DIRECTORS' REPORT

To,
The Members,
SEAM Industries Limited

Your Directors have pleasure in presenting the 11th Annual Report together with the audited financial statements of the Company for the year ended March 31, 2016.

Financial Results

The Financial Performance of the Company for the financial year ended on 31st March, 2016 is summarized below:

Rs. in lacs

Particulars	2015-16	2014-15
Net Sales /Revenue	15685.96	16583.61
Other Income	55.08	82.83
Total Income	15741.05	16666.44
Total Expenses	15349.88	15995.28
Profit Before Tax	391.17	671.15
Tax	147.50	248.59
Profit After Tax	**243.67**	**422.56**

Operational Review

Your Company has registered the revenue of Rs. 15685.96 lacs for the financial year ended on 31st March, 2016 as against Rs. 16583.61 lacs in the previous year, thereby registered decline of 5.41 % over the last year's revenue. Profit before tax for the financial year ended on 31st March, 2016 is Rs 391.17 lacs whereas it was Rs. 671.15 lacs for the last financial year thereby registered decline of 41.72% over the last year's figure.

Profit after tax is Rs. 243.67 lacs for the financial year 2015-16 whereas it was 422.56 lacs thereby profit after tax has declined by 42.34 % over last year's performance.

Future Prospects

Your Company '**SEAM Industries Limited'**, a Subsidiary of 'Sunil Hitech Engineers Limited' is a leading Infrastructure Project Executor of India mainly deals in Power, Civil and Road / Highway Projects. Your Company deals with 'Structural & Technical Fabrication' and Erection, and manufactures various products required in the execution of Power and Infrastructure Projects. It manufactures and supplies technological structures, Pressure parts, Boiler parts, Piping and fittings, Tanks and Vessels and miscellaneous components for thermal power projects, for Sugar Projects – tubes, jackets and piping's, for Petroleum Projects – columns, condensers and miscellaneous vessels.

Infrastructure sector of India is growing at higher rate and expecting heavy investment which shall aid company to secure more orders in future time.

Dividend

In order to conserve resources for future plans, the Board of Directors has not recommended any dividend for the financial year ended on 31st March, 2016.

Public Deposits

During the year ended 31st March, 2016, your Company has not accepted any deposits from the public. There is no deposit remained unpaid/unclaimed at the end of the financial year.

Particulars of Loans, Guarantees or Investments

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

Audit Committee

The Audit Committee of the Company met four times during the financial year 2015-16 to review the financial statements of accounts, internal controls & audit systems, scope of audit in details. Mr. Parag Sakalikar who is a Non- executive director is the Chairman of the Audit Committee and Mr. Sunil R. Gutte and Mr. Vijay R. Gutte are the members of the Committee.

Auditors

M/s K. K. Mankeshwar & Co., Chartered Accountants, (having ICAI Firm Reg. No. 106009W) had been appointed as Statutory Auditor for a period of five years at the 10th Annual General Meeting of the Company until the conclusion of 15th annual general meeting subject to ratification by members at every Annual General Meeting. The Board recommends the ratification of their appointment.

Appointment of Cost Auditor

Your Directors have appointed M/s Ujwal P. Loya & Co. Cost Auditors (having FRN 101399) as the Cost Auditor of the Company for the financial year 2015-16 to conduct audit of cost records and to fulfill all other compliances as may be required under the provisions of the Companies Act, 2013 and under all other applicable rules, regulations or guidelines issued hereunder.

Directors Responsibility Statement

Pursuant to Section 134(5) of the Companies Act, 2013, Directors of your Company hereby state and confirm that:

a) In the preparation of Annual Accounts of the Company, the applicable Accounting Standards have been followed along with proper explanation to material departures;

b) They 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 & fair view of the state of affairs of the Company at the end of the financial year 2015-16 and of the Profit of the Company for that period.

c) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

d) They have prepared the annual accounts of the Company on a going concern basis.

e) They have laid down internal financial controls in the company that are adequate and were operating effectively.

f) They have devised proper systems to ensure compliance with the provisions of all applicable laws and these were adequate and operating efficiently.

Directors

Mr. M T Devarajan and Mrs. Swati R. Phad, Executive Directors of the Company are liable to retire by rotation at the forthcoming Annual General Meeting and being eligible, offers themselves for reappointment. The Board of Directors recommends their reappointment at the ensuing annual general meeting of the company.

Independent Directors

The Independent Director has given declarations that he meets the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and Clause 49 of the Listing Agreement.

Training of Independent Directors

Whenever new Non-executive and Independent Directors are inducted in the Board they are introduced to our Company' culture through appropriate orientation session and they are also introduced to our organization structure, our business, constitution, board procedures, our major risks and management strategy. They are provided with Company brochures, annual reports, company booklets, etc.

Company's Policy on Directors Appointment and Remuneration

Appointment of Directors

Appointment Policy

a. The Nomination and Remuneration Committee (Committee) shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director.

b. A person should possess adequate qualification, expertise and experience for the position he /she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient /satisfactory for the position.

c. The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution.

Directors' Remuneration

Remuneration policy

1. **Remuneration to Managing/Whole-time / Executive / Managing Director, KMP and Senior Management Personnel:**

    a. The Remuneration/ Commission etc. to be paid to Managing Director / Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.

b. The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director / Whole-time Directors.

2. **Remuneration to Non- Executive / Independent Director:**

a. The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.

b. All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.

c. An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share based payment schemes of the Company.

d. Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
   i. The Services are rendered by such Director in his capacity as the professional; and
   ii. In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.

3. **Remuneration to Key Managerial Personnel and Senior Management:**

a. The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and may include incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.

b. The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from to time.

c. The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

Number of Board Meetings held

The Board of Directors duly met 7 times during the financial year from 1st April, 2015 to 31st March, 2016.

The dates on which the meetings were held are as follows:

13.05 2015, 01.06.2015, 06.07.2015, 27.08.2015, 03.10.2015, 12.01.2016 and 14.03.2016.

Vigil Mechanism

In pursuance to provisions of Section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for directors and employees to report genuine concerns has been established.

The Policy on Vigil Mechanism has been uploaded on the website of the Company at www.seamlimited.com.

Development and Implementation of a Risk Management policy

The Company had laid down the procedures to inform Board Members about the risk assessment and minimization procedures. Accordingly, the Company periodically submits the Risk Management Review Report to the Board for the review and suggestions.

The Board being responsible for framing, implementing and monitoring the risk management plan for the company has laid down the framework for risk assessment and mitigation procedures. It has set out detailed framework to deal with key areas of risks encompassing raw material risk, product price risk, regulatory risk, finance risk and risk specific to the company. It has put in place adequate system to keep its key operating team aware and beware of the likely risk factors. Internal control systems and internal audit checks help the company continuously monitor emerging risks and take timely corrective action.

Related Party Transactions

The company's related party transactions are entered with its group companies and firms. The related party transactions are entered into based on considerations of various business exigencies, such as synergy in operations, sectoral specialization and the Company's long-term strategy for sectoral investments, optimization of market share, profitability, legal requirements, liquidity and capital resources of group companies. All related party transactions are negotiated on an arms-length basis, and are intended to further the Company's interests.

