# MUKAT PIPES LIMITED

**23RD**

**Annual Report**

**2009-2010**

# Mukat Pipes Limited

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**MUKAT PIPES LIMITED**

**NOTICE**

**NOTICE IS HEREBY GIVEN THAT THE 23RD ANNUAL GENERAL MEETING OF THE MEMBERS OF *MUKAT PIPES LIMITED* WILL BE HELD ON TUESDAY, THE 13TH SEPTEMBER, 2011 AT 2.30 P.M. AT TIME AND AGAIN, 9 RAHEJA CLASSIQUE, LINK ROAD, NEXT TO CINEMAX, LOKHANDWALA, ANDHERI(W), MUMBAI-53, TO TRANSACT THE FOLLOWING BUSINESS:**

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Balance Sheet as on 31st March, 2010 and Profit and Loss Account for the year ended 31st March, 2010 and Report of Auditors and Directors thereon.

2. To appoint a Director in place of ***Mr. Rupinder Singh Ahluwalia*** who retires by rotation and being eligible offers himself for re-appointment.

3. To appoint a Director in place of ***Mr. Rajkumar Bali*** who retires by rotation and being eligible offers himself for re-appointment.

4. To appoint Auditors and authorize the Board of Directors to fix their remuneration.

**By Order of the Board**

**For MUKAT PIPES LIMITED,**

**RUPINDER SINGH AHLUWALIA**
**CHAIRMAN**

**Registered Office:**
Flat No. 39, Parag Apartments,
7th Floor, J.P. Road, Versova,
Andheri (West), Mumbai 400061.

**Place:** RAJPURA
**Date:** 23rd June, 2011.

**NOTES:**

1 **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.**

2. **The Register of Members and Register of Transfers will remain closed from 07.09.2011 to 13.09.2011, (both days inclusive).**

3. **Members are requested to intimate any change in their address to the Company and Share Transfer Agents- M/s. Link Intime India Pvt. Ltd. (Formerly M/s. Intime Spectrum Registry Ltd.), C/13, Pannalal Silk Mill Compound, L. B. S. Marg, Bhandup (West), Mumbai 400078 at the earliest quoting their Folio Numbers.**

4. **Members desirous of obtaining any information concerning accounts and operations of the Company are requested to address their questions in writing to the Company at least 8 days before the date of the meeting so that the information required may be made available at the meeting.**

5. **The relevant details of Directors retiring by rotation, seeking re-appointment as required by Clause 49 of the Listing Agreement are given under the Corporate Governance Report.**

6. **Members are requested to bring the copy of Annual Report sent to them.**

## DIRECTORS' REPORT

**To the Members,**

Your Directors have pleasure in presenting the 23rd Annual Report & Audited Accounts for the year ended 31st March 2010. The directors regret delay in the same due to certain litigations and/or disputes between 2 groups of Directors before various Hon'ble Courts. Hence, though the accounts were ready, the same could not be placed earlier before the Members for adoption. The same are being presented now.

### FINANCIAL HIGHLIGHTS

The salient features of the Company's working are as under:-

| | **April to March 2009-10 (Rs.in lacs)** | April to March 2008-09 (Rs.in lacs) |
|---|---|---|
| Sales and other income | **1673.37** | 2347.60 |
| Profit/(Loss)before Interest, Deprecation & Tax (PBDIT) | **2.88** | 67.57 |
| Less: Interest | **0.25** | 0.26 |
| Profit/(Loss) before Depreciation & Tax. | **2.63** | 67.31 |
| Less: Depreciation | **183.27** | 182.77 |
| Profit/(Loss) before Tax | **(180.64)** | (115.46) |
| Less: Provision for Taxation | **0.00** | 0.00 |
| Taxation for earlier years | **0.00** | 0.00 |
| Provision for deferred Tax | **0.00** | 0.00 |
| Prior period Adjustment | **0.00** | 0.00 |
| Profit after Tax | **(180.64)** | (115.46) |
| Balance Brought Forward | **(3378.05)** | (3262.59) |
| Balance available for appropriation | **(3558.69)** | (3378.05) |

### DIVIDEND

In view of the accumulated losses, your Directors do not recommend any dividend for the year under review.

### FINANCIAL AND OPERATIONAL REVIEW

During the year under review the Company registered a gross income of Rs.1673.37 lacs (P.Y. Rs. 2347.60 lacs) with a positive PBDIT of Rs.2.88 lacs (P.Y. with a positive PBDIT of Rs.67.57 lacs). The gross income of Rs. 1673.37 lacs decreased from the previous year due to certain orders being taken on job work basis. During the year the total production including job work is 4748 MT and it was 4346 MT in the previous year. The production has gone up in comparison to the previous year but the average revenue per MT realized is lesser than the previous year and average cost of input/consumables per MT has gone up resulting decrease in PBDIT from Rs. 67.57 to Rs. 2.88 Lacs.

### FIXED DEPOSITS

Your Company has not accepted any fixed deposits from the Public during the year under review.

### BOARD OF DIRECTORS

There are no additional material particulars of Board of Directors since the earlier Report of the Board being the Report on the Accounts of the Financial Year 2006 – 07. Thus the relevant particulars of Board of Directors as stated in the Board Report on the Accounts of the Financial Year 2006 – 07 be treated as a part hereof.

In accordance with the provisions of the Companies Act, 1956, and the Articles of Association of the Company, Mr. Rupinder Singh Ahluwalia & Mr. R. K. Balil, Directors retire by rotation and being eligible offer themselves for reappointment.

**AUDITORS**

M/s. R.P. Bhambhri & Co., Chartered Accountants, Patiala, retire as Auditors of the Company at the conclusion of the ensuing Annual General Meeting and being eligible, offered themselves for reappointment.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

Your Directors confirm that;

i. In the preparation of the Annual Accounts for the Financial Year ended March 31, 2010, the Applicable Accounting Standards have been followed along with the proper explanation relating to material departures;

ii. The Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31/03/2010 and of the Profit and Loss Account for that year.

iii. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

iv. That the Directors had prepared the Accounts for the Financial Year ended March 31, 2010 on a `going concern' basis.

**AUDIT QUALIFICATION**

The Company has already negotiated OTSs (One Time Settlement) with Punjab National Bank (PNB) & Industrial Development Bank of India (IDBI)/ Stressed Assets Stabilization Fund (SASF). The proposal for OTS with Oriental Bank of Commerce (OBC)/ARCIL is still under consideration. The other qualifications/remarks of the Auditors, if any, have been duly clarified either in their Report or in the Notes to the Accounts and the same are self explanatory.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE**

Information pursuant to Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988, is annexed as Annexure “A” to this report.

**PARTICULARS OF EMPLOYEES AND INDUSTRIAL RELATIONS**

The Company does not have any employee drawing salary in excess of the limits specified under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules 1975, as amended.

**REFERENCE TO BIFR (BOARD FOR INDUSTRIAL & FINANCIAL RECONSTRUCTION)**

Revised Draft Rehabilitation Scheme has been submitted to BIFR through Operating Agency (SASF) in July, 2009. The Hon'ble BIFR vide order 01-12-2009 granted permission to IDBI and PNB under section (22) of SICA 1985 to file/continue recovery suit against the company. The company persuaded with logic and reason to IDBI and PNB not to file any recovery suit in the interest of the Rehabilitation/Revival of the company and better realization of their recovery dues under the process of DRS. Both the banks accepted our request and PNB extended the date for the payment of the OTS amount. The Hon'ble BIFR issued orders on 18-02-2010 to sell the Land, Building, Plant & Machinery and stocks of the Baramati unit and to formulate assets sale committee to effect the said sale of the assets under the guidelines of the BIFR.

**CORPORATE GOVERNANCE**

As informed earlier, due to various litigations and/or disputes between 2 groups of Directors, the compliance of various Statutory requirements including Listing Agreements were not fully met. However, the Board had strived

to comply with applicable provisions of the Listing Agreement. Pursuant to Clause 49 of the Listing Agreement, the Corporate Governance Report for the financial Year 2009-10 is attached herewith.

The Management Discussion and Analysis Report are also covered under the Corporate Governance Report.

**APPRECIATION**

The Directors wish to express their gratitude for the support and co-operation extended to the Company by its investors, Government Agencies, Bankers and Financial Institutions during the year under review. Your Directors would also like to place on record their appreciation for the commitment, co-operation and contribution extended by all the employees of the Company.

**For and on behalf of the Board,**

**RUPINDER SINGH AHLUWALIA**

**( CHAIRMAN)**

**Place : RAJPURA**
**Date : 22ND June, 2011**

**ANNEXURE 'A' TO THE DIRECTORS' REPORT**

INFORMATION REQUIED UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956 READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.

**A. CONSERVATION OF ENERGY:**

Measures of energy conservation have been continued systematically and conscious efforts are made to bring awareness amongst users for energy conservation. The Company has not made any additional Capital investment on energy conservation equipment devices, during the year 2009 – 2010.

