

32<sup>ND</sup> ANNUAL REPORT   
F.Y. 2016-17



 **CREATIVE  
CASTINGS LTD.**  
AN ISO 9001 : 2008 COMPANY



**BOARD OF DIRECTORS:**

Shri D. H. Dand	( DIN : 00416724) Chairman
Shri R. R. Bambhania	( DIN : 00146211) Managing Director
Shri V. D. Patel	( DIN : 03562781) Executive Director
Shri S. V. Vaishnav	( DIN : 00169472) Executive Director
Shri N. C. Vadgama	( DIN : 00169209) Director
Shri V. R. Vaishnav	( DIN : 00415090) Director
Shri J. S. Thanki	( DIN : 00146168) Director
Shri H. N. Vadgama	( DIN : 00145992) Director
Shri P. M. Nadpara	( DIN : 00440296) Director
Mrs. M. P. Khunt	( DIN: 07580046) Women Independent Director
Shri D. L. Dand	( DIN: 07573067) Independent Director
Shri N. R. Thanki	( DIN: 07573042) Independent Director

**STATUTORY AUDITORS':****SUBHASH AKBARI & CO.**

Chartered Accountants,  
223 Shikhar Complex,  
Jayshree Talkies Road, Junagadh  
Phone : 0285 - 26 23 479

**SECRETARIAL AUDITORS':****M. BUHA & CO.**

Company Secretaries  
201/B, Helix Complex, Opp. Hotel Surya,  
Sayajigunj, Vadodara-390005.  
Phone : +91 73 8350 8350

**REGISTRAR & TRANSFER AGENT:****LINK INTIME INDIA PVT. LTD.**

C 101, 247 Park,  
L. B. S. Marg, Vikhroli (W),  
Mumbai-400 083.  
Phones : 022- 49186270,  
Fax : 022- 49186060  
Email : [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)  
Web.: [www.linkintime.co.in](http://www.linkintime.co.in)

**REGISTERED OFFICE & WORKS:****CREATIVE CASTINGS LIMITED**

102, GIDC-II, Rajkot Road,  
Dolatpara,  
Junagadh.  
Phone : 0285-2660224 / 2660254  
Fax.: 0285-2661348  
E-Mail : [info@creative-cast.com](mailto:info@creative-cast.com)  
Web.: [www.creative-cast.com](http://www.creative-cast.com)

**CFO:**

Shri Ashok Shekhat  
E-Mail : [info@creative-cast.com](mailto:info@creative-cast.com)

**COMPANY SECRETARY:**

Ms. Ekta Bhimani (Appointed w.e.f. 12/08/2017)  
E-Mail : [info@creative-cast.com](mailto:info@creative-cast.com)

**BANKERS:**

**STATE BANK OF INDIA**  
Circle Chowk, Junagadh-362001.

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## NOTICE

NOTICE is hereby given that the 32<sup>nd</sup> (Thirty Second) Annual General Meeting (“the Meeting”) of the Members of CREATIVE CASTINGS LIMITED (“the Company”) will be held on Saturday, the 23<sup>rd</sup> Day of September, 2017 at 11:00 A.M. at 102 GIDC Phase-II, Rajkot Road, Dolatpara, Junagadh-362037, Gujarat, to transact the following businesses:

### ORDINARY BUSINESSES:

1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended at March 31, 2017, together with the Reports of the Board of Directors and the Auditors thereon;
2. To appoint a Director in place of Shri Dhirubhai H Dand (DIN 00416724), who retires by rotation and, being eligible, offers himself for reappointment;
3. To appoint a Director in place of Shri Vallabhbai R. Vaishnav (DIN 00415090), who retires by rotation and, being eligible, offers himself for reappointment;
4. To appoint Auditor and fix their remuneration.

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

“RESOLVED THAT, pursuant to Section 139 and 142 of the Companies Act, 2013 and the Rules made thereunder, as amended from time to time, pursuant to proposal of audit committee of the Board and recommendation of the Board, M/s. B. H. Advani & Associates, Chartered Accountants, Junagadh (Firm Registration No. 117127W) be and is hereby appointed as a Statutory Auditor of the Company, to hold office for a period of five (5) consecutive years commencing from financial year 2017-18, on a remuneration that may be determined by the audit committee in consultation with the auditors subject to the approval of the Board.”

Registered Office:

**Creative Castings Limited**

CIN : L27100GJ1985PLC008286

10 2,GIDC-II Rajkot Road

Dolatpara, Junagadh

Phone: 0285-26602214 / 2660254

Fax: +91-285-2661348

mail : info@creative-cast.com

web: www.creative-cast.com

for and on behalf of Board  
For, Creative Castings Limited

Dhirubhai H. Dand  
Chairman

DIN: 00416724

Dolatpara, 12<sup>th</sup> August, 2017

### Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF AND MEMBER NEED NOT BE PROXY OF THE COMPANY. Pursuant to Section 105 of Companies Act, 2013 a person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as a proxy and such person shall not act as proxy for any other person or shareholder
2. Proxies, in order to be effective, the proxy form should be duly stamped, completed, signed and must be sent to the Company so as to receive at its Registered Office not later than 48 hours before the commencement of the 32<sup>nd</sup> Annual General Meeting (AGM). A Proxy form is annexed to this report.
3. Corporate members intending to send their representatives to attend the meeting are requested to send to the company a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. The members / proxies are requested to bring duly filled attendance slip enclosed herewith.
5. The Register of members and Share Transfer Books of the Company will remain closed from 16<sup>th</sup> September, 2017 (Saturday) to 23<sup>rd</sup> September, 2017 (Saturday) (both days inclusive).
6. The Notice of AGM and Annual Report are being sent in electronic mode to Members who have registered their e-mail address with the Company or the Depository Participant(s), unless the Members have registered their request for the hard



copy of the same. Physical copy of the Notice of AGM and Annual Report are being sent to those Members who have not registered their e-mail address with the Company or Depository Participant(s).

7. Trading in the shares of the Company can be done in dematerialized form only. Dematerialization would facilitate paperless trading through state-of-the-art technology, quick transfer of corporate benefits to members and avoid inherent problems of bad deliveries, loss in postal transit, theft and mutilation of share certificate and will not attract any stamp duty. It also substantially reduce the risk of fraud. Hence, we request all those members who have still not dematerialized their shares to get their shares dematerialized at the earliest.
8. Members holding the shares in physical mode are requested to notify immediately for change of their address and bank particulars to the company or its share transfer agent and in case their shares are held in dematerialized form than information should be passed on directly to their respective depository participants and not to the company/Share transfer agents without any delay.
9. In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, substituted by the Companies (Management and Administration) Amendment Rules, 2016 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide members facility to exercise their right to vote at the 32<sup>nd</sup> AGM by electronic means on all the items.

**The information with respect to Voting process and other instructions regarding e-voting are detailed in Note no. 23.**

The voting rights of the members shall be in proportion to the paid-up value of their shares in the equity capital of the Company as on the **cut-off date** i.e. Saturday, 16<sup>th</sup> September, 2017.

10. The members who have cast their vote by remote e-voting may also attend the AGM but shall not be entitled to cast their vote again. The member who votes both through e-voting and also at 32<sup>nd</sup> AGM, the votes casted through e-voting shall prevail.
11. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date i.e. 16th September, 2017 only shall be entitled to avail the remote e-voting facility as well as voting in the 32<sup>nd</sup> AGM.
12. Mr. Mayur Buha, proprietor of M. Buha & Co., Practicing Company Secretary (Membership No. F9000) has been appointed as the scrutinizer to scrutinize the e-voting & poll process in a fair and transparent manner.
13. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, count the votes cast at the AGM and thereafter unblock the votes cast through remote e-voting in the presence of at least 2 witnesses not in employment of the Company. The Scrutinizer shall submit a consolidated Scrutinizer's Report of the total votes cast in favour of or against, if any, not later than 3 days after the conclusion of the AGM to the Chairman of the Company. The Chairman, or any other person authorized by the Chairman, shall declare the result of the voting forthwith. The result declared along with the consolidated Scrutinizer's Report will be placed on the Company's website [www.creative-cast.com](http://www.creative-cast.com) and on the website of Central Depository Services Limited (CDSL) immediately after the result is declared by the Chairman and the same shall be simultaneously communicated to the BSE Limited.
14. The resolution shall be deemed to be passed on the date of 32<sup>nd</sup> AGM, subject to the receipt of sufficient votes.
15. The members who have not encashed their Dividend Warrants / Cheques / DD for any previous period are requested to send the same for revalidation to the Company's Registrars and Transfer Agent (RTA).
16. In terms of Section 124 and 125 of the Companies Act, 2013, any dividend, remaining unpaid or unclaimed for a period of seven years from the date of transfer of such dividend to Unpaid Dividend Account of a company shall be transferred by the company along with interest accrued, if any to the Fund established known as Investors' Education and Protection Fund (IEPF). Accordingly, the unpaid or unclaimed dividend, if any, for the financial year 2009-10 shall be transferred to the Investor Education and Protection Fund Account. Members, who have not encashed their dividend warrant so far, for the financial year 2009-2010 and the subsequent years, are requested to make their claims to the office of the Registrars Transfer Agents, Link Intime India Private Limited. It may be noted that once the unclaimed dividend is transferred to the IEPF as above, no claim shall lie against the Company or the said fund in respect of any amounts which were unclaimed / unpaid for a period of seven years from the dates that they are transferred to Unpaid Dividend Account of company and no payment shall be made in respect of any such claims.

17. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participant(s) with whom they are maintaining their demat accounts and members holding shares in physical form to the Company / RTA.
18. All documents referred to in the accompanying Notice shall be open for inspection at the Registered Office of the Company during normal business hours (10:00 a.m. to 06:00 p.m.) on all working days except Friday and public holidays up to the date of the 32<sup>nd</sup> AGM of the Company.
19. With a view to using natural resources responsibly, we request shareholders to update their email address with their depository Participants to enable the Company to send communications electronically.
20. Any request by demat holders for change of bank particulars after dispatch of Dividend Warrant should be accompanied by copy of Client Master list showing the changed bank details.
21. Members who hold shares in physical form in multiple folios in identical names or joint holding in same order of names, if any, are requested to send the share certificates to Link Intime India Private Limited, for consolidation into a single folio.
22. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company.
23. Voting process and instruction regarding e-voting:  
Members should follow the following steps to cast their votes electronically:

**The instructions for shareholders voting electronically are as under:**

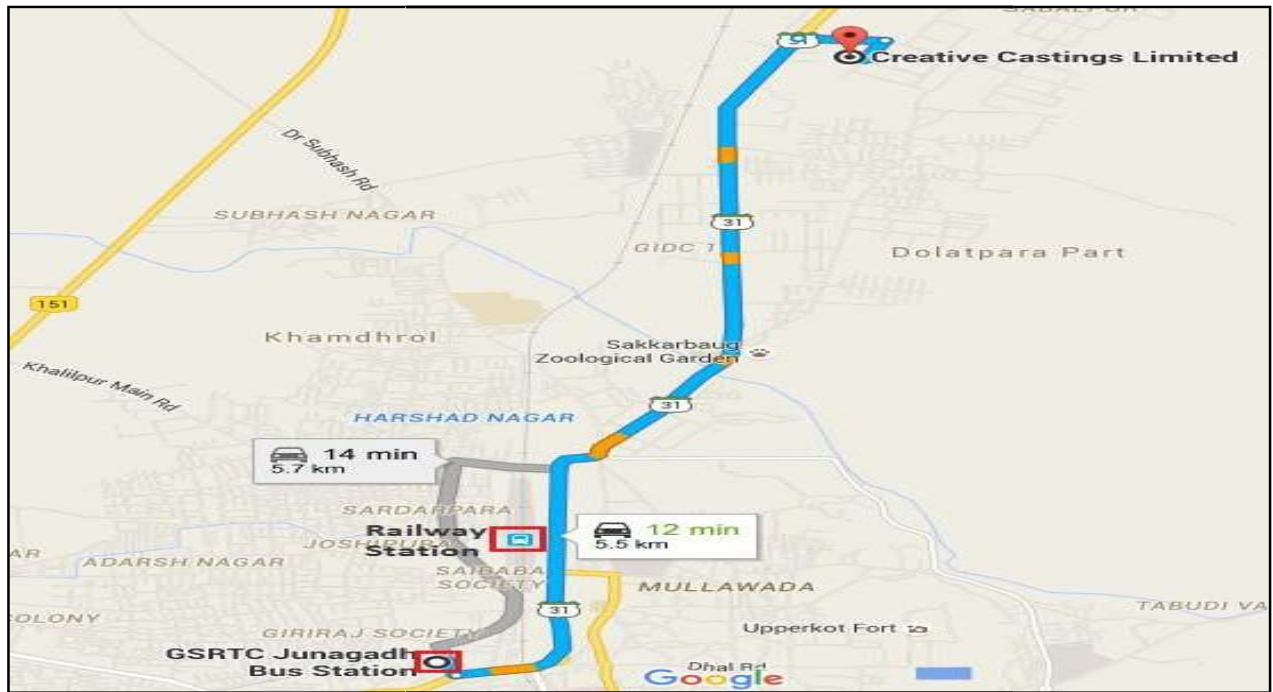
- (i) The voting period begins on 19<sup>th</sup> September 2017, 11.00 AM and ends on 22<sup>nd</sup> September, 2017 at 05.00 PM. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 16<sup>th</sup> September, 2017 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](http://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](http://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	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>• Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Attendance Slip indicated in the PAN field.</li> </ul>
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).</li> </ul>

- (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 CREATIVE CASTING LIMITED 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 a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xvii) If a demat account holder has forgotten the login 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) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for all mobile users. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xix) 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](http://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](mailto: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 linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto: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.
- (xx) 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](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)

**24.Route-map for attaining the 32<sup>nd</sup> Annual general Meeting of the Company:**



**ANNEXURE TO THE NOTICE OF ANNUAL GENERAL MEETING**

**Details of the directors seeking re/appointment in 32<sup>nd</sup> Annual General Meeting to be held on 23rd September, 2017**

<b>Name of Director</b>	<b>Shri Dhirubhai H Dand</b>	<b>Shri Vallabhbhai R. Vaishnav</b>
Age	68 years	74 years
Date of Appointment	22/11/1985	1/11/1986
Experience	42 years	45 years
Qualification	Fellow Member of ICAI	Master in Surgery
Terms and conditions for Appointment	Liable to retire by rotation and shall entitled to get sitting fees only.	Liable to retire by rotation and shall entitled to get sitting fees only.
Details of Remuneration	N.A.	N.A.
Shareholding in the company	26490 shares	17000 shares
No of Board meetings attend during the year	4 (Four)	4 (Four)
Membership of Committees of Board	Audit Committee and Nomination and Remuneration Committee	N.A.
Chairmanship of Committees of Board	N.A.	N.A.
Relationship with other directors/KMPs of company	Father of Mr. V. D. Patel, Executive Director of the Company.	Father of Mr. S. V. Vaishnav, Executive Director of the Company.
List of other Companies/LLPs in which holding the position of Director/Designated Partner	N.A.	N.A.

## BOARD'S REPORT

To The Members,

The Board of Directors hereby submits the 32<sup>nd</sup> Annual report of your Company ('the Company' or 'Creative'), along with the audited financial statement, for the financial year ended on March 31, 2017 ('Year' or 'Financial Year').

### FINANCIAL RESULTS:

(Amount in Rs.)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
(i) Sales (Net of Excise Duty) and other income	<b>26,40,53,346</b>	<b>25,84,25,212</b>
(ii) Gross Profit before Interest, Depreciation and Taxation (PBIDT)	3,89,17,965	3,88,21,364
Less : Interest	22,261	1,957
(iii) Profit before Depreciation	3,88,95,704	3,88,19,407
Less : Depreciation	54,42,622	56,22,129
(iv) Profit Before Tax (PBT)	<b>3,34,53,082</b>	<b>3,31,97,278</b>
(v) Less: Provision for Taxes:		
(a) Current Tax	70,16,000	64,61,390
(b) Deferred Tax	(3,64,736)	11,49,475
	66,51,264	76,10,865
(vi) Profit after Tax (PAT / PAIDT)	<b>2,68,01,818</b>	<b>2,55,86,413</b>
(vii) Profit B/F from previous financial year	10,81,33,495	9,02,41,030
(vii) Profit available for appropriation	<b>13,49,35,313</b>	<b>11,58,27,443</b>
(ix) Less : Appropriation		
(a) Dividend: 100 % (2015-16: 30%)	1,30,00,000	39,00,000
(b) Tax on Dividend	26,46,494	7,93,948
(c) Transfer to General Reserve	30,00,000	30,00,000
(x) Surplus carried to Balance Sheet	11,62,88,819	10,81,33,495

### COMPANY'S PERFORMANCE & AFFAIRS:

Performance highlights of the Company:

- Operational revenue of the Company is improved by 3.22 percent as compared to previous financial year;
- Similarly, aggregate expenditure of the Company also increased by 2.39 percent compared to previous year figures;
- PBIDT shows increment of around less than 1 percent as against the previous financial year which indicates improvement in the Financial Condition of the Company.
- PAIDT considerably increased by 4.75 percent as against the previous financial year.

