



Samrat Forgings Limited
36th ANNUAL REPORT 2016-17



SAMRAT FORGINGS LIMITED

36th ANNUAL REPORT 2016-17

BOARD OF DIRECTORS

Mrs. Bindu Chowdhary
(Chairperson)

Mr. Rakesh M. Kumar
(Managing Director)

Mrs. Ritu Joshi
Mr. Ajay Kapoor
Mr. Ajay K. Arora
Mr. Ashok Lakhanpal

COMPANY SECRETARY

Mr. Sandeep Kumar

AUDITORS

M/s. Jain & Associates
Chartered Accountants
SCO : 819-820, Sector 22-A,
Chandigarh - 160 022

BANKERS

The Jammu & Kashmir Bank Ltd.
SCO 803-804, Sector 22-A,
Chandigarh-160 022

REGISTERED OFFICE

#406, First Floor, Sector 15-A,
Chandigarh-160 015
Phone: 0172-2774555
E-mail: info@samratforgings.com
Website: www.samratforgings.com
CIN:U28910CH1981PLC004522

WORKS & ADMN. OFFICE

Village & PO Gholu Majra,
Chandigarh - Ambala Highway,
Tehsil : Derabassi,
Distt. Mohali (Punjab)

CNC MACHINING UNIT

Village Bhankerpur,
Tehsil : Derabassi,
Distt. Mohali (Punjab)

REGISTRARS AND SHARE TRANSFER AGENTS

Mas Services Ltd.
T-34, 2nd Floor,
Okhla, Industrial Area,
Phase - II, New Delhi - 110020

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NOTICE

Notice is hereby given that the 36th Annual General Meeting of the members of Samrat Forgings Limited will be held on Friday, the 29th September, 2017 at 11:00 A.M. at the Registered Office of the Company at # 406, First Floor, Sector 15-A, Chandigarh- 160 015 to transact the following business.

ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2017 including the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mrs. Ritu Joshi (DIN: 01598873), who retires by rotation and being eligible, offers herself for reappointment.
3. To appoint the Auditors and fix their remuneration.

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

"RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and other applicable rules, if any, M/s Jain & Associates, Chartered Accountants (Firm Registration No.: 001361N) be and are hereby appointed as the Statutory Auditors of the Company, to hold the office for a period of five (5) consecutive years commencing from the conclusion of this Annual General Meeting (AGM) till the conclusion of the 41st AGM of the Company to be held in the year 2022 (subject to ratification of their appointment at every AGM) on such remuneration as may be mutually agreed between the Board of Directors of the Company and the said Auditors."

SPECIAL BUSINESS:

4. **To approve increase in remuneration of Managing Director**

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

"RESOLVED THAT pursuant to the provisions of Section 197 read with Schedule V and the applicable provisions of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and other applicable provisions, rules, if any of the Companies Act, 2013 and any other laws, regulations prevailing for the time being in force, the increase in remuneration of Mr. Rakesh M Kumar (DIN: 00066497), Managing Director of the Company, as recommended by the Nomination & Remuneration Committee and Board of Directors of the company be and is hereby approved w.e.f. 01.01.2017 for the remaining tenure of his appointment i.e. upto 30.11.2017 as under:

- A) Salary: Rs. 6,00,000/- per month
- B) Perquisites:
 - a. Contribution to Provident Fund, Superannuation Fund and Annuity Fund to the extent these are either singly or put together are not taxable under the Income Tax Act, 1961.
 - b. Gratuity payable at a rate not exceeding half a month's salary for each completed year of service.
 - c. Encashment of earned leave at the end of tenure subject to maximum of 10 months as per the rules of the Company.
 - d. Other perquisites subject to over all ceiling on remuneration mentioned here in above, the Managing Director may be given any other allowance, benefits and perquisites as the Board of Directors may from time to time decide.

- C) Amenities:
- The Company shall provide Chauffeur driven car facility to the Managing Director for official use.
 - Phone and other communication facilities subject to the condition that personal long distance calls shall be recovered from the Managing Director.

FURTHER RESOLVED THAT In the event of loss and/or inadequacy of profits in any financial year during his tenure, the remuneration as proposed aforesaid shall be deemed to be the minimum remuneration."

5. **To re-appoint Mr. Rakesh M. Kumar (DIN: 00066497) as Managing Director**

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

"RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 read with Schedule V and all other applicable provisions of the Companies Act, 2013 ("the Act"), and rules made thereunder (including any statutory modification(s) or re-enactment thereof, for the time being in force), the relevant provisions of the Articles of Association of the Company and all applicable guidelines issued by the Central Government from time to time and subject to the approvals, as may be necessary, consent of the Members be and is hereby accorded to the re-appointment of Mr. Rakesh M. Kumar (DIN: 00066497) as Managing Director of the Company, for a period of three (3) years with effect from December 1, 2017 as per the following terms:

- Salary: Rs. 6,00,000/- per month in the scale of 6,00,000 - 50,000 - 7,00,000
- Perquisites:
 - Contribution to Provident Fund, Superannuation Fund and Annuity Fund to the extent these are either singly or put together are not taxable under the Income Tax Act, 1961.
 - Gratuity payable at a rate not exceeding half a month's salary for each completed year of service.
 - Encashment of earned leave at the end of tenure subject to maximum of 10 months as per the rules of the Company.
 - Other perquisites subject to over all ceiling on remuneration mentioned here in above, the Managing Director may be given any other allowance, benefits and perquisites as the Board of Directors may from time to time decide.
- Amenities:
 - Chauffeur driven car facility for official use.
 - Phone and other communication facilities subject to the condition that personal long distance calls shall be recovered from the Managing Director.

FURTHER RESOLVED THAT In the event loss or inadequacy of profits in any financial year during his tenure, the remuneration as aforesaid shall be deemed to be the minimum remuneration, subject to the ceiling as specified in Schedule V of the Companies Act, 2013 from time to time and subject to the approval of statutory authorities as may be required under the Act, in accordance with the provisions of the Companies Act, 2013.

FURTHER RESOLVED THAT the Directors or the Company Secretary of the Company be and is hereby authorised to take such steps and do all other acts, deeds and things as may be necessary or desirable to give effect to this resolution."

Regd. Office:
406, First Floor,
Sector 15-A,
Chandigarh – 160 015
Email: info@samratforgings.com
CIN: U28910CH1981PLC004522
Date: 16th August, 2017

By order of the Board of Directors
For Samrat Forgings Limited

(Rakesh M Kumar)
Managing Director
DIN: 00066497

NOTES:

1. Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
A PROXY CAN ACT AS PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS.
3. Proxies in order to be effective must be received by the Company at its Registered Office not less than 48 hours before the commencement of the meeting and the proxies shall not have any voting rights except on poll.
4. Corporate members intending to send their authorised representatives to attend the meeting are requested to send to the Company a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the meeting.
5. The Register of Members and Share Transfer Books of the Company will remain closed from 25.09.2017 to 29.09.2017 (both days inclusive) pursuant to the provisions of Section 91 of the Companies Act, 2013.
6. Members/Proxies are requested to bring their attendance slips and copy of Annual Report to the Meeting.
7. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their question in writing to the Company at least 7 days before the date of the meeting so that information required may be made available at the meeting.
8. Members / proxy holders are requested to produce the attendance slip duly completed and signed, for admission to the meeting hall.
9. In case of joint shareholders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
10. Members who hold shares in de-materialized form are requested to bring their client ID and DP-ID number for the purpose of identification and attendance at the meeting.
11. Members are requested to immediately intimate the change in address and bank details, if any, to the Company's Registrar and Share Transfer Agent i.e. M/s Mas Services Ltd, at T- 34, 2nd Floor, Okhla Industrial Area, Phase-II, New Delhi- 110 020 with their Folio number/DPID/Client ID.
12. Members holding shares in electronic form are requested to submit their PAN to their Depository Participants with whom they are maintaining their Demat accounts. Members holding shares in physical form can submit their PAN to the Company/Registrar & Share Transfer Agent of the Company.
13. For receiving all communication including Annual Report, Notices etc. from the Company electronically, members are requested to register/update their e-mail address with their respective Depository Participant, where shares are held in electronic mode. If, shares are held in physical form, members are advised to register their e-mail address with the Company's Registrar and Share Transfer Agent i.e. Mas Services Ltd.
14. All documents referred in the notice are open for inspection at the Registered Office of the Company between 11:00 A.M. to 01:00 P.M. on any working day prior to the date of the Annual General Meeting.
15. At the ensuing Annual General Meeting Mrs. Ritu Joshi (DIN: 01598873), Director of the

Company retires by rotation and being eligible, offers herself for re-appointment. The particulars of the said Director are given below:

Mrs. Ritu Joshi is non executive promoter director and associated with the Company since 2011. She is post graduate by qualification having rich experience of business management to her credit and her services have been very useful for the business affairs of the Company.

Mrs. Ritu Joshi is holding 20 Equity Shares as on 31st March, 2017

Other Directorship:

Mrs. Ritu Joshi was director in following other Companies as on 31.03.2017:

1. Alacrity Holdings Pvt Ltd
 2. Jay Dee Holdings Pvt Ltd
 3. Gee Cee Investments & Finance Pvt Ltd
 4. Natrajan Investments & Finance Pvt Ltd
 5. C D Infrastructure Pvt Ltd
 6. Devi Computronics Pvt Ltd
16. Voting through Electronic means:
- I. In compliance/accordance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to offer e-voting facility as an alternative mode of voting which will enable the Members to cast their votes electronically on the resolutions mentioned in the notice of the 36th Annual General Meeting of the Company.
 - II. Similarly, members opting to vote physically can do the same by remaining present at the meeting and should exercise the option for e-voting. However, in case Members cast their vote exercising both the options, i.e. physically and e-voting, then votes casted through e-voting shall be only taken into consideration and treated valid whereas votes casted physically at the meeting shall be treated as invalid.
 - III. The instructions for shareholders voting electronically are as under:
 - (i) The voting period begins on 26th September, 2017 at 9.00 AM and ends on 28th September, 2017 at 5.00 PM. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 22nd September, 2017, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - (ii) The shareholders who have already voted by e-voting prior to the meeting date would not be entitled to vote at the meeting venue.
 - IV. Procedure to cast vote electronically is as under:
 - (i) The shareholders should log on to the e-voting website www.evotingindia.com
 - (ii) Click on Shareholders.
 - (iii) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digit Client ID.
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
 - (iv) Next enter the Image Verification as displayed and Click on Login.

- (v) If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vi) If you are a first time user follow the steps given below:

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

- (vii) After entering these details appropriately, click on "SUBMIT" tab.
- (viii) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in Demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the Demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on the EVSN for Samrat Forgings Limited.
- (xi) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take print out of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvi) If demat account holder has forgotten the changed password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

- (xvii) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xviii) Note for Non - Individual Shareholders and Custodians:
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.
- (xx) Any person, who acquires shares of the Company and become Member of the Company after dispatch of the Notice and holding shares as on the cut-off date i.e. 22nd September, 2017 may follow the same instructions as mentioned above for e-Voting.
- V. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date (record date) of 22nd September, 2017.
- VI. Members may send e-mail at sandeepsharma@samratforgings.com for any grievances connected with electronic means.
- VII. A copy of this notice has been placed on the website of the Company and will also be available on website of CDSL during voting period.
- VIII. The Company has appointed Mr. Kanwaljit Singh, Practicing Company Secretary (Certificate of Practice Number 5870) as the Scrutinizer for e-voting process and scrutinizing the voting through poll at the meeting in a fair and transparent manner.
- IX. The scrutinizer shall, immediately after the conclusion of voting at the AGM, count the votes cast at the AGM and thereafter unblock the votes cast through e-voting in the presence of at least two witnesses not in employment of the company. The Scrutinizer shall submit a consolidated Scrutinizer's Report or the total votes cast in favor of or against, if any, not later than three days after the conclusion of the AGM to the Chairman or a person authorized by him in writing who shall countersign the same and declare the results of the voting forthwith.
- X. The Results declared alongwith the Scrutinizer's Report shall be placed on the Company's website www.samratforgings.com and on the website of CDSL immediately after the result is declared by the Chairman or any other person authorized by the Chairman.

Regd. Office:
406, First Floor,
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Email: info@samratforgings.com
CIN: U28910CH1981PLC004522
Date: 16th August, 2017

By order of the Board of Directors
For Samrat Forgings Limited

(Rakesh M Kumar)
Managing Director
DIN: 00066497

Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 relating to items of Special Business**Item No. 4**

Mr. Rakesh M Kumar (DIN: 00066497) is associated with the Company as a Whole Time Director for the last twenty three years. Presently he is designated as Managing Director of the Company and looking after all business affairs of the Company. Considering his role in the overall development of the Company, annual appraisal to the employees of the company and various other factors, the Nomination & Remuneration Committee, in its meeting held on December 08, 2016 recommended and the Board of Directors, in its meeting held on December 28, 2016, approved the payment of remuneration of Rs. 6,00,000/- per month and other perquisites & amenities as mentioned in item no. 4 of notice of AGM to Mr. Rakesh M Kumar (DIN: 00066497), Managing Director, with effect from January 1, 2017, for the remaining tenure of his appointment i.e. upto 30.11.2017, subject to the approval of the shareholders in the General Meeting.

The Board of Directors recommends the relevant resolution for your consideration and approval as an Ordinary Resolution.

Mr. Rakesh M Kumar (DIN: 00066497) being the beneficiary himself, Mrs. Bindu Chowdhary (DIN: 01154263) and Mrs. Ritu Joshi (01598873), Directors of the Company, being the relatives of Mr. Rakesh M Kumar are concerned and interested in the resolution. No other Directors, Key Managerial Personnel or their relatives are concerned or interested in the resolution.

Item No. 5

The Board of Directors of the Company in its meeting held on 16th August, 2017 has, subject to the approval of members, re-appointed Mr. Rakesh M Kumar (DIN: 00066497) as Managing Director, for a period of three (3) years w.e.f. 1st December, 2017 at the remuneration recommended by the Nomination & Remuneration Committee and approved by the Board of Directors, within the limit specified in Schedule V, Part II, Section II(A) of the Companies Act, 2013.

Terms of appointment and remuneration of Mr. Rakesh M Kumar (DIN: 00066497) are set out in the Resolution under Item No. 5 of the notice, which is within the limit specified in Schedule V, Part II, Section II(A) of the Companies Act, 2013.

Mr. Rakesh M Kumar (Din: 00066497) is associated with the Company since 1994 as a Whole Time Director and he has rich business experience of twenty six years in forging industry to his credit. He is managing the affairs of the Company for the last twenty three years and given his strong dedication and devotion for the overall growth of the Company to a very sound state.

The Board recommends this resolution as an Ordinary Resolution for the approval of the members in terms of Resolution set out in Item No. 5 of the Notice.

None of the Directors or Key Managerial Person of the Company is interested in the resolution except Mr. Rakesh M Kumar (DIN: 00066497) being the beneficiary, Mrs. Ritu Joshi (DIN: 01598873) and Mrs. Bindu Chowdhary (DIN: 01154263), Directors being the relatives of Mr. Rakesh M Kumar.

