

BOARD OF DIRECTORS

Mr. R.P. Sinha	Executive Chairman
Mr. S. Chidambaranathan	Executive Vice Chairman
Mr. Amit Raj Sinha	Managing Director & CEO
Mr. Vijay Amrutlal Bhavsar	Director
Mr. Swami Das Nigam	Director

AUDITORS

Statutory Auditors:

T. Adinarayana & Co.,
Chartered Accountants
806, Raghava Ratna Towers
Chirag Ali Lane
Hyderabad - 500 001

Internal Auditors:

PRSV & Co. LLP,
1-10-98/A, Chikoti Gardens,
202, Saptagiri Residency
Begumpet, Hyderabad - 500 016.

BANKERS

State Bank of India
Yellareddiguda Branch,
Srinagar Colony Road,
Hyderabad - 500873.

FACTORIES

HYDERABAD

Plot No.20 & 21, Phase I
I.D.A. Pashamailaram
Isnapur, Sanga Reddy District
Telangana

JHAGADIA

Plot No.763/2,
Near Gujarat Gas,
GIDC, Jhagadia, Bharuch
Gujarat

DAHEJ

Plot No.Z-16,
Dahej SEZ, Part-I,
Dahej, Dist-Bharuch
Gujarat

ANNUAL REPORT

Change is the key to progress. Owing to the various bold initiatives of the Government, the nation is on the tip of a new era of economic opportunity in which the key to success will be the capacity to respond to change and overcome the challenges that unavoidably arise during the period of transition.

At Sigachi we have always believed to give the best products to our clients, to help them in further serve their customers, grow, and improve their profitability. With this in mind, we have set out goals for increasing our relevance to our clients.

At Sigachi we believe that employees are the backbone of our organization in leading the Company towards its goals and successes. Following which we focus on creating a fun-filled, high-energy work environment where personal milestones, organizational successes and special occasions are celebrated with enthusiasm.

To increase our relevance to our clients we have strategized

Where are we now

Sigachi in the last 29 years has come a long way from being the first manufacturer of Chlorinated Paraffin Oil to being the largest manufacturer of Microcrystalline Cellulose in India. Today, Sigachi enjoys a leadership position in Indian market, catering to exports as well. Sigachi has been the trend setter in terms of Regulatory compliance. Being the first company to be accredited with WHO GMP for this Product in India. Today, the company is EXCiPACT GMP certified from the International Pharmaceutical Excipient Council, Certificate of Suitability from the European Directorate of Quality and Medicines, in addition to being HACCP and ISO certified. The innovation rate of launching new products in the Solid Oral Dosage forms is not new to Sigachi. We have consistently been churning out new innovative products to the delight of our customers and comfort of their production and regulatory team.

Where are we going

The road map for the next 10 years is being looked into considering that our basic values and guiding principles remain same and that we continue to build shareholders wealth, over the years to come. It's a mix of growth in the same industry, with a broader range of more relevant co-processed products, and an additional diversification in additional products

How are we going to get there

The route leading to our "Vision 2025" would be the one, which would be the least time bound, encompassing all our values and guiding principles.

The dedication of our employees to deliver the products for the clients is a proof to the results we have shown in the year 2018 and the continuing strength of our Company.

SIGACHI INDUSTRIES PRIVATE LIMITED



Sigachi's broad operating footprint, a determined agenda and a focus on differentiated products and services, enabled the Company to deliver a strong performance against considerable winds in 2018.

Management recognizes the need to do more and board on a comprehensive program of self-help initiatives across Sigachi's operations; to reduce structural costs, improve operational and asset management capability and expand customer focus.

We at Sigachi are continuously working to further improve flexibility in the face of continuing instability, providing flexibility in how the Company is positioned across its diverse markets and customer base.

Our leadership team has supported the company through the past several years in designing the strategies, framework and the transformation program. Our thanks to them for their commitment in supporting us to operationalize our strategy.

Today we feel a sense of pride at the incredible company that has been built over the past 29 years that gives us a strong foundation for what we can create in the future.

Our sincere thanks to each one of our clients! Their trust and belief in Sigachi has made it the Company we are.

We look forward to your continued support for the next quarters for facing the challenges ahead with renewed confidence and determination to maintain our lead role as the country's foremost creators of high quality products. We take this opportunity to thank all our shareholders, business partners and valued customers for their generous support and trust over the last 29 years.

NOTICE

NOTICE is hereby given that the 29th Annual General Meeting of members of SIGACHI INDUSTRIES PRIVATE LIMITED will be held on Saturday, the 29th day of September, 2018 at 10.30 A M at the Registered Office of the Company at 229/1 & 90, Kalyan's Tulsiram Chambers, Madinaguda, Hyderabad- 500 049 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements including consolidated Financial Statements of the Company for the year ended 31st March, 2018 together with the Reports of Directors and Auditors thereon.
2. To declare a dividend on equity shares for the year ended 31st March, 2018.
3. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an ordinary Resolution:
"RESOLVED that pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Rules made there under, the consent of the members be and is hereby accorded for the ratification of the appointment of the Statutory Auditors of the Company, M/s T Adinarayana & Co, Chartered Accountants, Hyderabad (Firm Registration No.000041S) to hold office from the conclusion of this Meeting till the conclusion of the 30th Annual General Meeting of the Company at such remuneration as may be determined by the Board of Directors of the Company plus other out of pocket expenses incurred for the purposes of the audit of the Company."

SPECIAL BUSINESS

4. To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:
"RESOLVED that pursuant to the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules 2014 and Companies (Cost Records and Audit) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the remuneration payable for the year 2018-19 to Mr N V S Kapardhi, Cost Accountant, Hyderabad (Membership No.9488) appointed by the Board as Cost Auditors to conduct Audit of the Cost records maintained by the Company for the financial year ending 31st March 2019, amounting to Rs.20,000 excluding taxes as may be applicable, in addition to reimbursement of all out of pocket expenses, be and is hereby ratified."

By Order of the Board

Place : Hyderabad
Date : 25.05.2018

(Rabindra Prasad Sinha)
Executive Chairman
DIN: 00413448

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 OF THE COMPANY. THE INSTRUMENTS OF PROXY SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

A person can act as a proxy on behalf of the members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. Corporate members intending to send their authorized representatives to attend the meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
3. The relative explanatory statement pursuant to Section 102 (1) of the Companies Act, 2013 in respect of Special Business set out above is annexed hereto and forms an integral part of the Notice.
4. All relevant documents referred to in the accompanying Notice are open for inspection by the members at the registered office of the Company on all working days, up to the date of the meeting.

EXPLANATORY STATEMENT

[Pursuant to Section 102 (1) of the Companies Act, 2013 (the Act)]

The following statement sets out all material facts relating to the Special Business mentioned in the accompanying notice.

Item No.4

The Board, in its meeting held on 25th May, 2018, has approved the appointment and remuneration of the Mr N V S Kapardhi, Cost Accountant, Hyderabad (Membership No.9488) as Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2019 at a remuneration of Rs. 20,000 as audit fee together with Goods and Service tax as may be applicable at the time of payment.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No.4 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31st March, 2019. None of the Directors or relatives of Directors is concerned or interested, financially or otherwise, in this Resolution. The Board commends the Resolution for approval of the members as an Ordinary Resolution.

By Order of the Board

(Rabindra Prasad Sinha)
Executive Chairman
DIN: 00413448

Place : Hyderabad
Date : 25.05.2018

DIRECTORS' REPORT

To
The Members,
SIGACHI INDUSTRIES PRIVATE LIMITED

Your Directors have pleasure in presenting the 29th Annual Report of the Company together with the Audited Financial Statements for the year ended 31st March, 2018.

1. FINANCIAL SUMMARY

Particulars	Year ended on 31st March (Rupees in Lakhs)		
	2018		2017
	Consolidated	Standalone	Standalone
Total Revenue	10137.21	10299.52	8174.53
Total Expenses	8256.75	9353.20	7756.98
Profit or (Loss) before Exceptional and Extraordinary items and Tax	880.45	946.32	417.55
Less: Exceptional Items	-	-	-
Less: Extraordinary Items	-	-	-
Profit or (Loss) before Tax	880.45	946.32	417.55
Less: Current Tax	272.00	272.00	122.04
Deferred Tax Liability /(Asset)	28.30	28.30	15.01
Profit or (Loss) After Tax	580.16	646.02	280.50
Add: Balance as per last Balance Sheet	997.47	997.47	807.62
Amount Available for appropriation	1577.63	1643.49	1088.12
Less: Transfer to Reserves	16.15	16.15	22.07
Less: Proposed Dividend	30.73	30.73	30.00
Dividend Distribution Tax	5.32	5.32	6.11
Less: Prior period expenses	6.99	6.99	32.47
Balance Transferred to Balance Sheet	1518.44	1584.30	997.47

2. DIVIDEND

Your Directors are pleased to recommend a dividend of Rs.1 per share (10%) for the year ended March 31, 2018, subject to the approval of the members at the ensuing Annual General Meeting. The dividend will be paid to the registered members of the Company as on the date of the ensuing Annual General Meeting.

3. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125 (2) of the Companies Act, 2013 (the Act) do not apply as there was no amount in the unclaimed dividend account remaining unpaid under sub-section (5) of section 124 of the Companies Act, 2013.

4. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

The Company has recorded total gross revenue of Rs.10299.52 Lakhs during the year as against Rs.8174.53 Lakhs in the previous year, recording a growth of over 25% in the gross revenue. The net profit after provision for tax is Rs.646.02 Lakhs as against net profit of Rs.280.50 Lakhs in the previous year.

Your Directors are optimistic about Company's business and hopeful of better performance with increased revenue in the current year.

5. CHANGE IN THE NATURE OF BUSINESS, IF ANY:

There is no material change in the nature of business affecting the financial position of the Company for the year ended 31st March, 2018. However, the Company has commenced trading of chemicals in a small way to start with.

6. DIRECTORS

Mr. Dharm Prakash Tripathi, Director of the Company has resigned from the Board with effect from 9th January, 2018 and the Board places its appreciation for the advice rendered during his tenure with the Company.

The remuneration of Mr Rabindra Prasad Sinha, Executive Chairman, Mr S Chidambaranathan, Executive Vice-Chairman and Mr Amit Raj Sinha, Managing Director & CEO of the Company has been increased with effect from 1st April, 2016 in accordance with the terms of their appointment as approved by the members in their meeting held on 31st December, 2014.

The Company is not mandatorily required to appoint any whole time Key Management Personnel (KMP).

Mr. O Subbarami Reddy, an Associate Member of ICAI, has been appointed as chief Financial Officer (CFO) of the company with effect from 17th May, 2018 and however he is not designated as KMP under the Companies Act, 2013 as the Company is not mandatorily required to account any whole time key management personnel (KMP).

7. APPOINTMENT OF A RELATIVE OF A DIRECTOR TO THE OFFICE OR PLACE OF PROFIT

Mr C Bhavani Shanmugam, son of Mr S Chidambaranathan, Executive Vice-Chairman of the Company, has been appointed as Deputy General Manager, Marketing to hold an office or place of profit in the Company for three years with effect from 7th August, 2017 pursuant to Section 188 (1) (f) of the Companies Act, 2013 in the meeting of the Board held on 3rd July, 2017.

Increase in Share Capital	Buy Back of Securities	Sweat Equity	Bonus Shares	Employees Stock Option Plan
NIL	NIL	NIL	NIL	NIL

8. FINANCE FROM BANKS

The Company has availed during the year under review from State Bank of India, Yellareddyguda Branch, Hyderabad various credit facilities for an aggregate amount of Rs.34.96 Crores by taking over the entire existing credit facilities of an aggregate amount of Rs. Rs.39,43,48,000 from Canara Bank, SME Branch, Kukatpally, Hyderabad pursuant to sanction letter dated 14th March, 2017.

9. SHARES

During the year under review, the Company has undertaken following transactions:

10. EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which these financial statements relate and the date of this report.

11. HOLDING, SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company has incorporated a wholly owned subsidiary, namely, "Sigachi US, Inc." in the State of Virginia, United States of America on 20th January, 2017 for furthering the business of the Company abroad. The Company had invested an amount of USD 20,000 (INR 12,99,000) towards share capital.

The information on the subsidiary pursuant to Section 129(3) of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014 is annexed hereto as Annexure - I in Form AOC - 1. The Company does not have any holding, associate and joint venture Companies during the year under review.

12. PERSONNEL

No statement giving particulars as required by the provisions of the Section 197 (12) of the Companies Act, 2013 read with Rules 5 (2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, annexed hereto since none of the employees of the Company are in receipt of remuneration in excess of the limits specified therein during the year under review.

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

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure-II and is attached to this report.

14. DEPOSITS

During the year under review, the Company has neither invited nor accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

15. AUDITORS

(a) Statutory Auditors

The appointment of M/s. T Adinarayana & Co, (Firm Registration No.000041S), Chartered Accountants, Hyderabad had been ratified in the Annual General Meeting held on 29th September, 2017 to hold office as Auditors from the conclusion of 28th Annual General Meeting till the conclusion of 29th Annual General Meeting. M/s. T Adinarayana & Co have signified their willingness to accept ratification of their appointment and have further confirmed their eligibility under Section 141 of the Companies Act, 2013. The Board of Directors in accordance with the provisions of Section 139 of the Companies Act, 2013 and Rules made thereunder commend the ratification of the appointment of Statutory Auditors from the conclusion of 29th Annual General Meeting to the conclusion of 30th Annual General Meeting, for the consideration of the members.

(b) Cost Auditor

The Cost Audit Report for the year ended 31st March, 2017 was noted by the Board at its meeting held on 28th August, 2017 and has been filed with the Ministry of Corporate Affairs on 23rd October, 2017.

In accordance with Section 148 (3) of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, the Board of Directors had appointed Mr N V S Kapardhi, Cost Accountant, Hyderabad (Membership No.9488) as the Cost Auditors for year ending 31st March, 2019. The remuneration payable to the cost auditor is required to be placed before the Members in a general meeting for their ratification. Accordingly, a resolution seeking Members' ratification for the remuneration payable to Mr N V S Kapardhi, is included at Item No.4 of the Notice convening the Annual General Meeting.

(c) Secretarial Auditor

The Company being a 'Private Company' and an 'Un-listed Company'; the provisions of Section 204 of the Companies Act 2013 read with rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 do not apply.

16. QUALIFICATIONS, IF ANY, IN AUDIT REPORTS

There are no qualifications, reservations or adverse remarks made by the Auditors in their report.

17. RISK MANAGEMENT POLICY

Pursuant to Section 134 (3) (n) of the Companies Act, 2013, the Company has formulated a policy on risk management. At present, the Company has not identified any element of risk which may threaten the existence of the Company.

18. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable during the year under review.

However, the Company has reported a net profit exceeding Rs.5 Crores for the year ended 31st March, 2018 and accordingly, the Company is liable to constitute a Corporate Social Responsibility Committee during the current year.