During the FY 2016-17, your Company has performed reasonably good against the overall industrial performance. The Company has taken all remedial measures for cost reduction, taken steps to increase better sales realization and has taken all steps to improve its sales which will be in the benefit of the company and all stakeholders.

No Material changes and commitments have occurred after the close of the financial year till the date of this report, which affects the financial position of the Company.

### DIVIDEND:

Your Directors have recommended 100% (i.e. Rs. 10.00) per fully paid equity share as interim Dividend for the financial year 2016-17 and have decided that whatever amount declared as Interim Dividend shall be considered as final. No further dividend is recommended. In immediate previous financial year, your Company had declared 30% (i.e. Rs. 3.00) per equity share as final Dividend.

**MEETINGS OF THE BOARD:**

Regular meetings of the Board are held to review performance of the Company, to discuss and decide on various business strategies, policies and other issues. During the financial year ended 31<sup>st</sup> March, 2017, 4 (four) meetings of the Board of Directors were convened and held on May 25, 2016, July 30, 2016, October 22, 2016, and February 4, 2017 wherein following Directors were present:

SR. NO.	NAME OF THE DIRECTORS	25/05/2016	30/07/2016	22/10/2016	04/02/2017
1.	D. H. Dand	P	P	P	P
2.	R. R. Bambhania	A	P	P	P
3.	S. V. Vaishnav	P	P	P	P
4.	V. D. Patel	P	P	P	P
5.	D. L. Dand	N.A.	N.A.	P	P
6.	N. R. Thanki	N.A.	N.A.	P	P
7.	M. P. Khunt (Ms.)	N.A.	N.A.	P	P
8.	A. K. Goswami (Ms.)	P	A	N.A.	N.A.
9.	J. S. Thanki	P	P	P	A
10.	N. C. Vadgama	P	A	P	A
11.	P. M. Nadpara	A	A	A	P
12.	H. N. Vadgama	A	A	P	P
13.	V. R. Vaishnav	P	P	P	P
14.	P. S. Thanki	A	A	N.A.	N.A.

“P” denotes “Present” and “A” denotes “Absent with Leave”.

**TRANSFER TO RESERVE:**

During the year under review, your Company has transferred Rs. 30 lakhs to General Reserve of the Company.

**DIRECTOR’S & KEY MANAGERIAL PERSONNEL (KMP):****(i) Appointment:**

Shri Dhaval L. Dand, Shri Naimish R. Thanki and Ms. Manishaben P. Khunt were appointed as Additional Directors of the Company, in the meeting of Board of Directors held on July 30, 2016, in the capacity of Independent/non-executive Directors and they were entitled to hold the office till the last Annual General Meeting held on September 5, 2016. The Company had received notice under Section 160 of the Companies Act, 2013 from a member proposing their candidature for the office of Director of the Company. Your Board had recommended their appointment in the last Annual General Meeting held on September 5, 2016, and members consented the appointment of forenamed persons as Independent Directors of the Company.

**(ii) Cessations:**

Pursuant to Section 161 of the Companies Act, 2013, Ms. Arati K. Goswami was appointed as an Additional Director of the Company, in the Board of Directors meeting held on July 30, 2015, in the capacity of Independent/non-executive Women Director and she was entitled to hold the office till the last Annual General Meeting held on September 5, 2016. However, due to her personal reasons, she disinclined to get her appointment ratified at Annual General Meeting and accordingly she has tendered her resignation w.e.f. July 30, 2016 which is noted by the Board in its meeting held on July 30, 2016.

Mr. Pinak Thanki was appointed as a Director of the Company from August 19, 2013 and due to his permanent shift to abroad he has also tendered his resignation from the Board which is effective from July 30, 2016.

**(iii) Retire by Rotation:**

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Company’s Articles of Association, Shri Dhirubhai H. Dand and Shri Vallabh R. Vaishnav, Directors of the Company are liable to retire by rotation at the ensuing 32<sup>nd</sup> Annual General Meeting and, being eligible offers themselves for re-appointment. Your Board has recommended to reappoint them as a Director of the Company.

**(iv) KMP:****Cessation-**

Pursuant to Section 203 of the Companies Act, 2013, Mr. Dharmeshkumar Ashwinbhai Chauhan, an associate member of the Institute of Company Secretaries of India was appointed as the whole-time Company Secretary-cum-Compliance Officer of the Company from September 1, 2015. He tendered his resignation from the said post w.e.f. 30 June, 2017 and has been relieved from all his duties.

**Appointment-**

Ms. Ekta H. Bhimani, being associate member of Institute of Company Secretaries of India, is appointed as a Company Secretary and Compliance Officer of the Company w.e.f. 12<sup>th</sup> August, 2017.

**INDEPENDENT DIRECTORS DECLARATION:**

The Company has received the necessary declaration from each Independent Directors in accordance with Section 149(7) of the Companies Act, 2013, that he/she meets the criteria of independence as laid out in sub-section (6) of Section 149 of the Companies Act, 2013.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- (i) in the preparation of the annual accounts of the Company for the year ended on March 31, 2017, the applicable accounting standards had been followed along with proper explanations relating to material departures for the same;
- (ii) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- (iii) the Directors had 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) the Directors had prepared the Annual Accounts on a going concern basis;
- (v) the Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (vi) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**FORMAL ANNUAL EVALUATION AND ITS CRITERIA:**

Annual performance evaluation of Board, its Committees and Individual Directors were carried-out of the Financial Year, pursuant to the provisions of Section 134(3)(p) the Companies Act, 2013 and in compliance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Committees. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

**Criteria adopted for evaluation:**

- (i) The Board shall evaluate the roles, functions, duties of Independent Directors (ID's) of the Company. Each ID shall be evaluated by all other directors' not by the Director being evaluated. The board shall also review the manner in which ID's follow guidelines of professional conduct.
- (ii) Performance review of all the Non-Independent Directors of the company on the basis of the activities undertaken by them, expectation of board and level of participation.
- (iii) Performance review of the Chairman of the company in terms of level of competence of chairman in steering the company.
- (iv) The review and assessment of the flow of information by the company to the board and the manner in which the deliberations take place, the manner of placing the agenda and the contents therein.
- (v) The review of the performance of the directors individually, its own performance as well as evaluation of working of its committees shall be carried out by the board.
- (vi) On the basis of performance evaluation, it shall be determined by the Nomination and Remuneration Committee and the Board whether to extend or continue the term of appointment of ID subject to all other applicable compliances.

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

The disclosure of particulars with respect to conservation of energy, a statement giving details of Technology Absorption, Foreign Exchange Earnings and outgo in accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is annexed hereto as **Annexure – "A"**.

**RELATED PARTY TRANSACTIONS (RPTs):**

All Contracts / Arrangements / Transactions entered by the Company during the financial year with related parties were in ordinary course of business and on arm's length basis. During the financial year, the Company has not entered into Contracts / Arrangements / Transactions with related parties except Salary / Fees paid to relatives of Directors. Particulars of such related party transactions described in Form AOC-2 which is annexed herewith as **Annexure – "B"**. A statement showing the disclosure

of transactions with related parties as required under Accounting Standard 18 is set out separately in this Annual Report.

The board has approved a policy, policy for related party transactions which has been hosted on the website of the company. The web-link for the same is [http://www.creative-cast.com/downloadAnnualReports/RTP\\_FINAL.PDF](http://www.creative-cast.com/downloadAnnualReports/RTP_FINAL.PDF). The related party transactions, wherever necessary are carried out by company as per this policy.

There were no materially significant related party transactions entered into by the company during the year, which may have potential conflict with the interest of the company at large. There were no pecuniary relationship or transactions entered into by Independent Director with the company during the year under review.

**PUBLIC DEPOSITS:**

During the financial year 2016-17, your company has not accepted any deposits within the meaning of Section 73 to 76 of the Act, read together with Companies (Acceptance of Deposits) Rules, 2014.

**LOANS, INVESTMENTS, GUARANTEES AND SECURITIES:**

During the financial year, your Company has not given Loans nor provided securities and guarantees in connection with Loans. Moreover, it has not made investment in any securities, except, investment made in units of Mutual Funds. Whatsoever investment made prior to this financial year is enumerated in the Note - 12 to the Financial Statement which is self-explanatory.

**AUDITORS:**

**(i) Statutory Auditor:**

The Companies Act, 2013 notified and effective from April 1, 2014. Section 139 of the Act lays down the criteria for appointment and mandatory rotation of statutory auditors. Pursuant to Section 139 of the Act and the Rules made thereunder, it is mandatory to rotate the statutory auditor on completion of two terms of five consecutive years. The Rules also lay down the transitional period that can be served by the existing auditors depending on the number of consecutive years for which an audit firm has been functioning as auditor in the same company. The incumbent auditor, M/s. Subhash Akbari & Co., have served the Company for over 10 years before the Act was notified and will be completing the maximum number of transitional period (three years) at the ensuing 32<sup>nd</sup> Annual General Meeting.

M/s. Subhash Akbari & Co., Chartered Accountants were appointed as Statutory Auditors of your Company at the last Annual General Meeting held on September 05, 2016 for a term of one year and retires as the Auditors of the Company at the conclusion of the ensuing Annual General Meeting. Pursuant to provisions of the Section 139(2) of the Companies Act, 2013, M/s. Subhash Akbari & Co has completed consecutive Ten years of Association with the Company as a Statutory Auditor, hence, they would not be entitled to get reappointed statutorily. Your Board of Directors, in their meeting held on August 12, 2017, accorded consent and recommended to the shareholders for appointment of M/s. B. H. Advani & Associates, Chartered Accountant (FRN: 117127W) for a period of Five consecutive years which is subject to ratification at every Annual General Meeting of the Company to be held after the conclusion of ensuing Annual General Meeting.

M/s. B. H. Advani & Associates, Chartered Accountant (FRN: 117127W) have furnished a Certificate to the effect that their appointment, if made, will be in accordance and within the limits specified in Section 139 (1) of the Companies Act, 2013.

The report of M/s. Subhash Akbari & Co on audited financial statements and notes on financial statement as referred in their report are self-explanatory and do not call for any further comments of the Board. The Auditors' Report does not contain any qualification, reservation or adverse remarks, if any.

**(ii) Secretarial Auditor:**

In terms of Section 204 of the Companies Act 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 framed thereunder, Mr. Mayur Buha, Proprietor of M. Buha & Co., Practicing Company Secretaries, Vadodara, was appointed as Secretarial Auditors of the company for the financial year 2016-17. The Secretarial Audit Report as Submitted by them in the prescribed form MR-3 is attached as **Annexure – “C”** and forming part of this Report.

There are few qualifications or observations or adverse remarks or disclaimer of the Secretarial Auditors in his Report which call for explanation from the Board of Directors.

**(iii) Cost Auditor:**

Your Company does not fall under the mandatory maintenance of Cost Records and/or get records audited from Practicing Cost Accountants as per Section 148 read with Rule 4(2) of the Companies (Cost Records and Audit) Rules, 2014. Hence, your Company has not appointed any Practicing Cost Auditor.



## BOARDS' RESPONSE ON ADVERSE COMMENTS IN AUDIT REPORT:

### Statutory Audit Report:

There are no qualifications, reservations or adverse remarks or disclaimers made by M/s. Subhash Akbari & Co., Statutory Auditors, in their report. The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company in the year under review.

### Secretarial Audit Report:

- (a) Due to death of promoter, his entire shareholding transferred in the name of his wife by virtue of transmission, hence, there is no such buy-sell transaction so no need to file MGT-10.
- (b) Your Board had taken decision of Investment and Borrowing during the financial year but not implemented, thus, it has not filed e-form MGT-14 with respect to Borrowings and Investment.
- (c) Due to non-availability of signatory, the amount of Interim Dividend to be deposited in Separate Bank Account was delayed.
- (d) There is short-fall of one Independent Director in the composition of the Board and for that your company is trying to find-out suitable candidate.
- (e) Your Company had not received continual disclosure from promoters, so, it has not filed with Stock Exchange under Regulation 30(3).
- (f) Your Company always made disclosure well-in-time to Stock Exchange and ~~even~~ also published financial results in English & Vernacular language timely.

### PARTICULARS OF EMPLOYEES:

The particulars of employees are given in **Annexure - "D"** to this Report as required under Section 197(12) of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Also, Statement containing the names of the top ten employees in terms of remuneration drawn as per Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms a part of **Annexure - "D"**.

### COMMITTEES:

The Company has constituted both the mandatory Committees i.e. Audit Committee and Nomination and Remuneration Committee pursuant to proviso of Sections 177 and 178 of the Companies Act, 2013. The Board has been reviewing the working of the Committee from time to time to bring about greater effectiveness in order to comply with the various requirements under the Companies Act, 2013 and the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015.

#### Following is the composition of both the Committees:-

##### 1. Audit Committee:-

Number of Members	4
Chairperson of Committee	Mr. Dhaval Dand
<b>Name of Members of Committee</b>	<b>Designation</b>
Shri Dhaval Dand	Independent Director
Shri Naimish Thanki	Independent Director
Smt. Manishaben Khunt	Women Director / Independent Director
Shri Dhirubhai Dand	Director

##### 2. Nomination and Remuneration Committee:-

Number of Members	4
Chairperson of Committee	Shri Naimish Thanki
<b>Name of Members of Committee</b>	<b>Designation</b>
Shri Dhaval Dand	Independent Director
Shri Naimish Thanki	Independent Director
Smt. Manishaben Khunt	Women Director / Independent Director
Shri Dhirubhai Dand	Chairman

Company Secretary of the Company by default acts as a Secretary of the Committee(s).

**MEETINGS OF COMMITTEE:**

Audit committee of the company met four times during the year viz. May 25, 2016; July 30, 2016; October 22, 2016; and February 4, 2016 to discuss the affairs of the company.

Nomination and Remuneration Committee met twice during the year under review viz. May 25, 2016; and July 30, 2016.

**ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:**

The Companies Act, 2013 read with Rule 8(5)(viii) of Companies (Accounts) Rules, 2014 re-emphasizes the need for an effective Internal Financial Control system in the Company which should be adequate and shall operate effectively. The Company has devised proper system of internal financial control which commensurate with size and nature of Business. Even, the Board has appointed Mr. J. M. Upadhyay being employee of the Company as an Internal Auditor of the Company pursuant to provisions of Section 138 of the Companies Act, 2013 in order to ensure proper internal financial control.

**INDUSTRIAL RELATIONS:**

The Industrial Relations between the Management and Employees of the Company at all Levels continued to be extremely cordial during the entire year. Both the Management as well as Employees have good relations and work for the betterment of the value of the company.

**CORPORATE GOVERNANCE:**

Provisions relating to the Corporate Governance as prescribed under Chapter IV of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to your Company, thus, a separate report on Corporate Governance is not provided in this Report.

**MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**

The Management's Discussion and Analysis Report for the year under review, as stipulated under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, form part of this Report as **Annexure – "E"**.

**BUSINESS RESPONSIBILITY REPORT:**

The Business Responsibility Report under regulation 34 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 is not applicable to Company for the year under review ended 31<sup>st</sup> March, 2017. Therefore, there is no requirement to submit a separate report by the company.

**EXTRACT OF ANNUAL RETURN:**

Pursuant to section 92(3) of the Act and Rule 12 (1) of the Companies (Management and Administration) Rules 2014, and other provisions as amended from time to time, an extract of Annual Return as on the Financial year ended March 31, 2017 in the Form MGT-9 as prescribed under the said rules is annexed herewith as **Annexure – "F"**.

**VIGIL MECHANISM:**

To ensure high level of honesty, integrity and ethical behaviour amongst its employees, the Company has established a Vigil Mechanism in compliance with the provisions of section 177(9) of the Companies Act, 2013 read with Rule-7 of Companies (Meeting of Board and its powers) Rules, 2014, for the directors and Employees to report genuine concerns and grievances. This mechanism provides adequate safeguards against victimization of employees and directors and also provides for direct access to the chairperson of Audit Committee.

During the financial year, no cases referred to the Chairperson of Audit Committee. Moreover, a policy on Vigil Mechanism is hosted on the website of the Company i.e. [www.creative-cast.com](http://www.creative-cast.com) as per the requirements of Section 177(10) of the Companies Act, 2013.

**RISK MANAGEMENT:**

Your Company has not set-up separate risk management Committee or policy thereon, however, your Management, from time-to-time, identify, analyse, evaluate and mitigate the industrial, economical, financial, other risk that emerges in the course of business. Also, the steps required for reducing such risks is taken care of by the company.

**POLICY ON DIRECTORS' APPOINTMENT AND POLICY ON REMUNERATION:**

The Nomination and Remuneration Committee works with the board to determine the appropriate characteristics, skills and experience required for the Board as a whole and its individual members with the objective of having a Board with diverse backgrounds and experience in business, government, education and public service. Characteristics expected of all Directors include independence, integrity, high personal and professional ethics, sound business judgment, ability to participate constructively in deliberations and willingness to exercise authority in a collective manner.

