



*Annual
Report*

*2016-
2017*

*SALASAR TECHNO
ENGINEERING LIMITED*

E-20, South Extension I, New Delhi-110049

Tel.:+91-120-6546670

Email:towers@salasart techno.com,

Website: www.salasart techno.com

SALASAR TECHNO ENGINEERING LIMITED

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Board of Directors:	Mr. Alok Kumar	Chairman cum Managing Director
	Mr. ShashankAgarwal	Joint Managing Director
	Mr. ShalabhAgarwal	Whole-time Director
	Ms. Tripti Gupta	Whole-time Director
	Mr. Sanjay Chandak	Independent Director
	Mr. Vijay Kumar Jain	Independent Director
	Mr. Anil Kumar Jain	Independent Director
	Mr. ArunBhargava	Independent Director

Key Managerial Personnel	Mr. Kamlesh Kumar Sharma	Chief Financial Officer
	Ms. BavneetKaur	Company Secretary

Auditors:	M/s. VAPS & Co.	Statutory Auditor
	M/s S. Shekhar&Co.	Cost Auditor
	M/s R & D Company secretaries	Secretarial Auditor

Bankers Bank of India, 59-60, G.T. Road, Ghaziabad
201001, U.P.

Registered Office: E-20, South Extension I, New Delhi-110049

Manufacturing Unit-I Khasra No. 265, 281-283, Vill.-Parsaun-
Dasna, P.O.-Jindal Nagar, Distt. Hapur-
201313 (U.P.)

Manufacturing Unit-II Khasra No. 1184, 1185, Vill.-Khera, P.O.-
Pilkhuwa, Tehsil Hapur, Distt. Hapur--245304
(U.P.)

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NOTICE

Notice is hereby given pursuant to Section 96 and 101 of the Companies Act, 2013 ("the Act") that the 16th Annual General Meeting of the Members of the Company will be held on Wednesday, 19th July, 2017 at 10.00 A.M. at the Registered Office of the Company at E-20, South Extension I, New Delhi-110049 to transact the following business:

ORDINARY BUSINESS:

To consider and, if thought fit, to pass, the following resolutions as Ordinary Resolutions:

- 1. To receive, consider and adopt the audited annual accounts of the Company for the financial year ended March 31, 2017.**

"RESOLVED THAT the audited annual accounts of the Company including the balance sheet as at March 31, 2017, the statement of profit and loss, the cash flow statement for the year ended on that date, reports of the Board of Directors with its annexure and Auditors thereon be and are hereby received, considered and adopted."

- 2. Re-Appointment of Director liable to retire by rotation**

To appoint a Director in place of Mr. Alok Kumar (DIN No. 01474484), who retires by rotation and, being eligible, offers himself for re-appointment.

- 3. Appointment of Statutory Auditors and fixing their Remuneration**

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution:**

To appoint the Statutory Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration. The retiring auditor M/s VAPS & Co (FRN No. 003612N) showed unwillingness for re-appointment, M/s Arun Naresh & CO, Chartered Accountant (FRN 007127-N) was proposed for appointment as Statutory Auditor of the Company.

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“Resolved That pursuant to Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 and pursuant to unwillingness of retiring auditors for re-appointment, M/s Arun Naresh & CO, Chartered Accountant (FRN 007127-N) be and is hereby appointed as the Auditors of the Company in place of the retiring Auditors- M/s VAPS & Co (FRN No. 003612N), who shall hold office from the conclusion of this Annual General Meeting till conclusion of Annual General Meeting to be held in 2022 and that the Board be and is hereby authorised to fix such remuneration in consultation with the Auditors, in addition to reimbursement of all out-of-pocket expenses as may be incurred in connection with the audit of the accounts of the Company.”

**By Order of the Board
For Salasar Techno Engineering
Limited**

-Sd-

Chairman Cum Managing Director

Alok Kumar

DIN NO. 01474484

KL-46, Kavi Nagar

Ghaziabad-201001

Uttar Pradesh

Date: 12/06/2017

Place: New Delhi

NOTES:

- A. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL, INSTEAD OF HIMSELF / HERSELF / ITSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.**
- B. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than the total share capital of the Company carrying voting rights. A member holding, more than 10% of the total capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder of the Company.
- C. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days' notice in writing is given to the Company.
- D. The Register of Members and Share Transfer Books of the Company will be closed for Two (2) days from Tuesday, July 18, 2017 and Wednesday, July 19, 2017 (both day inclusive).
- E. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send the Company a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the meeting.
- F. Members/Proxies holders are requested to bring their copies of Annual Report along with them at the meeting.
- G. Members are requested to write to the Company, their query(ies), if any, on the Accounts and operations of the Company at its registered office at least seven days prior to the date of meeting to enable the management to keep the information ready at the meeting.
- H. Members are requested to notify any change in their address/ mandate/ bank details immediately to the Company at its Registered Office.
- I. The Register of Contract or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the Annual General Meeting of the Company.

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- J. The documents referred to in the Notice etc., are open for inspection at the registered office of the Company at all working days up to the date of Annual General Meeting.
- K. Members are requested to notify any change in their address/ mandate/ bank details immediately to the Company at its Registered Office.
- L. The Register of Contract or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the Annual General Meeting of the Company.
- M. The documents referred to in the Notice etc., are open for inspection at the registered office of the Company at all working days up to the date of Annual General Meeting.

**By Order of the Board
For Salasar Techno Engineering
Limited**

-Sd-

**Chairman Cum Managing Director
Alok Kumar
DIN NO. 01474484
KL-46, Kavi Nagar
Ghaziabad-201001
Uttar Pradesh**

**Date: 12/06/2017
Place: New Delhi**

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ADMISSION SLIP

Members or their proxies are requested to present this form for admission, duly signed in accordance with their specimen signatures registered with the Company.

DP Id & Client Id / Regd. Folio No.*	No. of Shares

Name(s) and address of the Member / Joint Members in full

- 1. _____
- 2. _____
- 3. _____
- 4. _____

Full Name of the Proxy if attending the meeting

I / we hereby record my / our presence at the 16thAnnual General Meeting of the Company being held on Wednesday, 19th July, 2017 at 10.00 am at the Registered Office of the Company at E-20, South Extension I, New Delhi-110049 and at any adjournment thereof.

Please (Y) in the box

MEMBER

JOINT MEMBER

PROXY

Signature of Member / Joint Member / Proxy

Please complete this attendance slip and hand it over at the entrance of the meeting hall.

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Form No. MGT-11

Proxy Form

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

Salasar Techno Engineering Limited

Registered office: E-20, South Extension I, New Delhi-110049

CIN: U23201DL2001PLC174076; Website: www.salasartechno.com

Phone: 011-41648577; 120-6546670; Email: towers@salasartechno.com

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

1. Name:

Address:

E-mail Id:

Signature:....., or failing him

2. Name:

Address:

E-mail Id:

Signature:....., or failing him

3. Name:

Address:

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 16thAnnual General Meeting of the company, to be held on Wednesday, 19th July, 2017 at 10.00 am at the registered office of the Company at E-20, South Extension I, New Delhi-110049 and at any adjournment thereof in respect of such resolutions as are indicated below:

Ordinary Resolution

1. To receive, consider and adopt the audited annual accounts of the Company for the financial year ended March 31st, 2017
2. Re-appointment of Director liable to retire by rotation
3. Ratification Appointment of Statutory Auditors and fixing their remuneration

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

Signature of shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly stamped, completed, signed and be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the 16thAnnual General Meeting of the Company.

A proxy need not be a member of the Company.

Appointing a proxy does not prevent a Member from attending the meeting in person if he/she so wishes.

Please complete all details of Member(s) in above box, before submission.

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DIRECTOR'S REPORT

To,
The Members,

Your Directors have pleasure in presenting their 16th Annual Report together with Annual Audited Financial Statements on the business and operations of the Company for the Financial Year ended March 31st, 2017.

FINANCIAL RESULTS:

The Company's financial performance, for the year ended March 31, 2017 is summarized below:

STANDALONE (Amount in Rs.)		
Particulars	2016-17	2015-16
Gross Revenues from Operations	4,03,78,66,510	3,03,84,91,130
Less : Excise duty	30,82,64,949	27,18,44,674
Net Revenues from Operations	3,72,96,01,561	2,76,66,46,456
Other income	30,03,222	14,88,946
Total Revenues	3,73,26,04,783	2,76,81,35,402
Expenses	3,47,47,05,195	2,62,84,35,419
Profit before Interest, Depreciation and Tax	32,64,20,528	21,18,25,326
Less: Interest and Finance Charges	5,60,54,079	6,01,04,631
Profit before Depreciation and Tax	27,03,66,449	15,17,20,695
Less: Depreciation	1,24,66,861	1,20,20,712
Profit before Exceptional Item	25,78,99,588	13,96,99,983
Exceptional Item	48,20,622	(2,02,79,572)
Profit before tax (PBT)	26,27,20,210	11,94,20,411
Less: Provision for tax (net)	9,50,66,236	5,07,86,404
Profit after tax (PAT)	16,76,53,974	6,86,34,007
Add: Balance brought forward	41,23,58,991	34,37,24,983
Surplus available for appropriation	58,00,12,965	41,23,58,991
Appropriations:		
Proposed Dividend on Equity Shares	--	--
Tax on Proposed Dividend	--	--
Balance Carried to Balance Sheet	58,00,12,965	41,23,58,991
No. of Equity Shares	9956300	4978150
Earning per share (Basic)	16.84	13.79
Earning per Share (Diluted)	16.84	13.79

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CONSOLIDATED (Amount in Rs.)		
Particulars	2016-17	2015-16
Gross Revenues from Operations	4,16,24,11,107	3,41,11,38,979
Less : Excise duty	31,95,53,836	31,10,89,619
Net Revenues from Operations	3,84,28,57,271	3,10,00,49,360
Other income	35,07,327	18,99,801
Total Revenues	3,84,63,64,598	3,10,19,49,161
Expenses	3,56,26,32,223	2,95,03,18,752
Profit before Interest, Depreciation and Tax	38,92,85,754	27,00,47,050
Less: Interest and Finance Charges	7,26,68,415	8,75,23,681
Profit before Depreciation and Tax	31,66,17,339	18,25,23,369
Less: Depreciation	3,28,84,964	3,08,92,960
Profit before Exceptional Item	28,37,32,375	15,16,30,409
Exceptional Item	48,20,622	2,82,66,381
Profit before tax (PBT)	28,85,52,997	12,33,64,028
Less: Provision for tax (net)	10,09,64,072	5,39,72,855
Profit after tax (PAT)	18,75,88,926	6,93,91,173
Add: Balance brought forward	44,08,37,827	37,14,46,654
Surplus available for appropriation	62,81,76,813	44,08,37,827
Appropriations:		
Proposed Dividend on Equity Shares	--	--
Tax on Proposed Dividend	--	--
Balance Carried to Balance Sheet	62,81,76,813	44,08,37,827
No. of Equity Shares	9956300	4978150
Earning per share (Basic)	18.84	13.94
Earning per Share(Diluted)	18.84	13.94

RESULTS OF OPERATIONS AND THE STATE OF COMPANY'S AFFAIRS:

The Company is primarily engaged in the business of Manufacturing and sale of galvanized steel structure including telecom towers, transmission line towers and solar panels. Your Company has two manufacturing units at Jindal Nagar, Hapur District (UP) and Khera Dehat, Hapur District (UP). During the year under review, your Company performed well despite various challenges in the manufacturing sector adversely affecting raw material and consumables. Your Company expanded its operations.

The highlights of the Company's performance for the year ended March 31st, 2017 are as under:

- Total Revenues including the revenue from operations and other income increased by overall 34.84% to Rs.3,73,26,04,783 as compared to Rs. 2,76,81,35,402 in the previous year.

The increase in turnover reflects performance of the Company on the expected line in the Current Year sales. The Company is able to capitalize on the market conditions through its operational excellence, higher efficiency and well executed strategies around project execution and product placement. Other income has also increased as compared to previous year, primarily on account of interest on Fixed Deposits pledge with bank as margin money. Other income includes interest income.

- Expenses excluding Finance Cost and Depreciation have also increased comparatively by overall 33.25% to Rs. 3,40,61,84,256 as compared to Rs. 2,55,63,10,076 during previous year.

The company is adopting new measures for cost cutting in various areas like Employee benefit Expenses, finance cost etc. which may result into profitability of the Company.

- Profit before Interest, Depreciation and Tax increased by 54.10% to Rs.32,64,20,528 as compared to Rs. 21,18,25,326 during previous year.
- Net Profit also increased by 144.27% to Rs.16,76,53,974 as compared to Rs. 6,86,34,007 during previous year. Increase in net profit is due to increase in sales volume and lower Cost of Interest and production.
- Surplus available for appropriation has been rise by 40.66% to Rs.58,00,12,965 as compared to Rs.41,23,58,991 in previous year.
- An amount of Rs.81,85,29,965 has been carried to Reserve and Surplus thereby an increase of 16.82%.

- During the year under review, there was increase in share capital of the Company due to Bonus issue of 49,78,150 equity shares of Rs. 10/- each made by the company.
- Increase in EPS Rs. 3.05/-share is merely due to increase in profits of the company. Although it has increased but with slow rate due to increase in number of equity shares also during the year.

DIVIDEND:

The Directors are preferred for conservation of profits rather than declaring dividend for continuing capital requirement for ongoing business needs.

TRANSFER TO RESERVES:

The Company has not made any transfer to reserve during the Financial Year 2016-17. However, profit for the year is shown as surplus under the head Reserve & Surplus during the financial year 2016-17.

PUBLIC DEPOSITS

During the year under review, your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

The details relating to deposits, covered under Chapter V of the Act,-

(a) accepted during the year; **NIL**

(b) remained unpaid or unclaimed as at the end of the year; **NIL**

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(c) whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved-**NIL**

(i) at the beginning of the year; **NA**

(ii) maximum during the year; **NA**

(iii) at the end of the year; **NA**

During the year under review, your Company had not accepted or renewed the deposits which are not in compliance with the requirements of Chapter V of the Act;

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

The Directors are optimistic about company's business and hopeful of better performance with increased revenue incoming year. There was no change in the nature of business of Company.

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

The status of the company has changed from private company to public company with effect from 16th august, 2016 during the financial year under review. The

Company is under process of Listing with Bombay Stock Exchange and National Stock Exchange.

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

There is no situation which may be prejudicial to the interest of the members of the Company or which may impact the going concern status and company's operation of the Company in the future.

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

ECONOMIC REVIEW

Global growth for 2016 is estimated at 3.1% and is projected to be 3.4% and 3.6% in 2017 and 2018, respectively. Activity in both advanced economies and emerging economies is forecast to accelerate. Advanced economies are projected to grow by 1.9% in 2017 and 2.0% in 2018. However, this forecast is uncertain in light of potential changes in the policy stance of the United States. Whereas Emerging Markets growth is estimated at 4.1% in 2016, and is projected to reach 4.5% for 2017 and a further pickup in growth to 4.8% in 2018. The primary factor underlying the strengthening global outlook is the projected pickup in emerging markets' growth. Oil prices have increased reflecting an agreement among major producers to trim supply. The currencies of advanced commodity exporters have also strengthened, reflecting the firming of commodity prices.

India economy overview

India is the fastest-growing G20 economy with an estimated growth rate of 7.4% in FY 18 as against 7.0% in FY 17. The acceleration of structural reforms, the move towards a rule-based policy framework and low commodity prices had provided strong growth impetus over the past couple of years. Recent deregulation measures and efforts to improve the ease of doing business have boosted foreign investment. As a consequence of Centre's major economic reform 'demonetisation', interest rates and yields on G-secs are expected to be lower in FY 18 as compared to FY 17. This will provide a boost to the Indian economy.

Consumer Price index (CPI) inflation was 4.5% in FY 17 and is expected to be at 4.8% in FY 18. Due to enhanced liquidity in the market, especially post demonetisation, the Reserve Bank of India (RBI) cut its repo rate to 6.25%.

Timely and effective implementation of the Goods and Services Tax will support competitiveness, investment and economic growth. The GST reform is designed to be initially revenue-neutral. Government's plans to reduce the corporate income tax rate and broaden the tax base will serve the same objectives.

SECTOR OVERVIEW

Transmission and Distribution

After facing a slow demand over the last few years, the market for high-voltage transmission equipment is expected to grow significantly over the coming decade, driven by the expected increase in investment in transmission infrastructure expansion, and upgradation of projects. It is estimated that over USD 640 billion is planned or proposed to be invested in the global transmission industry by 2025. The demand for equipment has already started picking up, as is indicated by the improvements in the order inflow and financial performance of major equipment manufacturers in 2015 and in the first half of 2016.

India

FY 16 saw an addition of around 28,114 ckm of transmission lines (220kV and above) and in FY 17 another 23,384 ckm of transmission lines (220kV and above) is expected to be further added. Even though, the overall number is lower than the previous fiscal, mainly due to balance targets of 12th Plan left to be achieved, the pace of line additions are so robust that the actual line additions up to December 2016 have exceeded the planned programme. The central sector had planned to add 9,751 ckm of lines over the course of FY 17, and 8,609 ckm up till December 2016. Actual line additions by the central sector up till December 2016 have been 9,301 ckm. Similarly, the private players have also achieved 3,148 ckm of transmission line addition as compared to the planned 2,075 ckm for 2016-17. This outlines the impetus to the sector, where private entities are also actively participating through the tariff based competitive bid (TBCB) route and gradually increasing their share in the transmission sector.

At the end of the 11th Plan, the inter-regional transmission capacity (132kV and above) stood at 27,750 MW. During the XII Plan, (April 2012 to March 2016), 29,700 MW of inter-regional transmission capacity has been added, taking the total

inter-regional transmission capacity (132kV and above) to 57,450 MW as on March 31, 2016. The total inter-regional capacity addition planned in the 13th Plan (2017-18 till 2021-22) is 47,500 MW, to increase the present inter-regional capacity of 63,650 MW (as on November 2016) to 1,18,050 MW by 2021-22. This is to be done through several inter-regional corridors and system strengthening projects.

The sector should see sustained investments from PGCIL and the state transmission utilities. PGCIL has incurred a sustained annual capital expenditure between ` 20,000 - 22,000 Cr since FY 13 until FY 16. The recent budget has revised the current fiscal capital expenditure allocation from the erstwhile ` 22,500 Cr to ` 24,000 Cr and another ` 25,000 Cr is planned over FY 18 for the construction of transmission lines. In contrast to the previous few years, where the central sector used to drive investments in the sector, focus has now increased on intra-state transmission additions. Consequently, state transmission utilities are expected to incur a capex of ~ ` 98,000 Cr under the 'Power for All' Scheme planned by the Ministry of Power. Several states like Andhra Pradesh, Telangana, Tamil Nadu, Rajasthan, UP and Gujarat are already active in this regard. Similarly, in order to increase competitiveness in the sector, tariff based competitive projects have propelled the private sector additions as well. So far 35 projects have been put up for bidding through this route and a further four projects are expected to be bid out soon.

Telecom

Telecommunication services are known as one of the key driving forces for the socio-economic development of a nation. Mobile telephony has seen a staggering growth in the past 10 years. However, it has been witnessing a slowdown in recent years. Driven by data explosion and rollout of data services (3G and 4G) along with operational prudence, the Indian telecom market is expected to be back on the growth track. With a total of 11 operators serving an active wireless subscriber base of 842.39 million 1 (88.45% of total registered wireless subscriber base), the Indian telecom market is now amongst the most competitive markets in the world.

The Indian telecom industry has undergone a transformational change in the last decade. Mobile operators successfully adopted innovative models to sustain growth followed by focus on operational prudence in recent years. The tower industry has

been a key enabler for such models by allowing sharing of infrastructure along with operational excellence.

Mobile towers in India are likely to grow to over 500,000 by 2020 from about 425,000 at present due to increase in demand of wireless internet services.

Towers are expected to grow at 3 percent CAGR for next five years and the total number of towers is expected to grow to more than 511,000 by financial year 2020, of which 30,000 towers are expected to be only supporting data sites.

OUTLOOK AND OPPORTUNITY

There is an increasing trend towards the use of high voltage alternating current (HVAC) and high voltage direct current (HVDC) overhead lines to carry large amounts of electricity from generation hubs to load centers, especially in countries like China, India and Brazil. The coming decade is expected to witness greater commercial application of these technologies.