The following additional information as per the requirement of Schedule V of the Companies Act, 2013 is given below:

I. General information:**1. Nature of Industry**

The Company comes under Forgings Industry and is in the business of manufacturing of closed die steel forgings and machined components.

2. Date or expected date of commencement of commercial production

The Commercial production started in the year 1985.

3. In case new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus

Not applicable

4. Financial performance of the Company

The financial performance of the Company has improved during the last 9-10 years with the consistent increase in sales turnover. During last year, the Company has achieved sales turnover of Rs. 7942.34 lacs (including excise) and profit of Rs. 75.54 lacs (before tax) as against sales turnover of Rs. 7476.26 lacs (including excise) and profit of Rs. 38.64 lacs (before tax) during previous year. The turnover of the Company has increased by 6.23% and the profit (before tax) has increased by 95.50% as compared to previous year's turnover and profit.

5. Foreign investments or collaborations, if any

The Company has not made any investment in foreign market.

II. Information about the appointee

1. Background detail

Mr. Rakesh M. Kumar is B.E., MBA by qualification having twenty six years of business experience in forging industry to his credit. He has joined Samrat Forgings Limited as a whole time director in the year 1994 and looking after all business operations of the Company for the last twenty three years.

2. Past remuneration

Mr. Rakesh M. Kumar was drawing Remuneration of Rs. 4,00,000/- p.m. with other benefits and perquisites as approved by the shareholders in the general meeting on 30th September, 2014 as per provisions of section 196, 197, 203 and Schedule V of the Companies Act, 2013. Considering his role in the overall development of the Company, the Board of Directors on the recommendation of Nomination & Remuneration Committee and subject to the approval of the shareholders in the general meeting has increased the remuneration of Mr. Rakesh M Kumar as Rs. 6,00,000/- p.m. with other benefits and perquisites as approved by the shareholders in the AGM held on 30th September, 2014 w.e.f. 01.01.2017 for the remaining term of appointment i.e. up to 30.11.2017.

3. Recognition or awards

Career profile already covered in the section Background detail.

4. Job profile and his suitability

Mr. Rakesh M. Kumar is managing the affairs of the Company for the last twenty three years and has given his strong dedication and devotion for the overall growth of the Company to a very sound state. He is very well suited to handle the responsibility of his designation/position and the responsibilities assigned to him by the Board of Directors of the Company.

5. Remuneration proposed

The Proposed Remuneration is: Salary amounting Rs. 6,00,000/- per month in the scale of 6,00,000 – 50,000 – 7,00,000 and other benefits and perquisites as mentioned in the Notice subject to maximum ceiling as allowed in Schedule V of the Companies Act, 2013.

6. Comparative remuneration profile with respect to industry, size of Company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin)

In the present scenario the remuneration being paid to the managerial personnel by companies in forging industry is very high. Mr. Rakesh M. Kumar has business experience of approximately twenty six years and taking into account the responsibilities assigned, the remuneration proposed to be paid to him is very reasonable in comparison of remuneration packages paid to similar senior level appointee(s) in other Companies in the industry.

7. Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any.

Mr. Rakesh M. Kumar is Managing Director of the Company and except for drawing remuneration as approved by shareholders; has no other pecuniary relations with the Company. He is related to Mrs. Ritu Joshi and Mrs. Bindu Chowdhary, Directors of the Company.

III. Other information:

1. Reasons of loss or inadequate profits

In view of the highly competitive market scenario in forging industry, the Company has posted profits before tax of Rs. 75.54 lacs and net profit after tax of Rs. 50.37 lacs for the year ended 31st March, 2017.

2. Steps taken or proposed to be taken for improvement

The Company is constantly looking forward to improve its productivity, sales and consequently its profits and therefore steps have been taken for addition of new machinery equipped with latest technology, cost cutting, optimum utilization of resources to cater the needs of customers.

3. Expected increase in productivity and profits in measurable terms

Considering the present market conditions and the steps taken by the Company, the production, sales and profitability of the Company is expected to increase substantially in the ensuing years. The Company posted net profit (after tax) of Rs. 50.37 lacs for the year ended 31st March, 2017 and is focusing on widening its product portfolio to improve the profits going forward.

Regd. Office:
406, First Floor,
Sector 15-A,
Chandigarh – 160 015
Email: info@samratforgings.com
CIN: U28910CH1981PLC004522
Date: 16th August, 2017

By order of the Board of Directors
For Samrat Forgings Limited

(Rakesh M Kumar)
Managing Director
DIN: 00066497

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the 36th Annual Report together with the Audited Statement of Accounts of the Company for the financial year ended on 31st March, 2017. The financial highlights for the year under review are given below:

FINANCIAL RESULTS	(Rs. in lacs)	
	For the year ended 31.03.2017 (Current Year)	For the year ended 31.03.2016 (Previous Year)
Gross Sales including Job Work	7942.34	7476.25
Less: Excise Duty/Service Tax	845.41	801.64
Net Sales	7096.93	6674.61
Other Income	20.57	22.08
Profit before Interest, Depreciation & Tax	670.11	654.72
Interest	384.39	403.38
Depreciation	210.18	212.70
Net Profit before Tax	75.54	38.64
Provision for Tax	18.26	6.16
Provision for deferred Tax	6.91	2.71
Profit after tax available for appropriation	50.37	29.76
Transfer to General Reserve	0.00	0.00

OPERATIONAL REVIEW

Through the constant efforts put by the directors and employees, the Company has achieved a gross sales turnover of Rs. 7942.34 lacs during the year ended on March 31, 2017 as against gross sales turnover of Rs. 7476.25 lacs during the corresponding previous financial year ended on 31st March, 2016. This year the company has managed to revive its growth trend which became lull for the past two years. The major contribution came from the non-automotive segments which the company entered last year, envisaging erratic trends of growth in Automotive and Farm equipment segments. The company has earned net profit of Rs. 50.37 lacs as compared to the previous year's figure of Rs. 29.76 lacs. Your directors putting constant efforts to further increase the production, sales and profitability and expecting to post improved results during the year 2017-18.

FUTURE PROSPECTS/ EXPANSION

The Company is endeavored to upgrade its production base by installing latest technology machines in its forging as well as machining unit to meet with the demand of its products by the existing and new customers. The company has added new valued customers in its customer list and it is expected that it will certainly be beneficial for the business growth of the Company in the coming years.

The company is regularly conversing with its bankers and other financial institutions to provide financial assistance for the expansion in production facilities and it is expected that with the installation of new machinery and by up gradation of technology, the production level and sales would be further improved in the coming years.

TRANSFER TO RESERVES

The Company has not transferred any amount to reserves.

CAPITAL STRUCTURE

There is no change in the Capital Structure of the Company during the year under review.

DIVIDEND

The Directors regret their inability to recommend any dividend for the year under review and rather prefer to conserve the resources and plough back the accrued profits into the Company.

EXTRACT OF ANNUAL RETURN

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

DEPOSITS

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and Companies (Acceptance of Deposits) Rules, 2014, during the financial year under review.

DIRECTORS

There was no change in the constitution of the Board during the financial year under review.

Mrs. Ritu Joshi (DIN: 01598873), Director is liable to retire by rotation at the forthcoming Annual General Meeting and being eligible, offers herself for re-appointment. The brief profile of Mrs. Ritu Joshi, names of the Companies in which she has held directorship etc is furnished in the notes forming part of the notice of the ensuing Annual General Meeting.

All independent directors have given declaration that they meet the criteria of independence as laid down under section 149(6) of the Companies Act, 2013.

BOARD PERFORMANCE EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and Listing Regulations, the Board has carried out the annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit Committee and Nomination & Remuneration Committee. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Boards functioning such as adequacy of the composition of the Board and its committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual directors including the Chairperson of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Company Secretary. The Directors expressed their satisfaction with the evaluation process.

MEETINGS OF THE BOARD

During the year seven Board Meetings were convened and held. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013.

The Independent Directors of the Company meet at least once in every financial year without the presence of Non-Independent Directors, Executive Directors and any other management personnel. The meeting(s) is conducted in an informal manner to enable the Independent Directors to discuss matter pertaining to, inter alia, review of performance of Non-Independent Directors and the Board as a whole, assess the quality, quantity and timeliness of flow of

information between the Company's management and the Board that is necessary for the Board to effectively and reasonably perform their duties. During the year, one meeting of Independent Directors was held.

REMUNERATION POLICY

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

DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Companies Act, 2013, the directors report that:

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed.
- (ii) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2017 and of the profit of the Company for the year ended on that date.
- (iii) The directors have taken proper & 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.
- (iv) The directors have prepared the annual accounts on a going concern basis.
- (v) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (vi) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

SUBSIDIARY COMPANIES

The Company does not have any subsidiary.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Your Company has not given any loans or guarantees, nor the Company has made any investments covered under the provisions of Section 186 of the Companies Act, 2013.

CHANGE IN NATURE OF BUSINESS

There has been no change in the nature of business of the company during the year under review.

COMPANIES BECOME/CEASED TO BE SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary or Joint Venture or Associate company during the year under review.

SECRETARIAL AUDIT

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 Mr. Kanwaljit Singh, Company Secretary in practice (CP No. 5870) to undertake the

Secretarial Audit of the Company. The Secretarial Audit Report received from the said auditor is annexed to this report as Annexure- 2. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on arm's length basis. There are no material significant related party transactions made by the company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the company at large.

The Board of Directors of the Company has, on the recommendation of the Audit Committee, adopted a policy to regulate transactions between the Company and its Related Parties, in compliance with the applicable provisions of the Companies Act, 2013, the rules there under.

Pursuant to Section 134 of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014, Form AOC-2 is annexed as Annexure-3 to this report.

SHIFTING OF COMPANY TO THE DISSEMINATION BOARD OF NSE

The Company was listed on Ludhiana Stock Exchange and on dissolution of the said stock exchange the Company ceased to be a listed company and shifted to the dissemination board of the National Stock Exchange. Since the company is not listed on any nationalized stock exchange, the provisions of Listing Regulations such as Report on Corporate Governance, Certificate on Corporate Governance, Management Discussion & Analysis Report etc are not applicable on the company.

The company has now applied for listing on BSE Limited under direct listing norms of the said stock exchange and is in process to get listed on the said BSE Limited, therefore, these reports are incorporated and forming part of the annual report for the financial year 2016-17.

CODE OF CONDUCT

The Board of Directors has approved a Code of Conduct (the Code) which is applicable to the Members of the Board and members of the senior management of the company. The code has been posted on the website of the Company i.e. www.samratforgings.com.

The Code lays down the standard procedure of business conduct which is expected to be followed by the Directors and members of the senior management in their business dealings and in particular on matters relating to integrity in the work work place, in business practices and in compliance of applicable laws.

All the Board Members and the Senior Management personnel have confirmed compliance with the Code.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established adequate vigil mechanism for its directors and employees to report genuine concerns by implementing Whistle Blower Policy & Vigil Mechanism. According to the said policy the directors and employees can report the defaults, if any, comes to their notice to the Vigilance and Ethics Officer or to the Chairman of the Audit Committee of the Company.

AUDITORS & AUDITORS' REPORT

M/s Jain & Associates, Chartered Accountants (FRN: 001361N), Statutory Auditors of the Company hold office till the conclusion of the ensuing Annual General Meeting. The Board of Directors on the proposal of Audit Committee recommend the appointment of M/s Jain & Associates, Chartered Accountants (FRN: 001361N) as Statutory Auditors of the Company by the members, to hold office for a period of five consecutive years commencing from the conclusion of this Annual General Meeting (AGM) till the conclusion of the 41st AGM of the Company to be held in the year 2022 (subject to ratification of their appointment at every AGM).

The Auditors have confirmed that their appointment, if approved, will be within the limits of Section 141(3)(g) of the Companies Act, 2013 and have also certified that they are free from disqualification

specified under Section 141(3) of the Companies Act, 2013. The members are requested to appoint Auditors and fix their remuneration.

The Audit Report issued by the Auditors of the Company forms part of the Annual Report and the observation made in the Auditors' Report read together with relevant notes thereon are self explanatory and hence, do not call for any further comments under Section 134 of the Companies Act, 2013.

ISO / TS CERTIFICATION

Your Directors are pleased to inform you that the Company continues to be holder of ISO/TS – 16949:2009 AD 2000-Merkblatt W 0 Certification from TUV Rheinland. Regular audits are conducted under this Certification.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an optimum internal control system commensurate with the size, scale and complexity of its operations which ensure control over its various functions in its business operations. The effectiveness of the internal control system has been reviewed by the internal audits of all operational departments and all major corporate functions under the directions of the Internal Audit department. The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. The process owners undertake corrective action in accordance of the guidance and suggestions of the senior designated officials, in their respective areas and thereby strengthen the controls.

INVESTORS' RELATIONS

The Company has always endeavors to keep the time of response to shareholders' requests / grievances at the minimum. Priority is accorded to address all the issues raised by the shareholders and provide them a satisfactory reply immediately. The Company has not received any grievance from the shareholders during the financial year 2016-17.

INDUSTRIAL RELATIONS

The company continued to maintain very healthy, cordial and harmonious industrial relations at all levels and there was no conflict between workmen and the management during the year under review.

MATERIAL CHANGES BETWEEN THE DATE OF THE BOARD REPORT AND END OF FINANCIAL YEAR

There have been no material changes and commitments, 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 this report.

CORPORATE SOCIAL RESPONSIBILITY

The provisions of Corporate Social Responsibility are not applicable to the company. Hence, the company has not made any policy on corporate social responsibility.

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

During the year under review there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

BUSINESS RISK MANAGEMENT

In today's economic environment, Risk Management is a very important part of business. The main aim of risk management is to identify, monitor and take precautionary measures in respect of the events that

may pose risks to the business. Your company is always endeavored to identify and take appropriate and timely action to mitigate all type of risks involved in business of the company.

At present the company has not identified any element of risk which may threaten the existence of the company.

SAFETY, POLLUTION & QUALITY CONTROL

The Company is committed to achieve and maintain at all levels, safety in plant operations. To achieve this, sufficient safety provisions have been made and the same are checked periodically. There were no major accidents in the plant during the year. Further there are no effluents, which require treatment. Stringent quality control for all products and raw materials has been incorporated and the Company have well equipped laboratory to ensure quality control.

MANAGEMENT DISCUSSION & ANALYSIS REPORT

A detailed analysis of the Company's performance is discussed in the Management Discussion and Analysis Report, which forms part of this Annual Report.

CORPORATE GOVERNANCE

A report on Corporate Governance along with a certificate from Mr. Kanwaljit Singh, Company Secretary in practice (CP No. 5870) regarding compliance of conditions of Corporate Governance as stipulated under SEBI (LODR) Regulations, 2015 forms part of this Annual Report.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

During the year under review, none of the employees of the Company has drawn remuneration over and above the limits specified under Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. The disclosure pertaining to remuneration and other details as required under section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and the names and other details of top ten employees in terms of remuneration drawn during the financial year 2016-17 are annexed as Annexure-4 to this report.

