



ADITYA FORGE LIMITED

DIRECTORS

SHRI NITIN R. PAREKH	Chairman & Managing Director
SHRI MAHESH NANDANI	Director
SHRI SUBHASH DALAL	Director
SHRI VISHNUBHAI PATEL	Director
SMT. SANGITA ADHVARYU	Wholetime Director

AUDITORS

M/S K J SHAH & CO.
Chartered Accountants
1st Floor, Satsang Apartment,
Kothi – Salatwada Road
BARODA – 390 001.

REGISTERED OFFICE

412 TO 415, G.I.D.C.,
RAMANGAMD, POR – 391 243,
DIST. BARODA.

FACTORY

412 TO 415, G.I.D.C.,
RAMANGAMD, POR – 391 243,
DIST. BARODA.

CONTENTS

	PAGE NO.
NOTICE.....	3
THE DIRECTORS' REPORT.....	9
CORPORATE GOVERNANCE REPORT	19
AUDITORS REPORT.....	21
BALANCE SHEET.....	27
PROFIT & LOSS ACCOUNT.....	28
NOTES TO ACCOUNTS.....	29

NOTICE

Notice is hereby given that the Twenty Third Annual General Meeting of the members of ADITYA FORGE LIMITED will be held on Wednesday, 30th September 2015, at 10.00 a.m. at 415, GIDC Ramangamdi, Por, NH-8, Vadodara- 391243 to transact the following Business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Financial Statement of the Company including Profit & Loss Account for the year ended 31st March, 2015, Balance Sheet as at that date and the Directors' and Auditors' Reports thereon.
2. To appoint a Director in place of Shri Nitin Rasiklal Parekh (DIN: 00219664), who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution:**

"RESOLVED THAT M/s. K.J Shah & Co., Chartered Accountants, (Registration No. 132369W), be and are hereby appointed as Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting at such remuneration as may be mutually agreed upon between the Board of Directors of the Company."

SPECIAL BUSINESS

Appointment of Mrs. Sangita Nitin Adhwaryu (DIN 01956764), as Whole-time Director of the Company. Consider and, if thought fit, to pass, with or without modification, the following resolution as an ORDINARY RESOLUTION: "RESOLVED THAT pursuant to recommendation of the Board Governance, Nomination and Compensation Committee, and approval of the Board and subject to the provisions of Sections 196, 197, 198, 203 and other applicable provisions of the Companies Act, 2013.

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself / herself. Such a proxy need not be a member of the company. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person only as a proxy and such person shall not act as proxy for other shareholder.
2. The Register of Members and the Share Transfer books of the Company will remain closed from 25th September, 2015 to 28th September, 2015 (both days inclusive) for the purpose of Annual General Meeting for the financial year ended 31st March, 2015.
3. Members desirous of obtaining any information concerning the Accounts and Operations of the Company are requested to address their queries to the Company Secretary at the Registered Office of the Company, so as to reach him at least seven days before the date of Meeting.
4. Members / Proxies attending the Meeting are requested to bring their Attendance Slip, sent herewith, duly filled in and also their copies of the Annual Report.
5. In case of joint holders attending the meeting, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.

6. The transfer of Unclaimed Dividend to Investor Education & Protection Fund of the Central Government as required in terms of Section 124 of the Companies Act, 2013, during the current Financial Year is not applicable.

7. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business at the meeting, is annexed hereto.

8. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate Resolution/authority, as applicable.

9. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. The Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts and the Members holding shares in physical form can submit their PAN details to the Company.

10. Details under Clause 49 of the Listing Agreement (amended) with the Stock Exchange in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment/re-appointment.

11. Electronic copy of the Notice of the 23rd Annual General Meeting of the Company *inter alia* indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. The members who have not registered their email address, so far are required to register their email address for receiving all communication including Annual Report, notices, circular etc, from the Company electronically. The physical copies of the Notice of the 23rd Annual General Meeting of the Company *inter alia* indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the members.

12. Members may also note that the Notice of the 23rd Annual General Meeting and the Annual Report for financial year 2014-2015 will also be available on the Company's website www.adityaforge.com for their download. The physical copies of the aforesaid documents will also be available at the Registered Office of the Company for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's investor email id: **investor @adityaforge.com**.

13. All documents referred to in the Notice will be available for inspection at the registered office of the Company during normal business hours on working days excluding Sunday and Public Holiday from 11.00 a.m. to 2.00 p.m. up to the date of AGM.

14. Members are requested to kindly notify changes including email address, if any, in their address to the Company's Registrar & Transfer Agent.

A) The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 27th September, 2015 at 10.00 a.m. and ends on 29th September 2015 at 05.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23rd September 2015 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.

(iii) Click on Shareholders.

(iv) Now Enter your User ID

- a. For CDSL: 16 digits beneficiary ID,
- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

(v) Next enter the Image Verification as displayed and Click on Login.

(vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

(vii) If you are a first time user follow the steps given below:

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

(viii) After entering these details appropriately, click on "SUBMIT" tab.

(ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform.

It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Note for Non – Individual Shareholders and Custodians
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com

Date : 9th September ,2015

By Order of the Board of Directors

Place : Por, Ramangamdi

**Nitin Parekh
Managing Director**

**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) Rule, 2014]

Name of Share Holder(s)

Registered Address

Email ID.

Folio No./ DP ID/Client ID

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

(1) Name : Address :

E-mail Id : Signature :

or failing him

(2) Name : Address :

E-mail Id : Signature :

or failing him

(3) Name : Address :

E-mail Id : Signature :

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual general meeting of the company, to be held on the _____ of _____, 2015 at 11.00 a.m. at _____ and at any adjournment thereof in respect of such resolutions as are indicated below :

**Sr. Resolution
No.**

Ordinary Resolution

- 1 Approval of Financial Statements for the year ended 31.03.2015
- 2 Re-appointment of Shri Nitin Parekha as director liable to retire by rotation
- 3 Re-appointment of Statutory Auditors M/s. K.J Shah & Co., Chartered Accountants,

Signed this _____ day of _____, 2015.

Signature of shareholder

Signature of Proxy holder(s)

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

DIRECTORS' REPORT

Dear Members,

We are pleased to present the Twenty Third Annual Report of ADITYA FORGE LTD together with Audited Financial Statements and Auditor's Report for the Financial Year ended as on 31st March 2015. The Financial Highlights for the year under review are given below:

(1) FINANCIAL AND WORKING RESULTS:

Particulars	2014-2015 (Rs.)	2013-2014 (Rs.)
TOTAL INCOME	19400113	197869186
TOTAL EXPENSES	41310054	193593125
GROSS PROFIT/(LOSS) BEFORE DEPRECIATION	-21909941	4276061
(Less): Depreciation	24520157	7877531
PROFIT / (LOSS) BEFORE TAXATION	-46430098	-3601470
(Less): Provision for Deferred Tax	86966	843847
(Less): Provision for Fringe Benefit Tax		-
(Less): Tax Adjustments for prior year		-
NET PROFIT/(LOSS) AFTER TAX	-46343132	-2757263
EARNING PER SHARE		
Basic	-10.76	-0.64
Diluted	-10.76	-0.64

Previous years figures have been re-grouped wherever necessary

FINANCIAL PERFORMANCE :

During the year under review, your Company has recorded a lower turnover of Rs. 1.94 Crore as against Rs.19.79 Crore in the previous year. The Net loss (after tax and extra ordinary items) for the financial year ended 31st March 2015 is Rs.4.64 Crore as against Net Loss of Rs. 0.36 Crore in the previous year.

(2) DEPOSITS:

The Company has not accepted deposits from the public.

(3) DIVIDENDS:

In view of carried forward losses and current losses, your Directors do not recommend any dividend for the financial year under review.

(4) PARTICULARS OF EMPLOYEES:

There was no employee drawing remuneration of Rs. 60.00 lac p.a. or Rs. 5.00 Lac p.m. for part of the year or more and hence no particulars are required to be furnished under Section 217(2A) of the Companies Act, 1956.

(5) REFERENCE TO BOARD OF INDUSTRIAL & FINANCIAL RECONSTRUCTION

As advised by the Auditors, M/s. K.J.Shah & Co., Chartered Accountants the accumulated losses of the Company as on 31st March 2015 were Rs.910.74 lakhs. Since the Accumulated losses have exceeded the Net Worth , the Company has become a Sick Industrial Company within the meaning of Sick Industrial Companies

(Special Provisions) Act 1985, and therefore the Board recommends that the Company make a reference to Board of Industrial & Financial Reconstruction.

