



SIKKO INDUSTRIES LIMITED

ANNUAL REPORT 2016-17

REGISTERED OFFICE:

508, Iscon Eligance, Nr. Jain
Temple Nr. Prahladnagar Pick up
Stand, Vejalpur, Ahmedabad – 380
051

CORPORATE INFORMATION

BOARD OF DIRECTORS		COMMITTEES OF BOARD		
Mr. Ghanshyambhai Kumbhani	Chairman & Whole Time Director	AUDIT COMMITTEE:		
Mr. Jayantibhai Kumbhani	Managing Director	Mr. Hasmukh Vavaiya	Chairman	
Mr. Pravinbhai Kumbhani	Non-Executive Director	Mrs. Mamtaben Thumbar	Member	
Mrs. Mamtaben Thumbar	Independent Director	Mr. Jayantibhai Kumbhani	Member	
Mr. Hasmukh Vavaiya	Independent Director			
CHIEF FINANCIAL OFFICER:		STAKEHOLDERS RELATIONSHIP COMMITTEE		
Mr. Mukesh Shah		Mrs. Mamtaben Thumbar	Chairperson	
COMPANY SECRETARY AND COMPLIANCE OFFICER:		Mr. Hasmukh Vavaiya	Member	
Ms. Maitry Doshi		Mr. Pravinbhai Kumbhani	Member	
REGISTERED OFFICE:				
508, Iscon Eligance, Nr. Jain Temple, Nr. Prahladnagar Pick up Stand, Vejalpur, Ahmedabad-380051.		NOMINATION AND REMUNERATION COMMITTEE		
STATUTORY AUDIORS:		Mr. Hasmukh Vavaiya	Chairman	
M/s. Ashok Bhatt & Co. Chartered Accountants B-603 Signature-2, Nr. Sarkhej Sanand Circle, Opp. Relief hotel, S.G. Highway, Ahmedabad-382210		Mr. Mohanbhai Kumbhani	Member	
		Mrs. Mamtaben Thumbar	Member	
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SIKKO INDUSTRIES LIMITED

Corporate Identity Number (CIN): U51909GJ2000PLC037329

Regd Office: 508, Iscon Eligance, Nr. Jain Temple, Nr. Prahladnagar Pick up Stand, S.G. Highway, Vejalpur, Ahmedabad-380051; **Tel:** (079) 66168950/51 **Visit us at:** www.sikkoindia.com, **Email:** compliance@sikkoindia.com

NOTICE OF SEVENTEENTH (17TH) ANNUAL GENERAL MEETING

Notice is hereby given that the 17th Annual General Meeting (AGM) of the Members of Sikko Industries Limited will be held on Friday, September 29, 2017 at 10.00 A.M. at the registered office of the company situated at 508, Iscon Eligance, Nr. Jain Temple, Nr. Prahladnagar Pick up Stand, Vejalpur, Ahmedabad-380051, to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2017 together with the Reports of the Board and Auditors thereon; and
2. To appoint Mr. Jayantibhai M. Kumbhani (DIN: 00587807), who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and approve the re- appointment of M/s. Ashok k. Bhatt & Co Chartered Accountants, Ahmedabad (Firm Registration No. 100657W) as the Statutory Auditors of the Company 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, 142 and all other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 as amended from time to time, pursuant to the recommendation of audit committee, M/s. Ashok k. Bhatt & Co Chartered Accountants, Ahmedabad (Firm Registration No. 100657W) be and hereby appointed as Statutory Auditors of the Company, to hold such office from the conclusion of this Annual General Meeting until the conclusion of 22nd Annual General Meeting of the Company to be held in the year 2022 at such remuneration as may be determined by the board of Directors of the Company."

SPECIAL BUSINESSES:

4. Appointment cum regularization of appointment of Mr. Hasmukhbhai Vavaiya as an Independent Director and in this regard to consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution:**

"RESOLVED THAT pursuant to Sections 149, 150 and 152 of the Companies Act, 2013 and the Rules made thereunder, read with Schedule IV to the Companies Act, 2013, Mr. Hasmukhbhai Vavaiya who was appointed as an Additional Independent Director of the Company by the Board of Directors with effect from May 4, 2017 and who holds office until the date of this AGM in terms of Section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Companies Act, 2013 signifying his intention to propose Mr. Hasmukhbhai Vavaiya as a candidate for the office of an Independent director of the Company, be and is hereby appointed as an Independent Director of the Company to hold office for a period of 5 (Five) years w.e.f. May 4, 2017.

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

5. Appointment cum regularization of appointment of Mr. Pravinbhai M. Kumbhani, Non-Executive Director and in this regard 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 152 and any other applicable provisions of the Companies Act, 2013 ("the Act") and the Rules made there under (including any statutory modification(s) or re-enactments thereof for the time being in force), Ms. Bhumi

Patel (DIN 07473437), who was appointed as an Additional Director of the Company with effect from July 25, 2017 by the Board of Directors and who holds office up to the date of this Annual General Meeting of the Company under Section 161(1) of the Companies Act, 2013 (the Act) but is eligible for appointment and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a Member proposing his candidature for the office of Director, be and is hereby appointed as a Non-Executive Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary to give effect to the above resolution."

By the Order of Board of Directors

Sikko Industries Limited

Sd/-

Jayantibhai kumbhani

Managing director

DIN: 00587807

Place: Ahmedabad

Date: September 5, 2017

NOTES:

1. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, relating to the Special Businesses to be transacted at the Annual General Meeting is annexed hereto.
2. Details of directors retiring by rotation/ seeking appointment/ re-appointment at the ensuing Meeting are provided in the "Annexure" to this notice pursuant to provisions of the SEBI (LODR) Regulations, 2015 and Secretarial Standards on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India. The directors have furnished their consent/ declaration for appointment/ re appointment as required under the Companies Act, 2013 and the Rules made thereunder.

3. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL 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.

Pursuant to Section 105 of the Companies Act, 2013 read with Rule 19 of Companies (Management and Administration) Rules, 2014, a person can act as proxy on behalf of members not exceeding fifty and holding in aggregate not more than ten percent of the total share capital of the Company carrying voting rights. Members 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 proxy for any other member.

The instrument of proxy in order to be effective should be deposited at the Registered Office of the Company, duly filled, stamped and signed, not later than 48 hours before the commencement of the meeting. A proxy form for the AGM is enclosed. Proxies submitted on behalf of the Limited Companies, societies etc., must be supported by an appropriate resolution/ authority as applicable.

4. During the period beginning 24 hours before the time fixed for the commencement of Meeting and ending with the conclusion of the Meeting, a Member would be entitled to inspect the proxies lodged at any time during the business hours of the company.
5. Corporate members intending to send their authorized representative(s) to attend the Annual General Meeting, pursuant to Section 113 of the Companies Act, 2013, are requested to send the Company, a certified copy of the relevant Board Resolution together with the respective specimen signature of those representative(s) authorized under the said resolution to attend and vote on their behalf at the Meeting.
6. Members/ proxies/ authorized representatives are requested to bring the Attendance Slip enclosed herewith, duly filled and signed attending the meeting. The signature of the attendance slip should match with the signature(s) registered with the Company. Members holding shares in dematerialized form are requested to bring their Client ID and DP ID numbers for identification.
7. The Register of Members and Share Transfer books of the Company will remain closed from Saturday, September 23, 2017 to Friday, September 29, 2017 (both days inclusive) and same will be re-opened from Saturday, September 30, 2017 onwards.

8. Members who hold shares in the dematerialized form and want to change/ correct the bank account details should send the same immediately to their concerned Depository Participant and not to the Company. Members are also requested to give the MICR Code of their bank to their Depository Participants. The Company will not entertain any direct request from such members for change of address, transposition of names, deletion of name of deceased joint holder and change in the bank account details. While making payment of Dividend, Registrar is obliged to use only the data provided by the Depositories, in case of such demat shares.
9. Members holding shares in physical form are advised to submit particulars of their bank account, viz. name and address of the branch of the bank, MICR code of the branch, type of account and account number to our Registrar and Share Transfer Agent, Purva Shareregistry (India) Private Limited, Unit no. 9, Shiv Shakti Industrial Estate, JR Boricha Marg, Lower Parel (East), Mumbai – 400 011
10. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form to eliminate all risks associated with physical shares and for ease of portfolio management. Members can contact the Company or Purva Shareregistry (India) Private Limited for assistance in this regard.
11. In case of joint holders attending the AGM, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
12. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13.
13. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant provisions of Companies (Management and Administration) Rules, 2014, Companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their e-mail address either with the Company or with the Depository. Members may note that this Notice and the Annual Report 2016-17 will also be available on the Company's website viz. www.sikkoindia.com.
14. Physical copy of the Notice of AGM, Annual Report and Attendance Slip along with proxy form is being sent to those members who have not registered their e-mail address with the Company. Members who have received the notice of AGM, Annual Report and Attendance slip along with the proxy form in electronic mode are requested to print the Attendance Slip and submit a duly filled in Attendance Slip at the Registration counter at the AGM.
15. To support the 'Green Initiative', Members who have not registered their e-mail addresses are requested to register the same with Purva Shareregistry (India) Private Limited. Members are requested to update their e-mail address along with their Client ID/ DP ID with their respective DP for their demat account(s). The registered e-mail address will be used for sending future communications.
16. The route map showing directions to reach the venue of the 17th AGM is annexed to this notice and uploaded on the website of the Company, i.e, www.sikkoindia.com
17. Members may also note that the notice of the 17th AGM and the Annual report for the year 2016-17 will be available on the Company's website www.sikkoindia.com. The physical copies of the documents will also be available at the Company's registered office for inspection during normal business hours on working days.
18. The Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Companies Act, 2013, the Register of Contracts or arrangements in which Directors are interested under Section 189 of Companies Act, 2013 will be available for inspection at the Annual General Meeting.
19. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the Annual General Meeting.
20. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the Securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their

Depository Participant(s). Members holding shares in physical form are requested to submit their PAN details to the Registrar and Share Transfer Agents, Purva Sharegistry (India) Private Limited, Unit no. 9, Shiv Shakti Industrial Estate, JR Boricha Marg, Lower Parel (East), Mumbai – 400 011

21. Members desiring any information relating to the accounts are requested to write to the Company well in advance so as to enable the management to keep the information ready.
22. Members who hold shares in physical mode in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to Purva Sharegistry (India) Private Limited, for consolidation into single folio.
23. Members seeking any information with regard to the accounts are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the Annual General Meeting.
24. In pursuance of the provisions of Section 108 of the Act and the Rules framed there under, as amended from time to time, the Company is exempted from giving the Members the facility to cast their vote electronically, through the remote e-voting services on the resolutions set forth in this Notice. However, voting through permitted mode under the Companies Act, 2013 will be allowed at the venue of Annual General Meeting.
25. All documents specifically referred to in this Notice and the Explanatory Statement are opened for inspection at the Registered office of the Company between 02.00 p.m. and 04.00 p.m. on all working days (except Saturdays, Sundays and Holidays) up to the date of AGM.
26. The Company has not declared any dividend. Further, the Company does not have any unpaid or unclaimed dividend amount outstanding as on the closure of financial year 2016-17. Therefore, the Company is not required to upload the details of Unpaid and unclaimed dividend amounts.

Further, during the year, the Company has not transferred any amount to fund established under Section 125 of the Companies Act, 2013.

EXPLANATORY STATEMENT

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("the Act")

ITEM NO 4:

The Board of Directors of the Company, in their Board Meeting held on May 4, 2017 has appointed Mr. Hasmukh Vavaiya (DIN 07807509) as an Additional (Non-Executive Independent) Director of the Company w.e.f. May 4, 2017 under Section 161 read with Section 149 of the Act and applicable Articles of the Company's Articles of Association.

Pursuant to provisions of Section 161 of the Companies Act, 2013, Mr. Hasmukh Vavaiya holds office up to the date of ensuing Annual General Meeting of the Company. A notice has been received from member along with deposit of requisite amount under Section 160 of the Companies Act, 2013 proposing candidature of Mr. Hasmukh Vavaiya for appointment as a Non-Executive Independent Director of the Company.

Mr. Hasmukh Vavaiya is not disqualified from being appointed as Director in terms of section 164 of the Companies Act, 2013. Further, Mr. Hasmukh Vavaiya has also given a declaration to the Board that he meets the criteria of Independence as provided under of Section 149(6) of the Act. In the opinion of the Board, Mr. Hasmukh Vavaiya fulfills the conditions specified in the Act and the Rules framed there under for appointment as Independent Director and he is independent of the management.

Brief resume of Mr. Hasmukh Vavaiya, nature of his expertise in specific functional areas and names of the Public Companies in which he holds directorships and memberships / chairperson of the Board / Committees and shareholding are provided as annexure to this notice.

Keeping in view of experience and knowledge of Mr. Hasmukh Vavaiya, the Board considers that his association would be of immense benefit to the Company and it is desirable to avail the services of Mr. Hasmukh Vavaiya as a Non-Executive Independent Director.

