



24th
ANNUAL REPORT
2017 – 2018



SIGACHI LABORATORIES LIMITED



SIGACHI LABORATORIES LIMITED

Board of Directors:

1. Sri. T. Adinarayana - Chairman & Managing Director
2. Sri. B.S.S. Murthy - Independent Director
3. Miss. K. Suneetha - Independent Director
4. Sri. T. Govardhana Rao - Independent Director
5. Sri. P. L.V. Subba Rao - Director
6. Sri. T.R. Sekhar - Director

Key Managerial Personnel:

Mr. Kuradia Ajay Kumar – Company Secretary & Compliance Officer
Mr. B. Kumar – Chief Financial Officer.

Registered Office:

S. No. 530 & 534, Bonthapally - 502 313,
Gummadidala Mandal, (formerly Jinnaram Mandal),
Sangareddy District, (formerly Medak District), Telangana.

Factories:

Unit - I: S. No. 530 & 534, Bonthapally - 502 313, Gummadidala Mandal, (formerly Jinnaram Mandal), Sangareddy District, (formerly Medak District), Telangana.

Unit - II: S. No.42, Ali Nagar, Gummadidala Mandal, (formerly Jinnaram Mandal), Sangareddy District, (formerly Medak District), Telangana.

Corporate Office and Place where books of account are maintained:
402, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad - 500 001.

Auditors:

Niranjan & Narayan, Chartered Accountants, Hyderabad - 500 016.

Secretarial Auditors:

P.S. Rao & Associates
Company Secretaries, Hyderabad - 500 082.

Bankers:

Axis Bank Limited, State Bank of India

Registrars & Share Transfer Agents:

Venture Capital And Corporate Investments Pvt. Ltd.,
12-10-167, Bharat Nagar, Hyderabad - 500 018.
Phones: 040-23818475, 23818476, Fax: 040-23868024,
e-mail: info@vccilindia.com, www.vccilindia.com

NOTICE

NOTICE is hereby given that the Twenty Fourth Annual General Meeting of the Members of SIGACHI LABORATORIES LIMITED will be held at the Registered Office of the Company: S. No: 530 & 534, Bonthapally - 502 313, Gummadidala Mandal, (formerly Jinnaram Mandal), Sangareddy District, (formerly Medak District), Telangana, on Friday, the 7th day of September, 2018 at 4.00 P.M., to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements as at 31st March, 2018, together with the Reports of Directors' and Auditors' thereon.
2. To appoint a Director in place of Sri. P.L.V. Subba Rao, (holding DIN: 07268648), who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in place of Sri. T. Adinarayana, (holding DIN: 00917498), who retires by rotation and being eligible, offers himself for reappointment.

SPECIAL BUSINESS

4. To consider and if thought fit, to pass, with or without modification(s), the following resolution as Special Resolution:

“RESOLVED THAT pursuant to the consideration and recommendation of the Nomination and remuneration committee and Board of Directors and provisions of Sections 196, 197 and 198 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) and Rules made there under (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the relevant provisions of the Articles of Association of the Company and all applicable guidelines issued by the Central Government from time to time, Sri. Tunuguntla Raja Sekhar (holding DIN:02943146) be and is hereby appointed as a Whole Time Director in the capacity and designation of Executive Director of the Company for a period of three years with effect from 11.06.2018 to 10.06.2021 on the following remuneration and other terms and conditions:

I. Salary:

Rs.90,000/- per month with perquisites as mentioned below with annual

increment of 5% in the salary in accordance with the limits specified in Section II of Part II of Schedule V of the Companies Act, 2013, as amended from time to time.

II. Perquisites:

1. Housing:

- a) The expenditure incurred by the Company on hiring furnished accommodation will be subject to a ceiling of 60% of the salary; or
 - b) In case the accommodation is owned by the Company, ten percent of the salary shall be deducted by the Company; or
 - c) In case no accommodation is provided by the Company, Sri. T. Raja Sekhar shall be entitled to house rent allowance subject to the ceiling laid down in clause 1(a).
2. Reimbursement of expenditure incurred on gas, electricity, water and furnishing will be borne by the Company and the market value will be evaluated as per Income Tax Rules, 1962.

3. Medical Reimbursement:

Medical expenses incurred by the appointee on self, spouse and dependent children and/or Mediclaim policy will be reimbursed to him subject to a ceiling of one month's salary in a year or three month's salary over a period of three years.

4. Club Fees:

Fees of clubs subject to a maximum of two clubs excluding admission and life membership fees.

5. Car with driver for use on Company's business and telephone and internet connection at residence shall be provided and those shall not be considered as perquisites.

6. Leave at the rate of 30 days per calendar year of service. Leave calculation for a part of the calendar year at the date of appointment as Executive Director or on ceasing to be Executive Director shall be made on a pro-rata basis at the rate of two and a half days leave for every completed month of service. Leave accumulated and not availed of may be encashed at the end of the tenure or as per the rules of the Company.

7. Company's contribution towards Provident Fund and Superannuation Fund, shall be as per the rules of the company; further the gratuity be

payable at a rate not exceeding half month's Salary for each completed year of service. Further these statutory contributions shall not be included in the computation of minimum remuneration to the extent these either singly or put together.

8. The Company shall reimburse actual entertainment and traveling expenses incurred by the Executive Director in connection with the Company's business.

III. Commission:

In the event of adequate profits, Executive Director shall be entitled for overall remuneration (i.e., salary, allowances, perquisites and commission) in any one financial year shall not exceed 5% of the net profits or any such higher limits prescribed from time to time under section 197 read with the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) along with the schedule V of the Companies Act, 2013 as may for the time being, be in force and any amendments thereto.

The Executive Director is not entitled to any sitting fees for attending any meetings of Board of Directors or committee thereof. The remuneration including perquisites stated above shall be subject to and within the overall limits for managerial remuneration in Section II of Part II of Schedule V of the Companies Act, 2013 read with section 196,197 and 198 of the said Act. The nature of appointment shall be contractual, terminable by either party giving notice of two months so long as he functions as such. He is not liable to retire by rotation till he continues as Executive Director and further that the perquisites mentioned above shall be interchangeable."

"Resolved further that subject to the applicable provisions of the Companies Act, 2013, in the event of loss or inadequacy of profits, in any financial year during the tenure of appointment, the above mentioned salary shall be paid to Sri. Tunuguntla Raja Sekhar, Executive Director as minimum remuneration."

"Resolved further that the terms and conditions set out for appointment and / or agreements may be altered and varied from time to time by the Board during his tenure as Executive Director as it may, at its discretion, deem fit so as not to exceed the limits specified in Part II of Schedule V of the Companies Act, 2013 or any other amendments made there under in this regard."

5. To consider and approve, the following resolution with or without modification(s), as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 186 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under (including any statutory modification thereof for the time being in force and as may be enacted from time to time), sanctions and permissions as may be necessary, the consent of the Members of the company, be and is hereby accorded to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include any Committee, which the Board may constitute for this purpose or any person(s) authorized by the Board) to (a) grant/give loans and Advances from time to time, on such terms and conditions as it may deem expedient, to any person or other bodies corporate; (b) provide guarantee / security to secure any loan / obligations of any other person or bodies corporate; and (c) acquire by way of subscription, purchase or otherwise the securities, Investments, including Equity Shares, Preference shares, Bonds, Debentures, Mutual Funds etc., of any other bodies corporate and also to make investments, grant loans and advances in subsidiaries, associate companies, group companies and in all other bodies corporate or to any person in india or outside india, in excess of limits specified under section 186 of Companies Act, 2013 from time to time, as may be considered appropriate for an amount not exceeding Rs.30 Crores (Rupees Thirty Crores only), including the Company’s existing investments in all other bodies corporate, loans and guarantees already given/made.”

“RESOLVED FURTHER that the Board of Directors is hereby authorized to decide, from time to time, the amounts to be invested in securities, loans / guarantees to be given and securities to be provided to any person and / or bodies corporate within the above mentioned limits, finalize the terms and conditions, execute necessary documents, delegate all or any of these powers to any Sub-Committee / Director(s) / Officer(s) of the Company, settle any question, difficulty or doubt that may arise in this regard and do all acts, deeds and things which it considers proper for giving effect to this resolution.”

6. 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 20 of the Companies Act, 2013 and relevant rules framed there under and other

SIGACHI LABORATORIES LIMITED

applicable provisions, if any, whereby, a document may be served on any member by the Company by sending it to him/her by post, by registered post, by speed post, by electronic mode, or any other modes as may be prescribed, consent of the members be and is hereby accorded to charge from the Member such fees in advance equivalent to estimated actual expenses of delivery of the documents delivered through registered post or speed post or by courier service or such other mode of delivery of documents pursuant to any request by the shareholder for delivery of documents, through a particular mode of service mentioned above provided such request along with requisite fees has been duly received by the Company at least seven days in advance of dispatch of documents by the Company to the shareholder.”

“RESOLVED FURTHER THAT for the purpose of giving effect to this resolution the Board of Directors or Key Managerial Personnel of the Company be and are hereby severally authorized to do all such acts, deeds, matters and things as may be necessary, proper, desirable or expedient and to settle any question, difficulty, or doubt that may arise in respect of the matter aforesaid, including determination of the estimated fees for delivery of the document(s) to be paid in advance and to give effect to this resolution.”

By Order of the Board of Directors
for Sigachi Laboratories Limited

Place : Hyderabad
Date : 23.07.2018

(Kuradia Ajay Kumar)
Company Secretary
ACS:44310

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of himself/herself and such a proxy need not be a member of the Company.
2. A person shall not act as a proxy for more than 50 members and holding in the aggregate not more than ten percent of the total voting share capital of the Company. A member holding more than ten percent of the total share capital of the Company may appoint a single person as Proxy provided that such person shall not act as a Proxy for any other member.
3. The instruments of proxies in order to be effective must be deposited with the Company at its Registered Office not less than 48 hours before the commencement of the meeting.
4. An Explanatory statement pursuant to Section 102 (1) of the Companies Act, 2013, in respect of special business as set out in the Notice is annexed hereto.
5. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company an attested copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
6. In case of Joint Shareholders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. Members desiring any information regarding the accounts are requested to write to the Company at least 7 days before the date of the meeting so as to enable the Management to keep the information ready.
8. The Members/Proxies attending the meeting are requested to bring the enclosed Attendance Slip and deliver the same at the entrance of the Meeting Hall.
9. Members are requested to bring their respective copies of the Annual report for reference during the Annual General Meeting.
10. The Register of Members and Share Transfer Books will remain closed from 1st September, 2018 to 7th September, 2018 (both days inclusive).
11. The Company's Shares have been listed at Metropolitan Stock Exchange of India Limited and the listing fee has been paid up to 2018-2019.
12. Members holding shares in the same name under different Ledger Folios are requested to apply for consolidation of such Folios and

send the relevant share certificates to the Share Transfer Agent (STA)/ Company.

13. Members are advised to register their email address in respect of shares held in physical form to the company or Registrars and Share Transfer Agent of the company and with concerned depository participant in respect of shares held in demat form to enable the company to serve documents in electronic form.
14. In support of the “Green Initiative” announced by the Government of India, the annual report for the financial year 2017-2018 is being sent through email to those members who have registered their email addresses with the Company/depository participants. The annual report is also available on the Company’s website www.slllab.com. The physical copy of the annual report is being sent to those members who have either opted for the same or have not registered their email addresses with the Company/depository participant. The members will be entitled to a physical copy of the annual report for the financial year 2017-2018, free of cost, upon sending a request to the Company Secretary, Sigachi Laboratories Limited, 402, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad-500 001.
15. Members who hold shares in physical form can nominate any person in respect of all the shares held by them singly or jointly. Members who hold shares in single name are advised, in their own interest to avail of the nomination facility. Members holding shares in dematerialized form may contact their respective depository participant(s) for recording nomination in respect of their shares. Members holding shares in physical form are requested to convert their holdings to dematerialized form to eliminate all risks associated with physical shares. Further, as per the amended regulations of SEBI (Listing Obligations and Disclosure Requirements) (Fourth Amendment Regulations), 2018, transfer of securities of listed companies shall not be processed unless the securities held in the demat form with a depository from 5th December, 2018.
16. All the documents referred to in the Notice will be available to the members at the Registered Office of the Company between 10.30 A.M., to 12.30 P.M., on all working days from the date hereof up to the date of the Meeting.
17. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository

Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN and Bank Account details to the Company / STA.

18. Pursuant to Regulation 36 (3) of SEBI (LODR) Regulations, 2015 brief profile of the Director(s) proposed to be re-appointed, is Annexed to this Notice.

19. E- Voting:

- a. In compliance with the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide Members with the facility to exercise their right to vote on resolutions proposed to be considered at the 24th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by Central Depository Services (India) Limited (CDSL).
- b. The results of the e-voting and result of the physical voting at the meeting will be declared within 48 hours of conclusion of the meeting and the results along with the scrutinizer's report shall be placed on the website of the Company.
- c. The voting rights of members shall be in proportion to their shareholding in the paid up equity share capital of the company as on 31st August, 2018, being the cut-off date.
- d. The members of the Company, holding shares either in physical form or in dematerialized form, as on 31st August, 2018, being the cut-off date, may cast their vote (for or against) electronically. In case a person has become the member of the company after despatch of AGM Notice but on or before the cut-off date i.e., 31.08.2018 may write to M/s. Venture Capital and Corporate Investments Private Limited, (STA), email: info@vccilindia.com requesting for the user ID and pass word/sequence number. After receipt of the above credentials please follow the instructions for share holders voting electronically.
- e. The facility for voting through poll shall be made available at the meeting and the members attending the meeting who have not already cast their vote electronically through e-voting shall be able to exercise their voting right at the Meeting.

- f. The members who have cast their vote by e-voting prior to the meeting may also, attend the meeting but shall not be entitled to cast their vote again.
- g. The Company has appointed Mr. D. Venkata Ratnam, Chartered Accountant, as scrutinizer for conducting the remote e-voting and also the physical ballot process in the Annual General Meeting in a fair and transparent manner.
- h. Members can opt for only one mode of voting, i.e., either by physical poll or e-voting. In case Members cast their votes through both the modes, voting done by e-voting shall prevail and votes cast through physical poll will be treated as invalid.
- i. The members desiring to vote through electronic mode may refer to the detailed procedure on e-voting as mentioned here under:
Members receiving Notice of 24th Annual General Meeting by e-mail from M/s. Venture Capital and Corporate Investments Private Limited, Registrars and Share Transfer Agents of the company or in case of members receiving the physical copy of Notice of 24th Annual General Meeting (for members whose e-mail ids are not registered with the company/depositories):
Please follow all the steps from S. No. (i) to S. No. (xx) to cast vote.

The instructions for shareholders voting electronically are as under:

- (i) The e-voting period will commence on Tuesday, the 04th September, 2018 (09:00 hrs) and will end on Thursday, 06th September, 2018 (17.00 hrs). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) i.e., 31st August, 2018 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders tab.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID.
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID.
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant Company, Sigachi Laboratories Limited on which you choose to vote.
- (xii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print out of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xvii) If a demat account holder has forgotten the login password earlier used then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xix) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e., other than Individuals, HUF, NRI etc.,) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.

- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

A. General Instructions:

- i. The Chairman of the Meeting shall at AGM venue, at the end of discussions on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of ballot paper for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- ii. The Scrutinizer shall after the conclusion of voting at AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than 48 hours of the conclusion of the AGM, a consolidated scrutinizer’s report of the total votes cast in favour or against, if any, to the Chairman of the Meeting or a person authorized by him in writing.
- iii. Subject to the receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the Annual General Meeting ie., on 7th September, 2018.
- iv. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.slllab.com and on the web site of CDSL i.e., www.evotingindia.com and will be communicated to the Metropolitan Stock Exchange of India Limited within 48 hours from the conclusion of the AGM.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013:

Item No. 4

The Board of Directors, on the recommendation of Nomination and Remuneration Committee, at their meeting held on 11th June, 2018, have appointed Sri. T. Raja Sekhar as Whole time Director in the capacity and designation of Executive director of the company for a period of 3 years with effect from 11th June, 2018, subject to the approval of Members and such other provisions of the Companies Act, 2013, on a remuneration and other terms and conditions mentioned in the proposed resolution.

Except Sri. T. Raja Sekhar and Sri. T. Adinarayana, Directors of the company, none of the Directors and Key Managerial Personnel of the company or their respective relatives are concerned or interested in the said special resolution.

The Board is of the opinion that the aforesaid Resolution at Item No.4 is in the interests of the Company and hence, recommends for the approval of Members.

Annexure :

I. General Information:

1. Nature of Industry:

Manufacture of Bulk Drugs and Intermediates (Pharmaceutical Products) and also carrying on Investments in securities.

2. Year of Commencement of Commercial production: 2000

3. In case of new companies, expected date of commencement of activities as per project approved by the financial institutions appearing in the prospectus: Not Applicable.

4. Financial Performance:

(Rs. In Lakhs)

Particulars	Year Ended 31.03.2018 (As per Ind AS)	Year Ended 31.03.2017	Year Ended 31.03.2016
Turnover	209.10	188.42	161.26
Profit Before Interest, Depreciation and Tax	146.49	136.65	118.95
Net Profit as per Statement of Profit and Loss	111.11	100.02	79.09

The effective capital of the Company based on the latest audited accounts of the Company for the year ended 31st March, 2018 was Rs.896.57 Lakhs.

5. Foreign investment or collaboration, if any: The Company has no foreign collaboration.

II. Information about the appointee:

1. Background details:

Sri T. Raja Sekhar, aged about 35 years, has studied BE., and did his Masters in Engineering in USA with experience of about 7 years.

2. Past remuneration:

Rs.4,20,000 P.A., for Part time job.

