



32 YEARS OF EXCELLENCE & INNOVATION

A black and white photograph of a scientist in a lab coat and safety glasses, pouring liquid from a beaker into a test tube. The image is partially obscured by a semi-transparent grey rectangle containing the text 'ANNUAL REPORT 2020-21'.

**ANNUAL
REPORT
2020-21**



32
YEARS OF
EXCELLENCE & INNOVATION

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SIGACHI



Transforming ingredients to healthier life.

www.sigachi.com



About Us

Sigachi is an industry leader in the field of Pharma Excipients, Nutra and food ingredients. Sigachi was incorporated in the year 1989 and has rapidly established itself as one of the largest manufacturers of Microcrystalline Cellulose worldwide.

Today, Sigachi is known for its highly innovative pre-formulated excipients & 60+ widely used excipients, international quality standards, extensive research expertise, global sales and distribution network, and outstanding customer relations & service.

With three multilocal facilities in Telangana and Gujarat, Sigachi has ensured supply chain reliability for its customers spread across the globe. These three independent

production facilities catering to different market segments, with over 12000 MT/annum capacity are certified by ECOVADIS France for Sustainable Supply Management.

For over 3 decades, Sigachi has consistently understood evolving customer requirements, manufactured consistent quality products and maintained batch to batch consistency. Sigachi's facilities are EXCiPACT GMP, SGMP, HACCP, EDQM CEP and ISO 9001:2015 certified.

Sigachi has established itself as a quality conscious and dependable supplier in India and across Asia, Australia, American Continent, Europe and Middle East, delivering newer differentiated Products which addresses the unmet needs of the Market.



Continuous Innovation lies at the heart of Sigachi's sustained success over three decades. State-of-the-art R & D facility (approved by Government of India, Ministry of Science & Technology, Department of Science

and Industrial Research) and experienced experts keep up the innovative spirit to efficiently meet evolving customer demands and ensure Sigachi remains market leader in excipient ecosystem.

Sigachi US Inc

Our wholly owned Subsidiary, Sigachi US, Inc. has been incorporated in Virginia, USA to ensure our international market presence and help us cater to the needs and requirements of our international customers. Our promoter, Rabindra Prasad Sinha, played an instrumental role in setting up of our wholly owned subsidiary, Sigachi US Inc. and in expansion of our export operations.

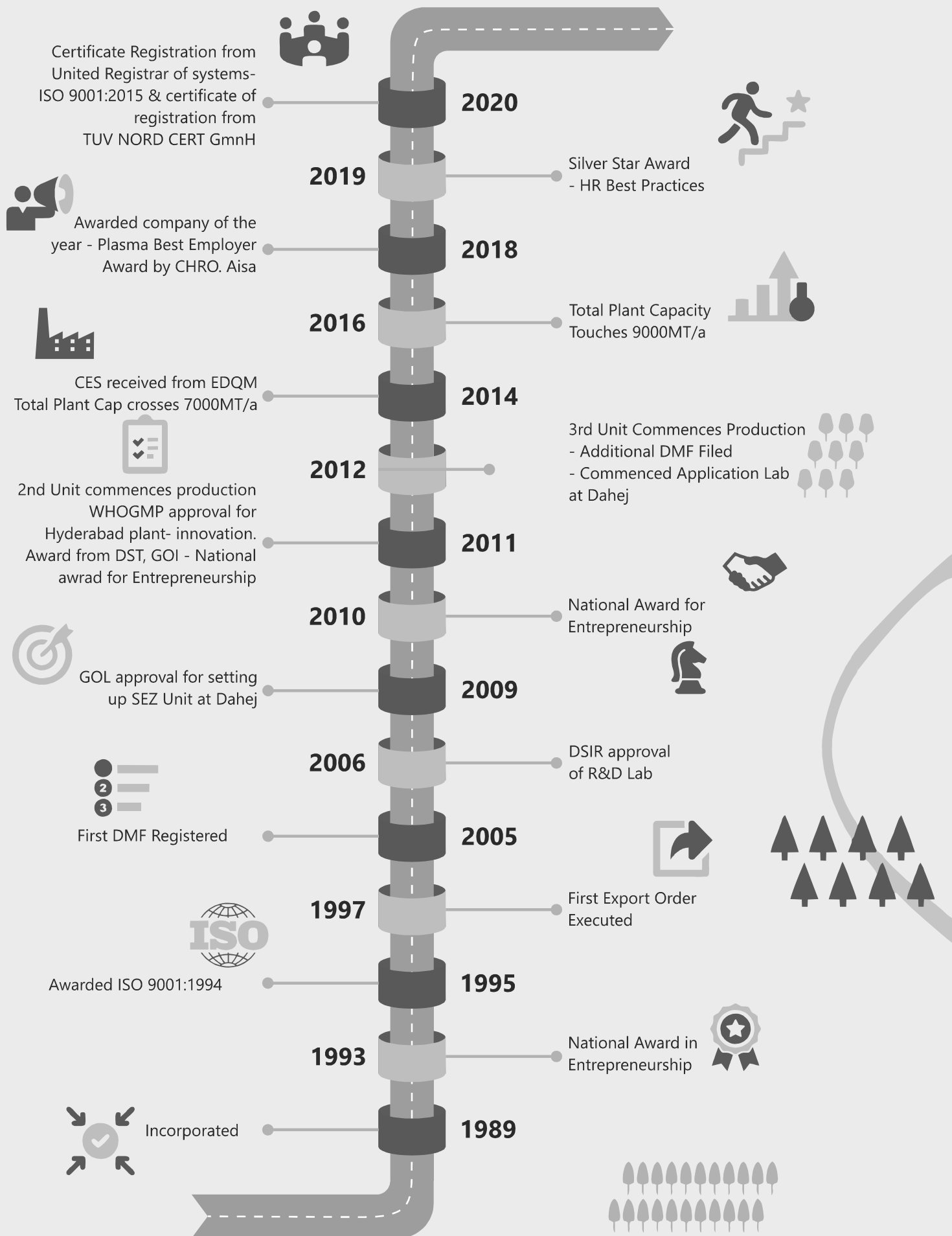
Sigachi US, Inc. was incorporated on January 20, 2017, as our wholly owned subsidiary under the laws of Virginia with the State Corporate Commission, Richmond. It is majorly

engaged in the business of trading of Micro Crystalline Cellulose Powder ("MCCP") and other food and pharma active ingredients. In addition, build multiple lines of business by focusing on value added and innovative products from pharma, nutra and food industries with the goal of maximizing value to its end customers in terms of quality, cost and customer service.

We seek to maintain and expand our international sales operations with the help of our wholly owned Subsidiary.



Our Journey So Far



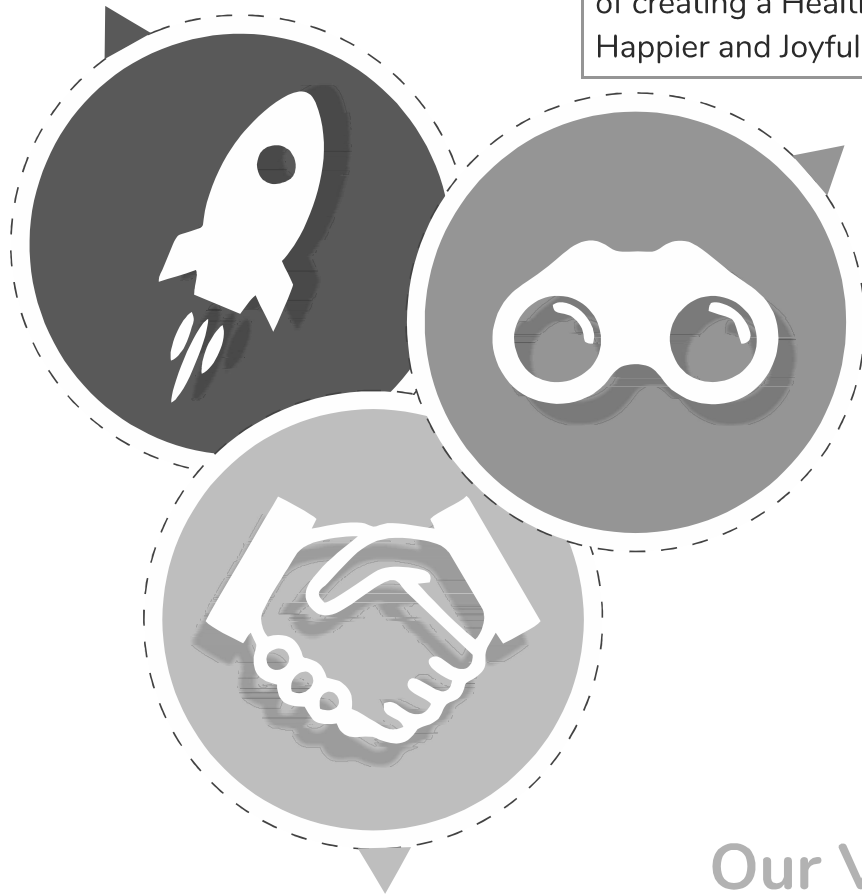
Mission | Vision | Values

Our Mission

Sigachi's Mission is to be the best managed, fastest growing company, employing Innovation to deliver customised affordable solutions to the Pharma, Food and the Chemical industry. Sigachi believes in every stakeholder i.e. Customers, Suppliers, Employees, Shareholders and the Planet Earth to "Experience Excellence".

Our Vision

To become the leading player in offering customized solutions, with the objective of creating a Healthier, Happier and Joyful World



Our Values

At Sigachi, we are driven by our values.
Excellence- Making the ordinary extraordinary.
Integrity- Being honest in who we are and what we do.
Resourcefulness- The ability to think and act creatively.
Respect- Treating everyone equally and having respect for the environment.

Our Global Footprints



Australia

North America & Latin America

Europe

Africa

Middle East
& Asia

More than
2 decades of
operation
through
exclusive
distributor in
ANZ market

Operating
through our
subsidiary
"Sigachi US Inc.,

Operating
through
Non-Exclusive
distributors
having
strong market
presence

Operating
through
merchant
exporters

Strong
relationship
with end
customers
and
distributors

- Australia
- USA
- Colombia
- Bangladesh
- China
- Belarus
- Iran
- Indonesia
- Oman
- Korea
- Thailand

- Turkey
- Spain
- Ukraine
- South Africa
- Algeria
- Egypt
- Poland
- UK
- Italy
- Denmark
- Czech Republic
- France

- Belgium
- Russia
- Mexico
- Lebanon
- Canada
- Argentina
- Abu Dabi. UAE
- Caucedo
- Dominican Republic
- Germany
- Iraq
- Jordan

- Malaysia
- Netherland
- Norway
- Pakistan
- Romania
- Saudi Arabia
- Slovakia
- Sweden
- Syria
- Dubai
- Brazil

Products

Sigachi Industries is the fastest growing Indian Excipient Industry serving the Pharmaceutical, Food & Nutraceutical, Cosmetic and Chemical Industries

Sigachi has established itself as a quality conscious and dependable supplier in India and across Asia, Australia, the American Continent, Europe, and the Middle East, delivering over 50 differentiated products which address the various needs of the market. Around 60% of the produce is exported to more than 40 countries worldwide.

Our products have varied applications in the Pharma, food, cosmetics, and chemical Industries.

Sigachi's Pre-Formulated Excipients (PFE) under the trademark BARETab are engineered to meet the needs of formulation experts in terms of enhanced excipient functionality, quality of tablets and production cost. These excipients cater the unmet needs of ODT, pharma and nutraceutical



formulations. Alongside, 60+ grades under HiCel and AceCel brand, have continued to be formulator's delight!

To cater to the needs of food & nutraceutical industry, our ready to use additives, JoyMix, ensures elegant preparations while simplifying scaling and descaling procedures without compromising on quality and consistency. Available in specialized grades for ice creams & chocolate milk, JoyMix, provides structure, viscosity, stability along with consistent texture, taste and mouth feel while dietary fibers provide required nutritional and physiological benefits of the users.

Ecocert certified cosmetic ingredients under CosmoCel enhance the product application experience for the consumer. Our ingredients find applications in bath, hair, eye & facial makeup, skincare and shaving products.



From The Chairman's Desk

Dear Valued Shareholders,

On behalf of the Board of Directors, I am pleased to present to you the 32nd Annual Report for the financial year ended 31 March 2021, in the hope that you have all been safe and healthy through this unprecedented challenge that the world is faced with today. Although the demand for pharmaceuticals is the least disrupted relative to other industries, the operational challenges remain enormous. The last financial year was indeed the demonstration of our resilient business model as we overcame the challenges and continued to achieve growth across all our segments. The last year has been commendable not only in financial terms but also in terms of what we achieved for our customers, employees, and shareholders.

I am proud to announce that Sigachi has conquered a new milestone for achieving more than 1100 MT sales & execution in March 2021, setting new performance records months after months. We continued to enhance our manufacturing capabilities and achieved more than 99% of our annual production budget by setting a record of 1080 MT of production in March 2021. This performance was possible due to our commitment to delivering quality products, maintaining the highest levels of compliance, promoting manufacturing excellence and improving our supply chain consistently. The team spirit and motivation shown by all the Sigachians is not only exemplary but also commendable and it has set an ideal roadmap for the new financial year 2021-22. I am glad that we make such a good team and are working harder each day in taking the company to another level.

We are focused on improving our distribution chains and hence providing the required demand for our pharmaceutical and other range of products complementing our existing

portfolio of excipients. Amid the challenges thrown open by the pandemic, the global pharmaceutical excipient industry responded with agility. With a legacy of over three decades, we have continuously worked on enhancing quality and value of our offerings for our customers and shareholders. During 2020-2021, we continued to diversify our product portfolio and ensure a continuous supply of quality products while demonstrating the highest standards of ethics, compliance, and governance.

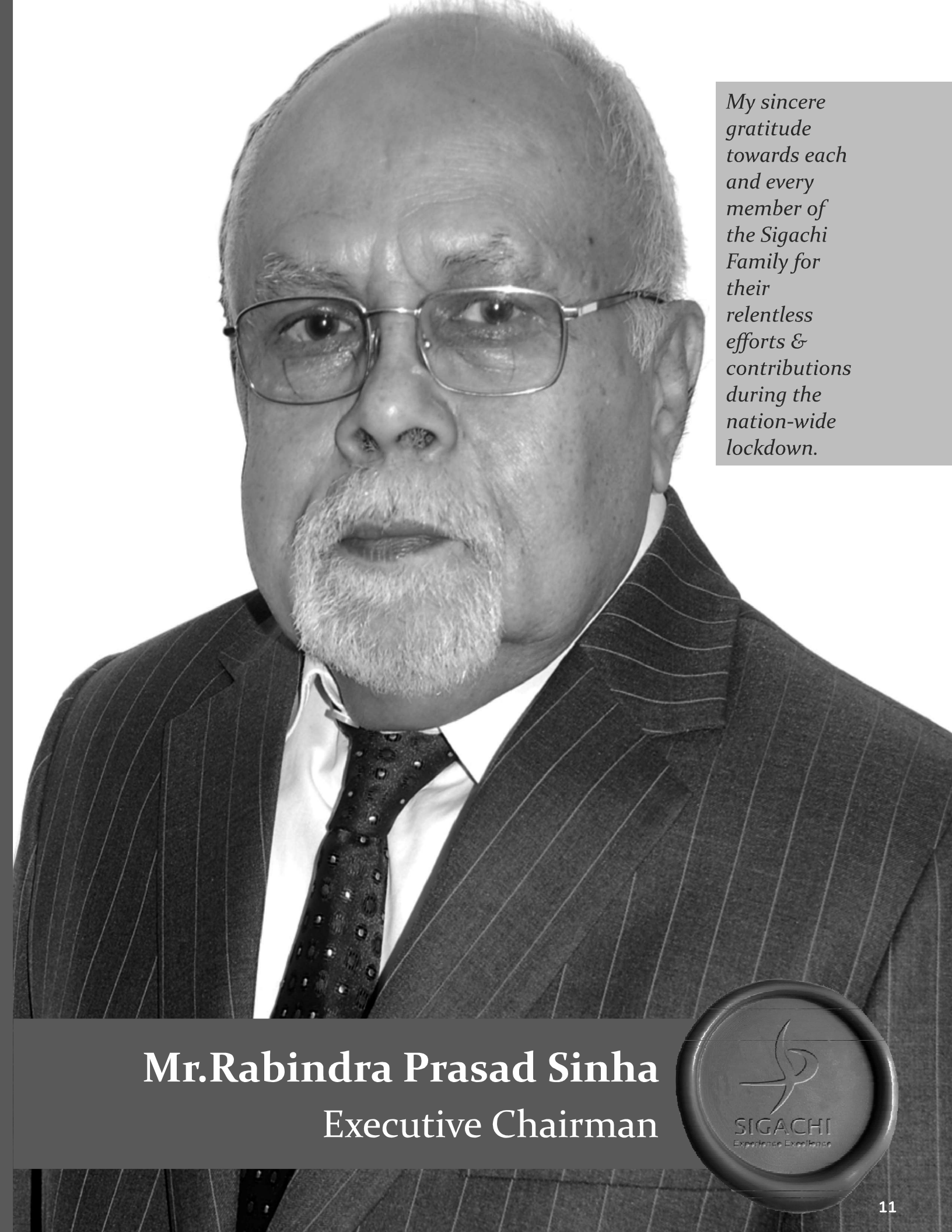
We believe in progress that creates and shares value with the society. We believe in upgrading and strengthening an enterprise-wide culture of good governance to ensure transparency and fairness in decision making. In these critical and uncertain times, we responded quickly and efficiently to meet the challenges at hand. Despite multiple disruptions resulting from the COVID-19 pandemic and lockdowns, our teams, including Supply Chain, HR, Sales, Production, IT, Finance Operations and Manufacturing did a commendable job of ensuring business continuity by optimizing overall productivity and efficiency without compromising on safety protocols.

I would like to extend my sincere gratitude towards each and every member of the Sigachi Family for their relentless efforts and contributions during the nation-wide lockdown. With a team as committed as this, I am confident that this event is unlikely to have any significant impact on our business.

On behalf of the Board, I would like to assure our shareholders, customers, suppliers, bankers, business partners and our employees that their trust and confidence on us will only be strengthened in the coming years and we look forward to your continued support in a greater measure in the years ahead.

Best Regards,

Rabindra Prasad Sinha
Executive Chairman

A black and white portrait of Mr. Rabindra Prasad Sinha, an older man with a white goatee and glasses, wearing a pinstriped suit and a patterned tie. The portrait is the central focus of the page.

*My sincere
gratitude
towards each
and every
member of
the Sigachi
Family for
their
relentless
efforts &
contributions
during the
nation-wide
lockdown.*

Mr. Rabindra Prasad Sinha
Executive Chairman



From The MD & CEO's Desk

The last financial year 20-21 was extraordinary by any measure for all of us. It was a year of global pandemic, recession, unprecedented lockdowns. It was also a year when many of us faced difficult personal challenges with few fighting it out at the Hospitals to save their loved ones. Towards the end of 20-21, we saw the case load drop only to pick up again in March 2021. It was also a year, when Sigachi truly discovered what we were and what Sigachians were actually capable of!

I am very proud with the ways Sigachians, nearly 900 team members across India and US, responded to the crisis proactively and emerged stronger. At Sigachi, we prioritized our employees' health and safety during the year and ensured improved productivity and efficiency in our supply chain and operations. We worked consistently to imbue innovation into our products and processes, further diversified portfolio, expanded our presence, and deepened relationships with our valued customers. We commercially launched more than 12 new excipients and our sales crossed over 40 countries worldwide.

Last year was not just about doing things for Sigachi, it was our commitment to keep supporting customers, communities and our local covid warriors.

In 2020-21 our performance was impressive despite the pandemic induced pressures. We accomplished many good milestones in the last year setting the momentum right for the coming years. Sigachi's topline growth was 33.04% over the last year and the bottom-line growth at 42.29% over the last year. The financial year saw a CAGR growth of 21.98%. Our consolidated revenue for the full year grew by 36.17% to 191 crores. EBITDA grew by 41.82% to Rs. 42.04 crores. Profit before tax went up by 51.85% to Rs.38.48 crores. In

addition, we successfully increased operational efficiencies by addressing bottlenecks across our operations. We continued to create value for our shareholders through capital appreciation as well as by paying dividends consistently.

It was a year of good performance for our international business. Sigachi US Inc. topline growth was 164.55% over the last year and the bottom-line growth at 751.59% over the last year. The US business is firmly in place with new approvals and launches.

As we strengthen our manufacturing capabilities to create a diverse product line, we expect to gain additional market share across our business segments. We continue our special focus on Research & Development (R&D) with the goal of drastically improving formulator's experience with cutting edge range of products in Pre-formulated Excipients (PFE). PFE's will be torch bearer for Sigachi's innovative spirit for years to come. R&D is also focused in carving out a niche for Sigachi in the industry by establishing product superiority over peer products and a diversified portfolio of products catering to food & nutraceutical industries.

At Sigachi, we believe in being a responsible and responsive Corporate Citizen. In the current pandemic situation, we executed a host of measures to support communities. We are focused on growing as an industry leader that is responsible, environmentally conscious, and ethically strong. Good governance is also at the core of our business. The progress we made over these years is a steppingstone towards a more inspiring future, creating long-term value for our stakeholders and impacting humanity in profound ways.

Best Regards,

Amit Raj Sinha
Managing Director & CEO

A black and white portrait of a middle-aged man with dark hair, wearing glasses, a dark suit, a light-colored checkered shirt, and a patterned tie. He is looking directly at the camera with a slight smile. A white pocket square is visible in his suit jacket. A small circular pin is on his lapel.

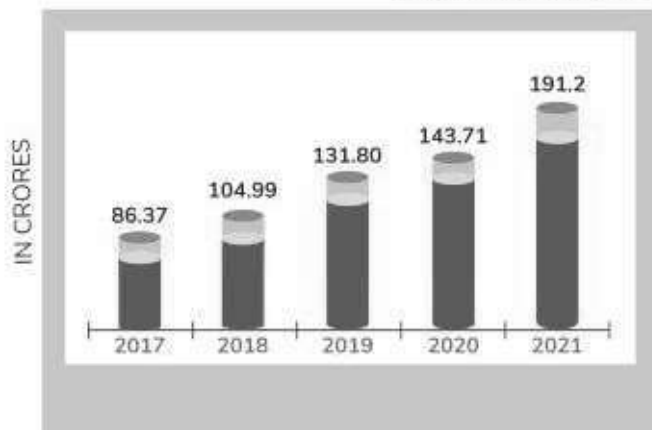
*I would like
to extend my
sincere
gratitude all
our
stakeholders
for their
association
with us and
look forward
to their
continued
support.*

Mr. Amit Raj Sinha
MD & CEO

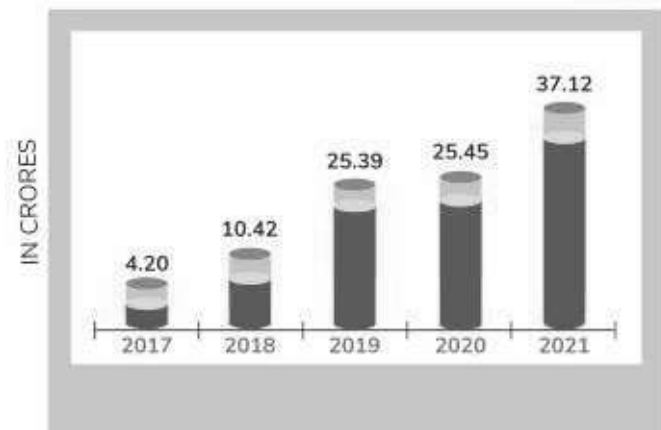


Key Financial Highlights

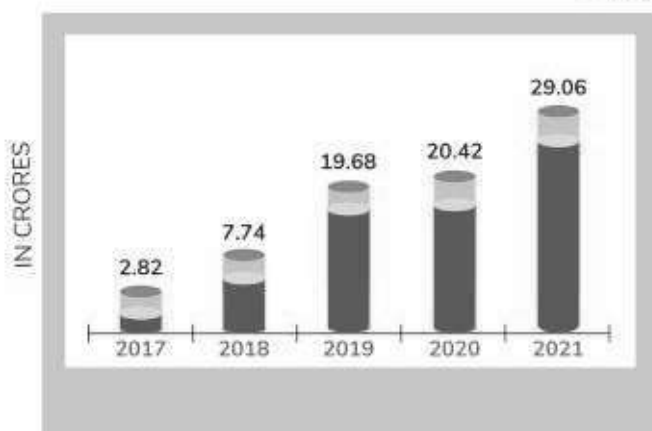
Gross Revenue



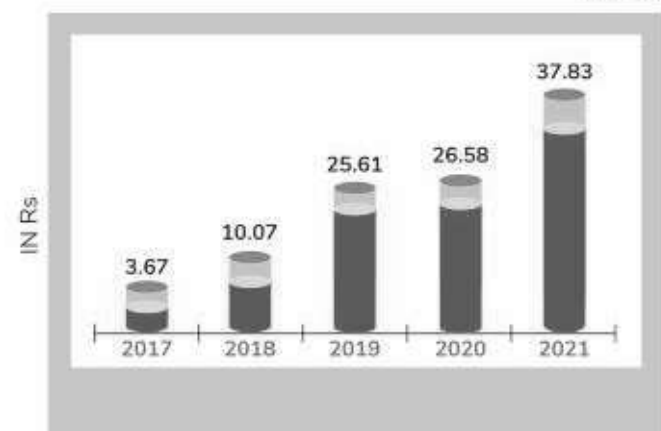
PBT



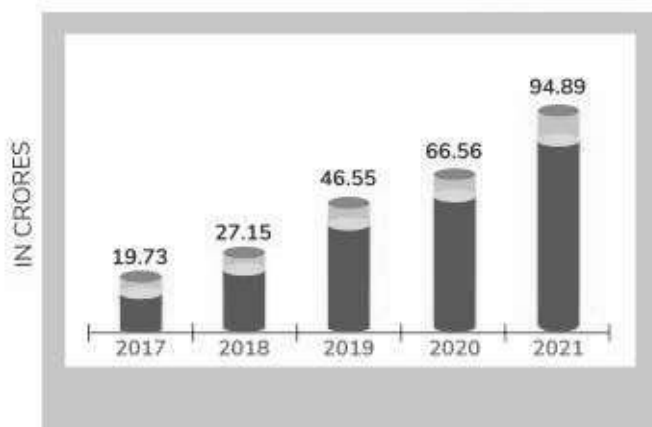
PAT



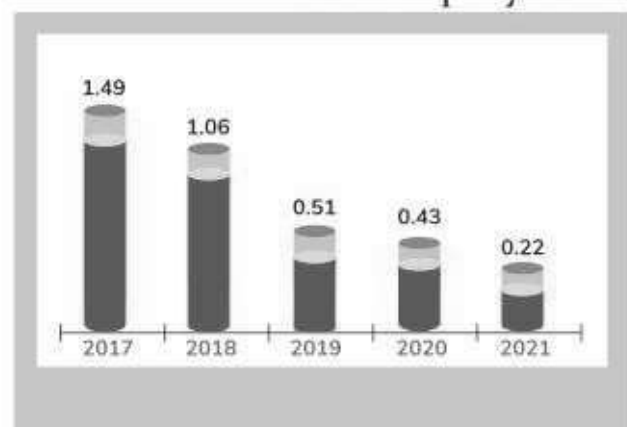
EPS



Net Worth



Debt Equity Ratio



CFO's Commentary

"I am happy to share that your company continues to maintain its growth momentum in the financial year 2020-21 and has once again achieved revenue growth of 33.04 % this year. Our company's total income has seen a steady incline in the past three years, and this has been possible due to our robust financial strategies in place which ensure that the corporate value is improved while maintaining a balance between assets & liabilities to generate earnings.