In India, apart from PGCIL's sustained and steady capex, state government's spend on transmission infrastructure is also expected to improve to meet their UDAY related milestones. STEL is expected to be a key beneficiary of this strong growth prospect in India.

Government's thrust on improving rail and energy infrastructure is also expected to result in rising capex for the sectors. STEL is seeing a lot of traction on orders both in T&D and railways and has strong order book in both the businesses. STEL has been building robust team there on execution and that has been a continuous exercise. Currently, these businesses constitute around 70% of the order book and is expected to grow significantly.

OPERATIONAL REVIEW

The Company is primarily engaged in the business of Manufacturing and sale of galvanized steel structure including telecom towers, transmission line towers and solar panels and the business of Engineering, Procurement and Construction (EPC) relating to infrastructure comprising power transmission & distribution, railway electrification, etc.

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Geographically, the revenue of the Company can be divided into two different segments – domestic and international. Revenue from domestic segment was ` 396.99 Cr (98%) and international segment contributed revenue of ` 6.79 Cr (2%) in FY 17.

DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

The Company has a wholly owned subsidiary based at Delhi namely- Salasar Stainless Ltd. Details of Subsidiary company is hereunder. The Company has entered into Joint Venture with Sikka Engineering Company named as Sikka-Salasar JV dated 30th March, 2017 while the company does not have any Associate Company.

Sl. No	Name and Address of the Company	CIN/GLN/PAN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Salasar Stainless Ltd C-211,2nd Floor, C-Block, Narwana Apartment, I.P EXTN. Patparganj, Delhi- 110092	U27205DL2 010PLC201 399	Wholly Owned Subsidiary	100%	2(87)

PERFORMANCE AND FINANCIAL POSITION OF THE SUBSIDIARY INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENT.

The statement containing the financial statement of Salasar Stainless Ltd being the subsidiary of the Company was duly disclosed in the Balance sheet under Schedule 12. Details of financial of subsidiary as required under the first proviso to sub-section (3) of Section 129 of the Companies Act, 2013 is being attached with the Board's Report in FormAOC-1 as **Annexure-A** and the forming part of the Board's Report. Details of financial of Joint Venture as required under the first proviso to sub-section (3) of Section 129 of the Companies Act, 2013 is being attached with

the Board's Report in FormAOC-1 as **Annexure-A1** and the forming part of the Board's Report.

DEPRICIATION AND AMORTIZATION

The Company had followed Straight-line method on its tangible fixed assets the rates prescribed under the Part C of the Schedule II of the Companies Act, 2013, Intangible fixed assets stated at cost less accumulated amount of amortization.

AUDITORS

STATUTORY AUDITORS

The retiring auditor M/s VAPS & Co (FRN No. 003612N) showed unwillingness for re-appointment, M/s Arun Naresh& CO, Chartered Accountant (FRN 007127-N) was proposed for appointment as Statutory Auditor of the Company.

In this regard, the Company has received a letter from the Auditors conforming that they are eligible for appointment as Auditors of the Company under Section 139 of the Companies Act, 2013 and meet the criteria for appointment specified in Section 141 of the said Act. Based on the recommendations by the Board of Directors of the Company recommend the appointment of M/s Arun Naresh & CO, Chartered Accountant (FRN 007127-N)as Statutory Auditors of the Company from conclusion of ensuing Annual General meeting till Annual general meeting to be held in 2022 subject to ratification in each AGM.

All the items on which the Auditors' have commented in their report are self-explanatory and suitably explained in the Notes to the Accounts. The Auditors' Report for the fiscal year 2016-17 does not contain any qualifications, reservations or adverse remarks and the same is enclosed with financial statements in this Annual Report.

SECRETARIAL AUDIT

Under the provisions of Section 204 of the Companies Act, 2013 and the rules made thereunder M/s R & D Company secretaries, Delhi is appointed as Secretarial Auditor of the Company and secretarial audit report forms part of the Board Report as Annexure B.

COST AUDIT

Pursuant to Section 148 read with Section 141 & 143 and other applicable provisions of the Companies Act, 2013, read with Rule 6 of the Companies (Cost Records and Audit Rules), 2014 and Cost Audit Orders issued by the Ministry of Corporate Affairs and other relevant circulars, notifications, amendments issued from time to time, M/S S. Shekhar & Co., Cost Accountants (Membership No. 30477, FRN 000452), were appointed by the Board for rendering the desired professional services including conducting of Cost Audit and issuance of Cost Audit Report on cost accounting records of the Company pertaining to the Financial Year 2017-18.

INTERNAL AUDIT

Pursuant to provisions of Section 138 of the Companies Act, 2013 read with Rule 13 of the Companies (Accounts) Rule, 2014 as amended from time to time, the Company is required to appoint an internal auditor of the Company to conduct internal audit of the functions and activities of the Company.

In compliance with the above provisions, your Company has appointed Mr. Pawan Goel as an Internal Auditor of the Company.

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SHARES

Change in Authorized Share Capital	Change in Paid-up Share Capital	Buy Back of Shares	Issue of Bonus Shares	Issue of Right Shares	Issue of Sweat Equity Shares	Issue of Employee Stock Option
Increase in authorized share capital of the company by Rs. 8,00,00,000 divided into 80,00,000 Shares @ Rs. 10 each.	Increase in paid-up share capital of the company by Rs. 4,97,81,500 divided into 49,78,150 Shares @ Rs. 10 each.	Nil	49,78,150 Shares bonus shares were issued.	Nil	Nil	Nil

SHARE CAPITAL

- A. Issue of equity shares with differential rights:** There are no Equity Shares with Differential rights.
- B. Issue of sweat equity shares:** No Sweat Equity Shares has been issued by the Company in Financial Year 2016-17.
- C. Issue of employee stock option:** Your Company had not issued employee stock option for the financial year as provided in rule 12(9) of Companies (Share Capital and Debentures) Rules, 2014.
- D. Provision of money by company for purchase of its own shares by employees or by Trustees for the benefit of employees:** No Provision of money is required to be made by company for purchase of its own shares by employees or by trustees for the benefit of employees

EXTRACT OF THE ANNUAL RETURN

The extract of the Annual Return in Form No.MGT-9, pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, has been made part of the Board's Report as **Annexure-C**.

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

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

A) Conservation of Energy:

- (i) The Company has given top priority to conservation of energy on continuous basis by closely monitoring energy consuming equipment involving use of energy generating diesel set and power purchased from Electricity Board e.g. size of the motors are optimum, use of energy saving devices like TFT monitors, CFL tubes, LED lights among others and Defined AC working hours and temperature to suit seasonal changes to save energy. The Company has been conserving energy by resorting to use of power to the barest minimum.
- (ii) Keeping in view the nature of the manufacturing process no additional investment is proposed and hence further consumption of energy is ruled out in the near future.
- (iii) No specific studies regarding impact of the above measures of (a) and (d) have been carried out and the cost impact of energy cost and energy saving measures on cost of production of goods is not material, as it forms a very minimum percentage vis-a vis the cost of Company's product.
- (iv) Total energy consumption and energy consumption per unit of production is given as per Form-A

S.No.	Particulars	Current Year	Previous Year
1.	Electricity		
a.	Purchased Unit	14,92,090	14,47,606
	Total Amount (Rs.)	1,29,47,594	1,16,53,485
	Rate/Unit (Rs.)	8.68	8.05
b.	Own Generation through DG		
	Fuel Consumed (Ltr.)	1,44,000	1,68,000
	Fuel Consumed (Rs.)	68,33,279	73,27,522
	Cost per Ltr. (Rs.)	47.45	43.62
2.	Furnace Oil		
	Fuel Consumed (MT)	1393	1,038
	Fuel Consumed (Rs.)	3,15,64,312	2,06,53,915
	Cost per MT (Rs.)	22,659	19,898

(B)Technology Absorption:

(i) The efforts made towards technology absorption:

The Company is continuously emphasis on development and innovation of in-house technological and technical skills to fully utilize technology.

(ii) The benefits derived:

Productions of quality products have acceptability in the market and ensure an easy marketability and goodwill for Company's product. Reducing the shortage and cost of production.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- Not Applicable

(a) the details of technology imported:

(b) the year of import:

(c) whether the technology been fully absorbed:

(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; ; and

(iv) the expenditure incurred on Research and Development.

- (a) Capital: Nil
- (b) Recurring: Nil
- (c) Total: Nil

(C) Foreign exchange earnings and Outgo:

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows is as mentioned in below table:

S. No	Foreign Exchange Inflow (FOB Value of exports (*excluding deemed export))		Foreign Exchange Outflow (Import And Other Expenses)	
	FY 2016-17 (IN INR)	FY 2015-16 (IN INR)	FY 2016-17 (IN INR)	FY 2015-16 (IN INR)
TOTAL	5,64,06,588	10,56,72,348	55,25,803	48,35,981

CORPORATE SOCIAL RESPONSIBILITY (CSR)

The company has always taken steps initiating the Corporate Social Responsibility. The Company's endeavor is to create value for the nation, enhancing the quality of life across the entire socio-economic spectrum. The Company strives to seek greater alignment between its stakeholders to generate value in the long-term.

The Company aims to develop products and services centered on driving customer satisfaction, while contributing to the overall objective of community development.

The Company is committed to operate and grow its business in a socially responsible way. The core values strengthening your Company's business actions

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comprise of Customer Value, Ownership Mindset, Respect, Integrity, One Team and Excellence.

The company require to spent an amount of Rs. 20,80,365/- in CSR activities, out of which Rs. 1,57,365/- remain unspent at the end of the year. The disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 has been made as per **Annexure-D**.

DIRECTORS:

A) CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year under review, the change in Directors and Key Managerial Personnel are herein below:

The details of Board and Key managerial Personnel are as follows:

Name	DIN/PAN	Designation	Date of appointment
Directors:			
Mr. Alok Kumar	01474484	Chairman cum Managing Director	03/05/2006
Mr. Shashank Agarwal	00316141	Joint Managing Director	03/08/2016
Mr. Shalabh Agarwal	00316155	Whole-time Director	03/07/2014
Ms. Tripti Gupta	06938805	Whole-time Director	01/08/2014
Mr. Arun Bhargava	02375147	Independent Non Executive Director	19/01/2017
Mr. Sanjay Chandak	07663328	Independent Non Executive Director	19/01/2017
Mr. Vijay Kumar Jain	00281757	Independent Non Executive Director	19/01/2017
Mr. Anil Kumar Jain	00204935	Independent Non Executive Director	19/01/2017
Key Managerial Personnels:			

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Mr. Kamlesh Kumar Sharma	CRCPK2954A	CFO(KMP)	03/10/2016
Ms. Bavneet Kaur	M.No.- A40062	Secretary	12/12/2016

(B) DECLARATION BY INDEPENDENT DIRECTORS

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that they meet the criteria of independence laid down in Section 149(6) of the Companies Act, 2013.

(C) BOARD EVALUATION

The provisions of Section 134(3)(p) of the Companies Act, 2013 read with Schedule IV Part VII and Rule 8(4) of the Companies (Accounts) Rules, 2014 relating to inclusion of a statement indicating the manner in which formal annual evaluation has been made by the Board of its own performance and that of its committees and individual directors, are not applicable to the Company.

VIGIL MECHANISM

In terms of provisions of Section 177(9) of the Companies Act, 2013 read with Rule 7(4) of the Companies (Meetings of Board and its Powers) Rules, 2014, the Company has established a Vigil Mechanism for providing adequate safeguard against victimization of employees and directors to report their concerns about unethical behavior, actual or suspected fraud or violation of the company's Code of Conduct and also provide for direct access to the Chairperson of the Audit Committee or the director nominated to play the role of Audit Committee. In compliance of the above provision, your Company has established a Whistle Blower Policy/ Vigil Mechanism and formulated a policy in order to provide a framework for responsible and secure whistle blowing/ vigil mechanism.

Ms. Tripti Gupta, Whole Time Director of the Company been nominated by the Audit Committee as Vigilance Officer to receive protected disclosures from whistle blowers, maintaining records thereof, placing the same before the Audit Committee for its disposal and informing the Whistle Blower the result thereof. However, there was no protected disclosure made during the year under review.

COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

In terms of provisions of Section 178(3) of the Companies Act, 2013, the Company had constituted Nomination and Remuneration Committee. The Committee has formulated the criteria for determining qualifications, positive attributes and independence of a director and recommended to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.

As per the policy, the current Board is an appropriate mix of Executive and Independent Directors to maintain the independence of the Board, and separate its functions of governance and management.

DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The company conducts its businesses with high standards of legal, statutory and regulatory compliances. A dedicated Compliance Cell ensures that adequate internal financial controls with reference to the Financial Statement of the Company.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

The provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 which requires disclosure in the Board Report about a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules are not applicable to the Company.

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NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS

The Company had Thirty Five (35) meetings of Board in Financial Year 2016-17.

Sl. No	Date of Board Meetings	Sl. No	Date of Board Meetings	Sl. No	Date of Board Meetings	Sl. No	Date of Board Meetings
1.	06/05/2016	10.	10/08/2016	19.	18/10/2016	28.	16/01/2017
2.	18/05/2016	11.	12/08/2016	20.	25/10/2016	29.	20/01/2017
3.	06/06/2016	12.	24/08/2016	21.	01/11/2016	30.	21/01/2017
4.	11/06/2016	13.	06/09/2016	22.	12/12/2016	31.	14/02/2017
5.	16/06/2016	14.	10/09/2016	23.	24/12/2016	32.	02/03/2017
6.	05/07/2016	15.	21/09/2016	24.	14/12/2016	33.	17/03/2017
7.	21/07/2016	16.	03/10/2016	25.	04/01/2017	34.	21/03/2017
8.	03/08/2016	17.	07/10/2016	26.	09/01/2017	35.	27/03/2017
9.	05/08/2016	18.	17/10/2016	27.	10/01/2017		

AUDIT COMMITTEE

The composition of an Audit Committee is as given below.

Sl. No	Name	Designation
1.	Mr. Anil Kumar Jain	Chairman
2.	Mr. Sanjay Chandak	Member
3.	Mr. Shashank Agarwal	Member

Audit Committee has played a vital role in matters related to Auditors appointment, and their remuneration.

NOMINATION AND REMUNERATION COMMITTEE

The composition of Nomination and Remuneration Committee is as given below:

Sl. No	Name	Designation
1.	Mr. Anil Kumar Jain	Chairman
2.	Mr. Vijay Kumar Jain	Member

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3.	Mr. Arun Bhargava	Member
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In terms of provisions of Section 178(3) of the Companies Act, 2013, the Committee had formulated the criteria for determining qualifications, positive attributes and independence of directors and the same was recommended to the Board. The Board had approved the policy. Also the committees was the deciding factors in decisions like remuneration of directors, KMP's and other employees, identifying qualified personnel to appoint in Key Management of the Company etc. We affirm that the remuneration paid to the directors is as per the terms laid out in the Nomination and Remuneration Policy of the Company.

CSR COMMITTEE

The composition of CSR Committee is as given below:

Sl. No	Name	Designation
1.	Ms. Tripti Gupta	Chairman
2.	Mr. Sanjay Chandak	Member
3.	Mr. Shashank Agarwal	Member

The Committee's prime responsibility is to assist the Board in discharging its social responsibilities by way of formulating and monitoring implementation of the framework of corporate social responsibility policy, observe practices of Corporate Governance at all levels, and to suggest remedial measures wherever necessary.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Loans, guarantees and investments covered under Section 186 of the Companies Act, 2013 forms part of the notes to the financial statements provided in this Annual Report. There were investments made by the Company in its Wholly Owned

Subsidiary Company under Section 186 of the Companies Act, 2013 during the year under review. The details of investment, loan and guarantee made is annexed in **Annexure E**.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All transactions entered with Related Parties during the financial year were on arm's length basis and were in the ordinary course of business. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have potential conflict with the interest of the Company at large. Accordingly, the disclosure of related party transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2, is not required.

The particular of Contracts or Arrangements made with related parties made pursuant to Section 188 including certain arm's length transactions under third proviso thereto are hereby enclosed and furnished in **Annexure F** and is attached to this report.

ROLE OF THE COMPANY SECRETARY IN OVERALL GOVERNANCE PROCESS

The Company Secretary plays a key role in ensuring that the Board (including committees thereof) procedures are followed and regularly reviewed. The Company Secretary ensures that all relevant information, details and documents are made available to the Directors and senior management for effective decision-making at the meetings. The Company Secretary is primarily responsible to assist and advise the Board in the conduct of affairs of the Company, to ensure compliance with applicable statutory requirements and Secretarial Standards, to provide guidance to

directors and to facilitate convening of meetings. The Company Secretary interfaces between the management and regulatory authorities for governance matters.

ROLE OF THE CHIEF FINANCIAL OFFICER (KMP)

During the year under review, Your Company designated Mr. Kamlesh Kumar Sharma, a key employee of the Company as Chief Financial Officer-Cum-Key Managerial Personnel of the Company who plays a pivotal role in ensuring the compliance of applicable accounting procedures, taxation aspects and administrative policies are followed and regularly reviewed. The Chief Financial Officer-Cum-Key Managerial Personnel ensures that all relevant information pertaining to accounting policy including details and documents are made available to the Directors for taking effective decision-making at the meetings.

RISK MANAGEMENT POLICY

The Company has adopted the measures concerning the development and implementation of a Risk Management System in terms of Section 134(3)(n) of the Companies Act, 2013 after identifying the elements of risks which in the opinion of the Board may threaten the very existence of the Company itself. The Company has an elaborate Risk Management process of identification, assessment and prioritization of risk followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximize the realization of opportunities. The Risk Management procedure is reviewed by the Audit Committee from time to time, to ensure that the executive management controls risks through means of a properly defined framework. Major risks identified are systematically addressed through mitigating actions on a continuing basis.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:

During the year under review, the Company has not received any complaint under the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. The Internal Complaints Committee under the aforesaid Act is yet to be constituted. The Board is making its effort to identify third-party representative from an NGO/an agency conversant with the subject and having experience in social service or be familiar with labour, service, civil or criminal law.

DIRECTORS' RESPONSIBILITY STATEMENT

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

(a) In the preparation of the annual accounts for the financial year 2016-17, the applicable accounting standards read with requirements set out under Schedule III to the Act, had been followed along with proper explanation relating to material departures;

(b) The directors have selected such accounting policies, applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year 2016-17 and of the profit and loss of the company ended on that date;

(c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The directors have prepared the annual accounts on a going concern basis; and

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- (e) The directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and are operating effectively.
- (f) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

ACKNOWLEDGEMENTS

The Directors acknowledge with sincere gratitude, the cooperation and help extended by all the stakeholders of your Company including its esteemed shareholders, government departments and agencies, financial institutions and banks, customers, vendors and employees.

**By Order of the Board
For Salasar Techno Engineering Limited**

-Sd-
**Chairman Cum
Managing Director
Alok Kumar
DIN NO. 01474484
KL-46, Kavi Nagar
Ghaziabad-201001
Uttar Pradesh**

-Sd-
**Jt. Managing Director
Shashank Agarwal
DIN: 00316141
B-166, Sector-50
Gautam Budh Nagar
Noida 201301 UP**

**Date: 12/06/2017
Place: New Delhi**

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Annexure-A

Details of Subsidiaries as per AOC-1:

1	Sl No.	1
2	Name of the subsidiary	Salasar Stainless Limited.
3	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-
4	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	-
5	Share capital	49,9,90,000
6	Reserves & surplus	17,76,33,790
7	Total assets	49,65,59,410
8	Total Liabilities	49,65,59,410
9	Investments	--
10	Turnover	24,18,96,663
11	Profit before taxation	2,58,32,790
12	Provision for taxation	58,97,836
13	Profit after taxation	1,99,34,954
14	Proposed Dividend	NIL
15	% of shareholding	100

**By Order of the Board
For Salasar Techno Engineering Limited**

**-Sd-
Chairman cum Managing Director
Alok Kumar
DIN NO. 01474484
KL-46, Kavi Nagar
Ghaziabad-201001
Uttar Pradesh**

**-Sd-
Jt. Managing Director
Shashank Agarwal
DIN: 00316141
B-166, Sector-50
Gautam Budh Nagar
Noida 201301 UP**

**Date: 12/06/2017
Place: New Delhi**

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Annexure-A1

Details of Joint Venture as per AOC-1:

1	Sl No.	1
2	Name of the Joint venture	Sikka-Salasar-JV
3	Reporting period for the Joint Venture- Latest Audited Balance sheet	
4	Shares of the Joint Venture held by the Company Number Amount Extent of % of holding	Nil
5	Reserves & surplus	Nil
6	Total assets	Nil
7	Total Liabilities	Nil
8	Investments	Nil
9	Turnover	Nil
10	Profit before taxation	Nil
11	Provision for taxation	Nil
12	Profit after taxation	Nil
13	Proposed Dividend	Nil

**By Order of the Board
For Salasar Techno Engineering Limited**

**-Sd-
Chairman cum Managing Director
Alok Kumar
DIN NO. 01474484
KL-46, Kavi Nagar
Ghaziabad-201001
Uttar Pradesh**

**- Sd-
Jt. Managing Director
Shashank Agarwal
DIN: 00316141
B-166, Sector-50
Gautam Budh Nagar
Noida 201301 UP**

**Date: 12/06/2017
Place: New Delhi**

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Annexure B

SECRETARIAL AUDIT REPORT

To,
The Members
Salasar Techno Engineering Limited

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practiced by **Salasar Techno Engineering Limited** (hereinafter called "**the Company**"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

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

- I. The Companies Act, 2013 (the Act) and the Rules made thereunder;
- II. 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

We have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company.

