamraj & Co., Chartered Accountants, New Delhi to reappoint as Statutory Auditors of the company who have provided written certificate under the provisions of section 139 of the Companies act, 2013.

As required under section 139 of the Companies Act, 2013, certificates have been received from them to the effect that their re-appointment, if made, will be in accordance with the limits specified under the act.

None of the Directors of the Company are, in any way, concerned or interested in this resolution.

Item No. 4

Mr. Vivek Agrawal was appointed as the additional Independent director of the company under the provisions of section 161, 152, 149 and other applicable provisions of the Companies Act, 2013 who shall hold the office till the ensuing Annual General Meeting.

The Board has recommended to regularize Mr. Vivek Agrawal (DIN : 07794991) as the Director of the company in this Annual General Meeting as per the provisions of the section 161 of the Companies Act, 2013.

None of the Directors of the Company are, in any way, concerned or interested in this resolution.

Item No. 5

Mr. Paras Vats was appointed as the additional director of the company under the provisions of section 161 and other applicable provisions of the Companies Act, 2013 who shall hold the office till the ensuing Annual General Meeting.

The Board has recommended to regularize Mr. Paras Vats (DIN : 07854221) as the Director of the company in this Annual General Meeting as per the provisions of the section 161 of the Companies Act, 2013.

None of the Directors of the Company are, in any way, concerned or interested in this resolution.

Item No. 6

In terms of the Corporate Governance Guidelines of the Company and pursuant to the recommendation of the Board Governance, Nomination and Remuneration Committee the Board of Directors of the Company vide resolution passed on June 17, 2017 approved appointment of Mr. Paras Vats as Additional Director on the Board of the Company with effect from June 17, 2017 (designated as Whole-time Director) in accordance with the provisions contained in Section 196 and 197 read with Section 203 of the Companies Act, 2013 and that Mr. Paras Vats shall hold office up to the date of the Annual General Meeting to be held on September 26th, 2017 and shall be eligible for election subject to the approval of the shareholders at this Annual General meeting. Approval of the members is required by way of Special Resolution for appointment and payment of remuneration. This explanatory statement may also be read and treated as disclosure in compliance with the requirements of Section 190 of the Companies Act, 2013. The details of remuneration payable to Mr. Paras Vats and the terms and conditions of the appointment are given below:

- Salary at the rate of Rs. 50,000 (Rupees fifty thousand only) per month which may be reviewed by the Board.

None of the Directors of the Company are, in any way, concerned or interested in this resolution.

Item No. 7

Mr. Devesh Poddar was appointed as the additional Independent director of the company under the provisions of section 161, 152, 149 and other applicable provisions of the Companies Act, 2013 who shall hold the office till the ensuing Annual General Meeting.

The Board has recommended to regularize Mr. Devesh Poddar as the Independent Director of the company in this Annual General Meeting as per the provisions of the section 161 of the Companies Act, 2013.

None of the Directors of the Company are, in any way, concerned or interested in this resolution.

Item No. 8

Mr. Rajesh Agarwal was appointed as the additional Independent director of the company under the provisions of section 161, 152, 149 and other applicable provisions of the Companies Act, 2013 who shall hold the office till the ensuing Annual General Meeting.

The Board has recommended to regularize Mr. Rajesh Agarwal as the Independent Director of the company in this Annual General Meeting as per the provisions of the section 161 of the Companies Act, 2013.

None of the Directors of the Company are, in any way, concerned or interested in this resolution.

Item No. 9

The Board has recommended M/s. S. Shekhar & Co. Cost accountants, Delhi (having Registration No. 000452) to be re-appointed as the Cost Auditors of the company at their respective Board Meeting held on 29th May, 2017 to conduct the audit of the cost records maintained by the company for the financial year ended on 31st march, 2018, be paid a remuneration of Rs. 20000/-. None of the Directors of the Company are, in any way, concerned or interested in this resolution.

Item No. 10, 11 & 12

In the event company has no profit or its profit is inadequate in the financial year the payment of remuneration to the managerial person shall be subject to the limits under section II, Part II of Schedule V of Companies Act, 2013. Consent of the members of the company be and is hereby accorded to double the limits of managerial remuneration specified under Schedule V of the Companies Act, 2013 in the event of inadequate profits.

Information required under Section II, Part II, of Schedule V of the Companies Act, 2013 in case of Special Resolution are as follows:

1. General Information:

1.	Nature of Industry	Manufacturing		
2.	Date of commencement of business	17/04/1986		
3.	Financial Information Based on given Indicators			
	Year	Turnover (Rs.)	Net-Profit (Rs.)	Dividend Per Share
	2013-14	64,01,88,045	98,89,956	Nil
	2014-15	63,66,26,481	2,12,63,098	Nil
	2015-16	64,03,38,003	1,32,65,448	Nil
4.	Foreign Investment or collaboration, if any	Nil		

2. Information about appointee:

1.	Background Detail	Mr. N.Krishnamurthy is a Joint managing director and has been on the board of the company since 20-12/1997. Age:65 Qualification: CA,CS No of share held in the company: NIL	Mr. Paras Vats is a Whole Time director and has been on the board of the company since 17-06-2017. Age:26 Qualification: Graduate No of share held in the company: NIL	Mr. Tann Megotra is a Whole Time director and has been on the board of the company since 05-08-2010. Age:30 Qualification: Graduate No of share held in the company: NIL	Ms. Priya Rungta is a Director and has been on the board of the company since 28-03-2016 Age:35 Qualification: Graduate No of share held in the company: NIL
2.	Past Remuneration	Rs. 23,76,294 in FY 2015-16.	NIL	Rs. 6,65,412 in FY 2015-16.	Rs. 2,38,800 in FY 2015-16.
3.	Recognition of awards	-	-	-	-
4.	Job Profile and his suitability	Having more than 35 years of experience in finance & Investment.	Having aggregate experience of 3 years in the field of marketing	Having aggregate experience of 10 years in the field of marketing	Having experience of more than 8 years in manufacturing.
5.	Remuneration Proposed	Rs. 24,67,765 Per annum.	Rs. 50,000 Per month.	Rs. 6,65,412 Per annum.	Rs. 7,20,000 Per annum.
6.	Comparative remuneration	Remuneration is comparable with respect	Remuneration is comparable with respect	Remuneration is comparable with respect to	Remuneration is comparable with

	profile	to industry, size of the company, profile & position of the person.	to industry, size of the company, profile & position of the person.	industry, size of the company, profile & position of the person.	respect to industry, size of the company, profile & position of the person.
7.	Relationship with managerial personnel/pecuniary relationship directly or indirectly with the company.	He has no pecuniary relationship other than the remuneration, he is entitled to receive.	He has no pecuniary relationship other than the remuneration, he is entitled to receive.	He has no pecuniary relationship other than the remuneration, he is entitled to receive.	She has no pecuniary relationship other than the remuneration, she is entitled to receive.

3. Other Information:

1.	Reason for loss or inadequate profits	Pressure on pricing.
2.	Steps taken or proposed to be taken for improvement	Cost control measures.
3.	Expected increase in productivity and profits in measurable terms	Above steps taken/proposed to be taken by the company are expected to increase the productivity and profits of the company.

4. **Disclosures:** Information required under Section II, Part II, of Schedule V of the Companies Act, 2013 is mentioned in the Board of Director's report under the heading "Corporate Governance", attached to the financial statement.

For and on Behalf of the Board
For Rungta Irrigation Ltd.

Date : 9th August 2017
Place: New Delhi

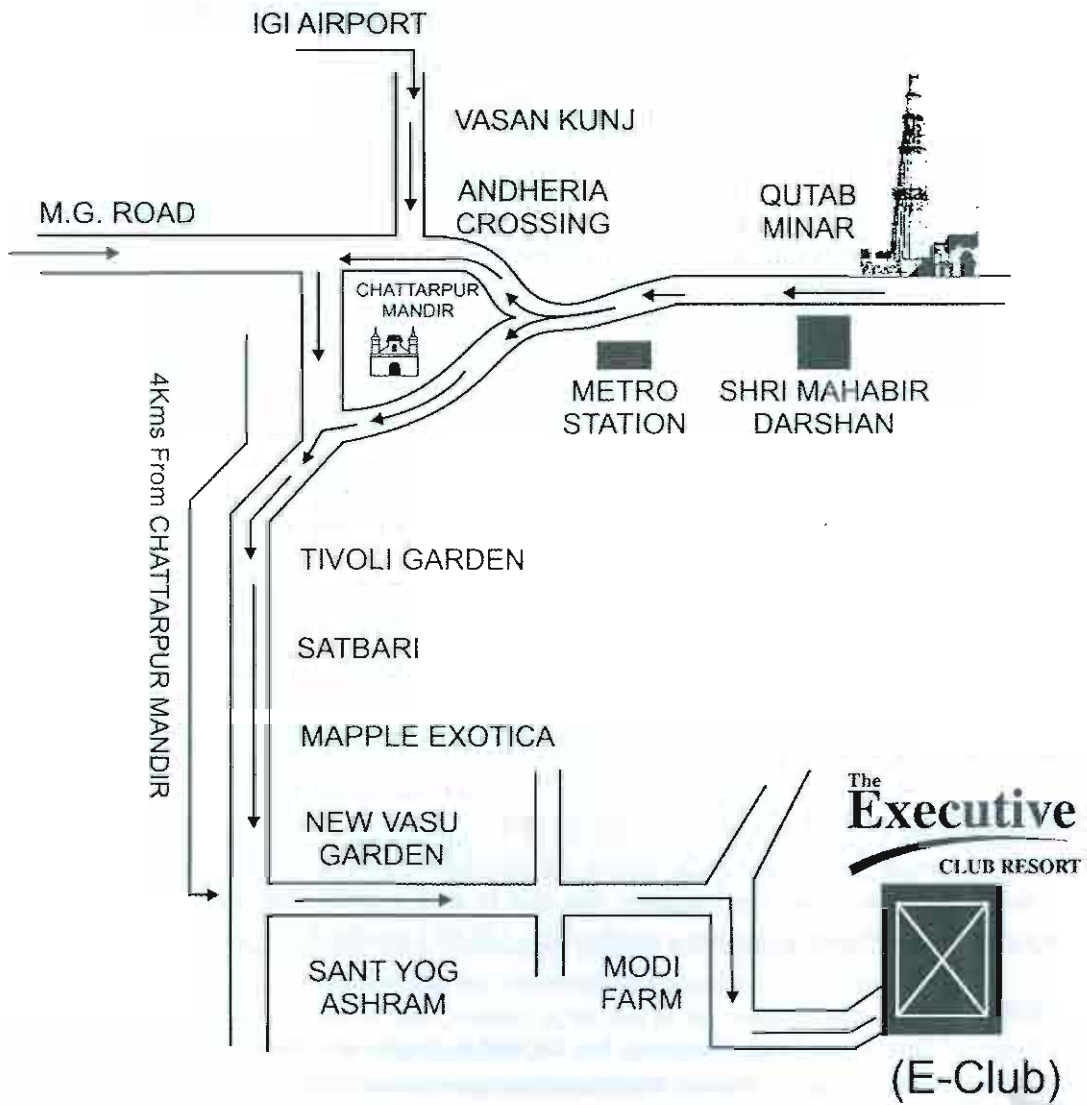
-sd-
Mritunjay Kumar
Company Secretary

Route map to the venue of the 33rd AGM of Rungta Irrigation Limited

The
Executive

CLUB RESORT

Where hospitality is incomparable



A unit of Dolly Farms and Resorts Private Ltd.

BOARD REPORT

To

The Members,

Your Directors are pleased in submitting their 33rd Annual Report of your Company together with the Audited Statements of Accounts for the year ended 31st March, 2017.

REVIEW OF PERFORMANCE

Financial Results of the Company for the year under review along with previous year's Figures are given hereunder.

Particulars	(Amount in Lacs)	
	Financial Year ended 31 st March, 2017	Financial Year ended 31 st March, 2016
Total Income	6877.72	6702.96
Profit/Loss (before Dep. & Tax)	408.11	320.78
Depreciation	151.66	110.78
Profit before Tax	256.45	210.00
Less: Provision for Tax	52.50	60.00
Add/(Less): Provision for Tax for earlier Years	-	-
Add/(Less): Deferred Tax Liability (Net)	27.41	(17.35)
Profit after Tax	231.36	132.65
Prior period Adjustment	-	-
Net Profit	231.36	132.65
Balance Brought forward from previous years	811.34	678.69
Balance available for Appropriation	1042.70	811.34
Less: Proposed Dividend	-	-
Less: Tax on Proposed Dividend	-	-
Less: Tax on Propose Dividend relating to earlier years written back	-	-
Transfer to General Reserve	-	-
Balance Carried forward	1042.70	811.34

OPERATIONAL AND FINANCIAL OVERVIEW

The Sales turnover for the year under review was Rs. 6877.72 Lacs as compared to Rs. 6702.96 Lacs for the previous year. The company was able to earn a profit after tax for the year under review of Rs. 231.36 Lacs as against a profit of Rs. 132.65 Lacs for the previous year.

DIVIDEND

The Board of Directors of your Company has decided to Retain and Plough Back the Profit into the Business of the Company, thus no dividend is being recommended for this year.

TRANSFER TO RESERVES

The company has decided not to transfer any amount towards reserve.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

Since there is no unpaid/unclaimed Dividend declared and paid last year, the provision of section 125 of the Companies Act, 2013 do not apply.

MATERIAL CHANGES

Save as mentioned elsewhere in this report, No material changes and commitments affecting the financial position of the Company occurred Between the end of the Financial Year to which this Financial Statement relate and the Date of this Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report for the year under review, as required under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, is attached as **Annexure "A"** forming part of this report.

REPORT ON CORPORATE GOVERNANCE

Your Company believes in sound practices of good Corporate Governance. Transparency, Accountability and Responsibility are the fundamental guiding principles for all the decisions, transactions and policy matters of the Company. A report on Corporate Governance along with a certificate from the Statutory Auditors of the company regarding compliance of conditions of Corporate Governance as stipulated under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as **Annexure "B"** and **Annexure "C"** forming part of this report.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES.

S.no	Associate Companies u/s 2(6) of the Companies Act, 2013.	% of Shareholding
1.	Ramgarh Sponge Iron Pvt Ltd.	23.5%
2.	Manorath Distributors Pvt Ltd.	33.44%

DIRECTORS RESPONSIBILITY STATEMENT

The Board acknowledges the responsibility for ensuring compliance with the provisions of clause (c) of sub section (3) of Section 134 of the Companies Act, 2013 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and state that:

- a) In the preparation of the annual accounts for the year ended 31st March, 2017, the applicable accounting standards had been followed along with the proper explanation relating to material departures;
- b) The Directors had selected such Accounting policies and applied them consistently and 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 at the end of the financial year and of the profit and loss of the Company for that period;
- c) The Directors had taken proper and sufficient care 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;

BOARD REPORT

To

The Members,

Your Directors are pleased in submitting their 33rd Annual Report of your Company together with the Audited Statements of Accounts for the year ended 31st March, 2017.

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- b) The Directors had selected such Accounting policies and applied them consistently and 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 at the end of the financial year and of the profit and loss of the Company for that period;
- c) The Directors had taken proper and sufficient care 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;

- d) The Directors had prepared the annual accounts on a going concern basis;
- e) The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- f) The Directors had devised the proper systems to ensure compliance with the provisions of all the applicable laws and that such systems were adequate and operating effectively.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Mr. Vivek Agrawal was appointed as the Additional Director of the Company by the Board of Directors at their respective meeting held on 29th March, 2017.

Mr. Binod kumar Agrawal (Independent director) of the company has expired on 17th January, 2017. The board placed on record the invaluable contribution of Mr Binod kumar Agrawal towards the progress of the company. Board of Directors had conveyed heart-felt condolences to the bereaved family.

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the company, Ms. Priya Rungta is liable to retire by rotation and being eligible offers himself for re-appointment. Your Board recommends his re-appointment.

During the year, your company had total 5 (Five) Key Managerial Personnel, namely Mr. Mahabir Prasad Rungta, Chairman Cum Managing Director, Mr. Krishna Murthy Nagarur, Joint Managing Director, Mr. Tarun Kumar Megotia, Wholetime Director, Mr. Kamal kumar jain, CFO and Ms. Pooja Juneja, Company Secretary.

The Board has met 17 times during the year on 6th April 2016, 26th April 2016, 20th May 2016, 10th June 2016, 6th August 2016, 9th August 2016, 30th August 2016, 19th September 2016, 20th September 2016, 15th October 2016, 11th November 2016, 14th December 2016, 2nd January 2017, 28th January 2017, 11th February 2017, 18th February 2017 and 29th March 2017. The intervening gap between any two Board Meetings was within the period prescribed by the Companies Act, 2013.

The terms and conditions of Independent Directors and their disclosure are disclosed on the website of the Company and can be accessed at <http://www.rungtairrigation.in>.

BOARD EVALUATION

During the year, the Board formulated and adopted a Board evaluation framework for evaluating the performance of the Board as a whole, Committees of the Board and the individual Directors on the Board.

DISCLOSURE ON COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The Audit Committee of the board as on 31st March, 2017 consists of the following 3 (three) members:

- A. Mr. Devanand Mishra (Independent Director)
- B. Mr. Sheo Kumar Poddar (Independent Director)
- C. Mr. Ramesh Behari Mathur (Independent Director)

The company has established a vigil mechanism which oversees through the Committee, the genuine concerns expressed by the employees and other Directors. The Company has also provided adequate safeguards against the victimization of employees and Directors who express

their concerns. The Company has also provided direct access to the Chairman of the Audit Committee on reporting issues concerning the interests of the employees and the Company. The vigil mechanism/whistle blower policy of the Company has been uploaded on the website of the Company and can be accessed at <http://www.rungtairrigation.in>.

NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration committee of the board as on 31st March, 2017 consists of the following 3 (three) members:

- A. Mr. Devanand Mishra (Independent Director)
- B. Mr. Sheo Kumar Poddar (Independent Director)
- C. Mr. Ramesh Behari Mathur (Independent Director)

The Company's policy relating to appointment of Directors, payment of managerial remuneration, Director's Qualification, positive attributes, Independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached to this report as Annexure "D".

LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The particulars of Loans, guarantees or investments made under Section 186 of the Companies Act, 2013 is furnished in the notes to the Financial Statements for the year ended 31st March, 2017.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES.

The Company has adopted Framework on Related party Transactions for the purpose of identification and monitoring of such Transactions.

Details of Material Contracts and arrangements or transactions with related party on an arm's length basis with respect to transactions covered under Section 188(1) of the Act in the prescribed Form No. AOC-2 is attached in Annexure - E. Further details of Related Party transactions as required to be disclosed by Accounting Standard-18 on "Related Party Disclosures" specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, are given in the Notes to the Financial Statements.

During the year, the Company has not entered into any transactions with Related Parties which are not on an arm's Length Basis and which require disclosure in this report in terms of the provisions of Section 188(1) of the Act.

PUBLIC DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

GOING CONCERN STATUS

No significant and material orders have been passed by the Regulators or Courts or Tribunals impacting the going concern status of the Company and its operations in the future.

ANNUAL REPORT : 2016-2017**DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS.**

Financial Statements i.e. Balance Sheet, Profit and Loss account and Cash Flow Statement, together with notes thereon are through the process which has automated as well as manual controls to ensure accuracy of recording of all transactions which have taken place during any accounting period and the resultant financial position at the period end. All the data pertaining to payroll, purchase, manufacturing, selling, dispatch and other activities are recorded through ERP systems operating in factories as well as head office. All data/transactions entered in systems are checked by various functional personnel on the basis of supporting documents and records, then the accounting entries are checked by accounts personnel, and finally those validated by managerial personnel.

At periodic interval, the accounting data are compiled, and financial statements are prepared. While preparing the financial statements, it is ensured that all transactions pertaining to the accounting period are recorded. Fixed assets, stocks, all significant items of store and monetary assets are physically verified. Balance Confirmations are obtained for all significant items of trade receivables and balances.