Our revenues were Rs.1,911.97 Million which was a 33.04 % growth over the previous year. Our net profits grew 42.29% over the previous year and the Financial Costs have come down by 46.90 % as against the last year. Favorable market and a great support from our BD, SCM and Sales & Marketing team helped us achieve a high figure for sales from exports which saw a jump of 50.80% from the previous year. We continued to reward our shareholders in the year 2020-21 through declaring dividends. This performance has been supported by the agility of our supply chain and quality excellence of our products.

The year did see some roadblocks due to the nationwide lockdown announced for containment of the pandemic, but we at Sigachi emerged stronger and better by keeping intact our business principles. R&D investments remain a high priority for us and we expect it to help us leverage the opportunity arising out of our capacity expansions. With new developments in our product range and a diverse product portfolio we expect to garner additional market share.

The current domestic and international market offers significant potential to generate higher cashflows and attractive return ratios. Finance cost is expected to significantly come further down in the coming years.

Our good corporate governance practices ensure that all our shareholders' interests are kept in mind and we strive to do our best to meet and exceed the trust and confidence you have put in us."

Thank You,

O. Subbarami Reddy
Chief Financial Officer



O. Subbarami Reddy
Chief Financial Officer



HR Corporate Report

Sigachi believes in the motto of “Value driven Culture” which is aided with an encouraging leadership. This culture should not be forced; rather nurtured and developed. We at Sigachi believe in creating an environment where communications are transparent, and the employees are in sync with the vision and goals of our organization.

Sigachi acknowledges the fact that happy and satisfied employees, aligned with the company's vision, find passionate ways to succeed and thus make a difference to the organization. This is the kind of work culture we profess and practice every day. Our Values Excellence, Respect, Integrity and Resourcefulness are the guiding principles and fundamental beliefs that have laid a strong foundation.

At Sigachi, nurturing people to greatness has always been considered as the key deliverable. It is done by encouraging performance driven culture, fostering employee participation, valuing their opinions, and rewarding their work every now and then.

Equal employment opportunity has always been one of the pivotal values that was considered and encouraged by the

management at Sigachi, and it is in practice since inception. Sigachians are chosen purely based on their attitude, skill and potential; it has nothing to do with any other parameters like gender, physical ability, caste, religion, region etc. Also, we have good practices and process for ensuring proper inclusion of such talent into the system and they are also equally valued by all.

Over 24% of our human capital comprise of people who have a rich educational background. Equality in diversity is a principle that we follow, and we take pride in the fact that there has been a 72% increase in the number of female employees in the past year working at all levels in the organization from the R&D to the administrative front.

Retention of a positive and motivated employee is very important for an organization's stability, growth and success. We at Sigachi achieve this by deploying strategies around effective communication, a diverse workforce, hiring appropriately skilled employees and offering development and training programs to them.



These employee retention strategies are a key part of our values and policies. Around 20% of our employees have been associated with us for more than 5 years now and over 12% employees who have been an integral part of Sigachi for over a decade. We are grateful and proud of having a family this strong that has sailed with us through all the good and bad times.

At Sigachi, employee engagement goes beyond “Fun at Work”; team bonding activities, festive celebrations etc., are just a few activities that we indulge our employees into. Engagement is all about bringing in the sense of belongingness in the employees by ensuring he / she is trusted, valued, recognized and rewarded in the most appropriate manner. Through various celebrations, ranging from Dusshera, Uttarayan, Christmas, Diwali to Safety week and women's day celebrations, our employees participate with full vigor and make each event a grand success.

L&D

Learning is a continuous process and so is development. At Sigachi, learning starts from Day 1 with the induction, and it extends to behavior trainings, functional trainings, skill-

based trainings, on the Job learnings & mutual learnings, to name a few. Our L&D concentrates more on mutual benefit as we ensure the trainings imparted are considered as value additions to the employee as well as to the organization.

Campus Talent

To build and strengthen our talent pipeline, we have been hiring freshers from a very long time and picking up some of the best young minds. It is also an opportunity for us to promote our employer branding. This year to quote, we conducted campus placements in a few of the top-notch Institutes like IIM -Bodh Gaya and NIPER, Hyderabad. They are well inducted and nurtured to take up bigger responsibilities with ease and confidence very soon.

Our motive is to be recognised as a unique company having the strength and power of a BIG organization and leanness and agility of a small organization is always on and our work force plays a vital role in achieving this. We are proud of the Sigachi family as an organization is nothing without its employees and Sigachi values each employee's contribution in this journey.

Silver Star Award HR Best Practices

“fact that happy and satisfied employees, aligned with the company's vision find passionate ways to succeed and thus make a difference to the organization”



CSR Highlights

“Creating Sustainably, Growing Responsibly”

Sigachi's primary focus is on education & skill development, employment, healthcare, nutrition, women empowerment, water management, sustainable sourcing, waste management and community development. We actively participate in programs for volunteering and affirmative action.





Educating the less privileged

The **Zilla Parishad High School** in a nearby Village continues to be supported since many years. Sigachi continues to pay part salary of attenders and other staff, which takes care of 550 student studies indirectly and also supports students by procuring study materials.

Cheers Children Home- Supporting students with their school and college fees.

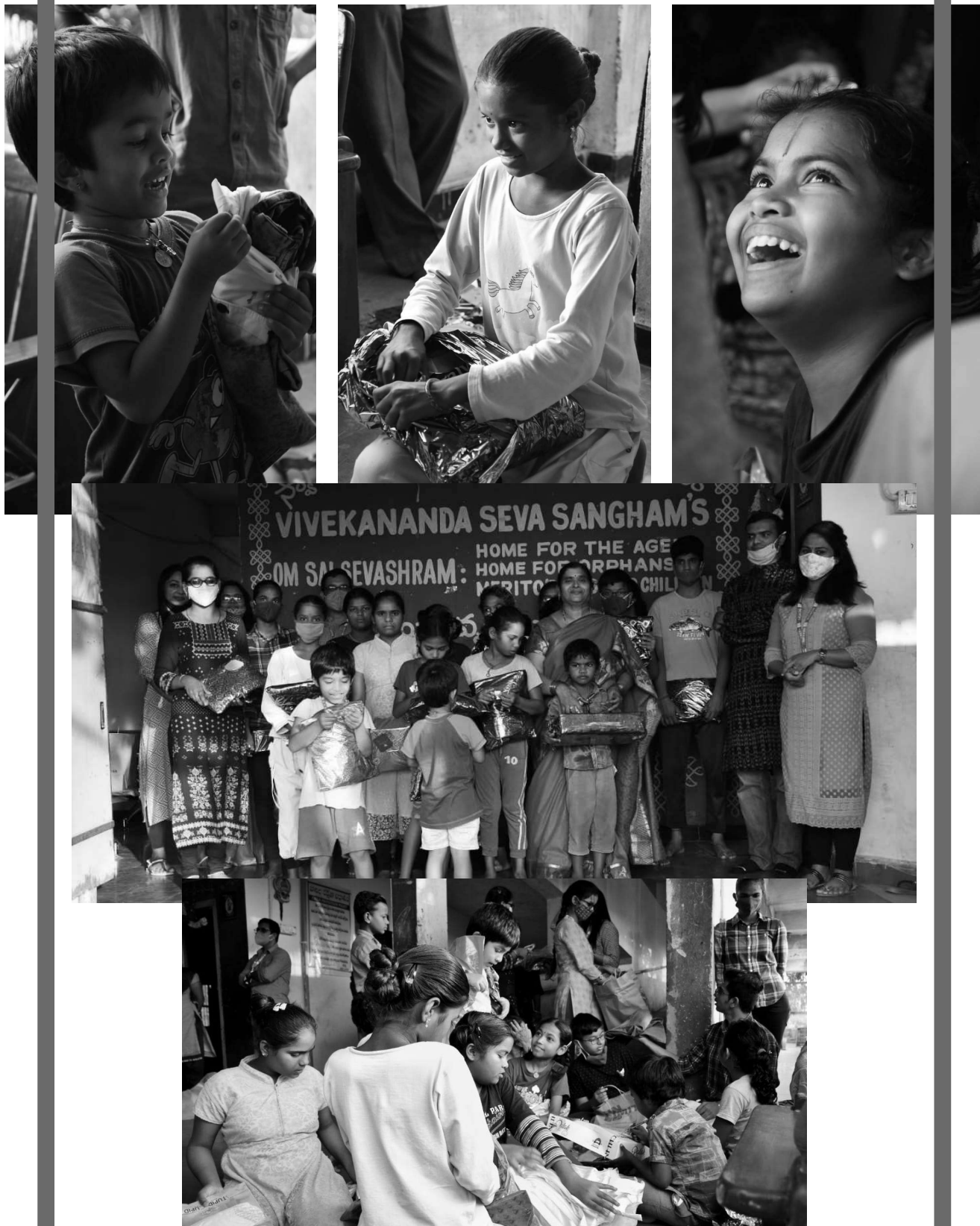
Birsa Munda High School, Jharkhand- Helped equip the school with benches and desks for students. We also supported to provide for pure drinking water facility and toilets.



Welfare

We celebrated “Daan Utsav- Joy of Giving week” an employee led volunteering activity to support underprivileged children and senior citizens.

Environment Day was celebrated in full spirit across the units where Sigachians pledged to work towards a better and greener planet by contributing in every little way that they can. Tree plantation drive was organized on the occasion of World Environment Day at our unit situated in Dahej.



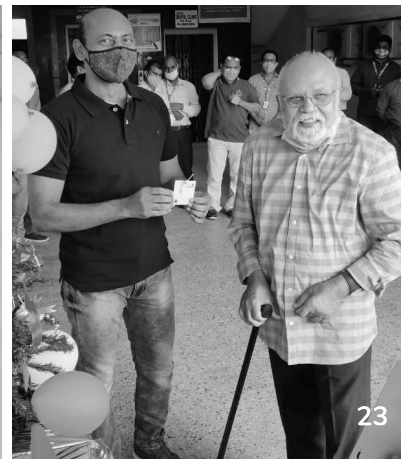
Blood Donation Camps

Sigachi had organized Blood Donation Camps at its manufacturing unit and the Head Office situated in Hyderabad.



Employee Engagement







BOARD OF DIRECTORS

Committees	Chairperson	Member
Audit Committee		
Nomination & Remuneration Committee		
Stakeholders Relationship Committee		
CSR Committee		
IPO Committee		



Mr. Rabindra Prasad Sinha
Executive Chairman



Mr. S. Chidambaranathan
Executive Vice Chairman



Mr. Amit Raj Sinha
Managing Director & CEO



Mr. Swami Das Nigam
Non-Executive Director



Mr. Vijay Amrutlal Bhavsar
Whole-Time Director



Mr. Lijo Stephen Chacko
Independent Director



Ms. Kanika Singal
Independent Director



Mr. Sarveswar Reddy Sanivarapu
Independent Director



To

The Members,

SIGACHI INDUSTRIES LIMITED

Your directors are pleased to present the 32nd Annual Report together with the audited financial statements for the year ended 31st March 2021. The consolidated performance of the Company and its subsidiary has been referred to wherever required.

Particulars	2020-21		2019-20	
	in Lakhs		in Lakhs	
	Consolidated	Standalone	Consolidated	Standalone
Total Revenue	19,601.10	19,119.71	14,394.89	14,371.12
Total Expenses	15,752.67	15,407.71	11,860.51	11,826.00
Profit before depreciation, amortization and tax	4,079.47	3,943.09	2,730.09	2,740.82
Depreciation and amortization	231.09	231.09	195.70	195.70
Profit before tax	3,848.37	3,711.99	2,534.39	2,545.12
Tax Expense	822.34	805.96	502.71	502.71
Profit after Tax	3,026.02	2,906.02	2,031.55	2,042.29
Net Profit for the Year	3,026.02	2,906.02	2,031.55	2,042.29
Opening balance of retained earnings	4,872.83	5,029.51	3,389.33	3,535.27
Net profit for the year	3,026.02	2,906.02	2,031.55	2,042.29
Dividend paid during the year	76.82	76.82	30.73	30.73
Tax on Dividend paid	-	-	5.32	5.32
Transfer to General Reserve	75.65	72.65	51.05	51.05
Bonus Issue	-	-	460.95	460.95
Closing balance of Retained earnings	7,746.38	7,786.05	4,872.83	5,029.51

2.Review of Performance and state of company's affairs:

During the year under review members will notice that the total income has increased to Rs.19,119.71 lakhs from Rs.14,371.12 lakhs of the previous year 2019-20. Your company reported a Net Profit of Rs. 2,906.02 lakhs (Previous Year of Rs.2042.29 lakhs) after providing for Income Tax and Deferred Tax of Rs.805.96 lakhs (Previous Year of Rs.502.71 lakhs).

3. Amounts transferred to reserves:

During the year under review, your Company transferred a sum of Rs. 72.65 lakhs being 2.5% of the Profit after Tax of the Financial Year to the general reserve. An amount of Rs.7,786.06 lakhs is proposed to be retained in the profit and loss account.

4. Dividend:

Based on Company's performance, your directors are pleased to recommend a dividend of Rs. 1 per share (10%) for the year ended 31st March 2021, subject to the approval of the members at the ensuing Annual General Meeting. The dividend will be paid to the registered members of the Company as on the date of the ensuing Annual General Meeting.

The Dividend paid during the year was Rs. 7,682.49 lakhs.

The Dividend is not being paid out of reserves.

5. Major Events occurred during the year

Material Changes: There have been no material changes and commitments affecting the financial position of the Company since the closure of the financial year i.e. 31st March, 2021. Further, it is hereby confirmed that there has been no change in the nature of business of the Company.

6. Transfer of unclaimed dividend to Investor Education and Protection Fund:

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

7. Share Capital:

The paid-up Equity Share Capital as at March 31, 2021 stood at Rs 768.25 Lakhs and the authorised share capital as at March 31 2021 was Rs.1200.00 Lakhs

The Company during the relevant financial year did not issue any convertible securities or shares with differential voting rights nor has granted any stock options or sweat equity or warrants.

There are no Equity Shares held in trust by the Company for the benefit of employees where the voting rights are not exercised directly by the employees.

8. Events subsequent to the date of Financial Statements:

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

9. Holding, subsidiaries, joint ventures and associate companies:

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

In the financial year ended March 31, 2021 there have not been any instances, wherein companies which have become or ceased to be subsidiaries, associates and joint ventures.

10. Deposits:

The Company has not accepted/renewed any deposits from the public/members under Section 73 of the Act read with Companies (Acceptance of Deposits) Rules, 2014 during the financial year.

11. Board of Directors:

Mr. Manoharan Gopalan, vide a resignation letter dated 10th August 2020, stepped down from the Board as an Independent Director due to his own personal pre-occupations. The Board in its meeting held on 26th August 2020 acknowledged and accepted his resignation.

In the Board meeting held on 26th August 2020, the Board appointed Mr. Sarveswar Reddy Sanivarapu as an additional Independent Director and his appointment was regularized in the 31st Annual General Meeting of the company held on 28th September 2020.

In the Meeting of Board of Directors held on 26th August 2020, Mr. Vijay Amrutlal Bhavsar was re-appointed as the Whole-Time Director of the Company for a period of 1 year w.e.f. 28th September 2020 subject to necessary approvals of the Members at the Annual General Meeting **Mr. Swami Das Nigam, Non-Executive Director is liable to retire by rotation in the ensuing Annual General Meeting.**

12. Key Managerial Personnel:

Mr. Amit Raj Sinha, Managing Director & CEO, Mr. O. Subbarami Reddy, CFO and Ms. Shreya Mitra, Company Secretary are the Key Managerial Personnel of the Company.

13. Independent Directors:

The Board in its meeting held on 26th August 2020 appointed Mr. Sarveswar Reddy Sanivarapu as an Additional Independent Directors for a period of two years w.e.f. 26th August 2020, subject to approvals of the Members at the Annual General Meeting.

At the Annual General Meeting of the Company held on 28th September 2020, Mr. Sarveswar Reddy Sanivarapu's appointment was regularised.

The necessary declaration with respect to the independence has been received from all the Independent Directors of the Company. The Independent Directors are in compliance with the Code for Independent Directors prescribed in Schedule IV to the Companies Act, 2013.

The above-mentioned Independent Directors have all registered themselves with IICA and all the three Independent Directors have cleared the proficiency test as prescribed by IICA.

Code of Conduct for Directors and senior management personnel under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is available on the website of the company the link to which is as below: <https://www.sigachi.com/Policies/1.pdf>

14. Meeting of the Board:

Nine (9) Board Meetings were held during the financial year ended 31st March 2021. The details of the Board Meetings with regard to their dates and attendance is as below:

S.No.	Date of Meeting	Total No. of Directors on the date of the meeting	No. of Directors attended	% of the Attendance
1.	05/05/2020	8	8	100%
2.	21/07/2020	8	8	100%
3.	31/07/2020	8	8	100%
4.	26/08/2020	7	7	100%
5.	18/09/2020	8	4	50%
6.	27/09/2020	8	8	100%
7.	16/11/2020	8	4	50%
8.	28/01/2021	8	8	100%
9.	04/02/2021	8	4	50%

15. Audit Committee

The Audit Committee consists of two (2) Independent Directors with Mr. Sarveswar Reddy Sanivarapu as the Chairperson, Ms. Kanika Singal and Mr. Amit Raj Sinha as the Members. The Committee was constituted in the Meeting of the Directors held on 9th January 2020 to inter alia review the Internal Control System, Reports of Internal Auditors and Compliance of various regulations and was then reconstituted in the Board meeting held on 26th August 2020 subject to resignation of Mr. Manoharan Gopalan. The Committee shall review the financial statements before they are placed before the Board.

Recommendations of Audit Committee

There have not been any instances where the Board has not accepted any recommendation of the Audit Committee.

16. Committees of the Board:

Nomination & Remuneration Committee: The Nomination & Remuneration Committee was re-constituted in the Meeting of the Directors held on 26th August 2020 and consists of 2 Independent Directors with Mr. Sarveswar Reddy Sanivarapu as the Chairperson, Mr. Swami Das Nigam and Mr. Lijo Stephen Chacko as Members.

Stakeholders Relationship Committee: The Stakeholders Relationship Committee was re-constituted in the Meeting of the Directors held on 26th August 2020 and consists of one Independent Director with Mr. Swami Das Nigam as the Chairperson, Mr. Sarveswar Reddy Sanivarapu and Mr. Amit Raj Sinha as Members.

IPO Committee: The IPO Committee was re-constituted in the Meeting of the Directors held on 26th August 2020 and consists of one Independent Director with Mr. Amit Raj Sinha as the Chairperson, Mr. Rabindra Prasad Sinha, Mr. S. Chidambaranathan, Mr. Sarveswar Reddy Sanivarapu and Mr. Swami Das Nigam as Members.

17. Internal Control Systems:

The Company's internal control procedures which includes financial controls, ensure compliance with various policies, practices and statutes and keeping in view the organization's pace of growth and increasing complexity of operations. The Internal Auditors' team carries out extensive audits throughout the year. During the year under review such controls were tested and no reportable material weaknesses in the design or operation were observed.

Frauds reported by the Auditor

The statutory auditor, cost auditor and the internal auditor of the Company have not reported any frauds to the Central Government or the Company.

18. Corporate Social Responsibility:

The CSR Committee was re-constituted as per Section 135 of the Companies Act, 2013 and Rule 5 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and consists of one Independent Director with Mr. Rabindra Prasad Sinha as the Chairperson, Mr. S. Chidambaranathan, Mr. Amit Raj Sinha & Mr. Lijo Stephen Chacko (Independent Director) as Members.

Disclosure as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 in prescribed form is enclosed as Annexure II to the Directors Report. During the financial year 2020-21, the Company has spent Rs.43.52 lakhs. towards various CSR activities in line with the requirements of Section 135 of Companies Act, 2013.

19. Policy on Nomination and Remuneration:

In compliance with requirements of Section 178 of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Company has laid down a Nomination & Remuneration policy.

The salient features of the NRC Policy are as under:

- 1.Setting out the objectives of the Policy
- 2.Definitions for the purposes of the Policy
- 3.Policy for appointment and removal of Director, KMP and Senior Management
- 4.Policy relating to the Remuneration for the Managerial Personnel, KMP, Senior Management & other employees.
- 5.Remuneration to Non-Executive / Independent Director.

The Nomination and Remuneration Policy is available on the website of the company, the link to which is as below: <https://www.sigachi.com/Policies/6.pdf>

20. Performance Evaluation:

Pursuant to the provisions of the Companies Act, 2013, the Board has worked out the following Evaluation Criteria of the working of the Board and of the Committees of the Board:

A) For Independent Directors:

- Knowledge and Skills
- Professional conduct
- Duties, Roles and Functions
- Fulfillment of the Independence criteria and his / her independence from the management.

B) For Executive Directors:

- Performance as Team Leader / Member
- Evaluating Business Opportunity and analysis of Risk Reward Scenarios
- Key Set Goals and Achievements
- Professional Conduct and Integrity
- Sharing of Information with the Board

21. Related Party Transactions:

During the period under review, the Company did not have any contracts or arrangements with related parties in terms of Section 188(1) of the Act, which are not at arm's length. Our Company does not have any material contracts / arrangements / transactions with related parties which are at arm's length basis. There are no contracts / arrangements with related parties which are not in the ordinary course of business and justification for entering into such contract.

Form AOC-2 has been attached as an Annexure- III to the Directors' Report.

22. Loans, Guarantees or Investments:

Your company has not given any Loans, Investments & Guarantees whatsoever to any other company as envisaged under Section 186 of the Companies Act, 2013.

23. Auditors:

a) Statutory Auditors:

In compliance with the Companies (Audit and Auditors) Rules, 2014, M/s T. Adityanarayana & Co., Proprietary Firm (FRN: 000041S), Chartered Accountants, Hyderabad were appointed as Statutory Auditors of the Company by the members at their 27th Annual General Meeting held on 30th September, 2016 to hold office till the conclusion of 32nd Annual General Meeting for the F.Y. 2020-21.

During the year the statutory auditors informed that the status of their firm changed from being a sole proprietor to a partnership firm, the name and registration number remaining unchanged after the conversion.

In an extra-ordinary general meeting held on 22nd February 2020, M/s T. Adinarayana & Co., Chartered Accountants (FRN: 00041S) were appointed as statutory auditors of the company to fill the casual vacancy caused due to conversion of the auditor firm from a sole proprietorship to a partnership firm. They shall hold office until the 32nd Annual General Meeting and their appointment would recommended to the shareholders in the ensuing Annual general meeting for a period of 5 years from the conclusion of the 32nd AGM.

The Auditors' Report for the financial year 2020-21 does not contain any qualifications, reservations or adverse remark. The Auditors' Report is enclosed with the financial statement in this Annual Report.

b) Cost Auditor:

Mr. N V S Kapardhi, Cost Accountant, Hyderabad (M. No 9488) has been appointed as Cost Auditor for conducting audit of the Cost accounts maintained by the Company for the financial year 2021-22. The remuneration payable to the cost auditor is required to be placed before the Members in the ensuing Annual General Meeting seeking ratification. Accordingly, a resolution seeking members' ratification for the remuneration payable to Mr. N V S Kapardhi is included at Item No.4 of the Notice convening the Annual General Meeting.

The Company has maintained the cost records as specified by the Central Government under Section 148(1) of the Companies Act, 2013.

Our Auditors have not issued any audit qualifications in its audit report for the financial year ended March 31, 2021.

24. Risk Management:

Pursuant to Section 134(3)(n) of the Companies Act, 2013 the Company has formulated and implemented an integrated risk management approach through which it reviews and assesses significant risks on a regular basis to help ensure that there is a robust system of risk controls and mitigation in place. Senior management periodically reviews this risk management framework to keep updated and address emerging challenges.

Major risks identified for the Company by the management are Currency fluctuation, Compliance, Regulatory changes, Manufacturing & Supply. The management is however, of the view that none of the above risks may threaten the existence of the Company as robust Risk mitigation mechanism is put in place to ensure that there is nil or minimum impact on the Company in case any of these risks materialize.