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

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act, are provided in Annexure- 5 to this Report.

ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation for the whole hearted and sincere co-operation the Company has received from its bankers, financial institutions and various Government agencies. The Directors also wish to place on record their sincere thanks to the shareholders for their continued support, co-operation and confidence in the management of the Company. Last but not the least, the Directors wish to place on record their deep sense of appreciation for the devoted services of the Executives, Staff and Workers of the Company at all levels that has contributed to the growth and success of the Company.

For and on behalf of the Board of Directors of
Samrat Forgings Limited

Place: Chandigarh
Dated: 16th August, 2017

Rakesh M. Kumar
Managing Director
[DIN: 00066497]

Bindu Chowdhary
Director
[01154263]

Annexure-1

Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on
31st March, 2017

[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: U28910CH1981PLC004522
- ii) Registration Date: 06.05.1981
- iii) Name of the Company: Samrat Forgings Limited
- iv) Category / Sub-Category of the Company: Company Limited by Shares
- v) Address of the Registered office and contact details: # 406, First Floor, Sector 15-A, Chandigarh - 160015
- vi) Whether listed company: At dissemination board of National Stock Exchange (NSE), Earlier listed on Ludhiana Stock Exchange, before dissolution of the said exchange.
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any:
MAS SERVICES LIMITED
T-34, 2nd Floor, Okhla Industrial Area,
Phase – II, New Delhi – 110 020
Phone: 011-26387281, 282, 283

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	Closed die steel forgings	73269099	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	N.A.	N.A.	N.A.	N.A.	N.A.

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	555020	40	555060	11.10	555020	40	555060	11.10	0
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt. (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	2211200	267701	2478901	49.58	2211200	267701	2478901	49.58	0
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any other...	-	-	-	-	-	-	-	-	-
Sub-total (A)(1)	2766220	267741	3033961	60.68	2766220	267741	3033961	60.68	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
Total shareholding of Promoters (A) = (A)(1) + (A)(2)	2766220	267741	3033961	60.68	2766220	267741	3033961	60.68	0
B. Public Shareholding									
a) Mutual Funds/Banks/FI	0	165000	165000	3.30	0	165000	165000	3.30	0
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt. (s)	-	-	-	-	-	-	-	-	-
d) Venture Capital funds	-	-	-	-	-	-	-	-	-
e) Insurance Companies	-	-	-	-	-	-	-	-	-
f) FIs	-	-	-	-	-	-	-	-	-
g) Foreign Venture	-	-	-	-	-	-	-	-	-
h) Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1)	0	165000	165000	3.30	0	165000	165000	3.30	0
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	188600	1238650	1427250	28.55	188600	1238650	1427250	28.55	0
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	300	106260	106560	2.13	300	106260	106560	2.13	0

ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	0	267229	267229	5.34	0	267229	267229	5.34	0
c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2)	188900	1612139	1801039	36.02	188900	1612139	1801039	36.02	0
Total Public shareholding (B) = (B)(1)+(B)(2)	188900	1777139	1966039	39.32	188900	1777139	1966039	39.32	0
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	2955120	2044880	5000000	100	2955120	2044880	5000000	100	0

(ii) Shareholding of Promoters

Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of 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	% change in shareholding during the year
Sh. J C Chowdhary	10	0.00	100	10	0.00	100	Nil
Smt. Bindu Chowdhary	10	0.00	Nil	10	0.00	Nil	Nil
Sh. Rakesh M Kumar	465000	9.30	Nil	465000	9.30	Nil	Nil
Smt. Kiran M Kumar	90000	1.80	Nil	90000	1.80	Nil	Nil
Smt. Ritu Joshi	20	0.00	Nil	20	0.00	Nil	Nil
Sh. R N Sood	10	0.00	100	10	0.00	100	Nil
Sh. S C Chowdhary	10	0.00	100	10	0.00	100	Nil
Jandwani Poly Products Pvt Ltd	1361200	27.22	Nil	1361200	27.22	Nil	Nil
Natrajan Investments & Finance Pvt Ltd	820000	16.40	Nil	820000	16.40	Nil	Nil
Jay Dee Holdings Pvt Ltd	280000	5.60	89.29	280000	5.60	89.29	Nil
R Kumar Investments & Finance Pvt Ltd	17701	0.35	100	17701	0.35	100	Nil
Total	3033961	60.68		3033961	60.68		

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

Sl. No.		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				
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase				

/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
At the End of the year				

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

Sl. No.	Name of the shareholder	Shareholding at the beginning of the year (as on 01.04.2016)		Date	Increase/decrease in shareholding	Reason	Shareholding at the end of the year (as on 31.03.2017)	
		No. of shares	% of total shares of the company				No. of shares	% of total shares of the company
1	CSL Finance Ltd	857000	17.15	Nil	Nil	Nil	857600	17.15
2	Incredible Capital Ltd	500000	10.00	Nil	Nil	Nil	500000	10.00
3	Punjab State Industrial Development Corporation Ltd	165000	3.30	Nil	Nil	Nil	165000	3.30
4	Sh. Gurdeep Singh Basi	133615	2.67	Nil	Nil	Nil	133615	2.67
5	Sh. Jassoo Singh Basi	133614	2.67	Nil	Nil	Nil	133614	2.67
6	Amrex Marketing Pvt Ltd	68000	1.36	Nil	Nil	Nil	68000	1.36
7	Sh. Lakshmi Krishan Iyer	4000	0.08	Nil	Nil	Nil	4000	0.08
8	Sh. Latha Kumar	4000	0.08	Nil	Nil	Nil	4000	0.08
9	Sh. Natwar Lal Rathi	3700	0.07	Nil	Nil	Nil	3700	0.07
10	Sh. C V Chacko	2000	0.04	Nil	Nil	Nil	2000	0.04

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Shareholding at the beginning of the year			Cumulative Shareholding during the year	
	Name of the Director and KMP	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Mr. Rakesh M Kumar- Managing Director				
	At the beginning of the year	465000	9.30	465000	9.30
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Nil movement during the year			
	At the End of the year	465000	9.30	465000	9.30
2.	Mrs. Bindu Chowdhary- Non Executive Director				
	At the beginning of the year	10	0.00	10	0.00

	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Nil movement during the year			
	At the End of the year	10	0.00	10	0.00
3.	Mrs. Ritu Joshi- Non Executive Director				
	At the beginning of the year	20	0.00	20	0.00
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Nil movement during the year			
	At the End of the year	20	0.00	20	0.00
4.	Mr. Ajay Kapoor- Non Executive Director	0	0	0	0
		Nil holding/movement during the year			
5.	Mr. Ajay K Arora- Non Executive Director	0	0	0	0
		Nil holding/movement during the year			
6.	Mr. Ashok Lakhanpal- Non Executive Director	0	0	0	0
		Nil holding/movement during the year			
7.	Mr. Sandeep Kumar- Company Secretary	0	0	0	0
		Nil holding/movement during the year			

V. INDEBTEDNESS (Rs. in Lakhs)

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	2245.98	509.40	-	2755.38
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	0.90	2.21	-	3.11

Total (i+ii+iii)	2246.88	511.61	-	2758.49
Change in indebtedness during the financial year				
- Addition	142.84	85.80	-	228.64
- Reduction	255.21	222.01	-	477.22
Net Change	-112.37	-136.21	-	-248.58
Indebtedness at the end of the financial year				
i) Principal Amount	2133.61	373.19	-	2506.80
ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	0.58	1.52	-	2.10
Total (i+ii+iii)	2134.19	374.71	-	2508.90

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: (Rs. in Lakhs)

Sl. No.	Particulars of Remuneration	Name of MD/WTM/Manager	Total Amount
		Mr. Rakesh M Kumar- MD	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	54.00	54.00
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0.22	0.22
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	Nil	Nil
2.	Stock Option	Nil	Nil
3.	Sweat Equity	Nil	Nil
4.	Commission - as % of profit - others, specify...	Nil	Nil
5.	Others, please specify	Nil	Nil
	Total (A)	54.22	54.22
	Ceiling as per the Act	84.00	84.00

B. Remuneration to other directors: (Amount in Rs.)

Sl. No.	Particulars of Remuneration	Name of Directors					Total Amount
		Mrs. Bindu Chowdhary	Mrs. Ritu Joshi	Mr. Ajay Kapoor	Mr. Ajay K Arora	Mr. Ashok Lakhanpal	
1.	Independent Directors						
	- Fee for attending board/ committee meetings	----	----	57500	65000	15000	137500
	- Commission	----	----	----	----	----	----
	- Others, please specify	----	----	----	----	----	----
	Total (1)	----	----	57500	65000	15000	137500
2.	Other Non-Executive Directors						
	- Fee for attending board/ committee meetings	52500	45000	----	----	----	97500
	- Commission	----	----	----	----	----	----
	- Others, please specify	----	----	----	----	----	----
	Total (2)	52500	45000	----	----	----	97500
	Total (B)=(1+2)	52500	45000	57500	65000	15000	235000
	Total Managerial Remuneration						235000
	Overall Ceiling as per the Act						3800000

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTB: (Amount in Rs.)

Sl. No.	Particulars of Remuneration	Company Secretary		Total
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	502600		502600
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	----		----
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	----		----
2.	Stock Option	----		----
3.	Sweat Equity	----		----
4.	Commission - as % of profit - others, specify...	----		----
5.	Others, please specify	----		----
	Total	502600		502600

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment Compounding Fee Paid	Authority [RD/NCLT/ COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty	142/125 of the Companies Act, 1956	Fine imposed by the court (Lok Adalat) on the company being the accused in complaint filed by the ROC for violation of section 142/125 of the Companies Act, 1956 during the year 2007 and 2008.	Fine of Rs. 20,000 paid in cash	Court (Lok Adalat)	N.A.
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	142/125 of the Companies Act, 1956	Fine imposed by the court (Lok Adalat) on the Managing Director, being the accused in complaint filed by the ROC for violation of section 142/125 of the Companies Act, 1956 during the year 2007 and 2008.	Fine of Rs. 20,000 paid in cash	Court (Lok Adalat)	N.A.
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

Annexure 2

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2017

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members,
Samrat Forgings Limited
#406, First Floor
Sector 15-A,
Chandigarh- 160015

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by SAMRAT FORGINGS LIMITED (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the SAMRAT FORGINGS LIMITED'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, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on March 31, 2017 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by SAMRAT FORGINGS LIMITED ("the Company") for the financial year ended on March 31, 2017 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iii) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (iv) The major provisions and requirements have also been complied with as prescribed under all applicable Labour laws viz. The Factories Act, 1948, The Payment of Wages Act, 1936, The Minimum Wages Act, 1948, The Payment of Bonus Act, 1965, Industrial Dispute Act, 1947, The Employee's Provident Fund and Miscellaneous Provisions Act, 1952, The Payment of Gratuity Act, 1972, The Industrial Employment (Standing Order) Act, 1946.
- (v) Environment Protection Act, 1986 and other environmental laws.
- (vi) Hazardous Waste (Management and Handling) Rules, 1989 and the Amendments Rules, 2003.
- (vii) The Air (Prevention and Control of Pollution) Act, 1981.
- (viii) The Water (Prevention and Control of Pollution) Act, 1974.
- (ix) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the company during the audit period, as the Ludhiana Stock Exchange, wherein the company was listed was de-recognized and the company moved into the dissemination Board of National Stock Exchange:

- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) (Amendment) Regulations, 2013.
- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and the amendments thereof.
- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.
- e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations 2014.
- f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and Chapter V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations.
- g) 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.
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
- i) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

I have also examined compliance with the Secretarial Standards issued by The Institute of Company Secretaries of India as notified by Government of India.

During the period under review the Company has complied with the provisions of the act, rules, regulations, guidelines, standards, etc. mentioned above.

Based on our examination and the information received and records maintained, I further report that:

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of Directors during the financial year.
2. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent well 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.
3. All decisions are carried out through majority while the dissenting members' views, if any, are captured and recorded as part of the minutes.
4. The company has proper board processes.

Based on the compliance mechanism established by the company and on the basis of the compliance certificate(s) issued by the Company Secretary/ Officers, I am of an opinion that:

1. 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.
2. On examination of the relevant documents and records, on test check basis, the company has complied with the following laws specifically applicable to the company:
 - a. The Indian Electricity Act, 2003 and Indian Electricity Rules, 2005.



b. Petroleum Act, 1934

I further report that, during the audit period:

1. The company has applied to BSE Limited for listing of its equity shares.
2. In the matter of Registrar of Companies v/s M/s. Samrat Forgings Limited, the Lok Adalat vide its order dated 11.02.2017 imposed an aggregate penalty of Rs. 40,000/- for violation of the provisions of Section 142/125 of the Companies Act, 1956 which was pertaining to the year 2007 and 2008. The penalty has been paid and the matter stand disposed.

Apart from the business stated above, there were no instances of:

- (i) Public / Rights / Preferential issue of shares / debentures / sweat equity.
- (ii) Redemption / buy-back of securities.
- (iii) Major decisions taken by the Members in pursuance to Section 180 of the Companies Act, 2013.
- (iv) Merger / amalgamation / reconstruction etc.
- (v) Foreign technical collaborations.

Place: Chandigarh
Date : 16.08.2017

KANWALJIT SINGH THANEWAL
FCS No. 5901
C P No.: 5870

Note: The status of the company has been considered as "un-listed" for the preparation of this report as the company continued to be on the dissemination Board of NSE.

Further, 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,
Samrat Forgings Limited
#406, First Floor
Sector 15-A,
Chandigarh- 160015

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

1. Maintenance of secretarial records is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records, based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that the correct facts are reflected in secretarial records. I believe that the processes and practices, we followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the extent of verification of procedures on test basis.
6. 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.