After preparation of the financial statements, all items appearing in the financial statements are analyzed in order to ensure overall reasonableness.

The Company has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of fraud and errors, accuracy and completeness of the accounting records, and timely preparation of reliable financial disclosures.

EXTRACT OF ANNUAL RETURN

The extract of Annual Return pursuant to the provisions of Section 92 of the Companies Act read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in **Annexure "F"** and forming part of this Report.

SECRETARIAL AUDIT

In the terms of Section 204 of the Companies Act, 2013, the secretarial audit of the Company for the year ended on 31st March, 2017 was conducted by Mr. Amit Kumar, Practicing Company Secretary. The secretarial auditor's report is attached to this Report as **Annexure "G"** forming part of this report. There are no qualifications, reservations or adverse remarks made by the secretarial auditor of the Company in their respective reports.

COST AUDITORS

In accordance with the requirement of section 148 of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014, the Board of Director of your Company has appointed M/s S. Shekhar & Co., Cost Accountants, to conduct audit of cost accounting records of the Company for the financial year 2017-18.

Pursuant to the provisions of Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration of the cost auditors is required to be ratified by the members at the ensuing Annual General Meeting of the company.

The aforesaid firm of cost accountants also conducted cost audit for the year ended 31st March, 2016 and the Cost Audit Report for the said year was filed with the Ministry of Corporate Affairs on 30th September, 2016.

STATUTORY AUDITORS

The Board has recommended M/s. Mamraj & Co., Chartered Accountants, New Delhi re-appointed as Statutory Auditors of the company who have provided written certificate under the provisions of section 139 of the Companies act, 2013.

As required under section 139 of the Companies Act, 2013, certificates have been received from them to the effect that their appointment, if made, will be in accordance with the limits specified under the act. Your directors recommend their appointment.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Conservation of Energy: The Company is continuously making sincere efforts towards conservation of energy. The information pertaining to conservation of energy as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure "H" forming part of this report.

Technology Absorption: The Company is taking care of latest developments and advancements in technology and all steps are being taken to adopt the same.

Foreign Exchange earnings and outgo:

	(Amount in Rs. Lacs)	
	2016-2017	2015-2016
Total foreign exchange inflow	147.18064	194.89576
Total foreign exchange outflow	0.62568	0.35651

RISK MANAGEMENT POLICY

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very nominal.

CORPORATE SOCIAL RESPONSIBILITY

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable to your company.

PARTICULARS OF EMPLOYEES

During the year under review, none of the Company's employee was in receipt of remuneration as prescribed under section 197(12) of the Companies Act, 2013 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and hence no particulars are required to be disclosed in this Report.

ANNUAL REPORT : 2016-2017**EMPLOYEE RELATIONS**

The Company has a large work force employed and hence the welfare and well being of the workers are monitored closely. Harmonious relations with its employees are being maintained.

In terms of requirements of Section 4 of Sexual harassment of Women at work place (Prevention, Prohibition and Rehabilitation) Act, 2013, the Company has formed internal Complaints Committees for its work place. During the year, no complaints regarding Sexual Harassment were received by the set Committee.

Your Board of Directors wish to place on record its sincere appreciation for the dedicated services rendered by the executives, staff and workers at all levels for smooth functioning of the organization.

The policy of recognition inspired the employees to contribute their best effort for the Company.

STOCK EXCHANGE LISTING

Presently the shares of the Company are listed on the Bombay stock Exchange (BSE).

ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to Bankers, business associates, consultants and various Government Authorities for their continued support extended to your Company's activities during the year under review. The Board also places on record their appreciation of the devoted services of the employees. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

Date : 09th August 2017

Place: New Delhi

For and on Behalf of the Board
For Rungta Irrigation Ltd.

Sd/-

(M.P. Rungta)

Chairman cum Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. Industry overview:

The financial year 2016-2017 started with a bleak mindset on global economy but afterward it progressed in a positive direction in comparison to the last year. The year under review was expected to face the force of the economic crises. However, the Indian Economy displayed a remarkable resilience and has almost bounced back from the after effects of the recent global melt-down.

There has been an increasing demand impacting both, exports as well domestic consumption. However, the Indian Economy continues to grow robustly. This is evident from increase demand in steel, cement and other sectors. There has been stress on the development in the field of agriculture by the Government.

Inspite of all this, the company managed to perform relatively better since it is driven more by domestic consumption. It is anticipated that there shall be increased business opportunities for the company in the near future.

2. Outlook on opportunities, threats, risks and concerns:

The company is focused on PVC Pipes as well as its core product Sprinkler Irrigation System and Drip Irrigation System to the retail segment. Increasing demand of the product of the company has created the opportunities of further growth in sale of the company's product. It is expected that recovery in economy and stress of the government in agriculture area will together result in ample business opportunities for the company. However, there will also be increased competition, mainly from small manufactures of unorganized sectors.

3. Internal Control System & Adequacy:

The company has an adequate system of internal controls commensurate with the size and nature of business of the company designed to provide reasonable assurance that assets are safeguarded; transactions are executed in accordance with the management's authorization and properly recorded. Accounting records are adequate for preparation of financial statements and other financial information. Internal audit is conducted on a continuous basis to ascertain the adequacy and effectiveness of internal control systems. Their observations are reviewed by the senior management and the Audit Committee.

4. Financial Performance:

The Sales and other income for the year under review was **Rs. 6877.72 Lacs**. The profit before depreciation and tax was **Rs. 408.11 Lacs** after providing **Rs. 151.66 Lacs** for depreciation and **Rs. 52.50 Lacs** for taxes. The net profit for the year was **Rs. 231.36 Lacs**.

5. Material Development in H.R. Fronts:

Human capital being the most crucial asset of the company, the company has to continue to invest in the development of its employees, which is very important for ensuring sustained high performance. The company is in the process of strengthening and

ANNUAL REPORT : 2016-2017

introducing a system that would enable employees to track their own progress as well as bring up issues that concerns them and the company for better performance
The industrial relation continued to remain cordial throughout the year.

Date : 9th August 2017

Place : New Delhi

**For and on behalf of the Board
For Rungta Irrigation Ltd.**

**Sd/-
(M.P. RUNGTA)
Chairman Cum Managing Director**

Annexure "B"

REPORT ON CORPORATE GOVERNANCE

Pursuant to Regulation 27(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Report on Corporate Governance is given below:

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Our Corporate Governance is based on the principles of integrity, fairness, equity, transparency, accountability and commitment to values. Good governance practices stem from the culture and mindset of the organization. As stakeholders across the country evince keen interest in the practices and performance of companies, Corporate Governance has emerged on the centre stage. Over the years, governance processes and systems have been strengthened at our end. In addition to complying with the statutory requirements, effective governance systems and practices towards improving transparency, disclosures, internal controls and promotion of ethics at work-place have been institutionalized. The company recognizes that good Corporate Governance is a Continuing exercise and reiterates its commitment to pursue highest standards of Corporate Governance in the overall interest of all the stakeholders.

The Company is conscious of its responsibility as a good corporate citizen. The company values transparency, professionalism and accountability.

2. BOARD OF DIRECTORS**I. Composition**

The board of director of your company as on 31st March, 2017 consisted of 10 directors as under:

- Three are Executive Directors including Chairman Cum Managing Director.
- Five are independent directors.
- Two are Non- executive directors.

The current policy of your company is to have an appropriate mix of Executive and Independent Directors in order to maintain the independence of the Board, and to separate the Board functions of governance and management. The Board has an optimum combination of Executive and Non-Executive directors and half of board consisted of independent directors including one woman Director.

No director is related to any other director on the board in terms of definition of "Relative" given under Companies Act, 2013 except Ms. Priya Rungta who is the daughter of Mr. M.P. Rungta

II. ATTENDANCE AT THE BOARD MEETING, LAST ANNUAL GENERAL MEETING AND NUMBER OF OTHER DIRECTORSHIPS AND CHAIRMANSHIPS/ MEMBERSHIPS OF COMMITTEES OF EACH DIRECTOR IN VARIOUS COMPANIES.

Membership and Chairmanship of all directors who are on various Committees, the composition of the Board and the number of outside Directorship and Committee position as held by each of the Directors during the financial year ended 31st March, 2017 is as follows:-

Name of Director	Category	Attendance at the Board Meeting during the F.Y. 2016-2017	Attendance at the Last AGM	As on 31-03-2017		
				No. of Directorship in other Public Co.	Committee membership in other Companies	Chairman in Committees in which they are members
Mr. M.P. Rungta	Promoter & Chairman cum Managing Director	17	YES	NIL	NIL	NIL
Mr. Krishnamurthy Nagarur	Joint Managing Director	01	NO	NIL	NIL	NIL
Mr. Devanand Mishra	Independent Director	11	NO	NIL	NIL	01
Mr. Tarun Megotia	Whole time Director	17	YES	NIL	NIL	NIL
Mr. S.K Poddar	Independent Director	03	NO	NIL	NIL	01
Ms .Priya Rungta	Non- Executive Director	17	YES	NIL	NIL	NIL
Mr. Ramesh Behari Mathur	Independent Director	01	NO	NIL	NIL	01
Mr. Anuj Kumar Singh	Independent Director	04	NO	NIL	NIL	NIL
Mr. Vivek Agrawal	Independent Director	01	NO	NIL	NIL	NIL
Mr. Ajay Kumar Sharma	Non- Executive Director	01	NO	NIL	NIL	NIL

None of the directors on the board is a member of more than 10 committees or chairman/chairperson of more than 5 committees as specified in Regulation 26, across all the companies in which he/she is a director. The directors have made necessary disclosures regarding committees positions held in other public limited companies.

During the Financial year 2016-2017, Seventeen (17) Board meeting were held on 6th April 2016, 26th April 2016, 20th May 2016, 10th June 2016, 6th August 2016, 9th August 2016, 30th August 2016, 19th September 2016, 20th September 2016, 15th October 2016, 11th November 2016, 14th December 2016, 2nd January 2017, 28th January 2017, 11th February 2017, 18th February 2017 and 29th March 2017 and Gap between two consecutive Board Meetings did not exceed four months.

Necessary information where applicable as mentioned in Part A of Schedule II of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 has been placed before board of its consideration.

Disclosure Regarding Appointment & Re-appointment of Directors in the ensuing AGM

1. Ms. Priya Rungta is liable to retire by rotation in the ensuing AGM and being eligible offered himself for re-appointment.

	Ms. Priya Rungta
DIN	00234715
Father's Name	Mr. Mahabir Prasad Rungta
Date of Birth	08/08/1982
Address	S-75, Panchsheel Park, New Delhi-110017.
Designation	Director
Education	Graduate
Companies in which hold Directorship	NIL
Companies in which holds membership of committees	NIL
Shareholding in the company (No. & %)	NIL

III. AUDIT COMMITTEE

a. Terms of Reference

The Audit Committee has been constituted as per provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015. The scope of activities and powers of the Audit Committee includes the areas as prescribed under Regulation 18 of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015 and Section 177 of the Companies Act, 2013. The Audit Committee is responsible for effective supervision of the financial reporting process, ensuring financial and accounting controls and compliance with financial policies of the Company.

b. Composition

The composition of Audit Committee of the board as on 31st March, 2017 comprises Mr. S.K Poddar—as its Chairman, Mr. Ramesh Behari Mathur and Mr. Devanand Mishra as its Members. Mr. S.K. Poddar, an independent director, having adequate financial and accounting qualification and expertise, is the chairman of the audit committee. Other members of the committee are also financially literate. Ms. Pooja Juneja, Company Secretary of your company acts as the Secretary to the Committee.

c. Attendance

The Committee met Four (4) times during the Financial Year 2016-2017 on the following dates: 20th May, 2016, 5th August, 2016, 11th November, 2016 and 11th February, 2017. Necessary Quorum was present at all the meetings. Details of attendance of Directors in the Audit Committee meeting are as under:

Name of the Director	Category	No. of meetings	
		Held during the Year	Attended
Mr M.P Rungta (upto 15 th Oct, 2016)	Managing Director	2	2
Mr. S.K Poddar	Independent Director / Chairman	4	4
Mr. Ramesh Behari Mathur (w.e.f 15 th Oct, 2016)	Independent Director	2	2
Mr. Devanand Mishra	Independent Director	4	4

IV. REMUNERATION COMMITTEE**a. Composition & Terms of Reference**

The Remuneration Committee was constituted to approve the remuneration payable to Managing Director and Whole time Director/ Executive Director of the Company within the range approved by shareholders. Thus the Committee shall have the meetings as and when so required. Till 10th June, 2016 Mr Vikash Kumar Megotia, was Chairman of the committee.

The Committee met twice during the Financial Year 2016-2017 on 10th June, 2016 and 11th November, 2016. The necessary quorum was present at all meetings. Details of attendance of Directors in the Remuneration Committee meeting are as under:

Name of the Director	Category	No. of Meetings	
		Held during the Year	Attended
Mr Vikash Kumar Megotia (upto 10 th June, 2016)	Independent Director / Chairman	1	1
Mr. Devanand Mishra	Independent Director / Chairman	2	2
Mr. Ramesh Behari Mathur (w.e.f 10 th June, 2016)	Independent Director	1	1
Mr. S.K. Poddar	Independent Director	2	2

b. Remuneration Policy

The Company pays remuneration to its Managing Director and Whole Time Director by way of salary, perquisites and allowances (a fixed component) within the range approved by the members as per the provisions of the Companies Act, 2013. Independent Directors are also entitled for the sitting fee for attending Board/ Committee Meeting. However the other Non-executive Directors of the Company have waived the sitting fee payable to them for attending Board/ Committee Meeting of the Company.

c. Details of the Directors' Remuneration for the financial year ended 31st March, 2017

Name	Salary (Rs.)	Perks (Rs.)	Commission (Rs.)	Sitting Fees (per meeting) (Rs.)	Total (Rs.)	No.of shares held
Shri M.P. Rungta	8,40,000	1,00,800	-	-	9,40,800	8,80,800
Shri N.Krishnamurthy	22,50,091	2,17,674	-	-	24,67,765	Nil
Ms. Priya Rungta	7,20,000	-	-	-	7,20,000	Nil
Shri Tarun Megotia	6,09,252	56,160	-	-	6,65,412	Nil
Mr. S.K. Poddar	-	-	-	21,000	21,000	Nil
Mr Ramesh Behari Mathur	-	-	-	11,000	11,000	Nil

V. SHAREHOLDERS'/ INVESTORS GRIEVANCE COMMITTEE**a. Terms of Reference**

In compliance with requirement of Regulation 34(3) SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, the Company has constituted an "Investors Grievance Committee" to look into Redressal of shareholders/investors grievances relating to Non-receipt of notices, share certificates, annual report, dividends, transfer of shares and dematerialization of shares.

b. Composition:

The Stakeholders Grievances Committee of the Board as at 31st March, 2017 consisted of three members. Mr. Ramesh Behari Mathur, Independent Director of the Company is the Chairman of the Committee, Mr. Devanand Mishra, Independent Director and Mr. Tarun Megotia, Wholetime Director are the members of the Committee.

c. Meetings and attendance during the year

During the financial year Two meetings of the Stakeholders Grievances committee were held on 25th April, 2016 and 15th October, 2016 respectively. Attendance of the members are as follow:

Name of the Director	Category	No. of Meetings	
		Held	Attended
Mr Vikash Kumar Megotia (upto 10 th June, 2016)	Independent Director / Chairman	1	1
Mr. Ramesh Behari Mathur	Independent Director / Chairman	1	1

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(w.e.f 10 th June, 2016)			
Mr. Tarun Kumar Megotia	Whole time Director	2	2
Mr. Devanand Mishra	Independent Director	2	2

d. Mr. M. P. Rungta is the Compliance Officer of the Company for this purpose of Regulation 34(3) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015 to look after the compliances under SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015 and other SEBI Rules & Regulations etc.

e. Details of investor complaints received, redressed and pending during the financial year ended 31st March, 2017.

Pending at the beginning of the year	Received during the year	Redressed/replied during the year	Pending at the end of year
Nil	Nil	Nil	Nil

VI. GENERAL BODY MEETINGS**A. Particulars of past three Annual General Meetings of the Company:**

Year	Date	Venue	Time
2014	23.09.2014	Fortune Park Boulevard, Dera More, Chhattarpur Mandir Road, New Delhi-110074	10.00 A.M
2015	25.09.2015	Fortune Park Boulevard, Dera More, Chhattarpur Mandir Road, New Delhi-110074	11:00 A.M.
2016	30.09.2016	TheExecutiveClub,439,Village Shahoorpur,P.O.,Fatehpur Beri,NewDelhi-11074	10:00 A.M.

B. Special Resolution passed in last three Annual General Meeting of the Company:**1. At the 30th AGM held on 23rd September, 2014:-**

- a) Re-appointment of Shri. M.P Rungta as Managing Director.
- b) Increase the Remuneration of Mr. Tarun Kumar Megotia, whole time director of the Company

2. At the 31th AGM held on 25th September, 2015 :-

- a) Appointment of following Independent Directors.

- Mr. S.K Poddar.
- Mr. Anuj Kumar Singh.
- Mr. Devanand Mishra.
- Mr. Vikash Kumar
- Binod Kumar Agarwal

C. No resolution was put to vote through postal ballot in the last Annual General Meeting. At the ensuing Annual General Meeting, there is no resolution proposed to be passed through postal ballot.

3. At the 32nd AGM held on 30th September, 2016-

NIL

VII. DISCLOSURES

A. Related Party Transactions

There are no materially significant related party transactions with its Promoters, the Directors or the Management, their Subsidiaries or Relatives etc., which may have potential conflict with the interest of the company at large. The details of transactions with related parties are disclosed in the annual accounts.

B. Disclosure on materially significant related party transactions.

There were no materially significant related party transactions during the financial year 2016-2017, that may have potential conflict with the interest at large. The details of the related party transaction as per Accounting Standard -18 forms part of notes to the account.

C. Disclosure of accounting treatment

The company follows accounting standards issued by the Institute of Chartered Accountants of India and in the preparation of financial statement, the company has not adopted a treatment different from the prescribed in any accounting standard.

D. Board disclosures-Risk Management.

The risk assessment and minimization procedures are in place and the audit committee of the Board is regularly informed about the business risks and the steps taken to mitigate the same.

E. Management discussion and analysis report.

The management discussion and analysis report has been provided as annexure of the Directors Report.

F. Certification from Managing Director and Chief Financial Officer of the Company.

The requisite certification from Shri M.P. Rungta, Chairman Cum Managing Director and Mr. Kamal Kumar Jain, Chief Financial Officer of the company for the Financial Year 2016-2017 required to be given under Regulation 33(1)(e) was placed before the Board of Directors of the company and Board Meeting held on 09th August, 2017. A copy thereof is reproduced in this report.

G. Details of non-compliance with regard to capital market.

With regard to the matter related to capital market, the company has complied with all requirements of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 as well as the SEBI Regulations and Guidelines. In this regard no penalties were imposed or strictures passed against the company by the Stock Exchanges, SEBI or any other authorities during the last three years. The company has paid listing fees to the Bombay Stock Exchanges and Annual Custodial Fees to the depositories for the financial year 2017-2018, in terms of SEBI

(Listing Obligations & Disclosure Requirements) Regulations, 2015. There were no penalties imposed nor strictures passed on the company whether stock Exchange, SEBI or any other statutory authorities on any matter related to capital market, during last three years.

H. Details of compliance with mandatory requirement and adoption of Non-mandatory requirements as per Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015

The company has complied with all the mandatory requirements as mandated under Regulation 34(3) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. A certificate from the statutory auditors of the company to this effect has been included in this report. Besides mandatory requirement, the company has constituted a remuneration committee to consider and recommend the remuneration of the executive directors and administration. No personnel have been denied access to Audit Committee.

VIII. MEANS OF COMMUNICATION:

1. Quarterly results and publication thereof in newspapers:

The financial results of each quarter are placed before the Board of Directors and the same were published in Financial Express (English) & Pioneer (Hindi) in the form prescribed by Regulation 47(1)(b) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015 with stock exchange.

