

**FORM B**  
**(Pursuant to Clause 31 of the Listing Agreement)**

|   |   |   |
|---|---|---|
| 1 | Name of the Company   | <b>MUKAT PIPES LIMITED</b>  |
| 2 | Annual financial statements for the year ended  | 31 <sup>st</sup> March 2015   |
| 3 | Type of Audit observation   | Qualified... Subject to.....  |
| 4 | Frequency of observation  | Appeared for the First time   |
| 5 | Management response to the Observation in the directors' Report   | <p>With regard to observation in Auditors' Report for , non provision of Interest on Loan, we state that the company is sick and suffering from losses over a period of years. The generation of funds through operations are inadequate to make payments on time to the Secured Creditors. The company is making all efforts to improve its operations to generate sufficient funds to make payments of its due obligations The interest for Rs.27.38 Lacs has not been provided as the lender, M/s. Silver Business Opportunities Pvt. Ltd. has requested for not charging interest so as they can avoid recognizing the interest income.</p> <p>With regard to impact of pending litigations &amp; delay in transferring funds to IEPF referred in Auditors' Report and Note no. 25 &amp; 34 respectively, we state that the same is self explanatory.</p> |
| 6 | <p>To be signed by-</p> <ul style="list-style-type: none"> <li>• Chairman &amp; Executive Director</li> <br/> <li>• Auditor of the Company</li> <br/> <li>• Audit Committee Chairman</li> </ul> | <p><i>For Mukat Pipes Limited</i></p> <p><i>Authorised Signatory</i></p> <p>Mr. Rupinder Singh Ahluwalia<br/>DIN: 01239483</p><br><p>M/s. R. P. Bhambri &amp; Co.,<br/>Chartered Accountants, Patiala<br/>(Firm Registration No.001312N)</p> <p><i>R. P. Bhambri</i></p> <p>Mr. Ranjit Parkash (Proprietor)<br/>Membership No.080084</p> <p><i>For Mukat Pipes Limited</i></p> <p><i>Authorised Signatory</i></p> <p>Mr. Amrik Singh Grewal<br/>DIN: 01239180</p>   |

# **MUKAT PIPES LIMITED**

**28<sup>TH</sup>**

**Annual Report  
2014-15**



# 28th Annual Report

## Mukat Pipes Limited

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#### **BOARD OF DIRECTORS:**

|                                     |                     |
|-------------------------------------|---------------------|
| <b>Mr. Rupinder Singh Ahluwalia</b> | Chairman            |
| <b>Mrs. Sandeep Kaur Ahluwalia</b>  | Whole Time Director |
| <b>Mrs. Mandeep Ahluwalia Pahwa</b> | Director            |
| <b>Mr. Rajkumar Bali</b>            | Director            |
| <b>Mr. Kamal Jain</b>               | Director            |
| <b>Mr. Amrik Singh Grewal</b>       | Director            |

#### **AUDITORS :**

**M/s. R. P. BHAMBRI & CO.**  
**Chartered Accountants**  
8, Yadvindra Colony,  
The Mall, Patiala - 147 001

#### **BANKERS :**

1. HDFC Bank
2. Corporation Bank

#### **REGISTERED OFFICE:**

Flat No. 39, Parag Apartments, 7th Floor,  
J.P. Road, Versova, Andheri (West), Mumbai - 400 061.  
Tel. No.: 022-26364013, Fax : 022-26364013  
CIN : L27200MH1987PLC044407

#### **PLANT LOCATION:**

Village Khadoli, Patiala Road,  
Rajpura - 140 401, Dist. Patiala, Punjab  
Tel. No.: 01762 - 225040; Fax No.: 01762 - 222390  
Email ID : mukatpipes@gmail.com  
Website : www.mukatpipes.com

#### **REGISTRAR & SHARE TRANSFER AGENT :**

##### **LINK INTIME INDIA PVT. LTD.**

C-13, Pannalal Silk Mills Compound,  
L.B.S. Marg, Bhandup (W),  
Mumbai - 400 078.  
Tel. No.: 022-25963838, Fax No.: 022-25946969

## MUKAT PIPES LIMITED

### NOTICE TO MEMBERS

NOTICE is hereby given that the 28<sup>th</sup> Annual General Meeting of the Members of **MUKAT PIPES LIMITED** will be held on Wednesday, the 30<sup>th</sup> day of September, 2015 at 10:00 a.m. at Time & Again Banquet Hall, 9 Raheja Classique, Link Road, Next To Cinemax, Lokhandwala, Andheri (W), Mumbai-400053, to transact the following businesses:

#### Ordinary Business:

1. To receive, consider and adopt the audited Financial Statements for the year ended March 31, 2015 together with the Directors' Report and Auditor's Report thereon.
2. To appoint a Director in place of Mrs. Mandeep Ahluwalia Pahwa (DIN: 01355511) who retires by rotation and being eligible offers herself for re-appointment.
3. To ratify the appointment of M/s. R. P. Bhambri & Co., Chartered Accountants (FRN: 001312N), Patiala, as Statutory Auditors of the Company and authorise the Board to fix their remuneration.

**By Order of the Board of Directors  
For MUKAT PIPES LIMITED**

**(RUPINDER SINGH AHLUWALIA)  
CHAIRMAN  
(DIN: 01239483)**

#### Registered Office:

Flat No. 39, Parag Apartments,  
7th Floor, J.P. Road, Versova,  
Andheri (West),  
Mumbai – 400061

Place: RAJPURA

Date: 13-08-2015

#### NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. IN ORDER TO BE EFFECTIVE, THE PROXY FORM DULY COMPLETED AND STAMPED MUST REACH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.**  
A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percentage 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. Proxies submitted on behalf of limited companies, societies etc., must be supported by an appropriate resolution/ authority as applicable.
2. The Register of Members and Share Transfer Books of the Company will remain closed from Saturday, 26<sup>th</sup> September 2015 to Wednesday, 30<sup>th</sup> September 2015 (both days inclusive).
3. Members may kindly note that the Company's shares can now be held in de-materialised form with Central Depository Services Ltd.(CDSL) & National Securities Depository Limited (NSDL). The ISIN is 'INE862C01011'. The Company has appointed M/s. Link Intime India Pvt. Ltd., C/13, Pannalal Silk Mill Compound, L. B. S. Marg, Bhandup (West), Mumbai 400078 as the Registrar & Transfer Agents.
4. Members can avail of the Nomination facility by filling Form No. SH-13 pursuant to section 72 of the Companies Act, 2013 and rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014 with the Company or its Registrar & Transfer Agents viz. M/s. Link Intime India Pvt. Ltd.
5. Members are requested to notify immediately change of Bank Particulars or Bank Mandates or for change in their address, if any, to the Company and/or to its Registrar & Transfer Agents viz. M/s. Link Intime India Pvt. Ltd. or to respective Depository Participant in case of shares held in de-materialised form.
6. Members desiring any information as regards the accounts & operations of the Company are requested to write to the Company at an early date so that the information sought can be made readily available at the meeting.
7. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send to the Company duly certified copy of the relevant Board resolution/Authority Letter authorizing such a representative to attend and vote on their behalf at the meeting.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their respective Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or to the Registrar and Share Transfer Agents.

## 28th Annual Report

9. Members may also note that the Notice of the Twenty Eighth AGM and the Annual Report for financial year 2014-15 will also be available on the Company's website [www.mukatpipes.com](http://www.mukatpipes.com) for their download. For any communication/information, the members may also send requests to the Company at [mukatpipes@gmail.com](mailto:mukatpipes@gmail.com).
10. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to Registrar and Share Transfer Agents, for consolidation into single folio.
11. Pursuant to Circular No.17/2011 dated 21-04-2011 and circular no.18/2011 dated 29-04-2011. Issued by the Ministry of Corporate Affairs, Government of India, as a part of green initiative in the Corporate Governance, the Companies have been permitted to send notices/documents to the members through email. Accordingly, the Company proposes to send notices/documents like the Annual Report in electronic form to the members who would register their email address with the Depositories, the Registrar and Transfer Agents or the Company. The Members are requested to register their email addresses by sending their details to the Registrar and Transfer Agents, M/s. Link Intime India Pvt. Ltd., C/13, Pannalal Silk Mill Compound, L. B. S. Marg, Bhandup (West), Mumbai 400078. Service of notices/documents to the Members whose email addresses are not registered with the depository or the Company or the Registrar and Transfer Agents will be effected by mode of service as provided under Section 20 of the Companies Act, 2013.
12. Members are requested to bring their copy of the Annual Report as the practice of distributing copies of the Annual Report at the place of meeting has been discontinued as an austerity measure.
13. Members/Proxies are requested to bring their admission slip, duly filled, while attending the meeting.

### Voting through electronic means

14. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Clause 35B of the Listing Agreement, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).
15. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
16. The Company has appointed Mrs. Jayshree S. Joshi, Proprietress of M/s. Jayshree Dagli & Associates, Company Secretaries, Mumbai, as Scrutinizer for scrutinising the e-voting process and Poll Process in a fair and transparent manner.

The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

The remote e-voting period commences on 27<sup>th</sup> September, 2015 (9:00 am) and ends on 29<sup>th</sup> September, 2015 (5:00 pm). During this period members' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23<sup>rd</sup> September, 2015, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

The instructions of e-voting are detailed hereunder:

- A. In case a Member receives an email from NSDL [for members whose email IDs are registered with the Company/Depository Participants(s)]:
  - (i) Open email and open PDF file viz; "remote e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for remote e-voting. Please note that the password is an initial password.
  - (ii) Launch internet browser by typing the following URL:<https://www.evoting.nsdl.com/>
  - (iii) Click on Shareholder - Login
  - (iv) Put user ID and password as initial password/PIN noted in step (i) above. Click Login.
  - (v) Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
  - (vi) Home page of remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
  - (vii) Select "EVEN" of "MUKAT PIPES LIMITED".
  - (viii) Now you are ready for remote e-voting as Cast Vote page opens.
  - (ix) Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
  - (x) Upon confirmation, the message "Vote cast successfully" will be displayed.
  - (xi) Once you have voted on the resolution, you will not be allowed to modify your vote.
  - (xii) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to [jayshreedagli@gmail.com](mailto:jayshreedagli@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

- B) In case a Member receives physical copy of the Notice of AGM [for members whose email IDs are not registered with the Company/Depository Participants(s) or requesting physical copy] :
- (i) Initial password is provided as below/at the bottom of the Attendance Slip for the AGM :

**EVEN (Remote e-voting Event Number) USER ID PASSWORD/PIN**

(ii) Please follow all steps from Sl. No. (ii) to Sl. No. (xii) above, to cast vote.

- I. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Members and remote e-voting user manual for Members available at the downloads section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no. : 1800-222-990.
- II. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.
- III. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
- IV. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 23<sup>rd</sup> September, 2015.
- V. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 23<sup>rd</sup> September, 2015, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or Issuer/RTA. However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or contact NSDL at the following toll free no. : 1800-222-990.
- VI. A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.
- VII. 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 AGM through ballot paper.
- VIII. Mrs. Jayshree S Joshi, Practicing Company Secretary (Membership No.FCS 1451) Proprietress, Jayshree Dagli & Associates has been appointed as the Scrutinizer to scrutinize the remote e-voting process and Poll Process in a fair and transparent manner.
- IX. The Chairman shall, at the AGM at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Poling Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- X. The Scrutinizer shall after the conclusion of voting at the General Meeting, will first count the votes cast at the meeting and 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 shall make, not later than three days of the conclusion of the AGM, 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 and declare the result of the voting forthwith.
- XI. The Results declared alongwith the report of the Scrutinizer shall be placed on the website of the Company '[www.mukatpipes.com](http://www.mukatpipes.com)' and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to Stock Exchanges on which Shares of the Company are listed. Shareholders holding multiple folios/demat accounts shall choose the voting process separately for each of the folio/demat accounts.

**By Order of the Board of Directors**

**(RUPINDER SINGH AHLUWALIA)**  
**CHAIRMAN**  
**(DIN: 01239483)**

**Registered Office:**  
Flat No. 39, Parag Apartments,  
7th Floor, J.P. Road, Ver sova,  
Andheri (West),  
Mumbai - 400061

Place: RAJPURA  
Date: 13-08-2015



# 28th Annual Report

## DIRECTORS' REPORT

Dear Members,

Your Directors present their 28<sup>th</sup> Annual Report together with the Audited Statement of Accounts of your Company for the Financial Year ended 31<sup>st</sup> March, 2015.