3. Job profile and his suitability:

Sri T. Raja Sekhar, is a director of the company for about 8 years and is also having about 7 years experience in service. He is eminently suited for the job.

4. Remuneration proposed: As mentioned in the resolution.

5. Comparative remuneration with respect to industry, size of the Company, profile of the position and person:

Considering the size of the Company and the job profile of the position and the credentials, qualifications and experience of the appointee, the remuneration proposed is moderate and reasonable and compares well with that of similar companies.

6. Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any:

Sri T. Raja Sekhar is part of promoter group and together with his family members and associate company, holds substantial stake in the Company. He has no relationship with any other Directors except Sri. T. Adinarayana, Director of the Company.

III. Other Information:

1. Reasons for loss or inadequate profits:

The margins in the business are reasonable and the company had been undertaking Job works till 31-10-2017 and from 1-11-2017 has leased its two factories and as such there were no losses but inadequate profits.

2. Steps taken or proposed to be taken for improvement:

The Company is looking forward to take all such steps and measures including investments and exploring diversification, restructuring which are in the best interests of the company, the Company is making all possible efforts to improve its profitability.

3. Expected increase in productivity and profits in measurable terms:

The company had leased out its two factories and is expected to register an increase of about 5% per annum due to investment management, barring unforeseen circumstances.

IV. Disclosures:

The shareholders of the Company are informed of the remuneration package of the Managerial Personnel through the notice of the Annual General Meeting.

Though it is a listed Company, the Corporate Governance reporting is not applicable.

Item No. 5

The Company had, from time to time, made investments in the shares and securities of bodies corporate in listed, unlisted companies, Mutual Funds, Bonds, Debentures etc., and has given ICDs, Loans.

In order to make investment(s) in securities, granting loans and advances, providing guarantees, in excess of limits specified under section 186 of Companies Act, 2013, the Company requires approval from the shareholders in a general meeting. The Board recommends the Special Resolution set out at Item No.5 of the Notice for approval of the Members of the Company.

None of the Directors, Key Managerial Personnel or their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution as set out at Item No.5 of the Notice.

Item No. 6

As per the provisions of Section 20 of the Companies Act, 2013 a document may be served on any member by sending it to him by Post or by Registered post or by Speed post or by Courier or by delivering at his/her

SIGACHI LABORATORIES LIMITED

office address or by such electronic or other mode as may be prescribed. It further provides that a Member can request for delivery of any document to him/her through a particular mode for which he/she shall pay such fees as may be determined by the Company in its Annual General Meeting.

Therefore, to enable the members to avail this facility, it is necessary for the Company to determine the fees to be charged for delivery of a document in a particular mode, as mentioned in the resolution.

Since the Companies Act, 2013 requires the fees to be determined in the General Meeting, the Directors accordingly commend the Ordinary Resolution as set out at item no.6 of the Notice, for approval of the Members of the Company.

None of the Directors and Key Managerial Personnel or their relatives are in any concerned or interested, financially or otherwise, in the resolution as set out at Item No.6 of the Notice.

By Order of the Board of Directors
for Sigachi Laboratories Limited

Place : Hyderabad
Date : 23.07.2018

(Kuradia Ajay Kumar)
Company Secretary
ACS:44310

Annexure

Details of Directors/KMP's seeking appointment and / or re-appointment at the ensuing Annual General Meeting (as per Regulation 36 (3) of the SEBI (LODR) Regulations, 2015 and Secretarial Standard - 2 (SS-2).

Name	Tunuguntla Raja Sekhar	P.L.V. Subba Rao	Tunuguntla Adinarayana
Date of Birth	21/12/1982	07/05/1955	02/05/1953
Nationality	Indian	Indian	Indian
Age	35 years	63 years	64 years
Date of Appointment	30/01/2010	30/03/2015	20/03/1986
DIN	02943146	07268648	00917498
Experience	He has worked at USA for about 1 year and 2 years in India in software companies. He has also worked in a granite company for about 4 years.	33 Years	He had about 9 Years of Experience in A.P. State Financial Corp., and about 8 years experience as a Chartered Accountant and about 20 years experience in the company.
No. of equity shares held in the Company (as on 31 st March, 2018)	22,000	NIL	7,53,530
Qualifications	B.E., MS (USA),,	M.Com.,	B.Com., FCA., ACMA., ACS., B.L, DISA (ICA),,
Directorships other Public Companies (excluding Foreign, Private and Section. 8 Companies)	Ushakiran Finance Ltd.,	NIL	Ushakiran Finance Ltd.,
Membership/ Chairmanship of Committees of other Public Companies	--	--	1. Member of Stakeholder relationship committee in Ushakiran Finance Ltd.,
Relationships, if any, between Directors inter- se	Son of Mr. T. Adinarayana, Director	--	Father of Mr. T. Raja Sekhar, Director
Remuneration Sought to be paid per annum	Rs.10.08 Lakhs + Perks	--	--
Remuneration last drawn per annum	Rs. 4.20 Lakhs	--	--
Terms and conditions of appointment / reappointment	Appointed for a period of 3 years and not Liable to retire by rotation	Liable to retire by rotation	Liable to retire by rotation
Number of board meetings attended during the year	7	4	7

DIRECTORS' REPORT

**To
The Members,**

Your Directors have pleasure in presenting the Twenty Fourth Annual Report on the business of your company, together with the Audited Financial Statements of the Company for the year ended 31st March, 2018 along with Auditors' Report thereon:

FINANCIAL HIGHLIGHTS

(Rupees in Lakhs)

Particulars	2017-2018	2016-2017
Sales/Income from operations	209.10	204.79
Profit before Depreciation and Amortization	146.49	153.02
Depreciation and Amortization	12.59	11.97
Profit before Tax	133.90	141.05
Provision for Taxation:		
Current Tax	22.99	22.98
Deferred Tax	(0.20)	2.29
Profit after Tax	111.11	115.78

The Company has undertaken job works till 31st October, 2018 and from 1-11-2018 the Company has leased its two factories with due approvals.

2. OPERATING RESULTS

Your company has generated total Gross Income of Rs.209.10 Lakhs during the financial year 2017-2018 as against Rs.204.79 Lakhs during the financial year 2016-2017 and has earned net profit of Rs.111.11 Lakhs as against Rs.115.78 Lakhs respectively as per IND AS.

3. DIVIDEND

With a view to conserve resources for long term needs of the Company, your directors do not recommend any dividend for the Financial Year 2017-2018.

4. TRANSFER TO RESERVE

The Company did not transfer any amount to the General Reserve for the Financial Year ended 31st March, 2018.

5. CHANGE IN THE NATURE OF BUSINESS

During the year under review, there has been no change in the nature of business of the Company.

6. CHANGES IN THE SHARE CAPITAL

The paid up share capital of the company as on 31st March, 2018 is Rs.6,75,31,000/- consisting of 67,53,100 Equity Shares of Rs.10/- each. During the year under review, the company has not issued any fresh shares.

7. DIRECTORS

During the year under review Sri. T. Adinarayana has resigned as Managing Director and Sri. T. Raja Sekhar has been appointed as Executive Director of the company at the Board Meeting held on 11-6-2018, subject to the approval of the Share holders at the ensuing Annual General Meeting, for a period of three years, however Sri. T. Adinarayana continues as Director (Non Executive) of the company and is liable for retirement by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. Sri. P.L.V. Subba Rao, Director of the Company will retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Board recommends their re-appointment(s).

Pursuant to Sections 149 (6) & 149 (7) of the Companies Act, 2013, the Independent Directors of the company gave a declaration that they have complied with the criteria of independence as set out under sub section (6) of section 149 of the Companies Act, 2013.

8. BOARD MEETINGS

During the financial year 2017-2018, Seven Board Meetings were properly convened and held on 30th May, 2017, 14th August, 2017, 14th September, 2017, 31st October, 2017, 13th December, 2017, 13th February, 2018 and 31st March, 2018. The maximum interval between any two meetings did not exceed 120 days.

9. BOARD EVALUATION

One of the key functions of the Board is to monitor and review the

board evaluation framework. The Board works with the nomination and remuneration committee to lay down the evaluation criteria for the performance of executive / non-executive / independent directors. Pursuant to the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015, the Board has carried out an annual performance evaluation of its own performance, the directors individually and its committees has been carried out as per the Nomination and Remuneration Policy. A structured questionnaire was prepared after taking into consideration various aspects of the Board's functioning, composition of the Board and its committees. The performance evaluation of the Chairman and Managing Director and the Non Independent Directors was carried out by the Independent Directors.

10. KEY MANAGERIAL PERSONNEL

Mr. T. Adinarayana has resigned from the post of Managing Director on 11-06-2018 and will continue as director (Non Executive) of the company and Mr. T. Raja Sekhar, has been appointed as Executive director of the company for a period of 3 years at the Board Meeting held on 11-06-2018, subject to the approval of the Share holders at the ensuing Annual General Meeting. The Board designated Sri. T. Raja Sekhar as one of the Key Managerial Personnel of the Company under the provisions of the Companies Act, 2013, along with Sri. K. Ajay Kumar, Company Secretary and Compliance Officer and Sri. B. Kumar, Chief Financial Officer.

11. NAMES OF THE COMPANIES WHICH HAVE BECOME/CEASED TO BE SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR

The Company did not have any subsidiaries, associates or joint ventures during the year.

12. FIXED DEPOSITS

The Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

13. SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the regulators or courts which would impact going concern status and its operations in future.

14. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has in place proper and adequate internal control systems commensurate with the nature of its business, and size and complexity of its operations. Internal control systems comprising of policies and procedures designed to ensure reliability of financial reporting, timely feedback on achievement of operational and strategic goals, compliance with policies, procedures, applicable laws and regulations, and that all assets and resources are acquired and used economically. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

15. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements under Section 134 (3) (c) and read with Section 134 (5) of the Companies Act, 2013, in respect of Directors' responsibility statement, Your Directors state that:

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) Appropriate accounting policies had been selected 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 2017-2018 and of the Profit and loss of the Company for that period;
- (iii) Proper and sufficient care has been taken 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;
- (iv) The annual accounts for the year 2017-2018 have been prepared on a going concern basis;
- (v) Internal financial controls have been laid down to be followed by the company and that such internal financial controls are adequate and were operating effectively, and
- (vi) That proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. AUDITORS

M/s. Niranjana & Narayan, Chartered Accountants, Hyderabad were

appointed as statutory auditors of the Company for a period of 5 years at the 23rd Annual General Meeting held on 29th September, 2017, however their appointment is subject to ratification by the members at every Annual General Meeting of the company till the conclusion of the term of their appointment.

Pursuant to the notification of the Companies Amendment Act, 2017, the first proviso to section 139 relating to ratification of appointment of Statutory Auditors by the Members at every Annual General Meeting was omitted, vide notification dated 7th May, 2018. Consequently, the ratification of appointment of M/s. Niranjana & Narayan, Chartered Accountants as statutory auditors is not required.

The Company has received the consent from the Auditors in accordance with the provisions of the Companies Act, 2013.

17. AUDITORS' REPORT

There are no qualifications, reservations or adverse remarks made by M/s. Niranjana & Narayan, Chartered Accountants, Statutory Auditors in their report for the Financial Year ended 31st March, 2018.

The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company under sub-section (12) of section 143 of the Companies Act, 2013, during the year under review.

18. SECRETARIAL AUDITORS

Pursuant to the provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. P.S. Rao & Associates a firm of Practising Company Secretaries to undertake the Secretarial Audit of the Company. The Secretarial Audit report for the financial year 2017-2018 is annexed herewith as Annexure - I to this Report.

19. SECRETARIAL AUDIT REPORT

There are no qualifications, reservations or adverse remarks made by M/s. P.S. Rao & Associates, Practising Company Secretaries in their report for the financial year ended 31st March, 2018.

20. INTERNAL AUDITORS

The Board on the recommendations of the Audit Committee, has appointed

M/s. Suresh and Babu, Chartered Accountants as internal auditors of the Company. The Internal Auditors are submitting the report on quarterly basis.

21. AUDIT COMMITTEE

The Audit Committee of the Company is constituted in line with the provisions of Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 177 of the Companies Act, 2013.

The following is the composition of Audit Committee as at 31st March, 2018:

1. Mr. B.S.S. Murthy, Chairman
2. Miss. K. Suneetha
3. Mr. T. Govardhana Rao
4. Mr. T. Raja Sekhar

All the recommendations made by the Audit Committee of the Company have been considered and accepted by the Board of Directors of the Company.

22. NOMINATION AND REMUNERATION COMMITTEE

The following is the constitution of Nomination and Remuneration Committee as at 31st March, 2018:

1. Mr. B.S.S. Murthy, Chairman
2. Miss. K. Suneetha
3. Mr. P.L.V. Subba Rao
4. Mr. T. Raja Sekhar

The Nomination and Remuneration Committee has been constituted to recommend a policy of the company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of director and other matters and to frame proper systems for identification, appointment of Directors and KMPs, Payment of remuneration to them and evaluation of their performance and to recommend the same to the board from time to time and any other function as may be mandated by the Board or stipulated by the Companies Act, 2013, SEBI, Stock Exchanges or any other regulatory authorities from time to time. The policy is also posted on the company's website www.sllab.com.

23. STAKE HOLDERS RELATIONSHIP COMMITTEE

The following is the composition of Stake Holders Relationship Committee as at 31st March, 2018:

1. Mr. B.S.S. Murthy, Chairman
2. Miss. K. Suneetha
3. Mr. T. Govardhana Rao
4. Mr. T. Adinarayana

The Committee focuses on shareholders' grievances and strengthening of investor relations. The committee looks after the services of the Registrars and Share Transfer Agents and recommends measures for providing efficient services to investors. The Committee specifically looks into investor complaints like transfer/transmission/transposition of shares and other related issues. There were no complaints pending for redressal as at 31st March, 2018.

24. CORPORATE SOCIAL RESPONSIBILITY

The Company was not required to constitute Corporate Social Responsibility (CSR) Committee as the company has not met any of the thresholds mentioned in section 135 of the Companies Act, 2013 during the financial year under review. Hence reporting about the policy on Corporate Social Responsibility and initiatives taken are not applicable to the company.

25. MEETING OF INDEPENDENT DIRECTORS

The Independent Directors of the company have met separately on 31st March, 2018 inter-alia, review the performance of the Chairman and Managing Director, Non Independent Directors. The Independent Directors in the said meeting also assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board to effectively and reasonably perform its duties.

26. RISK MANAGEMENT POLICY

The Company has a Risk Management policy and an internal control framework, which is used to mitigate the risks. The Board and Audit Committee on regular intervals are updated on the risk management systems, processes and minimization procedure of the Company. General risks the company is exposed to are: (i) Financial Risks (ii) Regulatory Risks (iii) Human Resource Risks (iv) Strategic Risks.

27. VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES OF THE COMPANY

The Company has a Whistle Blower Policy to deal with instances of fraud and mismanagement, if any in the Company. The Vigil Mechanism/Whistle Blower policy may be accessed on the Company's website www.sillab.com.

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

During the financial year 2017-2018, the Company has not received any complaint of sexual harassment against women employees of the Company.

29. EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT-9 are annexed herewith as Annexure - II.

30. RELATED PARTY TRANSACTIONS

As a matter of policy, your company carries out transactions with related parties on an arms-length basis. Disclosures as required under form AOC-2 are annexed herewith as Annexure – III and also contained in Notes to Financial Statements. There are no materially significant related party transactions made by the company with promoters, directors, key managerial personnel which may have a potential conflict with the interests of the company at large, except payment of remuneration to Key Managerial Personnel.

31. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Details of Loans, Guarantees and Investments covered under the provisions of Sec.186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

32. LISTING OF EQUITY SHARES

Your company shares are listed with the Metropolitan Stock Exchange of India Limited. The listing fee has been paid for the financial year 2018-2019.

33. CORPORATE GOVERNANCE

Since the paid up capital of the company is less than Rs.10 Crores and

the net worth of the Company is less than Rs.25 Crores, the provisions of Regulations 17, 18, 19,20,21,22,23,24,25,26,27, and clauses (b) to (i) of sub-regulation 2 of Regulation 46 and para C, D & E of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, are not applicable to the Company, hence corporate governance report has not been enclosed to directors report.

34. INSIDER TRADING REGULATIONS

Based on the requirements under SEBI (Prohibition of Insider Trading) Regulations, 1992, as amended from time to time, the code of conduct for prohibition of insider trading, as approved by the Board is in force by the Company. The Company also adopts the concept of Trading Window Closure, to prevent its Directors, Officers, designated employees and other employees from trading in the securities of the Company at the time when there is unpublished price sensitive information. The Board has appointed Company Secretary as the Compliance Officer under the code.

35. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report, pursuant to Regulation 34 (2) of SEBI (LODR) Regulations, 2015 a Report on Management Discussion and Analysis is annexed hereto as Annexure - IV.

36. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed herewith as Annexure - V to this report.

37. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the company is herewith annexed as Annexure - VI.

In terms of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company does not have any employee who is employed throughout the financial year and in receipt of remuneration of Rs.102 Lakhs or more, or employees who are employed for part of the year and in receipt of Rs.8.5 Lakhs or more per month.

38. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, affecting the financial position of the company which occurred during and between the end of the financial year to which the financial statements relate and the date of this report except as mentioned here under:

There has been a Fire Accident in the Factory situated at S. No. 42, Ali Nagar, Gummadidala Mandal, Sangareddy District on 06-06-2018, and the Company's Buildings have been almost fully damaged, however the company has insured the buildings and the company is in the process of filing the insurance claim.