Pursuant to Section 134(3)(e) and Section 178(3) of the Companies Act, 2013, the policy on appointment of Board members including criteria for determining qualifications, positive attributes, independence of a Director and the policy on remuneration of Directors, KMP and other employees is hosted on the website of the Company i.e. <http://www.creative-cast.com/downloadAnnualReports/NARP.PDF>. There has been no change in the policy since last financial year.

**PREVENTION OF INSIDER TRADING AND CODE OF CONDUCT FOR FAIR DISCLOSURE:**

The Company has adopted a code of conduct for Regulating, Monitoring and Reporting trading by Insiders in securities of the company. The code requires pre-clearance for dealing in the company's securities and prohibits the purchase or sale of securities of the company by the directors and the Directors while in possession of unpublished price sensitive information in relation to the company and during the period when the trading window is closed.

The company has also adopted a Code of Practices and Procedures for Fair Disclosure and Conduct of Unpublished price Sensitive information to formulate a stated framework and policy for prompt and fair disclosure of events and occurrences that could impact price discovery in the market for securities of the company. The policy is available on website i.e. [www.creative-cast.com](http://www.creative-cast.com) of the Company.

**INSURANCE:** All moveable and fixed Assets are adequately insured.

**OTHER INFORMATION:**

Your Directors hereby states that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- (i) The Company do not have any subsidiary, joint venture or, associate Company, hence, no need to state anything about the same;
- (ii) The Provision of Section 135 of the Act with respect to Corporate Social Responsibility (CSR) is not applicable to the Company, hence, there is no need to develop policy on CSR and take initiative thereon;
- (iii) No significant material orders were passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future;
- (iv) During the financial year, your Company has neither issued any kind of Securities nor made buy-back of securities;
- (v) Your directors states that during the year under review, there were no cases at the work place filed pursuant to the Sexual Harassment of Women (Prevention, Prohibition and Redressal) Act, 2013.

**HUMAN RESOURCES:**

The high level of motivation of the employees and their identification as well as involvement with the Company is the basis for the creation of a strong team, who continuously advance the innovative brands and superior technologies with their inventive talent and pioneering spirit. The training courses are evolved to internalize the principles of sustainable development and to uphold the Company's corporate culture based on fairness and team spirit. Employees involvement in the affairs of the company helps build up a brand value and to achieve the good position.

**CERTIFICATES:**

The Company possessed the following certificates.

- (1) ISO 9001:2008, (2) ISO 14001, (3) BS OHSAS 18001, (4) PED 97/23/EC & AD2000 MERKBLATT W0 Certified (5) IBR Awarded 'Well Known Foundry'

**APPRECIATION:**

Your Directors are grateful for the support and co-operation given by the Shareholders, Government Authorities, Company's Bankers, Insurance Company, Employees, Customer's & Suppliers during the year under review.

For and on behalf of Board  
Sd/-  
Dhirubhai H. Dand  
Chairman  
DIN: 00416724  
Dolatpara, 12<sup>th</sup> August, 2017

## ANNEXURES TO THE DIRECTORS' REPORT

Annexure - A

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

#### 1. CONSERVATION OF ENERGY

Your Company has identified second source of energy by installing two Windmills. Such windmills were not installed during the year but consequent to installation, the cost of energy reduced substantially over a period of time. Moreover, the Company has earned Rs. 1,50,96,530.00 (Previous Year Rs. 1,65,80,396.00) revenue from windmills during the year under review.

#### 2. TECHNOLOGY ABSORPTION

Your company operates on in house - technology developed for the products. The Company has upgraded its machinery by installing Autoclave Machinery resultant enhancement of production capacity from 50 tons to 70 tons per month.

Your company has adopted various steps with regards to develop new composition of metals, improve upon grain structure and control of the inclusion rating by introducing use of latest melting and metal purifying practices.

#### 3. FOREIGN EXCHANGE EARNINGS & OUTGO

Foreign Exchange Earnings on account of Export is equivalent to Rs. 13,20,75,678.00 (Previous Year Rs. 12,96,63,924.00). The total Foreign exchange used by way of Traveling Expenses Rs. 2,62,203.00 (Previous Year Rs. 1,22,986.00) and by way of Participation fee Expenses Rs. 6,00,406.00 ( Previous Year Rs. Nil ).

For and on behalf of Board  
Sd/-  
Dhirubhai H. Dand  
Chairman  
DIN: 00416724  
Dolatpara, 12<sup>th</sup> August, 2017

Annexure-B

#### Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1	Details of contracts or arrangements or transactions not at arm's length basis
(a)	Name(s) of the related party and nature of relationship
(b)	Nature of contracts/arrangements/transactions
(c)	Duration of the contracts / arrangements/transactions
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any
(e)	Justification for entering into such contracts or arrangements or transactions
(f)	Date(s) of approval by the Board
(g)	Amount paid as advances, if any:
(h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
2	Details of material contracts or arrangement or transactions at arm's length basis
(a)	Name(s) of the related party and nature of relationship
(b)	Nature of contracts / arrangements / transactions
(c)	Duration of the contracts / arrangements / transactions

Not Applicable

1)Kokilaben D. Dand (Mother of Shri V. D. Patel)  
2)Heena Vishal Patel (Wife of Shri V. D. Patel)  
3)Dhirubhai Dand & Co. (Proprietor is father of Shri V. D. Patel)  
(1) & (2) Employment, and (3) Consulting to the Company.  
Till retirement as per Company's Policy / Resignation

		whichever is earlier / Consulting contract on eventual basis
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	1) Remuneration to Kokilaben D. Dand: Rs. 53,217.00 per month 2) Remuneration to Heena Vishal Patel: Rs. 53,217.00 per month 3) Fees to Dhirubhai Dand & Co. Rs. 6,94,600.00
(e)	Date(s) of approval by the Board, if any:	None of the relatives were appointed during the year under review
(f)	Amount paid as advances, if any:	Not applicable

For and on behalf of Board  
Sd/-  
Dhirubhai H. Dand  
Chairman  
DIN: 00416724  
Dolatpara, 12<sup>th</sup> August, 2017  
**Annexure-C**

**Form MR-3**

**SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED MARCH 31, 2017**

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

To,  
The Members,  
Creative Castings Limited.

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

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the '**Audit Period**' covering the financial year ended on March 31, 2017 complied with the statutory provisions listed here under and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

1. The Companies Act, 2013 ('the Act') and the rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.  
**(Not Applicable to the Company during Audit Period);**
5. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.:-
  - 5.1 The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
  - 5.2 SEBI (Prohibition of Insider Trading) Regulations, 2015;
  - 5.3 The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

- 5.4 The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (**Not Applicable to the Company during Audit Period**);
- 5.5 The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (**Not Applicable to the Company during Audit Period**);
- 5.6 The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- 5.7 The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (**Not Applicable to the Company during Audit Period**); and
- 5.8 The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (**Not Applicable to the Company during Audit Period**);

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

- i. Secretarial Standards issued by the Institute of Company Secretaries of India; and
- ii. The Listing Agreements entered into by the Company with Stock Exchange in India read with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

During the Audit period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to following observations:

**(I) Companies Act, 2013 and Rules framed thereunder (including statutory modification or re-enactment thereof):-**

- (a) Section 93 read with Rule 13 the Companies (Management and Administration) Rules, 2014:  
*The Company has yet to file e-form MGT-10 with respect to change in promoter shareholding.*
- (b) Section 117, 179 read with Rule 24 the Companies (Management and Administration) Rules, 2014:  
*The Company has yet to file e-form MGT-14 with respect to Borrowings and Investment decision taken at Board Meeting.*
- (c) Section 123(4):  
*The Company had deposited amount of Interim Dividend in Separate Bank Account opened for the purpose, however, same was deposited after 5 days as time specified in said sub-section.*
- (d) Section 149(4):  
*The Company has not appointed requisite number of Independent Directors on its Board.*

**(II) Securities and Exchange Board of India (SEBI) Act, 1992 and Rules, Regulations, Guidelines, Circulars, Notifications etc. framed thereunder:-**

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011:  
*The Company has not made continual disclosure to Stock Exchange under Regulation 30(3).*
- (b) Listing Agreement read with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:  
*Regulation 47(1)(a): The Company has not published Notice in newspapers (i.e. English & Vernacular language Newspaper), during the Audit period, as per requirement of cited clause, regarding Board Meeting wherein quarterly financial results were considered by the Board.*

**I further report that:**

The Board of Directors of the Company was not duly constituted with proper balance of Executive Directors; Non-Executive Directors and Independent Directors during the audit period. The changes in the composition of the Board of Directors that took place during the Audit period under review were carried out in compliance with the provisions of the Companies Act, 2013.

Adequate Notice is given to all Directors to schedule the Board Meetings, Agenda and detailed Notes on Agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the Agenda Items before the Meeting and for meaningful participation at the Meeting.

Majority decisions are carried through while the Dissenting Members' views, if any, are captured and recorded as part of the Minutes.

**I further report that:**

There is still scope to improve the systems and processes in the company and operations of the company to commensurate with the size and operations of the Company to monitor and ensure Compliance with applicable laws, rules, regulations and guidelines.

**I further report that** during the audit period the Company has not passed any Resolutions which are having major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

**I further report that** during the audit period, there were no instances of:

1. Public / Right / Preferential Issue of securities;
2. Redemption / Buy Back of Securities;
3. Merger / Amalgamation/Reconstruction etc.;
4. Foreign technical Collaborations

**I further report that** the compliance by the Company of applicable financial laws, rules, regulations, guidelines, notifications, circulars, directives including but not limited to direct and indirect tax laws, Accounting Standards etc. has not been reviewed in my Audit, since the same is subject to review by designated professional/s during the course of statutory financial audit.

**I further state that** my report of even date is to be read alongwith "Annexure – I" appended hereto.

*Dolatpara, 12<sup>th</sup> August, 2017*

For, M. BUHA & CO.  
Company Secretaries  
Sd/-  
Mayur Buha  
Proprietor  
FCS: 9000  
C. P. No. 10487

**Annexure - I**

To,  
The Members,  
Creative Castings Limited.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on the secretarial records based on my Audit;
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices that I followed provide a reasonable basis for my opinion;
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company;
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc;
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis; and
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

*Dolatpara, 12<sup>th</sup> August, 2017*

For, M. BUHA & CO.  
Company Secretaries  
Sd/-  
Mayur Buha  
Proprietor  
FCS: 9000  
C. P. No. 10487

**Part-A****PARTICULARS OF REMUNERATION**

1. The information required under Section 197 of the Act and rules made thereunder, in respect of employees of the Company are as follows:-

2. The Ratio of remuneration of each director to the median remuneration of employees for the Financial Year:

<b>Ratio of each director's remuneration to Median Remuneration of Employees.</b>	<b>Financial Year 2015-16</b>	<b>Financial Year 2016-17</b>
Mr. Rajan R. Bambhania, Managing Director	7.88	8.28
Mr. Siddharth V. Vaishnav, Whole-time Director	7.88	8.28
Mr. Vishal D. Patel, Whole-time Director	7.88	8.28

3. The percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary, Manager, if any, during the Financial Year:

<b>Name of Person</b>	<b>% increased/ (decrease)</b>
Mr. Rajan R. Bambhania, Managing Director	13.38 %
Mr. Siddharth V. Vaishnav, Whole-time Director	13.38 %
Mr. Vishal D. Patel, Whole-time Director	13.38 %
Mr. Ashok L. Shekhat	35.99 %
Mr. Dharmesh A. Chauhan	146.31 %

4. The percentage increase in the median remuneration of employee in the financial year: **8.82 %**

5. The number of permanent employees on the rolls of the Company: **152** (Previous Year: 150)

6. The explanation in relationship between average increase in remuneration and company performance:

<b>Particulars</b>	<b>% increased/ (decrease)</b>
Total Remuneration	8.51 %
Company Performance-PBT (In Rs.)	0.77 %

**Explanation:** Decrease in remuneration is in line with the terms of appointment, reduction in number of employees, inflation and individual performance.

7. Comparison of remuneration of Key Managerial Personnel against the performance of the Company:

<b>Comparison of remuneration of KMP against Company Performance</b>	<b>2015-16</b>	<b>2016-17</b>	<b>Differential</b>	<b>% increased/ (decrease)</b>
Company Performance-PBT (In Rs.)	3,31,97,278	3,34,53,082	2,55,804	0.77 %
KMP Remuneration	39,44,868	47,10,701	7,65,833	19.41 %

Note: KMP includes Managing Director, Executive Directors, CFO, CS.

8. Variation in the market capitalization of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase or decrease in the market quotation of the shares of the Company in the rate at which the Company come out with the last public offer in case of listed companies, and in case of unlisted companies, the variation in the net worth of the Company as at the close of the financial year and previous financial year:

<b>Particulars</b>	<b>Unit</b>	<b>2015-16</b>	<b>2016-17</b>	<b>Variation</b>
Market Capitalization	In Rs.	3,34,75,000	7,17,60,000	3,82,85,000
PE Ratio	Ratio	1.31	2.68	1.37
Market Price as on 31st March-Per Share	In Rs.	25.75	55.20	29.45
Market quotes on last public offer (1996)	In Rs.	55.00	55.00	0.00
Increase or decrease		-29.25	0.20	29.45

9. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there any exceptional circumstances for increase in the managerial remuneration:

<b>Particulars</b>	<b>% increased/ (decrease)</b>
Remuneration other than managerial remuneration	6.98 %
Managerial Remuneration	19.41 %

*Justification Note for substantial increase*

*The increase in managerial remuneration mainly on account of remuneration of Executive Director for the year FY 2016-2017.*

10. Comparison of each remuneration of Key Managerial Personnel against the performance of the Company:

<b>Particulars</b>	<b>2016-17</b>	<b>Remuneration as a % of PBT (FY-2016-17)</b>
Company Performance-PBT (in Rs.)	3,34,53,082	
Shri Rajan R. Banbhaniya, MD	12,89,354	3.85 %
Shri Siddharth V. Vaishnav, ED	12,89,354	3.85 %
Shri Vishal D. Patel, ED	12,89,354	3.85 %



Shri Ashok Shekhat, CFO	5,80,559	1.74 %
Shri Dharmesh Chauhan, CS	2,62,080	0.78 %

Note: KMP includes Managing Director, Executive Directors, CFO, CS

11. The key parameters for any variable component of remuneration availed by Directors: **N.A.**
12. The ratio of the remuneration of the highest paid to the director to that of the employees who are not directors but receive remuneration in excess to highest paid during the year: **N.A.**
13. Affirmation that the remuneration is as per the policy of the Company:  
The Company's remuneration policy is driven by the success and performance of the individual employees and the Company. The Company affirms remuneration is as per the remuneration policy of the Company

### **Part-B**

#### **STATEMENT OF TOP TEN EMPLOYEES OF THE COMPANY**

Name of Employee	Kokilaben D. Dand	Heenaben V. Patel	Ashokbhai R. Dholiya	Shailesh T. Hirani	Paresh R. Bhut	J. M. Upadhyay	Ankur P. Thusoo	Dinesh L. Kardani	Madhubhai M. Kapadia	B. R. Lakhani
Age (in Years)	64	35	51	49	42	65	33	50	52	53
Designation	Executive	H. R. Executive	Works Manager	Manager-Export	HoD-Tool Development	Manager (A/c.)	Manager-Marketing	Maintenance Engineers	HoD-Coating	Senior Inspector-QC
Remuneration received (in Rs.)	7,84,223	7,84,223	8,25,848	4,70,104	4,15,758	3,31,062	3,32,403	3,00,244	2,92,216	2,40,803
On Roll / On Contract	On roll	On roll	On roll	On roll	On roll	On roll	On roll	On roll	On roll	On roll
Qualifications	M.A.	B. Com	D.M.E.	D.C.A.	B. Sc	B. Com	D.M.E.	I.T.I Electrician	I.T.I	D.M. I.T.I
Experience	17 Years	11 Years	26 Years	25 years	20 Years	32 Years	10 years	31 years	35 Years	16 years
Date of Joining	01/04/2000	01/07/2006	19/08/2014	21/07/1992	01/07/1997	01/07/1985	13/03/2016	18/09/1986	26/09/1982	01/06/2011
Immediate preceding employment, if any	No Data	No Data	No Data	No Data	No Data	No Data	No Data	No Data	No Data	No Data
Percentage of equity shares held	2.45	2.46	0.00	0.00	0.00	0.08	Nil	0.00	0.00	0.00
Whether relative of Director or manager, if any name them.	Mother of Shri V. D. Patel, Executive Director	Wife of Shri V. D. Patel, Executive Director	-	-	-	-	-	-	-	-

Note: In the above list, Key Managerial Personnel are excluded.

For and on behalf of Board  
Sd/-  
Dhirubhai H. Dand  
Chairman  
DIN: 00416724  
Dolatpara, 12<sup>th</sup> August, 2017

### **Annexure-E**

#### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The following operating and financial review is intended to convey the management's perspective of Creative Casting Limited on the financial and operating performance of the Company. This Management Discussion and Analysis Report ("MD&A") of Creative Casting Limited, for the year ended on March 31, 2017 contains financial highlights but does not contain the complete financial statements of the Company. This should be read in conjunction with the Company's audited financial statements, the schedules and notes thereto and the other information included elsewhere in the Annual Report.

