

INDEPENDENT AUDITORS REPORT

To The Members of AEROTEK SIKA AVIOSYSTEMS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of AEROTEK SIKA AVIOSYSTEMS PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, 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 maintenances 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 judgement, 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, 2021 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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 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: 28/06/2021

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 do not have fixed assets but the Company is having capital work in progress under fixed asstes for which the Company has maintained proper records showing full particulars including quantitative details and situation.
- (b) The Capital work in progress under 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 Management has conducted physical verification of inventory at reasonable interval. No material discrepancies as been noticed on such verification.

3. CONTRACTS OR ARRANGEMENTS ENTERED WHERE DIRECTORS ARE INTERESTED

The Company has entered into marketing agreement with the Company, Sikka N Sikka Engineers Private Limited and received a deposit of Rs.75,00,000/- (Rupees Seventy Five Lakhs Only). In our opinion the terms and conditions are not prejudicial to the interest of the Company.



The Company has entered into marketing agreement with the Company, Sika Interplant System Limited and received a deposit of Rs.3400000/- (Rupees Thirty Four 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, Sikka N Sikka Engineers Private Limited and received a deposit of Rs. 75,00,000/- (Seventy Five Lakhs Only). In our opinion the terms and conditions are not prejudicial to the interest of the Company.

The Company has entered into marketing agreement with the Company, Sika Interplant System Limited and received a deposit of Rs. 3400000/- (Rupees Thirty Four 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 tax, sales tax, service tax, customs duty, excise duty and VAT which have not been deposited on account of any dispute.

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: 24/06/2021

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 AEROTEK SIKKA AVIOSYSTEMS 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 AEROTEK SIKKA AVIOSYSTEMS PRIVATE LIMITED ("the Company") as of March 31, 2021 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, 2021.

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

Chartered Accountants

ERN 004067S



CA.K.SRIRANGARAJAN

Proprietor

M.No.026104




Date:24/6/2021

Place: Bangalore

AEROTEK SIKA AVIOSYSTEM PRIVATE LIMITED
CIN:U29222KA2015PTC081169
NO.3, GANGADHAR CHETTY ROAD BANGALORE 560042


BALANCE SHEET AS AT 31ST MAR 2021

(In Rs.)

Particulars	Note No.	31.03.2021	31.03.2020
ASSETS			
Non-current assets			
(a)Property, Plant and Equipment		8584142	9719711
(b)Capital work-in-progress			
(c)Investment Property			
(d)Goodwill			
(e)Other intangible assets			
(f)Intangible assets under development			
(g)Biological Assets other than bearer plants			
(h)Financial Assets			
i. Investments			
ii. Trade receivables		0	0
iii. Loans			
iv. Others		0	0
(i)Deferred tax assets (net)			
(j)Other non-current assets	-	0	0
Current assets			
(a)Inventories		26975546	24330390
(b)Financials Assets			
i. Investments			
ii. Trade receivables			
iii. Cash and Cash equivalents	2	142200	386424
iv. Bank balances other than (iii) above			
v. Loans			1199173
vi. others	3	1200974	
(c)Current Tax Assets(Net)			
(d)Other current assets	4	17750	17750
Total Assets		36920612	35653448
EQUITY AND LIABILITIES			
Equity			
(a)Equity Share Capital	5	15000000	15000000
(b)Reservs and Surplus	-	-3824290	-2874436
Liabilities			
Non-current Liabilities			
(a)Financial Liabilites			
i. Borrowings			
ii. Trade payables			
iii. Other financial Liabilities			
(b)Provisions			
(c)Deffered tax Liabilities(Net)			
(d)Other non-current liabilities	6	11900000	11900000
(e)Unsecured Loan	7	10114788	7910139
Current Liabilities			
(a)Financial Liabilities			
i. Borrowings			
ii. Trade payables	8	2181520	2193548
iii. Other financial Liabilities			
(b)Other current Liabilities	9	1548594	1524197
(c)Provisions		0	0
(d)Current Tax Liabilities(Net)			
Total Equity and Liabilities		36920612	35653448
Significant accounting policies & Notes to accounts	1		
The notes referred to above form an integral part of the financial statements. This is the Balance Sheet referred to in our report of even date.			
For Chartered Accountants			
FRN: Name of Audit Firm			
For K. SRIRANGARAJAN & ASSOCIATES			
Chartered Accountants			
FRN: 004067S			
			
K. SRIRANGARAJAN proprietor Membership No. 026104		 Kunal Sikka Director DIN: 05240807	 Dinesh Balaraj Director DIN: 07214903
Place: Bangalore			
Date: 28/06/2021			

AEROTEK SIKKA AVIOSYSTEM PRIVATE LIMITED
CIN:U29222KA2015PTC081169
NO.3, GANGADHAR CHETTY ROAD BANGALORE 560042

STATEMENT OF PROFIT AND LOSS FOR THE QUARTER ENDED 31st MARCH 2021 (In Rs.)