The board of directors commends passing of resolution mentioned in item no. 4 as ordinary resolution.

Except Mr. Hasmukh Vavaiya, none of the Directors or Key Managerial Personnel of the Company including their relatives is interested or concerned in the Resolution.

ITEM NO: 5

The Board of Directors of the Company, in their Board Meeting held on July 25, 2017 has appointed Mr. Pravinbhai M. Kumbhani (DIN: 00587855) as an Additional (Non-Executive) Director of the Company w.e.f. July 25, 2017 under Section 161 of the Act and applicable Articles of the Company's Articles of Association.

In terms of Section 161(1) of the Act, Mr. Pravinbhai M. Kumbhani holds office only up to the date of the forthcoming AGM but is eligible for appointment as a Director. A notice under Section 160(1) of the Act has been received from a Member signifying its intention to propose appointment of Mr. Pravinbhai M. Kumbhani as a Director. Further, Mr. Pravinbhai M. Kumbhani has also given his consent to act as Director of the Company and declaration to the effect that he is not disqualified to be appointed as Director of the Company.

Relevant details of Mr. Pravinbhai M. Kumbhani as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), is given in annexure to this notice.

The Board of Directors is of the view that the appointment of Mr. Pravinbhai M. Kumbhani as Non - Executive Director of the Company will be beneficial to the operations of the Company and accordingly commend the Resolution at Item No. 5 of the accompanying Notice for approval by the Members of the Company.

Save and except Mr. Pravinbhai M. Kumbhani and his relatives to the extent their shareholding in the Company, none of the Directors or Key Managerial Personnel of the Company including their relatives is interested or concerned in the Resolution.

By the Order of Board of Directors
Sikko Industries Limited

Sd/-

Jayantibhai kumbhani
Managing director
DIN: 00587807

Place: Ahmedabad

Date: September 5, 2017

Annexure to the Notice
Details of Directors Retiring by Rotation/ Seeking Appointment/ Re-Appointment at
the ensuing Annual General Meeting

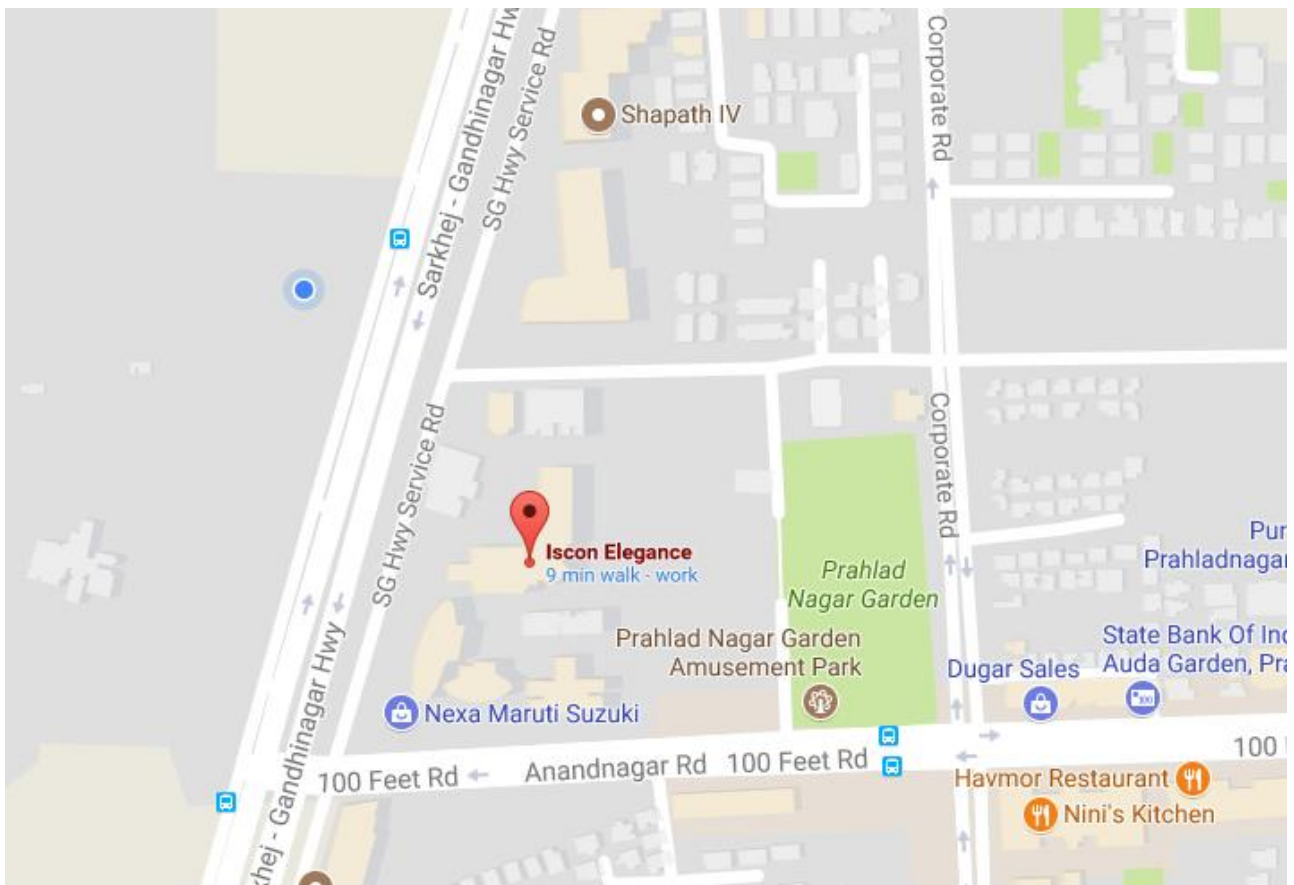
{Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; Secretarial Standards on General Meetings}

Particulars	Mr. Jayantibhai M. Kumbhani	Mr. Hasmukhbhai Vavaiya	Mr. Pravinbhai Kumbhani
DIN:	00587807	07807509	00587864
Age	51 years	44 years	48 years
Nationality	Indian	Indian	Indian
Date at current designation	January 12, 2017	May 4, 2017	July 25, 2017
Qualification	B.Sc. (Agriculture)	B.A. (English)	B.com
Brief Profile	Mr. J. M. Kumbhani, the Managing Director of the Company, graduated with a Bachelor of Science (Agriculture) degree from the Gujarat Agricultural University, Gujarat. He heads the marketing, administration departments of the Company. Mr. J. M. Kumbhani during his journey in sikko has achieved various awards like Bharatiya Krushi Vikas Ratna Award (2006), World Economic progress award (2006) , Bharatiya Udyog Ratna Award (2008) and so on.	He has graduated with a Bachelor of Arts (English). He is involved in his own business i.e. Vavaiya Corporation (Firm) from many years. He has 24 years of experience in his own business.	He has graduated with a Bachelor of Commerce. He is involved in his own agricultural business i.e. from many years. He has more than 20 years of experience in his own business.
Shareholding in the Company as on March 31, 2017	15,27,042 Shares	NIL	3,25,000 Shares
Directorships held in other Companies as on March 31, 2017	a) Sikko Trade Link Private Limited b) Simcon Laminators Private Limited	NIL	NIL
Chairmanships/ Memberships of Committees of other Boards	Member-Audit Committee	1. Chairman-Audit Committee 2. Member-Stakeholders relationship Committee	1. Member-Stakeholders relationship Committee
Relationship with other Directors	Brother of Mr. Ghanshyambhai Kumbhani and Mr. Pravinbhai Kumbhani	No Relation	Brother of Mr. Ghanshyambhai Kumbhani and Mr. Jayantibhai Kumbhani

By the Order of Board of Directors
Sikko Industries Limited
Sd/-
Jayantibhai kumbhani
Managing director
DIN: 00587807

Place: Ahmedabad
Date: September 5, 2017

Route Map to the venue of the Annual General Meeting



Venue: 508, Iacon Elegance, Nr. Jain Temple, Nr. Prahladnagar Pick up Stand, S.G. Highway, Vejalpur, Ahmedabad - 380 051

Landmark: Nr. Prahladnagar Pick up Stand, S.G. Highway, Ahmedabad – 380 051

BOARD'S REPORT

Dear Members,

The Board of Directors hereby submits the report of the business and operations of your Company, along with the audited financial statements, for the financial year ended March 31, 2017.

Financial Highlights

(Amount in Rs.)

PARTICULARS	FY 2016-17	FY 2015-16
Revenue from operations	15,87,35,356	20,14,05,367
Other income	1,84,38,219	1,20,73,346
Total Income	17,71,73,575	21,34,78,713
Less: Total Expenses before Depreciation, Finance Cost and Tax	15,69,30,969	19,93,65,311
Operating Profits before Depreciation, Finance Cost and Tax	2,02,42,606	1,41,13,402
Less: Finance cost	42,95,221	56,38,939
Less: Depreciation	71,37,393	90,75,793
Profit / (Loss) Before Tax	88,09,992	(6,01,330)
Less:- Provision for Income Tax (Current Year)	-	25,00,000
Less: Current Tax	42,00,000	-
Less: Deferred Tax Liabilities/ (Assets)	6,05,442	7,24,499
Profit/ (Loss) after tax (PAT)	40,04,550	(38,25,829)
Balance carried to balance sheet	40,04,550	(38,25,829)

BUSINESS OPERATIONS

During the year under review, Company has earned total income of Rs. 1771.74 Lakh as against the total income of Rs. 2134.79 Lakh of previous year. The total income of the company was decreased by 17.01% over previous year.

On the other hand, reduced cost of raw material has made Company to maintain the profitably even though there was decrease in the income of the Company.

The profit before tax in the financial year 2016-17 stood at Rs 88.10 Lakh as compared to loss of Rs. 6.01 Lakh for last year and net profit after tax stood at Rs. 40.05 Lakh compared to loss of Rs. 38.26 Lakh for previous year.

DIVIDEND

To strengthen the financial position of the Company and to augment working capital your directors regret to declare any dividend.

AMOUNT TRANSFERRED TO RESERVES

The board has not transferred any amount to Reserves for the year 2016-17.

CHANGE IN THE NATURE OF BUSINESS

During the year, there was no change in the nature of business carried out by the Company.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Board of the Company comprises five Directors out of which three are Promoter Directors and two are Non-Promoter Independent Directors. As on the date of this report, the Board comprises following Directors;

Name of Director	Designation
Mr. Ghanshyambhai Kumbhani	Chairman & Whole time Director
Mr. Jayantibhai Kumbhani	Managing Director
Mr. Pravinbhai Kumbhani	Additional (Non-Executive) Director
Mrs. Mamtaben Thumbar	Independent Director
Mr. Has Mukhbhai Vavaiya	Additional (Non-Executive Independent) Director

The composition of Board complies with the requirements of the Companies Act, 2013. Further, in pursuance of Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the Company is exempted from requirement of having composition of Board as per Listing Regulations as on the end of financial year 2016-17.

BOARD MEETINGS:

During the year under review, Board of Directors of the Company met 6 (Six) times, viz. June 28, 2016, August 30, 2016, November 10, 2016, December 02, 2016, January 12, 2017 and February 10, 2017.

The gap between two consecutive meetings was not more than one hundred and twenty days as provided in section 173 of the Act.

The details of attendance of each Director at the Board Meeting and Annual General Meeting are given below;

Name of Director	Mr. Ghanshya mbhai Kumbhani	Mr. Jayantibhai Kumbhani	Mr. Mohanbhai Kumbhani	Mr. Jagdish Ajudia	Mrs. Mamtaben Thumbar
No. of Board Meeting eligible to attend	6	6	6	0	0
No. of Board Meeting attended	6	6	6	0	0
Presence at the previous AGM	Yes	Yes	Yes	N.A.	N.A.

INDEPENDENT DIRECTORS:

In terms of Section 149 of the Companies Act, 2013 and rules made there under, the Company has two Non Promoter Independent Directors in line with the Companies Act, 2013. The terms and conditions of appointment of Independent Directors and Code for Independent Director are incorporated on the website of the Company at www.sikkoindia.com. The Company has received necessary declaration from each independent director under Section 149 (7) of the Companies Act, 2013 that they meet the criteria of independence laid down in Section 149 (6) of the Companies Act, 2013.

INFORMATION ON DIRECTORATE:

During the financial year 2016-17, the Company has appointed Mr. Ghanshyambhai Kumbhni as Chairman and Whole-time Director of the Company w.e.f. January 12, 2017. In same way, Mr. Jayantibhai Kumbhani has been appointed as Managing Director of the Company w.e.f. January 12, 2017.

In line with the requirement of Companies Act, 2013; Mr. Jagdish Ajudia and Mrs. Mamtaben Thumbar were appointed on the Board of the Company as a Non Promoter Independent Director w.e.f February 10, 2017.

However, after the closure of financial year, Mr. Jagish Ajudia has tendered his resignation w.e.f. April 28, 2017. The Board of Directors, in their Meeting held on May 04, 2017, has appointed Mr. Hashmukbhai Vavaiya as an Additional (Independent) Director w.e.f. May 4, 2017 in his place.