### FINANCIAL RESULTS:

| Particulars  | Current year<br>(2014-15)<br>(Rs. in lacs) | Previous Year<br>(2013-14)<br>(Rs. in lacs) |
|--|--|---|
| Sales (Including Excise)   | 674.25                                     | 498.32                                      |
| Other Income from operations   | 43.96                                      | 54.58                                       |
| Total  | 718.21                                     | 552.90                                      |
| Profit/(Loss) before Interest, Depreciation & Tax                    | (147.80)                                   | 69.00                                       |
| Less: Interest   | 2.43                                       | 28.88                                       |
| Less: Depreciation   | 11.38                                      | 96.18                                       |
| Profit/(Loss) before Tax   | (161.61)                                   | (56.06)                                     |
| Taxation (Earlier Years) Prior period Adjustment (Income/(Expenses): | 23.20                                      | (12.35)                                     |
| Extra-ordinary/Exceptional Items (Expenditure)                       | --   | (74.97)                                     |
| Profit after Tax   | (184.81)                                   | (143.39)                                    |
| Balance of Profit/(Loss) brought forward                             | (1658.26)                                  | (1514.87)                                   |
| Balance of Profit/(Loss) carried to Balance Sheet                    | (1843.07)                                  | (1658.26)                                   |

The company does not have working capital facilities due to losses over the years. Due to inadequacy, company has to adopt job work manufacturing which is less remunerative.

### DIVIDEND:

In view of the accumulated losses and loss for the year, the Board decided not to recommend any dividend for the year under review.

### AMOUNT CARRIED TO RESERVES:

In view of the accumulated losses and loss for the year, your Company do not transfer any amount to the Reserves.

### OPERATION:

The company has suffered losses inspite of increase in income from the previous year it is due to change during the year in ratio of job work and direct manufacturing in company account.

### FUTURE OUTLOOK:

During the year, there was a dismal show by corporate India. It was 1.7% fall in net sales in the year against a growth of 3.6% during the previous year. The steel sector was very much stressed due to falling of profit margins and squeezed demand. The saw pipe industry had added concerns. The domestic and international markets are uncertain due to slow economic recovery processes. The saw pipes have to face below optimum levels of production scales in the coming years.

### REHABILITATION UNDER AEGIS OF BIFR

The Hon'ble Board for Industrial and Financial Reconstruction (BIFR) has sanctioned a scheme for revival of the company vide its order dated 19.02.2015. The company has taken necessary steps for implementation of the sanctioned scheme (SS). Being aggrieved against certain provisions of SS, the company has preferred an appeal before the Hon'ble Appellate Authority for Industrial and Financial Reconstruction (AAIFR).

### EXTRACT OF THE ANNUAL RETURN:

The details forming part of the extract of the Annual Return in form MGT-9 is annexed as **Annexure 1** to this report.

### NUMBER OF MEETINGS OF THE BOARD:

During the year, 5 (Five) Board Meetings were convened and held. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

### DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 134(3)(c) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:



- (a) in the preparation of the annual financial statements for the year ended March 31, 2015, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the loss of the company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The directors have prepared the annual accounts on a going concern basis; and
- (e) The directors, have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:**

All Independent Directors have given declarations that they meet the criteria of independence pursuant to Section 149(6) of the Companies Act, 2013 and Clause 49 of the Listing Agreement.

#### **COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:**

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 including criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under sub-section (3) of section 178 relating to the remuneration for the Directors, key managerial personnel, and other employees. As required by Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the prescribed details are annexed as **Annexure - 2** to this report.

#### **INFORMATION IN TERMS OF RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 :**

During the year under review, no employee was employed who was in receipt of aggregate remuneration exceeding Rupees Sixty Lakh for the year or exceeding Rupees Five Lakh per month for any part of the year.

The ratio of the remuneration of each Director to the median remuneration of the employees of the Company and other details in terms of Sub-Section 12 of Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are forming part of this Report and is annexed as "**Annexure 3**" to this Report.

#### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:**

During the year, the Company has not given any loans or guarantees or has made any investments u/s 186 of the Companies Act, 2013.

#### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

All the Transactions entered with Related Parties for the year under review are strictly done on arm's length basis and in the ordinary course of business. The Company presents full details of transactions of all related party before the Audit Committee, Specifying the nature, value and terms & conditions of the transactions. Transactions with related parties are conducted in a transparent manner with the interest of the Company and stakeholders as utmost priority.

The details of transaction with Related party in Form AOC-2 is annexed herewith as "Annexure 4"

#### **SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:**

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

#### **INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:**

In order to attain the corporate objectives, strict internal controls systems were implemented across the organisation. The Audit Committee reviews adequacy and effectiveness of the Company's internal control environment and monitors the implementation of audit recommendations on regular basis. The audit function maintains its independence and objectivity while carrying out assignments. It evaluates on a continuous basis, the adequacy and effectiveness of internal control mechanism. The function also proactively recommends improvement in policies and processes, suggests streamlining of controls against various risks. Your Company has laid down set of standards, processes and structure, which enables it to implement internal financial control across the Company and ensure that the same are adequate and operating effectively.

#### **DETAILS ABOUT DIRECTORS AND KMPs WHO WERE APPOINTED/RESIGNED DURING THE FINANCIAL YEAR:**

During the year under review, none of the Directors and KMPs were appointed/resigned.

#### **CORPORATE GOVERNANCE:**

Provisions of Clause 49 of the Listing Agreement with the Stock Exchanges is not applicable to the Company, as the Company's Paid up share capital & Net worth is below the limits specified.

# 28th Annual Report

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

There are no material Changes and commitments affecting the financial position of the Company have occurred between the end of the Financial Year of the company to which the financial statements relate and the date of the report.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

A. Information pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed as **Annexure "5"** to this report.

## **STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:**

The Board of Directors of the Company has not designed any Risk Management Policy. However, the Company has in place mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

## **CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES:**

The Company has not developed and implemented any Corporate Social Responsibility Policy pursuant to the Provisions of Section 135 of the Companies Act 2013 and relevant Rules framed thereunder as the said provisions were not applicable to the Company as the Company had incurred losses during the relevant period.

## **PUBLIC DEPOSITS:**

During the year under review, the Company has not accepted any deposit pursuant to Section 73 and section 76 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

## **ANNUAL EVALUATION BY THE BOARD OF ITS OWN PERFORMANCE:**

Pursuant to the provisions of the Companies Act, 2013 the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration committee by filling a structured questionnaire.

## **SECRETARIAL AUDIT REPORT:**

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 Ms. Yogita, Practicing Company Secretary, Rajpura Town, Patiala to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed as **"Annexure 6"** to this report.

## **EXPLANATION ON REMARKS OR DISCLAIMER MADE BY SECRETARIAL AUDITOR IN HIS REPORT:**

Looking at the Company's size and continuous losses for past few years, no one was interested in joining as CFO & Company Secretary. In spite of several efforts, the Board could not appoint any Internal Auditor during the year. The Company is in process of complying with the said requirements.

Further, the company was facing financial crunches and Working Capital requirement which led to arrears as on 31<sup>st</sup> March, 2015 w.r.t. Service Tax, TDS and Employees State Insurance. However, the same has been paid after 31.03.2015 except for Service Tax, which is under process of payment. The amount of unpaid dividend pertains to earlier year(s) and the company is compiling data/records for the same. The other observations made by the Secretarial Auditor in her Report are self explanatory & do not require any further clarification.

## **DIRECTORS:**

Pursuant to the Provisions of the Companies Act, 2013, Mrs. Mandeep Ahluwalia Pahwa (DIN: 01355511) retires by rotation and being eligible offers herself for re-appointment.

## **AUDITORS:**

The Company's Auditors M/s. R. P. Bhambri & Co. (FRN: 001312N) were appointed in the previous AGM for a period 3 (Three) years i.e. from the Conclusion of 27<sup>th</sup> Annual General Meeting until the conclusion of 30<sup>th</sup> Annual General Meeting subject to ratification of Members at every subsequent Annual General Meeting. M/s. R. P. Bhambri & Co. (FRN:001312N ) have provided their consent and eligibility pursuant to section 141 of the Companies Act, 2013 therefore your Directors recommend ratification of their appointment to enable them to continue as Statutory Auditors of the Company for the Financial year 2015-16.

## **RESERVATION AND QUALIFICATION ON AUDITOR REPORT:**

The explanations / Clarifications on the remarks / observations made by the Auditors in his Report are as under:

The company is sick and suffering from losses over a period of years. The generation of funds through operations are inadequate to make payments on time to the Secured Creditors. The company is making all efforts to improve its operations to generate sufficient funds to make payments of its due obligations. The interest for Rs.27.38 has not been provided as the

lender, M/s. Silver Business Opportunities Pvt. Ltd. has requested for not charging interest so as they can avoid recognizing the interest income.

Further the notes to Accounts referred to in the Auditor's Report are self-explanatory and therefore do not call for any further comments.

## **DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS PURSUANT TO SECTION 143(12) OF THE COMPANIES ACT, 2013:**

During the year under review there were no incidences of fraud reported by Auditors.

### **COMMITTEES**

#### **I) Audit Committee:**

Being a listed Company, the Company had already constituted its Audit Committee consisting of Mr. Kamal Jain (DIN: 02229015), Mr. Amrik Grewal(DIN: 01239180) and Mr. Rupinder Singh Ahluwalia (DIN: 01239483).

During the year under review Four (4) Meetings were held of Audit committee.

#### **II) Nomination and Remuneration Committee:**

Being a listed Company, the Company had already constituted its Nomination and Remuneration Committee consisting of Mr. Kamal Jain (DIN: 02229015), Mr. Amrik Grewal (DIN: 01239180) and Mr. Raj Kumar Bali (DIN: 02227210).

During the year under review Two (2) Meetings were held of Nomination and Remuneration Committee.

### **VIGIL MECHANISM / WHISTLE BLOWER POLICY:**

The Company has adopted the code of conduct for employee and directors for the highest degree of transparency, integrity, accountability and corporate social responsibility. Any actual or potential violation of the Code would be a matter of serious concern for the Company. The Company also has Whistle Blower Policy to deal with instance of fraud and mismanagement, if any.

Employees of the Company are encouraged to use guidance provided in the Policy for reporting all allegations of suspected improper activities.

### **DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE.**

There are no significant and material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status and the Company's future operations. No winding-up petition has been filed by creditor against the company.

### **COMPANY'S POLICY FOR PREVENTION OF SEXUAL HARASSMENT:**

The Company is committed to provide a safe and conducive work environment to all women employees. During the year under review Company had not received any Complaints in respect of Sexual Harassment.

### **APPRECIATION**

Your Directors place on record their appreciation for the co-operation of all the Staff and Officers, Shareholders of the Company and look forward to their continued co-operation in future.

**By Order of the Board of Directors  
For MUKAT PIPES LIMITED**

**(RUPINDER SINGH AHLUWALIA)**  
Chairman  
(DIN:01239483)

### **Registered Office:**

Flat No. 39, Parag Apartments,  
7th Floor, J.P. Road, Versova,  
Andheri (West), Mumbai 400 061

Place: Rajpura  
Date: 13.08.2015

## EXTRACT OF ANNUAL RETURN

## FORM MGT - 9

**MUKAT PIPES LIMITED**

Form No. MGT-9

## EXTRACT OF ANNUAL RETURN

As on the financial year ended on March 31, 2015

[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: - L27200MH1987PLC044407  
 ii) Registration Date- 18-08-1987  
 iii) Name of the Company: Mukat Pipes Limited  
 iv) **CATEGORY OF THE COMPANY:** - [PL. TICK]  
 (1) Public Company– 3  
 (2) Private company–

**SUB CATEGORY OF THE COMPANY:** -[PLEASE TICK WHICHEVER ARE APPLICABLE]

- 1) Government Company-  
 2) Small Company-  
 3) One Person Company-  
 4) Subsidiary of Foreign Company-  
 5) NBFC-  
 6) Guarantee Company-  
 7) Limited by shares -  
 8) Unlimited Company-  
 9) Company having share capital-  
 10) Company not having share capital-  
 11) Company Registered under Section 8-

v) **Address of the Registered Office and contact details**

|                  |  |
|------------------|--|
| Address :        | Flat No. 39, Parag Apartments, 7th Floor, J.P. Road, Versova, Andheri (West), Mumbai 400 061 |
| Town / City :    | MUMBAI   |
| District :       | MUMBAI   |
| State :          | MAHARASHTRA  |
| Telephone :      | (With STD Area Code Number) 022-26364013   |
| Pin Code         | 400061   |
| Fax Number :     | 01762-222390   |
| Email Address :  | <a href="mailto:mukatpipes@gmail.com">mukatpipes@gmail.com</a>                               |
| Website (if any) | <a href="http://www.mukatpipes.com">www.mukatpipes.com</a>                                   |

- vi) **Whether Shares Listed On Recognized Stock Exchange(S)** – Yes  
**Name of the Stock Exchange/s** :- 1) BSE Limited 2) The Delhi Stock Exchange Association Limited  
 vii) **Name, Address and Contact details of Registrar and Transfer Agent, if any**  
**Name of Registrar & Transfer Agents:** M/s. Link Intime India Pvt. Ltd.

|                 |  |
|-----------------|--|
| Address :       | C/13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (W)                   |
| Town / City :   | Mumbai   |
| District :      | Mumbai   |
| State :         | Maharashtra  |
| Telephone :     | (With STD Area Code Number) 022 - 25963838                                     |
| Pin Code        | 400 078  |
| Fax Number :    | 022-25946969   |
| Email Address : | <a href="mailto:mt.helpdesk@linkintime.co.in">mt.helpdesk@linkintime.co.in</a> |

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:-**

Manufacturers for large diameter Helical Submerged Arc Welded (HSAW or Spiral) and Longitudinal Submerged Arc Welded (SAW) M.S. Pipes as per IS: 3589.

