

## NOTICE TO THE MEMBERS

Notice is hereby given that the 38<sup>th</sup> ANNUAL GENERAL MEETING of Sikka n Sikka Engineers Private Limited will be held on Sunday, the 10<sup>th</sup> September, 2017 at 10.00 a.m. at the Registered Office at 5<sup>th</sup> Floor, "A" Wing Akruiti Trade Centre, Andheri East, Mumbai 4000069 , to transact the following business:

### ORDINARY BUSINESS:

1. **Adoption of Accounts**  
To receive, consider and adopt the Audited Financial Statements for the year ended 31<sup>st</sup> March 2017 together with the Reports of the Directors and the Auditors thereon.
2. **Re-appointment of Mr.Kunal Sikka DIN:05240807**  
To appoint a Director in place of Mr. Kunal Sikka (DIN: 05240807), who retires by rotation and being eligible offers herself for re-appointment.
3. **Appointment of Statutory Auditor - M/s. K. Srirangarajan & Associates**  
"RESOLVED THAT pursuant to provision of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed thereunder, as amended from time to time the Company hereby ratifies the appointment of M/s. K. Srirangarajan & Associates Chartered Accountants, FRN:004067S as Auditors of the Company shall hold the office of the Statutory Auditors of the Company for a period of five years from the conclusion of this Annual General Meeting (AGM) to the conclusion of the Sixth successive AGM to be held in the year 2022, subject to ratification in every AGM and on such remuneration as may be mutually agreed upon between the Board of Directors of the Company and the Statutory Auditors".

### SPECIAL BUSINESS:

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:  
**RESOLVED THAT**, pursuant to the provisions of Section 14 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made there under (including any amendment thereto or re-enactment thereof), the draft regulations contained in the Articles of Association submitted to this meeting be and are hereby approved and adopted in substitution and to the entire exclusion of the regulations contained in the existing Articles of Association of the Company.

**RESOLVED FURTHER THAT**, the Board of Directors be and is hereby authorized to do all such acts as may be necessary, proper or expedient to give effect to this resolution."

Bangalore, 02<sup>nd</sup> Aug 2017

By order of the Board  
For Sikka n Sikka Engineers Private Limited  
Sd/-  
Krishna Sikka  
Chairman & Managing Director,  
DIN: 01226312

### NOTES:

1. Subject to the provisions of Section 105 of the Companies Act, 2013 and Companies [Management and Administration] Rules, 2014, **A member entitled to attend and vote is entitled to appoint a proxy to attend and vote on a poll instead of him and the proxy need not be a member of the company.** The proxy form duly completed and signed should reach the company's registered office at least 48 hours before the time scheduled for the meeting. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder

#### ANNEXURE TO THE NOTICE

Pursuant to Section 102 of the Companies Act, 2013 (the "Act"), the following Explanatory Statement sets out all material facts relating to the business mentioned under item Nos. 5 to 7 of the accompanying Notice:

**Item No. 4**

The Articles of Association ("AOA") of the Company as presently in force were put in place, when the Company was incorporated in 1985. The existing AOA are based on the Companies Act, 1956 and several regulations in the existing AOA contain references to specific sections of the Companies Act, 1956 and some regulations in the existing AOA are no longer in conformity with the Act.

With the coming into force of the Act several regulations of the existing AOA of the Company require alteration or deletion in several articles. Given this position, it is considered expedient to wholly amend the existing AOA with a new set of Articles.

The new AOA to be substituted in place of the existing AOA are based on Table 'F' of the Act which sets out the model articles of association for a company limited by shares.

The proposed new draft AOA is being uploaded on the Company's website for perusal by the shareholders.

None of the Directors or KMP or their respective relatives is concerned or interested in the Resolution at the Item No.7 of the Notice.

The Board recommends the resolution set out at Item No.7 of the Notice for approval by the shareholders.

Bangalore, 02<sup>nd</sup> Aug 2017

By order of the Board  
For Sikka n Sikka Engineers Private Limited  
Sd/-  
Krishna Sikka  
Chairman & Managing Director,  
DIN: 01226312

## DIRECTORS' REPORT

To the Members,

The Directors submit annual Report along with the audited financial statements for the financial year ended 31st March 2017.

### 1.FINANCIAL HIGHLIGHTS

Particulars	(₹ in Thousands)	
	Year ended 31st March, 2017	Year ended 31st March, 2016
Total Income	4487	947
Profit (Loss) before Tax and Depreciation	3130	212
Provision for Taxes	580	55
Depreciation	5	5
Profit (Loss) for the Year After Tax and Depreciation	2550	160
Earnings per Share (in Rs.)	425.09	26.71

### 2. DIVIDEND

The Directors of your Company do not recommend any dividend for the year.

### 3. TRANSFER TO RESERVE

The Company has accounted Rs.25,50,567/- to reserve, and being total Reserves & Surplus Rs.112,86,325/- [Pr. year Rs.87,35,758/-].

### 4.DIRECTORS RESPONSIBILITY STATEMENT.

Pursuant to the provisions of Section 134(5) of the Companies Act 2013, the Directors' Responsibility Statement is given hereunder:

- in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures if any;
- they have 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;
- they have 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;
- they have prepared the annual accounts on a going concern basis ;
- they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

### 5.BOARD MEETINGS

The Board of Directors met 4 times during this Financial Year, 30<sup>th</sup> May 2016, 28<sup>th</sup> July 2016, 08<sup>th</sup> November 2016 and 08<sup>th</sup> February 2017.