2. Display on website

Financial results, shareholding pattern, code of conduct for prevention of and other information etc. are displayed on the company's website www.rungtairrigation.in.

IX. GENERAL SHAREHOLDERS INFORMATION.

A. Annual General Meeting

Day & Date	Time	Venue
Tuesday, the 26 th day of September, 2017	10.00 A.M.	The Executive Club, 439, Village Shahroorpur, P.O Fatehpur Beri, New Delhi - 110030

B. Financial Year - 1st April to 31st March every year.

Events	Tentative time frame
Financial Reporting for the first quarter ended 30 th June, 2016	Second Week of August, 2016
Financial Reporting for the second quarter ending 30 th September, 2016	Second Week of November, 2016
Financial Reporting for the third quarter ending 31 st December, 2016	Second Week of February, 2017
Financial Reporting for the fourth quarter ending 31 st March, 2017	Fourth Week of May, 2017

C. Dates of Book Closure

The share transfer book and register of members of the company will remain closed from 22nd September, 2017 to 26th September, 2017 (both days inclusive) for the purpose of the annual general meeting of the company.

D. Dividend Payment Date - Not applicable.**E. Listing on Stock Exchanges:**

The Shares of the Company are listed on the Bombay Stock Exchange, Calcutta Stock Exchange and Delhi Stock Exchange. However, company has applied for delisting from Delhi Stock exchange and Calcutta Stock Exchange.

F. BSE Stock Code/ Symbol: 530449

Demat ISIN in NSDL and CDSL for equity shares: INE34701013.

G. Market Price Data:

The Bombay Stock Exchange		
Month	High	Low
April, 2016	24.00	19.75
May, 2016	21.00	19.00
June, 2016	23.00	21.85
July, 2016	21.80	19.80
August, 2016	20.75	18.00
September, 2016	18.45	16.80
October, 2016	19.80	16.00
November, 2016	24.10	19.45
December, 2016	27.55	21.00
January, 2017	25.40	22.00
February, 2017	21.40	21.40
March, 2017	30.15	21.50

H. Registrar and Share Transfer Agent & Share Transfer System:

M/s. Beetal Financial & Computer Services Private Limited is the Registrar and Share Transfer Agent for the shares of the Company in both physical as well as electronic modes. The Company has authorized the Registrar and Transfer Agent to approve and execute transfer and transmission of shares. All correspondence with regard to share transfers and matters related therewith may directly be addressed to the Registrar and Share Transfer Agents at the address given below:

Particulars	Beetal Financial & Computer Services Private Limited
Contact Person	Mr Punit Mittal
Address	Beetal House, 11 th Floor, 99, Madangir, Behind Local Shopping Centre, Near Dada Harsukhdass Mandir, New Delhi-110062
Phone Nos.	29961281 & 29961282
Email ID	beetalrta@gmail.com

I. Distribution of Shareholding as on 31st March 2017:

Slab of Shareholding (Rs.)	No. of Shareholders	% of Shareholders	Amount in Rs.	% of Shareholding
0-5000	2107	88.15	3190040	3.6021
5001-10000	62	2.59	490610	0.5540
10001-20000	60	2.51	913630	1.0316
20001-30000	44	1.84	1150690	1.2993
30001-40000	39	1.63	1342590	1.5160
40001-50000	12	0.50	544010	0.6143
50001-100000	14	0.58	949450	1.0721
100001 and above	52	2.17	79979980	90.3106
Total	2390	100.00	88561000	100.00

J. Categories of Shareholders as per Clause 31 of SEBI (LODR) Regulations, 2015.

Category	No. of Shareholders	% of Shares	Total
Promoters	37	38.31	3393000
Mutual Funds	0	0	0
Banks & Financial Institutions	1	0.27	23933
Insurance Companies	0	0	0
Central Govt./ State Govt	1	0.56	50000
FII	0	0	0
Bodies Corporate	52	51.09	4524606
Individuals	2267	9.5653	847115
NRIs & OCB	10	0.0922	8168
Others	22	0.1048	9278

K. Dematerialization of shares and liquidity:

As on 31st March, 2017, a total of **1470825 shares** of the company, which forms **16.60%** of Company's Share Capital, stands in dematerialized form. The company has entered into agreements with National Security Depository Limited (NSDL) and Central Depository Services Limited (CDSL) for this purpose. The Company's shares are regularly traded on the Bombay Stock Exchange.

L. Plant Locations:UNIT-1

C-165, Industrial Area,
Bulandshihar Road,
Ghaziabad (U.P.).

UNIT-2

Village Advipolam,
Distt. Yanam,
Pondichery.

M. Address for Correspondence:

The shareholders may send their grievances/ queries to the Registrar and Share Transfer Agents at their Address mentioned above or to the Company at:

- | | |
|---|--|
| <p>1. <u>Secretarial Department</u>
Rungta Irrigation Limited,
101, Pragati Tower, 26, Rajendra Place,
New Delhi-110008
e-mail: cs@rungtairrigation.in</p> | <p>2 <u>M/s. Beetal Financial & Computer Services Pvt.Ltd.,</u>
Beetal House, 3rd Floor,99, Madangir, Behind
Local Shopping Centre,
Near Dada Harsukhdas Mandir,
<u>New Delhi-110062.</u>
e-mail:beetalrta@gmail.com</p> |
|---|--|

N. Unclaimed Dividends

The unclaimed dividend for the financial years 1996-1997 to 1999-2000, except where the claim is under dispute or kept in abeyance amounting to Rs 9,89,450/- has been transferred to the Investors Education and Protection Fund (IEPF) within the stipulated time.

X. Non- Mandatory Requirements:

The Company at present has not adopted the non-mandatory requirements in regards to sending of half-yearly financial performance to the shareholder's at their residence. Postal Ballots as required by the Companies Act will be followed by the company.

Date : 09th August, 2017

Place: New Delhi

For and on Behalf of the Board

For Rungta Irrigation Ltd.

Sd/-

(M.P. RUNGTA)

Chairman cum Managing Director

CEO AND CFO CERTIFICATION

We, M.P. Rungta, Chairman cum Managing Director and Mr. Kamal Kumar Jain, Chief Financial Officer of the Company, responsible for the finance function certify that:

- A. We have reviewed the financial statements and cash flow statement for the year ended 31st March, 2017 and to the best of our knowledge and belief, we confirm that:
 - i. These statements do not contain any materially untrue statement or omission of any material Fact or contain statement that might be misleading.
 - ii. These statements together present a true fair view of the Company's affairs and are in compliance with applicable Accounting Standards, applicable laws and regulations.
- B. To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2017 are fraudulent, illegal or violative of the Company's code of Conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial Reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting. Deficiency in the design or operation of such Internal controls, if any, of which we are aware have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
- D.
 - i. There has not been any significant change in internal control over financial reporting during the year under reference;
 - ii. There has not been any significant change in the accounting policies during the year under reference;
 - iii. We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's Internal control system over financial reporting.

For RUNGTA IRRIGATION LIMITED

Sd/-
(M.P. RUNGTA)
CHAIRMAN CUM
MANAGING DIRECTOR

Sd/-
(KAMAL KUMAR JAIN)
CHIEF FINANCE OFFICER (CFO)

Date : 09th August 2017

Place : New Delhi

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of Rungta Irrigation Limited,

We have examined the compliance of condition of Corporate Governance by Rungta Irrigation Ltd. for the year ended 31st March, 2017, as stipulated in Regulation 27(2) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

The compliance of condition of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanation given to us, we certify that the Company has complied with the condition of Corporate Governance, as stipulated in the above mentioned SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

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

For and on behalf of

Mamraj & Co.
Chartered Accountants
FRN No. 006396N

Sd/-
CA Shubham Agarwal
Partner
Membership No.526000

Place : New Delhi
Date : 09th August 2017

REMUNERATION POLICY

1. Preamble

- A. The remuneration policy provides a framework for remuneration paid to the members of the board of directors ("Board") and for Key Managerial personal ("KMP") and the Management Personnel ("MP") of the company.

The expression KMP shall have the same meaning as defined under Companies Act, 2013, Management personal means personnel of the company excluding board of directors comprising such levels of managerial personnel as may be decided from time to time.

This policy also provides a framework for identification of persons who are qualified to become director and who may be appointed as a senior management for recommendation of their appointment to the board. Senior Management means personnel of the company who are the members of its core management team excluding board of directors comprising all members of the management one level below the executive directors including the functional heads.

- B. This policy has been framed by the nomination and remuneration committee of the board of directors and based on its recommendation, approved by board of directors of the company.
- C. The policy may be reviewed by the nomination and remuneration committee of the board of directors.

2. Objectives

- A. The remuneration policy aims to enable the company to attract, retain and motivate highly qualified members for the board of directors.
- B. The remuneration policy seeks to enable the company to provide a well-balanced and performance related compensation package, taking into account shareholders' interest, industry practices.
- C. The remuneration policy will ensure that the interest of executive are aligned with business strategy and risk tolerance, objectives, values and long term interest of the company.
- D. The remuneration policy will ensure that remuneration to executives involves a balance between fixed pay and incentive (by way of increment/bonus/promotion/any other form) reflecting short and long term performance objective appropriate to the working of the company and its goal.

3. Principles of Remuneration

- A. **Support for objectives:** remuneration and reward frameworks and decisions shall be developed in a manner that is consistent with, supports and reinforces the achievement of the company's objectives.
- B. **Transparency:** the process of remuneration management shall be transparent, conducted in good faith and in accordance with appropriate level of confidentiality.

- C. **Internal equity:** the company shall remunerate the executives in terms of their roles and responsibilities within the organization. Position shall be formally evaluated to determine their relative weight in relation to other positions within the company.
- D. **External equity:** the company strives to pay an equitable remuneration, capable of attracting and retaining high quality personnel. Therefore the company will remain logically mindful of the ongoing need to attract and retain high quality people and the influence of external remuneration pressures.
- E. **Flexibility:** remuneration and reward offering shall be sufficiently flexible to meet both the need of individuals and those of the company whilst complying with the relevant tax and other legislation.
- F. **Performance-driven remuneration:** the company shall entrench a culture of performance driven remuneration, whether as part of increment or separately and in such form as may be considered appropriate.
- G. **Affordability and sustainability:** the company shall ensure that remuneration is affordable on a sustainable basis.
- 4. **Remuneration to Non-Executive Directors:**
Non-Executive Directors may be paid remuneration by way of fee and reimbursement of expenses for participation in the board and other meeting and commission and/or such other payments as may be permitted by the law applicable to such payment. Such payments shall be subject to the provisions of the Companies Act, 2013.
- 5. **Compensation Structure:**
Executives unless otherwise decided by the Committee shall receive a competitive remuneration package consisting of the following components:

Fixed Salary

Fixed salary rewards the executives for their day-to-day job performance and ensures a balanced overall remuneration package. The fixed salary shall comprise of basic salary and allowances as per the rules of the Company.

Personal Benefits

Executives may have access to benefits/perquisites as per the rules and regulations of the company. Executives may also be entitled to retirement benefits such as provident fund, gratuity and/or such other benefits as per the rules of the Company.

- 6. **Criteria for Identification of the Board members and Appointment of Senior Management:**
The members of the board shall possess appropriate skills, qualifications, characteristics and experience. The objective is to have a board with diverse background and experience in business, government, academics, technology, human resource, social responsibilities, finance, law etc. and in such other areas as may be considered relevant or desirable to conduct the Company's business in a holistic manner.
Independent directors shall be person of integrity and possess expertise and experience and/or someone who the Committee/Board believes could contribute to the growth/philosophy/strategy of the Company.
In evaluating the suitability of individual Board members, the Committee takes into account many factors, including general understanding of the company's business dynamics, global business, social perspective, educational and professional background and personal achievements.

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Directors should possess high level of personal and professional ethics, integrity and values. They should be able to balance the legitimate interests and concerns of all the Company's stakeholders in arriving at decisions, rather than advancing the interests of a particular constituency.

In addition, directors must be willing to devote sufficient time and energy in carrying out their duties and responsibilities effectively. They must have the aptitude to critically evaluate management's working as part of team in an environment of collegiality and trust.

The Committee evaluates each individual with the objective of having a group that best enables the success of the Company's business and achieves its objectives.

The candidate for the appointment of senior management should possess adequate qualification, characteristics and work experience.

The candidate for senior management should also possess high level of personal and professional ethics, integrity and values.

For any appointment of senior management, the existing employees in the organization may be preferred. While assessing the candidature existing employee, his/her past performance in the Company should be taken into consideration.

7. Amendments to this Policy:

The Nomination and Remuneration Committee is entitled to amend this policy including amendment or discontinuation of one or more incentive programmes introduced in accordance with this Policy.

8. Approval and Publication:

This remuneration policy as framed and or amended by the Committee shall be recommended to the Board of Directors for its approval.

The policy shall be disclosed in the Director's report to be issued by the Board of Directors in terms of requirements of the Companies Act, 2013.

Date : 09th August 2017
Place: New Delhi

For and on Behalf of the Board
For Rungta Irrigation Ltd.

Sd/-
(M.P. RUNGTA)
Chairman cum Managing Director

FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies(Accounts) Rules, 2014.)

Form for Disclosure of particulars of contracts/Arrangements entered into by the company with related parties referred into sub section (1) of section 188 of the Companies Act, 2013 including certain Arm Length transaction under third proviso thereto.

1. Details of Contracts or Arrangements or Transactions not at Arm Length basis – Not Applicable

2. Details of Contracts or arrangements or transactions at Arm's length basis.

SL. NO.	Name (s) of the related party	nature of relationship	Nature of the contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Amount	Amount paid as advances, if any
1	Ms. Urmila Rungta	Relative of director	Appointment in office or place of profit	Ongoing	N.A	60,000/- Per Month	-
2	Ms. Shruti Rungta	Relative of director	Appointment in office or place of profit	Ongoing	N.A	60,000/- Per Month	-
3	Ms. Jyoti Rungta	Relative of director	Appointment in office or place of profit	Ongoing	N.A	60,000/- Per Month	-

Date : 09th August 2017

Place: New Delhi

For and on Behalf of the Board
For Rungta Irrigation Ltd.

Sd/-
(M.P. RUNGTA)
Chairman cum Managing Director

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.

REGISTRATION & OTHER DETAILS:		
1	CIN	L74899DL1986PLC023934
2	Registration Date	17.04.1986
3	Name of the Company	RUNGTA IRRIGATION LIMITED
4	Category/Sub-category of the Company	Public Company: Company having Share Capital
5	Address of the Registered office & contact details	101, Pragati Tower, 26 Rajendra Place, New Delhi - 110008
6	Whether listed Company	Yes: Shares of the company are listed on BSE
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	M/s Beetal Financial & Computer Services Private Limited

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	Drip & Sprinkler Irrigation System	01612	97.40
2			
3			

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	RAMGARH SPONGE IRON PVT LTD.	U27109WB2004PTC139875	Associate	23.5	2(6)
2	MANORATH DISTRIBUTORS PVT LTD.	U51109WB2007PTC113514	Associate	33.4	2(6)
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 [As on 31-March-2016]				No. of Shares held at the end of the year [As on 31-March-2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	380200	1229000	1609200	18.17%	380200	1229000	1609200	18.17%	0.00%
b) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Bodies Corp.	-	1783800	1783800	20.14%	-	1783800	1783800	20.14%	0.00%
e) Banks / FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Any other	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (1)	380200	3012800	3393000	38.31%	380200	3012800	3393000	38.31%	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%
Sub Total (A) (2)	-	-	-	0.00%	-	-	-	0.00%	0.00%
TOTAL (A)	380200	3012800	3393000	38.31%	380200	3012800	3393000	38.31%	0.00%
B. Public Shareholding									
<i>1. Institutions</i>									
a) Mutual Funds	-	2000	2000	0.02%	-	-	-	-	100%
b) Banks / FI	23933	-	23933	0.27%	23933	-	23933	0.27%	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)	50000	-	50000	0.56%	50000	-	50000	0.56%	0.00%

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Sub-total (B)(1):-	73933	2000	75933	0.86%	73933	-	73933	0.86%	0.00%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	772653	3747600	4520253	51.04%	777006	3747600	4524606	51.09%	
ii) Overseas	-	-	-	0.00%	-	-	-		
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	230027	555672	785699	8.87%	228340	553875	782215	8.83%	
ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakh	-	64900	64900	0.73%	-	64900	64900	0.73%	
c) Others (specify)									
Non Resident Indians	3175	6100	9275	0.10%	2068	6100	8168	0.09%	
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%
HUF	7043	-	7043	0.07%	9278	-	9278	0.10%	0.00%
Trusts	-	-	-	0.00%	-	-	-	0.00%	0.00%
Foreign Bodies - D R	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(2):-	1012898	4375770	5387170	60.83%	1016692	4372475	5389167	60.85%	0.00%
Total Public (B)	1086831	4377770	5463100	61.69%	1090625	4372475	5463100	61.68%	0.00%
C. Shares held by Custodian for GDRs & ADRs	-	-	-	0.00%	-	-	-	0.00%	0.00%
Grand Total (A+B+C)	1467031	7389069	8856100	100.00%	1470825	7385275	8856100	100%	

(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	NAND KISHORE RUNGTA	142800	1.613%	Nil	142800	1.613%	Nil	0.00%
2	URMILA RUNGTA	112700	1.273%	Nil	112700	1.273%	Nil	0.00%
3	DEEPAK RUNGTA	81700	0.922%	Nil	81700	0.922%	Nil	0.00%
4	RAM KUMAR RUNGTA	80500	0.908%	Nil	80500	0.908%	Nil	0.00%
5	SUNIL RUNGTA	61700	0.696%	Nil	61700	0.696%	Nil	0.00%
6	RAM CHANDRA RUNGTA	34200	0.386%	Nil	34200	0.386%	Nil	0.00%
7	SHALINI RUNGTA	31700	0.358%	Nil	31700	0.358%	Nil	0.00%
8	PUSHPA RUNGTA	1700	0.01	Nil	0	0.00%	Nil	0.01%
9	SHANTI RUNGTA	1700	0.01%	Nil	1700	0.01%	Nil	0.00%
10	MENAKSHI RUNGTA	1100	0.012%	Nil	1100	0.012%	Nil	0.00%
11	MAHABIR PRASAD RUNGTA	775100	8.75%	Nil	880800	9.94%	Nil	1.19%
12	RAM SWARUP RUNGTA	245800	2.775%	Nil	165300	1.866%	Nil	0.909%
13	SANJAY RUNGTA	38500	0.435%	Nil	15000	0.169%	Nil	0.266%
14	SKYBLUE EARTHMOVERS & INVESTMENT (P) LTD	652700	7.37%	Nil	652700	7.37%	Nil	0.00%
15	RANGOLI CONSTRUCTION (P) LTD	418200	4.72%	Nil	418200	4.72%	Nil	0.00%
16	ARVIND FUELS (P) LTD	256600	2.90%	Nil	256600	2.89%	Nil	0.00%
17	RANDEV ASSOCIATES (P) LTD	194000	2.191%	Nil	194000	2.191%	Nil	0.00%
18	RUNGTA PROJECTS LTD	99700	1.126%	Nil	99700	1.126%	Nil	0.00%
19	RUNGTA CARRIERS LTD	124000	1.400%	Nil	124000	1.400%	Nil	0.00%
20	SATTERFIELD TRADE & INVESTMENT LTD	35600	0.402%	Nil	35600	0.402%	Nil	0.00%
21	BIR AUTO AGENCIES (P) LTD	3000	0.034%	Nil	3000	0.034%	Nil	0.00%

(iii) Change in Promoters' Shareholding (please specify, if there is 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
	MAHABIR PRASAD RUNGTA						
	At the beginning of the year	01/04/2016		775100	8.75%	775100	8.75%

