



PACT INDUSTRIES LTD.

www.pactindustries.com

Dated : 20/07/2017

To
The Listing Department,
Bombay Stock Exchange Limited,
25th Floor, P.J Towers,
Dalal Street, Fort
Mumbai-400 001

Sub: Annual report of PACT INDUSTRIES LTD FOR F.Y. 2016-17

Dear Sir/Madam,

Pursuant to Regulations 34(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, please find the enclosed Annual Report 2016-17

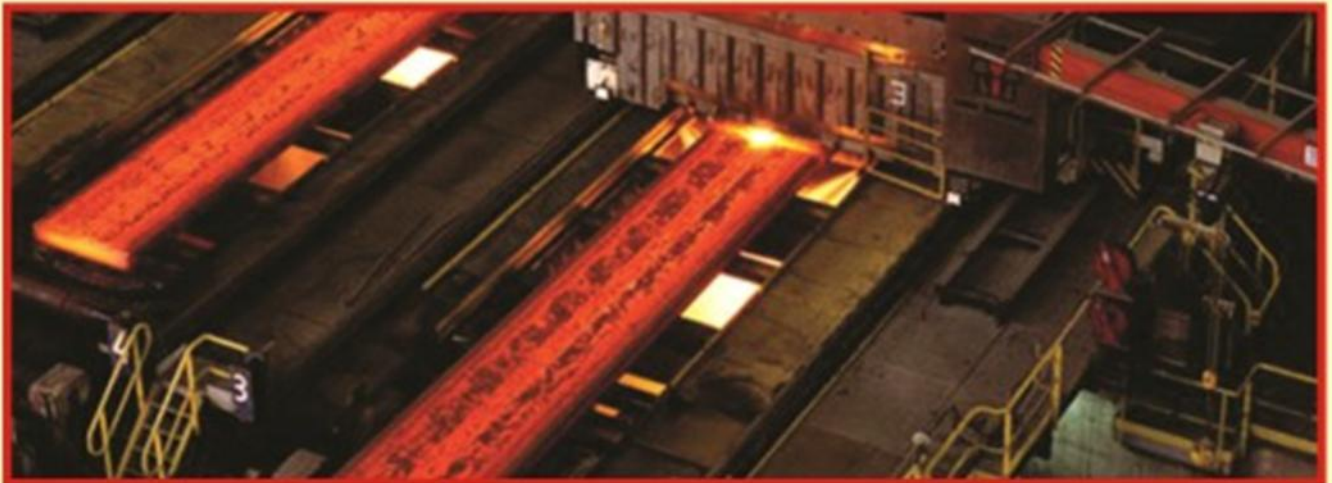
You are requested to take the above as compliance under the applicable regulation(s) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking You,

Yours Faithfully
For PACT INDUSTRIES LIMITED

DIVYA KHANNA
(COMPANY SECRETARY)
ACS39425

Pact Industries Limited



24th ANNUAL REPORT 2016-17

www.pactindustries.com

CORPORATE INFORMATION

Board of Directors

Mr. Avtar Singh- Chairman
Mr. Harpreet Singh- Managing Director
Mr. Narinderjit Singh- Director
Mr. Amandeep Singh- Director
Mrs. JasjeetKaur-Director

Bankers

State Bank of India
Overseas Branch
Ludhiana

Company Secretary

Miss. Divya Khanna

Registrar & Transfer Agent

Skyline Financial Services Pvt Ltd
D-153 A, 1st Floor Okhla Industrial Area
Phase –I New Delhi- 110020

Statutory Auditor

Rajesh Mehru & Co.
Chartered Accountants
2761/II, Gurdev Nagar,
Imperial Hotel Street
Ludhiana

Secretarial Auditor

Brij K. Tiwari& Associates
121, Vishal Nagar Extension,
Opp. SBS Nagar,
Pakhowal Road,
Ludhiana

Registered Office

PACT INDUSTRIES LIMITED

303 Hotel The Taksonz
Opp. Railway Station
Ludhiana
Punjab

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NOTICE

Notice is hereby given that the 24th Annual General Meeting of the Members of the Company will be held on Tuesday the 18th July, 2017 at 11.00 a.m. at the Registered Office of the company situated at 303, Hotel The Taksonz, Opp. Railway Station, Ludhiana to transact the following business:-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2017 and the Profit & Loss Account for the year ended on that date together with the Reports of Directors and Auditors.
2. To appoint a director in place of Mr. Avtar Singh (DIN - 00570465) who retires by rotation and being eligible offers himself for re-appointment.
3. **Appointment of Statutory Auditors of the Company**

“**RESOLVED THAT** pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013, read with Companies (Audit and Auditors) Rules, 2014 and subject to approval by members of the Company, the appointment of **M/S. S.Gaur & Associates, Chartered Accountants**, as the Statutory Auditors of the Company starting from conclusion of the 24th Annual General Meeting till the conclusion of 29th Annual General Meeting of the Company to be held in the year 2022 (subject to ratification of their appointment by the members at every AGM) at such remuneration as may be agreed upon by the Board of Directors and the Auditors.”

SPECIAL BUSINESS

4. Increase in Authorized Share Capital

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

“**RESOLVED THAT** pursuant to the provisions of Section 61 and 64 and other applicable provisions, if any, of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof) and the rules framed there under, the consent of the members of the Company be and is hereby accorded, to increase the Authorized Share Capital of the Company from existing Rs. 6,00,00,000 (Rupees Six Crores) divided into 5,00,00,000 (Five Crore) Equity Shares of Rs. 1/- each and 10,00,000 (Ten Lakhs) Redeemable Preference shares of Rs 10/- each to Rs. 11,00,00,000 (Rupees Eleven crore) divided into 10,00,00,000 (Ten Crore) Equity Shares of Rs. 1/- each and 10,00,000 (Ten Lakhs) Redeemable Preference shares of Rs 10/- each by creation of additional 5,00,00,000 (Five Crore) Equity Shares of Rs. 1/- each ranking pari passu in all respect with the existing Equity Shares of the Company.

5. Alteration of Memorandum of Association of the company

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

“**RESOLVED THAT** pursuant to the provisions of Section 13, 61 and 64 and other applicable provisions of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof) and the rules framed thereunder, the consent of the members of the Company be and is hereby accorded for substituting Clause V of the Memorandum of Association of the Company with the following clause.

V. The Authorised Share Capital of the Company is –

“**The Authorized Share Capital of the Company is Rs. 11,00,00,000/- (Rupees Eleven Crores only) consisting of 10,00,00,000 (ten Crores) equity shares of Rs. 1/- each and 10,00,000 (Ten lakh) Redeemable Preference Shares of Rs. 10/-(Rupees Ten) each .**



6. Alteration of Articles of Association of the Company

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

“RESOLVED THAT pursuant to Section 14 and all other applicable provisions, if any, of the Companies Act, 2013, and the rules made there under (including any statutory modification or re-enactment thereof for the time being in force), the existing Clause 4 of the Articles of Association of the Company be substituted with the following new Clause:”

4 The Authorised Share Capital of the Company is –

“The Authorized Share Capital of the Company is Rs. 11,00,00,000/- (Rupees Eleven Crores only) consisting of 10,00,00,000 (ten Crores) equity shares of Rs. 1/- each and 10,00,000 (Ten lakh) Redeemable Preference Shares of Rs. 10/- (Rupees Ten) each with the power to increase or decrease and with the power from time to time to issue any shares of any new capital with and subject to any preferential, qualified or special rights, privileges or condition as may be thought fit and upon the subdivision of share to apportion the right to participate in profits in any manner as between the shares resulting from subdivision. The right attached to preference shares shall be such as may be determined by the company at the time of issue thereof.

7. Approve Related Party Transaction

To consider and, if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 188 and all other applicable provisions, if any, of the Companies Act, 2013 (the ‘Act’) and subject to such approvals, consents, sanctions and permissions as may be necessary, consent of the members of the company be accorded to the Board of Directors of the Company to enter into contracts and/or agreements with Related Parties as defined under the Act with respect to sale, purchase or supply of any goods or materials, selling or otherwise disposing of, or buying, leasing of property of any kind, availing or rendering of any services, appointment of agent for purchase or sale of goods, materials, services or property or appointment of such related party to any office or place of profit in the Company or its subsidiary or associates Company or any other transactions of whatever nature with related parties.

RESLOVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto, and to sign and execute all deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all acts, deeds, matters and things that may be necessary ,proper , expedient or incidental thereto for the purpose of giving effect to this Resolution.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to determine the actual sums to be involved in the proposed transactions and the terms & conditions related thereto and all other matters arising out of or incidental to the proposed transactions and generally to do all acts, deeds, matters and things that may be necessary, proper, expedient or incidental thereto for the purpose of giving effect to this Resolution”.

8. Adoption of New Set of Articles of Association

To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 14 and all other applicable provisions of the Companies Act, 2013 read with Companies(Incorporation) Rules, 2014 (including any Statutory modifications or re-enactment thereof from the time being in force), the draft regulations contained in the Articles of Association submitted to the meeting be and are hereby approved and adopted in substitution, and to the entire exclusion, of the Regulations contained in the Existing Articles of Association of the company with immediate effect.”



RESOLVED FURTHER THAT Mr. Harpreet Singh, Managing Director of the company or Miss. Divya Khanna, Company Secretary of the Company be and are hereby severally authorized to do all the acts, deeds and actions as may be necessary, proper or expedient to give effect to this resolution."

Date:21.06.2017
Registered Office:
303 Hotel The Taksonz,
Opp. Railway Station
Ludhiana-141008

BY THE ORDER OF THE BOARD
For Pact Industries Limited

-sd/-
(DIVYA KHANNA)
(Company Secretary)

CIN:L18101PB1993PLC013193
Phone:0161-2731851/852
Email : pactindustries1993@gmail.com Website: www.pactindustries.com

NOTES:

1. The Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 and rules made there under, relating to the Special business to be transacted at the Annual General Meeting ("AGM") is annexed hereto.
2. **A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy/proxies to attend and vote on a poll instead of himself/ herself and the proxy so appointed need not be a member of the Company. The instrument of Proxy in order to be effective, must be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form for the AGM is enclosed. A person can act as a proxy on behalf of the members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.**

During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company.

3. Corporate Members intending to send their authorized representative to attend the meeting are requested to send to the Company, a certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. Members / proxies / authorized representatives should bring the duly filled Attendance Slip herewith to attend the meeting.
5. In case of joint holders attending the meeting, only such joint holder who is higher in the order of the names will be entitled to vote.
6. Only registered members of the Company or any proxy appointed by such registered member, as on the cut-off-date decided for the purpose, being 16th June, 2017 may attend and vote at the "AGM" meeting as provided under the provisions of the Companies Act.
7. Electronic copy of the Notice of the aforesaid "AGM" is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes, unless any member has requested for a physical copy of the same. For members who have not registered their email address, physical copies of the Notice of the aforesaid "AGM" are being sent by the permitted mode.
8. Members who have not registered their e-mail addresses so far are requested to register their e-mail addresses with Registrar and Share Transfer Agents of the Company/ Depository Participant (s), for receiving all communication including Annual Report, Notices, Circulars, etc from the Company electronically.



9. Members may also note that the Notice of the said “AGM” will also be available on the Company’s website www.pactindustries.com and on the website of CDSL at www.evotingindia.com for download. The physical copy of the notice will also be available at the Company’s Registered Office at **303 Hotel The Taksonz, Opp. Railway Station, Ludhiana- 141008** for inspection during normal business hours on working days.
10. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office and Head Office of the Company during normal business hours (9.00 am to 5.00 pm) on all working days up to and including the date of the AGM of the Company.
11. **Voting through electronic means**

In compliance with the provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended from time to time and as per Regulation 44 of the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015 and any amendment there to, the Company is pleased to provide members, a facility to exercise their right to vote at the Annual General Meeting (AGM) on the item of business given in this notice by electronic means (remote- e-voting) and the business may be transacted through remote e-voting Services provided by Central Depository (Services) India Limited (CDSL).

Since the Company is providing the facility of remote e-voting to the shareholders, there shall be no voting by show of hands at the said meeting. The facility for voting through polling paper shall be made available at the Meeting and the members attending the Meeting who have not cast their vote by remote e-voting shall be able to vote at the Meeting through polling paper. The shareholders can opt for only one mode of voting i.e. remote e-voting or physical polling at the meeting. In case of voting by both the modes, vote casted through remote e-voting will be considered final and voting through physical ballot will not be considered. The members who have cast their vote by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote again.

Steps for remote e-voting

- (i) **The remote e-voting period begins on 15th July, 2017 at 9.00 a.m. and will end on 17th July, 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 cutoff date i.e. 11th July, 2017, may cast their vote electronically. The remote e-voting modules shall be disabled by CDSL for voting thereafter. The members are requested to note that once vote on a resolution is cast electronically, he shall not be allowed to change it subsequently
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iv) Click on Shareholders.
- (v) Now Enter your User ID
 - For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
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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 last 8 digits of the sequence number (sequence number is mentioned on the address sticker) 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.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none">If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach 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.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the Electronic Voting Sequence Number (EVSN) for **PACT INDUSTRIES LIMITED** on which you choose to vote.
- (xiii) 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.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xv) 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.
- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xviii) 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.
- (xix) Shareholders can also cast their vote using CDSL's mobile app m- voting available for mobiles. The m-voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xx) Note for Non – Individual Shareholders and Custodians
 - a. Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - b. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.



- c. After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - d. 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.
 - e. A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xxi) Any person, who acquires shares of the Company and become Member of the Company after dispatch of the Notice and holding shares as on the cut-off date i.e. **11.07.2017** , may follow the same instructions as mentioned above for remote e- voting. The Voting rights of the members shall be in proportion to their shares in the paid up capital of the company as on the cut off date i.e. 11.07.2017. A person whose name is recorded in the Register of members or in the Register of Beneficial owners maintained by the Depositories as on the cut off date only shall be entitled to avail the facility of remote e-voting as well as voting at the said meeting. A person who is not a Member as on the cutoff date should treat this Notice for information purposes only.
- In case of any queries or issues regarding e-voting, members may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com. Further Mr. Wenceslaus Furtado Deputy Manager having address i.e. Central Depository Services (India) Limited 16th Floor, P. J. Towers, Dalal Street Fort, Mumbai – 400001, email id: helpdesk.evoting@cdslindia.com and contact number 18002005533 is responsible to address the grievances connected with facility for voting by electronic means.
 - The Board of Directors has appointed Mrs. Pooja M Kohli, Practicing Company Secretary (Membership No. 7255 and C.P.No. 14836) of M/S Pooja M Kohli & Associates, as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner. She has communicated her willingness to be appointed and will be available for same purpose.
 - The Scrutinizer shall, immediately after the conclusion of voting at the meeting , first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and make not later than forty eight hours 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.
 - Chairman or the person authorized by him in writing, shall forthwith on receipt of the consolidated Scrutinizer's Report declare the results of voting within 48 hours of the conclusion of this AGM. The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.pactindustries.com and on the website of CDSL immediately after the result is declared by the Chairman and shall also be communicated to the BSE Limited (BSE) and Metropolitan Stock exchange of India Ltd, where the shares of the Company are listed.
 - Subject to the receipt of requisite number of Votes, the resolutions shall be deemed to be passed on the date of AGM i.e 18th July, 2017.