### 6.DIRECTORS

Mr.Kunal Sikka DIN:05240807 retires by rotation at the ensuing Annual General Meeting and is eligible for re-appointment. Director has given his consent letter and disclosure for his eligibility to act as Director of the Company. The Board recommends for his reappointment.

The Company has paid sitting fees to Mr.S.Santhanam Rs.10,000/- and Mr.R.N.Chawhan Rs.10,000/- during the year. Further Company has received necessary declaration from each independent director u/s 149(7) of the Act that he meets the criteria of independence laid down in section 149(6) of the Act.

### 07. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

During the year, there were no significant Loans, Guarantees and Investments by the Company.

### 08.TRANSACTIONS WITH RELATED PARTIES

During the year, there were no transactions or contract or arrangements with parent company,

### 09.COMPANY AFFAIRS

During the year, the Company had Capital Gain, else there was a decline in sales compared to previous year due to slowdown in the economy. The company having positive approach and expect to rebound and registered its stability in forth coming year. The Company has utilized this phase to realign its internal working system, particularly with focus on manpower productivity and training. There has been no significant change in the nature of business during the year and as such status quo continued.

-3-

### 10. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGOINGS DURING THE YEAR.

The operations of the Company are not energy intensive. However, adequate measures have been taken to conserve and reduce the energy consumption.

During the year there were no Foreign exchange inflows or outflow for the Company.

**11.EXTRACT OF ANNUAL RETURN**

As provided under section 92(3) of the Act, the extract of annual return is given in Annexure –I, in the prescribed Form MGT-9, which forms part of this report.

**12.RISK MANAGEMENT**

There were no significant risk indicated by the management.

**13. DETAILS OF KEY MANAGERIAL PERSONNEL**

There were no changes during the year, in the Key Managerial Personnel of the Company.

**14.FIXED DEPOSITS**

Company has not accepted deposits which are not in compliance with requirements of chapter V of act..

**15. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The details in respect of internal financial control and their adequacy have been duly considered by the management, commensurate with the scope and prerequisite of the Company.

**16. AUDITORS**

M/s. K. Srirangarajan & Associates Chartered Accountants, FRN:004067S Bangalore, have conveyed their consent to be appointed as the Statutory Auditors of the Company along with a confirmation that, their appointment, if ratified by the members, would be within the limits prescribed under the Companies Act, 2013.

In respect of the financial year 2016-17, there are no qualification(s) or reservation(s) or adverse remark(s) or disclaimer(s) specified in the Audit reports, Hence explanations or comments on the same do not become applicable.

**17. MATERIAL CHANGE SIGNIFICANT TO FINANCIAL ACTIVITIES**

No orders have been passed impacting going concern status and company's operations in future.

**18. EMPLOYEES REMUNERATION**

There were no employees abiding with Section 197. Therefore information required under Section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not given.

**19. ACKNOWLEDGEMENT**

The Board of Directors thanks the Shareholders, Authorised Dealers, Employees, Bankers and Government agencies for their continued patronage and support.

Bangalore, 02<sup>nd</sup> Aug 2017

By order of the Board  
For Sikka n Sikka Engineers Private Limited  
Sd/-  
Krishna Sikka  
Chairman & Managing Director,  
DIN: 01226312

ANNEXURE – I – to the Board's Report  
EXTRACT OF ANNUAL RETURN – MGT9

[Pursuant to sec 92(3) of Companies Act 2013 and rule 12(1) of Companies (Management and Administration) Rules, 2014)  
As on the Financial Year ended 31<sup>st</sup> March 2017

**I. REGISTRATION AND OTHER DETAILS:**

- |   |  |
|---|--|
| 1. CIN  | :U28900MH1971PTC014993   |
| 2. Registration Date  | :06 <sup>th</sup> February 1971  |
| 3. Name of the Company  | :SIKKA N SIKKA ENGINEERS PRIVATE LIMITED   |
| 4. Category / Sub category of the Company                                       | :Private Company with Limited by Shares  |
| 5. Address of the Registered office and<br><br>Contract details                 | : 5 <sup>th</sup> Floor, "A" Wing<br>Akriti Trade Centre, Andheri East,<br>Mumbai 400 069.<br>Phone No.080 492991441 |
| 6. Whether listed company   | : No   |
| 7. Name, Address and Contact details of<br>Registrar and Transfer Agent, if any | : No   |

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:**

All the business activities contributing 10% or more of the total turnover of the Company shall be state:-

Sl.No.	Name and Description of main products / services	NIC Code of the Product / Services	% to total turnover of the Company
1.	Engineering Advisory Service	99833100	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :-**

Sl.No.	Name and Address of the Company	CIN/ GLN	Holding / Subsidiary/ Associate	% of Shares held	Applicable Section
1.	M/s.Sika Interplant Systems Limited	L29190KA1985PLC007363	Holding	100%	2(87)

