

JAYANT BANSAL & CO.
Chartered Accountants

Off.: 320, Mahesh Nagar,
Ambala Cantt. – 133 001
Phone: 2642401 (Off.)
2661320 (Resl.)

INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS

To,

**The Members of,
SAATVIK GREEN ENGERGY PRIVATE LIMITED,**

Report on the Financial Statements

We have audited the accompanying financial statements of **SAATVIK GREEN ENERGY PRIVATE LIMITED, CHANDIGARH** ('the Company'), which comprise the Balance Sheet as at March 31, 2016 and the Statement of Profit and Loss and the Cash Flow Statement for the period 29th May, 2015 to 31st March, 2016, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of these financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2016;
- (b) In the case of the Statement of Profit and Loss, of the profit for the period ended on that date;
- (c) In the case of the Cash Flow Statement, of the cash flows for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the Directors as on March 31, 2016, taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2016 from being appointed as a Director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure "B".

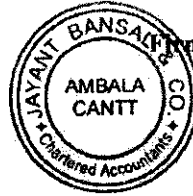


(g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i) The Company does not have any pending litigations which would impact its financial statement as of March 31, 2016;
- ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses on long term contracts;
- iii) There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.

Place: Ambala Cantt

Date: 26th August, 2016



**For Jayant Bansal & Co.,
Chartered Accountants
Registration No. 004694N**

**JAYANT BANSAL
(PARTNER)
Membership No.: 086478**

ANNEXURE "A" REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF INDEPENDENT AUDITORS' REPORT OF EVEN DATE OF SAATVIK GREEN ENERGY PRIVATE LIMITED FOR THE PERIOD ENDED MARCH 31, 2016

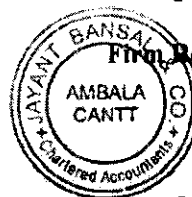
- (i) In respect of the fixed assets of the Company:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management during the year in accordance with a regular programme of verification adopted by the management which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and the records examined by us and based on the examination of the conveyance deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.
- (ii) As explained to us that, the inventory, except goods-in-transit, has been physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013. Accordingly paragraph 3(iii) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from public during the year. Therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- (vi) Reporting under clause 3(vi) of the Order is not applicable as the Company has yet to start the business activities during the year.
- (vii) (a) According to the records of the company and as per information and explanations given to us, the company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employee's State Insurance Fund, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value added tax, Cess and other material statutory dues applicable to it with appropriate authorities.
- (b) According to information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employee's State Insurance Fund, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value added tax, Cess and other material statutory dues, applicable to it, were in arrears as at 31st March, 2016 for a period of more than six months from the date they become payable.
- (c) According to the information and explanation given to us, there are no dues of Income Tax, Sales Tax, Value added Tax, Service Tax, Duty of Custom and, Duty of Excise, applicable to it, which have not been deposited on account of any dispute as on 31-03-2016.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks. The Company does not have any loans or borrowings from financial institutions or government and has not issued any debentures.
- (ix) As per the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments). However, in respect of term loan Rs.1029.42 Lacs taken by the Company and applied during the year were for the purpose for which same were raised.
- (x) According to the information and explanations given to us, no material fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during year.



- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly paragraph 3 (xii) of the Order is not applicable.
- (xiii) According to the information and explanation given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statement as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not entered into non-cash transaction with directors or persons connected with him and hence reporting under clause 3 (xv) of the Order is not applicable to the Company.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

Place: Ambala Cantt

Date: 26th August, 2016



**For Jayant Bansal & Co.,
Chartered Accountants
Firm Registration No. 004694N**

**JAYANT BANSAL
(PARTNER)**

Membership No.: 086478

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF SAATVIK GREEN ENERGY PRIVATE LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Saatvik Green Energy Private Limited**, ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

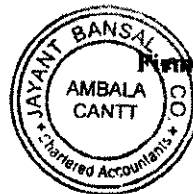
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion considering nature of business, size of operation and organizational structure of the entity, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Ambala Cantt

Date: 26th August, 2016



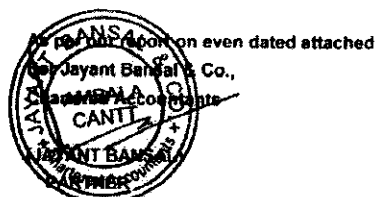
**For Jayant Bansal & Co.,
Chartered Accountants
Firm Registration No. 004694N**

**JAYANT BANSAL
(PARTNER)**

Membership No.: 086478

M/S SAATVIK GREEN ENERGY PRIVATE LIMITED, CHANDIGARH
BALANCE SHEET AS AT 31ST MARCH 2016

PARTICULARS	NOTE NO.	AS AT 31-03-2016 (Rs.)
I EQUITY AND LIABILITIES		
SHARE HOLDERS' FUND		
-Share Capital	2	33800000.00
-Reserves and Surplus	3	<u>111815.00</u>
		33911815.00
SHARE APPLICATION MONEY PENDING ALLOTMENT		
		0.00
NON-CURRENT LIABILITIES		
-Long Term Borrowings	4	140471784.00
-Deferred Tax Liabilities (Net)		0.00
-Other Long Term Liabilities		0.00
-Long Term Provisions		<u>0.00</u>
		140471784.00
CURRENT LIABILITIES		
-Short Term Borrowings		0.00
-Trade Payables	5	33650435.75
-Other Current Liabilities	6	16567266.00
-Short Term Provisions	7	<u>56813.00</u>
		50274514.75
Total Rs.		<u><u>224658093.75</u></u>
II ASSETS		
NON-CURRENT ASSETS		
Fixed Assets		
Tangible Assets		0.00
Intangible Assets		0.00
Capital Work-in-Progress	8	166945264.70
Intangible Assets Under Development		<u>0.00</u>
		166945264.70
-Deferred Tax Assets (Net)		0.00
-Long Term Loans and Advances	9	3999157.00
-Other Non-Current Assets	10	<u>399153.00</u>
		171343574.70
CURRENT ASSETS		
-Inventories	11	39202226.95
-Trade Receivables		0.00
-Cash and Bank Balances	12	11175793.10
-Short Term Loan and Advances	13	2892149.00
-Other Current Assets	14	<u>44350.00</u>
		53314519.05
Total Rs.		<u><u>224658093.75</u></u>
SIGNIFICANT ACCOUNTING POLICIES	1	
OTHER NOTES FORMING PART OF THE ACCOUNTS	19	