Extract of the annual return as provided under sub-section (3) of Section 92

The Extract of the annual return as provided under sub-section (3) of section 92 of the Companies Act, 2013 is annexed herewith.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo Information in accordance with the provisions of Section 134 (3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are set out below;

a) Conservation of Energy:

Your Company is continuously taking initiatives to ensure the optimum utilization of energy available in day to day operations not only in offices but also at different sites of execution of various projects. Your Company uses energy efficient lighting devices, light fittings to save energy, capacitor bank / devices to maintain power factor and plant & equipment which are environment and power efficient.

b) Technology Absorption:

Your Company is doing business by its own means, by utilizing all its available resources in best possible way. It has not initiated any Research & Development Activity so far.

c) Foreign Exchange Earnings and Outgo

There is no foreign exchange earnings and outgo.

Acknowledgement

The Directors of your Company express their gratitude for the valuable support extended by Shareholders, Customers, Bankers and Vendors. Your Directors place on record their appreciation for the valuable contribution made by the employees at all levels towards the development of the Company. With the whole hearted support of Employees, Bankers and our valuable customers, your company will reach the new heights of success and growth.

On behalf of the Board
For SEAM Industries Limited

Date: May 25, 2016	**Sunil R. Gutte**	**M.T. Devarajan**
Place: Butibori,Nagpur	**Director**	**Director**

Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March, 2016
[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	U28120MH2005PLC153364
ii.	Registration Date	17th May, 2005
iii.	Name of the Company	SEAM Industries Limited
iv.	Category / Sub-Category of the Company	Public Limited Company-Limited by shares
v.	Address of the registered office of the Company and contact details	6th Floor, C-Wing, MET Educational Complex, Bandra Reclamation, Bandra, Mumbai(W)-400050 Tel:022-61872400 Email:-cs@seamlimited.com
vi.	Whether listed company Yes / No	No
vii.	Name, Address and Contact details of registrar and Transfer Agent	Bigshare Services Private Limited, E-2/3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (E), Mumbai - 400 072 Tel.: 022-40430200 Email: info@bigshareonline.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Manufacture of Structural Metal Products	2511	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and address of The Company	CIN/GLN	Holding / Subsidiary/ Associate	% of shares held	Applicable Section
1	Sunil Hitech Engineers Limited	L28920MH1998PLC115155	Holding	88.61	2(46)

IV. SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY)

i) Category-wise Share Holding

Category of Shareholder	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	
A. Promoters									
(1) Indian									

(a) Individual/ HUF	629970	20	629990	11.3922	629970	20	629990	11.3922	-
(b) Central Govt.	-	-	-	-	-	-	-	-	-
(c) State Govt. (s)	-	-	-	-	-	-	-	-	-
(d) Bodies Corp.	4900000	-	4900000	88.6076	4900000	-	4900000	88.6076	-
(e) Banks / FI	-	-	-	-	-	-	-	-	-
(f) Any Other….	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	**5529970**	**20**	**5529990**	**99.9998**	**5529970**	**20**	**5529990**	**99.9998**	-
(2) Foreign									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other – Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other….	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total shareholding of Promoter (A) = (A)(1)+(A)(2)									
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs									
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-									
2. Non-Institutions									

a) Bodies Corp.									
i) Indian									
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	10	10	0.0002	-	10	10	0.0002	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others	-	-	-	-	-	-	-	-	-
i) Trusts									
ii) Clearing Member									
iii) Directors/Relatives									
iii) NRI									
Sub-total (B)(2):-	-	10	10	0.0002	-	10	10	0.0002	**-**
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	10	10	0.0002	-	10	10	0.0002	**-**
C. Shares held by Custodian for GDRs & ADRs	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Grand Total (A+B+C)	**5529970**	**30**	**5530000**	**100.0000**	**5529970**	**30**	**5530000**	**100.0000**	**-**

(ii) Shareholding of Promoters

Sl No.	Sharehoder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged /encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged /encumbered to total shares	
1	Sunil Hitech Engineers Limited	4900000	88.6076	-	4900000	88.6076	-	-
2	Ratnakar Manikrao Gutte	400000	7.2333	-	400000	7.2333	-	-
3	Sunil Ratnakar Gutte	179970	3.2544	-	179970	3.2544	-	-
4	Vijay Ratnakar Gutte	50000	0.9041	-	50000	0.9041	-	-
5	Sudhamati Ratnakar Gutte	10	0.0002	-	10	0.0002	-	-

6	Swati Ratnakar Gutte	10	0.0002	-	10	0.0002	-	-
	Total	**5529990**	**99.9998**	-	**5529990**	**99.9998**	-	-

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

Sl. No.	Name	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 hares of the company
1	Sunil Hitech Engineers Limited	4900000	88.6076	01.04.2015	-	Nil movement during the year	-	-
	At the end of the year	4900000	88.6076	31.03.2016				
2	Ratnakar Manikrao Gutte	400000	7.2333	01.04.2015	-	Nil movement during the year	-	-
	At the end of the year	400000	7.2333	31.03.2016				
3	Sunil Ratnakar Gutte	179970	3.2544	01.04.2015	-	Nil movement during the year	-	-
	At the end of the year	179970	3.2544	31.03.2016				
4	Vijay Ratnakar Gutte	50000	0.9041	01.04.2015	-	Nil movement during the year	-	-
	At the end of the year	50000	0.9041	31.03.2016				
5	Sudhamati Ratnakar Gutte	10	0.0002	01.04.2015	-	Nil movement during the year	-	-
	At the end of the year	10	0.0002	31.03.2016				

6	Swati Ratnakar Gutte	10	0.0002	01.04.2015	-	Nil movement during the year	-	-
	At the end of the year	10	0.0002	31.03.2016				

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

Sl. No.	Name	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	M T Devarajan	10	0.0002	01.04.2015	-	Nil movement during the year	-	-
	At the end of the year	10	0.0002	31.03.2016				

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Name	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	Ratnakar Manikrao Gutte Director	400000	7.2333	01.04.2015	-	Nil movement during the year	-	-
		400000	7.2333	31.03.2016				
2	Sunil Ratnakar Gutte Director	179970	3.2544	01.04.2015	-	Nil movement during the year	-	-
		179970	3.2544	31.03.2016				
3	Vijay Ratnakar Gutte Director	50000	0.9041	01.04.2015	-	Nil movement during the year	-	-
		50000	0.9041	31.03.2016				
4	Swati Ratnakar	10	0.0002	01.04.2015	-	Nil	-	-

	Gutte Director					movement during the year		
		10	0.0002	31.03.2016				
5	M T Devarajan Director	10	0.0002	01.04.2015	-	Nil movement during the year	-	-
		10	0.0002	31.03.2016				

V. INDEBTEDNESS

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

(Rs. in lacs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	4542.34	300.00	**-**	4842.34
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	4542.34	300.00	**-**	4842.34
Change in Indebtedness during the financial year				
· Addition	10.54	543.55	-	10.54
· Reduction	-	-	-	-
Net Change	10.54	543.55	**-**	10.54
Indebtedness at the end of the financial year				
i) Principal Amount	4552.88	843.55	-	5396.43
ii) Interest due but not paid	-	**-**	**-**	-
iii) Interest accrued but not due	-	**-**	-	-
Total (i+ii+iii)	**4552.88**	**843.55**		**5396.43**

(vi) Shareholding of Directors and Key Managerial Personnel:

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

(Rs. in lacs)

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager					Total Amount
		Ratnakar M. Gutte	Sunil R. Gutte	Vijay R. Gutte	Swati R. Gutte	M T Devarajan	
1	Gross salary						

