



# SHARIKA ENTERPRISES LIMITED

(FORMERLY KNOWN AS SHARIKA ENTERPRISES PRIVATE LIMITED)

## ANNUAL REPORT 2018-19

# 21ST ANNUAL GENERAL MEETING

(TO BE HELD ON **MONDAY, THE 30<sup>TH</sup> DAY OF SEPTEMBER, 2019**  
at 9:30 A.M AT Mahogany Hall: Habitat World at India Habitat  
Centre, Lodhi Road. New Delhi – 110003)

# INDEX

<b>CORPORATE INFORMATION</b>	<b>3-4</b>
<b>NOTICE</b>	<b>5-7</b>
<b>PROXY FORM</b>	<b>8</b>
<b>ATTENDANCE SLIP</b>	<b>9</b>
<b>DIRECTORS' REPORT</b>	<b>10-25</b>
<b>AOC-1</b>	<b>26-27</b>
<b>SECRETARIAL AUDIT REPORT</b>	<b>28-30</b>
<b>MAP</b>	<b>31</b>
<b>STANDALONE FINANCIAL STATEMENT</b>	<b>32-44</b>
<b>CONSOLIDATED FINANCIAL STATEMENT</b>	<b>45-46</b>

# CORPORATE INFORMATION

**NAME OF THE COMPANY:**

SHARIKA ENTERPRISES LIMITED

**CIN:**

L51311DL1998PLC093690

**REGISTERED OFFICE :**

208, CHIRANJIV TOWER, 43 NEHRU PLACE, NEW DELHI - 110019

**CORPORATE OFFICE:**

B-124, SECTOR-67 GATAM BUFDH NAGAR, NOIDA - 201301 UP

**WEBSITE:**

[www.sharikaindia.com](http://www.sharikaindia.com)

**SHARES LISTED WITH:**

BOMBAY STOCK EXCHANGE (SME Platform)

**MANAGEMENT & KMP OF THE COMPANY**

Mr. RAJINDER KAUL

Mr. RAVINDER BHAN

Mr. ARUN KAUL

Ms. MUKTA MANI KAUL

Mr. VIKAS PANDEY

Mr. KAMAL BHATEJA

Ms. VINEETA AGRAWAL

Chairman & Managing Director

Whole-time director

Whole-time director

Executive Director

Non-Executive Director

CFO (KMP resigned w.e.f.  
01.03.2019)

CFO (KMP appointed w.e.f  
05.03.2019)

Company secretary

(KMP) (Appointed on  
15.12.2018)

**INDEPENDENT DIRECTORS**

Mr. ASHOK KUMAR KAUL

Mr. RANJEET KUMAR VERMA

Ms. PINKI KUMARI

Mr. SANJAY VERMA

Independent Director

Independent Director

(Appointed on 14.08.2018)

Independent Director

(Appointed on 14.08.2018)

Independent Director

(Appointed on 14.08.2018)

**BOARD COMMITTEES****AUDIT COMMITTEE:**

Mr. RANJEET VERMA	Chairman
Mr. ASHOK KUMAR KAUL	Member
Mr. RAJINDER KAUL	Member

**NOMINATION & REMUNERATION COMMITTEE:**

Mr. RANJEET VERMA	Chairman
Mr. ASHOK KUMAR KAUL	Member
Ms. MUKTA MANI KAUL	Member

**STAKEHOLDER RELATIONSHIP COMMITTEE:**

Ms. MUKTA MANI KAUL	Chairman
Mr. RANJEET VERMA	Member
Mr. RAVINDER BHAN	Member

**AUDITORS****STATUTORY AUDITOR:**

M/s WDK & Associates,  
Chartered Accountants  
(Firm Registration No. 016389N)

**INTERNAL AUDITOR:**

Mr. Ravinder Bhan,  
A-581, POCKET-A, SARITA  
VIHAR NEW DELHI - 110076

**SECRETARIAL AUDITOR:**

M/s Kundan Agrawal & Associates,  
Company Secretaries  
H-23A, 204, Kamal Tower, 2<sup>nd</sup> Floor near Sai Mandir, Vikas Marg, Laxmi Nagar, Delhi – 110092

**REGISTRAR & SHARE TRANSFER AGENT:**

Skyline Financial Services Private Limited  
D-153 A, 1st Floor, Okhla Industrial Area,  
Phase - I, New Delhi - 110 020



# NOTICE

Notice is hereby given that the 21<sup>ST</sup> Annual General Meeting of the Members of **SHARIKA ENTERPRISES LIMITED** will be held on Monday, 30<sup>th</sup> day of September, 2019 at 9.30 A.M. at its Registered Office at Mahogany Hall: Habitat World at India Habitat Centre, Lodhi Road. New Delhi – 110003 to transact the following business:

## Ordinary Business:

1. To receive, consider and adopt the Standalone and Consolidated Audited Financial Statements of the company including the Balance Sheet of the Company as at 31<sup>st</sup> March, 2018 and the Statement of Profit and Loss of the Company for the financial year ended 31<sup>st</sup> March, 2018 and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Arun Kaul (DIN 02588961), the Director of the Company, who is liable to retire by rotation and being eligible, offers himself for re-appointment pursuant to the provisions of Section 152 of the Companies Act, 2013.
3. Re-appointment of Statutory Auditor:  
To consider and, if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:-

**“RESOLVED THAT** pursuant to provisions of Section(s) 139 and 142 of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) the Company do hereby re-appoints M/s M/s WDK & Associates. Chartered Accountants, firm Registration No. (016389N) as Statutory Auditors of the company for a period of five years from the conclusion of 21st Annual General Meeting till the conclusion of Annual General Meeting to be held in 2024, on such remuneration, as may be fixed by the Board of Directors of the Company with the mutual consent of the Auditors.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and are hereby authorized for and on behalf of the Company to take all necessary steps and to do all such acts, deeds, matters and things which may deem necessary in this behalf.”

**For SHARIKA ENTERPRISES LIMITED**

Sd/-

Sd/-

Date: 05/09/2019  
Place: Delhi

(Rajinder Kaul)  
Managing Director  
DIN: 01609805  
Add C-581 Sarita Vihar New  
Delhi 110044

(Ravinder Bhan)  
Wholetime Director  
DIN: 01609915  
Add: A-581, Pocket-A Sarita  
Vihar New Delhi 110076

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE 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. A PROXY FORM IS ENCLOSED. THE INSTRUMENT APPOINTING A PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

A person can act as a proxy on behalf of members not exceeding fifty and holding in aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten per cent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act proxy for any other person or member.

2. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday, 24<sup>th</sup> September, 2019 to Monday, 30<sup>th</sup> September, 2019 (both days inclusive) for the purpose of the AGM.
3. Members / Proxies should fill-in the attendance slip for attending the Meeting and bring their attendance slip along with their copy of the Annual Report to the Meeting.
4. In case of joint holders attending the meeting, only such joint holder who is higher in the order of name will be entitled to vote.
5. All documents referred to in the accompanying Notice are opened for inspection at the Registered Office of the Company on all working days, except Saturday and Sunday between 2 P.M. to 4 P.M. upto the date of the Annual General Meeting.
6. Members are requested :
  - i) To quote their folio Nos. in all correspondence.
  - ii) To note that no gifts will be distributed at the meeting.
7. Members who have not registered their e-mail addresses so far are requested to register their e-mail addresses for receiving all communications including Annual Report, Notices, Circulars, etc from the Company electronically.
8. In terms of Section 72 of the Companies Act, 2013, a Member of the Company may nominate a person on whom the shares held by him/her shall vest in the event of his/her death. Member(s) desirous of availing this facility may submit nomination in the prescribed

Form SH – 13 to the Company/RTA in case shares are held in Physical form, and to their respective depository participant, if held in electronic form.

**BRIEF PROFILE OF DIRECTOR BEING APPOINTED or RE-APPOINTED**

<b>PARTICULARS</b>	<b>Mr. ARUN KAUL</b>
Date of Appointment	01.04.2005
Qualifications	BACHELOR OF TECHNOLOGY (B.TECH)
Directorship held in other public companies	1
Membership/Chairmanship of Committees of other Public Companies	0
Disclosure of relationship between Directors inter-se	None

**For SHARIKA ENTERPRISES LIMITED**

**Sd/-**

**Sd/-**

**Date: 05/09/2019**  
**Place: Delhi**

**(Rajinder Kaul)**  
**Managing Director**  
**DIN: 01609805**  
**Add C-581 Sarita Vihar New**  
**Delhi 110044**

**(Ravinder Bhan)**  
**Wholetime Director**  
**DIN: 01609915**  
**Add: A-581, Pocket-A Sarita**  
**Vihar New Delhi 110076**

### Proxy form

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

**SHARIKA ENTERPRISES LIMITED**

**CIN: L51311DL1998PLC093690**

**REG OFFICE: 208, CHIRANJIV TOWER, 43 NEHRU PLACE, NEW DELHI - 110019**

Name of the Member(s)	:
Registered address	:
E-mail Id	:
Folio No/ Clint Id	:

I/ We being the member of ..... shares, hereby appoint

1. Name: .....  
 Address: .....  
 E-mail Id: .....  
 Signature:..... or failing him

2. Name: .....  
 Address: .....  
 E-mail Id: .....  
 Signature: .....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at 21<sup>st</sup> Annual General Meeting of members of the Company to be held on Monday, the 30<sup>th</sup> day of September, 2019 at 9:30 a.m. at the registered office of the Company situated at Mahogany Hall: Habitat World at India Habitat Centre, Lodhi Road. New Delhi – 110003 and at any adjournment thereof in respect of such resolutions as are indicated below:

S. NO.	RESOLUTION	FOR	AGAINST
1.	To receive, consider and adopt the Audited Financial Statements of the company including the Balance Sheet of the Company as at 31st March, 2018 and the Statement of Profit and Loss of the Company for the financial year ended 31st March, 2018 and the Reports of the Board of Directors and Auditors thereon.		
2.	To appoint a Director in place of Mr. Arun Kaul (DIN 02588961), the Director of the Company, who is liable to retire by rotation and being eligible, offers himself for re-appointment pursuant to the provisions of Section 152 of the Companies Act, 2013.		
3.	Re appointment of statutory auditors		

Signed this ..... day of ..... 2019

Signature of Shareholder .....

