

Your Directors have pleasure in presenting their 10th Annual Report on the business and operations of the Company and the accounts for the Financial Year ended 31st March, 2016.

1 CONSOLIDATED FINANCIAL PERFORMANCE SUMMARY :

Particulars	Current Yr	Prev. Yr.
Gross Income	192,081,844	170,828,451
Profit from operations before other income, finance cost, Depreciation and Exceptional items	36,088,147	19,518,644
Other Income	1,537,613	1,213,777
Finance Cost	9,203,998	2,571,263
Depreciation	5,085,422	7,079,209
Exceptional Items	-	-
Net Profit Before Tax	23,336,340	11,081,950
Provision for Tax	8,548,302	3,676,160
Net Profit After Tax	14,788,038	7,405,790
Balance of Profit brought forward	18,795,423	11,389,633
Balance available for appropriation	33,583,461	18,795,423
Proposed Dividend on Equity Shares	508,640	-
Tax on proposed Dividend	103,550	-
Transfer to General Reserve	1,480,000	-
Surplus carried to Balance Sheet	31,491,271	18,795,423

2 BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR/STATE OF COMPANY'S AFFAIR

During the year company posted significant rise in Gross Income which increased by 12.44% in comparison to previous year from Rs. 170,828,451 to Rs. 192,081,844. Similarly PBT posted 110.58% rise from Rs. 11,081,950 to Rs. 23,336,340 and PAT 99.68% from Rs. 7,405,790 to Rs. 14,788,038.

3 EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

There is no material changes and commitments affecting Financial position of the company which have occurred between the end of the financial year of the Company and the date of Board's Report.

4 CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of business of the company.

5 TRANSFER TO GENERAL RESERVE

Out of the total profit of Rs. 14,788,037 for the financial year, Rs 1,480,000 is proposed to be transferred to the General Reserve.

6 DIVIDEND:

The Board of directors has recommended a Dividend of 8% (Rs 0.80 per equity share) to the Equity shareholders. The said dividend, if approved, would involve a total cash outflow of Rs 612,190 for the FY 2015-16 (including Dividend Distribution Tax thereon) and result in payout of 4.14% of the current profit (Prev.Yr. Nil)

7 BOARD MEETINGS:

The Board of Directors met 8 times during this financial year.

8 DIRECTORS AND KEY MANAGERIAL PERSONNEL :

There is no change in any of the directors of the company during the financial year.

For Saakhar Construction Pvt. Ltd.



Director

9 DIRECTOR'S RESPONSIBILITY STATEMENT:

- In pursuance of section 134 (6) of the Companies Act, 2013, the Directors hereby confirm that:
- (a) in the preparation of the annual accounts, the applicable accounting standards had 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 the end of the financial year and of the profit and loss of the company for that period;
 - (c) the directors had 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) 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.

10 INFORMATION ABOUT THE SUBSIDIARIES / ASSOCIATES/ JV AND THE FINANCIAL PERFORMANCE / FINANCIAL POSITION THEREOF

Copy of audited financial statements as on 31st March, 2016 alongwith auditors report and board report of the subsidiary company Saakaa Bricks Private Limited is attached herewith. The statement pursuant to sub-section 3 of Section 129 read with rule 5 of the Companies (Accounts) Rules, 2014 is given as AOC-1

11 EXTRACT OF ANNUAL RETURN:

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in MGT 9 as a part of this Annual Report is attached here with as Annexure-II.

12 AUDITORS:

M/s U.Narain & Co., Chartered Accountants, (FRN : 000935C), the retiring auditors, during the Annual General Meeting held on 30.09.2015, were appointed for a period of 5 years until the conclusion of sixth Annual General Meeting to be held after that meeting, subject to ratification at every Annual General Meeting in terms of Section 139 of the Companies Act 2013. They have confirmed their eligibility and willingness for the next term from the conclusion of ensuing annual general meeting to the conclusion of next annual general meeting. The Board of Directors, therefore, recommends ratification of appointment for F.Y. 2015-16 of U.Narain & Co., Chartered Accountants, as statutory auditors of the company for the approval of Shareholders.

13 AUDITORS REPORT:

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

14 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:

(A) Conservation of energy:

(i) the steps taken or impact on conservation of energy:

The company has installed most modern and energy efficient machines for its operation with special thrust on conservation of energy, so that energy usage can be optimised to the extent possible.