Total energy consumption and energy consumption per unit of production is as follows:

**FORM A**

A. Power and Fuel consumption:

| | | Current Year (2009-2010) | Previous Year (2008-2009) |
|---|---|---|---|
| **1. Electricity** | | | |
| a) Purchased Units | (KWH) | **347351** | 340831 |
| Total Amount | (Rs.) | **1659230** | 1464930 |
| Rate/Unit | (Rs.) | **4.78** | 4.30 |
| b) Own generation Through Diesel Generator | | | |
| Units Generated | (KWH) | **107992** | 97656 |
| Total Amount | (Rs.) | **1167808** | 1024865 |
| Cost/Unit | (Rs.) | **10.81** | 10.49 |
| **2. Consumption per unit of production** | | | |
| Production : M.S.Pipes (Unit in MT) | | **4748.09** | 4643.78 |
| Electricity Consumption/MT (KWH) | | **95.90** | 100.87 |

B. **TECHNOLOGY ABSORPTION:**

**FORM B**

Disclosure of particulars with regard to technology absorption

Though the Company has not incurred any Capital expenditure on Research & Development during the year, emphasis has been given by introduction of various new methods of on-line inspection to improve manufacturing process and quality to result in better productivity. Quality Control Department is equipped with automatic equipments for quality control which has produced positive results.

**Technology absorption, adaptation and innovation.**

**i)** Continuous efforts are made towards technology absorption, adoption and innovation. Plant operation and maintenance personnel are regularly imparted training (in house and outside) through study of technical literature and seminars.

**ii)** Benefits derived as a result of the above efforts

- improvement in productivity, cost reduction, product development etc.

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

| Particular | 2009-2010 (Rs.in lacs) | 2008-2009 (Rs.in lacs) |
|---|---|---|
| - Earning | **Nil** | Nil |
| - Outgo | **Nil** | Nil |

## CORPORATE GOVERNANCE REPORT

Pursuant to Clause 49 of the listing agreement a Report on Corporate Governance is given below:

1. **Company's Philosophy on code of Governance**
   Your Company's philosophy on corporate Governance envisages compliance with Statutory requirements, transparency and optimum disclosure of material Information, improvements and maintenance of product quality, professionalism and accountability in its dealing, human resource management, thereby striving for high standards of Corporate Governance.
2. **Board of Directors**
   a) **Composition:**
   As on March 31st, 2010, the Board consists of Eight(8) Directors out of which Four (4) Directors are Non-Executive Directors, Three (3) are Non- Executive Independent Directors and Chairman of the Board is Mr. Rupinder Singh Ahluwalia who is an Executive Director.
   b) **Board Meetings:**
   During the year under review, the Board of the Company met once on 27.04.2009.
   c) **Details of Directors, their attendance at Board Meeting & last Annual General Meeting and Directorships, committee memberships in other Companies:**

| Name of Directors | Category | Attendance particulars | | No. of outside Directorship and Committee Membership in domestic public companies.# | | | | |
|---|---|---|---|---|---|---|---|---|
| | | Board Meetings | Last AGM | Other Directorships | | Committee Memberships | | |
| | | | | As a Member | As a Chairman | As a Member | As a Chairman | No. of Shares held |
| Mr.Kuljinder Singh Ahluwalia | Non-Executive | 1 | P | 4 | 1 | 2 | Nil | 2,57,300 |
| Mr.Ravinder Singh Ahluwalia | Non-Executive | 1 | P | 4 | 3 | 2 | 1 | Nil |
| Mr.Rupinder Singh Ahluwalia | Executive | 1 | P | Nil | Nil | Nil | Nil | 1,700 |
| Mrs.Sandeep Kaur Ahluwalia | Non-Executive | Nil | P | Nil | Nil | Nil | Nil | 33,97,100 |
| Ms.Mandeep Ahluwalia Pahwa | Non-Executive | Nil | P | Nil | Nil | Nil | Nil | Nil |
| Mr.Rajkumar Bali | Non-Executive Independent | 1 | P | Nil | Nil | Nil | Nil | 200 |
| Mr.Kamal Jain | Non-Executive Independent | 1 | P | Nil | Nil | Nil | Nil | 100 |
| Mr. Amrik Singh Grewal | Non-Executive Independent | Nil | P | Nil | Nil | Nil | Nil | 100 |

# Board Committee for this purpose includes only audit Committee, & Shareholder/ Investors Grievance Committee.

**Details of Director seeking re-appointment:**

At the ensuing Annual General Meeting, Mr. Rupinder Singh Ahluwalia and Mr. Rajkumar Bali, retire by rotation and being eligible offer themselves for re-appointment. The brief resume, experience, functional expertise and membership on various Boards and Committees of the Directors proposed to be re-appointed as mentioned in Item No. 2 & 3 of the Notice as per Corporate Governance code defined under Clause 49 of the Listing Agreement are furnished below:

| | |
|---|---|
| Name | Mr. Rupinder Singh Ahluwalia |
| Age | 56 Years |
| Date of Appointment | 31/10/1992 |
| Experience | He has 14 years of experience in Banking Industry and 20 years of experience in the Iron and Steel Industry. |
| No. of Shares held in the Company | 1,700 |
| Qualification | Post - Graduate |
| List of other Directorships | Nil |
| Membership/ Chairman of Committees of the other Companies | Nil |

| | |
|---|---|
| Name | Mr. Rajkumar Bali |
| Age | 67 Years |
| Date of Appointment | 15/03/2003 |
| Experience | He is senior business executive and having 44 years experience in the industry general, and of iron and steel industry, in particular. He has been associates with the Company from last 15years. |
| No. of Shares held in the Company | 200 |
| Qualification | Under- Graduate |
| List of other Directorships | Nil |
| Membership/ Chairman of Committees of the other Companies | Nil |

**3. Audit Committe**

Due to disputes amongst the Two group of Directors, No Audit committee Meetings were held during the year.

**4. Shareholders'/ Investors Grievance Committee**

**a) Name & Designation of the Compliance officer:**

Mr. Kuljinder Singh Ahluwalia, Director.

**b) Number of Complaints received and resolved:**

During the year ended March 31st, 2010, No complaints were received from the shareholders.

**5. General Body Meeting:**

**A.**

| Financial Year | Date/ Day | Time | Venue |
|---|---|---|---|
| 2005-06 | Original A.G.M<br>11.06.2007<br>Monday | 11.00 am | Vishal Hall, Vishal Shopping Centre, Andheri Kurla Road, Near Andheri Railway Station, Andheri-East, Mumbai - 400069. |
| | Adjourned A.G.M<br>27.04.2009<br>Monday | 4.00 pm | Kamalnayan Bajaj Hall, Bajaj Bhavan, Ground Floor,Jamnalal Bajaj Marg, Nariman Point, Mumbai-400021. |
| 2004-05 | 30.12.2005<br>Friday | 4.00 pm | Surindra House, Next to Sainaka New Telephone Exchange, M.V.Road, Safaid Pool, Mumbai-400072. |
| 2003-04 | 28.08.2004<br>Saturday | 4.00 pm | Mukat House, 313, Link Road, Khar (W), Mumbai - 400052 |

**B.** During the year under review, there have been no resolution requiring approval of shareholders to be put through postal ballot, as required under section 192A of the Companies Act, 1956 and Rule made thereunder.

**C.** At the A.G.M held on 28.08.2004, one (1) Resolution was passed as a Special Resolution.

**D.** No Special Resolution was required to be put through Postal Ballot Last year.

**6. Disclosures:**

**a) Materially significant related party transactions:**

The related party transaction entered into by the Company with its promoters, Directors on the Management or their subsidiaries or relative etc; are in normal course of business and doesn't conflict with the company's interest at large. A Register of contracts containing such transactions in maintained and placed before the Board of Directors on a regular basis.

**b)** No Penalties strictures have been imposed on the Company by any of the Stock Exchanges, Securities and Exchange Board of India and other Statutory Authorities on matters relating to Capital Markets during the last three Years.

**7. Means of Communications**

The Compliance with Clause 41 of Listing Agreement with the Stock Exchanges the Company publishes Quarterly and Annual Results in news papers and submits the same to all the Stock Exchanges where the shares of the Company are listed. These Results are normally published in The Free Press Journal (English) and in Navshakti (Marathi) News Papers.

**8. Management Discussion and Analysis**

The Company's assessment performance for the period ended 31.03.2010 and the outlook for the current year is based on the current environment and business situation. However, unforeseen circumstances and those arising from external factors could affect the performance and the results.

**9. General Shareholder Information**

**(a) Annual General Meeting to be held**

Date & Time – 13th September 2011, at 2.30 p.m.

Venue - Time and Again, 9 Raheja Classique Link Road, Next to Cinemax, Lokhandwala, Andheri(W), Mumbai-53.