	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	18.00	16.18	34.18
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-	-	
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-	-	-
2	Stock Option	-	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-	-
4	Commission	-	-	-	-	-	-
	- as % of profit	-	-	-	-	-	-
	- others	-	-	-	-	-	-
5	Others	-	-	-	-	-	-
	Total (A)	-	-	-			**34.18**
	Ceiling as per the Act						**43.03**

B. Remuneration to other Directors

Sl. no.	**Particulars of Remuneration**	**Name of Directors**	**Total Amount**
		Parag Ashok Sakalikar	
1	Independent Directors	-	
	· Fee for attending board /committee meetings	-	-
	· Commission	-	-
	· Others	-	-
	Total (1)	-	-
2	Other Non-Executive Directors		
	· Fee for attending board /committee meetings	-	-
	· Commission	-	-
	· Others	-	-
	Total (2)	-	-
	Total (B)=(1+2)	-	-
	Total Managerial Remuneration	-	-
	Overall Ceiling as per the Act		

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

Sl. no.	Particulars of Remuneration	Key Managerial Personnel	Total
		-	
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- as % of profit	-	-
	-others	-	-
5	Others	-	-
	Total	-	-

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty /Punishment/Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	None				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	None				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	None				
Punishment					
Compounding					

FINANCIAL STATEMENT OF

OF

SEAM INDUSTRIES LIMITED,

FOR THE YEAR ENDING ON 31^{ST} MARCH,2016

K. K. MANKESHWAR & CO.
CHARTERED ACCOUNTANTS

K.K. MANKESHWAR & CO.
CHARTERED ACCOUNTANTS

KINGSWAY, NAGPUR - 440 001
PH. : 91-712- 6629946 / 47,2554223
FAX No.: 91-712- 6629948 / 6613404
E-mail : mail@kkmindia.com

INDEPENDENT AUDITOR'S REPORT

To,
The Members of Seam Industries Limited,
Butibori, Nagpur.

1. Report on the financial Statements

We have audited the financial statements Seam Industries Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, 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.

2. Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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.

3. 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 there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

audit procedures that are appropriate in the circumstances. 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 these financial statements.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at 31st March, 2016, and its profits and its cash flows for the period ended on that date.

5. Report on Other Legal and Regulatory Matters

As required by the Companies (Auditors Report) Order 2016 ("the Order") issued by the Central Government of India in terms of sub- section (11) of section 143 of the Companies Act, 2013, we give in the Annexure 'A', a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.

As required by Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as 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 standalone 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 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) We are unable to comment on the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls due to non-availability of the documentation at the Company, and

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

K.K. MANKESHWAR & CO.
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(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – refer note 1 (III) (1)

ii. The Company did not have any long-term contracts for which there were any material foreseeable losses.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

ABHAY UPADHYE
Partner
Membership No. 049354
For & on behalf of
K.K.MANKESHWAR & CO.
Chartered Accountants
FRN: 106009W

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

Nagpur, dated the,
25th May, 2016.

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

The annexure referred to in our Independent Auditor's Report to the members of Seam Industries Limited ("the Company") on the financial statements for the year ended 31st March 2016, we report that.

i. In respect of Fixed Assets:

a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

b) The fixed assets were physically verified during the year by the Management in a phased periodical manner, which in our opinion is reasonable, having regards to the size of the Company and the nature of its assets. No material discrepancies were noticed on such physical verification.

c) The title deeds of immovable properties of the company are held in the name of the company.

ii. In respect on inventories:

a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion, the frequency of verification is reasonable. There were no material discrepancies noticed on verification between the physical stocks as compared to the book records.

iii. The company has not granted any loan secured or unsecured to any companies/firms covered in the register maintained under section 189 of the Companies Act, 2013, accordingly clause (iii)(a) (iii)(b) and (iii)(c) are not applicable to the company.

iv. In our opinion and according to the information and explanations given to us, the company has not given any loan, investment, guarantee or security under the provisions of Section 185 and 186 of Companies Act, 2013.

v. The Company has not accepted any deposits from public within the meaning of sections 73 to 76 or any other relevant provision of the Companies Act and the rules framed there under, where applicable. Therefore the said clause is not applicable to the company.

vi. We have broadly reviewed the books of accounts and records maintained by the Company relating to the products of the company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub section (1) of section 148 of the Companies Act, and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have, however, not made detailed examination of the records with a view to determine whether they are accurate or complete.

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vii. In respect of statutory dues:

a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities. As explained to us, the company did not have any dues on account of emloyees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payables in respect of the aforesaid dues were in arrears as at 31st March 2016 for a period more than six months from the date of becoming *payable except service tax of Rs. 3,77,313 and Sales Tax of Rs. 37,52,600.*

b) According to the information and explanations given to us, there are no material dues of income tax, sales tax, wealth tax, custom duty, excise duty, service tax and cess which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanations given to us, the following dues of income tax, sales tax, duty of excise, service tax and value added tax have not been deposited by the company on account of disputes:

Name of the Statute	Nature of Dues	Amount (in Rs.)	Period to which the amount relates	Forum where dispute is pending
Central Excise Act, 1944	Excise duty and penalty	4,18,674	April 2012 to March 2013	Assistant Commissioner of Central Excise & Customs
Central Excise Act, 1944	Excise duty and penalty	3,93,657	April 2010 to March 2012	Assistant Commissioner of Central Excise & Customs
Total		8,12,331		

viii. The Company has not defaulted in repayment of loans or borrowings to a financial institution, bank, government or dues to debenture holders as at the Balance Sheet date.

ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.

x. According to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.

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K.K. MANKESHWAR & CO.
CHARTERED ACCOUNTANTS

xi. According to the information and explanations given to us ad based on our examination of the records of the company, the company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.

xiii. According to the information and explanations given to us based on our examination of the records of the company, transactions with the related parties are in compliance with the Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xiv. According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

xv. According to the information and explanations given to us and based on our examination of the records of the company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

ABHAY UPADHYE
Partner
Membership No. 049354
For and on Behalf of
K. K. MANKESHWAR & CO.
Chartered Accountants
FRN: 106009W
Nagpur, dated the
25th May, 2016.

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

K.K. MANKESHWAR & CO.
CHARTERED ACCOUNTANTS

Annexure - B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of SEAM Industries Limited ("the Company") as of 31st March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

K.K. MANKESHWAR & CO.
CHARTERED ACCOUNTANTS
NAGPUR

K.K. MANKESHWAR & CO.
CHARTERED ACCOUNTANTS

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

ABHAY UPADHYE
Partner
Membership No: 049354
For and on behalf of
K. K. MANKESHWAR & CO.
Chartered Accountants
FRN: - 106009W
Nagpur, dated the
25th May, 2016.

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

SEAM INDUSTRIES LIMITED
Balance Sheet as at 31st March, 2016

(Figures in Rs.)