Place: Chandigarh
Date : 16.08.2017

KANWALJIT SINGH THANEVAL
FCS No. 5901
C P No.: 5870

Annexure 3

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 transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	There were no contracts or arrangements or transactions entered into during the year ended March 31, 2017, which were not at arm's length basis.
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions	
f)	Date 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 arrangements or transactions at Arm's length basis

a)	Name (s) of the related party & nature of relationship	There were no material contracts or arrangements or transactions entered into during the year ended March 31, 2017.
b)	Nature of contracts /arrangements/ transactions	
c)	Duration of the contracts/ arrangements/ transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Date of approval by the Board	
f)	Amount paid as advances, if any	

For and on behalf of the Board of Directors of
Samrat Forgings Limited

Place: Chandigarh
Dated: 16th August, 2017

Rakesh M. Kumar
Managing Director
[DIN: 00066497]

Bindu Chowdhary
Director
[01154263]

Annexure: 4

**DISCLOSURE UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013
AND RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION)
RULES, 2014**

(i)	The Ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year 2016-17	Director's Name	Ratio to median remuneration
		Mr. Rakesh M Kumar	68.50
		Mrs. Bindu Chowdhary	0.67
		Mrs. Ritu Joshi	0.51
		Mr. Ajay Kapoor	0.73
		Mr. Ajay K Arora	0.82
		Mr. Ashok Lakhanpal	0.19
(ii)	The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2016-17 compared to financial year 2015-16	Director's/CFO/CEO/CS/ Manager name	% age increase in remuneration
		Mr. Rakesh M Kumar, Managing Director	12.50%
		Mr. Sandeep Kumar, Company Secretary	3.77%
(iii)	Percentage increase in the median remuneration of employees in the financial year 2016-17 compared to financial year 2015-16	3.58	
(iv)	Number of permanent employees on the rolls of company	As on 31.03.2017	As on 31.03.2016
		523	530
(v)	Average percentile increase in salaries of employees other than managerial personnel	During 2015-16	During 2016-17
		5.95%	5.60%
		Justification for increase with reasons for any exceptional circumstances	Normal industry standards applied based on performance of the employees
(vi)	Key parameter for any variable component of remuneration availed by the Directors	No	

The Board of Directors of the Company affirms that the remuneration is as per the remuneration policy of the Company.

Detail of top ten employees in terms of remuneration drawn during 2016-17

Sr. No.	Name of employee	Designation	Remuneration received	Qualification and experience (in years)	Nature of employment	Date of commencement of employment	Age of employee (in years)	%age of equity held	Whether relative of director(s), if yes give name of the director(s)
1	Mr. Rakesh M Kumar	Managing Director	54,00,000	B.E., MBA 26 years	Permanent	01.06.1994	51	9.30	1. Mrs. Ritu Joshi 2. Mrs. Bindu Chowdhary
2	Mr. Prem Lal	Vice President	18,24,000	B.Sc. Engg. LLB 35 years	Permanent	28.04.2008	60	Nil	N.A.
3	Mr. APS Grover	GM-Finance	16,56,000	B.Com., FCA 35 years	Permanent	02.08.2006	60	Nil	N.A.
4	Mr. Sanjay Jain	DGM-Marketing	12,79,200	B.A. 28 years	Permanent	21.01.1989	50	Nil	N.A.
5	Mr. Navon Kumar	Asst. General Manager	9,42,000	Mech. Engg. 18 years	Permanent	02.07.2012	44	Nil	N.A.
6	Mr. Faquir Chand	Manager-Maintenance	9,24,280	Diploma in Mechanical 28 years	Permanent	21.06.2010	52	Nil	N.A.
7	Mr. Dajit Sharma	Manager-Tool Room	7,03,080	Diploma in Mechanical 26 years	Permanent	30.08.1991	49	Nil	N.A.
8	Mr. Parveen Kumar	Manager-Forge Shop	6,35,700	M.A. 22 years	Permanent	22.12.1995	45	Nil	N.A.
9	Mr. Ram Paul	Manager-Design	6,07,326	Diploma in Mechanical 25 years	Permanent	01.10.2009	50	Nil	N.A.
10	Mr. Rajinder Singh	Manager-Production	5,96,232	Graduation, ITI, 11 years	Permanent	07.11.2007	36	Nil	N.A.

Annexure- 5

Information as per rule 8(3) of the Companies (Accounts) Rules, 2014, read with the Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY**(i) Steps taken or impact on conservation of energy;**

The Company continues its efforts to improve methods for energy conservation and utilization by more usage of electricity purchased from PSPCL and by close watch and regular inspection of the installed equipments and maintenance of the same.

(ii) Steps taken by the company for utilizing alternate sources of energy;

Appropriate actions have been taken to improve efficiency of own generation by usage of diesel generators only for emergencies and as stand by. Also, an intensified vigil on wastage/leakage control has been kept by the company to mitigate the wastage of resources.

(iii) Capital investment on energy conservation equipments;

Adequate steps have been taken to keep the installed energy conservation equipments in prompt conditions. Exact expenditure incurred in this process is not ascertainable.

Disclosure of particulars with respect to conservation of energy

Power & Fuel consumption			Year Ended 31.03.2017	Year Ended 31.03.2016
1	Electricity			
	a. Purchase	Unit in Lacs	54.11	50.89
	Total Amount	Rs. in lacs	422.52	406.92
	Average Cost per unit	Rs.	7.81	8.00
	b. Own Generation	Unit in Lacs	1.74	1.47
	(Through diesel generation)			
	Unit per Ltr. of Diesel	Units	3.02	2.97
	Cost per Unit	Rs.	17.96	16.34
2	Furnace Oil / R.F.O./ L.D.O.			
	Quantity	KL	1306	1190
	Amount	Rs. in lacs	298.34	246.01
	Average Rates per Ltr.	Rs.	22.85	20.67
3	Consumption per unit of prod.			
	1. Electricity Purchased	Units	860.33	855.15
	2. Electricity Generated	Units	27.59	24.70
	3. Furnace Oil/ R.F.O./L.D.O.	Ltrs.	207.62	199.96
	4. Production	MT	6290	5951

B. TECHNOLOGY ABSORPTION

Disclosure of particulars with respect to technology absorption:-

Efforts:

Efforts have been made towards development of products of international quality and implementation of total Quality Assurance System for this purpose.

Benefits:

As a result of the above said technology absorption, the Company has derived benefits like improvement in quality of products, development of new components etc.

Research & Development:

Adequate efforts have been made towards quality up-gradation, development of wide range of products/components, productivity enhancement and quality control management. However, specific expenditure of recurring or capital nature is not involved.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

	2016-17 (Rs in lakhs)	2015-16 (Rs in lakhs)
Earnings on account of exports	179.99	269.09
Outgo on account of import & expenditure	0.86	1.84

MANAGEMENT DISCUSSION & ANALYSIS REPORT

Your Directors have pleasure in presenting the management discussion and analysis report for the year ended on March 31, 2017.

INDUSTRY STRUCTURE AND DEVELOPMENT

Forging industry is considered amongst the core industry of any economy, since it caters to Automobile, Farm equipment, Construction equipment, Railways, Oil and Energy and various allied industrial segments. This year the Indian forging industry has shown the revival sign after a lull of two years in all of the above mentioned segments indicating robust economical growth. The industry's continuous efforts in upgrading technologies and diversifying product range have enabled it to expand its base of domestic as well as overseas customers. The industry is increasingly addressing the opportunities arising out of the growing trend among global OEMs and with these positive factors Indian forging industry is quite hopeful for exertive growth.

OPPORTUNITIES, THREATS, RISKS AND CONCERNS

This year the company has managed to revive its growth trend which became lull for the past two years. The major contribution came from the non-automotive segments which the company entered last year, envisaging erratic trends of growth in Automotive and Farm equipment segments. Further, necessary initiatives and steps towards value engineering, cost reductions, products up gradation continue to be the main focus for the company this year too.

The major concern, as envisaged by the company, is shortage of steel this year in the country. Due to levy of safe guard duties on steel import by Govt. of India, shortage of Graphite electrodes due to increase in its export, the steel mills are hard pressed for production and timely deliveries. However, company is making all efforts to tide over this problem by maintaining sufficient inventory and safety stocks at all stages of process.

OUTLOOK

Barring the aforesaid deterrents, the company does not foresee any threats to its growth and market share in the coming years. To take care of its increasing volumes and growth in new non-automotive segments, the company is planning capacity expansion in both its forgings and machining units which will be resulting in sales growth and value addition of the Company.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company maintains a system of well-established policies and procedures for internal control of all segments commensurate to the size and nature of business operations of the Company and continuously reviews the same for effectiveness. All departments of the Company are adequately staffed with professionally qualified and experienced personnel and they support the internal control system by suggesting the improvements to the management regularly. The financial information is compiled periodically and reviewed by the management from time to time. The reporting and monitoring system is elaborate and the same is reviewed by the management on regular basis. Internal audits have been conducted on regular basis to test the adequacy and effectiveness of the internal control system laid down by the management and to suggest improvements.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Through the constant efforts put by the directors and employees, the Company has achieved a gross sales turnover of Rs. 7942.34 (including excise) during the year ended on March 31, 2017 as against gross sales turnover of Rs. 7476.26 (including excise) during the corresponding previous financial year ended on 31st March, 2016. With the revival of all industrial segments after a lull of two years, the Company has been able to attain increase in sales and profitability in comparison of previous year's figures. The company has earned net profit of Rs. 50.37 lacs as compared to the previous year's figure of Rs. 29.76 lacs by optimum utilization of resources and keeping control on overheads.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

As on March 31, 2017 the company had 523 permanent employees at its manufacturing plants and administrative office.

The Company always endeavor and attentive on having qualified and talented employees in all divisions. Company believes that human resource management is a key area to be focused and the Company has been making constant efforts to attract and retain the qualified employees. The management always keeps its focus to evaluate the performance of all employees and necessary steps are taken to strengthen the areas that need improvements. More experienced technical manpower is being taken at the senior level to streamline the whole business process and adequate facilities and opportunities are also being provided to the technical and professional staff to update themselves with the latest technologies and different other activities. The company continued to maintain good relationship with workers and staff during the last year.

CAUTIONARY STATEMENT

This report may contain statements particularly which relate to Management Discussion and Analysis describing Company's objectives, projections, estimates and expectations etc, which the Company believes are or may be considered to be "forward looking statements" within the meaning of applicable laws and regulations, which are subject to certain risks and uncertainties and may be amended or modified in the future, on the basis of subsequent developments, information or events. The actual results might differ materially from those expressed or implied in the statements depending on the circumstances that are beyond the control of the Company. The Company assumes no responsibility in respect of forward looking statements which may be amended or modified in the future on the basis of subsequent developments, information or events.

Regd. Office:
406, First Floor,
Sector 15-A,
Chandigarh – 160 015
Email: info@samratforgings.com
CIN: U28910CH1981PLC004522
Date: 16th August, 2017

By order of the Board of Directors
For Samrat Forgings Limited

Rakesh M. Kumar
Managing Director
[DIN: 00066497]

Bindu Chowdhary
Director
[01154263]

CORPORATE GOVERNANCE REPORT

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Corporate Governance is the combination of voluntary practice and compliance with laws and regulations leading to effective control and management of the Company. The Company believes that good corporate governance contemplates that corporate actions balance the interest of all stakeholders and satisfy the tests of accountability, transparency and fair play. The Company believes that all its operations and actions must be directed towards overall shareholders value.

The best Corporate Governance practices has been adopted by Samrat Forgings Limited to protect the interest of its stakeholders, customers and employees and the same is being continuously reviewed to ensure that they adhere to the latest corporate developments and conform to the best Corporate Governance ethics.

BOARD OF DIRECTORS

(a) Composition of the Board

The Board is having an appropriate composition of Executive and Non- Executive Directors conforming to the specifications provided in the SEBI (LODR), Regulations, 2015 (listing regulations). There are six Directors on the Board out of which three are Independent Directors. The Chairperson of the Company is a Non Executive Promoter Director and including her there are three Promoter Directors, one of whom is a Whole Time Director of the Company. All Directors possess variety of skills and professional expertise to ensure effectiveness of the Board facilitating efficient discharge of duties and adding value in the overall growth of the Company. There was no change in the composition of the Board during the financial year 2016-17.

None of the Directors on the Board hold Directorship in more than twenty Companies and no Director is a Member of more than 10 Committees or Chairman of more than 5 Committees (as specified in regulation 26 of SEBI (LODR) Regulations, 2015 across all listed Companies in which he/she is a Director.

(b) Profile of Directors seeking appointment/reappointment

1. Mr. Rakesh M Kumar (00066497)

Mr. Rakesh M Kumar (Date of Birth: 22.02.1966) aged about 51 years is professionally qualified having B. Tech degree and done MBA from University of California and has rich business experience of 26 years to his credit in forging industry. He joined the Company in the year 1994 as a Whole Time Director of the Company and now working as Managing Director of the Company. He is looking after marketing, sales, technical, financial and all administrative and day to day affairs of the Company. He is interested as Director in (1) Jandwani Poly Products Pvt Ltd, (2) Natrajan Investments & Finance Pvt Ltd, (3) Jay Dee Holdings Pvt Ltd, (4) Punjab Pre Stressed Concrete Works Pvt Ltd, (5) Gee Cee Investments & Finance Pvt Ltd, (6) Alacrity Holdings Pvt Ltd, and (7) R Kumar Investments & Finance Pvt Ltd.

2. Mrs. Ritu Joshi (01598873)

Mrs. Ritu Joshi (Date of Birth: 20.12.1964) aged about 53 years is non executive promoter director and associated with the Company since 2011. She is post graduate by qualification having rich experience of business management to her credit and her services have been very useful for the business affairs of the Company. She is liable to retire by rotation and being eligible, offers herself for re-appointment. She is interested as Director in (1) Jay Dee Holdings Pvt Ltd, (2) Gee Cee Investments & Finance Pvt Ltd, (3) Alacrity Holdings Pvt Ltd, (4) Natrajan Investments & Finance Pvt Ltd and (5) Devi Computronics Pvt Ltd.

(c) Board Meetings

Seven Board meetings of the Company were held during the year 2016-17 on following dates:

I. 11.06.2016, II. 12.08.2016, III. 26.08.2016, IV. 26.10.2016, V. 28.12.2016, VI. 10.02.2017 and VII. 22.03.2017

The meetings of the Board have been held on regular intervals which were also attended by the core management team as a matter of practice and to receive valuable advice, guidance and direction from the Non-Executive Directors present in the meetings. Different corporate operations are elaborately reviewed in the context of Board's approved business plans.

(d) Attendance and other Directorships

The details of attendance of the Directors at the Board Meetings during the year and the last Annual General Meeting held on 30th September, 2016 and also the number of other Directorship and Committee Membership / Chairmanship is as follows:

Name of the Director	Category	No. of Board Meetings attended	Attendance at last AGM	No. of other Directorships	No. of Board Committees*		Date of Appointment /Resignation
					Chairman	Member	
Mr. Rakesh M. Kumar	Managing Director (Promoter & Executive)	7	Yes	7	Nil	2	01.06.1994
Mrs. Bindu Chowdhary	Promoter Director and Chairperson (Non Executive)	7	No	2	Nil	1	25.04.1990
Mr. Ajay Kapoor	Independent Director (Non Executive)	6	Yes	1	1	2	30.01.2007
Mr. Ajay Kumar Arora	Independent Director (Non Executive)	7	Yes	2	1	3	13.11.2010
Mrs. Ritu Joshi	Promoter Director (Non Executive)	6	Yes	6	Nil	Nil	25.05.2011
Mr. Ashok Lakhanpal	Independent Director (Non Executive)	2	No	Nil	Nil	Nil	13.08.2011

* In accordance with listing regulations, Membership/Chairmanship of only Audit Committee and Shareholders'/Investors' Grievance Committee in all public limited companies have been considered.

No extra ordinary general meeting has been held during the year ended 31st March, 2017.