**(b) Financial Year of the Company**

The Financial year covers the period 1st April to 31st March.

**(c) Book Closure Date:** 07.09.2011 to 13.09.2011 (Both Days Inclusive)

**(d) Listing on Stock Exchange at:**

The Bombay Stock Exchange Limited
Phiroza Jeejeebhoy Towers, Dalal Street, Mumbai

The Delhi Stock Exchange Association Limited
DSE House,3/1 Asaf Ali Road, New Delhi – 110002

The Ludhiana Stock Exchange Association Limited
Feroz Gandhi Marg, Ludhiana – 1141001

**(e) Stock Code:**

The Bombay Stock Exchange Limited:- 523832

**(f) Market Price Data:**

The monthly high low quotation of equity shares traded on the Stock Exchange, Mumbai are as follows:

| Month | Mukat Pipes Limited | |
|---|---|---|
| | High(Rs) | Low(Rs.) |
| April, 2009 | 8.15 | 5.85 |
| May, 2009 | 10.39 | 6.56 |
| June, 2009 | 15.00 | 9.85 |
| July, 2009 | 11.50 | 7.76 |
| August, 2009 | 10.99 | 7.90 |
| September, 2009 | 10.65 | 8.15 |
| October, 2009 | 9.94 | 7.90 |
| November, 2009 | 9.38 | 7.53 |
| December, 2009 | 14.90 | 7.95 |
| January, 2010 | 14.95 | 10.20 |
| February, 2010 | 11.30 | 8.80 |
| March ,2010 | 11.25 | 8.51 |

(Source- www.bseindia.com)

**(g) Shares Transfer system:**

The Company's Registrar and Transfer Agent, M/s Link Intime (India) Private Limited processes applications for Transfer of Shares in physical form. Share transfers are usually registered and returned with a period of thirty days of receipt, provided the documents are clear in all respects. Share Transfer Committee constituted for Transfer/Transmission, issue of duplicate shares certificates and other allied matter meet as often as required.

**(h) Distribution of Shareholding as on March 31st, 2010**

| Slab of Shareholding No of Equity Shares | No of Shareholders | % to Total No of Shareholders | No of Shares Held | % to Total Shares held |
|---|---|---|---|---|
| 1-500 | 9295 | 91.9023 | 1350280 | 17.2450 |
| 501-1000 | 450 | 4.4493 | 376833 | 4.8127 |
| 1001-2000 | 178 | 1.7599 | 270736 | 3.4577 |
| 2001-3000 | 59 | 0.5833 | 150124 | 1.9173 |
| 3001-4000 | 34 | 0.3362 | 121003 | 1.5454 |
| 4001-5000 | 33 | 0.3263 | 150978 | 1.9282 |
| 5001-10000 | 38 | 0.3757 | 275032 | 3.5125 |
| 10000& Above | 27 | 0.2670 | 5135014 | 65.5813 |
| **TOTAL** | 10141 | 100.0000 | 7830000 | 100.0000 |

**(I) Categories of Shareholding as on March 31st, 2010.**

| | CATEGORIES | SHARES HELD | PERCENT OF TOTAL |
|---|---|---|---|
| A | Indian Promoters, Directors and Relatives | 4738900 | 60.52 |
| B | Banks, Financial Institution, Insurance Companies (Central/ State Govt. Institutions/Non Govt. Institutions) | 300 | 0.0038 |
| C | FIIs | 100 | 0.0013 |
| D | Private Corporate Bodies | 257758 | 3.29 |
| E | Indian Public | 2678904 | 34.21 |
| F | NRIs/OCBs | 120285 | 1.54 |
| G | Clearing Members | 33453 | 0.43 |
| H | Trusts | 300 | 0.0038 |
| | **TOTAL** | **7830000** | **100** |

**(j) Dematerialisation of Shares**

As on March 31st 2010, **22,76,695** Shares, representing 29.08% of the total issued capital, were held in dematerialized form and 55,53,505 shares, representing 70.92% of the total issued capital is held in physical form.

**(k) Outstanding ADRs/GDRs:**

The Company has not issued any ADRs/GDRs.

**(l) Plant Location:**

i. Village Khadoli, Patiala Road, Rajpura –140 401, Dist. Patiala, Punjab.
ii. D-45, Tandulwadi, Baramati, Pune - 413 133, Maharashtra.

**(m) Address for investor Correspondence:**

i) Mukat Pipes Limited:
Flat No. 39, Parag Apartments, 7th Floor, J. P. Road, Versova, Andheri (West), Mumbai - 400061.
Tel No. 022-26364013, Fax. 022-26364013

ii) Registrar and Transfer Agents:
Link Intime (India) Private Limited, C-13 Pannalal Silk Mills' Compound, L.B.S. Marg, Bhandup (West), Mumbai - 400078. Tel No. 022-25963838, Fax. 022-25946969

**CERTIFICATION BY DIRECTOR OF THE COMPANY**

**The Director Certification for the Financial Statements and Cash Flow Statement for the year are obtained.**

**CODE OF CONDUCT DECLARATION**

**DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT:**

**DECLARATION**

I, Rupinder Singh Ahluwalia, Director of Mukat Pipes Limited, hereby declare that all the members of the Board of Directors and the Senior Managerial personnel have affirmed Compliance with the Code of Conduct, applicable to them as laid down by the Board of Directors in terms of Clause 49(1)(D)(ii) of the Listing Agreement entered into with the Stock Exchange, for the year ended 31.03.2010.

**For Mukat Pipes Limited**

**Place:Rajpura**
**Date: 22.06.2011**

**Rupinder Singh Ahluwalia**
**(Director)**

**REPORT OF THE AUDITORS ON CORPORATE GOVERNANCE**

To,
**The Members of Mukat Pipes Limited,**

We have examined the compliance of conditions of Corporate Governance by MUKAT PIPES LIMITED for the year ended 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was carried out in accordance with Guidance Note on Certification of Corporate Governance (as stipulated in Clause 49 of the Listing Agreement) issued by the Institute of Chartered Accountant of India and was limited to the procedures and implementation thereof, adopted by the Company for ensuring the Compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of an opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we state that due to/on account of certain litigations and/or disputes between two groups of Director before various Hon'ble Courts, the Company could not comply with majority of the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreements.

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

For **R.P. BHAMBRI & CO.**
Chartered Accountants
Firm Registration No: 001312N

**Place: Rajpura**
**Date: 22.06.2011**

(RANJIT PARKASH)
Proprietor
M No. 80084

**R.P. BHAMBRI & CO.**
CHARTERED ACCOUNTANTS

Ph. 2217015
8, Yadvindra Colony
The Mall, Patiala – 147 001

**TO THE MEMBERS OF MUKAT PIPES LIMITED**

1. We have audited the attached balance sheet of Mukat Pipes Ltd. as at 31st March 2010 and the profit and loss account and the cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 issued by the Central Government of India in terms of sub- section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
   (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
   (ii) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books;
   (iii) The balance sheet, profit and loss account and cash flow statement, dealt with by this reports are in agreement with the books of account;
   (iv) In our opinion, the balance sheet and profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred in sub- section (3C) of section 211 of the Companies Act, 1956, except AS-22.
   (v) On the basis of written representations received from the directors, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2010 from being appointed as a director in terms of clause (g) of sub- section (1) of section 274 of the Companies Act, 1956;
   (vi) In our opinion and to the best of our information and according to the explanation given to us, the said accounts read with notes to the accounts subject to the following:-
      (i) **Non provision of interest for the year on secured loans as mentioned in Note No. 6 of schedule "P", as the same is not ascertainable.**
      (ii) **Non availability of documents relating to transactions of Baramati Unit as mentioned in Note No. 7 of schedule "P", impact of which on profit and loss account and Balance Sheet is not ascertainable.**
      (iii) **No confirmation letters have been obtained as a result variance if any and its impact on loss and reserves is not ascertainable.**

   give the information required by the Companies Act,1956,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 2010
   (b) in the case of profit and loss account, of the loss for the year ended on that date.
   (c) In the case of the cash flow statement of the cash flow of the company for the year ended on that date.

For **R.P. BHAMBRI & CO.,**
**CHARTERED ACCOUNTANTS**

Place: Rajpura
Date : 22-06-2011

**(RANJIT PARKASH)**
**Proprietor**
**M. No. 80084**

**Annexure**

Referred to in paragraph 3 of our report of even date,

(i)
- (a) The Company has maintained proper records showing full particulars including uantitative details and situation of fixed assets.
- (b) All the fixed assets have not been physically verified by the management during the year but there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were stated to be noticed on such verification.

(ii)
- (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedure of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company maintains proper records of inventory. The discrepancies noticed on verification between the physical stock and the book records were not material.