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:**

| S. No. | Name and Address of the Company | CIN/GLN | Holding/ Subsidiary/ Associate | % of shares held | Applicable section |
|--------|---------------------------------|---------|--------------------------------|------------------|--------------------|
| -      | -                               | -       | -                              | -                | -                  |

**IV. SHAREHOLDING 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 |          |                |                   | No. of Shares held at the end of the year |          |                |                   | % Change during the year |
|--|---|----------|----------------|-------------------|---|----------|----------------|-------------------|--------------------------|
|  | Demat   | Physical | Total          | % of Total Shares | Demat                                     | Physical | Total          | % of Total Shares |                          |
| <b>A. Promoters</b>  |   |          |                |                   |   |          |                |                   |                          |
| (1) Indian   |   |          |                |                   |   |          |                |                   |                          |
| a) Individual/HUF  | 19500   | 3699400  | <b>3718900</b> | 47.59             | 19500                                     | 3699400  | <b>3718900</b> | 47.59             | 0                        |
| b) Central Govt  |   |          |                |                   |   |          |                |                   |                          |
| c) State Govt (s)  |   |          |                |                   |   |          |                |                   |                          |
| d) Bodies Corp.  | -   | 1020000  | <b>1020000</b> | 13.03             | -   | 1020000  | <b>1020000</b> | 13.03             | 0                        |
| <b>e) Banks / FI</b>   |   |          |                |                   |   |          |                |                   |                          |
| f) Any   |   |          |                |                   |   |          |                |                   |                          |
| Other.... (Directors' Relatives)   |   |          |                |                   |   |          |                |                   |                          |
| Sub-total (A) (1):-  | 19500   | 4719400  | <b>4738900</b> | 60.52             | 19500                                     | 4719400  | <b>4738900</b> | 60.52             | 0                        |
| (2) Foreign  |   |          |                |                   |   |          |                |                   |                          |
| a) NRIs - Individuals  |   |          |                |                   |   |          |                |                   |                          |
| b) Other – Individuals   |   |          |                |                   |   |          |                |                   |                          |
| c) Bodies Corp.  |   |          |                |                   |   |          |                |                   |                          |
| d) Banks / FI  |   |          |                |                   |   |          |                |                   |                          |
| e) Any Other....   |   |          |                |                   |   |          |                |                   |                          |
| Sub-total (A) (2):-  | 0   | 0        | 0              | 0                 | 0   | 0        | 0              | 0                 | 0                        |
| <b>Total shareholding of Promoter (A) = (A)(1)+(A)(2)</b>                | 19500   | 4719400  | <b>4738900</b> | 60.52             | 19500                                     | 4719400  | <b>4738900</b> | 60.52             | 0                        |
| <b>B. Public Shareholding</b>  |   |          |                |                   |   |          |                |                   |                          |
| <b>1. Institutions</b>   |   |          |                |                   |   |          |                |                   |                          |
| a) Mutual Funds  |   |          |                |                   |   |          |                |                   |                          |
| b) Banks / FI  | 300   | -        | <b>300</b>     | 0                 | 300                                       | -        | <b>300</b>     | 0                 | -                        |
| c) Central Govt  |   |          |                |                   |   |          |                |                   |                          |
| d) State Govt(s)   |   |          |                |                   |   |          |                |                   |                          |
| e) Venture Capital Funds   |   |          |                |                   |   |          |                |                   |                          |
| f) Insurance Companies   |   |          |                |                   |   |          |                |                   |                          |
| g) FIs   |   |          |                |                   |   |          |                |                   |                          |
| h) Foreign Venture Capital Funds   | -   | 100      | <b>100</b>     | 0                 | -   | 100      | <b>100</b>     | 0                 | 0                        |
| i) Others (specify)  |   |          |                |                   |   |          |                |                   |                          |
| Sub-total (B)(1):-   | 300   | 100      | <b>400</b>     | 0.01              | 300                                       | 100      | <b>400</b>     | 0.01              | 0                        |
| <b>2. Non-Institutions</b>   |   |          |                |                   |   |          |                |                   |                          |
| a) Bodies Corp.  |   |          |                |                   |   |          |                |                   |                          |
| l) Indian  | 71511   | 6600     | <b>78111</b>   | 1                 | 58966                                     | 6600     | <b>65566</b>   | 0.84              | 0.16                     |
| ii) Overseas   |   |          |                |                   |   |          |                |                   |                          |
| b) Individuals   |   |          |                |                   |   |          |                |                   |                          |
| i) Individual shareholders holding nominal share capital upto Rs. 1 lakh | 1718796   | 702705   | <b>2421501</b> | 30.93             | 1749554                                   | 695805   | <b>2445359</b> | 31.23             | 0.30                     |

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|  |                |                |                |              |                |                |                |              |          |
|--|----------------|----------------|----------------|--------------|----------------|----------------|----------------|--------------|----------|
| ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh | 445392         | 0              | <b>445392</b>  | 5.69         | 438974         | 0              | <b>438974</b>  | 5.61         | 0.08     |
| c) Others (specify)  |                |                |                |              |                |                |                |              |          |
| i) Non Resident Indians (Repat)  | 12285          | 97800          | <b>110085</b>  | 1.41         | 14385          | 97200          | <b>111585</b>  | 1.43         | 0.02     |
| ii) Non Resident Indians (Non Repat)   | 6800           | -              | <b>6800</b>    | 0.09         | 6700           | 0              | <b>6700</b>    | 0.09         | 0        |
| iii) Clearing Member   | 28810          | -              | <b>28810</b>   | 0.37         | 22515          | -              | <b>22515</b>   | 0.29         | 0.08     |
| iv) Trust  | 1              | -              | <b>1</b>       | 0            | 1              | -              | <b>1</b>       | 0            | 0        |
| <b>Sub-total (B)(2):-</b>  | <b>2283595</b> | <b>807105</b>  | <b>3090700</b> | <b>39.47</b> | <b>2291095</b> | <b>799605</b>  | <b>3090700</b> | <b>39.47</b> | <b>0</b> |
| Total Public Shareholding (B)=(B)(1)+  |                |                |                |              |                |                |                |              |          |
| C. Shares held by Custodian for GDRs & ADRs 0                                    | 0              | 0              | 0              | 0            | 0              | 0              | 0              | 0            | 0        |
| <b>Grand Total (A+B+C)</b>   | <b>2303395</b> | <b>5526605</b> | <b>7830000</b> | <b>100</b>   | <b>2310895</b> | <b>5519105</b> | <b>7830000</b> | <b>100</b>   | <b>0</b> |

### ii) Shareholding of Promoters

| Sr. | Shareholder's Name            | Shareholding at the beginning of the year |                                  |  | Shareholding at the end of the year |                        |  | % Change in share holding during the year |
|-----|-------------------------------|---|----------------------------------|--|-------------------------------------|------------------------|--|---|
|     |                               | No. of                                    | % of total Shares of the Company | % of Shares Pledged/ encumbered to total | No. of Shares                       | % of Shares of Company | % of shares Pledged/ encumbered to total |   |
| 1   | SANDEEP KAUR AHLUWALIA        | 3396700                                   | 43.38                            | 43.38                                    | 3396700                             | 43.38                  | 43.38                                    | 0   |
| 2   | SURINDRA ENGG CO PVT LTD      | 820000                                    | 10.47                            | 10.47                                    | 820000                              | 10.47                  | 10.47                                    | 0   |
| 3   | KULJINDER SINGH AHLUWALIA     | 225000                                    | 2.87                             | 2.87                                     | 225000                              | 2.87                   | 2.87                                     | 0   |
| 4   | MUKAT TANKS & VESSELS PVT LTD | 200000                                    | 2.55                             | 2.55                                     | 200000                              | 2.55                   | 2.55                                     | 0   |
| 5   | GURDEV KAUR                   | 13600                                     | 0.17                             | 0.17                                     | 13600                               | 0.17                   | 0.17                                     | 0   |
| 6   | HARJINDER KAUR                | 11500                                     | 0.15                             | 0  | 11500                               | 0.15                   | 0  | 0   |
| 7   | GURDEV KAUR                   | 10600                                     | 0.14                             | 0  | 10600                               | 0.14                   | 0  | 0   |
| 8   | GURPREET KAUR                 | 8300                                      | 0.11                             | 0  | 8300                                | 0.11                   | 0  | 0   |
| 9   | KULJINDER SINGH AHLUWALIA     | 8000                                      | 0.10                             | 0  | 8000                                | 0.10                   | 0  | 0   |
| 10  | KULJINDER SINGH AHLUWALIA     | 6500                                      | 0.08                             | 0  | 6500                                | 0.08                   | 0  | 0   |
| 11  | KULJINDER SINGH               | 5900                                      | 0.08                             | 0  | 5900                                | 0.08                   | 0  | 0   |
| 12  | KULJINDER SINGH AHLUWALIA     | 5500                                      | 0.07                             | 0  | 5500                                | 0.07                   | 0  | 0   |
| 13  | PHULWANT KAUR                 | 5000                                      | 0.06                             | 0  | 5000                                | 0.06                   | 0  | 0   |
| 14  | TAPINDER KAUR                 | 5000                                      | 0.06                             | 0  | 5000                                | 0.06                   | 0  | 0   |
| 15  | KULJINDER SINGH               | 4900                                      | 0.06                             | 0  | 4900                                | 0.06                   | 0  | 0   |
| 16  | GURPREET KAUR                 | 3900                                      | 0.05                             | 0  | 3900                                | 0.05                   | 0  | 0   |
| 17  | GURDEV KAUR                   | 2600                                      | 0.03                             | 0  | 2600                                | 0.03                   | 0  | 0   |
| 18  | RUPINDER SINGH                | 1600                                      | 0.02                             | 0  | 1600                                | 0.02                   | 0  | 0   |
| 19  | GURDEV KAUR                   | 800                                       | 0.01                             | 0  | 800                                 | 0.01                   | 0  | 0   |
| 20  | KULJINDER SINGH               | 700                                       | 0.01                             | 0  | 700                                 | 0.01                   | 0  | 0   |
| 21  | GURDEV KAUR                   | 500                                       | 0.01                             | 0  | 500                                 | 0.01                   | 0  | 0   |
| 22  | KULJINDER SINGH AHLUWALIA     | 500                                       | 0.01                             | 0  | 500                                 | 0.01                   | 0  | 0   |
| 23  | SANDEEP KAUR                  | 400                                       | 0.01                             | 0  | 400                                 | 0.01                   | 0  | 0   |
| 24  | GURPREET KAUR                 | 400                                       | 0.01                             | 0  | 400                                 | 0.01                   | 0  | 0   |
| 25  | GURDEV KAUR                   | 200                                       | 0.00                             | 0  | 200                                 | 0.00                   | 0  | 0   |
| 26  | KULJINDER SINGH               | 200                                       | 0.00                             | 0  | 200                                 | 0.00                   | 0  | 0   |
| 27  | RUPINDER SINGH                | 100                                       | 0.00                             | 0  | 100                                 | 0.00                   | 0  | 0   |
| 28  | KULJINDER SINGH               | 100                                       | 0.00                             | 0  | 100                                 | 0.00                   | 0  | 0   |
| 29  | GURPREET KAUR                 | 400                                       | 0.01                             | 0  | 400                                 | 0.01                   | 0  | 0   |
|     | Total :                       | 4738900                                   | 60.52                            | 0  | 4738900                             | 60.52                  | 0  | 0   |

iii) **Change in Promoters' Shareholding :**

| Sl. No. | Particulars                   | Shareholding at the beginning of the year |                                  | Cumulative Shareholding during the year |                                  |
|---------|-------------------------------|---|----------------------------------|---|----------------------------------|
|         |                               | No. of shares                             | % of total shares of the company | No. of shares                           | % of total shares of the company |
|         | At the beginning of the year  | 4738900                                   | 60.52                            | 4738900                                 | 60.52                            |
|         | Allotment during the Year     | -   | -                                | -                                       | -                                |
|         | <b>At the End of the year</b> | <b>4738900</b>                            | <b>60.52</b>                     | <b>4738900</b>                          | <b>60.52</b>                     |