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

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

**SHARIKA ENTERPRISES LIMITED**

CIN: L51311DL1998PLC093690

REG OFFICE: 208, CHIRANJIV TOWER, 43 NEHRU PLACE, NEW DELHI - 110019

**ATTENDANCE SLIP****21<sup>ST</sup> Annual General Meeting to be held on Monday, the 30<sup>th</sup> day of September, 2019 at 9:30 A.M.**

Name of attending member .....

Regd. Folio No./DP ID/Client ID .....

No. of shares held.....

I certify that I am a registered shareholder/proxy for the registered Shareholder of the Company and hereby record my presence at the 21<sup>ST</sup> Annual General Meeting of the Company to be held on **Monday, the 30<sup>th</sup> day of September, 2019 at 9:30 A.M. at Mahogany Hall: Habitat World at India Habitat Centre, Lodhi Road. New Delhi – 110003.**

\_\_\_\_\_

\_\_\_\_\_

Member's/Proxy's name in Block Letters

Member's/Proxy's Signature

Note: Please fill this attendance slip and then hand it over at the entrance of the hall.

# DIRECTORS' REPORT

To the Members of Sharika Enterprises Limited

The Directors have pleasure in presenting the 21<sup>st</sup> Annual Report of your Company together with its audited financial statement for the financial year ended March 31, 2019.

## FINANCIAL RESULT:

### STANDALONE (in Rs.)

Particulars	2018-19	2017-18
Total Income	244,678,690	192,339,169
Total Expenditure	232,846,169	163,201,138
Profit/ (Loss) before Tax	11,832,520	29,138,031
Profit/ (Loss) after Tax	8,927,137	22,676,115

### CONSOLIDATED (in Rs.)

Particulars	2018-19	2017-18
Total Income	245,199,851	194,480,810
Total Expenditure	237,488,463	174,171,193
Profit/ (Loss) before Tax	7,711,388	20,309,617
Profit/ (Loss) after Tax	4,806,004	13,847,701

## FINANCIAL HIGHLIGHTS– STANDALONE:

### Income:

The Total Income for the year ended March 31, 2019 is Rs. 244,678,690 more than Total Income of the previous year.

### Depreciation and Finance Costs:

Depreciation for the year is higher at Rs. 50,72,351 which is lower compared to previous year. Total Finance costs for the year ended March 31, 2019 was Rs. 1,36,87,751.00 which is lower as compared to previous year.

**Profit before Tax and Exceptional Items:**

Profit before Tax stood at Rs. 1,18,32,350 as compared to previous year Rs. 2,91,38,031.

**Borrowings:**

The total borrowings stood at Rs. 92,6111,372 as on March 31, 2019 as against Rs. 82,052,596 as on March 31, 2018 for the standalone entity.

**Profit / (Loss) after tax:**

The Profit after Tax for the year is at Rs. 89,27,137 as compared to a profit of Rs. 2,26,76,115 for the previous year.

**FINANCIAL HIGHLIGHTS – CONSOLIDATED**

The consolidated income of your Company for the year ended March 31, 2019 aggregated Rs. 245,199,851 as against for the previous year Rs. 194,480,810. The consolidated turnover increased by 26.08 %.

The consolidated profit after Tax aggregated to Rs. 4,806,004 for the year has declined when compared to the profit after Tax of Rs. 13,847,70 for the previous year. The consolidated financial results of the current year were impacted due to various operational factors.

**SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:**

The Consolidated Financial Statements of your Company and its Subsidiary and Joint Venture prepared in accordance with the relevant Accounting Standards of the Institute of Chartered Accountants of India, duly audited by the Statutory Auditors, form a part of the Annual Report and are reflected in the Consolidated Accounts.

Your Company has one Subsidiary and one Joint Venture as at March 31, 2019. Pursuant to the provisions of Section 129(3) of the Act, a statement containing salient features of the financial statements of your Company's Subsidiary and Joint Ventures in Form AOC-1 is attached to the Financial Statements of your Company.

## **PERFORMANCE OVERVIEW AND STATE OF COMPANY'S AFFAIRS:**

During the year under review, your Company has earned net profit of Rs. 8,927,137. Your directors are hopeful for the bright future of the company in years to come. The company will continue its efforts to reduce costs and improve efficiencies, enhance value-addition to its customer base and maximize capacity utilization. With these efforts the company hopes to generate revenues and profitability.

## **NATURE OF BUSINESS:**

Incorporated in 1998, Our Company engaged in Engineering Procurement Construction (EPC) contracts, specialized assembling, trading activities, Erection Services, representation services to majorly power Generation, Transmission and Distribution sector. We have grown consistently over the years and widened our portfolio which covers installing power transmission EHV cables, designing & installing EMS (Energy Management System) and allied distribution automation Equipments such as Autoreclosers, fault passage indicators (FPI) etc., designing and installing of Solar Power Generation plants.

Our Company is headquartered in the National Capital Region in India and with having assembling unit in Jammu and Noida. Also our Company is an ISO 9001:2015 certified for providing Consultancy, Project Management, EPC Contracts in field of Power Generation, Transmission and Distribution. We operate in the infrastructure sphere in India focusing on the power sector and work with international and Indian power equipment manufacturers and involved in project management/EPC contractors.

Our Company is also engaged in trading of LED lights, EHV cables & accessories, power capacitors, switchgears & Cast Resin Transformers.

Our Services are:-

1. Engineering Procurement Constructions (EPC)
2. Representative Services
3. Other consultancy Services

## **CHANGE IN THE NATURE OF BUSINESS, IF ANY**

During the year, there is no change in the nature of business activity of the company.

## **DEMATERIALIZATION OF EQUITY SHARES:**

All the Equity Shares of the Company are in dematerialized form with either of the depositories viz. NSDL and CDSL.



**ANNUAL RETURN:**

The details forming part of the Annual Return shall also be available on Website of the Company which is [www.sharikaindia.com](http://www.sharikaindia.com)

**COMPLIANCE WITH SECRETARIAL STANDARDS**

The Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India and approved by the Central Government under Section 118(10) of the Act.

**APPROPRIATIONS:****Dividend:**

No dividend was declared during financial year under review.

**Reserves:**

The Board of director has not transferred any amount to Reserves.

**LISTING:**

The Equity Shares of the Company are listed on SME Platform of BSE Limited w.e.f. 27th November, 2017. The Company is regular in payment of Annual Listing Fees. The Company has paid Listing fees up to the year 2018-19.

**MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY BETWEEN THE END OF FINANCIAL YEAR AND DATE OF REPORT:**

Mr. Rajinder Khazanchi (Independent Director) resigned in relevant year on 17.05.2018, Mr. Mahesh Pandey (Company Secretary & Compliance Officer) resigned in relevant year on 26.06.2018 while Mr. Ranjeet Verma and Ms. Pinki Kumari was appointed as Independent Director in relevant year on 14.08.2018 which might affect the financial position of the company between the end of the financial year to the date of signing of financial statement and directors' report.

**PUBLIC DEPOSITS:**

Company does not accept and / or renew Fixed Deposits from the general public and shareholders.

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:**

The company has given loan during the financial year 2018-19, the details of which are specified in Note No. 18 of financial statement as on 31<sup>st</sup> March 2019.

The company has neither made any investment nor given any guarantee during the financial year 2018-19.

## **CHANGE IN CAPITAL STRUCTURE AND LISTING OF SHARES**

There was no change in the capital structure for the relevant year 2018-19.

## **BOARD POLICIES**

The details of all the policies approved and adopted by the Board are available on the website of the Company [www.sharikaindia.com](http://www.sharikaindia.com) . You can also access them directly via this link <http://www.sharikaindia.com/policy.php>

### **Policy on directors' appointment and remuneration**

The current policy is to have an appropriate mix of executive, non-executive and independent directors to maintain the independence of the Board, and separate its functions of governance and management. As of March 31, 2018, Our Board of Directors consists of 7 (seven) Directors out of which 3 (three) are Executive Directors, 2(two) are Non-Executive Women Directors and 2 (two) are Independent Directors.

The policy of the Company on directors' appointment and remuneration, including the criteria for determining qualifications, positive attributes, independence of a director and other matters, as required under sub-section (3) of Section 178 of the Companies Act, 2013, is available on our website, at [www.sharikaindia.com](http://www.sharikaindia.com). You can access it directly via this link too <http://www.sharikaindia.com/policy.php>

We affirm that the remuneration paid to the directors is as per the terms laid out in the Nomination and Remuneration Policy of the Company.

## **AUDITOR AND AUDITOR'S REPORT:**

### **Statutory Auditor:**

**M/s WDK & Associates**, Chartered Accountants, was appointed as Statutory Auditors of the Company at 16<sup>th</sup> Annual General Meeting of the Company to hold office for five consecutive

years subject to ratification at every annual general meeting. Finding satisfactory performance of auditor, Board on the recommendation of Audit Committee recommends ratification of the appointment of M/s WDK & Associates as Statutory Auditors. The Auditors are proposed to be re appointed for a period of 5 years from the conclusion of 21<sup>st</sup> AGM till the conclusion of 26<sup>th</sup> AGM.

Statutory Auditor's Report: The Auditors' Report does not contain any qualification, reservation or adverse remark and report are self-explanatory and do not call for any further comments.

**Secretarial Auditor:**

**M/s Kundan Agrawal & Associates**, Company Secretaries, was appointed as Secretarial Auditor of the Company by the Board of Directors w.e.f. 30th May, 2019 for the Financial Year 2018-19.

As the Company recently got listed at BSE SME Exchange, thus Company appointed Secretarial Auditor for the first time.

The Auditors' Report does not contain any qualification, reservation or adverse remark and report are self-explanatory and do not call for any further comments.

Secretarial Auditor's Report: The Auditors' Report does not contain any qualification, reservation or adverse remark and report are self-explanatory and do not call for any further comments.

The report of Secretarial Audit in Form MR -3 is annexed to & forms part of this Report.