	Changes during the year	17/08/2016	Transfer	105700	1.19%	880800	9.94%
					0.00%		0.00%
					0.00%		0.00%
	At the end of the year	30/03/2017		880800	9.94%	880800	9.94%
2.	RAM SWARUP RUNGTA						
	At the beginning of the year	01/04/2016		245800	2.775%	245800	1.866%
	Changes during the year	17/08/2016	Transfer	(80500)	0.00%	165300	0.909%
	At the end of the year	31/03/2017		165300	1.866%	165300	1.866%
3.	SANJAY RUNGTA						
	At the beginning of the year	01/04/2016		38500	.435%	38500	.435%
	Changes during the year	17/08/2016	Transfer	(23500)	0.00%	15000	0.169%
	At the end of the year	31/03/2017		15000	.435%	15000	0.169%
4.	NAND KISHORE RUNGTA						
	At the beginning of the year	01/04/2016		142800	1.613%	142800	1.613%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		142800	1.613%	142800	1.613%
5.	URMILA RUNGTA						
	At the beginning of the year	01/04/2016		112700	1.273%	112700	1.273%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		112700	1.273%	112700	1.273%
6.	DEEPAK RUNGTA						
	At the beginning of the year	01/04/2016		81700	.922%	81700	.922%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		81700	.922%	81700	.922%
7.	RAM KUMAR RUNGTA						
	At the beginning of the year	01/04/2016		80500	0.908%	80500	0.908%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		80500	0.908%	80500	0.908%
8.	SUNIL RUNGTA						
	At the beginning of the year	01/04/2016		61700	0.696%	61700	0.696%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%

	At the end of the year	31/03/2017		61700	0.696%	61700	0.696%
9.	RAM CHANDRA RUNGTA						
	At the beginning of the year	01/04/2016		34200	0.386%	34200	0.386%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		34200	0.386%	34200	0.386%
10.	SHALINI RUNGTA						
	At the beginning of the year	01/04/2016		31700	0.358%	31700	0.358%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		31700	0.358%	31700	0.358%
11.	PUSHPA RUNGTA						
	At the beginning of the year	01/04/2016		1700	0.19%	1700	0.19%
	Changes during the year	17/08/2016	Transfer	(1700)	0.00%	0	0.00%
	At the end of the year	31/03/2017		0	0.00%	0	0.00%
12.	SHANTI RUNGTA						
	At the beginning of the year	01/04/2016		1700	.019%	1700	.019%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		1700	.019%	1700	.019%
13.	MENAKSHI RUNGTA						
	At the beginning of the year	01/04/2016		1100	0.012%	1100	0.012%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		1100	0.012%	1100	0.012%
14.	SKYBLUE EARTMOVERS & INVESTMENT (P) LTD						
	At the beginning of the year	01/04/2016		652700	7.370%	652700	7.370%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		652700	7.370%	652700	7.370%
15.	RANGOLI CONSTRUCTIONS (P) LTD						
	At the beginning of the year	01/04/2016		418200	4.722%	418200	4.722%

	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		418200	4.722%	418200	4.722%
16. ARVIND FUELS (P) LTD							
	At the beginning of the year	01/04/2016		256600	2.897%	256600	2.897%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		256600	2.897%	256600	2.897%
17. RANDEV ASSOCIATES (P) LTD							
	At the beginning of the year	01/04/2016		194000	2.191%	194000	2.191%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		194000	2.191%	194000	2.191%
18. RUNGTA PROJECTS LTD							
	At the beginning of the year	01/04/2016		99700	1.126%	99700	1.126%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		99700	1.126%	99700	1.126%
19. RUNGTA CARRIER LTD							
	At the beginning of the year	01/04/2016		124000	1.400%	124000	1.400%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		124000	1.400%	124000	1.400%
20. SATTERFIELD TRADE & INVESTMENT LTD							
	At the beginning of the year	01/04/2016		35600	0.402%	35600	0.402%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		35600	0.402%	35600	0.402%
21. BIR AUTO AGENCIES (P) LTD							
	At the beginning of the year	01/04/2016		3000	0.034%	3000	0.034%
	Changes during the year	N/A		NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		3000	0.034%	3000	0.034%

(iv) Shareholding Pattern of top ten Shareholders

(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.	PLEASURE INVESTMENT (P) LTD						
	At the beginning of the year	01/04/2016		1322500	14.93%	1322500	14.93%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		1322500	14.93%	1322500	14.93%
2.	SAMARA REALTY (P) LTD						
	At the beginning of the year	01/04/2016		1286600	14.52%	1286600	14.52%
	Changes during the year	N/A	N/A	NIL	00.00%	NIL	00.00%
	At the end of the year	31/03/2017		1286600	14.52%	1286600	14.52%
3.	MANORATH DISTRIBUTERS (P) LTD						
	At the beginning of the year	01/04/2016		503465	5.68%	503465	5.68%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		503465	5.68%	503465	5.68%
4.	APEX FINANCE LTD						
	At the beginning of the year	01/04/2016		500000	5.64%	500000	5.64%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%

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	At the end of the year	31/03/2017		500000	5.64%	500000	5.64%
5.	JISL IRRIGATION (P) LTD						
	At the beginning of the year	01/04/2016		164000	1.85%	164000	1.85%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		164000	1.85%	164000	1.85%
6.	JEWELROCK TRACON (P) LTD						
	At the beginning of the year	01/04/2016		150000	1.69%	150000	1.69%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		150000	1.69%	150000	1.69%
7.	ORBIT VYAPAR (P) LTD						
	At the beginning of the year	01/04/2016		91800	1.03%	91800	1.03%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		91800	1.03%	91800	1.03%
8.	VATSAL INVESTMENT (P) LTD						
	At the beginning of the year	01/04/2016		75000	0.84%	75000	0.84%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		75000	0.84%	75000	0.84%
9.	RAJDHANI CARRIERS (P) LTD						
	At the beginning of the year	01/04/2016		68000	0.76%	68000	0.76%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		68000	0.76%	68000	0.76%
10.	ANNAPURNA COAL						

CARRIERS (P) LTD							
	At the beginning of the year	01/04/2016		54800	0.61%	54800	0.61%
	Changes during the year	N/A	N/A	NIL	0.00%	NIL	0.00%
	At the end of the year	31/03/2017		54800	0.61%	54800	0.61%

(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	MAHABIR PRASAD RUNGTA						
	At the beginning of the year	01/04/2016		775100	8.75%	775100	8.75%
	Changes during the year	N/A	N/A	105700	1.19%	105700	1.19%
	At the end of the year	31/03/2017		880800	8.75%	880800	9.94%

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
Indebtedness at the beginning of the financial year				
i) Principal Amount	945.841	1368.610	-	2314.451
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	945.841	1368.610	-	2314.451
* Addition	1007.43	849.232	-	1856.662
* Reduction	25.46	1620.258	-	1645.718
Net Change	981.97	(771.026)	-	210.994
Indebtedness at the end of the financial year				

i) Principal Amount	1927.805	597.584	-	2525.445
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	1927.805	597.584	-	2525.445

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 (In Rs)
		M.P. Rungta	N.Krishnamurthy	Priya Rungta	Tarun Megotia	
	Designation	CMD	JMD	Director	WTD	
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	8,40,000	22,50,019	7,20,000	6,09,252	44,19,271
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	1,00,800	2,17,674	NIL	56,160	3,74,634
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NIL	NIL	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL	NIL	NIL
4	Commission	NIL	NIL	NIL	NIL	NIL
	- as % of profit	NIL	NIL	NIL	NIL	NIL
	- others, specify	NIL	NIL	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (A)	9,40,800	24,67,693	7,20,000	6,65,412	47,93,905

B. Remuneration to other Directors

SN.	Particulars of Remuneration	Name of Directors		Total Amount (In Rs)
		S.K. Poddar	Ramesh Behari Mathur	
1	Independent Directors			
	Fee for attending board committee meetings	21,000	11,000	32,000
	Commission	-	-	-
	Others, please specify	-	-	-

	Total (1)	21,000	11,000	32,000
2	Other Non-Executive Directors	-	-	-
	Fee for attending board committee meetings	-	-	-
	Commission	-	-	-
	Others, please specify	-	-	-
	Total (2)	-	-	-
	Total (B)=(1+2)	21,000	11,000	32,000
	Total Managerial Remuneration	21,000	11,000	32,000
	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 (Rs/Lac)
		Pooja Juneja	Kamal Kumar Jain	
	Name	Pooja Juneja	Kamal Kumar Jain	
	Designation	Company Secretary	Chief financial officer(CFO)	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	5,72,911	1,39,714	7,12,625
	(b) Value of perquisites w/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL
4	Commission	NIL	NIL	NIL
	- as % of profit	NIL	NIL	NIL
	- others, specify	NIL	NIL	NIL
5	Others, please specify	23,280	NIL	NIL
	Total	5,96,191	1,39,714	7,35,905

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)

A. COMPANY						
Penalty		N/A	N/A	N/A	N/A	N/A
Punishment		N/A	N/A	N/A	N/A	N/A
Compounding		N/A	N/A	N/A	N/A	N/A
B. DIRECTORS						
Penalty		N/A	N/A	N/A	N/A	N/A
Punishment		N/A	N/A	N/A	N/A	N/A
Compounding		N/A	N/A	N/A	N/A	N/A
C. OTHER OFFICERS IN DEFAULT						
Penalty		N/A	N/A	N/A	N/A	N/A
Punishment		N/A	N/A	N/A	N/A	N/A
Compounding		N/A	N/A	N/A	N/A	N/A

Date : 09th August 2017
Place: New Delhi

For and on Behalf of the Board
For Rungta Irrigation Ltd.

Sd/-
(M.P. RUNGTA)
Chairman cum Managing Director

- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- (vi) Industrial Disputes Act, 1947, Payment of Bonus Act, 1965, Minimum Wages Act, 1948, Payment of Gratuity Act, 1972, Workmen's Compensation Act, 1923, Employees' State Insurance Act, 1948, Employees' Provident Fund and all other Labour Laws, Rules and Regulations applicable to the Company.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with Bombay Stock Exchange.

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

1. As per the explanations and information furnished to us by the officers and agents of the Company for the compliances under FEMA to the extent applicable to the Export of Irrigation Pipes; Company is having valid Export License and is regular in submitting of SDF form.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

We further report that:

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that:

1. During the audit period; the company availed cash credit limit of Rs. 27,500,000/- on 18/10/2016 from UCO Bank Limited for which form, CHG-1, which was due on 17th Nov, 2016 was filed on 10/01/2017 due to directors personal engagement;
2. During the audit period; the company availed cash credit limit of Rs. 50,000,000/- on 14/12/2016 from Kotak Mahindra Bank Limited for working capital.
3. During the audit period; the company passed a board resolution in the meeting held on 28th day of January, 2017 to avail loan facility from ICICI Bank Limited, Bandra Kurla Complex, Mumbai of Rs. 70,00,000/- (Rupees Seventy Lacs only);
4. During the audit period; the company passed a board resolution in the meeting held on 18th February, 2017 to take on record the resignation letter received from Mr. Bajrang Singh Shekhawat, CFO of the Company and on the same date Mr. Kamal Kumar Jain was appointed as CFO of the Company;

**For AMIT KUMAR
Company Secretaries**

Amit Kumar
Proprietor
FCS-5917
CP-6184

Place: New Delhi
Date : 29-05-2017

Form - A

Form for disclosure of particulars with respect to conservation of energy

A. Power and Fuel consumption

1. Electricity

	Current Year	Previous Year
a. Purchased		
Unit	2220280	2508310
Total amount	Rs. 16617584	Rs. 15869869
Rate /unit	Rs. 7.84	Rs. 6.33
b. Own generation		
I. Through diesel generator		
Units	51720	118718
Units per-ltr. of diesel oil	3.80	4.77
Cost/unit	Rs 13.70	Rs. 9.29

B. Consumption per units of production

	Current Year	Previous Year
Electricity	0.64 Per Kg.	0.54 Per Kg.

INDEPENDENT AUDITOR'S REPORT

To The Members of M/s RUNGTA IRRIGATION LIMITED

Report On the Financial Statements

We have audited the accompanying financial statements of M/s Rungta Irrigation Limited ("the Company"), having Regd. office at 101, Pragati Tower, 26, Rajendra Place, New Delhi-110008 which comprise the Balance Sheet as at March 31, 2017 and the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation 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 maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent, and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records relevant to the preparation and presentation of 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 the matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of financial statement that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's 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, of the state of affairs of the company as at 31st March, 2017 and its profit/loss and its cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 (the Order) issued by the Central Government of India in terms of sub-section (ii) of section 143 of the Act, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet and the Statement of Profit and Loss and the 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 March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial statements - Refer Note no 26(3) to the financial statements.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

- iv) The company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th Nov, 2016 to 30th Dec, 2016 and these are in accordance with the books of accounts maintained by the company.

For MAMRAJ & CO.
CHARTERED ACCOUNTANTS
(Regn. No-006396N)

DATED: 29.05.2017
PLACE: DELHI

Sd-
(CA Shubham Agarwal)
PARTNER
M. No. 526000

The Annexure referred to in paragraph 1 of our report on "Other Legal and Regulatory Requirements"**We report that:**

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) As explained to us, inventory has been physically verified by the management at regular intervals during the year. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
- (iii) (a) The company has taken un-secured long term deposits as disclosed in Note no 4 of the financial statements which includes Rs 125.71 lacs from Vaishno Devi Vinimay Pvt Ltd payable as on 31.03.2017 (Previous year Rs 493.21 lacs) .which is covered under Clause 76 of the Companies Act, 2013.
- (b) The terms and conditions of the grant of such loans are not prejudicial to the interest of the Company.
- (c) According to information and explanations given to us no interest is charged or given on the above transactions.
- (iv) In respect of loans, Investments, guarantees and security, provision of Sec185 and 186 of the FCompanies Act 2013 have been complied with.
- (v) The Company has not accepted any deposits from the public in accordance with the Provisions of sections 73 to 76 of the Companies Act, 2013.
- (vi) As per information and explanation given by the management, maintenance of cost records has not been specified by the Central Govt. under sub section (1) of Section 148 of the Companies Act, 2013.
- (vii) (a) According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund (except the unpaid dividend of Rs. 9.89Lac (Prev.year 9.89lac) held in abeyance due to pending legal cases), Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues to the extent applicable, have generally been deposited regularly (except in few cases) with the appropriate authorities.

According to the information and explanation given to us, there were no outstanding statutory dues as on 31st March, 2017 for a period of more than six months from the date

they became payable except the dues of unpaid Dividend of Rs. 9.89 Lacs (Previous year Rs. 9.89 lacs) which is held in abeyance due to pending legal cases.

(b) According to the information given to us, there is no amount payable in respect of Income Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty, VAT and Cess which ever applicable, which have not been deposited on account of any disputes.

- (viii) In our opinion, and according to the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank, Government or debenture holders, as applicable to the company.
- (ix) Based on our audit procedures and according to the information given by the management, the company has not raised any money by way of initial public offer or further public offer (including debt instruments) or taken any term loan during the year.
- (x) According to the information and explanations given to us, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us, we report that managerial remuneration has been paid in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act.
- (xii) The company is not a Nidhi company. Therefore clause (xii) of the order is not applicable to the company.
- (xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For MAMRAJ & CO.
CHARTERED ACCOUNTANTS
(Regn. No-006396N)

DATED: 29.05.2017
PLACE: DELHI

Sd-
(CA Shubham Agarwal)
PARTNER
M. No. 526000

Report on Internal Financial Controls over Financial Reporting**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 M/S RUNGTA IRRIGATION LIMITED ("the Company") as on March 31st, 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. 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 authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely deduction of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components or internal control stated in the Guidance Note of Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For MAMRAJ & CO.
CHARTERED ACCOUNTANTS
(Regn. No-006396N)

DATED: 29.05.2017
PLACE: DELHI

Sd-
(CA Shubham Agarwal)
PARTNER
M. No. 526000

Rungta Irrigation Limited
Balance Sheet As At 31st March 2017

Amount In Rs.

Particulars	Note No.	As At 31st March 2017	As At 31st March 2016
EQUITY AND LIABILITIES			
Shareholders Funds			
Share Capital	1	88,561,000	88,561,000
Reserves and Surplus	2	515,535,851	490,914,680
Non-current Liabilities			
Long-Term Borrowings	3	12,085,336	1,628,373
Long Term Liabilities -Other	4	60,750,136	137,850,477
Current Liabilities			
Short-Term Borrowings	5	175,758,561	91,900,038
Trade Payables	6	16,537,919	23,178,496
Other Current Liabilities	7	81,819,218	78,055,017
Short-Term Provisions	8	14,983,297	10,331,809
Total		966,031,318	922,419,890
ASSETS			
Non-current Assets			
Fixed Assets			
Tangible Assets	9	113,334,431	84,596,564
Intangible Assets	9	-	519
Capital Work -in-Progress	9	-	7,237,563
Non-current Investments	10	177,806,504	204,682,880
Deferred Tax Assets (Net)	11	6,290,800	3,550,132
Long-term Loans and Advances	12	31,160,517	29,776,288
Current Assets			
Inventories	13	112,942,132	121,747,990
Trade Receivables	14	303,193,463	301,530,685
Cash and Cash Equivalents	15	24,130,575	22,841,393
Short-term Loans and Advances	16	196,656,818	145,684,082
Other Current Assets	17	516,078	771,794
Total		966,031,318	922,419,890

Significant Accounting Policies and Additional Information 26

The notes referred to above form an integral part of the Financial Statements

As per our report of even date annexed
For MAMRAJ & Co.
Chartered Accountants

For and on Behalf of the Board of Directors

-sd-
SHUBHAM AGARWAL
Partner
Membership No - 526000
New Delhi

-Sd-
Kamal Kumar Jain
Chief Financial Officer

-sd-
M. P. Rungta
Chairman and
Managing Director

-sd-
Tarun Megotia
Executive Director

Date : 29th May, 2017

-sd-
Mritunjay Kumar
Company Secretary

Rungta Irrigation Limited

Statement of Profit and Loss for the year ended 31st March 2017

Particulars	Note No.	Amount in Rs.	
		For The Year Ended 31st March 2017	For The Year Ended 31st March 2016
Revenue :			
Revenue from Operations	18	626,018,537	640,338,003
Other Income	19	61,753,919	29,958,231
Total Revenue		687,772,456	670,296,234
Expenses:			
Cost of Materials Consumed	20	385,476,282	323,073,455
Purchases of Stock-in-Trade	-	-	141,342,676
Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade	21	22,327,565	(13,836,382)
Other Direct Manufacturing Expenses	22	36,139,024	33,266,627
Employee Benefits Expense	23	56,622,485	47,941,698
Finance Costs	24	18,481,313	18,861,575
Depreciation and Amortization Expenses	9	15,165,579	11,078,358
Other expenses	25	127,915,245	87,567,591
Total Expenses		662,127,492	649,295,597
Profit Before Tax		25,644,964	21,000,637
		25,644,964	21,900,637
Prior period expenses			
Provision For Current Tax		(5,250,000)	(6,000,000)
Provision For Deferred Tax		2,740,668	(1,735,189)
Profit After Tax		23,135,632	13,265,448
Income Tax Related To Last Year		-	-
Profit For the Year		23,135,632	13,265,448
Earning Per Share			
Basic Earning Per Share(Rs)		2.61	1.50
Diluted Earning Per Share(Rs)		2.61	1.50

Additional Information and Significant Accounting Policies 26

The notes referred to above form an integral part of the Financial Statements

As per our report of even date annexed

For MAMRAJ & Co.
Chartered Accountants

For and on Behalf of the Board of Directors

-sd-
SHUBHAM AGARWAL
Partner
Membership No - 526000
New Delhi-Sd-
Kamal Kumar Jain
Chief Financial Officer-sd-
M. P. Rungta
Chairman and
Managing Director-sd-
Tarun Megotia
Executive Director