	Particulars	Note No.	As at 31st March, 2016	As at 31st March, 2015
I.	**EQUITY AND LIABILITIES**			
1	**SHAREHOLDERS' FUNDS**			
	(a) Share capital	2	553,00,000	553,00,000
	(b) Reserves & surplus	3	3550,51,378	3306,84,391
2	**NON-CURRENT LIABILITIES**			
	(a) Long-term borrowings	4	1098,36,125	1014,59,063
	(b) Deferred tax liability	5	111,40,349	105,26,161
	(c) Other Long term liabilities	6	124,67,800	346,54,800
	(d) Long-term provisions	7	36,17,550	29,08,895
3	**CURRENT LIABILITIES**			
	(a) Short-term borrowings	8	4298,07,393	3827,75,046
	(b) Trade payables	9	3366,54,528	3637,26,297
	(c) Other Current Liabilities	10	759,72,504	895,97,102
	(d) Short-term provisions	11	147,12,075	298,16,958
	TOTAL		**14045,59,702**	**14014,48,713**
II.	**ASSETS**			
	NON-CURRENT ASSETS			
1	(a) Fixed assets	12		
	(i) Tangible assets		2868,45,447	3165,71,001
	(ii) Intangible assets		6,18,899	10,36,722
	(iii) Capital work-in-progress		-	9,19,753
	(b) Non-current investments	13	16,00,000	16,00,000
	(c) Long-term loans and advances	14	18,53,995	16,32,672
2	**CURRENT ASSETS**			
	(a) Inventories	15	4407,71,254	4110,95,256
	(b) Trade receivables	16	5342,85,920	5102,19,897
	(c) Cash and Bank balance	17	382,30,243	504,36,528
	(d) Short-term loans and advances	18	975,68,968	1044,81,121
	(e) Other Current Assets	19	27,84,976	34,55,763
	Significant Accounting Policies & Notes	1		
	TOTAL		**14045,59,702**	**14014,48,713**

The notes refered to above form an integral part of financial statements as per our report attached.

As per our Report attached

For & on behalf of Board of Directors

Abhay Upadhye
Partner
Membership No. 049354
For and on behalf of
K. K. Mankeshwar & CO.
Chartered Accountants
FRN: - 106009W

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

Sunil R Gutte
Director
DIN : 00165822

M T Devarajan
Director
DIN : 06470763

Nagpur, dated the,
25th May, 2016

SEAM INDUSTRIES LIMITED
Statement Of Profit & Loss for the year ended 31st March, 2016

(Figures in Rs.)

	Particulars	Note No.	For the year ended 31st March, 2016	For the year ended 31st March, 2015
I.	Gross Revenue from operations	20	15685,96,363	16583,60,588
II.	Other income	21	55,08,276	82,82,631
III.	**Total Revenue (I + II)**		**15741,04,639**	**16666,43,219**
IV.	**Expenses:**			
	Cost of materials consumed	22	12985,80,508	12984,87,119
	(Increase)/ Decrease in Inventories	23	(450,14,071)	(141,08,660)
	Employee benefits expenses	24	548,51,787	739,20,831
	Finance costs	25	820,26,064	927,07,912
	Depreciation and amortization expenses	12	355,23,787	487,35,794
	Other expenses	26	1090,19,545	997,84,807
	Total expenses		**15349,87,621**	**15995,27,803**
V.	**Profit before tax (III- IV)**		**391,17,018**	**671,15,416**
VI.	Tax expense:			
	(1) Current tax / MAT		141,35,844	261,19,179
	(2) Deferred tax		6,14,188	(12,60,094)
VII.	**Profit (Loss) for the year**		**243,66,986**	**422,56,332**
VIII.	Earnings per equity share:	27		
	(1) Basic		4.41	7.64
	(2) Diluted		4.41	7.64

The notes refered to above form an integral part of financial statements as per our report attached.

As per our Report attached

Abhay Upadhye
Partner
Membership No. 049354
For and on behalf of
K. K. Mankeshwar & CO.
Chartered Accountants
FRN: - 106009W

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

Nagpur, dated the,
25th May, 2016

For & on behalf of Board of Directors

Sunil R Gutte
Director
DIN : 00165822

M T Devarajan
Director
DIN : 06470763

SEAM INDUSTRIES LIMITED

Cash Flow Statement as on 31st March, 2016

(Figures in Rs.)

Sr. No.	Particulars	As at 31st March, 2016	As at 31st March, 2015
1	**Cash Flow from Operating activities**		
	(a) Profit from operating activities before exceptional items and taxes	391,17,018	671,15,416
	Adjustments:		
	Depreciation and amortization	355,23,787	487,35,794
	Interest and Finance costs	820,26,064	927,07,912
	Interest Income	(40,43,041)	(34,55,764)
	Rental Income	(40,000)	-
	Profit on Sale of Fixed Asset	-	(40,56,060)
	(b) Working capital changes:		
	- (Increase)/Decrease in inventories	(296,75,998)	(361,55,900)
	- Decrease/(Increase) in trade receivables	(240,66,023)	(1436,44,126)
	- Decrease/ (increase) in short-term loans and advances	62,82,521	(400,71,708)
	- Increase/(Decrease) in other current assets	47,13,828	30,85,478
	- Increase/(Decrease) in trade payables	(270,71,768)	1221,27,052
	- Increase/ (Decrease) in other current liabilities	(91,37,064)	512,68,445
	- Increase/(Decrease) in provisions	(264,14,745)	2,44,553
	- Increase/(Repayment) of Short-term borrowings	470,32,347	48,04,854
	- Proceeds from other long-term liabilities	(221,87,000)	(365,11,844)
	- Decrease/ (Increase) in Fixed Deposits given as Margin Money	180,17,985	(35,14,555)
	- Income Tax paid	(14,87,694)	(5,75,247)
	Total of (1)	**885,90,216**	**1221,04,300**
2	**Cash Flow from Investing Activities**		
	- Increase in Fixed assets	(56,01,731)	(261,43,397)
	- Decrease in Capital work in progress	9,19,753	-
	- Proceeds from Sale of Fixed Assets	-	90,00,000
	- Rental Income	40,000	-
	Total of (2)	**(46,41,978)**	**(171,43,397)**
3	**Cash Flow from Financing activities**		
	- Increase/(Repayment) of long-term borrowings	38,89,528	(171,87,166)
	- Interest and other finance costs	(820,26,064)	(927,07,912)
	Total of (3)	**(781,36,537)**	**(1098,95,078)**
4	Net (Decrease)/Increase in Cash and cash equivalents (1+2+3)	**58,11,700**	**(49,34,175)**
	Add: Cash and cash equivalents at the beginning of the Year	**11,87,821**	**61,21,996**
5	**Cash and cash equivalents at the end of the Year**	**69,99,521**	**11,87,821**

NOTES

1. The above statement has been prepared following the Indirect Method.
2. Increase in Fixed Assets are stated exclusive of movements of Capital work in progress and Capital advances.
3. Proceeds from long term and other borrowings are shown net of repayments.
4. Cash and Cash Equivalents represent Cash and Bank Balances only.
5. Figures for the previous year have been rearranged and regrouped wherever necessary to conform to Current year's classification.

As per our report attached

For & on behalf of Board of Directors

Abhay Upadhye
Partner
Membership No. 049354
For and on behalf of
K. K. Mankeshwar & CO.
Chartered Accountants
FRN: - 106009W

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

Sunil R Gutte
Director
DIN : 00165822

M T Devarajan
Director
DIN : 06470763

Nagpur, dated the,
25th May, 2016

SEAM INDUSTRIES LIMITED

Notes forming part of the financial statements

Note 2 - Share Capital

2.1

Particulars	As at 31st March, 2016		As at 31st March, 2015	
	Number	Amount	Number	Amount
Authorised				
Equity Shares of Rs 10 each	100,00,000	100,00,000	100,00,000	100,00,000
Issued				
Equity Shares of Rs 10 each	55,30,000	553,00,000	55,30,000	553,00,000
Subscribed and Paid up				
Equity Shares of Rs 10 each fully paid	55,30,000	553,00,000	55,30,000	553,00,000
Total	**55,30,000**	**553,00,000**	**55,30,000**	**553,00,000**

2.2 **Reconciliation of number of shares outstanding at the beginning and at the end of reporting period**

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	Number	Amount	Number	Amount
At the beginning of the period	55,30,000	553,00,000	55,30,000	553,00,000
Add : Shares issued during the year	-	-	-	-
At the end of reporting period	55,30,000	553,00,000	55,30,000	553,00,000

2.3 **Terms of Equity Shares**

a) The Equity shares has, face value of Rs 10/- per share.
b) Voting rights of Equity share Holders - As per the number of shares held ranking parri passu in all respects.
c) Dividend Rights of Shares Holders - As per the number of shares held ranking paripassu in all respects.
d) Rights of Shareholders at the time of dissolution - N.A.