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

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i. Secretarial Standards issued by The Institute of Company Secretaries of India;

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreements etc. mentioned above.

We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance

thereof, on test-check basis, the Company has complied with the following laws applicable specifically to the Company:

- a. Labour laws and other incidental laws related to employees appointed by the Company either on its payroll or on contractual basis as related to wages, gratuity, provident fund, ESIC, compensation etc.
- b. Acts prescribed under Environmental Protection
- c. Acts as prescribed under Direct Tax and Indirect Tax
- d. Labour Welfare Act of respective States
- e. Laws prescribed under Trademarks, Copyright and Patent Acts
- f. Local Laws as applicable to various offices and plants
- g. Air (Prevention and Control of Pollution) Act, 1981 and the rules and standards made there under.
- h. Water (Prevention and Control of Pollution) Act, 1974 and Water (Prevention and Control of Pollution) Rules, 1975
- i. Environment Protection Act, 1986 and the rules, notifications issued there under.
- j. Factories Act, 1948 and allied State Laws.

We further report that:

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

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

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

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

We further report that during the Audit Period, the company has issued 49,78,150 bonus shares action have taken place which is having a major bearing on the

Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

For **R & D COMPANY SECRETARIES**

-Sd-

Jinu Jain

Partner

FCS No. 9058

COP No. 22076

Place: Delhi

Date: 10 June 2017

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Annexure-C

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:

Company Name	Salasar Techno Engineering Limited
CIN	U23201DL2001PLC174076
DOI	24 th October 2001
Type of Company	Public Company Limited by shares
COB date	NA
Email id	towers@salasartechno.com
Telephone No	91-120-6546670
Website	www.salasartechno.com
Registered Office	E-20, South Extension I, New Delhi-110049
Address of Police station where jurisdiction of Registered office is held	Kotla Mubarak pura Police Station, Swea Nagar, New Delhi-110003
Whether listed company	No
Name, Address and Contact details of Registrar and Transfer Agent, if any	Big Share Services Pvt Ltd 4 E/8, First Floor, Jhandewalan Extension, New Delhi -110055, Tel. No +91 01123522373

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:-

SN	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the
1	Manufacturing and trading in Steel items	3300	100%

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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	Salasar Stainless limited.	U27205DL2010PLC201399	Wholly owned Subsidiary	100%	2(87)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 1 st April,2016]				No. of Shares held at the end of the year[As on 31 st March, 2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	-	1699500	1699500	34.14	-	2868408	2868408	28.80	(5.34%)
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	-	1699500	1699500	34.14	-	2868408	2868408	28.80	(5.34%)
(2) Foreign									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other - Individuals	-	-	-	-	-	-	-	-	-

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c) Bodies Corp	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A)=(A)(1)+(A)(2)	-	1699500	1699500	34.14	-	2868408	2868408	28.80	(5.34%)
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	2395650	2395650	48.12	-	4791300	4791300	48.12	-
ii) Overseas	-	-	-	-	-	-	-	-	-

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b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	4000	4000	0.08	-	28000	28000	0.28	.2%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	879000	879000	17.66	-	2268592	2268592	22.79	5.12%
c) Others (HUF)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	3278650	3278650	65.86%	-	7087892	7087892	71.19	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	4978150	4978150	100%	-	9956300	9956300	100%	-

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ii) Shareholding of Promoter-

S N	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareh olding during the year
		No. of Shares	% of total Shares of the compan y	%of Shares Pledged/ encumbe red to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbe red to total shares	
1	Mr.Alok Kumar	547000	10.99	-	894000	8.98	-	(2.01)
2	Mr.Shalabh Agarwal	180000	3.62	-	1280592	12.86	-	9.24
3	Mr.Gyanendra Kumar	180500	3.63	-	293816	2.95	-	0.68
4	Ms.Triпти Gupta	-	-	-	400000	4.02	-	4.02

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

SN	Name of Promoter	Shareholding at the beginning of the year		Cumulative Shareholding during theYear	
		No. of shares	% of total shares of the company	No. of shares	% of total Shares of the company
1	Mr. Alok Kumar				
	At the beginning of the year	547000	10.99	547000	10.99
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 547000 equity shares on 16/06/2016 &Gift of 200000 equity shares to Ms. Triпти Gupta on 10/09/2016	-	-	-
	At the end of the year	894000	8.98	894000	8.98

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2	Mr. Shalabh Agarwal				
	At the beginning of the year	180000	3.61	180000	3.61
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 180000 equity shares on 16/06/2016 & Gift of 67184 & 8,53,408 equity shares from Mr. Gyanendra Agarwal & Mr. Shashank Agarwal on 10/09/2016	-	-	-
	At the end of the year	1280592	12.86	1280592	12.86
3	Mr. Gyanendra Kumar Agarwal				
	At the beginning of the year	180500	3.63	180500	3.63
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 180500 equity shares on 16/06/2016 & Gift of 67184 equity shares to Mr. Shalabh Agarwal on 10/09/2016	-	-	-
	At the end of the year	293816	2.95	293816	2.95
4	Ms. Tripti Gupta				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Gift of 200000 & 200000 equity shares from Mr. Alok Kumar & Mrs. Kamlesh Gupta on 10/09/2016	-	-	-
	At the end of the year	400000	4.02	400000	4.02

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

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	M/s Hill View Infrabuild Ltd (Folio No:110)				
	At the beginning of the year	1437150	28.87%	1437150	28.87%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 1437150 equity shares on 16/06/2016	-	-	-
	At the end of the year	2874300	28.87%	2874300	28.87%
2	M/s Shikhar Fabtech Private Limited (Folio No:103)				
	At the beginning of the year	492500	9.89%	492500	9.89%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 492500 equity shares on 16/06/2016	-	-	-
	At the end of the year	985000	9.89%	985000	9.89%
3	Mrs. Kamlesh Gupta (Folio No: 111)				
	At the beginning of the year	350000	7.03%	350000	7.03%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /	Bonus issue of 350000 equity shares on 16/06/2016 & Gift of 200000			

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	decrease (e.g. allotment / transfer / bonus/ sweatequity etc):	equity shares to Tripti Gupta on 10/09/2016			
	At the end of the year	500000	5.02%	500000	5.02%
4	Mrs. Anshu Agarwal (Folio No:105)				
	At the beginning of the year	289000	5.81%	289000	5.81%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 289000 equity shares on 16/06/2016		-	
	At the end of the year	578000	5.81%	578000	5.81%
5	M/s Base Engineering Private Limited (Folio No:112)				
	At the beginning of the year	233000	4.68%	233000	4.68%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 233000 equity shares on 16/06/2016	-	-	-
	At the end of the year	466000	4.68%	466000	4.68%
6	M/S More Engineering Private Limited (Folio No:113)				
	At the beginning of the year	233000	4.68%	233000	4.68%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 233000 equity shares on 16/06/2016	-	-	-
	At the end of the year	466000	4.68	466000	4.68
7	Mr.Shikhar Gupta (Folio No:108)				
	At the beginning of the year	138000	2.77%	138000	2.77%
	Date wise Increase / Decrease in Promoters	Bonus issue of 138000equity	-	-	-

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	Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	shares on 16/06/2016			
	At the end of the year	276000	2.77%	276000	2.77%
8.	Mrs. Mithilesh Agarwal (Folio no:102)				
	At the beginning of the year	102000	2.03%	102000	2.03%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 102000 equity shares on 16/06/2016	-	-	-
	At the end of the year	204000	2.03%	204000	2.03%
9	Mrs. Taru Agarwal(Folio No:109)				
	At the beginning of the year	4000	0.08%	4000	0.08%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 4000 equity shares on 16/06/2016	-	-	-
	At the end of the year	8000	0.08%	8000	0.08%
10	M/s Alok Kumar (HUF)				
	At the beginning of the year	10000	0.20	10000	0.20
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 10000 equity shares on 16/06/2016	-	-	-
	At the end of the year	20000	0.20	20000	0.20

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v) Shareholding of Directors and Key Managerial Personnel:

SN	Name of Promoter	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
1	Mr.Alok Kumar				
	At the beginning of the year	547000	10.99%	547000	10.99%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 547000 equity shares on 16/06/2016 & Gift of 200000 equity shares to Tripti Gupta on 10/09/2016	-	-	-
	At the end of the year	894000	8.98	894000	8.98
2	Mr Shalabh Agarwal				
	At the beginning of the year	180000	3.61	180000	3.61
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Bonus issue of 180000 equity shares on 16/06/2016 & Gift of 67184 & 8,53,408 equity shares from Gyanendra Agarwal & Shashank Agarwal on 10/09/2016	-	-	-
	At the end of the year	1280592	12.86	1280592	12.86
3	Mr.Shashank Agarwal				
	At the beginning of the year	782000	15.71%	782000	15.71%
	Date wise Increase / Decrease in Promoters Shareholding	Bonus issue of 782000 equity	-	-	-

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	during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	shares on 16/06/2016 & Gift of 8,53,408 equity shares to Mr. Shalabh Agarwal on 10/09/2016			
	At the end of the year	710592	7.14	710592	7.14
4	Ms.Triпти Gupta				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Gift of 200000 & 200000 equity shares from Alok Gupta & Kamlesh Gupta on 10/09/2016	-	-	-
	At the end of the year	400000	4.02	400000	4.02

V)**INDEBTEDNESS** -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	42,67,22,464	1,82,83,695	-	44,50,06159
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	42,67,22,464	18,283,695	-	44,50,06159
Change in Indebtedness during the financial year				
* Addition	9,21,57,983	18,29,656		9,39,87,639
* Reduction	-	-	-	-

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Net Change	9,21,57,983	18,29,656	-	9,39,87,639
Indebtedness at the end of the financial year				
i) Principal Amount	51,88,80,447	2,01,13,351		53,89,93,798
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	51,88,80,447	2,01,13,351		2,20,85,643

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager					Total Amount
		MrAlok Kumar (Managing Director)	Mr. Gyanendra Kumar Agarwal (Director)	Mr. Shashank Agarwal (Jt. Managing Director)	Mr. ShalabhA garwal (Whole time Director)	Ms. Tripti Gupta (Whole time Director)	
1	Gross salary						
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	2050000	1050000	750000	1625000	1470000	6945000
	(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	-	-	-	-	-	-

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4	Commission - as % of profit - others,	-	-	-	-	-	-
5	Others, please	-	-	-	-	-	-
	Total (A)	2050000	1050000	750000	1625000	1470000	6945000
	Ceiling as per the	NA	NA	NA	NA	NA	

B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		-----	----	----	---	
1	Independent Directors	-	--	--	-	-
	Fee for attending board committee meetings	-	--	--	-	-
	Commission	-	--	--	-	-
	Others, please specify	-	--	--	-	-
	Total (1)	-	--	--	-	-
2	Other Non-Executive Directors	-	--	--	-	-
	Fee for attending board committee meetings	-	--	--	-	-
	Commission	-	--	--	-	-
	Others, please specify	-	--	--	-	-
	Total (2)	-	--	--	-	-
	Total (B)=(1+2)	-	--	--	-	-
	Total Managerial Remuneration	-	--	--	-	-
	Overall Ceiling as per the Act	-	--	--	-	-

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

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	90,412	3,00,000	3,90,412
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-

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	(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	-	90,412	3,00,000	3,90,412

IX. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

**By Order of the Board
For Salasar Techno Engineering Limited**

-Sd-

**Chairman cum
Managing Director
Alok Kumar
DIN NO. 01474484
KL-46, Kavi Nagar
Ghaziabad-201001
Uttar Pradesh**

**-Sd-
Jt. Managing Director
Shashank Agarwal
DIN: 00316141
B-166, Sector-50
GautamBudh Nagar
Noida 201301 UP**

**Date: 12/06/2017
Place: New Delhi**

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Annexure- D

Corporate Social Responsibility (CSR)

1. A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs:

The company has framed the corporate social responsibility (CSR) policy which encompasses its philosophy for delivering its responsibility as citizen and laid down process, guidelines and mechanism for undertaking socially useful programmes for welfare and sustainable development of the community at large.

Role of CSR Committee:

- (a) To formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in schedule VII of the Companies Act, 2013;
- (b) To recommend the amount of expenditure to be incurred on the activities referred to in clause (a) in a financial year;
- (c) To monitor the Corporate Social Responsibility of the Company from time to time;
- (d) Any matter/ thing may be considered expedient by the members in furtherance of and to comply with the CSR policy of the Company.

2. The Composition of the CSR Committee:-

S.No.	Name	Designation
1	Ms. Tripti Gupta	Whole Time Director -Chairman
2	Mr. Sanjay Chandak	Independent Director - Member
3	Mr.ShashankAgarwal	Jt. Managing Director - Member

- 3. Average net profit of the company for last three financial years :Rs. 10,40,18,254.
- 4. Prescribed CSR Expenditure (two percent of the amount as in item 3 above): Rs. 20,80,365.

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5. Details of CSR spent during the financial year.

(a) Total amount to be spent for the financial year: Rs.20,80,365.

(b) Amount unspent, if any: Rs. 1,57,365.

(c) Manner in which the amount spent during the financial year is detailed below

Sl no	CSR project or activity identified	Sector In which The Project Is covered	Projects or programs (1)Local area or other (2)Specify the State and District where the projects or programs was undertaken	Amount outlay (budget) Project or Programs wise (in `)	Amount spent on the projects or programs Sub-heads: (1)direct expenditure on projects or programs (2)overheads(in `)	Cumulative expenditure upto the reporting period(in `)	Amount spent: direct or through implementing agencies
1	Construction of Ganga Canal Bulandshahar	Building of Roads, pathway and Bridges	Bulandshahar (UP)	372000	372000	372000	Direct
2	Rotary Noida Research & Social Trust	Health and Family Welfare	Noida (UP)	75000	75000	75000	Direct
3	Verdaan Seva Sansthan	Health and Family Welfare	Raj Nagar, Ghaziabad (UP)	500000	500000	500000	Direct
4	Aancahal Nyas	Promotion of Education	Hapur (UP)	125000	125000	125000	Direct
5	Jindal Charitable Society	Promotion of Education	Ashok Vihar, Delhi	851000	851000	851000	Direct
	TOTAL			1923000	1923000	1923000	

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6. In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report: In view of the working capital requirement during the financial year under consideration, the Company has planned to utilize unspent amount in next financial year, FY 18.
7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company : The CSR committee has formulated proper implementation and monitoring which is compliance with the CSR objective and policy of the Company

**By Order of the Board
For Salasar Techno Engineering Limited**

-Sd-

**Chairman cum
Managing Director
Alok Kumar
DIN NO. 01474484
KL-46, Kavi Nagar
Ghaziabad-201001
Uttar Pradesh**

**-Sd-
Jt. Managing Director
Shashank Agarwal
DIN: 00316141
B-166, Sector-50
Gautam Budh Nagar
Noida 201301 UP**

**Date: 12/06/2017
Place: New Delhi**

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Annexure-E

Particulars of Investments made under Section 186 of the Companies Act, 2013

SI No	Particulars	31st March, 2017	31st March, 2016
1	Salasar Stainless Ltd (Wholly Owned Subsidiary Company) 49,99,000 shares	17,94,59,940	17,94,59,940
		Rs17,94,59,940	Rs17,94,59,940

Details of Loans and Guarantee

SI No	Particulars	31st March, 2017	31st March, 2016
1	Short term Loans & advances given to wholly owned subsidiary company (Salasar Stainless Ltd)	4,17,58,439	98,14,166
2	Corporate Guarantee to Punjab National Bank, Sector-27, Noida (UP), for loan taken by wholly owned subsidiary company (Salasar Stainless Ltd)	32,00,00,000	32,00,00,000

**By Order of the Board
For Salasar Techno Engineering Limited**

**-Sd-
Chairman cum
Managing Director
Alok Kumar
DIN NO. 01474484
KL-46, Kavi Nagar
Ghaziabad-201001
Uttar Pradesh**

**-Sd-
Jt. Managing Director
Shashank Agarwal
DIN: 00316141
B-166, Sector-50
Gautam Budh Nagar
Noida 201301 UP**

**Date: 12/06/2017
Place: New Delhi**

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Annexure- F

Related party transactions

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 arm's length transactions under third proviso thereto:

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

SI No	Particulars	Nature of relationship	As on 31 March, 2017(in Rs)	As on 31 March, 2016(in Rs)
1	Sales			
	Salasar Stainless Ltd.	Subsidiary Company	23,95,912	--
2	Purchases			
	Capital Udyog	Associate	30,538	2948
	Salasar Stainless Ltd.	Subsidiary Company	31,94,174	00
3	Loan & Advances given			
	Salasar Stainless Ltd.	Subsidiary Company	3,19,44,273	98,14,166
4	Job Work Expenses			
	Salasar Stainless Ltd	Subsidiary Company	12,58,93,865	6,60,83,170
	Capital Udyog	Associate	7,34,160	5,52,295
5	Lease Rent -Car			
	Mrs. Anshu Agarwal	Relative of Key Managerial Person (Wife of Mr. ShashankAgarwal)	1,50,000	--
	Mrs. Kamlesh Gupta	Relative of Key Managerial Person (Wife of Mr. Alok Kumar)	75,000	--
	Mr. Shalabh Agarwal	Whole time director	4,15,000	40,000
	Mr. Shashank Agarwal	Jt. Managing Director	5,40,000	5,40,000
6	Salary			
	Mrs. Anshu Agarwal	Relative of Key Managerial Person (Wife of Mr. ShashankAgarwal)	10,07,500	7,92,000

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	Mrs. Taru Agarwal	Relative of Key Managerial Person (Wife of Mr. ShalabhAgarwal)	10,07,500	7,92,000
	Mrs. Kamlesh Gupta	Relative of Key Managerial Person (Wife of Mr. Alok Kumar)	5,07,500	7,92,000
	Mr. Shikhar Gupta	Relative of Key Managerial Person (Son of MrAlokkumar)	6,65,000	10,08,000
7.	Loans and advances received			
	Hill view Infrabuild ltd.		--	35,30,000
	Mr. ShashankAgarwal	Jt. Managing Director	--	90,90,000
	Mr. ShalabhAgarwal	Whole time director	54,99,668	20,00,000
8.	Interest Paid			
	Mr. Shashank Agarwal	Jt. Managing Director	7,97,828	--
	Mr. Shalabh Agarwal	Whole time director	7,49,668	--

**By Order of the Board
For Salasar Techno Engineering Limited**

-Sd-

**Chairman cum
Managing Director
Alok Kumar
DIN NO. 01474484
KL-46, Kavi Nagar
Ghaziabad-201001
Uttar Pradesh**

**Date: 12/06/2017
Place: New Delhi**

-Sd-

**Jt. Managing Director
ShashankAgarwal
DIN: 00316141
B-166, Sector-50
GautamBudh Nagar
Noida 201301 UP**

Independent Auditors' Report

To
The Members,
Salasar Techno Engineering Limited,
New Delhi.

