

BOARD OF DIRECTORS

| | |
|---|--------------------------------|
| Sri P Veerananarayana | Chairman and Managing Director |
| Sri P Madhupratap | Executive Director & CFO |
| Sri P. Ravichandra | Technical Director |
| Sri Ramachandra Chowdary Amineni | Independent Director |
| Smt. P. Sugunamma | Non Executive Women Director |
| Sri B.P. Jetty | Independent Director |

REGISTERED OFFICE

D4 & D5
 Industrial Estate
 Renigunta Road
 Tirupati - 517 506

FACTORY

D4, D5, D11 & Shed No.3
 Industrial Estate
 Renigunta Road
 Tirupati - 517 506

AUDITORS

SPC & Associates
 Chartered Accountants,
 Plot No.252A, 2nd Floor,
 MLA Colony, Lotus Pond Road,
 Road No.12, Banjara Hills,
 Hyderabad - 500 034.

REGISTRAR & SHARE TRANSFER AGENTS

Bigshare Services Pvt Ltd (H.O.)
 Bharat Tin works Building,
 1st Floor, Opp. Vasant Oasis,
 Next to Keys Hostel, Marol Maroshi Road,
 Andheri (E), Mumbai - 400 059.

A.J. Sharma & Associate

Company Law Adviser
 # 5-8-352, No. 17, 1st Floor
 Raghavathna Towers, Chirag Ali lane Abids
 Hyderabad - 500 001.

M/s. Bigshare Services (P) Ltd (B.O.)

306, 3rd Floor, Right Wing, Amrutha Villae,
 Opp. Yasoda Hospital, Somajiguda,
 Raj Bhavan Road, Hyderabad - 500 082

LISTING

The Stock Exchange, Mumbai

35th ANNUAL GENERAL MEETING

Date: Thursday, 27th September, 2018

Time: 3.30 P.M.

VENUE: Registered Office
 D4 & D5, Industrial Estate
 Renigunta Road
 Tirupati - 517 506

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NOTICE TO SHAREHOLDERS

Notice is hereby given that the 35th Annual General Meeting of the Members of Sibar Autoparts Limited will be held on Thursday, 27th September, 2018 at 3.30 P.M. p.m. at the Registered Office of the company at D4 & D5, Industrial Estate, Tirupati – 517501 to transact the following business:

Ordinary Business:
1. Adoption of Audited Financial Statements

To receive, consider and adopt the Audited financial statements of the Company for the financial year ended as at 31st March, 2018, including the Balance Sheet as at 31st March, 2018, statement of Profit and Loss For the year ended on that date together with the Reports of Directors and Auditor's thereon

2. Appointment of Director retiring by rotation

To appoint a Director in place of Mrs. Pemmasani Sugunamma (holding Director Identification Number 07128299), Non executive woman director who retires by rotation and being eligible, offers her self for reappointment

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

"RESOLVED THAT pursuant to the provisions of Section 197 read with Part I and Section I of Part II of Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof), applicable clauses of the Articles of Association of the Company and recommendation of the Nomination and Remuneration Committee and Audit Committee, approval of the Company be and is hereby accorded for revision of remuneration payable to Mr. P. Veerananarayana, Chairman & Managing Director of the Company with effect from April, 2018 on the salary , allowances and perquisites as under :

1. Salary Rs.1,25,000/- (Rupees One lac twenty five thousand only)
2. (i) In addition to the above , the Chairman & Managing Director shall also be entitled to perquisites and allowances like accommodation (furnished or otherwise) or house rent allowances in lieu thereof ; reimbursement of expenses or allowances for utilities such as gas, electricity, water, furnishings, medical reimbursement ; club fees and leave travel concession for himself and his family; personal accident insurance and such other perquisites and allowances in accordance with the rules of the company or as may be agreed to by the Board of Directors; such perquisites and allowances shall be restricted to an amount equal to the annual salary

- (ii) For the purpose of calculating the above ceiling , perquisites shall be evaluated as per Income-tax Rules wherever applicable. In the absence of any such Rules, Perquisites shall be evaluated at actual cost.

- (iii) Company's contribution to Provident Fund and Superannuation or Annuity Fund , to the extent these neither singly or together are not taxable under the Income-tax Act, Gratuity payable as per rules of the Company and encashment of leave at the end of tenure, shall not be included in the computation of limits for the remuneration or perquisites aforesaid.

- iv) Provision for car for use on Company's business and telephone at residence will not be considered as perquisites . Personal long distance calls on telephone and the use of car for private purpose shall be billed by the company.