Morover, Mr. Mohanbhai Kumbhani has tendered his resignation from directorship of the Company w.e.f. July 10, 2017. The Board of Directors, in their Meeting held on July 25, 2017 has appointed Mr. Pravinbhai M. Kumbhani (DIN 00587855) as an Additional Non-Executive Director w.e.f. July 25, 2017.

Further, in terms of Section 161, Mr. Hashmukbhai Vavaiya and Mr. Pravinbhai M. Kumbhani are eligible to hold office as such up to the date of ensuing Annual General Meeting. The Board of Directors recommends the appointment of Mr. Hashmukbhai Vavaiya, as an Independent Director and Mr. Pravinbhai M. Kumbhani as Non-Executive Director and resolutions to that effect has been proposed for the approval of Members.

In accordance with the provisions of the Articles of Association and Section 152 of the Companies Act, 2013, Mr. Jayantibhai Kumbhani, retires by rotation at the ensuing annual

general meeting. He, being eligible, has offered himself for re-appointment as such and seeks re-appointment. The Board of Directors recommends his re-appointment on the Board.

The relevant details, as required under Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), of the person seeking re-appointment/ appointment as Director are also annexed to the Notice convening the annual general meeting.

None of the Director of the Company is serving as a Whole-Time Director in any Listed Company and is holding position of Independent Director in more than 3 Listed Company and none of the Director of the Company is holding position as Independent Director in more than 7 Listed Company. Further, none of the Directors of the Company.

Key Managerial Personnel

In accordance with Section 203 of the Companies Act, 2013, the Company has. Mr. Jayantibhai Kumbhani who is acting as Managing Director of the Company. During the year under review, the Company has appointed in its Board Meeting held on January 12, 2017 has appointed 2 Key Managerial Personnel (KMPs) as required under Section 203 of the Companies Act, 2013, i.e. Mr. Mukesh Shah as Chief Finance Officer (CFO) and Ms. Maitry Doshi as Company Secretary and Compliance Officer of the Company.

Further, no Key Managerial Personnel has resigned from the post.

Directors' Responsibility Statement:

Pursuant to section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability, confirm that:

- In preparation of annual accounts for the year ended March 31, 2017, the applicable accounting standards have been followed and that no material departures have been made from the same;
- 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 or loss of the Company for that year;
- The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The Directors had prepared the annual accounts for the year ended March 31, 2017 on going concern basis.
- The Company, being unlisted at the end of financial year, the clause "e" is not applicable; 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.

COMMITTEES OF THE BOARD

The Committees of our Board include the following committees constituted in accordance with the the Companies Act, 2013:

(a) Audit Committee:

The Board of Directors of the Company has constituted Audit Committee in their Board Meeting held on February 10, 2017. However after the closure of Financial Year, Composition of the Audit Committee was revised w.e.f. May 04, 2017 due to resignation of Mr. Jagdish Ajudiya. Mr. Hashmukbhai Vavaiya, Independent Director of the Company was inducted as Chairman of the Committee in place of Mr. Jagdish Ajudiya.

The present composition of the Committee is given below:

Name of the Director	Category	Designation
Mr. Hashmukbhai Vavaiya	Non-Executive and Independent	Chairman
Mrs. Mamtaben Thumbar	Non-Executive and Independent	Member
Mr. Jayantibhai Kumbhani	Executive and Non-Independent	Member

Our Company Secretary and Compliance officer will act as the secretary of the Committee.

Role of Audit Committee

The scope of audit committee shall include but shall not be restricted to the following:

- i. The recommendation for the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor, their remuneration and fixation of terms of appointment of the Auditors of the Company;
- ii. Review and monitor the auditors' independence and performance, and effectiveness of audit process;
- iii. Examination of financial statement and auditors' report thereon including interim financial result before submission to the Board of Directors for approval;
 - a. Changes, if any, in accounting policies and practices and reasons for the same
 - b. Major accounting entries involving estimates based on the exercise of judgment by management
 - c. Significant adjustments made in the financial statements arising out of audit findings
 - d. Compliance with listing and other legal requirements relating to financial statements
 - e. Disclosure of any related party transactions
 - f. Qualifications in the draft audit report.
- iv. Approval or any subsequent modification of transactions of the Company with related party;

Provided that the Audit Committee may make omnibus approval for related party transactions proposed to be entered in to by the Company subject to such conditions provided under the Companies Act, 2013 or any subsequent modification(s) or amendment(s) thereof;

- v. Reviewing, with the management, and monitoring the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
- vi. Scrutiny of Inter-corporate loans and investments;
- vii. Reviewing and discussing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- viii. To review the functioning of the Whistle Blower mechanism, in case the same is existing;
- ix. Valuation of undertakings or assets of the company, where ever it is necessary;
- x. Evaluation of internal financial controls and risk management systems and reviewing, with the management, performance of internal auditors, and adequacy of the internal control systems; and
- xi. Carrying out any other function as assigned by the Board of Directors from time to time.

Review of Information

- i. Statement of significant related party transactions (as defined by the audit committee), submitted by management;
- ii. Management letters / letters of internal control weaknesses issued by the statutory auditors;
- iii. Internal audit reports relating to internal control weaknesses; and
- iv. The appointment, removal and terms of remuneration of the Internal Auditor.

Powers of Committee

- i. To investigate any activity within its terms of reference;
- ii. To seek information from any employees;
- iii. To obtain outside legal or other professional advice; and
- iv. To secure attendance of outsiders with relevant expertise, if it considers necessary.

Vigil Mechanism

The Company has established a vigil mechanism and accordingly framed a Whistle Blower Policy. The policy enables the employees to report to the management instances of unethical behaviour, actual or suspected fraud or violation of Company's Code of Conduct. Further the mechanism adopted by the Company encourages the Whistle Blower to report genuine concerns or grievances and provide for adequate safe guards against victimization of the Whistle Blower who avails of such mechanism and also provides for direct access to the Chairman of the Audit Committee, in exceptional cases. The functioning of vigil mechanism is reviewed by the Audit Committee from time to time. None of the Whistle blowers has been denied access to the Audit Committee of the Board. The Whistle Blower Policy of the Company is available on the website of the Company at www.sikkoindia.com.

(b) Stakeholders Relationship Committee:

The Board of Directors of the Company has constituted Stakeholders Relationship Committee in their Board Meeting held on February 10, 2017 in order to mainly focus on the redressal of Shareholders' / Investors' Grievances, if any, like Transfer / Transmission / Demat of Shares; Loss of Share Certificates; Non-receipt of Annual Report; Dividend Warrants; etc.

However after the closure of Financial Year, Composition of the Stakeholders Relationship Committee was revised w.e.f. May 04, 2017 due to resignation of Mr. Jagdish Ajudiya. Mr. Hashmukhbhai Vavaiya, Independent Director of the Company was inducted as member of the Committee in place of Mr. Jagdish Ajudiya.

The Composition was further revised w.e.f. July 25, 2017 due to resignation of Mr. Mohanbhai Kumbhani. Mr. Pravinbhai M Kumbhani, Non-Executive Director of the Company was inducted as Member of the Committee in place of Mr. Mohanbhai Kumbhani.

The present composition of the Committee is given below:

Name of the Director	Category	Designation
Mrs. Mamtaben Thumbar	Non-Executive and Independent	Chairperson
Mr. Jagdish Ajudiya	Non-Executive and Independent	Member
Mr. Pravinbhai M Kumbhani	Non-Executive and Non-Independent	Member

Terms of Reference

To supervise and ensure;

- i. Efficient transfer of shares; including review of cases for refusal of transfer / transmission of shares;
- ii. Redressal of shareholder and investor complaints like transfer of Shares, non-receipt of balance sheet, non-receipt of declared dividends etc.;;
- iii. Issue duplicate/split/consolidated share certificates;
- iv. Dematerialization/Rematerialization of Share;
- v. Review of cases for refusal of transfer / transmission of shares and debentures;
- vi. Reference to statutory and regulatory authorities regarding investor grievances and to otherwise ensure proper and timely attendance and redressal of investor queries and grievances; and
- vii. Such other matters as may be required by any statutory, contractual or other regulatory requirements to be attended to by such committee from time to time.

(c) Nomination and Remuneration Committee:

The Board of Directors of the Company has constituted Nomination and Remuneration committee in their Board Meeting held on February 10, 2017 in order to identify the persons who are qualified to become Directors and may be appointed in senior management and recommending their appointments and removal.

However after the closure of Financial Year, Composition of the Nomination and Remuneration Committee was revised w.e.f. May 4, 2017 due to resignation of Mr. Jagdish Ajudiya. Mr. Hashmukhbhai Vavaiya, Independent Director of the Company was inducted as chairman of the Committee in place of Mr. Jagdish Ajudiya.

The Composition was further revised w.e.f. July 25, 2017 due to resignation of Mr. Mohanbhai Kumbhani. Mr. Pravinbhai M Kumbhani, Non-Executive Director of the Company was inducted as Member of the Committee in place of Mr. Mohanbhai Kumbhani.

The present composition of the Committee is given below:

Name of the Director	Category	Designation
Mr. Hashmukbhai Vavaiya	Non-Executive and Independent	Chairman
Mrs. Mamtaben Thumbar	Non-Executive and Independent	Member
Mr. Pravinbhai M Kumbhani	Non-Executive and Non-Independent	Member

However after the closure of Financial Year, Composition of the the Shareholders Grievances and Relationship Committee was revised w.e.f. May 04, 2017 due to resignation of Mr. Jagdish Ajudiya. Mr. Hashmukbhai Vavaiya, Independent Director of the Company was inducted as Member of the Committee in place of Mr. Jagdish Ajudiya.

It was further revised w.e f July 25, 2017 due to resignation of Mr. Mohanbhai Kumbhani. Mr. Pravin M Kumbhani, Non-Executive Director of the Company was inducted as Member of the Committee in place of Mr. Mohanbhai Kumbhani.

Terms of reference

- i. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;
- ii. Formulation of criteria for evaluation of Independent Directors and the Board;
- iii. To ensure that the relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- iv. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal and shall carry out evaluation of every director's performance.

Remuneration of Director

The details of remuneration paid during the financial year 2016-17 to Executive Director of the Company is provided in Form MGT-9 which is the part of this report.

PUBLIC DEPOSITS

The Company has not accepted any deposits from Shareholders and Public falling within the ambit of Section 73 of the Companies Act, 2013 and rules made there under. There were no deposits, which were claimed and remained unpaid by the Company as on March 31, 2017.

SHARE CAPITAL:

During the year under review, the Authorised Share Capital of the Company was increased from Rs. 4.00 Crore to Rs. 6.00 Crore by the Members in their Extra-ordinary General Meeting held on December 24, 2016.

The Paid up Equity Share Capital as at March 31, 2017 stood at 4.00 Crore.

During the year under review, the Company has issued Share Capital by the way of Bonus in 1:1 ratio.

Moreover, the Company has come up with an Initial Public Offer of 16,00,000 Equity Shares of Rs. 10/- each at price of Rs. 32/- per Equity Share. The issue was successfully subscribed by the public and entire share capital of the Company was listed at the Emerge Platform of National Stock Exchange of India Limited.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

During the year under review, the Company has not given any loan, provided guarantee or made any investment falling under the provisions of Section 186 of the Companies Act, 2013.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The Company has entered into transaction with Companies wherein Directors are interested and all such transaction are at arm's length basis and in ordinary course of business hence. Information on transactions with related parties pursuant to section 134 (3) (h) of the Act

read with rule 8 (2) of the Companies (Accounts) Rules, 2014 are given in **Annexure I** in Form AOC- 2 and the same forms part of this report.

LISTING OF EQUITY SHARES ON NSE (EMERGE) PLATFORM:

During the year under review, your company has applied for listing of Equity Shares on the Emerge Platform of National Stock Exchange of India Limited. Listing and Trading Approval was granted to the Company vide Letter dated April 17, 2017 to list and trade on Emerge Platform of National Stock Exchange of India Limited w.e.f April 18, 2017.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS

During the Year under review, no significant and material orders passed by any regulators or courts or tribunals impacting the going concern status and company's operation in future.

EXTRACT OF ANNUAL RETURN

In accordance with Section 134(3)(a) of the Companies Act, 2013, an extract of the annual return in the prescribed format is appended as "**Annexure II**" to the Board's report.

INFORMATION REQUIRED UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2014

To foster a positive workplace environment, free from harassment of any nature, we have institutionalized the Anti-Sexual Harassment Initiative (ASHI) framework, through which we address complaints of sexual harassment at the all workplaces of the Company. Our policy assures discretion and guarantees non-retaliation to complainants. We follow a gender-neutral approach in handling complaints of sexual harassment and we are compliant with the law of the land where we operate.

We have also constituted an Internal Complaints Committee (ICC) to consider and address sexual harassment complaints in accordance with the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year under review, there were no incidences of sexual harassment reported.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company is listed entity has the Board of Directors of the Company has decided to appoint Internal Auditor for the financial year 2017-18 after finding suitable professional.