Particulars	Note No.	31.03.2021	31.03.2020
REVENUE			
Revenue from Operations		0	0
Other income	10	663	0
Total Revenue		663	0
EXPENSES			
Cost of material and consumables		1075	68980
Cost of material (Trading)			
Changes in inventory of work-in-progress		-2645156	-3176280
Employee benefits expense		1769147	2002111
Finance costs	11	437458	179667
Depreciation and amortisation expense		1135569	1128209
Other Expenses	12	252425	951095
Total Expenses		950518	1153782
Profit/(Loss) before exceptional & extraordinary items & tax		-949855	-1153782
Exceptional items			
Profit/(Loss) before extraordinary items & tax		-949855	-1153782
Extraordinary items			
Profit/(Loss) before tax		-949855	-1153782
Less: Tax expenses			
1. Current year tax Expense			
Less: MTA Credit Entitlement			
2. Current year tax Income for earlier years			
3. Deferred tax Income /(Expense)			
Other Comprehensive Income, Net off Income Tax			
A. Items that will not be reclassified to Profit & Loss			
Exchange Gain / (Loss) due to translation			
B. Items that will be reclassified to Profit & Loss			
Total Comprehensive Income, Net of Income Tax			
Profit/(Loss) for the period		-949855	-1153782
Earnings per equity share			
Basic and Diluted		-6.33	-7.69
Weighted no of shares			
Diluted		-6.33	-7.69
Weighted no of shares			
Significant accounting policies	1		
Notes to accounts	2 to 13		
The notes referred to above form an integral part of the financial statements.			
This is the Statement of Profit & Loss referred to in our report of even date.			
Chartered Accountants FRN: Name of Audit Firm			
For K. SRIRANGARAJAN & ASSOCIATES Chartered Accountants FRN: 0040675			
			
K. SRIRANGARAJAN proprietor Membership No. 026104		 Kunal Sikka Director DIN: 05240807	
		 Dinesh Balaraaj Director DIN: 07214903	
Place: Bangalore Date: 28/06/2021			

AEROTEK SIKA AVIOSYSTEMS PRIVATE LIMITED
CIN:U29222KA2015PTC081169
NO.3, GANGADHAR CHETTY ROAD BANGALORE KA 560042 IN

NOTES TO THE FINANCIAL STATEMENTS AS AT 31ST MARCH 2021

NOTE :2-Cash & Bank Balances

Particulars	31.03.2021	31.03.2020
Cash on hand	5,540	539
Balances with Banks		
<u>In Current Accounts:</u>		
Canara Bank - 1420201100420	14,577	23,993
Canara Bank - 1927201010533	23,353	263,162
Canara Bank - 1927201010537	7,120	7,120
Canara Bank - 1927242010345(gbp)	16,610	16,610
Fixed Deposits	75,000	75,000
Total	142,200	386,424

Note 3 - Current Loans

GST credit	1,189,633	1,187,833
Sales tax Deposits	7,500	7,500
Telephone Deposit	3,841	3,841
linde India		-
Total	1,200,974	1,199,174

NOTE 4-Other current assets

Stock		-
IMPREST A/c	-	1,250
KKC credit		-
advance staff	6,250	5,000
Cenvat Credit		-
Preliminary Expenses	11,500	11,500
Prepaid Expenses		-
Advances paid to Creditors		-
Total	17,750	17,750

NOTE:5-Share Capital

Authorized Share Capital (1,50,000 Equity Shares of Rs.100/- each)	15,000,000	15,000,000
Equity Shares with Voting Rights Issued, Subscribed & Paid Up Share Capital (1,50,000 Equity Shares of Re.100/- each fully paid up)	15,000,000	15,000,000
Total	15,000,000	15,000,000
RESERVES AND SURPLUS		
Surplus/(Deficit) as per Statement of Profit and Loss		
a)Share Premium Account	149,790	149,790
b)Surplus (deficit) as per Statement of Profit & Loss	(3,024,225)	(1,870,443)
Add: Transferred from Statement of Profit and Loss	(949,855)	(1,153,782)
Total	(3,824,290)	(2,874,435)



(a) Reconciliation of number of Shares outstanding at the beginning & at the end of the reporting period

Particulars	31.03.2021	31.03.2020
Shares outstanding at the beginning	150,000	150,000
Shares Issued during the period	-	-
Capital Reduction during the Period	-	-
Shares outstanding at the end	150,000	150,000

(b) The Company has only one class of shares ("Equity Shares"), having a face value of Re. 100 each.