39. ACKNOWLEDGEMENTS

Your Directors gratefully acknowledge the continued assistance and co-operation extended by various Government Authorities, SEBI, Stock Exchange, other regulatory authorities and bankers. The Board expresses its appreciation of the understanding, dedication and support extended by the employees of the Company. Your Directors also sincerely acknowledge the confidence and faith reposed by the shareholders in the Company.

for and on behalf of the Board

(T. Adinarayana)

Chairman

DIN:00917498

Place : Hyderabad

Date : 23.07.2018

Annexure - I

P.S. RAO & ASSOCIATES
Company Secretaries

Flat No.10, 4th Floor,
6-3-347/22/2,
Ishwarya Nilayam,
Opp: Sai Baba Temple,
Dwarakapuri Colony,
Punjagutta, Hyderabad-500082.

SECRETARIAL AUDIT REPORT

For the Financial Year ended on March 31, 2018

*[Pursuant to Section 204(1) of the Companies Act, 2013 and rule No.9
of the Companies (Appointment and Remuneration of Managerial
Personnel) Rules, 2014]*

To,
The Members,
Sigachi Laboratories Limited
Sy.No.530 & 534, Temple Road,
Bonthapally Village, Gummadiala Mandal,
Sangareddy Dist., Telangana – 502 313.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Sigachi Laboratories Limited**, (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2018 according to the provisions of:

- i. The Companies Act, 2013 ("the Act") and the rules made there under.

- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under.
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment and Overseas Direct Investment. **(Not applicable to the company during the audit period.)**
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 **(Not applicable to the Company during the audit period).**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(Not applicable to the Company during the audit period).**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the Company during the audit period).**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable to the Company during the audit period)** and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not applicable to the Company during the audit period).**
- vi. Other specifically applicable laws to the Company:
 - Drugs and Cosmetics Act, 1940 and Drugs and Cosmetics Rules, 1945 made there under.
 - The Narcotics, Drugs & Psychotropic Substances Act, 1985
 - The Water (Prevention and Control of Pollution) Act, 1974.
 - Air (Prevention and Control of Pollution) Act, 1981.

- Petroleum Rules, 2002.
- The Micro, Small and Medium Enterprises Development Act, 2006.

We have also examined compliance with the applicable clauses of Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc., mentioned above.

We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- All the decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that

- there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
- there were no such specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs.

For P. S. Rao & Associates
Company Secretaries

MB Suneel
Company Secretary
C.P. No.: 14449

Date : 30.5.2018
Place : Hyderabad

Annexure - II
Form No. MGT - 9

EXTRACT OF ANNUAL RETURN

As on the Financial Year ended on 31st March, 2018
[pursuant to Section 92 (3) of the Companies Act, 2013 and Rule 12 (1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

i	CIN	L24230TG1994PLC018786
ii	Registration date	21 st November, 1994
iii	Name of the Company	Sigachi Laboratories Limited
iv	Category/Sub category of the Company	Public Company - Indian Non- Government Company
v	Address of the Registered office and contact details	Regd. Office: S.No. 530 & 534, Bonthapally - 502 313, Gummadidala Mandal, (formerly Jinnaram mandal), Sangareddy District, (formerly Medak District), Telangana. Corporate Office: 402, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad - 500001. Telangana, Tel.: 040-23204230.
vi	Whether listed Company	Yes
vii	Name, Address & Contact details of Registrar and Share Transfer Agent, if any	Venture Capital and Corporate Investments Private Limited 12-10-167, Bharat Nagar, Hyderabad - 500 018. Tel: 040-23818475, Email: info@vccilindia.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company are as stated below

Sl. No.	Name and Description of main products/services	NIC Code of the products/ services	% to total turnover of the Company
1	Pharmaceutical Products (Bulk Drugs and Drug Intermediates)	210	64%
2	Interest on loans/ ICDs, Fixed Deposits	649	36%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address of the Company	CIN/GLN	Holding Subsidiary/ Associate	% of Shares held	Applicable Section
		NIL			

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as Percentage of Total Equity)

i) Category - wise Share Holding

Sl. No.	Category of Shareholders	No. of Shares held at the Beginning of the Year (1 st April, 2017)				No. of Shares held at the End of the Year (31 st March, 2018)				% Change during the Year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A)	Promoters									
1	Indian									
(a)	Individuals/Hindu Undivided Family	8,47,550	-	8,47,550	12.55	8,47,550	75,000	9,22,550	13.66	1.11
(b)	Central Government	-	-	-	-	-	-	-	-	-
(c)	State Government(s)	-	-	-	-	-	-	-	-	-
(d)	Bodies Corporate	15,18,530	-	15,18,530	22.49	15,18,530	-	15,18,530	22.49	-
(e)	Banks/Financial Institutions	-	-	-	-	-	-	-	-	-
(f)	Any Other	-	-	-	-	-	-	-	-	-
	Sub-Total (A)(1)	23,66,080	-	23,66,080	35.04	23,66,080	75,000	24,41,080	36.15	1.11
2	Foreign									
(a)	NRIs - Individuals	-	-	-	-	-	-	-	-	-
(b)	Other - Individuals	-	-	-	-	-	-	-	-	-

(c)	Bodies Corporate	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(d)	Banks/Financial Institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(e)	Any Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Sub-Total (A)(2)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Total Shareholding of Promoters (A) = (A)(1) + (A)(2)	23,66,080	-	23,66,080	35.04	23,66,080	75,000	24,41,080	36.15	1.11									
(B)	Public Shareholding																		
1	Institutions																		
(a)	Mutual Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(b)	Banks/Financial Institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(c)	Central Government	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(d)	State Government(s)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(e)	Venture Capital Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(f)	Insurance Companies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(g)	Foreign Institutional Investors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(h)	Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(i)	Any Other (Specify)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Sub-Total (B)(1)	-	-	-	-	-	-	-	-	-	-	-	-	-
2 Non-Institutions													
(a) Bodies Corporate													
(i) Indian	-	1,25,500	1,25,500	1.86	-	1,25,500	1,25,500	1.86	-	1,25,500	1,25,500	1.86	-
(ii) Overseas	-	-	-	-	-	-	-	-	-	-	-	-	-
(b) Individuals													
(i) Individual shareholders holding Nominal Share Capital upto Rs. 1 Lakh	1,25,750	24,44,110	25,69,860	38.05	1,28,150	24,32,010	25,60,160	37.91	0.14				
(ii) Individual shareholders holding Nominal Share Capital in excess of Rs. 1 Lakh	34,910	1,38,300	1,73,210	2.56	34,910	73,000	1,07,910	1.60	0.97				
(c) Any Other (specify)													
(i) Non Resident Indians	15,250	15,03,200	15,18,450	22.49	15,250	15,03,200	15,18,450	22.49	-				
Sub-Total (B)(2)	1,75,910	42,11,110	43,87,020	64.96	1,78,310	41,33,710	43,12,020	63.85	(1.11)				
Total Public Shareholding (B) = (B)(1) + (B)(2)	1,75,910	42,11,110	43,87,020	64.96	1,78,310	41,33,710	43,12,020	63.85	(1.11)				
(C) Shares held by Custodian for GDRs and ADRs	-	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total (A) + (B) + (C)	25,41,990	42,11,110	67,53,100	100.00	25,44,390	42,08,710	67,53,100	100.00	-				

(ii). Shareholding of Promoters

Sl. NO.	Shareholder's Name	Shareholding at the beginning of the Year (1 st April, 2017)			Shareholding at the end of the Year (31 st March, 2018)			% 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	T. Adinarayana	7,53,530	11.16	-	7,53,530	11.16	-	-
2	T.H.P.S. Kumar	54,010	0.80	-	54,010	0.80	-	-
3	T. Bhagya Lakshmi	40,010	0.59	-	40,010	0.59	-	-
4	T. Lakshmi Pravallika	-	-	-	24,000	0.36	-	0.36
5	T. Raja Sekhar	-	-	-	22,000	0.33	-	0.33
6	T. Nanda Krishna	-	-	-	16,000	0.24	-	0.24
7	T. Archana	-	-	-	13,000	0.19	-	0.19
8	Krishnaraj Securities Pvt Ltd.,	15,18,530	22.49	-	15,18,530	22.49	-	-
	Total	23,66,080	35.04	-	24,41,080	36.15	-	1.11

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

Sl No.	Shareholder's Name	Shareholding		Increase/(Decrease) in Shareholding			Cumulative Shareholding during the year (01.04.2017 to 31.03.2018)	
		No. of Shares at beginning of the year (01.04.2017)/ end of the year (31.03.2018)	% of Total Shares of the company	Date	No. of Shares	Reason	No. of Shares	% of Total Shares of the company
1	T. Adinarayana	7,53,530	11.16	01.04.2017	No Change during the year	7,53,530	11.16	
		7,53,530	11.16	31.03.2018				
2	T.H.P.S. Kumar	54,010	0.80	01.04.2017	No Change during the year	54,010	0.80	
		54,010	0.80	31.03.2018				
3	T. Bhagya Lakshmi	40,010	0.59	01.04.2017	No Change during the year	40,010	0.59	
		40,010	0.59	31.03.2018				
4	T. Lakshmi Pravallika	-	-	01.04.2017	-	-	-	
		-	-	30.03.2018	24,000	Purchase	24,000	0.36
		24,000	0.36	31.03.2018	-	24,000	0.36	

5	T. Raja Sekhar	-	-	01.04.2017	-	-	-	-	-	-
		-	-	30.03.2018	22,000	Purchase	22,000	22,000	22,000	0.33
6	T. Nanda Krishna	22,000	0.33	31.03.2018	-	-	-	-	22,000	0.33
		-	-	01.04.2017	-	-	-	-	-	-
7	T. Archana	-	-	30.03.2018	16,000	Purchase	16,000	16,000	16,000	0.24
		16,000	0.24	31.03.2018	-	-	-	-	16,000	0.24
8	Krishnaraj Securities Private Limited	-	-	01.04.2017	-	-	-	-	-	-
		-	-	30.03.2018	13,000	Purchase	13,000	13,000	13,000	0.19
8	Krishnaraj Securities Private Limited	13,000	0.19	31.03.2018	-	-	-	-	13,000	0.19
		15,18,530	22.49	01.04.2017	No Change during the year		15,18,530	15,18,530	22.49	
		15,18,530	22.49	31.03.2018			15,18,530	15,18,530	22.49	

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

Sl. No.	For each of the Top 10 Shareholders	Share holding at the beginning of the year		Date	Reason	Increase / Decrease in Share Holding		Cumulative Share holding during the year	
		No. of Shares	% of total Shares of the Company			No. of Shares	% of total Shares of the Company	No. of Shares	% of total Shares of the Company
1	Shasun Finance Limited	50,000	0.74	-	-	-	-	50,000	0.74
2	Indur kirpalani	50,000	0.74	-	-	-	-	50,000	0.74
3	Shasun Securities Limited	50,000	0.74	-	-	-	-	50,000	0.74
4	Muvva Nagaraju	40,000	0.59	30.03.2018	Sale	40,000	0.59	-	-
5	Yelamanchi Sivanagamani	33,000	0.49	30.03.2018	Sale	33,000	0.49	-	-
6	Srinivasa Seetharama Thulasi	-	-	30.03.2018	Purchase	33,000	0.49	33,000	0.49
7	Om Prakash Koyalkar	25,300	0.37	30.03.2018	Sale	25,000	0.37	300	-
8	Premkumar Parwal	25,000	0.37	-	-	-	-	25,000	0.37

9	Y Pulla Rao	20,010	0.30	-	-	-	-	-	-	20,010	0.30
10	Lachman Kishan Chand Kishore kishan chand Bharat kishan chand	20,000	0.30	-	-	-	-	-	-	20,000	0.30
11	Gurucharan Jeet Singh	20,000	0.30	-	-	-	-	-	-	20,000	0.30
12	Pushpawati Modi Keshavilal Modi	20,000	0.30	-	-	-	-	-	-	20,000	0.30
13	Shekhar J Bhansali	20,000	0.30	-	-	-	-	-	-	20,000	0.30
14	Tarun Agarwal	20,000	0.30	-	-	-	-	-	-	20,000	0.30
15	Kishan Lal Agrawal	20,000	0.30	-	-	-	-	-	-	20,000	0.30
16	Ugamraj Nahar B	20,000	0.30	-	-	-	-	-	-	20,000	0.30

(v). Shareholding of Directors and Key Managerial Personnel

Sl. No.	For Each of the Director/KMP	Shareholding at the beginning of the year		Date	Increase / Decrease in Share Holding	Reason	Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the Company				No. of Shares	% of total Shares of the Company
Directors								
1	T. Adinarayana, Chairman and Managing Director	7,53,530	11.16	-	-	No Change during the year	7,53,530	11.16
2	T. Raja Sekhar, Director	-	-	30.03.2018	22000	Purchase	22,000	0.33
3	B. Kumar, CFO	100	-	-	-	No Change during the year	100	-

V. INDEBTEDNESS

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
(i). Principal Amount				
(ii). Interest due but not paid				
(iii). Interest accrued but not due				
Total (i+ii+iii)	NIL	NIL	NIL	NIL
Change in Indebtedness during the financial year				
Addition				
Reduction				
Net change				
Indebtedness at the end of the financial year				
(i). Principal Amount				
(ii). Interest due but not paid				
(iii). Interest accrued but not due				
Total (i+ii+iii)	NIL	NIL	NIL	NIL

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. No.	Particulars of Remuneration	Name of the MD/ WTD/Manager
		Mr.T.Adinarayana, Chairman & Managing Director
1	Gross Salary	Rs.
	(a) Salary as per provisions contained in Section 17 (1) of the Income tax Act, 1961	13,47,816
	(b) Value of perquisites under Section 17 (2) of the Income tax Act, 1961	32,400
	(c) Profits in lieu of salary under Section 17 (3) of the Income tax Act, 1961	-
2	Stock option	-
3	Sweat Equity	-
4	Commission	-
	- as percentage of profit	-
	- others, please specify	-
5	Others, please specify	-
	Total (A)	13,80,216
Ceiling as per the Act - Rs. 84,00,000/- per annum		

B. Remuneration to other Directors:

Sl No.	Particulars of Remuneration	Name of Directors			Total Amount Rs.
		B.S.S. Murthy	K. Suneetha	T. Govardhana Rao	
1	Independent Directors				
	Fee for attending board / committee meetings	10,000	10,000	10,000	30,000
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (1)	10,000	10,000	10,000	30,000
2	Other Non-Executive Directors	Name of Directors			Total Amount Rs.
		P.L.V. Subba Rao			
	Fee for attending board / committee meetings			10,000	10,000
	Commission			-	-
	Others, please specify			-	-
	Total (2)			10,000	10,000
	Total =(1 + 2)				40,000
Total Managerial Remuneration				14,20,216	

SIGACHI LABORATORIES LIMITED

C. Remuneration to Key Managerial Personnel Other than MD/Manager/WTD

Sl No.	Particulars of Remuneration	Key Managerial Personnel		
		Company Secretary	CFO	Total
		K. AjayKumar	B. Kumar	
1	Gross salary	Rs.	Rs.	Rs.
	(a) Salary as per provisions contained in Section 17 (1) of the Income tax Act, 1961	3,25,000	2,15,500	5,40,500
	(b) Value of perquisites under Section 17 (2) of the Income tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under Section 17 (3) of the Income tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as percentage of profit	-	-	-
	- others, please specify	-	-	-
5	Others, please specify	-	-	-
	Total	3,25,000	2,15,500	5,40,500

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment, Compounding Fees Imposed	Authority [RD/NCLT/ COURT]	Appeal made if any (give details)
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

NIL

Annexure – III
FORM NO. AOC – 2

[Pursuant to clause (h) of sub-section (3)
of section 134 of the Companies Act, 2013 and Rule 8 (2)
of the Companies (Accounts) Rules, 2014]

Form for Disclosure of particulars of Contracts / Arrangements entered into by the Company with the related parties referred to in sec. 188 of the Companies Act, 2013.

1. Details of contracts or arrangements or transactions not at arm's length basis: Nil
2. Details of material contracts or arrangements or transactions at arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ Transactions	Duration of the contracts/ arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Dates of approval by the Board, if any	Amount in Rs.
T. Adinarayana, Chairman and Managing Director	Remuneration & Perquisites	5 years w.e.f 1-7-2013	N.A.	29-6-2013	13,80,216
Kuradia Ajay Kumar, Company Secretary	Remuneration & Perquisites	Regular Employee	N.A.	11-2-2017	3,25,000
B. Kumar, Chief Financial Officer	Remuneration & Perquisites	Regular Employee	N.A.	27-9-2016	2,15,500

Thus other than payment of remuneration to the Key Managerial Personnel amounting to **Rs.19,20,716/-** (Rs.16,07,161/-), there are no other contracts or arrangements with the related parties.

ANNEXURE - IV**MANAGEMENT DISCUSSION AND ANALYSIS REPORT****INDUSTRY STRUCTURE AND DEVELOPMENTS:**

The GDP growth was estimated at 6.6% for the year 2017-18, as against the previous year's growth of 7.1%. The current financial year witnessed a major economic policy development i.e., implementation of Goods and Services Tax (GST) with effect from 1st July, 2017. Though the GST implementation had its impact during the first-half of the year, the overall domestic economic scenario towards later part of the year 2017-18 has shown signs of improvement as compared to the previous year. The Indian Pharmaceutical Market (IPM) currently valued at Rs.1,19,386 Crores [MAT March 2018], grew by 5.7%. The growth was driven by (i) growth in volume of existing brands (3.8%) and (ii) new introductions (2.7%). However, price revisions reported a negative trend (-0.8%). Market was driven by Chronic and Sub-Chronic Segments. Therapeutic segments like Anti-diabetic (11.6%), Derma (10.4%) and Vaccines (14.4%) reported double digit growth. (Source: Pharmatrac).

OPPORTUNITIES AND THREATS:**Opportunities:**

Economic growth, rising incidence of chronic diseases, increase in healthcare access and expected growth in per capita income would drive further expansion of the healthcare segment.