2.4 Details of Shares in respect of each class including more than 5% in the company held by its holding company or its ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate:-

Name of Shareholder	As at 31st March, 2016		As at 31st March, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Sunil Hitech Engineers Limited- Holding Co.	49,00,000	88.61	49,00,000	88.61
Mr. Ratnakar M. Gutte - Managing Director	4,00,000	7.23	4,00,000	7.23
Mr. Sunil R. Gutte- Director	1,79,970	3.25	1,79,970	3.25
MR. Vijay Gutte - Director	50,000	0.90	50,000	0.90
Total	**55,29,970**	**100.00**	**55,29,970**	**100.00**

Note 3 - Reserves & surplus

3.1

Particulars	As at 31st March, 2016	As at 31st March, 2015
	Amount	Amount
a. Capital Reserves		
Opening Balance	25,00,000	25,00,000
(+) Received during the year	-	-
Closing Balance	25,00,000	25,00,000
b. Securities Premium Account		
Opening Balance	280,00,000	280,00,000
Add : Securities premium credited on Share issue	-	-
Closing Balance	280,00,000	280,00,000
c. General Reserves		
Balance as per Last Balance Sheet	150,00,000	150,00,000
Closing Balance	150,00,000	150,00,000
d. Surplus		
Opening balance of Statement of Profit & Loss	2851,84,392	2431,09,657
(-) Carring Amount of Asset whose life exhausted	-	(1,81,598)
(+) Net Profit/(Net Loss) For the current year	243,66,986	422,56,332
Closing Balance	3095,51,378	2851,84,392
Total	**3550,51,378**	**3306,84,392**

3.2 The Capital reserve represents the Capital Subsidy from District Industry Centre, Nagpur. It was sanctioned in the Year 2008-09 for Capital Expansion Purposes.

K.K. MANKESHWAR & CO. CHARTERED ACCOUNTANTS NAGPUR

Note 4 - Long Term Borrowings

4.1

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Secured		
Term Loan from Banks	254,81,025	714,59,063
Unsecured borrowings		
Loan & Advances from related parties	300,00,000	300,00,000
Inter Corporate Loans	543,55,100	-
Total	**1098,36,125**	**1014,59,063**

4.2 **Details of Long Terms Loans from Bank availed by company are stated as under:**

Long term loans under consortium from Oriental Bank of Commerce & Punjab National Bank Of India are secured by way of:-

A. All Secured Loans have Personal Guarantees of Following :

- Mr. Ratnakar M. Gutte	Managing Director
- Mr. Sunil R. Gutte	Director
- Mr. Vijay R. Gutte	Director

B. Corporate Guarantee: -
Collaterally secured by way of corporate guarantee of M/s. Sunil Hi-Tech Engineers Ltd. (Holding Co.)
C. Second charge by way of hypothecation on all the current assets of the borrower company for securing their working capital facility.

4.3 **Term Loan Bank include Long Term Vehicle Loans availed by company are stated as under:**
From ICICI bank for purchase of Tata Bus, which is squared off during the year.
From Kotak Mahindra Bank for purchase of Two (2) Toyota Innova Cars.
From Uco Bank for purchase of Four (4) Residential Flates.
From Axis Bank for purchase of One (1) Bus.

4.4 **Nature of Security and Repayment Schedule of Secured Long Term for borrowings from Banks:**

Nature of Security Term Loans from Banks	Year 2016-17	2017-18	2018-19	2019-20
(i) Oriental Bank Of Commerce [1]	141,56,254	-	-	-
(ii) Punjab National Bank [2]	50,00,000	50,00,000	37,50,000	-
(iii) Uco Bank - Corporate Housing Loan [3]				
Flat No. C-102	2,79,226	3,18,399	3,63,064	4,13,997
Flat No. C-103	2,64,091	3,02,279	3,44,685	3,93,038
Flat No. C-203	2,84,903	3,01,487	3,43,782	3,92,008
FlatNo. D-202	2,91,097	3,31,934	3,51,200	4,31,597
(iv) Axis - Bus Loan [4]	5,37,960	5,37,960	44,830	-
(v) Kotak Mahindra [5]	4,61,856	-	-	-

1. First charge on assets created from the term Loan. Payable in 20 quarterly instalments of Rs.35 Lacs each commence from April 2012. Total Outstanding Loan - Rs.141.56 Lacs out of which Rs.141.56 Lacs classified in Other Current Liabilities as current maturity of Long Term debt.
2. First charge on assets created From the term Loan. Payable in 20 quarterly instalments of Rs.12.50 Lacs each commenced from December 2013. Total Outstanding Loan - Rs.134.60 Lacs out of which Rs.36.04 Lacs classified in Other Current Liabilities as current maturity of Long Term debt.
3. Secured by way of hypothecation. Payable by EMI of Rs.2,60,352 in 120 Installments commenced from October 2014. Total Outstanding Loan - Rs.161.85 Lacs out of which Rs.10.99 Lacs classified in Other Current Liabilities as current maturity of Long Term debt.

4. Secured by way of hypothecation of vehicle. Payable by EMI of Rs.44,830 in 35 Installments commenced from June 2016. Total Outstanding Loan - Rs. 9.89 Lacs out of which Rs.4.45 Lacs classified in Other Current Liabilities as current maturity of Long Term debt.
5. 2 Innova Cars - Secured by way of hypothecation of vehicles. Payable by EMI of Rs.38,488 in 36 Installments commenced from October 2013 (EACH). Total Outstanding Loan - Rs.3.75 Lacs out of which Rs.3.75 Lacs classified in Other Current Liabilities as current maturity of Long Term debt

4.5 Loan & Advances from related parties is the amount payable to Sunil Hi-Tech Engineers Limited (Holding

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Note 5 -Deferred Tax Assets/Liability (Net)

In terms of Accounting Standard 22 , the computation has been made to the extent there is a reasonable certainty that these will be realised in future. The Deferred tax asset and liability as at 31st March, 2016 comprise of timing differences on account of:

Particulars	As at 31st March, 2016	As at 31st March, 2015
(a) Deferred Tax Asset:		
Expenditure Disallowed under the Income Tax Act	20,86,452	-
Disallowance under various sections of Income Tax Act,1961(Net)	-	
Total	**20,86,452**	-
(b) Deferred Tax Liability:		
Higher depreciation claimed under tax laws	132,26,801	94,75,895
Expenditure allowed on Payment under the Income Tax Act	-	10,50,266
Total	**132,26,801**	**105,26,161**
(c) Net Deferred Tax Liability:	111,40,349	105,26,161
Closing Net Deferred Tax Liability/(Assets)	111,40,349	105,26,161
(d) Opening Deferred taxLiability/ (Asset)	105,26,161	117,86,255
Net Deferred Tax Charged to Statement of Profit & Loss	**6,14,188**	**(12,60,094)**

Note 6 - Other Long Term Liabilities

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Due to Others	124,67,800	346,54,800
Total	**124,67,800**	**346,54,800**

Note 7 - Long Term Provisions

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Provision for employee benefits-		
Gratuity	17,18,906	19,04,441
Leave Encashment	18,98,644	10,04,454
Total	**36,17,550**	**29,08,895**

Note 8 - Short term borrowings

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Short Term Borrowings		
Secured		
Loans from banks		
Cash Credit from banks	4298,07,392	3827,75,046
Total	**4298,07,392**	**3827,75,046**

8.2 **Details of cash credit (secured) availed from bank and description of security and name of guarantors provided for such loans.**

(A) Oriental Bank of Commerce :
(i) The loan from Oriental Bank of Commerce is secured by way of hypothecation of Raw Materials, Stock in process, Finished Goods and receivables and other current assets of the company both current and future.