### **TRADITIONAL PAST:**

Casting is one of the oldest processes for shaping materials. A number of different casting processes that have been modified over and over again in the course of recent years are in use today, but the principle behind them is always the same. A liquid material is poured into a hollow mould, takes on the shape dictated by the mould and solidifies to form a semi-finished product or a finished product that is ready for immediate installation. Cores integrated in the mould create cavities inside castings. Practically all kinds of products can be manufactured by casting processes – particularly those that have complex geometry, interior cavities and a filigree internal structure, which cannot be made at all by other manufacturing processes. This explains why there are many different application areas for casting processes. Another advantage is that 100% of castings can be recycled.

Typical casting materials are iron and carbon alloys based on cast iron and steel – cast iron and steel casting not being one and the same thing – as well as non-ferrous metals based on copper, aluminium, magnesium, titanium, lead, tin, zinc, nickel and castable alloys of them. While castability is a general precondition for it to be possible to shape a metal material by casting, the material's individual properties – such as strength and ductility as well as resistance to fracturing, wear, corrosion, chemicals and high / low temperatures in addition to specific weight – are the key features that determine which material is chosen, in view of the subsequent application for the finished product.

### **ABOUT CREATIVE CASTING:**

Creative Casting established in the year 1980 which is the India's most trusted & quality investment casting manufacturer & exporter by lost wax process with an installed capacity of 1000 MT/annum. The Company is committed to supply precision parts with guaranteed material & casting quality. We have the state of the art facilities & expertise to back our commitment. The plant spread over 10000 Sq. Mts. area with a production area of 3500 Sq. Mts. & is equipped with latest technology production, testing & measurement facilities & with a full standby captive power generation for uninterrupted production.

Company is engaged in supply over 5000 different types of castings in as cast & in fully machined conditions to almost every field of engineering applications such as pumps & valves, Defense, oil & refinery, fire control equipment automobiles etc.

An experience of more than 30 years in design & manufacture of complicated parts weighing from few grams to 120 kg. Creative can handle large volumes 100000 pieces /month ability to handle over more than 250 different alloys to customized specification.

CREATIVE HAS STRONG BUSINESS RELATIONSHIP SINCE MORE THAN 20 YEARS WITH HIS 50% WORLD LARGEST CUSTOMERS.

### **FINANCIAL PERFORMANCE:**

Particulars	2016-2017 (Rs.in lakhs)	2015-2016 (Rs.in lakhs)
Total Income	2640.53	2584.25
Total Expenses	2306.00	2252.28
Profit before tax	334.53	331.97
Tax Expenses	66.51	76.11
Profit After Tax	268.02	255.86

### **HISTORY:**

The company was incorporated as "Creative Castings Private Limited" on 22nd November, 1985. After Incorporation, the said company took over the running business of the erstwhile Partnership firm, M/s. Creative Castings with the effect from 21st March, 1986 on dissolution of the Partnership firm. All the assets and liabilities were transferred to Creative Castings Private Limited. The business set up by the firm in 1980 was carried by the company and all the erstwhile partners of the firm were appointed as the directors on the board of the company. The Company became a Public Limited Company on 6th October, 1994.

### **PRODUCT LINE:**

Creative Casting Ltd. is a manufacturer & exporter of machined as well as unmachined investment castings to all key user industries like Pumps & Valve Industries, Oil & Refineries, General Engineering, Electrical engineering, Fire control equipments, Medical implants, Agricultural Machineries, Defence Industries etc.

The company has two furnaces with capacities of 300 kg per heat and 250 kg per heat respectively. The company's product has wide range of application in different industries viz. Industrial Pumps, Electrical Engg., Valve Industries, Anti Fire Equipment, Defence Industries, Instrumentations, Medical Implants, General Engineering, Oil and Gas Industries, Power Industries etc. The Company has developed over 5,000 various types of castings till date.

Moreover, the castings produced by the company find applications in automobiles, chemical processing, food processing, pharmaceutical, fertilizer industry and engineering products.

The Company manufactures both ferrous and non-ferrous castings. Ferrous castings comprise of stainless steel castings of various grades and carbon steel, which accounts for around 75% of the production. Non-ferrous castings consist of Cobalt base alloy and Nickel base alloy castings, which accounts for around 25% of the production.

**SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE:**

Segment-wise detailed performance provided in the Notes to the financial statement.

**OPPORTUNITIES & THREATS:**

Casting industry in India will be grown because of “Make in India” initiative of the government, as the industry is a significant contributor to automotive and manufacturing sector with almost all equipment or machinery having some casting in it. If the MAKE IN INDIA initiative by the Government implemented in true spirit, there will be slightly boom in Indian market.

With manufacturing gradually picking up and several emerging sectors opening up new opportunities, casting industry is looking to double growth rates. Along with it India being a growth market, opportunities for employ ability and for commensurate roles are higher. The Company’s strong capability will help in nurturing and developing its talent which will makes its employees more expertise in the market.

The formulation of various policies and other initiatives taken by the Government like Tax exemption to SME Manufacturing industries etc. have given a definite impetus for entry, participation and growth of the private sector in the casting industry. While the existing units are being modernized/expanded, a large number of new casting plants have also come up in different parts of the country based on modern, cost effective, state of-the-art technologies. The government is working proactively to provide incentives for economic growth by injecting funds in construction, infrastructure, automotive and power, which will drive the steel industry in the future Different geographies follow separate business cycles; hence expanding the global footprint and establishing a global presence in some of the world’s largest markets helps take advantage of the varying differential growth opportunities.

**THREATS:**

- Competition in the market is intense and is likely to remain so in the foreseeable future. Most international players have identified India as a focus market. Competition’s response to rising cost of goods might be slower than the Company, putting pressure on volume growth.
- The main challenge causing the industry down is lack of resources for technology upgradation and access to quality manpower as the availability of skilled manpower and the retention of managerial talent have become a key issue.
- The commodity sector is highly volatile and changes in the cycle are hardly predictable. It thus becomes imperative to improve product mix and diversify business over long gestation industrial sectors.
- Additive manufacturing techniques are no longer in their infancy and are finding increased application in the production of metallic parts. It is necessary to track changes of this unfolding technology and develop similar capabilities.
- The temporary effect of demonetization is expected to continue in the first few months of 2017 and thus affect the working of a company for a while.
- While the Indian manufacturing industry is expected to do better in 2017, there could be some adverse effect on inventory levels and production, on account of GST, which could have a short term impact.

**Risks and Areas of Concern:**

In any business, risks and return are inseparable. As a responsible management, the Company’s principal is to maximize returns and minimise risk.

**Economy and Market Risk:**

Continued slowdown in the global market for automotive industry may impact the domestic casting industry. Further, the increase in demand may be visible only if there is growth in automobile sector and the investments proposed by the government provide fruitful results. The Company continuously evaluates its marketing and sales strategy and alters its sales plan in terms of products to be manufactured and markets to be served and keeps itself current with the changing environment. Increasing competition across all segments may put some pressure on market share.

**Foreign Exchange Risk:**

The Company’s foreign currency exposure is on account of export of machined as well unmachined investment castings. Appropriate forward cover is taken to mitigate the risks as per foreign exchange policy of the Company.

**Input Cost Risk:**

Our profitability and cost effectiveness may be affected due to change in the prices of raw materials, power and other input costs. Some of the risks that are potentially significant in nature and need careful monitoring are Raw Materials prices, availability of Power etc. Currently, the power is a scarce resource, but it is available through inter/intra state open access at higher cost. The price is highly volatile; hence it will affect the profitability. However, in order to meet such risk, your Company has installed two windmills for captive power consumption resultant fluctuation of power rate do not affect the cost of production.

**OUTLOOK:**

In the long-term, the demand is expected to improve on account of government focus on “Make in India” concept and export promotion schemes which will positively steer the overall market as compared to last couple of years and a forecasted growth in automobile and auto components industry.

**HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT:**

The Company is working on enhancing its competencies to take care of current and future business. Its employee strength as on March 31, 2017 was 152. Human Resource and Industrial Relations departments have developed systems and policies on recruitment, performance management, learning and development, and employee engagement.

The high level of motivation of the employees and their identification with the company is the basis for the creation of a strong team, who continuously advance the innovative brands and superior technologies with their inventive talent and pioneering spirit. The training courses are evolved to internalize the principles of sustainable development and to uphold the Company's corporate culture based on fairness and team spirit.

**INTERNAL CONTROL SYSTEMS AND ADEQUACY:**

The Company's internal control policies are in line with its size and nature of operations and they provide assurance that all assets are safeguarded, transactions are authorised, recorded and reported properly following all applicable statutes, General Accepted Accounting Principles, company's Code of Conduct and corporate policies. The Company has an Audit Committee, which conducts audit in various functional areas as per audit plan approved by the Audit Committee. Audit planning and executions are oriented towards assessing the state of internal controls, making them stronger and addressing the risks in the functional areas of the Company and suggests improvements for strengthening them. Similarly the Internal Auditors are also monitoring the Internal Control Systems.

For and on behalf of Board  
Sd/-  
Dhirubhai H. Dand  
Chairman  
DIN: 00416724  
Dolatpara, 12<sup>th</sup> August, 2017

**Annexure-F****FORM NO. MGT-9****EXTRACT OF ANNUAL RETURN****As on the financial year ended on 31/03/2017**

*[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]*

<b>I</b>	<b>REGISTRATION AND OTHER DETAILS</b>	
i)	CIN	L27100GJ1985PLC008286
ii)	Registration Date	22/11/1985
iii)	Name of the Company	Creative Castings Limited
iv)	Category/Sub-Category of the Company	Company limited by share / Indian non government company
v)	Address of the Registered office and contact details	
	Town / City :	102 G I D C Phase-II Rajkot road, Dolatpara, Junagadh-362037
	State :	Gujarat
	Country Name :	India
	Telephone (with STD Code) :	+91-285-2660040 / 2660224

	Fax Number :	+91-285-2661348
	Email Address :	info@creative-cast.com
	Website, if any:	<a href="http://www.creative-cast.com">www.creative-cast.com</a>
vi)	Whether listed company	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Link Intime India Pvt. Ltd. C-101, 247 Park, L.B.S. Marg, Vikhroli (West) Mumbai-400083 Phone No: 022-49186000, Fax: 022-49186060, Email:mumbai@linkintime.co.in Website:www.linkintime.co.in
II	PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY	
	All the business activities contributing 10 % or more of the total turnover of the company	<u>Insertion - A</u>
III	PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES	<u>Insertion - B</u>
IV	SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY)	
	Category wise Share holding	<u>Insertion - C</u>
	Shareholding of promoters	<u>Insertion - D</u>
	Change in Promoters' Shareholding	<u>Insertion - E</u>
	Shareholding pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)	<u>Insertion - F</u>
	Shareholding of Directors and Key Managerial Personnel	<u>Insertion - G</u>
V	INDEBTEDNESS	
	Indebtedness of the Company including interest outstanding/accrued but not due for payment	<u>Insertion - H</u>
VI	REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL	
	Remuneration to Managing Director, Whole-time Directors and/or Manager	<u>Insertion - I</u>
	Remuneration to other directors	<u>Insertion - J</u>
	Remuneration to Key Managerial Personnel other than MD/MANAGER/WTD	<u>Insertion - K</u>
VII	PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES	<u>Insertion - L</u>

Insertion - 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:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Investment Casting	273	93.37

Insertion - B

## III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S.N.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary / Associate	% of Shares Held	Applicable Section
Not Applicable					

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**i) Category-wise Share Holding**

	Category of Shareholders	No. of Shares held at the beginning of the year (i.e. as at 01/04/2016)				No. of Shares held at the end of the year (i.e. as at 31/03/2017)				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A</b>	<b>Promoters</b>									
<b>(1)</b>	<b>Indian</b>									
a)	Individual/ HUF	972898	0	972898	74.84	973974	0	973974	74.92	+0.08
b)	Central Government									
c)	State Government/s									
d)	Bodies Corporates									
e)	Banks / FI									
f)	Any Other....									
	<b>SUB-TOTAL (A)(1)</b>	<b>972898</b>	<b>0</b>	<b>972898</b>	<b>74.84</b>	<b>973974</b>	<b>0</b>	<b>973974</b>	<b>74.92</b>	<b>+0.08</b>
<b>(2)</b>	<b>Foreign</b>									
a)	NRIs - Individuals									
b)	Other – Individuals									
c)	Bodies Corporates									
d)	Banks / FI									
e)	Any Other....									
	<b>SUB-TOTAL (A)(2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>
	<b>TOTAL SHAREHOLDING OF PROMOTER (A) = (A)(1)+(A)(2)</b>	<b>972898</b>	<b>0</b>	<b>972898</b>	<b>74.84</b>	<b>973974</b>	<b>0</b>	<b>973974</b>	<b>74.92</b>	<b>+0.08</b>

<b>B</b>	<b>Public Shareholding</b>									
<b>(1)</b>	<b>Institutions</b>									
a)	Mutual Funds									
b)	Banks / FI									
c)	Central Government									
d)	State Government/s									
e)	Venture Capital Funds									
f)	Insurance Companies									
g)	FII's									
h)	Foreign Venture Capital Funds									
i)	Others (specify)									
	<b>SUB-TOTAL (B)(1)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>
<b>(2)</b>	<b>Non-Institutions</b>									
a)	Bodies Corporates									

i)	Indian	25906	8500	34406	2.65	28147	6300	34447	2.65	<b>0.00</b>
ii)	Overseas									
b)	Individuals									
i)	Individual shareholders Holding nominal share capital upto Rs. 1 lakh	63016	91800	154816	11.90	67357	86400	153757	11.82	<b>-0.08</b>
ii)	Individual shareholders Holding nominal share capital in excess of Rs 1 lakh	136804	0	136804	10.52	136736	0	136736	10.52	<b>0.00</b>
c)	Others (Specify)									
	Market Makers	1000	0	1000	0.08	1000	0	1000	0.08	<b>0.00</b>
	HUF	76	0	76	0.01	86	0	86	0.01	<b>0.00</b>
	Director/ Relative	0	0	0	0	0	0	0	0	

	<b>SUB-TOTAL (B)(2)</b>	<b>226802</b>	<b>100300</b>	<b>327102</b>	<b>25.16</b>	<b>233326</b>	<b>92700</b>	<b>326026</b>	<b>25.08</b>	<b>-0.08</b>
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	<b>TOTAL PUBLIC SHAREHOLDING (B)= (B)(1) + (B)(2)</b>	<b>226802</b>	<b>100300</b>	<b>327102</b>	<b>25.16</b>	<b>233326</b>	<b>92700</b>	<b>326026</b>	<b>25.08</b>	<b>-0.08</b>
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<b>C</b>	<b>Shares held by Custodian for GDRs &amp; ADRs</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>
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	<b>GRAND TOTAL (A+B+C)</b>	<b>1199700</b>	<b>100300</b>	<b>1300000</b>	<b>100.00</b>	<b>1207300</b>	<b>92700</b>	<b>1300000</b>	<b>100.00</b>	<b>0.00</b>
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**Insertion - D**

**ii) Shareholding of Promoters**

S. N.	Shareholder's Name	Shareholding at the beginning of the year (i.e. as at 01/04/2016)			Shareholding at the end of the year (i.e. as at 31/03/2017)			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Alpa J Thanki	27800	2.14	0.00	28071	2.16	0.00	0.02
2.	Anila S Thanki	23800	1.83	0.00	48080	3.70	0.00	1.87
3.	Bhavin N Vadgame	36600	2.82	0.00	36600	2.82	0.00	0.00
4.	Dhirubhai H. Dand	26490	2.04	0.00	26490	2.04	0.00	0.00
5.	Dhirubhai Haribhai Dand HUF	8986	0.69	0.00	8986	0.69	0.00	0.00
6.	Dipti R Bambhania	13000	1.00	0.00	13000	1.00	0.00	0.00
7.	Falguni P Thanki	16100	1.24	0.00	16100	1.24	0.00	0.00
8.	Heena Vishal Patel	32028	2.46	0.00	32028	2.46	0.00	0.00
9.	Hemali R Bambhania	13000	1.00	0.00	13000	1.00	0.00	0.00
10.	Hiren N Vadgama	10440	0.80	0.00	10440	0.80	0.00	0.00

11.	Hiren N Vadgama(HUF)	11700	0.90	0.00	11700	0.90	0.00	0.00
12.	Indumati N Vadgama	42100	3.24	0.00	42100	3.24	0.00	0.00
13.	Jashumati R Bambhania	53000	4.08	0.00	53000	4.08	0.00	0.00
14.	Jayendra C Vadgama	13400	1.03	0.00	13400	1.03	0.00	0.00
15.	Jignesh S Thanki	31500	2.42	0.00	31500	2.42	0.00	0.00
16.	Kokilaben Dhirubhai Dand	31791	2.45	0.00	32031	2.46	0.00	0.01
17.	Mahesh M. Thanki	400	0.03	0.00	400	0.03	0.00	0.00
18.	Narottam C Vadgama	64000	4.92	0.00	64000	4.92	0.00	0.00
19.	Narottam C Vadgama(HUF)	27000	2.08	0.00	27000	2.08	0.00	0.00
20.	Parsottambhai Manjibhai Nadpara	41927	3.23	0.00	42042	3.24	0.00	0.01
21.	Pinak S Thanki <sup>#</sup>	25850	1.99	0.00	25850	1.99	0.00	0.00
22.	Pruthesh Dhirubhai Patel	32900	2.53	0.00	32900	2.53	0.00	0.00
23.	Purvi S Thanki	22900	1.76	0.00	22900	1.76	0.00	0.00
24.	Pushpaben Vallabhbhai Vaishnav & Siddharth Vallabhbhai Vaishnav	15300	1.18	0.00	15300	1.18	0.00	0.00
25.	Rajan R Bambhania	58700	4.52	0.00	58700	4.52	0.00	0.00
26.	Rajan R Bambhania(HUF)	19300	1.48	0.00	19300	1.38	0.00	0.00
27.	Ramniklal N Bambhania	27480	2.11	0.00	27480	2.11	0.00	0.00
28.	Ramniklal N Bambhania(HUF)	18900	1.45	0.00	18900	1.45	0.00	0.00
29.	Ruta R Bambhania	40475	3.11	0.00	40800	3.14	0.00	0.03
30.	Shashikant M Thanki*	24280	1.87	0.00	0.00	0.00	0.00	-1.87
31.	Siddharth Vaishnav	37375	2.88	0.00	37375	2.88	0.00	0.00
32.	Siddharth Vallabhbhai Vaishnav & Diptiben Siddharthbhai Vaishnav	19550	1.50	0.00	19675	1.51	0.00	0.01
33.	Twinkle Patel Pruthesh	14600	1.12	0.00	14600	1.12	0.00	0.00
34.	Ushaben Parsottambhai Nadpara	43400	3.34	0.00	43400	3.34	0.00	0.00
35.	Vallabhbhai Ramjibhai Vaishnav	17000	1.31	0.00	17000	1.31	0.00	0.00
36.	Vishal Dhirubhai Patel	29826	2.29	0.00	29826	2.29	0.00	0.00

\* Shashikant M Thanki ceased to hold the office of directorship due to his death on Dec 17, 2015 and thus, his shares as on April 1, 2016 has been transferred to his wife Anila S Thanki.