BY THE ORDER OF THE BOARD
For Pact Industries Limited

PLACE: LUDHIANA
DATE: 21.06.2017

sd/-
(DIVYA KHANNA)
(Company Secretary)

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EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

4. Increase in authorized capital

The company is in manufacturing of Iron and steel ingots and looking at the current market scenario the board of directors of the company has decided to diversify the business of the company by entering into auto parts and to reduce the burden of bank borrowings (which are in shape of Working Capital).

To achieve the above mentioned vision of the company, the board recommended that further capital should be raised from existing shareholders of the company by way of right issue. To achieve this authorized capital of the company be increased from Rs. 6.00 Crores to Rs. 11.00 Crores.

The Board recommends the Resolution as set out in Item No. 4 of the accompanying Notice for the approval of Members of the Company as a Special Resolution.

None of the Directors or Key managerial Personnel of the Company or their relatives is concerned or interested in the Resolution except to the extent of their shareholding in the company, if any.

5. Alteration Of Memorandum Of Association Of The Company

The proposed increase in authorized capital of the company requires amendment to the Memorandum of Association of the Company. Accordingly Clause V of the Memorandum of Association is proposed to be amended as set out in Item no. 5 of the of the accompanying Notice reflecting the corresponding changes in the Authorized Share Capital of the Company consequent to the proposed increase in authorized capital i.e. from existing Rs. 6,00,00,000 (Rupees Six Crores) divided into 5,00,00,000 (Five Crore) Equity Shares of Rs. 1/- each and 10,00,000 (Ten Lakhs) Redeemable Preference shares of Rs 10/- each to Rs. 11,00,00,000 (Rupees Eleven crore) divided into 10,00,00,000 (Ten Crore) Equity Shares of Rs. 1/- each and 10,00,000 (Ten Lakhs) Redeemable Preference shares of Rs 10/- each by creation of additional 5,00,00,000 (Five Crore) Equity Shares of Rs. 1/- each ranking pari passu in all respect with the existing Equity Shares of the Company.

The Board of Directors of your Company has approved this item in its Meeting held on 21.06.2017 and recommends the Resolution as set out in Item No. 5 of the accompanying Notice for the approval of members of the Company as a special resolution.

None of the Directors or Key managerial Personnel of the Company or their relatives is concerned or interested in the Resolution except to the extent of their shareholding in the Company, if any.

6. Alteration of Articles of Association of the Company

The proposed increase in authorized capital of the company requires amendment to the Article of Association of the Company. Accordingly Clause 4 of the Article of Association is proposed to be amended as set out in Item no. 6 of the of the accompanying Notice reflecting the corresponding changes in the Authorized Share Capital of the Company consequent to the proposed increase in authorized capital i.e. from existing Rs. 6,00,00,000 (Rupees Six Crores) divided into 5,00,00,000 (Five Crore) Equity Shares of Rs. 1/- each and 10,00,000 (Ten Lakhs) Redeemable Preference shares of Rs 10/- each to Rs. 11,00,00,000 (Rupees Eleven crore) divided into 10,00,00,000 (Ten Crore) Equity Shares of Rs. 1/- each and 10,00,000 (Ten Lakhs) Redeemable Preference shares of Rs 10/- each by creation of additional 5,00,00,000 (Five Crore) Equity Shares of Rs. 1/- each ranking pari passu in all respect with the existing Equity Shares of the Company.

The Board of Directors of your Company has approved this item in its Meeting held 21.06.2017 and recommends the Resolution as set out in Item No. 6 of the accompanying Notice for the approval of members of the Company as a special resolution.

None of the Directors or Key managerial Personnel of the Company or their relatives is concerned or interested in the Resolution except to the extent of their shareholding in the Company, if any.



7. Pursuant to Section 188 of the Companies Act, 2013, the Company can enter into transaction mentioned under aforesaid resolution, which are not in the ordinary course of business and/or are not on arm length basis, only with the approval of the shareholders accorded by way of a special resolution. Though, your Company always seeks to enter into transactions with related parties in the ordinary course of business and at arm's length basis; still there may be some such transactions which are done in the interest of the Company and for which your approval is required under the provisions of the Companies Act, 2013.

Audit Committee In it's meeting held on 30.05.2017 provided the omnibus approval for the transaction mentioned below and recommended the board of director of the same. Board of Director also approved the same in it's meeting held on 30.05.2017 subject to approval of shareholder.

The proposal outlined above is in the interest of the Company and the Board re-commends the resolution set out in the accompanying Notice as special resolution.

Name of Related Party	Name of Directors/ KMP who is related	Particulars of the Contract and relevant information	Yearly Monetary Value (In Rs.)
Preet Overseas	Mr. Avtar Singh Mr. Gurdeep Singh Mr. Harpreet Singh Mr. Charanpreet Singh Mr. Tarunjeet Singh	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property goods, material or services	35 Crore
Taksonz Developers and Infrastructure Ltd	Mr. Avtar Singh Mr. Gurdeep Singh Mr. Harpreet Singh Mr. Charanpreet Singh Mr. Tarunjeet Singh	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property	35 Crore
Spade International (Proprietorship)	Mr. Tarunjeet Singh	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property	5 Crore
Parav Knitwear (Proprietorship)	Mr. Parav Singh Takkar	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property	5 Crore
Avtar Singh & Sons	Mr. Avtar Singh	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property	2.5 Crore
Tarunjeet Singh & Sons	Mr. Tarunjeet Singh	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property	2.5 Crore
Takkar Knitfab (Proprietorship)	Eshaan Singh Takkar	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property	5 Crore
Gurdeep Singh & Sons	Mr. Gurdeep Singh	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property	2.5 Crore
Harpreet Singh & Sons	Mr. Harpreet Singh	Sale, purchase or supply of goods, material or services including Job work and Lease of immovable property	2.5 Crore



8. Pact Industries Limited was incorporated as Preet Hosiery Exports Limited on March 31st,1993 under the provisions of Companies Act, 1956.

The existing Memorandum and Articles of Association("MOA & AOA") were based on Companies Act, 1956 and several Clauses/ regulations in the existing MOA & AOA contain references to specific sections of the Companies Act, 2013 and which are no longer in force.

The Existing regulations of the Articles of Association are replaced by new set of regulations and adopted as new set of Articles of Association as per the requirements of Table F of First schedule in the Companies Act, 2013. The modification in the Articles of Association is carried out to give effect to provisions of the Companies Act, 2013.

Consent of the Shareholders by way of Special resolution is required in this regard. The entire set of proposed Articles of Association is available in the website of the company.

The Board recommends the Resolution as set out in Item No.8 of the accompanying Notice for the approval of Members of the Company as a Special Resolution.

**BOARD'S REPORT & MANAGEMENT DISCUSSION AND ANALYSIS**

Dear Fellow,

The Directors of your Company are presenting their 24th Annual Report together with the Audited Statement of Accounts of Pact Industries Limited for the year ended 31st March, 2017.

1. FINANCIAL HIGHLIGHTS.

The summary of the financial performance of the Company for the financial year ended March 31, 2017 compared to the previous year ended March 31, 2016 is given below:

Particulars	(in lakh)	
	Year Ended March 31,2017	Year Ended March 31,2016
Net Sales/Income	5221.92	5088.49
Gross profit before interest and depreciation	229.17	221.23
Finance cost	159.15	143.77
Profit before depreciation and amortisation- (Cash Profit)	70.01	77.46
Depreciation and Amortisation	29.73	48.23
PBT before exceptional items	40.28	29.23
Exceptional items	1.96	0.00
Profit before Tax (PBT)	38.32	29.23
Provision for Tax- Current	12.75	6.80
Provision for Tax- Deferred	3.70	2.42
Profit after Tax	21.87	20.01
Earning per Share (EPS) (in Rs) (after exceptional item) - Basic Diluted	0.04	0.40

2. OPERATIONAL REVIEW :

The net sale for the year is Rs. 5221.92 as compared to Rs. 5088.49 Lakh of previous year.

3. MANAGEMENT DISCUSSION & ANALYSIS REPORT**3.1 Industry And Economic Scenario & Outlook**

Underneath current benign inflation conditions, there are broad-based inflation pressures, which make the inflation outlook for 2017-18 challenging. Growth in real gross value added is expected to accelerate in 2017-18, underpinned by strong consumption demand even as investment activity remains muted and external demand uncertain.

Under the monetary policy framework ushered in by amendments to the Reserve Bank of India (RBI) Act, the monetary policy decision has been vested in a six member monetary policy committee (MPC). Following its decision to lower the policy repo rate by 25 basis points (bps) at the time of the October 2016 Monetary Policy Report (MPR), the MPC decided to hold the policy rate in the December 2016 and February 2017 meetings of its bi-monthly schedule.

Four features distinguish these initial decisions under the new regime. First, there was a calibrated shift in the policy stance from accommodative to neutral. Second, there was an overwhelming preference for waiting out the transitory effects of demonetisation and the unsettled political climate globally. Third, each decision was taken by unanimity. Fourth, within the consensus, members' decisions appear to have been driven by individualistic approaches to arriving at them, as revealed in their written public statements.

The recent experience of MPCs in the UK, Sweden, Brazil, Thailand, Czech Republic and Hungary suggests that rate decisions have been based on unanimity. Other recent cases in point are the decisions of the US



Federal Open Market Committee (FOMC) in its December 2016 and February 2017 meetings, and the Bank of England's MPC in its meetings during October-February. Differences have been typically confined to the size of the change in the policy rate rather than contesting the overarching policy stance.¹ Existing research on monetary policy decision making suggests that divergences stem mainly from (i) MPC members' policy preferences – the relative weight on price stability and output stabilisation – in their reaction functions, and (ii) assessment of expected economic conditions – the evolution of inflation and output gaps. Does the formative experience of the MPC in India suggest similar policy preferences and assessments of the outlook? It is too early to tell.

3.2 Opportunities And Threats

Opportunities:

- a) Large, potential Domestic and International Market.
- b) Product Development and Diversification to cater Global Needs.
- c) Greater Investment and FDI opportunities are available.
- d) Industry has large and diversified segments that provide wide variety of products.

Threats:

- a) Unfavorable Labour Laws.
- b) High Indirect Taxes, Power and Interest Rates.
- c) Unfavorable Government policies.
- d) Lower Productivity in various segments.
- e) To balance between Demand and Supply

3.2 Business Risk Management

Although the company had long been following the principle of risk minimization as is the norm in every industry, it became a compulsion during more recent times.

Therefore, in accordance with erstwhile clause 49 of the listing agreement the Board members were informed about risk assessment and minimization procedures after which the Board formally adopted steps for framing, implementing and monitoring the risk management plan for the company.

The main objective of this policy is to ensure sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risks associated with the business. In order to achieve the key objective, the policy establishes a structured and disciplined approach to Risk Management, in order to guide decisions on risk related issues.

In accordance with newly introduced Regulation 17(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 the Board ensures adherence and continuation of such risk management policy.

In today's challenging and competitive environment, strategies for mitigating inherent risks in accomplishing the growth plans of the Company are imperative. The common risks inter alia are: Regulations, competition, Business risk, Technology obsolescence, Investments, retention of talent and expansion of facilities.

Business risk, inter-alia, further includes financial risk, political risk, fidelity risk, legal risk.

As a matter of policy, these risks are assessed and steps as appropriate are taken to mitigate the same.



3.3 Internal Control Systems And Their Adequacy

The system of internal control maintained by the company is adequate and also upto date. Only after ensuring authenticity and genuineness of various transactions they are recorded and reported to management. The company always follows relevant and applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The internal auditor follows the internal control system on a consistent basis. Even through this non-production period the Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

3.4 Human Resources/ Human Resource Management.

Inspite of enduring perhaps the toughest phase in the company's history it must be mentioned that the trusted loyal work force has always stood firmly in the hour of need. The company also looks after its human resources well and has always judiciously rewarded performance.

4. TRANSFER TO RESERVE

The company has transferred profits in Reserves and surplus.

5. DIVIDEND

Directors are of the view that as the Expansion Programme has already been announced and to implement the capital-intensive plans together with loan repayment; these shall be made from operating surplus. The reserves & surplus of the Company have been kept intact to facilitate this purpose, so dividends have not been recommended for the year ending 31.03.2017 in the long term interest of the company.

6. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

Since there was no unpaid/unclaimed Dividend declared and paid last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.

7. SHARE CAPITAL

"The Authorized Share Capital of the Company is Rs. 6,00,00,000/- (Rupees Six Crores only) consisting of 5,00,00,000 (Five Crores) equity shares of Rs. 1/- each and 10,00,000 (Ten lakh) Redeemable Preference Shares of Rs. 10/- (Rupees Ten) each and paid-up Capital of the Company is Rs 4,94,08,000 (Rupees Four Crore Ninety four Lakhs Eight Thousand Only) comprising of 4,94,08,000 (Forty crore ninety four lakhs and eight thousand) equity shares of Rs. 1/- each and 10,00,000 (Ten Lakh) Redeemable Preference shares of Rs. 10/- each.

7.1 BUY BACK OF SECURITIES

The Company has not bought back any of its securities during the year under review.

7.2 SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

7.3 BONUS SHARES

No Bonus Shares were issued during the year under review.

7.4 EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.



8. FINANCE

8.1 CASH AND CASH EQUIVALENT

Cash and Cash equivalent as at 31st March, 2017 is Rs. 46.27 Lakh. The Company continues to focus on judicious management of working capital. Working Capital parameters are kept under strict check through continuous monitoring.

8.2 DEPOSITS/ FIXED DEPOSITS

During the year, Company has not accepted deposit from the public falling within the ambit of Section 73 of Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014. Further, the Company has not repaid any deposit to public and there is no deposits are pending as on 31st March, 2017.

8.3 PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Detail of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes of Financial Statements.

9. BOARD

The Company recognizes and embraces the importance of a diverse board in its success. We believe that a truly diverse board will leverage differences in thought, perspective, knowledge, skill, regional and industry experience, cultural and geographical background, age, ethnicity, race and gender, which will help us, retain our competitive advantage.

9.1 No. Of Meetings Of The Board

During the year Seven(7) Board Meetings and Four (4) Audit Committee Meetings were convened and held. The details of which are given in the Corporate Governance Report. The provisions of Companies Act, 2013 and listing agreement and SEBI (Listing Obligations and Disclosure) Regulation, 2015 were adhered to while considering the time gap between two meetings.

9.2 Remuneration Policy

The Board has, on the recommendation of the Nomination & Remuneration committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The Remuneration Policy is stated in the Corporate Governance Report.

9.3 Declaration By Independent Directors

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he/she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and regulation 16(b) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015.

9.4 Board Evaluation

Pursuant to the provisions of companies Act, 2013 and SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015, the Board has carried out annual performance evaluation of its own performance, the directors individually as well the evaluation of the working of its Audit, Nomination & Remuneration and Stakeholder Relationship committee. The manner in which the evaluation has been carried out has been explained in Corporate Governance Report.

9.5 Training of Independent Directors.

Every new independent director of the Board attends an orientation program. To familiarize the new inductees with the strategy, operations and functions of our Company, the executive directors / senior managerial personnel make presentations to the inductees about the Company's strategy, operations, product, markets, organization structure, finance, human resources, technology, quality, facilities and risk management.



9.6 Re- Appointments

Pursuant to the provisions of companies Act, 2013 and SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, the details of Director appointed/ reappointment are given in this annual Report and forms part of this report.

9.7 Retirements and Resignations

During the year none of the directors has resigned from the directorship of the company.