CORPORATE GOVERNANCE:

Your Company strives to incorporate the appropriate standards for corporate governance. However, pursuant to Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is not required to mandatorily comply with the provisions of certain regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and therefore the Company has not provided a separate report on Corporate Governance, although few of the information are provided in this report of Directors under relevant heading.

RISK MANAGEMENT POLICY

Risk Management framework of your Company which ensures regular review by management to proactively identify the emerging risks, to do risk evaluation and risk prioritization along with development of risk mitigation plans and action taken. The various risks, including the risks associated with the economy, regulation, competition, foreign exchange, interest rate etc., are documented, monitored and managed efficiently.

In order to fulfill the objectives and to lay a strong foundation for the development and implementation of a risk management framework, the policy adopted by the Board had been in line with the policy statement as below:

- a. To ensure protection of the shareholder through establishing an integrated risk management framework for monitoring, reporting and mitigating risk.
- b. To provide strong basis for informed decision making at all levels of the organization.
- c. To strive towards the betterment of the system of risk management on a continuous basis.

CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Information with respect to conservation of energy, technology absorption, foreign exchange earnings and outgo pursuant to Section 134(3)(m) of the Act read with Companies (Accounts) Rules, 2014 is prepared and is enclosed as "**Annexure III**".

STATUTORY AUDITORS:

M/s. Ashok Bhatt & Co., Chartered Accountants, Ahmedabad, the Statutory Auditors of the Company retires at the ensuing annual general meeting and being eligible offers themselves for re appointment till the conclusion of 18th Annual General Meeting of the Company.

A certificate from the Auditors has been received to the effect that their reappointment, if made, would be within the prescribed limits. The Auditor's Report for the F.Y. 2016-17 does not contain any qualification, reservation, adverse remark or disclaimer.

FRAUDS REPORTED BY AUDITORS

During the year, there were no frauds reported by the Auditors falling under Section 143 of the Companies Act, 2013.

DETAILS OF SUBSIDIARIES/ ASSOCIATES/ JOINT VENTURES

The Company does not have any Subsidiary, Joint venture or Associate Company.

PARTICULARS OF EMPLOYEES

Disclosures with respect to the remuneration of Directors and employees as required under Section 197 of the Act, and Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 has been appended as "**Annexure IV**" to this Report.

Neither the employees who were employed for the whole of the financial year were in receipt of remuneration exceeding Rs. 1.02 Crores per annum nor the employees who were employed for part of the financial year were in receipt of remuneration of Rs. 8.50 Lakhs per month as stipulated under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016. In terms of the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules will be available for inspection at the Registered Office of the Company during working hours and any member interested in obtaining such information may write to the Company and the same will be furnished on request.

Having regard to the provisions of the first proviso to Section 136(1) of the Act and as advised, the Annual Report excluding the aforesaid information is being sent to the members of the Company.

MATERIAL CHANGES AND COMMITMENT:

There are no material changes and commitments, affecting the financial position of the Company, have occurred between the ends of financial year of the Company i.e. March 31, 2017 to the date of this Report except listing of Equity Shares on the Emerge Platform of National Stock Exchange of India Limited.

GENERAL DISCLOSURE:

Your Directors state that the Company has made disclosures in this report for the items prescribed in section 134 (3) of the Act and Rule 8 of The Companies (Accounts) Rules, 2014 and other applicable provisions of the act and listing regulations, to the extent the transactions took place on those items during the year. Your Directors further state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review;

- (i) Issue of Equity Shares with differential rights as to dividend, voting or otherwise;
- (ii) Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and ESOS;
- (iii) Annual Report and other compliances on Corporate Social Responsibility;
- (iv) There is no revision in the Board Report or Financial Statement;
- (v) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future;
- (vi) Information on subsidiary, associate and joint venture companies.

ACKNOWLEDGMENTS

Your Directors take this opportunity to thank the customers, shareholders, suppliers, bankers, business partners/ associates, financial institutions and Central and State Governments for their consistent support and encouragement to the Company.

By the Order of Board of Directors
Sikko Industries Limited

Sd/-

Place: Ahmedabad	Ghanshyam M Kumbhani	Jayantibhai kumbhani
Date: September 5, 2017	Chairman and Whole-Time Director	Managing director
	DIN: 00587855	DIN: 00587807

ANNEXURE – I

Form No. AOC-2

Particulars of Contracts/arrangements made with related parties

(Pursuant to section 134(3)(h) of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Forms for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in section 188(1) of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

A. Details of contracts or arrangements or transactions not at arm's length basis:

There were no contracts or arrangements or transactions entered in to by the Company during the financial year ended on March 31, 2017, which were not at arm's length basis.

B. Details of material contracts or arrangement or transactions at arm's length basis:

RP T No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements / transactions	Duration of the contracts / arrangement s/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any
1.	Sikkon Crop Technology	Marketing expenses, C & F Charges, Marketing expenses, Machinery rent income, Office rent income, Purchase of goods	F.Y. 2016-17	All transactions entered by the Company is at Market rate and on arms' length basis	June 28, 2016	NIL
2.	Simcon Laminators Pvt. Ltd	Purchase of goods, Sales of goods	F.Y. 2016-17	All transactions entered by the Company is at Market rate and on arms' length basis	June 28, 2016	NIL

By the Order of Board of Directors
Sikko Industries Limited

Sd/-

Place: Ahmedabad

Date: September 5, 2017

Ghanshyam M Kumbhani
Chairman and Whole-Time Director
DIN: 00587855

Jayantibhai kumbhani
Managing director
DIN: 00587807

ANNEXURE II

EXTRACTS OF ANNUAL RETURN AS ON 31ST MARCH, 2017

FORM NO. MGT - 9

[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		
i)	CIN	U51909GJ2000PLC037329
ii)	Registration date	08/02/2000
	Name of the Company	SIKKO INDUSTRIES LIMITED
iv)	Category / Sub-Category of the Company	Category: Company Limited by Shares Sub Category: Indian Non Govt Company
v)	Registered Office address and contact details	508, Iscon Eligance, Nr. Jain Temple Nr. Prahladnagar Pick up Stand, Vejalpur, Ahmedabad- 380051 Tel: 079-66168950 Fax: NIL E-Mail Id: compliance@sikkoindia.com Website: www.sikkoindia.com
vi)	Whether Listed Company	Yes
vii)	Name, Address and contact details of Registrar and Transfer Agent, if any	Purva Sharegistry (India) Pvt Ltd Regd Off: Unit no. 9, Shiv Shakti Industrial Estate, JR Boricha Marg, Lower Parel (East), Mumbai - 400 011 Tel: +91-022-23018261/ 23016761 Fax: NIL Email Id: busicomp@vsnl.com Website: www.purvashare.com

II. PRINCIPAL BUISNESS ACTIVITIES OF THE COMPANY	
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All the business activities contributing 10% or more of the total turnover of the Company shall be stated

SL. NO	NAME AND DESCRIPTION OF MAIN PRODUCTS / SERVICES	NIC CODE OF THE PRODUCT / SERVICE	% OF THE TOTAL TURNOVER OF THE COMPANY
1	Manufacture of urea and other organic fertilizers, Manufacture of other agrochemical products (Pesticides)	20121, 20219	79.88%
2	Trading of goods (Pesticides/Fertilizer)	46692	20.19%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S.NO	NAME & ADDRESS OF THE COMPANY	CIN / GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
NIL					

IV. SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS % OF TOTAL EQUITY)

i) Category wise Share Holding

Category of the 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	
A. PROMOTERS									
INDIAN									
Individual / HUF		1354180	1354180	67.71	40,00,000		40,00,000	100	32.29
Central Govt	-	-	-	-	-	-	-	-	-
State Govt(s)	-	-	-	-	-	-	-	-	-
Bodies Corporate	-	-	-	-	-	-	-	-	-
Banks / FI's	-	-	-	-	-	-	-	-	-
Any Other	-	-	-	-	-	-	-	-	-
Sub Total A-1	-	1354180	1354180	67.71	40,00,000		40,00,000	100	32.29
FOREIGN									
NRI's Individual	-	-	-	-	-	-	-	-	-
Other Individuals	-	-	-	-	-	-	-	-	-
Bodies Corporate	-	-	-	-	-	-	-	-	-
Banks / FI's	-	-	-	-	-	-	-	-	-
Any Other									
Sub Total A-2	-	-	-	-	-	-	-	-	-
TOTAL SHAREHOLDING OF PROMOTERS (A1 + A2)		1354180	1354180	67.71	40,00,000		40,00,000	100	32.29
B. PUBLIC SHAREHOLDING									
1. INSTITUTIONS									
Mutual funds									
Banks / FI's									
Central Govt	-	-	-	-	-	-	-	-	-
State Govt(s)	-	-	-	-	-	-	-	-	-
Venture Capital Funds	-	-	-	-	-	-	-	-	-
Insurance Companies	-	-	-	-	-	-	-	-	-
FII's	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-

Others (Specify)	-	-	-	-	-	-	-	-	-
SUB TOTAL – B1	-	-	-	-	-	-	-	-	-
2. NON INSTITUTIONS	-	-	-	-	-	-	-	-	-
a) Bodies Corporate	-	-	-	-	-	-	-	-	-
Indian	-	-	-	-	-	-	-	-	-
Overseas	-	-	-	-	-	-	-	-	-
b) INDIVIDUAL									
Individual Shareholders holding nominal share capital upto Rs. 1 Lakh	-	9320	9320	-	-	-	-	-	-
Individual Shareholders holding nominal share capital in excess of Rs. 1 Lakh	-	63650 0	63650 0	-	-	-	-	-	-
Others (Specify)									
Non Resident Indians	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
SUB TOTAL B2	-	64582 0	64582 0	-	-	-	-	-	-
TOTAL PUBLIC SHAREHOLDING (B1+B2)	-	64582 0	64582 0	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
GRAND TOTAL (A+B+C)	-	20,00,000	20,00,000	100	40,00,000	40,00,000	40,00,000	100	50

ii) Shareholding of Promoters including Promoter Group

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.	Mr.	114150	5.71	-	360740	09.02	-	3.31

	Ghanshyambhai Kumbhani							
2.	Mr. Jayantibhai Kumbhani	359621	17.98	-	1527042	38.17	-	20.19
3	Mrs. Alpaben Kumbhani	179460	8.973	-	559320	13.98	-	5.007
4	Mrs. Nandaben Kumbhani	170000	8.50	-	340000	08.50	-	-
5	Mr. Pravinbhai Kumbhani	112400	5.62	-	325000	08.13	-	5.25
6	Mrs. Bhavnaben Kumbhani	192575	9.63	-	385150	09.63	-	-
7	Mr. Mohanbhai Kumbhani	156070	7.80	-	330740	08.27	-	0.47
8	Mrs. Rudiben Kumbhani	69904	3.5	-	172008	04.30	-	0.8
Total		1354180	67.713	-	4000000	100	-	35.027

iii) Change in Promoters Shareholding (Please Specify if there is no change)

S. N O	NAME OF THE SHARE HOLDER	SHAREHOLDING AT THE BEGINNING OF THE YEAR		Date	Reason	CHANGE IN SHAREHOLDING (No. of Shares)		CUMULATIVE SHAREHOLDING AT THE END OF THE YEAR	
		NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY			INCREASE	DECREASE	NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY
1.	Ghanshyambhai Kumbhani	114150	5.71	10.11.2016	Transferred	66220	-	180370	9.02
				10.02.2017	Bonus issue	180370		360740	9.02
2.	Jayantibhai Kumbhani	359621	17.98	10.11.2016	Transferred	403900	-	763521	38.17
				10.02.2017	Bonus issue	763521		1527042	38.17
3	Alpaben Kumbhani	179460	8.87	10.11.2016	Transferred	100200	-	279660	13.98

				10.02.20 17	Bonus	279660	-	559320	13.98
4	Bhavna ben Kumbh ani	192575	9.63	10.02.20 17	Bonus	192575		385150	9.63
5	Nandab en Kumbh ani	170000	8.5	10.02.20 17	Bonus	170000		340000	8.5
6	Mohan bhai Kumbh ani	156070	7.80	10.11.20 16	Transf erred	9300		165370	
				10.02.20 17	Bonus	165370		330740	8.27
7.	Pravinb hai Kumbh ani	112400	5.62	10.11.20 16	Transf erred	50100		162500	
				10.02.20 17	Bonus	162500		325000	8.13
8.	Rudibe n Kumbh ani	69904	3.59	10.11.20 16	Transf erred	16100		86004	
				10.02.20 17	Bonus	86004		172008	4.30

iv. Shareholding Pattern of Top ten Shareholders (Other than Directors, Promoters and Holders of GDRs & ADR's)