# Pinak Thanki has resigned as director, w.e.f. 30/07/2016 but he do not ceased to be a shareholder.



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

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	972898	74.84	972898	74.84
2	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/ sweat equity etc)	*	*	1076	0.08
3	At the End of the year	973974	74.92	973974	74.92

**\*Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/ sweat equity etc):**

SN	Name	Shareholding		Date	Increase / Decrease in shareholding	Reason	Cumulative shareholding during the year 01/04/2016 to 31/03/2017	
		No. of shares at the beginning (01/04/2016) /end of the Year (31/03/2017)	% of total shares of the Company				No. of shares	% of total shares in the Company
1	Alpa J Thanki	27800	2.14	01/04/2016			27800	2.14
				N.A. <sup>§</sup>	+271	Transfer	28071	2.16
		28071	2.16	31/03/2017			28071	2.16
2	Anila S Thanki	23800	1.83	01/04/2016			23800	1.83
				N.A. <sup>§</sup>	+24280	Transmission	48080	3.70
		48080	3.70	31/03/2017			48080	3.70
3.	Kokilaben Dhirubhai Dand	31791	2.45	01/04/2016			31791	2.45
				N.A. <sup>§</sup>	+240	Transfer	32031	2.46
		32031	2.46	31/03/2017			32031	2.46
4.	Parsottambhai Manjibhai Nadpara	41927	3.23	01/04/2017			41927	3.23
				N.A. <sup>§</sup>	+115	Transfer	42042	3.24
		42042	3.24	31/03/2017			42042	3.24
5.	Ruta R Bambhania	40475	3.11	01/04/2016			40475	3.11
				N.A. <sup>§</sup>	+325	Transfer	40800	3.14
		40800	3.14	31/03/2017			40800	3.14
6.	Shashikant M Thanki	24280	1.87	01/04/2016			24280	1.87
				N.A. <sup>§</sup>	-24280	Transfer	0.00	0.00
		0.00	0.00	31/03/2017			0.00	0.00
7.	Siddharth Vallabhbai Vaishnav & Diptiben Siddharthbhai Vaishnav	19550	1.50	01/04/2016			19550	1.50
				N.A. <sup>§</sup>	+125	Transfer	19675	1.51
		19675	1.51	31/03/2017			19675	1.51

<sup>§</sup> Off-market/ demat trade, hence, data is not available with the Company.

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

SN	Name	Shareholding		Date	Increase / Decrease in shareholding	Reason	Cumulative shareholding during the year 01/04/2016 to 31/03/2017	
		No. of shares at the beginning (01/04/2016) /end of the Year (31/03/2017)	% of total shares of the Company				No. of shares	% of total shares in the Company
1	Keyur Mansukhlal Thanki / Vishal Prabhudas Abhani	54937	4.23	01/04/2016			54937	4.23
				N.A. <sup>s</sup>	- 46	Transfer	54891	4.22
		54891	4.22	31/03/2017			54891	4.22
2	Khandwala Securities Ltd.	25900	1.99	01/04/2016			25900	1.99
				N.A. <sup>s</sup>	+1498	Transfer	27398	2.11
		27398	2.11	31/03/2017			27398	2.11
3.	Harsh J. Vadgama	20619	1.59	01/04/2016			20619	1.59
				N.A. <sup>s</sup>	-12	Transfer	20607	1.59
		20607	1.59	31/03/2017			20607	1.59
4.	Rekha J Vadgama	17900	1.38	01/04/2016			17900	1.38
					No Change		17900	1.38
		17900	1.38	31/03/2017			17900	1.38
5.	Sharda M. Thanki	16400	1.26	01/04/2016			16400	1.26
					No Change		16400	1.26
		16400	1.26	31/03/2017			16400	1.26
6.	Shailesh Jerambhai Kotadia	11300	0.87	01/04/2016			11300	0.87
					No Change		11300	0.87
		11300	0.87	31/03/2017			11300	0.87
7.	Paresh Jayantilal Khandwala	8100	0.62	01/04/2016			8100	0.62
					No Change		8100	0.62
		8100	0.62	31/03/2017			8100	0.62
8.	Dinesh K. Bhimani	7558	0.58	01/04/2016			7558	0.58
					No Change		7558	0.58
		7558	0.58	31/03/2017			7558	0.58
9.	Ashok Kumar K Agraval	7200	0.55	01/04/2016			7200	0.55
					No Change		7200	0.55
		7200	0.55	31/03/2017			7200	0.55
10.	Ramila Rohit Mehta	7200	0.55	01/04/2016			7200	0.55
					No Change		7200	0.55
		7200	0.55	31/03/2017			7200	0.55

<sup>s</sup> Off-market/ Demat trade, hence, data is not available with the Company.

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

SN	Name	Shareholding		Date	Increase / Decrease in shareholding	Reason	Cumulative shareholding during the year 01/04/2016 to 31/03/2017	
		No. of shares at the beginning (01/04/2016) /end of the Year (31/03/2017)	% of total shares of the Company				No. of shares	% of total shares in the Company
1	Dhirubhai Haribhai Dand	26490	2.04	01/04/2016			26490	2.04
					No Change		26490	2.04
		26490	2.04	31/03/2017			26490	2.04
2	Dhaval Laljibhai Dand *	15648	1.20	01/04/2016			15648	1.20
					10	Transfer	15638	1.20
		15638	1.20	31/03/2017			15638	1.20
3.	Hiren N. Vadgama	10440	0.80	01/04/2016			10440	0.80
					No Change		10440	0.80
		10440	0.80	31/03/2017			10440	0.80
4.	Jignesh S. Thanki	31500	2.42	01/04/2016			31500	2.42
					No Change		31500	2.42
		31500	2.42	31/03/2017			31500	2.42
5.	Manishaben P Khunt *	6900	0.53	01/04/2016			6900	0.53
					1	Transfer	6899	0.53
		6899	0.53	31/03/2017			6899	0.53
6.	Narottam C Vadgama	64000	4.92	01/04/2016			64000	4.92
					No Change		64000	4.92
		64000	4.92	31/03/2017			64000	4.92
7.	Parsottambhai Manjibhai Nadpara	41927	3.23	01/04/2016			41927	3.23
				N.A.\$	+115	Transfer	42042	3.24
		42042	3.24	31/03/2017			42042	3.24
8.	Pinak S Thanki #	25850	1.99	01/04/2016			25850	1.99
					No Change		25850	1.99
		25850	1.99	31/03/2017			25850	1.99
9.	Rajan R Bambhania	58700	4.52	01/04/2016			58700	4.52
					No Change		58700	4.52
		58700	4.52	31/03/2017			58700	4.52
10.	Siddharth Vaishnav	37375	2.88	01/04/2016			37375	2.88
					No Change		37375	2.88
		37375	2.88	31/03/2017			37375	2.88
11.	Vallabbhai Ramjibhai Vaishnav	17000	1.31	01/04/2016			17000	1.31
					No Change		17000	1.31
		17000	1.31	31/03/2017			17000	1.31
12.	Vishal Dhirubhai Patel	29826	2.29	01/04/2016			29826	2.29
					No Change		29826	2.29
		29826	2.29	31/03/2017			29826	2.29

§ Off-market demat trade, hence, data is not available with the Company

\* Mr. Dhaval Dand and Ms. Manisha Khunt are the independent directors appointed on 30/07/2016 and therefore they are enlisted in the above table.

# Mr. Pinak Thanki has ceased to be director w.e.f. 30/07/2016.

**V. INDEBTEDNESS**

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i)Principal Amount	16,84,869.00	0.00	0.00	16,84,869.00
ii)Interest due but not paid	0.00	0.00	0.00	0.00
iii)Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	<b>16,84,869.00</b>	<b>0.00</b>	<b>0.00</b>	<b>16,84,869.00</b>
<b>Change in Indebtedness during the financial year</b>				
Addition	0.00	0.00	0.00	0.00
Reduction	(16,84,869.00)	0.00	0.00	(16,84,869.00)
<b>Net Change</b>	<b>(16,84,869.00)</b>	<b>0.00</b>	<b>0.00</b>	<b>(16,84,869.00)</b>
<b>Indebtedness at the end of the financial year</b>				
i)Principal Amount	0.00	0.00	0.00	0.00
ii)Interest due but not paid	0.00	0.00	0.00	0.00
iii)Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

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

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount (In Rs.)
		RRB	SVV	VDP	
1	Gross salary				
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	12,89,354	12,89,354	12,89,354	38,68,062
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	21,600	21,600	21,600	64,800
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0	0
2	Stock Option	0	0	0	0
3	Sweat Equity	0	0	0	0
4	Commission	0	0	0	0
	■ As % of profit	0	0	0	0
	■ others, specify...	0	0	0	0
5	Others, please specify	0	0	0	0
	<b>Total (A)</b>	<b>13,10,954</b>	<b>13,10,954</b>	<b>13,10,954</b>	<b>39,32,862</b>
	Ceiling as per the Act				

**RRB:** Rajan R. Bambhania, Managing Director, **SVV:** Siddharth V. Vaishnav, Whole-time Director, **VDP:** Vishal D. Patel, Whole-time Director

**B. Remuneration to other directors :**

Sl. no.	Particulars of Remuneration				Total Amount
1	Independent Directors	Manisha Khunt	Dhaval Dand	Naimish Thanki	
	▪Fee for attending board / committee meetings	30,000	30,000	30,000	90,000
	▪Commission	-	-	-	
	▪Others, please specify	-	-	-	
	<b>TOTAL (1)</b>	30,000	30,000	30,000	90,000
2	Other Non-Executive Directors (Part-I)	D. H. Dand	V. R. Vaishnav	P. M. Nadpara	
	▪Fee for attending board / committee meetings	60,000	60,000	15,000	1,35,000
	▪Commission	-	-	-	
	▪Others, (salary)	-	-	-	
	Other Non-Executive Directors (Part-II)	N. C. Vadgama	H. N. Vadgama	J. S. Thanki	
	▪Fee for attending board / committee meetings	30,000	30,000	45,000	1,05,000
	▪Commission	-	-	-	
	▪Others, (salary)	-	-	-	
	<b>TOTAL (2)</b>	<b>90,000</b>	<b>90,000</b>	<b>60,000</b>	<b>2,40,000</b>
	<b>TOTAL (B) = (1) + (2)</b>	<b>1,20,000</b>	<b>1,20,000</b>	<b>90,000</b>	<b>3,30,000</b>
	<b>Total Managerial Remuneration</b>				<b>3,30,000</b>
	Overall Ceiling as per the Act				

**C. Remuneration to Key Managerial Personnel other than MD/MANAGER/WTD**

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary				
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	2,62,080	5,35,973	7,98,053
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	21,600	21,600
(c)	Profits in lieu of salary under section 17(3) Income-tax	-	0	0	0
2	Stock Option	-	0	0	0
3	Sweat Equity	-	0	0	0
4	Commission	-	0	0	0
	▪as % of profit	-	0	0	0
	▪others, specify...	-	0	0	0
5	Others, please specify	-	0	0	0
	<b>TOTAL</b>	-	2,62,080	5,57,573	8,19,653

**VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT] Details of Penalty / Punishment/ Compounding fees imposed	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	<b>Not Applicable</b>				
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty	<b>Not Applicable</b>				
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	<b>Not Applicable</b>				
Punishment					
Compounding					

For and on behalf of Board  
Sd/-  
Dhirubhai H. Dand  
Chairman  
DIN: 00416724  
Dolatpara, 12<sup>th</sup> August, 2017

**CREATIVE CASTINGS LIMITED**  
**INDEPENDENT AUDITORS' REPORT**

To,  
The Members of  
CREATIVE CASTINGS LTD.

**Report on the Financial Statements**

We have audited the accompanying Financial Statements of CREATIVE CASTINGS Limited (“the Company”) which comprise of the Balance Sheet as at **31st March -2017**, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management’s Responsibilities 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 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 Accounting Standards specified under Section 133 of the Companies Act, 2013 (“the Act”). read with the Rule 7 of the Companies (Accounts) Rule, 2014. This responsibility also includes the 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 the fraud 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditors’ Responsibility**

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

While conducting the audit, we have taken into account the provision of the Act, the accounting and auditing standard and Matters which are required to be included in the audit report under the provision of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure selected depends on the auditors’ judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal financial control relevant to the company’s preparation of the financial statements that give true and fair view in order to design audit procedure that are appropriate in the circumstances. An audit also include evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company’s Directors, as well as evaluating the overall presentation of the financial statements.

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

**Opinion**

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

- (a) in the case of the Balance sheet, of the state of affairs of the Company as at 31st March, 2017 ;
- (b) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor’s Report) Order, 2016 (“the order”) issued by the Central Government of India in terms of section 143 (11) of the Act, we give in the ‘**Annexure - A**’, a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, we report that :
- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit ;
  - b. in our opinion, proper Books of Account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c. the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the Books of Accounts.
  - d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified u/s 133 of the Act, read with the Rule 7 of the Companies (Accounts) Rules 2014.
  - e. on the basis of written representations received from the directors, as on **31<sup>st</sup> March, 2017**, taken on record by the Board of Directors, none of the directors is disqualified as on **31<sup>st</sup> March, 2017**, from being appointed as a director in terms of section 164(2) of the Act.
  - f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in '**Annexure – B**'; and
  - g. with respect to other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i) the Company 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company;
    - iv) the Company has provided requisite disclosure in its Financial Statements as to holding as well as dealing in Specified Bank Notes during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 17.1 to the Financial Statements.

**For Subhash Akbari & Co.**  
Firm Registration No. 124349W  
Chartered Accountants

Place: Junagadh  
Date: 29th May, 2017

**Subhash K. Akbari**  
Proprietor  
M. No. 114659

**CREATIVE CASTINGS LIMITED**  
**ANNEXURE - A TO THE AUDITORS' REPORT**

**The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended on 31<sup>st</sup> March, 2017, we report that:**

- i) In respect of its fixed assets :
  - a) The Company has maintained proper records showing full particulars including quantitative details and situations of its Fixed Assets.
  - b) The fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
  - c) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable properties are held in the name of the Company.