(iii)
- (a) The company had taken interest free loan from other parties, covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.4.17 Crores and the year- end balance of loans taken from such parties was Rs. 4.17 Crores.
- (b) The parties have, barring a few cases, repaid the principal amount as stipulated and have been regular in the payment of interest, if stipulated.
- (c) There is no overdue amount of loans taken from or granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act. 1956.

(iv) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures, commensurate with the size of the company and the nature of its business with regards to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls. However, they are required to be strengthened.

(v)
- (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 are in process of being updated.
- (b) In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements to be entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time, when ever such comparison is made.

(vi) In our opinion and according to the information and explanations given to us, the company has not accepted any fixed deposit from the public.

(vii) The company has not appointed any external internal auditor, however, it has employed professionals who undertake internal audit.

(viii) We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 and we are of the opinion that prima facie the account and records, though not in the prescribed format, have been maintained.

(ix)
- (a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues of provident fund, employees' state insurance, applicable to it. The amount of unpaid dividend due to be transferred to the investor education and protection fund is Rs. 12.13 Lacs.
- (b) According to the information and explanations given to us, the undisputed amounts as at 31st March, 2010 which are outstanding for a period of more than six months from the date they

became payable, in respect of Income Tax, Sales Tax & Wealth Tax, Customs duty and Excise Duty are NIL.

(c) According to the information given to us, there are no dues of customs duty, wealth tax and cess except for Income Tax, Excise Duty and Sales Tax, which are disputed.

| | | | |
|---|---|---|---|
| (i) | Income Tax | Rs. 255.16 Lac | Matter pending with Appellate Authorities |
| (ii) | Excise Duty | Rs. 62.00 Lac | Matter pending with Appellate Authorities |
| (iii) | Sales Tax | Rs. 126.32 Lac | Matter pending with Appellate Authorities |

(x) The company has not incurred cash losses during the financial year and also in the immediately preceding financial year. The accumulated losses of the Company are more than 50% of its net worth. The Company has approached BIFR for financial reconstruction and its application for rehabilitation and reconstruction has been registered with BIFR.

(xi) The company has defaulted in repayment of dues to financial institution and banks.

(xii) The company has not granted loans advances on the basis of security by way of pledge of shares, debentures and other securities.

(xiii) In our opinion, the company is not a chit fund or a nidhi/ mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Reports) order, 2003 are not applicable to the company.

(xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the companies (Auditor's Reports) Order, 2003 are not applicable to the company.

(xv) In our opinion, the terms and conditions on which the company has given guarantees for loans taken by others from banks or financial institutions are not prejudicial to the interest of the company to the extent consideration received by it.

(xvi) No fresh term loans have been sanctioned / disbursed during the year.

(xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the of the company, we report that no funds raised on short- term basis have been used for long term investment. However the long term funds have been used for short-term investments.

(xviii) According to the information and explanations given to us, the company has not made preferential allotment of shares to parties and companies covered in the register to be maintained under section 301 of the Act.

(xix) According to the information and explanation given to us, during the period covered by our audit, the company has not issued any debentures or created security in respect of debentures.

(xx) According to the information and explanations given to us, no fraud in the company has been reported during the course of our audit.

(xxi) No money was raised by public issue by the Company during the year.

**For R.P. BHAMBRI & CO.,**
**CHARTERED ACCOUNTANTS**

Place : Rajpura
Date : 22-06-2011

**( RANJIT PARKASH )**
**Proprietor**
**M.No. 80084**

# Mukat Pipes Limited

## Balance Sheet as at 31st March 2010

| | Schedule | As at 31st March, 2010 Total Amount in Rs. | As at 31st March, 2009 Total Amount in Rs. |
|---|---|---|---|
| SOURCES OF FUNDS : | | | |
| Shareholders Funds : | | | |
| Share Capital | A | 78,300,000.00 | 78,300,000.00 |
| Reserves & Surplus | B | (321,503,366.97) | (303,439,473.21) |
| | | (243,203,366.97) | (225,139,473.21) |
| Secured Loans | C | 303,865,864.26 | 303,865,864.26 |
| Unsecured Loans | D | 37,742,451.77 | 41,853,596.05 |
| | | 341,608,316.03 | 345,719,460.31 |
| Total Funds Employed | | 98,404,949.06 | 120,579,987.10 |
| APPLICATION OF FUNDS : | | | |
| Fixed Assets | E | | |
| Gross Block | | 358,057,777.80 | 358,298,277.81 |
| Less : Depreciation | | 237,161,852.44 | 218,868,628.44 |
| Net Block | | 120,895,925.36 | 139,429,649.37 |
| Capital Work in Progress | | 0.00 | - |
| | | 120,895,925.36 | 139,429,649.37 |
| Baramati Control | | 0.00 | - |
| Current Assets Loans & Advances : | | | |
| Inventories | F | 35,414,855.75 | 51,544,196.33 |
| Sundry Debtors | G | 19,735,788.56 | 35,316,401.53 |
| Cash & Bank Balances | H | 5,350,042.43 | 5,873,497.58 |
| Loans & Advances | I | 69,015,635.92 | 78,135,941.74 |
| | | 129,516,322.66 | 170,870,037.18 |
| Less : Current Liabilities & Provisions | | | |
| Liabilities | J | 140,859,156.97 | 178,571,557.45 |
| Provisions | K | 7,551,142.00 | 7,551,142.00 |
| | | 148,410,298.97 | 186,122,699.45 |
| Net Current Assets | | (18,893,976.31) | (15,252,662.27) |
| Deferred Tax : | | | |
| Deferred Tax Assets 25,207,000.00 | | 0.00 | 0.00 |
| Deferred Tax Liabilites 28,804,000.00 | | (3,597,000.00) | (3,597,000.00) |
| Total Assets | | 98,404,949.06 | 120,579,987.10 |
| NOTES ON ACCOUNTS | P | | |

AS PER OUR REPORT OF EVEN DATE

**FOR R. P. BHAMBRI & CO.**
**CHARTERED ACCOUNTANTS**

**FOR MUKAT PIPES LIMITED**

**RANJIT PARKASH**
**(PROPRIETOR)**
**M.No. 80084**

**KAMAL JAIN**
**DIRECTOR**

**RUPINDER SINGH**
**DIRECTOR**

**PLACE: RAJPURA**
**DATE : 22-06-2011**

**Mukat Pipes Limited**
**Profit & Loss Account For The Year Ended 31st March 2010**

| | Schedule | As at 31st March, 2010 Total Amount in Rs. | As at 31st March, 2009 Total Amount in Rs. |
|---|---|---|---|
| INCOME | | | |
| Sales & Job Works | | 166854355.00 | 234,159,105.00 |
| Other Income | L | 482,278.54 | 599,919.05 |
| | | 167,336,633.54 | 234,759,024.05 |
| EXPENDITURE | | | |
| (Accretion) / Depletion in Stock in finished goods and WIP & Raw Material Consumed | M | 111,235,937.98 | 167,056,291.88 |
| Stock transfer from Baramati | | 0.00 | - |
| Expenses | N | 55,812,826.32 | 60,945,082.43 |
| Interest | O | 24,997.00 | 26,293.00 |
| Depreciation | E | 18,326,765.00 | 18,277,486.69 |
| | | 185,400,526.30 | 246,305,155.00 |
| Profit Before Taxation | | (18,063,892.76) | (11,546,130.95) |
| Provision for Taxation | | 0.00 | 0.00 |
| Provision for FBT | | 0.00 | 0.00 |
| Taxation for Earlier Years | | 0.00 | 0.00 |
| Prior Period Adjustment | | 0.00 | 0.00 |
| Profit After Tax | | (18,063,892.76) | (11,546,130.95) |
| Balance Brought Forward | | (337,805,474.21) | (326,259,343.26) |
| Balance Available for Appropriation | | (355,869,366.97) | (337,805,474.21) |
| Less : Appropriated to : | | | |
| General Reserve | | 0.00 | 0.00 |
| Balance Carried to Balance Sheet | | (355,869,366.97) | (337,805,474.21) |
| Notes to Accounts | P | | |

