



# ANNUAL REPORT

2019-2020

### **Board of Directors**

Mr. Harsh Shah Chairman & Managing Director

Mr. Harsh Rukhana Director
Ms. Pinki Nirmal Sagar Director
Mr. Sarjeevan Singh Director
Ms. Bhoomi Shaival Shah Director
Mr. Nileshkumar Patel Director

## **Auditors**

M/s. S. V. Agrawal & Co., Chartered Accountants Ahmedabad

## **Registered Office**

304, Circle P, near Prahlad Nagar, S.G. Highway, Ahmedabad – 380051

Email Id: <u>navkarbuilders@yahoo.co.in</u> Website: <u>www.navkarbuilders.com</u>



#### **NOTICE FOR ANNUAL GENERAL MEETING**

NOTICE is hereby given that the 28<sup>th</sup> Annual General Meeting of the Members of Navkar Builders Limited will be held on Monday, 28<sup>th</sup>December, 2020 at 12:00 Noon at 304, Circle P, Near Prahlad Nagar, S.G. Highway, Ahmedabad – 380051, Gujarat, India and also through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM") to transact the following business:-

#### **ORDINARY BUSINESS:**

- 1. To consider and adopt the audited financial statements of the Company for the financial year ended 31<sup>st</sup> March, 2020 together with the Reports of the Board of Directors and the Auditors thereon.
- 2. To appoint a Director in place of Ms. Pinki Nirmal Sagar (DIN: 08113318) who retires by rotation and being eligible offers herself for reappointment.

By Order of the Board of Directors For Navkar Builders Limited

Place: Ahmedabad Date: 28/11/2020

> Sd/-Harsh Shah Managing Director DIN: 01662085



#### **Notes:**

1. The Company's Statutory Auditors, M/s. S. V. Agrawal & Co., Chartered Accountants, were appointed as Statutory Auditors of the Company for a period of five consecutive years at the Annual General Meeting ("AGM") of the Members held on September 26<sup>th</sup>, 2019 on a remuneration mutually agreed upon by the Board of Directors and the Statutory Auditors.

Their appointment was subject to ratification by the Members at every subsequent AGM held after the AGM held on September 26<sup>th</sup>, 2019. Pursuant to the amendments made to Section 139 of the Companies Act, 2013 by the Companies (Amendment) Act, 2017 effective from May 7, 2018, the requirement of seeking ratification of the Members for the appointment of the Statutory Auditors has been withdrawn from the Statute.

In view of the above, ratification by the Members for continuance of their appointment at this AGM is not being sought. The Statutory Auditors have given a confirmation to the effect that they are eligible to continue with their appointment and that they have not been disqualified in any manner from continuing as Statutory Auditors. The remuneration payable to the Statutory Auditors shall be determined by the Board of Directors based on the recommendation of the Audit Committee.

2. In view of the continuing Covid-19 pandemic in the country, social distancing norms to be followed and continuing restriction on movement of persons at several places, the Ministry of Corporate Affairs ("MCA") has, vide its circular dated May 5, 2020 read with circulars dated April 8, 2020 and April 13, 2020 (collectively referred to as "MCA Circulars"), directed that companies shall hold the Annual General Meeting through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") and accordingly, in compliance with the provisions of the Companies Act, 2013 (the "Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, Annual General Meeting of the members of the Company (AGM) will be held at the registered office of the company and also through VC/OAVM (hereinafter referred to as "AGM").



- 3. Further, in compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories. Members whose mail id is not registered with depository participant or Company are requested to register their mail id. Members may note that the Notice and Annual Report 2019-20 will also be available on the company's website <a href="www.navkarbuilders.com,websites">www.navkarbuilders.com,websites</a> of the Stock Exchanges i.e., BSE Limited <a href="www.bseindia.com">www.bseindia.com</a>, and also on the website of CDSL <a href="www.evotingindia.com">www.evotingindia.com</a>.
- 4. The explanatory statement pursuant to Section 102 of the Companies Act, 2013 relating to the Special Business to be transacted at the Annual General Meeting ("Meeting") is annexed hereto.
- 5. The Share Transfer Books & the Register of Members shall remain closed from Tuesday, 22<sup>nd</sup> December, 2020 to Monday, 28<sup>th</sup>December, 2020(Both days inclusive).
- 6. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, and the relevant documents referred to in the Notice will be available electronically for inspection by the members during the AGM.

All documents referred to in the Notice will also be available electronically for inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an email to <a href="mailto:navkarbuilders@yahoo.co.in">navkarbuilders@yahoo.co.in</a>

7. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/ her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through physically and VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Forms are not annexed to this Notice. However, the Body Corporate are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.