**Note:- There was no change in Promoters' Shareholding during the Financial year 2014-15.**

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

| SN  | For Each of the Top 10 Shareholders | Shareholding at the beginning of the year |                                  | Change in the Shareholding (No. of Shares) |                                     |          | Shareholding at the end of the year. |                                  |
|-----|-------------------------------------|---|----------------------------------|--|-------------------------------------|----------|--------------------------------------|----------------------------------|
|     |                                     | No. of shares                             | % of total shares of the company | Date                                       | Increase / Decrease (No. of shares) | Reason   | No. of shares                        | % of total shares of the Company |
| 1   | Narinder Jit Singh                  | 92540                                     | 1.1819                           | 27-03-15                                   | 39800                               | Acquired | 132340                               | 1.6901                           |
| 2.  | Deep Singhal                        | 51288                                     | 0.6550                           | -  | -                                   | -        | 51288                                | 0.6550                           |
| 3.  | Hemang Nalin Shah                   | 30018                                     | 0.3834                           | -  | -                                   | -        | 30018                                | 0.3834                           |
| 4.  | Paresh RamanLal Shah                | 25145                                     | 0.3211                           | -  | -                                   | -        | 25145                                | 0.3211                           |
| 5.  | Gulzar Singh                        | 22222                                     | 0.2838                           | 11-07-14                                   | -1000                               | Disposal | 25025                                | 0.3196                           |
|     |                                     |   |                                  | 30-09-14                                   | 2803                                | Acquired |                                      |                                  |
| 6.  | Dharmesh Chinubhai Shah             | 15000                                     | 0.1916                           | 05-12-14                                   | 6200                                | Acquired | 21200                                | 0.2707                           |
| 7.  | Harshad Shamji. Dharod              | 19000                                     | 0.2426                           | 25-07-14                                   | -959                                | Disposal | 18041                                | 0.2304                           |
| 8.  | Kuldip Singh                        | 16400                                     | 0.2095                           | -  | -                                   | -        | 16400                                | 0.2094                           |
| 9.  | Monika Terhoon                      | 18450                                     | 0.2356                           | 05-09-14                                   | -2513                               | Disposal | 15937                                | 0.2035                           |
| 10. | Binod Malpani                       | 15000                                     | 0.1915                           | -  | -                                   | -        | 15000                                | 0.1915                           |

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

| Sr. No. | Name                         | Designation | Shareholding at the beginning of the year |                                  | Date | Increase/ Decrease in Shareholding | Reason | Cumulative Shareholding during the year |                                  |
|---------|------------------------------|-------------|---|----------------------------------|------|------------------------------------|--------|---|----------------------------------|
|         |                              |             | No. of shares                             | % of total shares of the company |      |                                    |        | No. of shares                           | % of total shares of the company |
| 1       | Mrs. Sandeep Kaur Ahluwalia  | Director    | 3396700                                   | 43.38                            | --   | --                                 | --     | 3396700                                 | 43.38                            |
| 2       | Mr. Rupinder Singh Ahluwalia | Chairman    | 1700                                      | 0.02                             | --   | --                                 | --     | 1700                                    | 0.02                             |
| 3       | Mrs. Mandeep Ahluwalia Pahwa | Director    | 0   | 0.00                             | --   | --                                 | --     | 0                                       | 0.00                             |
| 4       | Mr. Kamal Jain               | Director    | 100                                       | 0.00                             | --   | --                                 | --     | 100                                     | 0.00                             |
| 5       | Mr. Raj Kumar Bali           | Director    | 400                                       | 0.00                             | --   | --                                 | --     | 400                                     | 0.00                             |
| 6       | Mr. Amrik Singh Grewal       | Director    | 100                                       | 0.00                             | --   | --                                 | --     | 100                                     | 0.00                             |



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## V. INDEBTEDNESS

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

|  | Secured Loans<br>excluding deposits | Unsecured Loans | Deposits | Total<br>Indebtedness |
|--|-------------------------------------|-----------------|----------|-----------------------|
| <b>Indebtedness at the beginning of the financial year</b> |                                     |                 |          |                       |
| i) Principal Amount  |                                     |                 |          |                       |
| ii) Interest due but not paid                              |                                     |                 |          |                       |
| iii) Interest accrued but not due                          | 233.63                              | 377.42          |          | 611.05                |
| <b>Total (i+ii+iii)</b>                                    | 233.63                              | 377.42          | -        | 611.05                |
| <b>Change in Indebtedness during the financial year</b>    |                                     |                 |          |                       |
| • Addition   | 3.00                                |                 |          | 3.00                  |
| • Reduction  | 9.46                                |                 |          | 9.46                  |
| <b>Net Change</b>  | -6.46                               | -               | -        | -6.46                 |
| <b>Indebtedness at the end of the financial year</b>       |                                     |                 |          |                       |
| i) Principal Amount  |                                     |                 |          |                       |
| ii) Interest due but not paid                              | 227.17                              | 377.42          |          | 604.59                |
| iii) Interest accrued but not due                          |                                     |                 |          |                       |
| <b>Total (i+ii+iii)</b>                                    | 227.17                              | 377.42          | -        | 604.59                |

**Note:- Interest on secured loan or M/s. Silver Business Opportunity Pvt. Ltd. not provided Rs. 2738262/-**

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

1. Remuneration paid to Managing Director, Whole-time Director and / or Manager

| Sr No. | Particulars                                  | Designation                     | Amount             |
|--------|--|---------------------------------|--------------------|
| 1.     | Salary to Mrs. Sandeep Kaur Ahluwalia        | Whole-time Director             | 18,00,000/-        |
| 2.     | Remuneration to Mr. Rupinder Singh Ahluwalia | Chairman and Executive Director | 4,68,726/-         |
|        | <b>Total</b>                                 |                                 | <b>22,68,726/-</b> |

2. Remuneration to Key Managerial Personnel Other than Managing Director/Manager/Whole-Time Director: - **Not Applicable**

## VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES (Under the Companies Act): NIL

## **COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:**

### **APPOINTMENT OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT**

The Nomination and Remuneration Committee identifies persons who are qualified to become Directors and who may be appointed as Key Managerial Personnel and Senior Management.

The Committee ascertains the qualifications, expertise and experience of the persons to be appointed as Directors, Key Managerial Personnel and Senior Management and recommends their appointment to the Board of Directors.

The Board then takes the final decision based on the said recommendation.

The Committee evaluates the performance of Directors, Key Managerial Personnel and Senior Management on a yearly basis and recommends their removal, if required.

### **REMUNERATION OF DIRECTORS, KEY MANAGERIAL PERSONNEL, SENIOR MANAGEMENT AND OTHER EMPLOYEES**

The remuneration payable to the Managing Director shall be as per the provisions of the Companies Act, 2013 and other relevant provisions.

The remuneration payable to Key Managerial Personnel and Senior Management shall be approved by the Committee on case to case basis.

#### **The increments to the existing remuneration structure:**

- A) In relation to Board of Directors shall be based on the evaluation of performance.
- B) In relation to Key Managerial Personnel and Senior Management the same shall be Approved by the Committee based on the recommendation of the Whole-time Director.
- C) In relation to others the same shall be approved by the Whole-time Director based on the market conditions, performance of the company and other relevant factors from time to time.

### **REMUNERATION TO NON-EXECUTIVE AND INDEPENDENT DIRECTORS**

The Non-Executive and Independent Directors of the Company shall only be paid sitting fees (as determined by the Board from time to time) for attending Board/ Committee meetings apart from reimbursement of expenses incurred for attending the meetings.

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### Annexure 3

#### INFORMATION IN TERMS OF UNDER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL RULES, 2014)

The information relating to managerial remuneration in terms of Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are detailed as under: –

- (i) **the ratio of the remuneration of each director of the Company to the median remuneration of the employees of the Company for the financial year 2014-15;**

Ratio of the remuneration of the director of the company to the median remuneration of the employees of the company are,

| Name of the Director         | Category                        | Remuneration Received during the year | Median remuneration of the employees | Ratio of Median Remuneration to Director's Remuneration |
|------------------------------|---------------------------------|---------------------------------------|--------------------------------------|---|
| Smt. Sandeep Kaur Ahluwalia  | Whole Time Director             | 1800000                               | 158531                               | 1: 11.35  |
| Mr. Rupinder Singh Ahluwalia | Chairman and Executive Director | 468726                                | 158531                               | 1: 2.96   |
| Mrs. Mandeep A. Pahwa        | Director                        | NIL                                   | NIL                                  | NIL   |
| Mr. Amrik Singh Grewal       | Independent Director            | NIL                                   | NIL                                  | NIL   |
| Mr. Rajkumar Bali            | Independent Director            | NIL                                   | NIL                                  | NIL   |
| Mr. Kamal Kumar Jain         | Independent Director            | NIL                                   | NIL                                  | NIL   |

- (ii) There is no percentage increase in remuneration of each whole time director, Chief Financial Officer and the Company Secretary of the Company, during the financial year 2014-15.
- (iii) There is no percentage Increase in the median remuneration of employees of the Company during the financial year;
- (iv) There are 79 permanent employees on the rolls of the Company; -
- (v) the explanation on the relationship between average increase in remuneration and company performance – Not Applicable
- (vi) comparison of the remuneration of the Key Managerial Personnel against the performance of the Company –
- For the Financial Year 2014-15, total remuneration paid to the KMPs were approximately 3.36% of the revenue from operations as compared to 4.55% of the previous year.
- (vii) variations in the market capitalization of the company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of listed companies:

| Market Price     | Market Price     | Market Capitalization | Market Capitalization | PE Ratio         | PE Ratio         |
|------------------|------------------|-----------------------|-----------------------|------------------|------------------|
| as on 31.03.2014 | as on 31.03.2015 | as on 31.03.2014      | as on 31.03.2015      | as on 31.03.2014 | as on 31.03.2015 |
| 3.16             | 2.36             | 24742800              | 18478800              | (1.723)          | (1.00)           |

The Market Price of the Company as on 31.03.2015 was Rs.2.36 per Shares as Compare to Rs.10 at the last public offer which has shown 76.4% of decrease over the years.

- (viii) average percentile increase already made in the salaries of employees of the company other than its managerial personnel (viz. whole time directors of the Company) during the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;

- There is no increase in the salaries of the Company's employees , Managerial Personnel.

(xi) comparison of the each remuneration of the Key Managerial Personnel against the performance of the company;

For the Financial Year 2014-15, total remuneration paid to the KMPs were approximately 3.36% of the revenue from operations as compared to 4.55% of the previous year.

(x) There is no variable component of remuneration availed by the Whole Time Directors of the company;

(xi) the ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year: - None of the Employees are drawing remuneration in excess of highest paid director during the year.

(xii) Affirmation the remuneration is as per the remuneration policy of the company.  
We affirm that the remuneration paid is as per the said Remuneration Policy of the company.

**Form No. AOC-2**

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

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto**

1. Details of material contracts or arrangement or transaction not at arm's length basis

| Sr. No | Particulars   | Details  |
|--------|---|--|
| a)     | Name(s) of the related party and nature of relationship   | No Contract/Arrangement entered into with related parties. |
| b)     | Nature of contracts/arrangements/transactions   |  |
| c)     | Duration of the contracts / arrangements/transactions   |  |
| d)     | Salient terms of the contracts or arrangements or transactions including the value, if any                        |  |
| e)     | Justification for entering into such contracts or arrangements or transactions                                    |  |
| f)     | Date(s) of approval by the Board  |  |
| g)     | Amount paid as advances, if any   |  |
| h)     | Date on which the special resolution was passed in general meeting as required under first proviso to section 188 |  |

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

| Sr. No | Particulars  | Details   |
|--------|--|---|
| a)     | Name(s) of the related party and nature of relationship                                    | <b>No Material Contract or Arrangement or transaction entered with related party(ies) at arm's length basis made.</b> |
| b)     | Nature of contracts/arrangements/transactions  |   |
| c)     | Duration of the contracts / arrangements/transactions                                      |   |
| d)     | Salient terms of the contracts or arrangements or transactions including the value, if any |   |
| e)     | Date(s) of approval by the Members at the Extra-ordinary General Meeting                   |   |
| f)     | Amount paid as advances, if any  |   |

**A. Power and Fuel consumption:**

|   | Current Year<br>(2014-2015) | Previous Year<br>(2013-2014) |
|---|-----------------------------|------------------------------|
| 1. <u>Electricity</u>                                       |                             |                              |
| a) Purchased Units (KWH)                                    | 239400                      | 430580                       |
| Total Amount (Rs.)  | 1744970                     | 3088485                      |
| Rate/Unit (Rs.)   | 7.28                        | 7.17                         |
| b) Own generation<br>Through Diesel Generator               |                             |                              |
| Units Generated (KWH)                                       | 5433                        | 64644                        |
| Total Amount (Rs.)  | 125911                      | 1158817                      |
| Cost/Unit (Rs.)   | 23.17                       | 17.93                        |
| 2. <u>Consumption per unit of production</u>                |                             |                              |
| Production : M.S.Pipes (Unit in MT)<br>(Including Job Work) | 1665.185                    | 9918.762                     |
| Electricity Consumption/MT (KWH)                            | 147.030                     | 49.93                        |

**B. TECHNOLOGY ABSORPTION:**

**FORM B**

Disclosure of particulars with regard to technology absorption

Though the Company has not incurred any Capital expenditure on Research & Development during the year, emphasis has been given by introduction of various new methods of on-line inspection to improve manufacturing process and quality to result in better productivity. Quality Control Department is equipped with automatic equipments for quality control which has produced positive results.

**Technology absorption, adaptation and innovation.**

- i) Continuous efforts are made towards technology absorption, adoption and innovation. Plant operation and maintenance personnel are regularly imparted training (in house and outside) through study of technical literature and seminars.
- ii) Benefits derived as a result of the above efforts
  - \* improvement in productivity, cost reduction, product development etc.