(6) PARTICULARS RELATING TO CONSERVATION OF ENERGY:

A. CONSERVATION OF ENERGY:

The information required under Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosures of Particulars in the Board of Directors) Rules, 1988 is annexed hereto and forms part of this Report.

B. FOREIGN EXCHANGE EARNINGS & OUTGO :

During the year, the Company has neither earned nor spent any foreign exchange.

(7) DIRECTORS' RESPONSIBILITY STATEMENT:

- i) Your Directors have followed the applicable Accounting standards along with proper explanation relating to material departures if any, while preparing the annual accounts;
- ii) Your Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of financial year and of the profit of the Company for the period;
- iii) Your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) Your Directors have prepared the annual accounts on a going concern basis.

(8) DIRECTORATE:

Mr.Mahesh Nandani and Mr. Vishnu Patel who retire by rotation from the Directorship at the ensuing Annual General Meeting and being eligible offer themselves for retirement.

(8) AUDITORS:

M/s K.J Shah & Co, Chartered Accountants, Auditors of the Company retires at the conclusion of this Annual General Meeting and being eligible offer themselves for reappointment. You are requested to appoint Auditors and fix their remuneration.

(9) ACKNOWLEDGEMENTS:

Your Directors take opportunity to express their gratitude to government, employees and shareholders for their valuable support and co-operation.

FOR AND ON BEHALF OF THE BOARD

Place : Vadodara

Date : 09th September ,2015

Nitin Parekh
Managing Director

INFORMATION AS PER SECTION 217(1)(E) OF THE COMPANIES ACT, 1956, READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2014.

I. CONSERVATION OF ENERGY:

- a) Energy conservation measures taken:
- b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:
- c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:
- d) Total energy consumption and energy consumption per unit of production as per Form-A of the Annexure in respect of Industries specified in the schedule thereto:

ANNEXURE

FORM A

Form for disclosure of particulars with respect of conservation of energy

(A) Power and Fuel consumption:	<u>2014-2015</u>	<u>2013-2014</u>
1. Electricity:		
(a) Purchased:		
Units (HT Line)	691230	
Total Amount [Rs.]	5155571	5765435
Rate [Rs.]/unit		
(b) Own Generation:		
(i) Through Diesel Generation	N.A	N.A
Units		
Qty. Purchased (Ltrs.)		
Total Amount [Rs.]		
Units per Ltr. of Diesel Oil		
Cost/Unit		
(ii) Through steam turbine /Generator	N.A	N.A
Units		
Units per Litre. of Fuel Oil/Gas		
Cost/Units		
2. Coal (specify quality and where used):	N.A	N.A
(Agro Waste for Boiler)		
Quantity (Tonnes)		
Total Cost [Rs.]		
Average Rate [Rs./MT]		
3. Furnace Oil:	N.A	N.A
Quantity (K. Ltrs.)		
Total Amount		
Average Rate		
4. Others/internal generation (please give details)	N.A	N.A
Quantity		
Total Cost		
Rate/unit		

(B) Consumption per unit of production: N.A

	Standard (if any)	Current year	Previous year
Products (with details) unit			
Electricity			
Furnace Oil			
Coal (specify quality)			
Others (specify)			

NOTES:

- (1) Please give separate details for different products/items produced by the company and covered under these rules.
- (2) Please give reasons for variation in the consumption of power and fuel from standards of previous year.
- (3) In case of production of different varieties/specifications consumption details may be given for equivalent production.

FORM B**Form for disclosure of particulars with respect to absorption.**

Research & Development (R&D):

- (1) Specific areas in which R&D carried out by the Company :
- (2) Benefits derived as a result of the above R&D :
- (3) Future Plan of Action :
- (4) Expenditure on R&D :
 - (a) Capital
 - (b) Recurring
 - (c) Total
 - (d) Total R&D expenditure as a Percentage of total turnover.

Technology absorption, adaptation and innovation: N.A

1. Efforts, in brief, made towards technology absorption, adaptation and innovation:
2. Benefits derived as a result of the above efforts e.g. products improvement, cost reduction, product development, import substitution, etc.:
3. In case of imported technology (imported during the last 5 years from the beginning of the financial year), following information may be furnished:
 - (a) Technology imported.
 - (b) Year of import.
 - (c) Has technology been fully absorbed?
 - (d) If not fully absorbed, areas where this has not taken place, reasons therefore and future plan of action.

II FOREIGN EXCHANGE EARNINGS & OUTGO

- a) Foreign Exchange Earned : NIL
- b) Foreign Exchange Used : NIL

REPORT ON CORPORATE GOVERNANCE FOR THE YEAR ENDED ON 31st MARCH, 2014**1. THE CORPORATE GOVERNANCE PHILOSOPHY**

Corporate Governance at the Company is by the need to “enhance shareholder value, keeping in view the interests of other stakeholders”. This definition places emphasis on the need to strike a balance at all times between the need to enhance shareholders’ wealth whilst not being detrimental to other stakeholders’ interests. The imperative for Corporate Governance lies not merely in drafting a code of Corporate Governance, but in practicing it to achieve desired results.

It is evident that real onus of achieving the desired level of Corporate Governance, lies in the proactive initiatives taken to achieve desired results and not in the external measures like breadth and depth of a code or stringency of enforcement of norms.

2. BOARD OF DIRECTORS

The Board of Directors is having non-executive and independent directors as well as a Woman Director as on 31st March, 2015. The Board of Directors is consisting of Five Directors. The Directors manages the day to day affairs of the Company. Non-executive and independent directors do not have any pecuniary relationship of transactions with the company during the period under review. There are no material transactions where they have had personal interests that conflict with that of the Company.

Numbers of Board Meetings held and the dates on which such meetings were held: During the financial year 2014-15 the Board met 05 (Five) times on 02.05.2014, 23.07.2014, 06.09.2014, 03.12.2014, 04.03.2015. The maximum gap between two meetings was not more than 4 months.

Attendance record of Directors attending the Board meetings and Annual General Meetings during the year 2014-15

Name of the Director	Designation/ Category	No. of Board Meetings		Last AGM attendance
		Held	Attended	
Shri Nitin R Parekh	Managing Director –Promoter	05	05	Yes
Shri Mahesh Nandani	Independent Director	05	05	Yes
Shri Subhash Dalal	Independent Director	05	05	Yes
Shri Vishnu Patel	Independent Director	05	05	Yes

None of the Director is a member in more than 10 Companies and Act as Chairman in more than 5 Companies across all Companies in which he is a Director.

3. AUDIT COMMITTEE

The Audit committee consists of three members including two Non-executive Directors viz. Shri Subhash Dalal and Shri Vishnubhai Patel independent Directors and Shri Nitin R Parekh, Managing Director. In addition to the Audit committee members, head of accounts and the Statutory Auditors attend the meetings.

The role, terms of reference, authority and powers of the audit committee are in conformity with the requirement of Companies Act, 1956, and Listing Agreement.

Role/ Functions of the Committee:

- Reviewing with management the annual financial statements before submission to the Board.
- Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
- Review of policies relating to risk management – operational and financial.
- Reviewing with the management, external auditors and the adequacy of the internal control system.

Powers of the Committee:

- To investigate any activity within its terms of reference.
- To secure attendance of and seek any information from any employee including representative of the prime shareholders (subject to their internal approvals).
- Compliance with accounting standards.
- To obtain outside legal or other professional advice, if necessary.
- To secure attendance of outsiders with relevant expertise, if it considers necessary.
- Compliance with Stock Exchange and legal requirements concerning financial statements.

Attendance at the Audit Committee Meetings- 2013-14

During the year under review, Audit committee meetings were held five times on 02.05.2014, 23.07.2014, 06.09.2014, 03.12.2014, 04.03.2015 under the Chairmanship of Shri Subhash Dalal, attendance of the members as under.

Name	Designation/ Category	No. of Meeting attended	
		Held	Attended
Shri Subhash Dalal	Independent Director	05	05
Shri Vishnubhai Patel	Independent Director	05	05
Shri Nitin R Parekh	Managing Director –Promoter	05	05

4. REMUNERATION COMMITTEE

The committee comprises of all independent non-executive Directors with Shri Vishnubhai Patel as Chairman, Shri Subhash Dalal and Shri Mahesh Nandani as other members of the committee. The remuneration policy aims at rewarding performance, based on systematic and periodic review of achievements. The remuneration policy is in consonance with the prevailing industrial practices and laws.

During the year under review, no meeting of Remuneration Committee was held.

5. SHAREHOLDERS TRANSFER AND GRIEVANCES COMMITTEE

Investors' Grievance committee is headed by Mr. Mahesh Nandani, an Independent Director, Shri Nitin Parekh and Mrs. Rekha Parekh as members of the committee. The committee supervises and transfer /transmission/ transposition/ issue of duplicate share certificates in lieu of lost /misplaced/ worn out etc. Share certificate, issue of fresh share certificate in view of rematerialization of shares, consolidation and division and incidental matters relating to shares.