AS PER OUR REPORT OF EVEN DATE

**FOR R. P. BHAMBRI & CO.**
**CHARTERED ACCOUNTANTS**

**FOR MUKAT PIPES LIMITED**

**RANJIT PRAKASH**
**(PROPRIETOR)**
**M.No. 80084**

**KAMAL JAIN**
**DIRECTOR**

**RUPINDER SINGH**
**DIRECTOR**

**PLACE: Rajpura**
**DATE : 22-06-2011**

**Mukat Pipes Limited**

**Schedules Forming Part of Balance Sheet as at 31st March 2010**

| | As at 31st March, 2010 Total Amount in Rs. | As at 31st March, 2009 Total Amount in Rs. |
|---|---|---|
| **Schedule - 'A'** | | |
| **SHARE CAPITAL** | | |
| Authorised : | | |
| 1,00,00,000 (1,00,00,000) Equity Shares of Rs. 10/- each | 100,000,000.00 | 100,000,000.00 |
| Issued, Subscribed & Paid Up : | | |
| 78,30,000 (78,30,000) Equity Shares of Rs. 10/- each | 78,300,000.00 | 78,300,000.00 |
| **Schedule - 'B'** | | |
| **RESERVES & SURPLUS** | | |
| CAPITAL RESERVE | | |
| Subsidy | 4,550,000.00 | 4,550,000.00 |
| REVENUE RESERVES | | |
| General : Balance as on 1/4/03 | | |
| Less Deferred tax adjustment on initial adjustments | 29,816,000.00 | 29,816,000.00 |
| Balance in Profit & Loss Account | (355,869,366.97) | (337,805,474.21) |
| Total | (321,503,366.97) | (303,439,474.21) |

# Mukat Pipes Limited

**Schedules Forming Part of Balance Sheet as at 31st March 2010**

| | As at 31st March, 2010 Total Amount in Rs. | As at 31st March, 2009 Total Amount in Rs. |
|---|---|---|
| **Schedule - 'C'** | | |
| **SECURED LOANS** | | |
| **Term Loans :** | | |
| Financial Institutions : | | |
| Industrial Development Bank of India Ltd. | *112,000,000.00* | 112,000,000.00 |
| Punjab State Industrial Development Corp. Ltd | | |
| Interest Accrued & Due | *3,103,670.00* | 3,103,670.00 |
| NOTE : Secured by pari passu charge on immovable properties and hyp. of all the movable assets subject to first charges on movable assets created in favour of bankers for working capital facilities. | | |
| Working Capital Loans : | | |
| Punjab National Bank | 80,564,583.26 | 80,564,583.26 |
| Oriental Bank of Commerce | 108,197,611.00 | 108,197,611.00 |
| NOTE : Secured by hyp. of Stocks of Raw Materials. Finished, Semi Finished Goods & Book Debts and second charge created/to be created on the Co.'s immovable properties | | |
| Total | 303,865,864.26 | 303,865,864.26 |
| **Schedule - 'D'** | | |
| **UNSECURED LOANS** | | |
| Promoters | | |
| a) Directors/Shareholders | 36,152,451.77 | 40,152,451.77 |
| b) Others | 1,590,000.00 | 1,590,000.00 |
| c) Short Term Loan from Banks-Funded Interest T/L | 0.00 | 0.00 |
| d)City Banks Car Loan | 0.00 | 111,144.28 |
| Total | 37,742,451.77 | 41,853,596.05 |

# Mukat Pipes Limited

**Schedules Forming Part of Balance Sheet as at 31st March 2010**

| | | As at 31st March, 2010 Total Amount in Rs. | As at 31st March, 2009 Total Amount in Rs. |
|---|---|---|---|
| **Schedule - 'F'** | | | |
| **INVENTORIES** | | | |
| (Taken, Valued and Certified by The Management) | | | |
| Raw Material | | 5,101,130.50 | 12,755,036.40 |
| Stores & Spares | | 1,860,000.00 | 1,910,000.00 |
| Work in Progress | | 5,650,302.00 | 12,894,762.88 |
| Scrap | | 478,310.00 | 585,221.00 |
| Finished Goods | | 15,033,996.00 | 13,719,304.76 |
| Unutilised Portion of Modvat | | 7,291,117.25 | 9,679,871.29 |
| | Total | 35,414,855.75 | 51,544,196.33 |
| **Schedule - 'G'** | | | |
| **SUNDRY DEBTORS** | | | |
| Debts Outstanding for Less than six | | 811,494.61 | 17,035,934.59 |
| Debts Outstanding for More than six months: | | 16,059,304.95 | 15,415,477.94 |
| Considered good | | 2,864,989.00 | 2,864,989.00 |
| Considered doubtful | | 20,008,953.00 | 20,008,953.00 |
| | | 39,744,741.56 | 55,325,354.53 |
| Less: Provision for doubtful Debts | | 20,008,953.00 | 20,008,953.00 |
| Net Debtors | Total | 19,735,788.56 | 35,316,401.53 |
| **Schedule - 'H'** | | | |
| **CASH & BANK BALANCES** | | | |
| Cash In Hand | | 496,195.52 | 1,483,371.52 |
| Balance with Scheduled Banks | | | |
| In Bank Account | | 4,416,986.91 | 3,981,094.78 |
| In Fixed Deposit | | 436,860.00 | 409,031.28 |
| | Total | 5,350,042.43 | 5,873,497.58 |
| **Schedule - 'I'** | | | |
| **LOANS & ADVANCES** | | | |
| Staff Loans & Advances | | 1,405,717.28 | 1,508,604.25 |
| Balances with Excise Authorities | | 9,513,987.30 | 11,935,722.13 |
| Tax Deducted at Source | | 3,944,495.00 | 3,524,428.00 |
| FBT | | 146,000.00 | 146,000.00 |
| Advance Tax | | 8,113,736.56 | 8,113,736.56 |
| Security Deposit | | 1,321,001.00 | 1,317,601.00 |
| Advances Recoverable in Cash or Kind | | 3,331,522.55 | 7,052,507.91 |
| Advances to Supplier & Others | | 2,804,894.47 | 8,233,008.13 |
| Amount Recoverable | | 2,480,556.76 | 350,608.76 |
| Dues from Associate Concerns | | 35,953,725.00 | 35,953,725.00 |
| | Total | 69,015,635.92 | 78,135,941.74 |

# Mukat Pipes Limited

**Schedules Forming Part of Balance Sheet as at 31st March 2010**

| | | As at 31st March, 2010 Total Amount in Rs. | As at 31st March, 2009 Total Amount in Rs. |
|---|---|---|---|
| **Schedule - 'J'** | | | |
| **CURRENT LIABILITIES** | | | |
| Advances from Customers | | 24,264,073.00 | 55,922,097.99 |
| Sundry Creditors | | 26,874,130.73 | 31,796,641.02 |
| Dues to Associates Concern | | 80,370,698.03 | 80,534,684.03 |
| Expenses Payable | | 1,085,692.21 | 1,258,490.41 |
| Securities Refundable | | 31,339.00 | 31,339.00 |
| Unpaid Dividend | | 1,212,808.00 | 1,212,808.00 |
| Other Liabilities | | 7,020,416.00 | 7,815,497.00 |
| | Total | 140,859,156.97 | 178,571,557.45 |
| **Schedule - 'K'** | | | |
| **PROVISIONS** | | | |
| Provision for FBT | | 266,500.00 | 266,500.00 |
| Provision For Taxation | | 7,284,642.00 | 7,284,642.00 |
| | Total | 7,551,142.00 | 7,551,142.00 |
| Share Issue Expenses | | 0.00 | 0.00 |
| | Total | 0.00 | 0.00 |

# Mukat Pipes Limited

**Schedules Forming Part of Balance Sheet as at 31st March 2010**

| | | As at 31st March, 2010 Total Amount in Rs. | As at 31st March, 2009 Total Amount in Rs. |
|---|---|---|---|
| **Schedule - 'L'** | | | |
| **OTHER INCOME** | | | |
| Interest Received | | 167,736.44 | 361,923.05 |
| Miscellaneous Receipts | | 314,542.10 | 166,786.00 |
| Insurance Claims | | 0.00 | 71,210.00 |
| Charges Recovered | | 0.00 | 0.00 |
| Profit on Sale of Asset | | 0.00 | 0.00 |
| Provision for interest written back | | 0.00 | 0.00 |
| Balance Written back | | 0.00 | 0.00 |
| | Total | 482,278.54 | 599,919.05 |
| **Schedule - 'M'** | | | |
| **RAW MATERIALS CONSUMED** | | | |
| Opening Stock - Material | | 12,755,036.40 | 4,672,010.00 |
| Unutilised Portion Of Modvat | | 9,677,953.29 | 3,639,324.32 |
| Add : Purchases | | 95,156,597.40 | 180,289,007.59 |
| | | 117,589,587.09 | 188,600,341.91 |
| Less : Closing Stock-Material | | 5,101,130.50 | 12,755,036.40 |
| Unutilised Portion Of Modvat | | 7,291,117.25 | 9,677,953.29 |
| Material Consumed | | 105,197,339.34 | 166,167,352.22 |
| Accretion / Depletion Of Stock | | | |
| Opening Stock | | | |
| Finished Goods | | 13,719,304.76 | 22,993,339.10 |
| Work In Progress | | 12,894,762.88 | 4,502,436.00 |
| Realisable Scrap | | 585,221.00 | 592,453.20 |
| Untilised portion of Modvat | | 1,918.00 | 1,918.00 |
| | Total | 27,201,206.64 | 28,090,146.30 |
| Closing Stock | | | |
| Finished Goods | | 15,033,996.00 | 13,719,304.76 |
| Work In Progress | | 5,650,302.00 | 12,894,762.88 |
| Realisable Scrap | | 478,310.00 | 585,221.00 |
| Untilised portion of Modvat | | | 1,918.00 |
| | Total | 21,162,608.00 | 27,201,206.64 |
| (Accretion) / Depletion | | 6,038,598.64 | 888,939.66 |
| **Grand Total** | | 111,235,937.98 | 167,056,291.88 |