**IV. SHARE HOLDING PATTERN [Equity Share Capital Breakup as percentage of Total Equity]**

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1)Indian</b>									
a)Individual/ HUF nominee shareholder	0	1	1	0.02%	0	1	1	0.02%	Nil
b)Central Govt.									
c)State Govt(s).									
d)Bodies Corp.	0	5,999	5,999	99.98%	0	5,999	5,999	99.98%	Nil
e)Banks/FI									
f)Any other...									
<b>Sub Total A(1)..</b>	<b>0</b>	<b>6000</b>	<b>6000</b>	<b>100%</b>	<b>0</b>	<b>6000</b>	<b>6000</b>	<b>100%</b>	<b>Nil</b>

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total Shares	
<b>(2)Foreign</b>									
a)NRIs-Individuals									
b)Other Individuals									
c)Bodies Corp.									
d)Banks / FI									
e) Any Other..									
<b>Sub Total A(2)..</b>						Nil			
<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>									
<b>B.Public Share holding</b>									
<b>1.Institution</b>									
a)Mutual Funds									
b)Bank / FI									
c)State Govt(s).									
e) Venture Capital Funds									
f)Insurance Companies									
g) FIs									
h)Foreign Capital Funds									
i)Others (specify)									
<b>Sub-total(b)(1):-</b>									
<b>2.Non-Institutions</b>									
a)Bodies Corp.									
i)Indian									
ii)Overseas									
b)Individuals									
i)Individual Shareholders holding nominal share capital up to Rs.1 Lakh					Nil				
ii) Individual Shareholders holding nominal share capital in excess of Rs.1 Lakh									
c)Others (specify)									
<b>Sub-total(B)(2):-</b>									
<b>Total Shareholding of Promoter (A)= (B)(1)+(B)(2)</b>									
C. Shares held by Custodian for GDRs & ADRs				Nil					
<b>Grand Total [A+B+C]</b>	<b>0</b>	<b>6000</b>	<b>6000</b>	<b>100%</b>	<b>0</b>	<b>6000</b>	<b>6000</b>	<b>100%</b>	<b>Nil</b>

ii) Shareholding of Promoters

Sl No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	
1	Sika Interplant Systems Limited	5999	99.98%	Nil	5999	99.98%	Nil	-
2	Rajeev Sikka (Nominee Shareholder of Sika Interplant systems Limited)	1	0.02%	Nil	1	0.02%	Nil	-
	Total	6000	100%		6000	100%		

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

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
	At the beginning of the year				
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease [eg allotment/ transfer/ bonus/ sweat equity etc):	NIL			
	At the End of the year				

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

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
	<b>For Each of the Top 10 Shareholders</b>				
01.	At the beginning of the year				
	Sika Interplant Systems	5,999	99.98%	5,999	99.98%
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease [eg allotment/ transfer/ bonus/ sweat equity etc):	0	0	0	0
	At the End of the year (or on the date of separation, if separated during the year)				
	Sika Interplant Systems	5,999	99.98%	5,999	99.98%
02.	At the beginning of the year				
	Mr.Rajeev Sikka (Nominee Shareholder of Sika Interplant systems Limited)	1	0.02%	1	0.02%
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease [eg allotment/ transfer/ bonus/ sweat equity etc):	0	0	0	0
	At the End of the year (or on the date of separation, if separated during the year)				
	Mr.Rajeev Sikka (Nominee Shareholder of Sika Interplant systems Limited)	1	0.02%	1	0.02%

v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
	<b>For Each of the Directors and KMP</b>				
	Mr.Rajeev Sikka (Nominee Shareholder of Sika Interplant systems Limited)				
	At the beginning of the year	1	0.02%	1	0.02%
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease [eg allotment/ transfer/ bonus/ sweat equity etc):		NIL		
	At the End of the year	1	0.02%	1	0.02%

**V.INDEBTEDNESS**

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

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

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

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

Sl. No.	Particular of Remuneration	Name of MD/WTD/Manager			Total Amount
		MD	WTD	Manager	
1	Gross Salary				
	(a)Salary as per provisions contained in Sec.17(1) of the Income-tax Act, 1961				
	(b)Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c )Profits in lieu of salary u/s 17(3) Income tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission		NIL		
	- as % of Profit				
	- Others, specify...				
5	Others, please specify				
	Total (A)				
	Ceiling as per the Act				



B.Remuneration to other directors:

Sl. No.	Particular of Remuneration	Name of Directors			Total Amount
		Mr.Santhanam	Mr.R.N.Chawhan	3	
1	Independent Directors				
	- Fee for attending board / Committee meetings				
	- Commission				
	- Others, please specify				
	Total (1)				
2	Other Non-Executive Directors				
	- Fee for attending board / Committee meetings	10000	10000		20000
	- Commission				
	- Others, please specify				
	Total (2)	10000	10000		20000
	Total (B) = (1+2)	10000	10000		20000
	Total managerial Remuneration				
	Overall Ceiling as per the Act				

C.REMUNERATION TO KEY MANAGEIRAL PERSONNEL OTHERTHAN MD/MANAGER/WTD

Sl. No.	Particular of Remuneration	Key Managerial Personnel			Total Amount
		CEO	Company Secretary	CFO	
1	Gross Salary				
	(a)Salary as per provisions contained in Sec.17(1) of the Income-tax Act, 1961				
	(b)Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c )Profits in lieu of salary u/s 17(3) Income tax Act, 1961				
2	Stock Option		NIL		
3	Sweat Equity				
4	Commission				
	- as % of Profit				
	- Others, specify...				
5	Others, please specify				

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)
<b>A.COMPANY</b>					
Penalty					
Punishment					
Compounding					
<b>B.DIRECTORS</b>			NIL		
Penalty					
Punishment					
Compounding					
<b>C.OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

## **INDEPENDENT AUDITORS REPORT**

To The Members of SIKKA N SIKKA ENGINEERS PRIVATE LIMITED

### **Report on the Financial Statements**

We have audited the accompanying financial statements of SIKKA N SIKKA ENGINEERS PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the 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 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 u/s 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014. 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 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 specified u/s 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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2017. and 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") 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, to the extent applicable.