In terms of section 135 and Schedule VII of the Companies Act, 2013, and the rules made thereunder, the Board of Directors of the Company has constituted a CSR Committee with three Directors, comprising two Executive Directors, namely, Mr Rabindra Prasad Sinha, Executive Chairman and Mr Amit Raj Sinha, Managing Director & CEO and one Non-Executive Director, namely, Mr S D Nigam, Director of the Company pursuant to Rule 5 (1) (ii) of the Companies (Corporate Social Responsibility Policy) Rules, 2014.

19. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

There were no loans given and guarantees and securities provided by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable. The Company has incorporated a wholly owned subsidiary, namely, "Sigachi US, Inc." in the State of Virginia, United States of America on 20th January, 2017 pursuant to a resolution passed by the meeting of the Board held on 6th December, 2016. However, a remittance of INR.12,99,000 (USD 20,000.00) has been made towards capital contribution of the subsidiary during the year under review and the subsidiary has commenced operations during the year under review.

20. RELATED PARTY TRANSACTIONS

A statement giving particulars of contracts or arrangements made with related parties, under Section 188 of the Companies Act, 2013 during the year under review, as required pursuant to Clause (h) of sub-section (3) of Section 134 of the Act and Rule 8 (2) of the Companies (Accounts) Rules, 2014 is annexed hereto as Annexure-III. Further, suitable disclosures as required by the Accounting Standards (AS18) have been made in the notes (Refer to Note No.36) forming part of the Financial Statements.

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

The provisions of Section 178 (1) of the Act relating to constitution of Nomination and Remuneration Committee are not applicable to the Company.

22. ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014 are furnished in Annexure-IV and is attached to this Report.

23. MEETINGS OF THE BOARD

The Company has conducted 7 (Seven) Board meetings during the financial year under review as follows.

S. No.	Date of meeting	Total No. of Directors on the Date of Meeting	No. of Directors attended	% of Attendance
1	04.05.2017	6	4	66%
2	03.07.2017	6	3	50%
3	28.08.2017	6	4	66%
4	10.10.2017	6	6	100%
5	03.01.2018	6	3	50%
6	31.01.2018	5	3	60%
7	30-03-2018	5	3	60%

24. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 134 (3) (c) and Section 134(5) of the Companies Act, 2013, your Directors hereby report that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis;
- the Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company; and
- the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

25. DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 for appointment of Independent Directors do not apply to the company.

26. INTERNAL FINANCIAL CONTROLS AND THEIR ADEQUACY

The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weaknesses in the design or operation were observed.

27. AUDIT COMMITTEE AND VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company.

28. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company is committed to uphold and maintain the dignity of women employees and it has in place a policy which provides for protection against sexual harassment of women at work place and for prevention and redressal of such complaints. During the financial year no such complaints were received.

29. ORDERS, IF ANY, PASSED BY REGULATORS OR COURTS OR TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

30. ACKNOWLEDGMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Company's activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

Place : Hyderabad
Date : 25.05.2018

For and On Behalf of the Board of Directors

(Rabindra Prasad Sinha)
Executive Chairman
DIN: 00413448

ANNEXURE -I

Annexure to the Directors' Report

FORM No.AOC-I

[Pursuant to the first proviso to sub-section 3 of Section 139 read with Rule 5 of Companies (Accounts) Rules, 2014]
Salient Features of Financial Statements of Subsidiary / Associate Companies / Joint Ventures as per Companies Act, 2013

Part "A": SUBSIDIARIES

S No.	Particulars	
S No	Particulars	
1	Name of the Subsidiary	Sigachi US, Inc
2	Date since when subsidiary was acquired	20.01.2017
3	Reporting Period for the subsidiary concerned, if different from the holding company's reporting period	January to December
4	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	US\$ @ INR 65.04
5	Share Capital	INR 13,00,800
6	Reserves & Surplus/(Accumulated Loss)	(INR 55,02,329)
7	Total Assets	INR 2,10,17,660
8	Total Liabilities	INR 2,65,19,989
9	Investments	NIL
10	Turnover	INR 2,91,17,915
11	Loss Before Taxation	INR 55,02,329
12	Provision for Taxation	NIL
13	Loss After Taxation	INR 55,02,329
14	Proposed Dividend	NIL
15	Extent of Shareholding (in percentage)	100%

The Company has incorporated a wholly owned subsidiary, namely, "Sigachi US, Inc." in the State of Virginia, United States of America on 20th January, 2017.

Additional Information

S No.	Particulars	Names
1	Names of subsidiaries which are yet to commence operations	NIL
2	Names of subsidiaries which have been liquidated or sold during the year	NIL

Part "B": Associates/Joint Ventures-NIL

S No.	Particulars	Name of the company
1	Name of Associates/Joint Ventures	NIL
2	Latest Audited Balance Sheet Date	
3	Date on which the Associate or Joint Venture was associated or acquired	
4	Shares of Associate/Joint Ventures held by the Company on the year end Number of shares Amount of investment in Associates/Joint Ventures Extent of holding (in percentage)	
5	Description of how there is significant influence	
6	Reasons why Associate /joint venture is not consolidated	
7	Net worth attributable to Shareholding as per latest audited balance sheet	
8	Profit or Loss for the year a. Considered in Consolidation I. Not considered in Consolidation	

Additional Information

S No.	Particulars	Names
1	Names of associates/joint ventures which are yet to commence operations	NA
2	Names of associates/joint ventures which have been liquidated or sold during the year	NA

For and On Behalf of the Board of Directors

Place : Hyderabad
Date : 25.05.2018

(Rabindra Prasad Sinha)
Executive Chairman
DIN: 00413448

ANNEXURE-II

Annexure to the Directors' Report

[Pursuant to Section 134 (3) (m) of the Companies Act, 2013 read with
Rule 8 of the Companies (Accounts) Rules, 2014]

FORM - A

Form for Disclosure of particulars in the respect to conservation of energy

- a. Energy conservation measures taken during the year:
The Company is not a power intensive industry. However regular efforts are made to ensure that power is conserved well, wherever practicable and the equipment are maintained in good condition for superior performance with low power consumption.
- b. Proposals being implemented for reduction of consumption of energy Not Applicable
- c. Impact of measures at a & b above for reduction of energy consumption and consequent impact on cost of production of goods: Not Applicable
- d. Total energy consumption and energy consumption per unit as per Form A:

Particulars	For the year ended March 31,	
	2018	2017
a. Power and Fuel Consumption		
i. Electricity		
Purchased Units	52,71,403	39,87,178
Total Amount (Rupees)	2,78,39,371	2,31,29,974
Rate/Unit (Rupees)	5.28	5.80
ii. Own Generation (Through Diesel Generator)		
Units generated	61,224	45,492
Total Amount (Rupees)	11,35,228	9,69,435
Units per litre	3.88	3.10
Cost per Unit (Rupees)	18.54	21.31
b. Consumption per unit of Production		
Production (MTs)	7851.88	5951.46
Power Consumption in Rupees/MT	3690.15	4049.33

Form – B

Technology, Research and Development

Form for disclosure of particulars with respect to technology absorption

Research & Development

1. Specific areas in which R&D undertaken

- i. Comparative Study of Moisture Sorption on Hicel™ SMCC, Hicel™ MCC And Physical Blend of Hicel™ MCC And Colloidal Silicon Dioxide, Formulation And Evaluation of Dispersible Tablet of Acetyl Salicylic Acid
- ii. Typical Physical attributes of Microcrystalline Cellulose dried by Spray, bulk and Flash drier and their resultant effects on Tablet properties
- iii. Study of microcrystalline cellulose as a substitute of magnesium stearate towards functionality of lubricant in aspirin formulation
- iv. Development of new Premix excipient formulation BARETab™

2. Benefits derived as a result of the above R & D

- I. Improved Formulation and faster tableting to our customers
- ii. Various grades of cellulose for cosmetic applications have already been made and send across to customers as samples. Various other technological changes/ process changes are being worked out to be able to cater to all segments of the Cosmetic Industry.
- iii. More than five technical papers published in the field of Pharma Research by the R&D team. This has resulted in our products being superior to others in terms of final finished formulation properties.

3. Future / further Plan of Action

- I. The Coal HAG system, which is being commissioned to replace the Furnace Oil Fired HAG is underway. Likely to be commissioned in Q1 18-19
- ii. Superior grade of CoatCel® is being developed at the newly installed machinery. This would be at par with import standard quality

4. Expenditure on R & D

Rs.37.92 Lakhs, both capital & revenue.

SIGACHI INDUSTRIES PRIVATE LIMITED



Technology Absorption, Adaptation & Innovation	
1. Efforts in brief made towards Technology absorption, adaptation and innovation	The R & D department has made Cellulose for Cosmetics Industry and Cellulose for Filtration, at par with International standards
2. Benefits derived as a result of above efforts eg. Product improvement, cost substitution	Since both the grades of product are 100% import substitute, it would offer customers better lead time, costs and many other after sales technical services for their product support.
3. Technology imported & absorbed (imported during the last 5 yrs reckoned from the beginning of the Financial year)	No Technology has been imported.

FORM - C

Particulars of Foreign Exchange Earning and Outgo

Particulars	For the year ended March 31, (in Rs.)	
	2018	2017
i. Foreign Exchange Earned		
Export of Goods	57,43,24,577	44,53,06,477
ii. Foreign Exchange Outgo		
a. Import of Raw Material	41,90,43,877	34,54,16,450
b. Travel Expenses	18,16,022	29,67,267
c. Others	NIL	NIL

For and On Behalf of the Board of Directors

Place : Hyderabad
Date : 25.05.2018

(Rabindra Prasad Sinha)
Executive Chairman
DIN: 00413448

ANNEXURE-III

Form AOC-2

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

Form of disclosure of particulars of contracts or arrangements entered into by the Company with related parties referred to in Sub-Section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of Contracts or arrangements or transactions not at arm's length basis: Sigachi Industries Private Limited has not entered into any Contracts or arrangements or transactions with its related parties which is not at arm's length during the financial year, 2017-18

a	Names of related party and nature of their relationship	NIL
b	Nature of Contracts or arrangements or transactions	NIL
c	Duration of Contracts or arrangements or transactions	NIL
d	Salient terms of Contracts or arrangements or transactions including the value, if any	NIL
e	Justification for entering into such Contracts or arrangements or transactions	NIL
f	Dates of Approval by the Board	NIL
g	Amount paid as advances, if any	NIL
h	Date on which the special resolution was passed in the general meeting as required under first proviso to Section 188	NIL

2. Details of material Contracts or arrangements or transactions at arm's length basis

a	Names of related party and nature of their relationship	Mr C Bhavani Shanmugam, son of Mr S Chidambaranathan, Executive Vice-Chairman of the Company
b	Nature of Contracts or arrangements or transactions	Holding the place or office of profit in the Company U/s 188 (1) (f) of the Companies Act, 2013
c	Duration of Contracts or arrangements or transactions	3 years with effect from 7th August, 2017
d	Salient terms of Contracts or arrangements or transactions including the value, if any	on a salary of Rs. 1,40,000 per month with an annual increment not exceeding Rs. 25,000, commencing from 1st April, 2018 and other benefits as applicable in accordance with the policy of the Company from time to time within the overall ceiling of total remuneration not exceeding Rs. 2,50,000 per month at any time during his tenure
e	Dates of Approval by the Board	03.07.2017
f	Amount paid as advances, if any	NIL

For and On Behalf of the Board of Directors

Place : Hyderabad
Date : 25.05.2018

(Rabindra Prasad Sinha)
Executive Chairman
DIN: 00413448

ANNEXURE-IV

Annexure to Directors' Report

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31.03.2018

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

I. REGISTRATION AND OTHER DETAILS

1	CIN	U24110TG1989PTC009497
2	Date of Registration	11th January, 1989
3	Name of the Company	SIGACHI INDUSTRIES PRIVATE LIMITED
4	Category/Sub-Category of the Company	Company limited by shares/ Indian Non-Government Company
5	Address of the Registered Office & Contact Details	229/1 & 90, Kalyan's Tulsiram Chambers, Madinaguda, Hyderabad- 500 049, Telangana
6	Whether Listed Company	No
7	Name, Address and contact details of Registrar & Transfer Agent, if any	NIL

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

S No	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the Company
1	Manufacture of inorganic chemicals	2011	93.86%
2	Operation & Maintenance of Chemical Plants	7020	6.14%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Sigachi US, Inc 371, Chamborley, Dr Reisterstown, MD 21136, USA	NA	Subsidiary	100%	2 (87) (i)

The Company does not have any holding, associate and Joint venture Companies.

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

i. Category-wise Shareholding

Category-wise Shareholding	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A. Promoters									
(1) Indian									
a. Individual/HUF	0	820536	820536	26.70	0	820536	820536	26.70	0
b. Central Govt									
c. State Govts									
d. Bodies Corporate	0	1004230	1004230	32.68	0	1004230	1004230	32.68	0
e. Bank/FIs									
f. Any Other									
Sub-Total A (1)	0	1824766	1824766	59.38	0	1824766	1824766	59.38	0
(2) Foreign									
a. NRIs-Individuals									
b. Others-Individuals									
c. Bodies Corporate									
d. Banks/FIs									
e. Any Other									
Sub-Total A (2)									
Total Shareholding of Promoter A [A(1)+A(2)]	0	1824766	1824766	59.38	0	1824766	1824766	59.38	0
B. Public Shareholding									
1. Institutions									
a. Mutual Funds									
b. Banks/FIs									
c. Central Govt.									
d. State Govts.									
e. Venture Capital Funds									
f. Insurance Companies									
g. FIIs									
h. Foreign Venture Capital Fund									
I. Others									
Sub-Total B (1)L									
2. Non-Institutions									
a. Bodies Corporate									
i. Indian	0	22500	22500	0.73	0	22500	22500	0.73	0
ii. Overseas									
b. Individuals									
i. Holding nominal share capital up to Rs.1 Lakh	0	39475	39475	1.28	0	39475	39475	1.28	0
ii. Holding nominal share capital in excess of Rs.1 Lakh	0	1169394	1169394	38.05	0	1169394	1169394	38.05	0
c. Others									
1. NRIs	0	16865	16865	0.55	0	16865	16865	0.55	0
2. Directors									
3. Clearing Members									
Sub-Total B Total Public Shareholding [B(1)-B(2)]	0	1248234	1248234	40.62	0	1248234	1248234	40.62	0
C. Shares held by Custodians for GDRs/ ADRs									
GRAND TOTAL A+B+C	0	3073000	3073000	100	0	3073000	3073000	100	NIL

*shareholders other than promoters have been shown under Public Shareholding, though they were not "public" since there was no classification of non-promoter shareholders other than public.