25. Details of Establishment of Vigil Mechanism

Pursuant to the provisions of Section 177(9) and (10) of the Companies Act, 2013, a Vigil Mechanism or Whistle-Blower Policy for directors, employees and other stakeholders to report genuine concerns has been established.

The link to our Vigil Mechanism Policy is as below: <https://www.sigachi.com/Policies/15.pdf>

26. Remuneration received by Managing/Whole time Director from holding or subsidiary company

The Managing/Whole time Director of the Company do not receive any remuneration from the subsidiary company.

27. Directors' Responsibility Statement:

Accordingly, pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors to the best of their knowledge and ability confirm:

- a. That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. That we have selected such accounting policies and applied them consistently and made
- c. Judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- d. That 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;
- e. That the annual accounts have been prepared on a going concern basis;
- f. That proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively; and

28. Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo:

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

29. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

In order to comply with provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed there under, the Company has formulated and implemented a policy on prevention, prohibition and redressal of complaints related to sexual harassment of women at the workplace. All women employees permanent, temporary or contractual are covered under the above policy. The Company has also duly constituted an Internal Complaints Committee as required under the Act.

During the year under review, no complaints pertaining to sexual harassment of women employees were reported to the Committee.

30. Orders, if any, passed by regulators or courts or tribunals:

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

31. Annual Return:

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an annual return is disclosed on the website www.sigachi.com

32. Compliance with Secretarial Standards

The Company is in compliance with the applicable Secretarial Standards and other Secretarial Standards voluntarily adopted by the company.

33. Consolidated Financial Statements

The Consolidated Financial Statements of your Company for the year ended March 31, 2021 have been prepared in accordance with the provisions of Section 129(3) of the Companies Act and applicable Accounting Standards and form part of this report.

34. Corporate Insolvency Resolution Process Initiated under the Insolvency And Bankruptcy Code, 2016 (IBC)

Insolvency proceedings have not been initiated against our Company under the Insolvency And Bankruptcy Code, 2016 (IBC).

35. Other Disclosures:

a) The consolidated financial statements are also being presented in addition to the standalone financial statement of the Company.

b) Key initiatives with respect to Stakeholder relationship, Customer relationship, Environment, sustainability, Health and Safety have been initiated by the Company.

36. Acknowledgements:

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

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

(Rabindra Prasad Sinha)
Executive Chairman

Place: Hyderabad

Date: 8th July 2021

DIN: 00413448

Annexure-I

Annexure to the Directors' Report

FORM No. AOC-1

[Pursuant to first proviso to sub-section 3 of Section 139 read with
Rule 5 of Companies (Accounts) Rules, 2014]

Salient Features of Financial Statements of Subsidiary/Associate Companies/Joint Ventures as per
Companies Act, 2013

Part "A": SUBSIDIARIES

S No	Particulars	
1	Name of the Subsidiary	Sigachi US, Inc
2	Date since when subsidiary was acquired	20.01.2017
3	Reporting Period for the subsidiary concerned, if different from the holding company's reporting period	January to December
4	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	US\$ @ INR 73.20
5	Share Capital	INR 13,00,800
6	Reserves & Surplus/(Accumulated Loss)	INR 79,61,126
7	Total Assets	INR 9,90,51,871
8	Total Liabilities	INR 8,97,89,945
9	Investments	NIL
10	Turnover	INR 30,80,90,041
11	Profit Before Taxation	INR 2,02,50,955
12	Provision for Taxation	INR 16,37,571
13	Profit After Taxation	INR 1,86,13,384
14	Proposed Dividend	NIL
15	Extent of Shareholding (in percentage)	100%

Additional Information:

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

Part "B": Associates/Joint Ventures -NIL

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

Additional Information:

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

For and On Behalf of the Board of Directors

Sd/-

(Rabindra Prasad Sinha)

Executive Chairman

DIN: 00413448

Place: Hyderabad

Date: 8th July 2021

ANNEXURE-II

REPORT ON CSR ACTIVITIES

[Pursuant to section 135 of the Companies Act, 2013 and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

1. A brief Outline of Company's CSR Policy, including overview of projects or programmes undertaken/proposed to be undertaken:

The CSR Policy adopted by the Board consists of activities as specified in Schedule VII of Companies Act, 2013.

2. Composition of CSR Committee:

The details of the composition of the committee are given below:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Rabindra Prasad Sinha	Whole-Time Director	1	1
2.	Mr. Chidambaranathan Shanmuganathan	Whole-Time Director	1	1
3.	Mr. Lijo Stephen Chacko	Independent Director	1	1
4.	Mr. Amit Raj Sinha	Managing Director & CEO	1	1

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: www.sigachi.com

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): *Not Applicable since the Company's average CSR obligation is less than Rupees Ten Crores in the three immediately preceding financial years.*

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:

Sl. No.	Financial Year	Amount available for set - off from preceding financial years (in Rs)	Amount required to be set - off for the financial year, if any (in Rs)
		NIL	

6. Average net profits of the company for last three financial years as per section 135(5)

The average net profit of the Company for the last three financial years as per Section 135 of the Companies Act, 2013 was Rs. 20,41,95,175/-

7.

Sl No.	Particulars	Amount
a	Two percent of average net profit of the company as per section 135(5)	40,83,903
b	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	NIL
c	Amount required to be set off for the financial year, if any	NIL
d	Total CSR obligation for the financial year (7a+7b-7c).	40,83,903

8(a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
Rs.43,52,127/-	NIL		NIL		

(b) Details of CSR amount spent against ongoing projects for the financial year: N.A.

(c) Details of CSR amount spent against **other than ongoing projects** for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation Direct (Yes/No).	Mode of implementation Through implementing agency.
				State.	District.			Name. CSR registration number.
1.	Safe water drinking facility Initiative	Eradicating hunger, poverty and malnutrition & making available safe drinking water	YES	Hyderabad & Gujarat		29.27 Lakhs	Yes	-
2.	Promoting Education	Educating poor students	YES	Hyderabad & Gujarat		14.25 Lakhs	Yes	-
	Total					Rs.43.52 Lakhs		

(d) Amount spent in Administrative Overheads- **NIL**(e) Amount spent on Impact Assessment, if applicable-**NIL**

(f) Total amount spent for the Financial Year (8b+8c+8d+8e)- Rs 43.52 Lakhs

(g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	40,83,903
(ii)	Total amount spent for the Financial Year	43,52,127
(iii)	Excess amount spent for the financial year [(ii) (i)]-	2,68,224
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	2,68,224

9. (a) Details of Unspent CSR amount for the preceding three financial years: **NIL**(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): **NIL**10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year – **No Capital asset Acquired**11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): **N.A.**

For and behalf of the Board

Sd/-

Amit Raj Sinha

(Managing Director & CEO, Member)

Sd/-

Rabindra Prasad Sinha

(Whole-Time Director, Chairman CSR Committee).

ANNEXURE-III

Annexure to the Directors' Report

FORM No. AOC-2

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

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

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

NIL

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

NIL

Date: 8th July 2021

Place: Hyderabad

For and on behalf of the Board

Sd/-

(Rabindra Prasad Sinha)

Chairman

(DIN:00413448)

ANNEXURE-IV

Annexure to the Directors' Report

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

FORM – A

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

a. Energy conservation measures taken during the year:

The Company is not a power intensive industry. However regular efforts are made to ensure that power is conserved well, wherever practicable and the equipment are maintained in good condition for superior performance with low power consumption

b. Proposals being implemented for reduction of consumption of energy: Not Applicable

c. Impact of measures at a & b above for reduction of energy consumption and consequent impact on cost of production of goods: **Not Applicable**

d. Total energy consumption and energy consumption per unit as per Form A:

Particulars	For the year ended March 31,	
	2021	2020
a. Power and Fuel Consumption		
i. Electricity		
Purchased Units	56,97,316	54,48,289
Total Amount (Rupees)	3,30,73,409	3,25,12,776
Rate/Unit (Rupees)	5.80	5.97
ii. Own Generation (Through Diesel Generator)		
Units generated	29,208	39,480
Total Amount (Rupees)	7,59,430	8,71,740
Units per litre	3.85	3.85
Cost per Unit (Rupees)	26.00	22.08
b. Consumption per unit of Production		
Production (MTs)	11,241	9,143
Power Consumption in Rupees/MT	3009.77	3,651.37

Form – B

Technology, Research and Development

Form for disclosure of particulars with respect to technology absorption

Research & Development	
1. Specific areas in which R&D undertaken	<ol style="list-style-type: none"> Development of BARETab family of excipients as Ready to use premix for Nutraceutical tablets, premix for Quick dissolving tablet matrix and Self lubricated excipient Development of excipients for capsule filling and Super functionality excipients for pharma industry Development of Dietary fibre and anti-caking agent for food industry Development of excipient that is stabiliser for emulsions in cosmetic industry Application studies of excipients with various API's like L-Glycine, Thiamine HCl, Pyridoxine HCl, Cetirizine HCl, Vitamin B1, Vitamin B6, Amoxicillin, Magaldrate, Ascorbic Acid
2. Benefits derived as a result of the above R & D	<ol style="list-style-type: none"> Product superiority established over peer products in the market Diversified portfolio of products catering to Pharma, Nutra, Food and Cosmetic industries Application data generated during R&D trials benefits the customers and overall Pharma community for better development
3. Future / further Plan of Action	<ol style="list-style-type: none"> New product development for Pharma: Ready to use for capsule formation and Mega disintegrate for oral solid dosage forms Premix for Ice Cream, Beverages, Health Drinks & Confectionery New Application Study <ol style="list-style-type: none"> HiCel MCC, HiCel MCG and Premix applications in food products New Nutra product application studies
4. Expenditure on R & D	Rs. 102.19 Lakhs
5. Technology imported and absorbed	Nil, No technology has been imported.

FORM – C

Particulars of Foreign Exchange Earning and Outgo

Particulars	For the year ended March 31, (in Rs.)	
	2021	2020
i. Foreign Exchange Earned		
Export of Goods	128,08,17,112	84,93,61,321
ii. Foreign Exchange Outgo		
a. Import of Raw Material	80,95,85,675	64,22,22,704
b. Travel Expenses	NIL	28,19,315
c. Others	NIL	NIL

For and On Behalf of the Board of Directors

Sd/-

(Rabindra Prasad Sinha)

Executive Chairman

DIN: 00413448

Place: Hyderabad

Date: 8th July 2021

TO THE MEMBERS OF SIGACHI INDUSTRIES LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of SIGACHI INDUSTRIES LIMITED (the “Company”), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows ended on that date, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the “Standalone Financial Statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 as amended (the “Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing (“SA”)s specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (“ICAI”) together with the ethical requirements that are relevant to our

audit of the Standalone Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements for the financial year ended March 31, 2021. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditors' responsibilities for the audit of the Standalone Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Standalone Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Standalone Financial Statements

Sr. No.	Key Audit Matter	Auditor's Response
1	<p>Capitalisation and useful life of property, plant and equipment.</p> <p>During the year ended March 31, 2021, the Company has incurred capital expenditure on various projects included in capital work in progress and intangible assets under development. Further, items of property, plant and equipment that are ready for its intended use as determined by the management have been capitalised in the current year. Judgement is involved to determine that the aforesaid capitalisation meet the recognition requirement under Ind AS specifically in relation to determination of whether the criteria for intended use of the management has been met. Further, the Company has assessed the useful life of its plant and machinery which were capitalized as prescribed in the schedule II of the companies act 2013.. Assessment of useful life of plant and machinery involves management judgement, technical assessment, consideration of historical experiences, anticipated technological changes, etc. Accordingly, the above has been determined as a key audit matter</p>	<p>Principal Audit Procedures</p> <p>Our audit procedures included and were not limited to the following: Examined the management assessment of the assumptions considered in estimation of useful life. Examined the useful economic lives with reference to the Company's historical experience and technical evaluation by third party specialist appointed by management. Assessed the objectivity and competence of the Company's external specialists involved in the process. Assessed the nature of the additions made to property, plant and equipment, intangible assets, capital work-in-progress and intangible asset under development on a test check basis to test whether they meet the recognition criteria as set out Ind AS 16 – Property, Plant and Equipment, including intended use of management.</p>

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Standalone Financial Statements and our auditor's report thereon.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibilities for the Standalone Financial Statements

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

In preparing the Standalone Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have

complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1.As required by 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.

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, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid Standalone Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". 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 the requirements of section 197(16) of the Act, as amended: In our opinion

and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act / provided.

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

i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its subsidiary companies incorporated in India.

Place: Hyderabad
Date: 08.07.2021

For T Adinaryana & Co.
Chartered Accountants
(Firm's Registration No. 000041S)

Sd/-
Y Pulla Rao, FCA
Partner
(Membership No. 025266)
UDIN: 21025266AAAADL3322

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of SIGACHI INDUSTRIES LIMITED of even date)

I. In respect of the Company's fixed assets:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds/registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

ii. As explained to us, the inventories has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. The Company has maintained proper records of inventory. There were no material discrepancies noticed on verification between the physical stock and the book records.

iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to body corporate, firms, Limited Liability firms or other parties covered in the register required to be maintained under section 189 of the act. Accordingly the provisions of the clause 3(iii) of the order are not applicable to the company for the year under review.

iv. In our opinion and according to the information and explanations given to us, the Company has no transactions for compliance with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.

vi. Pursuant to the rules made by the Central Government under sec 148(1) of the companies Act 2013, the company has appointed Cost Auditor and the audit is under progress. We have broadly reviewed the cost records maintained by the company and are of the opinion that prima facie the prescribed accounts & records have been made & maintained. We have, however not made detailed examination of records with a view to determine whether they are accurate (or) not.

vii. According to the information and explanations given to us, in respect of statutory dues:

(a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.

(b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.

(c) Details of dues of Income Tax, Sales Tax, Service Tax, Excise Duty and Value Added Tax which have not been deposited as at March 31, 2021 on account of dispute are given below:

Nature of the statute	Nature of dues	Forum where Dispute is Pending	Period to which the Amount Relates	Amount ₹ Crores (Including Penalty)
Service Tax Act	Service Tax & Penalty	Appellate Tribunal Regional Bench Hyderabad	August 2014 to June 2017	5.59 (Penalty –2.50)

viii. In our opinion and according to the information and explanation given to us, the company has not defaulted in the payment/repayment of loans or borrowings to the banks.

ix. In our opinion and according to information and explanation given to us, the company has not made, during the year under review, any initial public offer or further public offer of securities (including debt instruments). The company has availed the term loan and as per our examination the installments along with interest are being paid regularly without any default. and the funds raised on term loan are utilized for the purpose the funds were raised.

x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

xi. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.

xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Standalone Financial Statements as required by the applicable accounting standards.

xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.

xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For T Adinaryana & Co.
Chartered Accountants
(Firm's Registration No.000041S)

Place: Hyderabad
Date: 08.07.2021

Sd/-
Y Pulla Rao, FCA
Partner
(Membership No. 025266)
UDIN: 21025266AAAADL3322

ANNEXURE “B” TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Sigachi Industries Limited of even date)

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 INDUSTRIES LIMITED** (the “Company”) as of March 31, 2021 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company 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 (the “ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company 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”) issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of

internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal financial 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 ICAI.

For T Adinaryana & Co.
Chartered Accountants
(Firm's Registration No.000041S)

Sd/-
Y Pulla Rao, FCA
Partner
(Membership No. 025266)
UDIN: 21025266AAAADL3322.

Place: Hyderabad
Date: 08.07.2021

Standalone Balance Sheet as at 31st March, 2021

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Note	As at 31st Mar 21	As at 31st Mar 20
ASSETS			
Non-current assets			
Property, plant and equipment	3	37,63,31,598	31,22,93,423
Capital work-in-progress	4	3,74,00,252	3,13,25,978
Other Intangible assets	3	32,67,496	36,50,721
Financial assets			
Investments	5	27,99,000	12,99,000
Other financial assets	6	1,78,04,581	1,34,53,777
Other non-current assets	7	2,65,02,718	1,00,03,844
Total non-current assets		46,41,05,644	37,20,26,743
Current assets			
Inventories	8	15,39,07,283	26,00,71,387
Financial assets			
Trade receivables	9	42,05,43,546	30,04,81,803
Cash and cash equivalents	10	15,64,69,834	8,27,79,092
Other bank balances	11	2,11,71,562	1,83,36,884
Other financial assets	12	9,99,70,994	4,62,67,400
Other current assets	13	2,15,80,411	1,32,32,220
Total current assets		87,36,43,630	72,11,68,786
TOTAL ASSETS		1,33,77,49,274	1,09,31,95,529
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14	7,68,25,000	7,68,25,000
Other equity	14.A	87,21,11,016	58,87,85,658
Total Equity		94,89,36,016	66,56,10,658
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	15	1,88,68,475	1,90,98,903
Provisions	16	78,05,590	70,64,700
Deferred tax liabilities (net)	17	4,36,12,140	2,85,07,046
Total non-current liabilities		7,02,86,205	5,46,70,649
Current liabilities			
Financial liabilities			
Borrowings	18	18,16,18,025	25,10,07,894
Trade payables			
i) Total outstanding dues of micro and small enterprises	19	-	-
ii) Total outstanding dues of creditors other than micro and small enterprises		7,95,03,139	7,36,37,985
Other financial liabilities	20	73,19,114	1,43,60,659
Other current liabilities	21	4,32,47,417	3,26,21,924
Provisions	22	68,39,357	12,85,760
Total current liabilities		31,85,27,053	37,29,14,222
TOTAL EQUITY AND LIABILITIES		1,33,77,49,274	1,09,31,95,529
See accompanying notes to the financial statements	1to42		

As per our report of even date attached

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

**Sd/-
Y.P Rao
Partner
Membership No. 025266
Place: Hyderabad
Date:08.07.2021**

For and on Behalf of the Board of Directors

**Sd/-
Rabindra Prasad Sinha
Executive Chairman**

**Sd/-
Amit Raj Sinha
Managing Director & CEO**

**Sd/-
Shreya Mitra
Company Secretary**

**Sd/-
S Chidambaranathan
Executive Vice Chairman**

**Sd/-
O.Subbarami Reddy
Chief Financial Officer**

Standalone Statement of Profit and Loss for the year ended 31st March, 2021

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Note	Year ended 31st Mar 21	Year ended 31st Mar 20
Revenue from operations	23	1,87,94,23,463	1,38,82,48,217
Other income	24	3,25,47,552	4,88,63,544
Total income		1,91,19,71,016	1,43,71,11,761
Expenses			
Cost of materials consumed	25	92,30,95,223	74,28,06,955
Changes in inventories of finished goods, work in progress and stock in trade	26	6,70,88,861	(1,15,24,132)
Employee benefit expenses	27	16,83,96,093	14,85,70,004
Finance costs	28	1,15,90,567	2,18,29,748
Depreciation and amortization expense	3	2,31,09,420	1,95,70,415
Other expenses	29	34,74,91,268	26,13,47,028
Total expenses		1,54,07,71,432	1,18,26,00,018
Profit/(loss) before tax		37,11,99,584	25,45,11,743
Tax expense			
(i) Current tax	30	6,56,58,204	4,86,48,270
(ii) Deferred tax	30	1,49,38,653	16,34,786
Profit/(loss) for the period		29,06,02,727	20,42,28,687
Other comprehensive income			
A.			
i) Items that will not be reclassified to profit and loss	32	5,71,571	(39,907)
ii) Income tax relating to items that will not be reclassified to profit or loss	32	(1,66,441)	11,621
B.			
i) Items that will be reclassified to profit and loss		-	-
ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Total other comprehensive income		4,05,130	(28,286)
Total Comprehensive income for the period (Comprising profit(Loss) and other comprehensive Income for the period)		29,10,07,857	20,42,00,401
Earnings per equity share			
1) Basic	33	37.83	26.58
1) Diluted	33	37.83	26.58
See accompanying notes to the financial statements	1to42		

As per our report of even date attached

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

Sd/-
Y.P Rao
Partner
Membership No. 025266
Place: Hyderabad
Date:08.07.2021

For and on Behalf of the Board of Directors

Sd/-
Rabindra Prasad sinha
Executive Chairman

Sd/-
Amit Raj Sinha
Managing Director and CEO

Sd/-
Shreya Mitra
Company Secretary

Sd/-
S Chidambaranathan
Executive Vice Chairman

Sd/-
O.Subbarami Reddy
Chief Financial Officer

STANDALONE STATEMENT OF CHANGES IN EQUITY AND OTHER EQUITY

FALSE

Particulars	Equity share capital	Reserves & surplus				Other comprehensive income	Total other equity
		Securities premium	General reserve	A.P state subsidy	Amalgamation reserve	Profit and loss	
Balance as at 1st April 19	3,07,30,000	1,64,53,515	2,37,44,514	4,37,053	3,90,56,600	35,35,27,433	43,47,22,062
Current year :							
Profit/(Loss)		-	-	-	-	20,42,28,687	20,42,28,687
Bonus issue	4,60,95,000	-	-	-	-	-	-
Appropriations							
Bonus issue		-	-	-	-	(4,60,95,000)	(4,60,95,000)
General Reserve		-	51,05,717	-	-	(51,05,717)	-
Dividend paid		-	-	-	-	(30,73,000)	(30,73,000)
Dividend distribution tax paid		-	-	-	-	(5,31,752)	(5,31,752)
Plant and Machinery		-	-	(4,37,053)	-	-	(4,37,053)
Other comprehensive Income for the year		-	-	-	-	(28,286)	(28,286)
Balance as at 31st Mar 20	7,68,25,000	1,64,53,515	2,88,50,231	-	3,90,56,600	50,29,50,651	58,87,85,658
Balance as at 1st April 20	7,68,25,000	1,64,53,515	2,88,50,231	-	3,90,56,600	50,29,50,651	58,87,85,658
Current year :							
Profit/(Loss)		-	-	-	-	29,06,02,727	29,06,02,727
Appropriations							
General Reserve		-	72,65,068	-	-	(72,65,068)	-
Dividend paid		-	-	-	-	(76,82,499)	(76,82,499)
Other comprehensive Income for the year		-	-	-	-	4,05,130	4,05,130
Balance as at 31st Mar 21	7,68,25,000	1,64,53,515	3,61,15,299	-	3,90,56,600	77,86,05,811	87,21,11,016

As per our report of even date attached

For T .Adinarayana & Co,

Chartered Accountants

Firm Regn No. 000041S

Sd/-

Y.P Rao

Partner

Membership No. 025266

Place: Hyderabad

Date:08.07.2021

For and on Behalf of the Board of Directors

Sd/-

Rabindra Prasad sinha

Executive Chairman

Sd/-

Amit Raj Sinha

Managing Director and CEO

Sd/-

Shreya Mitra

Company Secretary

Sd/-

S Chidambaranathan

Executive Vice Chairman

Sd/-

O.Subbarami Reddy

Chief Financial Officer

Standalone Statement of Cash Flows for the year ended 31st March, 2021

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Cash flows from operating activities		
Profit/(loss) before tax	37,11,99,584	25,45,11,743
Adjustments to reconcile net loss to net cash provided by operating		
Depreciation and amortisation	2,31,09,420	1,95,70,415
Scrap sales	(8,73,914)	(6,720)
Gratuity and compensated absence	5,71,571	(39,907)
Finance costs	1,15,90,567	2,18,29,748
Interest income	(8,65,033)	(6,71,360)
Changes in current assets and current liabilities		
Inventories	10,61,64,104	(4,67,73,573)
Trade receivables	(12,00,61,743)	(4,75,45,453)
Trade payables	58,65,154	(79,37,067)
Other assets	(6,20,51,785)	3,90,12,286
Other liabilities	91,37,545	(6,39,80,446)
Cash generated from operations	34,37,85,470	16,79,69,666
Income taxes paid	(6,56,58,204)	(4,86,48,270)
Cash flow from non operating activities -Scrap sale	8,73,914	6,720
Net cash flow from operating activities (A)	27,90,01,181	11,93,28,115
Cash flows from investing activities		
Purchase of property, plant and equipment	(9,28,38,644)	(5,93,15,299)
Interest income	8,65,033	6,71,360
Investments	(15,00,000)	-
Other assets	(2,08,49,677)	(96,53,671)
Net cash flow used in investing activities (B)	(11,43,23,288)	(6,82,97,610)
Cash flow from financing activities		
Proceeds/(Repayment) of long-term borrowings (net)	(2,30,427)	67,58,612
Proceeds/(Repayment) of short-term borrowings (net)	(6,93,89,869)	4,70,05,659
Finance costs	(1,15,90,567)	(2,18,29,748)
Dividend and DDT	(76,82,499)	(36,04,752)
Other liabilities	7,40,890	16,44,778
Net cash flow (used in)/from financing activities (C)	(8,81,52,472)	2,99,74,549
Net increase in cash and cash equivalents (A+B+C)	7,65,25,420	8,10,05,054
Cash and cash equivalents at the beginning of the year	10,11,15,976	2,01,10,921
Cash and cash equivalents at the end of the year	17,76,41,396	10,11,15,976

As per our report of even date attached

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

Sd/-
Y.P Rao
Membership No. 025266
Place: Hyderabad
Date:08.07.2021

For and on Behalf of the Board of Directors
Sd/-
Rabindra Prasad sinha
Executive Chairman

Sd/-
Amit Raj Sinha
Managing Director and CEO

Sd/-
Shreya Mitra
Company Secretary

Sd/-
S Chidambaranathan
Executive Vice Chairman

Sd/-
O.Subbarami Reddy
Chief Financial Officer

STANDALONE NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1. Corporate information

Sigachi Industries Limited was incorporated on 11th January, 1989 in Hyderabad. The Company has its registered office at 229/1&90, Kalyan's Tulsiram Chambers, Madinaguda, Hyderabad-500049, Telangana. It is incorporated under Companies Act as limited company and is limited by shares. It has got three production facilities spread across India. The company is engaged in manufacturing of Micro Crystalline cellulose powder (MCCP). The principal accounting policies applied in the preparation of the financial statements are set out below.