(ii) the steps taken by the company for utilising alternate sources of energy : Nil

(iii) the capital investment on energy conservation equipments Nil

Improved operational efficiency and decrease in energy utilization.

(B) Technology Absorption

The Company is substantially using indigenous machinery for its construction activities.

(C) Foreign Exchange earnings and outgo.

Foreign exchange earnings and out go is nil during the year.

For Saakaa Constructions Pvt. Ltd.



Director

15 DEPOSITS

The Company has not accepted any deposits during the year under review.

16 SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

There were no significant/ material orders passed by any Regulator or Court or Tribunal which would impact the going concern status of the Company and its future operations.

17 DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS

As per the provisions of Section 134(5)(e) of the Companies Act, 2013, the Directors have an overall responsibility of ensuring that the Company has implemented robust systems/ framework of internal financial controls to provide them with assurance regarding adequacy and operating effectiveness of controls with regards to reporting, operational and compliance risks. To enable the Directors to meet the responsibilities, the Board has devised systems/ frameworks which are operating within the company. In line with best practice, the Board regularly reviews the internal control system to ensure that it remains effective and fit for purpose. Where weaknesses are identified as a result of the reviews, new procedures are put in place to strengthen the controls and these are in turn reviewed on regular basis.

During the year under review, such controls were tested and no reportable material weakness in the design or operation were observed.

18 PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The full particulars of loans given, investment made or guarantees given or security provided and the purpose for which the loan or guarantee or security is proposed to be utilised as per the provisions of Section 186 of the Companies Act, 2013 are given in the notes to Financial Statements. Refer note no. 18(i)(9)

19 RISK MANAGEMENT POLICY :

The Company has developed and implemented a risk management policy which identifies major risks which may threaten the existence of the Company. The same has also been adopted by your Board and is also subject to its review from time to time. Risk mitigation process and measures have been also formulated and clearly spelled out in the said policy.

20 CORPORATE SOCIAL RESPONSIBILITY POLICY :

Not applicable

21 RELATED PARTY TRANSACTIONS :

No agreement was entered with related parties by the Company during the current year. All the related party transactions were entered by the Company in ordinary course of business and were in arm's length basis and pertains to agreement/ contract entered by the company during F.Y. 2013-14 or earlier. The Company presents all related party transactions before the Board specifying the nature, value, and terms and conditions of the transaction. Transaction with related parties are conducted in a transparent manner with the interest of the Company and Stakeholders as utmost priority. Form AOC- 2 is attached as Annexure-II.

22 DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company is an equal opportunity employer and believes in providing opportunity and key positions to women professionals. It has been endeavour of the company to encourage women professionals by creating proper policies to tackle issues relating to safe and proper working conditions for them and create and maintain a healthy and conducive work environment, free from discrimination on any basis, including gender and any form of sexual harassment.

As per provisions of Section 21 and 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the report of the number of cases filed under Sexual Harassment and their disposal is as under :

Number of cases pending as on the beginning of the financial year	NIL
Number of complaints filed during the year	NIL
Number of cases pending as at the end of the financial year	NIL

For Saakshar Constructions Pvc. Ltd.



Director

23 ACKNOWLEDGMENT

Your Directors would like to express their sincere appreciation for the assistance and cooperation received from the banks, Government authorities, customers, vendors and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the Company's executives, staff and workers.

For & On Behalf of the Board

Sd/-
(Judip Kumar)
DIN : 00937563
Chairperson

Patna, 16th August, 2016



Statement containing salient features of the financial statement of subsidiary company

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

Name of the Subsidiary	Saakaar Bricks Pvt Ltd
Reporting period for the subsidiary concerned, (if different from the holding company's reporting period)	NA
Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiary	NA
Share Capital	5,000,000.00
Reserve & surplus	2,263,651.68
Total Assets	18,644,384.04
Total Liabilities (Excluding Share Capital & Reserves)	11,380,732.36
Investments	-
Turnover	10,330,752.79
Profit before taxation	1,285,129.60
Provision for taxation	452,149.00
Profit after taxation	832,980.60
Proposed Dividend	-
% of shareholding	51.00%

Patna, 18th August, 2016

For & On Behalf of the Board of Directors

Sd/-
(Sudip Kumar)
DIN : 00937563
Chairman



ANNEXURE : I (annexed to and forming part of Director's Report of Saakaar Construction Pvt Ltd)