The Central Government has also recently announced a massive Medical Insurance Scheme to cover poor families and this initiative is also likely to increase the number of treatment procedures which would, in turn, improve the demand for medicines.

Threats:

The Drugs Price Control may have an adverse impact on the sales / margins of Pharmaceutical Companies.

Banning of Fixed Dose Combinations (FDCs) restricted launch of new combinations which is likely to impact the overall size / growth of the market.

The Company has undertaken job works in its two factories up to 31-10-2017 and leased out its two factories from 1-11-2017. Thus the company is dependent on lease rentals from only one party.

Internal Control Systems and Adequacy:

The company has adequate system on internal controls commensurate with its size and nature of business and Audit Committee meets periodically with the Statutory Auditors to review the same.

Financial Performance:

The Company has generated total Gross Income of Rs.209.10 Lakhs during the financial year 2017-2018 as against Rs.204.79 Lakhs during the financial year 2016-2017 and has earned net profit of Rs.111.11 Lakhs as against Rs.115.78 Lakhs respectively as per IND AS. The Segment wise performance/results have been placed at Notes to financial accounts.

Human Resources:

Relations with the employees remained positive and very cordial.

Cautionary statement:

Statements in this management discussion analysis describing the Company's objectives, projections, estimates, expectations may be forward looking within the meaning of applicable securities-laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could make difference to Company's operations include economic conditions affecting the domestic market changes in the Government regulations, tax laws and other statutes and other incidental factors. The Company undertakes no obligation to publicly update or revise any forward looking statements, whether as a result of new information, future events, or otherwise. Readers are cautioned not to place undue reliance on these forward looking statements.

Annexure – V

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo:

Information as per Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules, 2014 for the financial year ended 31st March, 2018:

A) CONSERVATION OF ENERGY:

i) Steps taken or impact on conservation of energy:

The Company is conscious of the need to conserve energy and is taking steps to save energy and appropriate measures are being taken for energy conservation.

ii) Steps taken by the Company for utilizing alternate sources of energy: Your company is having multi fuel Boiler at one of its factories and is capable of utilizing alternative sources of energy.

iii) Capital invested on energy conservation equipment: NIL

B) TECHNOLOGY ABSORPTION:

There is no new technology absorption during the year.

	2017-2018	2016-2017
Expenditure incurred on research and Development:	Nil	Nil

C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

	2017-2018	2016-2017
a) Foreign Exchange earnings &outgo		
i) Foreign Exchange earnings :	Nil	Nil
ii) Foreign Exchange out go :	Nil	Nil

Annexure - VI

Disclosure as per Section 197 of The Companies Act, 2013 and Rule 5 (1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Employed throughout the year 2017-2018:

Name	Age	Qualification	Designation	Date of Commencement of employment	Experience (years)	Gross Remuneration (CTC)(Rs.)	Previous Employment	Previous Designation
T. Adinarayana	64	FCA., ACMA., ACS., BL., DISA (ICA),.	Chairman and Managing Director	1-7-1998	20	13,80,216/-	NA	NA

i) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year:

Name of Director	Ratio
T. Adinarayana	4.60
B.S.S. Murthy	0.03
K. Suneetha	0.03
T. Govardhana Rao	0.03
P.L.V. Subba Rao	0.03
T. R. Sekhar	NA

ii) The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

Name of Director / KMP	Designation	% of increase
T. Adinarayana	Chairman & Managing Director	11.41
B.S.S. Murthy	Non Executive & Independent Director	NIL

SIGACHI LABORATORIES LIMITED

K. Suneetha	Non Executive & Independent Director	NIL
T. Govardhana Rao	Non Executive & Independent Director	NIL
P.L.V. Subba Rao	Non Executive & Non Independent Director	NIL
T. Raja Sekhar	Non Executive & Non Independent Director	NA
Kuradia Ajay Kumar	Company Secretary	-
B. Kumar	Chief Financial Officer	25.15%

- iii) The percentage increase in the median remuneration of the employees in the financial year 2017-2018 was around 12.56%.
- iv) The number of permanent employees on the rolls of company are 5 as on 31st March, 2018.
- 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:
Average increase in remuneration is around 12.56% for employees other than managerial personnel and around 36.56% for managerial personnel, as some of the KMP's have worked for a part of the year during the financial year 2016-17. There was no exceptional circumstances for increase in the managerial remuneration in the last financial year.
- vi) Affirmation that the remuneration is as per the remuneration policy of the company:
Yes - the remuneration is as per the Remuneration Policy of the Company.

A) Top 10 Employees in terms of remuneration, other than Key Managerial Personnel:

Name	Ch. V. Umamaheswara Rao
Age	60
Qualification and experience of employee	ITI & 35 years
Designation	Maintenance Manager
Date of commencement of employment	5.2.2000
Nature of employment	Regular Employee
Remuneration in (Rs. In Lacs) Per Annum	Rs.4.25
Previous Employment	Nagarjuna Drugs Ltd.,
Relative of Director If any	----
% of Shareholding	---

There is no employee who is drawing annual salary of Rs.102 lakhs and more and monthly salary of Rs.8.5 lakhs and more.

NIRANJAN & NARAYAN,
CHARTERED ACCOUNTANTS

First Floor, H.No.7-1-8/1/A/21,
Shyamkaran Road, Ameerpet,
Hyderabad - 500 016.

Independent Auditors' Report

To
The Members of
Sigachi Laboratories Limited,

Report on the Financial Statements

We have audited the accompanying financial statements of Sigachi Laboratories Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including other comprehensive income), Cash Flow Statement and the statement of changes in equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income) cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the companies (Indian Accounting standards) Rules, 2015 (as amended) under Section 133 of the Act. 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these Ind AS financial

statements based on our audit. We have taken into account the provisions of the Act and Rules made there under including 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 and the Order issued under Section 143 (11) of the Act .

We conducted our audit of the Ind AS Financial Statements in accordance with the Standards on Auditing specified under Section 143 (10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS 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 Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2018, and its profit (including other comprehensive Income), its cash flows and the changes in equity for the year ended on that date.

Other Matter

The comparative financial information of the Company for the year ended 31st March, 2017 is based on the previously issued statutory Financial Statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31st March, 2017 dated 30th May, 2017 expressed an unmodified opinion on those financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have been audited by us. These adjustments reconcile the net profit for the year ended 31st March, 2017 under the previously applicable generally accepted accounting principles with the total comprehensive Income as reported in the Financial Results under Ind AS. Our report is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016, ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), 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 Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March,

2018 from being appointed as a director in terms of Section 164 (2) of the Act.

- (f) With respect to adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance With Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the information and explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note No. 34 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There are no funds, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Niranjana and Narayan
Chartered Accountants
Firm Registration Number: 005899S

(M. Niranjana)
Partner
Membership No. 029552

Place : Hyderabad
Date : 30th May, 2018.

ANNEXURE – A TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 of the Independent Auditors' Report of even date to the members of Sigachi Laboratories Limited on the Ind AS Financial Statements as of and per the year ended 31st March, 2018.

1. In Respect of Fixed Assets:
 - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) The fixed assets have been physically verified by the Management at reasonable intervals, and according to the information and explanations given to us, no material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
 - (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties, are held in the name of the company.
2. The Inventory has been physically verified during the year by the management. In our opinion, the frequency of the verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material.
3. The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 during the year. Thus paragraphs 3 (iii) (a), 3 (iii) (b) and 3 (iii) (c) are not applicable to the company.
4. In our opinion and according to the information and explanations given to us, during the year, the Company has not given any loans, made investments, given guarantees or provided security to parties covered under the provisions of section 185 and 186 of the Companies Act, 2013. Thus paragraph 3 (iv) is not applicable to the company.
5. During the year the company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the rules framed there under.
6. In our opinion and according to the explanation given to us the maintenance of Cost records under section 148 (1) of the Companies

Act, 2013, as prescribed by the Central Government are not applicable to the Company. Thus paragraph 3(vi) is not applicable to the company.

7. (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company is generally regular in depositing undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, Goods and Services tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, Goods and Services tax, cess and any other statutory dues were in arrears as at 31st March, 2018, for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, the following are the particulars of disputed dues on account of Income Tax as at 31st March, 2018:

Nature of Statute	Nature of Demand	Period for which Relates (Assessment Year)	Amount (Rs. In Lakhs)	Forum Where dispute is Pending
Income Tax Act, 1961	Income Tax	1998-1999	6.54	Hon'ble High Court of Judicature at Hyderabad

8. According to the information and explanations given to us, the company has not defaulted in repayment of dues to the financial institution, banks, government or debenture holders during the year. The Company has not obtained any loan from financial institutions banks, government and debenture holders during the year.
9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

11. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of the Section 197 read with Schedule V to the Companies Act, 2013.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable.
15. According to the information and explanations given to us and based on our examination of records of the company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Niranjana & Narayan
Chartered Accountants
Firm Registration Number: 005899S

(M. Niranjana)
Partner
Membership No. 029552

Place : Hyderabad
Date : 30th May, 2018.

ANNEXURE – B TO THE INDEPENDENT AUDITORS’ REPORT

Referred to in paragraph 2 (f) of the Independent Auditors’ Report of even date to the members of Sigachi Laboratories Limited on the Ind AS Financial Statements for the year ended 31st March, 2018.

Report on the Internal Financial Controls over financial reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Sigachi Laboratories Limited (“the Company”) as of 31st March, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the standards on auditing, issued by the Institute of Chartered Accountants of India and deemed to be prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was

established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or

fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

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

For Niranjana & Narayan
Chartered Accountants
Firm Registration Number: 005899S

(M. Niranjana)
Partner
Membership No. 029552

Place : Hyderabad
Date : 30th May, 2018.

BALANCE SHEET AS AT 31ST MARCH, 2018

Particulars	Note No.	As at 31 st March, 2018 (Rs.)	As at 31 st March, 2017 (Rs.)	As at 1 st April, 2016 (Rs.)
A. ASSETS				
1. Non-Current Assets				
(a) Property Plant and Equipment	2	3,06,13,809.40	2,67,41,449.40	2,66,59,469.40
(b) Financial assets				
(i) Investments	3	10,84,21,793.64	9,61,85,851.42	7,15,68,376.20
(ii) Other Financial Assets	4	49,02,899.00	49,02,899.00	49,02,899.00
(c) Other non current assets	5	23,22,208.00	24,62,953.00	17,69,845.00
Total Non - Current Assets		14,62,60,710.04	13,02,93,152.82	10,49,00,589.60
2. Current Assets				
(a) Financial Assets				
(i) Investments	3	4,92,65,690.01	4,37,09,276.39	3,75,28,215.45
(ii) Trade Receivables	6	9,17,950.13	9,01,886.13	17,21,254.13
(iii) Cash and Cash Equivalents	7	19,59,732.30	30,46,694.56	7,60,491.24
(iv) Other Financial Assets	8	65,00,000.00	65,00,000.00	88,57,049.00
(b) Other Current Assets	9	33,928.00	1,86,500.00	3,000.00
Total Current Assets		5,86,77,300.44	5,43,44,357.08	4,88,70,009.82
TOTAL ASSETS		20,49,38,010.48	18,46,37,509.90	15,37,70,599.42
B. EQUITY AND LIABILITIES				
1. Equity				
(a) Equity Share Capital	10	7,31,05,500.00	7,31,05,500.00	7,31,05,500.00
(b) Other Equity	11	12,49,73,484.62	10,63,62,890.28	7,67,52,028.19
TOTAL EQUITY		19,80,78,984.62	17,94,68,390.28	14,98,57,528.19
2. Liabilities				
Non-Current Liabilities				
(a) Financial Liabilities		-	-	-
(b) Long term Provisions	12	22,02,000.00	18,42,000.00	15,62,000.00
(c) Deferred Tax Liabilities (net)	13	16,26,240.00	16,46,589.62	14,17,218.80
(d) Other Non-Current liabilities	14	25,00,000.00	4,50,000.00	4,50,000.00
Total Non - Current Liabilities		63,28,240.00	39,38,589.62	34,29,218.80
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Trade Payables	15	-	8,01,000.00	-
(iii) Other Financial Liabilities	14	5,30,785.86	4,29,530.00	1,47,613.00
(b) Provisions	16	-	-	3,36,239.43
(c) Other Current Liabilities		-	-	-
Total Current Liabilities		5,30,785.86	12,30,530.00	4,83,852.43
TOTAL EQUITY AND LIABILITIES		20,49,38,010.48	18,46,37,509.90	15,37,70,599.42
The accompanying Significant accounting policies and Notes form an integral part of the financial statements	1 to 36			

Per our report of even date annexed for Niranjan and Narayan Chartered Accountants (Firm Regn. No.005899S)

For and on behalf of the Board

(M. Niranjan)
Partner
Membership No.029552

(T.Adinarayana)
Chairman & Managing Director
DIN:00917498

(T.Govardhana Rao)
Director
DIN:07162634

(K. Ajay Kumar)
Company Secretary
ACS:44310

(B.Kumar)
Chief Financial Officer

Place : Hyderabad
Date : 30.05.2018

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2018

Particulars	Note No.	Year ended 31 st March, 2018 Rs.	Year ended 31 st March, 2017 Rs.
Income			
I. Revenue from operations	17	1,76,24,254.42	1,53,99,899.76
II. Other income	18	32,85,751.53	50,79,410.34
III. Total Revenue (I+II)		2,09,10,005.95	2,04,79,310.10
IV. Expenses			
Cost of materials consumed		-	-
Changes in inventories		-	-
Employee benefits expense	19	28,29,488.95	21,93,796.00
Finance costs	20	-	-
Depreciation and amortization expense	21	12,59,241.99	11,96,620.00
Other expenses	22	34,31,371.29	29,83,340.25
Total Expenses (IV)		75,20,102.23	63,73,756.25
V. Profit before tax (III-IV)		1,33,89,903.72	1,41,05,553.85
VI. Tax expense			
(1) Current tax		22,99,384.00	22,98,150.00
(2) Deferred tax		(20,349.00)	2,29,370.82
VII. Profit for the year (V-VI)		1,11,10,868.72	1,15,78,033.03
VIII. Other comprehensive income (OCI)			
Equity Instruments through other comprehensive income that will not be reclassified to profit or loss		74,99,724.80	1,80,32,828.79
Tax on items that will not be reclassified to profit or loss		-	-
		74,99,724.80	1,80,32,828.79
Items that will be reclassified to profit or loss:			
Tax on items that may be reclassified to profit or loss		-	-
Items that may be reclassified subsequently to profit or loss		-	-
Total other comprehensive income/(loss) for the year, net of tax		74,99,724.80	1,80,32,828.79
IX. Total comprehensive income for the year (VII+VIII)		1,86,10,593.52	2,96,10,861.82
Earnings per share:			
Basic earnings per share of 10/- each		1.65	1.71
Diluted earnings per share of 10/- each		1.65	1.71
The accompanying Significant accounting policies and Notes form an integral part of the financial statements.	1 to 36		

Per our report of even date annexed
for Niranjan and Narayan
Chartered Accountants
(Firm Regn. No.005899S)

(M. Niranjana)
Partner
Membership No.029552

Place : Hyderabad
Date : 30.05.2018

For and on behalf of the Board

(T.Adinarayana)
Chairman & Managing Director
DIN:00917498

(T.Govardhana Rao)
Director
DIN:07162634

(K. Ajay Kumar)
Company Secretary
ACS:44310

(B.Kumar)
Chief Financial Officer

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2018

Particulars	Year ended 31 st March, 2018 Rs.	Year ended 31 st March, 2017 Rs.
Cash Flows from Operating Activities		
Net profit before tax	1,33,89,903.72	1,41,05,553.85
Adjustments for :		
Depreciation and amortization expense	12,59,241.99	11,96,620.00
Profit / Loss on Sale of Investments	(15,031.80)	(30,90,805.63)
Dividend Received	(25,08,279.73)	(15,21,131.51)
Interest (from Tax Free Bonds)	(41,000.00)	(41,000.00)
Interest on Deposit with TSSPDCL	(5,21,440.00)	(4,23,120.00)
Provision for Gratuity & Leave Encashment	3,60,000.00	2,80,000.00
Loss on sale of assets	-	1,00,837.00
Interest	(44,87,620.97)	(46,12,227.31)
Fair Value Gains	(19,26,649.45)	(16,37,672.45)
Operating profit before working capital changes	55,09,123.76	43,57,053.95
Movements in Working Capital		
(Increase)/Decrease in Trade Receivables	(16,064.00)	8,19,368.00
(Increase)/Decrease in Other financial assets	-	23,57,049.00
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Other Current Assets	1,52,572.00	(1,83,500.00)
(Increase)/Decrease in Other Non Current Assets	1,40,745.00	(6,93,108.00)
Increase/(Decrease) in Trade Payables	(8,01,000.00)	8,01,000.00
Increase/(Decrease) in Other financial liabilities	1,01,255.86	2,81,917.00
Increase/(Decrease) in Other Current liabilities	-	-
Increase/(Decrease) in Other Non Current Liabilities	20,50,000.00	-
Changes in Working Capital	16,27,508.86	33,82,726.00
Cash generated from operations	71,36,632.62	77,39,779.95
Direct Taxes Paid	22,99,384.00	26,34,389.43
Net Cash from operating activities (A)	48,37,248.62	51,05,390.52

SIGACHI LABORATORIES LIMITED

Cash flows from Investing Activities

Purchase of Fixed Assets	(51,73,974.99)	(15,99,437.00)
Sale of Fixed Assets	42,373.00	2,20,000.00
Purchase/Sale of Investments (Net Agreegate)	(50,14,347.62)	(50,16,486.01)
Profit on Sale of Investments	-	-
Dividend Received	25,08,279.73	15,21,131.51
Interest (from Tax Free Bonds)	41,000.00	41,000.00
Interest on Deposit with TSSPDCL	5,21,440.00	4,23,120.00
Interest	44,87,620.97	46,12,227.31
Increase /(Decrease) in other term deposits	(33,36,601.97)	(30,20,743.01)
Net Cash used in Investing Activities (B)	(59,24,210.88)	(28,19,187.20)

Cash flows from/(used in) Financing Activities

Proceeds from Long term borrowings	-	-
Repayment/(Proceeds) of/from Short-term borrowings	-	-
Dividend paid	-	-
Corporate Dividend tax	-	-
Net Cash used in Financing Activities (C)	-	-

Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	(10,86,962.26)	22,86,203.32
Cash and Cash Equivalents at the beginning of the year	30,46,694.56	7,60,491.24
Cash and Cash Equivalents at the ending of the year (Refer Note 7)	19,59,732.30	30,46,694.56

Notes :-

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard on "Cash Flow Statements" (Ind AS-7).
- The accompanying notes are an integral part of the financial statements.