10. COMMITTEES OF THE BOARD

a) **Audit Committee** : The company is having Audit Committee comprising of the following directors.

Name	Status	Category
Mr. Narinderjit Singh	Chairman	Independent and Non-Executive Director
Mr. Amandeep Singh	Member	Independent and Non-Executive Director
Mr. Harpreet Singh	Member	Executive Director

b) **Nomination and Remuneration Committee** : The company is having a Nomination and Remuneration Committee comprising of the following directors:

Name	Status	Category
Mr. Narinderjit Singh	Chairman	Independent and Non-Executive Director
Mr. Amandeep Singh	Member	Independent and Non-Executive Director
Mrs. Jasjeet Kaur	Member	Independent and Non-Executive Director

c) **Corporate Social Responsibility Committee**: Even though the provisions of Companies Act, 2013 regarding Corporate Social Responsibility are not attracted to the company yet the Company has been, over the years, pursuing as part of its corporate philosophy, an unwritten CSR policy voluntarily which goes much beyond mere philanthropic gestures and integrates interest, welfare and aspirations of the community with those of the Company itself in an environment of partnership for inclusive development.

d) **Stakeholder's Relationship Committee** : The Stakeholders' Relationship Committee was constituted by the Board on consequent to the dissolution of the Share transfer cum Investors' Grievance Committee. This Committee includes Mr. Narinderjit Singh (Chairman) and Mr. Amandeep Singh (member) and Mr. Harpreet Singh (member). Term of reference and other details are given in Corporate Governance Report and forms part of this report.

e) **Risk Management Committee**: The Company has formed the Risk Management Committee with its members as Mr. Amandeep Singh (Chairman), Mr. Narinderjit Singh (member) and Mrs. Jasjeet Kaur and the committee will perform its activities according to the Risk Policy finalized by the Board indicating the development and implementation of Risk Management.

11. DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3) (C) of the Companies Act, 2013:

- that in the preparation of the annual financial statements for the year ended March 31, 2017, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- that such accounting policies as mentioned in Notes to the Financial Statements have been selected and applied consistently and judgment and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2017 and of the profit of the Company for the year ended on that date;



- c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the annual financial statements have been prepared on a going concern basis;
- e) that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively.
- f) that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

12. AUDITORS

12.1 Statutory Auditors

At the Annual General Meeting the members will be required to appoint Auditors and fix their remuneration. **M/s. Rajesh Mehru & Co., Chartered Accountants**, statutory auditors of the company are retiring at the ensuing Annual General Meeting and is not eligible for re-appointment pursuant to Sec 139(2) of the Companies Act, 2013. Therefore, **M/S Gaur & Associates, Statutory Auditor (FRN No. 014727N & Membership No 085161)** is eligible for appointment. The appointment, if approved, will be for a period of five years as required by Sec 139(1) of the act.

12.2 Secretarial Auditors

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/S Brij K. Tiwari & Associates (CP No.: 2831, FCS: 4442), Company Secretaries to undertake the secretarial audit of the company. The Secretarial Audit Report is annexed herewith as 'Annexure – A'.

12.3 Internal Auditors

Mr. Bipin Bihari Singh performs the duties of internal auditors of the company and their report is reviewed by the audit committee from time to time.

12.4 Cost Auditor

The Cost Audit was not applicable on the Company during the Financial Year 2016-17 as per Companies (Cost record & audit) Rules, 2014.

13. LISTING OF SECURITIES

The Securities of the Company are listed on Bombay Stock Exchange Limited and Metropolitan Stock Exchange of India Ltd. The Company has not paid annual listing fee to exchanges for the year 2017-18.

14. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

15. EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as 'Annexure- B'

16. VIGIL MECHANISM / WHISTLE BLOWER POLICY.

The Company has a vigil mechanism named Fraud Risk Management Policy (FRM) to deal with instance of fraud and mismanagement, if any. The details of the Whistle Blower Policy is explained in the Corporate Governance Report



and also posted on the website of the Company.

17. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company.

18. RELATED PARTY TRANSACTIONS/ PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES.

All transactions entered into with Related Parties as defined under Clause 49 of the Listing Agreement and SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015. During the financial year were in the ordinary course of business and on an arms length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the Company. Suitable disclosure as required by the Accounting Standards (AS18) has been made in the notes to the Financial Statements. The report of the Board in respect of the particular of contracts or arrangements with related parties referred to sub section (1) of Section 188 in form AOC-2 is annexed to this report in annexure- C

19. CORPORATE GOVERNANCE

SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, with the Stock Exchanges, a separate section on corporate governance practices followed by the Company, together with a certificate from Practicing Company Secretary confirming compliance forms an integral part of this Report.

20. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013.

The Company has in place a prevention of sexual Harassment policy in line with the requirements of the sexual Harassment of Women at the Workplace (prevention, prohibition and Redressal) Act, 2013. During the year 2016-17, no complaint were received by the Company related to sexual Harassment.

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

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed herewith as "Annexure- D"

22. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is as follows:

The company has two Executive Director and due to financial constraints being faced by the company, it has forgone remuneration paid to one executive director. Further, no sitting fees have been paid to any director during the year.

The particulars of the employees who are covered by the provisions contained in Rule 5(2) and rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are:

The remuneration paid to Managing Director is 240000/- per annum and the remuneration paid to Company Secretary is 172000 per annum.

23. APPRECIATION AND ACKNOWLEDGEMENTS

The company has been very well supported from all quarters and therefore your directors wish to place on record their sincere appreciation for the support and co-operation received from Employees, Dealers, Suppliers, Central and State Governments, Bankers and others associated with the Company. Your Directors wish to thank the banks, financial institutions, shareholders and business associates for their continued support and cooperation. We look forward to receiving the continued patronage from all quarters to become a better and stronger company.



24. CAUTIONARY STATEMENT

The statements contained in the Board's Report and Management Discussion and Analysis contain certain statements relating to the future and therefore are forward looking within the meaning of applicable securities, laws and regulations.

Various factors such as economic conditions, changes in government regulations, tax regime, other statutes, market forces and other associated and incidental factors may however lead to variation in actual results.

For and on behalf of the Board

For PACT INDUSTRIES LIMITED

**Sd/-
(Avtar Singh)
Chairman**

**Sd/-
(Harpreet Singh)
Managing Director**

Place: Ludhiana
Date: 21.06.2017



Annexure- A

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31 MARCH, 2017
[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

**The Members,
Pact industries Limited,
303, Hotel TheTaksonz,
Opp. Railway Station
Ludhiana- Punjab**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Pact Industries Limited (L18101PB1993PLC013193) (hereinafter called the **Company**). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31 March, 2017 ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31 March, 2017 according to the provisions of:

- (E) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (E) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (E) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange, Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (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 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28 October 2014;
 - (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
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and Companies Act and dealing with client;
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (vi) The Environment (Protection) Act, 1986
- (vii) The EPF & Misc. Provisions Act, 1952;

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



(E) The Listing Agreements (Revised) entered into by the Company with Bombay Stock Exchange and Metropolitan Stock Exchange of India Limited.

We have also examined that the company has taken due care to comply with the Secretarial Standards (SS) specified by the Institute of Company Secretaries of India namely –

(E) SS-1: Meetings of the Board of Directors and
(ii) SS-2: General Meetings;

As approved by the Ministry of Corporate Affairs vide letter no.1/3/2014/CL/I dated April 10, 2015, as per the requirement of the provisions of section 118(10) of the Companies Act, 2013.

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.

All decisions at Board Meetings and Committee Meetings are carried out unanimously or by the majority as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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.

For Brij K. Tiwari & Associates

(Brij Kishore Tiwari)

Proprietor

Company Secretary in whole time practice

C.P. No. 2831

Place: Ludhiana

Dated: 20.06.2017



Annexure- B

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

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

I. REGISTRATION AND OTHER DETAILS:

i)	CIN:	L18101PB1993PLC013193		
	Foreign Company Registration Number/GLN	N.A.		
	Registration Date [DDMMYY]	31/03/1993		
ii)	Category of the Company	Public Company		
iii)	Sub Category of the Company	Limited by shares		
iv)	Whether shares listed on recognized Stock Exchange(s) If yes, details of stock exchanges where shares are listed	Yes		
		SN	Stock Exchange Name	Code
		1	Bombay Stock Exchange	A1
		2	Metropolitan Stock Exchange of India Ltd	26
v)	AGM details-	24 th AGM held on 18 th July, 2017 at 11:00 a.m. at Registered Office of the company at 303 Hotel The Taksonz, Opp. Railway Station, Ludhiana		
	Whether extension of AGM was granted – Yes / No. (If yes, provide reference number , date of approval letter and the period upto which extension granted)	No		
	If Annual General Meeting was not held, specify the reasons for not holding the same	NA		
vi)	NAME AND REGISTERED OFFICE ADDRESS OF COMPANY:			
	Company Name	PACT INDUSTRIESLIMITED		
	Address	303 Hotel The Taksonz, Opp. Railway Station, Ludhiana		
	Town / City	Ludhiana		
	State	Punjab		
	Pin Code:	141008		
	Country Name :	India		



	Country Code	+91
	Telephone (With STD Area Code number)	0161-2731851/852
	Fax Number :	0161-2721876
	Email Address	pactindustries1993@gmail.com
	Website	http://www.pactindustries.com/
	Name of the Police Station having jurisdiction where the registered office is situated	Sadar, Ludhiana
	Address for correspondence, if different from address of registered office:	303 Hotel The Taksonz, Opp. Railway Station, Ludhiana
vii)	Name and Address of Registrar & Transfer Agents (RTA):- Full address and contact details to be given.	
	Registrar & Transfer Agents (RTA):-	Skyline Financial Services Pvt. Ltd
	Address	D-153A, First Floor, Okhla Industrial Area, Phase- I, New Delhi
	Town / City	New Delhi
	State	New Delhi
	Pin Code:	110020
	Telephone (With STD Area Code Number)	011 –26812682-83
	Fax Number	011 – 26812682
	Email Address	info@skylinerta.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S.NO.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Non Alloys Steel Ingots	27141	45%
2	knitted Cloth	17301	55%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES [No. of Companies for which information is being filled]] - N.A



E. 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] (The FV of Equity shares is Rs10/-)				No. of Shares held at the end of the year [As on 31-March-2017] (The FV of Equity shares is Rs1/- after Split of shares)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	1618350	-	1618350	32.75	16183500	-	16183500	32.75	0.00
b) Central Govt	0	0	0	0	0	0	0	0	0.00
c) State Govt(s)	0	0	0	0	0	0	0	0	0.00
d) Bodies Corp.	1608300	-	1608300	32.55	16083000	-	16083000	32.55	0.00
e) Banks / FI	0	0	0	0	0	0	0	0	0.00
f) Any other	0	0	0	0	0	0	0	0	0.00
Total shareholding of Promoter (A)	3226650	-	3226650	65.31	32266500	-	32266500	65.31	0.00
B. Public Shareholding									
(1) Institutions	0	0	0	0	0	0	0	0	0.00
a) Mutual Funds	0	0	0	0	0	0	0	0	0.00
b) Banks / FI	0	0	0	0	0	0	0	0	0.00
c) Central Govt	0	0	0	0	0	0	0	0	0.00
d) State Govt(s)	0	0	0	0	0	0	0	0	0.00
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
f) Insurance Companies	0	0	0	0	0	0	0	0	0.00
g) FIs	0	0	0	0	0	0	0	0	0.00
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
i) Others (specify)	0	0	0	0	0	0	0	0	0.00
Sub-total (B) (1):-	0	0	0	0	0	0	0	0	0
2. Non-Institutions									
a) Bodies Corp.	535703	7900	543603	11.00	2829216	80000	2909216	5.89	5.12
i) Indian	0	0	0	0	0	0	0	0	0.00
ii) Overseas	0	0	0	0	0	0	0	0	0.00
b) Individuals	0	0	0	0	0	0	0	0	0.00
i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	75047	678600	753647	15.25	1709284	6773000	8482284	17.17	-1.92
ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakh	302100	114800	416900	8.44	4602000	1148000	5750000	11.64	-3.20
c) Others (specify)	0	0	0	0.00	0	0	0	0	0.00
Non Resident Indians	0	0	0	0.00	0	0	0	0	0.00
Overseas Corporate Bodies	0	0	0	0.00	0	0	0	0	0.00
Foreign Nationals	0	0	0	0.00	0	0	0	0	0.00
Clearing Members	0	0	0	0.00	0	0	0	0	0.00
Trusts	0	0	0	0.00	0	0	0	0	0.00
HUF	0	100	100	0.00	0	100	100	0	0.00
Foreign Bodies – D R	0	0	0	0.00	0	0	0	0	0.00
Sub-total (B)(2):-	912850	801300	1714150	34.69	9140500	8001000	17141500	34.69	0.0
Total Public Shareholding (B)=(B)(1)+ (B)(2)	912850	801300	1714150	34.69	9140500	8001000	17141500	34.69	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	4139500	801300	4940800	100	41407000	8001000	49408000	100	0.00



ii) Shareholding of Promoters

S.no	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares (FV Rs 10/-)	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares (FV Rs 1/-)	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	Harpreet Singh	296300	6.00	-	2963000	6.00	-	-
2	Tanu Preet kaur	52000	1.05	-	520000	1.05	-	-
3	Avtar Singh	142700	2.89	-	1427000	2.89	-	-
4	Gurdeep Singh	426700	8.64	-	4267000	8.64	-	-
5	Tarunjeet Singh	285750	5.78	-	2857500	5.78	-	-
6	Charan Preet Singh	214400	4.34	-	2144000	4.34	-	-
7	Ashwinder Paul Kaur	82500	1.67	-	825000	1.67	-	-
8	Kartar Kaur	118000	2.39	-	1180000	2.39	-	-
9	Khalsa Nirbhai Transport company Pvt Ltd	174300	3.53	-	1743000	3.53	-	-
10	Preet Builders Pvt Ltd	250000	5.06	-	2500000	5.06	-	-
11	A.K.Financial Consultants Pvt Ltd	35000	0.71	-	350000	0.71	-	-
12	Kartar Hotel Estate Pvt Ltd	244000	4.94	-	2440000	4.94	-	-
13	Kartar Finvest Pvt Ltd	660000	13.36	-	6600000	13.36	-	-
14	Kartar Colonizers Pvt Ltd	160000	3.24	-	1600000	3.24	-	-
15	Taksonz developers & Infrastructure Ltd	85000	1.72	-	850000	1.72	-	-
	TOTAL	3226650	65.31		32266500	65.31		-

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

Change in Promoters' Shareholding during the year 2016-17.