M. No. 086478
 Place: Ambala Cantt
 Dated: 26-08-2016

For and on behalf of the Board

[Signature]
 DIRECTOR

[Signature]
 DIRECTOR

M/S SAATVIK GREEN ENERGY PRIVATE LIMITED, CHANDIGARH
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2016

PARTICULARS	NOTE NO.	FOR THE YEAR ENDED 31-03-2016 (Rs.)
REVENUE		
-Revenue form Operations		0.00
-Other Income	15	168628.00
Total Revenue Rs.		168628.00
EXPENSES		
-Cost of Material Consumed	16	0.00
-Purchase of Stock-in-Trade		0.00
-Changes in inventories of Finished/Semi-Finished and Stock-in-trade		0.00
-Employees Benefit Expenses		0.00
-Manufacturing, Operation and Other Expenses		0.00
-Finance Costs		0.00
-Depreciation and Amortization Expenses		0.00
Total Expenses		0.00
PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX		168628.00
EXCEPTIONAL ITEMS		0.00
NET PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX		168628.00
EXTRAORDINARY ITEMS		0.00
NET PROFIT BEFORE TAX		168628.00
TAX EXPENSES	17	
-Provision for Current Taxation		56813.00
NET PROFIT FOR THE YEAR AFTER TAX		111815.00
EARNING PER SHARES:		
-Basic Earning Per Share	18	0.03
SIGNIFICANT ACCOUNTING POLICIES	1	
OTHER NOTES FORMING PART OF THE ACCOUNTS	19	

As per our report on even dated attached

F. Joseph & Co.,

Chartered Accountants

AMBALA
INDIA

PARTNER

M.No. 50470-Dumraon

Place: Ambala Cantt

Dated: 26-08-2016

For and on behalf of the Board

[Signature]
DIRECTOR

[Signature]
DIRECTOR

M/S SAATVIK GREEN ENERGY PRIVATE LIMITED, CHANDIGARH
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

PARTICULARS	2015-16 (Rs.)
<u>A. CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES</u>	
Net Profit/(Loss) before tax	168628.00
Adjustment for: -	
-Depreciation	0.00
-Interest paid	0.00
-Preliminary Expenses Written off	0.00
-Interest Income	(168628.00)
	<u>(168628.00)</u>
Operating profit before working capital changes	0.00
Adjustment for changes in working capital: -	
-Increase/(decrease) in Trade and other Payables	34320267.75
-(Increase)/decrease in Trade Receivables	0.00
-(Increase)/decrease in Inventories	(39202226.95)
-(Increase)/decrease in Loans and Advances	(2875286.00)
	<u>(7757245.20)</u>
Cash generated from operations	(7757245.20)
(i) Income Tax paid	(16863.00)
(ii) Interest paid	0.00
(iii) Dividend paid	0.00
	<u>(16863.00)</u>
Net Cash inflow/(outflow) from operating activities (A)	<u>(7774108.20)</u>
<u>B. CASH INFLOW/(OUTFLOW) FROM INVESTING ACTIVITIES</u>	
-Sale Proceeds of fixed assets	0.00
-Investment in Fixed Deposits with bank	(10933213.00)
-Increase in Tangible and Intangible Assets	0.00
-Increase in Capital work in progress	(166945264.70)
-Interest Income	168628.00
-Sundry Creditors for Capital goods	15897434.00
-(Increase)/decrease in Long Term Advances & Other Non Current Assets	(4442660.00)
	<u>(166255075.70)</u>
Net Cash inflow/(Outflow) from Investing activities (B)	<u>(166255075.70)</u>
<u>C. CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES</u>	
-Increase/(decrease) in short term bank borrowings (i.e. cash credit and overdraft facilities)	0.00
-Increase/(Proceeds from long term bank and other Long term funds	140471764.00
-Repayment of Long Term Fund (Term Loans and other Unsecured Loans)	0.00
-Proceeds from issue of share capital	33800000.00
	<u>174271764.00</u>
Net Cash inflow/(outflow) from financing activities (C)	<u>174271764.00</u>

M. S.

M. S.

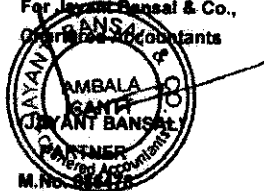


Net Cash flow during the year (A+B+C)	242580.10
Cash and Cash Equivalent (Opening Balance) [Note no. 12]	0.00
Cash and Cash Equivalent (Closing Balance) [Note no. 12]	242580.10
Earmarked Short-term Bank Deposits	10933213.00
Cash and Bank Balances at the end of the year [Note no. 12]	11175793.10
SIGNIFICANT ACCOUNTING POLICIES	1
OTHER NOTES FORMING PART OF THE ACCOUNTS	19

As per our report on even dated attached

For Jayant Bansal & Co.,

Chartered Accountants



M.No. 26/2016

Place: Ambala Cantt

Dated: 26-08-2016

For and on behalf of the Board

(DIRECTOR)

(DIRECTOR)

SAATVIK GREEN ENERGY PRIVATE LIMITED, CHANDIGARH
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2016

[1A] General Information

Saatvik Green Energy Private Limited ("the Company") is a Private limited company established to carry on business for manufacturing of Solar Photovoltaic Modules. During the year, the company has undertaken the new project for setting up a unit for manufacturing of Solar Photovoltaic Modules at Village Dubli, Sub-Tehsil Saha, Tehsil Barara, Distt. Ambala (Haryana), which is under implementation and yet to start commercial production. Therefore, the company is presently not yet to start the commercial activities, hence no revenue has been earned from operation during the year.

[1B] Summary of Significant Accounting Policies

i) Basis of Preparation of Financial Statement

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other relevant provisions of the Companies Act, 2013. All assets and liabilities have been classified as current or non-current, wherever applicable as per the operating cycle of the Company as per the guidance as set out in the Schedule III to the Companies Act, 2013.

ii) Presentation of Financial Statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The Cash Flow Statement has been prepared and presented as per the requirements of Accounting Standard (AS) 3 "Cash Flow Statement". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of accounts along with the other notes required to be disclosed under the notified Accounting Standards.

iii) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

iv) Tangible Fixed Assets:

Fixed Assets have been stated at historical cost less accumulated depreciation and cumulative impairment. Expenses directly related to the construction or acquisition of the fixed assets have been capitalized and added to the particular assets. Pre-operative expenses incurred till the date of capitalization have been apportioned on pro-rata basis. Items of fixed assets not capitalized and other pre-operative expenses to the extent not apportioned are shown under the head "Capital work in progress".

v) Revenue Recognition

- i) Other items of income are accounted as and when the right to receive arises.
- ii) The expenses and income considered payable and receivable respectively are accounted for on accrual basis.

vi) Valuation of Inventories

Inventories are valued as under: -

-Raw Material and packing material	At cost or net realizable value whichever is less
-Finished/Semi-finished goods (including by-products)	At cost or net realizable value whichever is less
-Stores and spares	At cost or net realizable value whichever is less

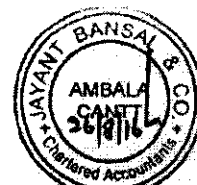
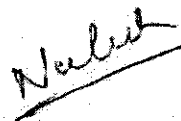
Note:

Cost for the purpose of valuation of finished/semi-finished goods (including by-products) is determined by considering material, labour and other related overheads.

