



Pradeep Metals Limited
Manufacturers of Precision Closed Die Forgings

11th November, 2020

**The Secretary,
BSE Limited**
P J Towers, Dalal Street,
Mumbai- 400 001.

Dear Sir,

Subject: Disclosure of Related Party Transactions pursuant to Regulation 23(9) of the S E B I (Listing Obligations and Disclosure Requirement) Regulations, 2015 ("Listing Regulations")

Dear Sir,

Please find enclosed the Disclosure of Related Party Transactions pursuant to Regulation 23 (9) of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 on Consolidated basis for quarter and half year ended 30th September, 2020.

For **Pradeep Metals Limited**



Nivedita Nayak
Company Secretary & Compliance Officer
FCS: 8479

1 Related party disclosure

1.1 Name of the related parties and related party relationship

Description of relationship	Name of the Related Party
Enterprise having control over the Holding Company (Ultimate holding company)	Nami Capital Private Limited [w.e.f. 1st October, 2018] (Rabale Engineering India Private Limited changed its name to Nami Capital Private Limited)
Director / Key management personnel (KMP)	Mr. Pradeep Goyal, Chairman & Managing Director Dr. Kewal K. Nohria, Non-Executive Director Mr. Omprakash Agarwal, Non-Executive Director (Upto 15th November 2019) Mrs. Neeru Pradeep Goyal, Non-Executive Director (Wife of Chairman & Managing Director) Mr. Suresh G. Vaidya, Independent Director Mr. Jayavardhan Dhar Diwan, Independent Director Mrs. Nandita Vohra, Independent Director (w.e.f. 28th December 2018) Mr. Kartick Maheshwari, Independent Director
	Mr. Abhinav Goyal, Non-Executive Director (w.e.f. 25th September 2020)
Relatives of key management personnel	a) Abhinav Goyal (Son of Chairman & Managing Director) b) Neha Goyal (Daughter in law of Chairman & Managing Director)
Wholly owned subsidiary	Pradeep Metals Limited Inc., USA, Houston
Step down subsidiary of wholly owned subsidiary	Dimensional Machine Works LLC, USA, Houston
Enterprises owned or significantly influenced by key management personnel or their relatives	Dhanlabh Engineering Works Private Limited Economic Forge Private Limited

Note: Designated Key Managerial Personnel as required by Section 203 of the Companies Act, 2013 are not considered to be Key Management Personnel (Related party) for the purpose of disclosure under Ind AS 24.

1.2 Related party transactions

(Rupees in Lakhs)

Name of the related party	Nature of the Transaction	Three months ended September 30		Six months ended September 30	
		2020	2019	2020	2019
Dhanlabh Engineering Works Private Limited	Labour charges paid	12.93	19.89	17.67	37.28
	Sales	-	-	-	-
	Rent expenses	10.62	10.62	21.24	19.74
	Electricity charges (Reimbursement)	4.34	4.27	5.17	8.45
Mrs. Neeru Goyal	Sitting fees paid	0.50	0.25	0.75	0.50
Dr. Kewal K. Nohria	Sitting fees paid	1.25	0.50	2.00	1.25
Mr. Omprakash Agarwal	Sitting fees paid	-	-	-	0.25
Mr. Suresh G. Vaidya	Sitting fees paid	1.25	0.50	2.00	1.25
Mr. Jayavardhan Dhar Diwan	Sitting fees paid	1.25	0.50	2.00	1.25
Mr. Kartick Maheshwari	Sitting fees paid	0.75	0.50	1.50	1.25
Mrs. Nandita Vohra	Sitting fees paid	0.50	0.25	0.75	0.50
Mr. Abhinav Goyal	Salary paid	22.50	24.45	52.61	51.75
Mrs. Neha Goyal	Salary paid	15.64	17.48	37.50	37.60
Pradeep Goyal*	Remuneration	25.00	25.00	48.33	50.00

Note: Sitting fees, commission, remuneration and incentive pay forms part of short term employee benefits.

* Does not include gratuity and leave encashment since the same is considered for all employees (including the Chairman & Managing Director) of the holding company as a whole and also does not include reimbursement of expenses.

1.3 Balance outstanding

(Rupees in Lakhs)

Name of the related party	Nature of outstanding	2020	2019
Dhanlabh Engineering Works Private Limited	Trade payable	10.30	13.01
Mr. Abhinav Goyal	Salary payable	95.70	89.77
Mrs. Neha Goyal	Salary payable	1.99	-
Pradeep Goyal	Remuneration	-	11.65
Mr. Omprakash Agarwal	Commission payable	0.25	-

1.4 Outstanding balances at the year end are unsecured with a short term duration and interest free. For the quarter and half year ended 30th September 2020 the Group has not recorded any impairment of receivables relating to amount owed by related parties (Previous year : Rs. Nil). This assessment is undertaken in each financial year through examining the financial position of the related party & the market in which the related party operates.

1.5 All transactions were made on normal commercial terms and conditions and at market rates.