**Internal Auditor:**

Mr. Ravinder Bhan was appointed as Internal Auditor of the Company for the financial year 2018-19 who is acting independently. He reports directly to the Board.

Internal Auditor's Report: The Auditors' Report does not contain any qualification, reservation or adverse remark and report are self-explanatory and do not call for any further comments.

**CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The provisions of Companies Act, 2013 w.r.t. CSR are not applicable on the Company

**DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to Section 134(3) (c) of the Companies Act, 2013, the Board of Directors hereby state and confirm that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2019 the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at 31st March, 2019 and of the profit and loss of the company from 1st April, 2018 to 31st March, 2019.
- c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safe guarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors had prepared the annual accounts on a going concern basis; and
- e) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **RELATED PARTY TRANSACTIONS:**

Transactions with related parties in the ordinary course of the Company's business and none of these fall under the purview of the provisions of section 188 of the Companies Act, 2013. The details of RPT are more fully explained in Note No. 30 of Financial Statements.

The policy on Related Party Transactions is available on our Website [www.sharikaindia.com](http://www.sharikaindia.com) . You can access it directly via this link too <http://www.sharikaindia.com/policy.php>

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

##### **A. Conservation of Energy-**

- i. the steps taken or impact on conservation of energy; Nil*
- ii. the steps taken by the company for utilizing alternate sources of energy; Nil*

iii. *the capital investment on energy conservation equipments; Nil*

**B. Technology Adsorption-**

i. *the efforts made towards technology absorption- Nil*

ii. *the benefits derived like product improvement, cost reduction, product development or import substitution- Nil*

iii. *in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- Nil*

iv. *the expenditure incurred on Research and Development- Nil*

**C. Foreign Exchange Earnings and Outgo: Nil**

**DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT 2013 READ WITH RULES:**

The Company has not received any complaint of sexual harassment during the year under review.

**SIGNIFICANT AND MATERIAL ORDERS OF REGULATORS OR COURTS OR TRIBUNALS:**

A significant material order was passed by Himachal Pradesh Electricity Board for declaration of automation of SCADA system.

L.S. Cable India Private Limited for the supply of medium voltage cable.

There are no other significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

**COROPRATE GOVERNANCE**

As per Regulation 15 under Chapter IV of SEBI (LODR) Regulations, 2015, the listed entity which has listed its securities on the SME exchange are exempt from complying with the Corporate Governance provisions as specified in Regulation 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27 and sub-regulation 2 of Regulation 46.

Your Company has been listed on SME Platform of Bombay Stock Exchange and thus provisions of Corporate Governance are not applicable on your Company. Though, your Company tries to follow all the corporate governance practices as much as it can. Thus, separate Corporate

Governance Report is not provided this year however Company is providing Management Discussion & Analysis report which forms a part of this Annual report.

### **Board diversity**

The Company recognizes and embraces the importance of a diverse board in its success. We believe that a truly diverse board will leverage differences in thought, perspective, knowledge, skill, regional and industry experience, cultural and geographical background, age, ethnicity, race and gender that will help us retain our competitive advantage.

Our Board has been constituted in compliance with the Companies Act and the SEBI Listing Regulations and in accordance with the best practices in Corporate Governance.

### **Declaration by independent directors**

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he / she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and Regulation 25 of the Listing Regulations.

### **Board evaluation**

The Companies Act, 2013 provides that a formal annual evaluation needs to be made by the Board of its own performance and that of its Committees and individual directors. Schedule IV of the Companies Act, 2013, states that the performance evaluation of Independent Directors shall be done by the entire Board of Directors, excluding the director being evaluated.

The board of directors in consultation with Nomination & Remuneration Committee has carried out an annual evaluation of its own performance, Board Committees and individual directors pursuant to the provisions of the Companies Act, 2013.

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the board after seeking inputs from the Committee members on the basis of the criteria such as the composition of committees, effectiveness of Committee meetings, etc.

The Board and the Nomination and Remuneration Committee (“NRC”) reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the Board and Committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the Chairman was also evaluated on the key aspects of his role.

The evaluation of Independent Directors was carried out by the entire Board and that of the Chairman and Non – Independent Directors were carried out by the Independent Directors.

In a separate meeting of Independent Directors, performance of non-Independent Directors, performance of the board as a whole and performance of the Chairman was evaluated, taking

into account the views of executive directors and non-executive directors. The same was discussed in the board meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its committees and individual directors was also discussed.

The Directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committees with the Company.

### **Familiarization program for independent directors**

All new independent directors inducted into the Board attend an orientation program. Further, at the time of the appointment of an independent director, the Company issues a formal letter of appointment outlining his / her role, function, duties and responsibilities. The terms and conditions of appointment of Independent Director and Familiarization Program for independent directors are available on our website, at [www.sharikaindia.com](http://www.sharikaindia.com). You can access them directly via this link too <http://www.sharikaindia.com/policy.php> .

### **DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

#### **Appointments**

Mr. Ranjeet Verma Kumar, Mr. Sanjay Verma and Ms. Pinki Kumari were appointed as Independent Directors in the relevant year on 14.08.2018.

#### **Resignations**

Mr. Mr. Rajinder Khazanchi (Independent Director) resigned in relevant year on 17.05.2018, Mr. Mahesh Pandey (Company Secretary & Compliance Officer) resigned in relevant year on 26.06.2018.

### **MEETINGS OF THE BOARD AND COMMITTEES:**

#### **Meeting of the Board**

During the year 2018-19, Nine board meetings were held on respective date, 28.05.2018, 30.05.2018, 28.06.2018, 14.08.2018, 01.09.2018, 13.11.2018, 15.12.2018, 28.01.2019, 01.03.2019, 05.03.2019. The attendance of directors at the board meetings is as given below:

Name of Directors	Designation	Attendance Particulars	
		Number of Board Meetings	
		Held	Attended
Mr. Rajinder Kaul	Managing Director	10	10
Mr. Ravinder Bhan	Whole-time Director	10	10
Mr. Arun Kaul	Whole-time Director	10	10
Ms. Mukta Mani Kaul	Non-Executive Director	10	10
Mr. Ashok Kumar Kaul	Independent Director	10	10

Mr. RANJEET VERMA KUMAR	Independent Director	6	6
Ms. PINKI KUMARI	Independent Director	6	6
Mr. SANJAY VERMA	Independent Director	6	6

#### **Meetings of Audit Committee:**

During the year 2018-19, One Audit Committee meeting was held on 13<sup>th</sup> October, 2018. The attendance of directors at the Audit Committee meeting is as given below:

Name of Directors	Designation	Attendance Particulars Number of Committee Meetings	
		Held	Attended
Mr. RAJINDER KAUL	Member	1	1
Mr. ASHOK KUMAR KAUL	Member	1	1
MR. RANJEET VERMA	Chairman	1	1

#### **Meetings of Nomination & Remuneration Committee:**

During the year 2018-19, One Nomination & Remuneration Committee meeting was held on 13<sup>th</sup> October, 2018. The attendance of directors at the Nomination & Remuneration Committee meeting is as given below:

Name of Directors	Designation	Attendance Particulars Number of Committee Meetings	
		Held	Attended
Mrs. MUKTA MANI KAUL	Member	1	1
Mr. ASHOK KUMAR KAUL	Chairman	1	1
MR. RANJEET VERMA	Chairman	1	1

#### **Meetings of Stakeholder Relationship Committee:**

During the year 2018-19, no Stakeholder Relationship Committee meeting was held.

#### **INTERNAL FINANCIAL CONTROL AND ITS ADEQUACY**

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of fraud, error reporting mechanisms, accuracy and completeness of the accounting records, and timely preparation of reliable financial disclosures.



There is adequacy of control w.r.t. Financial statements of the Company

### **WHISTLE BLOWER POLICY AND VIGIL MECHANISM**

Your Company has established a “Whistle Blower Policy” and Vigil Mechanism for directors and employees to report to the appropriate authorities concerns about the unethical behavior actual or suspected, fraud or violation of the Company’s code of conduct policy and provides safeguards against victimization of employees who avail the mechanism and also provide for direct access to the Chairman of the Audit Committee. The said policy has been uploaded on the website of the company [www.sharikaindia.com](http://www.sharikaindia.com) . You can see it directly via this link <http://www.sharikaindia.com/img/pdf/vigil-mechanism.pdf>

### **CODE OF CONDUCT**

Company keenly follows the code of conduct and ethics. The code of conduct of our Company is given on our Website [www.sharikaindia.com](http://www.sharikaindia.com) . You can directly access the code of conduct via this link too <http://www.sharikaindia.com/policy.php>

### **RISK MANAGEMENT**

The Company has adequate internal control systems and procedures to combat the risk. The Risk management procedures are reviewed by the Audit Committee and Board of Directors on time to time basis.

### **ACKNOWLEDGEMENT:**

Your Directors are pleased to record their gratitude for the understanding and support received from the share holders, financial institutions, bankers, customers and suppliers of the Company.

**For SHARIKA ENTERPRISES LIMITED**

Sd/-

Sd/-

Date: 05/09/2019  
Place: Delhi

**(Rajinder Kaul)**  
Managing Director  
DIN: 01609805  
Add C-581 Sarita Vihar New  
Delhi 110044

**(Ravinder Bhan)**  
Wholetime Director  
DIN: 01609915  
Add: A-581, Pocket-A Sarita  
Vihar New Delhi 110076

# MANAGEMENT'S DISCUSSION & ANALYSIS

## ABOUT OUR INDUSTRY

### Power Sector India

Power is one of the most critical components of infrastructure crucial for the economic growth and welfare of nations. India's power sector is one of the most diversified in the world.

Electricity demand in the country has increased rapidly and is expected to rise further in the years to come. In order to meet the increasing demand for electricity in the country, massive addition to the installed generating capacity is required.

India ranks third among 40 countries in EY's Renewable Energy Country Attractiveness Index, on back of strong focus by the government on promoting renewable energy and implementation of projects in a time bound manner.

### PERFORMANCE OF CONVENTIONAL GENERATION

The electricity generation target of conventional sources for the year 2019-20 has been fixed as 1330 Billion Unit (BU). i.e. growth of around 6.46% over actual conventional generation of 1249.337 BU for the previous year (2018-19). The conventional generation during 2018-19 was 1249.337 BU as compared to 1206.306 BU generated during 2017-18, representing a growth of about 3.57%.