Cost of trading items includes cost of purchase & other costs of acquisition attributable thereto.



- vii) **Borrowing Cost**
Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.
- viii) **Taxes on income**
Provision for current tax is made on the basis of taxable income and tax credits computed in accordance with the provisions of Income Tax Act, 1961.
- ix) **Miscellaneous Expenditure**
Preliminary expenses are being written off over a period of 10 years.
- x) **Provisions, Contingent Liabilities and Contingent Assets**
Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.
- xi) **Foreign currency transactions and foreign operations**
i) The reporting currency of the Company is Indian rupee.
ii) Foreign currency transactions are recorded on initial recognition in the reporting currency, using the exchange rate at the date of the transaction. At each balance sheet date, foreign currency monetary items are reported using the closing rate. Non-monetary items, carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.
iii) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss, except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.
- xii) **Cash and Cash Equivalents**
The Company considers all highly liquid financial instruments, which are readily convertible into cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.
- xiii) **Cash Flow Statement**
Cash flows are reported using the indirect method, whereby profit before tax is adjusted from the effect of transactions of non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flow from operating, investing and financing activities is segregated.
- xiv) **Extraordinary and exceptional items**
Income or expenses that arise from events or transactions that are clearly distinct from the ordinary activities of the Company are classified as extraordinary items. Specific disclosures of such events/transactions are made in the financial statements. Similarly, any external event beyond the control of the Company significantly impacting income or expense is also treated as extraordinary item and disclosed as such.
On certain occasions, the size, type or incidence of an item of income or expenses, pertaining to the ordinary activities of the Company is such that its disclosure improves an understanding of the performance of the Company. Such income or expenses is classified as an exceptional item and accordingly disclosed in the notes to accounts.
- xv) **Earning Per Share**
Basic earning per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by weighted average number of equity shares outstanding during the year.
For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



12] **SHARE CAPITAL**

The authorized, issued, subscribed and paid-up share capital comprises of equity shares having at par value of Rs.10/- each as follows:

PARTICULARS	AS AT 31-03-2016 (Rs.)
Authorised Share Capital	
4000000 Equity Shares of Rs.10/- each	4000000.00
Issued, Subscribed and Paid-up Share Capital	
3380000 Equity Shares of Rs.10/- each fully paid-up	3380000.00
TOTAL RS.	3380000.00

Notes:

- a) The Authorized Share Capital of the Company was increased from Rs.100.00 Lacs to Rs. 400.00 Lacs by creation of 3000000 Equity Shares of Rs.10/- each pursuant to a Shareholder's resolution passed in the Extra Ordinary General Meeting held on 15/07/2015.

b) **RECONCILIATION STATEMENT OF THE NUMBER OF EQUITY SHARES OUTSTANDING:**

PARTICULARS	AS AT 31-03-2016	
	NUMBER OF SHARES	AMOUNT (Rs.)
EQUITY SHARES		
Equity Shares at the beginning of the year	0	0.00
Add: No. of Equity Shares issued during the year	3380000	33800000.00
Less: No. of Share forfeited/buy-back during the year	0	0.00
Equity Shares at the End of the year	3380000	33800000.00

c) **DETAILS OF EQUITY SHARES HELD BY SHAREHOLDERS HOLDING MORE THAN 5% OF THE AGGREGATE SHARES IN THE COMPANY**

NAME OF THE SHAREHOLDER	AS AT 31-03-2016	
	NO. OF SHARES	% HELD
Sh. Parmod Kumar S/o Sh. Madan Lal	1122500	33.21%
Smt. Sunila Garg W/o Sh. Parmod Kumar	280000	8.28%
Sh. Neelesh Garg S/o Sh. Parmod Kumar	450000	13.31%
Sh. Manik Garg S/o Sh. Parmod Kumar	490000	14.50%
Sh. Parmod Kumar (HUF)	1037500	30.70%
TOTAL EQUITY SHARES	3380000	100.00%

d) **Terms/rights attached to equity shares:**

The Company has only one class of share capital, i.e. equity shares having face value of Rs.10/- per share. Each holder of fully paid equity share is entitled to one vote per share

13] **RESERVE AND SURPLUS**

Reserves and Surplus consists of the following reserves:

PARTICULARS	AS AT 31-03-2016 (Rs.)
Surplus of Statement of Profit and Loss	
Balance as per last Balance Sheet	0.00
Add: Net Profit after tax transferred from statement of Profit and Loss	111815.00
Amount available for appropriation	111815.00
Less: Appropriation	
-Income Tax earlier years	0.00
Balance as at the end of the year	111815.00
TOTAL RS.	111815.00

An

1/11/16



[4] **LONG TERM BORROWINGS**

Long-term borrowings consist of following:

PARTICULARS	AS AT 31-03-2016	
	NON CURRENT ASSETS	CURRENT ASSETS
A. <u>Term Loan from Bank (Secured)</u>		
-Punjab National Bank, Sector 17B, Chandigarh (Term Loan) [Refer Note No. 4(A)(i) below]	102942264.00	0.00
Sub Total Rs.	102942264.00	0.00
B. <u>Loan and Advances from Related Parties (Unsecured)</u>		
-From Directors	19249500.00	0.00
-From Directors' Relative and Associate Concern [Refer Note No. 4(B)(ii) below]	18280000.00	0.00
Sub Total Rs.	37529500.00	0.00
TOTAL RS.	140471764.00	0.00

Notes:

- 4(A)(i) Term Loan against Plant and Machinery & other assets from Punjab National Bank, Sector 17B, Chandigarh amounting to Rs.102942264.00
 -Nature of Security: Secured against hypothecation of Plant & Machinery and Other Misc. Fixed assets and further secured by way of equitable of Immovable Property of the Company
 -Repayment Profile: Repayable in 84 Monthly installment commencing from 30/04/2017 of Sanctioned amount of Rs 1170.00 Lacs
 -Collateral Security: The said loan is further secured by equitable mortgage of Land and Building registered in the name of one of the Director namely Sh. Parmod Kumar alongwith personal guarantee given by directors of the company.
- 4(B)(ii) Unsecured Long Term Loan and advances in the nature of loan has been accepted by the company from Directors, Director's relatives and Associate Companies in pursuance of stipulation imposed by the Bank for providing credit facility to the Company. The Said loans are raised without any stipulated terms for repayment of principal and interest accrued thereupon and falls under the definition of exempt deposits as per Companies (Acceptance Deposits) Rules, 2014.