# Mukat Pipes Limited

**Schedules Forming Part of Balance Sheet as at 31st March 2010**

| | As at 31st March, 2010 Total Amount in Rs. | As at 31st March, 2009 Total Amount in Rs. |
|---|---|---|
| **Schedule - 'N'** | | |
| **EXPENSES** | | |
| Employees Remuneration & Other Benefits | | |
| Salaries Wages and Bonus | 8,192,578.00 | 7,118,963.00 |
| Contribution to Provident & Other Funds | 483,579.00 | 407,972.00 |
| Workmen & Staff Welfare Expenses | 481,594.00 | 491,025.00 |
| Total | 9,157,751.00 | 8,017,960.00 |
| **Operational & Other Expenses** | | |
| Excise Duty Paid | 8,789,282.00 | 16,834,687.00 |
| Testing charges | 23,123.00 | 18,860.00 |
| Consumable Stores | 9,997,843.48 | 9,859,436.44 |
| Labour Charges | 7,380,690.54 | 2,469,252.00 |
| Power & Fuel | 3,556,654.00 | 3,190,757.00 |
| Repairs to Plant & Machinery | 114,980.00 | 238,220.00 |
| Repairs to Building | 39,048.00 | 311,683.00 |
| Repairs Others | 162,207.00 | 345,161.00 |
| Material Handling Charges | 0.00 | 0.00 |
| Insurance Charges | 157,560.00 | 152,469.00 |
| Vehicle Expenses | 877,822.45 | 1,158,837.00 |
| Legal & Professional Charges | 1,461,016.00 | 1,010,223.00 |
| Telephone & Telex Charges | 163,501.00 | 179,383.00 |
| Printring & Stationery | 98,871.00 | 146,870.00 |
| Travelling Expenses | 344,392.00 | 188,817.00 |
| Rent, Rates & Taxes | 1,758,153.00 | 1,232,342.00 |
| Bank Charges & Commission | 260,407.46 | 94,302.26 |
| Postage & Telegram | 27,804.00 | 78,507.00 |
| Directors Remuneration & Other Benefits | 351,242.00 | 318,667.35 |
| Auditors Remuneration | 50,000.00 | 50,000.00 |
| Selling Expenses | 8,382,191.11 | 12,372,688.50 |
| Sales Promotion & Advertising | 104,959.00 | 135,807.00 |
| Freight & Forwarding Charges | 1,044,690.00 | 789,759.00 |
| Donations | 8,200.00 | 10,050.00 |
| General Expenses | 373,731.28 | 362,333.88 |
| Service Tax Paid | 86,158.00 | 72,407.00 |
| Security & Safety Exp. | 811,170.00 | 777,424.00 |
| Bad & Doutful Debts | 0.00 | 0.00 |
| FBT (2007-2008) | 0.00 | 146,500.00 |
| Meeting Fee | 0.00 | 6,248.00 |
| L.D. and Short Supply/Dep | 0.00 | 0.00 |
| Directors Travelling Exp. | 229,379.00 | 375,431.00 |
| Total | 46,655,075.32 | 52,927,122.43 |
| Grand Total | 55,812,826.32 | 60,945,082.43 |
| **Schedule - 'O'** | | |
| INTEREST | | |
| On Term Loans | 0.00 | 0.00 |
| On Working Capital | 0.00 | 0.00 |
| On Others | 24,997.00 | 26,293.00 |
| Total | 24,997.00 | 26,293.00 |

**MUKAT PIPES LIMTED**

**DETAILS OF FIXED ASSETS FORMING PART OF BALANCE SHEET FOR THE PERIOD ENDING March 31,2010**

**SCHEDULE - 'E'**

| | | | COST | | | | DEPRECIATION | | | | WRITTEN DOWN VALUE | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| S. NO | PARTICULARS | RATE OF DEP | AS ON 01.04.09 | ADDITION DURING YEAR | SALES DURING YEAR | AS ON 31.03.10 | UPTO 01.04.09 | ON ITEMS SOLD DURING YEAR | FOR THE PERIOD ENDED 31.03.2010 | UP TO 31.03.2010 | AS ON 31.03.10 | AS ON 31.03.09 |
| 1 | LAND | 0.00 | 3,232,485.00 | 0.00 | 0.00 | 3,232,485.00 | - | 0.00 | - | 0.00 | 3,232,485.00 | 3,232,485.00 |
| 2 | BUILDING | | | | | | | | | | | |
| | A) FACTORY | 3.34% | 60,142,755.34 | 0.00 | 0.00 | 60,142,755.34 | 20,469,086.30 | 0.00 | 2,008,768.00 | 22,477,854.30 | 37,664,901.04 | 39,673,669.04 |
| | B) OFFICE | 1.63% | 4,350,609.51 | 0.00 | 0.00 | 4,350,609.51 | 1,038,000.52 | 0.00 | 70,915.00 | 1,108,915.52 | 3,241,693.99 | 3,312,608.99 |
| | C) RESIDENTAL | 1.63% | 8,406,069.00 | 0.00 | 0.00 | 8,406,069.00 | 991,369.48 | 0.00 | 137,018.00 | 1,128,387.48 | 7,277,681.52 | 7,414,699.52 |
| | D) BORWELL | 3.34% | 22,945.00 | 0.00 | 0.00 | 22,945.00 | 7,996.00 | 0.00 | 766.00 | 8,762.00 | 14,183.00 | 14,949.00 |
| 3 | PLANT & MACHINERY | 4.75% | 262,466,189.12 | 0.00 | 0.00 | 262,466,189.12 | 181,423,515.02 | 0.00 | 14,949,371.00 | 196,372,886.02 | 66,093,303.10 | 81,042,674.10 |
| 4 | FURNITURE & FIXTURE | 6.33% | 2,669,979.33 | 24,300.00 | 0.00 | 2,694,279.33 | 2,147,363.12 | 0.00 | 170,276.00 | 2,317,639.12 | 376,620.21 | 522,598.21 |
| 5 | OFFICE EQUIPMENT | 4.75% | 2,472,486.81 | 0.00 | 0.00 | 2,472,486.81 | 1,320,410.21 | 0.00 | 120,103.00 | 1,440,513.21 | 1,031,973.60 | 1,152,076.60 |
| 6 | COMPUTERS | 16.21% | 851,292.00 | 0.00 | 0.00 | 851,292.00 | 784,813.00 | 0.00 | 12,271.00 | 797,084.00 | 54,208.00 | 66,479.00 |
| 7 | VEHICLES | 9.50% | 4,541,065.81 | 0.00 | 264,800.00 | 4,276,265.81 | 3,641,059.89 | 33,542.00 | 423,016.00 | 4,030,533.89 | 245,731.92 | 900,005.93 |
| 8 | AIR-CONDITIONER | 4.75% | 1,085,540.05 | 0.00 | 0.00 | 1,085,540.05 | 544,560.66 | 0.00 | 51,583.00 | 596,123.66 | 489,416.39 | 540,979.39 |
| 9 | TOOLS & EQUIPMENTS | 4.75% | 750,662.09 | 0.00 | 0.00 | 750,662.09 | 492,913.16 | 0.00 | 35,656.00 | 528,569.16 | 222,092.93 | 257,748.93 |
| 10 | DESIGNE & DRAWINGS | 4.75% | 7,306,198.74 | 0.00 | 0.00 | 7,306,198.74 | 6,007,519.39 | 0.00 | 347,044.00 | 6,354,563.39 | 951,635.35 | 1,298,679.35 |
| | TOTAL | | 358,298,277.80 | 24,300.00 | 264,800.00 | 358,057,777.80 | 218,868,626.75 | 33,542.00 | 18,326,765.00 | 237,161,852.75 | 120,895,925.05 | 139,429,649.06 |
| | | | | | | | | | | | | |
| | Total | | 358,298,277.80 | 24,300.00 | 264,800.00 | 358,057,777.80 | 218,868,626.75 | 33,542.00 | 18,326,765.00 | 237,161,852.75 | 120,895,925.05 | 139,429,649.06 |
| | | | | | | | | | | | | |
| | PREVIOUS YEAR | | 357,730,528.81 | 1,476,236.00 | 908,487.00 | 358,298,277.81 | 201,116,168.75 | 525,026.00 | 18,277,486.00 | 218,868,629.00 | 139,429,649.06 | 156,614,360.06 |

**Mukat Pipes Ltd**

Schedule – P

**NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31st March, 2010.**

**1. Significant accounting policies**

**a) Method of Accounting :**

The company maintains its accounts on mercantile basis. However, certain price escalations and other claims, which are not ascertainable /acknowledged by customers/suppliers are taken into account only on such acknowledgement by customers/suppliers.