S.N O.		SHAREHOLDING AT THE BEGINNING OF THE YEAR		CHANGE IN SHAREHOLDING (No. of Shares)		CUMULATIVE SHAREHOLDING AT THE END OF THE YEAR	
		NO OF SHAR ES	% OF TOTAL SHARES OF THE COMPANY	INCRE ASE	DECRE ASE	NO OF SHAR ES	% OF TOTAL SHARES OF THE COMPANY
1.	Ashwinkumar Valjibhai Vora	60100	3.005	-	60100	0	0
2.	Hiteshkumar Chimanbhai Kumbhani	60100	3.005	-	60100	0	0
3.	Jignashaben Atulkumar Vora	60100	3.005	-	60100	0	0
4.	Arvindbhai Chhaganbhai Kumbhani	50100	2.505	-	50100	0	0
5.	Atulkumar Valjibhai Vora	50100	2.505	-	50100	0	0

6.	Kalubhai V. Vadhiya	50100	2.505	-	50100	0	0
7.	Laxmanbhai M. Gondaliya	50100	2.505	-	50100	0	0
8	Nagjibhai N. Dobariya	50100	2.505	-	50100	0	0
.9	Rajanikant Chhaganbhai Kumbhani	40900	2.045	-	40900	0	0
10	Batuklal V. Vasoya	25100	1.255	-	25100	0	0
11	Chimanbhai D. Kumbhani	25100	1.255	-	25100	0	0
12	Kiranben Batuklal Vasoya	25100	1.255	-	25100	0	0
13	Ramaben Chimanbhai Kumbhani	25100	1.255	-	25100	0	0
14	Chhaganbhai M. Vekariya	16100	0.805	-	16100	0	0
15	Kanjibhai M. Vekariya	16100	0.805	-	16100	0	0
16	Parshotambhai Manjibhai Vekariya	16100	0.805	-	16100	0	0
17	Vallabhbhai M. Vekariya	16100	0.805	-	16100	0	0
18	Nikitaben Rajanikant Kumbhani	9300	0.465	-	9300	0	0
19	Arvindbhai D. Vaghasiya	20	0.001	-	20	0	0

S. N O.	FOR EACH OF THE TOP 10 SHAREHOLDERS	SHAREHOLDING AT THE BEGINNING OF THE YEAR		Date	Reason	CHANGE IN SHAREHOLDING (No. of Shares)		CUMULATIVE SHAREHOLDING AT THE END OF THE YEAR	
		NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY			INC REASE	DEC REASE	NO OF SHARES	% OF TOTAL SHARES OF THE COMPANY
1.	Ashwinkumar Valjibhai Vora	60100	3.005	10.11.2016	Transfer red		60100	-	-
2.	Hiteshkumar Chimanbhai Kumbhani	60100	3.005	10.11.2016	Transfer red		60100	-	-
3.	Jignashaben Atulkumar Vora	60100	3.005	10.11.2016	Transfer red		60100	-	-

4.	Arvindbhai Chhaganbhai Kumbhani	50100	2.505	10.11.2016	Transfer red		50100	-	-
5.	Atulkumar Valjibhai Vora	50100	2.505	10.11.2016	Transfer red		50100	-	-
6.	Kalubhai V. Vadhiya	50100	2.505	10.11.2016	Transfer red		50100	-	-
7.	Laxmanbhai M. Gondaliya	50100	2.505	10.11.2016	Transfer red		50100	-	-
8.	Nagjibhai N. Dobariya	50100	2.505	10.11.2016	Transfer red		50100	-	-
9.	Rajanikant Chhaganbhai Kumbhani	40900	2.045	10.11.2016	Transfer red		40900	-	-
10.	Batuklal V. Vasoya	25100	1.255	10.11.2016	Transfer red		25100	-	-
11.	Chimanbhai D. Kumbhani	25100	1.255	10.11.2016	Transfer red		25100	-	-
12.	Kiranben Batuklal Vasoya	25100	1.255	10.11.2016	Transfer red		25100	-	-
13.	Ramaben Chimanbhai Kumbhani	25100	1.255	10.11.2016	Transfer red		25100	-	-
14.	Chhaganbhai M. Vekariya	16100	0.805	10.11.2016	Transfer red		16100	-	-
15.	Kanjibhai M. Vekariya	16100	0.805	10.11.2016	Transfer red		16100	-	-
16.	Parshotambhai Manjibhai Vekariya	16100	0.805	10.11.2016	Transfer red		16100	-	-
17.	Vallabhbbhai M. Vekariya	16100	0.805	10.11.2016	Transfer red		16100	-	-
18.	Nikitaben Rajanikant Kumbhani	9300	0.465	10.11.2016	Transfer red		9300	-	-
19.	Arvindbhai D. Vaghasiya	20	0.001	10.11.2016	Transfer red		20	-	-

v. Shareholding of Directors and Key Managerial Personnel:

S. NO	NAME OF THE DIRECTOR / KMP	SHAREHOLDING AT THE BEGINNING OF THE YEAR		Date	Reason	CHANGE IN SHAREHOLDING (No. of Shares)		SHAREHOLDING AT THE END OF THE YEAR	
		NO OF SHARES	% OF TOTAL SHARES OF THE COMP			INCREASE	DECREASE	NO OF SHARES	% OF TOTAL SHARES OF THE COMP

S. NO	NAME OF THE DIRECTOR / KMP	SHAREHOLDING AT THE BEGINNING OF THE YEAR		Date	Reason	CHANGE IN SHAREHOLDING (No. of Shares)		SHAREHOLDING AT THE END OF THE YEAR	
			ANY						ANY
1.	Ghanshyambhai Kumbhani	114150	5.71	15.04.2016	Transferred	66220	-	180370	9.02
					Bonus issue	180370		360740	9.02
2	Jayantibhai Kumbhani	359621	17.98	15.04.2016	Transferred	403900	-	763521	38.17
					Bonus issue	763521		1527042	38.17

V. INDEBTEDNESS

	SECURED LOANS EXCLUDING DEPOSITS	UNSECURED LOANS	DEPOSITS	TOTAL INDEBTEDNESS
Indebtedness at the beginning of the financial year				
Principal Amount	3,36,91,464	2,15,23,504	-	5,52,14,968
Interest due but not paid	-	-	-	-
Interest accrued but not due	-	-	-	-
Total	3,36,91,464	2,15,23,504	-	5,52,14,968
Change in Indebtedness during the year				
Addition	1,73,56,833	74,05,000	-	2,47,61,833
Reduction	9,22,173	-	-	9,22,173
Indebtedness at the end of the financial year				
Principal Amount	5,01,26,124	2,89,28,504	-	7,90,54,628
Interest due but not paid	-	-	-	-
Interest accrued but not due	-	-	-	-
Total	5,01,26,124	2,89,28,504	NIL	7,90,54,628

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 THE MD / WTD / MANAGER		TOTAL
		Jayantibhai Kumbhani (Managing Director)	Ghanshyambhai Kumbhani (Whole time Director)	
1.	Gross Salary			
	a) Salary as per provisions contained in	Rs. 36,00,000/-	Rs. 36,00,000/-	Rs. 72,00,000/-

	Section 17(1) of the Income Tax Act, 1961			
	b) Value of perquisites u/s 17(2) of Income Tax Act, 1961	-	-	-
	c) Profits in lieu of salary u/s 17(3) of Income Tax Act, 1961	-	-	-
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - Others (Specify)	-	-	-
5.	Others (Pls Specify)	-	-	-
	Total A	Rs. 36,00,000/-	Rs. 36,00,000/-	Rs. 72,00,000/-
	Ceiling as per Act	As per Part-II of Schedule V of the Companies Act, 2013		

B. REMUNERATION TO OTHER DIRECTORS: NIL

SL. NO	PARTICULARS OF REMUNERATION	NAME OF THE DIRECTOR			TOTAL AMOUNT
		Mohanbhai Kumbhani	Mamtaben Thumbar	Jagdishbhai Ajudia	
1.	INDEPENDENT DIRECTORS				
	a) Fee for attending Board/ Committee meetings	-	-	-	-
	b) Commission	-	-	-	-
	c) Others, Pls Specify	-	-	-	-
	TOTAL - 1	-	-	-	-
2.	OTHER NON EXECUTIVE DIRECTORS				
	a) Fee for attending Board/ Committee meetings	-	-	-	-
	b) Commission	-	-	-	-
	c) Others, Pls Specify	-	-	-	-
	Total 2	-	-	-	-
	Total B (1+2)	-	-	-	-
	Total Managerial Remuneration	-	-	-	-
	Overall Ceiling as per Act	---			

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/ WTD/MANAGER:

SL. NO	PARTICULARS OF REMUNERATION	KEY MANAGERIAL PERSONNEL		
		CFO	COMPANY SECRETARY	TOTAL
		Mukesh Shah	Maitry Doshi	
1.	Gross Salary			
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	Rs. 4,20,392/-	*Rs. 45,990/-	Rs. 4,66,382/-
	b) Value of perquisites u/s 17(2) of Income Tax Act, 1961	-	-	-
	c) Profits in lieu of salary u/s 17(3) of Income Tax Act, 1961	-	-	-
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - Others (Specify)	-	-	-
5.	Others (Pls Specify)	-	-	-
	Total	Rs. 4,20,392 /-	Rs. 45,990/-	Rs. 4,66,382/-

* From January 2017 to March 2017

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES: NIL

TYPE	SECTION OF THE COMPANIES ACT	BRIEF DESCRIPTION	DETAILS OF PENALTY/ PUNISHMENT /COMPOUNDING FEE IMPOSED	AUTHORITY [RD/NCLT/ COURT]	APPEAL MADE, IF ANY
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

By the Order of Board of Directors
Sikko Industries Limited

Sd/-

Place: Ahmedabad

Date: September 5, 2017

Ghanshyam M Kumbhani
Chairman and Whole-Time Director
DIN: 00587855

Jayantibhai kumbhani
Managing director
DIN: 00587807

ANNEXURE-III

**CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY
ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

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

A. CONSERVATION OF ENERGY

i) Steps taken or impact on conservation of energy:

Initiatives to integrate energy efficiency into overall operations are undertaken through design considerations and operational practices. The key initiatives towards conservation of energy are:

- Improved monitoring of energy consumption through smart metering and integration with building management systems;
- Continuously replacing the inefficient equipment with latest energy efficient technology and up gradation of equipment's continually.
- Increasing the awareness of energy saving within the organization to avoid wastage of energy.

ii) Steps taken by the Company to utilize alternate source of energy

- Enhancing utilization of Renewable Energy Sources.
- Exploring the feasibility of utilization of solar power at plant locations wherever possible.

iii) Capital investment on energy conservation equipment.

- No major investments were made during the year on energy conservation equipment.

B. TECHNOLOGY ABSORPTION

i) The efforts made towards technology absorption

- Development & Implementation of new technique & process for manufacture of products.
- Evaluation of the alternative materials to reduce the cost of raw material
- Solar technologies for common area, parking and street lighting.

ii) Benefits derived like product improvement, cost reduction, product development or import substitution.

- Cost optimization
- Improvement in quality of products.

iii) In case of imported technology (imported during the last three years reckoned from the beginning of financial year) – NOT APPLICABLE

iv) Expenditure incurred on Research & Development – NIL

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

(Amount in Rs.)

Particulars	2016-17	2015-16
Earnings	Nil	7,04,973
Outgo	Nil	Nil

By the Order of Board of Directors
Sikko Industries Limited

Sd/-

Place: Ahmedabad

Date: September 5, 2017

Ghanshyam M Kumbhani
Chairman and Whole-Time Director
DIN: 00587855

Jayantibhai kumbhani
Managing director
DIN: 00587807

ANNEXURE - IV

STATEMENT OF PARTICULARS AS PER RULE 5(1) OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

I) the ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2016-17:

Sr. No	Name of the Director & Designation	Remuneration of Director/ KMP for the F.Y 2016-2017 (Amount in Rs.)	Ratio of remuneration of each Director/ to median remuneration of employee
1.	Jayantibhai Kumbhani, Managing Director	36,00,000	48.66:1
2.	Ghanshyambhai Kumbhani, Chairman & Whole time Director	36,00,000	48.66:1

II) The percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary in the financial year:

S. No	Name of the Director/ KMP & Designation	Remuneration (Amount in Rs.)		% increase in remuneration
		2016-17	2015-16	
1.	Jayantibhai Kumbhani, Managing Director	36,00,000	36,00,000	NIL
2.	Ghanshyambhai Kumbhani, Chairman & Whole time Director	36,00,000	36,00,000	NIL
3.	Mukesh Shah, Chief Financial Officer	4,20,392	3,50,268	20.02%
4.	Maitry Doshi, Company Secretary	45,990	--	N.A

III) The percentage increase in the median remuneration of employees in the financial year:

Particulars	2016-17	2015-16	Increase (%)
Median remuneration of employees	Rs. 73,977/-	Rs. 87,555/-	(15.51)*

*Percentage is negative due to increase in number of employees during the year.

IV) The number of permanent employees on the roll of the Company: 33

V) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Particulars	Average Salary		% Increase
	2016-17	2015-16	
Employees	118033	117970	0.05%
Managerial Personnel	36,00,000	36,00,000	0.00

The Board of Directors of the Company affirmed that remuneration of all the Key Managerial Personnel of the Company are as per the Remuneration Policy of the Company.

