VIBHOR STEEL TUBES PRIVATE LIMITED

Annual Report 2017-18

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of the members of **VIBHOR STEEL TUBES PRIVATE LIMITED** will be held on Saturday 29th day of September 2018 at 11:OO A.M. at Registered office of the Company at to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements for the year ended March 31, 2018 together with the Report of Director's and Auditors' Report.

2. To appoint of auditors and fix their remuneration

   "RESOLVED THAT pursuant to the provisions of Section 139 and all other applicable provisions of the Companies Act, 2013, (including any statutory modification(s) or re-enactment thereof for the time being in force), M/s. M.K.G Associates, Chartered Accountants (Membership No. 086471) be and is hereby appointed as Auditor of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting of the Company to be held in the year 2019 (subject to ratification of the appointment by the members at every AGM held after this AGM) at such remuneration as shall be fixed by the Board of Directors of the Company."

By Order of the Board of Directors

For Vibhor Steel Tubes (P) Ltd.

Director

For Vibhor Steel Tubes (P) Ltd.

Director

03/09/ 2018
Hisar

Notes:

(a) A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
(b) A blank proxy form is attached with this Notice.
(c) The instrument appointing proxy must be deposited at the registered office of the Company not less than 48 hours before commencement of the meeting

VIBHOR STEEL TUBES PRIVATE LIMITED
CIN -U27109HR2003PTC035091
2139/1553, Thandi Sadak, Hisar, Haryana-125001

DIRECTORS' REPORT

To the Members of
Vibhor Steel Tubes Pvt. Ltd.
Hisar

Your Directors have pleasure in presenting the Annual Report along with the Audited Financial statements for the year ended 31" March 2018.

FINANCIALS & OPERATIONS

Particulars	2018	2017
Revenue from operations	4520524081.51	2957217607.37
Less: Total Expenses including Depreciation	4356298444.92	2802612298.03
Profit Before Tax	**164225636.59**	**154305309.34**
Less: Provision for Tax	50077565.00	55849500.00
Provision for CSR	0	1858883.00
Profit/ Loss after tax for the year	**114148071.59**	**96896926.34**

STATE OF AFFAIRS OF THE COMPANY

1. The Company is engaged in the business of Manufacturing of steel product. There has been no change in the business of the Company during the financial year ended 31st March, 2018

The highlights of the Company's performance are as under:-

i. Revenue from operations increased from Rs.295.72 Croes to 452.05 Rs. Crores

ii. Net Profit for the year increased from Rs 9.69 crores to Rs. 11.41 crores

iii. Earnings per share have increased from Rs. 7.78 to Rs. 8.05

DIVIDEND

For future requirement of the funds, directors think it prudent not to recommend any dividend for financial year 2017-2018.

MATERIAL CHANGES & COMMITMENTS

There are no material changes and commitments between the end of the Financial Year of the Company to which the Balance Sheet relates and the date of the report which affect the financial position of the Company

For Vibhor Steel Tubes (P) Ltd.
Director

For Vibhor Steel Tubes (P) Ltd.
Director

VIBHOR STEEL TUBES PRIVATE LIMITED

CIN -U27109HR2003PTC035091

2139/1553, Thandi Sadak, Hisar, Haryana-125001

DIRECTORS' REPORT

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For Vibhor Steel Tubes ...
Director

For Vibhor Steel Tubes ...
Director

AUDITORS & AUDITORS REPORT

M/s M.K.G. Associates, Chartered Accountants (Membership No. 086471) as auditors hold office until the conclusion of Annual General Meeting and offers themselves eligible for re-appointment.

The Company has received letters from them to the effect that their re-appointment, if made, would be within the prescribed limits under Section 141(3)(g) of the Companies Act, 2013 and that they are not disqualified for re-appointment.

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

DIRECTORS

There was no change in composition of the Board of Director during the year as given.r

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, Directors hereby confirms that:

(i) in preparation of Annual Accounts for the year 2017-18, the applicable accounting standards have been followed and there are no material departures;

(ii) They have selected such Accounting policies and applied them consistently and made judgments they 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 financial year;

(iii) They have taken proper and sufficient care to the best of their knowledge and ability for 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 fraud and other irregularities;

(iv) They have prepared annual accounts on a going concern basis.

(v) 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.

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

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review

CORPORATE SOCIAL RESPONSIBILITY

The Company has developed and implemented Corporate Social Responsibility initiatives as the provision of section 135 of the Companies Act, 2013.
Average net profit for F.Y. 2014-15 to 2016-17 Rs 103757356.60
CSR Expenditure Prescribed for F.Y 2017-18 (2% of average profit) of Rs 2075147.00
CSR Expenditure spent during the year [2017-18] of Rs 1876400/- FOR THE FY 2016-17
Balance CSR Expenditure for FY 2017-18 Rs 2075147.00

FIXED DEPOSITS

During the year, the Company has not accepted any deposit as per the provisions of the Companies Act, 2013.

For Vibhor Steel Tubes (P) Ltd. For Vibhor Steel Tubes (P) Ltd.

Director Director

CONTRACT OR ARRANGEMENTS WITH RELATED PARTIES

There was no contract or arrangements with related parties as defined under section 188 of the Companies act, 2013 during the year under review.

PARTICULARS OF EMPLOYEES

There was no employee who was in receipt of remuneration in aggregate of not more than the sum as specified pursuant to section 197 (12) of the Companies Act, 2013 and read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

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

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee is not applicable to the Company and hence the Company has not devised policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

BOARD MEETING HELD DURING THE YEAR

During the year 10 meetings of the Board of Directors were held. The dates on which board meeting were held are as follow:

30-04-2017, 15-05-2017, 14-07-2017, 26-09-2017, 10-10-2017, 01-11-2017, 14.12.2017, 22-12-2017, 04.01.2018, and 26-03-2018

EXTRACT OF ANNUAL RETURN

Extract of Annual Return of the Company is annexed herewith as **Annexure 'A'** to this report

ACKNOWLEDGEMENTS

The Board expresses its sincere gratitude to Shareholders, Bankers, Central and State Government officials for their continued support.