6. GENERAL BODY MEETINGS:**Location and time for last 3 years Annual General Meetings:**

Details of AGM	Location	Date & Time	No. of Special Resolution passed
Twentieth	Regd. Office of the Company at 415, GIDC, Ramangamdi, N.H. No. 8, Por, dist. Vadodara	30/09/2012 At 12.00 Noon	NIL
Twenty First	-do-	30/09/2013	NIL
Twenty Second	-do-	29/09/2014	NIL

7. DISCLOSURES

- No penalties or strictures were imposed on the Company by the Stock Exchange or SEBI or any statutory authority, on any matter related to capital markers, during the last three years.
- The Company has complied with various rules and regulations prescribed by the Stock Exchange and SEBI during the last three years. No penalties or strictures have been imposed by them on the Company.

8. MEANS OF COMMUNICATION

The Company has submitted its quarterly, half yearly and yearly financial results to the Stock Exchanges as well as website of the company immediately after its approval by the Board. The Company did not send the half yearly report to the Shareholders of the Company.

9. GENERAL SHAREHOLDERS INFORMATION

Financial Year	1st April, 2014 to 31st March, 2015.
Date and time of Annual General Meeting	30 th September, 2015, and 10 : 00 am
Venue of Annual General Meeting	415, GIDC, Ramangamdi, N.H. No. 8, Por, dist. Vadodara.
Dates of Book Closure	25 nd September, 2015 to 28 th September, 2015
Listing on Stock Exchange	BSE Limited, Mumbai
Stock Code and Scrip ID	522150(BSE) and ADTYFRG (BSE)
Demat ISIN No.	INE281H01013
Financial calendar	
Unaudited results for the quarter ending on 30th June, 2015	Mid August, 2015
Unaudited results for the quarter ending on 30th September, 2015	Mid November, 2015
Unaudited results for the quarter ending on 31st December, 2015	Mid February, 2016
Unaudited results for the quarter ending on 31st March, 2015	Mid May, 2016

10. CATEGORIES OF SHAREOWNERS AS ON 31-03-2015

Category	No. of Shares Held	Voting Strength (%)
Promoters	1488100	34.54
Resident Individuals	2404006	55.80
Financial Institutions/ Banks	--	--
Bodies Corporate	384182	8.92
NRIs/ OCBs	25300	0.59
Directors Relatives	--	--
Others	7012	0.15
Total	4308600	100.00

11 .Registrar and share transfer Agent: **Sharepro Services India Pvt Ltd**
416-420, 4th Floor, Devnandan Mall, Opp.Sanyas Ashtram,
Ashtram Road, Ellisbridge, Ahmedabad - 380 006.

Share transfer, transmission and dematerialization of shares are registered and returned well within the stipulated period.

12. DISTRIBUTION OF SHAREHOLDING AS ON 31.03.2014:

Sl. No.	Category (Shares)	Holders	Shares	% to total shares
1	1-500	3361	863514	20.04
2	501-1000	428	382180	8.87
3	1001-2000	197	320201	7.43
4	2001-3000	59	153681	3.57
5	3001-4000	28	100256	2.23
6	4001-5000	45	218945	5.08
7	5001-10000	39	285685	6.63
8	10001-20000	19	261211	6.06
9	Above 20000	15	1722927	39.99
	TOTAL	4186	4308600	100.00

13. STOCK MARKET DATA

The monthly movement of Equity Share prices on BSE during the year is summarized below:

Month	Highest (Rs)	Lowest (Rs)
April, 2013	4.66	4.18
May, 2013	6.91	4.21
June, 2013	9.34	6.88
July, 2013	8.66	6.70
August, 2013	6.66	6.33
September, 2013	6.50	6.50
October, 2013	6.50	5.16
November, 2013	9.31	5.77
December, 2013	11.80	9.77
Jan, 2014	12.20	6.66
Feb., 2014	4.66	4.18
March, 2014	6.91	4.21

16. Address for communication:

Sharepro Services India Pvt Ltd
416-420, 4th Floor, Devnandan Mall, Opp. Sanyas Ashtram, Ashtram Road, Ellisbridge, Ahmedabad - 380 006.

DECLARATION OF COMPLIANCE WITH THE CODE OF CONDUCT OF THE COMPANY

In the above regards, I declare as follows:

1. All the members of the board of directors and all the members of the Senior Management of the Company have individually submitted statements of affirmation of compliance with the code of conduct as applicable to the financial year ended on March 31st 2015.

Date :9th September, 2015
Place: Vadodara

For Aditya Forge Limited,

Nitin Rasiklal Parekh
Chairman

MANAGEMENT DISCUSSION AND ANALYSIS REPORT**INDUSTRY STRUCTURE AND DEVELOPMENTS**

The Indian Forging Industry has emerged as a major contributor to the manufacturing sector of the Indian Economy. The industry was previously more labour intensive, but now with increasing globalization it is becoming more capital intensive. The small scale units too are increasing their capital investment to keep pace with the increasing demand especially in the global markets as also broadening the areas of demand for forgings. Many of them are now suppliers to Original Equipment Manufacturers (OEMs) in the automobile sector also, which speaks volumes about efforts at technology and quality up gradation.

OPPORTUNITIES, OUTLOOK AND THREATS

The Board of Directors of the Company have been negotiating with the Madhavpura Mercantile Bank for One Time Settlement (OTS). Accordingly, acceptance, in principle is conveyed to the Bank for repayment of dues. The promoters have expressed willingness to infuse fresh Funds into the Company once the amount of OTS is finalised.

The future looks encouraging for the forging industry in terms of the expected surge in global demand. As a result of liberalization, more MNCs have entered the domestic automobile market. This has opened up more business opportunities for the forging industry. Our products, being major components of Auto industries, your Directors are optimistic for bright prospects in the years to come.

THREATS AND RISKS

Stiff competition, increasing input costs and non-availability of working capital funds has worsened the financial position of the company.

However, Promoters of your Company have been putting their best efforts to tide over the situation by injecting their funds.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The financial condition of the Company has worsened due shortage of funds which resulted in gross under-utilisation of capacity and breakeven not being achieved. Due to accumulated losses wiping out the Net Worth of the Company and as per the recommendations of the Auditors of the Company, the Directors recommend that the Company make a reference to Board of Industrial & Financial Reconstruction under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985.

INTERNAL CONTROL SYSTEM AND THEIR EFFICACY

The Company has adequate internal control system in various operational areas of the Company to ensure that the system is being properly observed for better results.

QUALITY

The Company has been focusing on up gradation of quality and innovation.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS

Industrial Relations remained cordial throughout the year under review.

CAUTIONARY STATEMENT

Statement in this management analysis detailing the Company's objectives, projections, estimates, expectations, or predictions may be "forward looking" statements within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that may influence your Company's operations include Global and domestic supply and demand conditions affecting selling prices, input availability and prices, changes in Government policies, regulations, tax regimes, economic development within and outside the country and other allied factors. The Company assumes no responsibility to publicly amend, modify or revise the forward looking statement on the basis of subsequent developments, information or events

CEO/CFO CERTIFICATE

I **Nitin Rasiklal Parekh**, Managing Director of **Aditya Forge Limited**, to the best of my knowledge and belief certify that:

1. I have reviewed the Balance Sheet, Profit & Loss Account and its schedules & notes on accounts as well as the Cash Flow Statement and Directors' Report for the year ended 31st March, 2015 and that to the best of my knowledge and belief.
 - These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. I also certify that to the best of my knowledge and the information provided to me, there are no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
3. I am responsible for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
4. I have indicated to the Auditors and the Audit Committee:
 - significant changes in internal control, if any, over financial reporting during the year;
 - significant changes, if any, in accounting policies during the year and that the financial statements; and
 - Instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or any employee having a significant role in the company's internal control system.
5. I further declare that all Board Members and Senior Management personnel have affirmed compliance with the Code of Conduct for the year ended on 31st March, 2015.

Date: 9th September, 2015
Place: Vadodara

Sd/-
Nitin Rasiklal Parekh
Managing Director & Chairman

CERTIFICATE OF CORPORATE GOVERNANCE

To,

The Members,

Aditya Forge Limited,

We have examined all relevant records of Aditya Forge Limited as made available to us for the purpose of certifying compliance under Clause 49 of the Listing Agreement of the said Company with Stock Exchanges of India for the financial year ended on 31st March, 2015.

The Compliance of condition of corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof.

The Certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

In our opinion and to the best of our information and according to the explanation given to me, we certify that the Company has complied with all the mandatory conditions of the said Clause 49 of the Listing Agreement.

We state that in respect of investor Grievances received during the year ended on 31st March, 2015, no Investor Grievances are pending against the Company for period exceeding one month as per records maintained by the Company.

Dated: 09th September 2015

Place: Vadodara

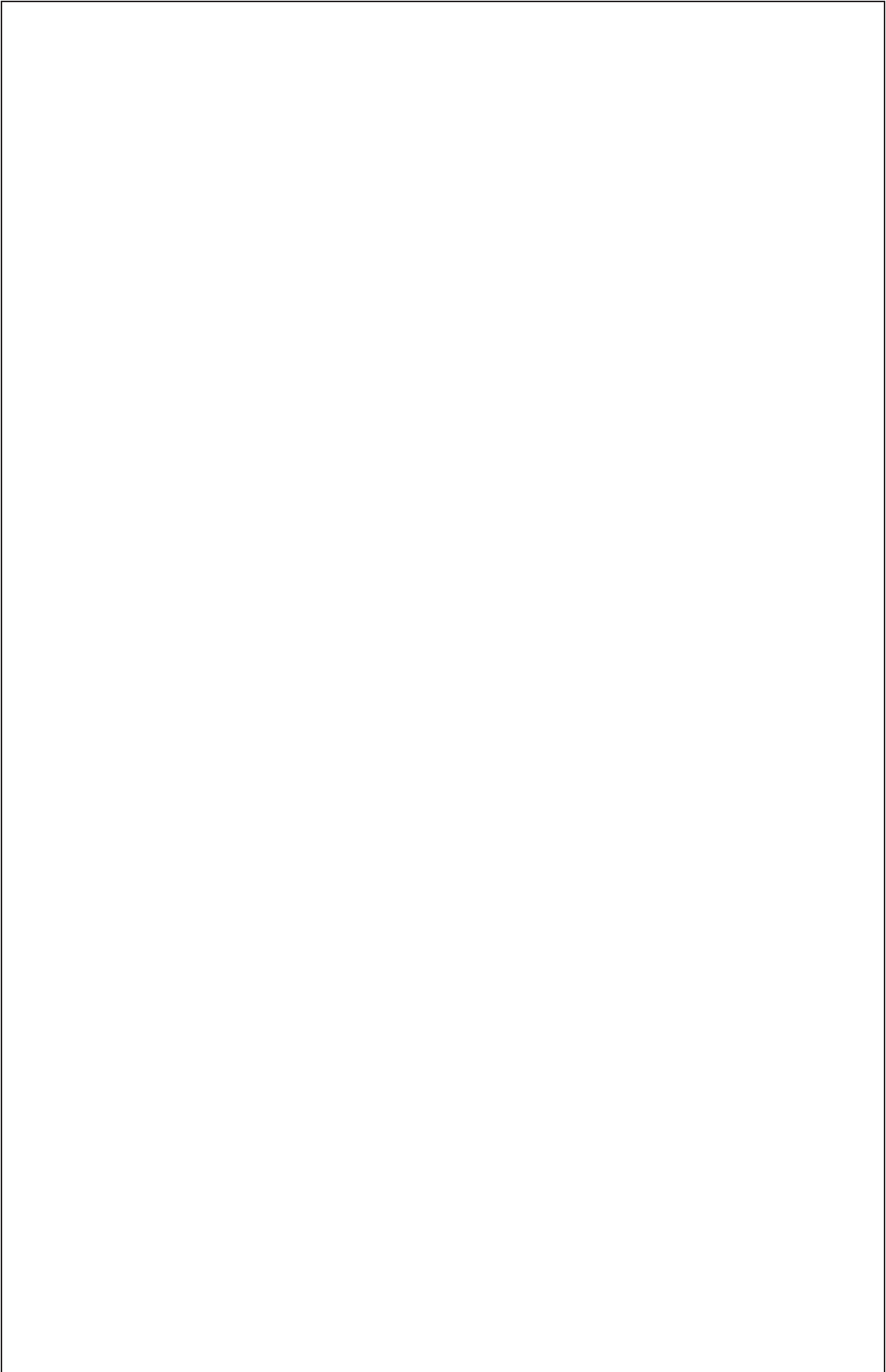
For, KH & Associates,

Practicing Company Secretary

Sd/-

Hemant Valand

PCS No.24697



INDEPENDENT AUDITORS' REPORT

TO THE MEMBER OF ADITYA FORGE LIMITED

REPORT ON THE FINANCIAL STATEMENTS

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

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

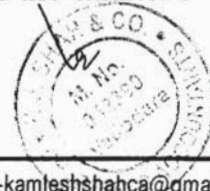
AUDITORS' RESPONSIBILITY

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

We have taken into account the provision of the Act, the accounting and auditing standards and matter 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 required 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 misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's



judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statement that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's directors, as well as evaluating the overall presentation of the financial statements.

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENT

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Profit and Loss 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 Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of the written representations received from the directors as on March 31, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act.

Place: Vadodara
Date: 18.08.2015



For, K J Shah & Co.,
Chartered Accountants
Firm Reg. No. 132369W

Kamlesh J Shah
(Proprietor)
Membership No.42390

**CARO 2015 Report on the financial statement of
ADITYA FORGE LIMITED for the year ended March 31, 2015.**

To the Member of Aditya Forge Limited

On the basis of records produced to us for our verification/ examination as we considered appropriate and in terms of information and explanations given to us for our enquiries, we state that;

i. In respect of its fixed assets:

- a) The Company has maintained proper records showing full particulars including quantitative details and situation of the fixed assets on the basis of available information.
- b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the company and nature of its assets. As informed to us, no material discrepancies were noticed on such physical verification.
- c) As explained to us, no substantial part of fixed assets has been disposed off during the year, and it has not affected the going concern.

ii. In respect of its inventories:

- a) The inventories have been physically verified during the year by the management. As explained by the management looking to the volume and weight of the article it is difficult to verify physically. In our opinion, the frequency of verification needs to be improved.
- b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the management needs to improve irrespective of the size of the company and nature of its business.
- c) The company has maintained proper records of inventories. As per the information and explanation given to us, no material discrepancies were noticed on physical verification.



iii. **In respect of the loans, secured or unsecured, granted by the company to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.**

- a) The Company has not granted loan to firms and other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence no reporting is given on this clause.
- b) According to the sub clause a) above applicability of all other terms and conditions for such loans and about prejudicial to the interest of the company, reporting since not required not given.
- c) The Company has taken loan under the section 189 of companies act, 2013 & it's repayable on demand.
- d) According to the information and explanations given to us all other terms and conditions for such loans are not prima facie prejudicial to the interest of the company.

iv. **In respect of internal control.**

In our opinion and according to the information and explanation given to us, the Company has an adequate internal control system commensurate with its size and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit we have not observed any continuing failure to correct major weaknesses in such internal control system.

v. **In respect of deposits from public**

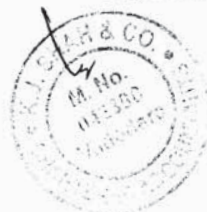
According to the information and explanation given to us, the Company has not accepted any deposit from the public. Therefore the provisions of Clause (v) of paragraph 3 of the CARO 2015 are not applicable to the Company.

vi. **In respect of maintenance of cost records**

In pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the central Government under Section 148(1) (d) of the Companies Act, 2013, is not applicable on the company.

vii. **In respect of statutory dues:**

- a) According to the records of the Company, undisputed statutory dues including Employees' State Insurance, Sales Tax, Wealth Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other material statutory dues have been generally regularly deposited with appropriate authorities *except* Income Tax, Service Tax, Provident Fund and Professional Tax.



- b) According to the information and explanation given to us, following amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2015 for a period more than six months from the date of becoming payable.

Particulars	Amount (Rs.)
TDS other than 24Q	1,21,943
Service Tax	12,837
Provident Fund	27,813
Professional Tax	24,560

There were disputed statutory dues of the company that have not been deposited on account of matters pending before appropriate authorities. The same are as below;

Sr No.	Name of the Statute	Nature of the Due	Amount (Rs. In Lakhs)	Period to which the amount relates	Forum where dispute is pending
1	Income Tax	Tax & Interest	10,59,470/-	F.Y 2009-10	CIT(A)
2	Income Tax	Tax & Interest	77,51,550/-	F.Y 2010-11	CIT(A)

viii. In respect of accumulated losses and cash losses.