Per our report of even date annexed
for Niranjan and Narayan
Chartered Accountants
(Firm Regn. No.005899S)

For and on behalf of the Board

(T.Adinarayana)
Chairman & Managing Director
DIN:00917498

(T.Govardhana Rao)
Director
DIN:07162634

(M. Niranjan)
Partner
Membership No.029552

(K. Ajay Kumar)
Company Secretary
ACS:44310

(B.Kumar)
Chief Financial Officer

Place : Hyderabad
Date : 30.05.2018

1. Notes forming part of Financial Statements

1.1 Corporate Information

Sigachi Laboratories Limited (“the Company”) having its registered office at Bonthapally, Telangana State, India. The Company is engaged in manufacturing of Bulk drugs or drug intermediates on job work basis, from 1-11-2017 the company has leased its two factories. The shares of the Company are listed on the Metropolitan Stock Exchange of India Ltd., The principal accounting policies applied in the preparation of the financial statements are set out below.

1.2 Basis of Preparation and Presentation of Financial Statements

The financial statements of Sigachi Laboratories Limited (“the Company”) for the year ended 31st March, 2018 have been prepared and presented in accordance with the Indian Accounting Standards (“Ind AS”) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. For all periods up to and including the year ended 31st March 2017, the Company prepared its financial statements in accordance with accounting standards notified under Section 133 of the Companies Act 2013, read with Rule 7 of Companies (Accounts) Rules, 2014. These are the company’s first annual financial statements prepared in accordance with Indian Accounting Standards (Ind AS). The Company has adopted all applicable standards and the adoption was carried out in accordance with Ind AS 101 – ‘First Time Adoption of Indian Accounting Standards’. An explanation of how the transition to Ind AS has affected the reported financial position, financial performance and cash flows of the Company are provided in Note number 23 First Time Adoption.

The Financial Statements for the year ended 31st March, 2017 and the opening Balance sheet as at 1st April, 2016 have been restated in accordance with Ind AS for comparative information. Reconciliations and explanations of the effect of the transition from previous GAAP to Ind AS on the Company’s Balance Sheet, Statement of Profit and Loss and Statement of Cash Flows are provided in notes.

1.3 Basis of Measurement

These financial statements have been prepared on the historical cost convention and on an accrual basis, except for the following material items in the balance sheet:

- All assets and liabilities are classified into current and non-current based on the operating cycle of less than twelve months or based on the criteria of realisation/settlement within twelve months period from the balance sheet date.

1.4 Accounting Estimates

The preparation of the financial statements, in conformity with the recognition and measurement principles of Ind AS, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the results of operation during the reported period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates which are recognised in the period in which they are determined.

- a. Depreciation and amortization: Depreciation and amortization is based on management estimates of the future useful lives of certain class of property, plant and equipment and intangible assets.
- b. Provisions and contingencies: Provisions and contingencies are based on the Management's best estimate of the liabilities based on the facts known at the balance sheet date.
- c. Fair valuation:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows: Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date; Level 2: Inputs are inputs, other than quoted prices included within Level 1, that are observable for the

asset or liability, either directly or indirectly; and Level 3: Inputs are unobservable inputs for the asset or liability. For assets and liabilities that are recognised in the Financial Statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. At each reporting date, the Company analyses the movements in the values of assets and liabilities which are required to be re-measured or reassessed in line with the Company's Accounting Policies. For this analysis, the Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

1.5 Functional and presentation currency

These financial statements are presented in Indian rupees, which is also the functional currency of the Company. All financial information presented in Indian rupees.

1.6 Property Plant & Equipment

Transition to Ind AS

The Company has elected to continue with the net carrying value of all its property, plant and equipment recognized as of 1st April, 2016 (transition date) as per the previous GAAP and use that carrying value as its deemed cost.

Recognition and measurement

Property, Plant and Equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment loss, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset i.e., freight, duties and taxes applicable and other expenses related to acquisition and installation. The cost of self-constructed assets includes the cost of materials and other costs directly attributable to bringing the asset to a working condition for its intended use. Borrowing costs that are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses upon disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognized net within in the statement of profit and loss.

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of repairs and maintenance are recognized in the statement of profit and loss as incurred.

Items of property, plant and equipment acquired through exchange of non-monetary assets are measured at fair value, unless the exchange transaction lacks commercial substance or the fair value of either the asset received or asset given up is not reliably measurable, in which case the asset exchanged is recorded at the carrying amount of the asset given up.

Depreciation

Depreciation is recognized in the statement of profit and loss on Straight line basis over the estimated useful lives of property, plant and equipment based on Schedule - II to the Companies Act, 2013 ("Schedule"), which prescribes the useful lives for various classes of tangible assets. For assets acquired or disposed off during the year, depreciation is provided on prorata basis. Land is not depreciated.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted prospectively, if appropriate.

1.7 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

A. Financial Assets

1. Initial Recognition

In the case of financial assets, not recorded at fair value through profit or loss (FVPL), financial assets are recognised initially at fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. Purchases

or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

2. Subsequent Measurement

For purposes of subsequent measurement, financial assets are classified in the following categories:

a. Financial Assets at Amortised Cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in finance income using the effective interest rate ("EIR") method. Impairment gains or losses arising on these assets are recognised in the Statement of Profit and Loss.

b. Financial Assets Measured at Fair Value

Financial assets are measured at fair value through OCI if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows or to sell these financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the Statement of Profit and Loss.

Investment in Equity Instruments are designated as Financial Assets measured at fair value through OCI and Investments in Mutual Funds are designated as Financial Assets measured at fair value through statement of Profit & Loss on the date of transition.

c. Impairment of Financial Assets

In accordance with Ind AS 109, expected credit loss (ECL)

model for measurement and recognition of impairment loss on the trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 18. As Company trade receivables are realised within normal credit period adopted by the company, hence the financial assets are not impaired.

d. De-recognition of Financial Assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

B. Financial Liabilities

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

1. Initial Recognition

Financial liabilities are classified, at initial recognition, as financial liabilities at FVPL, loans and borrowings and payables as appropriate. All financial liabilities are recognised initially at fair value and in the case of loans and borrowings and payables, net of directly attributable transaction costs.

2. Subsequent Measurement

The measurement of financial liabilities depends on their classification, as described below:

a. Financial liabilities at FVPL

Financial liabilities at FVPL include financial liabilities held for trading and financial liabilities designated upon initial

recognition as at FVPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

3. De-recognition of Financial Liabilities

Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

1.8 Impairment of non-financial assets

Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generated Units (CGU) to which the asset belongs. If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

1.9 Cash and Cash Equivalent

Cash and Bank balances comprise of cash balance in hand, in current accounts with banks and Bank Fixed Deposits with maturity of 3 months or less than 3 months.

1.10 Employee Benefits

Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Defined Contribution Plan

Employee State Insurance is a defined contribution scheme of the Government of India under which both the employer and employee contribute on a monthly basis at a pre-determined rate and the Company has no further obligation.

Defined Contribution Benefits

The Company has an obligation towards gratuity, a defined benefit plan covering eligible employees. The plan provides for lump sum payment on retirement, death while in employment or on separation.

1.11 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation (legal or constructive) 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, in respect of which a reliable estimate can be made of the amount of obligation. Provisions (excluding gratuity and compensated absences) are determined based on management's estimate required to settle the obligation at the Balance Sheet date. In case the time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

1.12 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and is recognised when it is probable that the economic benefits associated with the transaction will flow to the Company and the amount of income can be measured reliably. Revenue is net of returns and is reduced for rebates, trade discounts, refunds and other similar allowances. Revenue includes excise duty but is net of service tax, sales tax, value added tax and other similar taxes and GST from 1st July, 2017.

Sale of goods

Revenue is recognized when it is probable that economic benefits associated with a transaction flows to the Company in the ordinary course of its activities and the amount of revenue can be measured reliably. Revenue is recognised, when the significant risks and rewards of the ownership have been transferred to the buyers and there is no continuing effective control over the goods or managerial involvement with the goods. Sales include Job work charges received on contract manufacturing operations and lease rentals from the leasing of its factories.

Other Income

Other income includes Dividend, Interest, Profit / (Loss) on sale of Investments and other miscellaneous receipts if any. Dividend income from investments is recognised when the Company's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably). Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on time proportionate basis, by reference to the principle outstanding and at the effective interest rate applicable.

1.13 Income Tax**Current Tax**

Current income tax is recognised based on the estimated tax liability computed after taking credit for allowances and exemptions in accordance with the Income Tax Act, 1961. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred Tax

Deferred tax is determined by applying the Balance Sheet approach. Deferred tax assets and liabilities are recognised for all deductible temporary differences between the financial statements' carrying amount of existing assets and liabilities and their respective tax base. Deferred tax assets and liabilities are measured using the enacted tax rates or tax rates that are substantively enacted at the Balance Sheet date. The effect on deferred tax assets and liabilities of a change in tax rates is recognised in the period that includes the enactment date. Deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available

against which the temporary differences can be utilised. Such assets are reviewed at each Balance Sheet date to reassess realisation.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

1.14 Earnings Per Share

The Company presents basic and diluted earnings per share (“EPS”) data for its ordinary shares. Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

1.15 Recently issued accounting pronouncements

Ind AS 115, Revenue from contracts with customers in March 2018, the Ministry of Corporate Affairs has notified Ind AS 115, ‘Revenue from Contracts with Customers’, which is effective for accounting periods beginning on or after 1st April 2018. This comprehensive new standard will supersede existing revenue recognition guidance, and requires an entity to recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The new standard also will result in enhanced disclosures about revenue, provide guidance for transactions that were not previously addressed comprehensively (for example, service revenue and contract modifications) and improve guidance for multiple-element arrangements.

Ind AS 115 is effective for annual reporting periods beginning on or after 1st April, 2018.

The Company intends to adopt Ind AS 115 effective 1st April, 2018, using the modified retrospective method. The adoption of Ind AS 115 is not expected to have a significant impact on the Company’s recognition of revenues.

1.16 Other amendments to Indian Accounting Standards

The Ministry of Corporate Affairs (MCA), on 28th March, 2018, issued certain amendments to Ind AS. The amendments relate to the following standards:

Ind AS 21, The Effects of Changes in Foreign Exchange Rates - The amendment lays down the principle regarding advance payment or receipt of consideration denominated or priced in foreign currency and recognition of non-monetary prepayment asset or deferred income liability.

Ind AS 12, Income Taxes - The amendment explains that determining temporary differences and estimating probable future taxable profit against which deductible temporary differences are assessed for utilization are two separate steps and the carrying amount of an asset is relevant only to determining temporary differences.

Ind AS 28, Investments in Associates and Joint Ventures - The amendment clarifies when a venture capital, mutual fund, unit trust or similar entities elect to initially recognize the investments in associates and joint ventures.

Ind AS 112, Disclosure of Interests in Other Entities – The amendment clarifies that disclosure requirements for interests in other entities also apply to interests that are classified as held for sale or discontinued operations in accordance with Ind AS 105.

Ind AS 40, Investment Property

The amendments are effective from 1st April, 2018. The Company believes that the aforementioned amendments will not materially impact the financial position, performance or the cash flows of the Company.

Note 2: Property, Plant and Equipment

(Rs.)

Sl. No.	Particulars	Gross carrying value			Accumulated depreciation / impairment				Net carrying value		
		As at 1 st April, 2016	Additions	Disposals	As at 31 st March, 2018	As at 1 st April, 2016	For the year	Impairment for the year	Disposals	As at 31 st March, 2018	As at 31 st March, 2017
1	Freehold Land	79,36,453.40	-	-	79,36,453.40	-	-	-	-	79,36,453.40	79,36,453.40
2	Buildings	97,75,268.00	13,95,650.00	-	1,11,70,918.00	5,19,917.00	5,61,218.00	-	-	1,00,89,783.00	92,55,351.00
3	Plant and Equipment	1,00,29,181.00	15,57,209.99	42,373.00	1,15,44,017.99	5,37,754.00	6,69,628.99	-	-	1,03,36,635.00	94,91,427.00
4	Vehicles	1,71,053.00	22,21,115.00	-	23,92,168.00	1,32,445.00	21,891.00	-	-	1,54,336.00	38,608.00
5	Office Equipment	26,114.00	-	-	26,114.00	6,504.00	6,504.00	-	-	13,106.00	19,610.00
	Total	2,79,38,069.40	51,73,974.99	42,373.00	3,30,69,671.39	11,96,620.00	12,59,241.99	-	-	3,06,13,809.40	2,67,41,449.40
Sl. No.	Particulars	Gross carrying value			Accumulated depreciation / impairment				Net carrying value		
		Deemed cost As at 1 st April, 2016	Additions	Disposals	As at 31 st March, 2017	As at 1 st April, 2017	For the year	Impairment for the year	Disposals	As at 31 st March, 2017	As at 1 st April, 2016
1	Freehold Land	79,36,453.40	-	-	79,36,453.40	-	-	-	-	79,36,453.40	79,36,453.40
2	Buildings	90,28,331.00	7,46,937.00	-	97,75,268.00	-	5,19,917.00	-	-	92,55,351.00	90,28,331.00
3	Plant and Equipment	91,76,681.00	8,52,500.00	-	1,00,29,181.00	-	5,37,754.00	-	-	94,91,427.00	91,76,681.00
4	Vehicles	4,91,890.00	-	3,20,837.00	1,71,053.00	-	1,32,445.00	-	-	38,608.00	4,91,890.00
5	Office Equipment	26,114.00	-	-	26,114.00	-	6,504.00	-	-	19,610.00	26,114.00
	Total	2,66,59,469.40	15,99,437.00	3,20,837.00	2,79,38,069.40	-	11,96,620.00	-	-	2,67,41,449.40	2,66,59,469.40

Note 3: Investments

(Rs.)

Particulars	31 st March, 2018		31 st March, 2017		1 st April, 2016	
	Current	Non Current	Current	Non Current	Current	Non Current
A. Investments Carried at fair value through OCI						
Investments in Quoted Equity Instruments	-	7,59,20,847.10	-	6,79,79,085.55	-	4,97,31,635.10
B. Investments designated as fair value through Profit & Loss						
Investments other than Equity	-	3,25,00,946.54	-	2,82,06,765.87	-	2,18,36,741.10
Aggregate amount of Investments	-	10,84,21,793.64	-	9,61,85,851.42	-	7,15,68,376.20
C. Investments designated as fair value through Statement of Profit & Loss						
1. UTI Liquid Cash Plan - Institutional - Direct Plan - Daily Dividend Reinvestment	39,18,975.59	-	19,06,554.10	-	17,03,449.93	-
2. UTI - Treasury Advantage Fund - Institutional Plan - Direct Plan - Growth	31,64,603.92	-	29,57,213.76	-	-	-
Aggregate amount of Investments	70,83,579.51	-	48,63,767.86	-	17,03,449.93	-
D. Fixed Deposits	4,21,82,110.50	-	3,88,45,508.53	-	3,58,24,765.52	-
Total Investments (A+B+C+D)	4,92,65,690.01	10,84,21,793.64	4,37,09,276.39	9,61,85,851.42	3,75,28,215.45	7,15,68,376.20

Note 3 (i): Non-Current Investments

Sl. No	INVESTMENTS (LONG TERM) in Equity Instruments Quoted, at Fair Value	No. of Shares/ Units as at 31.03.2018	As at 31.03.2018 Rs.	No. of Shares/ Units as at 31.03.2017	As at 31.03.2017 Rs.	No. of Shares/ Units as at 1.04.2016	As at 1.04.2016 Rs.
1	Accelya Kale Solutions Limited Equity Shares of Rs.10/- each	1,100	14,81,425.00	1,100	15,84,000.00	1,100	9,53,590.00
2	Adani Ports and Special Economic Zone Limited Equity shares of Rs.2/- each	1,635	5,79,852.75	1,635	5,55,900.00	1,635	4,04,989.50
3	Alahabad Bank Equity Shares of Rs.10/- each	-	-	3,000	2,20,200.00	3,000	1,64,550.00
4	Andhra Bank Equity shares of Rs.10/- each	-	-	9,651	5,58,792.90	9,651	5,04,264.75
5	Aurobindo Pharma Ltd Equity shares of Rs.1/- each	100	55,725.00	100	67,515.00	-	-
6	Bank of Maharashtra Equity shares of Rs.10/- each	-	-	6,100	2,04,350.00	6,100	1,76,595.00
7	Bharat Petroleum Corporation Limited Equity Shares of Rs.10/- each	3,996	17,10,088.20	2,664	17,28,802.80	1,332	12,04,527.60
8	Cairn India Limited Equity Shares of Rs.10/- each	-	-	3,000	9,16,050.00	3,000	4,61,550.00
9	Century Enka Limited Equity Shares of Rs.10/- each	1,000	3,01,550.00	1,000	4,27,400.00	1,000	1,73,450.00
10	Cigniti Technologies Limited Equity Shares of Rs.10/- each	300	71,070.00	300	1,15,590.00	300	1,25,790.00
11	Classic Diamonds Limited Equity Shares of Rs.2/- each	6,980	3,210.80	6,980	3,210.80	6,980	3,490.00
12	Development Credit Bank Limited Equity Shares of Rs.10/- each	2,000	3,22,800.00	2,000	3,40,400.00	2,000	1,58,500.00
13	Dena Bank Equity Shares of Rs.10/- each	-	-	3,000	1,14,600.00	3,000	86,550.00