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

| Particular | 2014-2015<br>(Rs.in lacs) | 2013-2014<br>(Rs.in lacs) |
|------------|---------------------------|---------------------------|
| - Earning  | Nil                       | Nil                       |
| - Outgo    | Nil                       | Nil                       |

# 28th Annual Report

*CS YOGITA*

M.Com, ACS, LL.B

097797-11292

Email : [yogita84.cs@gmail.com](mailto:yogita84.cs@gmail.com)

*Yogita & Associates*  
**COMPANY SECRETARIES**  
2460, Anand Nagar , Ward No. 16  
Rajpura Town-140 401

**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH, 2015**  
[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,**  
**Mukat Pipes Limited,**  
**Flat No.39,Parag Apartments,**  
**7<sup>th</sup> Floor, J.P. Road, Versova,**  
**Andheri West, Mumbai.**

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31 March, 2015 ('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:

- (A) 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, 2015 according to the provisions of:
- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
  - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
  - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
  - (iv) 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 (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - v) We are given to understand that based on the nature of the business activities of the Company, there is no specific regulation/law applicable to the company.
- (B) We have also examined compliance with the applicable clauses of the Listing Agreement entered into by the Company with BSE Limited.

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

1. The Company has not appointed Company Secretary and Chief Financial Officer as required under section 203 of the Companies Act, 2013
2. The Company did not appoint Internal Auditor as required under Section 138 of the Companies Act, 2013.
3. The Company has not paid /kept in arrears amount of Rs. 96140/- as arrears w.r.t Employees State Insurance, Rs. 259,250/-w.r.t. Service Tax, Rs 210,927/- w.r.t. tax deducted at source as on 31.03.2015(As per Auditors Report)



4. The Company has yet to transfer Rs. 12.13 Lacs on account of unpaid dividend to Investor Education and Protection Fund. (As per Auditors Report)
5. Details of dues of Income - Tax and Customs Duty which have not been deposited as on March 31, 2015 on account of disputes are given below:- (As per Auditors Report)

| Name of the Statute | Nature of the dues                | Forum where pending             | Total Amount involved (Rs. Lacs) | Amount paid under protest (Rs. Lacs) | Period to which the amount relates |
|---------------------|-----------------------------------|---------------------------------|----------------------------------|--------------------------------------|------------------------------------|
| Income Tax          | Income Tax Penalty and Interest   | BIFR and Income Tax Authorities | 175.87                           | NIL                                  | Earlier Years                      |
| Central Excise      | Excise duty, Penalty and Interest | CESTAT                          | 209.79                           | 18.50                                | Earlier Years                      |
| Central Excise      | Excise duty, Penalty and Interest | Commissioner Appeals            | 37.54                            | NIL                                  | Earlier Years                      |

6. The Statutory Chartered Accountant of the Company is in the process of taking peer review certificate from the ICAI .

**During the period under review provisions of the following Regulations (as enumerated with the prescribed format of Form MR 3) were not applicable to the Company :**

- (i) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- (ii) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
- (iii) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009
- (iv) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (v) 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;
- (vi) Secretarial Standards issued by The Institute of Company Secretaries of India (notified from 1<sup>st</sup> July, 2015 hence not applicable to the Company during the audit period)
- (vii) Foreign Exchange Management Act, 1999 and the rules and regulations made there

**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.

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 and there were no dissenting views by any member of the Board of Directors during the period under review and was accordingly captured and recorded as part of the minutes.

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

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**We further report that** the Company has registered under BIFR since 2004 and Scheme sanctioned via order dated 19.02.2015.

For Yogita & Associates

(Yogita)  
Proprietor  
Company Secretary in whole time practice  
ACS No. 23134  
C.P. No. 8478  
Place: Patiala  
Dated: 10.08.2015

Note: This report is to be read with our letter of even date which is annexed as 'ANNEXURE A' and forms an integral part of this report.

### 'ANNEXURE A'

To,

The Members,  
Mukat Pipes Limited,  
Flat No.39,ParagApartments,  
7<sup>th</sup> Floor , J.P. Road,Versova,  
Andheri West, Mumbai.

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

1. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
2. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
3. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
4. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
5. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For Yogita & Associates

(Yogita)  
Proprietor  
Company Secretary in whole time practice  
ACS No. 23134  
C.P. No. 8478

Place: Patiala  
Dated: 10.08.2015

**R. P. BHAMBRI & CO.**  
CHARTERED ACCOUNTANTS

Ph. 0175-2217015  
8, Yadvindra Colony,  
The Mall,  
Patiala - 147 001

## AUDITORS' REPORT

### TO THE MEMBERS OF MUKAT PIPES LIMITED

#### Report on the Financial Statements

We have audited the accompanying financial statements of Mukat Pipes Limited, ("The Company") which comprise the Balance Sheet as at March 31, 2015, the statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

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

#### Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place and adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the company's Directors, as well as evaluating the overall presentation of the financial statements.

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

#### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2015 and its loss and its cash flows for the year ended on that date subject to the following:

1. Non provisioning of interest on secured loan amounting to Rs 27.38 Lacs, Refer Note No. -35 to the financial statements.

#### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 issued by the Central Government in terms of Section 143(11) 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 purposes of our audit.

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- (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, the statement of Profit and loss, and the cash flow statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on March 31, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, In our opinion and to the best of our information and according to the explanations given to us.
  - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 25 to the financial statements.
  - ii. There has been delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company Refer Note 34 of the financial statements.

**FOR R.P. BHAMBRI & CO.**  
**CHARTERED ACCOUNTANTS**  
Firm Registration No. 001312N

**RANJIT PARKASH**  
**(PROPRIETOR)**  
**M.No. 080084**

Place : Rajpura  
Dated : 30-05-2015

## Annexure to the Auditors' Report

**[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

- (i) In respect of its fixed assets:
- (a) The Company is in the process of updating records showing full particulars, including quantitative details and situation of the fixed assets.
  - (b) All the fixed assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were stated to be noticed on such verification.
- (ii) In respect of its inventory:
- a) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals. In our opinion the frequency of verification is reasonable.
  - b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the Management were reasonable and adequate in relation to the size of the Company and the nature of its business.
  - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification of inventories.
- (iii) The company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013. Accordingly, paragraph 3(iii) of the order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our Audit, we have not observed any major weaknesses in such internal control system.
- (v) According to the information and explanation given to us, the company has not accepted deposits during the year.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to the companies (Cost records and Audit) Rules, 2014 as amended and prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed cost records though not in the prescribed format have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determining whether they are accurate or complete.
- (vii) According to the information and explanations given to us and the records of the Company examined by us in respect of statutory dues we have to report as under:
- (a) The company has generally been regular in depositing undisputed statutory dues, including provident fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
  - (b) There were no undisputed amounts payable in respect of Provident Fund, Income-tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2015 for a period of more than six months from the date they became payable. However the following undisputed amount were in arrear as on March 31, 2015 for a period in excess of six months:- Employees State Insurance - Rs 96140/-  
Service Tax - Rs 259250/- , Tax Deducted at Source - Rs 210927/-
  - (c) Details of dues of Income-tax and Customs Duty which have not been deposited as on March 31, 2015 on account of disputes are given below:-

| Name of the Statute | Nature of the dues                | Forum where pending             | Total Amount involved (Rs. Lacs) | Amount paid under protest (Rs. Lacs) | Period to which the amount relates |
|---------------------|-----------------------------------|---------------------------------|----------------------------------|--------------------------------------|------------------------------------|
| Income Tax          | Income Tax, Penalty and Interest  | BIFR And Income Tax Authorities | 175.87                           | Nil                                  | Earlier Years                      |
| Central Excise      | Excise duty, Penalty and Interest | CESTAT                          | 209.79                           | 18.50                                | Earlier Years                      |
| Central Excise      | Excise duty, Penalty and Interest | Commissioner Appeals            | 37.54                            | Nil                                  | Earlier Years                      |

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- (d) The company has yet to transfer Rs 12.13 Lacs on account of unpaid dividend to Investor Education and Protection Fund.
- (viii) The company has incurred cash loss during the year and the accumulated losses of the company are more than 50% of its net worth. The Company is already registered with BIFR for rehabilitation and reconstruction.
- (ix) The company has defaulted in repayment of dues to its secured loanee.
- (x) According to the information and the explanation given to us, the company has not given guarantee for loans taken by others from banks and financial institutions.
- (xi) In our opinion and according to the information and explanations given to us, the company has obtained term loan during the year and the same has been utilized for the purpose for which it was obtained.
- (xii) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

**FOR R.P. BHAMBRI & CO.**  
**CHARTERED ACCOUNTANTS**  
Firm Registration No. 001312N

**RANJIT PARKASH**  
**(PROPRIETOR)**  
**M.No. 080084**

Place : Rajpura  
Dated : 30-05-2015

# Mukat Pipes Limited

## MUKAT PIPES LIMITED

BALANCE SHEET AS ON 31st MARCH, 2015

(Amount in Rs.)

| Particulars  | Note No. | 31.03.2015           | 31.03.2014           |
|--|----------|----------------------|----------------------|
| 1  | 2        | 3                    | 4                    |
| <b>I. EQUITY AND LIABILITIES</b>                     |          |                      |                      |
| <b>(1) Shareholder's Funds</b>                       |          |                      |                      |
| (a) Share Capital                                    | 2        | 78,300,000.00        | 78,300,000.00        |
| (b) Reserves and Surplus                             | 3        | (150,196,441.97)     | (131,460,019.80)     |
| (c) Money received against share warrants            |          | -                    | -                    |
| <b>(2) Share application money pending allotment</b> |          | -                    | -                    |
| <b>(3) Non-Current liabilities</b>                   |          |                      |                      |
| (a) Long term borrowings                             | 4        | 58,778,063.00        | 59,522,734.00        |
| (b) Deferred tax liabilities (Net)                   | 5        | 3,597,000.00         | 3,597,000.00         |
| (c) Other long term liabilities                      |          | -                    | -                    |
| (d) Long term provisions                             |          | -                    | -                    |
| <b>(4) Current liabilities</b>                       |          |                      |                      |
| (a) Short term borrowings                            |          | -                    | -                    |
| (b) Trade payables                                   | 6        | 25,170,692.72        | 18,735,016.72        |
| (c) Other current liabilities                        | 7        | 49,234,279.02        | 42,970,516.00        |
| (d) Short-term provisions                            |          | -                    | -                    |
| <b>Total</b>   |          | <b>64,883,592.77</b> | <b>71,665,246.92</b> |
| <b>II. ASSETS</b>                                    |          |                      |                      |
| <b>(1) Non-current assets</b>                        |          |                      |                      |
| (a) Fixed assets                                     | 8        |                      |                      |
| (i) Tangible assets                                  |          | 18,423,652.00        | 16,130,273.00        |
| (ii) Intangible assets                               |          | -                    | -                    |
| (iii) Capital work-in-progress                       |          | -                    | 923,429.00           |
| (iv) Intangible assets under development             |          | -                    | -                    |
| (b) Non current investments                          |          | -                    | -                    |
| (c) Long-term loans and advances                     | 9        | 6,450,359.03         | 7,342,733.13         |
| (d) Other non-current assets                         |          | -                    | -                    |
| <b>(2) Current assets</b>                            |          |                      |                      |
| (a) Current investments                              |          | -                    | -                    |
| (b) Inventories                                      | 10       | 12,856,764.30        | 18,584,477.20        |
| (c) Trade receivables                                | 11       | 14,099,199.39        | 15,299,676.39        |
| (d) Cash and Bank Balances                           | 12       | 2,450,915.95         | 3,373,946.33         |
| (e) Short-term loans and advances                    | 13       | 10,602,702.10        | 10,010,711.87        |
| (f) Other Current assets                             |          | -                    | -                    |
| <b>Total</b>   |          | <b>64,883,592.77</b> | <b>71,665,246.92</b> |

Accompanying notes 1 to 36 form part of the Financial Statements.

### AUDITOR'S REPORT

SUBJECT TO OUR REPORT OF EVEN DATE

FOR R.P.BHAMBRI & CO.