Date: 29th May, 2017

-sd-
Mritunjay Kumar
Company Secretary

Rungta Irrigation Limited
Notes on Financial Statements

Particulars	As At 31st March 2017	As At 31st March 2016
1 Share Capital		
Authorised Share capital		
10000000 (10000000) Equity Shares of Rs-10/- Each	100,000,000	100,000,000
500000 (500000) 12% Redeemable Cumulative Preference Shares of Rs-100/- Each	50,000,000	50,000,000
100000 (100000) Redeemable Cumulative Preference Shares of Rs-100/- Each	10,000,000	10,000,000
Total	160,000,000	160,000,000
Issued, Subscribed & Paid-Up		
8856100 (8856100) Equity Shares of Rs-10/- Each	88,561,000	88,561,000
NIL (NIL) 12% Redeemable Cumulative Preference Shares of Rs-100/- Each	-	-
Total	88,561,000	88,561,000
a) The Reconciliation of the Number Of Shares outstanding is set out below		
Particulars	As At 31.3.17 No. Of Share	As At 31.3.16 No. Of Share
Equity Shares at the beginning of the year	8856100	8856100
Shares issued during the year	-	-
Equity Shares at the end of the year	8856100	8856100
b) Right/preference/restrictions attached to equity shares		
Terms/rights attached to equity shares: The Company has only one class of equity shares having at par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of Company after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of equity shares held by the share holders.		
c) The details of Shareholders holding more than 5% shares:		
Name of shareholder	As At 31.3.17 No. Of Share	%Held
Skyblue EarthMovers & Investment Pvt. Ltd.	652700	7.37
Pleasure Investment Pvt Ltd	1322500	14.93
Samara Realty Pvt Ltd	1286600	14.53
Apex Finance Ltd	500000	5.65
Menorath Distributors Pvt Ltd	503465	5.68
M.P.Rungta	880800	9.94
	775100	8.75
d) Aggregate number of bonus shares issued and share issued for consideration other than cash during the period of five years immediately preceding the reporting date.		
The Company has not issued any bonus shares nor has been any buy back of shares during five years immediately preceding 31st march 2017.		
2 Reserves & Surplus		
Capital Redemption Reserve		
As Per Last Balance Sheet	50,000,000	
Add: Transferred From Profit & Loss	-	50,000,000
Security Premium		
As Per Last Balance Sheet	246,936,572	
Add: On Issue of Shares	-	246,936,572
General Reserve		
As Per Last Balance Sheet		119,802,739
Profit & Loss Account Balance		74,175,369
Add: Transferred from Statement of Profit and Loss		23,135,632
Less- Exces Income Tax & TDS & Misc balances adjusted		1,485,539
Total		515,535,851
		490,914,680
3 Long Term Borrowings		
a-Secured		
Vehicle Loans		
- From Banks	17,021,927	2,684,061
- From Financial Companies	-	-
	17,021,927	2,684,061
Less: Shown in current maturities of long-term debt (Refer Note 7)	(4,936,591)	(1,055,688)
(Secured by hypothecation of respective vehicle and personal guarantee of director of the Company)		
(Terms of Repayment- Repayable in Monthly Installments. The amount will be fully paid by FEB, 2022)		
Total-A	12,085,336	1,628,373
b-Un-Secured		
From Related Parties (Interest Free)	-	-
From Others (interest Free)	-	-
Total-B	-	-
Total-A+B	12,085,336	1,628,373
4 Long Term Liability Other		
Unpaid dividend #	989,450	989,450
Other Loan ##	59,760,686	136,861,027
Total	60,750,136	137,850,477

#	The amount kept in abeyance due to legal cases pending.		
##	Unsecured Taken from Corporate as Long Term interest free		
5	Short Term Borrowings		
	Secured		
	Loans repayable on demand- Working Capital Loan		
	From Banks- Allahabad Bank	126,606,512	91,900,038
	From Kotal Mahindra Bank	49,152,049	-
	(Secured by exclusive hypothecation of stock of Raw material, work-in-progress, finished goods, consumable stores, book debts and other current assets of the company, both present and future, and mortgage of Land. The loan is further guaranteed by the Directors.)		
	Total	175,758,561	91,900,038
6	Trade Payables		
	Micro, Small and Medium Enterprises	36,081	101,720
	Others	16,501,838	23,076,776
	Total	16,537,919	23,178,496
7	Other Current Liabilities		
	Current Maturities of Long-term Debts		
	- Vehicle Loan - From Banks	4,936,591	1,055,688
	- From Financial Companies	-	-
	Interest Accrued and due on Borrowings	-	-
	Advances from Customers	13,846,355	45,358,437
	Trade Deposits	4,231,857	8,205,886
	Statutory Dues	2,794,863	3,969,089
	Other Liabilities #	50,697,557	14,880,103
	Liability for Expenses	5,311,995	4,585,814
	Total	81,819,218	78,055,017
	# Including Rs-3,72,70,209 /- (PY-Nil) related parties (interest free)		
8	Short Term Provisions		
	Provision for employee benefits		
	Bonus and Reward	462,907	-
	Gratuity	3,270,390	3,270,390
	Provision for Income Tax	11,250,000	6,000,000
	Excise Duty Payable on Finished Goods	-	1,061,419
	Total	14,983,297	10,331,809

Particulars	As At 31st March 2017		As At 31st March 2016	
10 Non Current Investments				
a. Long Term non-trade Investment valued at cost				
Investment In fully paid up Equity Shares	31.3.17		31.3.16	
I-Unquoted	No. of Shares	Rs	No. of Shares	Rs
Akshay Ispat Udyog Pvt Ltd of Rs-100/- each	27500	2750000	27500	2750000
#JISL Irrigation Ltd. of Rs-10/- each.	18400	462301	18400	462301
Manorath Distributors Pvt. Ltd. Rs-10/- each.	412715	24117500	350000	3500000
#- Ranganath Sponge Iron (P) Ltd Rs-10/- each	3914601	131710810	4836120	140926000
Trambakam Flour Mills Ltd. Rs-100/- each.	15750	1575000	15750	1575000
Jharkhand Ispat P. Ltd. Rs-10/- each.	500000	5000000	500000	5000000
#Rungra Carrier Ltd. Rs-10/- each.	1000000	10000000	1000000	10000000
Total		175615611		195713361
#-Company under same Management				
II-Quoted	31.3.17		31.3.16	
Caprihans India Ltd. Rs-10/- each.	10	528	10	528
DLF Limited Rs-2/- each.	1000	273643	1000	273643
Eveready Industries Ltd. Rs-5/- each.	333	47504	333	47504
Finolex Industries Ltd	100	1495	100	1495
Gammon India Ltd. Ltd Rs-2/- each.	100	2071	100	2071
Hindalco Ltd Rs-1/- each.	4000	196398	4000	196398
Hydro S&S Ind Ltd. Rs-10/- each.	10	249	10	249
Jindal Poly Films Ltd. Rs-10/- each.	1000	544266	1000	544266
Mcleod Russell India Limited Rs-10/- each.	333	47505	333	47505
Nil Kamal Plastics Ltd. Rs-10/- each.	100	3172	100	3172
Nocil Ltd Rs-10/- each.	200	2152	200	2152
Padmini Tech Ltd. Rs-10/- each.	100	306	100	306
Peacock Industries Ltd. Rs-10/- each.	100	516	100	516
Pearls Polymers Ltd. Rs-10/- each.	100	1981	100	1981
Reliance Communication Ltd. Rs-10/- each.	2000	396164	2000	396164
Reliance Industriess Ltd Rs-10/- each.	250	181011	250	181011
Sangam Aluminium Ltd. Rs-10/- each.	13200	38595	13200	38595
Suzlon Energy Limited Rs-2/- each.	1000	52242	1000	52242
Tata Steel Ltd Rs-10/- each.	2000	356948	2000	356948
Unitech Ltd. Rs-2/- each.	1000	44147	1000	44147
Total		2190893		2190893
Aggregate Market Value Of quoted Investment Is Rs 29,88,149/-, Previous year Rs-23,07,821/-				
b. Long Term Trade Investment				
Investment in the Capital Of Partnership Firms	31.3.17		31.3.16	
Ajanta Mineral and Maruti Minerals				6778686
Total			177,806,504	204,682,880

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11	Deferred Tax Assets(Net)		
	Net Deferred Tax Assets	6,290,800	3,550,132
12	Long Term Loans and Advances		
	Capital Advances	-	-
	Unsecured, considered good		
	Loan to Company	23,033,852	23,033,852
	Security Deposits	8,126,665	6,742,436
	Unsecured, considered good		
	Total	31,160,517	29,776,288
13	Inventories (Valued at Cost or Net Realisable Value whichever is lower)*		
	Raw Materials and Components	17,310,779	10,831,008
	Goods-in transit	7,041,936	-
	Work-in-progress **	7,936,865	12,169,371
	Finished Goods	76,692,942	68,586,020
	Trading Goods		26,095,702
	Stores and spares	3,959,610	4,065,889
	** Includes Rs Nil (Previous Year Rs 430301/-) Materials lying with Third Parties for Processing		
	Total	112,942,132	121,747,990
	*as taken, valued and certified by the Management		
14	Trade Receivables		
	Trade Receivables outstanding for a period less than six months	195,832,505	157,272,147
	Unsecured, considered good		
	Trade Receivables outstanding for a period exceeding six months	107,360,958	144,258,538
	Unsecured, considered good		
	Total	303,193,463	301,530,685
	Particulars	As At 31st March 2017	As At 31st March 2016
15	Cash and Bank Balances		
	Cash on hand	5,256,741	956,114
	Cheques, drafts on hand	-	-
	Balances with banks	10,003,844	-
	- In Current accounts (With Scheduled Bank)	806,638	9,317,486
	- In Current accounts (With Other Banks)	5,002	26,326
	- In Fixed Deposits (with scheduled Bank) *	8,058,350	12,541,467
	*(Pledged with Bank as Margin Money and Includes Rs- 80,58,350/- (PY- Rs 44,88,000/-)with maturity of more than 12 months)		
	Total	24,130,575	22,841,393
16	Short-term Loans and Advances		
	Unsecured, considered good	-	-
	Loans and advances to Staff & Workers	794,848	1,101,457
	Loan to Others	99,941,559	97,000,000
	Advance Tax & Tax Deducted at Source (A.Y. 2017-18)	5,590,975	6,594,763
	Balance with Central Excise Authorities	-	1,093,226
	Commercial Taxes Receivables	-	86,793
	Excise/Commercial Taxes under Appeal	2,754,467	122,187
	CENVAT /Service Tax Receivable	1,279,120	37,722
	Advances to suppliers	17,084,500	26,220,139
	Other Advance	69,211,349	13,427,795
	Total	196,656,818	145,684,082
17	Other Current Assets		
	Prepaid Expenses	451,865	621,852
	Interest Accrued	64,213	149,942
	Total	516,078	771,794
18	Revenue from Operations		
	Export Sales	15,174,223	15,139,112
	Domestic Sales		
	Drip	89,626,888	63,520,582
	HDPE	356,330,820	381,563,728
	PVC	131,952,709	29,814,115
	Aluminium	24,047,786	39,948,963
	Spare Parts	8,841,326	5,771,971
	Sales Returns	(5,088,078)	(4,536,227)
	Discount & Rates Difference	-	(2,637,897)
	Trading Sales		
	Coat	16,215,900	117,465,265
		637,101,574	646,049,812
	Less:Excise Duty	(11,083,037)	(5,711,802)
	Total	626,018,537	640,338,005
19	Other Income		
	Hire Charges Receipts	-	-
	Dividend on shares	23,654	33,022
	Interest on Loan & Deposits	20,192,762	17,068,783
	Sundry Balances W. Off/Back	157,491	1,186,027
	Long Term Capital Gain	21,924,629	-
	Interest on Over due Payments	6,240,180	3,385,291

	Purchase Discount	847,458	1,189,631
	Freight on Sale of Goods	11,023,405	3,726,544
	Profit / (Loss) on sale of fixed assets	-	2,816,676
	Miscellaneous Income	1,344,340	552,280
	Total	61,753,919	29,958,231
20	Cost of Materials Consumed		
	Opening Stock	10,831,008	9,364,744
	Add : Purchases during the year	391,956,053	324,539,719
	Less : Closing Stock	17,310,779	10,831,008
	Material Consumed	385,476,282	323,073,455
	Material consumed comprises of :		
	HDPE Granules	-	181,272,223
	LLDPE Granules	-	13,199,975
	PVC Resin	-	24,698,899
	Aluminium Pipes	-	35,881,954
	Other Spare Parts*	193,045,863	68,020,404
	* Others include raw materials, components and spare parts, none of which individually accounts for more than 10 % of the total consumption.		
	Total	385,476,282	323,073,455
21	Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade		
	Opening Stock		
	- Finished goods	68,586,020	85,861,912
	- Work-in-progress	12,169,371	7,152,799
	- Trading Goods	26,095,702	-
	- Stores and spares	4065889	-
		110,916,982	93,014,711
	Closing Stock		
	- Finished goods	76,692,942	68,586,020
	- Work-in-progress	7,936,865	12,169,371
	- Stores and spares	3,959,610	-
	- Trading Goods	-	26,095,702
		88,589,417	106,851,093
	Changes in Inventories	22,327,565	(13,836,382)
22	Other Direct Manufacturing Expenses		
	Power & Fuel	21,394,818	18,346,636
	Carriage & Octroi (Inward)	4,758,577	4,179,271
	Processing Charges		
	Consumable Stores	1,165,685	4,885,256
	Repair & Maintenance :	1,687,697	
	- Plant & Machinery	909,251	623,473
	- Building	94,919	1,177,374
	- Others	151,282	268,690
	Other Manufacturing Expenses	5,976,795	3,995,233
	Excise Duty*	-	(209,306)
	Total	36,139,024	33,266,627
	* Excise Duty Difference Of Opening and Closing of Finished Goods and Excise Duty borne by company		
23	Employee Benefits Expenses		
	Salaries and incentives	48,951,548	41,791,121
	Contributions to -		
	- Gratuity Fund	-	-
	- Provident and other Funds	3,110,813	2,812,430
	Workmen & Staff Welfare Expenses	4,560,124	3,338,147
	Total	56,622,485	47,941,698
24	Finance Costs		
	Interest on Loans for Fixed Period	148,739	3,878,197
	Interest Other & Bank	17,262,068	12,679,340
	Bank Charges	918,343	2,304,038
	Finance Costs (Preference share)	-	-
	Exchange Fluctuation	152,163	-
	Total	18,481,313	18,861,575
25	Other Expenses		
	Advertisements Expenses	812,324	524,365
	Auditors Remuneration		
	- Statutory Audit	287,500	200,000
	- Tax Audit	115,000	50,000
	Carriage Outwards	22,492,395	16,253,012
	Sales Promotion	3,351,192	2,980,357
	Discount	3,662,713	36,445
	Electricity & Water Expenses	841,066	891,636
	Insurance Charges	611,203	1,140,997
	Legal & Professional Charges	1,037,518	995,798
	Telephone & Postage Expenses	946,972	1,082,840

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Rent Expenses	4,632,051	3,646,675
Rates and taxes	1,322,957	920,810
Installation Expenses	315,067	1,100,256
Commission to selling agents	37,979,021	37,583,408
Travelling & Conveyance Expenses	7,842,102	6,171,474
Vehicle Running & Maintenance	2,811,629	2,989,867
Miscellaneous Expenses	11,862,723	8,923,222
Printing and stationery	387,369	
Loss on sale of Fixed assets	24,840	-
Bad Debts Written Off (Net of write back of liabilities)	26,579,803	2,076,430
Total	127,915,245	87,567,591

Rungta Irrigation Limited
Notes on Financial Statements

		2016-17			2015-16		
26(7)	Turnover, Opening and Closing Stock of Finished Goods						
		Units	Qty.	Rs.	Qty.	Rs.	
a.	Turnover #						
	Aluminium Pipe Coupled	Nos.	15,811	24,129,167	29,448	39,948,963	
	HDPE Pipe coupled	Nos.	492,322	346,063,448	352,620	392,166,613	
	PVC Pipe	Nos.	112,137	119,054,736	17,650	21,464,609	
	Accessories, Fittings & Other	-	-	120,555,287	-	69,292,553	
				609,802,637		522,872,738	
	Trading Goods (Coal)			16,215,900		117,465,265	
				626,018,537		640,338,003	

Sprinkler Irrigation System and Drip Irrigation systems are sold in various combination of pipes, laterals, accessories and fittings in numbers/ mtrs. for a combined value in Sets. Therefore, it is not practical to give item wise value of sales. Sale amount is net of sales tax and Exclusive of excise duty.

		2016-17			2015-16		
b.	Opening Stock						
	Aluminium Pipe Coupled	Nos.	3,796	3,909,365	3,032	3,076,206	
	HDPE Pipe coupled	Nos.	24,324	21,891,600	24,197	16,225,327	
	PVC Pipe Coupled	Nos.	8,199	9,018,900	13,532	5,732,616	
	Accessories, Fittings & Other	-	-	59,861,856	-	60,827,763	
				94,681,721		85,861,912	

		2016-17			2015-16		
c.	Closing Stock	Units	Qty.	Rs.	Qty.	Rs.	
	Aluminium Pipe Coupled	Nos.	1,181	1,452,777	3,796	3,909,365	
	HDPE Pipe coupled	Nos.	30,153	20,950,009	24,324	21,891,600	
	PVC Pipe Coupled	Nos.	31,394	17,886,912	8,199	9,018,900	
	Accessories, Fittings & Other	-	-	36,403,750	-	59,861,856	
				76,692,942		94,681,721	

		2016-17			2015-16		
26(8)	Raw Material Consumption	Units	Qty.	Rs.	Qty.	Rs.	
	HDPE Granules	MT	1650	156,414,598	2,061	194,472,198	
	PVC Resin	MT	1,946	119,185,814	174	24,698,899	
	Aluminium Pipes	Nos	11,305	10,750,280	43,296	35,881,954	
	Accessories, Fittings & Other §	-	-	109,422,978	-	68,020,404	
				395,773,670		323,073,455	
	Trading Goods (Coal)-Purchases			(10,297,388)		141,342,676	

§ Accessories, components and fittings includes purchase of various bought out items used in Sprinkler/ Drip Irrigation System and individually non of them account for 10% or more of the total value of raw material consumed.