[5] **TRADE PAYABLES**

Trade payables consist of the following:

PARTICULARS	AS AT 31-03-2016 (Rs.)
Trade Payables	
Due to related parties:	
-Associate Companies	0.00
Due to others	33650435.75
TOTAL RS.	33650435.75

Note:

The amount outstanding to Micro, Small & Medium Enterprises has not been given separately, because, the identification of the Micro, Small & Medium Enterprises in terms of The Micro, Small & Medium Enterprises Development Act, 2006, could not be made as the company has not received any information from the creditors/suppliers regarding there status of being a Micro, Small and Medium Enterprises.

Handwritten signature

Handwritten signature



[6] OTHER CURRENT LIABILITIES

Other current liabilities consist of the following:

PARTICULARS	AS AT 31-03-2016 (Rs.)
A. Interest accrued and due on borrowings	188852.00
B. <u>Other Payables</u>	
-Others Creditors	7465.00
-Creditors' for Capital Goods/Expenditure	15897434.00
-Expenses Payables	29000.00
-Income Tax Deducted at Source Payable	115927.00
-Credit Balance in Current Account with Bank	328588.00
	16378414.00
TOTAL RS.	16567266.00

[7] SHORT TERM PROVISIONS

Short-term provisions consist of the following:

PARTICULARS	AS AT 31-03-2016 (Rs.)
Provision for Current Taxation	56813.00
TOTAL RS.	56813.00

[8] CAPITAL WORK-IN-PROGRESS (REFER NOTE BELOW)

Capital Work-in-Progress consist of the following:

PARTICULARS	AS AT 31-03-2016 (Rs.)
A. <u>TANGIBLE ASSETS:</u>	
-Land and Site Development Cost	3690203.00
-Factory Building under construction (including cost of material and labour charges etc.)	7702020.00
- <u>Plant and Machinery (Under erection):</u>	
Imported Plant and Machinery (Including cost of machinery, duty Freight and other expenditure etc.)	133555639.00
Indigenous Plant and Machinery (Including Cost, Freight and other expenditure etc.)	
-IR Air Compressor	830206.00
-Air Conditioning Plant	2088898.00
-Pneumatic Piping & Epoxy Coating etc	136477.00
-Un-interupted Power Supply System (200KVA)	1410905.00
	4466486.00
-Electrical Equipments and Accessories under erection (Including cost and Freight etc.)	138022125.00
-Generator Set	5068188.00
-Fork Lift & Hand Pallet Truck	3037500.00
-Computers and Software Solution	987676.00
	2290196.00
Sub-Total Rs.	160797908.00



B. PRE-OPERATIVE EXPENSES INCURRED PENDING CAPITALIZATION

-Travelling Expenses		157392.00
-Processing and Upfront Fee paid to Bank		2113978.00
-Auditors' Remuneration		29000.00
-Bank Charges (Including Bank Guarantee and Foreign Letter of Credit Charges)		880858.00
-Postage and Courier Charges		9684.00
-Miscellaneous Expenses		1200.00
-Electricity Expenses		8282.00
-Interest Paid to:		
Bank on Term Loan	1940110.00	
Other on Deposits	209836.00	
Bank on Loan	6736.00	
		<u>2156682.00</u>
-Legal and Professional Charges		165796.00
-Quality Testing Charges Paid		73146.00
-Exhibition Participation Expenses		551349.00
-Short and Excess Recoveries		(10.30)
		<u>6147356.70</u>
Sub-Total Rs.		<u>6147356.70</u>
		<u>166945264.70</u>

C. GRAND TOTAL (A + B)

Note:

-The Company has taken up new project for setting up 125MW Solar Photovoltaic Modules manufacturing unit at Village Dubli, Sub-Tehsil Saha Tehsil Barara, Distt. Ambala (Haryana).

-The Company has taken up new project for setting up 125 MW Solar Photovoltaic Modules manufacturing unit at Village Dubli, Sub-Tehsil Saha, Tehsil Barara, Distt. Ambala (Haryana) and invested a sum of Rs.166945264.70 up to 31-03-2016. All the capital expenditure for creation of tangible assets including pre-operative expenses and start-up expenses have been shown under the head "Capital work-in-progress" and the same will be capitalized on the completion of the project.

[9] LONG TERM LOANS AND ADVANCES

Long term loans and advances consist of the following:

<u>PARTICULARS</u>	<u>AS AT</u>
	<u>31-03-2016</u>
	<u>(Rs.)</u>
Unsecured, considered good (unless otherwise stated):	
-Securities Deposits	879499.00
-Capital Advance against Capital Expenditure	3179658.00
TOTAL RS.	<u>3999157.00</u>

[10] OTHER NON-CURRENT ASSETS

Other non-current assets consist of the following:

<u>PARTICULARS</u>	<u>AS AT</u>
	<u>31-03-2016</u>
	<u>(Rs.)</u>
<u>Others</u>	
<u>Unamortised Expenses</u>	
-Miscellaneous Expenditure (i.e. Preliminary Expenses)	399153.00
TOTAL RS.	<u>399153.00</u>

Note: Unamortised Expenses (i.e. Miscellaneous Expenditure) reflect the amount which will not be amortized in the next 12 months or thereafter.



[11] **INVENTORIES**

Inventories consist of the following:

PARTICULARS		AS AT 31-03-2016 (Rs.)
-Inventories (As taken, valued and certified by the Management)		
a)	Raw Material, Chemicals, Boiler Fuel and Packing Material	39202226.95
b)	Finished/Semi-finished Goods (Including Realisable By-products)	
c)	Consumables, Stores & Spares and Other Miscellaneous items etc.	0.00
d)	Traded goods	0.00
TOTAL RS.		39202226.95

Note: Inventories are carried at the lower of cost and net realisable value

[12] **CASH AND BANK BALANCES**

Cash and bank balances consist of the following:

PARTICULARS		AS AT 31-03-2016 (Rs.)
a)	Cash and Cash Equivalents	
	-Cash-in-Hand	415.00
	-Balance with Bank in Current Accounts	242165.10
		242580.10
b)	Other Bank Balances	0.00
	-Fixed Deposits with Punjab National Bank, Sector 17B, Chandigarh interest accrued thereupon	
	-With original maturity more than 3 months but less than 6 months	6054871.00
	-With original maturity more than 6 months but less than 12 months	1335792.00
	-With original maturity more than 12 months	3542550.00
		10933213.00
TOTAL RS.		11175793.10

Note: ""

-Fixed Deposit Receipts with Punjab National Bank, Sector 17B, Chandigarh is under bank lien as margin money for availing non fund based facility from the bank.