For and on Behalf of Board of Directors

For Vibhor Steel Tubes (P) Ltd.

Director

For Vibhor Steel Tubes (P) Ltd.

Director

Director

Director

12/07/2018
Hisar

Annexure 'A'

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2018

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U27109HR2003PTC035091
2.	Registration Date	16-04-2003
3.	Name of the Company	Vibhor Steel Tubes Private Limited
4.	Category/Sub-category of the Company	Private Limited Company/Company Having Share Capital
5.	Address of the Registered office & contact details	2139/1553, Thandi Sarak, Hisar, Haryana-125001
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A

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)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Manufacturing of Steel Tubes		100%

III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No	Name of Company	Address of Company	CIN/GLN	Holding/ Subsidiary/ Associates	% of shares held	Applicable Section
NIL						

For Vibhor Steel Tubes (P) Ltd.

Director

For Vibhor Steel Tubes (P) Ltd.

Director

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

A) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2017]				No. of Shares held at the end of the year[As on 31-March-2018]				% Chang during the yea
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Share	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	11246000	11246000	82.58		11246000	11246000	79.29	3.38
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A)	-	11246000	11246000	82.58		11246000	11246000	79.29	3.38
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.	-	400000	400000	2.97	-	400000	400000	2.82	.15
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	1808500	1808500	13.44	-	2537000	2937000	17.88	4.44
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	2208500	2208500	17.99	-	2937000	2937000	20.71	7.26
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	2208500	2208500	17.99	-	29737000	2937000	20.71	7.26
C. Shares held by Custodian for GDRs &	-	-	-	-	-	-	-	-	-

For Vibhor Steel Tubes (P) Ltd.

Director

For Vibhor Steel Tubes (P) Ltd.

Director

ADRs									
Grand Total (A+B+C)	-	12454500	124545000	100.00	-	14183000	14183000	100.00	-

B) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change During the Year
		No. of Shares	% of total Shares	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	VIJAY KAUSHIK	3629363	26.98	-	3629363	25.59	-	1.40
2	VIJAY LAXMI KAUSHIK	4245763	31.55	-	4245763	29.93	-	1.62
3	VIBHOR KAUSHIK	3370874	25.05	-	3370874	23.77	-	1.29
	Total	11246000	82.58		11246000	79.29	-	

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

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	11246000	79.29	11246000	
	Date wise Increase Shareholding during the year specifying the reasons for increase allotment of equity shares etc.):	-	-	-	-
	At the end of the year	11246000	79.29	11246000	

D) 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		Shareholding at the ending of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	BALABIR SINGH	79000	-	79000	
2	RAMESH SAGAR	75000		75000	
3	JINDAL PIPE LIMITED	250000		250000	
4	RN SECURITIES PVT. LTD.	150000		150000	
5	VIJAY PAL SINGH	300000		300000	

For Vibhor Steel Tubes (P) Ltd.

Director

For Vibhor Steel Tubes (P) Ltd.

Director

6	ANITA MALHOTRA	91000	-	91000	
7	SANJAY DIWAN HUF	220000	-	220000	
8	VANITA SHARMA	250000	-	250000	
9	SAMEER MALHOTRA	107000	-	107000	
10	KIRAN PUNDIR	320000	-	320000	

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

SN	Shareholding of each Directors and each Key Managerial Personnel	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	VIJAY KAUSHIK	36293630	29.14	3629363	25.59
2	VIJAY LAXMI KAUSHIK	33457630	26.86	4245763	29.93
3	VIBHOR KAUSHIK	32708740	26.26	3370874	23.77
4	SURESH BAID	0	0	0	-
5	HEMANT KHURANA	0	0	0	-
6	PRATIMA SANDHIR	0	0	10000	.070

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	534291763.81	107621702	-	641913465.81
ii)Interest due but not paid	-	-	-	-
iii)Interest accrued but not due	-	-	-	-
otal(i+ii+iii)	**534291763.81**	**107621702**	-	**641913465.81**
Change in Indebtedness during the financial year				
· Addition	306478522.09	8343394.93	-	314821917.02
· Reduction		-	-	-
Net Change	306478522.09	8343394.93	-	**314821917.02**
Indebtedness at the end of the financial year				
i)Principal Amount	840770285.90	115965096.93	-	956735382.83
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total(i+ii+iii)	**840770285.90**	**115965096.93**	-	**956735382.83**

For Vibhor Steel Tubes (P) Ltd.
Director

For Vibhor Steel Tubes (P) Ltd.
Director

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. no.	Particulars of Remuneration	VIJAY KAUSHIK	VIJAY LAXMI KAUSHIK	VIBHOR KAUSHIK	PRATIMA SAMDHIR
1	Gross salary	6000000.00	3600000.00	8400000.00	6000000.00
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	- others, specify				
5	Others, please specify				
	Total (A)	6000000.00	3600000.00	8400000.00	6000000.00
	Ceiling as per the Act				

B .Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors	Total Amount
	1. Independent Directors	NIL	
	· 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)		

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

Sl. no.	Particulars of Remuneration	Key Managerial Personnel		
				Total
1	Gross salary	NIL		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961			
	(b) Value of perquisites u/s17(2) Income-tax Act, 1961			
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			
2	Stock Option			
3	Sweat Equity			
4	Commission			
	- as % of profit			
	- Others, specify...			
5	Others, please specify			
	Total			

For Vibhor Steel Tubes (P) Ltd

Director

For Vibhor Steel Tubes (P) Ltd

Director

XII. 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			NIL		
B. DIRECTORS					
Penalty					
Punishment					
Compounding			NIL		
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding			NIL		

For Vibhor Steel Tubes (P) Ltd.
Director

For Vibhor Steel Tubes (P) Ltd.
Director

VIBHOR STEEL TUBES PRIVATE LIMITED

AUDITED BALANCE SHEET

FINANCIAL YEAR : 2017-18

AUDITORS :

M. .K. G. ASSOCIATES
[Chartered Accountants]
71, 2nd Floor, Arya Samaj Market
Outside Nagori Gate, Hisar (Haryana)
Ph.(o) 01662-237210 (M) 9416122559,8816922557

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

INDEPENDENT AUDITORS REPORT

To,

The Members of,

M/s Vibhor Steel Tubes Private Ltd.