There are accumulated losses of Rs.910.74 Lacs [Previous Year Rs.483.76 Lacs] at the end of the financial year. During the year the company has incurred cash loss of Rs.1,84,04,914/- and in the previous year company had not suffered cash loss. In the current year company's Accumulated losses have exceeded the Net Worth. The Company has become Sick Industrial Company within the meaning of Sick Industrial Company (Special Provisions) Act, 1985 as the accumulated losses were more than net worth of the Company. A reference to BIFR is recommended by the Board

ix. In respect of dues to financial institution /banks/debentures

The company is not making payments to the Madhavpura Mercantile Co-op Bank Limited(MMCB). The bank has filed a case against the company in the Court of Board of Nominees. The company has provided for Interest of Rs.1,92,11,140 to arrive at the figure for which case is filed by the Bank with the Court of Board of Nominees as per the Notice No. MMCB/HO/44/229/2011-12 dated 4th January, 2012 issued to the company by MMCB. Interest from the date of decree on the outstanding amount of the suit is yet to be charged to the Profit and loss account. The Company had shown their willingness to settle the account as per OTS offered to them by the Bank (MMCB) vide their letter No. MMCB/SHB/43/10/11 Dated 10/06/2010. The request of Company is pending.



x. In respect of Loans and advances granted on the basis of security.

According to the information and explanation provided to us by the company, the company has not given guarantee for the loan taken by others from bank or financial institutions.

xi. In respect of application of Term loans.

The Company has not raised loans during the year. The term loans outstanding at the beginning of the year have been applied for the purposes for which they were raised.

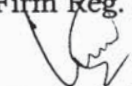
xii. In respect of Fraud

During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

Place: Vadodara
Date: 18th August, 2015



For, K J Shah & Co.,
Chartered Accountants
Firm Reg. No. 132369W


Kamlesh J Shah
(Proprietor)
Membership No.42390

Aditya Forge Limited
Balance Sheet as at 31 March, 2015

Particulars	Note No.	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	43,086,000	43,086,000
(b) Reserves and surplus	4	(94,578,863)	(48,235,731)
(c) Money received against share warrants		-	-
		(51,492,863)	(5,149,731)
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings	5	83,345,476	83,345,476
(b) Deferred tax liabilities (net)	22.1	-	-
(c) Other long-term liabilities		-	-
(d) Long-term provisions		-	-
		83,345,476	83,345,476
4 Current liabilities			
(a) Short-term borrowings	6	3,210,377	2,741,469
(b) Trade payables	7	21,082,819	40,732,272
(c) Other current liabilities	8	24,064,412	11,555,479
(d) Short-term provisions	9	1,906,567	2,627,019
		50,264,176	57,656,239
TOTAL		82,116,789	135,851,984
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	10	56,534,594	102,888,753
(ii) Intangible assets		-	-
(iii) Capital work-in-progress	10	-	-
(iv) Intangible assets under development		-	-
(v) Fixed assets held for sale		-	-
		56,534,594	102,888,753
(b) Non-current investments		-	-
(c) Deferred tax assets (net)	22.1	1,926,364	1,839,398
(d) Long-term loans and advances		-	-
(e) Other non-current assets		-	-
		58,460,959	104,728,151
2 Current assets			
(a) Current investments	11	1,631,600	1,631,600
(b) Inventories	12	2,850,755	12,484,889
(c) Trade receivables	13	5,464,299	8,369,997
(d) Cash and cash equivalents	14	1,444,036	57,752
(e) Short-term loans and advances	15	8,905,208	5,329,595
(f) Other current assets	15a	3,359,933	3,250,000
		23,655,831	31,123,832
TOTAL		82,116,789	135,851,984
C CONTINGENT LIABILITIES	16	9,502,060	-

See accompanying notes forming part of the financial statements

In accordance of our report of even date.

For, K. J. Shah & Co.

Chartered Accountants

Firm Reg. No.: 132369W

Kamlesh J. Shah

Proprietor

Membership No.: 042390

Place : Vadodara

Date : 18th August 2015

For and on behalf of the Board of Directors

Aditya Forge Limited

For, Aditya Forge Limited

Director / Authorised Signatory

Place : Vadodara

Date : 18th August 2015

For, Aditya Forge Limited

Director / Authorised Signatory

Aditya Forge Limited
Profit and Loss Statement for the year ended as on 31 March, 2015

Particulars	Note No.	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
1 Revenue from operations (net)	17	19,013,615	197,751,407
2 Other income	18	386,498	117,779
3 Total revenue (1+2)		19,400,113	197,869,186
4 Expenses			
(a) Cost of materials consumed	19.a	14,888,698	167,166,399
(b) Purchases of stock-in-trade		-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	19.b	9,634,134	(2,071,529)
(d) Employee benefits expense	20	5,988,648	15,996,783
(e) Finance costs	21	755,873	1,114,966
(f) Depreciation and amortisation expense	10	24,520,157	7,877,531
(g) Other expenses	22	10,042,701	11,386,506
5 Total expenses		65,830,211	201,470,656
6 Profit before exceptional and extraordinary items and tax (3-5)		(46,430,098)	(3,601,470)
7 Exceptional Items		-	-
8 Profit before Extraordinary Items and Tax (6-7)		(46,430,098)	(3,601,470)
9 Extraordinary Items		-	-
10 Profit / (Loss) before tax (8 ± 9)		(46,430,098)	(3,601,470)
11 Tax expense:			
(a) Current tax expense for current year		-	-
(b) (Less): MAT credit (where applicable)		-	-
(c) (Less): Current tax expense relating to prior years		-	-
(d) Net current tax expense		-	-
(e) Add: Deferred tax		86,966	843,847
12 Profit / (Loss) for the year (10 ± 11)		(46,343,132)	(2,757,623)
13 Earnings per share (of ₹ 10/- each):			
(a) Basic	22.2.a	(10.76)	(0.64)
(b) Diluted	22.2.b	(10.76)	(0.64)

See accompanying notes forming part of the financial statements

In accordance of our report of even date.

For, K. J. Shah & Co.
Chartered Accountants
Firm Reg. No.: 132369W

Kamlesh J. Shah
Proprietor
Membership No.: 042390
Place : Vadodara
Date : 18th August 2015

For and on behalf of the Board of Directors
Aditya Forge Limited

For, Aditya Forge Limited

Director / Authorised Signatory
Place : Vadodara
Date : 18th August 2015

For, Aditya Forge Limited

X Director
Director / Authorised Signatory

Aditya Forge Limited

Notes forming part of the Financial Statements

Particulars	As at 31 March, 2015		As at 31 March, 2014	
	No. of shares	₹	No. of shares	₹
Note 3 Share capital :				
(a) Authorised				
Equity shares of ₹ 10 each with voting rights	6,000,000	<u>60,000,000</u>	6,000,000	<u>60,000,000</u>
(b) Issued , Subscribed & Fully paid up				
Equity shares of ₹ 10 each with voting rights	4,308,600	43,086,000	4,308,600	43,086,000
Refer Notes as below;				
(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:				
At the beginning of the reporting period	4,308,600	43,086,000	4,308,600	43,086,000
Issued during the reporting period	-	-	-	-
Bought back during the reporting period	-	-	-	-
At the close of the reporting period	4,308,600	<u>43,086,000</u>	4,308,600	<u>43,086,000</u>
Total		<u>43,086,000</u>		<u>43,086,000</u>
(ii) Particulars of equity share holders holding more than 5% of the total number of equity share capital:				
(a) Nitin Parekh	1,120,400	11,204,000	1,082,800	10,828,000



Aditya Forge Limited

Notes forming part of the Financial Statements

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Note 4 Reserves and surplus :		
(a) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	(48,235,731)	(45,478,108)
Add: Profit / (Loss) for the year	(46,343,132)	(2,757,623)
Amounts allocated / transferred from / to:	-	-
Closing balance	(94,578,863)	(48,235,731)

Note 5 Long-term borrowings :

(a) Term loans		
From banks		
Secured	83,345,476	83,345,476
Unsecured	-	-
	<u>83,345,476</u>	<u>83,345,476</u>
From other parties		
Secured	-	-
Unsecured	-	-
	<u>-</u>	<u>-</u>
Total	83,345,476	83,345,476

Refer Notes:

(i) Details of terms of repayment for the other long-term borrowings and security provided in respect of the secured other long-term borrowings:

