



**ANNUAL  
REPORT  
2016-17**

**MARDIA SAMYOUNG  
CAPILLARY TUBES COMPANY LIMITED**

**INDO KOREAN JOINT VENTURE**

# MARDIA SAMYOUNG CAPILLARY TUBES COMPANY LIMITED

## TWENTY FIFTH ANNUAL REPORT – 2016-2017

DIRECTORS	Name of Director	Designation	DIN
	Ravindra Mardia	Managing Director	00077012
	Omana Nayak	Director	00107146
	Gaurav Mardia	Director	00074333
	Virendra Sinh Deora	Independent Director	00106898
	Bharat J. Chouhan	Independent Director	02737211
AUDITORS	Shyam. C. Agrawal & Co. Chartered Accountants		
BANKERS	HDFC Bank The Ratnakar Bank Ltd. Dena Bank		
FACTORY	J-55, M.I.D.C, Industrial Area, Tarapur, Boisar- 401 506. District - Thane. Maharashtra		
REGISTERED OFFICE	J – 55, M. I. D. C, Industrial Area, Tarapur, Boisar - 401 506. District - Thane. Maharashtra.		
REGISTRAR AND TRANSFER AGENT:	M/s. Purva Sharegistry India Private Limited., Shiv Shakti Indl. Estate, Unit No. 9, 7-B, J.R. Boricha Marg, Sitaram Mill Compound, Mumbai 400 011.		

### General Information for Shareholders : 25th Annual General Meeting

Date	: 29th September, 2017(Friday)
Time	: 11.30 P.M.
Venue	: J – 55, M. I. D. C, Industrial Area, Tarapur, Boisar - 401 506. District - Thane. Maharashtra.
Book Closures	: 21th September, 2017 to 28th September, 2017 (Both Days Inclusive)

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**MARDIA SAMYOUNG CAPILLARY TUBES COMPANY LIMITED**

**NOTICE**

**NOTICE** is hereby given that the **25<sup>TH</sup> ANNUAL GENERAL MEETING** of the Members of **MARDIA SAMYOUNG CAPILLARY TUBES COMPANY LIMITED** will be held on Friday, the 29<sup>th</sup> of September, 2017 at 11.30 A.M. at the Registered Office of the Company at J – 55, M.I.D.C, Industrial Area, Tarapur, Boisar - 401 506, to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Balance Sheet as at 31<sup>st</sup> March, 2017 and the Profit and Loss Account of the Company for the year ended on that date and the report of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Ravindra Mardia (DIN 00077012), who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint M/s Agrawal & Agrawal Associates, Chartered Accountants (Firm Registration No. 116653W) as Statutory Auditors of the Company for a period of five years, fix their remuneration and in this connection, to consider and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit & Auditors) Rules, 2014, and pursuant to the recommendations of the Audit Committee of the Board of Directors, M/s Agrawal & Agrawal Associates, Chartered Accountant, (Firm Registration No. 116653W) be and are hereby appointed as the Auditors of the Company in place of M/s Shyam C. Agrawal & Company (Firm Registration No. 110243W), the retiring Auditor, to hold office from the conclusion of this Annual General Meeting till the conclusion of the 30<sup>th</sup> Annual General Meeting of the Company, subject to ratification by the Members at every Annual General Meeting till the 29<sup>th</sup> Annual General Meeting, at such remuneration plus applicable service tax and reimbursement of travelling and out of pocket expenses in connection with the audit as the Board of Directors may fix in this behalf.”

Registered Office:  
J – 55, M. I. D. C, Industrial Area,  
Tarapur. Boisar - Maharashtra

For and on behalf of the Board of Directors

Place: Mumbai  
Dated: 26<sup>th</sup> May, 2017

**RAVINDRA MARDIA**  
**Managing Director**  
**DIN: 00077012**

**NOTES:**

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.**

The instrument of proxy in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

2. Explanatory Statement pursuant to 102 of the Companies Act, 2013, for the business at S. No. 2 and 3 is annexed as Annexure-A which forms part of this notice.
3. Members are requested to notify immediately any change in their address to the Company's Investors Service Department at 1304, Lodha Supremus, Senapati Bapat Marg, Lower Parel West, Mumbai 400013 or to its Registrar and Transfer Agents at following address. Shareholders should quote their folio number in all their correspondence. Members holding Shares in the dematerialized form are requested to notify the aforesaid changes to their Depository Participant(s).