Hisar [Haryana]

Report on the Financial Statement

1. We have audited the accompanying financial statements of **M/s Vibhor Steel Tubes Private Ltd.**, which comprises Balance Sheet as at 31st Mar 2018, the Statement of Profit and Loss account and cash flow statement for the year then ended, and a Summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

- **Auditor's Responsibility**

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

We have taken into account the provision 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.

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedure 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 assessment, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

4. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31-Mar-2018, and its Profit for the year ended on that date.

Report on Other Legal and Regulatory Requirements

5. As required by the Companies (Auditor's Report) Order, 2016 (the Order) issued by the Central Government in terms of Section 143 (11) of the Act, we enclosed in the annexure a statement on matters specified in paragraph 3 & 4 of the said order.

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

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

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

e) In our opinion there are no observations or comments on the financial transactions, which may have an adverse effect on the functioning of the Company.

f) On the basis of the written representations received from the directors as on 31st Mar 2018 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st Mar 2018 from being appointed as a directors in terms of section 164(2) of the Act.

g) Report on the Internal Financial Controls under Clause (1) of Sub-section 3 of section 143 of the companies Act, 2013 ("the Act")- is enclosed an annexure to this report.

h) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. As informed to us the Company does not have any pending litigations which would impact its financial position]

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

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For M.K.G. ASSOCIATES,
CHARTED ACCOUNTANTS
[FRN -008219N]

M.K.G. Associates HISAR Chartered Accountants

[CA. Mukesh Kumar Gupta]
M.No.086471

Place: HISAR
Date: 12/07/2018

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

ANNEXURE - Report under the Companies (Auditor's Report) Order, 2016

Referred to in of our report of even date

In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that: -

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

1 b.) As explained to us, all the assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.

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

2) As explained to us, the inventory has been physically verified at reasonable intervals during the year by the management. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material. The discrepancies have been properly dealt with in the books of accounts)

3) As explained to us, the company had not granted any loans, secured or unsecured, to any companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act.

4) The company has not given any loans, investments guarantees, and security

5) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits in contravention of Directives issued by Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under, where applicable . No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

6) It has been explained to us that the maintenance of cost records has not been prescribed under section 148(1) of the Act.

7 a.) According to the records of the company the company is generally 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, service tax, custom duty, excise duty, Cess and other material statutory dues applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, Service Tax, sales tax, custom duty, excise duty and Cess were in arrears, as at 31-Mar-2018 for a period of more than six months from the date they became payable.

7 b.) According to the information and explanations given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, excise duty and Cess which have not been deposited on account of any dispute.

8) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion, the company has not defaulted in repayment of dues to a financial institution, bank, Government or dues to debenture holders

9) The company has not raised moneys by way of initial public offer or further public offer (including debt instrument) and term loans

10) Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit that causes the financial statements to be materially misstated.

11) The Managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

12) The company is not a Nidhi Company hence this clause is not applicable.

13) Based upon the audit procedures performed and according to the information and explanations given to us, All transactions with related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial statements etc. as required by the applicable accounting standards.

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

14) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

15) The company has not entered into any non-cash transactions with directors or persons connected with him.

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

For M.K.G. ASSOCIATES.
CHARTED ACCOUNTANTS
[FRN -008219N]

[CA. Mukesh Kumar Gupta]
M.No.086471

Place: HISAR
Date: 12/07/2018

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF M/S VIBHOR STEEL TUBES PRIVATE LIMITED

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

We have audited the internal financial controls over financial reporting of ('the Company') as of 31-Mar-2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

M.K.G. Associates Chartered Accountants HISAR (Haryana)

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2)provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3)provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31-Mar-2018.

For M.K.G. ASSOCIATES.
CHARTED ACCOUNTANTS
[FRN -008219N]

[CA. Mukesh Kumar Gupta]
M.No.086471

Place: HISAR
Date: 12/07/2018

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/s Vibhor Steel Tubes Private Limited, Hisar [Haryana]

Balance Sheet As On 31st March, 2018

Particulars	Note	Amount (RS)	Amount (RS)
		2017-18	2016-17
I. Equity & Liabities			
(1) Shareholder's Fund:-			
(a) Share Capital	1	14,18,30,000.00	13,45,45,000.00
(b) Reserve &Surplus	2	34,30,73,782.51	23,07,84,593.92
(2) Share Application Money Pending Allotment		-	**18,85,000.00**
(3) Non Current Liabities			
(a)Long Term Borrowings	3	25,64,95,857.84	16,18,05,109.72
(b) Deffered Tax Liabities (Net)		-	-
(c) Other Long Term Liabities		-	-
(d) Long Term Provisions		-	-
(4) Current Liabities			
(a) Short Term Borrowings -Secured Loan	4	70,02,39,524.99	48,01,08,356.09
(b) Trade payables	5	46,35,84,707.78	29,03,49,252.19
(c) Other Current Liabities	6	2,95,09,762.08	4,54,38,619.04
(d) Short term Provisions	7	5,00,77,565.00	5,58,49,500.00
Total		1,98,48,11,200.20	1,40,07,65,430.96
II. Assets			
(1)Non -Current Assets			
(a) Fixed Asse ts			
Tangible Assets	7	52,39,79,196.51	43,10,95,917.32
(b) Non Current Investments		-	-
(c) Deffered Tax Assets Net		-	-
(d) Intangible Assets	8	15,43,032.27	1,86,84,384.66
(e) Other Non-Current Assets	9	28,53,865.50	27,44,194.00
(2) Current Assets			
(a) Current Investments		-	-
(b) Inventories	10	59,45,83,788.00	46,08,58,860.93
(c) Trade Receivables	11	51,90,60,682.06	31,83,16,337.58
(d) Cash &Cash Equivalents	12	12,02,37,045.06	3,98,79,487.11
(e) Short Term Loans & Advances	13	22,25,53,590.80	12,91,86,249.36
(f)Other Current Assets		-	-
Total		1,98,48,11,200.20	1,40,07,65,430.96
Significant Accounting Policies			-
Notes On Financial Statements	1 TO 22		