Particulars	Terms of repayment	Security Provided	As at 31 March, 2015 Secured ₹	As at 31 March, 2014 Secured ₹
Term loans from banks:				
Madhavpura Mercantile Co-op Bank Ltd (Equipment Finance)*	As per Original Sanction :Monthly Repayment	Secured against Hypothecation of Plant and Machinery	20,960,255	20,960,255
Madhavpura Mercantile Co-op Bank Ltd(Term Loan)*	As per Original Sanction :Monthly Repayment	Secured against Hypothecation of Plant and Machinery	31,929,316	31,929,316
Madhavpura Mercantile Co-op Bank Ltd (CC)*	* As per note below	First exclusive charge on the entire Current Assets for the Company	30,455,905	30,455,905
* Since, March 2001 the bank is not functioning and the proposal of OTS is under discussion. Hence, in the uncertain circumstances the amount is treated as long term liability irrespective whether it is Equipment loan or Cash Credit. MMCBL has proposed a scheme of OTS. In response to the same payment of Rs. 32,50,000/-has been made towards the OTS Scheme as 5% of OTS amount.				
			<u>83,345,476</u>	<u>83,345,476</u>

(ii) Details of long-term borrowings guaranteed by some of the directors or others:



Aditya Forge Limited
Notes forming part of the Financial Statements

Particulars	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
Note 6 Short-term borrowings :		
(a) Loans and advances from related parties		
Secured	-	-
Unsecured (from Directors)	3,210,377	2,741,469
(b) From bank		
Secured	-	-
Unsecured	-	-
Total	3,210,377	2,741,469
Refer Notes (i) & (ii)		
Note 7 Trade payables :		
Trade payables:		
Acceptances	21,082,819	40,732,272
Other than Acceptances	-	-
Total	21,082,819	40,732,272
Note 8 Other current liabilities :		
(a) Other payables		
(i) Statutory remittances (Contributions to PF & ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, TDS etc.)	7,862,651	11,462,338
(ii) Advances from Customers	16,176,632	67,988
(iii) Other Current Liabilities	25,129	25,153
Total	24,064,412	11,555,479
Note 9 Short-term provisions		
(a) Provision for employee benefits:		
(i) Provision for Salary & Wages	387,915	1,940,460
	387,915	1,940,460
(b) Provision - Others:		
(i) Provision for Current tax	-	-
(ii) Provision for expenses	-	10,907
(iii) Director remuneration	1,262,303	554,303
(iv) Auditor remuneration	256,349	121,349
	1,518,652	686,559
Total	1,906,567	2,627,019



Aditya Forge Limited

Notes forming part of the Financial Statements

Note 6 Short Term Borrowings: Cont...

(i) Details of security for the secured short-term borrowings:

Particulars	Nature of security	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
<u>(i) Loans and advances from related parties:</u>			
Nitin Rasiklal Parekh	Unsecured	2,646,637	2,691,469
Rekhaben Parekh	Unsecured	-	50,000
Nitin Rasiklal Parekh (HUF)	Unsecured	50,000	-
Sangita Adhvaryu	Unsecured	513,740	
Total - Loans and advances from related parties		<u>3,210,377</u>	<u>2,741,469</u>

(ii) Details of short-term borrowings guaranteed by some of the directors or others:

a. Loans repayable on demand from banks

The Loan mentioned at Notes 6 (i) is Unsecured and having no back up guarante. The Details of the same are as per above notes (i).



Aditya Forge Limited
Notes forming part of the Financial Statements
Note 10 :

A. Schedule of Tangible Assets :

Particulars	Gross Block			Depreciation		Net Block	
	As at 1/4/2014	Additions ₹	Ded. / Adj. ₹	As at 31/03/2015	As at 1/4/2014	As at 31/03/2015	31/03/2014
(i) Tangible Assets :							
Land	3,090,144	-	-	3,090,144	-	-	3,090,144
Building	28,505,127	-	-	28,505,127	14,803,435	16,236,046	13,701,692
Furniture & Fixture	1,841,609	-	-	1,841,609	873,672	1,200,981	967,937
Electrical Installation	7,434,188	-	-	7,434,188	4,539,917	6,361,756	2,894,271
Office Equipments	2,108,819	-	-	2,108,819	1,436,737	1,699,048	672,082
Computer & Software*	1,640,328	-	-	1,640,328	1,610,873	1,633,273	29,455
Vehicles	1,417,138	-	-	1,417,138	792,863	1,199,727	624,275
Dies & Jigs	43,300,122	-	11,233,400	32,066,722	10,742,239	3,483,857	32,557,883
Lab & Quality Control Equipment	1,339,127	-	-	1,339,127	262,653	547,923	1,076,474
Plant & Machinery	85,084,227	1,858,557	12,459,164	74,483,620	37,809,682	53,132,778	47,274,545
Total	175,760,829	1,858,557	23,692,564	153,926,822	72,872,071	6,904,646	102,888,758
Previous Year	174,452,854	1,495,976	188,001	175,760,829	64,994,540	72,872,071	102,888,753

b. Depreciation and amortisation relating to continuing operations:

Particulars	For the year ended		For the year ended	
	31 March, 2015	₹	31 March, 2014	₹
Depreciation and amortisation for the year on tangible assets as per Note 12	24,520,157	7,877,531	-	-
Less: Utilised from revaluation reserve	-	-	-	-
Depreciation and amortisation relating to continuing operations	<u>24,520,157</u>	<u>7,877,531</u>		



Aditya Forge Limited

Notes forming part of the Financial Statements

Particulars	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
Note 11 Current Investments		
(a) Madhavpura Mercantile Co-op Bank Ltd. (16,250 shares @ Rs.100 each)	1,625,000	1,625,000
(b) Baroda City Co-op Bank Ltd (660 shares @ Rs.10 each)	6,600	6,600
Total	1,631,600	1,631,600
Note 12 Inventories : (As certified by the Management) (Valued at cost)		
(a) Finished Goods	2,850,755	12,484,889
(b) Scrap	-	-
(c) Consumables	-	-
(d) Raw Material	-	-
(e) Work In Progress	-	-
Total	2,850,755	12,484,889
Note 13 Trade Receivables :		
(i) Trade receivables outstanding for a period exceeding six months from the date they were due for payment :		
Secured, considered good	-	-
Unsecured, considered good	1,826,628	1,831,655
Doubtful	-	-
	1,826,628	1,831,655
Less: Provision for doubtful trade receivables	-	-
	1,826,628	1,831,655
(ii) Other Trade receivables :		
Secured, considered good	-	-
Unsecured, considered good	3,637,671	6,538,342
Doubtful	-	-
	3,637,671	6,538,342
Less: Provision for doubtful trade receivables	-	-
	3,637,671	6,538,342
Total	5,464,299	8,369,997
Note:		
(i) Trade receivables include debts due from:		
Directors	N.A.	N.A.
Other officers of the Company	N.A.	N.A.
Firms in which any director is a partner	N.A.	N.A.
Private companies in which any director is a director or member:	N.A.	N.A.
Note 14 Cash and cash equivalents :		
(a) Cash on hand	1,161,283	9,587
(b) Balances with banks		
(i) In current accounts	282,753	48,165
Total	1,444,036	57,752



Aditya Forge Limited
Notes forming part of the Financial Statements

Particulars	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
Note 15 Short-term loans and advances :		
(a) Security deposits		
Unsecured, considered good	1,500,967	1,550,967
Doubtful	-	-
	<u>1,500,967</u>	<u>1,550,967</u>
Less: Provision for doubtful deposits	-	-
	<u>1,500,967</u>	<u>1,550,967</u>
(b) Advances to Suppliers		
Unsecured, considered good	3,358,010	513,487
Doubtful	-	-
	<u>3,358,010</u>	<u>513,487</u>
Less: Provision for doubtful loans and advances	-	-
	<u>3,358,010</u>	<u>513,487</u>
(c) Balances with government authorities		
Unsecured, considered good		
(i) CENVAT Receivable	332,411	26,647
(ii) VAT Receivable	-	-
(iii) Service Tax Credit Receivable	491,745	345,180
(iv) MAT Deposit Receivable	742,769	742,769
(v) TDS Receivable	1,832,580	1,486,515
(vi) Income Tax Refund	130,457	130,457
	<u>3,529,962</u>	<u>2,731,568</u>
(d) Prepaid expenses		
Advance Expenses Paid	34,669	20,972
	<u>34,669</u>	<u>20,972</u>
(e) Other advances		
Secured, considered good	-	-
Unsecured, considered good	481,600	512,601
Doubtful	-	-
	<u>481,600</u>	<u>512,601</u>
Less: Provision for other doubtful loans and advances	-	-
	<u>481,600</u>	<u>512,601</u>
Total	<u>8,905,208</u>	<u>5,329,595</u>
Note:		
(i) Short-term loans and advances include amounts due from:		
Directors	N.A	N.A
Other officers of the Company	N.A	N.A
Firms in which any director is a partner	N.A	N.A
Private companies in which any director is a director or member	N.A	N.A
15a Other current Assets		
(a) The company has opted for OTS scheme of MMCBL. The company paid @ 5% of OTS amount	3,250,000	3,250,000
(b) Interest receivable	109,933	-
Total	<u>3,359,933</u>	<u>3,250,000</u>