SIGACHI LABORATORIES LIMITED

14	Divis Laboratories Limited Equity Shares of Rs.2/- each	3,000	32,68,500.00	3,000	18,72,450.00	3,000	15,50,615.00
15	Edelweiss Financial Services Limited Equity Shares of Rs.1/- each	1,730	4,12,345.50	1,730	2,72,734.50	1,730	97,485.50
16	Escorts Limited Equity Shares of Rs.10/- each	1,000	8,18,350.00	1,000	5,38,900.00	1,000	1,39,250.00
17	First Source Solutions Limited Equity shares of Rs.10/- each	3,000	1,59,000.00	3,000	1,25,250.00	3,000	1,00,650.00
18	Gayatri Sugar Limited Equity Shares of Rs.10/- each	-	-	-	-	1,301	6,505.00
19	Gennex Laboratories Limited Equity shares of Rs.1/- each	70,000	2,60,400.00	70,000	3,36,000.00	70,000	6,20,900.00
20	Glenmark Pharmaceuticals Limited Equity Shares of Rs.1/- each	4,200	22,14,030.00	4,200	36,02,550.00	4,200	33,39,210.00
21	GMR Infrastructure Limited Equity shares of Rs.1/- each	2,200	37,400.00	2,200	35,200.00	2,200	25,520.00
22	GNA Axles Limited Equity shares of Rs.10/- each	500	2,17,050.00	-	-	-	-
23	GOCL Corporation Limited Equity Shares of Rs.2/- each	2,000	9,92,200.00	2,000	7,43,300.00	2,000	2,68,800.00
24	Gujarat State Petronet Limited Equity Shares of Rs.10/- each	1,218	2,29,166.70	1,218	1,96,158.90	1,218	1,72,590.60
25	Gulf Oil Lubricants India Limited Equity Shares of Rs.2/- each	2,000	18,17,900.00	2,000	14,06,600.00	2,000	10,23,800.00
26	HCL Technologies Limited Equity Shares of Rs.2/- each	1,796	17,41,222.00	1,796	15,67,997.80	1,796	14,62,123.60
27	HDFC Bank Limited Equity Shares of Rs.2/- each	7,000	1,32,40,150.00	7,000	1,00,96,100.00	7,000	74,98,050.00
28	Heidelberg Cement India Limited Equity Shares of Rs. 10/- each	1,000	1,42,300.00	1,000	1,24,700.00	1,000	81,200.00

SIGACHI LABORATORIES LIMITED

29	Hindustan Petroleum Corporation Limited Equity shares of Rs.10/- each	1,350	4,64,602.50	900	4,72,905.00	300	2,36,325.00
30	IDBI Bank Limited Equity shares of Rs.10/- each	2,500	1,80,625.00	2,500	1,87,750.00	2,500	1,73,500.00
31	IDFC Limited Equity Shares of Rs.10/- each	2,265	1,10,192.25	2,265	1,23,442.50	2,265	91,619.25
32	IDFC Bank Limited Equity Shares of Rs.10/- each	10,265	4,86,047.75	2,265	1,34,314.50	2,265	1,09,173.00
33	India Cements Limited Equity Shares of Rs.10/- each	500	70,825.00	500	81,275.00	500	43,125.00
34	Indian Overseas Bank Equity Shares of Rs.10/- each	1,700	29,325.00	1,700	45,560.00	1,700	51,425.00
35	Indraprastha Gas Limited Equity Shares of Rs.2/- each	6,000	16,73,100.00	1,200	12,17,520.00	1,200	6,83,520.00
36	Infosys Limited Equity Shares of Rs.5/- each	440	4,99,136.00	440	4,49,152.00	440	5,36,052.00
37	Integrated Hi-Tech Limited Equity Shares of Rs.10/- each	700	3,199.00	700	3,199.00	700	3,367.00
38	ITC Limited Equity Shares of Rs.1/- each	9,000	23,03,100.00	9,000	25,24,050.00	6,000	19,69,500.00
39	Jai Prakash Power ventures Limited Equity Shares of Rs.10/- each	-	-	-	-	3,400	15,810.00
40	Kotak Mahindra Bank Ltd Equity Shares of Rs.5/- each	600	6,29,160.00	600	5,23,260.00	-	-
41	Laurus Labs Limited Equity Shares of Rs.10/- each	100	50,310.00	-	-	-	-
42	Larsen & Toubro Limited Equity shares of Rs.2/- each	562	7,37,287.80	375	5,91,600.00	375	4,56,262.50
43	Mahindra & Mahindra Limited Equity Shares of Rs.5/- each	2,400	17,76,480.00	1,200	15,41,640.00	1,200	14,52,840.00

SIGACHI LABORATORIES LIMITED

44	Manappuram Finance Limited Equity Shares of Rs.2/- each	1,000	1,09,250.00	-	-	-	-
45	Maruti Suzuki India Limited Equity Shares of Rs.5/- each	300	26,58,945.00	300	18,07,290.00	300	11,14,890.00
46	Mukand Limited Equity Shares of Rs.10/- each	2,100	1,22,955.00	2,100	1,78,290.00	2,100	66,990.00
47	MPS Limited Equity Shares of Rs.10/- each	-	-	-	-	171	1,12,979.70
48	NHPC Limited Equity Shares of Rs.10/- each	3,500	96,775.00	3,500	1,12,175.00	3,500	84,525.00
49	NTPC Limited Equity Shares of Rs.10/- each	9,079	15,40,706.30	9,079	15,06,796.55	9,079	11,69,829.15
50	Oil and Natural Gas Corporation Limited Equity Shares of Rs.5/- each	900	1,60,020.00	900	1,66,545.00	600	1,28,460.00
51	Petronet LNG Limited Equity Shares of Rs.10/- each	60,250	1,39,35,825.00	30,125	1,21,37,362.50	30,125	75,53,843.75
52	Power Grid Corporation of India Limited Equity Shares of Rs.10/- each	873	1,69,231.05	873	1,72,155.60	873	1,21,434.30
53	PTC India Financial Services Limited Equity Shares of Rs.10/- each	35,500	8,59,100.00	35,500	14,73,250.00	35,500	12,03,450.00
54	PTC India Limited Equity Shares of Rs.10/- each	2,100	1,82,910.00	2,100	1,95,090.00	2,100	1,34,400.00
55	Rallis India Limited Equity Shares of Rs.1/- each	3,000	7,09,650.00	3,000	7,83,300.00	3,000	5,10,450.00
56	RBL Bank Ltd Equity Shares of Rs.10/- each	65	30,998.50	65	32,123.00	-	-
57	Reliance Industries Limited Equity shares of Rs.10/- each	1,920	16,94,976.00	960	12,66,432.00	960	10,03,392.00
58	Rural Electrification Corporation Limited Equity Shares of Rs.10/- each	2,000	2,50,100.00	2,000	3,61,900.00	1,000	1,66,100.00

SIGACHI LABORATORIES LIMITED

59	Reliance Communications Limited Equity Shares of Rs.10/- each	-	-	-	-	781	39,050.00
60	Reliance Power Limited Equity Shares of Rs.10/- each	-	-	-	-	1,670	82,498.00
61	Sadhav Engineering Limited Equity Shares of Rs.1/- each	2,180	8,62,299.00	2,180	6,70,786.00	2,180	6,49,640.00
62	Sahara Housing Finance Corporation Limited Equity shares of Rs.10/- each	250	14,850.00	250	18,262.50	250	9,000.00
63	SMS Pharmaceuticals Limited Equity Shares of Rs.1/- each	10,000	7,36,500.00	10,000	8,59,500.00	10,000	8,32,000.00
64	SMS Lifesciences Limited Equity Shares of Rs.10/- each	357	1,34,910.30	-	-	-	-
65	Snowman Logistics Limited Equity Shares of Rs.10/- each	500	22,325.00	500	31,675.00	500	26,550.00
66	Steel Authority of India Limited Equity Shares of Rs.10/- each	2,000	1,40,400.00	2,000	1,22,400.00	2,000	86,200.00
67	Sun Pharmaceutical Industries Limited Equity Shares of Rs.1/- each	400	1,98,160.00	400	2,75,080.00	200	1,64,000.00
68	Suzlon Energy Limited Equity Shares of Rs.2/- each	1,000	10,740.00	1,000	19,100.00	1,000	14,200.00
69	Syndicate Bank Equity Shares of Rs.10/- each	32,000	17,77,600.00	32,000	22,80,000.00	32,000	21,60,000.00
70	Tata Coffee Limited Equity shares of Rs.1/- each	2,500	2,83,500.00	2,500	3,14,875.00	2,500	2,24,000.00
71	Tata Consultancy Services Limited Equity shares of Rs.1/- each	248	7,06,626.40	248	6,00,904.00	248	6,25,034.40
72	Tata Steel Limited Equity shares of Rs.10/- each	3,184	18,17,745.60	2,684	12,95,432.60	2,684	8,58,074.80
73	Tata Steel Limited (Partly paid up shares) Equity shares of Rs.10/- each paid up Rs. 2.50/- each	250	36,225.00	-	-	-	-

74	Tech Mahindra Limited Equity Shares of Rs.5/- each	2,032	12,97,025.60	2,032	9,33,907.20	2,032	9,65,098.40
75	The KCP Limited Equity Shares of Rs.1/- each	1,000	1,30,700.00	1,000	1,03,600.00	1,000	82,800.00
76	The Karnataka Bank Limited Equity Shares of Rs.10/- each	3,914	4,50,305.70	3,914	5,50,504.10	2,414	2,47,797.10
77	UCO Bank Equity Shares of Rs.10/- each	11,900	2,57,040.00	11,900	4,27,805.00	11,900	4,61,720.00
78	Union Bank of India Equity Shares of Rs.10/- each	1,004	94,476.40	1,004	1,56,573.80	1,004	1,31,323.20
79	Vedanta Limited Equity Shares of Rs.1/- each	3,000	8,34,900.00	-	-	-	-
80	Vijaya Bank Equity Shares of Rs.10/- each	20,400	10,58,760.00	20,400	13,97,400.00	20,400	6,39,540.00
81	Virgo Global Media Limited Equity Shares of Rs.4/- each	20,000	6,800.00	20,000	17,400.00	20,000	44,800.00
82	Voltas Limited Equity Shares of Rs.1/- each	5,000	31,03,000.00	5,000	20,60,750.00	5,000	13,90,500.00
83	Yes Bank Limited Equity Shares of Rs.2/- each	1,200	3,35,390.00	-	-	-	-
	Total (A)		7,59,20,847.10		6,79,79,085.55		4,97,31,635.10

Preference Shares at Fair Value:

1	Mukund Limited 0.01% Preference Shares of Rs.10/- each	400	3,172.00	400	2,540.00	400	-
2	Vedanta Limited 7.5% Preference Shares of Rs.10/- each	12,000	1,19,760.00	-	-	-	-
	Total (B)		1,22,932.00		2,540.00		-

Debentures at Fair Value

1	NTPC Limited, 8.49% Non Convertible Debentures of Rs.12.50/- each	9,079	1,15,666.46	9,079	1,17,573.05	9,079	-
	Total (C)		1,15,666.46		1,17,573.05		-

Bonds - at Fair Value

1	National Highways Authority of India, 8.2% Tax Free Bonds of Rs.1,000/- each	500	5,55,200.00	500	5,62,000.00	500	5,55,000.00
2	The Lakshmi Vilas Bank Ltd., 10.7 % Tier II Bonds Bonds of Rs.5,00,000/- each	2	10,00,000.00	-	-	-	-
	Total (D)		15,55,200.00		5,62,000.00		5,55,000.00

Mutual Funds - at Fair Value

1	Aditya Birla Sun Life Dividend Yield Plus - Growth - Regular Plan, Units of Rs.10/- each	4,045.22	7,08,641.81	4,045.22	6,67,178.30	4,045.22	5,10,021.46
2	Aditya Birla Sun Life Frontline Equity Fund - Dividend - Regular Plan, Units of Rs.10/- each	9,781.72	2,57,454.87	9,004.34	2,37,624.61	8,113.56	1,91,479.92
3	DSP Black Rock Equity Fund - Regular Plan - Dividend, Units of Rs.10/- each	55,077.74	25,51,035.50	40,980.99	22,68,052.08	37,321.11	17,90,181.83
4	Franklin India Blue Chip Fund - Growth Units of Rs.10/- each	2,238.14	9,71,148.45	2,238.14	9,25,025.34	2,238.14	7,70,438.50
5	ICICI Prudential Focused Blue Chip Equity Fund - Dividend, Units of Rs.10/- each	57,366.98	12,27,079.79	50,475.07	10,90,766.24	45,859.15	8,74,075.42
6	ICICI Prudential Value Discovery Fund - Dividend Units of Rs.10/- each	52,965.33	15,24,342.31	46,338.68	14,39,279.37	42,117.41	11,92,764.94
7	L & T Equity Fund - Growth Units of Rs.10/- each	23,949.36	19,11,111.35	23,949.36	17,12,978.26	23,949.36	13,85,159.37
8	L & T India Special Situations Fund - Growth Units of Rs.10/- each	48,899.76	23,50,464.57	48,899.76	20,73,447.45	48,899.76	16,14,083.15
9	Reliance Regular savings Fund - Equity Plan - Growth Plan - Growth Option Units of Rs.10/- each	15,757.88	11,09,105.92	15,757.88	9,95,976.93	15,757.88	8,25,297.01
10	SBI Contra Fund - Regular Plan - Dividend Units of Rs.10/- each	43,545.48	8,90,840.30	35,076.56	7,65,353.04	35,076.56	6,31,150.12
11	Templeton India Growth Fund - Dividend Units of Rs.10/- each	28,226.75	19,29,151.24	25,921.83	17,61,590.67	23,920.65	13,33,609.56
12	UTI Opportunities Fund - Dividend Plan - Reinvestment, Units of Rs.10/- each	4,307.15	81,044.57	4,010.74	73,249.71	62,179.67	10,28,743.92
13	UTI Opportunities Fund - Direct Plan - Growth Units of Rs.10/- each	21,472.26	12,73,199.86	21,472.26	11,42,354.35	-	-

14	UTI Banking Sector Fund - Dividend Plan - Payout Units of Rs. 10/- each	2,961.26	1,06,715.85	2,961.26	95,241.26	34,076.27	8,43,251.45
15	UTI Banking Sector Fund - Regular Plan - Growth Units of Rs. 10/- each	13,287.56	12,30,343.11	13,287.56	10,98,049.49	-	-
16	UTI Banking Sector Fund - Growth Plan - Growth Units of Rs. 10/- each	20,070.57	18,58,406.33	20,070.57	16,58,579.72	20,070.57	11,72,034.50
17	UTI - Master Share Unit Scheme - Growth Units of Rs. 10/- each	18,759.76	20,92,317.53	18,759.76	18,90,569.42	-	-
18	UTI Dividend Yield Fund - Growth option - Growth Units of Rs. 10/- each	23,783.31	14,52,251.85	23,783.31	13,19,281.72	23,783.31	10,69,511.75
19	UTI - Master Share Unit Scheme - Dividend Plan - Reinvestment, Units of Rs.10/- each	5,926.70	1,91,269.46	5,341.32	1,72,826.89	57,991.50	17,46,924.38
20	UTI Mid Cap Fund - Dividend Plan - Reinvestment Units of Rs. 10/- each	6,475.00	3,49,009.08	5,962.49	3,08,730.03	61,297.17	26,46,517.62
21	UTI Mid Cap Fund - Direct Plan - Growth Units of Rs. 10/- each	30,990.99	34,80,166.87	30,990.99	30,48,366.36	-	-
22	UTI Mid Cap Fund - Direct Plan - Growth Units of Rs. 10/- each	2,492.14	2,79,857.60	2,492.14	2,45,134.37	-	-
23	UTI MNC Fund - Growth Units of Rs. 10/- each	11,058.99	20,89,014.65	11,058.99	18,11,809.78	-	-
24	UTI MNC Fund - Dividend Plan - Reinvestment Units of Rs. 10/- each	-	-	-	-	20,054.03	16,54,980.55
25	UTI Wealth Builder Fund - Direct Growth Plan Units of Rs. 10/- each	-	-	10,154.76	3,22,732.46	-	-
26	UTI Dividend Yield Plan Direct - Option Growth Units of Rs. 10/- each	5,773.64	3,64,229.44	5,773.64	3,28,798.93	-	-
27	UTI MNC Fund - Dividend Plan - Reinvestment Units of Rs. 10/- each	-	-	783.33	71,656.04	-	-
28	UTI Treasury Advantage Fund Dividend - Reinvestment, Units of Rs.10/- each	-	-	-	-	1.435	1,515.65

29	UTI Transportation & Logistics Fund - Direct Plan - Growth, Units of Rs.10/- each	2,793.84	3,48,018.22	-	-	-	-
30	UTI Transportation & Logistics Fund - Direct Plan - Growth, Units of Rs.10/- each	649.67	80,927.55	-	-	-	-
	Total (E)		3,07,07,148.08		2,75,24,652.82		2,12,81,741.10
	Total (B + C + D + E)		3,25,00,946.54		2,82,06,765.87		2,18,36,741.10
	Grand Total (A + B + C + D + E)		10,84,21,793.64		9,61,85,851.42		7,15,68,376.20