2. Basis of Preparation and Presentation of Financial Statements

The financial statements of Sigachi Industries Limited ("the Company") for the year ended 31st March, 2021 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.

The Financial Statements have been prepared on historical cost convention on accrual basis of accounting except for certain financial instruments that are measured at fair value. GAAPs of Indian Accounting Standards as specified in Section 133 of the Act read together with Rule 4 of Companies (Indian Accounting Standard) Amendment Rules, 2016 to the extent applicable, pronouncements of regulatory bodies applicable to the Company and other provisions of the Act. Accounting Policies have been consistently applied except where a newly issued Accounting Standards is initially adopted or revision to existing Accounting Standards requires a change in the accounting policy hitherto in use. Management evaluates all recently issued or revised Accounting Standards on an on-going basis.

2.1 Basis of Measurement

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

Assets: An asset is classified as current when it satisfies any of the following criteria:

- It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is expected to be realized within twelve months after the reporting date; or
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

Liabilities: A liability is classified as current when it satisfies any of the following criteria:

- It is expected to be settled in the Company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is due to be settled within twelve months after the reporting date; or
- The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counter party, result in its settlement by the issue of equity instruments do not affect its classification

Current assets/ liabilities include the current portion of noncurrent assets/ liabilities respectively. All other assets/ liabilities are classified as noncurrent. Deferred tax assets and liabilities are always disclosed as non-current.

2.2 Operating Cycle

Operating cycle is the time between the acquisition of assets for processing and their in cash and cash equivalents. The company has ascertained its operating cycle as twelve months for the purpose of current/ non-current classification of assets and liabilities.

2.3 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 recognized in the period in which they are determined.

a. Depreciation and amortization:

Depreciation and amortization is based on Schedule II to the Companies Act, 2013, which describes useful lives of property, plant and equipment and intangible asset.

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 categorized 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 recognized 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.

2.4 Critical Accounting Judgements and Key source of estimation uncertainty operating cycle:

In the application of the company's accounting policies, the management of the company are required to make judgments, estimates, and assumptions about the carrying amounts of the assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognized in the period in which the estimates is revised if the revision effects only that period or in the period of the revision and future periods in the revision effects both current and future periods. The following are the areas of estimation uncertainty and critical judgements that the management has made in the process of applying the company's accounting policies and that have the most significant effects on the amounts recognized in the financial statements.

2.5 Provisions and contingent liability:

On an ongoing basis, Company reviews pending cases, claims by third parties and other. For contingent losses that are considered probable an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible or not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.

2.6 Useful lives of depreciable assets

Management reviews the useful lives of depreciable assets at each reporting. As at March 31, 2021 management assessed that the useful lives represent the expected utility of the assets to the company. Further, there is no significant change in the useful lives as compared to previous year.

2.7 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.

Foreign Currencies :

In preparing the financial statements of the company transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the date of transactions. At the end of each reporting period ,monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-Monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

For the purpose of presenting these financial statements , the assets and liabilities of the company's foreign operations are translated into currency units using exchange rates prevailing at the end of each reporting period.

2.8 Property Plant & Equipment

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. Property ,Plant and Equipment which are not ready for intended use as on the date of balance sheet are disclosed as "Capital Work -in-Progress". Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses.

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 pro rata basis. Land is not depreciated.

Depreciation methods, useful lives and residual values are reviewed at the end of each reporting period with the effect of any changes in estimated useful lives residual values and impairment loss, if any, and are accounted for on a prospective basis.

Impairment of tangible and intangible assets other than goodwill

At the end of each reporting period, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre tax discount rate that reflects current market assessments of the time value of the money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

2.9 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

i. Initial Recognition

In the case of financial assets, not recorded at fair value through profit or loss (FVPL), financial assets are recognized 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 recognized on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

ii. Subsequent Measurement

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

a. Financial Assets at Amortized Cost

Financial assets are subsequently measured at amortized 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 recognized 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 recognized 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 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 realized within normal credit period adopted by the company, hence the financial assets are not impaired.

d. De-recognition of Financial Assets

The Company de-recognizes 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 recognize the financial asset and also recognizes a collateralized 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.

i. 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 recognized initially at fair value and in the case of loans and borrowings and payables, net of directly attributable transaction costs. Fees of recurring nature are directly recognised in the statement of profit and loss as finance cost.

ii. 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.

iii. 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

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.

2.10 Cash and Cash Equivalents

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.

Cash flow Statement

Cash flows are reported using the indirect method, where by profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payment and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

2.11 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

The Company's contributions to defined contribution plans are charged to the statement of profit and loss as and when the services are received from the employees.

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding interest), is reflected immediately in the statement of financial position with a charge or credit recognized in other comprehensive income in the period in which they occur.

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.

2.12 Borrowing Cost: Borrowing costs are charged to the Statement of Profit and Loss except in cases where the borrowings are directly attributable to the acquisition, construction or production of qualifying assets which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

2.13 Government Grants:

Ind AS 20 gives an option to present the grants related to assets, including non-monetary grants at fair value in the balance sheet either by setting up the grant as deferred income or by deducting the grant in arriving at the carrying amount of the asset. Accordingly Sales Tax Deferment amount payable to Department has been considered as Government Grant and considered the interest expenses and amortization benefit is considered in Profit and Loss Account and Balance Sheet.

2.14 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized 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.

Contingent liability judgement:

Contingent liabilities are claims against the company not acknowledged as debt. Contingencies may arise from the ordinary course of business in relation to claims against the company, including legal, contractor and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur. The assessment of the existence, and potential quantum of contingencies inherently involve the exercise of significant judgement and the use of estimates regarding the outcome of future events.

2.15 Estimates and assumptions

The preparation of company's financial statements requires management to make judgements, estimates and assumptions that effect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Revenue recognition

Revenue from contracts with customers which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. 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 any other taxes collected on behalf of government such as GST etc.

Sale of goods

Revenue is recognised when the control of the goods has been transferred to a third party. This is usually when the title passes to the customer, either upon shipment or upon receipt of goods by the customer. At that point, the customer has full discretion over the channel and price to sell the products, and there are no unfulfilled obligations that could affect the customer's acceptance of the product.

Sale of services

Revenue from rendering of services is recognised by measuring the progress towards complete satisfaction of performance obligations at the reporting period and there are no unfulfilled obligations.

Other Income

Other income includes Dividend, Interest, Profit / (Loss) on sale of Investments, Commission, Professional and Technical Services and other miscellaneous receipts if any. Dividend income from investments is recognized 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 recognized 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. Commission income is recognised when the economic benefits associated with the transaction will flow to the entity or the amount of revenue can be measured reliably.

When the transaction involving the rendering of services is estimated reliably, revenue associated with the transaction shall be recognised by reference to the stage of completion of the transaction at the end of the reporting period.

The outcome of the transactions can be estimated reliably when all the following conditions are satisfied:

- (a) the amount of revenue can be measured reliably;
- (b) it is probable that the economic benefits associated with the transaction will flow to the entity;
- (c) the stage of completion of the transaction at the end of the reporting period can be measured reliably; and
- (d) the costs incurred for the transaction and the costs to complete the transaction can be measured reliably

2.16 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 is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that effects neither the taxable profit nor the accounting profit.

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.

Minimum Alternative Tax ("MAT") credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the company will pay normal income tax during the specified period.

2.17 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.

2.18 Inventories

Inventories are stated at the lower of cost and net realisable value. Costs of inventories are determined on a weighted average cost basis.

2.19 Trade Receivables

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counter party, the amount and timings of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

2.20 Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. The amounts are unsecured and are presented as current liabilities unless payment is not due within twelve months after the reporting period. They are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

2.21 Fair value of investments:

The Company has invested in the equity instruments of various companies. However, the percentage of shareholding of the company in such investee companies is very low and hence, it has not been provided with future projections including projected profit and loss account by those investee companies. Hence, the valuation exercise carried out by the company with the help of available historical annual reports and other information in the public domain.

STANDALONE NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note 3 : PROPERTY, PLANT AND EQUIPMENT

Particulars	Property, plant and equipment								Other intangible	
	Freehold land	Buildings	Plant and equipment	Furniture and fixtures	Office equipment	Vehicles	Lab equipments	Total	Software	Total
Gross carrying value										
Closing gross carrying value as at 31st March, 2019	2,34,64,234	10,73,27,448	20,98,32,292	51,63,502	54,98,767	1,34,66,182	13,86,492	36,61,38,917	40,33,946	40,33,946
Additions	92,940	64,54,499	3,26,14,794	16,44,052	64,54,865	31,51,944	-	5,04,13,094	-	-
Deductions /adjustments	-	-	-	-	10,850	30,000	-	40,850	-	-
Closing gross carrying value as at 31st March, 2020	2,35,57,174	11,37,81,947	24,24,47,086	68,07,554	1,19,42,782	1,65,88,126	13,86,492	41,65,11,161	40,33,946	40,33,946
Accumulated Depreciation										
Opening accumulated depreciation	-	1,95,17,715	5,36,86,939	28,48,070	32,41,604	44,09,888	13,67,182	8,50,71,398	-	-
Depreciation charged during the year	-	36,75,102	1,11,50,184	5,21,334	15,09,558	23,16,994	14,018	1,91,87,190	3,83,225	3,83,225
Disposal/adjustments	-	-	-	-	10,850	30,000	-	40,850	-	-
Closing accumulated depreciation	-	2,31,92,817	6,48,37,123	33,69,404	47,40,312	66,96,882	13,81,200	10,42,17,738	3,83,225	3,83,225
Net carrying amount as at 31.03.2020	2,35,57,174	9,05,89,130	17,76,09,963	34,38,150	72,02,470	98,91,244	5,292	31,22,93,423	36,50,721	36,50,721
Gross carrying value										
Closing gross carrying value as at 31st March, 2020	2,35,57,174	11,37,81,947	24,24,47,086	68,07,554	1,19,42,782	1,65,88,126	13,86,492	41,65,11,161	40,33,946	40,33,946
Additions	63,34,394	36,43,562	6,96,61,575	16,14,060	12,73,536	31,56,100	10,81,143	8,67,64,370	-	-
Deductions /adjustments	-	-	-	-	-	-	-	-	-	-
Closing gross carrying value as at 31st March, 2021	2,98,91,568	11,74,25,509	31,21,08,661	84,21,614	1,32,16,318	1,97,44,226	24,67,635	50,32,75,531	40,33,946	40,33,946
Accumulated Depreciation										
Opening accumulated depreciation	-	2,31,92,817	6,48,37,123	33,69,404	47,40,312	66,96,882	13,81,200	10,42,17,738	3,83,225	3,83,225
Depreciation charged during the year	-	37,49,206	1,30,38,690	6,63,646	20,15,680	29,02,508	3,56,465	2,27,26,195	3,83,225	3,83,225
Disposal/adjustments	-	-	-	-	-	-	-	-	-	-
Closing accumulated depreciation	-	2,69,42,023	7,78,75,813	40,33,050	67,55,992	95,99,390	17,37,665	12,69,43,933	7,66,450	7,66,450
Net carrying amount as at 31.03.2021	2,98,91,568	9,04,83,486	23,42,32,848	43,88,564	64,60,326	1,01,44,836	7,29,970	37,63,31,598	32,67,496	32,67,496

STANDALONE NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

4	Capital Work-in-Progress	
	Particulars	Amount in Rs
	Balance as at April 01,2019	2,28,60,826
	Additions	87,74,177
	Deductions /adjustments	3,09,025
	Balance as at March 31,2020	3,13,25,978
	Balance as at April 01,2020	3,13,25,978
	Additions	2,72,74,274
	Deductions /adjustments	2,12,00,000
	Balance as at March 31,2021	3,74,00,252

Note	Particulars	As at 31st Mar 21	As at 31st Mar 20
5	NON-CURRENT ASSETS NON-CURRENT INVESTMENTS Investments in other companies in equity instruments at cost. Unquoted equity shares (fully paid up) In 100% subsidiary - Sigachi US INC Equity shares of 20,000 @ US \$ 64.95 each Investments in Pasha Mailaram Common Infrastructure Pvt Ltd	 12,99,000 15,00,000 27,99,000	 12,99,000 - 12,99,000
Note: Aggregate amount of un-quoted investments for the year 20-21 Rs.27,99,000/- and for FY 2019-20 Rs.12,99,000/-			
6	OTHER NON-CURRENT FINANCIAL ASSETS Unsecured and considered good Security deposits Electricity deposits Rental deposits Other deposits	 26,97,822 89,46,116 15,66,211 45,94,431 1,78,04,581	 27,600 87,42,970 11,86,976 34,96,231 1,34,53,777
7	OTHER NON CURRENT ASSETS Capital Advances	 2,65,02,718 2,65,02,718	 1,00,03,844 1,00,03,844
8	CURRENT ASSETS INVENTORIES Raw material Packing material Consumables Coal and furnance oil Finished goods Work-in-process	 6,89,99,839 38,31,190 19,18,242 28,84,654 1,27,42,792 9,03,76,716 6,35,30,567 15,39,07,283	 10,66,59,289 35,64,726 17,76,116 47,09,036 3,59,05,949 15,26,15,116 10,74,56,271 26,00,71,387

Valuation:

- a. Raw materials and Packing materials are valued at lower of cost or net realisable value.
- b. Finished goods are valued at cost of conversion and other costs incurred in bringing the inventories to their present location and valued at cost or net relishable value which ever is lower.

Note	Particulars	As at 31st Mar 21	As at 31st Mar 20
9	TRADE RECEIVABLES		
	Receivable from others:		
	Unsecured, Considered good unless otherwise stated		
	Outstanding for a period exceeding six months from the date they become due for payment		
	Considered good -Un secured	62,67,859	1,90,02,745
	Debts due for less than six months		
	Considered good-Un secured	32,77,51,649	24,43,17,653
	Considered doubtful-Un secured	21,20,444	27,86,098
	Less: Expected credit loss allowance	(21,20,444)	(27,86,098)
		33,40,19,508	26,33,20,398
	Receivable from Subsidiary:		
	Debts due for less than six months		
	Considered good -Un secured	8,65,24,038	3,71,61,405
	Less: Expected credit loss allowance	-	-
		8,65,24,038	3,71,61,405
	Total Receivables	42,05,43,546	30,04,81,803

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member(except from subsidiary company as stated above). Before accepting any new customer, the company uses an external credit scoring system and other potential information to assess the customer credit quality and defines credit limit.

The company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on provisional matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward looking information. The expected credit loss allowance is based on ageing of the days of receivables.

Aging of receivables:	
Particulars	As at 31st mar 2021
Upto 60 days past due	32,46,49,385
61-90 days past due	5,31,32,679
91-180 days past due	3,64,93,623
more than 180 days past due	62,67,859
Total trade receivables	42,05,43,546

10	CASH AND CASH EQUIVALENTS		
	Balances with banks		
	In Current accounts	15,56,25,944	8,27,63,963
	In Deposit account(margin money with banks ,the maturity of the period of which is less than 3 months)	-	-
	Cash on hand	8,43,891	15,129
		15,64,69,834	8,27,79,092
11	BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS		
	Deposits with original maturity of more than 3 months	2,11,71,562	1,83,36,884
		2,11,71,562	1,83,36,884
12	OTHER FINANCIAL ASSETS		
	Interest accrued but not due-fixed Deposits	1,07,292	4,89,056
	Advances to Suppliers	4,67,74,356	1,41,03,090
	Advances to staff	14,78,648	10,94,824
	Export Incentive receivable	5,16,10,698	3,05,80,430
		9,99,70,994	4,62,67,400
13	OTHER CURRENT ASSETS		
	Unsecured and considered good		
	Balances with statutory/government authorities	19,81,975	19,81,975
	Prepaid expenses	1,27,25,629	22,57,618
	Unbilled revenue	68,72,807	89,92,628
		2,15,80,411	1,32,32,220

STANDALONE NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note 14: EQUITY SHARE CAPITAL

Particulars	As at 31st Mar 21	As at 31st Mar 20
Authorised share capital		
1,20,00,000 Equity shares of Rs.10/- each (Previous year 71,50,000 Equity shares of Rs.10/-each)	12,00,00,000	12,00,00,000
Issued, subscribed and fully paid-up		
76,82,500 Equity Shares of Rs.10/- each with voting rights (Previous year 30,73,000 Equity shares of Rs.10/-each)	7,68,25,000	7,68,25,000
	7,68,25,000	7,68,25,000

a. Reconciliation of equity shares outstanding at the beginning and at the end of the year

Particulars	As at 31st Mar 21		As at 31st Mar 20	
	No of Shares	Amount	No of Shares	Amount
At the beginning of the year	76,82,500	7,68,25,000	30,73,000	3,07,30,000
Issued during the year(Bonus Issue)	-	-	46,09,500	4,60,95,000
Outstanding at the end of the year	76,82,500	7,68,25,000	76,82,500	7,68,25,000

b. Bonus issue of equity shares

The Board at its meeting held on October 7,2019 , approved and recommended the issue of bonus shares . The shareholders approved the issue of bonus shares at the meeting held on November 21,2019 .The company had allotted 46,09,500 fuuly-paid-up equity shares of face value Rs.10 each. A bonus share of 3 equity shares for every 2 equity shares held. The bonus shares were credited to the eligible shareholders.

c. Rights attached to the equity shares

The company has only one class of shares having a face value of Rs. 10/- per share. All equity shareholders rank pari-passu in respect of dividend and voting rights. Each holder of equity shares is entitled to one vote per share.In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of preferential amounts, in proportion to their shareholding.

d. Details of shareholders holding more than 5% shares in the Company

Particulars	As at 31st Mar 21		As at 31st Mar 20	
	No of shares	% of holding	No of shares	% of holding
M/s RPS Projects & Developers Pvt .Ltd	25,10,575	32.68%	25,10,575	32.68%
Sri.Dharm Prakash Tripathi	8,03,750	10.46%	8,03,750	10.46%
Sri.BR Yadav	7,14,000	9.29%	7,14,000	9.29%
Sri. S.Chidambaranathan	6,46,945	8.42%	6,46,945	8.42%
Sri.Rabindra Prasad Sinha	5,07,280	6.60%	5,07,280	6.60%
Sri. Amit Raj Sinha	4,31,770	5.62%	4,31,770	5.62%

STANDALONE NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note 14.A: OTHER EQUITY

Particulars	As at 31st Mar 21	As at 31st Mar 20
SECURITIES PREMIUM		
As per last balance sheet	1,64,53,515	1,64,53,515
	1,64,53,515	1,64,53,515
GENERAL RESERVE		
As per last balance sheet	2,88,50,231	2,37,44,514
Add: Transferred from retained earnings	72,65,068	51,05,717
	3,61,15,299	2,88,50,231
AP STATE SUBSIDY		
As per last balance sheet	-	4,37,053
Less: Plant and Machinery	-	(4,37,053)
	-	-
AMALGAMATION RESERVE		
As per last balance sheet	3,90,56,600	3,90,56,600
	3,90,56,600	3,90,56,600
RETAINED EARNINGS		
As per last balance sheet	50,29,50,651	35,35,27,433
Add: Profit for the year	29,06,02,727	20,42,28,687
	79,35,53,378	55,77,56,120
Less: Appropriations		
Bonus issue	-	(4,60,95,000)
Transferred to general reserve	(72,65,068)	(51,05,717)
Dividend on Equity shares	(76,82,499)	(30,73,000)
Tax on dividend	-	(5,31,752)
	77,86,05,811	50,29,50,651
OTHER COMPREHENSIVE INCOME (OCI)		
As per last balance sheet	14,74,661	15,02,947
Add: Movement in OCI (net) during the year	4,05,130	(28,286)
	18,79,790	14,74,661
TOTAL	87,21,11,016	58,87,85,658

Note	Particulars	As at 31st Mar 21	As at 31st Mar 20
15	NON- CURRENT BORROWINGS		
	a) Financial Liabilities		
	Secured		
	Vehicle loans	11,64,433	26,39,278
	Term loans	1,77,04,042	1,64,59,625
		1,88,68,475	1,90,98,903

Term Loan: All term loans are secured by exclusive first charge on fixed assets created out of the term loans extended by the term lender and the second charge on the remaining fixed assets of the company (both present and future) by way of hypothecation of movable fixed assets and also equitable mortgage of immovable fixed assets of the company and personal guarantee of Rabindra Prasad Sinha, S Chidambaranathan, Amit Raj Sinha, Vijay Amrutlal Bhavasar, Sudha Sinha and Dharani Devi.

For details please refer note no-31.A

Vehicle Loans: All Vehicle loans are secured by hypothecation of concerned vehicle. Refer note 31.B

16	PROVISIONS		
	Provision for employee benefits		
	Leave encashment	11,72,022	12,24,830
	Gratuity	66,33,568	58,39,870
		78,05,590	70,64,700
17	DEFERRED TAX LIABILITIES (NET)		
	The movement on the deferred tax account is as follows:		
	At the start of the year	2,85,07,046	2,68,83,881
	Charge/(credit) to statement of profit and loss (for details refer note 30)	1,51,05,094	16,23,165
	At the end of year	4,36,12,140	2,85,07,046
	CURRENT LIABILITIES		
18	BORROWINGS		
	Secured:		
	From banks	18,16,18,025	25,01,80,098
	UnSecured:		
	From NBFC	-	8,27,796
		18,16,18,025	25,10,07,894

Working capital facilities:

Working capital facilities extended by Kotak Mahindra Bank are secured as mentioned below:

I) Primary security : Extension of first and exclusive hypothecation charge on all existing and future current assets / moveable fixed assets of the borrower other than any encumbered assets.

For details please refer note no-31.C

19	TRADE PAYABLES-Other financial liabilities -Current		
	Due to micro, small and medium enterprises	-	-
	Others	7,95,03,139	7,36,37,985
		7,95,03,139	7,36,37,985
20	OTHER FINANCIAL LIABILITIES-Current		
	Current maturity of loans:		
	Term loans(Secured)	52,36,225	1,25,05,090
	Vehicle loans(Secured)	20,82,889	18,55,569
		73,19,114	1,43,60,659
21	OTHER CURRENT LIABILITIES		
	Statutory remittances	11,04,169	21,44,166
	Accrued expense payable	1,40,70,607	1,46,66,140
	Employee benefits payable	2,29,24,950	1,54,33,623
	Advance from customers	51,47,692	3,77,995
		4,32,47,417	3,26,21,924
22	Provisions		
	Provision for Income tax(Net)	68,39,357	12,85,760
		68,39,357	12,85,760

STANDLAONE NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note	Particulars	Year ended 31 Mar 21	Year ended 31 Mar 20
23	REVENUE FROM OPERATIONS		
	Sale of products	1,75,75,00,898	1,28,49,87,403
	Sale of services	12,19,22,565	10,32,60,815
		1,87,94,23,463	1,38,82,48,217
	i. Sale of products		
	Export		
	MCCP	1,24,83,57,013	83,02,48,288
	Others	3,24,60,099	1,91,13,033
	Domestic		
	MCCP	47,66,32,007	43,22,42,772
	Others	51,779	33,83,309
		1,75,75,00,898	1,28,49,87,403
	ii. Sale of services		
	Operational and Maintenance income	12,19,22,565	10,32,60,815
		12,19,22,565	10,32,60,815
24	OTHER INCOME		
	MEIS Income	3,04,91,669	3,64,58,098
	Scrap Sale	8,73,914	6,720
	Interest on fixed deposits	7,04,733	4,93,720
	Interest on electricity deposit	1,60,300	1,77,640
	Net gain/(loss) on foreign currency transactions	3,16,936	1,17,27,366
		3,25,47,552	4,88,63,544
25	COST OF MATERIALS CONSUMED		
	Opening stock	11,67,09,167	8,14,59,726
	Add:Purchases	88,40,19,980	77,80,56,396
	Less: Closing stock	7,76,33,924	11,67,09,167
		92,30,95,223	74,28,06,955
26	CHANGES IN INVENTORIES OF WORK-IN-PROCESS AND FINISHED GOODS		
	Inventories at the end of the year		
	Finished Goods	1,27,42,792	3,59,05,949
	Work-in- process	6,35,30,567	10,74,56,271
		7,62,73,359	14,33,62,220
	Inventories at the beginning of the year		
	Finished Goods	3,59,05,949	2,90,00,071
	Work-in- process	10,74,56,271	10,28,38,017
	Net (increase)/decrease	6,70,88,861	(1,15,24,132)
27	EMPLOYEE BENEFIT EXPENSE		
	Salaries and wages	11,18,94,234	9,98,26,094
	Contribution to provident and other funds	1,28,75,777	89,02,793
	Directors remuneration	3,44,40,200	3,20,37,300
	Staff welfare expenses	91,85,882	78,03,817
		16,83,96,093	14,85,70,004

Note	Particulars	Year ended 31 Mar 21	Year ended 31 Mar 20
28	FINANCE COSTS		
	Interest on borrowings	69,80,145	1,56,57,224
	Bank Charges	38,53,753	50,84,940
	Interest Expense	21,876	1,00,891
	Other borrowing costs	7,34,793	9,86,693
		1,15,90,567	2,18,29,748
29	OTHER EXPENSES		
	Manufacturing Expenses		
	Power and Fuel Expenses	3,43,87,427	3,37,28,198
	Stores and Spares	37,93,398	25,07,052
	Repairs and maintenance		
	Building	28,13,456	45,97,340
	Machinery	84,48,842	71,05,352
	Others	1,54,82,138	46,64,018
	Wages and labour charges	10,57,47,934	8,71,53,388
	Lab Expenses	20,18,059	18,87,286
	Water Charges	91,80,660	67,97,944
		18,18,71,915	14,84,40,578
	Administration ,Selling and Other Expenses		
	Rent	71,85,301	57,65,358
	Electricity charges	4,71,866	5,38,867
	Insurance	1,70,07,265	19,24,452
	Rates and taxes	67,41,642	50,38,554
	R&D Expenses	32,45,057	22,64,210
	Printing and stationery	21,76,664	18,05,784
	Selling Expenses	1,73,58,676	2,91,75,132
	Travelling and conveyance	1,23,68,323	87,13,716
	Professional & consultancy fees	80,99,618	1,09,87,659
	Remuneration to auditors		
	Statutory audit	1,50,000	1,50,000
	Tax audit	50,000	50,000
	Communication expenses	21,26,361	24,69,002
	Carriage Outward	8,03,08,649	3,65,33,842
	Membership and Subscription Charges	2,47,646	7,85,112
	Security Charges	20,99,101	17,97,208
	Other general Expenses	16,31,057	22,36,749
	CSR	43,52,127	26,70,806
		16,56,19,353	11,29,06,451
	Total	34,74,91,268	26,13,47,028

Note: Corporate Social Responsibility.