Explanation : For the above purpose family means spouse, dependent children and dependent parents

None of the Directors except Sri P.Veerananarayana is concerned or interested in this Resolution.

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

"RESOLVED THAT pursuant to the provisions of Section 197 read with Part I and Section I of Part II of Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof), applicable clauses of the Articles of Association of the Company and recommendation of the Nomination and Remuneration Committee and Audit Committee, approval of the Company be and is hereby accorded for revision of remuneration payable to Mr. P. Madhupratap, Executive Director cum CEO of the Company with effect from April, 2018 on the salary , allowances and perquisites as under :

1. Salary Rs.1,15,000/- (Rupees One lac fifteen thousand only)
2. (i) In addition to the above , the Executive Director cum CEO shall also be entitled to perquisites and allowances like accommodation (furnished or otherwise) or house rent allowances in lieu thereof ; reimbursement of expenses or allowances for utilities such as gas, electricity, water, furnishings, medical reimbursement ; club fees and leave travel concession for himself and his family; personal accident insurance and such other perquisites and allowances in accordance with the rules of the company or as may be agreed to by the Board of Directors; such perquisites and allowances shall be restricted to an amount equal to the annual salary



- (ii) For the purpose of calculating the above ceiling , perquisites shall be evaluated as per Income-tax Rules wherever applicable. In the absence of any such Rules, Perquisites shall be evaluated at actual cost.
- (iii) Company's contribution to Provident Fund and Superannuation or Annuity Fund , to the extent these neither singly or together are not taxable under the Income-tax Act, Gratuity payable as per rules of the Company and encashment of leave at the end of tenure, shall not be included in the computation of limits for the remuneration or perquisites aforesaid.
- iv) Provision for car for use on Company's business and telephone at residence will not be considered as perquisites . Personal long distance calls on telephone and the use of car for private purpose shall be billed by the company.
- Explanation : For the above purpose family means spouse, dependent children and dependent parents
- None of the Directors except Sri P.Madhupratap is concerned or interested in this Resolution.
5. To consider and if thought fit , to pass with or without modification(s) the following resolution as an Ordinary Resolution
- *RESOLVED THAT** pursuant to the provisions of Section 197 read with Part I and Section I of Part II of Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof), applicable clauses of the Articles of Association of the Company and recommendation of the Nomination and Remuneration Committee and Audit Committee, approval of the Company be and is hereby accorded for revision of remuneration payable to Mr. P. Ravichandra, Technical Director of the Company with effect from April,2018 on the salary , allowances and perquisites as under:
1. Salary Rs.1,10,000/- (Rupees One lac ten thousand only)
 - 2 (i)In addition to the above , the Executive Director shall also be entitled to perquisites and allowances like accommodation (furnished or otherwise) or house rent allowances in lieu thereof ; reimbursement of expenses or allowances for utilities such as gas, electricity, water, furnishings, medical reimbursement ; club fees and leave travel concession for himself and his family; personal accident insurance and such other perquisites and allowances in accordance with the rules of the company or as may be agreed to by the Board of Directors; such perquisites and allowances shall be restricted to an amount equal to the annual salary
 - (ii) For the purpose of calculating the above ceiling , perquisites shall be evaluated as per Income-tax Rules wherever applicable. In the absence of any such Rules, Perquisites shall be evaluated at actual cost.
 - (iii) Company's contribution to Provident Fund and Superannuation or Annuity Fund , to the extent these neither singly or together are not taxable under the Income-tax Act, Gratuity payable as per rules of the Company and encashment of leave at the end of tenure, shall not be included in the computation of limits for the remuneration or perquisites aforesaid.
 - iv) Provision for car for use on Company's business and telephone at residence will not be considered as perquisites . Personal long distance calls on telephone and the use of car for private purpose shall be billed by the company.
- Explanation : For the above purpose family means spouse, dependent children and dependent parents
- None of the Directors except Sri P.Ravichandra is concerned or interested in this Resolution.

By the Order of the Board

For Sibar Autoparts Limited

P. Veerananarayana

Chairman Cum Managing Director

DIN: 00644259

Place : Tirupati

Date : 13 August, 2018



NOTES :

1. A member entitled to attend and vote at the Meeting may appoint a proxy to attend and, to vote instead of himself/herself. A Proxy need not be a member of the Company. Proxies, in order to be effective, must be deposited with the Company not less than forty-eight hours before the meeting. Proxies submitted on behalf of limited companies, societies, partnership firms, etc. must be accompanied by appropriate resolution/authority as applicable, issued on behalf of the nominating organization.