SIGACHI INDUSTRIES PRIVATE LIMITED

(ii) Shareholding of Promoters

S No	Shareholder Name	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			% of Change during the year
		No of Shares	% of total Shares	% of Pledged/encumbered to Total shares	No of Shares	% of total Shares	% of Pledged/encumbered to Total shares	
1	Rabindra Prasad Sinha	179263	5.83	0	179263	5.83	0	0
2	S Chidambaranathan	258778	8.42	0	258778	8.42	0	0
3	C Dharani Devi	99150	3.23	0	99150	3.23	0	0
4	Nitin Raj Sinha	84990	2.77	0	84990	2.77	0	0
5	Amit Raj Sinha	172705	5.62	0	172705	5.62	0	0
6	Smit Sinha	21150	0.69	0	21150	0.69	0	0
7	Ganesh Shanmugam	2250	0.07	0	2250	0.07	0	0
8	C Kartika	2250	0.07	0	2250	0.07	0	0
9	RPS Projects & Developers Private Ltd	1004230	32.68	0	1004230	32.68	0	0
	Total	1824766	59.38	0	1824766	59.38	0	0

(iii) Change in Promoters Shareholding

S No	Shareholder Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total Shares	No of Shares	% of total Shares
	At the beginning of the year	1746356	58.21	1746356	58.21
1	Rabindra Prasad Sinha				
	Opening Balance	1,79,263	5.83	1,79,263	5.83
	Change: NIL	0	-		
	Closing Balance	1,79,263	5.83	1,79,263	5.83
2	S Chidambaranathan				
	Opening Balance	2,58,778	8.42	2,58,778	8.42
	Change: NIL	0	-		
	Closing Balance	2,58,778	8.42	2,58,778	8.42
3	C Dharani Devi				
	Opening Balance	99,150	3.23	99,150	3.23
	Change: NIL	0	-		
	Closing Balance	99,150	3.23	99,150	3.23
4	Nitin Raj Sinha				
	Opening Balance	84,990	2.77	84,990	2.77
	Change : NIL	0	-		
	Closing Balance	84,990	2.77	84,990	2.77
5	Amit Raj Sinha				
	Opening Balance	1,72,705	5.62	1,72,705	5.62
	Change: NIL	0	-		
	Closing Balance	1,72,705	5.62	1,72,705	5.62
6	Smit Sinha				
	Opening Balance	21,150	0.69	21,150	0.69
	Change: NIL	0	-		
	Closing Balance	21,150	0.69	21,150	0.69
7	Ganesh Shanmugam				
	Opening Balance	2,250	0.08	2,250	0.08
	Change: NIL	0	-		
	Closing Balance	2,250	0.08	2,250	0.08
8	C Kartika				
	Opening Balance	2,250	0.07	2,250	0.07
	Change: NIL	0	-		
	Closing Balance	2,250	0.07	2,250	0.07
9	RPS Projects & Developers Private Ltd				
	Opening Balance	10,04,230	32.68	10,04,230	32.68
	Change: NIL	0	-		
	Closing Balance	10,04,230	32.68	10,04,230	32.68
	At the end of the year	18,24,766	59.38	18,24,766	59.38

(iv) Shareholding Pattern of Top Ten Shareholders
(Other than Directors, Promoters and Holders of GDRs/ADRs)

S No	Shareholders' Name	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No of Shares	% to Total Shares	No of Shares	% to Total Shares
1	B R Yadav	285600	9.29	285600	9.29
2	Sobha Nigam	71400	2.32	71400	2.32
3	Ganesh Singh Gehlot	58800	1.91	58800	1.91
4	Ruchi Simlote	34000	1.11	34000	1.11
5	Tribhuvan Ravji Thacker	30000	0.98	30000	0.98
6	Tripti Tribhuvan Thacker	30000	0.98	30000	0.98
7	Krishna Sinha	31600	1.03	31600	1.03
8	Maheswari V Bhavsar	28200	0.92	28200	0.92
9	C Satyanarayana Reddy	25000	0.81	25000	0.81
10	Usha Kiran Finance Limited	22500	0.73	22500	0.73

(V) Shareholding of Directors and Key Managerial Personnel

S No	Shareholders' Name	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No of Shares	% to Total Shares	No of Shares	% to Total Shares
1	Rabindra Prasad Sinha	1,79,263	5.83	1,79,263	5.83
2	S Chidambaranathan	2,58,778	8.42	2,58,778	8.42
3	Amit Raj Sinha	1,72,705	5.62	1,72,705	5.62
4	Vijay Bhavsar (HUF)	1,27,069	4.14	1,27,069	4.14
5	Dharm Prakash Tripathi (Up to 09.01.2018)	3,21,500	10.46	3,21,500	10.46
6	Swami Das Nigam	0	0	0	0

V. INDEBTEDNESS

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the Financial year				
I.) Principal Amount	288,978,275	74,506	0	289,052,781
ii.) Interest due but not paid	0	0	0	0
iii.) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	288,978,275	74,506	0	289,052,781
Change in Indebtedness during the financial year				
-Addition	0	0	0	0
-Reduction	-3,334,326	-74,506	0	-3,408,832
Net Change	-3,334,326	-74,506	0	-3,408,832
Indebtedness at the end of the Financial year				
I.) Principal Amount	285,643,949	0	0	285,643,949
ii.) Interest due but not paid	0	0	0	0
iii.) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	285,643,949	0	0	285,643,949

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

S No	Particulars of Remuneration	Name of MD/WTD				Total Amount WTD
		Rabindra Prasad Sinha, Executive Chairman	S Chidambaranathan, Executive Vice-Chairman	Amit Raj Sinha, MD	Vijay Bhavsar,	
1	Gross Salary					
	a. Salary as per provisions contained in Section 17 (1) of the Income Tax Act, 1961	3,360,000	3,360,000	4,200,000	1,200,000	12,120,000
	b. Value of perquisites U/s 17 (2) of the Income Tax Act, 1961	-	-	-	-	-
	c. Profits in lieu of salary U/s 17 (3) of the Income Tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission	824,000	824,000	824,000	-	2,472,000
	% of Profit	2%	2%	2%	-	-
	Other (specify)	-	-	-	-	-
5	Other (Specify) (Contribution to PF)	-	-	-	-	-
	Total (A)	4,184,000	4,184,000	5,024,000	1,200,000	14,592,000
	Ceiling as per the Act: Part II of Schedule V: Minimum Remuneration	N A	N A	N A	NA	NA

B. Remuneration to other Directors:

S No	Particulars of Remuneration	Name of Directors		Total Amount
		D P Tripathi Up to 09.01.2018	Swami Das Nigam	
1	Independent Directors			
	a.Fees for attending Board and Committee meetings	-	-	-
	b.Commission	-	-	-
	c.Others (Specify)	-	-	-
	Total of 1	-	-	-
2	Other Non-Executive Directors			
	a.Fees for attending Board and Committee meetings	6,000	6,000	12,000
	b.Commission	-	-	-
	c.Others (Specify)	-	-	-
	Total of 2	6,000	6,000	12,000
	Total B (1+2)	6,000	6,000	12,000
	Total Managerial Remuneration	-	-	-
	Overall Ceiling as per the Act	NA	NA	NA

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD- NA

S No	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	CS	CFO	
1	Gross Salary				
	a. Salary as per provisions contained in Section 17 (1) of the Income Tax Act, 1961	-	-	-	-
	b. Value of perquisites U/s 17 (2) of the Income Tax Act, 1961	-	-	-	-
	c. Profits in lieu of salary U/s 17 (3) of the Income Tax Act, 1961	-	-	-	-
2	Stock Option*	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	% of Profit	-	-	-	-
	Other (specify)	-	-	-	-
5	Other (Specify) (Contribution to PF)	-	-	-	-
	Total (A)	-	-	-	-

Mr. Kalpesh Kumar Pravinchandra Bhatt, a Fellow Member of ICAI, who had been appointed as Chief Financial Officer (CFO) of the Company with effect from 1st December 2017, has resigned with effect from 31st May, 2018. However, he was not designated as KMP under the Companies Act, 2013 as the Company is not mandatorily require to to appoint any whole time Key Management Personnel (KMP).

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding Fees imposed	Authority [RD/NCLT/ Court]	Appeal made, if any (give details)
A Company					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B Directors					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C Other Officers in Default					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and On Behalf of the Board of Directors

Place : Hyderabad
Date : 25.05.2018

(Rabindra Prasad Sinha)
Executive Chairman
DIN: 00413448

Independent Auditor's Report

To

The Members

M/s Sigachi Industries Private Limited

Report on the Financial Statements

We have audited the accompanying Standalone financial statements of **M/s SIGACHI INDUSTRIES PRIVATE LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India as specified under Section 143(10) of the Act. Those Standards require that we comply with

ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

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

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid (Standalone) financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016.
 - e. On the basis of written representations received from the directors as on March 31, 2018 taken on record by the

Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.

- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report, and
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact on its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **T. Adinarayana & Co**
Chartered Accountants
Firm Regn No 000041S

Place: Hyderabad
Date: 25th May, 2018

Y. Pulla Rao
Proprietor
Membership No 025266

ANNEXURE - A

(Annexure referred to in paragraph I of Independent Audit Report on the Financial Statements for the year ended 31st March, 2018)

i. In respect of Company's Fixed Assets:

- a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- b. The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- c. The title deeds of immovable properties are held in the name of the Company.

ii. In respect of its inventory:

- a. The management has conducted the physical verification of inventory at reasonable intervals.
- b. The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

iii. In our opinion the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.

iv. In our opinion and according to the information and explanations given to us, there are no Loans Investments, Guarantees and Securities granted, in respect of which provisions of Sections 185 and 186 of the Companies, Act, 2013 are applicable hence not commented upon.

v. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

- vi. We have broadly reviewed the cost records maintained by the company pursuant to the companies (Cost Accounting Records and audit) Rules, 2011 as amended prescribed by the central Government under sub-section (1) of section 148 of the Companies Act, 2013, and are of the opinion that prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determining whether they are accurate or complete.
- vii. a. According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, GST, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2018 for a period of more than six months from the date on when they become payable.
- b. According to the information and explanation given to us, there are no dues of Income tax, sales tax, Service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to Banks and other Financial Institutions. The Company has not taken any loan from the government and has not issued any debentures.
- ix. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

- x. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- xi. Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act 2013;
- xii. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- xiii. In our opinion, all transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment of shares during the year under review.
- xv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- xvi. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For **T. Adinarayana & Co**
Chartered Accountants
Firm Regn No 000041S

Y. Pulla Rao
Proprietor
Membership No 025266

Place: Hyderabad
Date: 25th May, 2018

"Annexure B" to the Independent Auditors' Report

[Referred to in paragraph 2(f) under "Report on other legal and regulatory requirements" of our Report of even date]

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

We have audited the internal financial controls over financial reporting of M/s Sigachi Industries Private Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **T. Adinarayana & Co**
Chartered Accountants
Firm Regn No 000041S

Place: Hyderabad
Date: 25th May, 2018

Y. Pulla Rao
Proprietor
Membership No 025266

SIGACHI INDUSTRIES PRIVATE LIMITED

Balance Sheet as at 31st March 2018

Amounts in ₹

	Particulars	Note	As on	
			31-Mar-18	31-Mar-17
I	EQUITY AND LIABILITIES			
1)	Shareholders' Fund			
	a) Share Capital	2	30,730,000	30,730,000
	b) Reserves & Surplus	3	233,203,203	172,904,660
2)	NON-CURRENT LIABILITIES			
	a) Long-Term Borrowings	4	33,470,296	39,394,901
	b) Deferred Tax Liability (Net)	5	14,009,899	11,180,093
	c) Long term provisions	6	5,770,637	4,870,552
3)	CURRENT LIABILITIES			
	a) Short-Term Borrowings	7	234,366,607	233,496,505
	b) Trade Payables			
	i) Payable to MSME parties	8	-	-
	ii) Payable to other than MSME parties	8	83,191,783	64,597,368
	c) Other Current Liabilities	9	44,336,456	35,601,801
	d) Short-Term Provisions	10	33,411,498	6,600,128
	Total		712,490,378	599,376,008
II	ASSETS			
1)	Non-Current Assets			
	a) Property, Plant & Equipment:			
	i) Tangible Assets	11	258,861,110	225,778,804
	ii) Capital Work-in-Progress	11	6,130,614	9,543,361
	b) Non-Current Investments	12	1,799,000	1,000,000
	c) Long Term Loans and Advances	13	9,336,703	9,546,392
2)	Current Assets			
	a) Inventories	14	144,287,363	144,587,956
	b) Trade Receivables	15	219,428,668	134,447,314
	c) Cash and Cash Equivalents	16	23,023,304	30,634,422
	d) Short-Term Loans and Advances	17	49,623,616	43,837,760
	Total		712,490,378	599,376,008

Significant Accounting Policies

The accompanying notes are an integral part of the financials

for and on behalf of the Board

for **T. Adinarayana & Co.,**
Chartered Accountants
Firm Regn. No. 000041S

RABINDRA PRASAD SINHA
Executive Chairman

(Y.P. Rao)
Proprietor
Membership No. 025266

S. CHIDAMBARANATHAN
Executive Vice Chairman

AMIT RAJ SINHA
Managing Director &
CEO

Place : Hyderabad
Date : 25-05-2018.

Statement of Profit and Loss Account for the year ended 31st March 2018

Amounts in ₹

	Particulars	Note	Year ended 31-Mar-18	Year Ended 31-Mar-17
I	REVENUE			
	Gross Revenue from Operations	18	1,089,898,164	861,866,170
	Less: Taxes & Duties		61,054,987	46,201,570
	Net Revenue from Operations		1,028,843,177	815,664,600
	Other Income	19	1,109,052	1,788,753
	Total Revenue		1,029,952,229	817,453,353
II	EXPENSES			
	Cost of Material Consumed	20	591,707,887	470,105,283
	Change in Inventories of Finished Goods	21	(3,000,240)	(5,247,814)
	- and Work in Progress			
	Employee Benefit expenses	22	156,124,843	132,462,981
	Finance costs	23	36,784,871	43,265,382
	Other Expenses	24	139,773,767	122,120,748
	Depreciation	11	13,928,782	12,991,443
	Total Expenses		935,319,910	775,698,022
	Profit Before Tax [I - II]		94,632,319	41,755,331
	Tax Expenses:			
	- Current Tax		27,200,000	12,204,318
	- Deferred Tax Expenses	5	2,829,806	1,500,573
	Profit for the Year		64,602,514	28,050,441
	Earning Per Share [Nominal Value Per Share Rs.10]	25		
	- Basic		21.02	9.35
	- Diluted		21.02	9.35

Significant Accounting Policies

The accompanying notes are an integral part of the financials

for and on behalf of the Board

for **T. Adinarayana & Co.,**
Chartered Accountants
Firm Regn. No. 000041S

RABINDRA PRASAD SINHA
Executive Chairman

(Y.P. Rao)
Proprietor
Membership No. 025266

S. CHIDAMBARANATHAN
Executive Vice Chairman

AMIT RAJ SINHA
Managing Director &
CEO

Place : Hyderabad
Date : 25-05-2018.