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares (FV Rs10/-)	% of total shares of the company	No. of shares (FV Rs1/-)	% of total shares of the company
1.	At the beginning of the year	3226650	65.31	32266500	65.31
2.	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	0 (Sell)	0.00	32266500	65.31
3.	At the end of the year	32266500	65.31	32266500	65.31



(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

For Each of the Top 10 Shareholders	Shareholding at the beginning of the year (FV Rs 10/-)		Increase/Decrease during the year	Shareholding at the end of the year (FV Rs 1/-)	
Amarinder Singh	20400	0.41	75000	954000	4.44
Amrit Kaur	94300	1.91	-	943000	1.91
Amandeep Singh	24500	0.50	60000	845000	1.71
Takkar Financial Consultants Pvt Ltd	219340	4.44	-138140	812000	1.64
Mohinder Singh	20900	0.42	50000	709000	1.43
Surinder Singh	24400	0.49	40000	644000	1.30
C T Financial Consultants Pvt Ltd	180560	3.65	-117425	631350	1.28
Tak Financial Consultants Pvt Ltd	124870	2.53	-65463	594070	1.20
Manpreet Singh	22400	0.45	27600	500000	1.01
Gursehaj Singh	80500	1.63	-52500	280000	0.57

(v) Shareholding of Directors and Key Managerial Personnel:

Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year (FV Rs 10/-)		Increase/Decrease during the year	Shareholding at the end of the year (FV Rs 1/-)	
Avtar Singh (Director)	142700	2.89	-	1427000	2.89
Mr. Harpreet Singh(Managing Director, KMP)	296300	6.00	-	2963000	6.00
Mr. Amandeep Singh (Director)	24500	0.50	60000	845000	1.71
Mr. Narinderjit Singh (Director)	Nil	Nil	-	Nil	Nil
Mrs. Jasjeet Kaur (Director)	Nil	Nil	-	Nil	Nil
Mr. Sanjay Jain (CFO, KMP)	10000	0.20	7500	25000	0.05
Ms. Divya Khanna (CS, KMP)	Nil	Nil	Nil	Nil	Nil

E. INDEBTEDNESS

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

(In Lakh)

Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total indebtedness
i) Principal Amount	1176.73	189.00	-	1365.73
ii) Interest due But not paid	0.00	0.00	-	0.00
iii) Interest Accrued but not due	0.00	0.00	-	0.00
Total (i+ii+iii)	1176.73	189.00	-	1365.73
Change in indebtedness during the financial year				
*Addition	0.00	69.00	-	69.00
*Reduction	135.31	0.00	-	135.31
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount	1041.42	258.00	-	1299.42
ii) Interest due But not paid	0.00	0.00	-	0.00
iii) Interest Accrued but not due	0.00	0.00	-	0.00
Total(i+ii+iii)	1041.42	258.00	-	1299.42



VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sr. No.	Particulars of Remuneration	Name of Managing Director /Whole – Time Director	Total Amounts
		Harpreet Singh (Managing Director)	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income Tax Act, 1961	240000	240000
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4..	Commission – as % of profit – others, specify...	-	-
5	Others, please specify	-	-
	Total (A)	240000	240000
	Ceiling as per the Act	4200000	

B. Remuneration to other directors:

S.no.	Particulars of Remuneration	Name of Directors				Total Amount
		Avtar Singh	Amandeep Singh	Narinderjit Singh	Jasjeet kaur	
1	Independent Directors					
	Fee for attending board & committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2	Other Non-Executive Directors					
	Fee for attending board & committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B)=(1+2)	-	-	-	-	-
	Total Managerial Remuneration (A)+(B)	-	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-	-



C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	172000	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	-	-	-

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	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-



Annexure- C

FORM NO. AOC.2

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto (Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Details of contracts or arrangements or transactions not at arm's length basis:

There were no contracts or arrangements or transactions entered into during the year ended on 31st March, 2017, which were not at Arm's Length basis.

Details of material contracts or arrangement or transactions at arm's length basis:

	Name(s) of the related party and nature of relationship	Duration of the contracts/arrangements/ transactions	Salient terms of the contracts or arrangements or transactions	Amount paid as advances, if any:	Amount (in Rs. Lacs)
(a)	Loan Taken (from KMP & relatives of KMP)	2016-17	N.A.	-	186.43
(b)	Loan Repaid (from KMP & relatives of KMP)	2016-17	N.A.	-	117.42
(c)	Sale of Goods (Associates & relatives of KMP)	2016-17	N.A.	-	3116.98
(d)	Purchase of goods (Associates & relatives of KMP)	2016-17	N.A.	-	3128.87

ANNEXURE – D

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

[Section 134(3) (m) of The Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014]

E. CONSERVATION OF ENERGY:

(i) **Efforts made for conservation of energy :-** – Energy conservation continues to receive priority attention at all levels. All efforts are made to conserve and optimize use of energy with continuous monitoring, improvement in maintenance and distribution system and through improved operational techniques.

(ii) **The steps taken by the company for utilizing alternate sources of energy :** NIL

(iii) **The capital investment on energy conservation equipments –** Due to Industry scenario in previous years company was not able to spend any money on equipments for energy conservation.

A	Power and Fuel Consumption		2015-16	2016-17
1.	Electricity – Own Generation			
	Unit Produced	KWH	0	0
	Cost of Diesel	Rs.	0	0
	Cost Per Unit	Rs.	0	0
2.	Electricity – Purchased			
	Unit Purchased	KWH	4783205	7891911
	Total Amount	Rs.	33721595.25	56196021
	Rate Per Units	Rs.	7.05	7.12
B.	Other/ Internal Generations	-	-	-



B. Technology absorption :

- (i) **The efforts made towards technology absorption :** The Company is continuously endeavoring to upgrade its technology from time to time in all aspects through in-house R&D primarily aiming at reduction of cost of production and improving the quality of the product. The Company has successfully achieved results in reducing the cost of production, power consumption and improving technical efficiencies and productivity.
- (ii) **The benefit derived like product improvement, cost reduction, product development or import substitution:** NONE
- (iii) **In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) :** NONE
 - a. The details of technology imported;
 - b. The year of import;
 - c. Whether the technology been fully absorbed;
 - d. If not fully absorbed, areas where absorption has not taken place, and the reasons the reasons thereof; and
- (iv) **The expenditure incurred on Research and Development:** No specific expenditure exclusively on R&D has been incurred. The indigenous technology available is continuously being upgraded to improve the overall performance of the Company.

C. FOREIGN EXCHANGE EARNING AND OUTGO

(12 months)

	2015-16	2016-17
a) Earning (Export Sales- FOB Value)	NIL	NIL
b) Outgo:		
i) Imports-Raw Material & Spares	\$930838.11	\$262279.73
Capital Goods	NIL	NIL
ii) Expenditure	NIL	NIL
c) Net Foreign Exchange Earnings	NIL	NIL

On the behalf of the Board

For PACT INDUSTRIES LIMITED

Place: Ludhiana
Date: 21.06.2017

sd/-
(Avtar Singh)
Chairman

sd/-
(Harpreet Singh)
Managing Director



CORPORATE GOVERNANCE REPORT

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company

It is the consistent conviction of the company that sound and strong corporate governance standards lead to durable sustenance of business and generate long term value for all stakeholders ensuring the robust health of the corporate entity. The corporate governance process and systems have gradually been strengthened over the years to ensure full compliance with regulatory requirements. While the company's compliance of legislative and regulatory requirements is total and absolute, the company believes that good corporate governance goes much beyond the mere fulfilling of statutory requirements, but is also a projection towards the sound formulation of a distinct corporate culture. The Company further presumes that corporate governance is more about creating organizational excellence leading to increased customer satisfaction and stakeholder value.

We firmly believe the concept of corporate governance is founded upon the core values of transparency, empowerment, accountability and independent monitoring. The company has always given its best efforts to uphold and nurture these core values across all operational aspects.

BOARD COMPOSITION

Size and Composition of Board of Directors

Board of Directors

The Company has 5 Directors, two of whom are executive directors; three are a non-executive independent director including one women director who falls under the category of Non- executive Independent director. The Board periodically evaluates the need for change in its composition and size.

Details of composition of the board, Category of Directors, shareholding details, number of board meeting attended, attendance at last AGM, Total Number of directorship held, Chairpersonship & Membership of the committees are as given below. Directorship for this purpose also includes alternate directorship but does not include directorship in foreign company. Chairmanship / Membership of Board Committees include only Audit committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee.

Name of the Director	Category	Attendance Particulars		No. of Directorship and other committee Membership/Chairmanship			No. of shares held in the Company
		Board Meeting	Last AGM	Directorship	Committee Membership	Committee Chairmanship	As on 31.03.2017
Mr. Avtar Singh	Chairman and Promoter	7	Yes	9	Nil	Nil	1427000
Mr. Harpreet Singh	Managing Director and Promoter	7	Yes	7	2	Nil	2963000
Mr. Narinderjit Singh	Independent Director	6	Yes	1	NIL	3	Nil
Mr. Amandeep Singh	Independent Director	5	Yes	2	3	NIL	845000
Mrs. Jasjeet Kaur	Women Director	6	Yes	1	1	Nil	Nil

*No. of Directorship is inclusive of companies in which directors has resigned during the year

Seven Board Meetings were held during the year on on 02.04.2016, 30.05.2016, 28.07.2016, 12.08.2016, 28.09.2016, 03.11.2016, 14.02.2017. There was not a gap of more than 120 days between two consecutive meetings. All the information as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 has been placed before the Board.

The company issued formal letters of appointment to independent directors in the manner as provided in the Companies Act, 2013. The terms and conditions of appointment are disclosed on the website of the company. The company has formulated a policy to familiarize the independent directors which is disclosed in the website of the company.



Change in directors:

Information to Directors:

All the meetings are conducted as per well designed and structured agenda. All the agenda items are backed by necessary supporting information and documents (except for the critical price sensitive information, which is circulated at the meeting) to enable the Board to take informed decisions. Additional agenda items in the form of "Other Business" are included with the permission of the Chairman. In addition, for any business exigencies, the resolutions are passed by circulation and later placed in the ensuing Board Meeting to take note of the same.

Apart from the Board members, the Company Secretary is invited to attend all the Board Meetings. Other senior management executives are called as and when necessary, to provide additional inputs for the items being discussed by the Board. The Chairman of various Board Committees brief the Board on all the important matters discussed & decided at their respective committee meetings, which are generally held prior to the Board meeting.

Post Meeting Action:

Post meetings, all important decisions taken at the meeting are communicated to the concerned officials and departments. Action Taken Report is prepared and reviewed periodically by the Company Secretary for the action taken / pending to be taken.

Support and Role of Company Secretary:

The Company Secretary is responsible for convening the Board and Committee meetings, preparation and distribution of Agenda and other documents and recording of the Minutes of the meetings. She acts as interface between the Board and the Management and provides required assistance and assurance to the Board and the Management on compliance and governance aspects.

Training/Familiarization of Board of Directors :

Your Company follows a structured orientation and familiarization programme through various reports/codes/internal policies for all the Directors with a view to update them on the Company's policies and procedures on a regular basis. Periodic presentations are made at the Board Meetings on business and performance, long term strategy, initiatives and risks involved. The details of familiarization programme have been posted in the website of the Company under the web link www.pactindustries.com

Remuneration Paid to Directors :

Looking the scenario of the iron and steel Industry and financial position of the company none of the Executive Directors have taken any remuneration except Mr. Harpreet Singh, Managing Director to whom remuneration of Rs. 2,40,000/- per annum has been paid for the Financial Year 2016-17.

Non Executive Directors are not paid any remuneration for attending Board Meeting and Committee Meetings.

Separate Meeting of Independent Directors:

As stipulated by the Code of Independent Directors under the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate meeting of the Independent Directors of the Company was held on 30.08.2016 to review the performance of Non-independent Directors (including the Chairman) and the Board as whole. The Independent Directors also reviewed the quality, content and timeliness of the flow of information between the Management and the Board and it's Committees which is necessary to effectively and reasonably perform and discharge their duties.

Code of Conduct for Board members and Senior Management :

The Board of Directors has laid down the code of conduct for all the Board members and members of the Senior Management of the Company. All the Board members and Senior Management personnel have affirmed compliance with the code of conduct. The Code of Conduct is available on the website of the company.

BOARD COMMITTEES

AUDIT COMMITTEE

The audit committee was reconstituted in accordance with the provisions of Companies Act, 2013 and erstwhile clause 49 of listing agreement at a board meeting held on 09.12.2014. The committee continues to perform its tasks under the



companies Act, 2013 as well as newly introduced SEBI (Listing Obligations and Disclosures) Regulations, 2015. The major tasks performed by the audit committee may be grouped under the following heads:

Statutory audit, internal audit, reporting and other aspects

- i. The Audit Committee of the Company is entrusted with the responsibility to supervise the Company's internal controls and financial reporting process. The Committee acts as a link between the Management, Auditors and the Board of Directors of the Company and has full access to the financial information.
- ii. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible and ensuring timely submission to statutory authorities.
- iii. Reviewing the Management Discussion & Analysis of financial and operational performance.
- iv. Reviewing, with the management, the quarterly financial statements and annual financial statements and auditor's report thereon before submission to the board for approval.
- v. Review the adequacy and effectiveness of the company's system and internal control.
- vi. Evaluation of internal financial controls and risk management systems.
- vii. To review the functioning of the Whistle Blower mechanism.

Audit & other duties

- i. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- ii. Discussion with internal auditors of any significant findings and follow up there on.
- iii. Review and recommend to the Board the appointment/re-appointment of the Statutory Auditors and internal Auditors considering their independence and effectiveness and their replacement and removal.
- iv. To recommend to the Board the remuneration of the Statutory Auditors and internal auditors.
- v. To grant approval for related party transactions which are in the ordinary course of business and on an arms length pricing basis and to review and approve such transactions subject to the approval of the Board.

Composition of Audit Committee and attendance of each Director during the meetings held in financial year 2015-16 are given below:

Name	Status	Category	No. of Meeting Attended during the year 2016-17
Mr. Narinderjit Singh	Chairman	Independent and Non- Executive Director	5
Mr. Amandeep Singh	Member	Independent and Non- Executive Director	5
Mr. Harpreet Singh	Member	Executive Director	5

Four Audit Committee meetings were held during the year on 30.05.2016, 12.08.2016, 03.11.2016, 14.02.2017. The Company Secretary acts as a secretary of the committee.

NOMINATION AND REMUNERATION COMMITTEE

The remuneration committee was renamed and reconstituted as Nomination and Remuneration Committee at a board meeting held on 25.03.2015. The committee continues to perform its tasks under the companies Act, 2013 as well as newly introduced SEBI (Listing Obligations and Disclosures) Regulations, 2015. The major tasks performed by the audit committee may be grouped under the following heads:

The brief terms of reference of the committee inter alia includes:



1. Formulation of the criteria for determining candidature of director and evaluation of Independent Directors and the Board
2. formulate policy relating to the remuneration of the directors, key managerial personnel and other employees and policy on Board diversity;

The remuneration policy as adopted by the company envisages payment of remuneration according to qualification, experience and performance at different levels of the organization. However, the Company has been paying the remuneration during the year as per performance of the Company.

• Meetings

No meeting of this Committee was held during the year 2016-17

Name	Status	Category	Held	Attended
			No of Meetings Attended during the year 2016-17	
			Held	Attended
Mr. Narinderjit Singh	Chairman	Non Executive & Independent Director	0	0
Mr. Amandeep Singh	Member	Non Executive & Independent Director	0	0
Mrs. Jasjeet Kaur	Member	Non Executive & Independent Director	0	0

STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholders' Relationship Committee is primarily responsible to review and redressal of shareholders' / investors' / security holders' complaints. The Committee also monitors the implementation and compliance with the Company's Code of Conduct for prohibition of Insider Trading.

The Stakeholders' Relationship Committee's composition and the terms of reference meet with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and provisions of the Companies Act, 2013.

The Stakeholders Relationship Committee comprises of three members, viz.; Narinderjit Singh and Mr. Amandeep Singh and Mr. Harpreet Singh.