CHARTERED ACCOUNTANTS

Firm Registration No. 001312N

FOR MUKAT PIPES LIMITED

**RANJIT PARKASH**  
(PROPRIETOR)  
M.No. 080084

**RUPINDER SINGH AHLUWALIA**  
CHAIRMAN  
(DIN: 01239483)

**MANDEEP AHLUWALIA PAHWA**  
DIRECTOR  
(DIN: 01355511)

Place : Rajpura  
Dated : 30-05-2015

**SANDEEP KAUR AHLUWALIA**  
Whole-Time Director  
(DIN: 01355454)



# 28th Annual Report

## MUKAT PIPES LIMITED

### STATEMENT OF PROFIT AND LOSS FOR YEAR ENDED 31st MARCH, 2015

(Amount in Rs.)

| Particulars  | Note No. | 31.03.2015             | 31.03.2014             |
|--|----------|------------------------|------------------------|
| I. Revenue from operation (gross)  | 14       | 67,425,078.00          | 49,832,835.00          |
| Less: Excise Duty  |          | 9,678,379.00           | 5,883,112.00           |
| Revenue from operation (Net)   |          | <b>57,746,699.00</b>   | <b>43,949,723.00</b>   |
| II. Other income   | 15       | 4,395,571.00           | 5,458,080.00           |
| <b>III. Total Revenue</b>  |          | <b>62,142,270.00</b>   | <b>49,407,803.00</b>   |
| IV. Expenses:  |          |                        |                        |
| Cost of materials consumed   | 16       | 22,450,883.30          | 19,924,301.14          |
| Purchases of Traded Goods  |          | -                      | -                      |
| Changes in inventories of finished goods Work-in-Progress and Stock-in-Trade | 17       | 5,451,306.60           | (9,893,060.80)         |
| Employee benefit Expenses  | 18       | 12,523,946.00          | 13,444,525.00          |
| Finance cost   | 19       | 243,126.00             | 2,888,181.00           |
| Depreciation and Amortisation Expenses                                       | 20       | 1,138,289.00           | 9,618,037.97           |
| Other Expenses   | 21       | 36,495,930.27          | 19,031,852.48          |
| <b>Total Expenses</b>  |          | <b>78,303,481.17</b>   | <b>55,013,836.79</b>   |
| V. Profit before exceptional and extraordinary items and tax                 |          | <b>(16,161,211.17)</b> | <b>(5,606,033.79)</b>  |
| VI. Exceptional items  | 22       | 2,320,000.00           | 1,235,075.00           |
| VII. Profit before extraordinary items and tax                               |          | <b>(18,481,211.17)</b> | <b>(6,841,108.79)</b>  |
| VIII. Extraordinary items  | 23       | -                      | 7,497,348.00           |
| IX. Profit before tax  |          | <b>(18,481,211.17)</b> | <b>(14,338,456.79)</b> |
| X. Tax expenses  |          |                        |                        |
| (1) Current tax  |          | -                      | -                      |
| (2) Deferred tax   |          | -                      | -                      |
| XI. Profit/ (loss) for the period from continuing operations                 |          | (18,481,211.17)        | (14,338,456.79)        |
| XII. Profit/ (loss) from discontinuing operations                            |          | -                      | -                      |
| XIII. Tax expenses of discontinuing operations                               |          | -                      | -                      |
| XIV. Profit/ (loss) from discontinuing operations (after tax)                |          | -                      | -                      |
| XV. Profit/ (loss) for the Period  |          | <b>(18,481,211.17)</b> | <b>(14,338,456.79)</b> |
| XVI. Earning per Equity share:   | 24       |                        |                        |
| (1) Basic  |          | (2.36)                 | (1.83)                 |
| (2) Diluted  |          | -                      | -                      |

Accompanying notes 1 to 36 form part of the Financial Statements.

#### AUDITOR'S REPORT

SUBJECT TO OUR REPORT OF EVEN DATE

FOR R.P.BHAMBRI & CO.

CHARTERED ACCOUNTANTS

Firm Registration No. 001312N

FOR MUKAT PIPES LIMITED

RANJIT PARKASH  
(PROPRIETOR)  
M.No. 080084

RUPINDER SINGH AHLUWALIA  
CHAIRMAN  
(DIN: 01239483)

MANDEEP AHLUWALIA PAHWA  
DIRECTOR  
(DIN: 01355511)

Place : Rajpura  
Dated : 30-05-2015

SANDEEP KAUR AHLUWALIA  
Whole-Time Director  
(DIN: 01355454)

## MUKAT PIPES LIMITED

### CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2015

(Amount in Rs.)

| Particulars  | Year Ended 31/03/2015<br>(Rs. in Lacs) | Year Ended 31/03/2014<br>(Rs. in Lacs) |
|--|--|--|
| <b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>  |  |  |
| Net Profit/(Loss) before Tax, exceptional & extra ordinary items                                 | (161.61)                               | (56.06)                                |
| Adjustments For  |  |  |
| Depreciation   | 11.38                                  | 96.18                                  |
| Loss on sale/write off of fixed assets   | 0.00                                   | 0.00                                   |
| Finance Cost   | 2.43                                   | 28.88                                  |
| Less: interest and dividend income   | (0.28)                                 | (5.59)                                 |
| <b>Operating Profit Before Working Capital Changes</b>   | <b>(148.08)</b>                        | <b>63.41</b>                           |
| Adjustments For  |  |  |
| Trade Receivables  | 12.01                                  | 15.28                                  |
| Long term loans and advances   | 8.92                                   | (24.93)                                |
| Short term loans and advances  | (5.92)                                 | 25.04                                  |
| Other current assets   |  |  |
| Inventories  | 57.28                                  | (94.51)                                |
| Trade Payables   | 64.36                                  | 13.35                                  |
| Long term provisions   |  |  |
| Short term provisions  | 0.00                                   | -                                      |
| Other Long term liabilities  |  |  |
| Other current liabilities  | 62.64                                  | 145.70                                 |
| <b>Cash generated from operations</b>  | <b>199.29</b>                          | <b>79.93</b>                           |
| Income tax/refund/paid   | 0.00                                   | -                                      |
| <b>Net Cash from/(used) in operating activities before exceptional &amp; extra ordinary item</b> | <b>51.21</b>                           | <b>143.34</b>                          |
| Exceptional and Extra Ordinary item  | (23.20)                                | (87.32)                                |
| <b>Net cash from/(used) in operating activities</b>  | <b>28.01</b>                           | <b>56.02</b>                           |
| <b>B. Cash flow from investing activities</b>  |  |  |
| Purchase of fixed assets   | (31.12)                                | (2.13)                                 |
| Sale of fixed assets   | 3.48                                   | 0.20                                   |
| Purchase of trade non current investments  |  |  |
| Purchase of non-trade non current investment   |  |  |
| Redemption of non-trade non current investment   | 0.00                                   | 0.00                                   |
| Purchase of non-trade current investment   |  |  |
| Sale of non-trade current investments  |  |  |
| Short term loans and advances to subsidiary companies  |  |  |
| Long term loans and advances to subsidiary companies   |  |  |
| Interest received  | 0.28                                   | 5.59                                   |
| Dividend received  |  |  |
| <b>Cash flow used in investing activities</b>  | <b>(27.36)</b>                         | <b>3.66</b>                            |

# 28th Annual Report

## MUKAT PIPES LIMITED

### CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2015

(Amount in Rs.)

| Particulars                                      | Year Ended 31/03/2015<br>(Rs. in Lacs) | Year Ended 31/03/2014<br>(Rs. in Lacs) |
|--|--|--|
| <b>C. Cash flow from financing activities.</b>   |  |  |
| Proceeds from Long term borrowings               |  |  |
| Proceeds from Short term borrowings              |  |  |
| Repayment of Long term borrowings                | (7.45)                                 | (7.79)                                 |
| Repayment of short term borrowings               |  |  |
| Changes in working capital borrowings            |  |  |
| Dividends paid                                   |  |  |
| Corporate dividend tax paid                      |  |  |
| Finance Cost paid                                | (2.43)                                 | (28.88)                                |
| <b>Net Cash (used)/from financing activities</b> | <b>(9.88)</b>                          | <b>(36.67)</b>                         |
| <b>Net increase in cash and cash equivalents</b> | <b>(9.23)</b>                          | <b>23.01</b>                           |
| Cash and cash equivalents as at opening*         |  |  |
| Cash and cheques in hand and balance with banks  | 33.74                                  | 10.73                                  |
| Cash and cash equivalents as at closing*         |  |  |
| Cash and cheques in hand and balance with banks  | 24.51                                  | 33.74                                  |

Accompanying notes 1 to 36 form part of the Financial Statements.

#### AUDITOR'S REPORT

SUBJECT TO OUR REPORT OF EVEN DATE

FOR R.P.BHAMBRI & CO.

CHARTERED ACCOUNTANTS

Firm Registration No. 001312N

FOR MUKAT PIPES LIMITED

**RANJIT PARKASH**  
(PROPRIETOR)  
M.No. 080084

**RUPINDER SINGH AHLUWALIA**  
CHAIRMAN  
(DIN: 01239483)

**MANDEEP AHLUWALIA PAHWA**  
DIRECTOR  
(DIN: 01355511)

Place : Rajpura  
Dated : 30-05-2015

**SANDEEP KAUR AHLUWALIA**  
Whole-Time Director  
(DIN: 01355454)

## MUKAT PIPES LIMITED

### NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31-MARCH, 2015

#### 1. SIGNIFICANT ACCOUNTING POLICIES

##### a) Method of Accounting

The Company maintains its accounts on mercantile basis. However, certain escalations and other claims which are not ascertainable/acknowledged by customers / suppliers are taken into account only on such acknowledgment by customers / suppliers.

##### b) Fixed Assets

Fixed Assets are stated at Historical Cost of Acquisition or Construction Cost less Depreciation. Attributable cost and expenses of bringing the assets to working condition for their intended use are capitalized.

##### c) Depreciation

Depreciation on Fixed Assets is provided on Straight Line Method at the rate and in the manner prescribed in Schedule II to the Companies Act.2013 with effect from 1, April, 2014.

##### d) Inventories

Inventories are valued as under :-

- |                                       |   |
|---------------------------------------|---|
| i) Raw material and other Inventories | At Cost.  |
| ii) Work in Process                   | At Estimated Cost.                                    |
| iii) Finished Goods                   | <u>At Cost or Market Value</u><br>whichever is lower. |
| iv) Scrap                             | At Market Value.                                      |

##### e) Gratuity

The company has provided for Gratuity liability on estimated basis. No Actuarial Valuation has been made.

##### f) Income Recognition

- i) Sale is inclusive of Excise Duty but excludes Sales Tax/VAT. The export benefits are recognized as income on the basis of actual exports.
- ii) Excise duty liability on manufactured goods lying in the factory premises is not provided for and is also not included in the valuation of stock.

##### g) Foreign Currencies

There has been no transaction in Foreign Exchange

# 28th Annual Report

## MUKAT PIPES LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2015

| Particulars   | As At<br>31.03.2015<br>Rs.    | As At<br>31.03.2014<br>Rs.    |
|---|-------------------------------|-------------------------------|
| <b>2. Share Capital</b>   |                               |                               |
| <b>Authorised</b><br>10000000 (2013-14 - 10000000) Equity Shares of Rs 10 Each  | 100,000,000.00                | 100,000,000.00                |
| <b>Issued, Subscribed and fully paid up</b><br>7830000 (2013-14 - 7830000) Equity shares of Rs. 10 Each                   | 78,300,000.00                 | 78,300,000.00                 |
|   | <b>78,300,000.00</b>          | <b>78,300,000.00</b>          |
| (i) There has been no movement in the equity shares in the current year and previous year.                                |                               |                               |
| (ii) There is no change in issued, subscribed and paid up capital during the current year and corresponding previous year |                               |                               |
| (iii) The company has only one class of Equity Shares having a par value of Rs. 10 per share                              |                               |                               |
| (iv) Each holder of equity share is entitled to one vote per share  |                               |                               |
| (v) Shareholders holding more than 5% shares  |                               |                               |
| <b>Name of the Shareholder</b>  | <b>No. of Shares</b>          | No. of Shares                 |
| a) Smt. Sandeep Kaur Ahluwalia - 43.38%   | 3397100                       | 3397100                       |
| b) Surindra Engg. Co. Pvt. Ltd. - 10.47%  | 820000                        | 820000                        |
| <b>3 Reserves and Surplus</b>   |                               |                               |
| <b>a) Capital Reserve</b><br>Subsidy  | 4,550,000.00                  | 4,550,000.00                  |
| <b>b) Revenue Reserve</b><br>Deferred Tax adjustment on initial adjustments   | 29,816,000.00                 | 29,816,000.00                 |
| <b>(c) Surplus/Deficit in Statement of Profit &amp; Loss</b><br>Opening Balance   | (165,826,019.80)              | (151,487,563.01)              |
| Add: Profit for the year  | (18,481,211.17)               | (14,338,456.79)               |
| Add : Income Tax refunds  |                               |                               |
| Less: Tax payments & others   | (255,211.00)                  | -                             |
| Closing Balance   | (184,307,230.97)              | (165,826,019.80)              |
|   | -                             |                               |
| <b>TOTAL</b>  | <b>(150,196,441.97)</b>       | <b>(131,460,019.80)</b>       |
| <b>4 Long Term borrowings</b>   |                               |                               |
| <b>SECURED</b><br>Term loans<br>- from banks / financial institutions<br>- from others                                    | -<br>22,717,299.00            | -<br>23,363,054.00            |
|   | <b>22,717,299.00</b>          | <b>23,363,054.00</b>          |
| <b>UNSECURED</b><br>From Directors/Relatives<br>Less : Current maturities of long term borrowings                         | 37,742,452.00<br>1,681,688.00 | 37,742,452.00<br>1,582,772.00 |
|   | <b>58,778,063.00</b>          | <b>59,522,734.00</b>          |