SIGACHI INDUSTRIES PRIVATE LIMITED

Cash Flow Statement for the period Ended 31st March 2018

Amounts in ₹

	Particulars	2017-18	2016-17
A	Cash Flow From Operating Activities		
	Net Profit Before Tax	94,632,319	41,755,331
	Adjustments for:		
	Depreciation	13,928,782	12,991,443
	Dividend/interest received	(912,978)	(1,446,220)
	Loss/(profit) on sale of Fixed Assests/scrap	238,317	(167,361)
	Prior Period Expenses	(699,220)	(3,246,790)
	Finance cost	36,784,871	43,265,382
		49,339,772	51,396,454
	Operating Profit before Working Capital Changes	143,972,092	93,151,785
	Working Capital changes Adjusted for:		
	Trade Receivables	(84,981,354)	(1,347,852)
	Inventories	300,593	(24,791,513)
	Short Term Loans and advances	2,215,574	4,569,564
	Long Term Loans and advances	209,689	(1,984,199)
	Trade Payables	18,594,415	(33,259,146)
	Short Term Borrowings	870,102	77,523,726
	Other Current Liabilities	8,734,655	(8,053,965)
	Short Term Provisions	949,149	281,476
		(53,107,176)	12,938,090
	Cash Generated from Operations	90,864,915	106,089,875
	Taxes paid	(9,332,740)	(16,150,949)
	Cash Flow before extraordinary items		
	Net Cash Flow from Operating Activities	81,532,175	89,938,926
B	Cash Flow from Investing Activities		
	Purchase of Fixed Assets	(43,926,658)	(18,894,640)
	Proceeds from Sale of Fixed Assets	90,000	608,650
	Investment in Mutual fund	500,000	-
	Investment in Shares of sigachi US	(1,299,000)	-
	Dividend/Interest income received	912,978	1,446,220
	Net Cash Used in Investing Activities	(43,722,680)	(16,839,770)
C	Cash Flow from Financing Activities		
	Financing charges	(36,784,871)	(43,265,382)
	Dividend and Dividend Distribution Tax paid	(3,611,221)	(3,610,740)
	Issue of Shares (Share Application)	-	730,000
	Issue of Shares (Share Premium)	-	3,577,000
	Long Term Borrowings	(5,924,605)	(19,390,146)
	Increase in non-current liability	900,085	1,076,338
	Net Cash Used in Financing Activities	(45,420,612)	(60,882,931)
	Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	(7,611,117)	12,216,225
	Opening Balance in Cash & Cash Equivalents	30,634,422	18,418,196
	Closing Balance in Cash & Cash Equivalents	23,023,304	30,634,422

for T. Adinarayana & Co.,
Chartered Accountants
Firm Regn. No. 000041S

for and on behalf of the Board

(Y.P. Rao)
Proprietor
Membership No. 025266

RABINDRA PRASAD SINHA
Executive Chairman

AMIT RAJ SINHA
Managing Director &
CEO

Place : Hyderabad
Date : 25-05-2018.

S. CHIDAMBARANATHAN
Executive Vice Chairman

Notes on Financial Statements for the financial year 2017-18

1 Significant Accounting Policies

A BASIS OF ACCOUNTING

The financial statements of the company have been prepared and presented in accordance with Indian generally Accepted Accounting Principles (GAAP) under the historical cost convention on the basis of a going concern with revenues recognized and expenses accounted on their accrual.

B USE OF ESTIMATES

The preparation of financial statements in conformity with IGAAP requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. The examples of such estimates include, the useful life of tangible and intangible fixed assets, allowances for doubtful debts/ advances etc. Actual results could differ from these estimates and assumptions and in such case, the difference is recognized in the period in which the results are known.

C PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION

Property, plant & equipment are stated at historical cost. Expenditure which is of capital nature is capitalized. Such expenditure comprises of purchase price, import duties, levies and any directly attributable cost of bringing the assets to their working condition for intended use.

Pursuant to the enactment of Companies Act 2013, the Company has applied the estimated useful lives as specified in Schedule No.II. Accordingly the unamortised carrying value is being depreciated / amortised over the revised / remaining useful lives. The written down value of fixed assets of whose lives have expired as at 01.04.2017 have been adjusted.

D VALUATION OF INVENTORIES

Raw materials, fuels, packing materials, stores and spares are valued at lower of the cost or net realizable value. However, Material and other items held for use in the production of inventories are not written down below the cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on FIFO basis. Stock in process and finished goods are valued at lower of cost or net realizable value. Cost comprises cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location. Net realizable value is the estimated selling price in the ordinary course of business less estimated cost of completion and estimated costs that are necessary to make the sale.

**E REVENUE RECOGNITION
SALE OF GOODS**

Revenue from sale of goods is recognized when all significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is reasonably certain and the amount of revenue can be measured reliably. Revenue from the sale of goods includes excise duty and sales tax, and is net of returns, applicable trade discounts and allowances. The cost of free samples including duties and taxes to customers for sales promotion are recognised as a sales expense credited to the sales account.

SERVICE INCOME

Operation and maintenance income is recognised on rendering of services as per the terms of contract.

INTEREST

Interest Income on deposits is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

F CENVAT/ GST INPUT TAX CREDIT

Cenvat benefit is accounted for by reducing the purchase cost of the raw materials and adjusted against excise duty liability.

G EMPLOYEES BENEFITS

i) SHORT TERM BENEFITS

All employees benefits due wholly within a year of rendering services are classified as short term benefits. These benefits like salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia are recognized as expense on actuarial basis at the undiscounted amount in the Profit and Loss Account.

ii) RETIREMENT BENEFITS

DEFINED CONTRIBUTION PLAN

Employees' contribution to provident fund and ESI are recognized as expenditure in Profit & Loss Account, as they are incurred. There are no other obligations other than the contribution payable to aforesaid respective trusts/Govt authorities.

DEFINED BENEFIT PLAN

The company provides for gratuity and leave encashment as defined benefit plan. There are no other post retirement benefits. The defined benefit gratuity and leave encashment obligations on annual basis is determined by actuarial valuation..

H FOREIGN EXCHANGE TRANSACTIONS

Foreign currency transactions are recorded at the exchange rates prevailing on the dates when the relevant transactions took place. Exchange difference arising in settled foreign currency transactions during the year and translation of assets and liabilities at the yearend are recognized in the statement of profit and loss.

I EARNING PER SHARE

Basic earnings per share is computed by dividing the profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the adjusted profit/(loss) after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares, if any.

J TAXATION

i) Income Tax

The provision for taxation is based on assessable profits of the company as determined under the Income Tax Act, 1961.

ii) Deferred Tax

The company is providing and recognizing deferred tax on timing differences between taxable income and accounting income subject to consideration of prudence.

iii) Minimum Alternative Tax (MAT)

Minimum Alternate Tax (MAT) under the provisions of the Income Tax Act, 1961 is recognised as current tax in the statement of Profit and Loss. The credit available under the Income-tax Act, 1961 in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the period for which the MAT credit can be forward for set-off against the normal tax liability. MAT credit recognized as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

K PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognized only when there is a present obligation as a result of past events and when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation in respect of which a reliable estimate can be made. A disclosure for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realised.

L IMPAIRMENT OF ASSETS

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets. As per the assessment conducted by the Company as at 31 March 2018, there are no indications that the relevant assets have suffered an impairment loss.

M CASH AND CASH EQUIVALENTS

Cash and Cash equivalents comprises cash at bank and on hand and short term investment with an original maturity of 3 months or less.

Notes to Accounts:

2	Share Capital	Amounts in ₹	
		Year Ended	
		31-Mar-18	31-Mar-17
	Authorized Share Capital		
	71,50,000 no. of Equity Shares of Rs. 10 each	71,500,000	71,500,000
	Total		
	Issued, Subscribed and Paid-up Capital	71,500,000	71,500,000
	30,73,000 no. of Equity Shares of Rs. 10 each fully paid-up	30,730,000	30,730,000
	Total	30,730,000	30,730,000

SIGACHI INDUSTRIES PRIVATE LIMITED

a) Reconciliation of Number of Shares Outstanding

Amounts in ₹

Particulars	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year @Rs.10 each	3,073,000	30,730,000	3,000,000	30,000,000
Add: Issued during the year	-	-	73,000	730,000
Outstanding at the end of the Year	3,073,000	30,730,000	3,073,000	30,730,000

b Rights, preferences and restrictions attached to shares

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is entitled to one vote per share held. All the shareholders are eligible for the dividend proposed by the Board of Directors subject to the approval of the shareholders in the ensuing annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

c Details of shares held by shareholders holding more than 5% of the aggregate shares in the company

Equity Shares	As at March 31, 2018		As at March 31, 2017	
	"No. of Shares"	"% of Shares Held"	"No. of Shares"	"% of Shares Held"
M/s. RPS Projects & Developers Pvt. Ltd.	1,004,230	32.68	1,004,230	32.68
Sri. Dharm Prakash Tripathi	321,500	10.46	321,500	10.46
Sri. BR Yadav	285,600	9.29	285,600	9.29
Sri. S Chidambaranathan	258,778	8.42	258,778	8.42
Sri. Rabindra Prasad Sinha	179,263	5.83	179,263	5.83
Sri .Amit Raj Sinha	172,705	5.62	172,705	5.62

3	Reserves & Surplus	Year Ended	Amounts in ₹
		31-Mar-18	31-Mar-17
a)	A.P. State Subsidy (as per last Balance Sheet)		
	Balance as at the beginning of the Year	437,053	437,053
	Add: Additions during the Year	-	-
	Balance as at the end of the Year	437,053	437,053
b)	Share Premium		
	Balance as at the beginning of the Year	16,453,515	12,876,515
	Add: Additions during the Year	-	3,577,000
	Balance as at the end of the Year	16,453,515	16,453,515
c)	General Reserve		
	Balance as at the beginning of the Year	17,210,481	15,003,142
	Add: Additions during the Year	1,615,063	2,207,339
	Balance as at the end of the Year	18,825,544	17,210,481
d)	Amalgamation Reserve		
	Balance as at the beginning of the Year	39,056,600	39,056,600
	Add: Additions during the Year	-	-
	Balance as at the end of the Year	39,056,600	39,056,600
e)	Surplus in Statement of Profit and Loss Account		
	Balance as at the beginning of the Year	99,747,011	80,761,922
	Add: Profit for the Year	64,602,514	28,050,440
		164,349,525	108,812,362

Less: Appropriations		
Proposed Dividend on Equity Shares for the Year	3,073,000	3,000,400
Dividend Distribution Tax	531,752	610,821
Transfer to General Reserve	1,615,063	2,207,339
Prior period expenses	699,219	3,246,791
Balance as at the end of the Year	158,430,491	99,747,011
Total	233,203,203	172,904,660

Amts. in

4	Long-Term Borrowings	Year Ended	
		31-Mar-18	31-Mar-17
a)	Secured		
	Term Loans from Banks	30,783,357	36,918,752
	Vehicle Loans from Banks	2,686,939	2,401,643
		33,470,296	39,320,395
b)	Un-Secured		
	From Directors	-	-
	From Banks	-	74,506
		-	74,506
	Total	33,470,296	39,394,901

Repayment Terms

- Term Loan balance of Rs. 2,91,37,000/-, transferred from Canara Bank to State Bank of India, is repayable in quarterly instalments of Rs. 21,00,000 each till September, 2020..
- Term Loan balance of Rs. 73,37,000/-, transferred from Canara Bank to State Bank of India, is repayable in quarterly instalments of Rs. 5,28,562/- each till September, 2020.
- Term Loan balance of Rs. 1,13,74,000/-, transferred from Canara Bank to State Bank of India, is repayable in quarterly instalments of Rs. 6,76,000 each till June, 2021
- Term Loan sanctioned and partly released by Canara Bank is taken over by State Bank of India of Rs. 1,90,00,000/- is repayable in monthly instalments of Rs. 247639/- each till March, 2020.
- All the Term Loans from State Bank of India are secured by equitable mortgage of land & buildings and hypothecation of plant and equipment, testing equipments and all acquisitions of fixed assets in future, collateral securities of directors/shareholders and guaranteed by Directors in their personal capacities.

Amounts in ₹

5	Deferred Tax Liability summary:	Year Ended	
		31-Mar-18	31-Mar-17
	Deferred Tax Liability		
	Tax on the difference between Depreciation as per COA and as per IT Rules		
	At the beginning of the year	13,400,792	11,043,851
	Add: Current year provision	4,093,669	2,356,941
	At the end of the year	17,494,461	13,400,792
	Deferred Tax Asset		
	At the beginning of the year	2,220,699	1,364,331
	Add: Current year provision	1,263,863	856,368
	At the end of the year	3,484,562	2,220,699
	Net liability	14,009,899	11,180,093

SIGACHI INDUSTRIES PRIVATE LIMITED


		Amounts in ₹	
6	Long Term Provisions	Year Ended	
		31-Mar-18	31-Mar-17
	Provision for Gratuity	4,136,881	3,294,638
	Provision for Leave encashment	1,633,756	1,575,914
	Total	5,770,637	4,870,552

		Amounts in ₹	
7	Short-Term Borrowings	Year Ended	
		31-Mar-18	31-Mar-17
a)	Secured		
	Working Capital Borrowings from State Bank of India	234,366,607	233,496,505
	Total	234,366,607	233,496,505

Working capital facilities are secured by hypothecation of stocks and assignment of book debts and guaranteed by Directors their personal capacities.

		Amounts in ₹	
8	Trade Payables	Year Ended	
		31-Mar-18	31-Mar-17
	Due to Micro, Small and Medium Enterprises	-	-
	Others :		
	Sundry Creditors for Goods	59,372,851	45,438,340
	Sundry Creditors for Expenses	22,124,385	18,412,746
	Creditors for Related Party	1,694,547	746,282
	Total	83,191,783	64,597,368

Disclosure of trade payables under Current / Non-current liabilities is based on the information available with the company regarding the status of the suppliers as defined under the "Micro, Small and Medium Enterprises Development Act, 2006" (the Act). There are no delays in payment made to such suppliers and there is no overdue amount outstanding as at the Balance Sheet date. Based on the above the relevant disclosure u/s 22 of the Act are as follows:

	Rs. In Lakhs
Principle amount outstanding at the end of the year	Nil
Interest amount due at the end of the year	Nil
Interest paid to suppliers	Nil

		Amounts in ₹	
9	Other Current Liabilities	Year Ended	
		31-Mar-18	31-Mar-17
	Current Maturities of Long-Term Debt		
	Term Loan Installments due less than 12 months	16,189,952	14,418,248
	Vehicle Loan Installments due less than 12 months	1,617,094	1,743,127
	Employee Expenses Payable	9,638,696	10,007,523
	Statutory Dues Payable	4,663,156	762,020
	Other Current Liabilities	12,227,558	8,670,882
	Total	44,336,456	35,601,801

Terms of Repayment

- i Vehicle Loan taken from Kotak Mahindra prime Ltd of Rs.7,05,000 is repayable in Monthly instalments of Rs.15,270 each till June 2019.
- II Vehicle Loan taken from Canara Bank of Rs.7,50,000 is repayable in Monthly instalments of Rs.24,271/- each till June 2018.
- III Vehicle Loan taken from Canara Bank of Rs.7,00,000 is repayable in Monthly instalments of Rs.22,686/- each till May 2018.
- iv Vehicle Loan taken from Canara Bank of Rs.14,00,000 is repayable in Monthly instalments of Rs.29,643/- each till August 2019.
- v Vehicle Loan taken from Canara Bank of Rs.5,80,000 is repayable in Monthly instalments of Rs.18,675/- each till July 2019.
- vi Vehicle Loan taken from ICICI Bank of Rs.16,10,000 is repayable in Monthly instalments of Rs.32,956/- each till December 2022.
- vii Vehicle Loan taken from Volks Wagon Finance Ltd. of Rs.17,86,000 is repayable in Monthly instalments of Rs.37,943/- each till October 2020.