(e) Disclosure of relationship between directors inter se

Mrs. Ritu Joshi (DIN: 01598873) is sister of Mr. Rakesh M Kumar (DIN: 00066497) and Mrs. Bindu Chowdhary (DIN: 01154263) is sister of Mr. Rakesh M Kumar's mother. None of the other directors are related to any other director on the Board.

(f) Details of equity shares & convertible instruments held by non executive directors of the company as on March 31, 2017 are given below:

During the Period under review Non-Executive Director are not holding any Equity Shares or convertible instruments in the Company except the following:

Name of Director	No. of Shares held	% of total shares
Mrs. Bindu Chowdhary	10	0.00
Mrs. Ritu Joshi	20	0.00

(g) Independent Directors and meeting thereof

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act. The maximum tenure of independent directors is in compliance with the Act. All the Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act.

The Familiarization Program for Independent Directors has been adopted by the Board of Directors pursuant to SEBI Listing Regulations; the detailed policy is available at the website of the Company (www.samratforgings.com) under weblink <http://samratforgings.com/wp-content/uploads/2017/03/Familiarization-programme-for-independent-directors.pdf>.

During the FY 2016-17, one Meeting of the Independent directors of the Company was held on 22nd March, 2017 which was attended by all three Independent Directors to discuss:

1. Evaluation of the performance of Non Independent Directors and the Board of Directors as a whole;
2. Evaluation of the performance of the Chairperson of the Company, taking into account the views of the Executive and Non Executive Directors.
3. Evaluation of the quality, content and timelines of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

COMMITTEES OF THE BOARD

(A) Audit Committee

The Company has an Audit Committee comprising of 1 (one) Executive and 2 (two) Non-Executive Independent Directors. The role and powers of the Audit Committee as stipulated by the Board are in accordance with the items listed in Part C of Schedule II of Listing Regulations and as per section 177 of the Companies Act, 2013.

The Company Secretary acts as the Secretary to the Committee.

The meetings of the Audit Committee are also attended by the Company Secretary and other senior functionaries of the Company as and when required. During the financial year 2016-17 under review, four Audit Committee meetings were held on the following dates:

I. 11.06.2016., II. 12.08.2016, III. 08.12.2016 and IV. 10.02.2017

There was no change in the composition of the Audit Committee during the year 2016-17. The composition and other details of the Audit Committee as on 31.03.2017 are as under:

Name of the Member Director	Designation	Nature of Directorship	No. of Meetings Attended
Mr. Ajay K Arora	Chairman	Independent Director	4
Mr. Ajay Kapoor	Member	Independent Director	4
Mr. Rakesh M. Kumar	Member	Managing Director	4

(B) Nomination & Remuneration Committee

The Board has set up a Remuneration Committee to review, assess and recommend to the Board the appointment & remuneration of executive directors from time to time. To line with the provisions of companies act, 2013, during the year under review, name of the committee has been changed as Nomination & Remuneration Committee.

There was no change in composition of the Nomination & Remuneration Committee during financial year 2016-17 under review. The composition and other details of the Remuneration Committee as on 31.03.2017 are as under:

Name of the Member Director	Designation	Nature of Directorship
Mr. Ajay Kapoor	Chairman	Independent Director
Mr. Ajay K Arora	Member	Independent Director
Mr. Ashok Lakhanpal	Member	Independent Director

The committee met once during the financial year ended March 31, 2017 on 08.12.2016.

Detail of remuneration to Executive Directors and sitting fees paid to Non-Executive Directors during the year ended 31st March, 2017 is given below:

(Rs. In lacs)

Name of the Director	Salary	Perquisites	Meeting Fee	Total
Mr. Rakesh M Kumar	58.00	0.22	-	58.22
Mrs. Bindu Chowdhary	-	-	0.53	0.53
Mr. Ajay Kapoor	-	-	0.58	0.58
Mr. Ajay K Arora	-	-	0.65	0.65
Mrs. Ritu Joshi	-	-	0.45	0.45
Mr. Ashok Lakhanpal	-	-	0.15	0.15

(C) Investors' Relation and Share Transfer Committee

The Company has an Investors' Relation and Share Transfer Committee, to consider share transfer and Investor grievances matters. The committee oversees the performance of the Registrar and Transfer Agents and recommends measures for overall improvement in the quality of investor services.

There was no change in composition of the Investors Relation and Share Transfer Committee during the year 2016-17. The composition and other detail of the Share Transfer Committee as on 31.03.2017 is as follows:

Name of the Member Director	Designation	Nature of Directorship
Mr. Ajay Kapoor	Chairman	Independent Director
Mr. Rakesh M. Kumar	Member	Managing Director
Mrs. Bindu Chowdhary	Member	Non Executive Promoter Director

The Company has not received any grievance from any of the shareholders during the financial year 2016-17. Nor there was any grievance pending at the beginning or end of the financial year under review. No Committee meeting was held during the financial year 2016-17 under review.

POLICY FOR SELECTION AND APPOINTMENT OF DIRECTORS AND THEIR REMUNERATION

The Nomination & Remuneration Committee has adopted Nomination and Remuneration Policy which, inter alia, deals with the manner of selection of Board of Directors & Managing Director and their remuneration. This note is accordingly derived from the said policy.

Criteria for selection of Non Executive Directors

The Non Executive Directors shall be of high integrity with relevant expertise and experience so as to have a diverse Board with Directors having expertise in fields of manufacturing, marketing, finance, law, governance and general management etc.

In case of appointment of Independent Directors, the Remuneration Committee shall satisfy itself with regard to the independent nature of the Directors vis-à-vis the Company so as to enable the Board to discharge its function and duties effectively.

The Committee shall ensure that the candidate identified for appointment as Director is not disqualified for appointment under Section 164 of the Companies Act, 2013. The Committee while recommending the Board the candidature for appointment as Director shall consider the qualification, expertise and experience of the Director in his field, personal & professional standing and diversity of the Board etc.

CEO & Managing Director- criteria of appointment and remuneration

The Remuneration Committee shall identify persons of integrity who possess relevant expertise, experience and leadership qualities required for the position and shall take into consideration recommendation, if any, received from any member of the Board. He should also fulfill the other criteria with regard to age and other qualification as laid down under the Companies Act, 2013 or other applicable laws.

The CEO, Managing Director and Whole time Director shall be eligible for remuneration as may be approved by the Shareholders of the Company on the recommendation of the Committee and the Board of Directors by considering various industrial factors like Company's performance vis a vis industry, scope of duties & responsibilities, skill, knowledge & performance track record etc. The Remuneration of the Managing Director or Whole time Director(s) shall be in accordance to the limits prescribed in the Companies Act, 2013 and relevant rules thereof.

Remuneration

The Non Executive Directors shall be entitled to receive remuneration by way of sitting fee, reimbursement of expenses incurred for participating in the Board or committee meetings (to which he is a member), attended by him, of such sum as may be approved by the Board of Directors within the overall limits prescribed under the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Remuneration Policy for the Senior Management Employees

In determining the remuneration of the KMP's and other Senior Management Employees, the Remuneration Committee shall ensure the relationship of remuneration and performance benchmark is clear. The remuneration and increment thereof should be in line with company's philosophy to provide fair compensation to employees based on their experience, roles and responsibilities, performance track record, legal obligation, industry benchmark, job complexity etc.

The Committee may recommend to the Board a policy for granting stock options to KMP, Senior Management Personnel and other employees in line with the provisions of the Act, SEBI regulation and the provision of any other applicable laws.

PERFORMANCE EVALUATION CRITERIA FOR INDEPENDENT DIRECTOR

The Independent Directors comply with the definition of Independent Directors as given under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. While appointing/re-appointing any Independent Directors/Non-Executive Directors on the Board, the Nomination & Remuneration Committee considers the criteria as laid down in the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

All the Independent Directors has given confirmation that they meet the "independence criteria" as mentioned in Section 149(6) of the Companies Act, 2013 and SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

MATERIAL SUBSIDIARY POLICY

The Board of Directors of Samrat Forgings Limited has adopted the policy and procedures with regard to determination of Material Subsidiaries. The Board may review and amend this policy from time to time. The same is available at the Company's website i.e. www.samratforgings.com.

RELATED PARTY TRANSACTIONS

The Company usually enters into the transactions with its related parties (i.e. associates and key management personnel etc.). The Policy for Related Party Transactions is also adopted by the Board and the same is available at the Company's website (www.samratforgings.com). The weblink to access the said policy on website of the company is <http://samratforgings.com/investors/policy-on-related-party-transactions/>

CODE OF CONDUCT

The Board of Directors has approved a Code of Conduct (the Code) which is applicable to the Members of the Board and members of the senior management of the company. The code has been posted on the website of the Company i.e. www.samratforgings.com.

The Code lays down the standard procedure of business conduct which is expected to be followed by the Directors and members of the senior management in their business dealings and in particular on matters relating to integrity in the work work place, in business practices and in compliance of applicable laws.

All the Board Members and the Senior Management personnel have confirmed compliance with the Code. A declaration in this regard signed by the Managing Director is published in this Report.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established adequate vigil mechanism for its directors and employees to report genuine concerns by implementing Whistle Blower Policy & Vigil Mechanism. According to the said policy the directors and employees can report the defaults, if any, comes to their notice to the Vigilance and Ethics Officer or to the Chairman of the Audit Committee of the Company.

CEO/CFO CERTIFICATION

The Managing Director of the Company gives annual certification on financial reporting and internal controls to the Board in terms of Regulation 17(8) of the Listing Regulations. The Managing Director also gives quarterly certification on financial results while placing the financial results before the Board in terms of Regulation 33(2) of the Listing Regulations. The annual certificate given by the Managing Director is published in this Report.

RECONCILIATION OF SHARE CAPITAL AUDIT

Mr. Kanwaljit Singh Thanewal, Practicing Company Secretary has been appointed by the Company to conduct the Reconciliation of Share Capital Audit, as per the requirements of SEBI guidelines. The auditor conducts audit on quarterly basis. The Reconciliation of Share Capital Audit Reports received from the Secretarial Auditor interalia certifies that the equity shares of the Company conform to the issued and paid up equity share capital of the Company.

DETAILS OF GENERAL MEETINGS

Details of the General Body Meetings of the Company during last three years are given :

Financial Year	Category	Date & Time	Venue	Special Resolutions passed
2014-15	33 rd AGM	29 th Sept., 2014 11.00 AM	#406, First Floor, Sector 15-A, Chandigarh	<ol style="list-style-type: none"> 1. Re-Appointment of Shri Rakesh M. Kumar as Managing Director 2. Authority for Borrowing Power to Board 3. Authority to Mortgage/Charge of Property against Borrowings 4. Amendment of Articles of Association 5. Amendment of Articles of Association- Addition of new Article
2015-16	34 th AGM	29 th Sept., 2015 11.00 AM	#406, First Floor, Sector 15-A, Chandigarh	Nil
2016-17	35 th AGM	30 th Sept., 2016 11.00 AM	#406, First Floor, Sector 15-A, Chandigarh	Nil

Pursuant to the provisions of Section 110 of the Companies Act, 2013, read with Rule 22(16) of the Companies (Management and Administration Rules), 2014, there was no matter required to be dealt with by the Company, to be passed through postal Ballot, during the financial year 2016-17.

DISCLOSURES

- a) **Disclosure on materially significant related party transactions i.e. transaction of the Company of material nature with the Promoters, the Directors or the Manager, their subsidiaries or relatives etc. which may have potential conflict with the interest of the Company:**

There are no materially significant related party transactions during the period under review that may have potential conflict with the interest of the Company.

- b) **Details of non-compliance by the Company, penalties imposed and strictures passed on the Company by Stock Exchange or SEBI, or any other statutory authority, on any matter related to capital markets, during the last three years.**

No such action has been taken against the Company by any regulatory authorities relating to capital markets during the last three years.

Means of Communication

The Company used to intimate its quarterly; half yearly and annual financial results to the Ludhiana Stock Exchange (LSE) immediately after these were taken on record by the Board and in accordance with the requirement of the listing agreement/regulations, before the dissolution of the LSE and thereafter shifting of the company i.e. Samrat Forgings Limited to the dissemination board of National Stock Exchange.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Pursuant to the requirement of SEBI (LODR), Regulations, 2015, a detailed Management Discussion and Analysis Report forms part of the Annual Report.

GENERAL SHAREHOLDER INFORMATION

1. 36th Annual General Meeting Day & Date : Friday, 29th September, 2017
 Venue : # 406, First Floor, Sector 15-A, Chandigarh-160015
 Time : 11:00 AM
2. Financial Calendar (tentative)
 Financial Reporting for
 Quarter ended on 30th June, 2017 : 2nd week of August, 2017
 Quarter ended on 30th Sept, 2017 : 1st / 2nd week of Nov, 2017
 Quarter ended on 31st Dec, 2017 : 1st / 2nd week of Feb, 2018
 Year ended on 31st March, 2018 : May, 2018
3. Book Closure : 25th Sept., 2017 to 29th Sept., 2017
 (Both days inclusive)
4. Dividend Payment : Not declared
5. Listing on Stock Exchanges : Shifted to the dissemination of NSE on dissolution of Ludhiana Stock Exchange (LSE)
6. Stock Market Data : Not available, as the shares were not quoted.
7. Corporate Identification Number : U28910CH1981PLC004522
8. Registrars and Transfer Agents : M/s MAS Services Ltd.
 T-34, 2nd Floor, Okhla Industrial Area,
 Phase – II, New Delhi-110 020
 Tel.: 011-26387281, 282, 283
 E-Mail: info@masserv.com

9. Dematerialization of Shares

The shares of the Company can be dematerialised with Central Depository Services (India) Ltd (CDSL) or National Securities Depository Limited (NSDL). 59.10% of the Company's paid-up equity share capital has been dematerialised as on 31st March, 2017. The ISIN No. for the Company's shares in Demat mode is – INE412J01010.

For shares held in electronic form, all instructions regarding change of address, nomination, power of attorney should be given directly to their Depository Participants and the Company will not entertain any such requests directly from Shareholders.

10. Transfer System for physical shares

The Share Transfer and Investors Relation Committee (the committee) approve the transfer and transmission, issue of duplicate share certificates and related matters. The committee has delegated the power to approve transfer/transmission requests to Mr. Rakesh M Kumar, Member of the Committee and Mr. Sandeep Kumar, Compliance Officer of the Company jointly and/or severally to the extent of 1000 no's of shares and to report in summarized form to the committee in its successive meetings held. Share Transfer requests received are processed within 15 days from the date of receipt, subject to the documents being valid and complete in all respects. No shares were pending for transfer as on 31st March, 2017.

11. Share Transfer Agents:

The Company has appointed M/s Mas Services Limited as its Registrar and Share Transfer Agents. M/s Mas Services Ltd have adequate infrastructure to carry out the share transfer, transmission or other related work. The Share Transfer request & other communication regarding Share Certificates, change of Address etc. may please be addressed to Registrar and Transfer Agents of the Company.