As Per Our Report On Even Date
For M.K.G. Associates
Chartered Accountants
[Firm Registration No. 008219N]

(Mukesh Kumar Gupta)
Prop
M.No. 086471
DATE:- 12/07/2018
PLACE:- Hisar

For & On Behalf Of The Board

(Director)
DIN-02249672

(Director)
DIN-019834866

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/S VIBHOR STEEL TUBES PRIVATE LIMITED, HISAR [HARYANA]

Statement of Profit & Loss for the year ended 31-03-2018

Particulars	Note	Amount (RS)	Amount (RS)
		2017-18	2016-17
Income			
Revenue From Operation	14	4,46,67,61,488.71	2,95,06,59,645.78
Other Income	15	5,37,62,592.80	65,57,961.59
Total		**4,52,05,24,081.51**	**2,95,72,17,607.37**
Expenditure:-			
Operating Expenses	16	3,89,53,71,691.58	2,41,47,17,880.86
Changes In Inventories Finished Goods		(14,90,15,026.00)	(6,34,59,984.00)
Employee Benefits Expenses	17	10,49,54,744.00	6,48,74,068.57
Finance Cost	18	11,76,04,139.99	7,76,64,983.93
Other Exp.	19	34,45,02,838.35	27,69,79,946.67
Depreciation and Amortization Expenses	20	4,28,80,057.00	3,18,35,402.00
		-	
Total		**4,35,62,98,444.92**	**2,80,26,12,298.03**
Profit Before Tax		16,42,25,636.59	15,46,05,309.34
Provision For Tax		5,00,77,565.00	5,58,49,500.00
Provision for Corporate Social Responsibility Reserve		-	18,58,883.00
Tax For Earlier Years		-	-
Profit For The Year		11,41,48,071.59	9,68,96,926.34
Earning Per Equity Share Of Face Value Of Rs.10 Each			
Basic (in Rs.)	21	8.05	7.78
Significant Accounting Polices			
Notes On Financial Statements	1 To 22		

As Per Our Report On Even Date

For M.K.G. Associates
Chartered Accountants
[Firm Registration No. 008219N]

(Mukesh Kumar Gupta)
Prop
M.No. 086471
DATE:- 12/10/2018
PLACE:- Hisar

M.K.G. Associates Hisar (Haryana) Chartered Accountants

For & On Behalf Of The Board

(Director)
DIN-02249672

(Director)
DIN-019834866

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/S VIBHOR STEEL TUBES PRIVATE LIMITED, HISAR [HARYANA]

Notes On Financial Statements For The Year Ended 31st March, 2018

	Particulars	As On 31st March, 2018	As On 31st March, 2017

1 Share Capital :-

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Autorised share capital 14500000 Equity Shares @ 10/- Each	14,50,00,000.00	14,50,00,000.00
2	Issued & Paid up Share Capital 141830000(Previous Yr13454500) EquityShares @ 10/- Ea	14,18,30,000.00	13,45,45,000.00
	Total	14,18,30,000.00	13,45,45,000.00

Detail Of Shares Held By Each Shareholders Holding More Than 5% Shares:

S.NO.	Class of shares / Name of shareholder	As On 31st March, 2018		As On 31st March, 2017	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
	Equity Shares				
1	Sh. Vijay Kaushik	3629363	26.98%	3629363	29.14%
2	Smt. Vijay Laxmi Kaushik	4245763	31.55%	3345763	26.86%
3	Sh. Vibhor Kaushik	3370874	25.05%	3270874	26.26%
4	R.N. Securities Private Ltd	150000	1.11%	150000	1.20%

2 RESERVE & SURPLUS:-

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Corporate Social Responsibilty Reserve	-	18,58,883.00
2	Profit &Loss A/c		
	Opening Balance	22,89,25,710.92	13,20,28,784.58
	Add: Surplus During The Year	11,41,48,071.59	9,68,96,926.34
		34,30,73,782.51	22,89,25,710.92
	Total	34,30,73,782.51	23,07,84,593.92

3 Long Term Borrowings

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Unsecured Loans	-	-
	Loan From Promoters/directors	1,89,78,690.00	-
	Loan from Companies	9,69,86,406.93	10,76,21,702.00
2	Secured Loans		
	L & T Finance Limited- Mini Van	-	39,931.00
	[Against Hypothecation of vehicle]		
	State Bank of India	4,30,962.94	5,84,230.70
	[Against Hypothecation of Car]		
	HDFC Bank	1,05,09,175.98	41,15,514.13
	[Against Hypothecation of Car]		
	Term Loans from State Bank of Patiala		
	Term Loan from State Bank of India-Addl -I	7,86,730.00	38,34,413.00
	Term Loan from State Bank of India-New Loan -II	1,64,24,198.00	2,32,82,071.00
	Term Loan from State Bank of India-New Loan	85,76,766.00	1,97,98,556.00
	Term Loan from State Bank of India-Hyd Unit Loan	10,16,34,116.00	-
	[Against Hypothecation of Fixed Assets and further guaranteed by the director of the company]		
	HDFC Bank	5,13,732.41	6,49,491.04
	[Against Hypothecation of Bollero]		
	HDFC Bank	3,88,779.88	6,87,890.15
	[Against Hypothecaton of Car at Hyderabad]		
	ICICI Bank	6,32,112.70	8,41,310.70
	[Against Hypothecation of Crane]		
	Cholamandalam Finance Co Ltd	3,59,224.00	-
	[Against Hypothecation of Tata Magic]		
	Shri Ram Trnsport Fianance Co	2,74,963.00	3,50,000.00
	[Against Hypothecation of Tata Max]		
	Total	25,64,95,857.84	16,18,05,109.72