The Cash Credit limit of Oriental Bank of Commerce is 28 Crores.
A temporary overdraft of Rs 4 Crores hass been availed from Oriental Bank of Commerce.
(ii) Security
Corporate Guarantee of Sunil Hitech Ltd.
Personal Guarantees of Ratnakar Gutte , Sudhamati Gutte, Sunil Gutte and Vijay Gutte

(B) Punjab National Bank :
(i) The loan from Punjab National Bank is secured by way of hypothecation of Raw Materials, Stock in process, Finished Goods and receivables and other current assets of the company both current and future.

The Cash Credit limit of Punjab National Bank is 10 Crores.
(ii) Security
Corporate Guarantee of Sunil Hitech Ltd.
Personal Guarantees of Ratnakar Gutte , Sunil Gutte and Vijay Gutte

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Note 9 - Trade Payables

9.1

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Due to Micro, Small and Medium Enterprises	89,24,419	49,99,623
Due to Other	2691,36,747	2978,41,291
Due For Services	585,93,362	608,85,382
Total	3366,54,528	3637,26,297

9.2

(i) Principal amount due and remaining unpaid to any supplier as at the end of the accounting year	84,86,304	41,99,233
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	4,38,115	8,00,390
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed	-	-
(iv) The amount of interest due and payable for the year	4,38,115	8,00,390
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	4,38,115	8,00,390
(vi) Interest accrued and remaining unpaid	4,38,115	8,00,390
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest	4,38,115	8,00,390

Note 10 - Other Current Liabilities

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Current maturities of long term debt	196,80,720	241,68,254
Advance from Customer		
- From Related Party	-	49,91,269
- Fom Other	426,69,441	413,03,864
Statutory Dues	50,12,531	78,96,289
Liabilities for Expenses	86,09,811	112,37,426
Total	759,72,504	895,97,102

Note 11 - Short Term Provisions

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
(a) Provision for employee benefits-		
Bonus	21,59,951	24,01,508
Leave Encashment	2,60,849	11,58,482
Gratuity	2,72,757	6,17,200
(b) Provision for Income Tax	120,18,518	256,39,768
Total	147,12,075	298,16,958

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Note 12: FIXED ASSETS

12.1

Particulars	Gross Block (at Cost)				Accumulated Depreciation					Net Block	
	As at 01.04.2015	Additions During The Year	Sale/Adjustments during the year	Total as at 31.03.2016	As at 01.04.2015	During the year	Sale/Deletion during the year	Adjustments note 7(b) to Part C of schedule II	Total as at 31.03.2016	As on 31.03.2016	As on 31.03.2015
Leasehold Land	206,08,352	-	-	206,08,355	8,34,608	2,16,598	-	-	10,51,206	195,57,149	197,73,744
Residential Building	233,90,525	16,23,260	-	250,13,785	5,63,991	17,85,282	-	-	23,49,273	226,64,512	228,26,534
Office Building	189,34,936	-	-	189,34,936	23,61,440	8,32,934	-	-	31,94,374	157,40,561	165,73,495
Factory Shed & Building	1959,27,866	9,19,753	-	1968,47,619	634,07,675	100,44,222	-	-	734,51,897	1233,95,723	1325,20,192
Plant & Equipments	1873,55,511	9,13,214	-	1882,68,725	775,31,772	180,61,039	-	-	955,92,811	926,75,914	1098,23,739
Motor Vehicle	160,87,358	15,21,727	-	176,09,085	105,61,625	18,32,478	-	-	123,94,103	52,14,982	55,25,733
Air Conditioner	2,24,486	91,178	-	3,15,664	1,68,247	59,173	-	-	2,27,420	88,244	56,239
Electrical Installation	126,50,354	1,33,504	-	127,83,858	54,61,801	14,16,843	-	-	68,78,644	59,05,214	71,88,553
Office Equipment	27,77,124	68,332	-	28,45,456	21,40,374	3,44,481	-	-	24,84,855	3,60,600	6,36,749
Furniture & Fixture	42,68,216	-	-	42,68,216	27,22,812	4,66,957	-	-	31,89,769	10,78,447	15,45,404
Computers & Softwares	22,72,843	1,09,440	-	23,82,283	21,72,224	45,957	-	-	22,18,181	1,64,102	1,00,619
									-	-	-
Tangible Assets Total(A)	**4844,97,571**	**53,80,408**	**-**	**4898,77,981**	**1679,26,569**	**351,05,964**	**-**	**-**	**2030,32,533**	**2868,45,447**	**3165,71,001**
ERP Software	32,00,000	-		32,00,000	21,63,278	4,17,823			25,81,101	6,18,899	10,36,722
Intangible Assets Total(B)	**32,00,000**	**-**	**-**	**32,00,000**	**21,63,278**	**4,17,823**	**-**	**-**	**25,81,101**	**6,18,899**	**10,36,722**
CWIP - Office Building	9,19,753	-	(9,19,753)	-						-	9,19,753
Capital Work In Progress(C)	**9,19,753**	**-**	**(9,19,753)**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**9,19,753**
Total(A+B+C)	**4886,17,324**	**53,80,408**	**(9,19,753)**	**4930,77,981**	**1700,89,847**	**355,23,787**	**-**	**-**	**2056,13,634**	**2874,64,346**	**3185,27,477**
Previous Year	**4669,70,381**	**269,28,923**	**52,81,980**	**4886,17,324**	**1215,10,493**	**487,35,794**	**3,38,037**	**1,81,598**	**1700,89,848**	**3185,27,477**	**3454,59,885**

12.2 (i) Fixed assets are stated at cost of acquisition (Net of CENVAT & VAT), installation or construction including financing costs till commencement of commercial production other direct expenses incurred to bring the assets to its present location and condition less accumulated depreciation thereon.

(ii) Depreciation is provided on Written Down Value Method in the manner and as per the prescribed useful life in the Schedule II of the Companies Act, 2013.