1. We have audited the accompanying financial statements of M/s **Salasar Techno Engineering Limited** which comprise the Balance Sheet as at March 31, 2017, and 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.

2. Management's Responsibility for the Financial Statements

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

3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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



An audit involves performing procedures to obtain audit evidence about the amounts and 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 control relevant to the Company's preparation and fair presentation of the financial statements 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 management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidences we have obtained are 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:

- i) In the case of the Balance Sheet, of the **State of Affairs** of the Company as at 31st March 2017.
- ii) In the case of the Profit & Loss Statement, of the **Profit** of the Company for the year ended on that date.
- iii) In the case of the Cash Flow Statement, of the **Cash Flows** for the year ended on that date.

4. Report on Other Legal and Regulatory Requirements

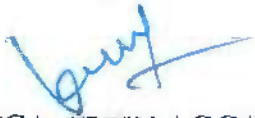
As required by section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, the 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 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, from being appointed as a director in terms of Section 164(2) of the Act.



- d) With respect to the other matters included in the Auditor's Report and to our 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.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
 - iii. There has been no amount required to be transferred, required to be transferred, to the Investor Education and Protection Fund by the Company .

For VAPS & Co.
Chartered Accountants,
Firm Regn. No. 003612 N



(CA. VIPIN AGGARWAL)
Partner
M.N. 082498



Place: Delhi
Dated: June 12, 2017

Annexure to the Independent Auditors' Report

Re: Salasar Techno Engineering Limited

Referred to in paragraph 3 and 4 of our report of even date

1. a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) A substantial portion of the fixed assets has been physically verified by the management during the period and in our opinion the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such physical verification.
c) According to the information given to us, the title deeds of all the immovable properties are held in the name of the company.
2. The inventories have been physically verified during the period by the management at reasonable intervals. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of account.
3. a) The company has granted unsecured loan to its one wholly owned subsidiary Company covered in the register maintained to under section 189 of the companies Act, 2013. The Maximum amount involved during the year was ₹ 319.44 Lacs and the year end balance of loan given to these parties was ₹ 417.58 Lacs (Previous year end balance of loan given to these parties was ₹ 98.14 Lacs)
b) The company has taken unsecured loan from five parties covered in the register maintained to under section 189 of the companies Act, 2013. The Maximum amount involved during the year was ₹ 18.30 Lacs and the year end balance of loan taken from these parties was ₹ 201.13 Lacs (Previous year end balance of loan taken from these parties was ₹ 182.83 Lacs)
c) The company is regular in receipt of the principal amounts as stipulated and has been regular in the receipt of interest, if any.
d) There is no overdue amount of loans granted to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions section 185 and 186 of the Companies Act, 2013, with respect to the loans and investment made.
5. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits within the meaning of provisions of sections of 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under .



In our opinion and according to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any other Tribunal against the company.

6. We have broadly reviewed the books of account relating to materials, labor and other items of cost maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 148 (1) of the Companies Act, 2013 we are of the opinion that prima facie the prescribed accounts and record have been made and maintained. We have not made however a detailed examination of the record with a view to determine whether they are accurate or complete.
7. (a) According to the records of the company, the company is by & large regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Service Tax, Value Added Tax, Cess and other material statutory dues applicable to it.
(b) According to the information and explanations given to us, no undisputed amount payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty, Service Tax, Value Added Tax, Cess etc. were outstanding as at 31st March, 2017 for a period of more than six months from the date they became payable.
(c) According to the information and explanation given to us and records of the company examined by us, the particulars dues of Sales Tax, Income Tax, Customs Duty, Wealth Tax, Excise Duty, Service Tax, Value Added Tax, Cess which have not been deposited on account of any dispute are NIL.
8. In our opinion and according to the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
9. The company has given Corporate guarantee for loans taken by its subsidiary company from bank or financial institutions, the terms and conditions whereof are not prejudicial to the interest of the Company.
10. In our opinion, the term loans have been applied for the purpose for which they were raised.
11. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.
12. The company has not made any preferential allotment or private allotment of shares or fully or partly paid convertible debentures during the year under review.



13. On the basis of information provided to us, the company has not entered into any non-cash transactions with directors or parties connected with him under Section 192 of the Companies Act, 2013.
14. The company is not required to get registered under Section 45-IA of the Reserve Bank of India Act, 1934

For VAPS & Co.
Chartered Accountants,
Firm Regn. No. 003612N



(CA. VIPIN AGGARWAL)
Partner
M.N. 082498

Place: Delhi

Dated: June 12, 2017

SALASAR TECHNO ENGINEERING LIMITED

E- 20, South Extension - I, New Delhi - 110049

CIN : U23201DL2001PLC174076

BALANCE SHEET AS AT 31ST MARCH 2017

Particular	Note No.	As at 31 March 2017	As at 31 March 2016
		₹	₹
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	99,563,000	49,781,500
Reserve & Surplus	3	818,529,965	700,657,491
Non-current Liabilities			
Long-term Borrowings	4	22,085,643	32,225,126
Deferred Tax Liability	5	7,653,638	12,687,337
Long Term Provision	6	7,509,533	4,411,738
Other Non- Current Liabilities	7	98,500,000	-
Current Liabilities			
Short-term Borrowings	8	515,681,457	396,489,314
Trade Payables	9	327,282,618	151,368,610
Other Current Liabilities	10	369,767,140	183,176,662
Short-term provisions	11	29,294,701	25,485,180
Total		2,295,867,695	1,556,282,958
ASSETS			
Non-current Assets			
Fixed assets			
(a) Tangible assets	12	273,642,849	244,205,769
(b) Intangible assets		-	-
Non-current investment	13	179,459,940	179,459,940
Long-term loans and advances	14	52,081,981	4,673,228
Other non-current assets		-	-
Current Assets			
Current investment	15	12,908,696	16,960,599
Inventories	16	610,829,270	414,161,059
Trade receivables	17	776,554,183	584,930,996
Cash and bank balances	18	61,163,032	25,518,956
Short term loans and advances	19	155,143,928	82,905,354
Other current assets	20	174,083,816	3,467,057
Total		2,295,867,695	1,556,282,958

*Notes referred to above and notes attached there to form an integral part of Balance Sheet
This is the Balance Sheet referred to in our Report of even date.*

For VAPS & COMPANY

Firm Registration No. 003612N

Chartered Accountants

[Signature]

CA. Vipin Aggarwal

Partner

M. No. 082498

New Delhi, Dated 12th June, 2017



For and on behalf of the Board of Directors

[Signature]

Alok Kumar
Managing Director
DIN: 01474484

[Signature]

Kamlesh Kumar Sharma
(Chief Financial Officer)

[Signature]

Shashank Agarwal
Jt. Managing Director
DIN: 00316141

[Signature]

Bavneet Kaur
(Company Secretary)

SALASAR TECHNO ENGINEERING LIMITED

E- 20, South Extension - I, New Delhi - 110049

CIN : U23201DL2001PLC174076

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED ON 31ST MARCH 2017

Particular	Note No.	Year ended 31 March 2017	Year ended 31 March 2016
REVENUES		₹	₹
Revenue from operations (Gross)	21	4,037,866,510	3,038,491,130
Less :- Excise Duty		308,264,949	271,844,674
Revenue from operations (Net)		3,729,601,561	2,766,646,456
Other Income	22	3,003,222	1,488,946
Total Revenue		3,732,604,783	2,768,135,402
EXPENSES			
Cost of material consumed	23	2,474,633,834	1,787,582,807
Purchases of Traded Goods		96,713,013	13,539,191
Manufacturing and Operating Costs	24	778,618,624	445,069,732
Changes in Inventories of Finished goods, Work-in-progress and others	25	(255,301,548)	47,407,120
Employee benefits expenses	26	102,380,346	88,389,842
Finance Costs	27	56,054,079	60,104,631
Depreciation and amortization expenses	12	12,466,861	12,020,712
Other Expenses	28	209,139,986	174,321,384
Total Expenses		3,474,705,195	2,628,435,419
Profit before Exceptional Items & Taxes		257,899,588	139,699,983
Exceptional Items	28	4,820,622	(20,279,572)
Profit before Tax		262,720,210	119,420,411
Tax Expenses			
(a) Current Tax		99,900,816	49,534,815
(b) Deferred Tax		(5,033,699)	1,251,588
(c) Earlier Year Income Tax Adjustment		199,118	-
Profit for the year		167,653,974	68,634,007
Earning per Equity share of Rs. 10 each			
(1) Basic		16.84	13.79
(2) Diluted		16.84	13.79

Notes referred to above and notes attached there to form an integral part of Profit & Loss Statement

This is the Profit & Loss Statement referred to in our Report of even date.

For VAPS & COMPANY
Firm Registration No. 003612N
Chartered Accountants


CA. Vipin Aggarwal
Partner

M. No. 082498
New Delhi, Dated 12th June, 2017



For and on behalf of the Board of Directors


Alok Kumar
Managing Director
DIN: 01474484


Kamlesh Kumar Sharma
(Chief Financial Officer)


Shashank Agarwal
Jt. Managing Director
DIN: 00316141


Bavneet Kaur
(Company Secretary)

SALASAR TECHNO ENGINEERING LIMITED

E- 20, South Extension - I, New Delhi - 110049

CIN : U23201DL2001PLC174076

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

Particulars	Year ended 31 March 2017	Year ended 31 March 2016
	₹	₹
Cash Flow From Operating Activities		
Net Profit Before Income Tax	262,720,210	119,420,411
Adjustment for:		
Depreciation	12,466,861	12,020,712
Investment & Advances written off	-	20,279,572
Finance Costs	56,054,079	60,104,631
Interest and Other Income	(3,003,222)	(1,477,034)
Profit on Sale of Investments	(4,820,622)	-
Operating Profit Before Working Capital Changes	323,417,306	210,348,292
Adjustments For Working Capital		
(Increase) / Decrease In Stocks	(196,668,211)	27,921,155
(Increase) / Decrease In Trade receivables	(191,623,187)	(158,628,507)
(Increase) / Decrease In Other Current Assets	(170,616,759)	(2,567,057)
(Increase) / Decrease In Loans & Advances	(72,238,574)	89,528,583
Increase / (Decrease) In Non-Current Liabilities	98,500,000	-
Increase / (Decrease) In Long term Provision	3,097,795	1,063,780
Increase / (Decrease) In Current Liabilities	366,314,007	(4,221,568)
Cash Generated From Operations	160,182,377	163,444,678
Earlier Year Income Tax Adjustment	199,118	-
Income Tax Paid	99,900,816	49,534,815
Net Cash Flow from Operating Activities (A)	60,082,442	113,909,863
Cash Flow From Investing Activities		
Sale of Current Investments	8,872,525	-
Interest Received / Other Income	3,003,222	1,477,034
Purchase of Fixed Assets	(41,903,941)	(16,376,840)
Purchase of Current Investments	-	(15,104,927)
Advances & Loans	(47,408,753)	(729,168)
Net Cash Used In Investing Activities (B)	(77,436,947)	(30,733,901)
Cash Flow From Financing Activities		
Proceeds from issue of Shares	-	-
Increase/(Decrease) In Borrowings	119,192,143	(10,751,968)
Increase/(Decrease) In Long Term Borrowings	(10,139,484)	(14,179,521)
Finance Costs	56,054,079	60,104,631
Net Cash Flow From Financing Activities (C)	52,998,581	(85,036,120)



Net Changes in Cash & Cash Equivalents (A + B + C)	35,644,076	(1,860,158)
Add : Opening Cash & Cash Equivalents	25,518,956	27,379,114
Closing Cash & Cash Equivalents	61,163,032	25,518,956

Notes :

1. Cash & Cash Equivalents represents Cash & Bank Balances and deposit with Banks as per Note No. 18
2. The Cash Flow Statement has been prepared under the "indirect method " as set out in the Accounting Standard (AS -3) "Cash Flow Statement".
3. Figures in Brackets indicate cash outflow.

This is the Cash Flow Statement referred to in our Report of even date.

For VAPS & COMPANY

Firm Registration No. 003612N
Chartered Accountants



CA. Vipin Aggarwal
Partner
M. No. 082498



New Delhi, Dated 12th June, 2017

For and on behalf of the Board of Directors



Alok Kumar
Managing Director
DIN: 01474484



Kamlesh Kumar Sharma
(Chief Financial Officer)



Shashank Agarwal
Jt. Managing Director
DIN: 00316141



Bavneet Kaur
(Company Secretary)

SALASAR TECHNO ENGINEERING LIMITED
Notes to the Financial Statements

Note 1 : Significant Accounting Policies

A. General Information

Salasar Techno Engineering Limited, the company was incorporated on 24th October 2001. The Company is engaged in manufacturing and sale of Galvanized Steel Structure including Telecom Towers, Transmission Line Towers and Solar Panels. The Company has two manufacturing facilities at Jindal Nagar, Hapur (UP) and Khera Dehat, Hapur (UP).

B. Significant Accounting Policies

(i) Basis of Preparation of Financial Statement

These financial statements have been prepared as per the Going Concern assumption in accordance with the Generally Accepted Accounting Principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 till the standard of accounting or any addendum are prescribed by the Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing accounting standards notified under Companies Act, 1956 shall continue to apply.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

(ii) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities on the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimates and revisions, if any, are recognized in the current and future periods.

(iii) Revenue Recognition

Sale of Goods: Sales are recognized when the significant risks and rewards of ownership in the goods are transferred to the customer as per the terms of the contract and are recognised net of trade discounts, rebates, sales taxes and excise duties.

Sale of Services: In contracts involving the rendering of services, revenue is measured using the proportion completion method and are recognised net of service tax.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

(iv) Other Income

Interest income is accounted on accrual basis.



(v) **Fixed Assets**

Fixed Assets are stated at cost net of duty credit availed less accumulated depreciation and impairments, if any. The cost includes cost of acquisition/construction, installation and preoperative expenditure including trial run expenses (net of revenue) and borrowing costs incurred during pre-operation period. Expenses incurred on capital assets are carried forward as capital work in progress at cost till the same are ready for use.

Machinery spares which are specific to particular item of fixed assets and whose use is irregular are capitalized as part of the cost of machinery.

(vi) **Depreciation**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013, except for certain fixed assets where, based on technical evaluation of the useful lives of the assets, higher depreciation has been provided on the straight line method over the following useful lives:

Vehicles - 10 years

(vii) **Foreign Currency Transactions**

Transactions in foreign exchange are accounted for at the closing rate of previous month. Monetary assets and liabilities denominated in foreign currency are translated at the rates of exchange at the balance sheet date and the resultant gain or loss is recognized in the Statement of Profit and Loss. Exchange difference arising on payment or translation of liabilities and receivables is recognized as income or expense in the year in which the same arises.

(viii) **Employee Benefits**

Employee benefits include provident fund, employee state insurance scheme, gratuity, compensated absences and performance incentives.

Provident Fund:

The Company has Defined Contribution plan for the post employment benefits namely Provident Fund which is recognised by the income tax authorities. These funds are administered through the Regional Provident Fund Commissioner and the Company's contributions thereto are charged to Statement of Profit and Loss every year.

Compensated Absences:

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year end are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

Accumulated compensated absences, which are expected to be encashed beyond 12 months from the end of the year end are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognised in the Statement of Profit and Loss in the year in which they arise.



Gratuity:

The Company has Defined Benefit plan, namely gratuity for employees (unfunded), the liability for which is determined on the basis of an actuarial valuation (using the Projected Unit Credit method) at the end of the year. Gains and losses arising out of actuarial valuations are recognised immediately in the Statement of Profit and Loss as income or expense.

(ix) Cash and Cash Equivalents

In the Cash Flow Statement, cash and cash equivalents include cash in hand, demand deposits with bank, other short term highly liquid investments with original maturities of three months or less.

(x) Cash Flow Statement

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

(xi) Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as Current Investments. All other investments are classified as Non Current Investments. Current Investments are valued at lower of Cost and Fair value. Non Current Investments are valued at cost, except in the case of other than temporary decline in value, in which case necessary provision is made.

(xii) Inventories

Inventories are valued: Raw Material at Cost or net realizable value whichever is less, whereas WIP and finished goods are valued at cost. The cost being the latest applicable purchase price since the closing stocks mostly represents items out of the latest purchases.

(xiii) Taxes on Income

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax after the tax holiday period. Accordingly, MAT is recognized as an asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will fructify. Deferred tax expenses or benefit is recognized on timing differences being the difference between taxable income and accounting income tax originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.



Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

(xiv) Leases

Lease of assets under which, all the risks and benefits of ownership are effectively retained by the lessor are classified as Operating Lease. Lease rental in respect of assets taken on operating leases are charged to Statement of Profit and Loss on a straight-line basis over the lease term.

(xv) Borrowing Cost

As per accounting standard -16, borrowing cost attributable to the acquisition of fixed assets is capitalized as part of the cost of fixed assets till the date it is put to use. Other borrowing cost is recognized as expenditure in the period in which they are accrued.

(xvi) Related Party Transactions

Disclosure is being made separately for all the transactions with related parties as specified under Accounting Standard 18 issued by the Institute Chartered Accountants of India.

(xvii) Impairment Assets

At each Balance Sheet Date, the company assesses whether there is any indication that an asset may be impaired. If any such indications exist, the Company estimates the recoverable amount. If the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the Statement of Profit and Loss to the extent the carrying amount exceeds the recoverable amount.

(xviii) Earnings per Share

Basic earnings per share (EPS) are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share consist of the net profit for the period and any attributable tax thereon. The weighted average number of shares outstanding during the period and for all periods presented is adjusted for events other than the conversion of potential equity shares outstanding, without a corresponding change in resources. For the purposes of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

(xix) Provisions and Contingent Liabilities

Provisions: Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent Liability: A disclosure of contingent liability is made when there is a present obligation that may require an outflow of resources or where a reliable estimate of such obligation cannot be made.



SALASAR TECHNO ENGINEERING LIMITED
Notes to the Financial Statements

Note 1 : Significant Accounting Policies

A. General Information

Salasar Techno Engineering Limited, the company was incorporated on 24th October 2001. The Company is engaged in manufacturing and sale of Galvanized Steel Structure including Telecom Towers, Transmission Line Towers and Solar Panels. The Company has two manufacturing facilities at Jindal Nagar, Hapur (UP) and Khera Dehat, Hapur (UP).

B. Significant Accounting Policies

(i) Basis of Preparation of Financial Statement

These financial statements have been prepared as per the Going Concern assumption in accordance with the Generally Accepted Accounting Principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 till the standard of accounting or any addendum are prescribed by the Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing accounting standards notified under Companies Act, 1956 shall continue to apply.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

(ii) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities on the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimates and revisions, if any, are recognized in the current and future periods.

(iii) Revenue Recognition

Sale of Goods: Sales are recognized when the significant risks and rewards of ownership in the goods are transferred to the customer as per the terms of the contract and are recognised net of trade discounts, rebates, sales taxes and excise duties.

Sale of Services: In contracts involving the rendering of services, revenue is measured using the proportion completion method and are recognised net of service tax.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

(iv) Other Income

Interest income is accounted on accrual basis.



(v) Fixed Assets

Fixed Assets are stated at cost net of duty credit availed less accumulated depreciation and impairments, if any. The cost includes cost of acquisition/construction, installation and preoperative expenditure including trial run expenses (net of revenue) and borrowing costs incurred during pre-operation period. Expenses incurred on capital assets are carried forward as capital work in progress at cost till the same are ready for use.

Machinery spares which are specific to particular item of fixed assets and whose use is irregular are capitalized as part of the cost of machinery.

(vi) Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013, except for certain fixed assets where, based on technical evaluation of the useful lives of the assets, higher depreciation has been provided on the straight line method over the following useful lives:

Vehicles - 10 years

(vii) Foreign Currency Transactions

Transactions in foreign exchange are accounted for at the closing rate of previous month. Monetary assets and liabilities denominated in foreign currency are translated at the rates of exchange at the balance sheet date and the resultant gain or loss is recognized in the Statement of Profit and Loss. Exchange difference arising on payment or translation of liabilities and receivables is recognized as income or expense in the year in which the same arises.

(viii) Employee Benefits

Employee benefits include provident fund, employee state insurance scheme, gratuity, compensated absences and performance incentives.

Provident Fund:

The Company has Defined Contribution plan for the post employment benefits namely Provident Fund which is recognised by the income tax authorities. These funds are administered through the Regional Provident Fund Commissioner and the Company's contributions thereto are charged to Statement of Profit and Loss every year.