12. Shareholding Pattern of the Company as on 31st March, 2017 is as under:

Category	Number of shares held	Face value of share (Rs.)	% age of holding
Promoters / Associates	3033961	10.00	60.68
Financial Institutions / Banks	165000	10.00	3.30
Public -Bodies Corporate	1427300	10.00	28.55
Public -Others	373739	10.00	7.47
Total	5000000		100.00

13. Distribution of Shareholding as on 31st March, 2017 is as under:

Shareholding of nominal value of Rs.	Number of shareholders	% age of total	Number of shares	Amount in Rs.	% age to total
Upto --- 5,000	730	96.18	82470	824700	1.65
5,001 --- 10,000	9	1.18	7100	71000	0.14
10,001 --- 20,000	5	0.66	7000	70000	0.14
20,001 --- 30,000	0	0.00	0	0	0.00
30,001 --- 40,000	3	0.40	11700	117000	0.24
40,001 --- 50,000	0	0.00	0	0	0.00
50,001 --- 1,00,000	0	0.00	0	0	0.00
1,00,001 & above	12	1.58	4891730	48917300	97.83
Total	759	100.00	5000000	50000000	100.00

14. The Company has not issued any GDRs / ADRs / Warrants or any convertible instruments during the year under review.
15. **Plant Location:** Forgings Division: Village Gholu Majra, Tehsil Derabassi, Distt. Mohali (Punjab).
CNC Machining Division: Village Bhankerpur, Tehsil Derabassi, Distt. Mohali (Punjab).
16. Investor queries etc. with respect to the financial statements or other matters may be addressed to the registered office address of the Company at # 406, First Floor, Sector 15-A, Chandigarh - 160015.
17. Website Address: www.samratforgings.com
Email: info@samratforgings.com

For and on behalf of the Board of Directors of
Samrat Forgings Limited

Place: Chandigarh
Dated: 16th August, 2017

Rakesh M. Kumar
Managing Director
[DIN: 00066497]

Bindu Chowdhary
Director
[01154263]

Declaration pursuant to Schedule V of SEBI (LODR), Regulations, 2015,

In accordance with schedule V of SEBI (LODR) Regulations, 2015, it is hereby declared that the Directors and Senior Management of the Company have affirmed the compliance with the Code of Conduct applicable to them for the year ended 31st March, 2017.

Regd. Office:
#406, First Floor, Sector 15-A,
Chandigarh - 160015
Email: info@samratforgings.com
CIN: U28910CH1981PLC004522
Date: 16th August, 2017
Place: Chandigarh

For Samrat Forgings Limited

(Rakesh M Kumar)
Managing Director
[DIN: 00066497]

Certificate pursuant to Regulation 17(8) of SEBI (LODR), Regulations, 2015

We hereby confirm and certify for the financial year ended 31st March, 2017, that:

- a) We have reviewed the financial statements and cash flow statement for the year and to the best of our knowledge and belief:
 - I. These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;
 - II. These statements together, present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to the financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps have been taken to rectify these deficiencies.
- d) We have indicated to the auditors and the Audit Committee
 - I. that there are no significant change in internal control over financial reporting during the year;
 - II. that there are no significant change in accounting policies during the year; and
 - III. that there are no instance of significant fraud of which we have become aware.

Place: Chandigarh
Date: 16th August, 2017

Rakesh M Kumar
Managing Director
[DIN: 00066497]

Auditor's Certificate on Compliance of conditions of Corporate Governance

The members of Samrat Forgings Limited

We have examined the compliance of conditions of Corporate Governance by M/s Samrat Forgings Limited ("the company") for the year ended 31st March, 2017 as stipulated in chapter IV read with part C of Schedule V of the Securities Exchange Board of India (Listing Regulations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

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

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

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

Place: Chandigarh
Date: 16.08.2017

Kanwaljit Singh Thanewal
Practicing Company Secretary
FCS 5901, CP 5870

INDEPENDENT AUDITORS' REPORT

To the Members of SAMRAT FORGINGS LIMITED

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation 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 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 the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

- (a) in the case of the balance sheet, of the state of affairs of the company as at 31st March, 2017;
- (b) in the case of the Statement of Profit and Loss, of the profit of the company for the year ended on that date, and
- (c) in the case of case of cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" ;and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 24 to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company,
 - iv. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 36 to the financial statements.

FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Regd No.:001361N)

(KRISHAN MANGAWA)
PARTNER
Membership No. 513236

PLACE : CHANDIGARH
DATED : 16.08.2017

"ANNEXURE-A" TO THE AUDITORS' REPORT

Re:M/s SAMRAT FORGINGS LIMITED ('the Company')

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to information and explanations given by the management, the company has a system of physical verification of all its fixed assets over a period of four years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to information and explanations given by the management, the title deeds of immovable properties included in fixed assets are held in the name of the Company.
- (ii) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. The Company is maintaining proper records of inventory. No material discrepancies were noticed on verification between the physical stocks and the book records.
- (iii) (a) The Company has not granted any loans to Company which is required to be covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly paragraph (iii) (b) and (c) of the order is not applicable to the company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, in respect of loans, investments, guarantees and security made.
- (v) The company has not accepted any deposits from the public.
- (vi) The Company is required to maintain cost records under section 148(1) of the Companies Act, 2013, for the products of the company and according to the information and explanations given to us, we are of the opinion that prima facie, the specified accounts and records have been made and maintained.
- (vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the records of the Company, there are no dues outstanding on account of income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax and cess.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to the financial institution, bank, debenture holder or Government during the year.

- (ix) In our opinion and according to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments). The term loans availed by the company during the year have been applied for the purpose for which it has been availed.
- (x) According to the information and explanations given by the management, we report that no fraud by the Company or no fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/ provided managerial remuneration within limits under section 197 read with Schedule V to the Act, subject to approval by the members by special resolution in the forthcoming general meeting.
- (xii) In our opinion, the Company is not a Nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the Company and, not commented upon.
- (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 the company. 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 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company

FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Regd No.:001361N)

(KRISHAN MANGAWA)
PARTNER

Membership No. 513236

PLACE : CHANDIGARH
DATED : 16.08.2017

“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of M/s SAMRAT FORGINGS LIMITED

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

To the Members of **M/s SAMRAT FORGINGS LIMITED**

We have audited the internal financial controls over financial reporting of SAMRAT FORGINGS LIMITED (“the Company”) as on March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting 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 as specified 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 judgement, 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 internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

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

FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Regd No.:001361N)

(KRISHAN MANGAWA)
PARTNER

Membership No. 513236

PLACE : CHANDIGARH
DATED : 16.08.2017

BALANCE SHEET AS AT 31st MARCH, 2017

S.No.	Particulars	NOTES	CURRENT YEAR	PREVIOUS YEAR
			Amount in Rs.	Amount in Rs.
I. EQUITY AND LIABILITIES				
1. Shareholders' Funds				
(a) Share Capital	2		50066125	50066125
(b) Reserves and Surplus	3		97519411	92482383
2. Non-current Liabilities				
(a) Long term borrowings	4		45383906	59486539
(b) Deferred tax liabilities (Net)	5		18956829	18266229
3. Current Liability				
(a) Short term borrowings	6		192978032	191808554
(b) Trade Payables	7		201725857	203935515
(c) Other current liabilities	8		40150595	47714002
(d) Short term provisions	9		11222830	8019968
TOTAL			658003585	671779315
II. ASSETS				
1. Non-Current Assets				
(a) Fixed Assets				
Gross Block	10		404011819	385191655
Less : Depreciation			185031255	164516688
(i) Tangible Assets			218980564	220674967
(ii) Capital Work in Progress			586454	0
(b) Long Term Loans & Advances	11		13178571	15052430
2. Current assets				
(a) Inventories	12		309847099	307075800
(b) Trade Receivables	13		101819683	115166347
(c) Cash & Cash equivalents	14		5704800	5140854
(d) Short Term Loans & Advances	15		4351058	3059404
(e) Other Current Assets	16		3535356	5609513
TOTAL			658003585	671779315
Summary of Significant Accounting Policies	1			

The accompanying notes from 1 to 36 form an integral part of the financial statements.

(A P S GROVER)
GM-Finance

(SANDEEP KUMAR)
Company Secretary
M. No. F9075

(RAKESH M. KUMAR)
Managing Director
DIN 00066497

(BINDU CHOWDHARY)
Director
DIN 01154263

AUDITORS' REPORT

As per our separate report of even date
FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Regd No.:001361N)

PLACE : CHANDIGARH
DATED : 16-08-2017

(KRISHAN MANGAWA)
PARTNER
Membership No. 513236

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2017

S.No.	Particulars	NOTES	CURRENT YEAR	PREVIOUS YEAR
			Amount in Rs.	Amount in Rs.
I.	Revenue from operations (Gross)	17	794234036	747625510
	Less : Excise Duty / Service Tax		84540773	80164485
	Revenue from operations (Net)		709693263	667461025
II.	Other Income	18	2056608	2208425
III.	Total Revenue (I + II)	TOTAL	711749871	669669450
IV.	Expenses:			
	Cost of materials consumed	19	348009624	360282297
	Change in Finished & Semi Finished Stock	20	1030614	-17989567
	Employee benefit expenses	21	106420844	90986174
	Finance costs	22	38438941	40338538
	Depreciation and amortization expenses	10	21018199	21269973
	Other expenses	23	189277534	170918526
	Total expenses	TOTAL	704195756	665805941
V.	Profit before Tax (III-IV)		7554115	3863509
VI.	Tax expense:			
	(1) Current tax		1820588	1011853
	(2) Deferred tax		690600	271494
	Income tax of last years		5899	-395728
VII.	Profit for the Year from continuing operations (V-VI)		5037028	2975890
VIII.	Earnings per equity share:			
	Basic & Diluted	27	1.01	0.60
	Nominal Value of each share		10.00	10.00

Summary of Significant Accounting Policies 1

The accompanying notes from 1 to 36 form an integral part of the financial statements.

(A P S GROVER)
GM-Finance(SANDEEP KUMAR)
Company Secretary
M. No. F9075(RAKESH M. KUMAR)
Managing Director
DIN 00066497(BINDU CHOWDHARY)
Director
DIN 01154263**AUDITORS' REPORT**As per our separate report of even date
FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Regd No.:001361N)PLACE : CHANDIGARH
DATED : 16-08-2017(KRISHAN MANGAWA)
PARTNER
Membership No. 513236

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

PARTICULARS	2016-17		2015-16	
	(Amount in Rs.)		(Amount in Rs.)	
A Cash Flow from operating Activities				
Net profit before taxation	7554115		3863509	
Adjustment for:				
Depreciation	21018199		21269973	
Interest paid on Term Loans	9989330		10819830	
Interest Received	-893475		-1308685	
Provision for Gratuity & Leave Encashment	2717612		1093803	
Operating profit before working capital changes	40385781		35738430	
Adjustment for:				
Trade and other receivables	14129166		-15008502	
Inventories	-2771299		-12723093	
Sundry Creditors & Other payables	-9773064		21106242	
Short term borrowings	1169478		-10717809	
Cash generated from operations	43140063		18395267	
Direct Taxes	-1017752		-488796	
Gratuity / Leave Encashment	-323485		-416573	
Net cash operating activities	41798826	41798826	17489898	17489898
B Cash flow from investing activities				
Purchase of fixed assets	-19910250		-15595214	
Loans & Advances	1873859		-1573315	
Net Cash Flow from Investing Activities	-18036391	-18036391	-17168529	-17168529
C Cash flow from financing activities				
Net receipt of long term borrowings	-11549862		10515146	
Proceeds from unsecured loans	-2552770		-3148576	
Interest on Term Loans	-9989330		-10819830	
Interest Received	893475		1308685	
Net cash from financing activities	-23198488	-23198488	-2144576	-2144576
Net increase in cash & cash equivalents		563946		-1823206
Cash & cash Equivalents as at 31.03.2016	5140854		6964060	
Cash & cash Equivalents as at 31.03.2017	5704800	563946	5140854	-1823206

(A P S GROVER)
GM-Finance

(SANDEEP KUMAR)
Company Secretary
M. No. F9075

(RAKESH M. KUMAR)
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(BINDU CHOWDHARY)
Director
DIN 01154263

AUDITORS' REPORT

As per our separate report of even date
FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Regd No.:001361N)

PLACE : CHANDIGARH
DATED : 16-08-2017

(KRISHAN MANGAWA)
PARTNER
Membership No. 513236

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2017

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

1 Basis for preparation of Financial Statements:

The financial statements have been prepared in accordance with generally accepted accounting principles in India. The Company has prepared these financial statements to comply in all material respects with the Accounting Standards, notified under section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

2 Use of Estimates

The preparation of financial statements, in conformity with the generally accepted accounting principles, require estimates and assumptions to be made that affect the reported amount of assets and liabilities as of the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialize.

3 Fixed Assets & Depreciation:

Due to application of schedule II to the Companies Act, 2013 with effect from April 1, 2014, the management has re-estimated useful life and residual values of all its fixed assets and determined separate useful life for each major asset, if they have useful life i.e. materially different from that of remaining asset. The management believes that the depreciation rates currently used fairly reflect its estimate of the useful life and residual value of fixed asset. If asset has zero remaining useful life on the date of Schedule II becoming effective, i.e. April 01, 2014, its carrying amount, after retaining any residual value, is charged to the opening balance of retained earnings. The carrying amount of other assets i.e., whose remaining useful life is not nil on April 01, 2014, is depreciated over their remaining useful life. Upto March 2014, the assets are depreciated on Straight Line Method as per Schedule XIV of the Companies Act, 1956

4 Inventories:

- A) Inventories of Raw Material, Stores and Spares are valued at lower of cost or Net realizable value. However, the aforesaid items are not valued below cost if the finished products in which they are to be incorporated are expected to be sold at or above cost.
- B) Finished Goods are valued at weighted average cost / Net realizable value whichever is less including Excise Duty and all expenses attributable to production.
- C) Work in Progress is valued at estimated cost including expenses attributable to production/ Net realizable value whichever is less.
- D) Tools, Dies and Die Blocks are valued at cost less Depreciation at straight Line Method.
- E) Scrap is valued at realizable value including excise duty.

5 Revenue recognition

Revenue from sale of goods is recognised, when all the significant risks and rewards

of ownership are transferred to the buyer, as per the terms of contracts and no significant uncertainty exists regarding the amount of the consideration that will be derived from sale of the goods. It also includes excise duty and price variation (if any) and excludes value added tax/ sales tax, brokerage and commission.

6 Retirement Benefits:

The retirement benefits of the employees include gratuity, earned leave encashment and provident fund. The Gratuity is funded through the group gratuity insurance policy of Life Insurance Corporation of India and the liability is provided on actuarial valuation basis. Earned Leave encashment Liability is provided for on actuarial valuation based on employees' entitlement in accordance with the company's rules. Contribution to PF and Pension Scheme is made in accordance with the Employees Provident Fund and Misc. Provisions Act, 1952.