As per the provisions of section 135 of the companies act 2013 read with companies (CSR policy) Rules 2014, the company is required to spent atleast 2% of average net profit of the company for the last three financial years which works out to Rs 40.84 lakhs. The company has spent 43.52 lakhs for the FY 20-21

STANDLAONE NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

30. INCOME TAXES

Income tax expense/ (benefit) recognised in the statement of profit and loss

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Current tax expense	6,56,58,204	4,86,48,270
Deferred tax expense	1,51,05,094	16,23,165
Total income tax expense	8,07,63,298	5,02,71,435

Reconciliation of effective tax rate

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Profit before income tax	37,11,99,584	25,45,11,743
Tax rate	17.47%	29.12%
Expected tax expense	6,48,55,991	7,41,13,820
Adjustments:		
Deduction u/s 10AA(SEZ)-50% of profits	-	(8,62,20,716)
Expenses not deductible for tax purpose	-	47,51,687
Expenses deductible for tax purpose	-	(1,04,70,132)
Total	-	(9,19,39,161)
Profit after adjustments	37,11,99,584	16,25,72,583
Interest u/s 234C	8,02,213	13,07,134
Income tax expense	6,56,58,204	4,86,48,270
Effective tax rate	17.69%	19.11%

Deferred tax assets and 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:

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Deferred tax (assets)/liabilities:		
Property, plant and equipment	1,50,65,971	23,74,832
Current liabilities & provisions	(1,27,318)	(7,40,046)
Actruial gain	1,66,441	(11,621)
Net deferred tax liabilities	1,51,05,094	16,23,165

Movement in deferred tax assets and liabilities during the years ended 31st Mar 2021 and 31st Mar 2020

Particulars	As at 31st Mar 2020	Charge/(credit) to profit or loss	As at 31st Mar 2021
Deferred tax (assets)/liabilities:			
Property, plant and equipment	23,74,832	1,26,91,139	1,50,65,971
Current liabilities & provisions	(7,40,046)	6,12,728	(1,27,318)
Actruial gain	(11,621)	1,78,062	1,66,441
Net Deferred tax Liabilities	16,23,165	1,34,81,929	1,51,05,094

31.A Details of indian rupee term loans from banks as under:

Particulars	Terma Loan 1	Terma Loan 2	Terma Loan 3	Terma Loan 4
Bank Name	Kotak Mahindra bank	Kotak Mahindra bank	Kotak Mahindra bank	Kotak Mahindra bank
Outstanding as on 31.03.2021	-	-	7,07,139	2,22,33,128
Non Current:	-	-	-	1,77,04,042
Current:	-	-	7,07,139	45,29,086
Outstanding as on 31.03.2020	44,93,140	11,46,149	35,68,962	1,97,56,465
Non Current:	-	-	4,77,000	1,59,82,465
Current:	44,93,140	11,46,000	30,91,962	37,74,000
Sanction amount	1,65,00,000	42,00,000	74,00,000	2,46,38,620
No.of installments	22	22	31	60
Commencement of installments	31-Dec-18	31-Dec-18	31-Dec-18	25-Jun-20
Effective interest rate	As on 31.03.2020 MCLR of 8.00% plus spread 0.90%	As on 31.03.2020 MCLR of 8.00% plus spread 0.90%	As on 31.03.2021 MCLR of 4.50% plus spread 3.00% (March 31, 2020 :MCLR of 8.00% plus spread 0.90%)	As on 31.03.2021 MCLR of 4.50% plus spread 3.00% (March 31, 2020 :MCLR of 8.00% plus spread 0.90%)

31.B Details of indian rupee vehicle loans from banks as under:

Particulars	Vehicle Loan 1	Vehicle Loan 2	Vehicle Loan 3	Vehicle Loan 4	Vehicle Loan 5
Bank Name	ICCI Bank	Kotak Mahindra	Kotak Mahindra	Kotak Mahindra	Kotak Mahindra
Sanctioned amount	16,10,000	12,73,962	11,78,000	10,24,791	14,50,000
Outstanding as on 31.03.2021	6,36,256	5,68,581	3,52,611	7,33,914	9,55,960
Non Current:	2,78,525	2,16,960	1,711	3,43,914	3,23,323
Current:	3,57,731	3,51,621	3,50,900	3,90,000	6,32,637
Outstanding as on 31.03.2020	9,62,000	8,85,000	7,17,000	-	12,81,000
Non Current:	6,39,000	5,74,000	3,40,000	-	9,69,000
Current:	3,27,000	3,18,000	3,17,000	-	3,26,000
No.of installments	60	47	47	36	48
Commencement of installments	01-Jan-18	05-Dec-18	08-Jan-19	05-Jul-20	22-10-2019
Effective interest rate	8.40%	10.34%	10.34%	6.50%	9.50%

31.C Details of indian rupee working capital loans from banks are as under:

Particulars	Outstanding as on		Effective Interest Rate as on	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
Loans repayable on demand-Secured				
Kotak Mahindra Bank Cash CC	9,22,02,214	10,99,63,830	8.00%	9.05%
Kotak Mahindra Bank- Packing Credit	8,34,79,229	7,96,06,000	2.50%	4.64%
Kotak Mahindra Bank WCDL-1	-	-	-	-
Kotak Mahindra Bank WCDL-1	-	-	-	-
Foreign Bill Discounting - Kotak	59,36,583	2,78,92,000	2.50%	4.64%
Kotak Mahindra Bank- Buyers Credit	-	3,27,18,418	-	4.64%
Loans repayable on demand-Unsecured				
IVL Finance Ltd	-	8,27,796	-	16%

32 EMPLOYEE BENEFITS

a. Defined contribution plan

Employees contribution to provident fund and Employees state insurance are recognised as expenditure in statement of profit and loss account, as they are incurred. There are no other obligation other than the contribution payable to aforesaid respective Trust/ Government Authorities.

b. Defined benefit plan

i. Gratuity:

The Company has provided gratuity liability as per the actuarial valuation provided by actuarial valuer. The benefits are determined and carried out at each Balance Sheet date. The company is in the process of setting up gratuity trust as per IT act 1961.

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.

The disclosure for defined benefit plan (Gratuity) as per Ind AS 19 are given here under:

The following table sets out the amounts recognised in the financial statements in respect of retiring gratuity plan:

i. Changes in the present value of obligation

Particulars	As at 31st Mar 2021	As at 31st Mar 2020
Defined benefit obligation as at beginning of the year	58,39,870	45,02,625
Current service cost	9,68,158	8,82,714
Interest cost	3,97,111	3,44,451
Actuarial (gain)/loss	(5,71,571)	1,10,080
Benefits paid	-	-
Defined benefit obligation as at the end of the year	66,33,568	58,39,870

ii. Fair value of assets and obligations

Particulars	As at 31st Mar 2021	As at 31st Mar 2020
Fair value of plan assets as at the beginning of the year	-	-
OB difference	-	-
Investment income	-	-
Employer contribution	-	-
Expenses	-	-
Benefits paid	-	-
Return on plan assets	-	-
Fair value of plan assets as at the end of the year	-	-

iii. Fair value of assets and obligations

Particulars	As at 31st Mar 2021	As at 31st Mar 2020
Fair value of plan assets	-	-
Present value of obligation	66,33,568	58,39,870
Amount recognized in balance sheet	(66,33,568)	(58,39,870)

iv. Expenses recognised during the year

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
In income statement		
Interest cost/(income)	3,97,111	3,44,451
Current service cost	9,68,158	8,82,714
Expenses recognised in the income statement	13,65,269	12,27,165
In other comprehensive income (OCI)		
Actuarial (gain)/loss		
Experience Variance	(5,71,571)	1,10,080
Others	-	-
Return on plan assets	-	-
Net (income)/expense recognised in OCI	(5,71,571)	1,10,080

v. Actuarial assumptions

Particulars	As at 31st Mar 2021	As at 31st Mar 2020
Discount rate (per annum)	6.80%	6.80%
Salary growth rate (per annum)	5.00%	5.00%

vi. Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The result of sensitivity analysis is given below:

Particulars	As at 31st Mar 21		As at 31st Mar 20	
	Decrease	Increase	Decrease	Increase
Change in discounting rate	74,61,081	59,41,876	65,93,959	52,11,426
Change in rate of salary increase	55,12,975	80,24,875	48,08,950	71,25,079
Change in rate of attrition	57,71,989	73,95,752	50,73,060	65,49,462
Change in rate of mortality	66,14,021	66,53,040	58,21,897	58,57,785

33. EARNINGS PER SHARE

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Profit after tax attributable to equity shareholders	29,06,02,727	20,42,28,687
Weighted average number of equity shares for Basic EPS	76,82,500	76,82,500
Weighted average number of equity shares for Diluted EPS	76,82,500	76,82,500
Basic earnings per share	37.83	26.58
Diluted earnings per share	37.83	26.58

34. 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 managerial Personnel are considered.

a. List of the transacted related parties and description of relationship

Nature of Relationship	Name of the related party	Relationship
Wholly owned subsidiary	Sigachi US, Inc	Owned by company
Key management personnel	Mr.R.P Sinha	Executive chairman
	Mr.S. Chidambaranathan	Executive vice chairman
	Mr.Amit Raj Sinha	MD & CEO
	Mr.Vijay Bhavsar	Director
Relatives of KMP	Mr.C .Bhavani Shanmugam	Son of director
Entities controlled by KMP	RPS Projects & Developers Pvt.Ltd	

b. Transactions with Related parties

Nature of transaction	Name of the related party	Year ended 31st Mar 21	Year ended 31st Mar 20
Managerial remuneration	Mr.R.P Sinha	48,00,000	67,27,784
	Mr.S.Chidambaranathan	48,00,000	63,19,705
	Mr.Amit Raj Sinha	60,00,000	71,94,896
	Mr.Vijay Bhavsar	12,00,000	12,00,000
Salary	Mr. C. Bhavani Shanmugam	22,64,100	22,64,100
Rent	Mr.Amit Raj Sinha	14,96,083	13,16,880
Sales	Sigachi US, Inc	25,99,55,960	11,40,80,052

c. Balances as at 31st Mar 2021

Nature of transaction	Name of the related party	As at 31st Mar 2021	As at 31st Mar 2020
Managerial remuneration	R.P Sinha	18,25,000	23,26,796
	S.Chidambaranathan	-	1,83,605
	Amit Raj Sinha	-	1,13,652
	Vijay Bhavsar	85,000	81,774
Salary payable	C. Bhavani Shanmugam	-	66,389
Rent payable	Amit Raj Sinha	-	2,26,120
Sales receipts	Sigachi US, Inc	8,65,24,038	3,71,61,404

34.A 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(Except wholly owned subsidiary company in which one of the director is a director as stated above). Maximum amount outstanding from the above - **8,65,24,038/-**.

35. Contingent Liabilities, Claims, Commitments (to the extent not provided for) and Other Disputes

a. Claims against the company:

Service Tax: During the year ended 31 March 2020, the Company received a demand notice from commissioner of central tax (Service tax) for the period August 2014 to June 2017 demanding service tax of Rs. 5,59,20,813/- (including penalty of Rs.2,50,47,324/-). The Company believes that the claim is untenable and, accordingly, has filed appeals with the Appellate Tribunal regional bench Hyderabad against the aforesaid notice which is in progress and pending disposal.

b. Bank Guarantees:

The Bank Guarantees as at 31st March 2021 are Rs. 83,49,313/- and as at 31st March 2020 are Rs.57,21,914/-.

36. 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. Since, the Company is mainly pursuing only one activity i.e. manufacturing and selling of MCC, reporting of segment revenue and results does not arise.

37. MSME :

Disclosure in respect of principal and interest pertaining to the Micro, Small and Medium Enterprises Dev. Act 2006 based on available details is as under:

Particulars	Amount in Rs
Principal amount due as on 31.03.2021	-
Interest on above and unpaid interest	-
Interest paid	-
Payment made beyond the appointed date	-
Interest due and payable for the period of delay	-
Interest accrued and remaining unpaid at the year end	-
Amount of further interest due and payable in succeeding Year	-

37.A: The Company has no amount due to suppliers under the Micro, Small, and Medium enterprises Development act, 2006, as at 31st March, 2021.

38. Financial Instruments valuation

All financial instruments are initially measured at cost and subsequently measured at fair value.

The carrying value and fair value of financial instruments by categories as of 31st Mar 21 are as follows

Particulars	Carrying value	Level of input used in			Fair value
		Level 1	Level 2	Level 3	
Financial assets					
At Amortised cost					
Investments*	-	-	-	-	-
Trade receivables	42,05,43,546	-	-	-	42,05,43,546
Cash and cash equivalents	15,64,69,834	-	-	-	15,64,69,834
Other bank balances	2,11,71,562	-	-	-	2,11,71,562
Other financial assets	9,99,70,994	-	-	-	9,99,70,994
Financial liabilities					
At Amortised cost					
Borrowings	20,05,08,377	-	-	20,04,86,501	20,04,86,501
Trade payables	7,95,03,139	-	-	-	7,95,03,139
Other financial liabilities	73,19,114	-	-	-	73,19,114

The carrying value and fair value of financial instruments by categories as of 31st Mar 20 are as follows

Particulars	Carrying value	Level of input used in			Fair value
		Level 1	Level 2	Level 3	
Financial assets					
At Amortised cost					
Investments*	-	-	-	-	-
Trade receivables	30,04,81,803	-	-	-	30,04,81,803
Cash and cash equivalents	8,27,79,092	-	-	-	8,27,79,092
Other bank balances	1,83,36,884	-	-	-	1,83,36,884
Other financial assets	4,62,67,400	-	-	-	4,62,67,400
Financial liabilities					
At Amortised cost					
Borrowings	27,02,07,688	-	-	27,01,06,797	27,01,06,797
Trade payables	7,36,37,985	-	-	-	7,36,37,985
Other financial liabilities	1,43,60,659	-	-	-	1,43,60,659

* excludes Financial assets measured at cost

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

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.

39. CAPITAL MANAGEMENT

The company manages its capital to ensure that it will be able to continue as going concern while creating value for share holders by facilitating the meeting of long term and short term goals of the Company.

The company determines the amount of capital required on the basis of annual business plan coupled long term and short term strategic investment and expansion plans.

The company monitors the capital by using net debt equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

Particulars	March 31,2021	March 31,2020
Non current borrowings	1,88,68,475	1,90,98,903
Current borrowings	18,89,37,139	26,53,68,553
Total debts	20,78,05,615	28,44,67,456
Less: Cash and cash equivalents	15,64,69,834	8,27,79,092
Other bank balances	2,11,71,562	1,83,36,884
Adjusted net debts	3,01,64,218	18,33,51,480
Equity	7,68,25,000	7,68,25,000
Other equity	87,21,11,016	58,87,85,658
Total equity	94,89,36,016	66,56,10,658
Adjusted net debt to equity ratio	0.03	0.28

40. Financial Risk Management

In course of its business, the company is exposed to certain financial risk such as market risk , credit risk and liquidity risk that could have significant influence on the company's business and operational/financial performance. The Board of directors and the Audit Committee reviews and approves risk management framework and policies for managing these risks and monitor suitable mitigating actions taken by the management to minimize potential adverse effects and achieve greater predictability to earnings.

a. Credit risk

Credit Risk refers to the risk that counter party will default on its contractual obligations resulting in financial loss to the company. The Company has a prudent and conservative process for managing its credit risk raising in the course of its business activities. Credit risk is managed through continuously monitoring the creditworthiness of customers and obtaining sufficient collateral, where appropriate, a means of mitigating the risk of financial loss from defaults.

The company makes an allowance for doubtful debts/advances using expected credit loss model.

b. Liquidity risk

Liquidity Risk refers to 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.

Ultimate responsibility for liquidity risk management rests with the board of directors , which has established an appropriate liquidity risk management framework for the management of the company's short term , medium term and long term funding and liquidity management requirements.

The company manages liquidity risk by maintaining adequate reserves ,banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The company has obtained fund and non fund based working capital loans from bank .The borrowed funds are generally applied for company's own operational activities.

The table below provides details regarding the contractual maturities of significant financial liabilities.

Particulars	Up to 1 Year	1 to 3 years	3 to 5 years
31-Mar-21			
Non current borrowings	73,19,114	1,35,88,645	52,79,830
Current borrowings	18,16,18,025	-	-
Trade payables	7,95,03,139	-	-
Other payables	4,32,47,417	-	-
	31,16,87,696	1,35,88,645	52,79,830
31-Mar-20			
Non current borrowings	1,43,60,659	1,63,53,099	27,45,804
Current borrowings	25,10,07,894	-	-
Trade payables	7,36,37,985	-	-
Other payables	3,26,21,924	-	-
	37,16,28,462	1,63,53,099	27,45,804

c. Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices such as commodity prices, foreign currency exchange rates and other market changes.

d. Exchange rate risk

The company foreign exchange arised from its foreign operations, foreign currency revenues and expenses, (Primarily in US Dollars).Consequently, the company is exposed to foreign exchange risk through its sales and purchases to/from overseas customers/suppliers in various foregin currencies.

The foreign currency exposures were as follows:

Particulars	March 31,2021	March 31,2020
	USD	USD
Assets		
Cash and bank balances in USD	3,231	9,240
Trade receivables	37,15,678	17,61,700
Other assets	-	-
Total	37,18,909	17,70,940
Liabilities		
Trade payables	4,56,977	6,72,341
Other liabilities	-	-
Total	4,56,977	6,72,341
Net Exposure	32,61,932	10,98,599

Sensitivity analysis

A reasonably possible Strenthing/(Weaking) of the Indian Rupee against US dollars at March 31 would have effected the measurement of financial statements denominatted in US dollars and effected equity and profit or loss by the amounts shown below.This analysis assumes that all other variables ,in particular interest rates,remain constant and ignores any impact of forecast sales and purchases.

31-Mar-21

Effect in INR	Profit or loss		Equity net of tax	
	Strengthening	Weakening	Strengthening	Weakening
1% movement USD	32,619	(32,619)	-	-
	32,619	(32,619)	-	-

31-Mar-20

Effect in INR	Profit or loss		Equity net of tax	
	Strengthening	Weakening	Strengthening	Weakening
1% movement USD	10,986	(10,986)	-	-
	10,986	(10,986)	-	-

e. Interest rate risk

Interest rate ris can be either fair value interest rate risk or cash flow interest rate risk.Fair value interest rate risk is the risk changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. The company's exposure to the risk of changes in the market interest rate relates primarily to the company's long term debt obligations with floating interest rates. the company'sinterest rate exposure is mainly related to variable interest rates debt obligations.the company manages the liquidity and fund requirements for its day to day operations like working capital,suppliers /buyers credit.

The Interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the company is as follows:

Particulars	March 31,2021	March 31,2020
Floating rate instruments		
Financial liabilities		
Term loans from banks	2,29,40,267	2,89,64,715
Working capital facilities from bank	18,16,18,025	25,10,07,894
Total	20,45,58,292	27,99,72,609

Cash flow sensitivity analysis for variable -rate instruments

The risk estimates provided assume a change of 25 basis points interest rate for the interest rate benchmark as applicable to the borrowing summarised above. This calculation assumes that the change occurs at the balance sheet date and has been calculated on risk exposures outstanding as at that date assuming that all other variables, in particular foreign currency exchange rates, remain constant. The period end balances are not necessarily representative of the average debt outstanding during the period.

Cash flow sensitivity (net)	Profit or loss	
	25 bp increase	25 bp decrease
31-Mar-21		
Variable rate loan instruments	5,11,396	(5,11,396)
31-Mar-20		
Variable rate loan instruments	6,99,932	(6,99,932)

41. Estimation uncertainty relating to the global health pandemic on COVID-19

The Covid-19 continues to spread across the globe and India, which has contributed to a significant decline and volatility in global and Indian Financial Markets and a decrease in the economic activities. Given the virulent nature of the pandemic situation, the carrying value of the company's receivables as at 31st March, 2021, have been effected by the severity and duration of the outbreak and resulted in credit loss; however the Company believes that it has taken into account all the possible impact of known events arising out of Covid-19 pandemic in the preparation of financial results resulting out of fair valuation of these receivables. However, the impact assessment of Covid-19 is a continuing process given its nature and duration. The Company will continue to monitor for any material changes in this regard.

42. Confirmation of balances

Confirmation of balances from certain parties for amounts due to them or due from them is yet to be received confirmation letters were received from some of the parties. No material discrepancies are observed.

Previous year's figures have been regrouped/reclassified/recasted wherever necessary to confirm to the current year's presentation.

As per our report of even date attached

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

Sd/-
Y.P Rao
Partner
Membership No. 025266

Place: Hyderabad
Date: 08.07.2021

For and on Behalf of the Board of Directors

Sd/-
Rabindra Prasad Sinha
Executive Chairman

Sd/-
Amit Raj Sinha
Managing Director and CEO

Sd/-
Shreya Mitra
Company Secretary

Sd/-
S Chidambaranathan
Executive Vice Chairman

Sd/-
O.Subbarami Reddy
Chief Financial Officer

TO THE MEMBERS OF SIGACHI INDUSTRIES LIMITED

Report on the Audit of the Consolidated Financial Statements**Opinion**

We have audited the accompanying consolidated financial statements of Sigachi Industries Limited ('the Company'), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the management on separate Financial Statements and on the other financial information of the subsidiary the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended ('Ind AS') and other accounting principles generally accepted in India, of the Consolidated state of affairs of the Group as at March 31, 2021, the Consolidated profit, Consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sl.no	Key Audit Matter	Auditor's Response
1	<p>Capitalisation and useful life of property, plant and equipment.</p> <p>During the year ended March 31, 2021, the Company has incurred capital expenditure on various projects included in capital work in progress and intangible assets under development. Further, items of property, plant and equipment that are ready for its intended use as determined by the management have been capitalised in the current year. Judgement is involved to determine that the aforesaid capitalisation meet the recognition requirement under Ind AS specifically in relation to determination of whether the criteria for intended use of the management has been met. Further, the Company has assessed the useful life of its plant and machinery which were capitalized as prescribed in the schedule II of the companies act 2013.. Assessment of useful life of plant and machinery involves management judgement, technical assessment, consideration of historical experiences, anticipated technological changes, etc. Accordingly, the above has been determined as a key audit matter</p>	<p>Principal Audit Procedures</p> <p>Our audit procedures included and were not limited to the following: Examined the management assessment of the assumptions considered in estimation of useful life. Examined the useful economic lives with reference to the Company's historical experience and technical evaluation by third party specialist appointed by management. Assessed the objectivity and competence of the Company's external specialists involved in the process. Assessed the nature of the additions made to property, plant and equipment, intangible assets, capital work-in-progress and intangible asset under development on a test check basis to test whether they meet the recognition criteria as set out Ind AS 16 – Property, Plant and Equipment, including intended use of management.</p>

Information Other than the consolidated financial statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so,

consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the consolidated financial statements

The Holding Company's Board of Directors is responsible for the presentation and preparation of these Consolidated Financial Statements in terms of the requirement of the Act that give a true and fair view of the Consolidated financial position, Consolidated financial performance, total comprehensive

income, changes in equity and cash flows of the Group in accordance with the Accounting principles generally accepted in India including the Ind AS specified under the section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, respect Board of directors of the companies included in the group is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs

will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also :Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(I) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of the accounting policies used and reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion.

Our conclusions are based on the audit evidence obtained up to the date of our auditor's Report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Holding company and its Subsidiary of which we are the independent auditors and whose financial information we have audited, to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated statements of which we are the Independent Auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

OTHER MATTERS

We didn't audit the financial statements / financial information of wholly owned subsidiary(incorporated in USA), whose financial statements / financial information reflects total assets of Rs.9,90,51,871/- as at 31st March , 2021 and total profit of Rs.1,86,13,384/- for the year ended on that date, as considered in consolidated financial statements. The consolidated financial statements also include the Subsidiary share of net profit of Rs.1,86,13,384/- for the year ended 31st March, 2021 as considered in the consolidated financial statements.

These financial statements / financial information of foresaid subsidiary company are unaudited and certified by the management as the financial year of the Subsidiary company is different from the Holding company (Financial Year of the Subsidiary company is from 1st January to 31st December) whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary company, and our report in terms of sub-sections (3) and (11) of section 143 of the Act, in so far as it relates to the foresaid subsidiary, is based solely on the reports and certification by the Management. In our opinion and according to our information and explanations given to us by the management, this financial statements and other financial information are not material to the Group.

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

Report on Other Legal and Regulatory Requirements

1. The Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143 (11) of the Act, is exempted to furnish in respect of consolidated financial statements. Hence the statement is not given.

2. As required by Section 143(3) of the Act, based on our audit 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 consolidated Balance Sheet, the Statement of consolidated Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of consolidated Cash Flow dealt with by this Report are in agreement with the relevant books of account.

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

e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure-A'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial.

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

- i. The Holding Company has disclosed the impact of pending litigations on its financial position in its consolidated financial statements.

- ii. The Holding Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii. There are no amount to be transferred to Investor Education and Protection Fund by the Holding Company.