By the Order of Board of Directors
Sikko Industries Limited

Sd/-

Place: Ahmedabad
Date: September 5, 2017

Ghanshyam M Kumbhani
Chairman and Whole-Time Director
DIN: 00587855

Jayantibhai kumbhani
Managing director
DIN: 00587807

INDEPENDENT AUDITORS' REPORT

To:

The Members,

SIKKO INDUSTRIES LIMITED

Ahmedabad.

Report on Standalone Financial Statements

We have audited the accompanying Standalone Financial Statements of Sikko Industries Limited, which comprise the Balance Sheet as at March 31, 2017 the Statement of Profit and Loss and Cash Flow Statement for the year ended March 31, 2017, and a summary of significant accounting policies and other explanatory information for the year ended as on March 31, 2017.

Management's Responsibility for the Standalone Financial Statements:

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 with respect to the preparation and presentation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance, Cash Flow Statement of the Company and Changes in Equity 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.

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 there under.

We conducted our audit of Financial Statements 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and 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 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 standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 these state of affairs of the company as at March 31, 2017 and its Profit and Loss, its Cash Flows and the Changes in Equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. 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 appears from our examination of those books
 - (c) the Balance Sheet, the Statement of Profit and Loss , the Cash Flow Statement and the Statement of Changes in Equity 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;
 - (e) on the basis of written representations received from the directors of the Company as on March 31, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, 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 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, as amended, 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 for the year ended 31st March, 2017, which would impact its financial position.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on Long- term Contract.
 - iii. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 2.28 to the financial statements.
2. 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 B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For ASHOK K. BHATT & CO.
Chartered Accountants
FRN No.100657W

ASHOK K. BHATT
Proprietor
M. No.036439

Place: Ahmedabad
Date : September 5, 2017

ANNEXURE "A"

TO THE INDEPENDENT AUDITORS' REPORT ON THE STANDALONE FINANCIAL STATEMENTS
OF SIKKO INDUSTRIES LIMITED

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' of
our report of even date)

**REPORT ON THE INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING
UNDER CLAUSE (I) OF SUBSECTION 3 OF SECTION 143 OF THE COMPANIES ACT,
2013 ("THE ACT")**

We have audited the internal financial controls over financial reporting of Sikko Industries Limited as of 31st March, 2017 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 (the "Guidance Note") 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 and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgment, including the assessment of the risks of material misstatement of the standalone 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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, to the best of our information and according to the explanations given to us, 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 31st March, 2017, 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 issued by the ICAI.

"ANNEXURE-B":

TO THE INDEPENDENT AUDITORS' REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF SIKKO INDUSTRIES LIMITED.

(Referred to in paragraph 2, under 'Report on Other Legal and Regulatory
Requirements' section of our Report of even date)

- (i) In respect of Its Fixed Assets:
 - (a) The maintenance of records showing full particulars including quantitative details and situation of fixed assets are under compilation
 - (b) Some of the fixed assets have been physically verified during the year by the management in accordance with a programme of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to information and explanation given to us, no material discrepancies were noticed on such verification
 - (c) As per the information and explanations provided to us, title deeds of immovable properties are in the name of the company.
- (ii) As explained to us and in our opinion, the inventories have been physically verified during the year by the Management at reasonable intervals and as explained to us no material discrepancies were noticed on physical verification.
- (iii) According to the information and explanation given to us, the company has not granted or taken any secured or unsecured loan to or from companies, firms or other parties covered in the Register maintained under section 189 of the Companies Act, 2013. Consequently, the clauses are not applicable.
- (iv) According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted deposits from the public during the year. Therefore the provision of Clause (v) of paragraph 3 of the Order is not applicable to the Company.
- (vi) We have broadly reviewed the books of accounts maintained by the company although, no order has been issued by Central Government for the maintenance of cost records under section 148(1) (d) of the Companies Act, 2013. We are of the opinion that prima facie records have been maintained. We have not however made a detailed examination of the records with the view to determine whether they are accurate or complete.
- (vii) In respect of Statutory Dues:
 - (a) According to the records of the company, the company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education Protection Fund, Employees' State Insurance Income Tax, Sales Tax, Service tax, Wealth Tax, Custom duty, Excise duty, Cess and any other statutory dues as applicable to it with the appropriate authorities.
 - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, wealth tax, service tax, custom duty and excise duty, were in arrears as at 31st march, 2017 for a period of more than six months from the date they become payable.

- (c) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, custom duty, which have not been deposited 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 repayment of dues to a financial institution or bank. The company is not having any debentures.
- (ix) In our opinion and according to the information and explanations given to us, monies raised by way of debt instruments and term loans during the year have been applied by the company for the purposes for which they were raised.
- (x) In our opinion and according to the information and explanations given to us, no material fraud by the company or on the company by the officers or the employees has been noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us, the company has paid/provided managerial remuneration in accordance with the provisions of the Companies Act, 2013.
- (xii) In our opinion the company is not a Nidhi Company and hence reporting under Clause-xii of paragraph 3 of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the company's transactions with its related parties are in accordance with sections 177 & 188 of the Companies Act, 2013 where applicable and details of related party transactions have been disclosed in the standalone financial statements etc. as required by the applicable accounting standards.
- (xiv) During the year the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under this clause is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with him hence reporting under this clause is not applicable to the Company.
- (xvi) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For ASHOK K. BHATT & CO.
Chartered Accountants
FRN No.100657W

ASHOK K. BHATT
Proprietor
M. No.036439

Place: Ahmedabad
Date : September 5, 2017

SIKKO INDUSTRIES LIMITED
Balance Sheet as at 31st March, 2017

Particulars	Notes	As at	
		31st March, 2017	31st March, 2016
Equity and Liabilities			
Shareholders' Fund			
Share Capital	2.1	4 00 00 000	2 00 00 000
Reserves and Surplus	2.2	2 31 15 704	3 68 87 565
		6 31 15 704	5 68 87 565
Non-Current liabilities			
Long term borrowings	2.3	7 08 81 124	4 85 91 464
Deferred tax liabilities (Net)		0	0
Long term provisions		0	0
		7 08 81 124	4 85 91 464
Current liabilities			
Short term borrowings	2.4	81 73 504	66 23 504
Trade payables	2.5	6 18 49 445	8 92 52 935
Other current liabilities	2.6	72 58 450	1 00 02 411
Short term provisions	2.7	4200000	25 00 000
		8 14 81 399	10 83 78 850
Total		21 54 78 227	21 38 57 879
Assets			
Non-Current assets			
Fixed assets	2.8		
Tangible assets		3 06 71 191	3 54 14 387
Intangible assets			0
Capital work-in-progress			
Intangible assets under development		0	0
		3 06 71 191	3 54 14 387
Non-current investments			4 000
Deffered Tax Asset (Net)	2.9		21 48 603
Long term - loans and Advances			0
Other non-current assets			0
Current Assets			
Inventories	2.10	5 56 25 700	6 17 80 433
Trade receivables	2.11	6 48 22 235	8 11 35 880
Cash & cash equivalents	2.12	2 59 94 585	9 53 775
Short term - Loans & advances	2.13	68 79 638	43 14 515
Other current assets	2.14	2 99 37 717	2 81 06 286
		18 32 59 875	17 62 90 889
Total :		21 54 78 227	21 38 57 879
Significant Accounting Policies	1		
Notes forming part of accounts	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For, Ashok K. Bhatt & Co.
[Firm Registration No. 100657W]
Chartered Accountants

Ashok k. Bhatt
Proprietor
M. No. 036439

Place: Ahmedabad
Date: September 5, 2017

Ghanshyambhai Kumbhani
Chairman & Whole Time Director
DIN 00587855

Maitry Doshi
Company Secretary

For and on behalf of the board
For, Sikko Industries Limited

Jayantibhai Kumbhani
Managing Director
DIN 00587807

Mukesh Shah
Chief Financial Officer

SIKKO INDUSTRIES LIMITED
Statement of Profit and Loss for the year ended 31st March, 2017

Particulars	Notes	31st March, 2017		2015-2016
		Total (in Rs.)	Total (in Rs.)	(in Rs.)
Income				
Revenue from operations	2.15	15 87 35 356		20 14 05 367
Other Income	2.16	1 84 38 219		1 20 73 346
Total Revenue			17 71 73 575	21 34 78 713
Expenses				
Cost of raw material consumed	2.17 A	5 23 90 287		12 65 97 063
Cost of packing material consumed	2.17 B	45 40 489		42 96 369
Changes in inventories	2.18	33 22 686		(8490334)
Employee benefits expenses	2.19	1 27 48 381		1 06 28 043
Finance costs	2.20	42 95 221		56 38 939
Depreciation and amortization expenses		71 37 393		90 75 793
Trading and other expenses	2.21	8 39 29 126		6 63 34 170
Total Expenses			16 83 63 583	21 40 80 043
Profit before Tax			88 09 992	- 6 01 330
Tax Expenses				
Provision for Income Tax (Current year)				25 00 000
Current tax			42 00 000	
Deferred Tax Asset	2.9		6 05 442	724499
			48 05 442	32 24 499
Profit/(Loss) for the period carried to Balance sheet			40 04 550	- 38 25 829
Earnings per equity share:(Basic)			2.20	0.00
Significant Accounting Policies	1			
Notes forming part of accounts	2			

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For, Ashok K. Bhatt & Co.
[Firm Registration No. 100657W]
Chartered Accountants

Ashok k. Bhatt
Proprietor
M. No. 036439

Place: Ahmedabad

Date: September 5, 2017

Ghanshyambhai Kumbhani
Chairman & Whole Time Director
DIN 00587855

Maitry Doshi

Company Secretary

For and on behalf of the board
For, Sikko Industries Limited

Jayantibhai Kumbhani
Managing Director
DIN 00587807

Mukesh Shah

Chief Financial Officer

SIKKO INDUSTRIES LIMITED
Cash Flow Statement for the year ended 31st March, 2017

Particulars	F. Y. 2016-17		F. Y. 2015-16	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
Net Profit		8809992		-601330
Add:				
Depreciation	7137393		9075793	
Provision for Current Year	4200000		2500000	
Discount	-12923			
Deferred Tax Expenses	605442		724499	
		11929912		12300292
(A) Cash flow from Operating Activities				
Changes in Trade Receivables	16313645		-57421550	
Changes in Inventories	6154733		-15096016	
Changes in Trade Payables	-27403490		60562976	
Changes in Advances received	-2839827		601612	
Changes in Advances Given	-2832683		-1591142	
Changes in Prepaid expenses	208834		664518	
Changes in Advances to employees	20000		38000	
Changes in Unpaid Expense	95866		340599	
Interest Received	109465		2658	
		-10173457		-11898345
(B) Cash flow from Investing Activities				
Purchase of Property & Equipment	-2396438		-1382423	
		-2396438		-1382423
(C) Cash flow from Financing Activities				
Changes in Secured Loan	16434660		25824425	
Changes in Unsecured Loan	5855000		11600000	
Changes in Dealer Deposit	1550000		938000	
Changes in other Deposits	-939000		200000	
EMD Tender	-1000000		0	
Changes in Balance with Govt. Authorities	-434638		1591441	
Advance I.Tax paid	-300000		-2500000	
Repayment of Cash Credit loan from Bank	0		-30546358	
Int on loan	-4295221		-5638939	
		16870801		1468569
(D) Beginning Cash & Bank Balance		953775		1067012
Ending Cash & Bank Balance		25994585		953775

For, Ashok K. Bhatt & Co.
[Firm Registration No. 100657W]
Chartered Accountants

Ashok k. Bhatt
Proprietor
M. No. 036439

Place: Ahmedabad
Date: September 5, 2017

Ghanshyambhai Kumbhani
Chairman & Whole Time Director
DIN 00587855

Maitry Doshi
Company Secretary

For and on behalf of the board
For, Sikko Industries Limited

Jayantibhai Kumbhani
Managing Director
DIN 00587807

Mukesh Shah
Chief Financial Officer

Significant Accounting Policies (Year ended 31.03.2017)

1.1 Basis of accounting

These financial statements have been prepared to comply with Accounting Principles Generally accepted in India (Indian GAAP), the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956.

The financial statements are prepared on accrual basis under the historical cost convention. The financial statement is presented in Indian Rupees rounded off to the nearest rupees.

1.2 Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and reported amount of revenues and expenses during the reported reporting period. Difference between the actual and estimates are recognized in the period in which the results are known / materialized.

1.3 Fixed Assets

Tangible Assets

Tangible Assets are stated at their cost of acquisition or construction less accumulated depreciation and impairment losses, if any. The cost of tangible assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use.

Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Intangible Assets

Intangible assets are recognized only when it is probable that the future economic benefits that are attributable to the assets will flow to the Company and the cost of the assets can be measured reliably. Intangible assets are stated at cost less accumulated amortization and impairment loss, if any.

1.4 Depreciation

- (a) No Depreciation on Fixed Assets has been provided as there are no fixed assets. Fixed Assets costing up-to Rs. 5,000/- are being fully depreciated in the year of acquisition.
- (b) Depreciation on assets discarded from active use has not been charged.