7 Contingent Liabilities:

Contingent Liabilities, barring frivolous claims, are disclosed and those liabilities, which are possible of maturing, are provided for.

8 Foreign Currency Transactions:

Transactions in foreign currencies are recorded at the exchange rates prevailing at the date of the transactions. Foreign currency denominated current assets & current liabilities are translated at year end exchange rates. The resulting gain or loss is recognized in the statement of Profit & Loss. Foreign currency denominated fixed assets are also translated at year end exchange rates and resulting difference is debited/credited to fixed assets. In respect of fixed assets purchased in foreign currency the difference in exchange rate at year end is adjusted in carrying amount of fixed assets.

9 Borrowing Costs:

Borrowing costs that are directly attributable to the acquisition, construction, or production of a qualifying assets are capitalized as a part of the cost of such asset till such time the asset is ready for its intended use or sale. Other borrowing costs are recognized as an expense in the period in which they are incurred.

10 Current and Deferred Tax:

The provision for current tax is made at the actual rate applicable for the income of the year as given under the Income Tax Act, 1961. However provision for deferred tax is made at the rate applicable to the subsequent financial year.

11 Other Accounting Policies:

Accounting Policies not specifically referred to are consistent with generally accepted accounting policies.

(A P S GROVER)
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(SANDEEP KUMAR)
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M. No. F9075

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FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Regd No.:001361N)

PLACE : CHANDIGARH
DATED : 16-08-2017

(KRISHAN MANGAWA)
PARTNER
Membership No. 513236

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2017

NOTE 2 SHARE CAPITAL		CURRENT YEAR	PREVIOUS YEAR
		Amount in Rs.	Amount in Rs.
1.	A) AUTHORISED 10000000 Equity shares of Rs. 10/- each	100000000	100000000
	B) ISSUED : 5026200 Equity Shares of Rs. 10/- each	50262000	50262000
	C) ISSUED SUBSCRIBED & PAID UP 5000000 Equity Shares of Rs. 10/- each fully called up and paid up.	50000000	50000000
	D) Forfeited Equity Shares 26,200 Equity Shares of Rs. 10/- each forfeited	66125	66125
	TOTAL	50066125	50066125

2. Right of Shareholders

- A) Each Shareholder is entitled to one vote per share.
 B) Each Shareholder has the right in profit/surplus in proportion to amount paid up with respect to share holding.
 C) In the event of winding up, the equity shareholders will be entitled to receive the remaining balance of assets, if any, in proportionate to their individual shareholding in the paid up equity capital of the company.
 D) There is no change in the Number of Share outstanding at the beginning and at the end of the Financial year.

3. SHAREHOLDERS HOLDING MORE THAN 5% SHARES

	No. of Shares held	No. of Shares held
A) Jandwani Poly Products Pvt Ltd	1361200	1361200
B) Natrajan Investments & Finance Pvt Ltd	820000	820000
C) Jay Dee Holdings Pvt Ltd	280000	280000
D) Incredible Capital Ltd	500000	500000
E) CSL Finance Ltd	857600	857600
F) Rakesh M. Kumar	465000	465000

NOTE 3 RESERVES & SURPLUS		CURRENT YEAR	PREVIOUS YEAR
1.	Capital Reserve State Capital Subsidy	1500000	1500000
2.	Balance in statement of profit & loss: As per last Balance Sheet	90982383	88006493
	Add: Profit for the year	5037028	2975890
	TOTAL	97519411	92482383

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2017

NOTE 4 LONG-TERM BORROWINGS		CURRENT YEAR	PREVIOUS YEAR
		Amount in Rs.	Amount in Rs.
1.	SECURED LOANS:		
A)	TERM LOANS FROM BANKS (Secured against Hypothecation of respective vehicle under hire-purchase agreement / Machinery & personal guarantee of directors)	15874017	28503381
B)	TERM LOANS FROM OTHER PARTIES From Non-Banking Financial Companies (Secured against hypothecation of respective Vehicle under hire-purchase agreement / Machinery & personal guarantee of directors)	9025824	7946323
2.	UNSECURED LOANS:		
A)	LOANS & ADVANCES FROM RELATED PARTIES	3345542	7157779
B)	OTHER LOANS & ADVANCES (Against personal guarantee of directors)	17138523	15879056
	TOTAL	45383906	59486539
3.	Repayment of loans	(Rs. in Lacs)	
	SECURED LOANS:	1st & 2nd years	3rd & 4th years
A)	Term Loans From Banks	176.25	-
B)	Term Loans From Other Parties	76.99	51.53
	UNSECURED LOANS:		After 4 years
A)	Loan & Advances From Related Parties	-	33.45*
B)	Other Loans & Advances	178.76	60.04
			0.00

i) * Repayment will be reviewed after two years of the reporting period.

ii) Loans from banks and NBFCs are repayable in monthly instalments.

NOTE 5 DEFERRED TAX LIABILITIES		CURRENT YEAR	PREVIOUS YEAR
1.	Deferred Tax Assets due to disallowances u/s.43B	4072396	3759105
2.	Deferred Tax Liability due to depreciation	23029225	22025334
	Net Deferred Tax Liability	18956829	18266229
	Last Year Balance in Deferred Tax Liability	18266229	17994735
	Charged through P&L Account	690600	271494

These Calculations are in accordance with Accounting Standard 22 "Accounting For Taxes on Income" (AS 22) issued by the Institute of Chartered Accountants of India and these are based on Income tax returns and the books of accounts of the company.

NOTE 6	SHORT TERM BORROWINGS	CURRENT YEAR	PREVIOUS YEAR
		Amount in Rs.	Amount in Rs.
1.	SECURED LOANS:		
	A) LOANS & ADVANCES FROM BANKS		
	The Jammu & Kashmir Bank Ltd (Cash Credit facility) (Secured against hypothecation of stock in trade, Book Debts, Stores & Spares, Tools, Implements, Die Blocks. Further the above loans are secured by the first mortgage of Land, Building and Machinery of the Company and personal guarantees of the Promotor Directors of the Company.)	173339740	172093582
	B) LOANS & ADVANCES FROM OTHERS		
	The National Small Industries Corp. Ltd. (Secured against Bank guarantee)	9544037	9620717
2.	UNSECURED LOANS:		
	A) LOAN & ADVANCES FROM RELATED PARTIES	10094255	10094255
	TOTAL	192978032	191808554

NOTE 7	TRADE PAYABLES	CURRENT YEAR	PREVIOUS YEAR
1.	Sundry Creditors:		
	A) Total outstanding dues of Micro & Small Scale Industrial Enterprises	—	—
	B) Total outstanding dues of Creditors other than Micro & Small Scale Industrial Enterprises	201725857	203935515
	TOTAL	201725857	203935515

NOTE 8	OTHER CURRENT LIABILITIES	CURRENT YEAR	PREVIOUS YEAR
1.	Current Maturities of Long term Borrowings		
	A) Secured Borrowings	5577703	6434004
	B) Unsecured Borrowings	6740976	17809003
2.	Interest Accrued but not due	209466	310740
3.	Payable for Capital Goods	0	3321717
4.	Statutory Liabilities	3457121	3331971
5.	Expenses Payable	22727314	14852987
6.	Advances from Customers	606116	817180
7.	Director Remuneration & Fee payable	831900	836400
	TOTAL	40150595	47714002

NOTE 9	SHORT TERM PROVISIONS	CURRENT YEAR	PREVIOUS YEAR
1.	PROVISION FOR EMPLOYEES' BENEFITS		
	Provision for Gratuity	7795614	5746792
	Provision for Leave Encashment	1606628	1261323
2.	OTHERS		
	Income Tax Provision	1820588	1011853
	TOTAL	11222830	8019968

NOTE 10 : FIXED ASSETS SCHEDULE AS ON 31ST MARCH 2017

PARTICULARS	Amount in Rs.									
	ORIGINAL COST AS ON 01.04.2016	ADD DUR. THE YEAR	SALE/ TRANSFER	TOTAL COST AS ON 31.03.2017	DEP UPTO 31.03.2016	DEPRECIATION DURING THE YEAR	DEPRECIATION WRITTEN BACK	TOTAL DEP. UPTO 31.03.2017	W.D.V. AS ON 31.03.2017	W.D.V. AS ON 31.03.2016
LAND	441426	0	0	441426	0	0	0	0	441426	441426
FACTORY BUILDING	49468954	2833268	0	52302222	14745506	1366992	0	16112499	36189724	34723448
ADMINISTRATIVE BUILDING	6589432	0	0	6589432	2085124	194770	0	2280094	4309337	4504107
PLANT & MACHINERY	300392591	8276073	0	308668664	125418698	1767838	0	143036536	165632129	174973894
FURNITURE & FIXTURE	2879205	87413	0	2966618	1954164	242842	0	2197005	769613	925041
AIR CONDITIONERS	734842	0	0	734842	674303	13465	0	687788	47073	60538
COMPUTERS	4335773	152416	0	4488189	4035965	54496	0	4090362	397828	299908
OFFICE EQUIPMENT	2289065	104459	0	2393524	1993418	81676	0	2075095	318430	295647
VEHICLES	18060366	7896675	530139	25426902	13609408	1446120	503632	14551896	10875006	4450958
TOTAL	385191655	19350304	530139	404011819	164516688	21018199	503632	185031255	218980565	220674967
CAPITAL WORK IN PROGRESS	0	586454	0	586454	0	0	0	0	586454	0
TOTAL	385191655	19936758	530139	404598273	164516688	21018199	503632	185031255	219567019	220674967
PREVIOUS YEAR	369596440	15595214	0	385191655	143246714	21169973	0	164516688	220674967	226349726

Notes: Additions in Plant & Machinery and Factory Building includes interest on borrowed funds amounting to Rs. 3.19 lacs & Rs. 1.73 lacs respectively capitalised for acquiring these assets.

NOTE 11 LONG TERM LOANS & ADVANCES		CURRENT YEAR	PREVIOUS YEAR
(Unsecured but considered good)		Amount in Rs.	Amount in Rs.
1.	Capital Advances	698208	969340
2.	Security Deposits	12480363	14083090
	TOTAL	13178571	15052430

NOTE 12 INVENTORIES		CURRENT YEAR	PREVIOUS YEAR
(As per inventories taken, valued & certified by the management)			
1.	Raw Materials	18904882	14702378
2.	Work In Progress	220477686	219726227
3.	Finished Goods	10311864	11642403
4.	Stores & Spares	14496051	13951304
5.	Tools & Dies	45245829	46191167
6.	Scrap	410787	862321
	TOTAL	309847099	307075800

NOTE 13 TRADE RECEIVABLES		CURRENT YEAR	PREVIOUS YEAR
(Unsecured but considered good)			
1.	Debts outstanding for a period exceeding six months	3665877	4105971
2.	Other Debts	98153806	111060376
	TOTAL	101819683	115166347

NOTE 14 CASH & CASH EQUIVALENTS		CURRENT YEAR	PREVIOUS YEAR
1.	Cash in Hand	119148	97176
2.	Balance with Scheduled Banks		
	A) Current Accounts	462535	270854
	B) Fixed Deposits maturing within 12 Months (the above Fixed Deposits are provided as security as margin money against borrowings, guarantee, and other commitments)	4934665	4493958
	C) Interest accrued on Fixed Deposits	188452	278866
	TOTAL	5704800	5140854

NOTE 15 SHORT TERM LOANS & ADVANCES		CURRENT YEAR	PREVIOUS YEAR
(Unsecured but considered good)			
1.	Advances recoverable in cash or in kind or for value to be received	1732284	1825489
2.	Advance to Material suppliers	2618774	1233915
	TOTAL	4351058	3059404

NOTE 16 OTHER CURRENT ASSETS		CURRENT YEAR	PREVIOUS YEAR
		Amount in Rs.	Amount in Rs.
1.	Advance Income Tax	1021747	985420
2.	Recoverable from Government agencies	2513609	4491325
3.	Interest Accrued but not Received	0	132768
TOTAL		3535356	5609513

NOTE 17 REVENUE FROM OPERATIONS		CURRENT YEAR	PREVIOUS YEAR
1.	Sale of Product		
	Gross Sales	793344836	746823531
2.	Sale of Services		
	Conversion/Job Work Charges	889200	801979
		794234036	747625510
	Less: Excise Duty/ Service Tax	84540773	80164485
TOTAL		709693263	667461025

NOTE 18 OTHER INCOME		CURRENT YEAR	PREVIOUS YEAR
1.	Interest Income		
	Interest Received on FDRs	394279	579649
	Interest Received - Others	499196	729036
2.	Other non-operative Income		
	Miscellaneous Income	1163134	899740
TOTAL		2056609	2208425

NOTE 19 COST OF RAW MATERIAL CONSUMED		CURRENT YEAR	PREVIOUS YEAR
	Opening Stock of Raw Materials	14702378	17223706
	Purchases during the year	352212128	357760969
		366914506	374984675
	Less : Closing Stock	18904882	14702378
TOTAL		348009624	360282297

NOTE 20 CHANGES IN FINISHED & SEMI-FINISHED STOCK	CURRENT YEAR	PREVIOUS YEAR
	Amount in Rs.	Amount in Rs.
Opening Stock		
Work In Progress	219726227	202837547
FG. Stock	11642403	11030026
Scrap	862321	373811
TOTAL 'A'	232230951	214241384
Closing Stock		
Work In Progress	220477686	219726227
FG. Stock	10311864	11642403
Scrap	410787	862321
TOTAL 'B'	231200337	232230951
TOTAL (A - B)	1030614	-17989567

NOTE 21 EMPLOYEE BENEFIT EXPENSES	CURRENT YEAR	PREVIOUS YEAR
1. Remuneration to Directors	5400000	4800000
2. Salaries & Wages	90754766	75178718
3. Bonus	3330708	4937773
4. Provident Fund- Directors	21600	21600
5. Provident Fund & Others	3254388	3278225
6. Staff & Labour Welfare	3399271	2714882
7. Medical Expenses	60111	54976
TOTAL	106420844	90986174

NOTE 22 FINANCE COSTS	CURRENT YEAR	PREVIOUS YEAR
1. Interest Expense		
A) Interest on Working Capital Loan	26185514	27074269
B) Interest on Term Loans	9989330	10819830
C) Interest Others	325264	319679
2. Other Expenses		
Bank Charges	1938834	2124760
TOTAL	38438941	40338538