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

Schedule 7

TANGIBLE ASSETS

M/s VIBHOR STEEL TUBES PRIVATE LIMITED

ASSETS	GROSS BLOCK				DEPRECIATION				WDV	
	01-04-2017	ADDITION	TRANSFER	TOTAL	01-04-2017	DURING	WRT BACK	TOTAL	31-03-2018	31-03-2017
LAND	20547370.00	8110868.00	0.00	28658238.00	0.00	0.00	0.00	0.00	28658238.00	20547370.00
BUILDING	127185360.06	82009245.00	0.00	209194605.06	36257667.30	11115801.00	0.00	47373468.30	161821136.76	90927692.76
MACHINERY	201943785.23	54390796.57	0.00	256334581.80	78439659.12	19625182.00	0.00	98064841.12	158269740.68	123504126.11
MACHINERY-IMPORTED	33682195.18	4209786.00	0.00	37891981.18	11897727.00	2990089.00	0.00	14887816.00	23004165.18	21784468.18
AUXILLARY EQUIP	0.00	41358991.73	0.00	41358991.73	0.00	2741989.00	0.00	2741989.00	38617002.73	0.00
DG SET	276679.00	0.00	0.00	276679.00	209028.00	17772.00	0.00	226800.00	49879.00	67651.00
CAR	8648620.28	12257140.00	1918952.00	18986808.28	2623884.28	2342914.00	1489572.00	3477226.28	15509582.00	6024736.00
INSTRUMENTS	555664.00	0.00	0.00	555664.00	511797.00	7261.00	0.00	519058.00	36606.00	43867.00
ELECTRIC INST	1543309.04	33305975.00	0.00	34849284.04	1543309.04	2208096.00	0.00	3751405.04	31097879.00	0.00
HYDRO CRANE	0.00	1129942.00	0.00	1129942.00	0.00	74912.00	0.00	74912.00	1055030.00	0.00
AIR CONDITIONER	496364.83	562345.00	0.00	1058709.83	256038.50	100601.00	0.00	356639.50	702070.33	240326.33
OFFICE EQUIP	1239637.52	184590.00	0.00	1424227.52	625774.42	131112.00	0.00	756886.42	667341.10	613863.10
ELECTRIC EQUIP	808717.20	474355.88	0.00	1283073.08	149633.00	148575.00	0.00	298208.00	984865.08	659084.20
JEEP	909062.00	0.00	0.00	909062.00	284489.00	164990.00	0.00	449479.00	459583.00	624573.00
OTHER FIXED ASSETS	792341.00	0.00	0.00	792341.00	507226.00	88176.00	0.00	595402.00	196939.00	285115.00
TRACTOR ACCOUNT	956849.00	0.00	0.00	956849.00	629698.00	97872.00	0.00	727570.00	229279.00	327151.00
TRUCK ACCOUNT	420000.00	0.00	0.00	420000.00	395698.00	3302.00	0.00	399000.00	21000.00	24302.00
TATA MAGIC	0.00	509066.00	0.00	509066.00	0.00	48259.00	0.00	48259.00	460807.00	0.00
COMPUTER	2014181.50	356363.00	0.00	2370544.50	1403593.00	354965.00	0.00	1758558.00	611986.50	610588.50
FURNITURE	4682639.51	1335558.00	0.00	6018197.51	2121768.15	618189.00	0.00	2739957.15	3278240.36	2560871.36
MINI VAN	487940.00	0.00	487940.00	0.00	233508.00	0.00	233508.00	0.00	0.00	254432.00
Total	**407190715.35**	**240195022.18**	**2406892.00**	**644978845.53**	**138090497.81**	**42880057.00**	**1723080.00**	**179247474.81**	**465731370.72**	**269100217.54**
Building Under Const	0.00	7818950.51	0.00	7818950.51	0.00	0.00		0.00	7818950.51	0.00
WIP-SOLAR PLANT	0.00	5366803.76	0.00	5366803.76	0.00	0.00		0.00	5366803.76	0.00
Assets under Impleement	0.00	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00
at Hyderabad uni	161995699.78	93231963.52	210165591.78	45062071.52	0.00	0.00		0.00	45062071.52	161995699.78
	569186415.13	**346612739.97**	**212572483.78**	**703226671.32**	**138090497.81**	**42880057.00**	**1723080.00**	**179247474.81**	**523979196.51**	**431095917.32**
PREVIOUS YEAR	378924662.23	208869373.77	18607620.87	569186415.13	107149475.81	31835402.00	894380.00	138090497.81	431095917.32	271775186.42

M.K.G. Associates * HISAR (Haryana) * Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/S VIBHOR STEEL TUBES PRIVATE LIMITED, HISAR [HARYANA]