Form No. MGT-9

**EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March, 2016**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN:- U00502BR1996PTC007493
- ii) Registration Date 07.10.1996
- iii) Name of the Company Saakaar Constructions Private Limited
- iv) Category / Sub-Category of the Company Company limited by shares/ Indian Non-Government company
- v) Address of the Registered office and contact details 2nd Floor, Pandooi Place
Boring Road, Patna - 800001
Phone : 9771495777
Email : saakaarpatna@gmail.com
- vi) Whether listed company Yes/ No Nil
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any Nil

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Builders & Property Developers	0050	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

S. NO	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary/ Associates	% of shares held	Applicable Section
1	Saakaar Bricks Pvt Ltd	U26931BR2013PTC020946	Subsidiary	51.00%	2(46)

For Saakaar Constructions Pvt. Ltd.



Director

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

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Transaction Details		Cumulative Shareholding during the year		Reason
		No. of shares	% of total shares of the company	Purchase/ (Sale)	Date	No. of shares	% of total shares of the company	
1	Sudip Kumar	57,200	10.68%	20,000	08.02.16	89,400	14.06%	Right Issue
				12,100	13.04.15			Purchase
				100	07.10.15			Purchase
2	Jiendra Nath Gupta	110,100	20.55%	20,000	08.02.16	142,200	22.37%	Right Issue
				12,000	13.04.15			Purchase
				100	07.10.15			Purchase
3	Ravi Talwar	105,100	19.62%	20,000	08.02.16	137,100	21.56%	Right Issue
				12,000	13.04.15			Purchase
				100	07.10.15			Purchase
4	Smrita Choudhary	60,100	9.35%	20,000	08.02.16	82,100	12.91%	Right Issue
				12,000	13.04.15			Purchase
				100	07.10.15			Purchase
5	Usha Agrawal	60,100	9.35%	20,000	08.02.16	82,100	12.91%	Right Issue
				12,000	13.04.15			Purchase
				100	07.10.15			Purchase
		532,700						

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Transaction Details		Cumulative Shareholding during the year		Reason
		No. of shares	% of total shares of the company	Purchase/ (Sale)	Date	No. of shares	% of total shares of the company	
1	Mannu Kumar Chaudhary	57,200	10.62%	100	07.10.15	57,300	10.64%	Purchase
2	Choudhary Kumar Consultants Pvt Ltd	30,000	5.57%	-	-	30,000	5.57%	
3	Atlantic Invest Advisory Pvt Ltd	30,000	5.57%	(20,000.00)	13.04.15	-	0.00%	Sale
4	Albino Investment Consultants	20,000	3.71%	(20,000.00)	13.04.15	-	0.00%	Sale
5	Himalayan Investment	10,000	1.86%	(10,000.00)	13.04.15	-	0.00%	Sale
6	Arnapali Saranquba Pvt Ltd	10,000	1.86%			10,000	1.86%	
7	Manisha Talwar	5,100	0.95%			5,100	0.95%	
8	Sudip Kumar HUF	100	0.02%	-	-	100	0.02%	
9	Samir KJ Mahaseth	100	0.02%	-	-	100	0.02%	
10	Mahendra Nath Gupta	100	0.02%	(100.00)	07.10.15	-	0.00%	Sale

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Transaction Details		Cumulative Shareholding during the year		Reason
		No. of shares	% of total shares of the company	Purchase/ (Sale)	Date	No. of shares	% of total shares of the company	
1	Sudip Kumar	57,200	10.68%	20,000	08.02.16	89,400	14.06%	Right Issue
				12,100	13.04.15			Purchase
				100	07.10.15			Purchase
2	Jiendra Nath Gupta	110,100	20.55%	20,000	08.02.16	142,200	22.37%	Right Issue
				12,000	13.04.15			Purchase
				100	07.10.15			Purchase
3	Ravi Talwar	105,100	19.62%	20,000	08.02.16	137,100	21.56%	Right Issue
				12,000	13.04.15			Purchase
				100	07.10.15			Purchase
4	Smrita Choudhary	60,100	9.35%	20,000	08.02.16	82,100	12.91%	Right Issue
				12,000	13.04.15			Purchase
				100	07.10.15			Purchase
5	Usha Agrawal	60,100	9.35%	20,000	08.02.16	82,100	12.91%	Right Issue
				12,000	13.04.15			Purchase
				100	07.10.15			Purchase

For Saabhar Constructions Pvt. Ltd.