4. With respect to the matters to be included in the Auditor's Report in accordance with the requirements of amendments to section 197(16) of the Act: In our opinion and to the

best of our information and according to the explanations given to us, the remuneration paid by the Holding Company and its subsidiary to their directors during the year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act.

For T Adinaryana & Co.
Chartered Accountants
(Firm's Registration No.000041S)

Place: Hyderabad
Date: 08.07.2021

Sd/-
Y Pulla Rao, FCA
Partner
(Membership No. 025266)
UDIN: 21025266AAAADL3322.

Annexure-A to the Independent Auditor's Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Sigachi Industries Limited of even date)

Report on the Internal Financial Controls Over Financial Reporting under Para (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 Industries Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Holding Company 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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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 consolidated 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 consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the consolidated financial statements.

Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Holding Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For T Adinaryana & Co.
Chartered Accountants
(Firm's Registration No.000041S)

Place: Hyderabad
Date: 08.07.2021

Sd/-
Y Pulla Rao, FCA
Partner
(Membership No. 025266)
UDIN: 21025266AAAADL3322.

Consolidated Balance Sheet as at 31st March, 2021

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Note	As at 31st Mar 21	As at 31st Mar 20
ASSETS			
Non-current assets			
Property, plant and equipment	3	37,63,31,598	31,22,93,423
Capital work-in-progress	4	3,74,00,252	3,13,25,978
Other Intangible assets	3	32,67,496	36,50,721
Financial assets			
Investments	5	15,00,000	-
Other financial assets	6	1,78,04,581	1,34,53,777
Other non-current assets	7	2,65,02,718	1,00,03,844
Total non-current assets		46,28,06,644	37,07,27,743
Current assets			
Inventories	8	21,19,78,617	27,92,41,555
Financial assets			
Trade receivables	9	35,75,72,266	27,60,23,140
Cash and cash equivalents	10	15,89,92,836	8,75,61,086
Other bank balances	11	2,11,71,562	1,83,36,884
Other financial assets	12	9,99,70,994	4,63,16,739
Other current assets	13	2,15,80,411	1,32,32,220
Total current assets		87,12,66,686	72,07,11,624
TOTAL ASSETS		1,33,40,73,330	1,09,14,39,367
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14	7,68,25,000	7,68,25,000
Other equity	14.A	86,51,69,165	56,90,26,936
Total Equity		94,19,94,165	64,58,51,936
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	15	1,88,68,475	1,90,98,903
Provisions	16	78,05,590	70,64,700
Deferred tax liabilities (net)	17	4,36,12,140	2,85,07,046
Total non-current liabilities		7,02,86,205	5,46,70,649
Current liabilities			
Financial liabilities			
Borrowings	18	18,30,82,098	27,03,34,420
Trade payables			
i) Total outstanding dues of micro and small enterprises	19	-	-
ii) Total outstanding dues of creditors other than micro and small enterprises		7,95,16,331	7,23,14,016
Other financial liabilities	20	73,19,114	1,43,60,659
Other current liabilities	21	4,33,98,488	3,26,21,928
Provisions	22	84,76,928	12,85,760
Total current liabilities		32,17,92,960	39,09,16,782
TOTAL EQUITY AND LIABILITIES		1,33,40,73,330	1,09,14,39,367
See accompanying notes to the financial statements	1to41		

As per our report of even date attached

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

**Sd/-
Y.P Rao
Partner
Membership No. 025266
Place: Hyderabad
Date: 08.07.2021**

For and on Behalf of the Board of Directors

**Sd/-
Rabindra Prasad Sinha
Executive Chairman**

**Sd/-
S Chidambaranathan
Executive Vice Chairman**

**Sd/-
Amit Raj Sinha
Managing Director & CEO**

**Sd/-
O.Subbarami Reddy
Chief Financial Officer**

**Sd/-
Shreya Mitra
Company Secretary**

Consolidated Statement of Profit and Loss for the year ended 31st March, 2021

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Note	Year ended 31st Mar 21	Year ended 31st Mar 20
Revenue from operations	23	1,92,75,57,545	1,39,06,26,305
Other income	24	3,25,47,552	4,88,63,544
Total income		1,96,01,05,097	1,43,94,89,849
Expenses			
Cost of materials consumed	25	97,91,13,868	74,03,25,591
Changes in inventories of finished goods, work in progress and stock in trade	26	2,81,87,695	(1,94,37,538)
Employee benefit expenses	27	17,37,52,189	14,91,35,386
Finance costs	28	1,24,97,334	2,34,46,737
Depreciation and amortization expense	3	2,31,09,420	1,95,70,415
Other expenses	29	35,86,07,249	27,30,10,711
Total expenses		1,57,52,67,756	1,18,60,51,303
Profit/(loss) before tax		38,48,37,341	25,34,38,546
Tax expense			
(i) Current tax	30	6,72,95,775	4,86,48,270
(ii) Deferred tax	30	1,49,38,653	16,34,786
Profit/(loss) for the period		30,26,02,913	20,31,55,490
Other comprehensive income			
A.			
i) Items that will not be reclassified to profit and loss	32	5,71,571	(39,907)
ii) Income tax relating to items that will not be reclassified to profit or loss	32	(1,66,441)	11,621
B.			
i) Items that will be reclassified to profit and loss		8,16,685	(20,60,503)
ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Total other comprehensive income		12,21,815	(20,88,789)
Total Comprehensive income for the period (Comprising profit(Loss) and other comprehensive Income for the period)		30,38,24,728	20,10,66,701
Earnings per equity share			
1) Basic	33	39.39	26.44
1) Diluted	33	39.39	26.44
See accompanying notes to the financial statements	1to41		

As per our report of even date attached

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

Sd/-
Y.P Rao
Partner
Membership No. 025266
Place: Hyderabad
Date: 08.07.2021

For and on Behalf of the Board of Directors

Sd/-
Rabindra Prasad Sinha
Executive Chairman

Sd/-
Amit Raj Sinha
Managing Director and CEO

Sd/-
Shreya Mitra
Company Secretary

Sd/-
S Chidambaranathan
Executive Vice Chairman

Sd/-
O.Subbarami Reddy
Chief Financial Officer

Consolidated Statement of Profit and Loss for the year ended 31st March, 2021

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Equity share capital	Reserves & surplus					Profit and loss	Other comprehensive income	Total other equity
		Securities premium	General reserve	A.P state subsidy	Amalgamation reserve	Capital Reserve			
Balance as at 1st April 19	3,07,30,000	1,64,53,515	2,35,78,731	4,37,053	3,90,56,600	1,800	33,89,33,123	(3,63,781)	41,80,97,040
<u>Current year :</u>									
Profit/(Loss)		-	-	-	-	-	20,31,55,490		20,31,55,490
Bonus issue	4,60,95,000	-	-	-	-	-	-		-
Foreign currency translation reserve								(20,60,503)	(20,60,503)
<u>Appropriations</u>									
Bonus issue						-	(4,60,95,000)		(4,60,95,000)
General Reserve		-	51,05,717	-	-	-	(51,05,717)	-	-
Dividend paid		-	-	-	-	-	(30,73,000)	-	(30,73,000)
Dividend distribution tax paid		-	-	-	-	-	(5,31,752)	-	(5,31,752)
Plant and Machinery		-	-	(4,37,053)	-	-	-	-	(4,37,053)
Other comprehensive Income for the year		-	-	-	-	-	-	(28,286)	(28,286)
Balance as at 31st Mar 20	7,68,25,000	1,64,53,515	2,86,84,448	-	3,90,56,600	1,800	48,72,83,144	(24,52,570)	56,90,26,936
Balance as at 1st April 20	7,68,25,000	1,64,53,515	2,86,84,448	-	3,90,56,600	1,800	48,72,83,144	(24,52,570)	56,90,26,936
<u>Current year :</u>									
Profit/(Loss)		-	-	-	-	-	30,26,02,913	-	30,26,02,913
Foreign currency translation reserve						-	-	8,16,685	8,16,685
<u>Appropriations</u>									
General Reserve		-	75,65,073	-	-	-	(75,65,073)	-	-
Dividend paid		-	-	-	-	-	(76,82,499)	-	(76,82,499)
Other comprehensive Income for the year		-	-	-	-	-	-	4,05,130	4,05,130
Balance as at 31st Mar 21	7,68,25,000	1,64,53,515	3,62,49,520	-	3,90,56,600	1,800	77,46,38,485	(12,30,756)	86,51,69,165

As per our report of even date attached

For T .Adinarayana & Co,

Chartered Accountants

Firm Regn No. 000041S

Sd/-

Y.P Rao

Partner

Membership No. 025266

Place: Hyderabad

Date: 08.07.2021

For and on Behalf of the Board of Directors

Sd/-

Rabindra Prasad sinha

Executive Chairman

Sd/-

S Chidambaranathan

Executive Vice Chairman

Sd/-

Amit Raj Sinha

Managing Director and CEO

Sd/-

O.Subbarami Reddy

Chief Financial Officer

Sd/-

Shreya Mitra

Company Secretary

Consolidated Statement of Profit and Loss for the year ended 31st March, 2021

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Cash flows from operating activities		
Profit/(loss) before tax	38,48,37,341	25,34,38,546
Adjustments to reconcile net loss to net cash provided by operating		
Depreciation and amortisation	2,31,09,420	1,95,70,415
Scrap sales	(8,73,914)	(6,720)
Forex difference	8,16,685	(20,60,503)
Gratuity and compensated absence	5,71,571	(39,907)
Finance costs	1,24,97,334	2,34,46,737
Interest income	(8,65,033)	(6,71,360)
Changes in current assets and current liabilities		
Inventories	6,72,62,938	(5,36,23,711)
Trade receivables	(8,15,49,126)	(2,89,76,197)
Trade payables	72,02,315	(1,61,26,655)
Other assets	(6,20,02,446)	3,92,65,024
Other liabilities	1,09,26,184	(6,41,87,952)
Cash generated from operations	36,19,33,269	17,00,27,717
Income taxes paid	(6,72,95,775)	(4,86,48,270)
Cash flow from non operating activities -Scrap sale	8,73,914	6,720
Net cash flow from operating activities (A)	29,55,11,408	12,13,86,166
Cash flows from investing activities		
Purchase of property, plant and equipment	(9,28,38,644)	(5,92,58,636)
Interest income	8,65,033	6,71,360
Investments	(15,00,000)	-
Other assets	(2,08,49,677)	(96,53,671)
Net cash flow used in investing activities (B)	(11,43,23,288)	(6,82,40,947)
Cash flow from financing activities		
Proceeds/(Repayment) of long-term borrowings (net)	(2,30,427)	67,58,612
Proceeds/(Repayment) of short-term borrowings (net)	(8,72,52,321)	5,00,77,234
Finance costs	(1,24,97,334)	(2,34,46,737)
Dividend and DDT	(76,82,499)	(36,04,752)
Other liabilities	7,40,890	16,44,777
Net cash flow (used in)/from financing activities (C)	(10,69,21,692)	3,14,29,135
Net increase in cash and cash equivalents (A+B+C)	7,42,66,428	8,45,74,354
Cash and cash equivalents at the beginning of the year	10,58,97,970	2,13,23,615
Cash and cash equivalents at the end of the year	18,01,64,398	10,58,97,970

As per our report of even date attached

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

Sd/-
Y.P Rao
Partner
Membership No. 025266
Place: Hyderabad
Date: 08.07.2021

For and on Behalf of the Board of Directors

Sd/-
Rabindra Prasad sinha
Executive Chairman

Sd/-
Amit Raj Sinha
Managing Director and CEO

Sd/-
Shreya Mitra
Company Secretary

Sd/-
S Chidambaranathan
Executive Vice Chairman

Sd/-
O.Subbarami Reddy
Chief Financial Officer

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

Sigachi Industries Limited (The Parent Company) together with its subsidiary is a leading manufacturer of high quality and consistent Microcrystalline Cellulose Powder. The Company headquartered and having its registered office at 229/1&90, Kalyan's Tulsiram Chambers, Madinaguda, Hyderabad-500049, Telangana. It is incorporated under Companies Act as public limited company and is limited by shares. It has got three production facilities spread across India. The principal accounting policies applied in the preparation of the financial statements are set out below.

2. Basis of Preparation and Presentation of Consolidated Financial Statements

The consolidated financial statements of Sigachi Industries Limited ("the Company") for the year ended 31st March, 2021 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.

a) Basis of consolidation:

Subsidiaries: Subsidiaries are all entities (including special purpose entities) that are controlled by the Company. Control exists when the Company is exposed to, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through power over the entity. In assessing control, potential voting rights are considered only if the rights are substantive. The financial statements of subsidiaries are included in these consolidated financial statements from the date that control commences until the date that control ceases. Non-controlling interests ("NCI") in the results and equity of subsidiaries are shown separately in the consolidated statement of profit or loss, statement of comprehensive income, statement of changes in equity and balance sheet respectively. The financial statements of the company and its subsidiary are combined on a line by line basis by adding the book values of like items of assets, liabilities, income and expenses after fully eliminating intra group balances and intra group transactions resulting in unrealized profit or losses, except where cost cannot be recovered. For the purpose of preparing these consolidated financial statements, the accounting policies of subsidiaries have been changed where necessary to align them with the policies adopted by the Company.

b) Foreign Currency:

i. Foreign currency transactions: Transactions in foreign currencies are translated to the respective functional currencies of entities within the Company at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at that date. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements are recognised in the consolidated statement of profit and loss in the period in which they arise.

ii. Foreign Operations: Foreign exchange gains and losses arising from a monetary item receivable from a foreign operation, the settlement of which is neither planned nor likely in the foreseeable future, are considered to form part of the net investment in the foreign operation and are recognised in OCI and presented within equity as a part of foreign currency translation reserve ("FCTR"). In case of foreign operations whose functional currency is different from the parent company's functional currency, the assets and liabilities of such foreign operations, including goodwill and fair value adjustments arising upon acquisition, are translated to the reporting currency at exchange rates at the reporting date. The income and expenses of such foreign operations are translated to the reporting currency at the monthly average exchange rates prevailing during the year. Resulting foreign currency differences are recognised in OCI and presented within equity as part of FCTR. When a foreign operation is disposed of, in part or in full, such that control, significant influence or joint control is lost, the relevant amount in the FCTR is transferred to the consolidated statement of profit and loss.

2.1 Other significant accounting policies:

These are set out under 'Significant Accounting Policies' as given in the Company's standalone financial statements.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note 3 : PROPERTY, PLANT AND EQUIPMENT

Particulars	Property , plant and equipment								Other intangible	
	Freehold land	Buildings	Plant and equipment	Furniture and fixtures	Office equipment	Vehicles	Lab equipments	Total	Software	Total
Gross carrying value										
Closing gross carrying value as at 31st March,2019	2,34,64,234	10,73,27,448	20,98,32,292	51,63,502	54,98,767	1,34,66,182	13,86,492	36,61,38,917	40,33,946	40,33,946
Additions	92,940	64,54,499	3,26,14,794	16,44,052	64,54,865	31,51,944	-	5,04,13,094	-	-
Deductions /adjustments	-	-	-	-	10,850	30,000	-	40,850	-	-
Closing gross carrying value as at 31st March,2020	2,35,57,174	11,37,81,947	24,24,47,086	68,07,554	1,19,42,782	1,65,88,126	13,86,492	41,65,11,161	40,33,946	40,33,946
Accumulated Depreciation										
Opening accumulated depreciation	-	1,95,17,715	5,36,86,939	28,48,070	32,41,604	44,09,888	13,67,182	8,50,71,398	-	-
Depreciation charged during the year	-	36,75,102	1,11,50,184	5,21,334	15,09,558	23,16,994	14,018	1,91,87,190	3,83,225	3,83,225
Disposal/adjustments	-	-	-	-	10,850	30,000	-	40,850	-	-
Closing accumulated depreciation	-	2,31,92,817	6,48,37,123	33,69,404	47,40,312	66,96,882	13,81,200	10,42,17,738	3,83,225	3,83,225
Net carrying amount as at 31.03.2020	2,35,57,174	9,05,89,130	17,76,09,963	34,38,150	72,02,470	98,91,244	5,292	31,22,93,423	36,50,721	36,50,721
Gross carrying value										
Closing gross carrying value as at 31st March,2020	2,35,57,174	11,37,81,947	24,24,47,086	68,07,554	1,19,42,782	1,65,88,126	13,86,492	41,65,11,161	40,33,946	40,33,946
Additions	63,34,394	36,43,562	6,96,61,575	16,14,060	12,73,536	31,56,100	10,81,143	8,67,64,370	-	-
Deductions /adjustments	-	-	-	-	-	-	-	-	-	-
Closing gross carrying value as at 31st March,2021	2,98,91,568	11,74,25,509	31,21,08,661	84,21,614	1,32,16,318	1,97,44,226	24,67,635	50,32,75,531	40,33,946	40,33,946
Accumulated Depreciation										
Opening accumulated depreciation	-	2,31,92,817	6,48,37,123	33,69,404	47,40,312	66,96,882	13,81,200	10,42,17,738	3,83,225	3,83,225
Depreciation charged during the year	-	37,49,206	1,30,38,690	6,63,646	20,15,680	29,02,508	3,56,465	2,27,26,195	3,83,225	3,83,225
Disposal/adjustments	-	-	-	-	-	-	-	-	-	-
Closing accumulated depreciation	-	2,69,42,023	7,78,75,813	40,33,050	67,55,992	95,99,390	17,37,665	12,69,43,933	7,66,450	7,66,450
Net carrying amount as at 31.03.2021	2,98,91,568	9,04,83,486	23,42,32,848	43,88,564	64,60,326	1,01,44,836	7,29,970	37,63,31,598	32,67,496	32,67,496

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

4	Capital Work-in-Progress	
	Paticulars	Amount in Rs
	Balance as at April 01,2019	2,28,60,826
	Additions	87,74,177
	Deductions /adjustments	3,09,025
	Balance as at March 31,2020	3,13,25,978
	Balance as at April 01,2020	3,13,25,978
	Additions	2,72,74,274
	Deductions /adjustments	2,12,00,000
	Balance as at March 31,2021	3,74,00,252

Note	Particulars	As at 31st Mar 21	As at 31st Mar 20
	<u>NON-CURRENT ASSETS</u>		
5	NON-CURRENT INVESTMENTS		
	Investments in other companies in equity instruments at cost.		
	Unquoted equity shares (fully paid up)		
	In 100% subsidiary - Sigachi US INC		
	Equity shares of 20,000 @ US \$ 64.95 each	-	-
	Investments in Pasha Mailaram Common Infrastructure Pvt Ltd	15,00,000	-
		15,00,000	-
6	OTHER NON-CURRENT FINANCIAL ASSETS		
	Unsecured and considered good		
	Security deposits	26,97,822	27,600
	Electricity deposits	89,46,116	87,42,970
	Rental deposits	15,66,211	11,86,976
	Other deposits	45,94,431	34,96,231
		1,78,04,581	1,34,53,777
7	OTHER NON CURRENT ASSETS		
	Capital Advances	2,65,02,718	1,00,03,844
		2,65,02,718	1,00,03,844
	<u>CURRENT ASSETS</u>		
8	INVENTORIES		
	Raw material	6,89,99,839	10,66,59,289
	Packing material	38,31,190	35,64,726
	Consumables	19,18,242	17,76,116
	Coal and furnance oil	28,84,654	47,09,036
	Finished goods	7,08,14,126	5,50,76,117
		14,84,48,050	17,17,85,284
	Work-in-process	6,35,30,567	10,74,56,271
		21,19,78,617	27,92,41,555

Note	Particulars	As at 31st Mar 21	As at 31st Mar 20
9	TRADE RECEIVABLES		
	Receivable from others:		
	Unsecured, Considered good unless otherwise stated		
	Outstanding for a period exceeding six months from the date they become due for payment		
	Considered good -Un secured	62,67,859	1,90,02,745
	Debts due for less than six months		
	Considered good-Un secured	35,13,04,407	25,70,20,395
	Considered doubtful-Un secured	21,20,444	27,86,098
	Less: Expected credit loss allowance	(21,20,444)	(27,86,098)
	Total Receivables	35,75,72,266	27,60,23,140

The company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on provisional matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward looking information. The expected credit loss allowance is based on ageing of the days of receivables.

10	CASH AND CASH EQUIVALENTS		
	Balances with banks		
	In Current accounts	15,81,48,945	8,75,45,957
	In Deposit account(margin money with banks, the maturity of the period of which is less than 3 months)	-	-
	Cash on hand	8,43,891	15,129
		15,89,92,836	8,75,61,086
11	BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS		
	Deposits with original maturity of more than 3 months	2,11,71,562	1,83,36,884
		2,11,71,562	1,83,36,884
12	OTHER FINANCIAL ASSETS		
	Interest accrued but not due-fixed Deposits	1,07,292	4,89,056
	Advances to Suppliers	4,67,74,356	1,41,52,429
	Advances to staff	14,78,648	10,94,824
	Export Incentive receivable	5,16,10,698	3,05,80,430
		9,99,70,994	4,63,16,739
13	OTHER CURRENT ASSETS		
	Unsecured and considered good		
	Balances with statutory/government authorities	19,81,975	19,81,975
	Prepaid expenses	1,27,25,629	22,57,618
	Unbilled revenue	68,72,807	89,92,628
		2,15,80,411	1,32,32,220

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note 14: EQUITY SHARE CAPITAL

Particulars	As at 31st Mar 21	As at 31st Mar 20
Authorised share capital 1,20,00,000 Equity shares of Rs.10/- each (Previous year 71,50,000 Equity shares of Rs.10/-each)	12,00,00,000	12,00,00,000
Issued, subscribed and fully paid-up 76,82,500 Equity Shares of Rs.10/- each with voting rights (Previous year 30,73,000 Equity shares of Rs.10/-each)	7,68,25,000	7,68,25,000
	7,68,25,000	7,68,25,000

a. Reconciliation of equity shares outstanding at the beginning and at the end of the year

Particulars	As at 31st Mar 21		As at 31st Mar 20	
	No of Shares	Amount	No of Shares	Amount
At the beginning of the year	76,82,500	7,68,25,000	30,73,000	3,07,30,000
Issued during the year(Bonus Issue)	-	-	46,09,500	4,60,95,000
Outstanding at the end of the year	76,82,500	7,68,25,000	76,82,500	7,68,25,000

b. Bonus issue of equity shares

The Board at its meeting held on October 7,2019 , approved and recommended the issue of bonus shares . The shareholders approved the issue of bonus shares at the meeting held on November 21,2019 .The company had allotted 46,09,500 fully-paid-up equity shares of face value Rs.10/- each. A bonus share of 3 equity shares for every 2 equity shares held. The bonus shares were credited to the eligible shareholders.

c. Rights attached to the equity shares

The company has only one class of shares having a face value of Rs.10/- per share. All equity shareholders rank pari-passu in respect of dividend and voting rights. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of preferential amounts, in proportion to their shareholding.

d. Details of shareholders holding more than 5% shares in the Company

Particulars	As at 31st Mar 21		As at 31st Mar 20	
	No of shares	% of holding	No of shares	% of holding
M/s RPS Projects & Developers Pvt .Ltd	25,10,575	32.68%	25,10,575	32.68%
Sri.Dharm Prakash Tripathi	8,03,750	10.46%	8,03,750	10.46%
Sri.BR Yadav	7,14,000	9.29%	7,14,000	9.29%
Sri. S.Chidambaranathan	6,46,945	8.42%	6,46,945	8.42%
Sri.Rabindra Prasad Sinha	5,07,280	6.60%	5,07,280	6.60%
Sri. Amit Raj Sinha	4,31,770	5.62%	4,31,770	5.62%

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note 14.A: EQUITY

Particulars	As at 31st Mar 21	As at 31st Mar 20
SECURITIES PREMIUM		
As per last balance sheet	1,64,53,515	1,64,53,515
	1,64,53,515	1,64,53,515
GENERAL RESERVE		
As per last balance sheet	2,86,84,448	2,35,78,731
Add:Transferred from retained earnings	75,65,073	51,05,717
	3,62,49,520	2,86,84,448
AP STATE SUBSIDY		
As per last balance sheet	-	4,37,053
Less:Plant and Machinery	-	(4,37,053)
	-	-
AMALGAMATION RESERVE		
As per last balance sheet	3,90,56,600	3,90,56,600
	3,90,56,600	3,90,56,600
CAPITAL RESERVE		
As per last balance sheet	1,800	1,800
	1,800	1,800
RETAINED EARNINGS		
As per last balance sheet	48,72,83,144	33,89,33,123
Add:Profit for the year	30,26,02,913	20,31,55,490
	78,98,86,057	54,20,88,613
Less:Appropriations		
Bonus issue	-	(4,60,95,000)
Transferred to general reserve	(75,65,073)	(51,05,717)
Dividend on Equity shares	(76,82,499)	(30,73,000)
Tax on dividend	-	(5,31,752)
	77,46,38,485	48,72,83,144
OTHER COMPREHENSIVE INCOME(OCI)		
As per last balance sheet	(24,52,570)	(3,63,781)
Add:Movement in OCI(net)during the year	12,21,815	(20,88,789)
	(12,30,756)	(24,52,570)
TOTAL	86,51,69,165	56,90,26,936

Note	Particulars	As at 31st Mar 21	As at 31st Mar 20
15	BORROWINGS		
	a) Financial Liabilities		
	Secured		
	Vehicle loans	11,64,433	26,39,278
	Term loans	1,77,04,042	1,64,59,625
		1,88,68,475	1,90,98,903

Term Loans: All term loans are secured by exclusive first charge on fixed assets created out of the term loans extended by the term lender and the second charge on the remaining fixed assets of the company (both present and future) by way of hypothecation of movable fixed assets and also equitable mortgage of immovable fixed assets of the company and personal guarantee of Rabindra Prasad Sinha, S Chidambaranathan, Amit Raj Sinha, Vijay Amrutlal Bhavasar, Sudha Sinha and Dharani Devi.