NOTE 23 OTHER EXPENSES		CURRENT YEAR	PREVIOUS YEAR
		Amount in Rs.	Amount in Rs.
1. Manufacturing Expenses			
A) Power & Fuel		46107714	44623530
B) Tools & Dies Consumed		3914606	4920400
C) Stores & Consumables		89648753	76426425
D) Production/Job Work Expenses		10001211	9745625
E) Repair & Maintenance Machinery		6767918	6677276
F) Excise Duty on Finished Stock		0	122321
Total A		156440202	142515576
2. Selling Expenses			
A) Freight & Forwarding		3609963	4233206
B) Business Promotion		1195417	1061597
C) Rebates & Discounts		11596532	9121538
D) R & M Vehicles (LCV)		3279455	2839712
E) LD Charges		1518986	691131
F) Warehouse Expenses		162441	0
Total B		21362793	17947184
3. Administrative & Other Expenses			
A) Travelling & Conveyance			
i) Directors		339915	665437
ii) Others		895077	881307
B) Professional Expenses		908901	543175
C) Telephone & Postage		495497	506593
D) Printing & Stationary		466600	402080
E) Running & Maintenance-Vehicles		1049468	1017848
F) Miscellaneous Expenses		155752	126792
G) R & M - General		393665	182884
H) R & M - Building		1077837	853934
I) Subscription & Membership Fee		31650	26440
J) Rates, Fee & Taxes		763784	538261
K) Insurance		681370	873795
L) Auditors' Remuneration			
i) Audit Fee		70000	70000
ii) Tax Audit Fee		10000	10000
iii) Tax Matters Fee		30000	30000
iv) Certification work Fee		6000	6000
M) Advertisement		72600	71600
N) Rent		3640760	3497120
O) Board Meeting Fees		235000	152500
P) Foreign Exchange Rate Difference		150662	0
Total C		11474539	10455765
Grand Total (A+B+C)		189277534	170918526

NOTE 24 CONTINGENT LIABILITIES		CURRENT YEAR	PREVIOUS YEAR
		Rs. in Lacs	Rs. in Lacs
1.	Claim against company not acknowledged as Debts.	NIL	NIL
2.	Estimated amount of contracts remaining to be executed on capital account.	0.00	28.28
3.	Contingent Liabilities in respect of un-assessed cases of Income Tax, Excise Duty, Sales Tax & Service Tax.	Undeterminable	Undeterminable
4.	Bank Guarantee provided in a sales tax case for which appeal is lying pending before DETC.	0.00	0.75
5.	Excise Duty demand for which appeals are pending before appellant authorities.	0.00	1.09

NOTE 25 REMUNERATION PAID TO WHOLE TIME DIRECTORS		Rs. in Lacs	Rs. in Lacs
		Managing Director	
Financial Year		2016-17	2015-16
1.	Salary	54.00	48.00
2.	Provident Fund	0.22	0.22
		54.22	48.22

The Remuneration to Directors is paid in accordance with Part II of Schedule V of Companies Act, 2013.

NOTE 26 RELATED PARTY DISCLOSURES

1. List of Related party and their relationship

Associates	Punjab Pre-Stressed Concrete Works Pvt Ltd. Jandwani Poly Products Private Ltd. Jay Dee Holdings Private Ltd. Natrajan Investments & Finance Pvt. Ltd. Gee Cee Investments & Finance Pvt. Ltd. Alacrity Holdings Private Limited R. Kumar Investments & Finance Pvt. Ltd.
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Key Management Personnel & Their Relatives

Mr. Rakesh M. Kumar, Managing Director
Mrs. Bindu Chowdhary, Director
Mrs. Ritu Joshi, Director
Mr. Sandeep Kumar, Company Secretary

2. Details of Related Party Transactions

(Rs. in Lacs)

Name of the Party		Jandwani Poly Products Pvt. Ltd.	Mr. Rakesh M. Kumar	Mrs. Bindu Chowdhary
Loan A/C	Opening Balance	100.94 (91.54)	25.17 (25.17)	46.41 (46.41)
	Received during the year	0.00 (9.40)	4.55 0.00	1.25 0.00
	Paid during the year	0.00	25.17	18.75
		0.00	0.00	(-)
	Interest Credited	- (-)	- (-)	- (-)
	Closing Balance	100.94 (100.94)	4.55 (25.17)	28.91 (46.41)
Rent Paid		37.92 (37.58)	- (-)	- (-)

*Remuneration to Directors (Key Management Personnel) are given in Note No. 25.

*Figures in brackets relate to Previous Year.

NOTE 27 EARNING PER SHARE

The Company has calculated earning per share in accordance with Accounting Standard 20 'Earning Per Share' issued by the Institute of Chartered Accountants of India and accordingly the net Profit of Rs. 50.37 Lacs (29.76 Lacs) is divided by weighted average number of 50 Lacs (50 Lacs) equity shares for calculating Basic Earning Per Share and Diluted Earning Per Share.

NOTE 28 NOTE REGARDING PAYABLES & RECEIVABLES

Balance of certain sundry debtors, loans & advances (including capital advances), creditors and other liabilities are in process of confirmation/reconcilliation. The management is of the opinion that adjustment, if any, arising out of such reconcilliation would not be material.

NOTE 29 VALUATION OF CURRENT ASSETS & CURRENT LIABILITIES

In the opinion of the Board, the Current Assets, Loans & Advances are approximately of the value stated if realised in the ordinary course of business. The provision for known liabilities is adequate and not in excess of amount reasonable and necessary.

NOTE 30 MICRO SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT 2006

The company is purchasing material generally from traders, medium & large scale industry. The company has asked information regarding their registration status under Micro Small & Medium Enterprises Development Act 2006. In the absence of any intimation received from suppliers, the company is unable to give information relating to amounts unpaid as at the year end together with the interest paid/payable as required under the said Act.

NOTE 31 CALCULATION OF GRATUITY

The Gratuity liability is provided for on the basis of an actuarial valuation made at the end of the financial year. The gratuity scheme is funded with the Life Insurance Corporation of India in the form of group gratuity insurance policy. The same is in compliance with Accounting Standard 15 'Employee Benefits'.

NOTE 32 SEGMENT REPORTING AS PER ACCOUNTING STANDARD 17

The company operates only in the manufacturing of Closed Die Steel Forgings & Manched components and therefore there are no reportable Segments as per Accounting Standard 17 'Segment Reporting' issued by The Institute of Chartered Accountants of India.

NOTE 33 FOREIGN EXCHANGE TRANSACTION		CURRENT YEAR	PREVIOUS YEAR
		Rs. In Lacs	Rs. In Lacs
1.	Value of imports calculated on C.I.F. basis		
	A) Components and Spare parts	-	-
	B) Capital Goods	-	-
2.	Expenditure in Foreign currency		
	Director's Travelling Expenses	0.86	1.84
3.	Total value of Imported Goods consumed and their percentage		
	A) Components and Spare parts	-	-
	B) Components and Spare parts percentage	-	-
4.	Earnings in Foreign Exchange		
	Export of goods calculated on F.O.B. Basis	179.99	269.09

NOTE 34 OPERATING LEASE DISCLOSURES AS PER AS 19 CURRENT YEAR PREVIOUS YEAR

The Company has taken Land and office premises under operating lease agreements. These are generally not non-cancelable and are renewable by mutual consent on mutually agreed terms. There is no sublease payments expected to be received under non-cancelable subleases at the balance sheet date and no restrictions is imposed by lease agreements.

	Rs. In Lacs	
Lease payments for the year	36.41	34.97
Total of Future Minimum Lease Payments under non cancelable operating lease:		
Payable within 1 Year	35.22	33.68
Later than 1 year but not later than 5 years	165.00	165.00
Later than 5 years	297.00	330.00

NOTE 35 RESTATEMENT OF PREVIOUS YEAR FIGURES

Previous year figures have been regrouped & rearranged wherever it is necessary to make them comparable with those of current year.

NOTE 36 DISCLOSURE ON SPECIFIED BANK NOTES (SBNs)

During the year, the Company had specified bank notes or other denomination note as defined in the MCA notification No. G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, the denomination wise SBNs and other notes as per the notification is given below:

		(Amount in Rs.)		
	PARTICULARS	SBN	Others	Total
	Closing Cash on 08.11.16	28000	54755	82755
Add	Permitted receipts	0	1013187	1013187
Less	Permitted payments	28000	606733	634733
Less	Deposited in bank	0	0	0
	Closing cash on 30.12.16	0	461209	461209

(A P S GROVER)
GM-Finance

(SANDEEP KUMAR)
Company Secretary
M No.F9075

(RAKESH M. KUMAR)
Managing Director
DIN 00066497

(BINDU CHOWDHARY)
Director
DIN 01154263

AUDITORS' REPORT

As per our separate report of even date.
FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
(Regd No.:001361N)

PLACE : CHANDIGARH
DATED : 16-08-2017

(KRISHAN MANGAWA)
PARTNER
Membership No. 513236

SAMRAT FORGINGS LIMITED**REGD. OFFICE:**

406, FIRST FLOOR, SECTOR 15-A, CHANDIGARH-160015
 CIN: U28910CH1981PLC004522, Phone: 0172-2774555
 Email: info@samratforgings.com, Website: www.samratforgings.com

PROXY FORM

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

Folio No(s) /DP ID*/Client ID*.....

No. of Shares held.....

I/We.....

of.....being

a Member/Members of **SAMRAT FORGINGS LIMITED** hereby appoint.....

ofor failing him.....

of.....as my/our Proxy to attend and vote for me/us on my/our behalf at the 36th ANNUAL GENERAL MEETING of the company to be held on Friday, the 29th day of September, 2017 at 11:00 AM, at the Registered Office of the Company at # 406, First Floor, Sector 15-A, Chandigarh- 160015 and at any adjournment thereof, in respect of such resolutions as are indicated below:-

Resolutions

Ordinary Business		Vote For	Vote Against
1	Adoption of Audited Financial Statements for the year ended 31 st March, 2017 along with Reports of the Directors and Auditors thereon		
2	To reappoint Mrs. Ritu Joshi (DIN: 01598873), Director who retires by rotation		
3	To appoint the auditors and fix their remuneration		
Special Business			
4	To approve increase in remuneration of Managing Director		
5	To re-appoint Mr. Rakesh M. Kumar (DIN: 00066497) as Managing Director		

Signed onday of....., 2017

Signature(s) of the Shareholder(s)

* To be used for shares held in electronic form

Please
affix
Revenue
Stamp

NOTE: The Proxy Form duly completed must be returned so as to reach the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.
 A Proxy need not be a Member of Company

E-voting particulars

EVSIN	User ID	Password
170829070	Please refer Note No. 16 of the Notice	

**SAMRAT FORGINGS LIMITED****REGD. OFFICE:**

406, FIRST FLOOR, SECTOR 15-A, CHANDIGARH-160015

CIN: U28910CH1981PLC004522, Phone: 0172-2774555

Email: info@samratforgings.com, Website: www.samratforgings.com

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL. JOINT SHAREHOLDERS MAY OBTAIN ADDITIONAL ATTENDANCE SLIPS ON REQUEST

NAME OF THE SHAREHOLDER/PROXY:

Folio No.

ADDRESS:

DP ID*

No. of Shares held:

Client ID*

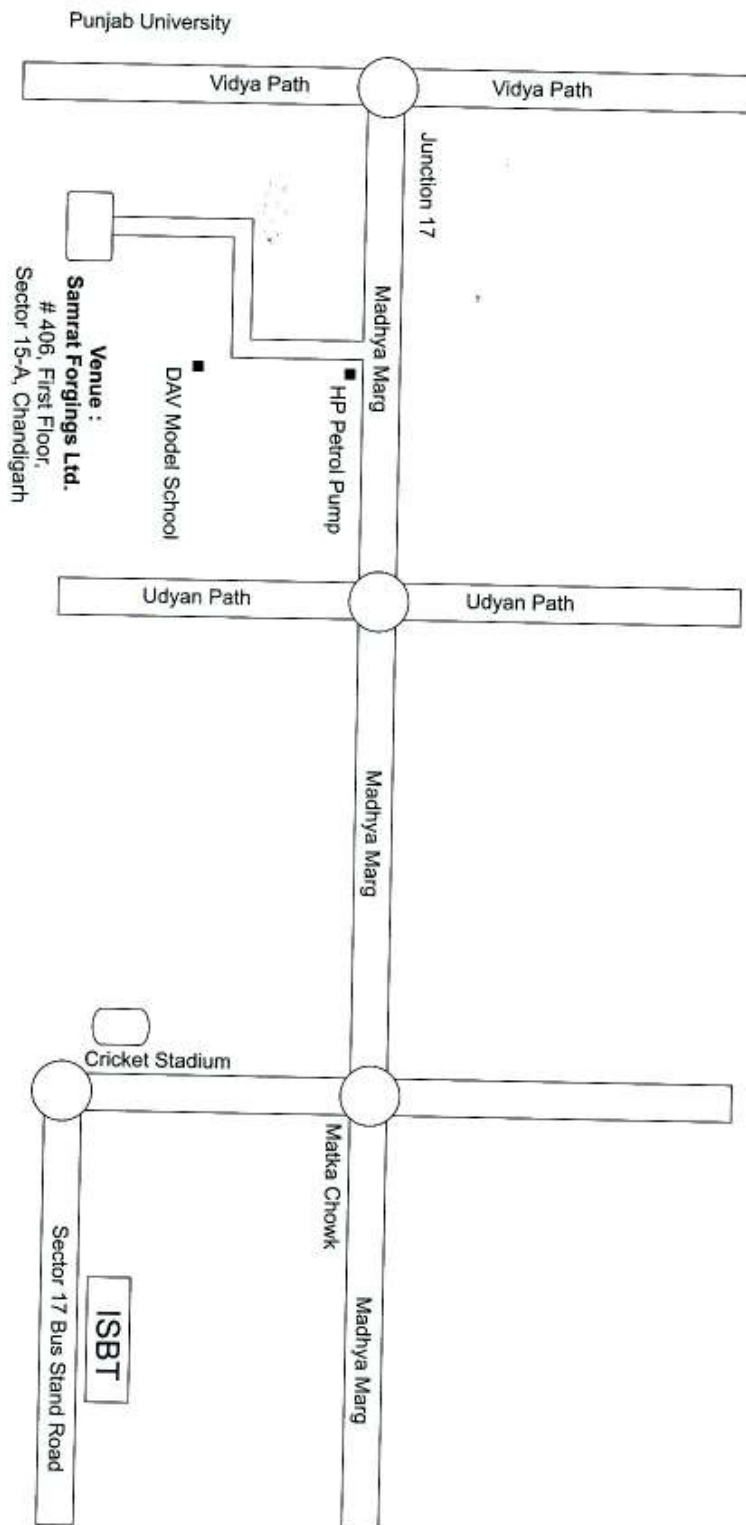
I hereby record my presence at the 36th Annual General Meeting of the Company at # 406, First Floor, Sector 15-A, Chandigarh-160 015 on Friday, the 29th September, 2017 at 11:00 AM

SIGNATURE OF THE SHARE HOLDER / PROXY (To be signed at the time of handing over this slip)

MEMBER/PROXY HOLDERS ARE REQUESTED TO BRING THEIR COPIES OF THE ANNUAL REPORT TO THE MEETING

* To be used for shares held in electronic form

Route Map of the Venue of the AGM
Venue :
406, First Floor, Sector 15-A, Chandigarh



Samrat Forgings Limited

CIN : U28910CH1981PLC004522



REGISTERED OFFICE :

406, First Floor, Sector 15-A,
Chandigarh-160 015

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