2. Further to our comments in the annexure, as required by Sec. 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 purposes 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 financial statements comply with the Accounting Standards specified u/s. 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Sec.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'
  - 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 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 M/s. K. SRIRANGARAJAN & ASSOCIATES.,**  
**Chartered Accountants**  
**FRN : 004067S**

**Date: 25-05-2017**  
**Place: Bangalore**

**CA.K.SRIRANGARAJAN**  
**Proprietor**  
**M.No.026104**

**‘Annexure – A’ to the Auditor’s report**

(Referred to in paragraph (1) under 'Report on other legal and regulatory requirements' of our report of even date)

In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we report the following:

**1. 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 during the year, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets.
- (c) No material discrepancies were noticed on such verification.
- (d) The Company has no immovable properties shown under the Fixed Assets schedule and therefore the clause is not applicable.

**2. INVENTORY**

The nature of transactions of the Company is service oriented and it does not hold any Inventory. Paragraph 3(ii)(a) and 3(ii)(b) are not applicable to the Company.

**3. CONTRACTS OR ARRANGEMENTS ENTERED WHERE DIRECTORS ARE INTERESTED**

The Company has entered into marketing agreement with the Company, Aerotek Sika Avio Systems Private Limited and paid a deposit of Rs.30,00,000/- (Rupees Thirty Lakhs Only). In our opinion the terms and conditions are not prejudicial to the interest of the Company.

The Company has not granted loans, secured or unsecured, to companies, firms, LLP's or other parties covered in the register maintained u/s.189 of the Act Paragraph 3(iii)(a), 3(iii)(b) and 3(iii) (c) are not applicable to the Company.

**4. LOANS, INVESTMENTS, GUARANTEES AND SECURITY PROVIDED TO DIRECTORS OR RELATIVES OF DIRECTORS OR DIRECTOR INTERESTED CONCERNS**

The Company has entered into marketing agreement with the Company, Aerotek Sika Avio Systems Private Limited and paid a deposit of Rs.30,00,000/- (Rupees Thirty Lakhs Only). In our opinion the terms and conditions are not prejudicial to the interest of the Company.

The Company has not given any given loans / investments / guarantees and security to which the provisions of S.185 and 186 of the Act apply.

**5. DEPOSITS**

The Company has not accepted any deposits to which the provisions of S.73 to 76 or any other relevant provisions of the Act and the rules framed there under and the directions issued by the RBI are applicable. Hence paragraph 3 (v) of CARO is not applicable to the Company.

**6. COST RECORDS**

The Central Government has not prescribed maintenance of cost records u/s 148(1) of the Act for any of the products/services of the Company. Thus, paragraph 3(vi) of CARO is not applicable to the Company

**7. STATUTORY DUES**

- (a) Undisputed statutory dues including PF, or ESI, income-tax, sales-tax, service tax, duty of custom, duty of excise, VAT, cess have been regularly deposited by the Company with the appropriate authorities in all cases during the year.
- (b) There are no dues of income <sup>-12-</sup>tax, sales tax, service tax, customs duty, excise duty and VAT which have not been deposited on account of any dispute.
- (c) As per income tax Act, there is demand from income tax department as detailed below

ASST YEAR	SECTION CODE	DATE	AMOUNT
2005-06	143(1)	28/02/2007	111649
2006-07	143(1)	12/03/2008	501195
2008-09	143(1)	06/07/2009	36935

2014-15	220(2)	21/03/2016	260
---------	--------	------------	-----

The Company representatives have explained that there is no actual demand and contacted the department for reducing the same to nil.

**8. REPAYMENT OF DUES TO BANKS OR FINANCIAL INSTITUTIONS**

The Company had no loans from a Financial Institution or Bank or Government or dues to Debenture holders & therefore paragraph 3(viii) is not applicable to the Company

**9. INITIAL PUBLIC OFFER AND TERM LOANS**

The Company has not raised any moneys by way of Initial Public Offer/Further Public Offer and term loans during the year. Paragraph 3(ix) of the Order is therefore not applicable to the Company.

**10. FRAUD**

Based upon the audit procedures performed, we report that no fraud by the Company and no fraud on the Company by its officers/employees has been noticed or reported during the course of our audit.

**11. MANAGERIAL REMUNERATION**

The provisions of S.197 wrt Managerial Remuneration does not apply to Private Limited Companies. Para 3(xi) of the Order is therefore not applicable to the Company

**12. NIDHI COMPANY**

The Company is not a Nidhi Co. and therefore clause 3(xii) of the Order is not applicable to the Company.

**13. RELATED PARTY TRANSACTIONS**

In our opinion, all the Related Party Transactions entered into by the Company during the year are in compliance with the provisions S. 188 of the Act and the details thereof have been disclosed in the Financial Statements as required by the Accounting Standards. Further, in our opinion, the provisions of S. 177 of the Act are not applicable as the Company is a Private Limited Company.