For details please refer note no-31.A

Vehicle Loans: All Vehicle loans are secured by hypothecation of concerned vehicle. **Refer note 31.B**

16	PROVISIONS		
	Provision for employee benefits		
	Leave encashment	11,72,022	12,24,830
	Gratuity	66,33,568	58,39,870
		78,05,590	70,64,700
17	DEFERRED TAX LIABILITIES (NET)		
	The movement on the deferred tax account is as follows:		
	At the start of the year	2,85,07,046	2,68,83,881
	Charge/(credit) to statement of profit and loss	1,51,05,094	16,23,165
	At the end of year	4,36,12,140	2,85,07,046
18	BORROWINGS		
	Secured:		
	From banks	18,16,18,025	25,01,80,098
	UnSecured:		
	From NBFC and Others	14,64,073	2,01,54,322
		18,30,82,098	27,03,34,420

Working capital facilities:

Working capital facilities extended by Kotak Mahindra Bank are secured as mentioned below:

i) Primary security: First charge on the current assets of the company to kotak mahindra bank.

ii) Collateral security: First charge on movable fixed assets of the company (both present and future) and personal guarantee of Rabindra Prasad Sinha, S Chidambaranathan, Amit Raj Sinha, Vijay Amrutlal Bhavasar, Sudha Sinha and Dharani Devi.

For details please refer note no-31.C

19	TRADE PAYABLES-Other financial liabilities -Current		
	Due to micro, small and medium enterprises	-	-
	Others	7,95,16,331	7,23,14,016
		7,95,16,331	7,23,14,016
20	OTHER FINANCIAL LIABILITIES-Current		
	Current maturity of loans:		
	Term loans(Secured)	52,36,225	1,25,05,090
	Vehicle loans(Secured)	20,82,889	18,55,569
		73,19,114	1,43,60,659
21	OTHER CURRENT LIABILITIES		
	Statutory remittances	11,04,169	21,44,166
	Accrued expense payable	1,40,70,607	1,46,66,144
	Employee benefits payable	2,30,76,021	1,54,33,623
	Advance from customers	51,47,692	3,77,995
		4,33,98,488	3,26,21,928
22	Provisions		
	Provision for Income tax(Net)	84,76,928	12,85,760
		84,76,928	12,85,760

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note	Particulars	Year ended 31 Mar 21	Year ended 31 Mar 20
23	REVENUE FROM OPERATIONS		
	Sale of products	1,80,56,34,979	1,28,73,65,490
	Sale of services	12,19,22,565	10,32,60,815
		1,92,75,57,545	1,39,06,26,305
	i. Sale of products		
	Export		
	MCCP	1,29,64,91,094	83,26,26,376
	Others	3,24,60,099	1,91,13,033
	Domestic		
	MCCP	47,66,32,007	43,22,42,772
	Others	51,779	33,83,309
		1,80,56,34,979	1,28,73,65,490
	ii. Sale of services		
	Operational and Maintenance income	12,19,22,565	10,32,60,815
		12,19,22,565	10,32,60,815
24	OTHER INCOME		
	MEIS Income	3,04,91,669	3,64,58,098
	Interest on fixed deposits	7,04,733	4,93,720
	Interest on electricity deposit	1,60,300	1,77,640
	Net gain/(loss) on foreign currency transactions	3,16,936	1,17,27,366
	Scrap Sale	8,73,914	6,720
		3,25,47,552	4,88,63,544
25	COST OF MATERIALS CONSUMED		
	Opening stock	11,67,09,167	8,14,59,726
	Add:Purchases	94,00,38,625	77,55,75,032
	Less: Closing stock	7,76,33,924	11,67,09,167
		97,91,13,868	74,03,25,591
26	CHANGES IN INVENTORIES OF WORK-IN-PROCESS AND FINISHED GOODS		
	Inventories at the end of the year		
	Finished Goods	7,08,14,126	5,50,76,117
	Work-in- process	6,35,30,567	10,74,56,271
		13,43,44,693	16,25,32,388
	Inventories at the beginning of the year		
	Finished Goods	5,50,76,117	4,02,56,833
	Work-in- process	10,74,56,271	10,28,38,017
	Net (increase)/decrease	2,81,87,695	(1,94,37,538)
27	EMPLOYEE BENEFIT EXPENSE		
	Salaries and wages	11,72,50,330	10,03,91,476
	Contribution to provident and other funds	1,28,75,777	89,02,793
	Directors remuneration	3,44,40,200	3,20,37,300
	Staff welfare expenses	91,85,882	78,03,817
		17,37,52,189	14,91,35,386
28	FINANCE COSTS		
	Interest on borrowings	77,07,378	1,71,94,503
	Bank Charges	40,33,287	51,64,650
	Interest Expense	21,876	1,00,891
	Other borrowing costs	7,34,793	9,86,693
		1,24,97,334	2,34,46,737

Note	Particulars	Year ended 31 Mar 21	Year ended 31 Mar 20
29	OTHER EXPENSES		
	Manufacturing Expenses		
	Power and Fuel Expenses	3,43,87,427	3,37,28,198
	Stores and Spares	37,93,398	25,07,052
	Repairs and maintenance		
	Building	28,13,456	45,97,340
	Machinery	84,48,842	71,05,352
	Others	1,54,82,138	46,64,018
	Wages and labour charges	10,57,47,934	8,71,53,388
	Lab Expenses	20,18,059	18,87,286
	Water Charges	91,80,660	67,97,944
		18,18,71,915	14,84,40,578
	Administration ,Selling and Other Expenses		
	Rent	74,08,786	58,08,846
	Electricity charges	4,71,866	5,38,867
	Insurance	1,70,07,265	19,24,452
	Rates and taxes	73,65,785	53,60,886
	R&D Expenses	32,45,057	22,64,210
	Printing and stationery	21,76,664	18,05,784
	Selling Expenses	1,90,64,373	2,93,92,010
	Travelling and conveyance	1,50,34,334	1,08,47,841
	Professional & consultancy fees	1,08,27,768	1,69,71,678
	Remuneration to auditors		
	Statutory audit	1,50,000	1,50,000
	Tax audit	50,000	50,000
	Communication expenses	23,71,655	26,03,991
	Carriage Outward	8,03,08,649	3,65,33,842
	Membership and Subscription Charges	2,47,646	7,85,112
	Security Charges	20,99,101	17,97,208
	Other general Expenses	45,54,260	50,64,601
	CSR	43,52,127	26,70,806
		17,67,35,335	12,45,70,134
	Total	35,86,07,249	27,30,10,712

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

30 INCOME TAXES

Income tax expense/ (benefit) recognised in the statement of profit and loss

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Current tax expense	6,72,95,775	4,86,48,270
Deferred tax expense	1,51,05,094	16,23,165
Total income tax expense	8,24,00,869	5,02,71,435

Reconciliation of effective tax rate

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Profit before Income Tax (Standalone)	37,11,99,584	25,45,11,743
Profit before Income Tax (Subsidiary)	2,02,50,955	21,85,731
Tax Rate (Standalone)	17.47%	29.12%
Tax Rate (Subsidiary)	8.09%	-
Expected tax expense	6,64,86,870	7,41,13,820
Adjustments:		
Deduction u/s 10AA(SEZ)-50% of profits	-	(8,62,20,716)
Expenses not deductible for tax purpose	-	47,51,687
Expenses deductible for tax purpose	-	(1,04,70,132)
Total	-	(9,19,39,161)
Profit after adjustments	39,14,50,539	16,25,72,583
Interest u/s 234C	8,02,213	13,07,134
Income tax expense	6,72,95,775	4,86,48,270
Effective tax rate	18.13%	19.11%

Deferred tax assets and 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:

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Deferred tax (assets)/liabilities:		
Property, plant and equipment	1,50,65,971	23,74,832
Current liabilities & provisions	(1,27,318)	(7,40,046)
Actrual gain	1,66,441	(11,621)
Net deferred tax liabilities	1,51,05,094	16,23,165

Movement in deferred tax assets and liabilities during the years ended 31st Mar 2021 and 31st Mar 2020

Particulars	As at 31st Mar 2020	Charge/(credit) to profit or loss	As at 31st Mar 2021
Deferred tax (assets)/liabilities:			
Property, plant and equipment	23,74,832	1,26,91,139	1,50,65,971
Current liabilities & provisions	(7,40,046)	6,12,728	(1,27,318)
Actrual gain	(11,621)	1,78,062	1,66,441
Net Deferred tax Liabilities	16,23,165	1,34,81,929	1,51,05,094

31.A Details of Indian rupee term loans from banks as under:

Particulars	Terma Loan 1	Terma Loan 2	Terma Loan 3	Terma Loan 4
Bank Name	Kotak Mahindra bank	Kotak Mahindra bank	Kotak Mahindra bank	Kotak Mahindra bank
Outstanding as on 31.03.2021	-	-	7,07,139	2,22,33,128
Non Current:	-	-	-	1,77,04,042
Current:	-	-	7,07,139	45,29,086
Outstanding as on 31.03.2020	44,93,140	11,46,149	35,68,962	1,97,56,465
Non Current:	-	-	4,77,000	1,59,82,465
Current:	44,93,140	11,46,000	30,91,962	37,74,000
Sanction amount	1,65,00,000	42,00,000	74,00,000	2,46,38,620
No.of installments	22	22	31	60
Commencement of installments	31-Dec-18	31-Dec-18	31-Dec-18	25-Jun-20
Effective interest rate	As on 31.03.2020 MCLR of 8.00% plus spread 0.90%	As on 31.03.2020 of 8.00% MCLR plus spread 0.90%	As on 31.03.2021 MCLR of 4.50% plus spread 3.00% (March 31, 2020 of :MCLR 8.00%plus spread 0.90%)	As on 31.03.2021 MCLR of 4.50% plus spread 3.00% (March 31, 2020 :MCLR of 8.00% plus spread 0.90%)

31.B Details of Indian rupee vehicle loans from banks as under:

Particulars	Vehicle Loan 1	Vehicle Loan 2	Vehicle Loan 3	Vehicle Loan 4	Vehicle Loan 5
Bank Name	ICCI Bank	Kotak Mahindra bank	Kotak Mahindra bank	Kotak Mahindra bank	Kotak Mahindra bank
Sanctioned amount	16,10,000	12,73,962	11,78,000	10,24,791	14,50,000
Outstanding as on 31.03.2021	6,36,256	5,68,581	3,52,611	7,33,914	9,55,960
Non Current:	2,78,525	2,16,960	1,711	3,43,914	3,23,323
Current:	3,57,731	3,51,621	3,50,900	3,90,000	6,32,637
Outstanding as on 31.03.2020	9,62,000	8,85,000	7,17,000	-	12,81,000
Non Current:	6,39,000	5,74,000	3,40,000	-	9,69,000
Current:	3,27,000	3,18,000	3,17,000	-	3,26,000
No.of installments	60	47	47	36	48
Commencement of installments	01-Jan-18	05-Dec-18	08-Jan-19	05-Jul-20	22-10-2019
Effective interest rate	8.40%	10.34%	10.34%	6.50%	9.50%

31.C Details of Indian rupee working capital loans from banks are as under:

Particulars	Outstanding as on 31.03.2021	Outstanding as on 31.03.2020	Effective Interest Rate as on	
			31.03.2021	31.03.2020
Loans repayable on demand-Secured				
Kotak Mahindra Bank Cash CC	9,22,02,214	10,99,63,830	8.00%	9.05%
Kotak Mahindra Bank- Packing Credit	8,34,79,229	7,96,06,000	2.50%	4.64%
Kotak Mahindra Bank WCDL-1	-	-	-	-
Kotak Mahindra Bank WCDL-1	-	-	-	-
Foreign Bill Discounting - Kotak	59,36,583	2,78,92,000	2.50%	4.64%
Kotak Mahindra Bank- Buyers Credit	-	3,27,18,418	-	4.64%
Loans repayable on demand-Unsecured				
IVL Finance Ltd	-	8,27,796	-	16%
Others	14,64,073	1,93,00,000	-	16%

32. Employee Benefits

a. Defined contribution plan

The Company operates defined contribution schemes 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 plan

i. Gratuity:

The Company has provided gratuity liability as per the actuarial valuation provided by actuarial valuer. 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.

The disclosure for defined benefit plan (Gratuity) as per Ind AS 19 are given here under: The following table sets out the amounts recognised in the financial statements in respect of retiring gratuity plan:

I. Changes in the present value of obligation

Particulars	As at 31st Mar 2021	As at 31st Mar 2020
Defined benefit obligation as at beginning of the year	58,39,870	45,02,625
Current service cost	9,68,158	8,82,714
Interest cost	3,97,111	3,44,451
Actuarial (gain)/loss	(5,71,571)	1,10,080
Benefits paid	-	-
Defined benefit obligation as at the end of the year	66,33,568	58,39,870

ii. Fair value of assets and obligations

Particulars	As at 31st Mar 2021	As at 31st Mar 2020
Fair value of plan assets as at the beginning of the year	-	-
OB difference	-	-
Investment income	-	-
Employer contribution	-	-
Expenses	-	-
Benefits paid	-	-
Return on plan assets	-	-
Fair value of plan assets as at the end of the year	-	-

iii. Fair value of assets and obligations

Particulars	As at 31st Mar 2021	As at 31st Mar 2020
Fair value of plan assets	-	-
Present value of obligation	66,33,568	58,39,870
Amount recognized in balance sheet	(66,33,568)	(58,39,870)

iv. Expenses recognised during the year

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
In income statement		
Interest cost/(income)	3,97,111	3,44,451
Current service cost	9,68,158	8,82,714
Expenses recognised in the income statement	13,65,269	12,27,165
In other comprehensive income (OCI)		
Actuarial (gain)/loss		
Experience Variance	(5,71,571)	1,10,080
Others	-	-
Return on plan assets	-	-
Net (income)/expense recognised in OCI	(5,71,571)	1,10,080

v. Actuarial assumptions

Particulars	As at 31st Mar 2021	As at 31st Mar 2020
Discount rate (per annum)	6.80%	6.80%
Salary growth rate (per annum)	5.00%	5.00%

vi. Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The result of sensitivity analysis is given below:

Particulars	As at 31st Mar 21		As at 31st Mar 20	
	Decrease	Increase	Decrease	Increase
Change in discounting rate	74,61,081	59,41,876	65,93,959	52,11,426
Change in rate of salary increase	55,12,975	80,24,875	48,08,950	71,25,079
Change in rate of attrition	57,71,989	73,95,752	50,73,060	65,49,462
Change in rate of mortality	66,14,021	66,53,040	58,21,897	58,57,785

33. Earnings Per Share

Particulars	Year ended 31st Mar 21	Year ended 31st Mar 20
Profit after tax attributable to equity shareholders	30,26,02,913	20,31,55,490
Weighted average number of equity shares for Basic EPS	76,82,500	76,82,500
Weighted average number of equity shares for Diluted EPS	76,82,500	76,82,500
Basic earnings per share	39.39	26.44
Diluted earnings per share	39.39	26.44

34. 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 managerial Personnel are considered.

a. List of the transacted related parties and description of relationship

Nature of Relationship	Name of the related party	Relationship
Wholly owned subsidiary	Sigachi US, Inc	
Key management personnel	Mr.R.P Sinha	Executive chairman
	Mr.S. Chidambaranathan	Executive vice chairman
	Mr.Amit Raj Sinha	MD & CEO
	Mr.Vijay Bhavsar	Director
Relatives of KMP	Mr.C .Bhavani Shanmugam	Son of director
Entities controlled by KMP	RPS Projects & Developers Pvt.Ltd	

b. Transactions with Related parties

Nature of transaction	Name of the related party	Year ended 31st Mar 21	Year ended 31st Mar 20
Managerial remuneration	Mr.R.P Sinha	48,00,000	67,27,784
	Mr.S.Chidambaranathan	48,00,000	63,19,705
	Mr.Amit Raj Sinha	60,00,000	71,94,896
	Mr.Vijay Bhavsar	12,00,000	12,00,000
Salary	Mr. C. Bhavani Shanmugam	22,64,100	22,64,100
Rent	Mr.Amit Raj Sinha	14,96,083	13,16,880
Sales	Sigachi US,Inc	25,99,55,960	11,40,80,052

c. Balances as at 31st Mar 2021

Nature of transaction	Name of the related party	As at 31st Mar 2021	As at 31st Mar 2020
Managerial remuneration	R.P Sinha	18,25,000	23,26,796
	S.Chidambaranathan	-	1,83,605
	Amit Raj Sinha	-	1,13,652
	Vijay Bhavsar	85,000	81,774
Salary payable	C. Bhavani Shanmugam	-	66,389
Rent payable	Amit Raj Sinha	-	2,26,120
Sales receipts	Sigachi US,Inc	8,65,24,038	3,71,61,404

34.A 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).

35. Contingent Liabilities, Claims, Commitments (to the extent not provided for) and Other Disputes**a.Claims against the company:**

Service Tax: During the year ended 31 March 2020, the Company received a demand notice from commissioner of central tax (Service tax) for the period August 2014 to June 2017 demanding service tax of Rs. 5,59,20,813/- (including penalty of Rs.2,50,47,324/-). The Company believes that the claim is untenable and, accordingly, has filed appeals with the Appellate Tribunal regional bench Hyderabad against the aforesaid notice which is in progress and pending disposal.

b.Bank Guarantees:

The Bank Guarantees as at 31st March 2021 are Rs. 83,49,313/- and as at 31st March 2020 are Rs.57,21,914/-

36. 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. Since, the Company is mainly pursuing only one activity i.e. manufacturing and selling of MCC, reporting of segment revenue and results does not arise.

37. MSME

Disclosure in respect of principal and interest pertaining to the Micro, Small and Medium Enterprises Dev. Act 2006 based on available details is as under:

Particulars	Amount in Rs
Principal amount due as on 31.03.2021	-
Interest on above and unpaid interest	-
Interest paid	-
Payment made beyond the appointed date	-
Interest due and payable for the period of delay	-
Interest accrued and remaining unpaid at the year end	-
Amount of further interest due and payable in succeeding Year	-

37.A The Company has no amount due to suppliers under the Micro, Small and Medium enterprises Development act, 2006, as at 31st march, 2021.

38 Financial Instruments Valuation

All financial instruments are initially measured at cost and subsequently measured at fair value.

The carrying value and fair value of financial instruments by categories as of **31st Mar 21** are as follows

Particulars	Carrying value	Level of input used in			Fair value
		Level 1	Level 2	Level 3	
Financial assets					
At Amortised cost					
Investments*		-	-	-	-
Trade receivables	35,75,72,266	-	-	-	35,75,72,266
Cash and cash equivalents	15,89,92,836	-	-	-	15,89,92,836
Other bank balances	2,11,71,562	-	-	-	2,11,71,562
Other financial assets	9,99,70,994	-	-	-	9,99,70,994
Financial liabilities					
At Amortised cost					
Borrowings	20,19,72,450	-	-	20,19,50,574	20,19,50,574
Trade payables	7,95,16,331	-	-	-	7,95,16,331
Other financial liabilities	73,19,114	-	-	-	73,19,114

The carrying value and fair value of financial instruments by categories as of **31st Mar 20** are as follows

Particulars	Carrying value	Level of input used in			Fair value
		Level 1	Level 2	Level 3	
Financial assets					
At Amortised cost					
Investments*	-	-	-	-	-
Trade receivables	27,60,23,140	-	-	-	27,60,23,140
Cash and cash equivalents	8,75,61,086	-	-	-	8,75,61,086
Other bank balances	1,83,36,884	-	-	-	1,83,36,884
Other financial assets	4,63,16,739	-	-	-	4,63,16,739
Financial liabilities					
At Amortised cost					
Borrowings	28,95,34,214	-	-	28,94,33,323	28,94,33,323
Trade payables	7,23,14,016	-	-	-	7,23,14,016
Other financial liabilities	1,43,60,659	-	-	-	1,43,60,659

* excludes Financial assets measured at cost

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

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.

39. CAPITAL MANAGEMENT

The company manages its capital to ensure that it will be able to continue as going concern while creating value for share holders by facilitating the meeting of long term and short term goals of the Company.

The company determines the amount of capital required on the basis of annual business plan coupled long term and short term strategic investment and expansion plans.

The company monitors the capital by using net debt equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

Particulars	March 31,2021	March 31,2020
Non current borrowings	1,88,68,475	1,90,98,903
Current borrowings	18,89,37,139	28,46,95,079
Total debts	20,78,05,615	30,37,93,982
Less: Cash and cash equivalents	15,64,69,834	8,75,61,086
Other bank balances	2,11,71,562	1,83,36,884
Adjusted net debts	3,01,64,218	19,78,96,012
Equity	7,68,25,000	7,68,25,000
Other equity	84,02,11,437	56,90,26,936
Total equity	91,70,36,437	64,58,51,936
Adjusted net debt to equity ratio	0.03	0.31

40. Financial Risk Management

In course of its business, the company is exposed to certain financial risk such as market risk , credit risk and liquidity risk that could have significant influence on the company's business and operational/financial performance. The Board of directors and the Audit Committee reviews and approves risk management framework and policies for managing these risks and monitor suitable mitigating actions taken by the management to minimize potential adverse effects and achieve greater predictability to earnings.

a. Credit risk

Credit Risk refers to the risk that counter party will default on its contractual obligations resulting in financial loss to the company. The Company has a prudent and conservative process for managing its credit risk arising in the course of its business activities. Credit risk is managed through continuously monitoring the creditworthiness of customers and obtaining sufficient collateral, where appropriate, a means of mitigating the risk of financial loss from defaults.

The company makes an allowance for doubtful debts/advances using expected credit loss model.

b. Liquidity risk

Liquidity Risk refers to 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.

The company has obtained fund and non fund based working capital loans from bank .The borrowed funds are generally applied for company's own operational activities.

The table below provides details regarding the contractual maturities of significant financial liabilities.

Particulars	Up to 1 Year	1 to 3 years	3 to 5 years
31-Mar-21			
Non current borrowings	73,19,114	1,35,88,645	52,79,830
Current borrowings	18,30,82,098	-	-
Trade payables	7,95,16,331	-	-
Other payables	4,33,98,488	-	-
	31,33,16,031	1,35,88,645	52,79,830
31-Mar-20			
Non current borrowings	1,19,93,659	1,87,20,099	27,45,804
Current borrowings	28,46,95,079		
Trade payables	7,23,14,016		
Other payables	3,26,21,928		
	40,16,24,681	1,87,20,099	27,45,804

c. Market Risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices such as commodity prices, foreign currency exchange rates and other market changes.

d. Exchange rate risk

The company foreign exchange arised from its foreign operations, foreign currency revenues and expenses, (Primarily in US Dollars).Consequently, the company is exposed to foreign exchange risk through its sales and purchases to/from overseas customers/suppliers in various foregin currencies.

The foreign currency exposures were as follows:

Particulars	March 31,2021	March 31,2020
	USD	USD
Assets		
Cash and bank balances	37,698	72,335
Trade receivables	41,06,189	19,29,304
Other assets	9,28,189	2,96,588
Total	50,72,077	22,98,227
Liabilities		
Trade payables	16,39,180	10,77,138
Other liabilities	44,436	2,55,001
Total	16,83,616	13,32,139
Net Exposure	33,88,461	9,66,088

Sensitivity analysis

A reasonably possible Strengthening/(Weakening) of the Indian Rupee against US dollars at March 31 would have effected the measurement of financial statements denominated in US dollars and effected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

31-Mar-21

Effect in INR	Profit or loss		Equity net of tax	
	Strengthening	Weakening	Strengthening	Weakening
1% movement USD	33,885	(33,885)	-	-
	33,885	(33,885)	-	-

31-Mar-20

Effect in INR	Profit or loss		Equity net of tax	
	Strengthening	Weakening	Strengthening	Weakening
1% movement USD	9,661	(9,661)	-	-
	9,661	(9,661)	-	-

e. Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. The company's exposure to the risk of changes in the market interest rate relates primarily to the company's long term debt obligations with floating interest rates. The company's interest rate exposure is mainly related to variable interest rates debt obligations. The company manages the liquidity and fund requirements for its day to day operations like working capital, suppliers/buyers credit.

The Interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the company is as follows:

Particulars	March 31,2021	March 31,2020
Floating rate instruments		
Financial liabilities		
Term loans from banks	2,61,87,589	2,89,64,715
Working capital facilities from bank	18,30,82,098	27,03,34,420
Total	20,92,69,688	29,92,99,135

Cash flow sensitivity analysis for variable -rate instruments

The risk estimates provided assume a change of 25 basis points interest rate for the interest rate benchmark as applicable to the borrowing summarised above. This calculation assumes that the change occurs at the balance sheet date and has been calculated on risk exposures outstanding as at that date assuming that all other variables, in particular foreign currency exchange rates, remain constant. The period end balances are not necessarily representative of the average debt outstanding during the period.

Cash flow sensitivity (net)	Profit or loss	
	25 bp increase	25 bp decrease
31-Mar-21		
Variable rate loan instruments	5,23,174	(5,23,174)
31-Mar-20		
Variable rate loan instruments	7,48,248	(7,48,248)

41. Estimation uncertainty relating to the global health pandemic on COVID-19

The Covid-19 continues to spread across the globe and India, which has contributed to a significant decline and volatility in global and Indian Financial Markets and a decrease in the economic activities. Given the virulent nature of the pandemic situation, the carrying value of the company's receivables as at 31st March, 2021, have been effected by the severity and duration of the outbreak and resulted in credit loss; however the Company believes that it has taken into account all the possible impact of known events arising out of Covid-19 pandemic in the preparation of financial results resulting out of fair valuation of these receivables. However, the impact assessment of Covid-19 is a continuing process given its nature and duration. The Company will continue to monitor for any material changes in this regard.

Previous year's figures have been regrouped/reclassified/recasted wherever necessary to conform to the current year's presentation.

