5. SHARE CAPITAL:

The Company has Authorised Share Capital of Rs. 90,000,000(Rs. Nine Crore) Divided into 90,00,000 Equity Shares and Paid up share Capital Rs. 90,000,000 (Rs.9 Crore) divided into 90,00,000 Equity Shares.

6. DIRECTORS:

During the year, the Board of Director was composed of three directors. There are no changes in composition of board of directors during the financial year.

7. DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company.

8. KEY MANAGERIAL PERSONNEL:

Since the Company is private limited company, not falling under the ambit of Section 203 of the Companies Act, 2013, the Company is not required to appoint the Key Managerial Personnel.

9. MEETINGS OF BOARD AND COMMITTEES:

During the year 5 Board Meetings were held by the Company.

10. CHANGE IN THE NATURE OF BUSINESS:

The Company is continuing with the business as mentioned in the Main Object Clause of the Memorandum of Association of the Company, and there has been no considerable change in the business of the Company.

11. DEPOSITS:

The Company has not invited or accepted deposit from the public neither does have any unpaid or unclaimed deposits along with interest during the year.Also, the company is not made any default in repayment of deposits or payment of interest thereon, as no deposit has

be invited or accepted by the Company during the year.There are no such deposits which are not in compliance with the requirements of Chapter V of the Act.

CHANCHAL INFRASTRUCTURE PRIVATE LTD

"CHANCHAL", OPP. MALAV TALAV, JIVRAJPARK ROAD,

VASNA, AHMEDABAD 380 007

12. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The details of Loans, Guarantees or Investments made by the Company pursuant to section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The Company has entered into the transaction with Related Parties during the year, and details of the transactions furnished in Form AOC – 2are attached as Annexure I to this Report.

14. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

In the opinion of the Board of Directors, there are no material changes and commitments made by the Company occurring between the ends of the financial, which is influential or affecting the financial position of the Company.

15. AUDITORS:

Niral Parikh & Associates, Chartered Accountants, Ahmedabad, has been appointed as the Statutory Auditor of the Company in the last annual general meeting held on 30th September 2014 and holds office for next five financial year. The board proposes for theirappointment at the Annual General Meeting. Their continuance of appointment and payment of remuneration is to be confirmed and approved in the ensuing Annual General Meeting. The Company has received a certificate from the above Auditors to the effect that if they are reappointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

16. AUDITORS REPORT:

The notes to the accounts referred to in the Auditors' Report is self-explanatory and therefore, do not call for any further comments.

17. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules 2013 is not applicable to the Company.

18. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

19. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directorsqualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

20. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The company does not have any Subsidiary, joint venture and associate Companies.

21. PARTICULARS OF EMPLOYEES:

Sub – Rule (2) of the Rule 5 of the Companies (Appointment & Remuneration or Managerial Personnel) Rules, 2014, read with Section 197 of the Act, not applicable to the Company. No employees was in receipt of the remuneration in aggregate to Rs. 60 lacs per annum or Rs. 5 lacs per month or at a rate in excess of that drawn by the Managing Director / Whole – time director of Manager and holds himself or along with his spouse & dependent children, no less than two percent of the equity shares of the Company. Further, the information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company will be provided upon request. In terms of Section 136 of the Act, the Report and Accounts are being sent to the Members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the Members at the Registered Office of the Company during the business hours on working days of the Company up to the date of the ensuing Annual General Meeting.

22. INFORMATION ON ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS:

Conservation of Energy & Technology Absorption:

Since the Company is not engaged in any Manufacturing Activities therefore particulars regarding conservation of energy, Technology up gradation are not applicable to the

CHANCHAL INFRASTRUCTURE PRIVATE LTD

"CHANCHAL", OPP. MALAV TALAV, JIVRAJPARK ROAD,

VASNA, AHMEDABAD 380 007

Company. However, the Company has made endeavour to make precautionary measures to conserve the non – renewable resources and use the latest technology in its business.

Foreign Earnings and Outgo:

During the year, the Company has made following Foreign Exchange Earning and Outgo:
Foreign Earnings: Nil
Foreign Outflow: NIL

23. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

Since, the Company does not fall under the criteria as mentioned in the provisions of Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibilities) Rules, 2014; the Company has not for the Corporate Social Responsibility (CSR) Policy and the CSR Committee.TheCompany has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

24. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

Considering the present condition of the company the company has yet to formulate the risk management policy, however the board is being regularly provided with information which may have potential threat of risk as and when required. However the company shall formulate suitable Risk Management Policy in due course.

25. INTERNAL CONTROL SYSTEM & ITS ADEQUACY:

As such the company does not fall under the category of Listed Company or other specified public company, the requirement for the Internal Control System & its Adequacy is not required. However, the Board of Directors of the Company has formed the internal financial controls commensurate with the size of the Business.

26. ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNALS:

There are no material orders passed by the regulators or courts or tribunals impacting the going concern status of the company's operations in future.

27. THE EXTRACT OF THE ANNUAL RETURN

The details forming part of the extract of the Annual Return in MGT 9 are attached as Annexure II to this Report

CHANCHAL INFRASTRUCTURE PRIVATE LTD

"CHANCHAL", OPP. MALAV TALAV, JIVRAJPARK ROAD,

VASNA, AHMEDABAD 380 007

28. DIRECTORS' RESPONSIBILITY STATEMENT:

In terms of provisions of Section 134(3)(c) of the Companies Act, 2013, your Directors confirm as under:

a) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;

b) That have 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, 2016 and the profit and loss of the company for that period;

c) That 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) That the preparation of the annual accounts is on a "going concern" basis;

e) That have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems been adequate and operating effectively.

29. APPRECIATION

The Company places on record its deep appreciation for all those who are associated with the Company and have continued their support towards the growth and stability of the Company.

For and on behalf of Board of Directors

Place : Ahmedabad

Date : 2nd September, 2016

SD/-

DIRECTOR