3A Short Term Borrowings

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Secured Loans		
	Working Credit Facilities from State Bank of Patiala	25,69,11,984.81	26,20,85,963.48
	State Bank of Patiala PCFC Account	-	1,70,09,916.00
	Channel Finance		
	Axis Bank Channel Loan	10,07,71,430.39	5,03,91,007.61
	Tata Capital Financial Services Ltd	24,02,83,312.00	15,06,21,469.00
	Visu Leasing & Finance P Ltd- Channel Loan	5,03,83,189.00	-
	Yes Bank Ltd	2,82,58,612.79	-
	Tata Capital Financial Services Ltd [Short Term Loan]	2,36,30,996.00	-
	-	70,02,39,524.99	48,01,08,356.09

4 Trade Payable

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Acceptances	-	-
2	Sundry Creditors:		
2	Fixed Assets	25,000.00	-
	Expenses/Store	4,22,82,183.15	3,60,82,008.52
	Raw-material	42,12,77,524.63	25,42,67,243.67
	Total	46,35,84,707.78	29,03,49,252.19

5 Other Current Liabilities

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Outstanding Liabilities	1,30,14,492.14	85,30,669.63
2	Advance From Customers	1,15,79,074.07	3,33,09,158.60
3	VAT/ST Payable	-	2,76,052.39
4	Bank Book Overdraft	13,48,934.08	-
5	TDS/TCS Payable	35,67,261.79	33,22,738.42
	Total	2,95,09,762.08	4,54,38,619.04

6 Short Term Provisions

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
		-	-
1	Income Tax Provision	5,00,77,565.00	5,58,49,500.00
	Total	5,00,77,565.00	5,58,49,500.00

8 Intangible Assets

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Preoperative Expenses	14,48,922.27	1,84,96,164.66
2	Preliminary Expenses	-	-
	Opening Balance	1,88,220.00	2,70,960.00
	Add: During the year	-	-
	Less: Written off during the year	94,110.00	82,740.00
		94,110.00	1,88,220.00
	Total	15,43,032.27	1,86,84,384.66

9 Long Term Loans & Advances

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Loans & Advances to Related Parties	-	-
2	Securities	28,53,865.50	27,44,194.00
3	Other Loan & Advances	-	-
	Total	28,53,865.50	27,44,194.00

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/S VIBHOR STEEL TUBES PRIVATE LIMITED, HISAR [HARYANA]

10 INVENTORIES

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Stock of Raw-material	21,99,00,858.00	26,16,82,051.93
2	Stock of Finished Goods	33,47,47,179.00	18,57,32,153.00
3	Store	3,99,35,751.00	1,34,44,656.00
		-	-
	Total	59,45,83,788.00	46,08,58,860.93

11 TRADE RECEIVABLES

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Trade Receivables Outstanding For a Period Exceeding 6 MonthsFrom The Date They Were Due For Payment Unsecured Considered Goods	5,23,419.21	7,99,351.00
2	Other Trade Receivables	51,85,37,262.85	31,75,16,986.58
		-	-
	Total	51,90,60,682.06	31,83,16,337.58

12 Cash And Cash Equivalents:-

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Cash In hand	10,75,709.49	6,99,551.13
2	Cheque in hand	-	-
3	Cash At Bank	11,91,61,335.57	3,91,79,935.98
	Total	12,02,37,045.06	3,98,79,487.11

13 Short Term Loans & Advances

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Amount Recoverable in cash or in kind or for value to be received	1,12,67,218.72	8,58,560.00
2	Excise Cenvat Account	-	1,73,32,371.97
3	Service Tax- Cenvat	-	45,69,198.40
4	TDS/TCS	34,86,058.06	7,31,245.47
5	Advance Income Tax/ Amount Recoverable	5,00,00,000.00	3,00,00,000.00
6	Advance for Fixed Assets	72,03,438.00	75,00,030.00
7	Advance to Supplier for RM, Store & Exp	8,34,20,893.67	6,66,60,839.60
8	VAT Receivable	79,98,410.16	14,94,003.92
9	GST Recoverable	5,89,16,480.19	-
10	Prepaid Expenses	2,61,092.00	40,000.00
	Total	22,25,53,590.80	12,91,86,249.36

M.K.G. Associates Chartered Accountants HISAR (Haryana)

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/S VIBHOR STEEL TUBES PRIVATE LIMITED, HISAR [HARYANA]

14	Revenue From Operations	As On 31st March, 2018	As On 31st March, 2017
S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Sales of Products	4,46,31,42,112.51	2,94,58,43,189.31
2	Job Work Received	36,19,376.20	48,16,456.47
		-	-
	Total	4,46,67,61,488.71	2,95,06,59,645.78

15 Other Incomes

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Other Incomes	1,91,81,498.00	20,59,545.57
2	Interest Received	3,45,81,094.80	43,51,226.02
3	Profit on Sale of Fixed Assets	-	1,47,190.00
	Total	5,37,62,592.80	65,57,961.59

16 Cost Of Material Consumed:-

	Particulars	Amount (Rs.)	Amount (Rs.)
	Opening Stock of Raw Material	26,16,82,051.93	27,60,34,554.00
	Add: Purchases	-	-
	Purchases	3,85,35,90,497.65	2,40,03,65,378.79
		4,11,52,72,549.58	2,67,63,99,932.79
	Less:		
	Closing Stock	21,99,00,858.00	26,16,82,051.93
	Total	3,89,53,71,691.58	2,41,47,17,880.86

17 Employee Benifit Exp.

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Salary, Wages & Allowances	6,64,64,527.00	3,50,62,225.00
2	Directors Remuneration	2,40,00,000.00	2,40,00,000.00
3	Contribution to Funds	55,79,475.00	21,87,389.00
4	Bonus/Ex-gratia/Gratuity	34,33,954.00	21,08,184.00
5	Staff & Labour Welfare	54,76,788.00	15,16,270.57
	Total	10,49,54,744.00	6,48,74,068.57

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/S VIBHOR STEEL TUBES PRIVATE LIMITED, HISAR [HARYANA]

18 FINANCE COST

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Interest	10,42,17,854.54	7,03,13,229.68
2	Bank Charges	1,33,86,285.45	73,51,754.25
	Total	11,76,04,139.99	7,76,64,983.93