**M/S PURVA SHAREGISTRY (I) PVT. LTD.**

No. 9, Shiv Shakti Industrial Estate, Ground Floor,  
J. R. Boricha Marg, opp. Kasturba Hospital,  
Lower Parel, Mumbai 400 011  
Tel No 022 2301 8261 / 2301 6761.  
Fax No 2301 2517. Email: busicomp@vsnl.com.

4. Members are requested to bring their copy of Annual Report at the Meeting and produce attendance slip at the entrance where the Annual General Meeting will be held. Members, who hold shares in the dematerialized form, are requested to bring their depository account number for identification.
5. Register of members and Share Transfer Books of the Company will be closed from 21st September, 2017 to 28<sup>th</sup> September, 2017 (Both days inclusive), to comply with the requirement of the Listing Agreement of the Stock Exchange.
6. Members seeking any information as regards to Accounts are requested to write to the Company at least seven days in advance so as to enable the Company to keep the information ready.
7. Equity Shares of the Company are available in dematerialized form both with the National Securities Depository Limited (NSDL) and Central Depository Service (India) Ltd (CDSL).
8. The Ministry of Corporate Affairs, New Delhi ("MCA") has taken a "Green Initiative" in the Corporate Governance by permitting paperless compliances by Companies (vide its Circular No. 17/2011 dated April 21, 2011) and clarified that the service of documents / communications including the Notice of calling the Annual General Meeting, Audited Financial Statements, Directors' Report, Auditors' Report etc., via. electronic mode by a company can be made through electronic mode instead of sending the physical copy of the document(s).

**SHAREHOLDER INSTRUCTIONS FOR E-VOTING**

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

- (i) The voting period begins on Tuesday, 26th September, 2017 at 9.00 hours. and ends on Thursday, 28th September, 2017 at 17.00 hours. 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 Saturday, 23 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:

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

(xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) **Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](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 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.
- (xix) 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).

For and on behalf of the Board of Directors

Registered Office:  
J – 55, M. I. D. C, Industrial Area,  
Tarapur. Boisar - Maharashtra

PPlace: Mumbai  
Dated: 26<sup>th</sup> May, 2017

**RAVINDRA MARDIA**  
**Chairman**  
**DIN: 00077012**



## ANNEXURE - A TO THE NOTICE.

**Explanatory Statement pursuant to Section 102 of the Companies Act, 2013****Item No. 2**

Brief resume of Directors being appointed/Re appointed, nature of their expertise in specific functional areas and names of Companies in which they hold directorship and membership / Chairmanship of Board Committee, as stipulated under Clause 49 of Listing Agreement with Stock Exchange in India, is as under :

Details of the Directors seeking re-appointment at the Annual General Meeting fixed for Friday the 29th September, 2017 at 11.30 A. M. at the Registered Office of the Company at J – 55, M. I. D. C, Industrial Area, Tarapur, Boisar - 401 506.

<b>Name of Director</b>	Mr. Ravindra Mardia
<b>DIN</b>	00077012
<b>Date of Birth</b>	6th September, 1954
<b>Date of Appointment</b>	19th October, 1992
<b>Expertise in specific functional areas</b>	Has been in the trade of Non- ferrous Metal Extrusion Products for almost 3 decades.
<b>Qualifications</b>	Bachelors in Science
<b>List of outside Directorships held Excluding Directorship in Private Companies</b>	Mardia Leasing Ltd.
<b>Chairman/Member of Committee of the Board of Directors of other Companies in which he/she is a Director.</b>	1
<b>Audit Committee</b>	No
<b>Investor Grievances Committee</b>	Yes
<b>No. of Equity Shares of the Company held on March 31, 2017</b>	1129061

**Item No. 3**

In terms of the provisions of Section 139 of Companies Act, 2013 (the “Act”), no listed company can appoint or re-appoint an audit firm as auditor for more than two terms of five consecutive years. The Act further prescribes that the Company has to comply with these provisions within three years from the commencement of the Act.

M/s. Shyam C. Agrawal & Co., Chartered Accountants, Mumbai were appointed as Auditor of the Company since the company’s inception and re-appointed at every AGM thereafter. M/s. Shyam C. Agrawal & Co. have been in office for more than 10 years and in compliance with the provisions of the Act, the Company will have to appoint a new auditor in their place by 31<sup>st</sup> March, 2017.

The Board of Directors have, at their meeting held on 26<sup>th</sup> May, 2017, recommended the appointment of M/s Agrawal & Agrawal Associates, Chartered Accountants, Mumbai as the Auditor of the Company in place of M/s. Shyam C. Agrawal & Co. to hold office from the conclusion of this AGM until the conclusion of the 30<sup>th</sup> AGM of the Company, subject to ratification by the Members at every AGM till the 29<sup>th</sup> AGM.