## SUMMARY OF OUR BUSINESS

### Overview

Incorporated in 1998, Our Company engaged in Engineering Procurement Construction (EPC) contracts, specialized assembling, trading activities, Erection Services, representation services to majorly power Generation, Transmission and Distribution sector. We have grown consistently over the years and widened our portfolio which covers installing power transmission EHV cables, designing & installing EMS (Energy Management System) and allied distribution automation Equipments such as Autoreclosers, fault passage indicators (FPI) etc., designing and installing of Solar Power Generation plants.

Our Company is headquartered in the National Capital Region in India and with having assembling unit in Jammu and Noida. Also, our Company is an ISO 9001:2015 certified for providing Consultancy, Project Management, EPC Contracts in field of Power Generation, Transmission and Distribution. We operate in the infrastructure sphere in India focusing on the

power sector and work with international and Indian power equipment manufacturers and involved in project management/EPC contractors.

Sharika consists of team which provides professional services that are customized to make our principals' businesses a success in India. We work as a team with our principals and our clients to create positive and everlasting business relationships. Our Promoters is having experience of two decades and their hard work and continuous innovation of products, today we have become one of the renowned high-tech enterprise specialized in engineering, designing, procurement, installation, commissioning and maintenance of Solar Power Generation plants, Sub-stations, Transformers, Cable System etc.

As part of our in-house integration model, we have developed in-house resources with key competencies to deliver a project from conceptualization and design to execution and implementation. Our Company is also engaged in trading of LED lights, EHV cables & accessories, power capacitors, switchgears & Cast Resin Transformers.

### **Our Services**

1. Engineering Procurement Constructions (EPC)
2. Representative Services
3. Other consultancy Services

### **Our Competitive Strengths**

- Quality Assurance and Standards
- Experienced Management Team
- Diversified Client Base
- Scalable Business Model

### **Our Business Strategy**

- Build-up a professional organization
- Optimal Utilization of Resources
- Leveraging our Market skills and Relationships
- Entering into new geographical locations
- Focus on higher margin Services

### **The number of permanent employees on the rolls of company:**

There are approximately 72 permanent employees in the Company.

### **If remuneration is as per the remuneration policy of the company:**

We affirm that the remuneration is given to all as per remuneration policy of the Company.

**Ratio of remuneration of highest paid director to other employees who get remuneration more than highest paid director.**

There is no employee who gets higher remuneration than the Directors of the Company

No employee of the Company was in receipt of remuneration exceeding the limits prescribed under rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**For SHARIKA ENTERPRISES LIMITED**

**Sd/-**

**Sd/-**

**Date: 05/09/2019  
Place: Delhi**

**(Rajinder Kaul)  
Managing Director  
DIN: 01609805  
Add C-581 Sarita Vihar New  
Delhi 110044**

**(Ravinder Bhan)  
Wholetime Director  
DIN: 01609915  
Add: A-581, Pocket-A Sarita  
Vihar New Delhi 110076**

# Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

## Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

### Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs )

S. No.	Particulars	Details
1.	Name of Subsidiary	<b>Sharika Lightec Private Limited</b>
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Not Applicable
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	Not applicable
4.	Share capital	3,00,00,000.00
5.	Reserves & surplus	(1,91,53,112.00)
6.	Total assets	4,11,87,684.00
7.	Total Liabilities	4,11,87,684.00
8.	Investments	NIL
9.	Turnover	NIL
12.	Profit before taxation	(25,14,416.00)
13.	Provision for taxation	NIL
14.	Profit after taxation	(25,14,416.00)
15.	Proposed Dividend	NIL
16.	Percentage of shareholding	100.00%

**Part B Associates and Joint Ventures**

**Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to  
Associate Companies and Joint Ventures**

<b>Name of Associates or Joint Ventures</b>	Elettromeccanica India Private Limited
<b>1. Latest audited Balance Sheet Date</b>	31/03/2019
<b>2. Date on which the Associate or Joint Venture was associated or acquired</b>	27/11/2008
<b>3. Shares of Associate or Joint Ventures held by the company on the year end</b>	718185 equity Shares of Rs. 10 each
Amount of Investment in Associates or Joint Venture	Rs. 31,460,825.00
Extent of Holding (in percentage)	49.00%
<b>4. Description of how there is significant influence</b>	Due to percentage of share holding (more than 20%)
<b>5. Reason why the associate/joint venture is not Consolidated</b>	-
<b>6. Networth attributable to shareholding as per latest audited Balance Sheet</b>	Rs. (21,70,503.00)
<b>7. Profit or Loss for the year</b>	
i. Considered in Consolidation	-
ii. Not Considered in Consolidation	Rs. (34,54,171.00)

**For SHARIKA ENTERPRISES LIMITED**

**Sd/-**

**Sd/-**

**Date: 05/09/2019  
Place: Delhi**

**(Rajinder Kaul)  
Managing Director  
DIN: 01609805  
Add C-581 Sarita Vihar New  
Delhi 110044**

**(Ravinder Bhan)  
Wholetime Director  
DIN: 01609915  
Add: A-581, Pocket-A Sarita  
Vihar New Delhi 110076**

Form No. MR-3

# SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31<sup>st</sup> MARCH, 2019

*[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

To  
The Members  
**M/s Sharika Enterprises Limited**  
208, Chiranjiv Tower, 43 Nehru Place  
New Delhi-110019

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

We report that:

- a) Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- b) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion. We have not verified the correctness and appropriateness of the financial records and Books of the Company.
- c) Where ever required, we have obtained the Management representation about the compliances of laws, rules and regulations and happening of events etc. The compliance of the provisions of the Corporate and other applicable laws, rules, regulations, standards is the responsibility of management.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2019 ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2019 according to the provisions of:

**(Secretarial Audit Report for F.Y 2018-19 for M/s Sharika Enterprises Limited)**

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): —
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28 October 2014;
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
- (vi) Indian Stamp Act, 1899;
- (vii) Indian Contract Act, 1872;
- (viii) Income Tax Act, 1961 and indirect tax laws;
- (ix) Applicable Labour Laws; and
- (x) Other applicable Laws;

Having regard to the compliance system prevailing in the Company and on the basis of presentation and Reports made by Compliance Auditors and Internal Auditors of the Company, we further report that the Company has adequate system to ensure the compliance of the other applicable laws specifically to the Company.

We have also examined compliance with the applicable clauses of the following:



**(Secretarial Audit Report for F.Y 2018-19 for M/s Sharika Enterprises Limited)**

- Secretarial Standards issued by The Institute of Company Secretaries of India
- Listing Agreements with Stock Exchanges in India.

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

We further report that

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

We further report that based on the information received and records maintained there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

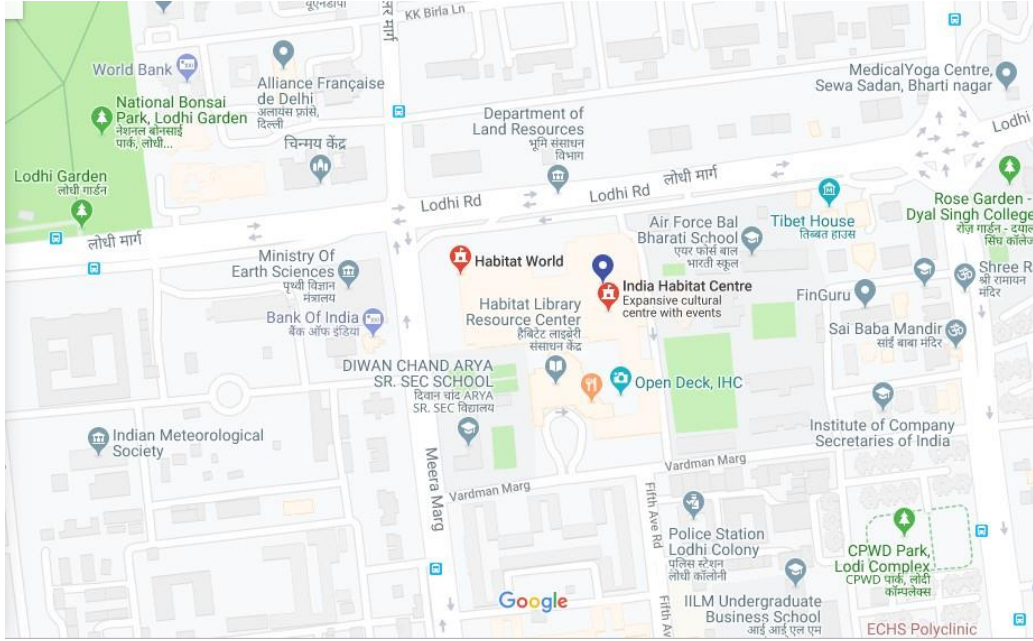
**For Kundan Agrawal & Associates  
Company Secretaries**

**Place: Delhi  
Date: 30/05/2019**

**Sd/-**

**Kundan Agrawal  
Company Secretary  
C.P. No. 8325**

# MAP



# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

B-124, Sector-67, Noida - 201301

## BALANCE SHEET AS AT 31ST MARCH, 2019

Particulars	Note No.	As on 31.03.2019 (in Rs.)	As on 31.03.2018 (in Rs.)
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	3	10,82,50,000	10,82,50,000
(b) Reserves and Surplus	4	13,74,44,588	13,15,74,267
		<b>24,56,94,588</b>	<b>23,98,24,267</b>
<b>(2) Non-Current Liabilities</b>			
(a) Long term Borrowing	5	3,75,69,220	3,65,20,768
(b) Other Non-Current Liabilities	6	1,50,000	1,50,000
		<b>3,77,19,220</b>	<b>3,66,70,768</b>
<b>(3) Current Liabilities</b>			
(a) Short-Term Borrowings	7	5,50,42,152	4,55,31,828
(b) Trade Payables	8	10,93,08,566	2,60,83,931
(c) Other Current Liabilities	9	3,73,99,932	7,74,90,780
(d) Short-Term Provisions	10	2,21,36,529	1,94,84,293
		<b>22,38,87,179</b>	<b>16,85,90,832</b>
<b>Total Equity &amp; Liabilities</b>		<b>50,73,00,988</b>	<b>44,50,85,867</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
<b>(a) Fixed Assets</b>			
Tangible Assets	11	4,40,20,269	4,89,92,458
(b) Non current Investment	12	1,09,09,207	1,39,66,023
(c) Other Non current Assets	13	7,51,62,825	6,44,55,134
(d) Deferred Tax Asset	14	13,46,172	11,75,100
		<b>13,14,38,473</b>	<b>12,85,88,714</b>
<b>(2) Current Assets</b>			
(a) Inventories	15	6,27,80,563	1,60,35,751
(b) Trade receivables	16	19,91,30,548	13,68,41,498
(c) Cash and Cash Equivalents	17	1,27,79,240	8,61,51,098
(d) Short-term loans and advances	18	5,54,65,511	3,31,66,145
(e) Other current assets	19	4,57,06,653	4,43,02,661
		<b>37,58,62,515</b>	<b>31,64,97,152</b>
<b>Total Assets</b>		<b>50,73,00,988</b>	<b>44,50,85,867</b>
<b>The accompanying Notes and Significant Accounting Policies are forming part of these Financial Statements</b>			