- ii) In respect of its Inventories:
- a) As explained to us, physical verification of Inventory has been conducted at reasonable intervals by the management.
  - b) No material discrepancy was noticed on physical verifications of stocks by the management as compared to the books records.
- iii) The Company, has not granted any loans, secured or unsecured, to Companies, firm, Limited Liability Partnerships or other parties covered in the register maintained u/s 189 of the Companies Act.
- a) As stated above, no such loan has been granted by the Company hence clause (a) related to terms and condition of loans is not applicable.
  - b) As stated above, no such loan has been granted by the Company hence clause (b) related to repayment of loan and interest are also not applicable.
  - c) As stated above, no such loan has been granted by the Company hence clause (c) related to overdue amount more than 90 days is also not applicable.
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- v) The Company has not accepted any deposit, from the public.
- vi) Maintenance of cost records has not been specified by the central government under sub-section (1) of section 148 of the Companies Act, 2013.
- vii) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, ESIC, income-tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other material Statutory dues to the appropriate authorities.
- According to the information and explanations given to us and based on the records of the Company examined by us, no undisputed amount of statutory dues were outstanding, as at 31st March, 2017 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us and based on the records of the company examined by us, there are no material dues of provident fund, ESIC, Income-Tax, , Sales-Tax, Value Added Tax, Service-Tax, Custom Duty and Excise Duty which have not been deposited with the appropriate authorities on account of any dispute.
- viii) The Company does not have any loans & borrowing from any financial institutions, banks, government or debenture holders during the year, Accordingly paragraph 3(viii) of the order is not applicable.
- ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instrument) and term loans during the year. Accordingly paragraph 3(ix) of the order is not applicable.
- x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of audit.
- xi) According to the information and explanations given to us and based on the examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provision of section 197 read with schedule V of the Act.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us and based on our examination of records of the Company, transactions with the related parties are in compliance with section 177 and 188 of Act where applicable and details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.

- xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanations given to us and on the based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Subhash Akbari & Co.**  
Firm Registration No. 124349W  
Chartered Accountants

Place: Junagadh  
Date: 29th May, 2017

**Subhash K. Akbari**  
Proprietor  
M. No. 114659

**CREATIVE CASTINGS LIMITED**  
**ANNEXURE - B TO THE AUDITORS' REPORT**

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

We have audited the internal financial controls over financial reporting of **CREATIVE CASTINGS LIMITED**. ("the Company") as of 31<sup>st</sup> March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditors' Responsibility**

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

**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 authorizations of the management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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<sup>st</sup> March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Subhash Akbari & Co.**  
Firm Registration No. 124349W  
Chartered Accountants

Place: Junagadh  
Date: 29th May, 2017

**Subhash K. Akbari**  
Proprietor  
M. No. 114659

**CREATIVE CASTINGS LIMITED - JUNAGADH**  
**BALANCE SHEET AS AT 31ST MARH , 2017**

	PARTICULARS	Note No.	31/03/2017		31/03/2016	
			Rs.	Rs.	Rs.	Rs.
<b>I.</b>	<b><u>EQUITY AND LIABILITIES</u></b>					
<b>1.</b>	<b>Shareholder's funds</b>					
	(a) Share Capital	3	1,30,00,000		1,30,00,000	
	(b) Reserves and Surplus	4	18,92,66,374	20,22,66,374	17,81,11,050	19,11,11,050
<b>2.</b>	<b>Non- current liabilities</b>					
	(a) Long-term borrowings		-		-	
	(b) Deferred Tax liabilities (Net)	5	72,03,378		75,68,114	
	(c) Long-term Provisions	6	7,96,672	80,00,050	5,46,095	81,14,209
<b>3.</b>	<b>Current Liabilities</b>					
	(a) Short term borrowings	7	-		16,84,869	
	(b) Trade payables	8	2,44,71,332		1,98,68,617	
	(c) Other current liabilities	9	10,38,569		8,54,662	
	(d) Short term provisions	10	49,02,444	3,04,12,345	97,42,070	3,21,50,218
	<b>TOTAL</b>			24,06,78,769		23,13,75,477
<b>II</b>	<b><u>ASSETS</u></b>					
<b>1.</b>	<b>Non-current assets</b>					
	(a) Fixed assets					
	(i) Tangible assets	11	7,50,71,770		7,10,71,932	
	(ii) Intangible assets	11	4,45,918		-	
	(b) Non-current investments	12	18,14,174		18,14,174	
	(c) Long-term loans and advances	13	44,33,337	8,17,65,199	41,50,005	7,70,36,111
<b>2.</b>	<b>Current assets</b>					
	(a) Current Investments	14	5,11,72,725		3,95,10,540	
	(b) Inventories	15	2,80,34,657		2,91,29,295	
	(c) Trade receivables	16	5,30,72,098		6,15,17,861	
	(d) Cash and Cash equivalents	17	48,19,452		26,76,751	
	(e) Short-term loans and advances	18	1,99,20,039		1,90,28,137	
	(f) Other current assets	19	18,94,599	15,89,13,570	24,76,782	15,43,39,366
	<b>TOTAL</b>			24,06,78,769		23,13,75,477
	Significant accounting policies and Notes to accounts	1 to 27		-		-

As per our report of even date

For SUBHASH AKBARI & Co.,  
Firm Registration No. 124349W  
Chartered Accountants.

SUBHASH K. AKBARI  
Proprietor.  
M. No. 114659

Place : Junagadh  
Date : 29/05/2017

For and on behalf of the Board of Directors of Creative Castings Ltd.

R. R. Bambhania  
Managing Director

S. V. Vaishnav  
Executive Director

V. D. Patel  
Executive Director

A. L. Shekhat  
Chief Financial Officer

D. A. Chauhan  
Company Secretary

Date : 29/05/2017  
Place : Junagadh

**CREATIVE CASTINGS LIMITED - JUNAGADH**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017**

	PARTICULARS	Note No.	2016-17		2015-16	
			Rs.	Rs.	Rs.	Rs.
I	Revenue from operations	20	26,03,39,134		25,22,29,837	
II	Other Income	21	37,14,212		61,95,375	
III	<b>Total Revenue (I + II)</b>			<b>26,40,53,346</b>		<b>25,84,25,212</b>
IV	Expenses					
	Cost of Materials Consumed	22	8,42,66,071		9,24,57,596	
	progress	23	23,23,559		24,82,865	
	Employee benefits expense	24	3,48,89,424		3,21,54,461	
	Finance Costs	25	22,261		1,957	
	Depreciation	11	54,42,622		56,22,129	
	Other expense	26	10,36,56,327		9,25,08,926	
	<b>Total Expense</b>			<b>23,06,00,264</b>		<b>22,52,27,934</b>
V	Profit before exceptional and extraordinary items and tax (III-IV)			<b>3,34,53,082</b>		<b>3,31,97,278</b>
VI	Exceptional Items			-		-
VII	Profit before extraordinary items and tax (V-VI)			<b>3,34,53,082</b>		<b>3,31,97,278</b>
VIII	Extraordinary items			-		-
IX	Profit before tax (VII-VIII)			<b>3,34,53,082</b>		<b>3,31,97,278</b>
X	<b>Tax expense:</b>					
	(1) Current tax		70,16,000		64,61,390	
	(2) Deferred tax	5	(3,64,736)	66,51,264	11,49,475	76,10,865
XI	Profit for the period from continuing operations (IX - X)			<b>2,68,01,818</b>		<b>2,55,86,413</b>
XII	Profit/(Loss) for the period from discontinuing operations			-		-
XIII	Tax expense of discontinuing operations			-		-
XIV	Profit from discontinuing operations (after tax) (XII-XIII)			-		-
XV	Profit/(Loss) for the year (XI + XIV)			<b>2,68,01,818</b>		<b>2,55,86,413</b>
XVI	<b>Earnings per equity share:</b>					
	(1) Basic			<b>20.62</b>		19.68
	(2) Diluted			<b>20.62</b>		19.68
	Significant accounting policies and Notes to accounts	1 to 27				

As per our report of even date

For and on behalf of the Board of Directors of Creative Castings Ltd.

For SUBHASH AKBARI & Co.,  
Firm Registration No. 124349W  
Chartered Accountants.

R. R. Bambhania  
Managing Director

A. L. Shekhat  
Chief Financial Officer

SUBHASH K. AKBARI  
Proprietor.  
M. No. 114659

S. V. Vaishnav  
Executive Director

D. A. Chauhan  
Company Secretary

V. D. Patel  
Executive Director

Place : Junagadh  
Date : 29/05/2017

Date : 29/05/2017  
Place : Junagadh

**CREATIVE CASTINGS LIMITED - JUNAGADH**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017.**

	PARTICULARS	2016-17		2015-16	
		Rs.	Rs.	Rs.	Rs.
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>				
	Net Profit before extraordinary items and tax		3,34,53,082		3,31,97,278
	Adjustments for:				
	Depreciation	54,42,622		56,22,129	
	Finance Cost	22,261		1,957	
	(Profit) / Loss on sale of Assets/shares	81,752		62,888	
	Interest/Dividend Income	(35,62,959)		(30,32,591)	
			19,83,676		26,54,383
	Operating Profit before working capital changes		3,54,36,758		3,58,51,661
	Adjustments for : ( increase ) / decrease in operating assets :				
	Inventories	10,94,638		3,93,608	
	Trade Receivable	84,45,763		(56,89,102)	
	Short Term loans & Advances	(8,91,902)		(24,14,790)	
	Long Term Loans & Advances	(2,83,332)		22,85,459	
	Other Current Assets	5,82,183		(22,99,251)	
	Adjustments for : increase / (decrease) in operating liabilities				
	Trade payables	46,02,715		(31,70,215)	
	Other Current Liabilities	1,83,907		2,39,821	
	Short Term Provisions	2,95,062		(5,52,380)	
	Long Term Provisions	2,50,577	1,42,79,611	(92,230)	(1,12,99,080)
	Cash generated from operations		4,97,16,369		2,45,52,581
	Direct taxes paid		(74,56,740)		(60,20,650)
	Cash flow before Extraordinary Items		4,22,59,629		1,85,31,931
	Extraordinary Items		-		-
	<b>NET CASH FROM OPERATING ACTIVITIES :</b>		<b>4,22,59,629</b>		<b>1,85,31,931</b>
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>				
	Purchase of Fixed Assets		(1,03,70,130)		(47,92,081)
	Purchase of Investments		(1,16,62,185)		(1,90,47,175)
	Sale of Fixed Assets		4,00,000		4,75,000
	Sale / Written off of Investments		-		-
	Interest/Dividend Received		35,62,959		30,32,591
	Net Cash used in investing activities		(1,80,69,356)		(2,03,31,665)
<b>C</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>				
	Proceeds of Long Term Borrowings (net)		-		-
	Net Increase /( Decrease) in Short term Borrowings		(16,84,869)		16,84,869
	Dividend Paid		(1,69,00,000)		(13,00,000)
	Dividend Tax Paid		(34,40,442)		(2,64,649)
	Finance Cost		(22,261)		(1,957)
	Net Cash used in financial activities		(2,20,47,572)		1,18,263
	Net increase in cash and cash equivalents(A+B+C)		21,42,701		(16,81,471)
	Cash and Cash equivalents at the beginning of the year		26,76,751		43,58,222
	Cash and Cash equivalents at the end of the year Note : 17		48,19,452		26,76,751
	Significant accounting policies and notes to accounts	1 to 27			

As per our report of even date

For and on behalf of the Board of Directors of Creative Castings Ltd.

For **SUBHASH AKBARI & Co.,**  
Firm Registration No. 124349W  
Chartered Accountants.

**R. R. Bambhania**  
Managing Director

**A. L. Shekhat**  
Chief Financial Officer

**SUBHASH K. AKBARI**  
Proprietor.  
M. No. 114659

**S. V. Vaishnav**  
Executive Director

**D. A. Chauhan**  
Company Secretary

**V. D. Patel**  
Executive Director

Place : Junagadh  
Date : 29/05/2017

Date : 29/05/2017  
Place : Junagadh

**Notes forming part of the financial statements of the Accounts for the year ended 31<sup>st</sup> March,2017.**

**1. Corporate Information :**

a. CREATIVE CASTINGS LIMITED is a public limited company domiciled in India and incorporate under the provisions of the Companies Act, 1956, Its shares are listed in one stock exchange in India (BSE). The company is engaged in manufacturing of steel and alloy steel investment castings. The company is also engaged in generating of Power from wind energy. The Casting Manufacturing unit of the company is situated at G.I.D.C. Estate, Phase – II Rajkot Road, Dolatpara Junagadh - 362 003. The company caters to both domestic and international markets.

**b. Basis of Preparation.**

The financial statement of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) including accounting standards notified under the relevant provisions of the Companies Act, 2013. The Financial statements have been prepared on an accrual basis and under the historical cost convention except where specifically stated.

**c. Use of Estimates**

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as of the date of the financial statements and the reported amount of revenues and expenses during the reporting year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

**2. Significant Accounting policies :**

**a. Fixed Assets & Depreciation:**

Fixed assets are stated at cost less depreciation. Cost of acquisition or construction is inclusive of duties, taxes but net of Cenvat and Vat credit wherever applicable and other incidental expenses.

Depreciation on assets is provided on the basis of Straight Line Method based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. In respect of the assets added during the Period, the depreciation is provided on pro-rata basis from the date of such assets first put to use till the end of the financial year. No depreciation is charged on assets sold during the year.

**b. Inventories :**

Inventories are valued at the lower of cost and net realizable value. Cost is determined on the average basis and where applicable, includes the cost of material (net of available Cenvat credit), labour and factory overheads. Finished products also include excise duty on products manufactured.

**c. Cenvat:**

Cenvat benefit is accounted for by reducing the purchase cost of the materials/fixed assets.

**d. Foreign Currency Transaction:**

**Initial recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**Conversion.**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

**Exchange difference**

Monetary items denominated in Foreign Currencies at the year end and not covered by forward exchange contract are translated at year end rates and those covered by forward exchange contracts are translated at the rate ruling at the date of

transaction as increased or decreased by the proportionate difference between forward rate and exchange rate on the date of transaction, such difference having been recognized over the life of the contract.

All exchange differences are recognized as income or as expenses in the period in which they arise.

**e. Retirement benefits**

- A ) Company's contributions Payable during the year to the Government Provident fund and ESIC , which are defined contribution schemes , are charged to the Profit & Loss Account.
- B ) Gratuity and leave encashment which are defined benefits, are accrued based on actuarial valuation at the balance sheet date, carried out by an independent actuary.
- C ) Actuarial gains/losses in respect of defined benefits are immediately taken to Profit & Loss account and are not deferred.

**f. Excise:**

Excise Duty has been accounted on the basis of, both, payments made in respect of goods cleared as also provision made for goods lying in bonded warehouse.

**g. Dividend**

Dividend whenever proposed by the Board of Directors as appropriation of profits are provided for in the books of account, pending approval of the shareholders at the annual general meeting.

**h. Contingent liability:**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but disclose its existence in the financial statements.

Liabilities in respect of Show Cause Notices received are considered as contingent liabilities only when they are converted into demands and contested by the Company.

**i. Investment:**

Investments are classified into Current and Non Current investment.

Current investments are carried at lower of cost and quoted/fair value, computed category wise.

Non Current Investments are stated at cost. A provision for diminution is made to recognize a decline, other than temporary, in the value of long term investments.

**j. Export Incentives:**

Export Incentives such as Duty draw back is accounted in the year of export on accrual basis considering the realizable value thereof.

**k. Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized.

**Sales of goods**

Revenue from sales of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. Sales include excise duty, sales tax and value added tax. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross) and not the entire liability arising during the year.



## **Interest**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

## **Dividend Income**

Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

### **l. Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### **m. Provisions**

A provision is recognized when the company has a present obligation as a result of past event, It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed of each reporting date and adjusted to reflect the current best estimate.

Where the company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as separate asset but only when the reimbursement is virtually certain. The expenses relating to any provision is presented in the statement of profit and loss net of any reimbursement.

### **n. Cash and cash equivalents**

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

### **o. Taxation :**

Tax expenses comprises current and deferred tax. Current Income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdiction where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the report date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognize in equity and not in the Statement of profit and loss.

The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax rules that have enacted or substantially enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward business losses and unabsorbed depreciation allowance under tax laws, are recognized only if there is a virtual certainty of its realization. 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 are reviewed to re-assure realization.

### **p. Segment reporting**

The company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serve different markets. The analysis of geographical segments is based on the areas in which major operating division of the company operate.

**Notes forming parts of the financials statements for the Year ended 31ST MARCH, 2017**

**NOTE 3 : SHARE CAPITAL**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<b>AUTHORISED :</b> 30,00,000 Equity Shares of Rs.10 each		3,00,00,000		3,00,00,000
<b>ISSUED, SUBSCRIBED AND PAID UP :</b> 13,00,000 Equity Shares of Rs.10 each fully paid up. * (Previous Year 13,00,000 Equity Shares of Rs. 10 each fully paid up.)		1,30,00,000		1,30,00,000
<b>TOTAL :</b>		<b>1,30,00,000</b>		<b>1,30,00,000</b>

\* No Shareholders holding more than 5 % shares in the company.

\* Terms / rights attached to shares :

The company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share. The company declare and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting .

In the event of liquidation of the company, the holders of equity shares will be entitled to received remaining assets of the company after distribution of all preferential amounts. The distribution will be in propotion to the numbers of equity shares held by the shareholders.