		% of total Consumption		Rs.	
26(9)	Value of imported and indigenous Raw Material, Stores & Spares consumed:				
a.	Raw Material				
	Imported	7%	25,945,779	0%	-
	Indigenous	93%	369,827,891	100%	323,073,455
		100%	395,773,670	100%	323,073,455
b.	Stores and Spares				
	Imported	0%	-	0%	-
	Indigenous	100%	1,165,685	100%	4,885,256
		100%	1,165,685	100%	4,885,256
c.	Trading Goods				
	Imported	0%	-	0%	-
	Indigenous	100%	(10,297,388)	100%	141,342,676
		100%	(10,297,388)	100%	141,342,676

26(10)	CIF Value of imports		
---------------	-----------------------------	--	--

26(11)	Earnings in Foreign Exchange		
	FOB value of Export of Goods	15,174,223.00	15,139,112

26(12)	Expenditure in Foreign Currency		
	- Travelling Expenses	62,568	690,250

		2016-17		2015-16	
26(13)	Managerial Remuneration:				
	Details of payments and provisions on account of Remuneration to Managing Director and Whole Time Director.				
	- Salary		3,558,019		3,424,621
	- Provident Fund		290,625		290,657
	- Allowances and Benefits		358,926		267,227
			4,207,570		3,982,505

26(14)	Information in regard to Payment to the Auditor (Excluding Service Tax)		
	Statutory Audit Fee	250,000	200,000
	Tax Audit Fee	100,000	50,000
	Taxation Matters and Certification	-	-
	Reimbursement of expenses	-	-
		350,000	250,000

26(15)	Transaction with Related Parties		
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a List of Related Parties and Relationship		Relations							
Name of Related Parties									
Ramgarh Sponge Iron Pvt. Ltd.		Associate							
Manorath Distributors pvt. Ltd									
Ajanta Minerals		Related Parties							
JISL Irrigation Pvt. Ltd.									
Ramgarh Sponge Iron Pvt. Ltd.									
Manorath Distributors pvt. Ltd									
Global earthmover pvt ltd									
Gladiolus micro services pvt ltd									
MP homes pvt ltd									
Samara Realty Pvt. Ltd.									
Priya Rungta						Directors & Relatives			
Mahavir prasad Rungta									
Shruti Rungta									
Urmila Rungta									
Jyoti Rungta									
Kamal kumar jain		Key Managerial Personnel							
Pooja Juneja									

b Transaction during the year with related parties		Given(Taken)			
		Associates	Key Managerial Personnel	Relatives	Total
ii) Investments					
Capital in Firm (Returned)					
Ajanta Minerals		(1,596,110)			(1,596,110)
Total		(1,596,110)			(1,596,110)
Previous Year		(6,784,385)			(6,784,385)
iii) Loans and Advances					
Manorath Distributors pvt ltd		6,002,577			6,002,577
- do -		(5,000,000)			(5,000,000)
Ramgarh Sponge Iron Pvt. Ltd.		41633249			41,633,249
- do -		(41633249)			(41,633,249)
Global Earthmovers Pvt Ltd		1,789			1,789
- do -					
Gladiolus micro services pvt ltd		1,805			1,805
- do -					
JISL Irrigation Ltd		54,403			54,403
- do -					
MP Homes Pvt Ltd		1,500			1,500
- do -					
M. P. Rungta				18,993,618	18,993,618
- do -				(19,450,143)	(19,450,143)
Urmila Rungta				7,587,307	7,587,307
- do -				(7,887,307)	(7,887,307)
Jyoti Rungta				63,169	63,169
- do -				(63,169)	(63,169)
Shruti Rungta				6,978,671	6,978,671
- do -				(8,978,671)	(8,978,671)
Priya Rungta				6,435,636	6,435,636
- do -				(6,435,636)	(6,435,636)
Kamal Kumar Jain					
- do -					
Pooja Juneja					
- do -					
Total		1,062,074		(756,525)	305,549
Previous Year					
iii) a. Sale of Goods					
Current Year					
Previous Year					
iii) b. Sale of Investments					
Current Year					
Previous Year					
iv) Remuneration Paid					
Kamal Kumar Jain			458,812		458,812
Pooja Juneja			572,911		572,911
Total			1,031,723		1,031,723
Previous Year			3,982,505	956,280	4,938,785
v) Rent Paid					
Samara Realty Pvt. Ltd.		480,000			480,000
Urmila Rungta				216,000	216,000
MP RUNGTA				120,000	120,000
Total		480,000		336,000	816,000
Previous Year		480,000		216,000	696,000
vi) Rent Received					
MP Rungta				(84,000)	(84,000)
Total				(84,000)	(84,000)
Previous Year			(84,000)		(84,000)

vii) Outstanding				
Outstanding Unsecured Loans	-	-	-	-
Previous Year	-	-	-	-
Outstanding Payables	3,154,004	-	-	-
Previous Year	-	-	-	-
Outstanding Receivable (Deposit)	85,825	-	-	-
Previous Year	-	-	450,000	450,000
(figures in bracket shows credit transaction)				

26(16) Deferred Tax assets and liabilities are as under:		2016-17	2015-16
Deferred Tax Assets:			
Expenses disallowed under section 40(a)(ia)		156,176	-
Depreciation difference		2,584,492	3,550,132
Net Deferred Tax Assets		2,740,668	3,550,132

26(17) **Segment Information**
The financial results relates mainly to irrigation products. In accordance with Accounting Standard 17, financial results of Hiring of Equipments are not shown separately, since it is less than the limit specified for separate disclosure.

26(18) Earning Per Share		2016-17	2015-16
Net Profit as per P & L A/c		25,644,964	13,265,448
Add/ (Less) Prior Period Adjustment		-	-
Net Profit available for Equity Share		25,644,964	13,265,448
Weighted Average No. of Equity Shares		8,856,100	8,856,100
Basic and Diluted Earning Per Share		2.90	1.50

26(19) **Defined Benefit Plan for Employees (AS-15)**
Not Provided for the accrued liabilities for the current financial year in absence of actuarial valuation.

Rs. In Lakhs
Leave Encashment
Gratuity Nil Nil

26(20) The details of Specific Bank Notes (SBN) held and transacted during the period 08.11.2016 to 30.12.2016 are as follows:

Particulars	SBNs	Other		Total
		Denminat	ion Notes	
Closing cash in hand as on 08.11.2016	18,10,500	10,48,500		28,59,355
(+) Permitted Receipts	-	39,63,135		39,63,135
(-) Permitted Payments	-	(26,89,316)		(26,89,316)
(-) Amount deposited in banks	18,10,500	52,061		(18,62,561)
Closing cash in hand as on 30.12.2016	-	22,70,613		22,70,613

26(21) Figures of previous year have been regrouped wherever found necessary to make them comparable with that of current year.

RUNGTA IRRIGATION LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

PARTICULARS	For the year ended 3/31/2017 Rs.	For the year ended 3/31/2016 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before Tax and extraordinary items	25,644,964	21,000,637
Adjustment for:		
Depreciation	15,165,579	11,078,358
Interest paid	17,410,807	12,679,340
Dividend Received	(23,654)	(33,022)
Loss/ (Profit) on Sale of Assets	-	(2,816,676)
Interest Income	(20,192,762)	(17,068,783)
Long term capital gain	(21,924,629)	-
Operating profit before working capital changes	16,080,305	24,839,854
Adjustment for :		
Trade & other receivables	(50,822,468)	87,949,164
Inventories	8,805,858	(15,439,910)
Trade & other payables	(75,325,229)	(66,900,249)
Cash generated from operations	(101,261,534)	30,448,859
Direct Taxes refund/(paid)	(5,250,000)	(6,000,000)
Cash Flow before extraordinary items	(106,511,534)	24,448,859
Extraordinary items	1,485,539	(6,959,413)
Net Cash From Operating Activities (A)	(105,025,995)	17,489,446
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	(36,927,844)	(4,447,659)
Sales of Fixed Assets	262,480	3,450,853
Sales of/ Recovery from Investment	48,801,005	6,784,385
Purchase of Investments	-	-
Dividend Received	23,654	33,022
Interest Income	20,192,762	17,068,783
Loan to other Corporate	(2,941,559)	(10,720,384)
Net Cash Used in investing activities (B)	29,410,498	12,169,000
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Issue of Share Capital/ Warrant	-	-
Unpaid Call Received	-	-
Working Capital Loans	83,858,523	(20,379,986)
Long Term Secured Loans	10,456,963	1,003,217
Long Term Unsecured Loans	-	-
Dividend/ Dividend Tax paid /Redeemed share	-	-
Interest Paid	(17,410,807)	(12,679,340)
Net Cash used in Financing Activity (C)	76,904,679	(32,056,109)
Net Increase in Cash & Cash Equivalents (A+B+C)	1,289,182	(2,397,663)
Cash & Cash Equivalents (opening)	22,841,393	25,239,056
Cash & Cash Equivalents (closing)	24,130,575	22,841,393

As per our report of even date annexed
For MAMRAJ & Co.
Chartered Accountants

-sd-
SHUBHAM AGARWAL
Partner
Membership No - 526000
New Delhi

Date: 29th May, 2017

-Sd-
Kamal Kumar Jain
Chief Financial Officer

For and on Behalf of the Board of Directors

-sd-
M. P. Rungta
Chairman and
Managing Director

-sd-
Tarun Megotia
Executive Director

-sd-
Mritunjay Kumar
Company Secretary

Note No '9'	SCHEDULES TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2017												
	Gross Block				DEPRECIATION				Net Block		(Amount in Rs.)		
Particulars	As on 01.04.2016	Addition	Sale	As on 31.03.2017	up to 31.03.2016	Less Trfd to Reserve Fund	For the year	Adj. on Sale	Up to 31.03.2017	As on 31.03.2017	As on 31.03.2016		
Tangible Assets													
1 Land	38,923,582	-	-	38,923,582	-	-	-	-	-	38,923,582	38,923,582		
2 Staff Building	2,439,309	-	-	2,439,309	1,488,227	46318	-	-	1,534,545	904,764	951,062		
3 Factory Building	27,161,131	758,483	-	27,919,624	12,940,583	-	142,300.32	-	14,363,591	13,556,033	14,220,548		
4 Office Premises	5,818,487	-	-	5,818,487	3,401,047	-	22,956.76	-	3,630,704	2,187,783	2,417,440		
5 Furniture & Fixture	3,043,207	36,613	-	3,081,820	2,691,084	-	98864.69	-	2,789,949	291,871	352,123		
6 Plant & Machinery	103,609,602	14,646,311	185,340	123,070,573	85,171,813	-	63,627.43	-	91,808,091	31,262,482	23,437,789		
7 Earthmoving Equip.	38,471,371	-	-	38,471,371	38,029,141	-	114,893.57	-	38,143,635	327,736	442,230		
8 Office Equipment	6,548,432	466,384	30,140	7,004,676	5,432,776	-	60,523.79	-	6,038,040	966,636	1,115,656		
9 Vehicles	67,236,708	20,713,671	47,000	87,983,381	57,933,164	-	564,235.8	-	63,575,523	24,327,658	9,303,544		
10 Lorries	-	-	-	-	-	-	-	-	-	-	-		
11 Computer	4,847,015	278,370	-	5,125,385	4,645,921	-	24,309.7	-	4,889,018	236,367	201,094		
12 Electric Installation	2,242,835	-	-	2,242,835	1,849,141	-	10,927.39	-	1,951,068	291,766	393,694		
13 Motor cycle	54,126	-	-	54,126	-	-	140,13.22	-	14,013	40,113	54,126		
Intangible Assets													
1 Computer Software	205,276	-	6,000	211,276	183,538	-	10,299	-	193,837	17,439	21,738		
SUB-TOTAL	305,601,081	36,927,844	262,480	342,266,444	213,766,435	-	15,165,579	-	228,932,014	113,334,431	91,834,646		
CWIP	-	-	-	-	-	-	0	-	0	0	-		
TOTAL	305,601,081	36,927,844	262,480	342,266,444	213,766,435	-	15,165,579	-	228,932,014	113,334,431	91,834,646		
Previous Year	305,196,561	4,447,659	4,043,139	305,601,081	206,097,039	-	11,076,358	3,408,962	213,766,435	91,804,646	99,099,522		

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTE NUMBER:26

26(1). SIGNIFICANT ACCOUNTING POLICIES**a) Basis of preparation of Financial Statements:**

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principle and the provisions of the Companies Act, 2013.

b) Fixed Assets and Depreciation:

Fixed assets are stated at cost of acquisition less accumulated depreciation. The costs of Fixed Assets are inclusive of freight, duties (net of Cenvat) and other incidental expenses incurred during construction period.

Depreciation on Fixed assets is provided on WDV method in accordance with the rates and in the manner specified in schedule II of the Companies Act, 2013.

c) Impairment of Assets

An asset is impaired if there are sufficient indication that the carrying amount would exceed the recoverable amount of cash generating assets. In that event an impairment loss so computed is recognized in the account in the relevant year.

d) Investments:

Long Term Investments are stated at cost. Provision is made for diminution, other than temporary, in the value of such investment.

e) Inventories;

Raw materials are valued at cost less Cenvat claimed on it and stores and spare parts are valued at cost. Finished Goods are valued at cost added with the excise duties on clearance payable or net realizable value whichever is lower. Work in Process in supply contracts with installation is calculated at cost or net realizable value whichever is lower. The cost is determined on FIFO basis. Scrap is valued at estimated realizable value.

f) Revenue Recognition;

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Sales are net of Sales Tax but inclusive of excise duty which is subtracted later as exhibited in Profit & Loss Statement.

g) Foreign Currency Transactions:

Foreign currency transactions are accounted at the exchange rates prevailing on the date of transaction. The profit or loss on account of exchange fluctuation (on revenue transactions) is charged to the Profit & Loss A/c.

h) Provisions and Contingent Liabilities:

Provisions in respect of present obligations arising out of past events are recognized when reliable estimates can be made of the amount of obligation. The contingent liabilities are disclosed by way of notes on accounts forming part of Balance Sheet.

26(2). Employee Benefits:**I Short term benefits**

Short term employee benefits are recognized as an expense at the undiscounted amount in the profit & loss account of the year in which the related service is rendered.

II Post employment benefits

No provision for Gratuity and leave encashment has not been made in the books of accounts during the current year.

26(3). Contingent liabilities not provided for:

- a) The company has given counter guarantee to the bankers against guarantees issued by Banks on behalf of the company amounting to Rs. 507.18 Lacs (Previous Year: Rs. 461.59 Lac). The liability may arise in case of failure in supply of material or malfunctioning of products supplied by the Company.
- b) Few cases under various laws are pending against the company at different judiciaries, the outcome of which may result in certain losses to the company to the extent of Rs. 1 crore.
- c) The company has filed an appeal against a demand of Rs. 3,36,742/- pertaining to A.Y. 2013-14 which is pending before CIT(A) as on 31st March 2017.

26(4). (a)Particulars of Investment in the Capital of Partnership Firms:

Name of Partnership Firms	Name of Partners	Share of each Partner	Investment in the firm (Rs.)	
			2016-17	2015-16
Ajanta Minerals	Rungta Irrigation Ltd.	50%	NIL	15,96,110
	Mr. Dharam Bir	50%		
Kishan Maharaj & Co.	Rungta Irrigation Ltd.	50%	NIL	NIL
	Mr. Ram Bir	50%		
Maruti Minerals	Rungta Irrigation Ltd.	50%	NIL	51,82,576
	Mr. Ram Bir	50%		

- (b) As intimated to us, the management has obtained certificates from the firms for the balance amount invested as mentioned before each as above as on 31.03.2017. In the opinion of management, the investment is considered good in spite of no record available of the business activity of firms during the year.

26(5). Name and balances with the Bank, other than scheduled Banks in Current Accounts are as under. In none of these Banks any of the directors or their relative is interested.

Sl.	Name of Banks No.	31.03.17 Rs.	31.03.16 Rs.
i.	The Mahendragarh Central Co-operative Bank Ltd. Mahendragarh, Haryana	6,724	6,724
ii.	The Rewari Central Coop. Bank Ltd. Rewari	1,803	1,803
iii.	The Bhiwani Central Coop. Bank Ltd. Bhiwani	NIL	NIL
iv.	The Rohtak Central Coop. Bank Ltd. Jhajjar	2,435	2,435
v.	Haryana State Coop. Apex Bank Ltd. Chandigarh	1,500	1,500
vi.	The Jalore Coop. Bank Ltd.	5,002	5,002
Total		17464	17464

26(6). The Company has recalled the balance outstanding loan of Rs.230.34 lacs as on 31.03.2017 (Previous Year Rs.230.34 lacs) given to M/s Rungta Projects Limited. The balance dues are yet to be recovered and as explained, the company is taking adequate steps to recover fully during subsequent years.

Rungta Irrigation Limited
Consolidated Balance Sheet As At 31st March 2017

Particulars	Note No.	Amount In Rs.	
		As At 31st March 2017	As At 31st March 2016
EQUITY AND LIABILITIES			
Shareholders Funds			
Share Capital	1	88,561,000	88,561,000
Reserves and Surplus	2	677,773,475	640,245,934
Non-current Liabilities			
Long-Term Borrowings	3	12,085,336	1,628,373
Long Term Liabilities -Other	4	60,750,136	137,850,477
Current Liabilities			
Short-Term Borrowings	5	175,758,561	91,900,038
Trade Payables	6	16,537,919	23,178,496
Other Current Liabilities	7	81,819,218	78,055,017
Short-Term Provisions	8	14,983,297	10,331,809
Total		1,128,268,942	1,071,751,144
ASSETS			
Non-current Assets			
Fixed Assets			
Tangible Assets	9	113,334,431	84,596,564
Intangible Assets	9	-	519
Capital Work -in-Progress	9	-	7,237,563
Non-current Investments	10	21,978,194	28,756,880
Deferred Tax Assets (Net)	11	6,290,800	3,550,132
Long-term Loans and Advances	12	31,160,517	29,776,288
Current Assets			
Investment in Associates (Includes Goodwill of Rs. 57387059.66)	27	318,065,934	325,257,254
Inventories	13	112,942,132	121,747,990
Trade Receivables	14	303,193,463	301,530,685
Cash and Cash Equivalents	15	24,130,575	22,841,393
Short-term Loans and Advances	16	198,656,818	145,684,082
Other Current Assets	17	516,078	771,794
Total		1,128,268,942	1,071,751,144

Significant Accounting Policies and Additional Information

26

The notes referred to above form an integral part of the Financial Statements

As per our report of even date annexed

For MAMRAJ & Co.

Chartered Accountants

For and on Behalf of the Board of Directors

-sd-
SHUBHAM AGARWAL
Partner
Membership No – 526000
New Delhi

-Sd-
Kamal Kumar Jain
Chief Financial Officer

-sd-
M. P. Rungta
Chairman and
Managing Director

-sd-
Tanun Megotia
Executive Director

Date . 29th May, 2017

-sd-
Mritunjay Kumar
Company Secretary

Rungta Irrigation Limited

Consolidated Statement of Profit and Loss for the year ended 31st March 2017

Particulars	Note No.	Amount In Rs.	
		For The Year Ended 31st March 2017	For The Year Ended 31st March 2016
Revenue :			
Revenue from Operations	18	626,018,537	640,338,003
Other Income	19	61,753,919	29,958,231
Total Revenue		687,772,456	670,296,234
Expenses:			
Cost of Materials Consumed	20	385,476,282	323,073,455
Purchases of Stock-in-Trade	-	-	141,342,676
Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade	21	22,327,565	(13,836,382)
Other Direct Manufacturing Expenses	22	36,139,024	33,266,627
Employee Benefits Expense	23	56,622,485	47,941,698
Finance Costs	24	18,481,313	18,861,575
Depreciation and Amortization Expenses	9	15,165,579	11,078,358
Other expenses	25	127,915,245	87,567,591
Total Expenses		662,127,492	649,295,597
Profit Before Tax		25,644,964	21,000,637
		25,644,964	21,000,637
Prior period expenses			
Provision For Current Tax		(5,250,000)	(6,000,000)
Provision For Deferred Tax		2,740,668	(1,735,189)
Profit After Tax		23,135,632	13,265,448
Income Tax Related To Last Year		-	-
Profit For the Year		23,135,632	13,265,448
Earning Per Share			
Basic Earning Per Share(Rs)		2.61	1.50
Diluted Earning Per Share(Rs)		2.61	1.50

Additional Information and Significant Accounting Policies 26

The notes referred to above form an integral part of the Financial Statements

As per our report of even date annexed

For MAMRAJ & Co.
Chartered Accountants

For and on Behalf of the Board of Directors

-sd-
SHUBHAM AGARWAL
Partner
Membership No - 526000
New Delhi-Sd-
Kamal Kumar Jain
Chief Financial Officer-sd-
M. P. Rungta
Chairman and
Managing Director-sd-
Tarun Megotia
Executive Director