19 Other Expenses:-

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
	Direct Expenses		
1	Store & Spares	9,90,75,834.82	5,92,69,947.16
2	Carriage Inward	8,38,94,633.71	6,71,47,200.68
3	Machinery Repair & Maint	22,08,345.31	29,41,080.00
4	Power & Fuel	6,90,01,711.95	5,84,39,314.85
5	Loading/unloading & Handling Charges	2,32,144.56	1,20,707.00
6	Job-work	1,73,42,081.04	2,58,15,052.10
7	Canteen Expenses	42,09,141.55	27,12,140.50
8	Factory Expenses	1,00,360.00	-
9	Service-tax	3,99,222.96	4,39,551.94
	Total(A)	27,64,63,475.90	21,68,84,994.23
	Establishment And Selling & Distribituation Expenses		
1	Legal / Prof Expenses	40,66,619.60	34,31,249.00
2	Printing & Stationery Expenses	3,67,260.21	2,73,348.00
3	Insurance Expenses	4,47,187.48	5,45,543.00
4	Misc Expenses	4,61,089.49	6,30,194.40
5	Travelling & conveyance/Guest House Exp	70,00,863.19	42,27,032.13
6	Donation	17,517.00	86,400.00
7	Rent Paid	47,91,621.00	41,57,728.00
8	Telephone Expenses	4,48,586.44	4,23,647.24
9	ISI/Testing Expenses	11,36,868.81	7,37,516.00
10	Water Expenses	3,79,844.72	2,54,474.52
11	Vehicle Expenses	10,45,134.01	17,95,247.08
12	Computer Expenses	4,17,439.00	4,97,335.00
13	Consultancy & Professional Charges	34,54,902.60	11,66,422.00
14	Postage, Telegram Expenses	3,99,601.27	51,209.00
15	Advertisement Expenses	80,242.05	3,27,235.00
16	Sales Commission/Incentives	1,59,04,180.00	2,10,38,919.00
17	Carriage Outward	1,25,07,176.40	10,69,036.45
18	Auditors Remuneration	63,530.00	1,34,450.00
19	Preliminary Expenses Written off	94,110.00	82,740.00
20	Misc Repairs	-	2,82,436.00
21	Discount Paid	69,56,288.00	1,35,43,839.00
22	Income-tax/Other Exp Written off	8,96,970.00	38,52,968.00
23	Import / Export Expenses	57,91,465.66	5,55,091.00
24	Claim Settlement Account	-	1,91,574.00
25	Building Maintenance	4,01,700.00	5,94,390.00
26	Loss on sale of fixed assets	63,812.00	-
27	Packing & Forwarding Exp	2,66,752.20	-
28	Security Charges	2,02,810.00	-
29	Wastage & Disposal Expenses	3,75,791.32	1,44,928.62
	Total(B)	6,80,39,362.45	6,00,94,952.44
	Total	34,45,02,838.35	27,69,79,946.67

20 Depreciation and Amortization Expenses

S.No.	Particulars	Amount (Rs.)	Amount (Rs.)
1	Depreciation and Amortization Expenses Depreciation on Tangible Assets	4,28,80,057.00	3,18,35,402.00
	Total	4,28,80,057.00	3,18,35,402.00

M.K.G. Associates Hisar (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/S VIBHOR STEEL TUBES PRIVATE LIMITED, HISAR [HARYANA]

21 EARNING PER SHARE

1	Net Profit After Tax As Per Statements Of Profit & Loss Attributes To Equity ShareHolders (RS.)	11,41,48,071.59	9,68,96,926.34
2	Weighted Avg. No. Of Equity Shares	1,41,83,000.00	1,24,54,500.00
3	Basis Earning Per Share (RS.)	8.05	7.78
4	Face Value Per Equity Shares (RS.)	10.00	10.00

22 Related Party Disclosures:

As per Accounting Standard 18, the disclosures of transactions with related parties are given below:

(i) **List of related parties where control exists and related parties with whom transactions have taken place and relationships:**

S.No.	Name of Related Parties	Relationship
1	M/s Shagun Steels, Hisar	Sh. Vijay Kaushik
2	Sh. Vijay Kaushik	Director
3	Sh. Vibhor Kaushik	Director
4	Smt. Vijay Laxmi Kaushik	Director
5		
6		
7		

(ii) **Transaction during the year with Related Parties**

S.No.	Nature of Transaction	ey Managerial Personn	Others	Total (Rs.)
1	Sales	-	6,11,32,335.00	6,11,32,335.00
2	Rent	-	-	0.00
3	Directors Remuneration	2,40,00,000.00	-	24000000.00
4	Commission	-	-	-

As Per Our Report On Even Date

For M.K.G. Associates
Chartered Accountants
[Firm Registration No. 008219N]

M.K.G. Associates, Chartered Accountants, HISAR (Haryana)

(Mukesh Kumar Gupta)
Prop
M.No. 086471
DATE:- 12/07/2018
PLACE:- Hisar

For & On Behalf Of The Board

(Director)
DIN-02249672

(Director)
DIN-019834866

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

M/s Vibhor Steel Tubes Private Ltd

Schedule 22

Notes on accounts:-

1. Contingent liabilities not provided for : Rs. 275030890.17 on account of purchase of raw-material against letter of credit and Rs. 7.00 Crores on account of Bank Guarantee issued by State Bank of India, Overseas Branch, Cuffe Parade, Colaba, Mumbai.
2. No provision for gratuity has been made.
3. Taxation provisions – Rs.50077565/-.
4. Remunerations to Managing Director : Nil
5. Store & Spares - Stores and spares consumed and salary and wages incurred on repair and maintenance of plant & machinery and shed and building have been debited directly to store & spare account and salaries & wages A/c and not allocated to repair and maintenance as the same could not be ascertained.
6. ACCOUNTING POLICIES –
   - m. All revenue costs , assets and liabilities are accounted for on accrual basis.
   - n. Fixed Assets - All fixed assets are valued at cost less depreciation .All costs relating to the acquisition and installation of fixed assets are capitalised and include financing costs relating to borrowed funds attributable to construction of fixed assets upto the date , the assets is put to use.
   - o. Depreciation – Depreciation is provided under the written down Method as per the rates specified in schedule XIV to the companies Act, 1956.