A person can act as a proxy on behalf of members not exceeding fifty and holding in aggregate shares not more than 10 percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
2. In accordance with the Companies Act, 2013 read with the Rules, the Notice of the AGM along with the Annual Report for 2017-18 are sent by electronic mode to those members whose e-mail addresses are registered with the Company / Depositories, unless any member has requested for a physical copy of the same. For members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode.
3. The Register of Members and Transfer Books of the Company will remain closed from 21st September, 2018 to 27th September, 2018 (both days inclusive).
4. Shareholders are requested to notify change in address if any, immediately to the Company's Registered Office.
5. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form are required to submit their PAN details to the Company.
6. Shareholders are requested to bring their copies of Annual Reports to the Meeting. Copies of the Annual Report will not be available for distribution to shareholders at the Meeting hall.
7. Shareholders attending the Meeting are requested to complete the enclosed attendance slip and deliver the same at the entrance of the Meeting hall.
8. Shareholders intending to require information about accounts to be explained in the meeting are requested to inform the company at least 7-days in advance of the Annual General Meeting.
9. Members are requested to note that all shares related transactions i.e., transfer, transmission, transposition, nomination, change of name etc., are being handled by the company/ through share registrars.
10. Members may also note that the Notice of the 35th Annual General Meeting and the Annual Report for the financial period ended on 31.03.2018 will also be available on the Company's website www.sibarauto.com for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office in Tirupati for inspection during normal business hours on working days. For any communication, the shareholders may also send requests to the Company's investor email id.
11. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 35th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository Services (India) Limited (CDSL). The detailed procedure to be followed in this regard has been given in Annexure-A to the notice. The members are requested to go through the same carefully.

**DETAILS OF DIRECTORSHIPS OF DIRECTORS SEEKING
RE-APPOINTMENT AT THE AGM**

| | |
|---|--------------------------|
| Name | Mrs. Pemmasani Sugunamma |
| Date of Birth | 01-07-1953 |
| Qualifications | - |
| Experience in Specific area | Administration |
| Directorships held in other Public Limited Companies (Except foreign and Section 8 Companies Membership/Chairmanship / Membership/ Chairmanship of Committee of other Public Companies (includes audit committee and stakeholders Relationship committee only | — — |
| Number of shares held in the Company | 23,78,680 |

Annexure "A" to the Notice

The Company has entered into an arrangement with Central Depository Services (India) Limited (CDSL) for facilitating remote e voting for AGM Information and other instructions relating to e-voting are as under:

A) In case of members receiving e-mail from CDSL(for Members whose e-mail address are registered with the company/depository participants.

- (i) Log on to the e-voting website www.evotingindia.com.
- (ii) Click on "Shareholders" tab to cast your votes.
- (iii) Now, select the Electronic Voting Sequence Number - "EVSN" along with "SibarAutoparts Limited "from the drop down menu and click on "SUBMIT"
- (iv) If you are holding shares in Demat form and have already voted earlier on www.evotingindia.com for a voting of any Company, then your existing login id and password are to be used.

If you are a first time user follow the steps given below.

| | For Members holding shares In Demat Form | For Members holding shares in Physical Form5 |
|---------|--|---|
| USER ID | For NSDL :8 Character DP ID Followed by 8 Digits Client ID For CSDL:18 Digits beneficiary ID | Folio Number Registered with the company |
| PAN | PAN* Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department when prompted by the system while e-voting (applicable for both demat shareholders as well as physical shareholders) | |
| DOB | Enter the Date of Birth as recorded in your demat account or at a in the company records for the said demat account or folio in dd/ mm/yyyy format. | |

* Members who have not updated their PAN with the Company/Depository Participant are requested to use the default number: <ABCDE1234F> in the PAN Field.

- (x) On the voting page, you will see Resolution Description and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "Resolutions File Link" if you wish to view the entire Resolution.
- (xii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

- (v) Now, fill up the following details in the appropriate boxes:

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

- (xv) If Demat account holder has forgotten the changed password then Enter the User ID and Captcha Code click on Forgot Password & enter the details as prompted by the system * Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates.

* They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.

* After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.

*The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.