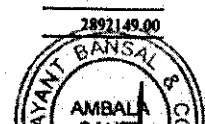
[13] **SHORT TERM LOANS AND ADVANCES**

Short term loans and advances consist of the following:

PARTICULARS		AS AT 31-03-2016 (Rs.)
a)	Loans and Advances to related parties (Unsecured, considered good)	0.00
b)	Other Loans and Advances (Unsecured, considered goods unless other wise stated)	
	-Haryana Vat Tax Recoverable from Sales Tax Department	230623.00
	-Income Tax Deducted at Source	16863.00
	-Advances recoverable in cash or in kind or for value to be received [Refer Note No. 13(b)(i) below]	264466.00
TOTAL RS.		2892149.00

NA

[Handwritten Signature]



- Note: "A"
 13(b)(i) Advances recoverable in cash or in kind or for value to be received includes due from companies/Associate Concerns where directors and their relatives are interested

0.00

[14] **OTHER CURRENT ASSETS**

Other Current Assets consist of the following:

PARTICULARS	AS AT 31-03-2016 (Rs.)
(Unsecured, considered goods unless other wise stated)	
<u>Unamortised Expenses</u>	
-Miscellaneous Expenditure (i.e. Preliminary Expenses)	44350.00
TOTAL RS.	<u>44350.00</u>

Note: Unamortised Expenses (i.e. Miscellaneous Expenditure) reflect the amount which will be amortized in the next 12 months.

[15] **OTHER INCOME**

Other income (net) consist of the following:

PARTICULARS	2015-16 (Rs.)
-Interest received on Fixed Deposit with Bank	168628.00
TOTAL RS.	<u>168628.00</u>

[16] **COST OF MATERIAL CONSUMED**

Cost of Material consumed consist of the followings:

PARTICULARS	2015-16 (Rs.)
<u>Raw Materials Consumed</u>	
-Opening Stock	
Add: Purchases during the year	0.00
	<u>39202226.95</u>
Less: Closing Stock	<u>39202226.95</u>
TOTAL RS.	0.00
	<u>0.00</u>

[17] **TAX EXPENSES**

Tax Expenses consist of following:

PARTICULARS	2015-16 (Rs.)
-Provision for Current Taxation	56813.00
TOTAL RS.	<u>56813.00</u>

Notes:

Provision for taxation on current profit: The Company has made the provision for current income tax liability based on the assessable profit as computed in accordance with the Income Tax Act, 1961.



[18]

EARNING PER SHARE (EPS)

The following reflect the profit and share data used in basic and diluted EPS computation

PARTICULARS	2015-16 (Rs.)
<u>Basic</u>	
-Profit after tax as per accounts	111815.00
-Weighted Average Number of Shares outstanding	3380000
-Basic EPS (Rs.)	0.03
<u>Diluted</u>	
-Profit after tax as per accounts	111815.00
-Weighted Average Number of Shares outstanding	3380000
-Diluted EPS (Rs.)	0.03
Face Value per share (Rs.)	10.00



[19] **OTHER NOTES FORMING PART OF THE ACCOUNTS**

- a) The Balance Sheet as on March 31, 2016 and the Statement of Profit and Loss for the year ended March 31, 2016 are drawn and presented as per the new format prescribed under Schedule III to the Companies Act, 2013.
- b) The Company has been incorporated on 29th May, 2015; hence there are no previous year figures.
- c) **Contingent Liabilities and Commitments (To the extent not provided for)**

	2015-16 (Rs. in Lacs)
-Contingent Liabilities (if any)	
Other Money for which Company is Contingently liable:	
-EPCG License benefit in event of default of Export obligations	357.24
-Execution of Bond for availing Concessional Duty benefit in event of default in use for manufacturing Main product	
-Commitments	54.81 NIL

- d) During the year, the Company has undertaken new project for setting up 125MW Solar Photovoltaic Modules manufacturing unit at Village Dubli, Sub-Tehsil Saha, Tehsil Barara, Distt. Ambala (Haryana) and invested a sum of Rs.166945264.70 up to 31st March 2016. All the capital expenditure incurred for creation of tangible assets including pre-operative expenses and start-up expenses have been shown under the head "Capital work-in-progress" and same will be capitalized on the completion of the project. In addition to that the Company has also given Capital advance against capital expenditure amounting to Rs.3179658.00 up to 31st March 2016 for its new project.

e) **RELATED PARTY DISCLOSURES :**

During the year, the company has carried out some transactions with the following persons, firms (in which the directors of the company are interested) related to expenditure and other transactions. The details of the same are as under: -

A. **Related parties and their relationship**

1. **Key Management Personnel**

- Sh. Parmod Kumar (Director)
- Sh. Neelesh Garg (Director)
- Smt. Sunila Garg (Director)

2. **Relatives of Key Personnel**

- Sh. Madan Lal, Smt. Kamla Rani, Sh. Manik Garg and Sh. Dinesh Jindal etc.

3. **Enterprises owned or significantly influenced by key management personnel or their relatives**

- M/s Shivalik Steels & Alloys (P) Ltd., Barotiwala (H.P.)
- M/s Gapbridge Software Services Private Limited, Bangalore

A. Transactions with related parties for the year ended 31st March 2016.					
				(Rs. In Lacs)	
	Particulars	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Total
1	Purchases				
	-Capital Goods (Computer and Software etc)	0.00	0.00	19.57	19.57
4	Expenses				
	-Interest paid to other	0.00	0.00	2.10	2.10
B. Balance with related Parties as at 31st March, 2016					
1	-Loan and Advance taken	192.50	82.80	100.00	375.30

AA

Neelesh



C. Disclosure of material transactions/balances with related parties

	2015-16
1 <u>Purchases (Capital Goods)</u>	
-M/s Gapbridge Software Services (P) Limited, Bangalore	1956726.00
2 <u>Interest Paid to Others</u>	
-M/s Shivalik Steels & Alloys Private Limited, Barotiwala	209836.00
3 <u>Loan and Advance Taken</u>	
<u>Key Management Personnel</u>	
-Sh. Parmod Kumar (Director)	4912500.00
-Smt. Sunila Garg (Director)	12072000.00
-Sh. Neelesh Garg (Director)	2265000.00
<u>Relative of Key Management Personnel</u>	
-Sh. Parmod Kumar (HUF)	2205000.00
-Sh. Dinesh Jindal	4700000.00
-Sh. Manik Garg	1375000.00
-Associate/sister concern	
-M/s Shivalik Steel and Alloys (P) Limited, Barotiwala	10000000.00
f) <u>Additional Information:</u>	
1) Details of Raw Materials and Inventories are broadly given in respective note no. 16 and 11.	
2) Auditors' Remuneration and expenses (Including service tax) charged to the accounts:	
-Statutory Audit fee	29000.00
Total	29000.00
3) Value of imports (on C.I.F. basis) by the company during the financial year in respect of	
-Raw Materials and Chemicals	38996113.15
-Traded Goods	NIL
-Components and spare parts	NIL
-Capital Goods (Machinery)	133555639.00
4) Expenditure in foreign Currency during the financial year on account of	
-Royalty and technical know how fee	NIL
- Professional consultation fee	NIL
-Interest and other matters	NIL
-Exhibition Participation Expenses	551349.00
5) Value of imported and indigenous raw material is broadly given in respective note no. 16.	
6) Dividends remitted in foreign currency:	
-Dividends remitted in foreign currency	NIL