**14. PREFERENTIAL ALLOTMENT OR PRIVATE PLACEMENT OF SHARES AND ITS UTILISATION**

The Company has not made any preferential allotment / private placement of shares during the year and therefore clause 3(xiv) of the Order is not applicable to the Company.

**15. NON-CASH TRANSACTIONS WITH RELATED PARTIES**

The Company has not entered into any non-cash transactions with directors/persons connected with him as stipulated u/s.192 of the Act. Clause 3(xv) of the Order is therefore not applicable to the Company.

**16. REGISTRATION U/S 45 IA OF THE RBI ACT, 1934**

In our opinion, the Company is not required to be registered u/s 45-IA of the Reserve Bank of India Act, 1934.

For **M/s. K. SRIRANGARAJAN & ASSOCIATES.,**  
Chartered Accountants  
FRN : 004067S

Date: 25-05-2017

Place: Bangalore

**CA.K.SRIRANGARAJAN**  
Proprietor  
M.No.026104

**‘Annexure – B’ to the Independent Auditor’s Report of Even Date On The Financial Statements of SIKKA N SIKKA ENGINEERS PRIVATE LIMITED**

**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 SIKKA N SIKKA ENGINEERS PRIVATE LIMITED (“the Company”) as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Company’s management is responsible for establishing and maintaining internal financial controls. 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.

**Auditor’s 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 Standards and Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by ICAI. 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 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.

**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 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, 2017.

For **M/s. K. SRIRANGARAJAN & ASSOCIATES.,**  
**Chartered Accountants**  
**FRN : 004067S**

**Date: 25-05-2017**  
**Place: Bangalore**

-14-

**CA.K.SRIRANGARAJAN**  
**Proprietor**  
**M.No.026104**



**SIKKA N SIKKA ENGINEERS PRIVATE LIMITED**

Particulars	Note No	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>I. EQUITY AND LIABILITIES</b>			
(1) Shareholders' Funds			
(a) Share Capital	2	6,00,000	6,00,000
(b) Reserves and Surplus	3	1,12,86,325	87,35,758
(2) Non-Current Liabilities			
(a) Deferred Tax Liabilities (Net)	4	-	-
(3) Current Liabilities			
(a) Other Current Liabilities	5	6,45,710	2,42,027
<b>Total</b>		<b>1,25,32,035</b>	<b>95,77,785</b>
<b>II.ASSETS</b>			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	6	5,751	11,394
(b) Non-Current Investments	7	36,89,077	36,48,151
(c) Deffered Tax Asset	8	12,760	13,230
(d) Long Term Loans and Advances	9	30,53,040	30,53,540
(2) Current Assets			
(a) Cash and Cash Equivalents	10	45,72,822	5,16,417
(b) Short-Term Loans and Advances	11	11,98,585	5,54,895
(c) Other Current Assets	12	-	68,000
(d) Trade receivable	13		17,12,158
<b>Total</b>		<b>1,25,32,035</b>	<b>95,77,785</b>

Significant Accounting Policies and  
Notes on Financial Statements

1  
2 to 16

Schedules referred to above form an integral part of this Balance Sheet  
As per our report of even date

For and on behalf of

**K. SRIRANGARAJAN & ASSOCIATES**

Chartered Accountants

FRN - 004067S

**K. SRIRANGARAJAN**

Proprietor

M.No.026104

Place : Bangalore

Date : 25/05/2017

For and on behalf of the board

**Krishna Sikka**

Chairperson

DIN:01226312

**Kunal Sikka**

Director

DIN:05240807

**Rajeev Sikka**

Director

DIN:00902887

Particulars	Note No	Figures for the current reporting period 31.03.2017	Figures for the previous reporting period 31.03.2016
I. Revenue From Operations	13	3,15,000	5,40,000
II. Other Income	14	41,71,854	4,07,548
<b>III. Total Revenue (I + II)</b>		<b>44,86,854</b>	<b>9,47,548</b>
IV. Expenses:			
Depreciation and Amortization Expenses	6	5,643	5,635
Other Expenses	15	13,50,964	7,29,372
<b>Total Expenses</b>		<b>13,56,607</b>	<b>7,35,007</b>
V. Profit Before Tax (III - IV)		<b>31,30,247</b>	<b>2,12,541</b>
VI. Tax Expense:			
(1) Current Year Tax Expense		5,88,000	54,000
Less: MAT Credit Entitlement		-	-
(2) Current Year Tax Income for earlier Years		(8,790)	-
(3) Deferred Tax Income/(Expense)		(470)	1,742
VII. Profit/(Loss) For The Period (V+VI)		<b>25,50,567</b>	<b>1,60,283</b>
VIII. Earning Per Equity Share:			
(1) Basic	16	425.09	26.71
(2) Diluted	16	425.09	26.71

Significant Accounting Policies and  
Notes on Financial Statements

1 to 16

Schedules referred to above form an integral part of this Balance Sheet  
As per our report of even date

For and on behalf of  
K. SRIRANGARAJAN & ASSOCIATES  
Chartered Accountants  
FRN - 004067S