- *They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.
- (B) **In case of members receiving the physical copy of Notice of AGM** [for members whose e-mail IDs are not registered with the company/ depository participant(s) or requesting physical copy]: Please follow all steps from sl. no. (i) to sl.no. (xiv) above, to cast vote.
- C) The voting period begins on **24th September, 2018 (10.00 am) and ends on 26th September, 2018 (5.00 pm)** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date **20th September, 2018**, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting there after. Once the vote on a resolution is cast by the share holder, the share holder shall not be allowed to change it subsequently.
- D) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.
- E) The members who have cast their vote by e-voting may also attend the Meeting but shall not be entitled to cast their vote again.
- F) M.M.Gopalachari FCA, a Practicing Chartered Accountant, Partner, MMGSAND ASSOCIATES, Tirupati (Membership No 025376) has been appointed as Scrutinizer to scrutinize voting process in a fair and transparent manner.
- G) The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and there after unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forth with.
- H) The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be available for inspection and also placed on the website of the Company within the prescribed period.
- I) Subject to receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the Meeting

By Order of Board of Directors

For Sibar Autoparts Limited

P. Veerananarayana
Chairman & Managing Director
DIN:00644259

Place : Tirupati
Date : 13th August' 2018

EXPLANATORY STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102 OF THE COMPANIES ACT, 2013

As required under Section 102 of the Companies Act, 2013 the following Explanatory Statement sets out all material facts relating to the Special Businesses set out from Item No. 3 to Item No. 5 of the Notice

Item Nos. 3, 4 & 5

The Board of directors at their meeting held on 13.02.2018 , subject to approval of members of the Company, has accorded its approval to revision in the remuneration of Mr. P.Veeranarayana , Chairman cum Managing Director , Mr.P.MadhuPratap, Executive Director & CEO and Mr. P.Ravichandra, Technical Director (herein after referred to 'the Executive Directors') of the Company, as above, for the remaining tenure of respective executive directors. The same was approved by the Nomination and Remuneration Committee at its meeting held earlier that day and was recommended to the Board for its approval. While approving the revised remuneration of the Executive Directors, the Nomination and Remuneration Committee considered various parameters which, inter alia, includes, the scale of operations of the Company and increased involvement of executive directors for the overall growth of the Company .with a view to ensure objectivity in determining the remuneration package as well as maintaining a balance between interest of the company and share holders. The revision in remuneration of executive directors was made with the view to make the same commensurate with their efforts given to and involvement in the Company by way of increasing monthly payment so as to maintain a regular distribution of cash flow. The executive directors are related party as per Section 2(76)(i) of the Companies Act, 2013. As per section 177(4)(iv) of the Companies Act, 2013 and amended terms of reference duly approved by the Board of the Company, the audit committee has to accord its approval to any related party transaction and accordingly the Audit Committee at its meeting held on 13.02.2018 discussed, approved and recommended the same agenda for the approval of the Board. Pursuant to provisions of Section 197 read with Part I and Section I of Part II of Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment there of) and applicable clauses of the Articles of Association of the Company, the above said revision in remuneration requires approval of members of the Company in a general meeting by way of ordinary resolution. Accordingly, the resolutions set out at item nos. 3,4 & 5 of the notice are recommended to be passed as ordinary resolution(s).



The details of Executive Director(s) whose remuneration is proposed to be revised, are provided below :

| Name of Executive Directors | Mr. P.Veeranarayana Chairman Cum Managing Director (DIN 00644259) | Mr.P.Madhupratap Executive Director & CFO (DIN 00644254) | Mr.P.Ravichandra Technical Director (DIN 006274131) |
|---|--|---|---|
| Age | 68Yrs (Date of birth 01.07.1950) | 44 Yrs (Date of birth 29.05.1974) | 40Yrs (Date of birth 20.11.1977) |
| Date of First Appointment | 19.02.1983 | 01.04.1997 | 12-08-2016 |
| Expertise in Specific functional areas | He is founder of Sibar Autoparts Limited, possesses over 35 years of experience in the fields of production and overall administration of the company. | About 20 years of experience in field management, Administration and Marketing | About 16 years of experience in Planning and Production and nickel plating technology |
| Qualifications | Diploma in Automobile Engineering | M.Tech in Mechanical Engineering | B.Tech in Chemical Engineering |
| Terms and Conditions of Re-appointment | Re-appointed for five years w.e.f.05.03.2014 | Re-appointed for five years w.e.f.01.08.2014 | Appointed for five years w.e.f.12.09.2016 |
| Remuneration FY 2017-18 | Basic Pay Rs. 4,80,000 HRA Rs. 2,40,000 Medical Allowances Rs. 1,80,000 Perquisites Rs. 1,22,677 | Basic Pay Rs. 4,80,000 HRA Rs. 1,80,000 Medical Allowances Rs. 1,20,000 Perquisites Rs. 4,53,000 | Basic Pay Rs. 4,80,000 HRA Rs. 1,20,000 Medical Allowances Rs. 60,000 Perquisites Rs. 93,415 |
| Remuneration FY 2016-17 | Basic Pay Rs. 4,80,000 HRA Rs. 2,40,000 Medical Allowances Rs. 1,80,000 Perquisites Rs. 1,18,160 | Basic Pay Rs. 4,80,000 HRA Rs. 1,80,000 Medical Allowances Rs. 1,20,000 Perquisites Rs. 1,03,540 | Basic Pay Rs. 2,80,000 HRA Rs. 1,05,000 Medical Allowances Rs. 35,000 |
| Details of Directorships , membership/ chairmanship of Committees of other Boards | NIL | NIL | NIL |
| Number of Equity shares held in the company | 5,72,850 | 16,97,100 | 2,31,000 |
| Number of Board Meetings attended during the financial year 2017-18 | 6 | 6 | 6 |
| Relationship with other Directors , Manager and other Key Managerial Personnel of the Company | Mr.P. Madhupratap & Mr.P.Ravichandra, sons of Mr.P.Veeranarayana | Mr.P.Veeranarayan, (Father) & Mr.P.Ravichandra (Brother) | Mr.P.Veeranarayan,(Father) & Mr.P.Madhu Pratap (Brother) |