Amounts in ₹

10	Short-Term Provisions	Year Ended	
		31-Mar-18	31-Mar-17
a)	Provision for Employee Benefits		
	Provision for Bonus	2,606,746	1,657,597
b)	Other Provisions		
	Proposed Dividend	3,073,000	3,000,400
	Dividend Distribution Tax	531,752	610,821
	Provision for Income Tax	27,200,000	1,331,310
	Total	33,411,498	6,600,128

11 Property, Plant & Equipment

Nature of Asset	GROSS BLOCK			DEPRECIATION			Amounts in ₹		
	"As at 01.04.2017"	Additions	Deductions	Total as at 31.03.2018	"As at 01.04.2017"	"Depreciation for the year"	Deductions	"As at 31.03.2018"	NET BLOCK
TANGIBLE ASSETS									
Land	25,565,899	-	-	25,565,899	-	-	-	-	25,565,899
Building	82,630,735	18,997,777	-	101,628,512	13,161,912	2,841,921	-	-	85,624,639
Plant & Equipment	154,358,033	24,372,318	-	178,730,351	36,066,142	8,137,982	-	16,003,833	69,468,823
Furniture & Fixture	4,556,468	69,920	-	4,626,388	2,063,473	612,292	-	44,204,124	134,573,277
Office Equipment	3,512,686	1,868,296	401,393	4,979,589	2,262,217	799,993	-	2,675,765	118,288,891
Vehicles	9,967,286	2,031,094	396,554	11,601,826	1,335,360	1,500,857	401,393	2,660,817	1,950,632
Lab Equipments	1,374,492	-	-	1,374,492	1,294,691	35,737	68,237	2,767,980	2,318,773
Sub-Total	281,962,598	47,339,405	797,947	328,504,056	56,183,794	13,928,782	469,630	69,642,946	258,861,110
CWIP	9,543,361	-	3,412,747	6,130,614	-	-	-	-	6,130,614
Grand total	281,962,598	47,339,405	4,210,694	334,634,670	56,183,794	13,928,782	469,630	69,642,946	264,991,724
Previous year	275,139,896	23,034,170	6,666,107	281,962,598	45,279,639	12,991,443	2,087,288	56,183,794	235,322,165
									225,860,257

Amounts in ₹

12	Non-Current Investments	Year Ended	
		31-Mar-18	31-Mar-17
a)	Other Investments		
	Investments in Mutual Funds		
	Investment in Canara Bank Robeco Mutual Fund (Aggregate market value of fund is Rs.6,04,994/-)	500,000	1,000,000
	Investment in Sigachi US Inc	1,299,000	-
	Total	1,799,000	1,000,000

Amounts in ₹

13	Long Term Loans and Advances	Year Ended	
		31-Mar-18	31-Mar-17
a)	Security Deposits		
	Un-Secured Considered Good	9,336,703	9,546,392
	Total	9,336,703	9,546,392

Amounts in ₹

14	Inventories	Year Ended	
		31-Mar-18	31-Mar-17
	Raw Materials and Components	42,625,300	45,520,919
	Work-in-Progress	78,472,740	79,640,753
	Finished Goods	15,889,410	11,721,157
	Stores and Spare Parts	4,961,583	3,682,113
	Packing Materials	2,338,330	4,023,015
	Total	144,287,363	144,587,956

Valuation

- a) Raw Material, packing Material are valued at lower of cost or net realisable value.
b) Finished goods and Work in progress are valued at cost of conversion and other cost incurred in bringing the inventories to their present location and condition or net realisable value whichever is lower.

Amounts in ₹

15	Trade Receivables	Year Ended	
		31-Mar-18	31-Mar-17
a)	Outstanding for a period exceeding 6 Months		
	Secured considered good	-	-
	Un-Secured considered good	14,254,936	2,501,552
b)	Other debts		
	Secured considered good	-	-
	Un-Secured considered good	205,173,732	131,945,762
	Total	219,428,668	134,447,314

SIGACHI INDUSTRIES PRIVATE LIMITED


		Amounts in ₹	
16	Cash and Cash Equivalents	Year Ended	
		31-Mar-18	31-Mar-17
a)	Balances with Banks		
	- in Current Accounts	6,506,702	16,815,471
	- Bank Deposits with less than three months maturity held for margin money	15,986,941	13,670,569
b)	Cash in Hand	529,661	148,382
	Total	23,023,304	30,634,422

		Amounts in ₹	
17	Short-Term Loans and Advances	Year Ended	
		31-Mar-18	31-Mar-17
	Un-Secured and Considered Good		
	Advances to Suppliers	22,058,955	33,429,538
	Advances to Employees	513,052	555,831
	Advance Income Tax (Incl. TDS and TCS)	9,344,912	1,343,482
	Balances with Excise Authorities	2,162,892	5,776,967
	Interest subsidy Receivable	1,930,061	2,300,828
	Export Incentive Receivable	9,762,991	
	Prepaid Expenses	3,419,639	-
	MAT Entitlement	431,114	431,114
	Total	49,623,616	43,837,760

		Amounts in ₹	
18	Revenue from Operations	Year Ended	Year Ended
		31-Mar-18	31-Mar-17
a	Sale of Products Domestic Sales	433,473,840	351,323,702
	Export Sales	574,324,577	445,306,477
	Total Sales	1,007,798,417	796,630,179
	Less: Taxes & Duties	61,054,987	46,201,570
	Net Sales	946,743,431	750,428,609
b	Operation & Maintenance Income	63,160,929	60,799,517
c	Export benefits & incentives	18,938,818	4,436,474
	Duty Drawback	532,468	-
	MEIS Income	9,762,991	-
	Gain on foreign Currency Fluctuations	8,643,359	4,436,474
	Total Income	1,028,843,177	815,664,600

		Amounts in ₹	
19	Other Income	Year Ended	Year Ended
		31-Mar-18	31-Mar-17
	Income for Mututal Fund	125,417	167,361
	Interest on deposits	787,561	1,278,859
	Sale of Scrap	196,074	342,533
	Total Other Income	1,109,052	1,788,753

		Amounts in ₹	
		Year Ended 31-Mar-18	Year Ended 31-Mar-17
20	Cost of Raw Material Consumed		
a)	Raw Material Consumed		
	Opening Inventory		
	Add: Purchases	45,520,919	29,543,288
	Less: Inventory at the end of the Year	475,638,726	410,245,996
	Cost of Raw Material Consumed during the year	42,625,300	45,520,919
b)	Cost of Packing Material Consumed	478,534,345	394,268,366
	Opening Inventory		
	Add: Purchases (Net)	4,023,015	1,843,037
	Less: Inventory at the end of the Year	22,867,432	21,587,459
	Cost of Packing Material Consumed during the year	2,338,330	4,023,015
c)	Cost of Consumables Consumed	24,552,117	19,407,480
	Opening Inventory		
	Add: Purchases (Net)	634,155	412,251
	Less: Inventory at the end of the Year	7,268,861	5,205,656
	Cost of Consumable Material Consumed during the year	775,170	634,155
d)	Coal, Firewood & Furnace Oil Consumed	7,127,846	4,983,752
	Opening Inventory		
	Add: Purchases (Net)	3,047,957	1,883,771
	Less: Inventory at the end of the Year	82,632,035	52,609,872
	Cost of Coal, Firewood & F.Oil Consumed during the year	4,186,413	3,047,957
	Total Cost of Material Consumed	81,493,579	51,445,685
		591,707,887	470,105,283
		Amounts in ₹	
		Year Ended 31-Mar-18	Year Ended 31-Mar-17
21	Changes in Inventory of Finished Goods and Work in Progress		
	Stock at the End of the Year		
	Finished Goods		
	Work in Progress		
	Total - A	15,889,410	11,721,157
	Stock at the Beginning of the Year	78,472,740	79,640,753
	Finished Goods	94,362,150	91,361,910
	Work in Progress		
	Total - B	11,721,157	23,881,959
	Increase / (Decrease) in Stocks (B-A)	79,640,753	62,232,137
		91,361,910	86,114,096
		(3,000,240)	(5,247,814)
		Amounts in ₹	
		Year Ended 31-Mar-18	Year Ended 31-Mar-17
22	Employee Benefit expenses		
	Employees Remuneration and Benefits		
	Bonus & Leave Encashment	129,722,495	106,449,204
	Contribution to PF and ESIC	5,161,009	2,953,478
	Directors' Remuneration & Commission	5,386,583	3,779,593
	Gratuity	12,120,000	12,898,000
	Staff Welfare Expenses	963,029	1,076,338
	Total Employee Benefit Expenses	2,771,727	2,441,506
		156,124,843	129,598,119

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23	Finance Cost	Amounts in ₹	
		Year Ended 31-Mar-18	Year Ended 31-Mar-17
	Interest on Working Capital	19,153,503	19,342,522
	Interest on Vehicle Loans	382,658	285,822
	Interest on Term Loans	6,510,412	8,293,004
	Interest Others	3,143,972	9,017,197
	Bank Charges	7,594,326	6,326,837
	Total	36,784,871	43,265,382

24	Other Expenses	Amounts in ₹	
		Year Ended 31-Mar-18	Year Ended 31-Mar-17
	Manufacturing Expenses	54,179,612	48,156,546
	Power and Fuel	29,264,673	24,424,885
	Other operating Expenses	-	3,158,822
	Repairs & Maintenance	9,461,316	9,076,468
	Stores, Spares & Chemicals Consumed	9,117,175	6,237,644
	Water Charges	6,336,447	5,258,728
	Administrative Expenses	85,594,156	76,829,064
	Auditors' Remuneration	757,588	726,260
	Communication Expenses	934,148	1,067,261
	Insurance	2,259,607	2,500,168
	Legal & Professional Charges	5,003,853	4,236,056
	Membership & Subscriptions	206,956	368,564
	Miscellaneous Expenses	931,862	857,447
	Printing & Stationery	841,616	921,801
	R & D Expenses	3,791,368	3,363,213
	Rates & Taxes	2,411,665	2,114,084
	Rent	2,847,360	2,413,328
	Carriage Outward	37,198,451	30,808,647
	Selling Expenses	19,557,679	19,212,042
	Travelling and Conveyance Expenses	6,107,319	6,399,683
	Bad Debts Written off	2,506,367	1,840,509
	Loss on sale of fixed assets	238,317	-
	Total Other Expenses	139,773,767	124,985,610

25	Earnings Per Share	Amounts in ₹	
		Year Ended 31-Mar-18	Year Ended 31-Mar-17
	Profit Attributable to Equity Shareholders	64,602,514	28,050,441
	Net Income	@Rs.10 each	@Rs.10 each
	Face Value of Equity Share	3,073,000	3,000,000
	Weighted Average Number of Shares Outstanding	-	73,000
	Shares allotted as on 30.03.2017	3,073,000	3,073,000
	Basic Earnings Per Share of Rs.	21.02	9.35
	Diluted Earnings Per Share of Rs.	21.02	9.35

26 Estimated amount of contract remaining to be executed on capital account and not provided is Nil. (Previous Year Nil).

27 Confirmation of balances of certain parties for amount due to / due from them as per the accounts of the company have not been received. However the values in the books of accounts are final, since it is indicated that our balances are deemed to be correct, if confirmation is not received before certain prescribed period.

Amounts in ₹

28	Details of Imported and Indigenous Raw Material Consumption	Year Ended		Year Ended	
		31-Mar-18		31-Mar-17	
	Imported	468,087,512	97.82%	299,895,531	76.06%
	Indigenous	10,446,833	2.18%	178,638,814	23.94%

Amounts in ₹

29	CIF Value of Imports	Year Ended	Year Ended
		31-Mar-18	31-Mar-17
	Raw Material	419,043,877	345,416,450
30	Expenditure in Foreign Currency		
	Travelling Expenses	1,816,022	2,967,267
31	Earnings in Foreign Currency		
	Export Sales	574,324,577	445,306,477

32 Disclosure pursuant to Account Standard 15 (Revised 2005) employee benefits:

a) Defined Contribution Plan

Contribution to defined contribution plan recognized as expenditure in Profit and Loss Account as under:

	Year Ended	Year Ended
	31-Mar-18	31-Mar-17
Employers' contribution to Provident Fund	4,830,674	445,306,477

b) Defined Benefit Plan

The company has provided gratuity liability on actuarial basis as on 31 March 2018 as under:

	Year Ended	Year Ended
	31-Mar-18	31-Mar-17
Provision for Gratuity	4,136,880	3,294,638

A summary of the Gratuity & Leave Encashment plans are as follows:

Amounts in ₹

Assumptions:	Year Ended	Year Ended
	31-Mar-18	31-Mar-17
	Gratuity Plan	Leave Encashment plan
Discount rate	7.73%	7.73%
Rate of increase in compensation levels	5.00%	5.00%
Rate of return on plan assets	0.00%	0.00%
Expected average remaining working lives of employees (years)	25 years	25 years
Table showing changes in present value of obligations:		
Present value of obligation as at the beginning of the year	-	-
Past service cost	3,294,638	1,575,914
Current service cost	842,242	57,842

SIGACHI INDUSTRIES PRIVATE LIMITED


Amounts in ₹			
	Benefit paid		
	Acturial (gain)/loss on obligations	-	-
	Present value of obligation as at the end of the year	4,136,880	1,633,756
The amount to be recognised in Balance Sheet and statement of Profit and Loss:			
	Present value of obligation as at the end of the year	4,136,880	1,633,756
	Fair value of Plan Provisions as at the end of the year	-	-
	Funded status	(4,136,880)	1,633,756
	Net Asset / (Liability) Recognised in Balance Sheet	4,136,880	1,633,756

Expense recognised in the statement of Profit and Loss:

Amounts in ₹			
	Current service cost	842,242	57,842
	Past service cost	3,294,638	1,575,914
	interest cost	-	-
	Expected return on Plan Assets	-	-
	Net actuarial (gain)/loss recognised in the year	-	-
	Expenses recognised in the statement of Profit & Loss	4,136,880	1,633,756

33 Dividend proposed by the directors is provided for in the books of account pending approvals at the Annual General Meeting.