Compensated Absences:

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year end are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

Accumulated compensated absences, which are expected to be encashed beyond 12 months from the end of the year end are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognised in the Statement of Profit and Loss in the year in which they arise.



Gratuity:

The Company has Defined Benefit plan, namely gratuity for employees (unfunded), the liability for which is determined on the basis of an actuarial valuation (using the Projected Unit Credit method) at the end of the year. Gains and losses arising out of actuarial valuations are recognised immediately in the Statement of Profit and Loss as income or expense.

(ix) Cash and Cash Equivalents

In the Cash Flow Statement, cash and cash equivalents include cash in hand, demand deposits with bank, other short term highly liquid investments with original maturities of three months or less.

(x) Cash Flow Statement

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

(xi) Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as Current Investments. All other investments are classified as Non Current Investments. Current Investments are valued at lower of Cost and Fair value. Non Current Investments are valued at cost, except in the case of other than temporary decline in value, in which case necessary provision is made.

(xii) Inventories

Inventories are valued: Raw Material at Cost or net realizable value whichever is less, whereas WIP and finished goods are valued at cost. The cost being the latest applicable purchase price since the closing stocks mostly represents items out of the latest purchases.

(xiii) Taxes on Income

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax after the tax holiday period. Accordingly, MAT is recognized as an asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will fructify. Deferred tax expenses or benefit is recognized on timing differences being the difference between taxable income and accounting income tax originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.



Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

(xiv) Leases

Lease of assets under which, all the risks and benefits of ownership are effectively retained by the lessor are classified as Operating Lease. Lease rental in respect of assets taken on operating leases are charged to Statement of Profit and Loss on a straight-line basis over the lease term.

(xv) Borrowing Cost

As per accounting standard -16, borrowing cost attributable to the acquisition of fixed assets is capitalized as part of the cost of fixed assets till the date it is put to use. Other borrowing cost is recognized as expenditure in the period in which they are accrued.

(xvi) Related Party Transactions

Disclosure is being made separately for all the transactions with related parties as specified under Accounting Standard 18 issued by the Institute Chartered Accountants of India.

(xvii) Impairment Assets

At each Balance Sheet Date, the company assesses whether there is any indication that an asset may be impaired. If any such indications exists, the Company estimates the recoverable amount, If the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the Statement of Profit and Loss to the extent the carrying amount exceeds the recoverable amount.

(xviii) Earnings per Share

Basic earnings per share (EPS) are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earning per share consist of the net profit for the period and any attributable tax thereon. The weighted average number of shares outstanding during the period and for all periods presented is adjusted for events other than the conversion of potential equity shares outstanding, without a corresponding change in resources. For the purposes of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

(xix) Provisions and Contingent Liabilities

Provisions: Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent Liability: A disclosure of contingent liability is made when there is a present obligation that may require an outflow of resources or where a reliable estimate of such obligation cannot be made.



SALASAR TECHNO ENGINEERING LIMITED
E- 20, South Extension - I, New Delhi - 110049
CIN : U23201DL2001PLC174076

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2017

Note 2: Share Capital

Particulars	As at	As at
	31 March, 2017	31 March, 2016
	₹	₹
Authorised Capital		
1,40,00,000 (Previous Year 60,00,000) Equity Shares of Rs. 10/- each	140,000,000	60,000,000
	140,000,000	60,000,000
Issued, Subscribed and Paid up Capital		
99,56,300 (Previous Year 49,78,150) Equity Shares of Rs. 10/- each fully paid up in cash	99,563,000	49,781,500
Total	99,563,000	49,781,500

A. Rights, Preferences and restrictions attached to shares

The company has only one class of equity shares having a par value of Rs. 10/- per share. Each Shareholder is eligible for one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

B. The Company has issued 49,78,150 Bonus shares (1:1) during the Financial Year 2016-17. There is no Right/ Buy-back of shares in the preceding five years

C. Reconciliation of Shares outstanding at the beginning and at the end of year:

Particulars	As at 31st March 2017		As at 31st March 2016	
	Numbers	Amount	Numbers	Amount
Equity Shares outstanding at the beginning of the year	4,978,150	49,781,500	4,978,150	49,781,500
Add: Equity Shares Issued during the year	4,978,150	49,781,500	-	-
Equity Shares outstanding at the end of the year	9,956,300	99,563,000	4,978,150	49,781,500

D. Details of Shares held by Shareholders holding more than 5% of the aggregate shares in the Company

Name of Shareholder	As at 31st March 2017		As at 31st March 2016	
	No. of Shares held	% of holding	No. of Shares held	% of holding
M/s Hill View Infrabuild Ltd	2,874,300	28.87%	1,437,150	28.87%
Sh. Shalabh Agarwal	1,280,592	12.86%	180,000	3.62%
M/s Shikhar Febtech (P) Ltd.	985,000	9.89%	492,500	9.89%
Sh. Alok Kumar	894,000	8.98%	547,000	10.99%
Sh. Shashank Agarwal	710,592	7.14%	782,000	15.71%
Smt. Anshu Agarwal	578,000	5.81%	289,000	5.81%
Smt. Kamlesh Gupta	500,000	5.02%	350,000	7.03%

Note 3: Reserve and Surplus

Particulars	As at	As at
	31 March, 2017	31 March, 2016
	₹	₹
Shares Premium Account		
Opening Balance	288,298,500	288,298,500
Less: Bonus Shares Issued	49,781,500	
Total (A)	238,517,000	288,298,500
Surplus		
Opening Balance	412,358,991	343,724,983
Add: Net Profit for the year	167,653,974	68,634,007
Total (B)	580,012,965	412,358,991
Total (A+B)	818,529,965	700,657,491



Note 4: Long Term Borrowings

Particulars	As at	As at
	31 March, 2017	31 March, 2016
	₹	₹
Secured		
Vehicle Loans		
- From Bank	1,972,292	13,941,431
Total (A)	1,972,292	13,941,431
Unsecured		
Loans & advances from Related parties	20,113,351	18,283,695
Total (B)	20,113,351	18,283,695
Total (A+B)	22,085,643	32,225,126

A. Nature of Security and terms of repayment for Long Term Secured Borrowings :-

Nature of Security	Repayment Terms
Various Vehicle Loans total amount Rs. 31,98,990/- (Previous Year Rs. 27,31,151) secured by way of hypothecation of vehicles	Repayable in 36-84 monthly installments commencing from various dates.

Installment falling due in respect of all the above Loans upto 31.03.2018 have been grouped under " Current Maturities of long term debt" (Refer Note No. 11).

B. Long Term Borrowings from related parties:

Name of the Party	Nature of Borrowings	Relationship	As at	As at
			31 March, 2017	31 March, 2016
Mr. Alok Kumar	Unsecured Loans	Managing Director		340,000
Mr. Shashank Agarwal	Unsecured Loans	Jt. Managing Director	5,812,828	9,090,000
Mr. Shalabh Agarwal	Unsecured Loans	Director	7,499,668	2,000,000
Mrs. Anshu Agarwal	Unsecured Loans	Relative of KMP	1,508,695	1,508,695
Mrs. Taru Agarwal	Unsecured Loans	Relative of KMP	1,815,000	1,815,000
Hill View Infrabuild Ltd	Unsecured Loans	Associate	3,477,160	3,530,000
			20,113,351	18,283,695

Note 5: Deferred Tax Liability

Particulars	As at	As at
	31 March, 2017	31 March, 2016
	₹	₹
Opening Balance	12,687,337	11,435,749
Add : Deferred Tax Liability on account of Depreciation	1,540,690	1,642,863
Less : Deferred Tax Asset on account of Gratuity & Leave Encashment	6,574,389	391,275
Total	7,653,638	12,687,337

Note 6: Long Term Provision

Particulars	As at	As at
	31 March, 2017	31 March, 2016
	₹	₹
Provision for Gratuity	6,566,302	4,411,738
Provision for Earned Leave Encashment	943,231	
Total	7,509,533	4,411,738



Note 7: Other Non-Current Liabilities

Particulars	As at 31 March, 2017	As at 31 March, 2016
Security Deposits from Contractor*	₹ 98,500,000	₹ -
Total	98,500,000	-

*Security deposit of Rs. 9,85,00,000/- received from Arrvabss Buildwell and Infracon LLP (Contractor) against installation, erection and commission of transmission line project (Tender No.- PVVNL-MT/DDUGYJY/3S3/15-16 and PVVNL-MT/DDUGYJY/359/15-16).

Note 8: Short Term Borrowings

Particulars	As at 31 March, 2017	As at 31 March, 2016
Secured Loans	₹	₹
Working Capital Facilities - Bank of India	515,681,457	396,489,314
Total	515,681,457	396,489,314

Secured by the hypothecation of Raw Material, WIP, Finished Goods and Book Debts, pledge of cash margin money in the form of FDR and exclusive charges over the fixed assets. Mr. Alok Kumar, Mr. Gyanendra Kumar Agarwal and Mr. Shalabh Agarwal have given the personal guarantees and corporate guarantee of M/s. Shikhar Fabtech Pvt Ltd to the Bank for Working Capital facilities.

Note 9: Trade Payables

Particulars	As at 31 March, 2017	As at 31 March, 2016
Payable to Raw Materials Suppliers	₹ 327,282,618	₹ 151,368,610
Total	327,282,618	151,368,610

Note 10: Other Current Liabilities

Particulars	As at 31 March, 2017	As at 31 March, 2016
Current Maturities of Long Term Borrowing	₹ 1,226,698	₹ 16,291,719
Other Payables	296,120,633	122,156,262
Advance from Customers	9,306,059	16,383,134
Capital Advance	41,000,000	-
Due to Employees	13,152,412	17,615,070
Statutory Dues	7,701,322	6,269,810
Expenses payable	1,260,016	4,460,667
Total	369,767,140	183,176,662

Note 11: Short Term Provisions

Particulars	As at 31 March, 2017	As at 31 March, 2016
Provision for Tax (Net of Advance Tax / TDS)	₹ 20,043,580	₹ 5,009,552
Provision for Excise Duty on Finished Goods	7,554,326	18,680,670
Provision for Gratuity	1,536,297	1,794,958
Provision for Earned Leave Encashment	160,498	-
Total	29,294,701	25,485,180



SALASAR TECHNO ENGINEERING LIMITED
DETAIL OF FIXED ASSETS AS ON 31ST MARCH, 2017

Note 12: Fixed Assets

Fixed Assets	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	Original cost as at 01 April 2016	Additions	Sales/ Adjustments	Original cost as at 31 March 2017	Up to 1 April 2016	for the year	Sales/ Adjust.	Up to 31 March 2017	WDV as at 31 March 2017	WDV as at 31 March 2016
Tangible Assets										
Freehold Land *	114,468,609	19,657,210	-	134,125,819	-	-	-	-	134,125,819	114,468,609
Building & Civil Works	21,397,518	2,409,273	-	23,806,791	4,763,348	679,052	-	5,442,400	18,364,391	16,634,170
Plant & Machinery	118,625,988	13,526,232	-	132,152,220	32,470,453	7,824,231	-	40,294,684	91,857,536	86,155,535
Zinc Tank	4,383,057	-	-	4,383,057	2,391,284	277,594	-	2,668,878	1,714,179	1,991,773
Elec Installation	4,076,690	-	-	4,076,690	741,100	201,858	-	942,958	3,133,732	3,335,590
Office Equipment	3,922,005	2,088,686	-	6,010,691	865,018	303,466	-	1,168,484	4,842,207	3,056,987
Lab Equipments	402,768	-	-	402,768	58,677	25,509	-	84,186	318,582	344,091
D.G Generator Set	5,285,179	-	-	5,285,179	2,152,909	334,729	-	2,487,638	2,797,541	3,132,270
Hydra Cranes	5,550,649	-	-	5,550,649	1,702,361	351,542	-	2,053,903	3,496,746	3,848,288
Weigh Bridge	100,500	-	-	100,500	6,365	6,365	-	12,730	87,770	94,135
Furniture	1,112,255	17,306	-	1,129,561	312,895	103,226	-	416,121	713,440	799,360
Scooter	266,793	66,958	-	333,751	210,070	15,194	-	225,264	108,487	56,723
Car	4,831,184	3,398,178	-	18,229,362	5,199,701	1,920,175	-	7,119,876	11,109,486	9,631,483
Computer	3,373,932	740,098	-	4,114,030	2,830,448	377,132	-	3,207,580	906,450	543,484
Tractor	394,000	-	-	394,000	280,728	46,788	-	327,516	66,484	113,272
Current year's total	298,191,127	41,903,941	-	340,095,068	53,985,357	12,456,861	-	66,452,218	273,642,849	244,205,769
Previous year's total	281,814,287	16,376,840	-	298,191,127	41,964,645	12,020,712	-	53,985,357	244,205,769	239,849,641

* The title deeds of the lands have been deposited with Bank of India, Ghaziabad, against the credit facilities by the bank to the company.



Note 13: Non - Current Investments

Particulars	As at 31 March, 2017	As at 31 March, 2016
	₹	₹
Investments in Subsidiary Company (Un-quoted, Non-Traded) Salasar Stainless Ltd. (A wholly owned subsidiary company) 49,99,000 (Previous year - 49,99,000) Equity shares of Rs. 10 each fully paid up.	179,459,940	179,459,940
Total	179,459,940	179,459,940

Note 14: Long term loans and advances

Particulars	As at 31 March, 2017	As at 31 March, 2016
	₹	₹
Security Deposits Unsecured, considered good	2,764,278	2,618,228
Earnst Money Deposit	4,517,370	2,055,000
Balances with banks to the extent held as margin money	44,800,333	-
Total	52,081,981	4,673,228

Note 15: Current Investment:

Particulars	As at 31 March, 2017	As at 31 March, 2016
	₹	₹
Quoted :		
Investment in Equity Shares :		
Nil (PY 1,10,000) Equity Shares of Ramà Steel Tubes Ltd. of Rs. 5 each fully paid up.	-	10,178,535
13,516 (PY 40,000) Equity Shares of KEI of Rs. 10 each fully paid up. (Market Value Rs. 24,69,373)	1,669,806	4,926,392
61,500 (PY Nil) Equity Shares of Hi-Tech Pipes Ltd. of Rs. 10 each fully paid up. (Market Value Rs. 79,42,725)	8,589,149	-
8,000 (PY Nil) Equity Shares of Fourth Dimension solutions Ltd. of Rs. 10 each fully paid up. (Market Value Rs. 5,75,200)	649,419	-
Investment in Mutual Funds :		
BOI AXA Capital Protection Oriented Fund Series -2	1,000,000	1,000,000
Unquoted :		
Gold Bond	144,650	-
Gold Coin - Bullion (market Value - 8.61 lacs)	855,672	855,672
Total	12,908,696	16,960,599
Aggregate book value of unquoted investments	1,000,322	855,672
Aggregate amount of quoted investments		
Cost	11,908,374	16,104,927
Market Value	11,987,298	14,910,500
Aggregate provision for diminution in value of quoted Investments	-	-
Grand Total	12,908,696	16,960,599



Note 16: Inventories

Particulars	As at 31 March, 2017	As at 31 March, 2016
	₹	₹
Raw Material	59,387,072	106,894,065
Work in Progress:		
Goods	384,840,099	126,930,339
Project	77,874,539	
Traded Goods	20,738,625	12,210,628
Finished Goods	66,516,894	162,272,912
Scrap	1,472,041	5,853,115
Total	610,829,270	414,161,059

The Closing stock of finished goods has been valued inclusive of Excise Duty amounting to ₹ 75,54,326/- (Previous Year ₹ 1,86,80,670) as per ASI-14 (Revised) issued by the Institute of Chartered Accountants of India.

Details of Raw Materials	As at 31 March, 2017	As at 31 March, 2016
Shape & Section	32,157,148	62,080,765
Zinc	7,152,200	30,406,180
Nut & Bolt	20,077,724	14,407,120
Total	59,387,072	106,894,065

Details of Finished Goods	As at 31 March, 2017	As at 31 March, 2016
Galvanised and Non-galvanised M.S. Steel Structure	66,516,894	162,272,912
Total	66,516,894	162,272,912

Note 17: Trade Receivables

Particulars	As at 31 March, 2017	As at 31 March, 2016
	₹	₹
Unsecured, considered good		
Trade receivables outstanding for a period exceeding six months from the date they are due for payment	33,211,203	40,248,814
Trade receivables outstanding for a period less than six months from the date they are due for payment	743,342,980	544,682,181
Total	776,554,183	584,930,996

* Retention money, with UP Power Transmission Corporation Ltd which will be receive a) 10% on submission of PBG and; b) 10% on completion of the project, has been shown under other current assets as "Security Deposit" (Refer Note - 20)

Note 18: Cash & Bank Balances

Particulars	As at 31 March, 2017	As at 31 March, 2016
	₹	₹
Cash and cash equivalents		
a. Cash in hand	103,587	1,473,357
b. Balance with Banks	1,271,775	2,576,136
Other bank balances		
a. Balances with banks to the extent held as margin money	56,431,223	16,542,559
b. Interest Accrued on FDR	3,356,448	4,926,904
Total	61,163,032	25,518,956



Note 19: Short term loans and advances

Particulars	As at	As at
	31 March, 2017	31 March, 2016
	₹	₹
Advances to Suppliers	21,736,359	15,810,770
Balance with Tax Authorities	72,167,477	56,321,313
Prepaid expenses	18,613,683	959,105
Loan & Advances to wholly owned subsidiary company	41,758,439	9,814,166
Advances to Staff	867,971	
Total	155,143,928	82,905,354

Note 20: Other Current assets

Particulars	As at	As at
	31 March, 2017	31 March, 2016
	₹	₹
Other Receivables	699,082	3,467,057
Security Deposit		
Unsecured considered good*	173,384,734	-
Total	174,083,816	3,467,057

* Retention money with UP Power Transmission Corporation Ltd which will be receive a) 10% on submission of PBG and; b) 10% on completion of the project.