(c) Shares in company held by each shareholders holding > 5% shares specifying number of shares held

Particulars	31.03.2021	31.03.2020
Sika Interplant System Limited		
No of shares	46,290	46,290
% Held	30.86%	30.86%
Sikka N Sikka Engineers Private Limited		
No of shares	30,000	30,000
% Held	20.00%	20.00%
(Wholly owned subsidiary of Sikka Interplant Systems Ltd)		
Aerotek Aviation Engineering Limited		
No of shares	73,100	73,100
% Held	48.73%	48.73%
Total	149,391	149,391

(d) No shares are reserved for issue under options or contracts/commitments for the sale of shares/ dis-

(e) There are no calls unpaid by directors or officers of the company.

(f) Details of Shares held by Holding Company

Particulars	31.03.2021	31.03.2020
Sika Interplant System Limited		
No of shares	46,290	46,290
% Held	30.86%	30.86%
Sikka N Sikka Engineers Private Limited		
No of shares	30,000	30,000
% Held	20.00%	20.00%
(Wholly owned subsidy of Sikka Interplant Systems Ltd)		
Total	46,290	46,290



NOTE :6-Other Non current liabilities

Particulars	31.03.2021	31.03.2020
Security Deposits:		
Sika Interplant Systems Limited	4,500,000	4,500,000
Sikka N Sikka Engineerings Private Limited	7,400,000	7,400,000
Total	11,900,000	11,900,000

NOTE :7-Unsecured Loans

Particulars	31.03.2021	31.03.2020
Unsecured Loans		
Kunal Sikka	-	1,140,000
Rajeev Sikka	-	400,000
Sika Interplant Systems Ltd	10,114,788	6,370,139
Total	10,114,788	7,910,139

NOTE :8-Trade Payables

Particulars	31.03.2021	31.03.2020
Dues to		
Trade payable more than six month period	2,171,520	2,171,520
Trade payable Less than six month peroid	10,000	22,028
Total	2,181,520	2,193,548

NOTE :9-Other Current Liabilities

Particulars	31.03.2021	31.03.2020
Other payables		
Payable to Employees	144,610	145,953
Service contract payable	16,640	-
Professional Tax	800	1,200
TDS - Contractors	135	477
TDS - Profession	-	-
TDS - Salary	-	5,000
TDS - interest	32,809	17,967
Advance from customer - Aerotek Uk	1,353,600	1,353,600
Total	1,548,594	1,524,197



AEROTEK SIKA AVIOSYSTEMS PRIVATE LIMITED
CIN:U29222KA2015PTC081169
NO.3, GANGADHAR CHETTY ROAD BANGALORE KA 560042 IN

NOTES TO THE FINANCIAL STATEMENTS AS AT 31ST MARCH , 2021

NOTE:10-Other Income

Particulars	31.03.2021	31.03.2020
Other income	663	-
From Deposits	-	-
Total	663	-

NOTE:11-Finance Costs

Interest cost	437,458	179,667
Total	437,458	179,667

NOTE:12-Other Expenses

Establishment Expenses		
Payment to Auditors		
Audit Fees	20,000	-
Business Promotion		
Bank Charges	539	10,647
Office Expenses	994	178,885
filing fees	1,200	3,800
Postage and Courier	420	1,130
Rates and Taxes	3,232	3,526
Printing and Stationery		16,552
Insurance		
Travelling	751	78,754
Repair & maintenance	934	144,225
Service contract charges	195,928	217,600
Staff welfar expenses	75	30,202
Director sitting fees		5,000
Professional Fees	13,200	41,153
Telephone and mobile expenses	15,152	12,010
Processing fees		200,000
Membership & subscription, registration		7,611
Total	252,425	951,095

Particulars	31.03.2021	31.03.2020
Earnings Per Share		
a.For Basic Earnings per Share	15,000,000	15,000,000
b.For Diluted Earnings per Share	15,000,000	15,000,000
Earnings per Share (Face Value of Rs.100/- each)		
Basic	(2.19)	(2.19)
Diluted	(2.19)	(2.19)