K. SRIRANGARAJAN  
Proprietor  
M.No.026104

Place : Bangalore  
Date : 25/05/2017

For and on behalf of the board

*Krishna Sikka*  
Krishna Sikka  
Chairperson  
DIN:01226312

*Kunal Sikka*  
Kunal Sikka  
Director  
DIN:05240807

*Rajeev Sikka*  
Rajeev Sikka  
Director  
DIN:00902887



# SIKKA N SIKKA ENGINEERS PRIVATE LIMITED

Notes to Financial Statements as on 31.03.2017

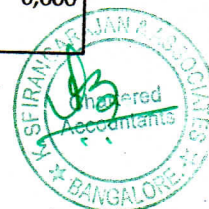
Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>2.SHARE CAPITAL</b>		
<b>Equity Shares with Voting Rights</b>		
<b>Authorised Capital</b>		
24,000 Equity Shares of Rs.100/- Each (Previous year 24,000 Equity Shares of Rs.100/- Each)	24,00,000	24,00,000
<b>Equity Shares with Voting Rights</b>		
<b>Issued Capital</b>		
6,000 Equity Shares of Rs.100/- Each (Previous year 6,000 Equity Shares of Rs.100/- Each)	6,00,000	6,00,000
<b>Equity Shares with Voting Rights</b>		
<b>Subscribed and Paid up Capital</b>		
6,000 Equity Shares of Rs.100/- Each (Previous year 6,000 Equity Shares of Rs.100/- Each)	6,00,000	6,00,000
<b>TOTAL</b>	<b>6,00,000</b>	<b>6,00,000</b>

Details of Shareholders holding more than 5% shares

Name of the Shareholder	No. of Shares	% held
<b>As at 31st March 2017</b>		
<b>Equity Shares with voting rights</b>		
Sika Interplant Systems Limited	6,000	100%
<b>As at 31st March 2016</b>		
<b>Equity Shares with voting rights</b>		
Sika Interplant Systems Limited	6,000	100%

Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period

Particulars	Number of Shares as at 31/03/2017	Number of Shares as at 31/03/2016
<b>Equity Shares with voting rights</b>		
Opening Balance	6,000	6,000
Add. Issued During the Year	-	-
Less.Bought back during the year	-	-
<b>Closing Balance</b>	<b>6,000</b>	<b>6,000</b>

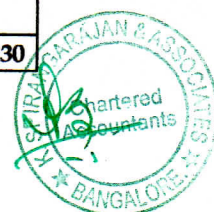


# Details of Shares held by holding Company

Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>Equity Shares with Voting Rights</b>		
Sika Interplant systems limited, the holding company		
No of Shares	6,000	6,000
% held	100.00%	100.00%

Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>3.RESERVES AND SURPLUS</b>		
<b>Capital Reserve</b>		
Opening Balance	5,00,000	5,00,000
Add:Additions during the year	-	-
Less:Utilised/Transferred during the year	-	-
<b>Closing Balance</b>	<b>5,00,000</b>	<b>5,00,000</b>
<b>General Reserve</b>		
Opening Balance	14,62,661	14,62,661
Add:Additions during the year	-	-
Less:Utilised/Transferred during the year	-	-
<b>Closing Balance</b>	<b>14,62,661</b>	<b>14,62,661</b>
Surplus/(Deficit) in statement of Profit and Loss Account		
Opening balance	67,73,097	66,12,814
Add: Profit/(Loss) for the year	25,50,567	1,60,283
Less: Effect on depreciation due to change in estimates	-	-
<b>Closing Balance</b>	<b>93,23,664</b>	<b>67,73,097</b>
<b>Total</b>	<b>112,86,325</b>	<b>87,35,758</b>

Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>NON CURRENT LIABILITIES</b>		
<b>4.DEFERRED TAX LIABILITY</b>		
In view of the accumulated impact of deferred tax arising on account of timing differences and expected to be reversed during forthcoming years is recognised as an adjustment to balance of Profit and Loss Account as prescribed in AS 22. The composition of accumulated deferred tax Liability is as under:		
- Deferred Tax Liability		
Related to Fixed Assets- Depreciation	12,760	13,230
<b>Total</b>	<b>12,760</b>	<b>13,230</b>



Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>5.OTHER CURRENT LIABILITIES</b>		
<b>Other Payables</b>		
Statutory Remittances	-	8,900
Provision for Income Tax	6,33,210	54,000
Sundry Creditors	12,500	1,79,127
<b>Total</b>	<b>6,45,710</b>	<b>2,42,027</b>

Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>NON CURRENT ASSETS</b>		
<b>7.NON CURRENT INVESTMENTS</b>		
<b>Other Investments (at Cost)</b>		
<b>Quoted</b>		
<b>Investment in Mutual Funds</b>		
Birla Sunlife Dynamic bond fund (Current Year - 24178.355 units of Rs. 11.0418/- each; PY - 21,719 units of Rs. 11.46/- each) (Market Value, CY-Rs 2,66,972/-, PY -Rs 2,48,911.32/-)	2,66,972	2,48,911
Birla Sunlife Floating rate fund (Current Year - 2593.449 units of Rs.100.0495- each ; PY - 2311.115 units of Rs.100.2903 each) (Market Value, CY-Rs. 2,59,473/-, PY -Rs.2,45,176/-)	2,59,473	2,45,176
Aerotek Sika Aviosystems Private Limited (Previous Year NIL) (Market Value, PY -NIL)	30,30,000	30,30,000
Templton India Low duration fund (Current Year -12,498.492 units of Rs.10.5718 each ; PY - 11,099.672 units of Rs.10.5002/-) (Market Value, CY-Rs.1,32,132/-, PY - Rs.1,23,562.83/-)	1,32,132	1,23,563
Government Securities	500	500
<b>Total</b>	<b>36,89,077</b>	<b>36,48,151</b>