Date : 29th May, 2017

-sd-
Mritunjay Kumar
Company Secretary

Rungta Irrigation Limited
Notes on Financial Statements

Particulars	As At 31st March 2017	As At 31st March 2016		
1 Share Capital				
Authorised Share capital				
10000000 (10000000) Equity Shares of Rs-10/- Each	100,000,000	100,000,000		
500000 (500000) 12% Redeemable Cumulative Preference Shares of Rs-100/- Each	50,000,000	50,000,000		
100000 (100000) Redeemable Cumulative Preference Shares of Rs-100/- Each	10,000,000	10,000,000		
Total	160,000,000	160,000,000		
Issued, Subscribed & Paid-Up				
8856100 (8856100) Equity Shares of Rs-10/- Each	88,561,000	88,561,000		
NIL (NIL) 12% Redeemable Cumulative Preference Shares of Rs-100/- Each	-	-		
Total	88,561,000	88,561,000		
a) The Reconciliation of the Number Of Shares outstanding is set out below				
Particulars	As At 31.3.17 No. Of Share	As At 31.3.16 No. Of Share		
Equity Shares at the beginning of the year	8856100	8856100		
Shares issued during the year	-	-		
Equity Shares at the end of the year	8856100	8856100		
b) Right/preference/restrictions attached to equity shares				
Terms/rights attached to equity shares: The Company has only one class of equity shares having at par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of Company after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of equity shares held by the share holders.				
c) The details of Shareholders holding more than 5% shares:				
Name of shareholder	As At 31.3.17 No. Of Share	%Held	As At 31.3.16 No. Of Share	%Held
Skyblue EarthMovers & Investment Pvt. Ltd.	652700	7.37	652700	7.37
Pleasure Investment Pvt Ltd	1322500	14.93	1322500	14.93
Samara Realty Pvt Ltd	1286600	14.53	1286600	14.53
Apex Finance Ltd	500000	5.65	500000	5.65
Manorath Distributors Pvt Ltd	503465	5.68	503465	5.68
M.P.Rungta	880800	9.94	775100	8.75
d) Aggregate number of bonus shares issued and share issued for consideration other than cash during the period of five years immediately preceding the reporting date.				
The Company has not issued any bonus shares nor has been any buy back of shares during five years immediately preceding 31st march 2017.				
2 Reserves & Surplus				
Capital Redemption Reserve				
As Per Last Balance Sheet		50,000,000		
Add: Transferred From Profit & Loss		-	50,000,000	50,000,000
Security Premium				
As Per Last Balance Sheet		246,936,572		
Add: On Issue of Shares		-	246,936,572	246,936,572
General Reserve				
As Per Last Balance Sheet			119,802,739	119,802,739
Profit & Loss Account Balance		74,175,369		
Add: Transferred from Statement of Profit and Loss		23,135,632		
Less- Exces Income Tax & TDS & Misc balances adjusted		1,485,539	98,796,540	74,175,369
Total			515,535,851	490,914,680
Consolidated Capital Res. & Res/ Surplus				
Capital Reserve (On Consolidation)			72,220,440	66,677,740
Reserves & Surplus (On Consolidation)			90,017,184	82,653,514
Total			677,773,475	640,245,934

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Particulars	As At 31st March 2017	As At 31st March 2016
3 Long Term Borrowings		
a-Secured		
Vehicle Loans		
- From Banks	17,021,927	2,684,061
- From Financial Companies	-	-
	17,021,927	2,684,061
Less: Shown in current maturities of long-term debt (Refer Note 7)	(4,936,591)	(1,055,688)
(Secured by hypothecation of respective vehicle and personal guarantee of director of the Company)		
(Terms of Repayment- Repayable in Monthly Installments. The amount will be fully paid by FEB.'2022)		
Total-A	12,085,336	1,628,373
b-Un-Secured		
From Related Parties (Interest Free)	-	-
From Others (interest Free)	-	-
Total-B	-	-
Total-A+B	12,085,336	1,628,373
4 Long Term Liability Other		
Unpaid dividend #	989,450	989,450
Other Deposits ##	59,760,686	136,861,027
Total	60,750,136	137,850,477
# The amount kept in abeyance due to legal cases pending.		
## Unsecured Taken from Corporates long term interest free		
5 Short Term Borrowings		
Secured		
Loans repayable on demand- Working Capital Loan		
From Banks- Allahabad Bank	126,606,512	91,900,038
From Kotai Mahindra Bank	49,152,049	-
(Secured by exclusive hypothecation of stock of Raw material, work-in-progress, finished goods, consumable stores, book debts and other current assets of the company, both present and future, and mortgage of Land. The loan is further guaranteed by the Directors.)		
Total	175,758,561	91,900,038
6 Trade Payables		
Micro, Small and Medium Enterprises	36,081	101,720
Others	16,501,838	23,076,776
Total	16,537,919	23,178,496
7 Other Current Liabilities		
Current Maturities of Long-term Debts		
- Vehicle Loan - From Banks	4,936,591	1,055,688
- From Financial Companies	-	-
Interest Accrued and due on Borrowings	-	-
Advances from Customers	13,846,355	45,358,431
Trade Deposits	4,231,857	8,205,880
Statutory Dues	2,794,863	3,969,089
Other Liabilities #	50,697,557	14,880,103
Liability for Expenses	5,311,995	4,585,814
Total	81,819,218	78,055,017
# Including Rs-3,72,70,209/- (PY-Nil) related parties (interest free)		
8 Short Term Provisions		
Provision for employee benefits		
Bonus and Reward	462,907	-
Gratuity	3,270,390	3,270,390
Provision for Income Tax	11,250,000	6,000,000
Excise Duty Payable on Finished Goods	-	1,061,419
Total	14,983,297	10,331,809

Particulars	As At 31st March 2017		As At 31st March 2016	
10 Non Current Investments				
a. Long Term non-trade Investment valued at cost				
Investment in fully paid up Equity Shares	31.3.17		31.3.16	
I-Unquoted	No. of Shares	Rs	No. of Shares	Rs
Akshay Ispat Udyog Pvt.Ltd of Rs-100/- each.	27500	2750000	27500	2750000
#JISL Irrigation Ltd. of Rs-10/- each.	18400	462301	18400	462301
Trambakam Flour Mills Ltd.Rs-100/- each.	15750	1575000	15750	1575000
Jharkhand Ispat P. Ltd.Rs-10/- each.	500000	5000000	500000	5000000
#Rungta Camer Ltd.Rs-10/- each.	1000000	10000000	1000000	10000000
Total		19787301		19787301
#-Company under same Management				
II-Quoted	31.3.17		31.3.16	
Caprihans India Ltd.Rs-10/- each.	10	528	10	528
DLF Limited Rs-2/- each.	1000	273643	1000	273643
Eveready Industries Ltd.Rs-5/- each.	333	47504	333	47504
Finolex Industries Ltd	100	1495	100	1495
Garmon India Ltd. Ltd Rs-2/- each.	100	2071	100	2071
Hindalco Ltd Rs-1/- each.	4000	196398	4000	196398
Hydro S&S Ind.Ltd.Rs-10/- each.	10	249	10	249
Jindal Poly Films Ltd.Rs-10/- each.	1000	544266	1000	544266
Mcleod Russell India Limited Rs-10/- each.	333	47505	333	47505
Nil Kamal Plastics Ltd.Rs-10/- each.	100	3172	100	3172
Nocil Ltd Rs-10/- each.	200	2152	200	2152
Padmini Tech Ltd.Rs-10/- each.	100	306	100	306
Peacock Industries Ltd.Rs-10/- each.	100	516	100	516
Pearls Polymers Ltd.Rs-10/- each.	100	1981	100	1981
Reliance Communication Ltd.Rs-10/- each.	2000	396164	2000	396164
Reliance Industriess Ltd Rs-10/- each.	250	181011	250	181011
Sangam Aluminium Ltd.Rs-10/- each.	13200	38595	13200	38595
Suzlon Energy Limited Rs-2/- each.	1000	52242	1000	52242
Tata Steel Ltd Rs-10/- each.	2000	356948	2000	356948
Unitech Ltd. Rs-2/- each.	1000	44147	1000	44147
Total		2190893		2190893
Aggregate Market Value Of quoted Investment is Rs 29,88,149/-,Previous year Rs-23,07,821/-				
b. Long Term Trade Investment				
Investment in the Capital Of Partnership Firms	31.3.17		31.3.16	
Ajanta Mineral ,Kishan Maharaj & Co and Maruti Minerals				6778686
Total				
11 Deferred Tax Assets(Net)				
Net Deferred Tax Assets			21,978,194	28,756,880
12 Long Term Loans and Advances				
Capital Advances				
Unsecured, considered good				
Loan to Body Corporate			23,033,852	23,033,852
Security Deposits			8,126,665	6,742,436
Unsecured, considered good				
Total			31,160,517	29,776,288
13 Inventories (Valued at Cost or Net Realisable Value whichever is lower)*				
Raw Materials and Components				
Goods-in transit			17,310,779	10,831,008
Work-in-progress **			7,041,936	-
Finished Goods			7,936,865	12,169,371
Trading Goods			76,692,942	68,586,020
Stores and spares			3,959,610	26,095,702
** Includes Rs Nil (Previous Year Rs 430301/-) Materials lying with Third Parties for Processing				
Total			112,942,132	121,747,990

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*as taken, valued and certified by the Management			
14	Trade Receivables		
	Trade Receivables outstanding for a period less than six months	195,832,505	157,272,147
	Unsecured, considered good		
	Trade Receivables outstanding for a period exceeding six months	107,360,958	144,258,538
	Unsecured, considered good		
	Total	303,193,463	301,530,685
	Particulars	As At 31st March 2017	As At 31st March 2016
15	Cash and Bank Balances		
	Cash on hand	5,256,741	956,114
	Cheques, drafts on hand	-	-
	Balances with banks	10,003,844	-
	- In Current accounts (With Scheduled Bank)	806,638	9,317,486
	- In Current accounts (With Other Banks)	5,002	26,326
	- In Fixed Deposits (with scheduled Bank) *	8,058,350	12,541,467
	*(Pledged with Bank as Margin Money and Includes Rs- 80,58,350/- (PY- Rs 44,88,000/-)with maturity of more than 12 months)		
	Total	24,130,575	22,841,393
16	Short-term Loans and Advances		
	Unsecured, considered good	-	-
	Loans and advances to Staff & Workers	794,848	1,101,457
	Loan to Others	99,941,559	97,000,000
	Advance Tax & Tax Deducted at Source (A.Y. 2017-18)	5,590,975	6,594,763
	Balance with Central Excise Authorities	-	1,093,226
	Commercial Taxes Receivables	-	86,793
	Excise/Commercial Taxes under Appeal	2,754,467	122,187
	CENVAT /Service Tax Receivable	1,279,120	37,722
	Advances to suppliers	17,084,500	26,220,139
	Other Advance	69,211,349	13,427,795
	Total	196,656,818	145,684,062
17	Other Current Assets		
	Prepaid Expenses	451,865	621,852
	Interest Accrued	64,213	149,942
	Total	516,078	771,794
18	Revenue from Operations		
	Export Sales	15,174,223	15,139,112
	Domestic Sales		
	Drip	89,626,888	63,520,582
	HDPE	356,330,820	381,563,728
	PVC	131,952,709	29,814,115
	Aluminium	24,047,786	39,948,963
	Spare Parts	8,841,326	5,771,971
	Sales Returns	(5,088,078)	(4,536,227)
	Discount & Rates Difference	-	(2,637,697)
	Trading Sales		
	Coal	16,215,900	117,465,265
		637,101,574	646,049,812
	Less:Excise Duty	(11,083,037)	(5,711,809)
	Total	626,018,537	640,336,003
19	Other Income		
	Hire Charges Receipts	-	-
	-Dividend on shares	23,654	33,022
	Interest on Loan & Deposits	20,192,762	17,068,783
	Sundry Balances W. Off/Back	157,491	1,186,027
	Long Term Capital Gain	21,924,629	-
	Interest on Over due Payments	6,240,180	3,385,268
	Purchase Discount	847,458	1,189,631
	Freight on Sale of Goods	11,023,405	3,726,544
	Profit / (Loss) on sale of fixed assets	-	2,816,676
	Miscellaneous Income	1,344,340	552,280
	Total	61,753,919	29,958,231
20	Cost of Materials Consumed		
	Opening Stock	10,831,008	9,364,744
	Add : Purchases during the year	391,956,053	324,539,719
	Less : Closing Stock	17,310,779	10,831,008
	Material Consumed	385,476,282	323,073,455
	Material consumed comprises of :		
	HDPE Granules	-	181,272,223
	LLDPE Granules	-	13,199,975
	PVC Resin	-	24,698,891
	Aluminium Pipes	-	35,881,954
	Other Spare Parts*	193,045,863	68,020,409
	* Others include raw materials, components and spare parts, none of which individually accounts for more than 10 % of the total consumption.		
	Total	385,476,282	323,073,455

21 Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade		
Opening Stock		
- Finished goods	68,586,020	85,861,912
- Work-in-progress	12,169,371	7,152,799
- Trading Goods	26,095,702	-
- Stores and spares	4065809	-
	110,916,982	93,014,711
Closing Stock		
- Finished goods	76,692,942	88,586,020
- Work-in-progress	7,936,865	12,169,371
- Stores and spares	3,959,610	-
- Trading Goods	-	26,095,702
	88,589,417	106,851,093
Changes in inventories	22,327,565	(13,836,382)
22 Other Direct Manufacturing Expenses		
Power & Fuel	21,394,818	18,346,636
Carriage & Octroi (Inward)	4,758,577	4,179,271
Processing Charges		
Consumable Stores	1,165,685	4,885,256
Repair & Maintenance :	1,687,697	
- Plant & Machinery	909,251	623,473
- Building	94,919	1,177,374
- Others	151,282	268,690
Other Manufacturing Expenses	5,976,795	3,995,233
Excise Duty*	-	(209,306)
Total	36,139,024	33,266,627
* Excise Duty Difference Of Opening and Closing of Finished Goods and Excise Duty borne by company		
23 Employee Benefits Expenses		
Salaries and incentives	48,951,546	41,791,121
Contributions to -		
- Gratuity Fund	-	-
- Provident and other Funds	3,110,813	2,812,430
Workmen & Staff Welfare Expenses	4,560,124	3,338,147
Total	56,622,485	47,941,698
24 Finance Costs		
Interest on Loans for Fixed Period	148,739	3,678,197
Interest Other & Bank	17,262,068	12,679,340
Bank Charges	918,343	2,304,038
Finance Costs (Preference share)	-	-
Exchange Fluctuation	157,163	-
Total	18,481,313	18,861,575
25 Other Expenses		
Advertisements Expenses	812,324	524,365
Auditors Remuneration		
- Statutory Audit	287,500	200,000
- Tax Audit	115,000	50,000
Carriage Outwards	22,492,395	16,253,012
Sales Promotion	3,351,192	2,580,357
Discount	3,662,713	36,445
Electricity & Water Expenses	841,065	891,636
Insurance Charges	611,203	1,140,997
Legal & Professional Charges	1,037,518	995,798
Telephone & Postage Expenses	946,972	1,082,840
Rent Expenses	4,632,051	3,646,675
Rates and taxes	1,322,957	920,810
Installation Expenses	315,067	1,100,256
Commission to selling agents	37,979,021	37,583,408
Travelling & Conveyance Expenses	7,842,102	6,171,474
Vehicle Running & Maintenance	2,811,629	2,989,867
Miscellaneous Expenses	11,862,723	8,923,222
Printing and stationery	387,369	-
Loss on sale of Fixed assets	24,840	-
Bad Debts Written Off (Net of write back of liabilities)	26,579,603	2,076,430
Total	127,915,245	87,567,591

Rungta Irrigation Limited
Notes on Financial Statements

		2016-17			2015-16	
26(7) Turnover, Opening and Closing Stock of Finished Goods						
	Units	Qty.	Rs.	Qty.	Rs.	
a. Turnover #						
Aluminium Pipe Coupled	Nos.	15,811	24,129,167	29,448	39,948,963	
HDPE Pipe coupled	Nos.	492,322	346,063,448	352,620	392,166,613	
PVC Pipe	Nos.	112,137	119,054,736	17,650	21,464,609	
Accessories, Fittings & Other	-	-	120,555,287	-	69,292,553	
			609,802,637		522,872,738	
Trading Goods (Coal)			16,215,900		117,465,265	
			626,018,537		640,338,003	

Sprinkler Irrigation System and Drip Irrigation systems are sold in various combination of pipes, laterals, accessories and fittings in numbers/ mtrs. for a combined value in Sets. Therefore, it is not practical to give item wise value of sales. Sale amount is net of sales tax and Exclusive of excise duty.

		2016-17			2015-16	
b. Opening Stock						
Aluminium Pipe Coupled	Nos.	3,796	3,909,365	3,032	3,076,206	
HDPE Pipe coupled	Nos.	24,324	21,891,600	24,197	16,225,327	
PVC Pipe Coupled	Nos.	8,199	9,018,900	13,532	5,732,616	
Accessories, Fittings & Other	-	-	59,861,856	-	60,827,763	
			94,681,721		85,861,912	

		2016-17			2015-16	
	Units	Qty.	Rs.	Qty.	Rs.	
c. Closing Stock						
Aluminium Pipe Coupled	Nos.	1,181	1,452,272	3,796	3,909,365	
HDPE Pipe coupled	Nos.	30,153	20,950,009	24,324	21,891,600	
PVC Pipe Coupled	Nos.	31,394	17,886,912	8,199	9,018,900	
Accessories, Fittings & Other	-	-	36,403,750	-	59,861,856	
			76,692,942		94,681,721	

		2016-17			2015-16	
	Units	Qty.	Rs.	Qty.	Rs.	
26(8) Raw Material Consumption						
HDPE Granules	MT	1650	156,414,598	2,061	194,472,199	
PVC Resin	MT	1,946	119,185,814	174	24,698,899	
Aluminium Pipes	Nos	11,305	10,750,280	43,266	35,881,954	
Accessories, Fittings & Other S	-	-	109,422,978	-	68,020,404	
			395,773,670		323,073,455	
Trading Goods (Coal)-Purchases			(10,297,388)		141,342,676	

S Accessories, components and fittings includes purchase of various bought out items used in Sprinkler/ Drip Irrigation System and individually non of them account for 10% or more of the total value of raw material consumed.