Ma

Nalini



7) Earnings in foreign exchange:

- Export of goods on F.O.B. basis
- Royalty, know how and professional consultation fee.
- Interest and dividend etc.
- Other receipts

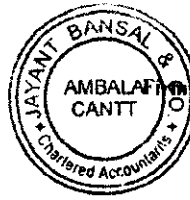
2015-16
NIL
NIL
NIL
NIL

Director

Place: Ambala Cantt

Date: 26th August, 2016

Director



For Jayant Bansal & Co.,
Chartered Accountants
Registration No. 004694N

JAYANT BANSAL
(PARTNER)
M. No. 086478

SAATVIK GREEN ENERGY PRIVATE LIMITED

Regd. Office: 550, SECTOR - 8 B CHANDIGARH Chandigarh CH 160009 IN

E-Mail ID: parmogarg5@gmail.com

CIN-U40106CH2015PTCo35556

BOARD REPORT

To the Members,

Your Directors have pleasure in submitting their 1st Annual Report of the Company together with the Audited Statements of Accounts for the financial period ended 31st March, 2016.

1. FINANCIAL RESULTS:

The Company's financial performance for the year under review are given hereunder:

	Particulars For the Year ended 31/03/2016	Particulars For the Year ended 28/05/2015	(Amount in Rs.)
Net Sales /Income from Business Operations	0	0	
Other Income	168628.00	0	
Total Income	0	0	
Less Interest	0	0	
Profit before Depreciation	0	0	
Less Depreciation	0	0	
Profit after depreciation and Interest	168628.00	0	
Less Current Income Tax	56813.00	0	
Less Previous year adjustment of Income Tax	0	0	
Less Deferred Tax	0	0	
Net Profit after Tax	111815.00	0	
Dividend (including Interim if any and final)	0	0	
Net Profit after dividend and Tax	111815.00	0	
Amount transferred to General Reserve	0	0	
Balance carried to Balance Sheet	111815.00	0	
Earning per share (Basic)	0.03	0	
Earning per Share(Diluted)	0.03	0	

2. DIVIDEND:

No Dividend was declared for the current financial year as the Company, **the project was being set-up and** other income is interest received from Bank upon fixed deposit.

3. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year. **The Company is yet to commence its commercial operations till the end of its 1st financial year.**

4. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS:

Implementation of Project of the Company was in progress. **The Company is yet to commence commercial operations.** Emphasis being laid on use solar energy world. The Management of the Company see a bright future of the business of the Company.

5. MATERIAL CHANGES AND COMMITMENT

Implementation of Project of the Company was in progress. *The Company is yet to commence its commercial operations till the end of its 1st financial year.*

6. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in **Annexure "A"** and is attached to this report.

7. RISK MANAGEMENT POLICY OF THE COMPANY:

The Board of the Company implements and monitors the risk management plan for the Company, review the risk management plan and ensure its effectiveness. The Board keeps additional oversight in the area of financial risks and controls. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

8. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES (CSR):

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions have not become applicable.

9. LOANS, GUARANTEES UNDER SECTION 185 OF THE COMPANIES ACT, 2013:

No loans, guarantees were made by the Company under **Section 185** of the Companies Act, 2013 during the year under review.

10. GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

No guarantees or investments were made by the Company under **Section 186** of the Companies Act, 2013 during the year under review.

11. CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The particulars of Contracts or Arrangements made with related parties made pursuant to Section 188 is furnished in **Annexure "C"** and is attached to this report.

12. CAPITAL:

The Company was incorporated with an Authorised Share Capital of Rs.1,00,00,000/- and was increased to Rs.400,00,000/- on 15/07/2015.

The subscribers subscribed share capital of Rs.10,00,000/- on its incorporation and subsequently the paid up capital was increased to Rs.3,38,00,000/- by way of allotment of 3380000 Equity Shares of Rs.10/- fully paid up in 3 allotments of 900000 equity shares on 24/06/2015, 430000 equity shares on 14/08/2015 and 1950000 equity shares on 21/12/2015.

13. DEPOSITS:

The Company did not accept of renewed deposits during the year under review, but obtained unsecured loans from Directors, their relatives and the Associate concerns under stipulations imposed

stipulations imposed by the Bankers for advancing secured loans of Rs.11.70 Crores as Term Loan and Rs.15.00 Crores as Cash Credit.

14. DIRECTORS:

(l) Sh. Neelesh Garg was appointed as Director on 02/11/2015 under Section 161 of the Companies Act, 2013. He vacates his office of Additional Director on the date of holding of forthcoming annual general meeting. He being eligible has offered himself for appointment as Director under Section 152 of the Companies Act, 2013. The Board recommends his appointment as Director.

15. DECLARATION OF INDEPENDENT DIRECTORS:

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

16. AUDITORS REPORTS:

The Auditors' Report and the notes contained therein are self-explanatory. The notes forming part of the accounts, which are specifically referred to by the Auditors in their Report are self-explanatory and, therefore, do not call for any further clarification.

17. PRACTICING COMPANY SECRETARY IN THEIR REPORTS:

The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

18. INTERNAL AUDIT CONTROL:

The Company has an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods.

19. COST AUDITOR:

Cost audit has not become applicable to the Company

20. 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, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

21. ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in Annexure "B" and is attached to this Report.

22. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:

The Company had **18 (Eighteen)** Board meetings on 30/05/2015, 01/06/2015, 24/06/2015, 11/06/2015, 17/06/2015, 25/07/2015, 05/08/2015, 14/08/2015, 05/09/2015, 14/09/2015, 19/09/2015, 27/10/2015, 31/10/2015, 02/11/2015, 17/12/2015, 18/12/2015, 21/12/2015 and 28/03/2016 during the financial year under review.

23. DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:—

(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) Internal financial control 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.

(f) 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.

24. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company does not have any Subsidiary, Joint venture or Associate Company.

25. STATUTORY AUDITORS:

M/s Jayant Bansal & Co., Chartered Accountants, Ambala Cantt., were appointed as Statutory Auditors by the Board of Directors in their Meeting held on **15/06/2015**. Now, it is proposed to appoint them for a further period of **4 Years**, from **01/04/2016 to 31/03/2020**. Their Continuance of appointment and payment of remuneration to **M/s Jayant Bansal & Co., Chartered Accountants, Ambala Cantt.**, are 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 139 & 141 of the Companies Act, 2013.