None of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested in the said resolutions.

Registered Office:  
J – 55, M. I. D. C, Industrial Area, Tarapur.  
Boisar – 401 506 Maharashtra.  
Place: Mumbai  
Dated: 26<sup>th</sup> May, 2017

For and on behalf of the Board of Directors

**RAVINDRA MARDIA**  
**Managing Director**  
**DIN: 00077012**

**DIRECTOR'S REPORT**

To  
The Members,  
MARDIA SAMYOUNG CAPILLARY TUBES COMPANY LIMITED

Your Directors have pleasure in presenting the 25th Annual Report of the Company together with the Audited Statement of Accounts for the year ended 31<sup>st</sup> March 2017.

**1. FINANCIAL RESULTS:**

	CURRENT YEAR (Rs. in Lacs)	PREVIOUS YEAR (Rs. in Lacs)
OPERATING PROFIT/ (LOSS) (PBIDT)	(34.02)	(9.89)
Interest & Financial Charges	0.00	0.00
PROFIT/ (LOSS) BEFORE DEPRECIATION & TAXATION	(34.02)	(9.89)
Depreciation	4.75	22.67
PROFIT/ (LOSS) BEFORE TAXATION	(38.77)	(32.56)
Provision for Taxation	0.00	0.00
NET PROFIT/ (LOSS) AFTER TAX	(38.77)	(32.56)

**2. DIVIDEND**

In view of the Company's present financial conditions, your Directors do not recommend any dividend for the year ended 31<sup>st</sup> March, 2017.

**3. OPERATIONS**

During the year under review, the operating profit/loss was 34.02 lacs. There were no interest and financial charges. The tax liability is nil due to a loss. The net loss after tax is accordingly 38.77 lacs.

**4. EXTRACTS OF ANNUAL RETURN**

Extract of the Annual Return in Form MGT-9 for the financial year ended 31<sup>st</sup> March, 2017 made under the provisions of Section 92(3) of the Act is annexed as "Annexure – A" which forms part of this Report.

**5. NUMBER OF BOARD MEETINGS**

During the Financial Year, total of 4 (four) meetings of the Board of Directors were held on 28<sup>th</sup> May, 2016; 29<sup>th</sup> July, 2016; 8<sup>th</sup> November, 2016 and 30<sup>th</sup> January, 2017 respectively.

**6. DECLARATION BY INDEPENDENT DIRECTORS**

The Company has received necessary declarations from all the Independent Directors pursuant to Section 149(7) of the Companies Act, 2013 confirming that they meet the criteria of independence as prescribed pursuant to Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

**7. NOMINATION AND REMUNERATION COMMITTEE**

The Board has in accordance with the provisions of Section 186 of the Companies Act, 2013, formulated the policy setting out the criteria for determining qualifications, attributes, independence of a Director and policy relating to remuneration for Directors, Key Managerial Personnel and other employees.

**8. PARTICULARS OF LOANS, GUARANTEES, INVESTMENT AND SECURITIES**

The details of Loans and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the Note nos. 12, 13 and 17 to Financial Statements.

**9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

All transactions entered with Related Parties for the year under review were at arm's length basis and in the ordinary course of business. Hence, the provisions of Section 188 of the Companies Act, 2013 are not attracted. Thus disclosure in form AOC-2 is not required.

**10. MATERIAL CHANGES AND COMMITMENTS, IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAS OCCURRED BETWEEN THE FINANCIAL YEAR END OF THE COMPANY TO WHICH FINANCIAL RESULTS RELATE**

No material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and the date of this report.



**11. RISK MANAGEMENT POLICY**

The Company manages risk through a detailed Risk Management Policy framework which lays down guidelines in identifying, assessing and managing risks that the businesses are exposed to. Risk is managed by the Board through appropriate structures that are in place at the Company.

**12. CHANGES IN NATURE OF BUSINESS AND REVISION IN THE BOARD'S REPORT**

There is no change in the nature of the business of the Company during the year. There is no revision made in the Board's Report and whatever submitted herewith is the final report.

**13. APPOINTMENT / REAPPOINTMENT OF DIRECTORS**

In accordance with the Provisions of the Companies Act, 2013, and Articles of Association of the Company, Mr. Ravindra Mardia who retires by rotation, at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. The brief profile of the Director being appointed at the ensuing Annual General Meeting forms part of the notice convening the 25<sup>th</sup> Annual General Meeting.

Your Directors have informed your Company that they are not debarred for re-appointment/ continuation as directors under applicable provisions of the Company Act, 2013. The Board recommends their appointment.