34 Contingent Liabilities

Bank Guarantees outstanding at the end of the year	31-Mar-18 3,484,340	31-Mar-17 2,770,834
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Pending Legal Matter
No Legal Matters are pending.

35 Impairment of Assets
The company assessed at the Balance Sheet date the value of the fixed assests in order to comply with the porvisions of AS-28. The company was of the opinion that the assets of the company will generate adequeate benefits in future. The compant has arrived to the opinion considering the present condition of the assets and withstanding capacity even for increased capacity by two to three times to that of present capacity. In view of this position the company has felt "the value in use" of fixed assets is more than the carrying cost of fixed assets. Hence no provision for impairment of fixed assets has been made.

36 Related parties disclosures
a Name of Related Parties and nature of relationships

Nature of Relationship	Year Ended 31-Mar-18	Year Ended 31-Mar-17
Directors	Mr. R.P. Sinha, Executive Chairman	Mr. R.P. Sinha, Executive Chairman
	Mr. S. Chidambaranathan, Executive Vice Chairman	Mr. S. Chidambaranathan, Executive Vice Chairman
	Mr. Amit Raj Sinha, Managing Director & CEO	Mr. Amit Raj Sinha, Managing Director & CEO
	Mr. Vijay Bhavsar - Director	Mr. Vijay Bhavsar - Director

- b) The company incorporated a wholly owned subsidiary on 20th January 2017 with name "Sigachi US, Inc." in the state of Virginia, one of the state of United States of America.

C Transactions with related parties

Related party	Transactions	Year Ended 3/31/2018	Year Ended 3/31/2017
Mr. R.P. Sinha	Remuneration & Commission	4,184,000	3,718,333
Mr. S.Chidambaranathan	Remuneration & Commission	4,184,000	3,718,333
Mr. Amit Raj Sinha	Remuneration & Commission	5,024,000	4,438,333
Mr. Vijay Bhavsar	Remuneration & Commission	1,200,000	1,000,000
Mr. C.Bhavani Shanmugam	Office of profit	1,023,426	-
Year End Balances			
RPS Projects & Developers Pvt. Ltd.		-	
Mr. R.P. Sinha		624,000	
Mr. S.Chidambaranathan		711,400	
Mr. Amit Raj Sinha		274,147	
Mr. Vijay Bhavsar		85,000	
Mr. C. Bhavani Shanmugam		131,562	
Transactions with Subsidiary: Sigachi US INC		Amounts in ₹	
Share Capital - US\$ 20,000.00		1,299,000	
Sales to Subsidiary		40,918,428	
Purchases from Subsidiary		4,141,391	
Outstanding balance with Subsidiary: Sigachi US INC		Amounts in ₹	
Current Assets - Sundry Debtors		8,241,869	

37 Segment Reporting

- a) Primary Segment reporting
The company has identified "Manufacturing of Micro Crystalline Cellulos Powder" as the only business segment which is considered as primary segment for disclosure in the context of Accounting Standard 17 "Segment Reporting"
- b) Secondary Segment (by Geographical Segment)
The Company sells its products outside and within India which in the context of Accounting Standard 17 "Segment Reporting" is disclosed as below

Particulars	Year Ended 3/31/2018	Year Ended 3/31/2017
Segment Revenue		
a) India	455,627,652	372,146,876
b) Outside India	574,324,577	445,306,477
Total	1,029,952,229	817,453,353

Total carrying amount of segment assets by geographical location of assets for each geographical segment whose assets are 10% or more of the total assets of all geographical segments and the additions to the same are as under:

Amounts in ₹

Segment Assets	Carrying Amount of Segment Assets		Additions to fixed assets during the year	
a) India	624,074,514	554,533,803	47,339,405	13,490,809
b) Outside India	88,415,864	44,842,204	-	-
Total	712,490,378	599,376,007	47,339,405	13,490,809

- 38 In the opinion of Board of Directors of the company, the current assets, loans, advances and deposits are approximately of the value stated in the accounts if realized in the ordinary course of business, unless otherwise stated. The provision for all known liabilities are adequate and not in excess of the amount reasonably necessary.

for T. Adinarayana & Co.,
Chartered Accountants
Firm Regn. No. 000041S

(Y. P. Rao)
Proprietor
Membership No. 025266

for and on behalf of the Board

RABINDRA PRASAD SINHA
Executive Chairman

S. CHIDAMBARANATHAN
Executive Vice Chairman

AMIT RAJ SINHA
Managing Director &
CEO

Place : Hyderabad

Consolidated Financial Statements

Independent Auditors Report on Consolidated Financial Statements

To
The Members of
M/S. Sigachi Industries Private Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **M/S. Sigachi Industries Private Limited** ("the Holding Company") and its wholly owned subsidiary company (incorporated in USA) Sigachi US Inc (collectively referred to as "the Group"), comprising of the consolidated balance sheet as at March 31, 2018, the consolidated statement of profit and loss and the consolidated cash flow statement for the year same period, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Companies Act, 2013 (hereinafter referred to as "the Act") read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the Companies included in the group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have considered the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

In our opinion and to the best of our information and based on the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at March 31, 2018, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Other matters

We didn't audit the financial statements / financial information of wholly owned subsidiary (incorporated in USA), whose financial statements / financial information reflects total assets of Rs. 2,65,19,990/- as at 31st March, 2018 and total loss of Rs. 55,02,329/- for the year ended on that date, as considered in consolidated financial statements. The consolidated financial statements also include the Group's share of net loss of Rs. 55,02,329/- for the year ended 31st March, 2018 as considered in the consolidated financial statements. These financial statements / financial information of aforesaid subsidiary company has been audited by other auditors upto 31st December, 2017 and financial information relating to last quarter i.e., 1st January, 2018 to 31st March, 2018 are unaudited and certified by Management whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary company, and our report in terms of sub-sections (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of other auditors and certification by the Management for the last quarter.

Our opinion on the consolidated financial statements, and our audit report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the management.

Report on Other Legal and Regulatory Requirements

I. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.

(c) The consolidated balance sheet, the consolidated statement of profit and loss, and the consolidated Cash flow statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

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

(e) Based on the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary company incorporated in US, none of the Directors of the Holding company incorporated in India and none of the Directors of subsidiary company incorporated in US are disqualified as on March 31, 2018 from being appointed as a Director of that company in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure A"; and

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

e.g.i. The company doesn't have any pending Litigations.

e.g.ii. The company did not have any long-term contracts including derivative contracts for which, there were any material foreseeable losses.

e.g.iii. There are no fund required to be transferred to the Investor Education and Protection Fund by the holding company and its subsidiary company incorporated in US.

For **T. Adinarayana & Co**
Chartered Accountants
Firm Regn No 000041S

Y. Pulla Rao
Proprietor
Membership No 025266

Place: Hyderabad

Date: 25th May, 2018

ANEXURE-A

ANEXURE TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph(f) under 'report on other Legal and Regulatory Requirements' of our report of even date)

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of Sigachi Industries Private Limited ("the Holding Company") and its wholly owned subsidiary company which is incorporated in USA, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Financial Controls over Financial Reporting (the "Guidance Note") issued by the ICAI and deemed to be Prescribe under section 143(10) of the companies act 2013, to the extent applicable to an audit of internal financial controls. These standards and Guidance Notes required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial Control systems over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Holding Company incorporated in India and its Subsidiary company, which is incorporated in USA, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Our opinion is not modified in respect of the above matters.

For **T. Adinarayana & Co**
Chartered Accountants
Firm Regn No 000041S

Place: Hyderabad
Date: 25th May, 2018

Y. Pulla Rao
Proprietor
Membership No 025266

Consolidated Balance Sheet as at 31st March 2018

Amounts in ₹

	Particulars	Note	Consolidated 31/03/2018
I	EQUITY AND LIABILITIES		
1)	Shareholders' Fund		
	a) Share Capital	2	30,730,000
	b) Reserves & Surplus	3	226,618,115
2)	NON-CURRENT LIABILITIES		
	a) Long-Term Borrowings	4	48,754,696
	b) Deferred Tax Liability (Net)	5	14,009,899
	c) Long term provisions	6	5,770,637
3)	CURRENT LIABILITIES		
	a) Short-Term Borrowings	7	234,366,607
	b) Trade Payables		
	i) Payable to MSME parties	8	
	ii) Payable to other than MSME parties	8	84,884,703
	c) Other Current Liabilities	9	44,336,456
	d) Short-Term Provisions	10	33,411,498
	Total		722,882,610
II	ASSETS		
1)	Non-Current Assets		
	a) Property, Plant & Equipment:		
	i) Tangible Assets	11	258,861,110
	ii) Capital Work-in-Progress	11	6,130,614
	b) Non-Current Investments	12	500,000
	c) Long Term Loans and Advances	13	9,336,703
2)	Current Assets		
	a) Inventories	14	161,278,786
	b) Trade Receivables	15	211,934,419
	c) Cash and Cash Equivalents	16	25,217,362
	d) Short-Term Loans and Advances	17	49,623,616
	Total		722,882,610

Significant Accounting Policies

The accompanying notes are an integral part of the financials

for and on behalf of the Board

for **T. Adinarayana & Co.,**
Chartered Accountants
Firm Regn. No. 000041S

RABINDRA PRASAD SINHA
Executive Chairman

(**Y.P. Rao**)
Proprietor
Membership No. 025266

S. CHIDAMBARANATHAN
Executive Vice Chairman

AMIT RAJ SINHA
Managing Director &
CEO

Place : Hyderabad
Date : 25-05-2018.

**Consolidated Statement of Profit and Loss Account
for the year ended 31st March 2018**

Amounts in ₹

	Particulars	Note	Consolidated 31/03/2018
I	REVENUE		
	Gross Revenue from Operations	18	1,073,666,709
	Less: Taxes & Duties		61,054,987
	Net Revenue from Operations		1,012,611,722
	Other Income	19	1,109,052
	Total Revenue		1,013,720,774
II	EXPENSES		
	Cost of Material Consumed	20	575,263,807
	Change in Inventories of Finished Goods - and Work in Progress	21	(3,000,240)
	Employee Benefit expenses	22	158,401,243
	Finance costs	23	37,708,738
	Other Expenses	24	143,373,013
	Depreciation	11	13,928,782
	Corporate Expenses allocation		
	Total Expenses		925,675,343
	Profit Before Tax	[I - II]	88,045,431
	Tax Expenses:		
	- Current Tax		27,200,000
	- Deferred Tax Expenses	5	2,829,806
	Profit for the Year		58,015,626
	Earning Per Share [Nominal Value Per Share Rs.10]	25	
	- Basic		18.88
	- Diluted		18.88

Significant Accounting Policies

The accompanying notes are an integral part of the financials

for T. Adinarayana & Co.,
Chartered Accountants
Firm Regn. No. 000041S

for and on behalf of the Board

RABINDRA PRASAD SINHA
Executive Chairman

(Y.P. Rao)
Proprietor
Membership No. 025266

S. CHIDAMBARANATHAN
Executive Vice Chairman

AMIT RAJ SINHA
Managing Director &
CEO

Place : Hyderabad
Date : 25-05-2018.

Cash Flow Statement for the period Ended 31st March 2018

Amounts in ₹

	Particulars	2017-18
A	Cash Flow From Operating Activities	
	Net Profit Before Tax	88,045,431
	Adjustments for:	
	Depreciation	13,928,782
	Dividend/Interest received	(912,978)
	*Loss/(profit) on sale of Fixed Assets/scrap	238,317
	Prior Period Expenses	(699,221)
	Finance cost	37,708,738
		50,263,638
	Operating Profit before Working Capital Changes	138,309,069
	Working Capital changes Adjusted for:	
	Trade Receivables	(77,487,105)
	Inventories	(16,690,829)
	Short Term Loans and advances	2,215,574
	Long Term Loans and advances	209,689
	Trade Payables	20,289,136
	Short Term Borrowings	870,102
	Other Current Liabilities	8,734,655
	Short Term Provisions	949,149
		(60,909,629)
	Cash Generated from Operations	77,399,440
	Taxes paid	(9,332,740)
	Cash Flow before extraordinary items	
	Net Cash Flow from Operating Activities	68,066,700
B	Cash Flow from Investing Activities	
	Purchase of Fixed Assets	(43,926,658)
	Proceeds from Sale of Fixed Assets	90,000
	Investment in Mutual fund	500,000
	Investment in Shares of sigachi US	-
	Dividend/Interest income received	912,978
	Net Cash Used in Investing Activities	(42,423,680)
C	Cash Flow from Financing Activities	
	Financing charges	(37,708,738)
	Dividend and Dividend Distribution Tax paid	(3,611,221)
	Long Term Borrowings	9,359,795
	Increase in non-current liability	900,085
	Net Cash Used in Financing Activities	(31,060,079)
	Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	(5,417,059)
	Opening Balance in Cash & Cash Equivalents	30,634,422
	Closing Balance in Cash & Cash Equivalents	25,217,362

Note: Company has prepared consolidated financial statements first time for the financial year 2017-18, Hence cash flow for the parent company prepared on indirect method incorporating the financial of subsidiary is consolidated in preparing consolidated financial statements for the financial year ending 31-03-2018.

for T. Adinarayana & Co.,
Chartered Accountants
Firm Regn. No. 000041S

(Y. P. Rao)
Proprietor
Membership No. 025266

Place : Hyderabad
Date : 25-05-2018.

for and on behalf of the Board

RABINDRA PRASAD SINHA
Executive Chairman

S. CHIDAMBARANATHAN
Executive Vice Chairman

AMIT RAJ SINHA
Managing Director &
CEO

Notes on Financial Statements for the financial year 2017-18

1 Significant Accounting Policies

A BASIS OF ACCOUNTING

The financial statements of the company have been prepared and presented in accordance with Indian generally Accepted Accounting Principles (GAAP) under the historical cost convention on the basis of a going concern with revenues recognized and expenses accounted on their accrual.

BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The Consolidated financial statements (CFS) of the company are prepared in accordance with accounting standard-21 (AS21), Consolidated Financial statements and Accounting standard 23 (AS-23), Accounting for investment in associate in consolidated financial statements notified under the (Accounting Standards) Rules 2006 as amended and applicable to the company on the date of balance sheet. As far as possible the CFS are prepared using uniform significant accounting policies for like transactions and other events in similar circumstances for the same accounting period.

The Consolidated Financial Statements have been prepared on the following basis.

