

DIRECTORS' REPORT

TO THE MEMBERS OF HOME INSECT CONTROL ASSOCIATION ("COMPANY").

Your Executive Committee Members have pleasure in submitting the **Twenty fourth Annual Report** of the Company together with the Audited Statement of Accounts for the year ended **31st March, 2019**.

PREAMBLE:

Home Insect Control Association (hereinafter referred to as "Company") was incorporated on June 2nd, 1995 as Company governed under Section 8 of the Companies Act 2013.

The focus area of the Company is to promote and assist in the development of the insecticides industry in the larger interest of the country, to make known the contribution of the insecticides industry to the health and welfare of the community, to maintain and enhance the reputation of the insecticides industry and co-operate with Government authorities, public bodies, institutions or associations and create awareness among trade, consumers.

FINANCIAL RESULTS:

Your company's financial results for financial year under review as under.

	<u>FY 2018-19</u>	<u>FY 2017-18</u>
Total Income	<u>Rs. 9,57,508.00</u>	<u>Rs. 8,12,132.00</u>
Total Expenditure	<u>Rs. 12,19,980.00</u>	<u>Rs. 32,10,552.00</u>
Excess of Expenditure over income	<u>Rs.(-2,62,472.00)</u>	<u>Rs.(-23,98,420.00)</u>

AUDITORS:

The above financial statement shows excess of expenditure over income during the year and details are reflected in the circulated statements. The excess of expenditure is attributable to the compensation your company paid to retiring Secretary. Your Company has decided to build and contribute towards creation of special purpose fund to fight menace of illegal chemically pesticide laced agarbattis / incensed stick which fund has been received or receivable during current financial year.

M/s. M K Varghese & Co., Chartered Accountants having registration no F 118836 W are the statutory auditors of the Company, were appointed in accordance with the provisions of the Act, for a period of five years starting from the conclusion of the 19th Annual General Meeting held on September 22, 2014 till the conclusion of the 24th Annual General Meeting to be held in 2019 as per relevant provisions of Section 139 of the Act.

M/s. M K Varghese & Co Chartered Accountant, Mumbai is retiring as Statutory Auditors of HICA in forthcoming AGM and to consider and re-appoint M K Varghese & CO, if eligible, as Statutory Auditors of HICA for such period and on remuneration/fee to be fixed by the EC.

Further as per the provisions, the appointment of Statutory Auditors needs to be ratified by the Members at every Annual General Meeting. Accordingly, the Company seeks ratification

by the members of the re-appointment of the Statutory Auditors at this 24rd Annual General Meeting.

PLASTICS

Your Company continues to follow up with Govt. of Maharashtra and MPCB on its representation for treating PET packaging used in Home insecticide products at par with exemption granted to medicine. Other State Governments have also started implementing the central Plastic Waste Management (PWM) Rules emphasizing the industry's Extended Producer Responsibility (EPR) obligations and issued directives to manage plastic waste, collect or buy back the plastics thrown in circulation so as to reduce overall impact of plastics. Your Company has previously taken up the issue with Government of Maharashtra, other Agriculture Ministry authorities with regards to HI products through representations seeking exemption on the lines indicated to medicines/drugs. Certain other initiatives are being kept in dialogue/progress with MOEFCC by leading industry bodies to provide options for effective implementation of plastic waste management. Members are being made aware that this PWM Rules and implementation of the EPR obligations by State Pollution Control Boards or Urban local bodies from time to time.

PARTICULARS OF EMPLOYEES:

There are no employees which requires disclosure under the provisions of Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

MEETINGS OF EXECUTIVE COMMITTEE MEMBERS

The Executive Committee Members meets at regular intervals to discuss and decide on the Company's policies and strategy apart from other functional activities.

During the financial year 2018-19, the Executive Committee met 04 times on 19th July 2018, 25th October 2018, 31 January 2019 and 25th March 2019.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

In view of the nature of activities which are being carried on by the Company, the particulars as prescribed under Section 134(3)(m) of the Act read with Companies' (Accounts) Rules, 2014 regarding Conservation of Energy and Technology Absorption, Research and development are not applicable to the Company.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the provisions contained in Section 134 of the Companies Act, 2013, your Executive Committee Members, hereby confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed and no material departures have been made from the same;
- b) They have selected appropriate accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and

fair view of the state of affairs of the Company at the end of the financial year and of the income and expenditure of the Company for that period;

- c) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) They have prepared the annual accounts on a going concern basis;
- e) They have laid down internal financial controls to be followed by the Company, and such internal financial controls are adequate and operating effectively;
- f) They have devised a proper system to ensure compliance with the provisions of all applicable laws, and this system is adequate and operating effectively

COMMENTS ON AUDITORS REPORT

There are no qualifications, reservations, frauds, adverse remarks or disclaimers reported/made by Auditors in their report during the year under review.

EXTRACT OF ANNUAL RETURN

Pursuant to the requirements under Section 92(3) and Section 134(3) of the Act read with Rule 12 of Companies (Management and Administration) Rules, 2014, an extract of Annual Return in prescribed Form MGT-9 is given in this Report as Annexure I.

Website address of company is www.hica.co.in for other details.

TRANSFER TO RESERVES:

Your Executive Committee Members do not propose to transfer any sum to any reserve.

ACKNOWLEDGEMENT:

Your Executive Committee Members wish to place on record their sincere thanks for the support extended to the company by the lending institutions and bankers and its customers, dealers, suppliers, investors and other government and local authorities.

**For & On Behalf of the Executive Committee of
Home Insect Control Association**



Vivek Gambhir

**PRESIDENT & DIRECTOR-
EXECUTIVE COMMITTEE MEMBER**

**Place: Mumbai
Date: 9-08-2019**