CHAVDA INFRA PVT. LTD.

DIRECTOR'S REPORT

The Members,
CHAVDA INFRA PVT. LTD.

The Directors have pleasure in placing before you the Annual Report and the audited accounts for the financial year ended on 31st March, 2020

FINANCIAL RESULTS:

Financial Results of the company for the year under review are summarized for your consideration.

	Year Ended 31.3.2020	Year Ended 31.3.2019
Profit/ (Loss) for the year		
After Depreciation	57978501	36673899
Add:		
Exceptional item/Profit/(Loss) on sale of Asset	---	---
Less:		
Deferred Tax Provision(Asset)	(1086784)	(1017326)
Income Tax Provision	17500000	12500000
Prior Year I.Tax W.off	--	2074832
Profit/ (Loss) Brought Forward	31494106	11078698
Issue of Bonus Share		
Balance Available for Appropriation	73059392	34195091
Appropriation		
Proposed Dividend	NIL	1410959
Dividend Tax	NIL	290026
General Reserve	NIL	1000000
Adjustment for Depreciation	--	--
Balance Carried Forward		
Balance Carried Forward	73059392	31494106

DIVIDEND
To Built Reserve Your Directors do not recommend any Dividend .{PY dividend @ Rs.1 per share on Pro-rata basis for the year 2018-19 on 1500000 equity shares of Rs. 10 each }

EMPLOYEES:- None of the employee has received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

FUTURE OUTLOOK
The Company has planned to construct more properties and to get higher returns to its shareholders by way of dividend.

TRANSFER TO RESERVES
The Company has not transferred any Amount to General Reserves (PY Rs.1000000/-)

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:
During the year under review there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

CHANGE IN THE NATURE OF BUSINESS :
There is no change in the nature of the business of the company

SUBSIDIARY COMPANY:
As on **March 31, 2020**, the Company does not have any subsidiary.

DEPOSITS:
The Company has not invited/ accepted any deposits from the public during the year ended **March 31, 2020**. There were no unclaimed or unpaid deposits as on **March 31, 2020.**

DIRECTORS
No Director resigned during the year under review.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:
The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, is annexed herewith as **"Annexure A".**

STATUTORY AUDITORS:-

At the Annual General Meeting (AGM) held on 30th Sept, 2019, DIMPLE V SHAH & CO., Chartered Accountants, were appointed as the Statutory Auditors of the Company for a period of Five (5) years upto the conclusion of AGM of the Company to be held in the year 2024.

But he is showing his resignation & his unwillingness to continue as Statutory Auditor of the company. Company has received a consent letter & letter from M/s Talati & Talati LLP indicating that they satisfy the criteria as required under section 141 of the Act to be appointed as Statutory Auditor of the company.

Accordingly, appointment of the members is being sought for the business as set out in Notice. The Board proposes the Resolution for approval by the Members. None of the Directors or Key Managerial Personnel (KMP) or relatives of directors and KMPs is concerned or interested in the proposed business .

There are no qualifications or observations or remarks made by the Auditors in their Report.

MATERIAL CHANGES BETWEEN THE DATE OF THE BOARD REPORT AND END OF FINANCIAL YEAR.
There have been no 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.

CORPORATE SOCIAL RESPONSIBILITY:
The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW
The Company had 12(Twelve) Board meetings during the financial year under review.

INTERNAL FINANCIAL CONTROL SYSTEM

According to Section 134(5)(e) of the Companies Act, 2013 the term Internal Financial Control (IFC) means the policies and procedures adopted by the company for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information.

The Internal Audit Department reviews the adequacy of internal financial control system in the Company, its compliance with operating systems and laid down policies and procedures. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to Board. Based on the periodical testing, the framework is strengthened, from time to time, to ensure adequacy and effectiveness of Internal Financial Controls.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:
There was no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SECTION 188(1) OF THE COMPANIES ACT, 2013

With reference to Section 134(3)(h) of the Companies Act, 2013, all contracts and arrangements with related parties under Section 188(1) of the Act, entered by the Company during the financial year, were in the ordinary course of business and on an arm's length basis. There were no materially significant transactions with Related Parties during the financial year which were in conflict with the interest of the Company.During the year, the Company had not entered into any contract or arrangement with related parties which could be considered 'material' according to the policy of the Company on Materiality of Related Party Transactions. Your attention is drawn to the Related Party disclosures as required under AS-18 set out in Notes of the Financial Statements.

THREATS , CONCERN AND RISKS

The COVID-19 outbreak isn't just a messive pandemic that the world worries about; it presents elevated levels of risk for global economies as well. Market intelligence predicts businesses across the globe to be uncertain , affected, struggle to cope with the epidemic.The short and medium term outlook and impact of COVID in the business that your company operates in, is expected to impact in the first few months of 2020 being impacted by dip in sales. However, the value proposition of your company of combining to solve problems, deep capabilities, diversified talent pool, and execution excellence that has been built over many years continues to be relevant for today and the future. A majority of your company's revenue comes from Construction activities in India We also in parallel, continue to update our business continuity plans to minimize any disruptions to the services we deliver to our clients. We have taken comprehensive measures to enable effective work from home for our employees, including workstations and laptops, secure remote network access and collaboration tools. Based on the impairment assessment performed as at March 31, 2020, no impairment was required to be recorded in the books of accounts.The Company has also re-assessed its financial risk management policies and impact of any change on the related disclosures in the financial statements, on counterparty credit risk, liquidity risk and foreign currency risk and no material impact has been noted. Accordingly, there is no material impact on the financial statements for the year ended March 31, 2020.

EXTRACT OF THE ANNUAL RETURN IN FORM MGT-9:
The extract of Annual Return in the prescribed form MGT-9 , Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014 is attached herewith as `ANNEXURE B` and forms part of this Report.

DIRECTORS' RESPONSIBILITY STATEMENT:-
Pursuant to the requirement under section 134(3)(C) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

(i) in the preparation of the annual accounts for the financial year ended **31st March, 2020**, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(ii) 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 as at **March 31, 2020** and of the profit and loss of the company for the year;

(iii) 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 safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(iv) the directors had prepared the annual accounts on a going concern basis; and

v) that proper internal financial controls were followed by the Company and that such internal financial controls are adequate and were operating effectively.

(vi) 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.

ACKNOWLEDGEMENT:
Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities,Employees for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

FOR, CHAVDA INFRA PVT. LTD.

M.C.

DIRECTOR

Place:Ahmedabad
Date :28.11.2020

By order of the Board

Mahesh Chavda
DIN 06387556
Chairman