DIRECTORS' REPORT

To,
The Members,
ASHA VIHAR PROPERTIES PRIVATE LIMITED.
RAJJU SAH LANE, RAMNA, MITHANPURA, MUZAFFARPUR.

Your Directors have pleasure in presenting the Annual Report on the business and Balance Sheet of the Company, the Profit & Loss accounts for the year ended 31st March 2017.

1. **Financial summary or highlights/Performance of the Company**

Particulars	Year Ended on 31.03.2017	Year Ended on 31.03.2016
Revenue from operations	7675987.00	9938029.00
Add: Other Income	-Nil-	-Nil-
Less: Cost of Material Consumed	2290822.00	6951680.00
Less: Changes in Inventories in Finished Goods	-Nil-	-Nil-
Less: Employee benefits expense	-Nil-	-Nil-
Less: Finance Charges	-Nil-	-Nil-
Less: Other Expenses	4999454.00	2476987.00
Earning before tax, depreciation and amortization	385711.00	509361.00
Less: Provision for Depreciation and amortization	2780.00	7546.00
Profit Before Tax	382931.00	501815.00
Less: Provision for Current Tax	121800.00	155954.00
Add: Provision for Deferred Tax Assets	(284.00)	(893.00)
Profit After Tax	261415.00	346754.00
Balance of Profit/(Loss) brought forward	346754.00	-Nil-
Less:- Dep. Adjusted with Retained Earning	-Nil-	-Nil-
Add: Excess IT Provision Written off	-Nil-	-Nil-
Balance Available for Appropriation	608169.00	346754.00
Proposed Dividend	-Nil-	-Nil-
Tax on Proposed Dividend	-Nil-	-Nil-
Transfer to General Reserve	Nil-	Nil-
Profit/(Loss) Carried to Balance Sheet	608169.00	346754.00

2. **Dividend**

The Board of Directors have decided to accumulate the fund for future expansion, so board have not proposed any dividend for the financial year 2016-17.

3. **Reserves**

No amount is being proposed by board to carry to reserves fund, as no any revenue has been recognised.

4. **Brief description of the Company's working during the year/State. of Company's affair**

During the financial year the company was engaged in the Construction & development of Residential & Commercial Units/Flats.

5. **Change in the nature of business**

There is no change in the nature of business.

6. **Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report**
No material change has occurred subsequent to the close of the financial year and the date of report.

7. **Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future**
No such order has passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

8. **Details of Subsidiary/Joint Ventures/Associate Companies :**
The Company has no any Subsidiary, Joint venture or Associate company.

9. **Deposits**
The Company has not accepted any deposit, as such, no amount of principal or interest was outstanding as on the Balance Sheet date.

10. **Statutory Auditors**
Krishna Kumar & Associates, Chartered Accountants (ICAI Firm Registration No.-005586C), who are the Statutory Auditors of the Company; hold office until the conclusion of ensuing Annual General Meeting. It is proposed to re-appoint them to examine and audit the accounts of the company for five years to hold office from the conclusion of ensuing, AGM, till the conclusion of the Sixth AGM of the Company to be held in the year 2020 subject to ratification of their appointment at every AGM, M/s Krishna Kumar & Associates have, under Section 139(1) of the Companies Act, 2013 and the Rules framed there under a certificate of their eligibility and consent for re-appointment.

11. **Auditors' Reports**
The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation or adverse remark.

12. **Share Capital**
A) **Issue of equity shares with differential rights**
No such shares have been issued during the year.

B) **Issue of sweat equity shares**
No such shares have been issued during the year.

C) **Issue of employee stock options**
No such shares have been issued during the year.

D) **Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees**
No such shares have been issued during the year.

13. **Extract of the annual return**
The extract of the annual return in form number MGT- 9 is enclosed herewith forming part of the Board's report

14. **Conservation of energy, technology absorption and foreign exchange earnings and outgo**

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

A) **Conservation of energy**:

The requirement is not applicable to the company as the company has not carried on any manufacturing activity involving complex and energy consuming.

B) **Technology absorption:**

The requirement is not applicable to the company as the company has not carried on any manufacturing activity involving complex and energy consuming technology.

C) **Foreign exchange earnings and Outgo**:

The Company has not received any foreign exchange earnings & outgo.

15. **Corporate Social Responsibility (CSR)**

The company does not satisfy the eligibility criteria for applicability of CSR contribution.

16. **Directors:**

There is no change in the directorship by way of appointment, resignation, death or disqualification.

17. **Number of meetings of the Board of Directors**

The Board met four times during the financial year, the intervening gap between any two meetings was within the period prescribed by the Companies Act, 2013.

18. **Particulars of loans, guarantees or investments under section 186**

The Company has not given any loans, guarantees or made any investments under section 186.

19. **Particulars of contracts or arrangements with related parties:**

The Company has not entered into any contract or arrangements with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013.

20. **Managerial Remuneration:**

Details of the every employee of the Company as required pursuant to 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014–

i. None of the employee and director of the company employed throughout the financial year was in receipt of remuneration for that year which, in aggregate, was not more than sixty lakh rupees.

ii. None of the employee and director of the company employed for the part of the financial year was receipt of remuneration for part of that year, at a rate which, in aggregate, was not more than five lakh rupees per month.

21. **Risk management policy**

The Company has not developed and implement any risk management policy, as in the opinion of the Board there is no threat to the existence of the Company.

22. **Directors' Responsibility Statement**

The Directors' Responsibility Statement referred to in clause (*c*) of sub-section (3) of Section 134 of the Companies Act, 2013, state 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.

23. **Acknowledgements**

An acknowledgement to all with whose help, cooperation and hard work the Company is able to achieve the results.

For & on behalf of the Board
ASHA VIHAR PROPERTIES PRIVATE LIMITED.

(ASHWINI KUMAR GUPTA)
Managing Director
DIN-06555708

Place: Muzaffarpur
Date: 12.08.2017