26. 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.

27. PARTICULARS OF EMPLOYEES:

There were no employees on the rolls of the Company during the year under review.

28. SHARES:

a. BUY BACK OF SECURITIES:

The Company has not bought back any of its securities during the year under review.

b. SWEAT EQUITY:

The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES:

No Bonus Shares were issued during the year under review.

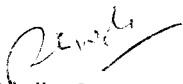
d. EMPLOYEES STOCK OPTION PLAN


The Company has not provided any Stock Option Scheme to the employees.

29. ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities 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 AND ON BEHALF OF THE BOARD OF DIRECTORS


(Sunila Garg)
Director
DIN: 07185039
Date: 26/08/2016
Place: Chandigarh


(Parmod Kumar)
Director
DIN: 00126965

ANNEXURE – A

Information under Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) the Companies (Accounts) Rules, 2014 and forming part of the Report of the Directors

(A) Conservation of energy-

- (i) the steps taken or impact on conservation of energy: **The Company is using Government supply of electricity and own generation by its generators.**
- (ii) the steps taken by the company for utilising alternate sources of energy: **There are no alteration source of energy with the Company.**
- (iii) the capital investment on energy conservation equipments: Investment on energy conservation equipments is made wherever it is possible mostly it is **NIL**.

(B) Technology absorption-

- (i) the efforts made towards technology absorption: **Production machinery is indigenous and no technology has been imported by the Company**, but company has imported machinery.
- (ii) the benefits derived like product improvement, cost reduction, product development or import substitution: **Line of business requires imported machinery and the manufacturing of solar systems is done with that machinery.**
- (iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- : **Production is fast and output of product is as per standards required by the industry and equipments.**
- (iv) the expenditure incurred on Research and Development: **No specific expenditure is incurred on Research and Development.**


(C) Foreign exchange earnings and Outgo-

The Company's main line of business is processing of **SOLAR POWER ENERGY EQUIPMENT**. The Company has achieved Export Turnover of `Rs.Nil during the year under report **2015-16**, as compared to `Rs.Nil in the previous year, **2014-15**. This was the **1st year of setting up of project of the Company.**

(in Lakhs)

Particulars	2015-16	2014-15
Total Foreign Exchange Received (F.O.B. Value of Export)	NIL	NIL
Total Foreign Exchange used:		
i) Raw Materials	38996113.15	NIL
ii) Consumable Stores	NIL	NIL
iii) Capital Goods	133555639.00	NIL
iv) Foreign Travels	NIL	NIL
v) Others	NIL	NIL


(Sunila Garg)
Director
DIN: 07185039


(Parmod Kumar)
Director
DIN: 00126965

FormNo.MGT-9
EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON
31/03/2016

[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:

CIN	U40106CH2015PTC035556
Registration Date	29/05/2015
Name of the Company	SAATVIK GREEN ENERGY PRIVATE LIMITED
Category/Sub-Category of the Company	Indian Non-Government Company
Address of the Registered office and contact details	550, SECTOR - 8 B CHANDIGARH Chandigarh CH 160009 IN E-Mail ID: parmogarg5@gmail.com
Whether listed company	Yes/No
Name, Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	SOLAR ENERGY MODULES AND PANELS	3510	0

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
NIL	NIL	NIL	NIL	NIL	NIL

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**(i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during The year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Promoter	0								
Indian Individual/ HUF	0	3380000	3380000	100%	0	3380000	3380000	100%	
Central Govt.	0	0	0	0	0	0	0	0	
State Govt. (s)	0	0	0	0	0	0	0	0	
Bodies Corp	0	0	0	0	0	0	0	0	
Banks / FI	0	0	0	0	0	0	0	0	
Any Other	0	0	0	0	0	0	0	0	
Sub-	0	3380000	3380000	100%	0	3380000	3380000	100%	

GrandTotal (A+B+C)	0	338000 0	338000 0	100%	0	3380000	338000 0	100 %	
-----------------------	---	-------------	-------------	------	---	---------	-------------	----------	--

(ii) Share holding of Promoters

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	% change in share holding during the year
1	PARMOD KUMAR	50000	50	0	112250 0	33.21	0	0
2	SUNILA GARG	50000	50	0	280000	8.28	0	0
3	PARMOD KUMAR AS KARTA OF PARMOD KUMAR (HUF)	0	0	0	103750 0	30.70	0	0
4	NEELESH GARG	0	0	0	450000	13.31	0	0
5	MANIK GARG	0	0	0	490000	14.50	0	0
	Total:	100000	100	0	338000 0	100	0	0

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

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	100000	100	3380000	100
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	***Date wise List of Allotment of 3280000 fully paid up Equity Shares of Rs.10/- each Attached			
	At the End of the year	3380000	100	3380000	100

*** 29/05/2015 AS SUBSCRIBERS:

	NAME OF SHAREHOLDER	DATE OF ALLOTMENT				TOTAL
		29/05/2015 AS SUBSCRIBERS	24/06/2015 ALLOTMENT	14/11/2015 ALLOTMENT	21/12/2015 ALLOTMENT	
1.	PARMOD KUMAR	50000	30000	42500	1000000	1122500
2.	SUNILA GARG	50000	230000	0	0	280000
3.	PARMOD KUMAR AS KARTA OF PARMOD KUMAR (HUF)	0	80000	7500	950000	1037500
4.	NEELES H GARG	0	280000	170000	0	450000
5.	MANIK GARG	0	280000	210000	0	490000
	TOTAL:	100000	900000	430000	1950000	3380000

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

Sl. No		Shareholding at the end of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	N/A	N/A	N/A	N/A
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/swe at equity etc)	N/A	N/A	N/A	N/A
	At the end of the year (or on the date of separation, if separated during the year)	N/A	N/A	N/A	N/A

(v) Shareholding of Directors & Key Managerial Personnel)

Sl. No		Shareholding at the end of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
	For Each of the Directors & Key Managerial Personnel				
	At the beginning of the year	400000	64%	400000	64%
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/swe at equity etc)	List attached			
	At the end of the year (or on the date of separation, if separated during the year)	400000	64%	400000	64%
Sl. NO.	Name of Shareholder	No. of Shares held	% of total shares of the company	No. of Shares held	% of total shares of the company

1	PARMOD KUMAR	50000	50%	1122500	33.2
2	SUNILA GARG	50000	50%	280000	8.2
3.	NEELESH GARG		0	450000	13.31%
	TOTAL:	100000	100%	1852500	54.80%

V. INDEBTEDNESS

Indebtedness of the Company 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	0	0	0	0
i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not				
Total(i+ii+iii)	0	0	0	0
Change in Indebtedness during the financial year				
- Addition	102942264	37529500	0	140471764
- Reduction	0	0		
Net Change	102942264	37529500	0	140471764
Indebtedness at the end of the financial year			0	
i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due	102942264	37529500		140471764
Total (i+ii+iii)	102942264	37529500	0	140471764