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Note 13: Non Current Investments

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Other Investments		
Investment in Equity Instruments	16,00,000	16,00,000
Total	**16,00,000**	**16,00,000**

Sr. No.	Details of Other Investments Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (Rs.)		Whether stated at Cost Yes / No	If Answer to Column (12) is 'No' - Basis of
			2016	2015			2016	2015	2016	2015		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
	Investement in Equity Instruments											
	Gangakhed Sugar and Energy Ltd.	Controlled Entity	40,000	40,000	Unquoted	Fully Paid Up	5.75%	5.75%	16,00,000	16,00,000	Yes	-
	Total								**16,00,000**	**16,00,000**		

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Note 14 - Long term loans and advances

Particulars	As at 31st March, 2016	As at 31st March, 2015
	Amount	Amount
Other loans & advances, unsecured, considered good		
Capital Advances	18,53,995	16,32,672
Total	**18,53,995**	**16,32,672**

Note 15 - Inventories

Particulars	As at 31st March, 2016	As at 31st March, 2015
	Amount	Amount
Raw Materials	1728,74,008	1873,71,563
Stock In Process	2490,51,192	1740,79,986
Finished Goods	-	299,57,136
Stores and spares	188,46,055	196,86,571
Total	**4407,71,255**	**4110,95,256**

Raw Material, Stores & Spare parts, etc., are valued at cost. Finished goods and Stock In Process are valued at cost or net realizable value which ever is lower.

Note 16 - Trade Receivables

Particulars	As at 31st March, 2016	As at 31st March, 2015
	Amount	Amount
Trade Receivables		
Outstanding for a period exceeding six months from the date they are due for payment		
(a) Secured, considered good	-	-
(b) Unsecured, considered good.	980,62,509	1428,61,570
(c) Doubtful	-	-
	980,62,509	1428,61,570
Provision for doubtful debts	-	-
Sub-total (a)	**980,62,509**	**1428,61,570**
Other Receivables		
(a) Secured, considered good	-	-
(b) Unsecured, considered good	3880,97,632	2982,69,530
(c) Doubtful	-	-
	3880,97,632	2982,69,530
Provision for doubtful debts	-	-
Sub-total (b)	**3880,97,632**	**2982,69,530**
Debts Due by Companies in which Director is a Partner or Director or Member		
(a) Secured, considered good	-	-
(b) Unsecured, considered good,	481,25,779	690,88,797
(c) Doubtful	-	-
Provision for doubtful debts	-	-
Sub-total (c)	**481,25,779**	**690,88,797**
Total (a+b+c)	**5342,85,920**	**5102,19,897**

Note 17 - Cash & Bank Balance

Particulars	As at 31st March, 2016	As at 31st March, 2015
	Amount	Amount
Cash & Cash Equivalants :		
On current accounts	57,78,123	5,50,545
Cash on hand	12,21,398	6,37,277
	69,99,521	**11,87,821**
Others		
Fixed Deposits (Given as Margin Money)	312,30,722	492,48,707
Total	**382,30,243**	**504,36,528**

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Note 18 - Short term loans and advances

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Other loans & advances, unsecured, considered good		
Employee advances	14,83,355	5,97,838
Balance with statutory authorities	747,76,044	837,42,779
Income Tax Receivable (AY 2015-16)	-	6,29,632
Prepaid expenses	5,50,537	5,28,884
Advances to Suppliers	141,27,691	135,02,527
Short term security deposit	66,31,341	54,79,461
Total	**975,68,968**	**1044,81,121**

Note 19- Other Current Assets

Particulars	As at 31st March, 2016 Amount	As at 31st March, 2015 Amount
Interest Accrued On Fixed Deposits	27,84,976	34,55,764
Total	**27,84,976**	**34,55,764**

Note 20 - Revenue from Operations

Particulars	For the year ended 31st March, 2016 Amount	For the year ended 31st March, 2015 Amount
(a) Sale of Products Structures, Boiler parts and Components	15853,06,874	16508,36,999
(b) Other Operating revenue Job Work Receipts	4,35,450	284,36,021
Gross revenue from operations	**15857,42,324**	**16792,73,019**
Less: (c) Excise duty	171,45,961	209,12,431
Net revenue from operations (a)+(b)-(c)	**15685,96,363**	**16583,60,588**

Note 21 - Other income

Particulars	For the year ended 31st March, 2016 Amount	For the year ended 31st March, 2015 Amount
Sale of Scrap	14,25,235	7,70,125
Interest from Fixed Deposits	40,43,041	34,55,764
Profit on Sale of Asset	-	40,56,060
Miscellaneous Income	-	682
Rental Income	40,000	-
Total	**55,08,276**	**82,82,631**

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Note 22 - Cost of materials consumed

22.1

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
	Amount	Amount
(a) Opening stock of Inventory Material		
Add : Purchases	2070,58,134	1850,10,894
less : Purchase return	12832,42,437	13205,34,359
		-
Sub-Total(a)		
Less : Closing stock of inventory	14903,00,571	15055,45,253
(b) Cost of material consumed	1917,20,063	2070,58,134
	12985,80,508	**12984,87,119**

22.2 **Details of various raw materials**

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Breakup of raw material consumed :	Amount	Amount
Piping & Pressure Parts		
Stores & Spares(Consumables & Non Consumables)	3787,22,299	3827,82,401
Structures	127,66,616	135,57,016
	9070,91,592	9021,47,702
	12985,80,507	**12984,87,119**

22.3 **Value of Imported and Indigenous goods:-**

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
(a) Raw Material		
Indigenous		
Imported	12858,13,891	12849,30,103
(b) Components & Spare Parts	-	-
Indigenous		
Imported	127,66,616	135,57,016
	-	-

Note 23 - Changes in Inventories in case of Stock in Process

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Opening Stock :	Amount	Amount
	299,57,136	226,67,991
Sub-total (a)	1740,79,986	1672,60,471
	2040,37,121	**1899,28,462**
Closing Stock :		
	-	299,57,136
Sub-total (b)	2490,51,192	1740,79,986
	2490,51,192	**2040,37,122**
Net (Increase)/ Decrease in Stocks (a-b)	**(450,14,071)**	**(141,08,660)**

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Note 24 - Employee benefits expenses

24.1

Particulars	For the year ended 31st March, 2016 Amount	For the year ended 31st March, 2015 Amount
Salaries & Wages Includes Managerial Remunration	492,45,691	673,19,893
Contribution to Provident & Other Funds	23,53,178	25,15,879
Staff and Labour Welfare Expenses	32,52,918	40,85,059
Total	**548,51,787**	**739,20,831**

24.2 **Defined benefit Plan:**

The Present Value of obligation is determined based on actuarial valuation using the projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the financial obligations. The obligation for leave encashment is recognized in the same manner as gratuity.