*As per our Report of even date attached*

**FOR WDK & ASSOCIATES**

Chartered Accountants


Firm Regn. No. 016389N

  
 (CA. Dheeraj Wadhwa)  
 Partner  
 M.No.091143

Noida

30.05.2019

For and on behalf of the board of  
**SHARIKA ENTERPRISES LIMITED**

  
 Rajinder Kaul  
 DIN 01609805  
 CMD

  
 Ravinder Bhan  
 DIN 01609915  
 WTD

# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

B-124, Sector-67, Noida -201301

## CASH FLOW STATEMENT FOR THE YEAR FINANCIAL YEAR 2018-2019

S.No.	Particulars	As at 31st March 2019	As at 31st March 2018
A.	<b>Cash Flow from Operating Activities</b>		
	Profit Before Tax	1,18,32,520	2,91,38,031
	Depreciation/amortisation	50,72,351	61,98,461
	Interest Expenses	1,22,25,562	1,28,04,629
	Interest /Other Income received	(39,12,238)	(37,37,784)
	(Profit)/Loss on Sale of Fixed Asset	-	-
	<b>Operating Profit before working capital changes</b>	<b>2,52,18,195</b>	<b>4,44,03,337</b>
	Movement in working capital:		
	(Increase)/ Decrease in trade receivables	(7,29,96,741)	(7,93,36,307)
	(Increase)/Decrease in Inventories	(4,67,44,812)	(1,13,32,369)
	(Increase)/Decrease in Loans and Advances	(2,22,99,366)	(82,54,223)
	(Increase)/Decrease in other Current Assets	(14,03,992)	(3,53,40,417)
	Increase/(Decrease) in trade payables	8,32,24,635	(52,22,207)
	Increase/(Decrease) in other current liabilities and Provisions	(3,74,38,611)	5,94,10,037
	<b>Cash generated from Operations</b>	<b>(7,24,40,693)</b>	<b>(3,52,32,150)</b>
	Less:Tax Paid	(30,76,455)	(2,33,928)
	<b>Net Cash from/ (used in) operating activities (A)</b>	<b>(7,55,17,148)</b>	<b>(3,54,66,078)</b>
B.	<b>Cash Flow from Investing Activities</b>		
	Investment in Bank Deposits	-	-
	Purchase of Fixed Assets	(1,00,162)	43,41,765
	(Purchase of Investments)/Proceeds from Sale of Investment/Withdrawal of FD	-	87,71,631
	Proceeds from Interest Received	39,12,238	37,37,784
	Proceeds from Sale of Fixed Assets	-	-
	<b>Net Cash from/ (used in) Investing activities (B)</b>	<b>38,12,076</b>	<b>1,68,51,180</b>
C.	<b>Cash Flow from Financing Activities</b>		
	Proceeds from issue of share	-	10,72,50,000
	Repayment of Long Term Borrowings	10,48,452	(59,93,988)
	Proceeds from Short Term Borrowings	95,10,324	14,94,650
	Interest paid	(1,22,25,562)	(1,28,04,629)
	<b>Net Cash from/ (used in) Financing activities (C)</b>	<b>(16,66,786)</b>	<b>8,99,46,033</b>
D.	<b>Net Cash Increase/(Decrease) in cash and Cash equivalents</b>	<b>(7,33,71,858)</b>	<b>7,13,31,135</b>
	Cash & Cash Equivalent as at beginning of the year	8,61,51,098	1,48,19,963
	<b>Cash and Cash Equivalents as at Close of the year</b>	<b>1,27,79,240</b>	<b>8,61,51,098</b>

*As per our Report of even date attached.*

For WDK & Associates  
Chartered Accountants  
FRN :016389N

CA Dheeraj Wadhwa  
Partner  
Membership No: 091143



For and on behalf of the Board of  
SHARIKA ENTERPRISES LIMITED

Rajinder Kaul      Ravinder Bhan  
Director              Director  
DIN 01609805      DIN 01609915



New Delhi  
30.05.2019








# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

B-124, Sector-67, Noida - 201301

## STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2019

Particulars	Note No.	For the year ended 31.03.2019 (in Rs.)	For the year ended 31.03.2018 (in Rs.)
<b>Revenue</b>			
Revenue from operations	20	24,02,34,885	18,38,55,069
Other Income	21	44,43,804	84,84,100
<b>Total Revenue(I)</b>		<b>24,46,78,690</b>	<b>19,23,39,169</b>
<b>Expenses:</b>			
Cost of materials consumed	22	18,80,89,623	9,14,01,918
Purchases of Stock-in-Trade		-	-
Changes in Inventories	23	(4,67,44,812)	(1,13,32,369)
Employee Benefit Expense	24	4,16,68,523	3,60,53,540
Finance Costs	25	1,36,87,751	1,54,98,958
Depreciation & Amortization Cost	26	50,72,351	61,98,461
Other Expense	27	3,10,72,734	2,53,80,630
<b>Total Expenses(II)</b>		<b>23,28,46,169</b>	<b>16,32,01,138</b>
<b>Profit before exceptional and extraordinary items and tax (III): (I- II)</b>		<b>1,18,32,520</b>	<b>2,91,38,031</b>
Prior Period Adjustments & Extraordinary Items (IV)		-	-
<b>Profit before tax (V): (III-IV)</b>		<b>1,18,32,520</b>	<b>2,91,38,031</b>
<b>Tax expense:</b>			
(1) Current tax		30,76,455	71,43,712
(2) Earlier Year Tax		-	(6,49,332)
(3) Deferred tax		(1,71,072)	(32,464)
<b>Total Tax Expense(VI)</b>		<b>29,05,383</b>	<b>64,61,916</b>
<b>Profit/(Loss) for the period (V-VI)</b>		<b>89,27,137</b>	<b>2,26,76,115</b>
Earning per equity share:			
(1) Basic/Diluted		0.82	2.09
(2) Restated Basic/Diluted		0.82	2.09
<b>The accompanying Notes and Significant Accounting Policies are forming part of these Financial Statements</b>			
<p><i>As per our Report of even date attached</i>  <b>FOR WDK &amp; ASSOCIATES</b>  Chartered Accountants  Firm Regn. No. 016389N</p>   <p><b>(CA) Dheeraj Wadhwa</b>  Partner  M.No.091143</p>		<p>For and on behalf of the board of  <b>SHARIKA ENTERPRISES LIMITED</b></p>    <p><b>Rajinder Kaul</b>  DIN 01609805  CMD</p> <p><b>Ravinder Bhan</b>  DIN 01609915  WTD</p>	
<p>Noida  30.05.2019</p>			

# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

## Notes Forming Part of the Balance Sheet and Statement of Profit & Loss

### 1. Corporate Information

Sharika Enterprises Ltd. (SEL), was incorporated on 6<sup>th</sup> May 1998 to undertake activities of consultancy and marketing services primarily in the power sector for Indian and International Power Equipment Manufacturers. The company has added trading of Electrical items primarily comprising of LED lights and other related products and components. Its operations also include a composite range of activities comprising of engineering, procurement, construction and servicing etc. of Power plants and equipments.

The Company made its Initial Public Offering in November, 2017 and met with overwhelming response wherein the public offering was oversubscribed by more than 59 times, a testament to the growth story and future outlook of the Company. The Company was listed on the Bombay Stock Exchange on 27th November, 2017.

### 2. Significant Accounting Policies

#### a) Basis of Preparation of Financial Statements

The Financial Statements of the Company are prepared on accrual basis under the historical cost convention and are consistent with the accounting policies followed in the previous year. The Financial statements have been prepared with the Generally Accepted Accounting Principles in India to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 (the Act) read with Rule 7 of the Companies (Accounts) Rules, 2014 in conformity with accounting principles generally accepted in India. Accounting Policies, not specifically referred to, are consistent and in consonance with generally accepted accounting principles.

#### b) Use of Estimates

The preparation of financial statements require the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Examples of such estimates include provisions for doubtful debts, employee benefits, provision for income taxes and the useful lives of depreciable fixed assets.

#### c) Fixed Assets

Fixed Assets are stated at cost, less accumulated depreciation /amortization. Costs include all expenses incurred to bring the assets to its present location and condition.

#### d) Depreciation/Amortisation

Fixed assets are accounted at cost less accumulated depreciation. Depreciation is provided on a pro-rata basis on Written Down Value Method (WDV) using the rates arrived based on the useful lives of assets specified in Part C of Schedule II thereto of the Companies Act, 2013 as follows:

S. No.	Useful Life in Years
1. Factory Building	Upto 30 Years
2. Plant & Machinery	Upto 15 Years
3. Furniture & Fixture	Upto 10 Years
4. Office Equipment	Upto 5Years /15 Years
5. Computer Equipment	Upto 6 Years
6. Vehicles	Upto 10Years



SHARIKA ENTERPRISES LTD.  
Noida

# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

## e) Non- Current Investments

The Non current investments are taken at Cost less diminution in their value on account of accumulated losses of the Companies in which Investments are made. The provision for diminution is made if in the opinion of the Management, the decline is other than temporary.