Note 4: Other Financial Assets

Particulars	31 st March, 2018		31 st March, 2017		1 st April, 2016	
	Current	Non Current	Current	Non Current	Current	Non Current
	Sales Tax Deposit		5,000.00		5,000.00	
Security Deposit - TSSPDCL		42,84,149.00		42,84,149.00		42,84,149.00
EMD		5,50,000.00		5,50,000.00		5,50,000.00
Rental Deposit		21,000.00		21,000.00		21,000.00
Other - Deposits		42,750.00		42,750.00		42,750.00
TOTAL		49,02,899.00		49,02,899.00		49,02,899.00

Note 5: Other Non Current Assets

Particulars	31 st March, 2018		31 st March, 2017		1 st April, 2016	
	Current	Non Current	Current	Non Current	Current	Non Current
	(i) Loans & Advances		-		10,00,000.00	
(ii) Subscription to Chits		17,63,322.00		11,26,984.00		5,52,000.00
(iii) IT Refund Due F.Y. 2017-18		5,21,406.00		-		-
(iv) IT Refund Due F.Y. 2016-17		37,480.00		1,18,124.00		-
(v) Cenvat Credit		-		2,17,845.00		2,17,845.00
TOTAL		23,22,208.00		24,62,953.00		17,69,845.00

SIGACHI LABORATORIES LIMITED

Note 6: Trade receivables

(Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Trade Receivables			
Unsecured, Considered good	9,17,950.13	9,01,886.13	17,21,254.13
Less: Allowances for credit losses	-	-	-
Less: Bad debts Written off	-	-	-
TOTAL	9,17,950.13	9,01,886.13	17,21,254.13

Note 7: Cash and Cash Equivalents

(Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
a) Cash and Cash Equivalents			
i) Cash on hand	11,556.56	28,448.88	26,375.85
ii) Balances with banks			
- Current Accounts	19,48,175.74	30,18,245.68	7,34,115.39
iii) Fixed Deposits with original maturity of 3 months or less than 3 months.	-	-	-
Total	19,59,732.30	30,46,694.56	7,60,491.24

Note 8: Other financial assets

(Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Loans and Advances			
Unsecured, Considered good	65,00,000.00	65,00,000.00	88,57,049.00
Total	65,00,000.00	65,00,000.00	88,57,049.00

Note 9: Other Current assets

(Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Other Advances, unsecured	33,928.00	1,86,500.00	3,000.00
Total	33,928.00	1,86,500.00	3,000.00

Note 10: Share Capital (Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Authorized Share Capital			
1,20,00,000 Equity Shares of Rs. 10/- Each	12,00,00,000.00	12,00,00,000.00	12,00,00,000.00
Issued, Subscribed & Called Up Capital:			
89,82,900 Equity Shares of Rs. 10/- Each	8,98,29,000.00	8,98,29,000.00	8,98,29,000.00
Paid up Capital:			
67,53,100 Equity Shares of Rs. 10/- Each	6,75,31,000.00	6,75,31,000.00	6,75,31,000.00
Forfeiture of Shares	55,74,500.00	55,74,500.00	55,74,500.00
	7,31,05,500.00	7,31,05,500.00	7,31,05,500.00

a) Reconciliation of Number of Shares :

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Number of Shares at the beginning of the year	67,53,100	67,53,100	67,53,100
Add : Shares issued during the year	-	-	-
Number of Shares at the end of the year	67,53,100	67,53,100	67,53,100

b) Terms / Rights attached

The Company has issued only one class of shares having par value of Rs.10/- per share. Each holder of equity shares who has paid total amount of Rs.10/- per share is entitled to one vote per share. In the event of Liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) The Details of shareholders holding more than 5% shares :

Name of the Shareholder	31 st March, 2018		31 st March, 2017		1 st April, 2016	
	No. of shares	% Holding	No. of shares	% Holding	No. of shares	% Holding
1. Krishnaraj Securities Private Limited	15,18,530	22.49%	15,18,530	22.49%	15,18,530	22.49%
2. T. Adinarayana	7,53,530	11.16%	7,53,530	11.16%	4,23,530	6.27%

Note 11: Other Equity**Statement of Changes**

PARTICULARS	(Rs.)				
	RETAINED EARNINGS	GENERAL RESERVE	CAPITAL RESERVE	ACTUARIAL GAINS OR LOSSES	TOTAL EQUITY
Balance as at 1/4/2017	10,63,62,890.28	-	-	-	10,63,62,890.28
Profit for the year	1,11,10,868.72	-	-	-	1,11,10,868.72
Deferred Tax	0.82	-	-	-	0.82
Dividend paid	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-
Net change in fair value of FVTPL investments and others	74,99,724.80	-	-	-	74,99,724.80
Balance as at 31/03/2018	12,49,73,484.62	-	-	-	12,49,73,484.62

PARTICULARS	(Rs.)				
	RETAINED EARNINGS	GENERAL RESERVE	CAPITAL RESERVE	ACTUARIAL GAINS OR LOSSES	TOTAL EQUITY
Balance as at 1/4/2016	7,67,52,028.19	-	-	-	7,67,52,028.19
Profit for the year	1,00,01,531.40	-	-	-	1,00,01,531.40
Deferred Tax	(61,170.82)	-	-	-	(61,170.82)
Dividend paid (including dividend distribution and corporate dividend tax)	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-
Net change in fair value of FVTPL investments and others	1,96,70,501.51	-	-	-	1,96,70,501.51
Balance as at 31/03/2017	10,63,62,890.28	-	-	-	10,63,62,890.28

Refer Note No.23 - First time Adoption Reconciliation of Equity and Other Comprehensive Income (Rs.)

PARTICULARS	RETAINED EARNINGS	GENERAL RESERVE	CAPITAL RESERVE	ACTUARIAL GAINS OR LOSSES	TOTAL EQUITY
Balance as at 1/4/2015	2,21,72,249.71	-	-	-	2,21,72,249.71
Profit for the year	79,09,466.28	-	-	-	79,09,466.28
Less: Deferred Tax	(30,49,976.00)	-	-	-	(30,49,976.00)
Less: Tax related to prior period items	-	-	-	-	-
Dividend paid (including dividend distribution and corporate dividend tax)	-	-	-	-	-
Capital Reserve	13,22,000.00	-	-	-	13,22,000.00
Net change in fair value of FVTPL investments and others	4,51,98,288.20	-	-	-	4,51,98,288.20
Add: Elimination of provision related to investments on account of fair value measurement	32,00,000.00	-	-	-	32,00,000.00
Balance as at 31/03/2016	7,67,52,028.19	-	-	-	7,67,52,028.19

Note 12: Long term Provisions

(Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Leave Encashment	10,00,000.00	8,30,000.00	6,80,000.00
Gratuity	12,02,000.00	10,12,000.00	8,82,000.00
Total	22,02,000.00	18,42,000.00	15,62,000.00

Note 13: Deferred Tax Liabilities (net)

(Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Opening Balance	16,46,589.62	14,17,218.80	-
Add : On account of IND AS Adjustment	(0.62)	-	-
Add : On account of depreciation	(20,349.00)	2,29,370.82	14,17,218.80
Closing Balance	16,26,240.00	16,46,589.62	14,17,218.80

Note 14: Other Non Current Liabilities & Current Financial Liabilities (Rs.)

Particulars	31 st March, 2018		31 st March, 2017		1 st April, 2016	
	Current	Non Current	Current	Non Current	Current	Non Current
Others - Deposits from Customers	-	25,00,000.00	-	4,50,000.00	-	4,50,000.00
Liability for expenses	82,577.00	-	4,22,914.00	-	1,47,613.00	-
TDS Payable	1,29,708.00	-	6,616.00	-	-	-
Other Payables	3,18,500.86	-	-	-	-	-
Total	5,30,785.86	25,00,000.00	4,29,530.00	4,50,000.00	1,47,613.00	4,50,000.00

Note 15: Trade Payables

(Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Due to Micro & Small Enterprises	-	8,01,000.00	-
Total	-	8,01,000.00	-

Note 16: Short Term Provisions

(Rs.)

Particulars	31 st March, 2018	31 st March, 2017	1 st April, 2016
Provision for Income Tax	-	-	3,36,239.43
Total	-	-	3,36,239.43

Note 17: Revenue from Operations

Particulars	As at 31.03.2018 Rs.	As at 31.03.2017 Rs.
Conversion / Job Work Charges / Lease Rentals	1,12,09,984.00	91,50,000.00
Income from Other Operations		
Interest on FD's	33,17,620.97	33,99,780.31
Interest on ICD's	11,70,000.00	12,12,447.00
	44,87,620.97	46,12,227.31
Revenue from Operations (Fair Value Gains)	19,26,649.45	16,37,672.45
Total	1,76,24,254.42	1,53,99,899.76

Note 18: Other Income

Particulars	As at 31.03.2018 Rs.	As at 31.03.2017 Rs.
Dividend Income		
Equities	10,04,919.54	7,55,407.18
Mutual Funds	15,03,360.19	7,65,724.33
	25,08,279.73	15,21,131.51

SIGACHI LABORATORIES LIMITED

Net gain / loss from sale of Investments / Mutual Funds	15,031.80	30,90,805.63
Interest (from Tax Free Bonds)	41,000.00	41,000.00
Interest on Deposits with TSSPDCL	5,21,440.00	4,23,120.00
Bad Debts Recovery	2,00,000.00	-
Bad Deposits Recovery	-	3,353.20
Total	32,85,751.53	50,79,410.34

Note 19: Employee Benefit Expenses

Particulars	As at 31.03.2018 Rs.	As at 31.03.2017 Rs.
Salaries and Wages	27,37,380.00	21,01,289.00
ESI	39,775.00	25,016.00
Staff Welfare	52,333.95	67,491.00
Total	28,29,488.95	21,93,796.00

Note 20: Finance Costs

Particulars	As at 31.03.2018 Rs.	As at 31.03.2017 Rs.
Interest Paid to Bank	-	-
Total	-	-

Note 21: Depreciation and Amortization Expense

Particulars	As at 31.03.2018 Rs.	As at 31.03.2017 Rs.
Depreciation	12,59,241.99	11,96,620.00
Total	12,59,241.99	11,96,620.00

Note 22: Other Expenses

Particulars	As at 31.03.2018 Rs.	As at 31.03.2017 Rs.
Power and Fuel	9,396.00	8,518.00
Rent	1,28,000.00	1,20,000.00
Advertisement Expenses	48,730.00	55,707.00
Audit Fee	23,900.00	22,160.00
Bank Charges	12,876.22	6,435.60
Communication Expenses	38,743.17	40,213.71
Consultancy Charges	20,000.00	13,425.00
Conveyance Expenses	94,478.28	2,25,171.29
Effluent Treatment Charges	12,66,864.00	-
Environmental Charges	93,120.00	-
Gratuity	1,90,000.00	1,30,000.00
Insurance	2,06,938.00	1,54,276.00
Leave Encashment	1,70,000.00	1,50,000.00
Listing Fee	40,250.00	6,03,750.00
Loss On Sale of Car	-	1,00,837.00
Miscellaneous Expenses	76,247.73	71,517.47
Office Maintenance	1,14,282.00	1,02,822.18
Postage & Telegrams	46,007.10	56,333.00
Printing & Stationary	25,644.00	28,512.00
Professional charges	27,000.00	7,000.00
Repairs and Maintenance	4,91,066.00	8,27,425.00
Secretarial Audit Fee	25,000.00	25,000.00
Share Transfer & Depository Fee	1,18,254.79	1,05,009.00
Sitting Fee & Incidental Expenses	47,200.00	46,000.00
Travelling Expenses	62,028.00	13,746.00
Vehicle Maintenance	55,346.00	69,482.00
Total	34,31,371.29	29,83,340.25

23. First-time adoption of Ind AS

These financial statements, for the year ended 31st March, 2018 are the first set of financial statements the Company has prepared in accordance with Indian Accounting Standards (Ind AS). For periods up to and including the year ended 31st March, 2017, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

The Company has prepared financial statements which comply with Ind AS applicable for periods ending on 31st March, 2018 together with the comparative period data as at and for the year ended 31st March, 2017 as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at 1st April, 2016 i.e., the Company's date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at 1st April, 2016 and the financial statements as at and for the year ended 31st March, 2017.

Exemptions Applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

The Company adopted not to measure any item of property, plant and equipment at its fair value at the Transition Date. Accordingly, on the transition date, the net carrying value of the property, plant and equipment and intangible assets shall be considered as deemed cost for Ind AS purposes.

Estimates

The estimates at 1st April, 2016 and at 31st March, 2017 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies) apart from the following items where application of Indian GAAP did not require estimation:

- FVTPL – Quoted Mutual Funds, Bonds, Debentures etc.,
- FVTOCI – Equity Instruments

The estimates used by the Company to present these amounts in accordance with Ind AS reflect conditions at 1st April, 2016, the date of transition to Ind AS and as of 31st March, 2017.

SIGACHI LABORATORIES LIMITED

Reconciliation of equity as previously reported under Previous GAAP and that computed under Ind AS

Particulars	Equity as at 31 st March, 2017 Rs.	Equity as at 1 st April, 2016 Rs.
Equity as per Previous GAAP	11,45,10,747.39	10,45,09,215.99
Fair value Measurement of Investments in Equity Instruments	5,50,04,160.99	3,69,71,332.20
Fair value Measurement of Investments in Other than Equity Instruments	98,64,628.72	82,26,956.00
Impact on account of deferred Tax	(31,11,146.82)	(30,49,976.00)
Elimination of Provision related to Investments on Account of Fair Value of Investments	32,00,000.00	32,00,000.00
Equity as per IND AS	17,94,68,390.28	14,98,57,528.19

Reconciliation between financial results as previously reported under Previous GAAP and Ind AS for the year ended 31st March, 2017

Particulars	Year ended 31 st March, 2017 Rs.
Net profit as per Previous GAAP	1,00,01,531.40
Impact on account of measuring investments at fair value through profit and loss	16,37,672.45
Impact on account of deferred tax	(61,170.82)
Net profit as per IND AS	1,15,78,033.03
Impact on account of measuring investments at fair value through OCI	1,80,32,828.79
Total Comprehensive Income under IND AS	2,96,10,861.82

FVTPL Financial assets

Under Indian GAAP, the Company accounted for long term investments in quoted equity shares as investments measured at cost less provision for diminution other than temporary diminution in the value of investments, if any. Under Ind AS, the Company has designated such investments as FVTPL investments. Ind AS requires FVTPL investments to be measured at fair value. At the date of transition to Ind AS, difference between the instruments fair value and Indian GAAP carrying amount has been recognized as a separate component of equity, in the retained earnings.

Deferred tax

Indian GAAP requires deferred tax accounting using the statement of profit and loss approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP.

24. Auditors Remuneration

Particulars	For the year ended 31 st March, 2018 Rs.	For the year ended 31 st March, 2017 Rs.
Audit fee	23,400.00	20,700.00
Reimbursement of out of pocket expenses	500.00	1,460.00
TOTAL	23,900.00	22,160.00

25. Earnings per Share

Particulars	For the year ended 31 st March, 2018 Rs.	For the year ended 31 st March, 2017 Rs.
Earnings		
Profit attributable to equity holders	1,11,10,868.72	1,15,78,033.03
Shares		
Number of Shares at the beginning of the year	67,53,100	67,53,100
Add: Equity Shares issued	-	-
Less: Buy back of Equity Shares	-	-
Total number of equity shares outstanding at the end of the year	67,53,100	67,53,100
Weighted average number of equity shares outstanding during the year – Basic	67,53,100	67,53,100
Add: Weighted average number of equity shares arising out of outstanding stock options (net of the stock options forfeited) that have dilutive effect on the EPS	-	-
Weighted average number of equity shares outstanding during the year – Diluted	67,53,100	67,53,100
Earnings per share of par value Rs.10/- – Basic	1.65	1.71
Earnings per share of par value Rs.10/- – Diluted	1.65	1.71

26. Related Parties

In accordance with the provisions of Ind AS 24 “Related Party Disclosures” and the Companies Act, 2013, Company’s Directors, members of the Company’s Management and Key Management Personnel are considered. List of related party of the Company is as below:

Sl. No.	Name of the Related Party	Nature of Relationship
1	Sri. T. Adinarayana	Chairman & Managing Director
2	Sri. B.S.S. Murthy	Independent Director
3	Ms. K. Suneetha	Independent Director
4	Sri. T. Govardhana Rao	Independent Director
5	Sri. P.L.V. Subba Rao	Director
6	Sri. T. R. Sekhar	Director
7	B. Kumar	Chief Financial Officer
8	K. Ajay Kumar	Company Secretary

Related Party Transactions

Sl. No.	Nature of Transaction	FY 2017-18 Rs.	Total Rs.	FY 2016-17 Rs.	Total Rs.
1	Directors Remuneration / Salary and Perquisites (Chairman & Managing Director)	13,80,216.00	13,80,216.00	12,38,847.00	12,38,847.00
2	Fee for attending Board/ Committee meeting				
	T. Govardhana Rao	10,000.00	10,000.00	10,000.00	10,000.00
	B.S.S. Murthy	10,000.00	10,000.00	10,000.00	10,000.00
	P. L .V. Subba Rao	10,000.00	10,000.00	10,000.00	10,000.00
	K. Suneetha	10,000.00	10,000.00	10,000.00	10,000.00
3	Salary (CFO)	2,11,682.00	2,11,682.00	1,72,200.00	1,72,200.00
4	Salary (Company Secretary)	3,24,600.00	3,24,600.00	1,96,114.00	1,96,114.00

Enterprises significantly influenced by Key Managerial personnel or their relatives:
M/s. Ushakiran Finance Limited and M/s. Krishnaraj Securities Private Limited.