Note 21- Revenue from operations (gross)

Particulars	Year ended	Year ended
	31 March, 2017	31 March, 2016
	₹	₹
Sale of Products		
(i) Finished Goods		
(a) Domestic Sales	3,362,192,731	2,697,938,131
(b) Export Sales	67,929,793	105,672,348
(ii) Traded Goods	131,655,000	2,786,890
Sale of Services	457,380,073	212,932,869
Other Operating Revenues	18,708,913	19,160,892
Total	4,037,866,510	3,038,491,130

Note 22 - Other Income

Particulars	Year ended	Year ended
	31 March, 2017	31 March, 2016
	₹	₹
Interest on FDR	2,857,590	1,391,592
Interest on Others	145,632	85,442
Misc. Income	-	11,912
Total	3,003,222	1,488,946



Note 23 - Cost of Raw Material Consumed

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
	₹	₹
Opening Stock	106,894,065	94,046,347
Add : Purchases	2,427,126,841	1,800,430,525
	2,534,020,906	1,894,476,872
Less :- Closing Stock	59,387,072	106,894,065
Total	2,474,633,834	1,787,582,807

A. Imported and Indigenous Raw Material Consumed

Raw Material	Year ended 31-03-2017		Year ended 31-03-2016	
	Amount (Rs.)	%	Amount (Rs.)	%
Imported	-	-	-	-
Indigenous	2,474,633,834	100.00	1,787,582,807	100.00
Total	2,474,633,834	100.00	1,787,582,807	100.00

B. Details of Raw Material Consumed

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
	₹	₹
Shape and Section	1,718,592,016	1,296,784,779
Zinc	678,771,015	404,907,409
Nuts & Bolts	77,270,803	85,890,619
Total	2,474,633,834	1,787,582,807

Note 24 - Manufacturing and Operating Costs

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
	₹	₹
Consumption of Stores and spare parts	65,443,580	75,543,504
Power & Fuel	51,345,185	39,634,922
Installation Charges & Tower Erection Charges	469,331,476	210,977,906
Job Work Charges	135,302,107	68,707,306
Freight & Cartage	23,260,153	19,142,274
Repairs & Replacements	13,174,127	11,638,317
Other Manufacturing Expenses	20,761,997	19,425,503
Total	778,618,624	445,069,732



A. Imported and Indigenous Stores and spare parts

Stores and Spares	Year ended 31-03-2017		Year ended 31-03-2016	
	Amount (Rs.)	%	Amount (Rs.)	%
Imported	-	-	-	-
Indigenous	65,443,580	100.00	75,543,504	100.00
Total	65,443,580	100.00	75,543,504	100.00

Note 25 - Changes in Inventories of Finished goods, Work-in-progress and others

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
	₹	₹
Opening Stock		
Finished Goods	162,272,912	105,123,069
Traded Goods	12,210,628	-
Work in Progress	126,930,339	239,654,064
Scrap	5,853,115	3,258,734
Total (a)	307,266,994	348,035,867
Closing Stock		
Finished Goods	66,516,894	162,272,912
Traded Goods	20,738,625	12,210,628
Work in Progress:		
Goods	384,840,099	126,930,339
Project	77,874,539	-
Scrap	1,472,041	5,853,115
Total (b)	551,442,198	307,266,994
Add / (Less) :- Variation in excise duty on opening and closing stock of finished goods		
Opening Balance	18,680,670	12,042,423
Closing Balance	7,554,326	18,680,670
Total (c)	11,126,344	(6,638,247)
(Increase) / Decrease in Stock (a+b+c)	(255,301,548)	47,407,120

Note 26: Employee benefits expenses

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
	₹	₹
Salary and Wages	92,747,392	81,438,687
Contribution to Provident Fund & ESI	6,911,670	5,183,499
Staff Welfare	2,721,284	1,767,656
Total	102,380,346	88,389,842



Note 27: Finance Costs

Particulars	Year ended	Year ended
	31 March, 2017	31 March, 2016
	₹	₹
Bank Interest	43,133,772	49,881,419
Bank Charges	10,028,704	5,140,757
Interest to Others	1,172,162	5,082,455
Interest on Unsecured Loan	1,719,441	-
Total	56,054,079	60,104,631

Note 28 : Other Expenses

Particulars	Year ended	Year ended
	31 March, 2017	31 March, 2016
	₹	₹
Insurance	2,174,604	3,746,554
Legal & Professional Charges	81,146,215	76,116,327
Security Expenses	5,129,706	4,280,825
Printing & Stationery	1,081,638	1,089,844
Conveyance & Travelling Exp	6,746,372	5,824,320
Repair & Maintenance others	4,852,136	4,418,994
Rent, Rates & Taxes	30,594,755	17,216,292
Corporate Social Responsibility Expenses	2,080,365	1,371,000
Postage & Telephone	1,356,459	1,146,211
Auditors' Remuneration	202,000	200,000
Misc. Expenses	6,810,462	1,229,278
Rebate & Discount	1,865,432	4,511,755
Freight & Cartage (Outward)	36,393,052	17,795,540
Commission	3,003,697	2,461,191
Packing Material	9,705,994	9,751,161
Bad Debts Written off	-	23,162,091
Provision for Bad and doubtful Debts	15,997,099	-
Total	209,139,986	174,321,384

Details of payments to auditors:

a. Statutory Audit Fees	150,000	150,000
b. Taxation Matters	30,000	30,000
c. Other Services	22,000	20,000
	202,000	200,000

Note 29 : Exceptional Item :

Particulars	Year ended	Year ended
	31 March, 2017	31 March, 2016
	₹	₹
Investment & Advances Written off*	-	(20,279,572)
Profit on Sale of Shares	4,820,622	-
Total	4,820,622	(20,279,572)

*Last year the Company has written off investment and advances made in UNI Global Solution INC, a joint venture.



Note 30 : Value of imports calculated on C.I.F. basis in respect of :

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Capital goods	2,882,424	2,840,200
Total	2,882,424	2,840,200.00

Note 31 : Expenditure in Foreign Currency

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Foreign Travel Expenses	2,611,094	1,995,781
Technical Support Service	32,285	
Total	2,643,379	1,995,781

Note 32 : Earnings in Foreign Currency

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Export of goods calculated on F.O.B. basis	56,406,688	105,672,348
Total	56,406,688	105,672,348

Note 33 : Earnings per Share

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Profit for the period	167,653,974	68,634,007
Weighted average number of Equity Shares outstanding	9,956,300	4,978,150
Weighted average number of Diluted Shares outstanding	9,956,300	4,978,150
Face Value per share	10.00	10.00
Basic EPS	16.84	13.79
Diluted EPS	16.84	13.79

Note 34 : Segment Information in accordance to AS-17 - 'Segment Reporting'

The Company has only one segment i.e. manufacturing of Galvanise M.S. Steel Structures , therefore segment reporting as required under Accounting Standard -17 is considered as not applicable.

Note 35 : Employee Benefit Obligations

(a) Defined Contribution Plans:

The Company makes Provident Fund, Superannuation Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised ` 45,52,603/- (Year ended 31 March, 2016 ` 40,91,762/-) for Provident Fund contributions, and ` 19,32,453/- (Year ended 31 March, 2016 ` 10,91,737/-) for Employee State Insurance Scheme contributions in the statement of profit and loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

(b) Defined Benefit Plans (Unfunded):

(i) Gratuity: The Company has an unfunded defined benefit gratuity plan which entitles every employee who departs after the completion of 5 or more years of service to a gratuity calculated at fifteen days salary (last drawn salary) for each completed year of service, in accordance with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement, whichever is earlier. The benefits vest after five years of continuous service.



Change in present value of obligation

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Present value of obligation as at the beginning of the period	6,206,696	5,076,106
Acquisition adjustment	-	-
Interest cost	496,536	406,088
Past service cost	-	-
Current service cost	1,788,474	1,341,586
Curtailment cost/(Credit)	-	-
Settlement cost/(Credit)	-	-
Benefits paid	(597,354)	-
Actuarial (gain)/loss on obligation	208,247	(617,084)
Present value of obligation as at the end of period	8,102,599	6,206,696

Assets and Liabilities recognised in the Balance Sheet

Particulars	As at 31 March, 2017	As at 31 March, 2016
Present value of obligation as at the end of the period	8,102,599	6,206,696
Fair value of plan assets as at the end of the period	-	-
Funded status / Difference	(8,102,599)	(6,206,696)
Excess of actual over estimated	-	-
Unrecognized actuarial (gains)/losses	-	-
Net Asset/(Liability) recognised in Balance Sheet	(8,102,599)	(6,206,696)
Recognised Under :		
Long Term Provision	6,566,302	4,411,738
Short Term Provision	1,536,297	1,794,958
Total	8,102,599	6,206,696

Expense recognised in the Statement of Profit and Loss

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Current service cost	1,788,474	1,341,586
Past service cost	-	-
Interest cost	496,536	406,088
Expected return on plan assets	-	-
Curtailment cost / (Credit)	-	-
Settlement cost / (credit)	-	-
Net actuarial (gain)/ loss recognized in the period	208,247	(617,084)
Expenses recognised in the Statement of Profit & Losses	2,493,257	1,130,590

Principal Actuarial assumptions

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Discount Rate per annum	7.50%	8.00%
Salary Escalation rate per annum	5.50%	5.50%
Retirement age	58 Years	58 Years
Mortality tables	IALM (2006 - 08)	IALM (2006 - 08)
Estimate of amount of contribution in the immediate next year	Nil	Nil

(ii) **Leave Encashment** : The employees are entitled for each year of service and part thereof and subject to the limits specified, the unavailed portion of such leaves can be accumulated or encashed during/at the end of the service period. The plan is not funded.

The reconciliation of opening and closing balances of the present value of the defined benefit obligations are as below:



Change in present value of obligation

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Present value of obligation as at the beginning of the period	-	-
Acquisition adjustment	-	-
Interest cost	-	-
Past service cost	629,643	-
Current service cost	474,086	-
Curtailement cost/(Credit)	-	-
Settlement cost/(Credit)	-	-
Benefits paid	-	-
Actuarial (gain)/loss on obligation	-	-
Present value of obligation as at the end of period	1,103,729	-

Assets and Liabilities recognised in the Balance Sheet

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Present value of obligation as at the end of the period	1,103,729	-
Fair value of plan assets as at the end of the period	-	-
Funded status / Difference	(1,103,729)	-
Excess of actual over estimated	-	-
Unrecognized actuarial (gains)/losses	-	-
Net Asset/(Liability) recognised in Balance Sheet	(1,103,729)	-
Recognised Under :		
Long Term Provision	943,231	-
Short Term Provision	160,498	-
Total	1,103,729	-

Expense recognised in the Statement of Profit and Loss

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Current service cost	474,086	-
Past service cost	629,643	-
Interest cost	-	-
Expected return on plan assets	-	-
Curtailement cost / (Credit)	-	-
Settlement cost / (credit)	-	-
Net actuarial (gain)/ loss recognized in the period	-	-
Expenses recognised in the Statement of Profit & Losses	1,103,729	-

Principal Actuarial assumptions

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Discount Rate per annum	7.35%	-
Salary Escalation rate per annum	5.50%	-
Retirement age	58 Years	-
Mortality tables	IALM (2006 - 08)	-
Employee Turnover/Attrition Rate		
Upto 30 Years	3%	-
From 31 to 44 Years	2%	-
Above 44 Years	1%	-



Note 36 : Related Parties Disclosures**1. Name of Related Parties and Nature of Relationship :**

Particulars	
Where control exists	
Subsidiary Company	Salasar Stainless Limited
Joint Venture	Sikka-Salasar-JV*
Other Related Parties with whom transactions have taken place during the year :	
Associates :	Alok Kumar (HUF) Capital Udyog Hill View Infrabuild Ltd.
Key Management Personnels:	Mr. Alok Kumar (Chairman and Managing Director) Mr. Gyanendra Kumar Agrawal (Director)** Mr. Shalabh Agrawal (Director) Mr. Shashank Agrawal (Joint Managing Director) Ms. Tripti Gupta (Director)
Relatives of Key Management Personnels	Mrs. Anshu Agrawal (Wife of Mr. Shashank Agarwal) Mrs. Kamlesh Gupta (Wife of Mr. Alok Kumar) Mr. Shikhar Gupta (Son of Mr. Alok Kumar) Mrs. Taru Agrawal (Wife of Mr. Shalabh Agarwal)

*The Company had formed on 30.03.2017 a joint venture in the form of Association of Persons (AOP) in the name of "Sikka-Salasar-JV" with M/s Sikka Engineering Company, a partnership firm, for the purpose of participation in the Tender submitted with the Central Organisation for Railway Electrification (CEE/CORE), 1, Nawab Yusuf Road, Civil Lines, Allahabad-211001, for the work of "Design, Supply, Erection, Testing & Commissioning of 25Kv, 50Hz, Single Phase, AC, electrification works including OHE & TSS as Composite Electrical Works" in Zafrabad-Akbarpur- Tanda and Aunrihar-Jaunpur section, Group-199 & 224 of Lucknow Division of Northern Railway and Varanasi Division of North Eastern Railway under RE Project Lucknow, Total 161 RKM/185 TKM.

** Mr. Gyanendra Kumar Agarwal has been retired on 25.10.2016 from director.

2. Transaction Carried out with related parties referred to in (1) above, in ordinary course of business:

Nature of Transactions	Subsidiary	Associates	Key Management Personnel	Relatives
<u>Sale of goods</u>				
Salasar Stainless Ltd	2,395,912 (-)	- (-)	- (-)	- (-)
<u>Purchase of goods</u>				
Salasar Stainless Ltd	3,194,174 (-)	- (-)	- (-)	- (-)
Capital Udyog	- (-)	30,538 (2,948)	- (-)	- (-)
<u>Job work expenses</u>				
Salasar Stainless Ltd	125,893,865 (66,083,170)	- (-)	- (-)	- (-)



Capital Udyog	-	734,160	-	-
	(-)	(552,295)	(-)	(-)
<u>Directors Remuneration</u>				
Sh. Alok Kumar	-	-	2,050,000	-
	(-)	(-)	(1,560,000)	(-)
Sh. G. K. Agarwal	-	-	1,050,000	-
	(-)	(-)	(1,560,000)	(-)
Sh. Shashank Agarwal	-	-	750,000	-
	(-)	(-)	(-)	(-)
Sh. Shalabh Agarwal	-	-	1,625,000	-
	(-)	(-)	(1,320,000)	(-)
Ms. Tripti gupta	-	-	1,470,000	-
	(-)	(-)	(960,000)	(-)
<u>Salary</u>				
Mrs. Anshu Agarwal	-	-	-	1,007,500
	(-)	(-)	(-)	(792,000)
Mrs. Taru Agarwal	-	-	-	1,007,500
	(-)	(-)	(-)	(792,000)
Mrs. Kamlesh Gupta	-	-	-	507,500
	(-)	(-)	(-)	(792,000)
Mr. Shikhar Gupta	-	-	-	665,000
	(-)	(-)	(-)	(1,008,000)
<u>Lease Rent -Car</u>				
Sh. Shashank Agarwal	-	-	225,000	315,000
	(-)	(-)	(-)	(540,000)
Sh. Shalabh Agarwal	-	-	415,000	-
	(-)	(-)	(40,000)	(-)
Mrs. Anshu Agarwal	-	-	-	150,000
	(-)	(-)	(-)	(-)
Mrs. Kamlesh Gupta	-	-	-	75,000
	(-)	(-)	(-)	(-)
<u>Loans Received</u>				
Hill View Infrabuild Ltd	-	-	-	-
	(-)	(3,530,000)	(-)	(-)
Sh. Shashank Agarwal	-	-	-	-
	(-)	(-)	(9,090,000)	(-)
Sh. Shalabh Agarwal	-	-	5,499,668	-
	(-)	(-)	(2,000,000)	(-)
<u>Interest Paid</u>				
Sh. Shashank Agarwal	-	-	797,828	-
	(-)	(-)	(-)	(-)
Sh. Shalabh Agarwal	-	-	749,668	-
	(-)	(-)	(-)	(-)
<u>Loans Given</u>				
Salasar Stainless Ltd	31,944,273	-	-	-
	(9,814,166)	(-)	(-)	(-)

* Figures in braket represent previous year amount.



3. Balance outstanding at the end of the year

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Payables		
Sh. Shashank Agarwal	5,812,828	9,090,000
Sh. Shalabh Agarwal	7,499,668	2,000,000
Hillview Infrabuild Ltd.	3,477,160	3,530,000
Mrs. Anshu Agarwal	1,508,965	1,508,965
Mrs. Taru Agarwal	1,815,000	1,815,000
Capital Udyog	560,131	139,129
Receivables		
Salasar Stainless Ltd	41,758,439	9,814,166

Note 37 : Micro, Small and Medium Enterprises.

Information related to Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 (MSME Development Act), are given below.

The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as Micro, Small and Medium Enterprises. Consequently the amount paid/ payable to these parties during the year is not ascertainable. Consequently, as of now, it is neither possible for the Company to ascertain whether payment to such enterprises has been made within 45 days from the date of acceptance of supply of goods or services rendered by a supplier nor to give the relevant disclosures as required under the Act. This has been relied upon by the auditors.

Note 38 : Contingent Liabilities and commitments (to the extent not provided for)

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Bank Guarantee and LC for which FDR margin has been given to the bank as security	514,292,907	124,973,575
Corporate Guarantee to Punjab National Bank, Sector - 27, NOIDA for its 100% subsidiary - Salasar Stainless Ltd.	320,000,000	320,000,000

The company does not expect any outflow of resources in respect of the above

Note 39 : Deferred Tax Liability in accordance with AS - 22

Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
Deferred Tax Liability at the beginning of the year	12,687,337	11,435,749
Add: Provision during the year on account of depreciation	1,540,690	1,642,863
Less : Deffered Tax Asset on account of Gratuity & leave encashment	6,574,389	391,275
Total	7,653,639	12,687,337

Note 40: Details of Specified Bank Notes held and transacted during the period 08 Nov., 2016 to 30 Dec., 2016.

Particulars	SBNS	Other denomination	Total
Closing cash in hand as on 08.11.2016	2,896,500	224,219	3,120,719
(+) Permitted Receipts	-	864,177	864,177
(-) Permitted Payments	-	1,061,691	1,061,691
(-) Amount deposited in Banks	2,896,500	-	2,896,500
Closing cash in hand as on 30.12.2016	-	26,705	26,705



Note 41 : Expenditure on Corporate Social Responsibility (CSR)

As per Section 135 of Companies Act, 2013 the Company require to spent an amount of Rs. 20,80,365/- in CSR activities , out of which Rs. 1,57,365/- remain unspent at the end of the year.

Note 42 :

Status of the company Private Limited to Public Limited has been changed since 16.08.2016.

Note 43 :

In the opinion of the Board of Directors, all the Known liabilities and expenses have been provided in the books of accounts

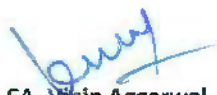
Note 44 :

Balances under the head loans and advances, sundry debtors, sundry creditors are relied upon and subject to reconciliation and confirmation.

For **VAPS & COMPANY**

Firm Registration No. 003612N

Chartered Accountants



CA. Vipin Aggarwal

Partner

M. No. 082498

New Delhi, Dated 12th June, 2017



For and on behalf of the Board of Directors



Alok Kumar

Managing Director

DIN: 01474484



Shashank Agarwal

Jt. Managing Director

DIN: 00316141



Kamlesh Kumar Sharma

(Chief Financial Officer)



Banneet Kaur

(Company Secretary)

Independent Auditors' Report

To
The Members,
Salasar Techno Engineering Ltd,
Delhi.

1. We have audited the attached Consolidated Balance Sheet of Salasar Techno Engineering Limited (the 'Company') and its subsidiary (together referred as 'Group') as at March 31, 2017, which comprise the Consolidated Balance Sheet as at March 31, 2017, and the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

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

3. Auditor's Responsibility

Our responsibility is to express an opinion on these Consolidated 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 consolidated 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 Consolidated Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the consolidated financial statements 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 management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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:

- i) In the case of the Consolidated Balance Sheet, of the State of affairs of the Group as at 31st March 2017.
- ii) In the case of the Consolidated Profit & Loss Statement, of the Profit of the Group for the year ended on that date.
- iii) In the case of the Consolidated Cash Flow Statement, of the Cash Flows for the year ended on that date.

Other Matters

4. Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor and the financial statements / financial information certified by the Management.

5. Report on Other Legal and Regulatory Requirements

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, the 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 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the other matters included in the Auditor's Report and to our 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.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company .