Director

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
1) Principal Amount	28,708,067	57,038,817		85,746,884
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (1+ii+iii)	28,708,067	57,038,817	-	85,746,884
Change in Indebtedness during the financial year				
- Addition	7,253,088			
- Reduction		(2,036,559)		(2,036,559)
Net Change	7,253,088	(2,036,559)		5,216,529
Indebtedness at the end of the financial year				
1) Principal Amount	35,961,155	55,002,258	-	90,963,413
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (1+ii+iii)	35,961,155	55,002,258	-	90,963,413

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager					Total Amount
		Jitendra Nath Gupta	Ravi Talwar	Smrita Choudhary	Usha Agrawal	Sudip Kumar	
1	Gross salary	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	7,500,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-	-	-
2	Stock Option	-	-	-	-	-	-
3	Saved Equity	-	-	-	-	-	-
4	Commission	-	-	-	-	-	-
	- as % of profit	-	-	-	-	-	-
	- others, specify ..	-	-	-	-	-	-
5	Others, please specify	-	-	-	-	-	-
	Total (A)	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	7,500,000
	Ceiling as per the Act			Not applicable			

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors	Total Amount
1	Independent Directors		
	(a) Fee for attending board committee meetings	Nil	-
	(b) Commission	0	-
	(c) Others, please specify	0	-

For Saakkar Constructions Limited

[Signature]
Director

Total (1)		0	-
2 Other Non-Executive		Nil	-
(a) Fee for attending board committee meetings		0	-
(b) Commission		0	-
(c) Others, please specify Salary for services rendered of Professional nature		0	-
Total (2)		0	-
Total (B)=(1+2)		0	-
Total Managerial Remuneration		0	-
Overall Ceiling as per the Act	Not applicable		-

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	- others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	-	-	-

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

FORM NO. AOC-2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

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

Sl. No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	Not applicable
2	Nature of contracts/arrangements/transaction	Not applicable
3	Duration of the contracts/arrangements/transaction	Not applicable
4	Salient terms of the contracts or arrangements or transaction including the value, if any	Not applicable
5	Justification for entering into such contracts or arrangements or transactions'	Not applicable
6	Date of approval by the Board	Not applicable
7	Amount paid as advances, if any	Not applicable
8	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	Not applicable

2. Details of contracts or arrangements or transactions at Arm's length basis.

Name (s) of the related party & nature of relationship	Nature of contracts/ arrangements/ transaction	Duration of the contracts/ arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any.	Date of approval by the Board	Amount paid as advances, if any
Smila Choudhary	Remuneration	1 year	Rs. 15,00,000/- p.a.	5	6
Usha Agarwal	Remuneration	1 year	Rs. 15,00,000/- p.a.	13.04.15	Nil
Sudip Kumar	Remuneration	1 year	Rs. 15,00,000/- p.a.	13.04.15	Nil
Ravi Talwar	Remuneration	1 year	Rs. 15,00,000/- p.a.	13.04.15	Nil
Jitendra Nath Gupta	Remuneration	1 year	Rs. 15,00,000/- p.a.	13.04.15	Nil
Choudhary Kumar Consultants Pvt Ltd	Remuneration	1 year	Rs. 15,00,000/- p.a.	13.04.15	Nil
Saasthar India Pvt Ltd	Consultancy Fee	1 year	Rs. 3,41,300/-	13.04.15	Nil
Sudip Kumar (HUF)	Purchase	1 year	Rs. 19,50,300/-	13.04.15	1,550,000
	Commission & Brokerage	1 year	Rs. 5,58,333/-	13.04.15	Nil
Sudip Kumar (HUF)	Interest on unsecured loan	On going	Rs. 2,72,222/- @ 10% p.a.		Nil
Ravi Talwar	Interest on unsecured loan	On going	Rs. 5,00,000/- @ 15% p.a.		Nil
Daffodil Dealoom Pvt. Ltd.	Interest on unsecured loan	On going	Rs. 43,12,879/- @ 9% p.a.		Nil
Ravi Talwar	Sale of flat	NA	7,35,000		Nil
Sudip Kumar	Sale of flat	NA	7,35,000		Nil
Vishnu Kumar Chaudhary	Sale of flat	NA	7,35,000		Nil
Sumit Kumar	Sale of flat	NA	7,71,210		Nil

For & On Behalf of the Board

Sd/-
(Sudip Kumar)
DIN : 00037583
Chairperson