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
	Gross salary	0	0	0	0	0
	(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					
	Stock Option	0	0	0	0	0
	Sweat Equity	0	0	0	0	0
	Commission - as % of profit - others, specify...	0	0	0	0	0

	Others, please specify	0	0	0	0	0
	Total(A)					
	Ceiling as per the Act	0	0	0	0	0

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
	Independent Directors ·Fee for attending board committee meetings ·Commission ·Others, please specify	0	0	0	0	0
	Total(1)	0	0	0	0	0
	Other Non-Executive Directors ·Fee for attending board committee meetings ·Commission ·Others, please specify	0	0	0	0	0
	Total(2)	0	0	0	0	0
	Total(B)=(1+2)	0	0	0	0	0
	Total Managerial Remuneration	0	0	0	0	0
	Overall Ceiling as per the Act	0	0	0	0	0

C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
	Gross salary (a)Salary as per provisions contained in section17(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	0	0	0	0
	Stock Option	0	0	0	0
	Sweat Equity	0	0	0	0
	Commission - as% of profit -others, specify...	0	0	0	0
	Others, please specify	0	0	0	0
	Total	0	0	0	0

VII. PENALTIES/PUNISHMENT/COMPOUNDINGOFFENCES:

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	0	0	0	0	0
Punishment	0	0	0	0	0

Compounding	0	0	0	0	0
B. Directors					
Penalty	0	0	0	0	0
Punishment	0	0	0	0	0
Compounding	0	0	0	0	0
C. Other Officers In Default					
Penalty	0	0	0	0	0
Punishment	0	0	0	0	0
Compounding	0	0	0	0	0


(Suhila Garg)
Director
DIN: 07185039


(Parmod Kumar)
Director
DIN: 00126965

Form No. AOC-2

ANNEXURE- "C"

(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 arm's length transactions under third proviso thereto.


1. Details of contracts or arrangements or transactions not at arm's length basis: **NIL**

- (a) Name(s) of the related party and nature of relationship
- (b) Nature of contracts/arrangements/transactions
- (c) Duration of the contracts / arrangements/transactions
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any
- (e) Justification for entering into such contracts or arrangements or transactions
- (f) date(s) of approval by the Board
- (g) Amount paid as advances, if any:
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

2. Details of material contracts or arrangement or transactions at arm's length basis: **NIL**

- (a) Name(s) of the related party and nature of relationship: **Gapbridge Software Services Private Limited**
- (b) Nature of contracts/arrangements/transactions: **Purchase of Capital Goods**
- (c) Duration of the contracts / arrangements/transactions: **Once**
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: **NIL**
- (e) Date(s) of approval by the Board, if any: **NIL**
- (f) Amount paid as advances, if any: **NIL**

Note: Form shall be signed by the persons who have signed the Board's report.



(Sunila Garg)
Director
DIN: 07185039



(Parmod Kumar)
Director
DIN: 00126965

SAATVIK GREEN ENERGY PRIVATE LIMITED

Regd. Office: 550, SECTOR - 8 B CHANDIGARH Chandigarh CH 160009 IN

E-Mail ID: parmodgarg5@gmail.com

CIN-U40106CH2015PTC035556

Notice: Convening 1ST Annual General Meeting

Notice is hereby given that the 1ST Annual General Meeting of the members of the Company "SAR Denim Private Limited" will be held on **Wednesday** the 28th day of **September 2016** at **9:30 A.M.** at the Registered Office of the Company at the Registered Office, address given above to transact the following ordinary and special business with or without modification:

Ordinary Business: *Ordinary Resolutions:*

1. To receive, consider and adopt the Audited Annual Statement of Accounts for the financial period ended on **31st March, 2016** on that date along with the Auditors' and Directors' Reports thereon
2. To re – appoint Auditors and fix their remuneration.

Special Business: *Ordinary Resolutions:*

3. Appointment of Director: Mr. Neelesh Garg:

To consider and if thought fit, to pass with or without modification, the following as an Ordinary Resolution:

"RESOLVED that Mr. Neelesh Garg be and is hereby appointed as Director of the Company with effect from 28/09/2016 under Section 152 of the Companies Act, 2013."

By Order of the Board



(Parmod Kumar)
Director
DIN: 00126965

Place : Chandigarh
Date : 26 – 08 – 2016

Notes:

1. A member entitled to attend and vote at the meeting is also entitled to appoint one or more proxies to attend and vote at the meeting in his/her stead. A proxy need not be a member of the Company. A proxy in order to be valid must be deposited at the registered office of the Company at least 48 hours before the time fixed for commencement of the meeting. A proxy form is enclosed.
2. An explanatory statement of material facts under Section 102(1) of the Companies Act, 2013 is also enclosed.

Explanatory Statement Item No. 3:

Mr. Neelesh Garg was appointed as an Additional Director of the Company under Section 161 of the Companies Act, 2013, with effect from 02/11/2015, now, he vacates his office of Additional Director on the date of holding of this Annual General Meeting. He being eligible has offered himself for appointment as Director under Section 152 of the Companies Act, 2013. The Directors recommend his appointment.

Both the Directors are interested in the resolution, being their son who is seeking his appointment as Director.

The Resolution is placed before the members for passing and the Directors recommend passing of the same.

**Form No. MGT-11
Proxy form**

*[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies
(Management and Administration) Rules, 2014]*

CIN-U40106CH2015PTC035556

Name of the company: SAATVIK GREEN ENERGY PRIVATE LIMITED

Registered office: 550, SECTOR - 8 B CHANDIGARH Chandigarh CH 160009 IN

Name of the member (s):

Registered address:

E-mail Id:

Folio No/ Client Id:

DP ID:

I/We, being the member (s) of shares of the above named company, hereby
appoint

1. Name:

Address:

E-mail Id:

Signature:....., or failing him

2. Name:

Address:

E-mail Id:

Signature:....., or failing him

3. Name:

Address:

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **1st
Annual general meeting** of the company, to be held on the **28th day of September 2016** at
09:30 A.M. at 550, SECTOR - 8 B CHANDIGARH Chandigarh CH 160009 IN (place) and
at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

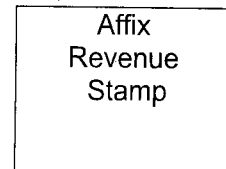
1.....

2.....

3.....

Signed this..... day of..... 20....

Signature of shareholder



Signature of Proxy holder(s)

**Note: This form of proxy in order to be effective should be duly completed and
deposited at the Registered Office of the Company, not less than 48 hours before the
commencement of the Meeting.**