7. ADDITIONAL INFORMATTON PURSUANT OF PARAGRAPH 3& 4 OF SCHEDULE VI OF THE COMPANIES ACT, 1956.

e. LINCENCED AND INSTALLED CAPACITY AND PRODUCTION :-

	Unit	Installed Capacity	Production
MS ERW GALVANISED & BLACK PIPES			

	Current Year		Previous Year*	
	Qty [MT]	Amount [Rs.]	Qty [MT]	Amount [Rs.]
-Sales –	97345.780	4463142112.51	73982.543	2945843189.31
-Opening Stock	5183.289	185732153.00	4427.927	122272169.00
-Closing Stock	6902.037	334747179.00	5183.289	185732153.00

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

Cost of Raw-material Consumed:

M.S. Skelp/Coil & Zinc etc	99190.996	3895371691.58	74737.650	2414717880.86

B) VALUE OF IMPORTED INDIGENIOUS MATERIAL

		Raw Material Amt.(Rs.)	% age	Store & Spares Amt. (Rs.)	% age
Imported:	Current Year	95320066.81	2.45%	--	--
	Previous Year	141819839.00	5.62%		
Indigenous :	Current year	3800051624.77	97.55%	99075834.82	100%
	Previous year	2381205758.39	94.38%	59269947.16	100%

C) CIG value of imports : Rs. 99529852.81 for import of Raw-material & Machinery.

D) Expenditure/ earnings in Foreign Currency : 95320066.81- for import / purchase of Raw-material, Rs. 4209786.00 for import of machinery and direct exports of finished goods for Rs. 277062689.37.

E) Deferred Tax Liability :

	Deferred Tax Liability/ (Assets) as at 31-03-2017	Current Year Charge/ (Credit)	Balance Deferred Tax Liability/ (Assets)
Liability for time difference On account of difference in Written down value of fixed Assets	--	--	--
Deferred Tax Liability (Net)	--	--	--

Pursuant to Accounting Standard (AS-22)- Accounting for Taxes on Income the company has recorded a cumulative deferred tax liability of Rs. NIL, up to 3103/2017 and no provisions is for the current year for deferred tax liability is required during the year.

8. Break up expenditure of employees aggregate of note less than Rs. 24,00,000/- has been employed for the throughout the year of Rs.2,00,000/- p.m. when employed for the part of the year- Sh. Vijay Kaushik, director-Rs.60,00,000/-
Smt. Vijay Laxmi Kaushik- Rs.36,00,000/-
Sh. Vibhor Kaushik – Rs. 84,00,000/-
Smt. Pratima Sandhir- Rs. 60,00,000/-

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

9. Additional information pursuant to the provisions of paragraph 3 & 4 of part II of Schedule VI of the Companies Act, 1956.

- Managerial Remuneration paid
  Directors Remuneration Paid : 24000000/-
- Auditors Remuneration paid
  For Statutory Audit, Income-tax etc 60000/-

9a. .Generic Names of Principal Products/services of the company
Manufacturing of ERW Black & Galvanized Mild Steel Pipes & Tubes

10. That previous year figures has been re-arranged and re-organized as per the requirement wherever the same was necessary.

11. That Balanagar Mandal, Mahabubnagar Distt, Telangana of the company has come into production since 05th day of July, 2017 and a sum of Rs. 25448844.00 as pre-operative has been expenses has been capitalized and distributed as under:-

-Auxilliary Equipments	5148301.00
- Electrical Installation	4145202.00
- Factory Shed & Building	10210491.00
- Plant & Machinery	5944850.00
Total	25448844.00

Details of expenses capitalized are as under:-

Advertisement Expenses	93297.00
Bank Charges	30942.00
Telephone /Internet Exp	200484.00
Office & General Exp	251185.00
Canteen Expenses	662854.00
Freight & Cartage	6289018.00
Travelling Expenses	269543.00
Vehicle Rent	214584.00
Consultancy Charges	93000.00
Salary Expenses	4265221.00
Conveyance Allowance	775129.00
Other Allowance	1581645.00
EPF Contribution	303702.00
ESI Contribution	178967.00
Electricity Expenses	2974178.00
Diesel Expenses	1000227.00
Fee & Subscription	162098.00
Staff & Labour Welfare	877116.00

M.K.G. Associates HISAR (Haryana) Chartered Accountants

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory

Security Charges	434765.00
Insurance Charges	547565.00
Interest	1513593.00
Medical Exp	9908.00
Rent Account	1272444.00
Vehicle Maintenance	181561.00
Professional Tax	5300.00
Borwell Expenses	261200.00
Property Tax /Land Development	86175.00
Postage Expenses	1840.00
Printing & Stationery	71312.00
Inspection / Testing Expenses	360670.00
Service Tax	91175.00
Professional & Legal Exp	53485.00
Factory Licence Fee	330000.00
Misc Expesnes	4661.00
Total [Rs] :	25448844.00

12. Schedule '1' to '22' form an integral part of the accounts and have been duly authenticated.

FOR M.K.G. ASSOCATES
CHARTERED ACCOUNTANTS
[FR No 008219N]

(MUKESH KUMAR GUPTA)
PROP
[M No. 086471]
PLACE: HISAR
DATED 12/07/2018

Directors

1.

2.

For Vibhor Steel Tubes (P) Ltd.

Authorised Signatory