Note:

1.Aggregate Amount of Quoted Investments	6,58,577	6,17,651
2.Aggregate Amount of Unquoted Investments	30,30,500	30,30,500
3.Aggregate Market Value of Quoted Investments	5,90,668	6,17,651





Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>8.DEFERRED TAX ASSET</b>		
In view of the accumulated impact of deferred tax arising on account of timing differences and expected to be reversed during forthcoming years is recognised as an adjustment to balance of Profit and Loss Account as prescribed in AS 22. The composition of accumulated deferred tax asset is as under:		
- Deferred Tax Asset		
Related to Fixed Assets- Depreciation	12,793	13,230
	<b>12,793</b>	<b>13,230</b>

Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>9.LONG TERM LOANS AND ADVANCES</b>		
Unsecured and Considered good		
Security Deposits	53,040	53,540
Security Deposits (Aerotek Sika)	30,00,000	30,00,000
<b>Total</b>	<b>30,53,040</b>	<b>30,53,540</b>

Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>10.CASH AND CASH EQUIVALENTS</b>		
Cash in Hand	826	663
In Current Account	43,607	19,27,912
In Fixed Deposits	45,28,389	3,00,000
<b>Total</b>	<b>45,72,822</b>	<b>22,28,575</b>

Notes:

(i) Deposits with a Maturity Period of More than 12 Months

3,00,000

3,00,000



Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>11.SHORT TERM LOANS AND ADVANCES</b>		
Unsecured and Considered Good		
Balances with Government Authorities	11,98,585	5,54,895
Advance tax (Net off Provisions)		-
<b>Total</b>	<b>11,98,585</b>	<b>5,54,895</b>

Particulars	current reporting period 31.03.2017	previous reporting period 31.03.2016
<b>12.OTHER CURRENT ASSETS</b>		
Interest accrued on Fixed Deposits	-	-
Others	-	68,000
<b>Total</b>	<b>-</b>	<b>68,000</b>

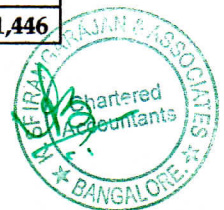


**SIKKA N SIKKA ENGINEERS PRIVATE LIMITED**

**Notes to Financial Statements as on 31st March 2017**

Particulars	Figures for the current reporting period 31.03.2017	Figures for the previous reporting period 31.03.2016
<b>13.REVENUE FROM OPERATIONS</b>		
Sale of Services	3,15,000	5,40,000
<b>Total</b>	<b>3,15,000</b>	<b>5,40,000</b>

Particulars	Figures for the current reporting period 31.03.2017	Figures for the previous reporting period 31.03.2016
<b>14.OTHER INCOME</b>		
Interest Received form Banks	1,28,596	3,73,724
Interest Received form others	2,331	1,648
Dividend Received	40,927	32,176
Capital Gain	40,00,000	3,898
<b>Total</b>	<b>41,71,854</b>	<b>4,11,446</b>



Particulars	Figures for the current reporting period 31.03.2017	Figures for the previous reporting period 31.03.2016
<b>15.OTHER EXPENSES</b>		
Bank Charges	8,975	3,762
Filing Fee	3,776	5,328
Legal and Professional Charges	5,39,917	4,39,058
Locker Rent	11,450	5,056
Membership & Subscription Fees	-	5,725
Office Expenses	7,500	25,938
Postage Telephone & Telegraph Charges	17,164	20,152
Printing & Stationery	3,614	2,910
Rates and Taxes	10,758	15,929
Rent	43,704	87,408
Repairs & Maintenance	5,35,094	-
Sitting Fee	20,000	17,500
Travelling & Conveyance	39,803	78,376
Water & Electricity Charges	6,580	10,780
Transportation charges	23,129	
Balance Written off	68,000	
<b>Payment to Auditors</b>		
Statutory Audit Fees	11,500	11,450
<b>Total</b>	<b>13,50,964</b>	<b>7,29,372</b>

Particulars	Figures for the current reporting period 31.03.2017	Figures for the previous reporting period 31.03.2016
<b>16.EARNINGS PER SHARE</b>		
I. Net Profit As Per Profit And Loss Account Available For Equity Shareholders	25,50,567	1,60,283
II. Weighted Average Number Of Equity Shares For Earnings Per Share Computation		
a.For Basic Earnings per Share	6,000	6,000
b.For Diluted Earnings per Share	6,000	6,000
III. Earnings Per Share(Face Value of Rs. 10/ each)		
Basic	425.09	26.71
Diluted	425.09	26.71





## **SIKKA N SIKKA ENGINEERS PRIVATE LIMITED.**

### **SIGNIFICANT ACCOUNTING POLICIES**

#### **1. Accounting Convention:**

The financial statements are prepared under the historical cost convention on an accrual basis, in accordance with the Generally Accepted Accounting Principles in India ("Indian GAAP") and mandatory Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the act to the extent notified.

#### **2. Revenue Recognition:**

- a. Services - Revenue from services is recognized on completion of service.
- b. Profit on Sale of Investments - Profit/Loss on sale of investments is recognized on the date of redemption.