**NOTE 4 : RESERVES & SURPLUS**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<b>RESERVES:</b>				
Securities Premium Account		1,00,00,000		1,00,00,000
General Reserve				
Opening Balance	5,99,77,555		5,69,77,555	
Add: Transfer from Profit & Loss A/c	30,00,000	6,29,77,555	30,00,000	5,99,77,555
		<u>7,29,77,555</u>		<u>6,99,77,555</u>
<b>SURPLUS :</b>				
Opening Balance	10,81,33,495		9,02,41,030	
Add. Profit for the year	2,68,01,818		2,55,86,413	
	<u>134935313</u>		<u>11,58,27,443</u>	
<b>Less:- Appropriation</b>				
- Dividend on Equity shares	1,30,00,000		39,00,000	
- Tax on distributed profit on Equity shares	26,46,494		7,93,948	
- Transfer to General Reserve	30,00,000	116288819	30,00,000	10,81,33,495
<b>Total :</b>		<b>18,92,66,374</b>		<b>17,81,11,050</b>

**NOTE 5 : DEFERRED TAX LIABILITIES**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Deferred Tax Liabilities on account of				
Diferance between Book & Tax Depreciation		73,15,585		78,34,632
Deferred Tax Assets on Account of Employees Benefits		(1,12,207)		(2,66,518)
<b>Total :</b>		<b>72,03,378</b>		<b>75,68,114</b>

**Notes forming parts of the financials statements for the Year ended 31ST MARCH, 2017**

**NOTE 6 : LONG TERM PROVISIONS**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Leave Salary Provision		7,96,672		5,46,095
<b>Total :</b>		7,96,672		5,46,095

**NOTE 7 : SHORT TERM BORROWINGS**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<b>SECURED</b>				
Working capital loan from State Bank of India		0		16,84,869
<b>Total :</b>		-		16,84,869

Working capital loan secured against equitable mortgage of factory land and buildings and Hypothecation of Plant & Machinery, entire stock and receivable of the company. The same is repayable on demand.

**NOTE 8 : TRADE PAYABLES**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Trade Payables		2,44,71,332		1,98,68,617
<b>Total :</b>		2,44,71,332		1,98,68,617

\* The Company has not received information from vendors regarding their status under the Micro, small and Medium Enterprise Development Act, 2006 and hence disclosure relating to amounts unpaid as at the year end together with interest paid / payable under this Act have not been given .

\* Trade payables includes amount due to Directors of Rs. **240,000/-**.(Previous year Rs. 210,000/-) .

**NOTE 9 : OTHER CURRENT LIABILITEIS**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Creditors for Capital Goods		3,06,305		1,11,401
Advance Payment From Customers		1,763		20,447
Other Payable @		2,74,644		2,95,804
Unclaimed Dividend		2,55,632		2,70,455
T.D.S. Payable		2,00,225		1,56,555
<b>Total :</b>		10,38,569		8,54,662

@ includes employees bond deposit Rs.**274644** /-( previous Year Rs. 295804/- ).

**NOTE 10 : SHORT TERM PROVISIONS**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Proposed Dividend		0		39,00,000
Provisions for Tax Proposed Dividend		0		7,93,948
Provisions for Income Tax (Net of Advance Tax & T.D.S.)		0		4,40,740
Bonus Provision		43,99,777		43,47,387
Gratuity Provision		4,40,099		0
Leave Salary Provision		62,568		2,59,995
<b>Total :</b>		49,02,444		97,42,070

NOTE : 11 Fixed Assets											
NATURE OF ASSETS	GROSSBLOCK			DEPRECIATION			NETBLOCK				
	OPENING BALANCE 01/04/2016	ADDITION DURING THE YEAR	DEDUCTION DURING THE YEAR	TOTAL AS AT 31/03/2017	PROVIDED UP TO 01/04/2016	PROVIDED FOR THE YEAR	DEDUCTIONS ON A/C OF SALES	BALANCE AS AT 31/03/2017	BALANCE AS AT 31/03/2016		
<b>Tangible Assets (Own assets )</b>											
1 Lease Hold Land	4,89,706	-	-	4,89,706	-	-	-	4,89,706	4,89,706		
2 Factory Building	1,42,80,073	15,39,755	-	1,58,19,828	75,95,040	4,49,272	-	77,75,516	66,85,033		
3 Plant & Machinery	3,64,84,726	27,75,086	-	3,92,59,812	2,77,35,505	7,95,970	-	1,07,28,337	87,49,221		
4 Plant & Mach.(100% Dep.)	1,29,823	-	-	1,29,823	1,29,823	-	-	-	-		
5 Ele. Installation	22,37,392	6,380	-	22,43,772	19,20,607	38,038	-	2,85,127	3,16,785		
6 Lab. Equipment	2,24,871	-	-	2,24,871	2,24,870	-	-	1	1		
7 Measuring Instruments	19,98,948	19,010	-	20,17,958	10,99,773	2,22,380	-	6,95,805	8,99,175		
8 Dies & Patents	18,02,571	-	-	18,02,571	18,02,570	-	-	1	1		
9 Furniture, Fixtures	55,00,344	2,10,507	-	57,10,851	29,14,040	3,30,222	-	24,66,589	25,86,304		
10 Vehicle-Car	70,11,874	48,17,607	13,60,882	1,04,68,599	32,54,183	8,88,382	8,79,130	72,05,164	37,57,691		
11 Computer	41,89,704	3,61,503	-	45,51,207	37,02,503	2,53,285	-	5,95,419	4,87,201		
12 Diesel Rickshaw	1,44,446	-	-	1,44,446	1,37,224	-	-	7,222	7,222		
13 Scooter & Motor Cycle	1,80,881	-	-	1,80,881	1,23,063	7,762	-	50,056	57,818		
14 Intercom System	5,56,492	-	-	5,56,492	4,90,552	15,647	-	50,293	65,940		
15 Copier Machine	2,78,955	-	-	2,78,955	2,30,701	11,435	-	36,819	48,254		
16 Fax Machine	1,01,965	-	-	1,01,965	96,867	-	-	5,098	5,098		
17 Spectrometer	20,03,890	-	-	20,03,890	15,60,815	57,147	-	3,85,928	4,43,075		
18 Diesel Generator Set	40,02,588	-	-	40,02,588	28,85,923	1,14,567	-	10,02,098	11,16,665		
19 C T V Camera System	-	1,06,420	-	1,06,420	-	13,953	-	92,467	-		
20 Wind Power Unit	7,99,55,868	-	-	7,99,55,868	3,45,99,126	21,56,618	-	4,32,00,124	4,53,56,742		
<b>SUB TOTAL</b>	16,15,75,117	98,36,268	13,60,882	17,00,50,503	9,05,03,185	53,54,678	8,79,130	7,50,71,770	7,10,71,932		
<b>In Tangible Assets (Own assets )</b>											
1 Computer Software	-	5,33,862	-	5,33,862	-	87,944	-	4,45,918	-		
<b>GRAND TOTAL</b>	16,15,75,117	1,03,70,130	13,60,882	17,05,84,365	9,05,03,185	54,42,622	8,79,130	7,55,17,688	7,10,71,932		
PREVIOUS YEAR TOTAL	15,83,09,092	47,92,081	15,26,056	16,15,75,117	8,58,69,224	56,22,129	9,88,168	7,10,71,932	7,24,39,868		

**NOTE 12 : NON CURRENT INVESTMENTS (AT COST)**

LONG TERM INVESTMENT EQUITY SHARES QUOTED ( fully paid )	Nos.of Shares	Face value Rs.	2016-17	2015-16
			Rs.	Rs.
A J brothers Ltd	1900	10	28,500	28,500
Aequint Exports Ltd	3800	10	38,000	38,000
Ahmedabad Gases Ltd	2900	10	29,000	29,000
Asahi Fibers Ltd.	3000	10	30,000	30,000
Bagri Minerals & Chem. Ltd.	1300	10	13,000	13,000
Bhupendra Cap.& Finance Ltd	1700	10	68,000	68,000
Classic Global Secu. Ltd	600	10	9,000	9,000
Cosboard Industries Ltd.	1400	10	19,600	19,600
Damania Capital Markets Ltd.	6200	10	1,86,000	1,86,000
Emmessar Chem. Indu. Ltd	600	10	6,000	6,000
Garvee Granite Ltd	23800	10	2,38,000	2,38,000
Hindustan Agrigen.ind. Ltd	400	10	4,000	4,000
I.F.C.I.Ltd	100	10	3,436	3,436
Indo Credit Capital Ltd	1200	10	12,000	12,000
Indo-duch protines Ltd	500	10	5,000	5,000
Investment & Presision Castings Ltd.	50	10	8,957	8,957
Kongarar Textiles Ltd	600	10	27,000	27,000
Midpoint Soft.& ele.sys.Ltd	1500	10	15,000	15,000
Reliance Industries Ltd.	850	10	2,38,850	2,38,850
Narmada Gelatines Ltd.	400	10	2,900	2,900
Shree Karthik Papers Ltd	1500	10	15,000	15,000
Source Financial Serv. Ltd	5000	10	1,35,000	1,35,000
State Bank of India Ltd.	12500	1	3,50,000	3,50,000
Sterlite Industries Ltd.	500	10	1,37,431	1,37,431
Supriya Pharmaceuticals Ltd	500	10	10,000	10,000
Tina Electronic Ltd	700	10	7,000	7,000
Valley Abrasives Ltd.	1500	10	15,000	15,000
Vatsa Industries Ltd.	30000	10	1,62,500	1,62,500
NOTES:-	TOTAL RS.		<b>18,14,174</b>	18,14,174
I. Aggregate of quoted Inve. (cost)			<b>18,14,174</b>	18,14,174
Market Value			<b>15,80,710</b>	9,25,230

Notes forming parts of the financials statements for the Year ended 31ST MARCH, 2017

NOTE 13 : LONG TERM LOANS AND ADVANCES

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<u>Unsecured Considered Good</u>				
Advance for capital goods		6,700		87,500
Sundry Deposits		24,48,636		21,15,617
Advance Income Tax (Net of Tax Provision)		19,78,001		19,46,888
<b>Total :</b>		<b>44,33,337</b>		<b>41,50,005</b>

NOTE 14 : CURRENT INVESTMENTS (at cost)

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
SBI Premier Liquid Fund - Regular Plan Nil Units (Previous Year 1018.918 Units )		0		10,22,229
SBI Arbitrage Opportunities Fund- Reg. Plan Nil Units (Previous Year 19253000.228 Units )		0		2,52,52,045
SBI Savings Fund - Regular Plan 3091206.097 Units (Previous Year 1315444.537 Units )		3,11,59,667		1,32,36,266
SBI Corporate Bond Fund 763606.514 Units (Previous Year Nil Units )		2,00,13,058		0
<b>Total :</b>		<b>5,11,72,725</b>		<b>3,95,10,540</b>

NOTE 15 : INVENTORIES

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
[Valued as stated in the accounting policies in Note No. 2.1( c )]				
Raw materials		1,03,18,111		90,74,998
Stock - in - process		1,32,43,356		1,40,88,112
Finished goods		4,84,778		19,63,581
Stores and spares		38,94,697		38,34,504
Fuel		93,715		1,68,100
<b>Total :</b>		<b>2,80,34,657</b>		<b>2,91,29,295</b>

NOTE 16 : TRADE RECEIVABLES

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<u>Unsecured Considered Good</u>				
Trade Receivables outstanding for a period exceeding six months from the date they were due for payment		2,57,174		4,21,792
Other Trade Receivables		5,28,14,924		6,10,96,069
<b>Total :</b>		<b>5,30,72,098</b>		<b>6,15,17,861</b>

NOTE 17 : CASH & CASH Equivalents

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Cash on Hand		2,79,282		1,87,548
Balance with Scheduled Bank				
In Current Account	19,01,801		15,56,685	
In Fixed Deposit Account @	3,67,570		3,47,207	
In Unpaid dividend A/c.	2,28,289	24,97,660	2,28,513	21,32,405
Cheques on hand & Remittance in transit		20,42,510		356,798
<b>Total :</b>		<b>48,19,452</b>		<b>26,76,751</b>

@ Fixed deposits with banks which have an original maturity of more than 12 months

Notes forming parts of the financials statements for the Year ended 31ST MARCH, 2017

NOTE 17.1

<b>Details of Specified Bank Notes (SBN) held and transacted during the period from 08.11.2016 to 30.12.2016</b>			
	SBN's	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	3,34,500	1,36,498	4,70,998
(+) Permitted Receipts	-	11,24,000	11,24,000
(-) Permitted Payments	9,500	11,28,126	11,37,626
(-) Amount deposited in Banks	3,25,000	0	3,25,000
Closing cash in hand as on 30.12.2016	-	1,32,372	1,32,372

NOTE 18 : SHORT TERM LOANS AND ADVANCES

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<b><u>Unsecured Considered Good</u></b>				
Advances recoverable in cash or in kind or for value to be received.				
		24,49,440		19,17,632
Advances for expenses		5,62,120		3,32,466
Advances for raw materials		2,32,305		2,47,335
Advances to Employees		8,02,053		4,77,100
Balance with Government authorities		1,38,56,771		1,45,75,639
Prepaid Expenses		20,17,350		14,77,965
<b>Total :</b>		<b>1,99,20,039</b>		<b>1,90,28,137</b>

NOTE 19 : Other Current assets

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Interest Accrued on Deposit		1,45,899		1,45,182
Deffered Revenue Exp.		17,48,700		23,31,600
<b>Total :</b>		<b>18,94,599</b>		<b>24,76,782</b>

NOTE 20 : Revenue from Operations

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<b>( A ) Sales of Products</b>				
Sales of Manufactured Goods -Castings		25,53,39,417		24,61,75,185
Wind Electric Power Income		1,50,96,530		1,65,80,396
<b>( B ) Other Operating Revenues</b>				
Duty Drawback & other export incentives		30,22,695		31,04,270
		27,34,58,642		26,58,59,851
Less : - Excise duty		1,31,19,508		1,36,30,014
<b>Total:</b>		<b>26,03,39,134</b>		<b>25,22,29,837</b>

NOTE 21 : OTHER INCOME

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Interest Income		7,75,570		11,89,095
Dividend From Investment		27,87,389		18,43,496
Foreign Exchange Rate Diff. Income		0		29,62,159
Sales Tax Refund		0		1,88,008
Miscellaneous income		1,51,253		12,617
<b>Total :</b>		<b>37,14,212</b>		<b>61,95,375</b>

**Notes forming parts of the financials statements for the Year ended 31ST MARCH, 2017**

**NOTE 22 : MATERIALS CONSUMED**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Opening Stock		90,74,998		67,18,620
Add:(a) Purchases	8,67,47,211		9,38,39,614	
(b) Transportation Inward	8,92,098		8,36,056	
(c) Cartage Inward	1,45,265	8,77,84,574	1,38,304	9,48,13,974
		9,68,59,572		10,15,32,594
Less: Sales		22,75,390		0
		9,45,84,182		10,15,32,594
Less: Closing Stock		1,03,18,111		90,74,998
<b>Total :</b>		<b>8,42,66,071</b>		<b>9,24,57,596</b>
<b>Materials Consumed Comprises :</b>				
a) Metal Scraps		4,07,41,632		4,54,21,564
b) Ferro-Alloys		3,11,67,915		3,54,58,651
c) Other materials		1,23,56,524		1,15,77,381
<b>Total :</b>		<b>8,42,66,071</b>		<b>9,24,57,596</b>

**NOTE 23 : CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK IN PROCESS GOODS .**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<b>Inventories at the end of the year</b>				
Finished goods	4,84,778		19,63,581	
Stock - in - process	1,32,43,356		1,40,88,112	
		1,37,28,134		1,60,51,693
<b>Inventories at the beginning of the year</b>				
Finished goods	19,63,581		19,30,096	
Stock - in - process	1,40,88,112		1,66,04,462	
		1,60,51,693		1,85,34,558
<b>Net (increase)/ decrease</b>		<b>23,23,559</b>		<b>24,82,865</b>

**NOTE 24 : Employee Benefit Expenses**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Salary,wages & bonus		3,05,05,484		2,80,52,918
Contribution to Provident Fund and E.S.I. ( Refer Note No. 27.15)		34,68,071		34,86,770
Staff Welfare expenses		9,15,869		6,14,773
<b>Total :</b>		<b>3,48,89,424</b>		<b>3,21,54,461</b>

**NOTE 25 : FINANCE COSTS**

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
<b>Interest expenses on :</b>				
( i ) Borrowings From Bank		2,036		1,957
( ii ) Others		20,225		-
<b>Total :</b>		<b>22,261</b>		<b>1,957</b>



Notes forming parts of the financials statements for the Year ended 31ST MARCH, 2017

NOTE 26 : OTHER EXPENSES

PARTICULARS	2016-17		2015-16	
	Rs.	Rs.	Rs.	Rs.
Stores & Spares consumed		1,53,82,234		1,49,09,052
Packing materials consumed		38,97,001		37,22,734
Other Manufacturing Expenses		2,81,12,169		2,13,87,421
Power & Fuel		3,19,89,234		3,15,29,747
Product Development Expenses		22,67,472		36,57,502
Rent		76,715		85,219
Repairs and Maintenance - Machinery		27,49,074		16,74,465
Repairs and Maintenance - Building		31,89,467		7,96,290
Repairs and Maintenance - Others		23,929		21,820
Insurance		7,35,281		6,10,838
Rates and Taxes		3,87,366		160,126
Communication		4,25,336		557,645
Travelling Expenses		8,09,550		5,40,023
Transport Outward		15,41,412		15,23,769
Clearing & Forwarding Exp.		10,99,844		9,42,199
Foreign Exchange Rate Difference		4,56,476		-
Excise Duty for Stock of Finished Goods		(1,90,226)		11,876
VAT - Sales-tax		29,55,915		27,72,986
Payment to Auditors ( For statutory audit)		60,000		60,000
Service Tax		2,60,344		1,87,789
Loss on sale of assets		81,752		62,888
Other Misc.Expenses		73,45,982		72,94,537
<b>Total :</b>		<b>10,36,56,327</b>		<b>9,25,08,926</b>

**Note 27 : Additional Information to the Financial Statements**

1. Provision for current taxes represents estimated liability having regard to the profit adjusted for appropriate relief's, allowances, etc. under the Income tax Act / Rules.