AEROTEK SIKA AVIOSYSTEMS PRIVATE LIMITED
CIN:U29222KA2015PTC081169

NOTE:2-FIXED ASSETS

Description	Life Span of Assets in Years	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK			
		As at 01/04/2020		As at 31/03/2021		As at 01/04/2020		As at 31.03.2021		As at 31.03.2021	As at 01/04/2020		
		Additions	Deletions	Additions	Deletions	Additions	Deletions	Additions	Deletions				
a) Tangible Assets													
Plant & machinery	15	7,347,061	-	7,347,061	489,804	-	957,571	1,447,375	5,899,686	6,389,490			
Furniture and Fixtures	10	3,487,181	-	3,487,181	348,718	-	697,436	1,046,154	2,441,027	2,789,745			
office Equipments	5	608,572	-	608,572	121,714	-	243,428	365,143	243,429	365,144			
Computers	3	525,996	-	525,996	175,332	-	350,664	525,996	-	175,332			
Subtotal (a)		11,968,810	-	11,968,810	1,135,569	-	2,249,099	3,384,668	8,584,142	9,719,711			



AEROTEK SIKA AVIOSYSTEMS PRIVATE LIMITED

1. Significant Accounting Policies

a) Basis of Preparation

The financial statements are prepared under the historical cost convention on the accrual basis of accounting and materially comply with the mandatory accounting standards and statements issued by the Institute of Chartered Accountants of India.

b) Fixed Assets and Depreciation

There are no fixed assets existing in the Company. Capital Work In Progress will be capitalized when the assets are utilized for production.

c) Investment

Non Current investments are valued at cost, less any provision for permanent diminution in value.

Current Investments are stated at lower of cost and fair value.

d) Taxation

Provision for current taxes is recognized under the taxes payable method based on the estimated tax liability computed after taking credit for allowances and exemptions in accordance with the Indian Income Tax Act, 1961.

Deferred tax assets and / or liabilities are recognized for future tax consequences attributable to timing differences that result between the profits offered for income taxes and the profits as per the financial statements of the Company. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only if there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

e) Revenue Recognition

The company derives its revenue primarily from services and is recognized on completion of service. All incomes and expenditures are accounted on accrual basis.

Dividend on investment is recognized only when the right to receive the payment is established.

f) 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.



Notes to Financial Statements for the year ended 31st March 2021

16. Related Party Transactions:

(a) Names of Related Parties and Nature of Relationship

SL No	Name of the Related Party	Relationship
1	Mr.Simon Henry Graham Born	Director
2	Mr.Richard Neill May	Director
3	Mrs.Eugenia Eleni May	Director
4	M/s.Aerotek Aviation Engineering Limited	Associate Company
5	Dr.C.G.Krishnadas Nair	Director
6	Mr. Rajeev Sikka	Director
7	Mr. Kunal Sikka	Director
8	Mr.Dinesh Balaraj	Director
9	M/s.Sika Interplant Systems Limited	Holding Company
10	M/s.Sikka n Sikka Engineers Pvt Ltd	Associate Company

b) Transactions and Balances with Related Parties

<u>Transactions during the year ended 31st March, 2021 (Figures in brackets indicate Previous Year Figures)</u>	Key Management Personnel	Affiliates
Loan received	-	33,40,700
	-	(39,11,700)
Security Deposit Received	-	-
	(-)	-
Balances Outstanding as at 31 March 2021	(-)	2,20,14,788



17. In the opinion of the Board of Directors, current assets, loans and advances have the value and realization in the ordinary course of business at least equal to the amounts at which they are stated in the Balance Sheet.
18. All amounts in the financial statements are stated in Indian Rupees rounded off to the nearest rupee.
19. Previous year's figures have been regrouped / recast / restated, wherever necessary, to make them comparable with those of the current year.
20. The liability of gratuity has not been provided as the company is only 4 years old and same will be made provision after 5 years of service.

For **K. SRIRANGARAJAN & ASSOCIATES**
Chartered Accountants
FRN: 004067S



K. SRIRANGARAJAN
Proprietor
M.No: 026104

For and on behalf of the board

✓


Kunal Sikka
Director
DIN: 05240807


Dinesh R.G. Balaraj
Director
DIN: 07214903

Place: Bangalore
Date: 28/06/2021