As per our report of even date attached

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

Sd/-
Y.P Rao
Partner
Membership No. 025266
Place: Hyderabad
Date: 08.07.2021

For and on Behalf of the Board of Directors

Sd/-
Rabindra Prasad sinha
Executive Chairman

Sd/-
S Chidambaranathan
Executive Vice Chairman

Sd/-
Amit Raj Sinha
Managing Director &CEO

Sd/-
O.Subbarami Reddy
Chief Financial Officer

Sd/-
Shreya Mitra
Company Secretary

SIGACHI INDUSTRIES LIMITED
CIN: U24110TG1989PLC009497

Regd. Office: 229 / 1 & 90, Kalyan's Tulsiram Chambers, Madinaguda, Hyderabad-500049
Website: www.sigachi.com | E-mail id: cs@sigachi.com

NOTICE

Notice is hereby given that the 32nd Annual General Meeting of the Members of Sigachi Industries Limited will be held on Monday, the 20th of September 2021, at 11:30 AM IST at 229/1 & 90, 4th Floor, Kalyan's Tulsiram Chambers, Madinaguda, Hyderabad, 500049 to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Standalone and Consolidated Financial Statements of the Company for the financial year ended 31st March 2021, and the Reports of the Board of Directors and Auditors thereon.
2. To declare and confirm a dividend of Rs. 1/-per share for the financial year 2020-21 on the Equity Shares.
3. To appoint a Director in place of Mr. Swami Das Nigam (DIN: 02669472), who retires by rotation and being eligible, offers himself for re-appointment.
- 4. Appointment of M/s T. Adinarayana & Co., Chartered Accountants, as Statutory Auditors of the Company**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 139 and 142 of the Companies Act, 2013 read with Rule 3 of the Companies (Audit and Auditors) Rules, 2014, and other applicable provisions of the Companies Act, 2013 read with rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), M/s T. Adinarayana & Co., Chartered Accountants [FRN: 00041S], be and is hereby appointed as Statutory Auditors of the Company for a period of five years starting from 2021-22 and that they shall hold office from the conclusion of this Annual General Meeting (AGM) until the conclusion of the 37th Annual General Meeting of the Company, at a remuneration of Rs. 3,00,000/- per annum plus taxes as applicable, and reimbursement of out of pocket expenses incurred, plus reimbursement of goods and service tax, travelling and out of pocket expenses.”

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby severally authorised to do all acts, deeds and things, necessary and expedient to give effect to this resolution.”

Special Business:

5. Ratification of Remuneration to Cost Auditor

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“RESOVLED THAT pursuant to the provisions of Section 148(3) and other applicable provisions of if any, of the Companies Act, 2013 and the Rules made thereunder (including any statutory modification(s) or re-enactment thereof for time being in force), the remuneration payable to Mr. N V S Kapardi, Cost Accountant (Registration No. 9488), appointed by the Board of Directors as Cost Auditors to conduct the audit of cost records of the Company for the financial year ending 31st March 2022, amounting to Rs 30,000 (Thirty Thousand Only) per annum including payment of applicable tax and reimbursement of out of pocket expense s incurred in connection with the aforesaid audit, be and is hereby approved.”

6. Re-appointment of Mr. Lijo Stephen Chacko [DIN: 07593064] as an Independent Director of the Company:

To consider and, if thought fit, to pass the following resolution as a **Special Resolution**:

“RESOLVED THAT in accordance with the provisions of Sections 149, 150, 152, 178 and other applicable provisions if any, of the Companies Act, 2013 (“the Act”), the Rules made thereunder and read with Schedule IV of the Act (including any statutory modification(s) or re-enactment thereof for time being in force), approval of the members of the Company be and is hereby accorded to the re-appointment of Mr. Lijo Stephen Chacko as an Independent Director of the Company, who has submitted a declaration confirming the criteria of independence under Section 149(6) of the Companies Act, 2013 and who is eligible for re-appointment for a second term and is not liable to retire by rotation, for his second term of five consecutive years w.e.f. 10th July, 2021 to 09th July 2026.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby severally authorised to do all acts, deeds and things, necessary and expedient to give effect to this resolution.”

7. Re-appointment of Ms. Kanika Singal [DIN: 07295273] as an Independent Director of the Company:

To consider and, if thought fit, to pass the following resolution as a **Special Resolution**:

“RESOLVED THAT in accordance with the provisions of Sections 149, 150, 152, 178 and other applicable provisions if any, of the Companies Act, 2013 (“the Act”), the Rules made thereunder and read with Schedule IV of the Act (including any statutory modification(s) or re-enactment thereof for time being in force), approval of the members of the Company be and is hereby accorded to the re-appointment of Ms. Kanika Singal [DIN: 07295273] as an Independent Director of the Company, who has submitted a declaration confirming the criteria of independence under Section 149(6) of the Companies Act, 2013 and who is eligible for re-appointment for a second term and is not liable to retire by rotation, for her second term of five consecutive years w.e.f. 10th July, 2021 to 09th July 2026.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby severally authorised to do all acts, deeds and things, necessary and expedient to give effect to this resolution.”

8. Re-Appointment of Mr. Vijay Amrutlal Bhavsar [Din: 01768165] as Whole Time Director for a further period of One Year:

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and all other applicable provisions, if any of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for time being in force) and pursuant to the Article 44 and 45 of the Articles of Association of the Company and subject to such consents and permissions, as may be required, approval of the Members of the Company be and is hereby accorded for re-appointment of Mr. Vijay Amrutlal Bhavsar [DIN 01768165] as Whole-time Director for a period of one year, with effect from 28th September 2021 to 27th September 2022 and liable to retire by rotation, on the remuneration (including dearness and all other allowances) of Rs. 1,00,000/- per month;

RESOLVED FURTHER THAT in the absence or inadequacy of profits in any financial year during the term of office of Mr. Vijay Amrutlal Bhavsar as Whole-time Director, he shall be paid the remuneration, allowances and perquisites except the commission/performance bonus as set out in the explanatory statement forming part of this Notice or the revised remuneration as approved by the Board of Directors from time to time, as the Minimum Remuneration in accordance with Schedule V and other applicable provisions of the Act;

RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds, matters and things as in its absolute discretion, it may consider necessary, expedient or desirable and to settle any question or doubt that may arise in relation thereto and the Board shall have absolute powers to decide break-up of the remuneration within the above said maximum permissible limit and in order to give effect to the foregoing Resolution, or as may be otherwise considered fit by it in the best interest of the Company.”

By order of the Board

Sd/-

Shreya Mitra

Company Secretary & Compliance Officer

Date: August 24, 2021

Place: Hyderabad

NOTES:

(a) The relative Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 (Act), in respect of the business under Nos. 4 to 8 set out above and the relevant details of directors seeking appointment/reappointment as required in terms of Secretarial Standard on General Meeting issued by the Institute of Companies Secretaries of India are annexed hereto.

(b) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING THE PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A person can act as a Proxy not on behalf of Members not exceeding 50 and holding in aggregate not more than 10% of the total share capital of the Company carrying voting rights may appoint a single person a Proxy and such person shall not act as a proxy for any other person or Member. A Proxy form is sent herewith. Proxies submitted on behalf of the Companies must be supported by an appropriate Resolution/authority, as applicable.

(c) The Register of Members and Share Transfer books will remain closed from 14th September 2021 to 20th September 2021.

(d) Members/Proxies attending the meeting are requested to bring duly filled attendance slips sent herewith to attend the meeting.

(e) The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of Contracts or arrangements in which the directors are interested under Section 189 of the Companies Act, 2013, will be available for inspection at the AGM.

(f) Pursuant to Finance Act 2020, dividend income will be taxable in the hands of shareholders w.e.f. April 01, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates as applicable to various categories, the shareholders are requested to refer to the Finance Act, 2020 and amendments made thereto from time to time. Some of the major features of the latest tax provisions on dividend distribution are stated as hereunder for a quick reference.

For resident Shareholders, tax shall be deducted at source under Section 194 of the Income Tax Act, 1961 at 10% on the amount of Dividend declared and paid by the Company during financial year 2021- 22 provided PAN is provided by the shareholder. If PAN is not submitted, TDS would be deducted @ 20% as per Section 206AA of the Income Tax Act, 1961.

However, no TDS shall be deducted on the dividend payable to a resident Individual if the total dividend to be received by them during Financial Year 2021-2022 does not exceed Rs. 5,000/-. Please note that this includes the previous dividend(s) paid, if any, and future dividend(s) which may be paid, during the Financial Year 2021-2022, if declared.

- i. To all the Beneficial Owners in respect of shares held in dematerialized form as per the data as may be made available by the Depositories viz. National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) as at the close of business hours on Wednesday, September 08, 2021 (viz. the “Record Date”);
- ii. To all the Members in respect of shares held in physical form after giving effect to their valid transfer or transmission or transposition requests lodged with the Company, if any, as at the close of business hours on Wednesday, September 08, 2021.

In cases where the shareholder provides Form 15G (applicable to any person other than a Company or a Firm) / Form 15H (applicable to an Individual above the age of 60 years), provided that the eligibility conditions are being met, no tax at source shall be deducted.

Apart from the above, since the TDS/Withholding rates are different for resident and non-resident shareholders, members are requested to confirm their residential status as per the provisions of the Income Tax Act 1961, by sending an email at cs@sigachi.com with cc to accounts@sigachi.com.

Company shall arrange to email the soft copy of TDS certificate of the Members at their registered email ID in due course, post payment of the dividend amount and in remaining cases where no email ID is registered, TDS certificates shall be posted to the Members when the postal services function normally.

In view of the above provisions, the shareholders are requested to update their PAN with the Company/R&T Agent (in case shares held in physical mode) and with the depositories (in case of shares held in demat mode). A Resident individual shareholder with PAN but not liable to pay income tax can submit a yearly declaration in Form No. 15G/15H in the aforesaid manner, to avail the benefit of non-deduction of tax at source, by sending email to cs@sigachi.com upto 5.00 p.m. (IST) on September 13, 2021.

Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F or any other document which may be required to avail the tax treaty benefits under the provisions of Income Tax Act, 1961 by sending an email to cs@sigachi.com upto 5.00 p.m. (IST) on September 13, 2021.

By order of the Board

Sd/-

Shreya Mitra

Company Secretary & Compliance Officer

Date: August 24, 2021

Place: Hyderabad

EXPLANATORY STATEMENT

Item No. 4

The Members of the Company at the Extra-Ordinary General Meeting (EGM) held on 4th February, 2021 approved the appointment of M/s T. Adinarayana & Co., Chartered Accountants, as the Statutory Auditors of the Company to fill the casual vacancy caused due to conversion of the sole proprietorship firm to a partnership firm with the name and registration number unchanged, until the conclusion of the 32nd AGM.

M/s. T. Adinarayana & Co. will complete their present term on conclusion of this AGM in terms of the said approval and Section 139 of the Companies Act, 2013 ("the Act") read with the Companies (Audit & Auditors) Rules, 2014. The present remuneration of M/s T. Adinarayana & Co., for conducting the audit for the financial year 2020-21, as approved by the Members is Rs. 3,00,000/- per annum plus taxes as applicable, and reimbursement of out of pocket expenses incurred.

The Board of Directors of the Company ("the Board"), on the recommendation of the Audit Committee, recommended to the members for their approval, the appointment of M/s. T. Adinarayana & Co., as the Statutory Auditors of the Company for a period of five years from the conclusion of this AGM till the conclusion of the 37th AGM.

M/s. T. Adinarayana & Co., Chartered Accountants, have given their consent to act as the Statutory Auditors of the Company and have confirmed that the said appointment, if made, will be in accordance with the conditions prescribed under Sections 139 & 141 of the Act.

None of the Directors and Key Managerial Personnel of the Company, or their relatives, is interested in this Resolution.

The Board recommends this resolution for your approval.

Item No. 5

The Board in its meeting held on 8th July 2021, has approved the appointment of **Mr. N V S Kapardhi, Cost Accountant (Registration No. 9488) as Cost Auditors** to examine and conduct audit of cost records of the Company for the year ending 31st March 2022, at a remuneration of ₹ 30,000 per annum plus tax and out of pocket expenses incurred in connection with the audit. Mr. N V S Kapardhi, Cost Accountant (Registration No. 9488), the existing Cost Auditor, have furnished a certificate that he is not disqualified under the provisions of Section 148(5) read with Sections 139 and 141(3) of the Act and his appointment will be within the limits prescribed under Section 141(3)(g) of the Act.

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

Accordingly, consent of the Members is being sought for passing an Ordinary Resolution at item No. 5 of the Notice for ratification of the remuneration payable to the Cost Auditors for the year ending 31st March 2022.

The Board recommends the Resolution at Item No. 5 of the Notice for approval by the Members.

None of the directors or Key Managerial personnel of the Company or their respective relatives is concerned or interested financially or otherwise, in the Resolution set out at Item No. 5.

Items No. 6 & 7

The Members of the Company in the Annual General Meeting held on 28th September 2019 approved the appointment of Mr. Lijo Stephen Chacko and Ms. Kanika Singal as Independent Directors of the Company for a period of 2 years with effect from 10th July 2019. Mr. Lijo Stephen Chacko and Ms. Kanika Singal has completed their tenure on 9th July 2021.

The Board of Directors of the Company ("the Board") at the meeting held on 8th July 2021 and based on the recommendation of the Nomination & Remuneration Committee ("the Committee"), recommended for the approval of the Members, the re-appointment of Mr. Lijo Stephen Chacko and Ms. Kanika Singal as Independent Directors of the Company with effect from 10th July 2021, in terms of Section 149 read with Schedule IV of the Companies Act, 2013 ("the Act").

The Committee and the Board are of the view that, given the knowledge, experience and performance of Mr. Lijo Stephen Chacko and Ms. Kanika Singal and contribution to Board processes by them, their continued association would benefit the Company. Declarations have been received from Mr. Lijo Stephen Chacko and Ms. Kanika Singal that they meet the criteria of Independence prescribed under Section 149 of the Act read with the Companies (Appointment and Qualification of Directors) Rules, 2014. In the opinion of the Board, Mr. Lijo Stephen Chacko and Ms. Kanika Singal fulfil the conditions specified in the Act, for re-appointment as Independent Directors and they are independent of the management of the Company.

Consent of the Members by way of Special Resolution is required for re-appointment of Mr. Lijo Stephen Chacko and Ms. Kanika Singal, in terms of Section 149 of the Act.

None of the Directors and Key Managerial Personnel of the Company except Mr. Lijo Stephen Chacko (Item No. 6) and Ms. Kanika Singal (Item No. 7), or their relatives, are interested in the above Resolutions.

The Board recommends this resolution for your approval.

Item No. 8z

The Board in its meeting held on 8th July 2021 and based on the recommendation of the Nomination and Remuneration committee has re-appointed Mr. Vijay Amrutlal Bhavsar [DIN 01768165] for a term of 1 (One) year commencing from 28th September 2021 to 27th September 2022 on the remuneration (including dearness and all other allowances) of Rs. 1,00,000/- per month and liable to retire by rotation, subject to the approval of the members as sought vide Item No 8. The Board feels that the continuous association with Mr. Vijay Amrutlal Bhavsar would be of immense benefit to the Company and it is desirable to avail his services.

Accordingly, the Board recommends the Resolution set out Item No. 8 for approval of members by way of **Ordinary Resolution**.

Except Mr. Vijay Amrutlal Bhavsar, the appointee himself none of the Directors are concerned or interested, financially or otherwise, in this Resolution.

Information in accordance with Schedule V of Companies Act, 2013

I. GENERAL INFORMATION

1	Nature of Industry: Manufacturing												
2	Date or expected date of commencement of commercial: The Company started its commercial operations on 14/11/1990.												
3	In case of new companies, expected date of commencement of business activities as per project approved by financial institutions appearing in the prospects: N.A.												
4	<div>Financial performance based on given indications</div> <table><tr><th>Particulars</th><th>2020-21 (Rs. in lakhs)</th><th>2019-20 (Rs. in lakhs)</th><th>2018-19 (Rs.in lakhs)</th></tr><tr><td>Turnover</td><td>18,794.23</td><td>13,882.48</td><td>12,790.86</td></tr><tr><td>Net profit after Tax</td><td>2,906.03</td><td>2,042.29</td><td>1,967.59</td></tr></table>	Particulars	2020-21 (Rs. in lakhs)	2019-20 (Rs. in lakhs)	2018-19 (Rs.in lakhs)	Turnover	18,794.23	13,882.48	12,790.86	Net profit after Tax	2,906.03	2,042.29	1,967.59
Particulars	2020-21 (Rs. in lakhs)	2019-20 (Rs. in lakhs)	2018-19 (Rs.in lakhs)										
Turnover	18,794.23	13,882.48	12,790.86										
Net profit after Tax	2,906.03	2,042.29	1,967.59										
5	Foreign investments or collaborations, if any: Subsidiary Co. – Sigachi US Inc.												

II. INFORMATION ABOUT THE APPOINTEE:

1	Background Details:
2	Past Remuneration: 1,00,000/- per month
3	Recognition or awards : -- Nil
4	Job Profile and her suitability: Based on his work experience and suitability it was proposed to reappoint Mr. Vijay Amrutlal Bhavsar as Whole time Director of the Company.
5	Remuneration proposed: As set out in the resolutions for the item No.8 the remuneration to Mr. Vijay Amrutlal Bhavsar has the approval of the Nomination and Remuneration Committee and Board of Directors and is within the limits specified under Schedule V of the Companies Act, 2013.
6	Comparative remuneration profile with respect to industry, size of the company profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin): Taking into consideration of the size of the Company, the profile of Mr. Vijay Amrutlal Bhavsar and the responsibilities shouldered by him the aforesaid remuneration package is commensurate with the remuneration package paid to managerial positions in other companies.
7	Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any: Besides the remuneration, he is holding 8,16,660 Equity Shares of the Company.

III. OTHER INFORMATION:

- Reasons for inadequate profits: NA
- Steps taken or proposed to be taken for improvement: NA
- Expected increase in productivity and profit in measurable terms: NA

ANNEXURE-A**DETAILS OF THE DIRECTORS SEEKING REAPPOINTMENT / APPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING**

Name of the Director	Mr. Vijay Amrutlal Bhavsar	Mr. Lijo Stephen Chacko	Ms. Kanika Singal
Date of Birth	06/08/1969	18/03/1973	25/01/1978
Date of First Appointment	10/07/2014	10/07/2014	10/07/2014
Expertise in specific functional areas	Mr. Vijay Amrutlal Bhavsar contributes in terms of liaison with the local bodies in Gujarat region.	He is trustee in many charitable Organisations and works for a noble cause. He has served Indian Navy and retired as a Commander. He has outstanding leadership skills.	15 years of skilled entrepreneur for large- and small-scale organisation with proven track record of launching businesses across global markets in business services, Infrastructure, consumer, fashion, retail eCommerce, education sectors etc.
Qualification	Graduation in Chemical Engineering	GELP (Yale school of Management), PGD in Marine Engineering	GELP (Yale school of Management), MBA (IIT-Delhi), B.Arch (School of Planning and Architecture)
Shareholding in the Company as on 31st March 2021	3.54% (As Karta of HUF)	NIL	NIL
Directorship of other Boards as on 31st March 2021	Nil	1.GO2C CHANGE MAKERS FOUNDATION 2.BLOOMS'DAY RENEWABLES LLP	1.Obreedo Design Solutions Private Limited 2.Next Leap Advisory and Search Services Private Limited 3.Cosmos Strategy consultants LLP
Membership/Chairmanship of Committees of other Boards as on 31st March , 2021	NIL	1.Nomination & Remuneration Committee 2. CSR Committee	1.Audit Committee
Relationship with other Directors/ KMP	NIL	NIL	NIL
Terms and conditions of appointment	Not Applicable	Not Applicable	Not Applicable

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PROXY FORM
Form No MGT-11

CIN	U24110TG1989PLC009497
Name of the Company	SIGACHI INDUSTRIES LIMITED
Registered Office	229/1 & 90, KALYAN'S TULSIRAM CHAMBERS, MADINAGUDA HYDERABAD TG 500049 IN

Name of the member (s):	
Registered address:	
E-mail Id:	
No. of shares held	
Folio No.	

I/We being the member(s) of _____ Nos. of shares of the above named Company hereby appoint:

S.No.	Name	Address	Email ID	Signature	
1					or failing him
2					or failing him
3					

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 32nd Annual General Meeting of the Company to be held on Monday, 20th day of September, 2021 at 11.30 A.M at its registered office situated at 229/1 & 90, Kalyan's Tulsiram Chambers, Madinaguda Hyderabad, TG 500049 IN and at any adjournment thereof in respect of such resolutions as are indicated below:

** I wish my above Proxy to vote in the manner as indicated in the box below:

Resolution Details
Ordinary Business

S.No.	Resolution	For	Against
1.	Adoption of the Audited Financial Statements (including consolidated financial statements) for the financial year ended 31st March 2021 together with the Report of the Board of Directors and the Auditors thereon.		
2.	Declaration of Dividend for the financial year ended 2020 -21 on Equity Shares		
3.	To appoint a Director in place of Mr. Swami Das Nigam (DIN: 02669472), who retires by rotation and being eligible, offers himself for re-appointment		
4.	Ratification of Remuneration to Cost Auditor		
5.	Appointment of M/s T. Adinarayana & Co., Chartered Accountants, as Statutory Auditors of the Company		

**Special Business:**

6.	Re-appointment of Mr. Lijo Stephen Chako [DIN: 07593064] as an Independent Director of the Company		
7.	Re-appointment of Ms. Kanika Singal [DIN: 07295273] as an Independent Director of the Company		
8.	Re-Appointment of Mr. Vijay Amrutlal Bhavsar [Din: 01768165] as Whole Time Director for a further period of One Year		

****** It is optional to put a 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.

Signed this day of..... 2021

Signature of shareholder.....

Signature of Proxy holder(s) (1).....

Signature of Proxy holder(s) (2).....

Signature of Proxy holder(s) (3).....

Affix
Revenue
Stamp not
less than
Re.0.15

Notes:

1. 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.
2. A Proxy need not be a member of the company.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.
5. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice Extra Ordinary General Meeting.
6. Please complete all details including details of member(s) in above box before submission.

Sigachi Industries Limited
229/1 & 90, Kalyan's Tulsiram Chambers, Madinaguda, Hyderabad- 500 049

ATTENDANCE SLIP

(Please present this slip at the Meeting venue)

I hereby record my presence for the _____ Annual General Meeting of the Company, to be held on 20.09.2021 at _____ a.m at registered office of the company and at any adjourned meeting thereof.

Shareholders/Proxy's Signature_____

Shareholders/Proxy's full name_____

(In block letters)

Folio No./ Client ID_____

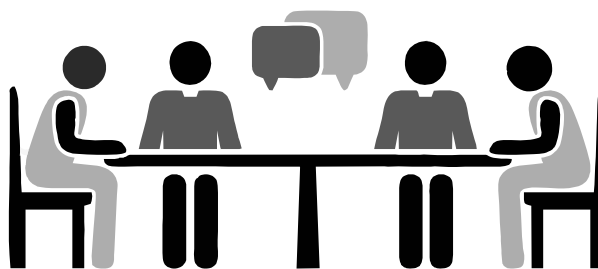
No. of shares held_____

Note:

Shareholders attending the meeting in person or by proxy are required to complete the attendance slip and hand it over at the entrance of the meeting hall.



Corporate Information



Directors

Mr. Swami Das Nigam
Mr. Rabindra Prasad Sinha
Mr. Chidambaranathan Shanmuganathan
Mr. Amit Raj Sinha
Mr. Vijay Amrutlal Bhavsar
Mr. Lijo Stephen Chacko
Ms. Kanika Singal
Mr. Sarveswar Reddy Sanivarapu

Chief Financial Officer

Mr. O. Subbarami Reddy

Company Secretary & Compliance Officer

Ms. Shreya Mitra

Statutory Auditor

M/s. T. Adinarayana & Co.

Chartered Accountants
806, 8th Floor, Raghava Ratna Towers
Chirag Ali Lane, Abids,
Hyderabad- 500 001

Internal Auditor

M/s. PSRV & Co. LLP

Chartered Accountants
1-10-98/A 2nd Floor, Saptagiri
Residency, Chikoti Gardens,
Begumpet, Hyderabad- 500 016
Telangana, India

Cost Auditor

Mr. NVS Kapardhi

Cost Accountant

Registrar & Share Transfer Agent

Big Share Services (P) Ltd.

1st Floor Bharat Tin Works Building
Opposite Vasant Oasis
Makwana Road, Marol
Andheri (East), Mumbai – 400 059
Maharashtra, India

Bankers

Kotak Mahindra Bank Limited

Registered Office

#229/1 & 90, Kalyan's Tulsiram Chambers,
Madinaguda, Hyderabad- 500 049
Telangana, India

Unit 1

Plot No. 20-21,
IDA Pasamailaram
Phase I, Sangareddy District
Telangana, India

Unit 2

SEZ Unit

Plot No. Z-16, SEZ Unit
Dahej SEZ Part I
Bharuch District
Gujarat, India

Unit 3

Plot No. 763/2
Jhagadia GIDC
Bharuch District
Gujarat, India

This image shows a full page of blank, lined paper. It features approximately 20 evenly spaced horizontal grey lines across its entire surface, typical of notebook or school paper. There are no margins, text, or other markings present.



SIGACHI
Experience Excellence



www.sigachi.com

Registered Office:

No.229/1 & 90, 2ndFloor,
Kalyan's Tulsi Ram Chambers,
Madinaguda, Hyderabad – 49.
Telangana State, India.
Email: mktg.dgm@sigachi.com
Customer Service +91 40 40114874-76

Unit - 1

Plot No.20-21,
IDA Pasamailaram
Phase 1, Sangareddy Dist
Telangana State, India.

Unit - 2

Plot No. Z-16, SEZ Unit
Dahej SEZ Part 1
Bharuch Dist
Gujarat, India.

Unit - 3

Plot No. 763/2
Jhagadia GIDC
Bharuch Dist
Gujarat, India.