INTEREST IN SUBSIDIARY:

The financial statements of the company and its subsidiary are combined on a line by line basis by adding the book values of like items of assets, liabilities, income and expenses after fully eliminating intra group balances and intra group transactions resulting in unrealized profit or losses, except where cost can not be recovered. The results of operations of subsidiary is included in the CFS from the date on which the parent subsidiary relation came in to existence.

B USE OF ESTIMATES

The preparation of financial statements in conformity with IGAAP requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. The examples of such estimates include, the useful life of tangible and intangible fixed assets, allowances for doubtful debts/ advances etc. Actual results could differ from these estimates and assumptions and in such case, the difference is recognized in the period in which the results are known.

The consolidation of the financial statements are prepared taking the audited financial statements of Sigachi Industries Private Limited India and certified financial statements by the Management of Sigachi US INC.

C PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION

Property, plant & equipment are stated at historical cost. Expenditure which is of capital nature is capitalized. Such expenditure comprises of purchase price, import duties, levies and any directly attributable cost of bringing the assets to their working condition for intended use.

Pursuant to the enactment of Companies Act 2013, the Company has applied the estimated useful lives as specified in Schedule No.II. Accordingly the unamortised carrying value is being depreciated / amortised over the revised / remaining useful lives. The written down value of fixed assets of whose lives have expired as at 01.04.2017 have been adjusted.

D VALUATION OF INVENTORIES

Raw materials, fuels, packing materials, stores and spares are valued at lower of the cost or net realizable value. However, Material and other items held for use in the production of inventories are not written down below the cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on FIFO basis. Stock in process and finished goods are valued at lower of cost or net realizable value. Cost comprises cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location. Net realizable value is the estimated selling price in the ordinary course of business less estimated cost of completion and estimated costs that are necessary to make the sale.

**E REVENUE RECOGNITION
SALE OF GOODS**

Revenue from sale of goods is recognized when all significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is reasonably certain and the amount of revenue can be measured reliably. Revenue from the sale of goods includes excise duty and sales tax, and is net of returns, applicable trade discounts and allowances. The cost of free samples including duties and taxes to customers for sales promotion are recognised as a sales expense credited to the sales account.

SERVICE INCOME

Operation and maintenance income is recognised on rendering of services as per the terms of contract.

INTEREST

Interest Income on deposits is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

F CENVAT/ GST INPUT TAX CREDIT

Cenvat benefit is accounted for by reducing the purchase cost of the raw materials and adjusted against excise duty liability.

**G EMPLOYEES BENEFITS
i) SHORT TERM BENEFITS**

All employees benefits due wholly within a year of rendering services are classified as short term benefits. These benefits like salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia are recognized as expense on actuarial basis at the undiscounted amount in the Profit and Loss Account.

ii) RETIREMENT BENEFITS

DEFINED CONTRIBUTION PLAN

Employees' contribution to provident fund and ESI are recognized as expenditure in Profit & Loss Account, as they are incurred. There are no other obligations other than the contribution payable to aforesaid respective trusts/Govt authorities.

DEFINED BENEFIT PLAN

The company provides for gratuity and leave encashment as defined benefit plan. There are no other post retirement benefits. The defined benefit gratuity and leave encashment obligations on annual basis is determined by actuarial valuation.

H FOREIGN EXCHANGE TRANSACTIONS

Foreign currency transactions are recorded at the exchange rates prevailing on the dates when the relevant transactions took place. Exchange difference arising in settled foreign currency transactions during the year and translation of assets and liabilities at the year end are recognized in the statement of profit and loss.

I EARNING PER SHARE

Basic earnings per share is computed by dividing the profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the adjusted profit/(loss) after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares, if any.

J TAXATION

i) Income Tax

The provision for taxation is based on assessable profits of the company as determined under the Income Tax Act, 1961.

ii) Deferred Tax

The company is providing and recognizing deferred tax on timing differences between taxable income and accounting income subject to consideration of prudence.

iii) Minimum Alternative Tax (MAT)

Minimum Alternate Tax (MAT) under the provisions of the Income Tax Act, 1961 is recognised as current tax in the statement of Profit and Loss. The credit available under the Income-tax Act, 1961 in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the period for which the MAT credit can be forward for set-off against the normal tax liability. MAT credit recognized as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

K PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognized only when there is a present obligation as a result of past events and when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation in respect of which a reliable estimate can be made. A disclosure for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realised.

L IMPAIRMENT OF ASSETS

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets. As per the assessment conducted by the Company as at 31 March 2018, there are no indications that the relevant assets have suffered an impairment loss.

M CASH AND CASH EQUIVALENTS

Cash and Cash equivalents comprises cash at bank and on hand and short term investment with an original maturity of 3 months or less.

Notes to Accounts:

Amounts in ₹

2	Share Capital	Consolidated 31/03/2018
	Authorized Share Capital	71,500,000
	71,50,000 no. of Equity Shares of Rs. 10 each	
	Total	71,500,000
	Issued, Subscribed and Paid-up Capital	30,730,000
	30,73,000 no. of Equity Shares of Rs. 10 each fully paid-up	
	Total	30,730,000

a) Reconciliation of Number of Shares Outstanding

Amounts in ₹

Particulars	As at March 31, 2018	
	No. of Shares	Amount
At the beginning of the year @Rs.10 each	3,073,000	30,730,000
Add: Issued during the year	-	-
Outstanding at the end of the Year	3,073,000	30,730,000

b Rights, preferences and restrictions attached to shares

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is entitled to one vote per share held. All the shareholders are eligible for the dividend proposed by the Board of Directors subject to the approval of the shareholders in the ensuing annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

c Details of shares held by shareholders holding more than 5% of the aggregate shares in the company

Equity Shares	As at March 31, 2018	
	"No. of Shares"	"% of Shares Held"
M/s. RPS Projects & Developers Pvt. Ltd.	1,004,230	32.68
Sri. Dharm Prakash Tripathi	321,500	10.46
Sri. BR Yadav	285,600	9.29
Sri. S Chidambaramathan	258,778	8.42
Sri. Rabindra Prasad Sinha	179,263	5.83
Sri Amit Raj Sinha	172,705	5.62

Amounts in ₹

3	Reserves & Surplus	Consolidated 31/03/2018
a)	A.P. State Subsidy (as per last Balance Sheet)	
	Balance as at the beginning of the Year	437,053
	Add: Additions during the Year	
	Balance as at the end of the Year	437,053
b)	Share Premium	
	Balance as at the beginning of the Year	16,453,515
	Add: Additions during the Year	
	Balance as at the end of the Year	16,453,515
c)	General Reserve	
	Balance as at the beginning of the Year	17,210,481
	Add: Additions during the Year	1,615,063
	Balance as at the end of the Year	18,825,544
d)	Amalgamation Reserve	
	Balance as at the beginning of the Year	39,056,600
	Add: Additions during the Year	-
	Balance as at the end of the Year	39,056,600

SIGACHI INDUSTRIES PRIVATE LIMITED


Amounts in ₹

e)	Capital Reserve	
	Balance as at the beginning of the Year	-
	Add: Additions during the Year	1,800
	Balance as at the end of the Year	1,800
f)	Surplus in Statement of Profit and Loss Account	
	Balance as at the beginning of the Year	99,747,011
	Add: Profit for the Year	58,015,626
		157,762,637
	Less: Appropriations	
	Proposed Dividend on Equity Shares for the Year	3,073,000
	Dividend Distribution Tax	531,752
	Transfer to General Reserve	1,615,063
	Prior period expenses	699,219
	Balance as at the end of the Year	151,843,603
	Total	226,618,115

Amounts in ₹

4	Long-Term Borrowings	Consolidated 31/03/2018
a)	Secured	
	Term Loans from Banks	30,783,357
	Vehicle Loans from Banks	2,686,939
		33,470,296
b)	Un-Secured	
	From Directors	-
		-
	From Banks	-
	From Others	-
	From AMICO	15,284,400
		15,284,400
	Total	48,754,696

Repayment Terms

- Term Loan balance of Rs.2,91,37,000/-, transferred from Canara Bank to State Bank of India, is repayable in quarterly instalments of Rs.21,00,000 each till September,2020..
- Term Loan balance of Rs.73,37,000/-, transferred from Canara Bank to State Bank of India, is repayable in quarterly instalments of Rs.5,28,562/- each till September,2020.
- Term Loan balance of Rs.1,13,74,000/-, transferred from Canara Bank to State Bank of India, is repayable in quarterly instalments of Rs.6,76,000 each till June, 2021
- Term Loan sanctioned and partly released by Canara Bank is taken over by State Bank of India of Rs.1,90,00,000/- is repayable in monthly instalments of Rs.247639/- each till March, 2020.
- All the Term Loans from State Bank of India are secured by equitable mortgage of land & buildings and hypothecation of plant and equipment, testing equipments and all acquisitions of fixed assets in future, collateral securities of directors/shareholders and guaranteed by Directors in their personal capacities.

		Amounts in ₹
5	Deferred Tax Liability summary:	Consolidated 31/03/2018
	Deferred Tax Liability	0
	Tax on the difference between Depreciation as per COA and as per IT Rules	0
	At the beginning of the year	0
	Add: Current year provision	13,400,792
	At the end of the year	4,093,669
		17,494,461
	Deferred Tax Asset	
	At the beginning of the year	2,220,699
	Add: Current year provision	1,263,863
	At the end of the year	3,484,562
	Net liability	14,009,899

		Amounts in ₹
6	Long Term Provisions	Consolidated 31/03/2018
	Provision for Gratuity	4,136,881
	Provision for Leave encashment	1,633,756
	Total	5,770,637

		Amounts in ₹
7	Short-Term Borrowings	Consolidated 31/03/2018
a)	Secured	
	Working Capital Borrowings from State Bank of India	234,366,607
	Total	234,366,607

Working capital facilities are secured by hypothecation of stocks and assignment of book debts and guaranteed by Directors in their personal capacities.

		Amounts in ₹
8	Trade Payables	Consolidated 31/03/2018
	Due to Micro, Small and Medium Enterprises	
	Others:	
	Sundry Creditors for Goods	60,771,211
	Sundry Creditors for Expenses	22,418,945
	Creditors for Related Party	1,694,547
	Total	84,884,703

Disclosure of trade payables under Current / Non-current liabilities is based on the information available with the company regarding the status of the suppliers as defined under the "Micro, Small and Medium Enterprises Development Act, 2006" (the Act). There are no delays in payment made to such suppliers and there is no overdue amount outstanding as at the Balance Sheet date. Based on the above the relevant disclosure u/s 22 of the Act are as follows:

	Rs. In Lakhs
Principle amount outstanding at the end of the year	Nil
Interest amount due at the end of the year	Nil
Interest paid to suppliers	Nil

9	Other Current Liabilities	Amounts in ₹
		Consolidated 31/03/2018
	Current Maturities of Long-Term Debt	
	Term Loan Installments due less than 12 months	16,189,952
	Vehicle Loan Installments due less than 12 months	1,617,094
	Employee Expenses Payable	9,638,696
	Statutory Dues Payable	4,663,156
	Other Current Liabilities	12,227,558
	Total	44,336,456

Terms of Repayment

- i Vehicle Loan taken from Kotak Mahindra prime Ltd of Rs.7,05,000 is repayable in Monthly instalments of Rs.15,270 each till June 2019.
- II Vehicle Loan taken from Canara Bank of Rs.7,50,000 is repayable in Monthly instalments of Rs.24,271/- each till June 2018.
- III Vehicle Loan taken from Canara Bank of Rs.7,00,000 is repayable in Monthly instalments of Rs.22,686/- each till May 2018.
- iv Vehicle Loan taken from Canara Bank of Rs.14,00,000 is repayable in Monthly instalments of Rs.29,643/- each till August 2019.
- v Vehicle Loan taken from Canara Bank of Rs.5,80,000 is repayable in Monthly instalments of Rs.18,675/- each till July 2019.
- vi Vehicle Loan taken from ICICI Bank of Rs.16,10,000 is repayable in Monthly instalments of Rs.32,956/- each till December 2022.
- vii Vehicle Loan taken from Volks Wagon Finance Ltd. of Rs.17,86,000 is repayable in Monthly instalments of Rs.37,943/- each till October 2020.

10	Short-Term Provisions	Amounts in ₹
		Consolidated 31/03/2018
a)	Provision for Employee Benefits	
	Provision for Bonus	2,606,746
b)	Other Provisions	
	Proposed Dividend	3,073,000
	Dividend Distribution Tax	531,752
	Provision for Income Tax	27,200,000
	Total	33,411,498

NOTE: 11 Property, Plant & Equipment

Nature of Asset	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	"As at 01.04.2017"	Additions	Deductions	Total as at 31.03.2018	"As at 01.04.2017"	"Depreciation for the year"	"As at 31.03.2018"	"As at 31.03.2017"
TANGIBLE ASSETS								
Land	25,565,899	-	-	25,565,899	-	-	-	25,565,899
Building	82,630,735	18,987,777	-	101,628,512	13,151,912	2,841,921	16,003,833	88,522,679
Plant & Equipment	154,355,033	24,372,318	-	178,727,351	36,066,142	8,137,982	44,204,124	134,523,227
Furniture & Fixture	4,556,468	88,520	-	4,626,388	2,063,473	612,292	2,675,765	116,288,891
Office Equipment	3,512,686	1,886,236	401,393	4,979,589	2,262,217	799,993	2,660,817	4,992,995
Vehicles	9,967,286	2,031,094	396,554	11,601,826	1,335,360	1,500,857	2,767,980	4,230,469
Lab Equipments	1,374,492	-	-	1,374,492	1,294,691	35,737	1,330,428	8,633,847
Sub-Total	281,962,598	47,339,405	797,947	328,504,056	56,183,794	13,928,782	69,642,946	225,778,804
CWIP	9,543,361	-	3,412,747	6,130,614	-	-	-	-
Sub-Total	281,962,598	47,339,405	3,412,747	332,714,750	56,183,794	13,928,782	69,642,946	225,778,804
Grand total	281,962,598	47,339,405	3,412,747	332,714,750	56,183,794	13,928,782	69,642,946	225,778,804
Previous year	275,139,896	23,034,170	6,566,107	281,962,598	45,279,639	12,991,443	56,183,794	229,860,257

		Amounts in ₹
12	Non-Current Investments	Consolidated 31/03/2018
a)	Other Investments	
	Investments in Mutual Funds	
	Investment in Canara Bank Robeco Mutual Fund (Aggregate market value of fund is Rs.6,04,994/-)	500,000
	Total	500,000

		Amounts in ₹
13	Long Term Loans and Advances	Consolidated 31/03/2018
a)	Security Deposits	
	Un-Secured Considered Good	9,336,703
	Total	9,336,703

		Amounts in ₹
14	Inventories	Consolidated 31/03/2018
	Raw Materials and Components	59,616,723
	Work-in-Progress	78,472,740
	Finished Goods	15,889,410
	Stores and Spare Parts	4,961,583
	Packing Materials	2,338,330
	Total	161,278,786

Valuation

- a) Raw Material, packing Material are valued at lower of cost or net realisable value.
b) Finished goods and Work in progress are valued at cost of conversion and other cost incurred in bringing the inventories to their present location and condition or net realisable value whichever is lower.