None of the Directors, Key Managerial Personnel and/ or their relatives are, in any way, concerned or interested, financially or otherwise, in the Resolutions at Item Nos. 3,4& 5 of the accompanying Notice except Mr. P.Veeranarayana, Mr.P.Madhupratap and Mr. P.Ravichandra since the remuneration of each of these directors is proposed to be revised. The Board recommends the resolutions set forth in item nos. 3, 4 and 5 for the approval of members.

By Order of Board of Directors

P. Veeranarayana
Chairman & Managing Director
DIN:00644259

Place : Tirupati

Date : 13th August'2018

BOARD'S REPORT

Dear Members,

On behalf of the Board of Directors, it is our pleasure to present the Thirty Fifth Annual Report together with the Audited Statement of Accounts SIBAR AUTOPARTS LIMITED for the year ended March 31, 2018.

Pursuant to the notification dated February 16, 2015 issued by the Ministry of Corporate Affairs, the Company has adopted the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules 2015 with effect from April 2016. As such financial statements for the year ended as at March 31, 2016 have been restated to conform Ind AS.

The summarized financial performance of your Company for the year ended 31st March, 2018 is given in the table below.

(Amount in lacks)

| PARTICULARS | Financial Year ended | |
|----------------------------------|----------------------|----------------|
| | 31/03/2018 | 31/03/2017 |
| Total Income | 1985.12 | 1610.72 |
| Revenue from Operations | 2375.47 | 2167.54 |
| Other Income | 61.85 | 75.19 |
| Total Income | 2437.32 | 2242.73 |
| Profit /(Loss) before Interest , | | |
| Depreciation & Tax | (16.20) | 111.55 |
| Finance Cost | 66.18 | 56.31 |
| Depreciation | 76.83 | 46.85 |
| Profit before Tax | (159.21) | 8.39 |
| Less : Tax Expenses | 2.65 | 6.48 |
| Profit for the Year | (161.86) | 1.91 |
| Other Comprehensive Income | — | — |

* Previous year figures have been regrouped/rearranged wherever necessary.

Review of business operations , and the State of Company's Affairs

Your Directors wish to present the details of Business operations done during the year under review:

During the year under review your company reported growth in revenue from operations of 9.59% over the Previous year. The Revenue from operations stood at Rs.2375.47 lacs compared with Rs.2167.54 lacs in the previous year. However the operations resulted in Net Loss of Rs.161.86 lacs against previous year net profit of Rs.1.91 lacs. The main contributing factors are increase in Operating costs , Finance Costs and Depreciation. Effective steps are being taken to reduce operating cost by adding new machines and modifications to existing manufacturing facility so as to improve profitability.

Your directors are hopeful of better results with increase turnover in the coming years.

Outlook

The Indian automotive industry is set to further improve its performance in Financial Year 2018-19 compared to Financial Year 2017-18 that steps into the last quarter of the year.

The Two Wheelers segment dominates the market in terms of volume owing to a growing middle class and a young population. Moreover, the growing interest of the companies in exploring the rural markets further aided the growth of the sector.

India is also a prominent auto exporter and has strong export growth expectations for the near future. Overall automobile exports from India grew at 6.86 per cent CAGR between FY13-18. In addition, several initiatives by the Government of India and the major automobile players in the Indian market are expected to make India a leader in the two wheeler and four wheeler market in the world by 2020.