1.5 Impairment of Assets

An asset is treated impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

1.6 Investments

Current investments are carried at lower of cost and quoted/fair value, computed category-wise. Long-term investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such decline is other than temporary.

1.7 Inventories

Items of Inventories are measured at lower of cost and net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition.

Raw materials and packing materials are valued at cost.

1.8 Revenue Recognition

Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods, services, service tax, excise duty, adjusted for discounts (net).

Interest income is accounted on accrual basis.

1.9 Employee Benefits

Employee benefits such as salaries, allowances and employee benefits viz. provident and other funds which fall due for payment within a period of twelve months after rendering service, are charged as expense in the statement of Profit and Loss in the period in which the service is rendered.

1.10 Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use.

All other borrowing costs are charged to revenue.

1.11 Income Taxes

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognized if there is virtual certainty that sufficient future taxable income will be available to realize the same.

Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

1.12 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized in the accounts when there is a present obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Contingent liabilities are not recognized but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognized nor disclosed in the financial statements.

SIKKO INDUSTRIES LIMITED

2. Notes to Financial Statements for the year ended 31st March, 2017

2.1 Share Capital

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
a) Authorised		
60,00,000 equity shares of Rs. 10 each	6 00 00 000	3 00 00 000
(P.Y.30,00,000 equity shares of Rs.10 each)		
b) Issued, Subscribed and Paid up		
40,00,000 equity shares of Rs. 10 each fully paid up	4 00 00 000	2 00 00 000
(P.Y.20,00,000 equity shares of Rs.10 each fully paid up)		

c) Reconciliation of Issued, Subscribed and Paid up shares

Particulars	31-03-2017	31-03-2016
	No. of Shares	No. of Shares
At the beginning of the year	20 00 000	20 00 000
Addition during the year	20 00 000	0
Outstanding at the end of the year	40 00 000	20 00 000

d) Terms/Rights attached to equity shares

- The company has only one class of equity shares having a par value Rs. 10 per share.
- Each holder of equity shares is entitled to one vote per share.
- The company declares and pays dividends in Indian Rupees.

e) Shareholders holding more than 5% shares

Particulars	31-03-2017	31-03-2016
Ganshyambhai M Kumbhani	360740 shares 9.02%	114150 shares 5.70%
Bhavnaben P Kumbhani	385150 shares 9.63%	192575 shares 9.60%
Alpaben J Kumbhani	559320 shares 13.98%	179460 shares 8.90%
Mohanbhai N Kumbhani	330740 shares 8.27%	156070 shares 7.80%
Nandaben G Kumbhani	340000 shares 8.50%	170000 shares 8.50%
Jayantibhai M Kumbhani	1527042 shares 38.18%	359621 shares 17.90%
Pravinbhai M Kumbhani	325000 shares 8.12%	112400 shares 5.60%

2.2 Reserves and Surplus

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Surplus/(Deficit) in Statement of Profit & Loss		
Balance as per previous financial statement	3 68 87 565	4 07 13 394
Add: Profit for the year	40 04 550	- 38 25 829
Add: I.T. Refund	22 25 830	-
Less: Fixed Asset w/off	2 241	-
Balance available for appropriation	4 31 15 704	3 68 87 565
Less: Appropriations (Bonus shares)	2 00 00 000	0
Net Surplus/(Deficit)	2 31 15 704	3 68 87 565

2.3 Long Term Borrowings

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Secured:		
HDFC Car loan -Duster	0	1 76 304
BOI-Office loan	0	1 393
Term Loan from Bank (BOI-iii-ferti)	0	4 793
Bank of India C C A/c (S G Highway)	4 78 32 844	3 12 41 518
Bank of India C C A/c (Sanand)	1 03 317	0
HDFC Bank Loan- car loan grand i10	1 39 713	3 10 099
BOI-Car loan (Brezza)	6 62 190	0
HDFC Bank Loan- car loan BMW	13 88 060	19 57 357
	5 01 26 124	3 36 91 464
Unsecured:		
From Directors	90 00 000	35 00 000
From Directors relatives	1 17 55 000	1 14 00 000
	2 07 55 000	1 49 00 000
Total	7 08 81 124	4 85 91 464

Note: 1. Both Bank of India CC A/c are secured against stocks and debtors. They are further secured by mortgage of two factories of the at sanand and office premises on S.G.Highway.

Note: 2. All the car loans are secured by respective cars.

2.4 Short Term Borrowings

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Dealers Deposits	81 73 504	66 23 504
Total	81 73 504	66 23 504

2.5 Trade Payables

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
For goods	6 14 86 182	8 89 10 243
For Expenses	3 63 263	3 42 692
Total	6 18 49 445	8 92 52 935

2.6 Other current liabilities

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Advance from customers	68 13 825	96 53 652
Other payables:		
Prof tax	13 430	12 430
TDS - Salary	310000	3 35 000
TDS - Exp	1 21 195	1 329
Total	72 58 450	1 00 02 411

2.7 Short Term Provision

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
For Income Tax for C.Y.	4200000	25 00 000
For Income Tax for P.Y.	0	0
Total	4200000	25 00 000

2.8 FIXED ASSETS

Name of the Assets	GROSS BLOCK				DEPRECIATION			TO BE WRITE OFF AGST. P/S	NET BLOCK	
	Bal As at 1.4.16	Additions during the year Rs.	Deduction during the year Rs.	Bal As at 31.3.17	Bal Up to 31.3.16	Bal For the year	Bal Up to 31.3.17		Bal As at 31.3.17	Bal As at 31.3.16
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.		Rs.	Rs.
Air Conditioner	178200	0	0	178200	125610	17927	143537	0	34663	52590
Computer	205935	0	0	205935	178160	17625	195785	104	10046	27775
Electric installation (office)	828898	0	0	828898	585046	86794	671840	0	157058	243852
Electric installation (factory)	643011	44100	0	687111	393507	88033	481540	0	205571	249504
Plant (Sanand)	26698165	366339	0	27064504	14594844	2695474	17290318	0	9774186	12103321
Furniture and Fixture (office)	4861314	70000	0	4931314	3476599	475014	3951613	0	979701	1384715
Furniture and Fixture (Factory)	1313940	0	0	1313940	932928	121166	1054094	0	259846	381012
Lab Instruments	117982	0	0	117982	64990	10924	75914	0	42068	52992
Maruti Alto car	180000	0	0	180000	152476	11560	164036	0	15964	27524
Mobile	118199	37400	0	155599	70143	32029	102172	111	53316	48056
Office Building	6963000	0	0	6963000	1456297	275335	1731632	0	5231368	5506703
Plant and Machinery	15408438	104631	0	15513069	9051954	1329770	10381724	0	5131345	6356484
Trade Mark	44000	4500	0	48500	5985	4414	10399	0	38101	38015
Duster Car	943348	0	0	943348	632939	117955	750894	0	192454	310409
Weighing Scale	20700	0	0	20700	12384	1746	14130	0	6570	8316
Digital Camera	30000	0	0	30000	18688	7145	25833	0	4167	11312
Land	50000	0	0	50000	0	0	0	0	50000	50000
Factory Building at Sarkhej	590532	0	0	590532	441809	17847	459656	0	130876	148723
Factory Building at Sanand	7669387	76393	0	7745780	4234479	339295	4573774	0	3172006	3434908
Office Building	123500	0	0	123500	72005	2575	74580	0	48920	51495
Plant & Machinery	3028183	916834	0	3945017	2078485	244115	2322600	0	1622417	949698
Furniture	1647889	11200	0	1659089	1474162	71305	1545467	0	113622	173727
Air Conditioner	540904	0	0	540904	413050	44295	457345	0	83559	127854
Maruti Car	135000	0	0	135000	128304	3683	131987	0	3013	6696
Computer	50525	112150	0	162675	49053	45158	94211	200	68264	1472

Scooter	28300	0	0	28300	27801	0	27801	499	0	499
EPABX	93225	0	0	93225	53595	8304	61899	0	31326	39630
Fax Machine	8500	0	0	8500	7355	137	7492	0	1008	1145
Trade Marks	307250	28000	0	335250	93821	21821	115642	0	219608	213429
Tempo	250000	0	0	250000	248804	0	248804	1196	0	1196
Tata Indica Vista Car	488342	0	0	488342	416161	21654	437815	0	50527	72181
Mobile	204512	0	0	204512	103015	64022	167037	131	37344	101497
Suzuki Motor Bike	47138	0	0	47138	42565	2195	44760	0	2378	4573
Currency Counting Machine	25530	0	0	25530	14138	2392	16530	0	9000	11392
Cycle	8500	0	0	8500	7125	605	7730	0	770	1375
Office Equipment	24500	0	0	24500	13513	2967	16480	0	8020	10987
Freeze	25973	0	0	25973	14512	2407	16919	0	9054	11461
Projector & Music System	72900	0	0	72900	51787	7601	59388	0	13512	21113
Plant & Machinery (seed)	791677	29400	0	821077	166681	118168	284849	0	536228	624996
Television	108867	0	0	108867	77338	11351	88689	0	20178	31529
Solar Water Heater	39197	0	0	39197	21331	5538	26869	0	12328	17866
BMW Car	3200000	0	0	3200000	1686620	472629	2159249	0	1040751	1513380
Car I 10 Grand	666000	0	0	666000	249139	130186	379325	0	286675	416861
Loading Bolero Tempo	674350	0	0	674350	226868	139749	366617	0	307733	447482
Electric Installation	136217	215491	0	351708	11575	62363	73938	0	277770	124642
Car - Swift	0	365000	0	365000	0	0	0	0	365000	0
Water Cooler	0	15000	0	15000	0	2120	2120	0	12880	0
TOTAL	79592028	2396438	0	81988466	44177641	7137393	51315034	2241	30671191	35414387
PREVIOUS YEAR	20058194	978704	0	21036898	10213723	2211368	12425091	-	8611807	9470566

2.9 Deferred Tax Assets (Net)

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
At the start of the year	21 48 603	28 73 099
As per Profit & Loss A/c	6 05 442	7 24 496
At the end of the year	15 43 161	21 48 603

2.10 Inventories (As taken, valued and certified by the management)

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Manufactured/Traded Goods:		
Raw material	4 05 60 144	4 31 27 346
Finished Goods	1 11 62 199	1 44 84 885
Packing Material	39 03 357	41 68 202
Total	5 56 25 700	6 17 80 433

NOTE:

Inventory items have been valued considering the significant accounting policy 1.8 disclosed in Note no. 1 to these financial statement.

2.11 Trade Receivables

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Debt outstanding for the period exceeding six months	3 70 48 850	3 13 20 332
Others	2 77 73 385	4 98 15 548
Total	6 48 22 235	8 11 35 880

2.12 Cash and Cash Equivalent

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Cash on hand	8 76 384	9 08 777
Bank of India S.G Highway- Current a/c	2 50 12 563	21 455
ICICI Bank Ltd	20 597	20 597
Bank of India Sanand-C.C a/c	0	2 946
Bank of India - Paldi	85041	0
Total	2 59 94 585	9 53 775

2.13 Short - term Loans and Advances (Considered good unless otherwise stated)

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Advance given agst order	44 23 825	15 91 142
Advance Income Tax for A.Y.-2016-17	3 00 000	25 00 000
Other deposits	11 50 000	2 11 000
Deposit with revenue authorities	5 000	5 000
TDS on GEB Security deposit/others	813	7 373
EMD Rajasthan Tender	10 00 000	0
Total	68 79 638	43 14 515

2.14 Other Current Asset

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Prepaid Insurance	99 807	2 85 148
Prepaid Advertisement exp	3 95 555	4 19 048
Balance with Cen. Excise auth(PLA a/c)	41429	30 256

Cenvat receivable on plant & machinery	0	2 541
Central excise duty (under protest)	2 59 44 049	25944049
Additional Duty Receivable	92713	0
Balances with statutory/ govt authorities-GEB	6 32 086	6 82 086
Interest subsidy receivable	0	2 15 271
Loans to employees	333000	353000
Vat current a/c	767693	174887
Employee PF	87555	0
IPO Charges not written off	1543830	0
Total	2 99 37 717	2 81 06 286

2.15 Revenue from Operations

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Sale of Finished goods-mfg	13 16 22 968	15 74 74 677
Sale of Finished goods-Trading	3 31 49 474	5 01 56 667
(Net of discounts, rebate)		
Less: Excise duty paid	22 18 479	15 36 693
Less: Sales return	38 18 607	53 94 257
Export Sales	0	7 04 973
Total	15 87 35 356	20 14 05 367

2.16 Other income

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Leakage material	0	6 468
Kasar	409	7 214
Rate difference	30 75 994	7 67 101
C & F Charges Received	6 45 604	6 92 983
Interest Income	9 305	2 658
Marketing Income	1 43 93 194	93 82 182
Discount	12 923	0
Machinery rent income	12 000	12 000
Office rent income	1 80 000	1 80 000
Income tax refund	0	10 22 740
Interest on I.T. Refund	1 00 160	0
Late Payment Charges	8 630	0
Total	1 84 38 219	1 20 73 346