The details of composition & Meeting Details of the Committee are as under:

Name	Status	Category	No of Meetings Attended during the year 2016-17S	
			Held	Attended
Mr. Narinderjit Singh	Chairman	Non-Executive & Independent Director	1	1
Mr. Amandeep Singh	Member	Non-Executive & Independent Director	1	1
Mr. Harpreet Singh	Member	Executive Director	1	1

Ms. Divya Khanna, the Company Secretary was the Compliance Officer during the year under review. She performed the functions of monitoring the complaints received vis-à-vis share transfer and other related processes and reported them to the Board. She also carried out her responsibility as liaison officer with the investors and regulatory authorities, such as SEBI, Stock Exchanges, Registrar of Companies, in respect of implementing laws rules and regulations, and directives of such authorities concerning investor service and complaints.

No complaints were received from the shareholders during the year.

RISK MANAGEMENT COMMITTEE

The Board of Directors of the Company at its meeting held on 25.03.2015 constituted a Risk Management Committee of the Board comprising of three Non-Executive Independent Directors including one women director viz. Mr. Amandeep



Singh, Mr. Narinderjit Singh and Mrs. Jasjeet Kaur.

FORMULATION OF POLICY FOR SELECTION AND APPOINTMENT OF DIRECTORS AND THEIR REMUNERATION

The Nomination and Remuneration Committee through discussion evaluated the performance of all non independent directors, Whole time directors and Board. The nomination and remuneration policy is available at the website of the Company.

RELATED PARTY TRANSACTIONS

All transactions entered into with Related Parties as defined under Regulation 23 of the SEBI(Listing Obligation & Disclosure Requirements) Regulation 2015 during the financial year were in the ordinary course of business and on an arm length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the Company. Suitable disclosure as required by the Accounting Standards (AS18) has been made in the notes to the Financial Statements.

The Board has approved a policy for related party transactions which has been uploaded on the Company's website www.pactindustries.com

SUBSIDIARY COMPANIES

There is no subsidiary, associate and joint venture of the Company. Thus disclosure on subsidiary and provisions related to consolidated financial statement etc are not applicable.

POLICY FOR PRESERVATION OF DOCUMENTS

In accordance with regulation 9 of SEBI (Listing Obligations and Disclosures) Regulations, 2015 the board has during the year adopted a policy for preservation of documents which has been uploaded on the website of the company.

POLICY FOR DETERMINATION OF MATERIALITY OF THE DISCLOSURE OF EVENTS & INFORMATION

In accordance with regulation 30 (4) of SEBI (Listing Obligations and Disclosures) Regulations, 2015 a policy has been adopted regarding disclosures of any events or information which, in the opinion of the board of directors is material and the same is also available on the website of the company.

ARCHIVAL POLICY

In accordance with regulation 30 (8) of SEBI (Listing Obligations and Disclosures) Regulations, 2015 an archival policy has been adopted during the year by the year which has also been uploaded on the website of the company.

WHISTLE BLOWER POLICY

The company had earlier in accordance with requirement of Companies Act,2013 and erstwhile clause 49 of listing agreement with stock exchange drafted and adopted a whistle blower policy and which is available in the website of the company. Further in accordance with requirement of Para C 10 (c) of SEBI (Listing Obligations and Disclosures) Regulations, 2015 affirmation is also given that no personnel has been denied access to audit committee.



Compliance with Accounting Standards

In the preparation of the financial statements, the Company has followed the Accounting Standards notified pursuant to Companies (Accounting Standards) Rules, 2006 (as amended) and General Circular 8/2014 dated April 04, 2014, issued by the Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.

GENERAL BODY MEETING

The details of last three Annual General Meeting of the Company held are given below:

Financial Year	Location of the Meeting	Date	Time
2013 – 2014	303, Hotel The Taksonz, Opp.Railway Station, Ludhiana	30.09.2014	01.00 P.M.
2014 – 2015	303, Hotel The Taksonz, Opp.Railway Station, Ludhiana	30.09.2015	03.00 P.M.
2015 – 2016	303, Hotel The Taksonz, Opp.Railway Station, Ludhiana	25.08.2016	11.00 A.M.

MANAGING DIRECTOR/CFO CERTIFICATION

As required under regulation 17(8) read with schedule II of part B of SEBI (Listing Obligations and Disclosures) Regulations, 2015, Mr. Harpreet Singh, Managing Director and Mr. Sanjay Kumar Jain, CFO certifies to the Board that:

- a) The financial statements and the Cash Flow Statement for the year have been reviewed and to the best of their knowledge and belief:
 - i) these statements do not contain any untrue statement of material fact, have not omitted any material fact and do not contain any statement that is misleading;
 - ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards applicable laws and regulations.
- b) To the best of their knowledge and belief no transactions entered into by the company during the year are fraudulent, illegal or violate the Company's code of conduct
- c) They accepts responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting.
- d) They have indicated to the auditors and the Audit Committee:
 - E) Significant changes in the internal control over financial reporting during the year.
 - ii) Significant changes in accounting policies during the year and that the same has been disclosed in the notes to the financial statements; and
 - E) There have been no instances of significant fraud either by the management or an employee having a significant role in the Company's internal control system of financial reporting.

MEANS OF COMMUNICATION

Annual Reports in respect of each financial year were mailed to all shareholders in September of each calendar year. However, during the current year it was done during month of July. Each Report contains the annual accounts of the company in respect of the financial year with the Directors' and Auditors' Reports. Also included in each Annual Report is the Notice convening the annual general meeting, the financial year's Corporate Governance Report and the cash flow statement together with the corresponding reports of the auditors.



The financial results of the company were officially released or would be released in accordance with the following schedule:

S. No	Nature of Communication	Media used for Publication	Date of Publication/ Proposed date of Publication	Forwarded/to be forwarded to Stock Exchange on
1	Quarterly Un-audited Financial Statements 1 st Quarter (2016-17)	Newspaper	13/08/2016	12/08/2016
2	Quarterly Un-audited Financial Statements 2 nd Quarter (2016-17))	Newspaper	05/11/2016	03/11/2016
3	Quarterly Un-audited Financial Statements 3 rd Quarter (2016-17))	Newspaper	16/02/2017	14/02/2017
4	Annual Audited Financial Results for the financial year	Newspaper	01/06/2017	30/05/2017

The quarterly, half-yearly and annual financial results were/will be published in eminent daily newspapers like **The Economics Times and Pehredar** (English & Punjabi) and also displayed on Company's website: www.pactindustries.com.

SHAREHOLDER INFORMATION

Registered Office : 303, Hotel The Taksonz,
Opp. Railway Station,
Ludhiana Punjab-141008
Telephone No. – 0161-2731851/852
Fax no.0161-2721876,
Email: pactindustries1993@gmail.com

PARTICULARS OF DIRECTORS REAPPOINTED

As required under of SEBI (Listing Obligations and Disclosures) Regulations, 2015, the details of Director appointed/reappointment are given in this annual Report and forms part of this report.

Registrar and Transfer Agent

Shareholders may contact the Company's Registrar and Share Transfer Agent (for both physical and demat segments) at the following address for any assistance regarding dematerialization of shares, share transfers, transmission, change of address, non-receipt of annual report and any other query relating to the shares of the Company:

M/s. Skyline Financial Services (P) Limited
D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi- 110020
Tel: 011 – 26812682 / 83 & 64732681 to 88
Fax: 011 – 26812682
Email: info@skylinerta.com
Website: www.skylinerta.com

Shareholders holding shares in electronic mode should address all their correspondence to their respective Depository Participant.

Plant Location

- i) Kartar Complex G.T.Road, Jalandhar Bye Pass, Ludhiana.
- ii) Village Bilga, Post Office Sahnewal, District Ludhiana.



COMPLIANCES

Mandatory Requirements

The Company has fully complied with the applicable mandatory requirement of SEBI (Listing Obligations and Disclosures) Regulations, 2015. As required by the Securities & Exchange Board of India (SEBI) quarterly audit of the Company's share capital is being carried out by M/S **Brij K Tiwari & Associates** (CP No.:2831, FCS : 4442) Company Secretaries with a view to reconcile the total share capital admitted with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and held in physical form, with the issued and listed capital. The Auditors' Certificate in regard to the same is submitted to BSE Limited & Metropolitan Stock Exchange of India Ltd.

A secretarial audit report for the year 2016-17 carried out by M/S **Brij K Tiwari & Associates**, (CP No.: 2831, FCS: 4442), Company Secretaries is annexed to the Directors Report and forms a part of the Annual Report.

Shareholders Rights :

The quarterly and half-yearly financial results are published in widely circulated dailies and also displayed on Company's website www.pactindustries.com. Hence, these are not individually sent to the Shareholders.

Reporting of Internal Auditor:

The internal auditor reports to audit committee.

General Shareholders Information's

Annual General Meeting

Date : 18th July, 2017
 Day : Tuesday
 Time : 11:00 a.m.
 Venue : 303, Hotel The Taksonz, Opp.Railway Station, Ludhiana

FINANCIAL CALENDAR

Financial Year : 1st April to 31st March

Financial results were announced on:

- o August 2016 : First Quarter
- o November 2016 : Second Quarter
- o February 2017 : Third Quarter
- o May 2017 : Audited Results

Book Closure

The dates of book closure are from **15th July, 2017 to 18th July, 2017** (inclusive of both days).

Demat ISIN Number for NSDL and CDSL : INE494K01024

Listing

At present, the equity shares of the company are listed on the Bombay Stock Exchange Limited (BSE) and Metropolitan Stock Exchange of India Limited.

Stock Exchange	Stock Code
Bombay Stock Exchange Limited 25 TH Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001	Demat Segment- 538963
Metropolitan Stock Exchange of India Ltd	

**SHARE TRANSFER SYSTEM**

The Company's shares are in demat mode. The shares received for transfer in physical mode are registered and returned within a period of 15 days from the date of receipt, if the documents are clear in all respect.

Stock Market Data

Market Price Data as compared to closing Sensex during 2016-17 :

Month	High Price	Low Price	Close Price	No.of Shares	No. of Trades	Sensex Closing
Apr-16	33.8	22.4	33.25	45167	2100	25606.62
May-16	33.8	29.65	33.4	30807	1399	26667.96
Jun-16	48.8	26.3	47.25	33881	641	26999.72
Jul-16	56.15	41.5	47.25	196053	1099	28051.86
Aug-16	56.5	43.8	50.55	412939	999	28452.17
Sep-16	56.5	48.25	55.75	282022	865	27865.96
Oct-16	77.7	4	4.7	922112	1795	27930.21
Nov-16	4.9	3.15	3.85	437174	760	26652.81
Dec-16	4.6	3.25	3.35	93489	213	26626.46
Jan-17	3.72	3.05	3.12	33781	112	27655.96
Feb-17	4.09	2.8	3.85	285356	325	28743.32
Mar-17	4.3	3.49	4.27	759198	2026	29620.5

DEMATERIALIZATION OF SHARES:

As on 31st March, 2017, 83.80% of the capital comprising 4,14,07,000 shares, out of total of 4,94,08,000 shares were dematerialized.

ADDRESS OF CORRESPONDENCE

Shareholders may contact:

Ms. Divya Khanna (Company Secretary) at
Registered Office & Works

:

303, Hotel The Taksonz
Opp. Railway Station,
Ludhiana (Punjab) 141008
Email: pactindustries1993@gmail.com



TO WHOMSOEVER IT MAY CONCERN

I, Harpreet Singh, the Managing Director of the Company, do hereby declare that all the Board Members and Senior Management personnel of the Company have affirmed their compliance on an annual basis with the Code of Conduct as laid down by the Company pursuant to the requirements of para D of Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Place: Ludhiana
Date: 21.06.2017

sd/-
Harpreet Singh
Managing Director

SECRETARIAL AUDITORS CERTIFICATE OF COMPLIANCES WITH THE CORPORATE GOVERNANCE REQUIREMENT UNDER PART-E OF SCHEDULE-V [Read with Regulations 34(3) and 53(f)] OF SEBI (LODR) REGULATIONS, 2015

**The Members,
PACT INDUSTRIES LIMITED,
303, Hotel TheTaksonz,
Opp. Railway Station,
Ludhiana (Punjab) 141008**

We have examined the compliance of conditions of Corporate Governance by M/S PACT INDUSTRIES LIMITED (“the Company”), for the year ended March 31, 2017 as stipulates under PART-E OF SCHEDULE-V [Read with Regulations 34(3) and 53(f)] OF SEBI (LODR) REGULATIONS, 2015 as per revised listing agreement of the said Company with Stock Exchange.

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

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

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

For Brij K Tiwari & Associates

**(Brij K Tiwari)
Proprietor
Company Secretary in whole time practice
FCS : 4442
C.P. No.: 2831
Place: Ludhiana
Dated: 20.06.2017**



INDEPENDENT AUDITOR'S REPORT

To the Members of

Pact Industries Limited

Report on the Financial Statements

We have audited the accompanying standalone Ind AS financial statements of Pact Industries Limited ('the Company') which comprise the Balance Sheet as at March 31, 2017, and the Statement of Profit and Loss and Cash Flow Statement and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone Ind AS financial statements").

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Company's Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS 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 standalone Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and 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 requirement 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 standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the standalone Ind AS financial statements that gives true and fair view in order to design audit procedure that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Director, as well as evaluating the overall presentation of the standalone Ind AS 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 standalone Ind AS financial statements.

Opinions

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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, including the Ind AS, of the financial position of the Company as at 31st March 2017 and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date

Report on Other Legal and Regulatory Requirements

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



2. As required by section 143(3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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, statement of profit and loss, and cash flow statement dealt with by this report are in agreement with the books of account;
- d. In our opinion, the aforesaid standalone IND AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant Rule issued thereunder;
- 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"

For Rajesh Mehru & Co.
Chartered Accountants
Firm's Registration Number : 011715N

sd/-
Rajesh Mehru
Partner
Membership Number: 090725

Place : Ludhiana
Date : 30.05.2017



ANNEXURE A TO THE AUDITORS' REPORT

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31st March 2017, we report that:

- i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The company has a regular program of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion the frequency of physical verification of fixed assets is reasonable having regard to the size of the Company and nature of its assets.
- (c) According to information and explanation 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, the inventory has been physically verified during the year by the management at reasonable intervals.
 - (a) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management as evidenced by the written procedures and instruction are reasonable and adequate in relation to the size of the company and nature of its business.
 - (b) The company is maintaining proper records of inventories.
- iii) The Company has not granted loans to Companies or other parties covered in the register maintained under section 189 of the Companies Act, 2013('the Act'). Hence clause a,b and c are not applicable.
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investment made.
- v) The Company has not accepted any deposits from the public.
- vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the company.
- vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, amount deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities, except Provident Fund, E.S.I Labour Welfare Fund and Tax deducted at source.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31st March 2017 for a period of more than six months from the date they became payable, except Provident Fund and E.S.I. and Tax deducted at source.
- (b) According to the information and explanations given to us, there are no material dues of duty of customs which have not been deposited with the appropriate authorities on account of any dispute.
- viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix) The Company did not raise money by way of initial public offer or further public offer(including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.



- x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi) According to the information and explanations given to us and based on our examination of the records of the company, the company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provision of section 197 read with Schedule V of the Act.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone Ind AS financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- 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 **Rajesh Mehru & Co.**
Chartered Accountants
Firm's Registration Number : 011715N

sd/
Rajesh Mehru
Partner
Membership Number: 090725

Place : Ludhiana
Date : 30.05.2017



Annexure –B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub section 3 of Sections 143 of the Companies Act, 2013 (“ the Act”)

We have audited the internal financial controls over financial reporting of **Pact Industries Limited (“the Company”)** in conjunction with our audit of standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for the Financial Statements

The Company’s Management is responsible for the preparation 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 control over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibility 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.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting base on our audit. We conducted our audit in accordance with the Guidance Not 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.