	Particulars	31-03-2016		31-03-2015	
		Gratuity (Unfunded)	Leave encashment (Unfunded)	Gratuity Unfunded	Leave encashment (Unfunded)
a)	**Reconciliation of Opening and closing balances of Defined benefit Obligation**				
	Defined Benefit Obligation at year beginning	25,21,641	20,92,311	19,46,441	22,96,529
	Current Service Cost	5,10,474	17,04,619	5,44,758	14,35,266
	Interest Cost	1,95,932	1,62,573	1,75,180	2,06,688
	Plan Amendments	-	-	-	-
	Actuarial (gain)/loss	(12,36,384)	(18,00,010)	(1,44,738)	(18,46,172)
	Benefits Paid	-	-	-	-
	Liabilities assumed on Acquisation	-	-	-	-
	Defined benefit obligations at year end	19,91,663	21,59,493	25,21,641	20,92,311
b)	**Reconciliation of Opening and closing balances of Fair value of plan assets**				
	Fair Value of plan assets at year beginning	-	-	-	-
	Expected Return on Plan Assets	-	-	-	-
	Actuarial gain/(loss)	-	-	-	-
	Employer's Contribution	-	-	-	-
	Benefit Paid	-	-	-	-
	Fair Value of Plan Assets at year end	-	-	-	-
	Actual Return on Plan Assets	-	-	-	-
b)	**Reconciliation of Fair value assets and obligations**				
	Fair Value of plan assets as at year end	-	-	-	-
	Present Value of obligation as at year end	19,91,663	21,59,493	25,21,641	20,92,311
	Amount recognised in balance sheet	(19,91,663)	(21,59,493)	(25,21,641)	(20,92,311)
c)	**Expenses recognised during the period (Under the head "Employee Benefit Expenses)**				
	Current Service Cost	5,10,474	17,04,619	5,44,758	14,35,266
	Interest Cost	1,95,932	1,62,573	1,75,180	2,06,688
	Past Service Cost	-	-	-	-
	Expected return on plan assets	-	-	-	-
	Actuarial (gain) / loss	(12,36,384)	(18,00,010)	(1,44,738)	(18,46,172)
	Net Cost	(5,29,978)	67,182	- 5,75,200	(2,04,218)
d)	**Discount Rate (Per Annum)**	7.50%	7.46%	7.77%	7.77%
e)	**Expected rate of return on plan assets (per annum)**	0.00%	0.00%	0.00%	0.00%
f)	**Salary esclation rate(per annum)**	5%	10%	5.00%	5.00%

Note: Actuarial valuation has been carried out using the Projected Unit Credit Method.

Note 25 - Finance costs

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Interest	709,67,158	788,81,029
Other Borrowing Cost	110,58,906	138,26,883
Total	**820,26,064**	**927,07,912**

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Note 26 - Other expenses

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Manufacturing Expenses		
Crane Hire charges	71,62,056	50,43,318
Water Charges	9,30,064	14,45,943
Power & Fuel	87,46,747	89,87,554
Repairs and Maintenance - Plant & Machinery	4,37,066	5,07,670
Testing & Inspection charges	5,56,353	18,24,516
Job work charges	433,28,436	357,84,247
Factory expenses	11,53,848	23,40,552
Increase/(Decrease) in Excise Duty Provision	(13,85,324)	15,85,927
Packing & forwarding expenses	400	1,64,488
Hire Charges	21,50,000	-
Adminstrative Expenses		
Insurance Charges	11,15,593	5,95,533
Rates and Taxes, excluding taxes on Income	1,45,956	1,70,807
Office & Other Expenses	66,18,727	26,68,933
Travelling and Conveyance	31,73,211	40,07,292
Repairs and Maintenance - Buildings	14,67,449	2,48,195
Repairs and Maintenance - Others	31,60,479	35,97,308
Security Expenses	35,46,832	34,70,322
Rent	22,23,344	34,22,483
Advertisement Charges	51,000	70,000
Legal and Professional Charges (* Refer note 26.1)	60,46,028	36,59,196
Business Promotion	4,77,413	6,59,651
Late Delivery Charges	1,70,549	61,869
Interest On MSME	4,38,115	8,00,390
Selling and Distribution Expenses		
Transportation Expenses	173,05,205	186,68,615
Total	**1090,19,545**	**997,84,807**

26.1 Legal and Professional Charges include :-

Payment to Auditors	For the year ended 31st March, 2016	For the year ended 31st March, 2015
For Statutory Audit	3,15,000	3,00,000
For Tax Audit	50,000	50,000
For Cost Audit	-	45,000
Total	**3,65,000**	**3,95,000**

Note 27 - Earnings Per Share

	Profit Computation for EPS	For the year ended 31st March, 2016	For the year ended 31st March, 2015
(a)	Net Profit after tax attributable to equity Shareholders	243,66,986	422,56,332
(b)	Weighted Number of shares for Basic Earnings per share	55,30,000	55,30,000
(c)	Weighted Number of shares for Diluted Earnings per share	55,30,000	55,30,000
(a)/ (b)	Basic earnings per share	4.41	7.64
(a)/ (c)	Diluted earnings per share	4.41	7.64
(d)	Nominal value per equity share	10	10

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Note 28 - Contingent Liability and Commitment (to the extent not provided for)

a. Claim against the company not acknowledge as debts Rs.8,12,331 (Previous year Nil).
b. Bank Guarantee outstanding is Rs.14,06,16,491/- (Previous year Rs.10,62,00,000/-).
c. Estimated amount of contract remaining to be executed on Capital Accounts is Rs. Nil. (Previous year Nil)

Note 29 - Information on Related Parties as required by Accounting Standard AS-18 "Related Party Disclosure" as under:-

a. Name of the Related Parties and Relationships:-

i.Holding Company	- Sunil Hi-tech Engineers Limited.
ii. Subsidiaries	- None
iii.Fellow Subsidiaries	- None
iv. Associates	- None
v. Other related Party	- Gangakhed Sugar and Energy Limited
	- Gutte Infra Pvt. Ltd.
	- Sunil Hitech India Infra Pvt. Ltd.
	- Sunilhitech Solar (Dhule) Pvt. Ltd.
	- VRG Digital Corporation Pvt. Ltd.
	- Trimurti Towers Pvt. Ltd.

b. Transactions during the year with Related Parties:-

Name of the Related Parties	Nature of Transactions	Transaction during the year Amount (Rs.)	Balance as on 31st March, 2016	Balance as on 31st March, 2015
(a) Swati Phad (Director)	Remuneration/ Professional fees	18,00,000	1,50,000(Cr.)	1,50,000 (Cr.)
(b) Sunil Gutte (Director)	Rent paid	654,000	365,400(Cr.)	4,38,950 (Cr.)
(b) Vijay Gutte (Director)	Rent paid	360,000	Nil	Nil
(c) Devarajan Thankappan Manamtharayil (Director)	Remuneration/ Professional fees	16,18,319	5,30,177(Dr.)	357,055 (Dr.)
(d) Sunil Hi-Tech Engineers Ltd. (Holding Company)	Interest paid on Inter corporate loan during the year.	33,00,000	4,81,25,779.38 (Dr.)	10,37,43,597 (Dr.)
	Purchase of Consumable Materials.	11,99,670		
	Sale of finished goods and services.	43,55,88,904		
	Inter corporate loan outstanding during the year.	Nil	3,00,00,000 (Cr.)	3,00,00,000 (Cr.)
(e) Gangakhed Sugar & Energy Limited	Vehicle insurance premium	25,259	Nil	49,91,269 (Cr.)
	Loan Repayment	50,16,528		

c. Key Managerial Personnel

Mr. Ratnakar M Gutte	- Director
Mr. Sunil R Gutte	- Director
Mr. Vijay R Gutte	- Director
Mrs. Swati R Phad	- Director
Mr. Devarajan Thankappan Manamtharayil	- Director

d. Relative of Key Managerial Personnel

Mrs. Sudhamati R. Gutte – Wife of Mr. Ratnakar. M. Gutte.

Balance of Secured Loan from HSBC is subject to confirmation.

Certain Bank Balances, Debtors & Creditors are subject to balance confirmations

Figures of the previous year have been re-arranged and regrouped, wherever necessary to make them comparable to the classification of current year.

As per our report attached

Abhay Upadhye
Partner
Membership No. 049354
For and on Behalf of
K. K. MANKESHWAR & CO.
Chartered Accountants
FRN: 106009W

Nagpur, dated the
25th May, 2016.

For & on Behalf of Board of Directors

Sunil R Gutte
Director
DIN : 00165822

M T Devarajan
Director
DIN : 06470763