Aditya Forge Limited
Notes forming part of the Financial Statements

Particulars	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
Note 16 Contingent Liabilities :		
(b) Income tax demand outstanding for the Financial Year 2010-11, for which the company has filed an appeal.	7,751,550	-
(b) Income tax demand outstanding for the Financial Year 2011-12, for which the company has filed an appeal.	1,750,510	-
Total	9,502,060	-



Aditya Forge Limited
Notes forming part of the Financial Statements

Particulars	For the year ended 31 March, 2015 ₹	For the year ended 31 March, 2014 ₹
-------------	-------------------------------------------	-------------------------------------------

Note 17 Revenue from operations :

(a) Sale of products @ (Refer Note (i) below)	1,531,167	195,521,192
(b) Sale of services @ (Refer Note (ii) below)	16,705,312	36,780
(C) Others @ (Refer Note (iii) below)	777,136	2,193,435
Total	19,013,615	197,751,407

Notes:

(i) Sale of products comprises :
(As per Note 21 Additional Information to Financial Statements)

(ii) Sale of Services comprises :

(a) Jobwork Income	16,705,312	36,780
(iii) Other Income from Operation	777,136	2,193,435

Note 18 Other income :

(a) Interest income (Refer Note (i) below)	122,148	117,779
(b) Other non-operating income (net of expenses directly attributable to such income) (Refer Note (ii) below)	264,350	-
Total	386,498	117,779

Notes:

(i) Interest income comprises:
Other interest

	122,148	117,779
Total	122,148	117,779

(ii) Profit on sale of assets

	264,350	-
Total	264,350	-



Aditya Forge Limited
Notes forming part of the Financial Statements

Particulars	For the year ended 31 March, 2015 ₹	For the year ended 31 March, 2014 ₹
Note 19.a Cost of materials consumed :		
Opening stock	-	-
Add: Purchases	14,888,698	167,166,399
	<u>14,888,698</u>	<u>167,166,399</u>
Less: Closing stock	-	-
Cost of material consumed	<u>14,888,698</u>	<u>167,166,399</u>
<u>Material consumed comprises:(Under Broad Head) :</u> (As per Note 21 Additional information to Financial Statements)		
Note 19.b Changes in inventories of finished goods, work-in-progress and stock-in-trade :		
<u>Inventories at the end of the year:</u>		
Finished goods	2,850,755	12,484,889
Scrap	-	-
Consumables	-	-
Work in progress	-	-
	<u>2,850,755</u>	<u>12,484,889</u>
<u>Inventories at the beginning of the year:</u>		
Finished goods	12,484,889	-
Scrap	-	-
Consumables	-	-
Raw Materials	-	-
Work in progress	-	10,413,360
	<u>12,484,889</u>	<u>10,413,360</u>
Net (Increase) / decrease	<u>9,634,134</u>	<u>(2,071,529)</u>
Note 20 Employee benefits expense :		
Salaries,wages & Bonus	5,844,468	15,945,356
Contributions to provident and other funds	65,412	42,133
Staff welfare expenses	78,768	9,294
Total	<u>5,988,648</u>	<u>15,996,783</u>
Note 21 Finance Cost :		
(a) Interest expense on:		
(i) Borrowings MNCB	-	-
(ii) Others		
- Interest on CENVAT	623,131	1,368
- Interest on VAT	79,905	21,413
- Interest on Raw Material Supplier	-	1,070,286
- Interest on Service Tax	2,480	1,931
- Interest on TDS	-	-
(b) Other borrowing (Bank Charges & Commission) costs	50,357	19,968
Total	<u>755,873</u>	<u>1,114,966</u>



Aditya Forge Limited
Notes forming part of the Financial Statements

Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
	₹	₹
Note 22 Other expenses :		
Administrative Exps.	2,118,459	2,826,205
Selling & Distribution Exps.	39,705	155,233
Manufacturing & Others	853,326	613,490
Directors Remuneration	1,080,000	1,080,000
Electricity Charges	5,164,846	5,765,435
Rates & Taxes	730,330	932,054
Misc.Exps	43,871	10,689
Professional Tax	-	2,400
Prior Period Expense	9,078	-
Service Tax	3,086	1,000
Total	10,042,701	11,386,506



Aditya Forge Limited
Notes forming part of the Financial Statements

Note	Particulars	As at 31 March, 2015 ₹	As at 31 March, 2014 ₹
Note 23 Disclosures under Accounting Standards :			
23.1	Deferred tax (liability) / asset :	1,839,398	995,551
	<u>Tax effect of items constituting deferred tax liability :</u>		
	On difference between book balance and tax balance of fixed assets	-	-
	Tax effect of items constituting deferred tax liability	-	-
	<u>Tax effect of items constituting deferred tax assets :</u>		
	On difference between book balance and tax balance of fixed assets	281,443	2,730,898
	Tax effect of items constituting deferred tax assets	86,966	843,847
	Net deferred tax (liability) / asset	1,926,364	1,839,398
The Company has recognised deferred tax asset on depreciation to the extent of the difference between the book balance and the written down value of fixed assets under Income Tax.			
23.2	Earnings per share :		
23.2.a	Basic		
	Net profit / (loss) for the year	(46,343,132)	(2,757,623)
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year attributable to the equity shareholders	(46,343,132)	(2,757,623)
	Weighted average number of equity shares	4,308,600	4,308,600
	Par value per share	10	10
	Earnings per share - Basic	(10.76)	(0.64)
23.2.b	Diluted		
The diluted earnings per share has been computed by dividing the Net Profit After Tax available for Equity Shareholders by the weighted average number of equity shares, after giving dilutive effect of the outstanding Warrants, Stock Options and Convertible bonds for the respective periods. Since, the effect of the conversion of Preference shares was anti-dilutive, it has been			
	Net profit / (loss) for the year	(46,343,132)	(2,757,623)
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year attributable to the equity shareholders	(46,343,132)	(2,757,623)
	Add: Interest exp. and exchange fluctuation on convertible bonds (net)	-	-
	Profit / (loss) attributable to equity shareholders (on dilution)	(46,343,132)	(2,757,623)
	Weighted average number of equity shares for Basic EPS	4,308,600	4,308,600
	Add: Effect of warrants, ESOPs & Convertible bonds which are dilutive	-	-
	Weighted average number of equity shares - for diluted EPS	4,308,600	4,308,600
	Par value per share	10	10
	Earnings per share - Diluted	(10.76)	(0.64)



Aditya Forge Limited

Notes forming part of the Financial Statements

Note	Particulars	
Note 23 Disclosures under Accounting Standards (contd.)		
23.3.a Related party transactions		
Details of related parties:		
Description of relationship		
Key Management Personnel (KMP)	1. Nitin Parekh	
Company / Firm in which KMP / Relatives of KMP can exercise significant influence	1. Aditya Exim Ltd. 2. Harilal & Sons 3. Delta Stainless Pvt. Ltd. 4. Nitin Parekh (HUF)	
Note: Related parties have been identified by the Management.		
23.3.b Details of related party transactions during the year ended 31 March, 2015 and balances outstanding as at 31 March, 2015:		
	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
Purchase of goods/Consumables/Capital goods		
1. Harilal & Sons	28,472	77,928
3. Aditya Exim Ltd.	1615420*	138,850,150
Sale of goods		
1. Delta Stainless Pvt. Ltd.	467,200	467,200
2. Aditya Exim Ltd.	-	193,857,777
Receiving of services	-	
1. Remuneration Paid to Nitin Parekh	1,080,000	1,080,000
2. Labour charges paid to Delta Stainless Pvt. Ltd.	1,075,151	-
Rendering of services		
1. Aditya Exim Ltd	3,937,311	-
Balances outstanding at the end of the year		
Trade receivables		
1. Harilal & Sons	13,846	42,318
2. Aditya Exim Ltd.	-	5,675,992
3. Delta Stainless Pvt. Ltd.	2,654,432	-
Trade payables		
1. Delta Stainless Pvt. Ltd.	-	7,343,298
2. Aditya Exim Ltd.	15,508,644	-
Borrowings	-	
1. Nitin Parekh	2,646,637	2,691,469
2. Rekha Parekh	-	50,000
3. Nitin Parekh (HUF)	50,000	-

* figures are net of tax



Aditya Forge Limited

Cash Flow Statement prepared pursuant to clause 32 of listing agreement
for the year ended as on 31st March, 2015