## f) Employee Benefits

### i) Provident Fund

The contributions remitted to government administered Provident and Pension Fund on behalf of its employees in accordance with the relevant statute are charged to the Statement of Profit and Loss as and when due. The Company has no further obligations for future Provident/Pension fund benefits other than its monthly contributions.

### ii) Post Employment Benefit Plans

In the absence of any actuarial valuation done by the Management for retirement and superannuation benefits, no Provision for Gratuity payable to staff has been made during the year as required by Accounting Standard (AS)-15 "Employee Benefits" issued by the Institute of Chartered Accountants of India.

### iii) Other Employee Benefits

The short term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the services.

## g) Revenue Recognition

### Sales

As per AS-9, Revenue is primarily derived from sale of Machines and their components and accessories. The sales are net of Sales Tax and Excise. Revenue from sales is recognized at the point of dispatch when risk and reward of ownership stand transferred to the customers.

### Other Operating Income

Revenue on account of services/ consultancy and commission is recognized as and when services have been rendered in terms of the agreement.

### Other Income

Interest and other Income is recognized on time proportion basis.

## h) Foreign Currency Transactions

Transactions in foreign currency are recorded in Indian Rupees at the exchange rate prevailing on the date of the transactions. Exchange gains or losses on settlement, if any, are treated as income or expenditure respectively in the Statement of Profit and Loss. Liabilities in foreign currency as well as receivables in foreign currency as on the date of the Balance Sheet have been restated into Indian rupees at the rates of exchange prevailing as on the date of Balance Sheet.


# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

## i) Borrowing Costs

According to AS-16, borrowing costs that are directly attributable to the acquisition of qualifying assets are to be capitalized for the period until the asset is ready for its intended use. A qualifying asset being, an asset that necessarily takes a substantial period of time to get ready for its intended use. Other borrowing costs are to be recognized as an expense in the period in which they are incurred.

## j) Taxation

Deferred tax assets are recognized only if there is reasonable certainty that they will be realized and are recognized by way of prudence in accordance with the Accounting Standard AS 22- " Accounting for taxes on Income" issued by the Institute of Chartered Accountants of India. Deferred tax assets or liabilities are established at the enacted tax rates.

Provision for Income Tax has been made in accordance with the assessable profits determined under the provisions of the Income Tax Act.

## k) Inventories

Inventories are valued at lower of cost or net realisable value.

## l) Provisions, Contingent Liabilities & Contingent Assets Etc.

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made.

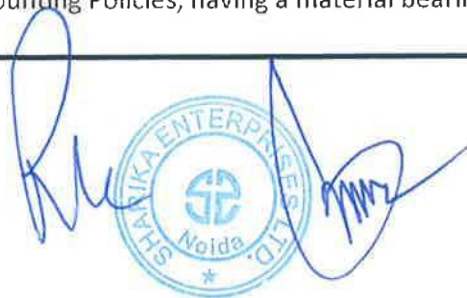
Contingent Liabilities are not recognized but are disclosed, if any, in the Notes to Accounts.

Contingent Assets are neither recognized nor disclosed in the Financial Statements.

## m) Public Issue Expenditure

Expenditure incurred on the Public Issue of Shares of the Company is being written off out of the Security Premium Reserve created out of the premium proceeds on account of issue of Equity shares at Premium.

n) Prior Period and Extra Ordinary items and Changes in Accounting Policies, having a material bearing on the financial affairs of the Company are disclosed separately.



The image shows a handwritten signature in blue ink over a circular blue stamp. The stamp contains the text "SHARIKA ENTERPRISES LTD." around the top edge, "Noida" in the center, and a small star at the bottom. The signature is written across the stamp and extends to the right.



# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

## Note: 3 Share Capital

Particulars	As on 31.03.2019 (in Rs.)	As on 31.03.2018 (in Rs.)
<b>AUTHORIZED CAPITAL</b>		
11000000 (previous year 100000) Equity Shares of Rs. 10/- each.	11,00,00,000	11,00,00,000
	11,00,00,000	11,00,00,000
<b>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</b>		
10825000 (previous year 100000) Equity Shares of Rs. 10/- each, fully paid-up against cash	10,82,50,000	10,82,50,000
*No share is being partially paid up		
<b>Total</b>	<b>10,82,50,000</b>	<b>10,82,50,000</b>

### A. Details of Shares held by each Shareholders Holding more than 5% Shares:

Shareholders' Name	No. of Shares Held	Percentage
Rajinder Kaul	19,76,000	18.25%
Ravinder Bhan	13,57,208	12.54%
Arun Kaul	13,57,132	12.54%
Sanjay Verma	10,85,660	10.03%
Vikas Pandey	5,42,868	5.01%
Meghana Zutshi Kaul	5,42,868	5.01%
Other in aggregate	39,63,264	36.62%

### B. Reconciliation of the Number of Shares and amount outstanding at the beginning and at the end of the reporting period

Particulars		
Equity share outstanding at the beginning of the Year	10825000 (Rs.108250000)	100000 (Rs.1000000)
Bonus Equity Share Issued during the Year	Nil	7500000 (Rs.75000000)
Fresh Equity Share Issued during the Year	Nil	3225000 (Rs.32250000)
Equity share outstanding at the end of the Year	10825000 (Rs.108250000)	10825000 (Rs.108250000)

### C. Terms/rights attached to equity shares

D. No share is being held in the company by its holding company or its ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company.

E. No share is being reserved for issue under options and contracts/commitments for the sale of shares/disinvestment.



# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

## **Note: 4 Reserve & Surplus**

<b>General Reserve</b>		
Balance at the beginning of the year	10,00,000	10,00,000
Transferred from Surplus in Statement of Profit & Loss	-	-
Balance at the end of the year	10,00,000	10,00,000
<b>Security Premium Reserve</b>		
Balance at the beginning of the year	9,20,62,901	-
Premium proceed agaist issue of Equity Shares		10,64,25,000
Less: Written off IPO Expenses as per section 52 of Company Act,2013	-	1,43,62,099
Balance at the end of the year	9,20,62,901	9,20,62,901
<b>Balance in statement in Profit &amp; Loss</b>		
Balance brought forward from previous year	3,85,11,366	9,96,57,883
Add: Profit for the Year as per Statement of Profit & Loss	89,27,137	2,26,76,115
Less: Adjustment on account of Current Year Losses of Sharika Lightec Pvt Ltd	5,59,749	47,63,929
Less: Adjustment on account of Current Year Losses of Electromeccanica India Pvt Ltd	24,84,895	40,52,684
Less: Adjustment on account of Current Year Losses of Sunruf Energy Pvt Ltd	12,172	6,018
Less: Bonus shares issued during the year	-	7,50,00,000
	4,43,81,687	3,85,11,366
<b>Total</b>	<b>13,74,44,588</b>	<b>13,15,74,267</b>

## **Note : 5 Long Term Borrowings**

HDFC Vehicle loans	45,59,994	57,11,765
India Bulls Commercial Credit Ltd.	3,30,09,226	3,08,09,003
India Bulls Housing Finance Limited	-	-
<b>Total</b>	<b>3,75,69,220</b>	<b>3,65,20,768</b>

### **Balances of Term Loans include :**

#### **HDFC Vehicle Loan :-**

Term Loan of Rs. 63 lacs is secured against 3 vehicles acquired out of such finance and is repayable in 84 Months by monthly installments of Rs.

Term Loan of Rs. 12.50 lacs is secured against one vehicle acquired out of such finance and is repayable in 60 Months by monthly installments of Rs. 26,258. The installments were to commence from March 2017 and last installment is due in February 2022.

#### **India Bulls Commercial Credit Limited. :-**

Total Term Loan of 361 lacs is secured by Collatral Security of Companys' Land & Building at B-124, Sector 67, Noida is repayable in 180 monthly instalments. The installments commenced from November 2016 and last installment is due in February 2032.

#### **India Bulls Housing Finance Limited. :-**

Total Term Loan of 30 lacs is secured by Collatral Security of Directors' Personal Property at Gurgaon and is repayable in 24 monthly instalments. The installments commenced from November 2016 and last installment is due in October 2018. The outstanding balance has been shown under sub head of Current Maturities of Long Term Loans in note no-9.

## **Note : 6 Other Non-Current Liabilities**

Security for Rent- Sharika Lightec Pvt. Ltd. (Subsidiary Company)	50,000	50,000
Other Security Deposits	1,00,000	1,00,000
<b>Total</b>	<b>1,50,000</b>	<b>1,50,000</b>



# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

## Note : 7 Short Term Borrowings

<u>Secured</u>		
Cash Credit with J & K Bank (Secured against Director's Personal Property )	3,53,43,458	2,16,06,627
Short term loan from NSIC Ltd. (Secured against J & K Bank Guarantee)	1,96,98,694	1,95,35,670
<u>Unsecured</u>		
From Directors	-	43,89,531
<b>Total</b>	<b>5,50,42,152</b>	<b>4,55,31,828</b>

The Bank Facilities from J&K Bank (Cash Credit) are secured by hypothecation of Company's entire stocks and receivables.

### Unsecured Loans:

The amount taken as unsecured loans from Directors are usually payable on demand but the company reserves its right to defer the payment of the same for a period exceeding 12 months. The amount has been repaid partially during the year. However, no provision for Interest on the amount payable has been made in the absence of any defined terms.