#### **3. Fixed Assets and Depreciation**

Fixed Assets are stated at cost less accumulated depreciation and impairment (if any). All costs relating to the acquisition and installation of fixed assets have been capitalized.

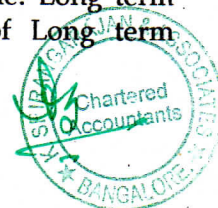
##### **Depreciation/Amortization**

In respect of fixed assets acquired during the period, depreciation/ amortization is charged on a straight line basis so as to write off the cost of the assets over the useful lives and for the assets acquired prior to April 1, 2014, the carrying amount as on April 1, 2014 is depreciated over the remaining useful life based on an evaluation.

Sl. No	Asset	Useful Life
1	Office Equipments	5 Years
2	Furniture and Fixtures	10 Years

#### **4. Investments**

Current investments are carried at lower of cost and quoted / fair value. Long term Investments are stated at cost. Provision for diminution in value of Long term investments only if such a decline is other than temporary.





## **5. Foreign currency transactions**

Transactions in foreign currency are recorded using the spot rate at the transaction date and exchange differences resulting from settled transactions are adjusted in the profit and loss account. At the balance sheet date, monetary items denominated in foreign currencies are converted into rupee equivalents at exchange rates as at the balance sheet date. Those relating to acquisition of fixed assets are adjusted to the cost of assets.

## **6. Provisions**

A provision is recognized when outflow of resources will be required to settle a present obligation as a result of past events. Accordingly provisions are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

## **7. Taxes on Income**

### **Current Taxation:**

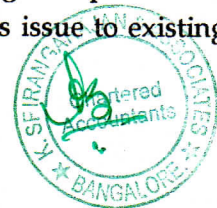
Provision for current income tax is made on the assessable income at the rates applicable to the relevant assessment year. Deferred Tax is recognized on timing differences; being the difference between taxable income and accounting income that originate in one period and are capable of reversing in one or more subsequent periods.

### **Deferred Taxation:**

Deferred tax assets on unabsorbed depreciation and carry forward of losses are recognized only to the extent there is a virtual certainty of its realization.

## **8. Earnings Per Share**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the Purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of equity shares are outstanding during the period are adjusted for events including a bonus issue, bonus element in a rights issue to existing share holders, share split and reverse share split.



## SIKKA N SIKKA ENGINEERS PRIVATE LIMITED

### NOTES ON ACCOUNTS AS AT 31st March, 2016

#### 18. Transactions in Foreign Currency

Earnings in foreign currency in respect of exports is Rs.NIL/- (Previous year -NIL) and there are no expenditure in foreign currency during the period under audit.

#### 19. Current Assets, Loans and Advances

In the opinion of the Board, Current Assets, Loans and Advances are stated at the value realisable in the ordinary course of business.

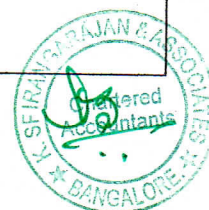
#### 20. Impairment of Assets

In accordance with Accounting Standard - 28 issued by the Institute of Chartered Accounts of India, management has made an assessment and found that there is no impairment in the value of fixed assets.

#### 21. Related Party disclosures

##### A.List of related parties and relationship

Sl. No	Name of the Related Party	Relationship
1	Sika Interplant Systems Limited	Holding Company
2	Krishna Sikka	Chairperson
3	Rajeev Sikka	Key Managerial Personnel
4	Kunal Sikka	
5	M/s. Emsac Engineering Pvt Lt	Affiliates
6	M/s. Sika Tourism Pvt Ltd	
7	M/s. Sterling Technologies Pte Ltd	
8	M/s. Ultraweld Engineers Private Limited	
9	M/s. Gourmet Estates Private Limited	



Transactions during the year with related parties

<u>Transactions during the year ended</u> <u>31st March, 2017</u>	Current Year (31-03-2017)	Previous Year (31-03-2016)
Sale of Services - SIKA INTERPLANT SYSTEMS LIMITED	3,15,000	5,56,140
<u>Balance as at Year ended 31st March, 2016</u>		
Amount Receivable - AEROTEK SIKA AVIOSYSTEMS PRIVATE LIMITED	30,00,000	30,00,000
Amount Receivable - SIKA INTERPLANT SYSTEMS LIMITED	NIL	NIL
Amount Receivable	NIL	NIL
Interest Receivable	NIL	NIL

**22. Dues to "Micro, Small and Medium Enterprises"**

As per the records available with the Company, there are no suppliers who fall within the definition of Micro, Small and Medium Enterprises and hence, the information required to be disclosed in terms of the Micro, Small and Medium Enterprises Development Act, 2006 has not been given.

**23. Previous year's figures have been recast / restated, wherever necessary, to make them comparable with those of the current year.**

For M/s **K. SRIRANGARAJAN & ASSOCIATES**

Chartered Accountants

FRN: 004067S

**CA. K. SRIRANGARAJAN**

Proprietor

M.No.026104

Date - 25/05/2017

Place - Bangalore

For and on behalf of the board

**Krishna Sikka**

Chairperson

DIN:01226312

**Kunal Sikka**

Director

DIN:05240807

**Rajeev Sikka**

Director

DIN:00902887