27. Segment Reporting

Ind AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about products and services. Based on the 'Management' approach as defined under Ind AS108, the Chief Operating Decision Maker (CODM) evaluates the performance on a periodical basis and allocates resources based on an analysis of the performance of various Businesses. The CODM is the Managing Director. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments and are as set out in the Significant Accounting Policies.

Segment wise Revenue, Results and Capital Employed for the quarter and year ended 31st March, 2018

Particulars	Year ended	
	31 st March, 2018 Rs.	31 st March, 2017 Rs.
Segment Revenue		
a) Bulk Drugs and Intermediates	1,12,09,984.00	91,50,000.00
b) Investments	97,00,021.95	1,13,29,310.10
Total	2,09,10,005.95	2,04,79,310.10
Less: Inter Segment Revenue	-	-
Net sales/Income from Operations	2,09,10,005.95	2,04,79,310.10
Segment Results Profit/ (Loss) before tax and finance cost from each segment		
a) Bulk Drugs and Intermediates	93,14,394.01	69,93,128.00
b) Investments	97,00,021.95	1,13,29,310.10
Total	1,90,14,415.96	1,83,22,438.10

SIGACHI LABORATORIES LIMITED

Less: (i) Finance Costs	-	-
(ii) Other Un-allocable Expenditure net off	56,24,512.24	42,16,884.25
(iii) Un-allocable income	-	-
Total Profit Before Tax	1,33,89,903.72	1,41,05,553.85
Capital Employed (Segment Assets – Segment Liabilities)		
a) Bulk Drugs and Intermediates	4,09,74,890.48	3,79,37,030.33
b) Investments	15,71,04,094.14	14,15,31,359.95
Total	19,80,78,984.62	17,94,68,390.28

28. Employee benefits

a. Defined Benefit Plans:

The Company operates defined contribution scheme like Employee State Insurance Scheme. For this scheme contributions are made by the company and Employees at a predetermined rate based on current salaries.

b. Defined Benefit Plans:

i. Gratuity:

The Company has covered its gratuity liability for eligible employees. The benefits are determined and carried out at each Balance Sheet date.

ii. Leave Encashment:

The Company has created provision for leave encashment liability for eligible employees. The benefits are determined and carried out at each Balance Sheet date.

29. Income Taxes

- a. Income tax expense / (benefit) recognized in the statement of profit and loss:

SIGACHI LABORATORIES LIMITED

Income tax expense / (benefit) recognized in the statement of profit and loss consists of the following: (Rs.)

Particulars	For the Year Ended 31 st March	
	2018	2017
Current taxes expense		
Domestic	22,99,384.00	22,98,150.00
Deferred taxes expense/(benefit)		
Domestic	(20,349.00)	2,29,370.82
Total income tax expense/(benefit) recognized in the statement of profit and loss	22,79,035.00	25,27,520.82

b. Reconciliation of Effective tax rate (Rs.)

Particulars	For the Year Ended 31 st March	
	2018	2017
Profit before income taxes	1,33,89,903.72	1,41,05,553.85
Enacted tax rate in India	25.75%	29.87%
Computed expected tax benefit/ (expense)	34,47,900.00	42,13,329.00
Effect of:		
Expenses not deductible for Tax purposes	4,71,257.00	5,17,341.00
Expenses deductible for Tax purposes	5,55,220.00	6,09,276.00
Items not subjected to Tax purposes	11,52,552.00	13,89,832.00
Taxable at Special Rates	7,467.00	-
Income tax benefit/(expense)	22,18,852.00	27,31,562.00
Effective tax rate	16.57%	19.37%

The Company's average effective tax rate for the years ended 31st March, 2018 and 2017 were 16.57% and 19.37%, respectively.

c. Deferred tax Assets & Liabilities

The tax effects of significant temporary differences that resulted in deferred tax assets and liabilities and a description of the items that created these differences is given below: (Rs.)

Particulars	For the Year Ended 31 st March	
	2018	2017
Deferred tax assets/(liabilities):		
Property, plant and equipment	(16,26,240.00)	(16,46,589.62)
Others	-	-
Net deferred tax assets/(liabilities)	(16,26,240.00)	(16,46,589.62)

d. Movement in deferred tax assets and liabilities during the year ended 31st March, 2018 & 2017 (Rs.)

Particulars	As at 1 st April, 2016	Recognized in statement of profit and loss	Recognized in equity	As at 31 st March, 2017
Deferred tax assets/(liabilities)				
Property, plant and equipment	(14,17,218.80)	(2,29,370.82)	-	(16,46,589.62)
Net deferred tax assets/(liabilities)	(14,17,218.80)	(2,29,370.82)	-	(16,46,589.62)

Particulars	As at 1 st April, 2017	Recognized in statement of profit and loss	Recognized in equity	As at 31 st March, 2018
Deferred tax assets/(liabilities)				
Property, plant and equipment	(16,46,589.62)	20,349.00	-	(16,26,240.62)
Others	-	0.62	-	0.62
Net deferred tax assets/(liabilities)	(16,46,589.62)	20,349.62	-	(16,26,240.00)

30. Investments

Investments consist of investments in Mutual funds, Bonds, Preference Shares and Debentures measured at Fair value through Profit & Loss Account and investment in equity instruments measured at Fair Value through Other Comprehensive Income. The election made at the time of transition to Ind AS is irrevocable.

The details of such Investments in Mutual Funds, Debentures, Bonds, and Preference Shares & Equity of 31st March, 2017 are as follows: (Rs.)

Particulars	Cost	Gain recognized directly in equity	Gain recognized directly in profit and loss account	Fair value
Non-current Investments				
Investments in Other than Equity	2,32,05,905.21	-	98,64,628.52	3,30,70,533.73
Total	2,32,05,905.21	-	98,64,628.52	3,30,70,533.73

The details of such Investments in Equity of 31st March, 2017 are as follows: (Rs.)

Particulars	Cost	Gain recognized directly in equity	Gain recognized directly in profit and loss account	Fair value
Non-current Investments				
Investments in Equity	1,29,74,924.56	5,50,04,160.99	-	6,79,79,085.55
Total	1,29,74,924.56	5,50,04,160.99	-	6,79,79,085.55

The details of such Investments in Mutual Funds, Debentures, Bonds, Preference Shares and Equity as of 31st March, 2018 are as follows: (Rs.)

Particulars	Cost	Gain recognized directly in equity	Gain recognized directly in profit and loss account	Fair value
Non-current Investments				
Investments in Other than Equity	2,78,38,091.44	-	1,17,46,434.61	3,95,84,526.05
Total	2,78,38,091.44	-	1,17,46,434.61	3,95,84,526.05

SIGACHI LABORATORIES LIMITED

The details of such Investments in Equity as of 31st March, 2018 are as follows:

(Rs.)

Particulars	Cost	Gain recog- nized directly in equity	Gain recog- nized directly in profit and loss account	Fair value
Non-current Investments				
Investments in Equity	1,32,54,552.16	6,26,66,294.94	-	7,59,20,847.10
Total	1,32,54,552.16	6,26,66,294.94	-	7,59,20,847.10

Financial Instruments

Set out below, is a comparison by class of the carrying amounts and fair value of the financial instruments, other than those with carrying amounts that are reasonable approximations of fair values

(Rs. In Lakhs)

Particulars	Carrying value			Fair value		
	Mar-18	Mar-17	Apr-16	Mar-18	Mar-17	Apr-16
Financial assets						
Cash and cash equivalents	19.60	30.47	7.60	19.60	30.47	7.60
Trade receivables	9.18	9.02	17.21	9.18	9.02	17.21
Other financial assets	65.00	65.00	88.57	65.00	65.00	88.57
Total	93.78	104.49	113.38	93.78	104.49	113.38
Financial liabilities						
Borrowings	-	-	-	-	-	-
Trade payables	-	8.01	-	-	8.01	-
Other financial liabilities	5.31	4.30	1.48	5.31	4.30	1.48
Total	5.31	12.31	1.48	5.31	12.31	1.48

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs are other than quoted prices included within Level 1 that are observable for the Asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3 - Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

31. Financial Risk Management

The Company's activities expose it to a variety of financial risks, including credit risk, liquidity risk and Market risk. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors and the Audit Committee is responsible for overseeing the Company's risk assessment and management policies and processes.

a. Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

Trade Receivables - The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the Company uses Expected Credit Loss (ECL) model for assessing the impairment loss. As Company trade receivables are realised within normal credit period adopted by the company, hence the financial assets are not impaired.

Financial assets that are neither past due nor impaired - None of the Company's cash equivalents, including deposits with banks, were past due or impaired as at 31st March, 2018.

b) Liquidity Risks

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

As of 31st March, 2018 and 2017, the Company had unutilized credit limits from banks of NIL and NIL respectively.

As of 31st March, 2018, the Company had working capital (current assets less current liabilities) of Rs.5,81,46,515/- including cash and cash equivalents of Rs.19,59,732/-, As of 31st March, 2017, the Company had working capital of Rs.5,31,13,827/- including cash and cash equivalents of Rs.30,46,695/-.

c) Market Risks

Market risk is the risk that changes in market prices such as commodity prices risk, foreign exchange rates and interest rates which will affect the Company's financial position. Market risk is attributable to all market risk sensitive financial instruments.

32. Capital Management

The Company's objective for capital management is to maximize shareholder wealth, safeguard business continuity and support the growth of the Company. The Company determines the capital management requirement based on annual operating plans and long term and other strategic investment plans. The funding requirements are met through equity, borrowings and operating cash flows required.

- 33.** No amount is due or payable by any of the directors, firms, private companies in which any Director is a partner / director / manager or companies under the same management towards sundry debtors / loans and advances in the Company. Maximum amount outstanding from the above - Nil (Nil).

34. Contingent Liabilities and Commitments

a. Claims against the company:

Income Tax department has filed an appeal with the Hon'ble High

Court of Judicature at Hyderabad against the orders of Hon'ble ITAT for the Assessment year 1998-1999 and the amount under appeal by the Income Tax Department is Rs.6.54 Lakhs.

b. Bank Guarantees:

Rs.9,10,000/- as at 31-3-2018 and Rs.5,00,000/- as at 31-03-2017. The Bank Guarantee is secured against the lien on the fixed deposit receipts for **Rs.11,62,725/-** (Rs.6,40,815/-).

35. The Company has no amount due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 as at 31st March, 2018.
36. The Financial Statements were approved for issue by the Board of Directors on 30th May, 2018.

Per our report of even date annexed for and on behalf of the Board
for Niranjan and Narayan
Chartered Accountants
(Firm Regn. No.005899S)

(T. Adinarayana)
Chairman & Managing Director
DIN:00917498

(T.Govardhana Rao)
Director
DIN:07162634

(M. Niranjan)
Partner
Membership No.029552

(K. Ajay Kumar)
Company Secretary
ACS:44310

(B.Kumar)
Chief Financial Officer

Place : Hyderabad
Date : 30.05.2018

FORM NO. MGT – 11

PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN	L24230TG1994PLC018786
Name of the Company	Sigachi Laboratories Limited
Registered Office	Survey No. 530 & 534, Bonthapally – 502313, Gummadidala Mandal, (formerly Jinnaram Mandal), Sangareddy District, (formerly Medak District), Telangana.

Name of the member(s)	
Registered Address	
E-Mail ID	
Folio No/DP & Client ID	

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

Name		Signature
Address		
E mail ID		

Or failing him;

Name		Signature
Address		
E mail ID		

Or failing him;

Name		Signature
Address		
E mail ID		

SIGACHI LABORATORIES LIMITED

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Twenty Fourth Annual General Meeting of the Company, to be held on Friday, 7th September, 2018 at 4.00 p.m., at the Regd. Office: Survey No. 530 & 534, Bonthapally - 502313, Gummadidala Mandal (Jinnaram Mandal), Sangareddy District (Medak District), Telangana and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Description	Type of Resolution	For	Against
1	Ordinary Business: Adoption of Audited Financial Statements, Reports of Board of Directors and Auditors for the year ended 31 st March, 2018.	Ordinary Resolution		
2	Re-appointment of Mr. P.L.V. Subba Rao, as a Director of the Company who retires by rotation and offers himself for re-appointment.	Ordinary Resolution		
3	Re-appointment of Mr. T. Adinarayana, as a Director of the Company who retires by rotation and offers himself for re-appointment.	Ordinary Resolution		
4	Special Business: Appointment of Sri. T. Raja Sekhar as Whole-Time Director of the company.	Special Resolution		
5	To consider and approve making Investments in Securities, giving Loans and Advances and providing Guarantees and Security in excess of limits specified under section 186 of the Companies Act, 2013.	Special Resolution		
6	Approval of the Fee for Service of documents to Members U/s.20 of the Companies Act, 2013.	Ordinary Resolution		

Affix Re. 1/-
Revenue
stamp

Signed this Day of 2018.

Signature of shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

SIGACHI LABORATORIES LIMITED

Regd. Office: Survey No.530 & 534, Bonthapally – 502313,
Gummadidala Mandal, (formerly Jinnaram Mandal), Sangareddy District,
(formerly Medak District), Telangana.

Tel: 040-2320 4230 / 2320 4273, www.slllab.com.

CIN: L24230TG1994PLC018786; Email: sigachilaboratories@yahoo.co.in

TWENTY FOURTH ANNUAL GENERAL MEETING

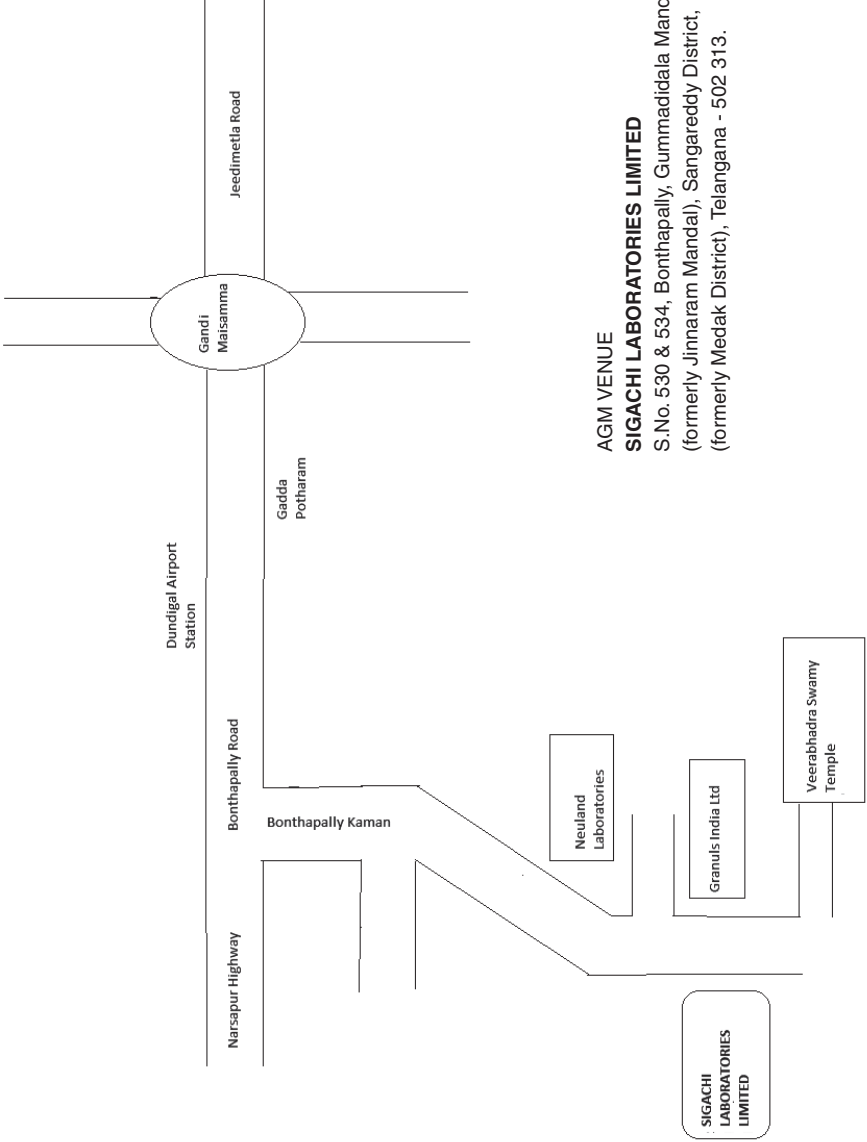
Date: 7th September, 2018 Time: 4.00 P.M.,

ATTENDANCE SLIP

To be handed over at the entrance of Meeting Hall

Regd. Folio / DP ID & Client ID	
No. of shares held	
Name and Address of The Shareholder	
Name of the Proxy	
Signature of the Shareholder / Proxy Present	

1. I/We, hereby record my/our presence at the Twenty Fourth Annual General Meeting of the Company at the Regd. Office: Survey No. 530 & 534, Bonthapally – 502 313, Gummadidala Mandal, (formerly Jinnaram Mandal), Sangareddy District, (formerly Medak District), Telangana.
2. Shareholder / Proxy holder wishing to attend the meeting complete this Attendance Slip, duly signed, and hand it over at the entrance.
3. Shareholder / Proxy holder desiring to attend the meeting may bring his / her copy of the Annual Report for reference at the meeting.



AGM VENUE

SIGACHI LABORATORIES LIMITED

S.No. 530 & 534, Bonthapally, Gummadidala Mandal,
 (formerly Jinnaram Mandal), Sangareddy District,
 (formerly Medak District), Telangana - 502 313.

PRINTED MATTER

If undelivered Please return to:

SIGACHI LABORATORIES LIMITED

CIN: L24230TG1994PLC018786

Corporate Office: 402, Raghava Ratna Towers,
Chirag Ali Lane, Hyderabad – 500 001, INDIA