**b) Fixed Assets :**

Fixed Assets are stated at historical cost or cost of acquisition or construction cost less depreciation. Attributable cost and expenses of bringing the assets to working condition for their intended use are capitalised.

**c) Depreciation:**

Depreciation for the year is provided on Straight Line Method at the rates and in the manner specified in Schedule XIV of the Companies Act 1956.

**d) Inventories are valued as under :**

i. Raw Material and other inventories at cost.
ii. Work in progress at estimated cost.
iii. Finished Goods at Cost or Market Value whichever is lower.
iv. Scrap at Market Value

**e) Gratuity :**

The company has provided for Gratuity liability on estimated basis. No Actuarial Valuation has been made.

**f) Income Recognition:**

I. Sales is inclusive of Excise Duty but excludes Sales Tax/VAT.
The export benefit are recognized as income on the basis of actual exports.

ii. Excise duty liability on manufactured goods lying in the factory premises is not provided for and is also not included in the valuation of stock.

**g) Foreign Currencies:**

Transactions in foreign exchange are accounted at the exchange rates prevailing on the date of transaction. Gains and losses arising out of subsequent fluctuations are accounted for on actual payment / realization. The foreign currency receivable/payable on revenue account not covered by forward contracts are converted at the exchange rate prevailing on the last working day of the accounting period. The net loss or gain arising out of such fluctuations/conversions is adjusted to the profit and loss account (except those relating to acquisition of fixed assets, if any, which are adjusted in the cost of the asset)

2. Claims of the Company against its creditors (secured & unsecured) have not been accounted for by the company and as such dues of the said creditors as reflected in the Balance Sheet are subject to the said claims of the Company.

**3. Contingent Liabilities not provided for:**

a) Counter Guarantees given to Bank Rs.0.09 Lacs (Previous Year Rs. 16.61 Lacs)
b) L/C Outstanding Rs. Nil (Previous Year Rs. Nil )
c) Capital Contracts remaining to be executed not provided for Rs. NIL (Previous Year Rs. Nil)
d) Claims not acknowledged as debt.

i) Demand against which the Company has preferred appeals:

| | |
|---|---|
| Excise Duty | Rs .62.00 Lacs (Previous Year Rs.62.00 Lacs) |
| Income Tax | Rs. 255.16 Lacs. (Previous Year Rs. 255.16 Lacs) |
| DGFT | Rs. 225 Lacs (Previous Year Rs. 225 Lacs) |
| Sale Tax | Rs. 126.32 Lacs (Previous Year Rs. 126.32 Lacs) |
| Other Claims | Rs. 468.35 Lacs (Previous Year Rs.468.35 Lacs) |

4. In the absence of confirmation letters, the balances of debtors, creditors and other parties the balances are taken as per the book of accounts. Difference, if any, is not ascertainable till confirmation letters are received.

5. Payment against supplies from small scale and ancillary undertakings are made in accordance with the agreed credit terms and on the basis of available information and in the opinion of the management there is no amount overdue as on 31st March 2010.

6. No Provision for interest has been made during the year in respect of Secured Loans as the secured loan account has become NPA.

7. The company has not produced books of accounts and other relevant record in respect of Baramati Unit. As such the balances are taken as per audited Balance Sheet as on 31-03-2008. However, depreciation has been provided on Fixed Assets. The impact of transactions entered into by the company at Baramati Unit after 31-03-2008 will be considered when the relevant documents are produced.

8. Consumption Particulars of Raw Materials.
Raw Material Consumed:

| | 2009-2010 | | 2008-2009 | |
|---|---|---|---|---|
| | QTY (MT) | VALUE (Rs. in Lacs) | QTY (MT) | VALUE (Rs. in Lacs) |
| Coils, Zinc, Iron & Steel & Other | 2666.221 | 1051.97 | 4933.190 | 1661.67 |
| **Total** | **2666.221** | **1051.97** | **4933.190** | **1661.67** |

Note: Coils/Plates purchased for trading 73.385 MT (P.Y. 251.280 MT)

9. Value of indigenous and imported raw material consumed during year.

Imported and Indigenous Raw Materials Consumption:

| | 2009-2010 | | 2008-2009 | |
|---|---|---|---|---|
| | VALUE (Rs. in lacs) | % | VALUE (Rs. in lacs) | % |
| i) Indigenous | 1051.97 | 100 | 1661.67 | 100 |
| ii) Imported | Nil | Nil | Nil | Nil |
| **Total** | **1051.97** | **100** | **1661.67** | **100** |

10. Installed Capacity 50,000 TPA
Certified by Director, being technical matter and relied upon by the auditors.

11. Production / Sales of Finished Goods:

| Particulars | Opening Stock (MT) | Prod. /Purch. (MT) | Closing Stock(MT) | Sales (MT) | Value (Rs. In lacs) |
|---|---|---|---|---|---|
| Pipes | 443.088<br>(641.630) | 2777.308<br>(4346.781) | 394.697<br>(443.088) | 2825.699<br>(4545.323) | 1243.26<br>(1777.07) |
| Scrap | 93.287<br>(93.802) | 84.874<br>(45.010) | 81.408<br>(93.287) | 96.753<br>(45.525) | 10.91<br>(4.63) |
| Trading in Plate, Coils Iron & Steels, & Pipes and Other material etc. | | | | 73.385<br>(251.280) | 16.31<br>(103.35) |
| H.R Coil | NIL | NIL | NIL | NIL | NIL |
| Zinc | NIL | NIL | NIL | NIL | NIL |
| Other Export Incentive | | | | | NIL |
| Job Work | | | | | 398.06<br>(456.54) |
| Excise Duty Recovered | | | | | NIL |
| **Total** | | | | | **1668.54**<br>**(2341.59)** |

12. Sales of Finished Goods

| Type | Local (Rs. In lac) | Export (Rs. In lac) | Total (Rs. In lac) |
|---|---|---|---|
| M.S. Pipes | 1243.26<br>(1777.07) | Nil<br>Nil | 1243.26<br>(1777.07) |
| G.I. Pipes | NIL<br>(NIL) | Nil<br>Nil | NIL<br>(NIL) |
| **Total** | **1243.26**<br>**(1777.07)** | **Nil** | **1243.26**<br>**(1777.07)** |

13. Expenditure in Foreign Currency

| | | 2009-2010 (Rs.in Lacs) | 2008-2009 (Rs.in Lacs) |
|---|---|---|---|
| a) | Raw Material | 0.00 | 0.00 |
| b) | Others (Licence fee) | 0.00 | 0.00 |
| c) | Bank Charges | 0.00 | 0.00 |

14. Auditor's Remuneration ( Rs. in Lacs)

| | | 2009-2010 (Rs.in Lacs) | 2008-2009 (Rs.in Lacs) |
|---|---|---|---|
| I) | Statutory Auditor | | |
| a) | Audit Fees | 0.38 | 0.38 |
| b) | Tax Audit Fees | 0.12 | 0.12 |
| II) | Branch Auditor | | |
| a) | Audit Fee | 0 | 0 |
| b) | Out of Pocket Exp. | 0 | 0 |

15. Earning in Foreign Exchange

| | | 2009-2010 (Rs.in Lacs) | 2008-2009 (Rs.in Lacs) |
|---|---|---|---|
| a) | FOB Value of Exports | 0.00 | 0.00 |

16. Related Parties Disclosures:

1. Relationship
   a) Key Management Personnel are Mr. Kuljinder Singh Ahluwalia and Mr. Ravinder Singh Ahluwalia, Mr. Rupinder Singh Ahluwalia & Ms. Mandeep Ahluwalia Pahwa.

   b) Entities over which key management personnel are able to exercise Significant Influence are Surindra Engineering Co. Ltd., Mukat Tanks and Vessels Ltd., Muktanandan Pipes Ltd, Mukat Finance Ltd. & Balaji Steel and Pipes.

2. Transactions carried out with related parties referred in 1 above, in ordinary course of business.

(Rs.in lacs)

| Nature of Transactions | Related Parties Referred in 1(a) above | Referred in 1(b) above |
|---|---|---|
| Purchase- Goods & Material | --- | 0 |
| Sales – Goods & Material | --- | 0 |
| Remuneration | 3.51<br>(3.19) | – |
| Lease Rent | | 5.56<br>(NIL) |

The Figures in brackets are in respect of previous year.
Figures for previous year are regrouped wherever necessary to make these comparable with those of current year.

As per our report of even date.