Particulars	2014-15 (₹)	2013-14 (₹)
A) Cash Flow from Operating Activities:		
Profit / (Loss) for the year before Tax	(46,430,098)	(3,601,470)
Adjustments for:		
Add : Net Increase and Decrease in Accumulated Depreciation	24,520,157	7,877,531
Interest Paid (Net)	755,873	1,114,966
Miscellaneous Expd. W-off (Incl Deferred Revenue Expd.)	-	-
Less : Tax Adjustments For Prior Year/FBT/DTL	-	-
Operating Profit/(Loss) Before Working Capital Changes	(21,154,068)	5,391,027
Adjustments for:		
Add : Decrease in Sundry Debtors	-	-
Add : Increase in Current Liabilities	(7,860,971)	8,208,115
Add : Decrease in Loans and Advances	-	-
Add : Decrease in Inventory	-	-
Less : Decrease in Current Liabilities	-	-
Less : Increase in Loans and Advances	3,685,546	1,161,830.00
Less : Increase in Inventory	(9,634,134)	2,071,529
Less : Increase in Sundry Debtors	(2,905,698)	6,309,159
Cash Generated from Operations.	993,315	(1,334,403)
Less : Interest Paid	755,873	1,114,966
Cash flow before extraordinary item	(20,916,627)	2,941,658
Net Cash Generated from (used) in Operating Activities (A)	(20,916,627)	2,941,658
B) Cash Flow from Investing Activities:		
Less : Purchase or Investment in Fixed Assets (Net)	(21,834,007)	1,307,975
Add : Reduction in Advance against Capital Goods	-	-
Less : Increase in Advance against Capital Goods	-	-
Net cash used in investing activities (B)	21,834,007	(1,307,975)
C) Cash Flow from Financial Activities:		
Add: Proceeds from Long term borrowings	-	-
Less : Repayment of long term borrowings	-	-
Less : Repayment of Short term borrowings	(468,908)	2,428,937
Net Cash Generated (Used) in Financing Activities (C)	468,908	(2,428,937)
Net Increase /(Decrease) in Cash and Cash Equivalents (A+B+C)	1,386,288	(795,254)
Cash and Cash Equivalents at the Beginning of the Period	57,750	853,004
Cash and Cash Equivalents at the End of the Period	1,444,038	57,750

* Note : Last year comparative figure are derived from the last years Audited Cash Flow Statement.

AUDITOR'S CERTIFICATE

The above Cash Flow Statement has been compiled from and is based on the audited accounts of **ADITYA FORGE LIMITED** for the year ended **31st March 2014**. According to the informations and explanations given the aforesaid Cash Flow Statement has been prepared pursuant to Clause 32 of the Listing Agreements with the Stock Exchanges and the reallocations required for the purpose are as made by the Company.

Place: Vadodara
Date : 18th August 2015

For, K. J. Shah & Co.
Chartered Accountants
Firm Reg. No.: 132369W

Kamlesh J. Shah
Proprietor
Membership No.: 042390



Note 1: Corporate Information:

Aditya Forge Limited is a Public Limited Company engaged in the business of Manufacturing and Trading of Forged Flanges and ancillary items.

Note 2: Statement of Significant Accounting Policies:

2.1 Basis of Preparation:

The Financial statements of the Company have been prepared to comply in all material respects with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting standards notified under the relevant provisions of the Companies Act, 2013.

The Financial Statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those applied in the previous year.

2.2 Use of Estimates:

The preparation of financial statements in conformity with Indian GAAP requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosures of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

2.3 Fixed assets:

Fixed assets are stated at Cost less accumulated depreciation, if any. Cost comprises purchase price and any other attributable cost of bringing the assets to its working condition for its intended use.

2.4 Method of Depreciation:

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value by following (WDV) Method without giving retrospective effect. Until last year, the company followed Straight Line Method for charging depreciation. Depreciation is provided based on the useful life of the assets as prescribed in the Schedule II to the Companies Act, 2013.

2.5 Inventories:

Inventories comprising of Raw Material, Stores & Spares and Semi-finished goods are stated at cost (arrived at on the first in first out method with the inclusion of appropriate manufacturing overheads where applicable) or net realizable value whichever is less. Finished Goods are valued at cost or market value whichever is lower.

2.6 Unsecured Loans:

It comprises of Business Loans taken from Directors and their relatives. During the year these loans were taken as per the guidelines of the Companies Act, 2013. The said loans are as such not secured hence the same are shown under the head Unsecured Loans.

2.7 Revenue Recognition:

Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection.



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

2.8 Retirement and other Employee benefits:

a. Retirement Benefits in the form of Provident Fund are charged to the profit and loss account of the period when the contributions to the respective funds are due and thereafter the same are deposited under the scheme framed under the Employees Provident Fund and Misc. Provision Act, 1952. There are no obligations other than contribution payable to the respective fund.

b. Gratuity- the company follows cash system of accounting of gratuity and leave encashment and has not obtained actuarial valuation of the present value of gratuity liability & unutilized leave benefit. Hence Liability for the same is not quantified and provided for.

2.9 Income Taxes:

(i) Income Tax: Tax expenses comprise of Current Tax and Deferred Tax. Current Tax is measured at the amount expected to be paid to the tax authorities in accordance with the applicable tax rates.

(ii) Deferred Taxes : As per the requirements of the Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the Asset is created for the excess amount to be deferred. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years, if any.

Deferred Tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

Deferred tax assets on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each balance sheet date, the carrying amount of deferred tax assets is reviewed to reassess realization

2.10 Provisions:

A provision is recognized when an enterprise has a present obligation as a result of past events and its probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present values and are determined based on best estimate required to settle the obligations at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

2.11 Contingent Liabilities:

Contingent Liabilities are disclosed unless the possibility of outflow of resources is remote. The Income Tax demand is of very recent one. The Company has preferred an Appeal before Commissioner of Income Tax (Appeal-I), Baroda. The company is very sanguine about the results thereof in their favor. Contingent assets are neither recognized nor disclosed in the financial statements.

We have been informed by the management that, their banker namely Madhavpura Mercantile Co-operative Bank Ltd. has gone into liquidation. The MNCB Ltd had offered the settlement under OTS for an amount of Rs.4.75 Crores (against outstanding of the Term Loan facility amounting to Rs. 4.19 Cr. and Cash Credit facility of Rs. 2.22 Cr.) The matter is under re-consideration by the bank. The management has provided for interest based on communication from Bank dated 04/01/2012. Based on legal opinions taken by the Company's Lr. Solicitors the Company believes that it has good cases in respect of the settlement of account under OTS offered in 2008-2009. To the extent of un-provided



interest the Losses are under stated. The portion of un-provided interest Liability shall stand as contingent liability.

2.12 Cash and Cash Equivalents:

Cash and Cash Equivalent comprises of Cash on hand, Cash at Bank and Cheques in Hand.

2.13 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:

Micro, Small & Medium Enterprise on Terms & Section 22 of the Micro, Small and Medium enterprise development Act, 2006 have been determined to the existing parties have been identified on the basis of information available with the company and relied upon by the auditors, the company has not received information from the suppliers regarding the status under the Micro, Small and Medium Enterprise Development Act 2006 and hence Disclosure if any relating to amount unpaid as the year and together with interest payable as required under the said act hence not been given.

The accounts have been prepared on "Going concern Concept". Since, the company does not have intention to suspend the operational activities.

2.14 Previous year Figures:

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

2.15 Additional information:

All Debit & Credit balances of Creditors/Suppliers are subject to confirmations & reconciliation. As reported by the directors, the entire amount has been confirmed as payable in case of Creditors/Suppliers.

In respect of statutory dues it is explained by the management that the Company has become sick and is having scarcity of funds and hence payments could not be made towards statutory dues which are due for more than six months.



2.16 Additional information to financial statements:

1. Sale of Product Comprises: (Under Broad Head):

Manufactured Goods:

Finished Goods	2014-15 ₹	2013-14 ₹
Flanges	15,31,167	19,55,21,192
Fittings		
Total	15,31,167	19,55,21,192

2. Consumption of Raw material Imported & Indigenous : (Under Broad Head):

Indigenous Goods:

Raw Material	2014-15		2013-14	
	₹	%	₹	%
Rough Forgings	18,90,330	100%	14,92,61,578	100%
Pipes& Pipe Fittings		0%		0%
Total	18,90,330	100%	14,92,61,578	100%

3. Foreign Currency Transaction:

		Year 2014-15 (Rupees)	Year 2013 - 14 (Rupees)
(a)	C.I.F. Value of imports	NIL	NIL
(b)	Expenditure in Foreign Currency	NIL	NIL
(c)	FOB Value of Exports	NIL	NIL
(d)	Amount remitted during the year in Foreign currency in respect of dividend	NIL	NIL