## Note : 8 Trade Payables

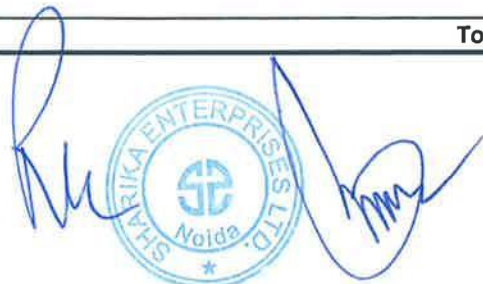
Trade Payable	10,93,08,566	2,60,83,931
<b>Total</b>	<b>10,93,08,566</b>	<b>2,60,83,931</b>

## Note : 9 Other Current Liabilities

<u>Statutory Liabilities</u>		
Duties and Taxes	80,61,879	58,75,956
EPF Payable	5,99,653	7,29,361
ESIC Payable	95,949	1,22,949
<u>Others Liabilities:</u>		
Current Maturities of Long Term Loans	42,38,842	61,76,031
Advances from Customers	1,88,60,121	51,20,975
Non Trade Payable	-	-
Other Expenses payable	5,58,203	-
Employee Banefits Payable	49,85,285	34,43,196
Overdraft with Corporation Bank (Secured against Companies FDRs)	-	5,60,22,312
<b>Total</b>	<b>3,73,99,932</b>	<b>7,74,90,780</b>

## Note : 10 Short Term Provisions

Provision for Income Tax for Previous years	1,90,60,074	1,23,40,581
Provision for Income Tax for F.Y 2018-19	30,76,455	71,43,712
<b>Total</b>	<b>2,21,36,529</b>	<b>1,94,84,293</b>



**Notes Forming Part of the Balance Sheet and Statement of Profit & Loss As At 31st March, 2019**

Note 11: Fixed Assets

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		Amount (in Rs.)
	AS ON 31.03.2018	Addition	TRANSFER	AS ON 31.03.2019	AS ON 31.03.2018	FOR THE YEAR	Sale/Adjust ments	AS ON 31.03.2019	
<b>Tangible Assets</b>									
Land	1,83,81,155	-	-	1,83,81,155	-	-	-	1,83,81,155	1,83,81,155
Building(Jammu & Noida)	3,27,32,200	-	-	3,27,32,200	1,45,26,246	17,45,182	-	1,64,60,773	1,82,05,954
Plant & Machinery	70,07,601	37,204	-	70,44,805	34,29,169	5,70,202	-	30,45,435	35,78,433
Office Equipment	21,22,584	-	-	21,22,584	18,20,661	98,064	-	2,03,860	3,01,923
Computers	65,34,357	62,958	-	65,97,315	53,11,158	4,10,110	-	8,76,047	12,23,199
Furniture and Fixtures	39,32,418	-	-	39,32,418	31,97,448	1,98,225	-	5,36,745	7,34,969
Vehicles	1,44,85,433	-	-	1,44,85,433	79,18,608	20,50,569	-	45,16,255	65,66,825
<b>Total</b>	<b>8,51,95,747</b>	<b>1,00,162</b>	<b>-</b>	<b>8,52,95,909</b>	<b>3,62,03,289</b>	<b>50,72,351</b>	<b>-</b>	<b>4,40,20,269</b>	<b>4,89,92,458</b>
Previous Year	<b>8,08,53,982</b>	<b>43,41,765</b>	<b>-</b>	<b>8,51,95,747</b>	<b>3,00,04,828</b>	<b>61,98,461</b>	<b>-</b>	<b>4,89,92,458</b>	<b>5,08,49,154</b>

Note : Depreciation on fixed assets has been provided as per WDV rates determined as per the Companies Act, 2013





# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

## Notes Forming Part of the Balance Sheet and Statement of Profit & Loss

### Note : 12 Non Current Investments

Particulars	As on 31.03.2019 (in Rs.)	As on 31.03.2018 (in Rs.)
<b>Long Term Investment</b>		
Equity Shares - Elettromeccanica India Pvt Ltd (Associate)	5,59,749	53,23,678
Less: Adjustment on account of Accumulated Losses of Elettromeccanica India Pvt Ltd	5,59,749	47,63,929
	-	5,59,749
Equity Shares - Sharika Lightec Pvt. Ltd. (Subsidiary)	1,33,61,292	1,74,13,976
Less: Adjustment on account of Accumulated Losses of Sharika Lightec Pvt Ltd	24,84,895	40,52,684
	1,08,76,397	1,33,61,292
Equity Shares - Sunruf Energy Pvt. Ltd. (Subsidiary)	44,982	51,000
Less: Adjustment on account of Accumulated Losses of Sunruf Energy Pvt. Ltd.	12,172	6,018
	32,810	44,982
<b>Total</b>	<b>1,09,09,207</b>	<b>1,39,66,023</b>

### Note : 13 Other Non Current Assets

Non Current Assets- Recoverables	7,51,62,825	6,44,55,134
<b>Total</b>	<b>7,51,62,825</b>	<b>6,44,55,134</b>

### Note : 14 Deferred Taxes Assets

Fixed assets	13,46,172	11,75,100
<b>Total</b>	<b>13,46,172</b>	<b>11,75,100</b>

As per Accounting Standard -22 on Accounting for Taxes on Income issued by the Institute of Chartered Accountants of India the provision for Deferred Tax Assets as at 31-3-2019 are Rs.13,46,172/-. Since, provision for Deferred Tax Assets of Rs. 11,75,100/- was made upto 31/3/2018, therefore, Rs 1,71,072/- have been written back in the current year Statement of Profit & Loss Account.

### Note : 15 Inventories

Finished Goods	6,27,80,563	1,60,35,751
<b>Total</b>	<b>6,27,80,563</b>	<b>1,60,35,751</b>

### Note : 16 Trade Receivables

<b>Unsecured, Considered Good :</b>		
Outstanding for more than six month	10,65,97,442	3,01,52,177
Others	9,25,33,106	10,66,89,321
<b>Total</b>	<b>19,91,30,548</b>	<b>13,68,41,498</b>

### Note : 17 Cash & Cash Equivalent

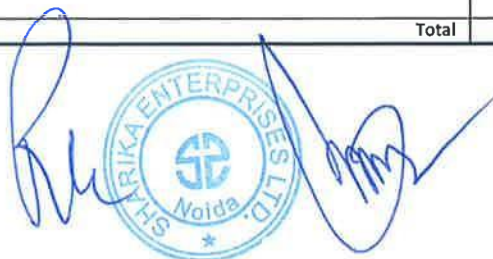
<b>Cash &amp; Cash Equivalent</b>		
Cash-in-Hand	22,597	75,154
<b>Sub Total (A)</b>	<b>22,597</b>	<b>75,154</b>
<b>Balance with Banks</b>		
In Current Accounts	31,71,864	1,13,80,611
In Deposit Accounts (ag. margin money)	95,84,779	7,46,95,332
<b>Sub Total (B)</b>	<b>1,27,56,643</b>	<b>8,60,75,944</b>
<b>Total [ A + B ]</b>	<b>1,27,79,240</b>	<b>8,61,51,098</b>

### Note :18 Short Term Loans and Advances

<i>Advance Recoverable in cash or in kind or for value to be considered good</i>		
<b>a) Unsecured, Considered Good :</b>		
Related Parties		
	1,69,88,913	1,37,60,913
Advance to Suppliers	2,21,92,186	1,07,93,544
Other Loans & Advances	1,62,84,412	86,11,688
<b>Total</b>	<b>5,54,65,511</b>	<b>3,31,66,145</b>

### Note : 19 Other Current Assets

<b>a) Unsecured, Considered Good :</b>		
Balance With Revenue Authorities		
TDS/Advance Tax (Earlier Years)	24,29,622	25,93,843
TDS/Advance Tax (Current Year)	18,72,355	12,53,851
Recoverable Duties & Taxes from Govt.	28,65,289	33,00,641
<b>Others:-</b>		
Inter-Corporate Loan	3,45,74,924	3,18,13,000
Security Deposit	8,11,796	8,99,586
Earnest Money Deposits	29,75,855	44,41,740
Prepaid Insurance	1,76,811	-
<b>Total</b>	<b>4,57,06,653</b>	<b>4,43,02,661</b>



# SHARIKA ENTERPRISES LIMITED

CIN-U51311DL1998PTC093690

## Notes Forming Part of the Balance Sheet and Statement of Profit & Loss

### Note : 20 Revenue from Operations

Particulars	For the year ended	For the year ended
	31.03.2019 (in Rs.)	31.03.2018 (in Rs.)
Sales of Product	17,28,74,383	10,25,16,347
Sale of Service	6,73,60,503	8,13,38,722
<b>Total</b>	<b>24,02,34,885</b>	<b>18,38,55,069</b>

### Note : 21 Other Income

Expenses recovered from the client	70,672	-
Interest on Fixed Deposits Receipts	39,12,238	37,37,784
Rent Income	-	2,70,000
Exchange Fluctuation	-	63,708
Miscellaneous Income	4,60,894	44,12,608
Profit on sale of Vehicle	-	-
<b>Total</b>	<b>44,43,804</b>	<b>84,84,100</b>

### Note : 22 Cost of materials consumed

Purchases & Consumables	16,61,01,997	8,19,28,748
Consumables	14,99,455	27,86,538
Customs Duty	4,58,052	3,58,681
Clearing & forwarding	2,92,017	1,91,978
Freight & Cartage Inward	11,74,141	3,11,150
EPC & Site Project Expenses	1,76,39,812	51,59,568
Factory Power & Fuel	10,214	-
Factory Rent	-	1,86,410
Factory Maintenance	9,13,935	4,78,845
<b>Total</b>	<b>18,80,89,623</b>	<b>9,14,01,918</b>

### Note : 23 Change in Inventories

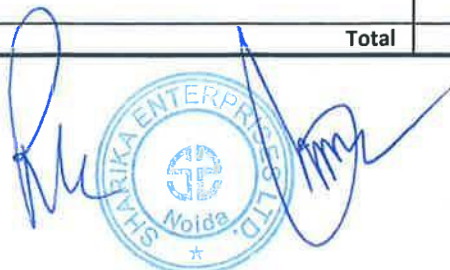
<b>Opening Stock:-</b>		
Finished Goods	1,60,35,751	47,03,382
	<b>1,60,35,751</b>	<b>47,03,382</b>
<b>Less:- Closing Stock</b>		
Finished Goods	6,27,80,563	1,60,35,751
	<b>6,27,80,563</b>	<b>1,60,35,751</b>
<b>Total</b>	<b>(4,67,44,812)</b>	<b>(1,13,32,369)</b>