Deferred Tax is calculated at current statutory Income Tax rate and is recognized on timing differences between taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent year

2. In the opinion of the Board of Directors, the current assets, loans and advances are approximately of the value stated in the balance sheet if realized in the ordinary course of business.
3. The provision for all known liabilities is adequate and not in excess of the amount reasonably required.
4. Confirmation of debit/credit balances have not been received and hence these balances are subject to adjustment, if any.
5. Value of Raw materials and Components consumed.

PARTICULARS	31ST MARCH, 2017		31ST MARCH 2016	
	% of total Consumption	Value in Rs.	% of total Consumption	Value in Rs.
Imported at landed Cost	0.00 %	0	0.00 %	0
Indigenously obtained	100.00 %	84,266,071	100.00 %	9,24,57,596
<b>Total</b>	<b>100.00 %</b>	<b>84,266,071</b>	<b>100.00 %</b>	<b>9,24,57,596</b>

6. Value of Stores & Spares Consumed:

PARTICULARS	31ST MARCH, 2017		31ST MARCH 2016	
	% of total Consumption	Value in Rs.	% of total Consumption	Value in Rs.
Imported at landed Cost	0.00 %	0	1.34 %	199,318
Indigenously obtained	100.00 %	15,382,234	98.66 %	14,709,734
<b>Total</b>	<b>100.00 %</b>	<b>15,382,234</b>	<b>100.00 %</b>	<b>14,709,734</b>

7. Information in regard to C.I.F. Value of Imports.

PARTICULARS	Value in Rs.	Value in Rs.
i) Raw-Materials	Nil	Nil
ii) Components & Spare Parts	Nil	150,053
iii) Capital Goods	Nil	Nil

8. Information in regard to earning in Foreign Exchange.

PARTICULARS	Qty. in M.T.	Value in Rs.	Qty. in M.T.	Value in Rs.
Export of Goods Calculated on FOB basis (including Tool devop. Charges Rs.2,526,895/-) (P.Y.Rs.3,990,865/-)	164.646	132,075,678	147.262	129,663,924
<b>Total :-</b>	<b>164.646</b>	<b>132,075,678</b>	147.262	129,663,924

9. Information in regard to expenditure in foreign currency : For Traveling Expenses Rs. 262,203/- (previous Year Rs. 122,986/-) for Participation fee Rs. 600,406/- (previous year Rs. NIL).

10. **SEGMENT INFORMATION** : The company has identified two Reportable Segments viz. Investment Casting and Power.

(A) PRIMARY SEGMENT :

S.N.	PARTICULARS	2016-17	2015-16
1.	Segment Revenue		
	Investment Castings	246,169,427	240,001,320
	Power	15,096,530	16,580,396
	Other Unallocated Revenue	27,87,389	1,843,496
	<b>Total</b>	<b>264,053,346</b>	<b>258,425,212</b>
	Less : Inter Segment Revenue	14,283,501	15,049,321

Net Operational Income	<b>249,769,845</b>	243,375,891
2. Segment Result - Profit / (Loss)		
Investment Castings	<b>22,850,084</b>	20,656,051
Power	<b>10,625,259</b>	12,543,184
Total	<b>33,475,343</b>	33,199,235
Less : Interest and Financial Charges	<b>22,261</b>	1,957
Other Un-allocable Expenditure	<b>0</b>	0
Profit before Tax	<b>33,453,082</b>	33,197,278
3. Capital Employed ( Segment Assets - Segment Liabilities )		
Investment Castings	<b>104,576,716</b>	102,314,743
Power	<b>44,702,759</b>	47,471,593
Unallocated	<b>52,986,899</b>	41,324,714
Total	<b>202,266,374</b>	191,111,050

Segment Capital employed represent segment assets less segment liabilities of each segment.

(B) GEOGRAPHICAL SEGMENT :

(a) The following table shows the distribution of the company's sales by geographical market :

REVENUE	2016-17	2015-16
INDIA	<b>123,257,254</b>	116,511,261
OUTSIDE INDIA	<b>132,082,163</b>	129,663,924
<b>Total</b>	<b>255,339,417</b>	246,175,185

(b) Assets base on geographical location :

	CARRYING AMOUNT OF SEGMENT ASSETS		ADDITION TO FIXED ASSETS AND INTANGIBLE ASSETS	
	2016-17	2015-16	2016-17	2015-16
WITHIN INDIA	<b>208,983,902</b>	194,318,487	<b>10,370,130</b>	4,792,081
OVERSEAS	<b>31,694,867</b>	37,056,990	0	0
<b>Total</b>	<b>240,678,769</b>	231,375,477	<b>10,370,130</b>	4,792,081

11. DEFERRED TAX LIABILITY / ( Assets ) :

Particulars	As at 31.03.2017	As at 31.03.2016
Difference between Book & Tax Depreciation	<b>7,315,585</b>	7,834,632
Deferred Tax Assets - Others	<b>(112,207)</b>	(266,518)
<b>Total</b>	<b>7,203,378</b>	7,568,114

12. EARNING PER SHARE

Basic Earning per share	Rs. <b>20.62</b>	19.68
Diluted Earning per share	Rs. <b>20.62</b>	19.68
Nominal value per share	Rs. <b>10.00</b>	10.00

Earning per share is calculated by dividing the Profit attributable to the Equity Shareholders by the number of Equity Share outstanding during the year. The number used in calculating basic and diluted earning per share, are as under.

PROFIT AFTER TAXATION	Rs. <b>26,801,818</b>	25,586,413
The number of shares outstanding during the year	Nos. <b>1,300,000</b>	1,300,000

13. IMPAIRMENT OF ASSETS

An Assets is treated as impaired when the carrying cost of assets exceeds its recoverable value. On the assessment made by the Management and the Valuation Report of the Approved Valuer, there is no Impairment of Assets and there for no provision for Impairment of loss is required.

14. RELATED PARTY INFORMATION

Disclosure in respect of related parties ( as defined in Accounting Standard 18), with whom transaction have taken place during the year are given below:

(1) RELATIONSHIP :

(a) Key Management Personnel

(i) Rajan R. Bambhania (ii) Vishal D. Patel (iii) Sidhdharth V. Vaishnav  
(iv) Ashok L. Shekhat (v) Dharmesh A. Chauhan.

(b) Relatives of Key Management Personnel

(i) Kokilaben D. Dand (ii) Heena V. Patel (iii) Dhirubhai Dand & Co.

**Note :** Related Party relationship is as identified by the company and relied upon by the auditors.

(2) TRANSACTION WITH RELATED PARTIES :

PARTICULARS	2016-17	2015-16
<b>EXPENSES :-</b>		
Remuneration to person referred in 1 (a)	4,710,701	3,944,868
Remuneration to person referred in 1 (b)	1,721,674	1,549,471
Legal & Professional fees referred in 1 (b)	694,600	556,470
<b>OUTSTANDING :-</b>		
Payable to person referred in 1 (a)	948,977	714,000
Payable to person referred in 1 (b)	986,953	826,863

15. DISCLOSURES IN RESPECT OF DEFINED CONTRIBUTION PLAN, RECOGNISED AS EXPENSES FOR THE YEAR IS AS UNDER:

PARTICULARS	2016-17	2015-16
Employer's Contribution to Provident Fund	2,759,437	2,779,866
Employer's Contribution to E.S.I.	708,634	706,904

DISCLOSURES IN RESPECT OF DEFINED BENEFIT PLAN IN RESPECT OF GRATUITY AND LEAVE ENCASHMENT.

The present value of obligation is determined based on actuarial valuation using the projected unit credit method for Gratuity and Leave Encashment. :

**The amount recognized in the Balance Sheet are as follows :-**

PARTICULARS	YEAR ENDED 2016-17		YEAR ENDED 2015-16	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of Obligation	19,598,949	859,240	18,731,544	806,090
Fair Value of Plan asset	19,158,850	-	18,812,997	-
Unrecognized past service cost	-	-	-	-
Net Liability in the Balance Sheet (Un-funded )	440,099	859,240	(81,453)	806,090

**The amount recognized in the Profit & Loss Account are as follows :-**

Current Service Cost	1,006,098	716,163	976,894	631,805
Interest on Obligation	1,318,701	56,749	1,406,762	62,273
Expected return on plan assets	(1,383,078)	--	(1,405,893)	--
Net actuarial losses (gains) recognized in year	(359,536)	(16,405)	(997,307)	(74,092)
Past service cost	--	--	--	--
Losses (gains) on curtailment and settlement	--	--	--	--
Total included in 'employee benefit	582,185	756,507	(19,544)	619,986

**Changes in the present value of the defined benefit obligation representing reconciliation of opening and closing balances thereof are as under :-**

Opening defined benefit obligation	18,731,544	806,090	18,269,638	808,737
Service cost	1,006,098	716,163	976,894	631,805

Interest cost	<b>1,318,701</b>	<b>56,749</b>	1,406,762	62,273
Actuarial losses ( gains )	<b>(408,592)</b>	<b>(16,405)</b>	(977,201)	(74,092)
Benefits paid	<b>(1,048,802)</b>	<b>(703,357)</b>	(944,549)	(622,633)
Closing defined benefit obligation	<b>19,598,949</b>	<b>859,240</b>	18,731,544	806,090

**Changes in the fair value of plan assets representing reconciliation of opening and closing balances thereof are as under :-**

Opening fair value of plan assets	<b>18,812,997</b>	-	17,760,315	-
Expected return	<b>1,383,078</b>	-	1,405,893	-
Actuarial gains and (losses)	<b>(49,056)</b>	-	20,105	-
Contribution by Employer	<b>60,633</b>	-	571,233	-
Benefits paid	<b>(1,048,802)</b>	-	(944,549)	-
Closing fair value of plan assets	<b>19,158,850</b>		18,812,997	

**Principal actuarial assumptions at the Balance Sheet date**

Discount rate per annum	<b>7.04 %</b>	<b>7.04 %</b>	7.70 %	7.70 %
Expected return per annum on plan assets	<b>7.55 %</b>	<b>0.00 %</b>	8.75 %	0.00 %
Salary Escalation per Annum	<b>6.50 %</b>	<b>6.50 %</b>	7.00 %	7.00 %
Retirement Age	<b>60 years</b>	<b>60 years</b>	60 years	60 years
Mortality	<b>IALM (2006-08)</b>	<b>Ultimate</b>	IALM (2006-08)	Ultimate
Withdrawal Rates	<b>1.00 %</b>	<b>1.00 %</b>	1.00 %	1.00 %

The estimates of future salary increases, consideration in actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

16. Previous year figures

The company has regrouped / rearranged previous year figures in view of the easy comparison with current year figures.

17. All the figures including previous year figures have been rounded off to nearest rupee.

**As per our report of even date**

**For SUBHASH AKBARI & Co.,  
Firm Registration No. 124349W  
Chartered Accountants.**

**SUBHASH K. AKBARI  
Proprietor.  
M. No. 114659**

**Place : Junagadh  
Date : 29/05/2017**

**For and on behalf of the Board of Directors of Creative Castings Ltd.**

**R. R. Bambhania  
Managing Director**

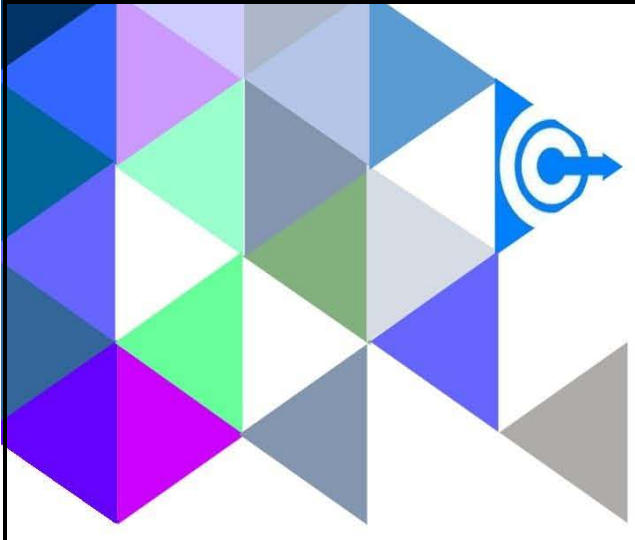
**S. V. Vaishnav  
Executive Director**

**V. D. Patel  
Executive Director**

**A. L. Shekhat  
Chief Financial Officer**

**D. A. Chauhan  
Company Secretary**

**Date : 29/05/2017  
Place : Junagadh**



if not delivered, Please return to :-



**CREATIVE CASTINGS LIMITED**

Regd. Office : 102, G.I.D.C. Phzse-II, Dolatpara, JUNAGADH-362 003.

**Creative Castings Limited**

102,GIDC-II, Rajkot Road, Dolatpara, Junagadh, Phone: 0285-26602214 / 2660254  
Fax: +91-285-2661348, E-Mail : info@creative-cast.com, web: www.creative-cast.com



**ATTENDANCE SLIP**

(to be presented at the entrance)

**32ND ANNUAL GENERAL MEETING ON SATURDAY, SEPTEMBER 23, 2017 AT 11:00 A.M.**  
at 102,GIDC-II Rajkot Road, Dolatpara, Junagadh

Folio No. \_\_\_\_\_ DP ID No. \_\_\_\_\_ Client ID No. \_\_\_\_\_  
Name of the Member \_\_\_\_\_

Signature: \_\_\_\_\_ Name of the Proxyholder \_\_\_\_\_

Signature \_\_\_\_\_

- 1. Only Member/Proxyholder can attend the Meeting.
- 2. Member/Proxyholder should bring his/her copy of the Annual Report for reference at the Meeting

..... ✕ .....

**Creative Castings Limited**

102,GIDC-II, Rajkot Road, Dolatpara, Junagadh, Phone: 0285-26602214 / 2660254  
Fax: +91-285-2661348, E-Mail : info@creative-cast.com, web: www.creative-cast.com



**PROXY FORM**

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

Name of the Member(s) : \_\_\_\_\_

Registered address : \_\_\_\_\_

E-mail Id : \_\_\_\_\_

Folio No. / Client ID No. : \_\_\_\_\_ DP ID No. \_\_\_\_\_

I / We, being the member(s) of \_\_\_\_\_ Shares of Creative Castings Limited, hereby appoint

1. Name: \_\_\_\_\_ E-mail Id: \_\_\_\_\_  
Address: \_\_\_\_\_

Signature: \_\_\_\_\_ or failing him/her

2. Name: \_\_\_\_\_ E-mail Id: \_\_\_\_\_  
Address: \_\_\_\_\_

Signature: \_\_\_\_\_ or failing him/her

3. Name: \_\_\_\_\_ E-mail Id: \_\_\_\_\_  
Address: \_\_\_\_\_

Signature: \_\_\_\_\_ or failing him/her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the thirty first Annual General Meeting of the Company to be held on Saturday, September 23, 2017 at 11:00 a.m. at 102, GIDC-II Rajkot Road, Dolatpara, Junagadh and at any adjournment thereof in respect of such resolutions as are indicated below:

**Ordinary Businesses:**

- 1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended at March 31, 2017, together with the Reports of the Board of Directors and the Auditors thereon;
- 2. To appoint a Director in place of Shri Dhirubhai H. Dand (DIN: 00416724) who retires by rotation and, being eligible, offers himself for reappointment;
- 3. To appoint a Director in place of Shri Vallabhbai R. Vaishnav (DIN: 00415090), who retires by rotation and, being eligible, offers himself for reappointment;
- 4. To appoint Auditor and fix their remuneration.

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

Signature of shareholder..... Signature of Proxyholder(s).....

**NOTES:**

- 1. This Form in order to be effective should be duly completed and deposited at the Registered Office of the Company at 102, GIDC-II Rajkot Road, Dolatpara, Junagadh, not less than 48 hours before the commencement of the Meeting.
- 2. Those Members who have multiple folios with different joint holders may use copies of this Attendance slip/Proxy.

Affix Re. 1  
revenue  
stamp