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and 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 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 the receipts and expenditure of the company are being made only in accordance with the authorization of the management and the directors of the company; (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of company’s assets that could have a material effect on the financial statements.



Inherent Limitations Of Internal Financial Control Over Financial Reporting

Because of the inherent limitations of the internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not to be detected. Also, projections of any evaluations of the internal financial controls over financial reporting to future period 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 compliances with the policies or procedures may deteriorate.

Opinion

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

For Rajesh Mehru & Co.
Chartered Accountants
Firm's Registration Number : 011715N

sd/-
Rajesh Mehru
Partner
Membership Number: 090725

Place : Ludhiana
Date : 30.05.2017



M/S PACT INDUSTRIES LIMITED
BALANCE SHEET AS AT 31ST MARCH 2017

(in Rupees)

Particulars		Note No.	As at 31 March 2017	As at 31 March 2016
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	1	59,408,000.00	59,408,000.00
	(b) Reserves and surplus	2	47,766,306.88	43,113,614.60
2	Non-current liabilities			
	(a) Long-term borrowings	3	25,800,395.54	19,073,745.67
	(b) Deferred tax liabilities (Net)		797,388.00	427,517.00
	(c) Other Long term liabilities		-	-
3	Current liabilities			
	(a) Short-term borrowings	4	104,142,025.80	111,379,011.97
	(b) Trade payables	5	29,450,287.09	7,323,196.13
	(c) Other current liabilities	6	-	6,120,000.00
	(d) Short-term provisions	7	6,053,758.00	6,571,247.00
	TOTAL		273,418,161.31	253,416,332.37
II.	ASSETS			
	Non-current assets			
1	(a) Fixed assets			
	(i) Tangible assets	8	84,890,702.22	84,879,702.22
	(ii) Intangible assets		-	-
	(b) Non-current investments		100,000.00	100,000.00
	(c) Deferred tax assets (net)		-	-
	(d) Long-term loans and advances	9	6,876,580.50	6,876,580.50
2	Current assets			
	(a) Current investments			
	(b) Inventories	10	144,648,000.00	111,325,300.00
	(c) Trade receivables	11	25,266,543.90	28,295,326.87
	(d) Cash and cash equivalents	12	4,626,933.47	6,058,731.94
	(e) Short-term loans and advances	13	3,284,210.30	11,959,436.92
	(f) Other current assets	14	3,725,190.92	3,921,253.92
	TOTAL		273,418,161.31	253,416,332.37

As per our report attached
FOR RAJESH MEHRU & CO.,
CHARTERED ACCOUNTANTS
REG FIRM NO 011715N

ON OR BEHALF OF THE BOARD

sd/-
RAJESH MEHRU
PARTNER
M.NO. 090725

sd/-
HARPREET SINGH
MANAGING DIRECTOR
DIN: 00570541

sd/-
AVTAR SINGH
DIRECTOR
DIN:00570465

LUDHIANA
DATED : 30.05.2017



M/S PACT INDUSTRIES LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017

(In Rupees)

Particulars		Refer Note No.	Current Year	Previous Year
I.	Revenue from operations	15	520,808,495.00	507,394,499.90
II.	Other income	16	1,383,870.44	1,455,197.13
III.	Total Revenue (I + II)		522,192,365.44	508,849,697.03
IV.	Expenses:			
	Cost of materials consumed			
	Opening Stock of material		111,325,300.00	84,416,700.00
	Add: Purchase of material		466,809,537.60	462,780,568.62
	Less: Closing Stock of material		144,648,000.00	111,325,300.00
			433,486,837.60	435,871,968.62
	Manufacturing Expenses	17	62,656,274.50	48,045,205.09
	Employee benefits expense	18	1,280,702.00	820,694.00
	Finance costs	19	15,915,164.13	14,376,625.55
	Administrative Expenses	20	1,226,460.00	1,424,567.76
	Selling & Distribution Expenses	21	88,753.00	103,011.00
	Repair & maintenance	22	536,738.00	461,724.00
	Depreciation and amortization expense		2,973,089.94	4,823,376.96
	Total expenses		518,164,019.17	505,927,172.98
V.	Profit before exceptional and extraordinary items and tax (III-IV)		4,028,346.27	2,922,524.05
VI.	Exceptional items (Preliminary Expenses W/off)		196,063.00	-
VII.	Profit before extraordinary items and tax (V – VI)		3,832,283.27	2,922,524.05
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		3,832,283.27	2,922,524.05
X	Tax expense:			
	Current tax		1,275,000.00	680,000.00
	Deferred tax		369,871.00	241,938.00
XI	Profit (Loss) for the period from continuing operations (VII-VIII)		2,187,412.27	2,000,586.05
XII	Profit/(loss) from discontinuing operations		-	-
XIII	Tax expense of discontinuing operations		-	-
XIV	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		2,187,412.27	2,000,586.05
XV	Profit (Loss) for the period (XI + XIV)		2,187,412.27	2,000,586.05
XVI	Earnings per equity share:			
	(1) Basic		0.04	0.40

As per our report attached
FOR RAJESH MEHRU & CO.,
CHARTERED ACCOUNTANTS
FIRM REG NO 011715N

ON OR BEHALF OF THE BOARD

sd/-
RAJESH MEHRU
PARTNER
M.NO. 090725
LUDHIANA
DATED : 30.05.2017

sd/-
HARPREET SINGH
MANAGING DIRECTOR
DIN: 00570541

-sd/-
AVTAR SINGH
DIRECTOR
DIN: 00570465



CASH FLOW STATEMENT FOR YEAR ENDED 31.03.2017

PARTICULARS	As at 31 March 2017	As at 31 March 2016
CASH FLOWS FROM OPERATING ACTIVITIES		
PROFIT AS PER PROFIT & LOSS ACCOUNT	4028346.27	2922524.05
DEPRECIATION DURING THE YEAR	2973089.94	4823376.96
INCREASE/(DECREASE) IN SUNDRY CREDITORS	22127090.96	1890205.58
INCREASE/(DECREASE) IN PROVISION & PAYABLE	-1792489.00	2936916.00
INCREASE/(DECREASE) OTHER CURRENT LAIBILITIES	-6120000.00	-720000.00
INCREASE/(DECREASE) IN STOCK	-33322700.00	-26908600.00
INCREASE/(DECREASE) IN SUNDRY DEBTORS	3028782.97	2350173.10
INCREASE/(DECREASE) IN SHORT TERM ADVANCES	8675226.62	-4463409.50
INCREASE/(DECREASE) IN OTHER CURRENT ASSETS	196063.00	0.00
PROFIT FROM SALE OF FIXED ASSET	0.00	-751982.14
NET CASH USED IN OPERATING ACTIVITIES	(206,589.24)	(17,920,795.95)
LESS TAX EXPENSES	0.00	-156597.00
NET CASH USED IN OPERATING ACTIVITIES	(206,589.24)	(18,077,392.95)
CASH FLOWS FROM INVESTING ACTIVITIES		
SALE OF FIXED ASSETS	0.00	2500000.00
DECREASE IN INVESTMENTS	0.00	0.00
NET CASH USED IN INVESTING ACTIVITIES	0.00	2,500,000.00
CASH FLOWS FROM FINANCING ACTIVITIES		
PROCEEDS FROM BORROWINGS/(REPAYMENTS)	-510336.30	16621753.31
NET CASH FROM IN FINANCING ACTIVITIES	(510336.30)	16,621,753.31
NET INCREASE IN CASH AND CASH EQUIVALENTS	(716925.54)	1,044,360.36
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	6058731.94	5014371.58
CASH AND CASH EQUIVALENTS AT END OF PERIOD	4,626,933.47	6,058,731.94
AUDITORS REPORT:	0.00	0.00

CERTIFIED IN THE TERMS OF OUR SEPARATE REPORT OF EVEN DATE.

As per our report attached
FOR RAJESH MEHRU & CO.,
CHARTERED ACCOUNTANTS
FIRM REG NO 011715N

ON OR BEHALF OF THE BOARD

sd/-
RAJESH MEHRU
PARTNER
M.NO. 090725
LUDHIANA
DATED : 30.05.2017

sd/-
HARPREET SINGH
MANAGING DIRECTOR
DIN: 00570541

sd/-
AVTAR SINGH
DIRECTOR
DIN: 00570465



NOTE 1 SHARE CAPITAL

Particulars	As at 31 March 2017	As at 31 March 2016
	Rs.	Rs.
-		
Authorised		
6,00,00,000 Equity Shares @Rs.1/-Each (60,00,000 Equity Shares @Rs.10/- Each)	60,000,000.00	60,000,000.00
Equity Share Capital		
Issued Equity Share Capital		
4,94,08,000 Equity Shares @Rs.1/-Each (Previous Year 49,40,800 Equity Shares @Rs.10/-Each.	49,408,000.00	49,408,000.00
Subscribed & Equity Paid up		
4,94,08,000 Equity Shares @Rs.1/-Each (Previous Year 49,40,800 Equity Shares @Rs.10/-Each.	49,408,000.00	49,408,000.00
	49,408,000.00	49,408,000.00
Preference Shares Capital		
-		
Issued Preference Share Capital		
1,00,00,000 Preference Shares Capital(10,00,000 Preference Shares @Rs.10/- Each)	10,000,000.00	10,000,000.00
-		
Subscribed & Paid up Preference share capital		
1,00,00,000 Preference Shares Capital (10,00,000 Preference Shares @Rs.10/-Each)	10,000,000.00	10,000,000.00
	10,000,000.00	10,000,000.00
Total (A+B)	59,408,000.00	59,408,000.00

NOTE 1 A

Particulars	Equity Shares	Equity Shares
	Number	Amount
Shares beginning of the year	4,940,800	49,408,000
Spilting of Share Captial	44,467,200	
Shares Issued during the year	-	-
Shares bought back during the year	-	
Shares outstanding at the end of the year	49,408,000	49,408,000



NOTE 1 B

Particulars	Preference Share	Preference Share
	Number	Amount
Shares beginning of the year	1,000,000	10,000,000
Spilting of Share Captial	9,000,000	
Shares Issued during the year		
Shares bought back during the year	-	
Shares outstanding at the end of the year	10,000,000	10,000,000

NOTE 2 RESERVES & SURPLUS

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
a. Depreciation Reserve		
Opening Balance	34,027,666.89	34,219,001.77
(+) Current Year Transfer	2,973,089.94	4,823,376.96
(-) Written Back In Current Year	-	5,014,711.84
Closing Balance	37,000,756.83	34,027,666.89
b. Capital Reserve		
Opening Balance	490,000.00	490,000.00
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	490,000.00	490,000.00
c. General Reserve		
Opening Balance	2,200,000.00	2,200,000.00
(+)Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	2,200,000.00	2,200,000.00
d. Surplus		
Opening balance	6,395,947.71	4,551,958.66
(+) Net Profit/(Net Loss) For the current year	2,187,412.27	2,000,586.05
(-) Earlier Year Adjustment	507,809.93	-
(-)Income Tax related to previous year	-	156,597.00
Closing Balance	8,075,550.05	6,395,947.71
TOTAL	47,766,306.88	43,113,614.60

NOTE 3 LONG TERM BORROWINGS

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Secured		
(A) Term loans		
AS per list "A"	-	6,294,097.00



Less: Installments Due Next Year Shown as Current Liabilities		
(Term Loan of Rs. 6.50 Crores repayable in 84 monthly installment) the total amount disbursed Rs.4.25 Crores hence amount of repayment of Rs.5.10 Lacs per month)	-	6,120,000.00
(Term Loan of Rs. 1.55 Crores repayable in 54 monthly installment first 12 installment of Rs. 2.00 Lacs starting w.e.f. 01.04.2012 and next 36 installment of Rs. 3.25 lacs starting from 01.04.2013 and Last 6 installment of Rs. 2.33 Lacs due on w.e.f. 01.04.2016) Upto 31.03.2013 the total amount disbursed Rs 35 lacs hence amount of repayment is Rs. 60000/- per month	-	-
TOTAL	-	174,097.00
Unsecured		
(A) Loans and advances from related parties		
(of the above, is guaranteed by Director and / or others)	25,800,395.54	18,899,648.67
(As per List "A")	25,800,395.54	18,899,648.67
TOTAL	25,800,395.54	19,073,745.67

NOTE 4 SHORT TERM BORROWINGS

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Secured		
(a) Loans repayable on demand		
State Bank Of India (C/C)	91,479,894.30	86,414,352.97
(Secured against hyphothecation of stock & book debts)		
State Bank Of India (Lein Account)	-	1,612,000.00
State Bank Of India (SLC)	10,113,093.50	10,000,000.00
State Bank Of India (L/C)	2,549,038.00	13,352,659.00
	104,142,025.80	111,379,011.97
TOTAL	104,142,025.80	111,379,011.97

NOTE 5 TRADE PAYABLES

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
(a) Trade Payables (As per List "B")	29,450,287.09	7,323,196.13
TOTAL	29,450,287.09	7,323,196.13

NOTE 6 OTHER CURRENT LIABILITIES

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Other payables (Installment dues during the next year)		
Repayment of Term Loan	-	6,120,000.00
Repayment of Term Loan	-	-
TOTAL	-	6,120,000.00

**NOTE 7 SHORT TERM PROVISIONS**

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
(a) Provision for employee benefits		
ESI Payable	14,478.00	44,245.00
EPF Payable	62,454.00	92,438.00
(b) Others (Specify nature)		
Audit Fees Payables	174,837.00	249,837.00
Provision for Income Tax 2015-16	1,275,000.00	680,000.00
Labour Welfare Fund	3,725.00	13,873.00
Vat Payable	29,949.00	
Focus		
Tds Payable	28,627.00	75,864.00
ELECTRICITY PAYABLE	4,451,140.00	5,414,990.00
TOTAL	6,053,758.00	6,571,247.00