For VAPS & Co.
Chartered Accountants,
Firm Regn. No. 003612 N


(CA. VIPIN AGGARWAL)
Partner
M.N. 082498



Place: Delhi
Dated: June 12, 2017

SALASAR TECHNO ENGINEERING LIMITED

E-20, South Extension -I, New Delhi -110049

CIN : U23201DL2001PLC174076

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2017

Particular	Note No.	As at 31 March 2017	As at 31 March 2016
		₹	₹
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital	2	99,563,000	49,781,500
(b) Reserve & Surplus	3	866,693,813	729,136,327
2. Non-current Liabilities			
(a) Long-term Borrowings	4	70,494,605	113,032,210
(b) Deferred Tax Liability	5	37,121,145	37,084,212
(c) Long Term Provision	6	9,007,460	5,173,717
(d) Other non-current Liability	7	98,500,000	-
3. Current Liabilities			
(a) Short-term Borrowings	8	616,045,306	446,072,886
(b) Trade Payables	9	341,043,701	156,968,508
(c) Other Current Liabilities	10	399,701,661	215,015,606
(d) Short-term provisions	11	33,038,035	27,353,432
Total		2,571,208,726	1,779,618,398
II. ASSETS			
1. Non-current Assets			
(a) Fixed assets			
(i) Tangible assets	12	615,777,102	549,080,421
(ii) Intangible assets		42,398	42,398
(iii) Capital WIP		-	1,160,594
(b) Goodwill on Consolidation		-	249,940
(c) Non-current investment		-	-
(d) Long-term loans and advances	13	58,371,256	9,518,165
(e) Other non-current assets		-	-
2. Current Assets			
(a) Current investment	14	12,908,696	16,960,599
(b) Inventories	15	688,151,492	449,047,621
(c) Trade receivables	16	797,064,438	625,750,112
(d) Cash and Bank balances	17	68,292,708	29,793,237
(e) Short term Loans and Advances.	18	155,872,338	93,903,772
(f) Other Current assets	19	174,728,298	4,111,539
Total		2,571,208,726	1,779,618,398

*Notes referred to above and notes attached there to form an integral part of Balance Sheet
This is the Balance Sheet referred to in our Report of even date.*

For VAPS & COMPANY

Firm Registration No. 003612N

Chartered Accountants

Vipin Aggarwal

CA. Vipin Aggarwal

Partner

M. No. 082498

New Delhi, Dated 12th June, 2017



For and on behalf of Board of Directors

Alok Kumar

Alok Kumar
Managing Director
DIN: 01474484

Kamlesh Sharma

Kamlesh Kumar Sharma
(Chief Financial Officer)

Shashank Agarwal

Shashank Agarwal
Jt. Managing Director
DIN: 00316141

Bavneet Kaur

Bavneet Kaur
(Company Secretary)

SALASAR TECHNO ENGINEERING LIMITED

E-20, South Extension -I, New Delhi -110049

CIN : U23201DL2001PLC174076

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED ON 31ST MARCH 2017

Particular	Note No.	Year ended 31 March 2017	Year ended 31 March 2016
INCOME		₹	₹
I. Revenue from operations (gross)	20	4,162,411,107	3,411,138,979
Less :- Excise Duty		319,553,836	311,089,619
		3,842,857,271	3,100,049,360
II. Other Income	21	3,507,327	1,899,801
III. Total Revenue (I + II)		3,846,364,598	3,101,949,161
IV. Expenses			
Cost of material consumed	22	2,542,763,738	1,968,634,488
Purchases of Traded Goods		96,713,013	13,539,191
Manufacturing and Operating Costs	23	698,833,378	425,634,815
Changes in Inventories of Finished goods, Work-in-progress and others	24	(249,720,045)	127,816,866
Employee benefits expenses	25	142,500,805	111,366,447
Finance Costs	26	72,668,415	87,523,681
Depreciation and amortization expenses	12	32,884,964	30,892,960
Other Expenses	26	225,987,955	161,748,214
Bad Debts Written off		-	23,162,091
Total expenses		3,562,632,223	2,950,318,752
V. Profit (Loss) before exceptional items & tax (III - IV)		283,732,375	151,630,409
VI. Exceptional Items	27	4,820,622	28,266,381
VII. Profit (Loss) before Tax (V - VI)		288,552,997	123,364,028
VIII. Tax Expenses			
Income Tax		105,463,790	50,339,409
Deferred Tax		36,933	4,792,175
Earlier Year Adjustments		199,118	(355,530)
Mat Credit		4,735,770	803,200
IX. Profit (Loss) for the year (VII- VIII)		187,588,926	69,391,173
X. Earning per Equity share of Rs. 10 each			
(1) Basic		18.84	13.94
(2) Diluted		18.84	13.94

Notes referred to above and notes attached there to form an integral part of Profit & Loss Statement

This is the Profit & Loss Statement referred to in our Report of even date.

For VAPS & COMPANY

Firm Registration No. 003612N

Chartered Accountants

[Signature]

CA. Vipin Aggarwal

Partner

M. No. 082498

New Delhi, Dated 12th June, 2017



For and on behalf of the Board of Directors

[Signature]

Alok Kumar
Managing Director
DIN: 01474484

[Signature]

Shashank Agarwal
Jt. Managing Director
DIN: 00316141

[Signature]

Kamlesh Kumar Sharma
(Chief Financial Officer)

[Signature]

Bavneet Kaur
(Company Secretary)

SALASAR TECHNO ENGINEERING LIMITED

E-20, South Extension -I, New Delhi -110049

CIN : U23201DL2001PLC174076

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH, 2017

Particulars	Year ended 31 March 2017	Year ended 31 March 2016
	₹	₹
Cash Flow From Operating Activities		
Net Profit Before Income Tax	288,552,997	123,364,028
Adjustment for:		
Depreciation & Amortization	32,884,964	30,892,960
Investment & Advances written off	-	28,266,381
Finance Cost	72,668,415	87,523,681
Interest and Other Income	(3,507,327)	(1,899,801)
Profit on Sale of Investments	(4,820,622)	-
Operating Profit Before Working Capital Changes	385,778,427	268,147,248
Adjustments For Working Capital		
(Increase) / Decrease In Stocks	(239,103,871)	117,967,354
(Increase) / Decrease In Trade receivables	(171,314,326)	(14,616,601)
(Increase) / Decrease In Other Current Assets	(170,616,759)	(2,567,057)
(Increase) / Decrease In Loans & Advances	(61,968,566)	59,548,167
Increase / (Decrease) In Non-Current Liabilities	98,500,000	-
Increase / (Decrease) In Long term Provision	3,833,743	1,231,178
Increase / (Decrease) In Current Liabilities	374,445,851	(81,822,736)
Cash Generated From Operations	219,554,499	347,887,553
Earlier Year Adjustments	(199,118)	355,530
Mat Credit	4,735,770	803,200
Income Tax Paid	(105,463,790)	(50,339,409)
Net Cash Flow from Operating Activities (A)	118,627,360	298,706,874
Cash Flow From Investing Activities		
Sale of Current Investments	8,872,526	-
Interest Received / Other Income	3,507,327	1,899,801
Purchase Of Fixed Assets	(98,421,052)	(43,401,220)
Purchase of Current Investments	-	(15,104,927)
Loans & Advances	(48,853,091)	(1,044,450)
Net Cash Used In Investing Activities (B)	(134,894,290)	(57,650,796)



Cash Flow From Financing Activities		
Increase/(Decrease) In Borrowings	169,972,420	(130,096,940)
Increase/(Decrease) In Long Term Borrowings	(42,537,605)	(25,174,111)
Finance Costs	72,668,415	87,523,681
Net Cash Flow From Financing Activities (C)	54,766,400	(242,794,732)
Net Changes in Cash & Cash Equivalents (A + B + C)	38,499,471	(1,738,654)
Add : Opening Cash & Cash Equivalents	29,793,237	31,531,892
Closing Cash & Cash Equivalents	68,292,708	29,793,237

Notes :

1. Cash & Cash Equivalents represents Cash & Bank Balances and deposit with Banks as per Note No. 17
2. The Cash Flow Statement has been prepared under the "Indirect method " as set out in the Accounting Standard (AS -3) "Cash Flow Statement".
3. Figures in Brackets indicate cash outflow.

This is the Cash Flow Statement referred to in our Report of even date.

For VAPS & COMPANY

Firm Registration No. 003612N

Chartered Accountants



CA. Vipin Aggarwal

Partner

M. No. 082498

New Delhi, Dated 12th June, 2017



For and on behalf of the Board of Directors



Alok Kumar

Managing Director

DIN: 01474484



Shashank Agarwal

Jt. Managing Director

DIN: 00316141



Kamlesh Kumar Sharma

(Chief Financial Officer)



Bavneet Kaur

(Company Secretary)

SALASAR TECHNO ENGINEERING LIMITED

E-20, South Extension -I, New Delhi -110049

CIN : U23201DL2001PLC174076

Notes to the Consolidated Financial Statements

Note 1 : Significant Accounting Policies

A. Corporate Information

Salasar Techno Engineering Limited, the company was incorporated on 24th October 2001. The Company is engaged in manufacturing and sale of Galvanized Steel Structure including Telecom Towers, Transmission Line Towers and Solar Panels. The Company has two manufacturing facilities at Jindal Nagar, Hapur (UP) and Khera Dehat, Hapur (UP).

B. General Principles of Consolidation

The financial statements of the Parent Company and its subsidiary have been combined on a line by line basis by adding together the book values of all items of assets, liabilities, income and expenses after eliminating all inter-company balances/transactions and resulting unrealized gain/loss.

Consolidated Financial Statements are prepared by applying accounting policies as followed by the Company and its subsidiary; to the extent it is practicable. Significant differences in the accounting policies, if any, are appropriately disclosed by way of Notes to the Consolidated Financial Statements

All inter-company transactions; balance and unrealized surpluses and deficits on transactions between group companies are eliminated.

Name of the Company	Relationship	% of ownership/ Interest*
Salasar Stainless Limited	Subsidiary	100%

Note: The consolidated financial results for the financial year ended March 31, 2017 comprise the financial results of Salasar Techno Engineering Private Limited and its 100% subsidiary Salasar Stainless Ltd. and has been prepared in accordance with the AS-21 issued by the ICAI.

Fellow Wholly owned subsidiary Ganges Concast Industires Limited merged with Salasar Stainless Limited vide High Court Approval dated 29.08.2016. All the assets and liabilities of the Ganges Concast Industires Limited has been take over by Salasar Stainless Limited. The merger was accounted as per Pooling Interest Method as stipulated by Accounting Standard 14 "Accounting for Amalgamation " prescribed under Section 133 of the Companies Act, 2013 (AS14). As the scheme of amalgamation, the Authorized Capital of Rs. 1,50,00,000 divided into 15,00,000 Equity Shares of Rs. 10 each of transferor company (Ganges Concast Industires Limited) added to and form aprt of the Authorized Capital of the transferee company - Salasar Stainless Limited. Since the transferor company is a Wholly owned subsidiary of the transferee company , no new shares has been issued by the transferee company pursuant to the scheme of amalgamation.



C. Significant Accounting Policies

(i) Basis of Preparation of Financial Statement

These financial statements have been prepared as per the Going Concern assumption in accordance with the Generally Accepted Accounting Principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 till the standard of accounting or any addendum are prescribed by the Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing accounting standards notified under Companies Act, 1956 shall continue to apply.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

(ii) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities on the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimates and revisions, if any, are recognized in the current and future periods.

(iii) Revenue Recognition

Sale of Goods: Sales are recognized when the significant risks and rewards of ownership in the goods are transferred to the customer as per the terms of the contract and are recognised net of trade discounts, rebates, sales taxes and excise duties.

Sale of Services: In contracts involving the rendering of services, revenue is measured using the proportion completion method and are recognised net of service tax.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

(iv) Other Income

Interest income is accounted on accrual basis.

(v) Fixed Assets

Fixed Assets are stated at cost net of duty credit availed less accumulated depreciation and impairments, if any. The cost includes cost of acquisition/construction, installation and preoperative expenditure including trial run expenses (net of revenue) and borrowing costs incurred during pre-operation period. Expenses incurred on capital assets are carried forward as capital work in progress at cost till the same are ready for use.

Machinery spares which are specific to particular item of fixed assets and whose use is irregular are capitalized as part of the cost of machinery.



(vi) Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013, except for certain fixed assets where, based on technical evaluation of the useful lives of the assets, higher depreciation has been provided on the straight line method over the following useful lives:

Vehicles - 10 years

(vii) Foreign Currency Transactions

Transactions in foreign exchange are accounted for at the closing rate of previous month. Monetary assets and liabilities denominated in foreign currency are translated at the rates of exchange at the balance sheet date and the resultant gain or loss is recognized in the Statement of Profit and Loss. Exchange difference arising on payment or translation of liabilities and receivables is recognized as income or expense in the year in which the same arises.

(viii) Employee Benefits

Employee benefits include provident fund, employee state insurance scheme, gratuity, compensated absences and performance incentives.

Provident Fund:

The Company has Defined Contribution plan for the post employment benefits namely Provident Fund which is recognised by the income tax authorities. These funds are administered through the Regional Provident Fund Commissioner and the Company's contributions thereto are charged to Statement of Profit and Loss every year.

Compensated Absences:

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year end are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

Accumulated compensated absences, which are expected to be encashed beyond 12 months from the end of the year end are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arise.

Gratuity:

The Company has Defined Benefit plan, namely gratuity for employees (unfunded), the liability for which is determined on the basis of an actuarial valuation (using the Projected Unit Credit method) at the end of the year. Gains and losses arising out of actuarial valuations are recognised immediately in the Statement of Profit and Loss as income or expense.

(ix) Cash and Cash Equivalents

In the Cash Flow Statement, cash and cash equivalents include cash in hand, demand deposits with bank, other short term highly liquid investments with original maturities of three months or less.



(x) Cash Flow Statement

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

(xi) Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as Current Investments. All other investments are classified as Non Current Investments. Current Investments are valued at lower of Cost and Fair value. Non Current Investments are valued at cost, except in the case of other than temporary decline in value, in which case necessary provision is made.

(xii) Inventories

Inventories are valued: Raw Material at Cost or net realizable value whichever is less, whereas WIP and finished goods are valued at cost. The cost being the latest applicable purchase price since the closing stocks mostly represents items out of the latest purchases.

(xiii) Taxes on Income

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax after the tax holiday period. Accordingly, MAT is recognized as an asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will fructify. Deferred tax expenses or benefit is recognized on timing differences beings the difference between taxable income and accounting income tax originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.



(xiv) Leases

Lease of assets under which, all the risks and benefits of ownership are effectively retained by the lessor are classified as Operating Lease. Lease rental in respect of assets taken on operating leases are charged to Statement of Profit and Loss on a straight-line basis over the lease term.

(xv) Borrowing Cost

As per accounting standard -16, borrowing cost attributable to the acquisition of fixed assets is capitalized as part of the cost of fixed assets till the date it is put to use. Other borrowing cost is recognized as expenditure in the period in which they are accrued.

(xvi) Related Party Transactions

Disclosure is being made separately for all the transactions with related parties as specified under Accounting Standard 18 issued by the Institute Chartered Accountants of India.

(xvii) Impairment Assets

At each Balance Sheet Date, the company assesses whether there is any indication that an asset may be impaired. If any such indications exist, the Company estimates the recoverable amount. If the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the Statement of Profit and Loss to the extent the carrying amount exceeds the recoverable amount.

(xviii) Earnings per Share

Basic earnings per share (EPS) are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earning per share consist of the net profit for the period and any attributable tax thereon. The weighted average number of shares outstanding during the period and for all periods presented is adjusted for events other than the conversion of potential equity shares outstanding, without a corresponding change in resources. For the purposes of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

(xix) Provisions and Contingent Liabilities

Provisions: Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent Liability: A disclosure of contingent liability is made when there is a present obligation that may require an outflow of resources or where a reliable estimate of such obligation cannot be made.



SALASAR TECHNO ENGINEERING LIMITED
E-20, South Extension -I, New Delhi -110049
CIN : U23201DL2001PLC174076

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 2: Share Capital

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Authorised Capital 1,40,00,000 (Previous Year 60,00,000) Equity Shares of Rs. 10/- each	₹ 140,000,000	₹ 60,000,000
2	Issued, Subscribed and Paid up Capital 99,56,300 (Previous Year 48,78,150) Equity Shares of Rs. 10/- each fully paid up in cash	140,000,000 99,563,000	60,000,000 49,781,500
	Total	99,563,000	49,781,500

A. Rights, Preferences and restrictions attached to shares

The company has only one class of equity shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

- B.** The Company has issued 49,78,150 Bonus shares (1:1) during the Financial Year 2016-17. There is no Right/Buy-back of shares in the preceding five years

C. Reconciliation of Shares outstanding at the beginning and at the end of year:

Particulars	As at 31st March 2017		As at 31st March 2016	
	Numbers	Amount	Numbers	Amount
Equity Shares outstanding at the beginning of the year	4,978,150	49,781,500	4,978,150	49,781,500
Add: Equity Shares Issued during the year	4,978,150	49,781,500	-	-
Equity Shares outstanding at the end of the year	9,956,300	99,563,000	4,978,150	49,781,500

D. Details of Shares held by Shareholders holding more than 5% of the aggregate shares in the Company

Name of Shareholder	As at 31st March 2017		As at 31st March 2016	
	No. of Shares held	% of holding	No. of Shares held	% of holding
Hill View Infrabuild Ltd	2,874,300	28.87%	1,437,150	28.87%
Sh. Shalabh Agarwal	1,280,592	12.86%	180,000	3.62%
Shikhar Febtech (P) Ltd.	985,000	9.89%	492,500	9.89%
Sh. Alok Kumar	894,000	8.98%	547,000	10.99%
Sh. Shashank Agarwal	710,592	7.14%	782,000	15.71%
Smt. Anshu Agarwal	578,000	5.81%	289,000	5.81%
Smt. Kamlesh Gupta	500,000	5.02%	350,000	7.03%



SALASAR TECHNO ENGINEERING LIMITED
E-20, South Extension -I, New Delhi -110049
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Note 3: Reserve and Surplus

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Shares Premium Account	₹	₹
	Opening Balance	288,298,500	288,298,500
	Less : Bonus Share Issued	49,781,500	
	Total (A)	238,517,000	288,298,500
2	Surplus		
	Opening Balance	440,837,827	371,446,654
	Add: Deficit on Amalgamation	(249,940)	
	Add: Net Profit/(Loss) for the year	187,588,926	69,391,173
	Total (B)	628,176,813	440,837,827
	Total (A+B)	866,693,813	729,136,327

Note 4: Long Term Borrowings

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Secured	₹	₹
	Term Loan		
	- From Bank	1,972,292	38,333,625
	Total (A)	1,972,292	38,333,625
2	Unsecured		
	Loans & advances from Related parties	68,522,313	74,698,585
	Total (B)	68,522,313	74,698,585
	Total (A+B)	70,494,605	113,032,210

Nature of Security and terms of repayment for Long Term Secured Borrowings :-

Nature of Security	Repayment Terms
Term loan amounting to Rs. Nil (Previous year Rs. 4,10,58,858).	Repayable in 24 quarterly installments commencing from April 2012. Last installment due in March 2018.
Various Vehicle Loans total amount Rs. 31,98,990/- (Previous Year Rs. 27,31,151) secured by way of hypothecation of vehicles	Repayable in 36-84 monthly installments commencing from various dates.

Installment falling due in respect of all the above Loans upto 31.03.2018 have been grouped under " Current Maturities of long term debt" (Refer Note No. 10).