2.17 Cost of Material Consumed

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
2.17 A RAW MATERIAL		
Opening Stock	4 31 27 346	3 67 71 685
Add:Purchase	4 98 23 085	13 34 06 648
Less: purchase return	0	4 53 924
Less: Closing stock	4 05 60 144	4 31 27 346
Total	5 23 90 287	12 65 97 063

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
2.17 B PACKING MATERIAL		

Opening Stock	41 68 202	39 18 180
Add: Purchase	42 75 644	45 46 391
Less: sales	0	0
Less: purchase return	0	0
Less: Closing Stock	39 03 357	41 68 202
Total	45 40 489	42 96 369

2.18 Changes in Inventories

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Opening Stock:		
Finished goods(Traded goods)	1 44 84 885	59 94 551
Closing Stock:		
Finished goods(Traded goods)	1 11 62 199	1 44 84 885
Decrease/(Increase) in Inventories	33 22 686	- 84 90 334

2.19 Employees Benefits expense

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
R & D Staff salary	6 85 000	0
Staff Salary	38 95 087	23 59 410
Bonus	3 46 000	3 85 281
Wages	447992	3 56 095
Directors Remuneration	72 00 000	72 00 000
Staff welfare expenses	23 970	78 817
ESIC Exp	45 004	53309
Provident fund	1 05 328	1 95 131
Total	1 27 48 381	1 06 28 043

2.20 Finance Cost

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Interest on:		
Bank Interest	40 80 869	49 07 051
Bank Interest term loan	36	2 16 681
Bank Interest term loan-office	0	97 884
Bank Interest -fertilizer	37362	42 082
Car loan Interest	1 76 954	3 75 241
Total	42 95 221	56 38 939

2.21 Trading and other expenses

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Trading purchase (Net)	6 25 62 664	41927894
Manufacturing Expenses:		
Factory indirect exp	5 10 242	3 75 181
Laeakage material exp	27213	2 935
Factory labour work exp	19 10 473	34 97 713
Freight inward	38 62 675	46 82 807
Factory repairing exp	58 128	0
Electricity charges/burning exp	15 32 890	15 78 402
Machinery Repairs and maintenance	5 91 458	7 16 806
	84 93 079	1 08 53 844
Selling & Distribution Expenses:		

Octroi exp	0	5 000
Godown exp	114442	44 180
Advertisement	7 57 993	17 82 477
Sales Commission exp	2 05 250	1 53 000
Sales Promotion	8 58 600	23 27 630
Field asst exp	19636	0
Loading/ unloading charges	1 80 691	6 07 871
Custom duty exp	166212	0
Godown Rent	156000	10 000
Exhibition exp	5 21 495	44250
VAT expenses	6 39 963	1 10 483
CST exp 13-14 & 15-16	28 158	0
	36 48 440	50 84 891
Establishment Expenses:		
Medical exp	0	4973
Kasar exp	52	0
Export charges	41333	41 043
Conveyance exp	77 406	97 487
Freight outward	1 20 863	5 60 512
Internet and website exp	86 149	1 20 260
Computers Repairs and maintenance	1 37 104	1 46 758
Tender fees	4 000	1000
Vehicle Repairs	1 92 878	2 58 542
Stamp Duty charges	1 70 000	2 07 720
Insurance	5 79 809	4 07 319
Travelling:		
Director	8 95 555	6 84 249
Other	5 64 115	2 61 248
Municipal Tax	1 16 064	1 19 582
Service tax	97 907	1 27 642
Interest on Service tax	0	640
Bank Charges	3 10 492	3 74 042
Petrol Expenses	3 23 382	2 54 042
Donation	170500	6 200
R & D Farm exp	9 91 219	0
Telephone expense	2 20 188	1 65 101
Office maintainance Exp	1 51 920	1 51 920
Printing and Stationery	2 12 438	4 59 012
Legal and Professional Fees	8 10 480	4 32 823
Legal exp	1 33 362	0
Auditors Remuneration	29 000	28 000
Membership fees	30 018	2 000
Handling charges	8 44 000	1 84 645
Lab testing Exp	10 222	22 527
License fees	91 450	54 120
Rate difference exp	53 541	24 06 532
Office expenses	2 54 485	2 16 049
cash discount	5 86 401	3 32 947
Postage & telegram	1 17 698	1 27 967
Packing Job work	0	8715
Consultancy fees	0	189300
Interest on TDS	156	0

Interest on prof tax	2 836	1 124
ROC exp	2 41 700	11500
Cold Storage exp	4 181	0
Interest on Central Excise duty	1 100	0
IPO Listing exp	4 84 888	0
Import & Shipping Charges	66 051	0
	92 24 943	84 67 541
Total	8 39 29 126	6 63 34 170

2.22 Related party disclosure:

(a) List of related parties with whom transactions have taken place during the year:

Key Management Personnel	Mr. Ghanshyam M Kumbhani, Director Mr. Jayanti M Kumbhani, Director
Associate firm:	Sikkon Crop Technology Simcon Laminators Pvt. Ltd

(b) Transaction with related party:

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Key Management Personnel		
Remuneration	72 00 000	72 00 000
Associated Firm		
Purchase of goods	35306470	4 03 10 986
Sales of goods(net)	370288	11 075
C & F Charges	4 76 230	4 76 230
Marketing exp	1 26 99 457	79 49 160
Machinery rent income	12000	0
Office rent income	1 20 000	1 20 000

(c) Outstanding balances at the end of the year:

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Key Management Personnel		
Credit Balance of Loan	90 00 000	35 00 000
Associated Firm		
Credit Balance	2 22 29 623	1 72 64 918

2.23 Earning per share

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Profit before Tax	88 09 992	- 6 01 330
No. of equity shares	40 00 000	20 00 000
Face value per share	10	10
Earning per share (Basic)	2.20	0.00

2.24 Remuneration to Managing Director

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Salary	72 00 000	72 00 000

2.25 Statutory Auditor Remuneration

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
As Auditor	29 000	28 000

2.26 In the opinion of the Board of Directors and to the best of their knowledge and belief the value on realization of Current Assets and Other Loans and Advances will not be less than the amount at which they are stated in the Balance Sheet.

2.27 Balances of Debtors, Creditor, Loans and Advances and Deposits are subject to confirmation.

2.28 Details of Specified Bank Notes (SBN) Held and Transacted during the Period November 8, 2016 to December 30, 2016 are as under:

Particulars	SBNs (Rs.)	Other denomination Notes (Rs.)	Total (Rs.)
Closing cash in hand as on 08/11/2016	37 25 895	1 75 800	39 01 695
(+) Permitted Receipts		2 85 000	2 85 000
(-) Permitted Payments		3 01 935	3 01 935
(-) Amount Deposited in Banks	37 25 895	1 35 720	38 61 615
Closing cash in hand as on 30/12/2016	-	23 145	23 145

Additional information, to the extent applicable, required under para 5 of Division I of the Schedule III to the Companies Act, 2013.

(A) Particulars of Stock and Sales:

Particulars	31-03-2017		31-03-2016	
	Qty.	(Rs.)	Qty.	(Rs.)
Opening Stock				
Finished Goods	-	1 44 84 885	-	59 94 551
Total	-	1 44 84 885	-	59 94 551
Closing Stock				
Finished Goods	-	1 11 62 199	-	1 44 84 885
Total	-	1 11 62 199	-	1 44 84 885
Sales				
Traded Goods		3 31 49 474		5 01 56 667
Finished Goods	-	13 16 22 968	-	15 81 79 650
Total	-	16 47 72 442	-	20 83 36 317

Note:

According to the management it is not possible to give the quantity details due to various types of raw material and packing.

(B) Raw Material Consumption

Particulars	2016-2017		2015-2016	
	%	Value (Rs.)	%	Value (Rs.)
Imported	3.92	20 54 914	0.00	0
Indigenous	96.08	5 03 35 373	100.00	12 65 97 063

(C) CIF Value of Imports

(D) Analysis of Imported and Indigenous spares consumption ---- N. A.

(E) Expenditure in foreign currency (on payment basis)

Particulars	31-03-2017	31-03-2016
	(Rs.)	(Rs.)
Purchase of Raw Material	20 54 914	NIL
Foreign travelling	74 750	2 92 928
Earnings in Foreign Exchange	----	7 04 987

The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006)

claiming their status as on 31st March, 2017 as micro, small or medium enterprises. Consequently the amount paid/payable to these parties during the year is not ascertainable.

Statement of Management

- a. The current assets, loans and advances are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated otherwise in the accounts. Subject to the notes regarding depreciation, other notes and the method of accounting followed by the Company, provision for all known liabilities is adequate and not in excess of amount reasonably necessary. There are no contingent liabilities.
- b. Balance Sheet and Statement of Profit and Loss read together with the notes thereon, are drawn up so as to disclose the information required under the Companies Act, 2013 as well as give a true and fair view of the statement of affairs of the company as at the end of the year and results of the company for the year under review.

Previous year figures

The company has regrouped, reclassified and reworked previous year figures where ever necessary for comparative purpose.

For, Ashok K. Bhatt & Co.

[Firm Registration No. 100657W]
Chartered Accountants

Ashok k. Bhatt
Proprietor
M. No. 036439

Place: Ahmedabad

Date: September 5, 2017

Ghanshyambhai Kumbhani
Chairman & Whole Time Director
DIN 00587855

Maitry Doshi
Company Secretary

For and on behalf of the board **For, Sikko Industries Limited**

Jayantibhai Kumbhani
Managing Director
DIN 00587807

Mukesh Shah
Chief Financial Officer

SIKKO INDUSTRIES LIMITED

Corporate Identity Number (CIN): U51909GJ2000PLC037329

Regd Office: 508, Iscon Elegance, Nr. Jain Temple, Nr. Prahladnagar Pick up Stand, S.G. Highway, Vejalpur, Ahmedabad-380051; Tel: (079) 66168950/51 Visit us at: www.sikkoindia.com, Email-compliance@sikkoindia.com

ATTENDANCE SLIP

Regd. Folio No./DP Id No.*/Client Id No.* (*Applicable for investor holding shares in electronic form.)	
No. of Shares held	
Name and Address of the First Shareholder (IN BLOCK LETTERS)	
Name of the Joint holder (if any)	

I/we hereby record my/our presence at the 17th Annual General Meeting of Sikko Industries Limited held on Friday, September 29, 2017 at 10:00 a.m. at the registered office of the Company situated at 508, Iscon Elegance, Nr. Jain Temple, Nr. Prahladnagar Pick up Stand, S.G. Highway, Vejalpur, Ahmedabad-380051.

Member's/Proxy's Name in Block Letters

Member's/Proxy's Signature

Notes: Please fill up this attendance slip and hand it over at the entrance of the venue of meeting. Members are requested to bring their copies of the Annual Report to the AGM.

-----Please tear here-----

PROXY FORM

(Form No. MGT-11 - Pursuant to section 105(6) of the Companies Act, 2013 Rules made thereunder)

Name of the member(s)	
Registered Address	
E-mail Id	
Folio No/Client Id	

I/We, being the member (s) of.....shares of the above named company, hereby appoint

- Name: _____
Address: _____
E-mail Id: _____ Signature: _____ or failing him
- Name: _____
Address: _____
E-mail Id: _____ Signature: _____ or failing him
- Name: _____
Address: _____
E-mail Id: _____ Signature: _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 17th Annual General Meeting and/or any adjournment thereof of Sikko Industries Limited to be held on Friday, September 29, 2017 at 10:00 a.m. at the registered office of the Company situated at 508, Iscon Elegance, Nr. Jain Temple, Nr. Prahladnagar Pick up Stand, S.G. Highway, Vejalpur, Ahmedabad-380051 and/or any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Resolution	Vote (Optional see Note 2) (Please mention no. of shares)		
		For	Against	Abstain
Ordinary businesses				
1.	To receive, consider and adopt audited financial statement of account for the financial year ended on March 31, 2017 and the reports of the Directors' and the Auditors' thereon.			
2.	To appoint a Director in place of Mr. Jayantibhai Kumbhani (DIN 00587807), who retires by rotation and being eligible, seeks re-appointment.			
3.	Appointment of Statutory Auditors and fix their remuneration.			
Special Businesses				
4.	Appointment cum regularization of appointment of Mr. Hasmukhbhai Vavaiya as an Independent Director			
5.	Appointment cum regularization of appointment of Mr. Pravinbhai M. Kumbhani, Non-Executive Director.			

Signed this.....day of.....2017

Signature of shareholder Signature of Proxy holder(s)

Affix
Revenue
Stamp of not
less than
Rs. 1

Note:

- This form, in order to be effective, should be duly stamped, completed, signed and deposited at the registered office of the Company, not less than 48 hours before the Annual General Meeting (on or before September 27, 2017 at 10:00 a.m.)
- It is optional to indicate your preference. If you leave the 'for', 'against' or 'abstain' column blank against any or all of the resolutions, your proxy will be entitled to vote in the manner as he/she may deem appropriate.