NOTE NO."8" OF FIXED ASSETS OF PART 1 OF SCHEDULE VI TO COMPANIES ACT 2013 AS ON 31.03.2017

Fixed Assets	Gross Block				Accumulated Depreciation					Net Block	
	As At 01/04/2016	Additions/ (Disposals) Bef. Sep	Additions/ (Disposals) Aft. Sep	Dep reserve written back during the year	As at 31 March 2017	As At 01/04/2016	Depreciatio n charge for the year	On disposals	As at 31 March 2017	As at 31 March 2017	As at 31 March 2016
	' Rs	' Rs	' Rs	' Rs	' Rs	' Rs	' Rs	' Rs	' Rs	' Rs	
Tangible Assets											
BUILDING :-											
BUILDING (UNIT – II)	33388759.07		0.00		33388759.07	6638211.31	894012.67	0.00	7532223.98	27308279.81	28202292.48
PLANT & MACHINERY :-											
COOLING TOWER	216500.00				216500.00	84444.89	9358.14	0.00	93803.04	138479.81	147837.96
ELECTRIC INSTALLATION	1324997.54				1324997.54	516809.59	57272.59	0.00	574082.18	847507.68	904780.27
FURNANCE	25772937.85	0.00	0.00		25772937.85	11737129.35	1043413.66	0.00	12780543.02	15440214.49	16483628.15
GENERATOR	527521.00			0.00	527521.00	283536.90	19637.00	0.00	303173.90	290584.13	310221.13
SPECTOMETER	1092050.00				1092050.00	536291.92	41314.73	0.00	577606.64	611366.57	652681.30
LABORTERY EQUIPMENT	97673.00				97673.00	38096.93	4221.88	0.00	42318.82	62474.54	66696.43
SCRAP BAILING PRESS	1180000.00				1180000.00	579483.04	44642.07	0.00	624125.12	660603.96	705246.03
TRANSFORMER	2613915.00				2613915.00	1283660.52	98890.33	0.00	1382550.85	1463358.13	1562248.46
AIR POLLUTION CONTROL SYSTEM	1416734.32				1416734.32	695740.26	53598.27	0.00	749338.53	793135.85	846734.12
MACHINERY (KNITING)	686559.13			0.00	686559.13	57217.81	33042.72	0.00	90260.53	488959.20	522001.92
WEIGHT SCALE	145979.55				145979.55	133533.40	925.24	0.00	134458.63	13691.46	14616.70
WEIGHING SCALE	606000.00				606000.00	297598.92	22926.35	0.00	320525.27	339259.32	362185.67
OFFICE EQUIPMENT :-							0.00			0.00	
AIR CONDITIONER	430457.00				430457.00	190536.01	17835.58	0.00	208371.59	263927.19	281762.78
ATTENDANCE MACHINE	14770.00				14770.00	7253.36	558.78	0.00	7812.15	8268.75	8827.53
COMPUTER	181085.00	0.00	11000.00		192085.00	151308.39	3637.79	0.00	154946.18	59331.19	51968.98
FAX MACHINE	54389.98				54389.98	49170.10	388.04	0.00	49558.14	5742.18	6130.22
REFRIGRATOR	9650.00				9650.00	4987.77	351.39	0.00	5339.16	5199.78	5551.17
OTHER VEHICLE :-										0.00	
CAR	7257037.29				7257037.29	5607411.22	228505.26	0.00	5835916.48	1694939.71	1923444.98
LORRY	1637522.00				1637522.00	935953.05	97528.18	0.00	1033481.23	723416.12	820944.31
MOTER CYCLE	19276.20				19276.20	18543.94	78.47	0.00	18622.41	747.53	826.00
SCOOTER	47849.51				47849.51	46350.04	160.69	0.00	46510.73	1530.74	1691.43
THREE WHEELER	14343.85				14343.85	14043.48	42.37	0.00	14085.85	314.27	356.64
TRUCK (TATA 407)	539679.93				539679.93	501282.02	5145.59	0.00	506427.61	38167.49	43313.09
CRAIN	5604015.00				5604015.00	3619072.65	295602.13	0.00	3914674.78	2192631.29	2488233.42
TOTAL	84879702.22	0.00	11000.00	0.00	84890702.22	34027666.88	2973089.94	0.00	37000756.82	53452131.21	56414221.14



NOTE 9 LONG TERM LOAN AND ADVANCES

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
a. Capital Advances	Nil	Nil
	-	-
b. Security Deposits (As Per List "C")	6,876,580.50	6,876,580.50
	6,876,580.50	6,876,580.50
TOTAL	6,876,580.50	6,876,580.50

NOTE 10 INVENTORIES

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Inventories (Valued at cost or Market Price whichever is less as certified by Director)	144,648,000.00	111,325,300.00
TOTAL	144,648,000.00	111,325,300.00

NOTE 11 TRADE RECEIVABLE

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good (As per List "E")	25,266,543.90	28,295,326.87
Unsecured, considered doubtful	-	-
	-	-
Less: Provision for doubtful debts	-	-
	25,266,543.90	28,295,326.87
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	-	-
Unsecured, considered doubtful	-	-
	-	-
Less: Provision for doubtful debts	-	-
	-	-
TOTAL	25,266,543.90	28,295,326.87

NOTE 12 CASH AND CASH EQUIVALENTS

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
a. BALANCE WITH BANKS		
The Catholic Serian Bank Ltd.	-	42,608.51
Indian Bank (C/A 467163599)	-	1,140.37
Indian Bank (Chennai)	-	22,431.00
SBI Mumbai	44,826.00	44,826.00
SBI margin money	592,690.32	592,690.32
State Bank of India C/A	2,798,413.04	-
Union Bank of India unit.II	11,568.00	11,568.00
Union Bank of India (FDR)	268,485.00	268,485.00
FDR-4 with State Bank of India againt LC	600,000.00	4,002,081.00
Cash in Hand	1,072,901.74	1,072,901.74
TOTAL	4,626,933.47	6,058,731.94



NOTE 13 SHORT TERM LOANS AND ADVANCES

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
a. Loans and advances to related parties (refer note 2)	Nil	Nil
	-	-
b. Other loans and advances (specify nature) (As per List "D")	3,284,210.30	11,959,436.92
	3,284,210.30	11,959,436.92
TOTAL	3,284,210.30	11,959,436.92

NOTE 14 OTHER CURRENT ASSETS

Particulars	Amount	Amount
Misc Expenses (not written off)	3,725,190.92	3921253.92
TOTAL	3,725,190.92	3,921,253.92

NOTE 15 REVENUE FROM OPERATIONS

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Sale and other income	520,808,495.00	507,394,499.90
TOTAL	520,808,495.00	507,394,499.90

NOTE 16 OTHER INCOME

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Foreign Exchange Difference	349,726.00	-
Rebate & Discount	874,090.44	319,060.99
Profit on sale of Land	-	751,982.14
Interest Income	160,054.00	384,154.00
TOTAL	1,383,870.44	1,455,197.13

NOTE 17 MANUFACTURING EXPENSES

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Consumables stores	63,213.00	17,962.00
Cartage, inward	60,804.00	57,291.00
Electricity charges	53,190,617.50	33,157,073.00
Duty Unrecoverable Shortage	196,698.00	2,993,465.09
Import exp	7,143,946.00	10,155,275.00
Wages expenses	2,000,996.00	1,664,139.00
TOTAL	62,656,274.50	48,045,205.09

NOTE 18 EMPLOYEE BENEFITS EXPENSES

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Salaries and incentives	788,702.00	445,077.00
ESI	14,478.00	8471.00
EPF	62,545.00	28,677.00
Bonus	74,510.00	33,247.00
Leave with Wages	100,467.00	65,222.00
Director's Remuneration	240,000.00	240,000.00
TOTAL	1,280,702.00	820,694.00



NOTE 19 FINANCE COST

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Bank Charges	1,590,458.63	1,897,412.55
Bank interest	14,324,705.50	12,479,213.00
TOTAL	15,915,164.13	14,376,625.55

NOTE 20 ADMINISTRATIVE EXPENSES

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Rent	252,000.00	276,000.00
Fees & Taxes	475,544.00	735,524.00
Canteen expenses	38,016.00	37,229.00
General expenses	36,094.00	35,649.00
Insuarance	195,856.00	227,691.00
Legal & Professional Charges	37,500.00	18,000.00
Printing & Stationery	25,547.00	5,304.00
Telephone Expenses	20,400.00	28,170.76
Generator Exp.	31,263.00	-
Conveyance Expenses	42,000.00	36,000.00
Service Tax Expenses	47,240.00	-
Sub Total	1,201,460.00	1,399,567.76

Audit fees	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Payments to the auditor as		
a. auditor,	19,000.00	19,000.00
b. for taxation matters,	6,000.00	6,000.00
c. For Other Services	-	-
Sub Total	25,000.00	25,000.00
Grand Total	1,226,460.00	1,424,567.76

NOTE 21 Selling & Distribution Expenses

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Freight & Octori Outward	60,353.00	61,091.00
Advertisement expenses	28,400.00	41,920.00
Total	88,753.00	103,011.00

NOTE 22 REPAIR & MAINTENANCE

Particulars	As at 31 March 2017 Rs.	As at 31 March 2016 Rs.
Car running & maintenance	80,400.00	104,800.00
Truck repair & running expenses	267,200.00	216,130.00
Repair & Maintenance	189,138.00	140,794.00
Total	536,738.00	461,724.00



LIST "A" OF UNSECURED LOANS AS ON 31.03.2017

PARTICULARS	AMOUNT
Tanupreet Kaur	3,008,740.00
Avtar Singh	7,644,000.00
Charanjit Singh Sandhu	100,000.00
Charanpreet Singh	933,850.00
Eshaan Singh	3,025,000.00
Parav Takkar	2,740,000.00
Harpreet Singh	8,348,805.54
TOTAL:	25,800,395.54

LIST "B" OF SUNDRY CREDITORS AS ON 31.03.2017

PARTICULARS	AMOUNT
ABHI SALES LIMITED	468426.00
Adarsh Tempreature	19470.00
Arjun Electrodes	9624.00
BRK INDUSTRIES	188116.00
BACHAN GAS SERVICE	42532.15
BEDI ALLOYS	224671.00
CALICO CASTING	36402.00
CITIZEN PRESS COMPAS	667422.00
CONTAINER MOVEMENT TRPT PVT LTD	111593.00
D.D KHOSLA TRANSPORT PVT LTD	37000.00
DANISH ENTERPRISES	4568.00
DHAMMY INTERNATIONAL	438853.00
DURGA ENTERPRISES	310225.00
EASTMAN CAST & FORGE LTD	27995.00
G.S AUTO INTERNATIONAL LTD	618327.00
GARG CHEMICAL INDS	80770.00
GULATI SCRAP STORE	271839.00
H.M MEDICAL OXYGEN & COMM GASES	20125.70
HARVINDER KUMAR DUA & SONS	1877932.00
HIND FOUNDRY & AGRO INDUS	308402.00
INDIAN IRON & METALS PVT LTD	1620242.90
J.S STEEL TRADERS	116635.00
JASSAR MULTUIMETALS	11841784.00
KRISHNA IMPEX	84481.00
LABH HI TECH METALS	2569515.00
M.B EXPORTS	115037.00
MAA INDUSRTIES PRODUCTS	10817.00
MAHADEV ALLOYS	1319269.00
NARESH STEELS	39705.00
ONS LOGISTICS (INDIA) PVT LTD	68206.50
P.J ENTERPRISES	56055.00
PRIME ALLOYS	472718.00
R.K STEELS	18126.00
R.P CERAMICS	90202.00
RAJ GASES	14306.00
S R V Steels Pvt Ltd	389775.00
S.K YARN	156959.00
S.r ceramics & enterprises	43114.00
SARTAJ INDUSTRIES	488779.00
Saru Aikoh Chemicals Ltd	107683.40
SHRI SAHIB STRIPES PRIVATE LIMITED	739549.00
SINGHANIA INTERNATIONAL LTD	29295.00
SOMAL PIPES PVT LTD	423732.04
SONU STEEL ENTERPRISES	1333990.00
SSS ENTERPRISES	33121.00
SUNNT INTERNATIONAL	88975.28



V.PURI & ASSOCIATES	4686.00
V.R IRON IMPEX	163565.00
VIDHATA STEELS	89981.60
HERO ENGG	59435.00
IAL INDIA LTD	75901.52
PANAMA ALLOYS (INC)	1020353.00
TOTAL	29,450,287.09

LIST "C" OF SECURITY DEPOSITS AS ON 31.03.2017

PARTICULARS	AMOUNT
Electric Security	6,842,003.00
ECGC Security	34,577.50
TOTAL :	6,876,580.50

LIST "D" OF LOANS & ADVANCES AS ON 31.03.2017

PARTICULARS	AMOUNT
Advance income tax	436,216.00
Prepaid Insurance	122,672.00
Excise Duty Receivable	795,027.00
Focus	63,057.00
ADVANCES TO SUPPLIERS	
AARTI STEEL LIMITED	7,219.00
ALPINE ENTERPRISES	189,714.00
BSE LTD	15,567.00
BSL FREIGHT SOLUTIONS	5,218.00
CONTAINER CORPORATION OF INDIA	20,000.00
DHIMAN INDUSTRIES PVT LTD	320,069.00
FREIGHT CONNECTION INDIA PVT LTD	31,694.00
G G STEEL ROLLING MILLS TRADING UNIT	303,390.00
GAYATRI OVERSEAS	27,622.00
MEENAKSHI ENTERPRISES	40,986.00
MILLENNIUM PRODUCTS	10,853.00
RADIANT MARITIME INDIA PVT LTD	130,919.00
RAJ TRADING CO	283,589.00
SHREE SHYAM ENTERPRISES	134,588.00
SKYLINE FINANCIAL	1,806.00
SPONGE SALES INDIA PVT LTD	131,893.00
SUNNY SCRAP TRADERS	23,817.00
TECHNOCAST	24,714.30
TRANSWORLD GLOBAL LOGISTICS	163,580.00
TOTAL:	3,284,210.30



LIST "E" OF SUNDRY DEBTORS AS ON 31.03.2017

PARTICULARS	AMOUNT
A.H.Alloys	756352.00
ALLIED RECYCLING LTD	113,119.60
Arora Iron Steel & Rolling Mills P.Ltd.	193611.00
BALAJI SHIPPING LINES	55091.00
BALAJI STEEL TRADERS	160747.00
HARPAJ ALLOYE INDIA	18767.00
GITANSH INTERNATIONAL PVT LTD	888277.50
GARG FURNACE LTD	152,374.00
GAURISH STEEL PVT LTD	232216.00
GOBIND CASTING PVT LTD	370,560.00
Godwin Steels Pvt Ltd	703,616.00
JAISWAL IMPORT CARGO SERVICE	4,923.00
K.S. ALLOYS	319980.00
KAPOOR ALLOYS	20,008.00
KHK ALLOYS PVT LTD	307,897.00
KRISHNA STEEL ROLLING MILLS	20189.00
Laxmi Steel Rolling Mills	379955.10
MAMTA STEEL CORP.	38737.00
MEERA STEEL & AGRO INDS	148,421.00
MEGA EXIM PVT LTD	330,013.67
MSC AGENCY INDIA PVT LTD	222,764.75
NORASIA CONTAINERS LINES LTD	70,000.00
NAND MANGAL STEELS LTD	293,582.00
OVERSEAS WAREHOUSEING PVT LTD	65,200.28
Pearl Polymers	4589262.00
PERMA SHIPPING LINE	18,605.00
QUALITY MULTIMETALS PVT LTD	32,147.00
RAYON LTD	142,817.00
RADHE MOHAN ALLOYS	46,000.00
R.S.G IMPORTS & EXPORTS	1,751,975.00
REXON STRIPES LTD	421,846.00
SAECO STRPIES PVT LTD	9773608.00
SATKAR CONTAINER LINES PVT LTD	100121.00
SHANTI STEEL CORPORATION	125531.00
SPADE INTERNATIONAL	26554.00
SUMIT IMPEX INDIA	12933.00
SURINDER AUTO INDS	108124.00
VEE KAY CONCAST PVT LTD	289,214.00
VISHAL CONSUIT PRODUCTS PVT LTD	1,961,405.00
TOTAL	25,266,543.90



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Pact Industries Limited

General Information :

Balance Sheet, Profit & Loss Accounts have been drawn on 31.03.2017 comprising of 12 months. (from 01.04.2016 to 31.03.2017) and previous year figures have been drawn as on 31.03.2016 comprising of 12 months (from 01.04.2015 to 31.03.2016).

The Company is a public limited company incorporated and domiciled in India and has its registered office at 303, Hotel The Taksonz, Opp. Railway Station G.T. Road, Ludhiana, Punjab, India. The Company has its primary listings on BSE Limited and MCX Stock Exchange in India.