MUKAT PIPES LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2015

| Particulars  | As At<br>31.03.2015<br>Rs. | As At<br>31.03.2014<br>Rs. |
|--|----------------------------|----------------------------|
| Detail of Current maturities of long term borrowings   |                            |                            |
| <b>SECURED</b>   |                            |                            |
| Term loans   |                            |                            |
| - from banks / financial institutions  | -                          | -                          |
| - from others  | 1,681,688.00               | 1,582,772.00               |
|  | -                          | -                          |
| <b>UNSECURED</b>   | -                          | -                          |
| Current maturities of long term borrowings   |                            |                            |
|  | <b>1,681,688.00</b>        | <b>1,582,772.00</b>        |
| <b>1. Banks/Financial Institutions</b>   |                            |                            |
| <b>2. Others</b>   |                            |                            |
| i) 224.84 Lacs (2013- 14 - 233.63) secured by first charge on immovable properties and movable assets of the company.  |                            |                            |
| ii) 2.33 Lac (2013-2014 -- Nil ) secured by Hypothecation of Vehicle.  |                            |                            |
| <b>5 Deferred Tax liabilities (Net)</b>  |                            |                            |
| <b>(a) Deferred tax liabilities</b>  | 28,804,000.00              | 28,804,000.00              |
| <b>Less: Deferred tax assets</b>   | 25,207,000.00              | 25,207,000.00              |
| <b>Net</b>   | <b>3,597,000.00</b>        | <b>3,597,000.00</b>        |
| <b>6 Trade Payables</b>  |                            |                            |
| Acceptances  | -                          | -                          |
| Trade payables   | -                          | -                          |
| - Micro and small enterprises (Note -1)  | -                          | -                          |
| - Others   | 25,170,692.72              | 18,735,016.72              |
| The company is in the process of identifying 'suppliers' covered under the Micro, Small and Medium Enterprise Development Act, 2006 and hence disclosure requirements in this regards as per schedule VI of the Companies Act Could not be provided. |                            |                            |
|  | <b>25,170,692.72</b>       | <b>18,735,016.72</b>       |
| <b>7 Other current liabilities</b>   |                            |                            |
| -Advances from customers   | 16,707,700.02              | 16,970,891.00              |
| Expenses Payable   | 1,548,847.00               | 1,393,324.00               |
| Securities Refundable  | 171,922.00                 | 171,922.00                 |
| Unpaid Dividend  | 1,212,808.00               | 1,212,808.00               |
| Other Liabilities -  | 27,911,314.00              | 21,638,799.00              |
| Instalment falling due within one year   | 1,681,688.00               | 1,582,772.00               |
|  | <b>49,234,279.02</b>       | <b>42,970,516.00</b>       |

**MUKAT PIPES LIMITED**  
**DETAILS OF FIXED ASSETS FORMING PART OF BALANCE SHEET FOR THE PERIOD ENDING MARCH 31, 2015**

**8. FIXED ASSETS**

| S. NO | PARTICULARS           | RATE OF DEP | COST           |                          |                              |                  | DEPRECIATION                  |                               |                                    |                | WRITTEN DOWN VALUE |                |               |  |
|-------|-----------------------|-------------|----------------|--------------------------|------------------------------|------------------|-------------------------------|-------------------------------|------------------------------------|----------------|--------------------|----------------|---------------|--|
|       |                       |             | AS ON 01.04.14 | ADDITION DURING THE YEAR | SALES/Adjustment DURING YEAR | AS ON 31.03.2015 | ON ITEMS SOLD DURING THE YEAR | FOR THE PERIOD ENDED 31.03.15 | Amount charged to retained earning | UP TO 31.03.15 | AS ON 31.03.15     | AS ON 31.03.14 |               |  |
| 1     | LAND                  | 0.00        | 551,900.00     |                          |                              | 551,900.00       | -                             |                               | -                                  |                | 0.00               | 551,900.00     | 551,900.00    |  |
| 2     | BUILDING              |             |                |                          |                              |                  |                               |                               |                                    |                |                    |                |               |  |
|       | A) FACTORY            | 3.17%       | 24,782,078.34  |                          |                              | 24,782,078.34    | 16,159,030.34                 |                               | 785,592.00                         |                | 16,944,622.34      | 7,837,456.00   | 8,623,048.00  |  |
|       | B) OFFICE             | 1.58%       | 4,350,609.51   |                          |                              | 4,350,609.51     | 1,392,576.51                  |                               | 68,740.00                          |                | 1,461,316.51       | 2,889,293.00   | 2,958,033.00  |  |
|       | C) RESIDENTIAL        | 3.17%       | 546,287.00     |                          | 546,287.00                   | 0.00             | 198,149.00                    | 198,149.00                    | -                                  |                | 0.00               | 0.00           | 348,138.00    |  |
| 3     | PLANT & MACHINERY     | 6.33%       | 172,228,485.11 | 3,365,507.00             |                              | 175,593,992.11   | 169,320,537.11                |                               | 150,713.00                         |                | 169,471,250.11     | 6,122,742.00   | 2,907,948.00  |  |
| 4     | FURNITURE & FIXTURE   | 9.50%       | 1,997,144.33   | 327,742.00               |                              | 2,324,886.33     | 1,997,143.33                  |                               | 23,036.00                          |                | 2,020,179.33       | 304,707.00     | 1.00          |  |
| 5     | OFFICE EQUIPMENT      | 19.00%      | 1,377,949.81   | 12,450.00                |                              | 1,390,399.81     | 1,117,239.81                  |                               | 28,283.00                          |                | 1,252,475.81       | 137,924.00     | 260,710.00    |  |
| 6     | COMPUTERS             | 31.67%      | 905,762.00     |                          |                              | 905,762.00       | 905,761.00                    |                               | -                                  |                | 905,761.00         | 1.00           | 1.00          |  |
| 7     | VEHICLES              | 11.88%      | 3,820,565.81   | 32,9318.00               | 0.00                         | 4,149,883.81     | 3,755,408.81                  | 0.00                          | 29,342.00                          |                | 3,784,750.81       | 365,133.00     | 65,157.00     |  |
| 8     | AIR-CONDITIONER       | 9.50%       | 1,085,540.05   |                          |                              | 1,085,540.05     | 802,376.05                    |                               | 46,500.00                          |                | 965,465.05         | 120,075.00     | 283,164.00    |  |
| 9     | TOOLS & EQUIPMENTS    | 6.33%       | 813,226.09     |                          |                              | 813,226.09       | 681,054.09                    |                               | 6,083.00                           |                | 718,806.09         | 94,420.00      | 132,172.00    |  |
| 10    | DESIGN & DRAWINGS     | 6.33%       | 7,306,197.76   |                          |                              | 7,306,197.76     | 7,306,196.76                  |                               | -                                  |                | 7,306,196.76       | 1.00           | 1.00          |  |
|       | <b>TOTAL</b>          |             | 219,765,745.81 | 4,035,017.00             | 546,287.00                   | 223,254,475.81   | 203,635,472.81                | 198,149.00                    | 1,138,289.00                       | 255,211.00     | 204,830,823.81     | 18,423,652.00  | 16,130,273.00 |  |
|       | <b>CAPITAL W.I.P.</b> |             | 923,429.00     | 0.00                     | 923,429.00                   | 0.00             |                               | -                             | -                                  |                | 0.00               | 0.00           | 923,429.00    |  |
|       | <b>GRAND TOTAL</b>    |             | 220,689,174.81 | 4,035,017.00             | 1,469,716.00                 | 223,254,475.81   | 203,635,472.81                | 198,149.00                    | 1,138,289.00                       | 255,211.00     | 204,830,823.81     | 18,423,652.00  | 17,053,702.00 |  |
|       | <b>PREVIOUS YEAR</b>  |             | 220,516,864.81 | 213,010.00               | 40,700.00                    | 220,689,174.81   | 194,037,733.84                | 20,299.00                     | 9,618,037.97                       | -              | 203,635,472.81     | 17,053,702.00  | 26,479,130.97 |  |

# Mukat Pipes Limited

## MUKAT PIPES LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2015

| Particulars   | As At<br>31.03.2015<br>Rs. | As At<br>31.03.2014<br>Rs. |
|---|----------------------------|----------------------------|
| <b>9 Long-terms loans advances</b><br>(unsecured, considered good unless otherwise stated)      |                            |                            |
| Security deposits   | 1,444,249.00               | 1,357,249.00               |
| Loans and advances to related Parties   | 1,002,275.14               | 778,331.14                 |
| Other loans and advances  |                            |                            |
| -T.D.S  | 3,754,505.00               | 3,114,214.00               |
| -To employees   | 249,329.89                 | 2,092,938.99               |
|   | <b>6,450,359.03</b>        | <b>7,342,733.13</b>        |
| <b>10 Inventories</b>   |                            |                            |
| Raw Material  | 1,031,904.90               | 218,592.00                 |
| Stores & Spares   | 2,057,000.00               | 2,785,000.00               |
| Work in Progress  | 6,326,777.50               | 10,363,500.00              |
| Scrap   | 4,176.00                   | 33,336.00                  |
| Finished Goods  | 3,410,025.90               | 4,795,450.00               |
| Unutilised Portion of Modvat  | 26,880.00                  | 388,599.20                 |
|   | <b>12,856,764.30</b>       | <b>18,584,477.20</b>       |
| <b>11 Trade receivables</b>   |                            |                            |
| <b>Outstanding for a period exceeding 6 months from the date they are due for payment</b>       |                            |                            |
| Unsecured- Considered good  | 9,643,508.39               | 12,281,695.43              |
| - Considered not good   | 20,008,953.00              | 20,008,953.00              |
|   | <b>29,652,461.39</b>       | <b>32,290,648.43</b>       |
| <b>Less: Provision for doubtful debts</b>   | 20,008,953.00              | 20,008,953.00              |
|   | <b>9,643,508.39</b>        | <b>12,281,695.43</b>       |
| <b>Others</b>   |                            |                            |
| Other Trade Receivables   |                            | -                          |
| Unsecured Considered Good   | 4,455,691.00               | 3,017,980.96               |
|   | <b>14,099,199.39</b>       | <b>15,299,676.39</b>       |
| <b>12 Cash and Cash Equivalents</b>   |                            |                            |
| Balance with banks  |                            |                            |
| -Current accounts   | 1,776,669.63               | 3,320,092.01               |
| Cash on hand  | 674,246.32                 | 53,854.32                  |
|   | <b>2,450,915.95</b>        | <b>3,373,946.33</b>        |
| <b>13 Short- term loans and advances</b><br>(Unsecured considered good unless otherwise stated) |                            |                            |
| <b>Other loans and advances</b>   |                            |                            |
| Balances with Excise Authorities  | 671,969.20                 | 763,936.97                 |
| Advances Recoverable in Cash or kind  | 3,463,220.76               | 3,350,786.00               |
| Advances to Supplier & Others   | 4,074,692.14               | 3,119,093.14               |
| Amount Recoverable  | 2,392,820.00               | 2,776,895.76               |
|   | <b>10,602,702.10</b>       | <b>10,010,711.87</b>       |
| <b>14 Revenue from operations</b>   |                            |                            |
| Sale of products & Job Work   | 47,919,571.00              | 24,980,586.00              |
| Labour Charges  | 19,505,507.00              | 24,852,249.00              |
|   | <b>67,425,078.00</b>       | <b>49,832,835.00</b>       |



# 28th Annual Report

## MUKAT PIPES LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2015

| Particulars                                    | As At<br>31.03.2015<br>Rs. | As At<br>31.03.2014<br>Rs. |
|--|----------------------------|----------------------------|
| <b>15 Other income</b>                         |                            |                            |
| Interest income                                | 27,175.00                  | 558,628.00                 |
| Lease Rental                                   | -                          | 4,822,580.00               |
| Charges Recovered                              | 7,200.00                   | 7,400.00                   |
| Miscellaneous Receipt                          | 4,361,196.00               | 69,472.00                  |
|  | <b>4,395,571.00</b>        | <b>5,458,080.00</b>        |
| <b>16 Cost of Material Consumed</b>            |                            |                            |
| opening stock - Material                       | 218,592.00                 | 553,939.00                 |
| Unutilised Portion of Modvat                   | 388,599.20                 | 359,571.34                 |
| Add : Purchases                                | 22,902,477.00              | 19,617,982.00              |
|  |                            |                            |
| Less Closing Stock Material                    | 1,031,904.90               | 218,592.00                 |
| Unutilised Portion of Modvat                   | 26,880.00                  | 388,599.20                 |
| <b>Total</b>                                   | <b>22,450,883.30</b>       | <b>19,924,301.14</b>       |
| <b>17 Accretion/Depletion of</b>               |                            |                            |
| Opening Stock                                  |                            |                            |
| Finished Goods                                 | 4,795,450.00               | 4,412,010.00               |
| Work in Progress                               | 10,363,500.00              | 862,069.20                 |
| Realisable Scrap                               | 33,336.00                  | 25,146.00                  |
| <b>Total</b>                                   | <b>15,192,286.00</b>       | <b>5,299,225.20</b>        |
|  |                            |                            |
| Closing Stock                                  |                            |                            |
| <i>Finished Goods</i>                          | 3,410,025.90               | 4,795,450.00               |
| <i>Work in Progress</i>                        | 6,326,777.50               | 10,363,500.00              |
| <i>Realisable Scrap</i>                        | 4,176.00                   | 33,336.00                  |
| <b>Total</b>                                   | <b>9,740,979.40</b>        | <b>15,192,286.00</b>       |
| <i>(Accretion)/Depletion</i>                   | <b>5,451,306.60</b>        | <b>(9,893,060.80)</b>      |
| <b>18 Employee benefits expenses</b>           |                            |                            |
| Salaries, wages, incentives                    | 11,427,206.00              | 12,235,278.00              |
| Contribution to provident fund and other funds | 653,770.00                 | 589,168.00                 |
| Staff welfare and employee training expenses   | 442,970.00                 | 620,079.00                 |
|  | <b>12,523,946.00</b>       | <b>13,444,525.00</b>       |
| <b>19 Finance cost</b>                         |                            |                            |
| Interest expenses                              | 243,126.00                 | 2,888,181.00               |
|  | -                          |                            |
|  | <b>243,126.00</b>          | <b>2,888,181.00</b>        |
| <b>20 Depreciation &amp; Amortisation</b>      |                            |                            |
| Depreciation                                   | 1,138,289.00               | 9,618,037.97               |
|  | <b>1,138,289.00</b>        | <b>9,618,037.97</b>        |