**FOR R.P.BHAMBRI & CO.**
**CHARTERED ACCOUNTANTS**

**FOR MUKAT PIPES LTD.**

**Ranjit Parkash**
**(Prop.)**
**M.No. 80084**

**Kamal Jain**
**(Director)**

**Rupinder Singh**
**(Director)**

**Place:- Rajpura.**
**Date: 22-06-2011**

**INFORMATION REQUIRED AS PER PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 1956**

**Balance Sheet abstract and company's general business profile:**

I. Registration Sheet abstract abd Company's General bussiness profile:

| | | | |
|---|---|---|---|
| REGISTRATION No. 44407 of 1987 | | STATE CODE | 11 |
| BALANCE SHEET DATE | | March 31, 2010 | |

II. Capital Raised During The Year (Amount in Rs. Thousand)

| PUBLIC ISSUE | RIGHT ISSUE |
|---|---|
| NIL | NIL |
| BONUS ISSUE | PRIVATE PLACEMENT |
| NIL | NIL |

III. Position of Mobillisation and Deployment of Funds (Amount in Rs. Thousand)

| | |
|---|---|
| TOTAL LAIBILITIES | 454274 |
| TOTAL ASSETS | 454274 |
| SOURCE OF FUNDS | |
| Paid up Capital | 78300 |
| Reserves and Surplus | 34366 |
| Secured Loans | 303866 |
| Unsecured Loans | 37742 |
| APPLICATION OF FUNDS: | |
| Net Fixed Assets | 120896 |
| Investments Nil | |
| Net Current Assets | (18894) |
| Misc. Expenditure | (3597) |
| Accumulated Losses | 355869 |

IV. Performance of Company (Amount In Rs. Thousand)

| | |
|---|---|
| Turnover | 167337 |
| Total Expenditure | 185401 |
| Profit/ (Loss) Before Tax | (18064) |
| Prior Period Adjustment | 0 |
| Profit/ (Loss) After Tax | (18064) |
| Earning Per Share (In Rs.) | Nil |
| Dividend Rate (%) | Nil |

V. Generic Name of Three Principal products of Company (As per Monetary Terms)

| | PRODUCTION DESCRIPTION (As per I.T.C) | ITEM CODE NO. (As per I.T.C) |
|---|---|---|
| 1 | Longitudinally Submerged Arc Welded (Non Galvanised Pipes) | 730511.02 |
| 2 | Line Pipe of Kind Used for oil or Gas Pipelines (Non Galvanized Pipes) | 730610.02 |
| 3 | Longitudinally Welded Non Galvanized Pipes) | 730512.02 |
| 4 | Galvanized Pipes | 730610.01 |
| 5 | ERW Precision Tubes | 730690.01 |

As per our report of even date For & on Behalf of the Board,

For **R.P. Bhambri & Co.**
Charted Accountants

**Kamal Jain**
(Director)

**Ranjit Parkash**
Proprietor
M.No. 80084

**Rupinder Singh Ahluwalia**
(Director)

Place : RAJPURA
Date : 22-06-2011

## MUKAT PIPES LIMITED

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH , 2010**

**PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT**

| | | Year Ended 31/03/2010 ( Rs in Lacs ) | | Year Ended 31/03/2009 ( Rs in Lacs ) | |
|---|---|---|---|---|---|
| A) | CASH FLOW FROM OPERATING ACTIVITIES | | | | |
| | Net Profit Before Tax And Extraordinary Items | | (180.64) | | (115.46) |
| | Adjustments For | | | | |
| | Depreciation | 183.27 | | 182.77 | |
| | Deferred Expenses Written Off | 0.00 | | 0.00 | |
| | Interest Expenses | 0.25 | | 0.26 | |
| | Interest Income | (1.68) | | (3.62) | |
| | Financial Lease Expenses | | 181.84 | | 179.41 |
| | Prior Period Adjustment | | | | |
| | Operating Profit Before Working Capital Changes | | 1.20 | | 63.95 |
| | Adjustments For | | | | |
| | Trade & Other Receivables | 251.21 | | (282.70) | |
| | Inventories | 161.29 | | (133.21) | |
| | Trade Payables | (377.12) | | 298.04 | |
| | Provision | | 35.38 | 1.46 | (116.41) |
| | | | 36.58 | | (52.46) |
| | Cash Generated From Operations | | | | |
| | Interest Paid | (0.25) | | (0.26) | |
| | Tax Paid | (4.20) | (4.45) | (3.31) | (3.57) |
| | | | 32.13 | | (56.03) |
| | Cash Flow Before Extraordinary Items | | | | |
| | Extraordinary Items | 0.00 | | 0.00 | |
| | Additional Tax Paid for Earlier Years | 0.00 | 0.00 | 0.00 | 0.00 |
| | Net Cash From Operating Activities ( A ) | | 32.13 | | (56.03) |
| B) | Cash Flow From Investing Activities | | | | |
| | Capital W.I.P. | | | | |
| | Purchase/Sale of Fixed Assets | 2.07 | | (10.92) | |
| | Interest Received | 1.68 | | 3.62 | |
| | | | 3.75 | | (7.30) |
| | Net Cash Used in Investing Activities ( B ) | | 3.75 | | (7.30) |

## MUKAT PIPES LIMITED

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH , 2010**
**PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT**

| | | Year Ended 31/03/2010 ( Rs in Lacs ) | | Year Ended 31/03/2009 ( Rs in Lacs ) | |
|---|---|---|---|---|---|
| C) | Cash Flow From Financing Activities | | | | |
| | Proceeds From Long Term Borrowings ( Net ) | 0.00 | | 0.00 | |
| | Proceeds From Short Term Borrowings | 0.00 | | (2.00) | |
| | Proceeds From Unsecured Loans | (41.11) | | (1.73) | |
| | Repayment of Financial Lease Liabilities | 0.00 | | 0.00 | |
| | Punjab State Subsidy Received | 0.00 | (41.11) | 0.00 | (3.73) |
| | Net Cash Flow From Financing Activities ( C ) | | (41.11) | | (3.73) |
| | Net Increase ( Decrease ) in Cash and Cash Equivalent ( A+B+C ) | | (5.23) | | (67.06) |
| | Cash and Cash Equivalent at The Beginning of The Year | | 58.73 | | 125.79 |
| | Cash and Cash Equivalent at The Close of The Year | | 53.50 | | 58.73 |

**As per our report of even date**
**For R. P. Bhambri & Co.**
**Chartered Accountants**

**(Ranjit Parkash)**
**Proprietor**
**M.No. 80084**

**Date : 22-06-2011**
**Place : Rajpura**

**For & on Behalf of the Board,**

**Rupinder Singh Ahluwalia**
**( Director )**

**Kamal Jain**
**( Director)**

# MUKAT PIPES LIMITED

Registered Office : Flat No. 39, Parag Apartments, 7th Floor, J. P. Road, Versova, Andheri (West), Mumbai - 400061.

## ATTENDANCE SLIP

Member(s)/Proxy (ies) are requested to bring the Attendance Slip duly filled-in and signed at the Meeting and hand it over at the entrance of the Meeting hall.

**Folio N0.:** _____

**DP/Client ID No.:**_____

**No of Shares Held.:**_____

I/We_____ hereby record my/our presence at the 23rd Annual General Meeting of the Company held on Tuesday, 13th day of September, 2011 at 2.30 p.m. at Time and Again, 9 Raheja Classique, Link Road, Next to Cinemax, Lokhandwala, Andheri(W), Mumbai-53.

_____ _____

Signature of the Member / Proxy

FULL NAME OF THE MEMBER/ PROXY
(To be signed at the time of handing over this slip)

---

# MUKAT PIPES LIMITED

Registered Office : Flat No. 39, Parag Apartments, 7th Floor, J. P. Road, Versova, Andheri (West), Mumbai - 400061.

## PROXY FORM

**Folio N0.:** _____

**DP/Client ID No.:**_____

**No of Shares Held.:**_____

I/We _____ of _____ being member(s) of Mukat Pipes Limited, hereby appoint _____ of _____ or failing him/her, _____ of _____ as my/our proxy to attend and vote for me/ us on my/ our behalf at the 23rd Annual General Meeting to be held on Tuesday, 13th day of September, 2011 at 2.30 p.m. at Time and Again, 9 Raheja Classique, Link Road, Next to Cinemax Lokhandwala, Andheri(W), Mumbai-53 and at any adjournment thereof.

Affix Revenue Stamp

Signed this _____ day of _____ 2011. Signature _____ _____

**Notes:**

1. The proxy to be effective should be duly stamped, signed and deposited at the Registered Office of the Company at the address mentioned above at least 48 hours before the commencement of the aforesaid Meeting.

2. The Proxy need NOT be a member of the Company.

**BOOK POST**

If undelivered, please return to :

**LINK INTIME**
INDIA PVT LTD

**Unit : MUKAT PIPES LIMITED**
C-13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (W), Mumbai - 400 078