Significant Accounting Policies :

a) BASIS OF PREPARATION

The financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules,2014.

b) REVENUE RECOGNITION:

Sales:

Revenue from sale of goods is recognized :

- (E) when all the significant risks and rewards of ownership are transferred to the buyer and the company retains no effective control of the goods transferred to a degree usually associated with ownership; and
- (ii) No significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods.

Interest:

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

Insurance and Other Claims

Revenue in respect of claims is recognized when no significant uncertainty exists with regard to the amount to be realized and the ultimate collection thereof.

c) USE OF ESTIMATES

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Example of such estimates include provisions for doubtful debts, employee benefits, provision for income taxes, the useful lives of depreciable fixed assets and provisions for impairment.

d) FIXED ASSETS :

Fixed assets are stated at historical cost less accumulated depreciation. Interest on borrowed money allocated to and utilized for qualifying fixed assets, pertaining to the period up to the date of capitalization is capitalized. Assets acquired on direct finance lease are capitalized at the gross value and interest thereon is charged to profit and loss account. Intangible assets are stated at the consideration paid for acquisition less accumulated amortization .Advances paid towards the acquisition of fixed assets outstanding as of each balance sheet date and the cost of fixed assets not ready for use before such date are disclosed under capital work-in-progress



e) IMPAIRMENT OF ASSETS:

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is capitalized in the profit and loss account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost. In respect of goodwill the impairment loss will be reversed only when it was caused by specific external events and their effects have been reversed by subsequent external event..

f) INVENTORIES:

Raw materials, sub-assemblies and components are carried at the lower of cost and net capitalized value. Cost is determined on a weighted average basis. Purchased goods-in-transit are carried at cost. Work-in-progress is carried at the lower of cost and net capitalized value. Stores and spare parts are carried at cost, less provision for obsolescence. Finished goods produced or purchased by the Company are carried at lower of cost and net capitalized value. Cost includes direct material and labour cost and a proportion of manufacturing overheads.

g) TAXATION:

Current income tax expense comprises taxes on income from operations in India. Income tax payable in India is determined in accordance with the provisions of the Income Tax Act, 1961. Deferred tax expense or benefit is capitalized on timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are capitalized only to the extent that there is virtual certainty that sufficient future taxable income will be available to capitalize such assets. In other situations, deferred tax assets are capitalized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to capitalize these assets. Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance taxes paid and income tax provisions arising in the same tax jurisdiction and where the Company intends to settle the asset and liability on a net basis. The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

h) FOREIGN CURRENCY TRANSACTIONS :

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction. Exchange differences arising on the settlement of monetary items or on reporting respective company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements ,are capitalized as income or as expenses in the year in which they arise.

i) EMPLOYEE RETIREMENT BENEFITS :

Provident fund:

Employees receive benefits from a provident fund, a defined contribution plan. The employee and employer each make monthly contributions to the plan equal to 12% of the covered employee's salary. A contribution is made to the provident fund trust is made to the Government's provident fund. During the year Rs 77023.00 have been contributed towards the contribution plan.

j) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

A provision is capitalized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted



to reflect the current best estimates. Contingent liabilities are not apitalize in the financial statements. A contingent asset is neither apitalize nor disclosed in the financial statements.

k) CASH FLOW STATEMENT

Cash flows are reported using indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated.

l) CASH & CASH EQUIVALENTS

The Company considers all highly liquid financial instruments, which are readily convertible into cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.

Depreciation

Depreciation on fixed assets is provided to the extent of Depreciable amount on the Written Down Value Method (WDV). Depreciation is provided based on useful life as prescribed in Schedule II to The Companies Act, 2013

Investments

Long term investments are stated at cost less provision for diminution in the value of such investments. Diminution in value is provided for where the management is of the opinion that the diminution is of permanent nature. Short term investments are valued at lower of cost and net realizable value

Borrowing costs

Borrowing costs directly attributable to acquisition or construction of fixed assets, which necessarily take a substantial period of time to get ready for their intended use are apitalized. Borrowing cost which are not relatable to qualifying asset are recognized as an expense in the period in which they are incurred.

Previous Year figures ended on 31.03.2016 have been given and same have been regrouped/rearranged for comparison.

Contingent Liabilities not provided for in respect of business during the year is NIL.

Debtors & Creditors Confirmations

The use of confirmation evidence is usually very important in the audit of trade debtors & creditors because there are few other sources of external corroborative evidence. It is usually suitable when the majority of the credit customers are reasonable-sized businesses because existence is an important assertion being verified, it is important that the source from which the sample is selected is tested for completeness. This usually requires selecting the sample from a list of balances that has been tested against the sales & purchase ledger respectively and totaled and agreed with the general ledger balance of debtor & creditors, Loans and advances are subject to confirmation and are taken/included in financial statement on the basis of entries in the books of accounts of the concern.

Operating Expenses

Auditor's remuneration

Auditor's remuneration in relation to the company statutory audit amounts to Rs 25000.00. The following fees were payable by the company to their principal auditor, M/S Rajesh Mehru & Co.:

**Audit fees for the Company's Statutory Audit:**

	Current year	Previous Year
Fees relating to Audit Matters	19000.00	19000.00
Fees relating to Taxation Matters	6000.00	6000.00

Details of Remuneration paid to Directors

The Directors have been appointed for a period of five years from their respective dates of appointment. The details of remuneration paid to the Executive Directors for the financial year ending 31st March 2017, are as under:

(in Rs.)

Name of the Director	Salary & Allowances	Retirement Benefits
Harpreet Singh	240000.00	Nil

Detail of transactions entered into with the related parties during the year as required by Accounting Standard (AS)-18 on "Related Party Disclosure" issued by the Institute of Chartered Accountants of India are as under:

Transactions with the related parties

(In Rs)

Name of Transactions during the year	Associate	Key Management Personnel	Relatives of Key Management Personnel
Remuneration	NIL	240000	NIL
Rent Paid	NIL	252000	NIL
Loan Taken	NIL	6043813	12598979
Loan Repaid	NIL	NIL	11742050
Professional Charges	NIL	10000	NIL
Sale Of Goods	311698209	NIL	NIL
Purchase of Goods	312886961	NIL	NIL

A. Key Management Personnel and relatives of Key Management Personnel:**1. Key Management Personnel:**

Harpreet Singh

2. Relatives of Key Management Personnel

Charanpreet Singh, Gurdeep Singh, TanuPreet Kaur, Avtar Singh

B. Associates:

- i) Taksonz Developers & Infrastructure Ltd.
- ii) Kartarz Alloys P.Ltd.
- iii) Preet Overseas
- iv) Kartarz Hotel Estates P.Ltd.
- v) Avtar Singh & Sons
- vi) Parav Knitwear
- vii) Tarunjeet Singh & Sons
- viii) Preet Fabrics
- ix) H.S.Knitwear
- x) Gurdeep Singh & Sons
- xi) Harpreet Singh & Sons
- xii) Takkar Knit Fab
- xiii) Kartar Alloys P.Ltd.

**Deferred Tax Asset / Liability (Net) :**

	Deferred Tax Liability (Assets) as at 01.04.2016	Current Year Charge/Credit	Deferred Tax Liability (Assets) at 31.03.2017
Deferred Tax Liability	427517.00	369871.00	797388.00

Pursuant to Accounting Standard (AS-22) – Accounting for Taxes on Income. The company has recorded a net accumulative deferred Tax Liability of Rs. 427517.00 up to 31.03.2016. Further impact of deferred tax Liability of Rs.369871.00 for the year ended 31.03.2017 has been debited to Profit & Loss Account making the total exposure of deferred tax Liability Rs.797388.00 as on year ended 31.03.2017. A detailed bifurcation between current tax and deferred tax charge is made at the year end.

Earning per share (EPS) :

The numerators and denominators used to calculate Basic earning per share are reported as under :-

	Year Ended 31.03.2017	Year Ended 31.03.2016
Profit attributable to the Equity Share Holder Rs.(A)	2187412.27	2000586.05
Basic/Weighted Average No. of Equity Share Outstanding during the year (B)	49408000	4940800
Nominal Value of the Equity Share	1.00	10.00
Basic/Earning per Share Rs. (A)/(B)	0.04	0.40

No personal expenditure has been debited in the books of accounts.

Exchange difference earnings : During the year company has made an import of scrap(raw material) having CIF value of such import is Rs.2,71,26,873/-. The fluctuation/ foreign exchange difference has already has been debited to purchase account.

FOR RAJESH MEHRU & CO.,
CHARTERED ACCOUNTANTS
FIRM REG NO 011715N

ON OR BEHALF OF THE BOARD

sd/-
RAJESH MEHRU
PARTNER
M.NO. 090725

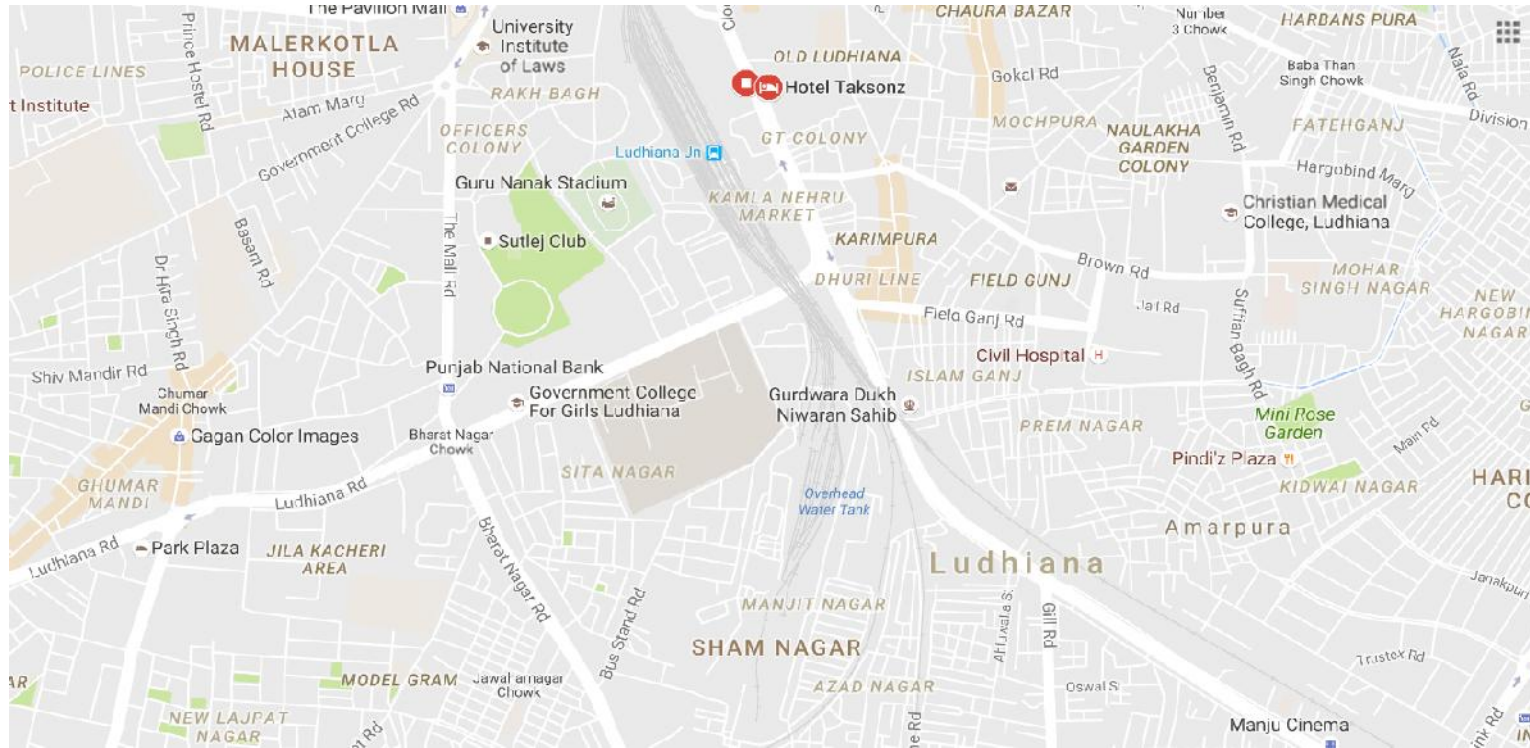
sd/-
HARPREET SINGH
MANAGING DIRECTOR
DIN: 00570541

-sd/-
AVTAR SINGH
DIRECTOR
DIN: 00570465

LUDHIANA
DATED : 30.05.2017



Route map to the venue of the 24th AGM of Pact Industries Ltd



Pact Industries Limited
303 Hotel The Taksonz,
Opp. Railway Station,
Ludhiana- Punjab



PACT INDUSTRIES LIMITED.
Regd. Office: 303, Hotel TheTaksonz, Opp. Railway Station, Ludhiana- Punjab
CIN :L18101PB1993PLC013193
Phone : 0161-2731851/852, Fax: 0161-2721876
E-mail id :pactindustries1993@gmail.com | Website : www.pactindustries.com

ATTENDANCE SLIP

PLEASE COMPLETE THE ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL.PLEASE ALSO BRING YOUR COPY OF THE ENCLOSED ANNUAL REPORT

I hereby record my presence at the 24th Annual General Meeting to be held on Tuesday 18th July, 2017 at 11:00 A.M. at 303, Hotel TheTaksonz, Opp. Railway Station, Ludhiana- Punjab and any adjournment(s) thereof

Table with 3 columns: Regd. Folio No. / DP ID No. / Client ID No., Name of the shareholder / Proxyin block letters, Signature

PACT INDUSTRIES LIMITED
Regd. Office: 303, Hotel TheTaksonz, Opp. Railway Station, Ludhiana- Punjab
CIN :L18101PB1993PLC013193
Phone : 0161-2731851/852, Fax: 0161-2721876
E-mail id :pactindustries1993@gmail.com | Website : www.pactindustries.com

Form No. MGT-11
PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014

CIN :L18101PB1993PLC013193

Name of the company: Pact Industries Limited

Registered Office: 303, Hotel TheTaksonz, Opp. Railway Station, Ludhiana- Punjab

Form box for member details: Name of the member (s), Registered address, E-mail id, Folio No/ Client Id, DP ID

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

- 1. Name : Address : Signature : or failing him
E-mail ID :
2. Name : Address : Signature : or failing him
E-mail ID :
3. Name : Address : Signature : or failing him
E-mail ID :

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 24th Annual General Meeting of the company to be held on Tuesday the 18th July, 2017 at 11:00 A.M. at 303 Hotel The Taksonz, Opp. Railway Station- Ludhiana and at any adjournment thereof in respect of such resolutions as are indicated below :

Table with 2 columns: Resolution No., Resolution Proposed. Rows include Ordinary Business (Adoption of Audited Financial Statements, Re-appointment of Mr. Avtar Singh) and Special Business (Increase in Authorized Share Capital, Alteration of Memorandum of Association, etc.)

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

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

- Note: 1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. For the text of the Resolutions, Explanatory Statement & Notes, please refer to the Notice convening the 24th Annual General Meeting dated 18.07.2017



BOOK POST

Pact Industries Limited



Truly Yours

***If Undelivered please return to
PACT INDUSTRIES LIMITED
303 Hotel The Taksonz
Opp. Railway Station
Ludhiana, Punjab***