**14. BOARD EVALUATION**

The Board carried out an annual performance evaluation of its own performance, the individual Directors as well as the working of the Committees of the Board. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non- Independent Directors was carried out by Independent Directors.

**15. SIGNIFICANT ORDERS PASSED BY REGULATORS, COURTS OR TRIBUNALS IMPACTING GOING CONCERN AND COMPANY'S OPERATIONS**

No orders have been passed by any Regulator or Court or Tribunal which can have an impact on the going concern status and the company Company's operations in the future.

**16. DISCLOSURE UNDER SECTION 197 OF THE COMPANIES ACT, 2013 AND OTHER DISCLOSURES AS PER RULE 5(2) OF COMPANIES (APPOINTMENT & REMUNERATION) RULES, 2014**

The Company has no employees in respect of whom the information as per Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment & Remuneration) Rules, 2014.

**17. COMPOSITION OF AUDIT COMMITTEE**

The Audit Committee of Directors was constituted pursuant to the provisions of Section 177 of the Companies Act, 2013. The Audit Committee comprises of

Name of the Committee Member	Category
Ms. Omana V Nayak	Executive
Mr. Virendrasinh Deora	Independent
Mr. Bharat J Chouhan	Independent

The scope and terms of reference of the Audit Committee have been amended in accordance with the Act and the Listing Agreement entered into with the Stock Exchanges.

**18. AUDIT COMMITTEE**

Pursuant to the provisions of Section 177 of the Company's Act, 2013, the Board has constituted an Audit Committee comprising of two Independent Directors, and two Executive Director, inter-alia for holding discussions with the Auditors periodically, review of quarterly, half yearly and annual financial statements before submission to the Board, review of observations of Auditors and to ensure compliance of internal control systems.



The Audit Committee has also been delegated with authority for investigation and access for full information and external professional advice for discharge of the function delegated to it by the Board.

The Board agrees that the recommendations of the Audit Committee on any matter relating to financial and managerial including the audit report would be binding on the Board.

Based on the above and the Internal Audit System, the Audit Committee, the Board opines that the Company has adequate internal control system commensurate with the size of the Company and the nature of its business.

**19 SECRETARIAL AUDIT**

Pursuant to the provisions of Section 204(1) of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed Mr. Vijaykumar Tiwari, a Company Secretary in Practice ACS no.33084 & COP no. 12220 to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed herewith as “Annexure - B” and forms an integral part of this Report.

**20 DIRECTORS EXPLANATION TO QUALIFICATION IN SECRETARIAL AUDIT REPORT**

The company being registered as a sick company is not in a financial position to appoint a Company Secretary as per the provisions of Section 203(1) of the Companies Act, 2013.

The Company has issued partly paid up shares and has provided the information to BSE in the Shareholding pattern as per Regulation 31 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in the 1<sup>st</sup> and 2<sup>nd</sup> quarter. However, due to some default the same was not disclosed in the Shareholding pattern submitter in the 3<sup>rd</sup> and 4<sup>th</sup> quarter.

As per the company the charges has been satisfied by means of an auction carried out by ARCIL and the necessary form to be filed with ROC has not been filed from the Lenders end neither have they issued to the company an No Due Certificate, hence, the charges are yet appearing on the Ministry of Corporate Affairs website. The company is in the process of clearance of these charges for the MCA website.

The company being registered as a sick company is not in a financial position to maintain a website as per the provisions of the Companies Act, 2013.

**21 AUDITORS**

M/s Agrawal & Agrawal Associates, Chartered Accountants, auditors of the Company will hold office until the conclusion of the ensuing Annual General Meeting. The Company has received a letter from them to the effect that their appointment, if made, would be within the prescribed limits under Section 139 of the Companies Act, 2013. Accordingly, the said Auditors may be appointed as Auditors of the Company at the ensuing Annual General Meeting.”

**22 AUDITOR'S REPORT**

Notes on Accounts referred to by the Auditors in their report are self explanatory and therefore do not require any further clarification.

**23 DEPOSITS**

The Company did not hold any public deposits at the beginning of the year nor has it accepted any public deposits during the year under review.

**24 CONSERVATION OF ENERGY**

- I. Personnel specially trained for this task.
- II. Research on use of such component in the equipments and final product which will maximize energy conservation.
- III. Proper maintenance of all machinery & other equipment and timely replacement of worn-out components.
- IV. Maximum utilization of available resources.

In accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013 the required information relating to conservation of energy, technology absorption and Foreign Exchange earning and outgoing is annexed to the report as “Annexure - C”.