		Amounts in ₹
15	Trade Receivables	Consolidated 31/03/2018
a)	Outstanding for a period exceeding 6 Months	-
	Secured considered good	-
	Un-Secured considered good	14,254,936
b)	Other debts	-
	Secured considered good	-
	Un-Secured considered good	197,679,483
	Total	211,934,419

Amounts in ₹

16	Cash and Cash Equivalents	Consolidated 31/03/2018
a)	Balances with Banks	
	- in Current Accounts	8,700,760
	- Bank Deposits with less than three months maturity held for margin money	15,986,941
		-
b)	Cash in Hand	529,661
	Total	25,217,362

Amounts in ₹

17	Short-Term Loans and Advances	Consolidated 31/03/2018
	Un-Secured and Considered Good	
	Advances to Suppliers	22,058,955
	Advances to Employees	513,052
	Advance Income Tax (Incl. TDS and TCS)	9,344,912
	Balances with Excise Authorities	2,162,892
	Interest subsidy Receivable	1,930,061
	Export Incentive Receivable	9,762,991
	Prepaid Expenses	3,419,639
	MAT Entitlement	431,114
	Total	49,623,616

Amounts in ₹

18	Revenue from Operations	Consolidated 31/03/2018
a	Sale of Products	
	Domestic Sales	458,443,048
	Export Sales	533,123,914
	Total Sales	991,566,962
	Less: Taxes & Duties	61,054,987
	Net Sales	930,511,976
b	Operation & Maintenance Income	63,160,929
c	Export benefits & incentives	18,938,818
	Duty Drawback	532,468
	MEIS Income	9,762,991
	Gain on foreign Currency Fluctuations	8,643,359
		-
	Total Income	1,012,611,722

Amounts in ₹

19	Other Income	Consolidated 31/03/2018
	Income for Mutual Fund	125,417
	Interest on deposits	787,561
	Sale of Scrap	196,074
	Total Other Income	1,109,052

Amounts in ₹

20	Cost of Raw Material Consumed	Consolidated 31/03/2018
a)	Raw Material Consumed	
	Opening Inventory	45,520,919
	Add: Purchases	476,186,069
	Less: Inventory at the end of the Year	59,616,723
	Cost of Raw Material Consumed during the year	462,090,265
b)	Cost of Packing Material Consumed	
	Opening Inventory	4,023,015
	Add: Purchases (Net)	22,867,432
	Less: Inventory at the end of the Year	2,338,330
	Cost of Packing Material Consumed during the year	24,552,117
c)	Cost of Consumables Consumed	
	Opening Inventory	634,155
	Add: Purchases (Net)	7,268,861
	Less: Inventory at the end of the Year	775,170
	Cost of Consumable Material Consumed during the year	7,127,846
d)	Coal, Firewood & Furnace Oil Consumed	
	Opening Inventory	3,047,957
	Add: Purchases (Net)	82,632,035
	Less: Inventory at the end of the Year	4,186,413
	Cost of Coal, Firewood & F.Oil Consumed during the year	81,493,579
	Total Cost of Material Consumed	575,263,807

Amounts in ₹

21	"Changes in Inventory of Finished Goods and Work in Progress"	Consolidated 31/03/2018
	Stock at the End of the Year	
	Finished Goods	15,889,410
	Work in Progress	78,472,740
	Total - A	94,362,150
	Stock at the Beginning of the Year	
	Finished Goods	11,721,157
	Work in Progress	79,640,753
	Total - B	91,361,910
	Increase / (Decrease) in Stocks (B-A)	(3,000,240)

Amounts in ₹

22	Employee Benefit expenses	Consolidated 31/03/2018
	Employees Remuneration and Benefits	131,998,895
	Bonus & Leave Encashment	5,161,009
	Contribution to PF and ESIC	5,386,583
	Directors' Remuneration & Commission	12,120,000
	Gratuity	963,029
	Staff Welfare Expenses	2,771,727
	Total Employee Benefit Expenses	158,401,243

Amounts in ₹

23	Finannce Cost	Consolidated 31/03/2018
	Interest on Working Capital	19,153,503
	Interest on Vehicle Loans	382,658
	Interest on Term Loans	6,510,412
	Interest Others	4,067,839
	Bank Charges	7,594,326
	Total	37,708,738

Amounts in ₹

24	Other Expenses	Consolidated 31/03/2018
	Manufacturing Expense	54,179,612
	Power and Fuel	29,264,673
	Other operating Expenses	-
	Repairs & Maintenance	9,461,316
	Stores, Spares & Chemicals Consumed	9,117,175
	Water Charges	6,336,447
	Administrative Expense	89,193,402
	Auditors' Remuneration	757,588
	Communication Expenses	963,787
	Insurance	2,259,607
	Legal & Professional Charges	5,003,853
	Membership & Subscriptions	206,956
	Miscellaneous Expenses	1,233,615
	Printing & Stationery	855,280
	R & D Expenses	3,791,368
	Rates & Taxes	2,411,665
	Rent	2,847,360
	Carriage Outward	37,843,469
	Selling Expenses	21,714,909
	Traveling and Conveyance Expenses	6,559,261
	Bad Debts Written off	2,506,367
	Loss on sale of fixed assets	238,317
	Total Other Expenses	143,373,013

Amounts in ₹

25	Earnings Per Share	Consolidated 31/03/2018
	Profit Attributable to Equity Shareholders	
	Net Income	58,015,626
	Face Value of Equity Share	@Rs.10 each
	Weighted Average Number of Shares Outstanding	3,073,000
		3,073,000
	Basic Earnings Per Share of Rs.	18.88
	Diluted Earnings Per Share of Rs.	18.88

SIGACHI INDUSTRIES PRIVATE LIMITED



26 Estimated amount of contract remaining to be executed on capital account and not provided is Nil. (Previous Year Nil).

27 Confirmation of balances of certain parties for amount due to / due from them as per the accounts of the company have not been received. However the values in the books of accounts are final, since it is indicated that our balances are deemed to be correct, if confirmation is not received before certain prescribed period.

Amounts in ₹

28	Details of Imported and Indigenous Raw Material Consumption	Year Ended 3/31/2018	
	Imported	463,939,105	97.80%
	Indigenous	10,446,833	2.20%

Amounts in ₹

29	CIF Value of Imports	Year ended 3/31/2018
	Raw Material	419,043,877
30	Expenditure in Foreign Currency	
	Travelling Expenses	1,816,022
31	Earnings in Foreign Currency	
	Export Sales	533,123,914

32 Disclosure pursuant to Account Standard 15 (Revised 2005) employee benefits:

a) Defined Contribution Plan

Contribution to defined contribution plan recognized as expenditure in Profit and Loss Account as under:

Amounts in ₹

	Year Ended 31-03-2018
Employers' contribution to Provident Fund	4,830,674

b) Defined Benefit Plan

The company has provided gratuity liability on actuarial basis as on 31 March 2018 as under:

Amounts in ₹

	Year Ended 31-03-2018
Provision for Gratuity	4,136,880

A summary of the Gratuity & Leave Encasements plans are as follows:

Amounts in ₹

Assumptions:	3/31/2018 Gratuity Plan
Discount rate	7.73%
Rate of increase in compensation levels	5.00%
Rate of return on plan assets	0.00%
Expected average remaining working levels of employees (years)	25 years
Table showing changes in present value of obligations:	
Present value of obligation as at the beginning of the year	-
Past service cost	3,294,638
Current service cost	842,242
Benefit paid	-

	Amounts in ₹
Acturial (gain)/loss on obligations	-
Present value of obligation as at the end of the year	4,136,880

The amount to be recognised in Balance Sheet and statement of Profit and Loss:

	Amounts in ₹
Present value of obligation as at the end of the year	4,136,880
Fair value of Plan Provisions as at the end of the year	-
Funded status	(4,136,880)
Net Asset / (Liability) Recognised in Balance Sheet	4,136,880

Expense recognised in the statement of Profit and Loss:

	Amounts in ₹
Current service cost	842,242
Past service cost	3,294,638
interest cost	-
Expected return on Plan Assets	-
Net actuarial (gain)/loss recognised in the year	-
Expenses recognised in the statement of Profit & Loss	4,136,880

- 33** Dividend proposed by the directors is provided for in the books of account pending approvals at the Annual General Meeting.

- 34** Contingent Liabilities
Bank Guarantees outstanding at the end of the year **31-Mar-18**
3,484,340

Pending Legal Matter - No Legal Matters are pending.

35 Impairment of Assets

The company assessed at the Balance Sheet date the value of the fixed assets in order to comply with the provisions of AS-28. The company was of the opinion that the assets of the company will generate adequate benefits in future. The company has arrived to the opinion considering the present condition of the assets and withstanding capacity even for increased capacity by two to three times to that of present capacity. In view of this position the company has felt "the value in use" of fixed assets is more than the carrying cost of fixed assets. Hence no provision for impairment of fixed assets has been made.

36 Related parties disclosures

a. Name of Related Parties and nature of relationships

Nature of Relationship	Year Ended 31-Mar-18
Directors	Mr. R.P. Sinha, Executive Chairman
	Mr. S. Chidambaranathan, Executive Vice Chairman
	Mr. Amit Raj Sinha, Managing Director & CEO
	Mr. Vijay Bhavsar - Director

- b.** The company incorporated a wholly owned subsidiary on 20th January 2017 with name "Sigachi US, Inc." in the state of Virginia, one of the state of United States of America.

SIGACHI INDUSTRIES PRIVATE LIMITED



C Transactions with related parties

Related party	Transactions	Year Ended 3/31/2018
Mr. R.P. Sinha	Remuneration & Commission	4,184,000
Mr. S.Chidambaranathan	Remuneration & Commission	4,184,000
Mr. Amit Raj Sinha	Remuneration & Commission	5,024,000
Mr. Vijay Bhavsar	Remuneration & Commission	1,200,000
Mr. C.Bhavani Shanmugam	Office of profit	1,023,426
Year End Balances		
RPS Projects & Developers Pvt. Ltd.		-
Mr. R.P. Sinha		624,000
Mr. S.Chidambaranathan		711,400
Mr. Amit Raj Sinha		274,147
Mr. Vijay Bhavsar		85,000
Mr. C. Bhavani Shanmugam		131,562

Transactions with Subsidiary: Sigachi US INC

	Amounts in ₹
Share Capital - US\$ 20,000.00	1,299,000
Sales to Subsidiary	40,918,428
Purchases from Subsidiary	4,141,391

Outstanding balance with Subsidiary: Sigachi US INC:

	Amounts in ₹
Current Assets - Sundry Debtors	8,241,869

Additional Information

Name of the entity	Net (Total Assests - Other than share holders fund)		Share in Profit or Loss	
	% of Consolidated net assets	Amount	% of Consolidated net profit	Amount
Sigachi Industries Pvt Ltd	100%	257,348,115	100%	58,015,626
Subsidiary	-	-	-	-

The company has prepared consolidated financial statements for the wholly owned subsidiary for the financial year ended 31-03-2018. Hence no consolidated financial figures for the previous year are not available for comparison.

37 Segment Reporting

a) Primary Segment reporting

The company has identified "Manufacturing of Micro Crystalline Cellulos Powder" as the only business segment which is considered as primary segment for disclosure in the context of Accounting Standard 17 "Segment Reporting"

b) Secondary Segment (by Geographical Segment)

The Company sells its products outside and within india which in the context of Accounting Standard 17 "Segment Reporting" is disclosed as below

Particulars	Year Ended 3/31/2018
Segment Revenue	
a) India	
b) Outside India	455,627,652
Total	533,123,914
	988,751,566

Total carrying amount of segment assets by geographical location of assets for each geographical segment whose assets are 10% or more of the total assets of all geographical segments and the additions to the same are as under:

Amounts in ₹		
Segment Assets	Carrying Amount of Segment Assets	Additions to fixed assets during the year
a) India	614,533,645	
b) Outside India	88,415,864	47,339,405
Total	702,949,509	47,339,405

38 In the opinion of Board of Directors of the company, the current assets, loans, advances and deposits are approximately of the value stated in the accounts if realized in the ordinary course of business, unless otherwise stated. The provision for all known liabilities are adequate and not in excess of the amount reasonably necessary.

for **T. Adinarayana & Co.,**
Chartered Accountants
Firm Regn. No. 000041S

for and on behalf of the Board

RABINDRA PRASAD SINHA
Executive Chairman

(Y.P. Rao)
Proprietor
Membership No. 025266

S. CHIDAMBARANATHAN
Executive Vice Chairman

AMIT RAJ SINHA
Managing Director &
CEO

Place : Hyderabad
Date : 25-05-2018.

SIGACHI INDUSTRIES PRIVATE LIMITED



SIGACHI INDUSTRIES PRIVATE LIMITED

Regd. Office: 229/1 & 90, 4th Floor, Kalyan's Tulasiram Chambers,
Madinaguda, Hyderabad-500049.
CIN: U24110TG1989PTC009497

PROXY FORM

I/We of
.....being a Member / Members of **Sigachi Industries Private Limited**, hereby appoint.....

of.....or failing him / her
.....or failing him / her
..... of

as my / our proxy to attend and vote for me / us and on my / our behalf at the Twenty Ninth Annual General Meeting of the Company to be held on Saturday, the 29th September, 2018 at 10.30 AM at Registered Office : 229/1 & 90, 4th Floor, Kalyan's Tulasiram Chambers, Madinaguda, Hyderabad - 500049 and / or at any adjournment there of.

As witness my / our hand(s), this day of 2018.

Signature of the Shareholder / Proxy Holder

Member's Folio No. / DP ID-Client ID

Note: Proxies must be deposited at the Registered Office of the Company at : 229/1 & 90, 4th Floor, Kalyan's Tulasiram Chambers, Madinaguda, Hyderabad-500049, not less than forty-eight hours before the time fixed for holding the meeting.

SIGACHI INDUSTRIES PRIVATE LIMITED

Regd. Office: 229/1 & 90, 4th Floor, Kalyan's Tulasiram Chambers,
Madinaguda, Hyderabad-500049.
CIN: U24110TG1989PTC009497

ATTENDANCE SLIP

(Please complete this attendance slip and hand it over at the entrance of the Hall)

I hereby record my presence at the Twenty Seventh Annual General Meeting of the Company on Saturday, the 29th September, 2018 at 10.30 AM at 229/1 & 90, 4th Floor, Kalyan's Tulasiram Chambers, Madinaguda, Hyderabad-500049,

Folio No. / DP ID-Client ID

Full Name of the Shareholder in Block Letters:

No. of shares held :

Name of Proxy (if any) in Block Letters :

Signature of the Shareholder / Proxy / Representative *

Strike out whichever is not applicable.