26(9)	Value of imported and indigenous Raw Material, Stores & Spares consumed:	% of total Consumption	Rs.	% of total Consumption	Rs.
a.	Raw Material				
	Imported	7%	25,945,779	0%	-
	Indigenous	93%	369,827,891	100%	323,073,455
		100%	395,773,670	100%	323,073,455
b.	Stores and Spares				
	Imported	0%	-	0%	-
	Indigenous	100%	1,165,685	100%	4,885,256
		100%	1,165,685	100%	4,885,256
c.	Trading Goods				
	Imported	0%	-	0%	-
	Indigenous	100%	(10,297,388)	100%	141,342,676
		100%	(10,297,388)	100%	141,342,676
26(10)	CiF Value of imports		-		-
26(11)	Earnings in Foreign Exchange FOB Value of Export of Goods		15,174,223.00		15,139,112
26(12)	Expenditure in Foreign Currency - Travelling Expenses		62,568		690,250
26(13)	Managerial Remuneration:		2016-17		2015-16
	Details of payments and provisions on account of Remuneration to Managing Director and Whole Time Director.				
	- Salary		3,558,019		3,424,621
	- Provident Fund		290,625		290,657
	- Allowances and Benefits		358,926		267,227
			4,207,570		3,982,505
26(14)	Information in regard to Payment to the Auditor (Excluding Service Tax)				
	Statutory Audit Fee		250,000		200,000
	Tax Audit Fee		100,000		50,000
	Taxation Matters and Certification		-		-
	Reimbursement of expense		-		-
			350,000		250,000
26(15)	Transaction with Related Parties				
a	List of Related Parties and Relationship				
	Name of Related Parties			Relation	
	Ramgarh Sponge Iron Pvt. Ltd.			Associates	
	Manorath Distributors pvt. Ltd				
	Ajanla Minerals				
	JISL Irrigation Pvt. LTD.				
	Ramgarh Sponge Iron Pvt. Ltd.			Related Parties	
	Manorath Distributors pvt. Ltd				
	Global earthmover pvt ltd				
	Gladiolus micro services pvt ltd				
	MP homes pvt ltd				
	Samara Realty Pvt. Ltd.				
	Priya gupta			Directors & Relatives	
	Mahavir prasad gupta				
	Shruti Rungta				
	Urmila Rungta				
	Jyoti Rungta				
	Kamal kumar jain				
	Pooja Juneja			Relatives of Key Managerial Personnel	

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b Transaction during the year with related parties	Given/(Taken)			
	Associates	Key Managerial Personnel	Relatives	Total
j) Investments				
Capital in Firm (Returned)				
Ajanta Minerals	(1,596,110)			(1,596,110)
Kishan Maharaj & Co.	-			-
Total	(1,596,110)			(1,596,110)
<i>Previous Year</i>	<i>(6,784,385)</i>	-		<i>(6,784,385)</i>
ii) Loans and Advances				
Manorath Distributors Pvt Ltd	6,002,577			6,002,577
- do -	(5,000,000)			(5,000,000)
Ramgarh Sponge Iron Pvt. Ltd.	41,633,249			41,633,249
- do -	(41,633,249)			(41,633,249)
Global Earthmovers Pvt Ltd	1,789			1,789
- do -	-			-
Gladiolus micro services pvt ltd	1,805			1,805
- do -	-			-
JISL Irrigation Ltd	54,403			54,403
- do -	-			-
MP Homes Pvt Ltd	1,500			1,500
- do -	-			-
M. P. Rungta		-	18,993,618	18,993,618
- do -		-	(19,450,143)	(19,450,143)
Urmila Rungta			7,587,307	7,587,307
- do -			(7,887,307)	(7,887,307)
Jyoti Rungta			63,169	63,169
- do -			(63,169)	(63,169)
Shurti Rungta			6,978,671	6,978,671
- do -			(6,978,671)	(6,978,671)
Priya Rungta			6,435,636	6,435,636
- do -			(6,435,636)	(6,435,636)
Total	1,062,074	-	(756,525)	305,549
<i>Previous Year</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
		Key Managerial Personnel	Relatives	Total
iii) a. Sale of Goods				
Current Year	-	-	-	-
<i>Previous Year</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
iii) b. Sale of Investments				
Current Year	-	-	-	-
<i>Previous Year</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
iv) Remuneration Paid				
Kamal Kumar Jain		458,812	-	458,812
Pooja Juneja		572,911	-	572,911
Total	-	1,031,723	-	1,031,723
<i>Previous Year</i>	<i>-</i>	<i>3,982,505</i>	<i>956,280</i>	<i>4,938,785</i>
v) Rent Paid				
Samara Realty Pvt. Ltd.	480,000			480,000
Urmila Rungta	-		216,000	216,000
MP RUNGTA	-		120,000	120,000
Total	480,000	-	336,000	816,000
<i>Previous Year</i>	<i>480,000</i>	<i>-</i>	<i>216,000</i>	<i>696,000</i>
vi) Rent Received				
MP Rungta			(84,000)	(84,000)
Total	-	-	(84,000)	(84,000)

Previous Year	(84,000)		(84,000)
vii) Outstanding			
Outstanding Unsecured Loans	-	-	-
Previous Year	-	-	-
Outstanding Payables	3,154,004	-	-
Previous Year	-	-	-
Outstanding Receivable (Deposit)	85,825	-	-
Previous Year	-	-	450,000
			450,000
(figures in bracket shows credit transaction)			
26(16) Deferred Tax assets and liabilities are as under:		2016-17	2015-16
Deferred Tax Assets:		-	-
Expenses disallowed under section 40(a)(ia)		156,178	-
Depreciation difference		2,584,492	3,550,132
Net Deferred Tax Assets		2,740,668	3,550,132
26(17) Segment Information			
The financial results relates mainly to Irrigation products. In accordance with Accounting Standard 17, financial results of Hiring of Equipments are not shown separately, since it is less than the limit specified for separate disclosure.			
26(18) Earning Per Share		2016-17	2015-16
Net Profit as per P & L A/c		25,644,964	13,265,448
Add/ (Less) Prior Period Adjustment		-	-
Net Profit available for Equity Share		25,644,964	13,265,448
Weighted Average No. of Equity Shares		8,856,100	8,856,100
Basic and Diluted Earning Per Share		2.90	1.50

26(19) Defined Benefit Plan for Employees (AS-15)

Not Provided for the accrued liabilities for the current financial year in absence of actuarial valuation.

Rs. in Lakhs

Gratuity	Leave	Encashment
Nil	Nil	Nil

26(20) The details of Specific Bank Notes (SBN) held and transacted during the period 08.11.2016 to 30.12.2016 are as follows:

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	18,10,500	10,48,500	28,59,355
(+) Permitted Receipts	-	39,63,135	39,63,135
(-) Permitted Payments	-	(26,89,316)	(26,89,316)
(-) Amount deposited in banks	18,10,500	52,061	(18,62,561)
Closing cash in hand as on 30.12.2016	-	22,70,613	22,70,613

26(21) Figures of previous year have been regrouped wherever found necessary to make them comparable with that of current year.

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27. The consolidated Balance sheet has been prepared as per AS-23 (i.e. Accounting for associates)

WE, MAMRAJ & CO, ARE THE STATUTORY AUDITOR OF RUNGTA IRRIGATION LIMITED, RAMGARH SPONGE IRON PVT LTD. AND MANORATH DISTRIBUTORS FOR F.Y. 2016&17. AND FOR THE PURPOSE OF CONSOLIDATION WE HAVE EXTRACTED NECESSARY DATA FROM THE AUDITED BALANCE SHEET AS ON 31/03/2017 ONLY IN ACCORDANCE WITH AS 23.

27(1). Calculation of Cost of Control (Manorath Distributors)(31.03.2011)

<u>Particulars</u>	<u>Amount</u>
Cost of Investment in Manorath Distributors (350000 shares @ 10 each)	35,000,000.00
<u>Less:</u>	
Share capital (350000 shares @ 10 each)	3,500,000.00
Pre-acquisition profits	31,123,876.50
Goodwill/(Capital reserve)	<u>376,123.50</u>

27(1). Calculation of Cost of Control (Manorath Distributors)(31.03.2017)

<u>Particulars</u>	<u>Amount</u>
Cost of Investment in Manorath Distributors (190600 shares @ 10 each)	1,906,000.00
<u>Less:</u>	
Share capital (190600 shares @ 10 each)	1,906,000.00
Pre-acquisition profits	5,542,699.43
Goodwill/(Capital reserve)	<u>(5,542,699.43)</u>

27(1). Carrying amount of Investment (Manorath Distributors) (31.03.2011)

<u>Particulars</u>	<u>Amount</u>
Efficient Share in Net assets of Manorath Distributors as on date of investment	35,000,000.00
<u>Add:</u>	
Capital reserve	31,123,876.50
Post acquisition profit	□
Net for consolidated balance sheet as on 31.03.2013	<u>66,123,876.50</u>

27(1) Carrying amount of Investment(Manorath Distributors) (31.03.2016)

<u>Particulars</u>	<u>Amount</u>
Efficient Share in Net assets of Manorath Distributors as on date of investment	66,123,876.50
<u>Add:</u>	
Capital reserve	
Post acquisition profit (109103536 74835000)*28.36%	9,718,556.81
Net for consolidated balance sheet as on 31.03.2016	<u>75,842,433.31</u>

27(1) Carrying amount of Investment(Manorath Distributors) (31.03.2017)

<u>Particulars</u>	<u>Amount</u>
Efficient Share in Net assets of Manorath Distributors as on date of investment	75,842,433.31
<u>Add:</u>	
Capital reserve	5,542,699.43
Post acquisition profit (109108256.45 109103536)*28.36%	1,338.72
Net for consolidated balance sheet as on 31.03.2017	<u>81,386,471.46</u>

27(1). Calculation of Pre and Post acquisition profit(Manorath Distributors) (31.03.2011)

<u>Particulars</u>	<u>Capitalisation</u>	<u>Reserve & Surplus</u>	<u>Total</u>
Reserve & Surplus of Manorath Distributors	74835000	0	74835000
Share capital			
	74835000	0	74835000
Associates Share @41.59% ((350000/841500)*100)	31123876.5	0.00	31123876.50

27(1). Calculation of share of Net assets in Manorath Distributor (31.03.2011)

<u>Particulars</u>	<u>Amount</u>
Total share capital (excluding share application money)	8415000.00
Reserve & Surplus	74835000.00
	83250000.00
Share in Net assets @41.59%	34623675.00

28(1). Calculation of Pre and Post acquisition profit(Manorath Distributors] (31.03.2017)

<u>Particulars</u>	<u>Capitalisation</u>	<u>Reserve & Surplus</u>	<u>Total</u>
Reserve & Surplus of Manorath Distributors	109108256.5	0	109108256.5
Share capital			
	109108256.5	0	109108256.5
Associates Share @5.08% ((190600/1233968)*100)	5542699.428	0.00	5542699.43

28(1). Calculation of share of Net assets in Manorath Distributor (31.03.2017)

<u>Particulars</u>	<u>Amount</u>
Total share capital (excluding share application money)	12339680.00
Reserve & Surplus	109108256.45
	121447936.45
Share in Net assets @5.08%	6169555.17

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27. The consolidated Balance sheet has been prepared as per AS23 (i.e. Accounting for associates)

WE, MAMRAJ & CO, ARE THE STATUTORY AUDITOR OF RUNGTA IRRIGATION LIMITED, RAMGARH SPONGE IRON PVT LTD. AND MANORATH DISTRIBUTORS FOR F.Y. 201617. AND FOR THE PURPOSE OF CONSOLIDATION WE HAVE EXTRACTED NECESSARY DATA FROM THE AUDITED BALANCE SHEET AS ON 31/03/2017 ONLY IN ACCORDANCE WITH AS31

27(2). Calculation of Cost of Control (Ramgarh Sponge Iron Pvt Ltd)(31.03.2005)

<u>Particulars</u>	<u>Amount</u>
Cost of Investment in Ramgarh Sponge Iron Pvt Ltd. (2522000 shares @ 10 each)	25,220,000.00
<u>Less:--</u>	
Share capital (2522000 shares @ 10 each)	25,220,000.00
Pre-acquisition profits	
Goodwill/(Capital reserve)	

Calculation of Cost of Control(Ramgarh Sponge Iron Pvt Ltd) (31.03.2006)

<u>Particulars</u>	<u>Amount</u>
Cost of Investment in Ramgarh Sponge Iron Pvt Ltd. (979300 shares @ 10 each)	48,965,000.00
<u>Less:--</u>	
Share capital (979300 shares @ 10 each)	9,793,000.00
Pre-acquisition profits	8,315,687.88
Goodwill/(Capital reserve)	30,856,312.12

Calculation of Cost of Control (Ramgarh Sponge Iron Pvt Ltd)(31.03.2007)

<u>Particulars</u>	<u>Amount</u>
Cost of Investment in Ramgarh Sponge Iron Pvt Ltd.(50600 shares @ 10 each)	2,530,000.00
<u>Less:--</u>	
Share capital (50600 shares @ 10 each)	506,000.00
Pre-acquisition profits	504,553.69
Goodwill/(Capital reserve)	1,519,446.31

Calculation of Cost of Control (Ramgarh Sponge Iron Pvt Ltd)(31.03.2008)

<u>Particulars</u>	<u>Amount</u>
Cost of Investment in Ramgarh Sponge Iron Pvt Ltd. (204220 shares @ 10 each)	10,211,000.00
<u>Less:--</u>	
Share capital (204220 shares @ 10 each)	2,042,200.00
Pre-acquisition profits	2,832,822.88
Goodwill/(Capital reserve)	5,335,977.12

Calculation of Cost of Control (Ramgarh Sponge Iron Pvt Ltd)(31.03.2009)

<u>Particulars</u>	<u>Amount</u>
Cost of Investment in Ramgarh Sponge Iron Pvt Ltd. (1080000 shares @ 10 each)	54,000,000.00
<u>Less:--</u>	
Share capital (1080000 shares @ 10 each)	10,800,000.00
Pre-acquisition profits	23,900,799.38
Goodwill/(Capital reserve)	19,299,200.62

Total Goodwill/(Capital reserve) 57,010,936.16

27[2] Calculation of Pre and Post acquisition profit(Ramgarh Sponge Iron Pvt Ltd) (31.03.2005)

<u>Particulars</u>	<u>Capitalisation</u>	<u>Reserve & Surplus</u>	<u>Total</u>
Reserve & Surplus of Ramgarh Sponge Iron Pvt Ltd.	0	0	0
Share capital			
	0	0	0
Associates Share @ 45.38% ((2522000/5557000)*100)	0	0.00	0.00

Calculation of Pre and Post acquisition profit(Ramgarh Sponge Iron Pvt Ltd) (31.03.2006)

<u>Particulars</u>	<u>Capitalisation</u>	<u>Reserve & Surplus</u>	<u>Total</u>
Reserve & Surplus of Ramgarh Sponge Iron Pvt Ltd.	59911296	0	59911296
Share capital			
	59911296	0	59911296
Associates Share @ 13.88% ((979300/7053900)*100)	8315687.885	0.00	8315687.88

Calculation of Pre and Post acquisition profit(Ramgarh Sponge Iron Pvt Ltd) (31.03.2007)

<u>Particulars</u>	<u>Capitalisation</u>	<u>Reserve & Surplus</u>	<u>Total</u>
Reserve & Surplus of Ramgarh Sponge Iron Pvt Ltd.	73123723	0	73123723
Share capital			
	73123723	0	73123723
Associates Share @ 0.69% ((50600/7382500)*100)	504553.6887	0.00	504553.69

Calculation of Pre and Post acquisition profit(Ramgarh Sponge Iron Pvt Ltd) (31.03.2008)

<u>Particulars</u>	<u>Capitalisation</u>	<u>Reserve & Surplus</u>	<u>Total</u>
Reserve & Surplus of Ramgarh Sponge Iron Pvt Ltd.	117544518	0	117544518
Share capital			
	117544518	0	117544518
Associates Share @ 2.41% ((204220/8469720)*100)	2832822.884	0.00	2832822.88

Calculation of Pre and Post acquisition profit (Ramgarh Sponge Iron Pvt Ltd)(31.03.2009)

<u>Particulars</u>	<u>Capitalisation</u>	<u>Reserve & Surplus</u>	<u>Total</u>
Reserve & Surplus of Ramgarh Sponge Iron Pvt Ltd.	270984120	0	270984120
Share capital			
	270984120	0	270984120
Associates Share @ 8.82% ((1080000/12248220)*100)	23900799.38	0.00	23900799.38

Calculation of share of Net assets in Ramgarh Sponge Iron Pvt Ltd.(31.03.2005)

<u>Particulars</u>	<u>Amount</u>
Total share capital (excluding share application money)	55570000.00
Reserve & Surplus	0.00
	55570000.00
Share in Net assets @ 45.38%	25220000.00

Calculation of share of Net assets in Ramgarh Sponge Iron Pvt Ltd. (31.03.2006)

<u>Particulars</u>	<u>Amount</u>
Total share capital (excluding share application money)	70539000.00
Reserve & Surplus	59911296.00
	<hr/>
	130450296.00
Share in Net assets @ 13.88%	18106501.08

Calculation of share of Net assets in Ramgarh Sponge Iron Pvt Ltd. (31.03.2007)

<u>Particulars</u>	<u>Amount</u>
Total share capital (excluding share application money)	73825000.00
Reserve & Surplus	73123723.00
	<hr/>
	146948723.00
Share in Net assets @ 0.69%	1013946.19

Calculation of share of Net assets in Ramgarh Sponge Iron Pvt Ltd. (31.03.2008)

<u>Particulars</u>	<u>Amount</u>
Total share capital (excluding share application money)	84697200.00
Reserve & Surplus	117544518.00
	<hr/>
	202241718.00
Share in Net assets @ 2.41%	4874025.40

Calculation of share of Net assets in Ramgarh Sponge Iron Pvt Ltd. (31.03.2009)

<u>Particulars</u>	<u>Amount</u>
Total share capital (excluding share application money)	122482200.00
Reserve & Surplus	270984120.00
	<hr/>
	393466320.00
Share in Net assets @ 8.82%	34703729.42

Calculation of share of Net assets in Ramgarh Sponge Iron Pvt Ltd. (31.03.2017)

<u>Particulars</u>	<u>Amount</u>
Investment till March, 2016	249414820.87
	<hr/>
	249414820.87
Share in Net assets @ 5.54 0.00%	13817581.08

27(2). Carrying amount of Investment (Ramgarh Sponge Iron Pvt Ltd) (31.03.2005)

<u>Particulars</u>	<u>Amount</u>
Efficient Share in Net assets of Ramgarh Sponge Iron Pvt Ltd. as on date of investment	25,220,000.00
<u>Add:</u>	
Capital reserve	
Post acquisition profit	
Net for consolidated balance sheet as on 31.03.2013	<u>25,220,000.00</u>

Carrying amount of Investment (Ramgarh Sponge Iron Pvt Ltd) (31.03.2006)

<u>Particulars</u>	<u>Amount</u>
Efficient Share in Net assets of Ramgarh Sponge Iron Pvt Ltd. as on date of investment	43,326,501.08
<u>Add:</u>	
Capital reserve	8,315,687.88
Post acquisition profit (59911296)*35.75%	21,418,288.32
Net for consolidated balance sheet as on 31.03.2016	<u>73,060,477.29</u>

Carrying amount of Investment (Ramgarh Sponge Iron Pvt Ltd) (31.03.2007)

<u>Particulars</u>	<u>Amount</u>
Efficient Share in Net assets of Ramgarh Sponge Iron Pvt Ltd. as on date of investment	74,074,423.48
<u>Add:</u>	
Capital reserve	504,553.69
Post acquisition profit (73123723 59911296)*47.43%	6,266,654.13
Net for consolidated balance sheet as on 31.03.2016	<u>80,845,631.29</u>

Carrying amount of Investment (Ramgarh Sponge Iron Pvt Ltd) (31.03.2008)

<u>Particulars</u>	<u>Amount</u>
Efficient Share in Net assets of Ramgarh Sponge Iron Pvt Ltd. as on date of investment	85,719,656.70
<u>Add:</u>	
Capital reserve	2,832,822.88
Post acquisition profit (117544518 73123723)*41.94%	18,630,081.42
Net for consolidated balance sheet as on 31.03.2016	<u>107,182,561.00</u>

Carrying amount of Investment (Ramgarh Sponge Iron Pvt Ltd) (31.03.2009)

<u>Particulars</u>	<u>Amount</u>
Efficient Share in Net assets of Ramgarh Sponge Iron Pvt Ltd. as on date of investment	141,886,290.43
<u>Add:</u>	
Capital reserve	23,900,799.38
Post acquisition profit (270984120 117544518)*30.67%	47,059,925.93
Net for consolidated balance sheet as on 31.03.2016	<u>212,847,015.75</u>

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Carrying amount of Investment (Ramgarh Sponge Iron Pvt Ltd)(31.03.2016)

Particulars	Amount
Efficient Share in Net assets of Ramgarh Sponge Iron Pvt Ltd. as on date of investment	212,847,015.75
Add:	
Capital reserve	
Post acquisition profit (396733106/270984120)*29.08%	36,567,805.13
Net for consolidated balance sheet as on 31.03.2016	249,414,820.87

Carrying amount of Investment (Ramgarh Sponge Iron Pvt Ltd)(31.03.2017)

Particulars	Amount
Efficient Share in Net assets of Ramgarh Sponge Iron Pvt Ltd. as on date of investment	249,414,820.87
Less: Sale of Share @ 5.54%	13,817,581.08
Add:	
Capital reserve	
Post acquisition profit (401330094.18/396733106)*23.542%	1,082,222.96
Net for consolidated balance sheet as on 31.03.2017	236,679,462.75

Total Capital Reserve 35,553,863.84

For and on Behalf of the Board of Directors

As per our report of even date annexed
For MAMRAJ & Co.
Chartered Accountants

-sd-
SHUBHAM AGARWAL
Partner
Membership No – 526000
New Delhi

Date: 29th May, 2017

-Sd-
Kamal Kumar Jain
Chief Financial Officer

-sd-
M. P. Rungta
Chairman and
Managing Director
DIN:00235632

-sd-
Tarun Megotia
Director
DIN: 01098092

-Sd-
Mritunjay Kumar
Company Secretary