### Note : 24 Employee Benefit Expenses

Salaries, Wages, Bonus and Other Benefits	2,71,27,374	3,37,27,343
Employees Provident Fund	17,14,709	12,41,584
Employees State Insurance	3,65,607	2,73,413
Directors Remuneration	1,18,20,000	-
Staff Welfare	6,40,833	8,11,201
<b>Total</b>	<b>4,16,68,523</b>	<b>3,60,53,540</b>

### Note :25 Finance Cost

Bank Charges	5,24,661	13,18,977
Interest on Borrowings	1,16,81,832	1,20,39,426
Interest on vehicle loan	5,43,730	7,65,203
Loan Processing Charges	4,96,454	6,47,850
Other Finance Costs	4,41,074	7,27,502
<b>Total</b>	<b>1,36,87,751</b>	<b>1,54,98,958</b>



CIN-U51311DL1998PTC093690

**Notes Forming Part of the Balance Sheet and Statement of Profit & Loss****SHARIKA ENTERPRISES LIMITED**

CIN-U51311DL1998PTC093690

**Note : 26 Depreciation & Amortisation Expenses**

Depreciation	50,72,351	61,98,461
<b>Total</b>	<b>50,72,351</b>	<b>61,98,461</b>

**Note : 27 Other Expenses**

Auditors'Remuneration	3,50,000	3,61,800
Business Promotion	25,95,312	15,94,143
Bad Debts	-	3,31,357
Carriage Outward	11,46,964	1,19,956
Conveyance	4,78,800	7,42,141
Diwali Expense	1,68,318	3,85,725
Donation	1,000	26,200
Electricity & Water Expenses	13,12,830	11,64,095
Entry Tax	-	4,46,689
Freight Outward	18,65,360	11,81,162
Insurance Expenses	5,28,998	10,30,395
Legal & Professional Fees	29,42,760	29,72,784
Office Expenses	5,24,975	3,46,394
Office Rent	20,02,065	18,04,832
Postage & Courier	88,229	1,26,368
Printing & Stationery	3,83,573	3,34,165
Rates & Taxes	1,17,053	69,406
Repair & Maintenance- Office	6,02,499	1,14,820
Repair & Maintenance- Office Equipments	12,358	91,284
Repair & Maintenance- Vehicle	60,322	1,67,143
SECI Commision Charges	8,39,767	10,85,824
Sales Tax Demand		64,122
Staff Training & Recruitment		16,65,867
Subscription,Registration & other Fees	16,44,930	-
Telephone & Internet Expense	11,44,798	13,60,574
Tender Fees	1,29,528	-
Tour & Travel Expenses	1,05,65,461	57,41,771
Vehicle running expenses	14,76,975	19,61,704
Miscellaneous Expenses	89,860	89,910
Exchange Fluctuation		-
<b>Total</b>	<b>3,10,72,734</b>	<b>2,53,80,630</b>

## Sharika Enterprises Limited

Regd. Office: 208, Nehru Place, New Delhi - 110 019

CIN: L51311DL1998PLC093690, Tel: 0120 2593900

Email Id: info@sharikaindia.com, website: www.sharikaindia.com

				(Rs.)	
Statement of Assets & Liabilities for the year ended					
S No.	Particulars	Standalone		Consolidated	
		As at 31.03.2019 (Audited)	As at 31.03.2018 (Audited)	As at 31.03.2019 (Audited)	As at 31.03.2018 (Audited)
<b>I EQUITY AND LIABILITIES</b>					
(1)	<b>Shareholders' funds</b>				
	(a) Share capital	10,82,50,000	10,82,50,000	10,82,50,000	10,82,50,000
	(b) Reserves and surplus	13,74,44,588	14,03,96,899	13,63,15,168	13,15,22,199
	<b>Sub total- Share holder's fund</b>	<b>24,56,94,588</b>	<b>24,86,46,899</b>	<b>24,45,65,168</b>	<b>23,97,72,199</b>
(2)	Share application money pending allotment			18,999	20,805
(3)	Minority Interest				
(4)	<b>Non-current liabilities</b>				
	(a) Long-term borrowing	3,75,69,220	3,65,20,768	4,52,48,805	4,67,30,386
	(b) Other Long term liabilities	1,50,000	1,50,000	1,50,000	1,50,000
	<b>Sub total- Non current liabilities</b>	<b>3,77,19,220</b>	<b>3,66,70,768</b>	<b>4,54,17,805</b>	<b>4,69,01,191</b>
(5)	<b>Current liabilities</b>				
	(a) Short-term borrowing	5,50,42,152	4,55,31,828	6,12,76,758	5,53,07,714
	(b) Trade payables	10,93,08,566	2,60,83,931	13,92,75,243	5,26,31,398
	(c) Other current liabilities	3,73,99,932	7,74,90,780	3,81,21,160	7,82,94,124
	(d) Short-term provisions	2,21,36,529	1,94,84,293	2,22,30,436	1,96,46,576
	<b>Sub total- current liabilities</b>	<b>22,38,87,180</b>	<b>16,85,90,832</b>	<b>26,09,03,597</b>	<b>20,58,79,812</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>50,73,00,988</b>	<b>45,39,08,499</b>	<b>55,08,86,570</b>	<b>49,25,53,202</b>
<b>II ASSETS</b>					
1	<b>Non-current assets</b>				
	(a) Fixed assets				
	(i) Tangible assets	4,40,20,269	4,89,92,458	5,73,82,076	6,47,43,949
	(b) Non-current investments	1,09,09,206	2,27,88,654	-	-
	(d) Other Non Current Assets	7,51,62,825	6,44,55,133	7,69,45,655	6,62,82,137
	(c) Deferred tax assets (Net)	13,46,172	11,75,101	69,28,283	67,57,212
	<b>Sub total- Non current assets</b>	<b>13,14,38,472</b>	<b>13,74,11,346</b>	<b>14,12,56,014</b>	<b>13,77,83,298</b>
2	<b>Current assets</b>				
	(a) Inventories	6,27,80,563	1,60,35,751	8,83,24,657	4,17,39,819
	(b) Trade receivables	19,91,30,548	13,68,41,499	21,65,75,035	15,47,40,235
	(c) Cash and Cash Equivalents	1,27,79,240	8,61,51,098	1,60,35,083	8,95,10,210
	(d) Short-term loans and advances	5,54,65,511	3,31,66,145	4,20,61,080	2,34,29,634
	(e) Other Current Assets	4,57,06,653	4,43,02,661	4,66,34,700	4,53,50,006
	<b>Sub total- current assets</b>	<b>37,58,62,516</b>	<b>31,64,97,153</b>	<b>40,96,30,556</b>	<b>35,47,69,904</b>
	<b>TOTAL ASSETS</b>	<b>50,73,00,988</b>	<b>45,39,08,499</b>	<b>55,08,86,570</b>	<b>49,25,53,202</b>

**Notes:**

1) The above financial results are as per Regulation 33 of the SEBI (Listing Obligation and disclosure Requirement), Regulations, 2015 and have been taken on record by the Board of Directors at its meeting held on 30th May, 2019 after being reviewed by the Audit Committee.

2) The segment reporting as defined in Accounting Standard (AS - 17) is not applicable to the Company.

3) The figures of the previous period/year have been regrouped/recast, wherever considered necessary, to correspond with the current period's classification

By order of the Board  
For Sharika Enterprises Limited

  
  
**Rajinder Kaul**  
 Director  
 DIN:01609805

Place: Noida  
Date : 30.05.2019



## Sharika Enterprises Limited

Regd. Office: 208, Nehru Place, New Delhi - 110 019

CIN: L51311DL1998PLC093690, Tel: 0120 2593900

Email Id: info@sharikaindia.com, website: www.sharikaindia.com

Statement of Audited Financial Results for the Year Ended on			(Rs.)		
Stand	Standalone	Consolidated			
Sr. No.	Particulars	Year Ended		Year Ended	
		31/03/2019 (Audited)	31/03/2018 (Audited)	31/03/2019 (Audited)	31/03/2018 (Audited)
I	Revenue from operations	24,02,34,885	18,38,55,069	24,04,00,995	18,69,51,805
II	Other income	44,43,804	84,84,100	47,98,855	75,29,005
III	Total Revenue (I+II)	24,46,78,690	19,23,39,169	24,51,99,851	19,44,80,810
IV	<b>Expenses</b>				
	(a) Operating Expenses	18,80,89,623	9,14,01,918	18,80,89,623	9,09,96,644
	(b) Changes in Inventories	(4,67,44,812)	(1,13,32,369)	(4,65,84,838)	(70,52,189)
	(c) Employee Benefit Expense	4,16,68,523	3,60,53,540	4,16,90,492	3,81,51,789
	(d) Finance Costs	1,36,87,751	1,54,98,958	1,54,33,007	1,74,71,678
	(e) Depreciation & Amortization Cost	50,72,351	61,98,461	75,06,209	91,66,020
	(f) Other Expense	3,10,72,734	2,53,80,630	3,13,53,970	2,54,37,251
	<b>Total expenses</b>	23,28,46,169	16,32,01,138	23,74,88,463	17,41,71,193
V	<b>Profit before exceptional and extraordinary items and tax (III-IV)</b>	1,18,32,520	2,91,38,031	77,11,388	2,03,09,617
VI	Exceptional items	-	-		
VII	<b>Profit before extraordinary items and tax (V-VI)</b>	1,18,32,520	2,91,38,031	77,11,388	2,03,09,617
VIII	Extraordinary items	-	-	-	-
IX	<b>Profit before tax (VII-VIII)</b>	1,18,32,520	2,91,38,031	77,11,388	2,03,09,617
X	<b>Tax expense</b>				
1)	Current Tax	30,76,455	71,43,712	30,76,455	71,43,712
2)	Earlier Year Tax	-	(6,49,332)	-	(6,49,332)
3)	Deferred Tax	(1,71,072)	(32,464)	(1,71,072)	(32,464)
XI	<b>Profit (Loss) for the period (IX-X)</b>	89,27,137	2,26,76,115	48,06,004	1,38,47,701
XII	<b>Earnings per equity share:</b>				
1)	Basic/Diluted	0.82	2.09	0.44	138.48

Place: Noida  
Date : 30.05.2019

By order of the Board  
For Sharika Enterprises Limited

Rajinder Kaul  
Chairman & Managing Director  
DIN: 01609805