# Mukat Pipes Limited

## MUKAT PIPES LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2015

| Particulars   | As At<br>31.03.2015<br>Rs. | As At<br>31.03.2014<br>Rs. |
|---|----------------------------|----------------------------|
| <b>21 Other expenses</b>  |                            |                            |
| Testing charges   | 35,500.00                  | 105,037.00                 |
| Consumable Stores   | 4,925,443.14               | 4,968,388.00               |
| Labour Charges  | 15,480,241.00              | 3,112,860.00               |
| Power & Fuel  | 2,601,904.00               | 1,895,541.00               |
| Repairs to Plant & Machinery  | 57,056.00                  | 54,506.00                  |
| Repairs to Building   | 15,694.00                  | 51,172.00                  |
| Repairs Others  | 115,865.00                 | 146,166.00                 |
| Insurance Charges   | 107,150.00                 | 109,805.00                 |
| Vehicle Expenses  | 518,475.00                 | 813,729.01                 |
| Legal & Professional Charges  | 954,056.00                 | 503,486.00                 |
| Telephone & Telex Charges   | 100,574.00                 | 123,668.00                 |
| Printing & Stationery   | 194,277.10                 | 205,282.00                 |
| Travelling Expenses   | 247,882.00                 | 338,761.00                 |
| Rent, Rates & Taxes   | 825,477.00                 | 1,062,141.00               |
| Bank Charges & Commission   | 17,940.02                  | 1,010.00                   |
| Postage & Telegram  | 19,238.00                  | 16,699.00                  |
| Directors Remuneration & Other Benefits   | 2,268,726.00               | 2,275,631.00               |
| Auditors Remuneration   | 50,000.00                  | 50,000.00                  |
| Selling Expenses  | 91,485.00                  | 32,705.00                  |
| Sales Promotion & Advertising   | 107,538.00                 | 152,503.00                 |
| Freight & Forwarding Charges  | -                          | 120.00                     |
| Donations   | 3,300.00                   | 9,400.00                   |
| General Expenses  | 149,109.65                 | 317,220.47                 |
| Service Tax Paid  | 24,252.00                  | 1,438.00                   |
| Bad & Doubtful Debts  | 1,973,266.00               | -                          |
| Site Exp.   | 5,293,844.36               | 2,460,932.00               |
| Listing fee   | 44,351.00                  | 100,073.00                 |
| Directors Travelling Exp.   | 273,286.00                 | 123,579.00                 |
|   | <b>36,495,930.27</b>       | <b>19,031,852.48</b>       |
| <b>22 Exceptional Item</b>  |                            |                            |
| Prior Period Expenses   | 2,320,000.00               | 1,235,075.00               |
|   | <b>2,320,000.00</b>        | <b>1,235,075.00</b>        |
| <b>23 Extraordinary Item</b>  |                            |                            |
| 1. Amount of Duty paid to DGFT  |                            | 3,748,674.00               |
| 2. Interest paid to DGFT  |                            | 3,748,674.00               |
|   | -                          | <b>7,497,348.00</b>        |
| <b>24 Earning Per share</b>   | <b>This Year</b>           | Previous Year              |
| Profit/ (Loss) after tax as per statement of Profit and loss  | (18,481,211.17)            | (14,338,456.79)            |
| Number of equity shares outstanding   | 7,830,000.00               | 7,830,000.00               |
| Earning per share- basic/ diluted (face value- Rs. 10 per share)  | (2.36)                     | (1.83)                     |
|   | -                          | -                          |
| <b>25 Contingent liabilities not provided for</b>   |                            |                            |
| a) Counter guarantee given by Bank  | -                          | -                          |
| b) Claims not acknowledged as debts   | -                          | -                          |
| i) Excise Duty demand (against which the company has preferred appeals)   | 24,733,074.00              | 13,655,000.00              |
| ii) Income Tax demanded   | 17,587,000.00              | 20,679,000.00              |
| iii) Demand from DGFT (against which the company has preferred appeals)   | -                          | 22,500,000.00              |
| iv) Sales Tax   | 12,632,000.00              | 12,632,000.00              |
| v) Dues of Municipal Corporation Rajpura  | 3,181,525.00               | 1,805,000.00               |
| vi) SASF  |                            | 1,000,000.00               |
| <b>No Provision has been made for the aforesaid contingent liabilities as the company's DRS is under consideration of Hon'ble BIFR.</b> |                            |                            |

# 28th Annual Report

## MUKAT PIPES LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2015

| Particulars   | As At<br>31.03.2015<br>Rs. | As At<br>31.03.2014<br>Rs. |
|---|----------------------------|----------------------------|
| <b>26 No Provision has been made for Income Tax</b>   |                            |                            |
| <b>27 The company has not produced books of accounts and other relevant record in respect of Baramati unit which has since been sold, as such the balances are taken as per audited balance sheet as on 31-03-2008. The impact of transactions entered into by the company at Baramati Unit after 31-03-2008 will be considered when the relevant documents are produced.</b> |                            |                            |
| <b>28 In the absence of confirmation letter of balances from Debtors, Creditors and Other parties, the balances are taken as per the books of accounts</b>  |                            |                            |
| <b>29 Auditors Remuneration</b>   |                            |                            |
| <b>Statutory Auditor</b>  | -                          | -                          |
| i) Audit fee  | 38,000.00                  | 38,000.00                  |
| ii) Tax Audit Fee   | 12,000.00                  | 12,000.00                  |
|   | <b>50,000.00</b>           | <b>50,000.00</b>           |
| <b>30 Amount remitted in foreign Currency on Account of Dividends to Non-Resident Shareholders</b>  |                            |                            |
| a) Number of Shareholders   | -                          | -                          |
| b) Number of shares held  | -                          | -                          |
| c) Amounts remitted (Net) Rs. In Lacs   | -                          | -                          |
| d) Year for which dividend was remitted   | -                          | -                          |
| <b>31 Earning in Foreign Exchange</b>   |                            |                            |
| FOB Value of exports  |                            |                            |
| <b>32 Related Party Disclosure Under Accounting Standard (AS)18</b>   |                            |                            |
| <b>A. Key management personnel and their relatives</b>  |                            |                            |
| i) Mr. Rupinder Singh Ahluwalia, Chairman   |                            |                            |
| ii) Mrs. Sandeep Kaur Ahluwalia, Director (Administration)  |                            |                            |
| iii) Mrs. Mandeep Ahluwalia Pahwa, Director   |                            |                            |
| iv) Mr. Kamal Jain, Director  |                            |                            |
| v) Mr. Raj Kumar Bali. Director   |                            |                            |
| vi) Ms. Manpreet Kaur Ahluwalia, relative   |                            |                            |
| <b>B. Entities over which key management personnel are able to exercise significant influence:</b>  |                            |                            |
| i) M/s. Balaji Steel & Pipes  |                            |                            |
| ii) M/s. Silver Business Opportunities Pvt. Ltd.  |                            |                            |
| iii) Mukat Educational Trust  |                            |                            |
| <b>Details of Transactions are as follows:</b>  |                            |                            |
| <b>1. Remuneration</b>  |                            |                            |
| Key management personnel  | 2,268,726.00               | 2275631.00                 |
| <b>2. Rent, Interest and other expenses paid</b>  | 356,179.00                 | 3,728,228.00               |
| <b>3. Loan Received</b>   |                            |                            |
| Balance as at close of the year   |                            |                            |
| i) Entities over which key management personnel have significant influence:-  | 43,860,976.00              | 23,363,054.00              |
| ii) Directors and their relatives   | 37,742,000.00              | 37,742,000.00              |

**MUKAT PIPES LIMITED**

**NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2015**

| Particulars  | As At<br>31.03.2015<br>Rs. | As At<br>31.03.2014<br>Rs. |
|--|----------------------------|----------------------------|
| <p><b>33</b> Pursuant to Companies Act, 2013 ('the act') being effective from April 1, 2014, the Company has revised depreciation rates on fixed assets as per the useful life specified in Part 'C' of Schedule II of the Act. As a result of this change, the depreciation charged for the year ended March 31, 2015 is lower by Rs 65.92 lacs. In respect of assets whose useful life is already exhausted as at 1 April 2014, depreciation of Rs 2.55 lacs has been adjusted in Reserve and Surplus in accordance with the requirements of Schedule II of the Act.</p> <p><b>34</b> The Company has yet to transfer Rs 12.13 Lacs on account of unpaid dividend to investor Education and Protect Fund.</p> <p><b>35</b> The Company did not provide for interest amounting to Rs 27.38 lacs approximately, which resulted in understatement of loss for the year by Rs 27.38 lacs and understatement of secured loan dues by Rs 27.38 Lacs</p> <p><b>36</b> Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification / disclosures.</p> |                            |                            |

*Accompanying notes 1 to 36 form part of the Financial Statements.*

**AUDITOR'S REPORT**  
 SUBJECT TO OUR REPORT OF EVEN DATE  
**FOR R.P.BHAMBRI & CO.**  
**CHARTERED ACCOUNTANTS**  
 Firm Registration No. 001312N

**FOR MUKAT PIPES LIMITED**

**RANJIT PARKASH**  
 (PROPRIETOR)  
 M.No. 080084

**RUPINDER SINGH AHLUWALIA**  
 CHAIRMAN  
 (DIN: 01239483)

**MANDEEP AHLUWALIA PAHWA**  
 DIRECTOR  
 (DIN: 01355511)

Place : Rajpura  
 Dated : 30-05-2015

**SANDEEP KAUR AHLUWALIA**  
 Whole-Time Director  
 (DIN: 01355454)

# 28th Annual Report

## MUKAT PIPES LIMITED

CIN : L27200MH1987PLC044407

Regd. Office : Flat No. 39, Parag Apartments, 7th Floor, J.P. Road, Versova, Andheri (West), Mumbai - 400 061.

Tel. No.: 022-26364013, Fax : 022-26364013

E-mail : mukatpipes@gmail.com, Website : www.mukatpipes.com

FORM NO. MGT-11

### PROXY FORM

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

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: \_\_\_\_\_

E-mail ID: \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him

2. Name: \_\_\_\_\_ Address: \_\_\_\_\_

E-mail ID: \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him

3. Name: \_\_\_\_\_ Address: \_\_\_\_\_

E-mail ID: \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 28<sup>th</sup> Annual General Meeting of the Company, to be held on the Wednesday 30<sup>th</sup> day of September, 2015 at 10.00 a.m. at Time & Again Banquet Hall, 9 Raheja Classique, Link Road, Next To Cinemax, Lokhandwala, Andheri (W), Mumbai- 400053 and at any adjournment thereof in respect of such resolutions as are indicated below:

| Resolution No.            | Resolutions   | Vote (Optional see Note 2)<br>(Please mention no. of shares) |         |         |
|---------------------------|---|--|---------|---------|
|                           |   | For  | Against | Abstain |
| <b>Ordinary Business:</b> |   |  |         |         |
| 1.                        | To receive, consider and adopt the audited Financial Statements for the year ended March 31, 2015 together with the Directors' Report and Auditor's Report thereon.                           |  |         |         |
| 2.                        | To appoint a Director in place of Mrs. Mandeep Ahluwalia Pahwa (DIN: 01355511) who retires by rotation and being eligible offers herself for re-appointment.                                  |  |         |         |
| 3.                        | To ratify the appointment of M/s. R. P. Bhambri & Co., Chartered Accountants (FRN: 001312N), Patiala, as Statutory Auditors of the Company and authorise the Board to fix their remuneration. |  |         |         |

Please  
Affix  
Revenue  
Stamp

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2015

Signature of Shareholder \_\_\_\_\_ Signature of Proxy holder(s): \_\_\_\_\_

#### Notes:

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. It is optional to indicate your preference. If you leave the for, against or abstain column blank against any or all resolutions, your proxy will be entitled to vote in the manner as he/she may deem appropriate.





## BOOK POST

If undelivered please return to:

**LINK INTIME**  
INDIA PVT LTD



**LINK INTIME INDIA PRIVATE LIMITED**

**Unit : MUKAT PIPES LIMITED**

C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup, Mumbai 400 078.