Long Term Borrowings from related parties:

S.No.	Name of the Party	Nature of Borrowings	Relationship	As at 31 March, 2017	As at 31 March, 2016
1	Mr. Alok Kumar	Unsecured Loans	Managing Director	-	340,000
2	Mr. Shashank Agarwal	Unsecured Loans	Jt. Managing Director	17,871,790	29,154,890
3	Mr. Shalabh Agarwal	Unsecured Loans	Director	7,499,668	2,000,000
4	Mrs. Anshu Agarwal	Unsecured Loans	Relative of KMP	1,508,695	1,508,695
5	Taru Agarwal	Unsecured Loans	Relative of KMP	1,815,000	1,815,000
6	Hill View Infrabuild Ltd	Unsecured Loans	Associate	39,827,160	39,880,000
				68,522,313	74,698,585



SALASAR TECHNO ENGINEERING LIMITED
E-20, South Extension -I, New Delhi -110049
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Note 5: Deferred Tax Liability

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Opening Balance of Deferred Tax Liability	₹ 37,738,615	₹ 32,498,866
	Add : Deffered Tax Liability on account of Depreciation	6,887,757	5,239,749
	Total (A)	44,626,372	37,738,615
2	Opening Balance of Deferred Tax Assets Liability	654,403	1,130,227
	Add : Deffered Tax Asset on account of Gratuity	6,850,824	(475,824)
	Total (B)	7,505,227	654,403
	Total (A-B)	37,121,145	37,084,212

Note 6: Long Term Provision

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Provision for Gratuity	₹ 7,832,719	₹ 5,173,717
2	Provision for Earned Leave Encashment	1,174,741	
	Total	9,007,460	5,173,717

Note 7: Other Non-Current Liabilities

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Security Deposits from Contractor	₹ 98,500,000	₹ -
	Total	98,500,000	-

Note 8: Short Term Borrowings

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Secured Loans	₹ -	₹ -
	Working Capital Facilities	616,045,306	446,072,886
2	Un Secured Loans		
	Loans and advances from related parties.		
	Total	616,045,306	446,072,886

Note 9: Trade Payables

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Payable to Raw Materials Suppliers	₹ 341,043,701	₹ 156,968,508
	Total	341,043,701	156,968,508



SALASAR TECHNO ENGINEERING LIMITED
E-20, South Extension -I, New Delhi -110049
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Note 10: Other Current Liabilities

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
1	Current Maturities of Long Term Borrowing	1,226,698	32,958,383
2	Payable for Capital Goods	816,094	1,534,003
3	Other Payables	310,079,692	127,303,995
4	Advance from Customers	15,114,206	22,487,631
5	Capital Advance	41,000,000	-
6	Due to Employees	18,648,702	19,251,349
7	Statutory Dues	10,083,041	6,892,371
8	Expenses payable	2,733,228	4,587,874
	Total	399,701,661	215,015,606

Note 11: Short Term Provisions

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
1	Provision for Tax (net of Advance Tax / TDS)	22,957,455	5,010,945
2	Provision for Excise Duty on Finished Goods	8,249,787	20,540,075
3	Provision for Gratuity	1,638,653	1,802,412
4	Provision for Earned Leave Encashment	192,140	-
	Total	33,038,035	27,353,432

Note 13: Long term loans and advances

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
1	Security Deposits Unsecured, considered good	8,822,876	7,303,788
2	Earnst Money Deposit	4,748,047	2,214,377
3	Balances with banks to the extent held as margin money	44,800,333	-
	Total	58,371,256	9,518,165



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Note 14: Current Investment

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Quoted	₹	₹
	Investment in Equity Shares :	-	-
	Nil (PY 1,10,000) Equity Shares of Rama Steel Tubes Ltd. of Rs. 5 each fully paid up.	-	10,178,535
	13,516 (PY 40,000) Equity Shares of KEL of Rs. 10 each fully paid up. (Market Value Rs. 24,69,373)	1,669,806	4,926,392
	61,500 (PY Nil) Equity Shares of Hi-Tech Pipes Ltd. of Rs. 10 each fully paid up. (Market Value Rs. 79,42,725)	8,589,149	
	8,000 (PY Nil) Equity Shares of Fourth Dimension solutions Ltd. of Rs. 10 each fully paid up. (Market Value Rs. 5,75,200)	649,419	
2	Investment in Mutual Funds :		
	BOI AXA Capital Protection Oriented Fund Series -2	1,000,000	1,000,000
3	Unquoted :		
	Gold Bond	144,650	
	Gold Coin - Bullion (Market Value - 8.61 lacs)	855,672	855,672
	Total	12,908,696	16,960,599
	Aggregate book value of unquoted investments	1,000,322	855,672
	Aggregate amount of quoted investments		
	Cost	11,908,374	16,104,927
	Market Value	11,987,298	14,910,500
	Aggregate provision for diminution in value of quoted	-	-
	Grand Total	12,908,696	16,960,599

Note 15: Inventories

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
1	Raw Material	123,104,019	121,579,905
2	Work in Progress		
	Goods	391,786,225	130,146,416
	Project	77,874,539	
3	Traded Goods	20,738,625	12,210,628
4	Finished Goods	72,387,369	178,716,632
5	Scrap	1,860,715	6,144,040
6	Consumables	400,000	250,000
	Total	688,151,492	449,047,621



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Note 16: Trade Receivables

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
1	Trade receivables outstanding for a period exceeding six months from the date they are due for payment Unsecured, considered good	36,082,069	47,102,821
2	Trade receivables outstanding for a period less than six months from the date they are due for payment Unsecured, considered good	760,982,369	578,647,290
	Total	797,064,438	625,750,112

Note 17: Cash & Bank Balances

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
1	Cash and cash equivalents		
	a. Cash in hand	705,944	2,374,088
	b. Balance with Banks	1,566,570	2,857,750
2	Other bank balances		
	a. Balances with banks to the extent held as margin money	61,556,539	18,710,059
	b. Interest Accrued on FDR	4,463,656	5,851,340
	Total	68,292,708	29,793,237

Note 18: Short term loans and advances

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
1	Advances to Suppliers	5,633,305	13,883,687
2	Advances for Capital Goods	11,568,781	714,300
3	Advances for others	16,367,431	7,325,496
4	Balance with Tax Authorities	86,875,948	58,440,948
5	Prepaid expenses	18,859,531	1,111,910
6	Advance Tax/TDS net of Provisions	-	595,859
7	Mat Credit Entitlement	16,567,342	11,831,572
	Total	155,872,338	93,903,772

Note 19: Other Current assets

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
1	Other Receivables	699,082	3,467,057
2	DEPB Receivables	644,482	644,482
3	Security Deposit Unsecured considered good	173,384,734	-
	Total	174,728,298	4,111,539



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Note 20 - Revenue from operations (gross)

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
		₹	₹
1	Sale of Products		
	(i) Finished Goods		
	(a) Domestic Sales	3,436,699,834	3,053,354,310
	(b) Export Sales	109,081,914	120,341,117
	(ii) Traded Goods	131,655,000	2,786,890
2	Sale of Services	465,522,655	214,748,958
3	Other Operating Revenues	19,451,704	19,907,704
	Total	4,162,411,107	3,411,138,979

Note 21 - Other Income

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
		₹	₹
1	Interest on FDR	3,124,910	1,525,071
2	Interest on Others	382,417	342,818
3	Misc. Income	-	31,912
	Total	3,507,327	1,899,801

Note 22 - Cost of Raw Material Consumed

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
		₹	₹
1	Opening Stock	121,579,905	114,670,277
	Add : Purchases	2,544,287,852	1,975,544,116
		2,665,867,757	2,090,214,393
	Less :- Closing Stock	123,104,019	121,579,905
	Total	2,542,763,738	1,968,634,488

Note 23 - Manufacturing and Operating Costs

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
		₹	₹
1	Consumption of Stores and spare parts	86,027,875	90,001,802
2	Power & Fuel	64,548,867	59,823,657
3	Installation Charges & Tower Erection Charges	469,331,476	210,977,906
4	Job Work Charges	10,359,436	2,624,136
5	Freight & Cartage	25,056,271	21,783,617
6	Repairs to Machinery	17,951,766	16,828,951
7	Other Manufacturing Expenses	25,557,688	23,594,745
	Total	698,833,378	425,634,815



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Note 24 - Changes in Inventories of Finished goods, Work-in-progress and others

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
1	Opening Stock	₹	₹
	Finished Goods	178,716,632	151,705,258
	Traded Goods	12,210,628	-
	Work in Progress	130,146,416	296,092,976
	Scrap	6,144,040	3,996,464
	Total (a)	327,217,716	451,794,698
2	Closing Stock		
	Finished Goods	72,387,369	178,716,632
	Traded Goods	20,738,625	12,210,628
	Work in Progress : Goods	391,786,225	130,146,416
	Project	77,874,539	-
	Scrap	1,860,715	6,144,040
	Total (b)	564,647,473	327,217,716
3	Add / (Less) :- Variation in excise duty on opening and closing		
	Opening Balance	20,540,075	17,300,192
	Closing Balance	8,249,787	20,540,075
	Total (c)	12,290,288	(3,239,883)
	(Increase) / Decrease in Stock (a+b+c)	(249,720,045)	127,816,866

Note 25: Employee benefits expenses

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
1	Salary and Wages	₹	₹
2	Contribution to Provident Fund & ESI	129,515,694	102,446,416
3	Staff Welfare	9,701,255	6,441,563
	Total	3,283,856	2,478,468
		142,500,805	111,366,447

Note 26: Finance Costs

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
1	Bank Interest	₹	₹
2	Bank Charges	56,911,356	73,400,880
3	Interest to Others	10,483,154	5,751,792
4	Interest on Unsecured Loan	1,172,162	8,371,009
	Total	4,101,743	8,371,009
		72,668,415	87,523,681



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Note 27 : Other Expenses

S.No.	Particulars	Year ended	Year ended
		31 March, 2017	31 March, 2016
		₹	₹
1	Insurance	2,510,326	4,168,628
2	Legal & Professional Charges	82,500,281	77,978,380
3	Security Expenses	5,129,706	4,280,825
4	Printing & Stationery	1,350,422	1,292,893
5	Conveyance & Travelling Exp	7,443,653	7,256,688
6	Repair & Maintenance others	5,601,356	4,996,434
7	Rent, Rates & Taxes	30,868,185	17,445,802
8	Corporate Social Responsibility Expenses	2,080,365	1,371,000
9	Postage & Telephone	1,638,069	1,555,635
10	Auditors' Remuneration	202,000	200,000
11	Misc. Expenses	8,410,971	2,995,720
12	Rebate & Discount	1,865,432	4,511,755
13	Freight & Cartage (Outward)	39,775,402	20,780,968
14	Commission	3,003,697	2,461,191
15	Packing Material	12,206,638	10,409,127
16	Job Work Charges	1,551,439	43,167
17	Bad Debts Written off	3,852,914	
18	Provision for Doubtful Debts	15,997,099	
	Total	225,987,955	161,748,214

Note 28 : Exceptional Items :

S.No.	Particulars	Year ended	Year ended
		31 March, 2017	31 March, 2016
		₹	₹
1	Investment & Advances Written off	-	28,266,381
2	Short Term Capital Gain	4,820,622	-
	Total	4,820,622	28,266,380.56

Note 29 : Value of imports calculated on C.I.F. basis in respect of :

S.No.	Particulars	Year ended	Year ended
		31 March, 2017	31 March, 2016
		₹	₹
1	Raw Materials	-	24,094,972
2	Packing Material	71,351	-
3	Capital goods	2,882,424	2,840,200
	Total	2,953,775	26,935,171.91



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Note 30 : Expenditure in Foreign Currency

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
		₹	₹
1	Foreign Travel Expenses	2,611,094	1,995,781
2	Technical Support Service	32,285	
	Total	2,643,379	1,995,781

Note 31 : Earnings in Foreign Currency

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
		₹	₹
1	Export of goods calculated on F.O.B. basis	109,081,914	120,341,117
	Total	109,081,914	120,341,117

Note 32 : Earnings per Share

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
1	Profit for the period	187,588,926	69,391,173
2	Weighted average number of Equity Shares outstanding	9,956,300	4,978,150
3	Weighted average number of Diluted Shares outstanding	9,956,300	4,978,150
4	Face Value per share	10.00	10.00
5	Basic EPS	18.84	13.94
6	Diluted EPS	18.84	13.94

Note 33 : Segment Information in accordance to AS-17 - 'Segment Reporting'

S.No.	Particulars	Year ended 31 March, 2017	Year ended 31 March, 2016
		₹	₹
1	Geographical Segment		
	a. Sale within India	3,568,354,834	3,056,141,200
	b. Sale outside India	109,081,914	120,341,117
	Total	3,677,436,748	3,176,482,317



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Note 34 : Related Parties Disclosures

1. Name of Related Parties and Nature of Relationship :

S.No.	Particulars
1	Associates : Alok Kumar (HUF) Capital Udyog Hill View Infrabuild Ltd.
2	Joint Venture Sikka-Salasar-JV*
3	Key Management Personnels: Mr. Alok Kumar (Managing Director) Mr. Gyanendra Kumar Agrawal (Director) Mr. Shashank Agrawal (Joint Managing Director) Mr. Shalabh Agrawal (Director) Ms. Tripti Gupta (Director)
4	Relatives of Key Management Personnels Mrs. Anshu Agrawal (Wife of Mr. Shashank Agarwal) Mrs. Kamlesh Gupta (Wife of Mr. Alok Kumar) Mr. Shikhar Gupta (Son of Mr. Alok Kumar) Mrs. Taru Agrawal (Wife of Mr. Shalabh Agarwal)

*The Company had formed on 30.03.2017 a joint venture in the form of Association of Persons (AOP) in the name of "Sikka-Salasar-JV" with M/s Sikka Engineering Company, a partnership firm, for the purpose of participation in the Tender submitted with the Central Organisation for Railway Electrification (CEE/CORE), 1, Nawab Yusuf Road, Civil Lines, Allahabad-211001, for the work of "Design, Supply, Erection, Testing & Commissioning of 25Kv, 50Hz, Single Phase, AC, electrification works including OHE & TSS as Composite Electrical Works" in Zafrabad-Akbarpur- Tanda and Aunrihar-Jaunpur section, Group-199 & 224 of Lucknow Division of Northern Railway and Varanasi Division of North Eastern Railway under RE Project Lucknow, Total 161 RKM/185 TKM.

Note: Related parties relationship is as identified by the company and relied upon by the auditors

2. Transaction Carried out with related parties referred to in (1) above, in ordinary course of business:

As required by Accounting Standard 18 'Related Party Disclosures' issued by the Institute of Chartered Accountant of India, since CFS presents information about the Parent and its subsidiary as a single enterprise, it is not necessary to disclose intra-group transactions.

S.No.	Nature of Transactions	Associates	Key Management Personnel	Relatives
1	Purchases of Goods			
	Capital Udyog	30,538 (2,948)	- (-)	- (-)
2	Job Work Expenses			
	Capital Udyog	734,160 (552,295)	- (-)	- (-)
3	Director Remuneration			
	Sh. Shashank Agarwal	-	1,625,000 (1,200,000)	- (-)
	Sh. Alok Kumar	-	2,050,000 (1,560,000)	- (-)



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	Sh. Gyanendra Kumar Agarwal	-	1,800,000	-
		₹	(1,560,000)	₹(-)
	Sh. Shalabh Agarwal Agarwal	-	1,625,000	-
		₹	(1,320,000)	₹(-)
	Ms. Tripti Gupta	-	1,470,000	-
		₹	(960,000)	₹(-)
	Mrs. Kamlesh Gupta	-	625,000	-
		₹	(-)	₹(-)
	Mr. Shikhar Gupta	-	625,000	-
		₹	(-)	₹
	Mr. Raghav Agarwal	-	500,000	-
		₹	(-)	₹(-)
4	<u>Salary</u>			
	Mrs. Kamlesh Gupta	-	-	507,500
		₹	₹	(792,000)
	Mr. Shikhar Gupta	-	-	665,000
		₹	(-)	(1,008,000)
	Mrs. Anshu Agarwal	-	-	1,007,500
		₹	(-)	(792,000)
	Mrs. Taru Agarwal	-	-	1,007,500
		₹	₹	(792,000)
5	<u>Lease Rent - Car</u>			
	Sh. Shashank Agarwal	-	225,000	315,000
		₹	(-)	(540,000)
	Sh. Shalabh Agarwal	-	415,000	-
		₹	(40,000)	₹
	Mrs. Anshu Agarwal	-	-	150,000
		₹	₹	₹
	Mrs. Kamlesh Gupta	-	-	75,000
		₹	(-)	₹
6	<u>Loans and Advances Received</u>			
	Sh. Shashank Agarwal	-	-	-
		₹	(18,326,287)	₹(-)
	Sh. Shalabh Agarwal	-	5,499,668	-
		₹	(2,000,000)	₹(-)
	Hill view Infrabuild Ltd	-	-	-
		(3,530,000)	₹	₹(-)



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7	Interest Paid			
	Sh. Shashank Agarwal	₹	3,180,130 (2,412,541)	₹
	Sh. Shalabh Agarwal	₹	749,668 (-)	₹
	Capital founder*	₹	-	₹
		(861,659)	(-)	(-)

* Figures in bracket represent previous year amount.

3. Balance outstanding at the end of the year

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
		₹	₹
	Payables		
1	Mr. Shashank Agarwal	17,871,790	29,154,890
2	Mr. Shalabh Agarwal	7,499,668	2,000,000
3	Hill view Infrabuild Ltd	39,827,160	39,880,000
4	Capital Udyog	560,131	139,129
5	Mrs. Anshu Agarwal	1,508,965	1,508,965
6	Mrs. Taru Agarwal	1,815,000	1,815,000

Note 35 : Micro, Small and Medium Enterprises.

Information related to Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 (MSME Development Act), are given below.

The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as Micro, Small and Medium Enterprises. Consequently the amount paid/ payable to these parties during the year is not ascertainable. Consequently, as of now, it is neither possible for the Company to ascertain whether payment to such enterprises has been made within 45 days from the date of acceptance of supply of goods or services rendered by a supplier nor to give the relevant disclosures as required under the Act. This has been relied upon by the auditors.

Note 36 : Contingent Liabilities and commitments (to the extent not provided for)

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Bank Guarantee for which FDR margin has been given to the bank as security	519,362,642	133,356,246
2	Corporate Guarantee to Punjab National Bank, Sector - 27, NOIDA for its 100% subsidiary - Salasar Stainless Ltd.	320,000,000	320,000,000
3	Entry Tax, UP VAT and Central Tax, for the FY 2012-13 (Petition is pending with Additional Commissioner (Appeals) Commercial Tax Ghaziabad (UP)	7,767,533	7,767,533



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The company does not expect any outflow of resources in respect of the above

Note 36 : Deferred Tax Liability in accordance with AS - 22

S.No.	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Deferred Tax Liability at the beginning of the year	37,738,615	32,498,866
	Add: Provision during the year on account of depreciation	6,887,757	5,239,749
	Total (A)	44,626,372	37,738,615
2	Deferred Tax Assets at the beginning of the year	654,403	1,130,227
	Add : Deffered Tax Asset on account of Gratuity	6,850,824	(475,824)
	Total (B)	7,505,227	654,403
Total (A-B)		37,121,145	37,084,212

Note 36:

Balances under the head loans and advances, sundry debtors, sundry creditors are relied upon and subject to reconciliation and confirmation.

Note 37 :

In the opinion of the Board of Directors, all the known liabilities and expenses have been provided in the books of accounts

For VAPS & COMPANY

Firm Registration No. 003612N
Chartered Accountants


CA. Vipin Aggarwal

Partner
M. No. 082498
New Delhi, Dated 12th June, 2017



For and on behalf of Board of Directors


Alok Kumar
Managing Director
DIN: 01474484


Kamlesh Kumar Sharma
(Chief Financial Officer)


Shashank Agarwal
Jt. Managing Director
DIN: 00316141


Bavneet Kaur
(Company Secretary)

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DETAIL OF FIXED ASSETS AS ON 31ST MARCH, 2017

Note 12: Fixed Assets

Fixed Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	Original cost as at 01 April 2016	Additions	Sales/ Adjustments	Original cost as at 31 March 2017	Up to 1 April 2016	for the year	Sales/ Adjust.	Up to 31/03/2017	WDV as at 31 March 2017	WDV as at 31 March 2016
Tangible Assets										
Freehold Land	170,629,019	19,657,210	-	190,286,229	-	-	-	-	190,286,229	170,629,019
Building & Civil Works	102,981,340	7,331,444	-	110,312,784	13,974,619	3,262,968	-	17,237,587	93,075,198	89,006,722
Plant & Machinery	353,962,985	53,007,261	-	406,970,246	101,743,918	24,090,322	-	125,834,240	281,136,005	252,219,066
Rolls	1,953,665	-	-	1,953,665	1,953,665	-	-	1,953,665	-	-
Zinc Tank	4,383,057	10,938,120	-	15,321,178	2,391,284	480,673	-	2,871,957	12,449,221	1,991,773
Elec Installation	11,064,737	1,385,042	-	12,449,779	2,605,039	677,082	-	3,282,121	9,167,658	8,459,698
Water Pump Set	15,414	-	-	15,414	4,879	976	-	5,855	9,558	10,534
Office Equipment	6,219,735	2,902,428	-	9,122,163	1,401,632	472,995	-	1,874,627	7,247,536	4,818,104
Lab Equipments	402,768	-	-	402,768	58,677	25,509	-	84,186	318,582	344,091
D G Generator Set	6,579,514	-	-	6,579,514	2,554,035	416,703	-	2,970,738	3,608,776	4,025,479
Hydra Cranes	7,804,615	-	-	7,804,615	2,804,339	619,201	-	3,423,540	4,381,075	5,000,276
Weigh Bridge	100,500	-	-	100,500	6,365	6,365	-	12,730	87,770	94,135
Furniture	1,624,582	17,306	-	1,641,888	499,092	151,895	-	650,987	990,902	1,125,491
Scooter	266,793	66,958	-	333,751	210,070	15,194	-	225,264	108,487	56,723
Car	16,466,661	3,398,178	-	19,864,839	6,050,992	2,114,387	-	8,165,379	11,699,460	10,415,669
Computer	4,712,359	877,698	-	5,590,057	3,941,990	503,906	-	4,445,896	1,144,161	770,369
Tractor	394,000	-	-	394,000	280,728	46,788	-	327,516	66,484	113,272
Intangible Assets										
Software	847,950	-	-	847,950	805,552	-	-	805,552	42,398	42,398
Capital Work-in-progress										
Plant & Machinery - Zinc Tank	1,160,594	9,777,527	10,938,120	0	-	-	-	-	0	1,160,594
Current year's total	691,570,287	109,359,172	10,938,120	789,991,339	141,286,875	32,884,964	-	174,171,839	615,819,500	550,283,413
Previous year's total	648,169,068	43,401,220	-	691,570,288	110,485,357	30,801,518	-	141,286,875	550,283,413	537,683,711