- 8. Members holding shares in physical mode desirous of making nomination are advised to submit Nomination Form (SH-13) to RTA or to the Company in respect of their shareholding in the Company and those Members holding shares in electronic mode may contact their respective DPs for availing the nomination facility as provided under Section 72 of the Act.
- 9. Pursuant Regulation 40 of SEBI Listing Regulations, as amended securities of listed companies can be transferred only in dematerialized form with effect from 1stApril, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members are requested to send correspondence concerning shares related matter to Company's Registrars MCS Share Transfer Agent Ltd, Ahmedabad.
- **Shareholders** 10. Institutional/Corporate (i.e. other than individuals/HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its **Board** governing or Resolution/Authorization etc., authorizing its representative to attend the AGM through physically and VC/OAVM on its behalf through remote e-voting. vote and to Resolution/Authorization shall be sent to the Scrutinizer by email from its registered email address to roopalcs2001p@gmail.com. with a copy marked to navkarbuilders@yahoo.co.in
- 11. Members are requested to intimate changes, if any, pertaining to 3th (ei) 7 h 5 h (ei) 7 h 6



- 13. Members desiring any information with regard to the annual accounts or any matter to be placed at the AGM, are requested to write to the Company on or before 24<sup>th</sup> December, 2020 through email on <a href="mailto:navkarbuilders@yahoo.co.in">navkarbuilders@yahoo.co.in</a>.
- 14. Members attending the AGM through VC / OAVM shall be reckoned for the purpose of quorum under Section 103 of the Act.
- 15. The Route Map is annexed in this Notice.

#### Instructions for remote e-voting

- a) The ID and password will be sending through mail to members of the Company.
- b) Instruction of e -voting are as follows.
- (i) The voting period begins on 25<sup>th</sup> December, 2020 at 09:00 A.M. and ends on 27<sup>th</sup>December, 2020 at 05:00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 21<sup>st</sup> December, 2020 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-Voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv)Now Enter your User ID
- a. For CDSL: 16 digits beneficiary ID, b.For NSDL: 8 Character DP ID followed by 8 Digits Client ID, c.Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi)If you are holding shares in demat form and had logged on to <a href="https://www.evotingindia.com">www.evotingindia.com</a> and voted on an earlier voting of any company, then your existing password is to be used.
- (vii)If you are a first time user follow the steps given below:



	For Members holding shares in Demat Form and			
	Physical Form			
PAN	Enter your 10 digit alpha-numeric PAN issued by			
	Income Tax Department (Applicable for both demat			
	shareholders as well as physical shareholders)			
	<ul> <li>Members who have not updated their PAN</li> </ul>			
	with the Company/Depository Participant are			
	requested to use the sequence number which is			
	printed on Postal Ballot /Attendance Slip indicated			
	in the PAN field.			
Dividend	Enter the Dividend Bank Details or Date of Birth (in			
Bank	dd/mm/yyyy format) as recorded in your demat			
Details OR	account or in the company records in order to login.			
Date of				
Birth (DOB)	• If both the details are not recorded with the			
	depository or company please enter the member id			
	/ folio number in the Dividend Bank details field as			
	mentioned in instruction (iv).			

(viii) After entering these details appropriately, click on "SUBMIT" tab.

- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e- voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for Navkar Builders Limited on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies



that you dissent to the Resolution.

(xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xiv) After selecting the resolution you have decided to vote on,



• A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com

- A. The voting rights of the members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 21st December, 2020.
- B. A copy of this notice has been/ shall be placed on the website of the Company and the website of CDSL.
- C. Ms. Rupal Patel, Practicing Company Secretary (Membership No. FCS 6275) has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.
- D. The Scrutinizer shall, immediately after the conclusion of voting at the general meeting, first count the votes cast at the meeting, thereafter unblock the votes cast through remote evoting in the presence of at least two witnesses not in the employment of the company and make not later than three days of conclusion of the meeting, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman of the Company or a person authorized by him in writing who shall countersign the same.
- E. In terms of Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in order to enable its members, who do not have access to e-voting facility, to send their assent or dissent trough e-mail in writing to Mrs. Rupal Patel, Scrutinizer, E-mail: <a href="mailto:roopalcs2001p@gmail.com">roopalcs2001p@gmail.com</a>so as to reach her on or before 27th December, 2020 by 5.00 p.m. Any email received after the said date and time shall be treated as if the reply from the Members has not been received.
- F. The members who have casted their votes by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.



G. The Results shall be declared on or after the Annual General Meeting of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website <a href="https://www.navkarbuilders.com">www.navkarbuilders.com</a> within 48 (Forty Eight) hours of conclusion of the annual general meeting and will be communicated to BSE Limited, who are required to place them on their website. The same shall also be placed on the website of CDSL.

#### **Instructions for attending Annual General Meeting virtually**

In light of the current Covid-19 situation, the AGM will be held by also through electronic means. Those Members who are not be able to attend the AGM in person, they can attend the AGM through Zoom application which can be downloaded and followed as under:

- 1. Open your computer's internet browser and navigate to the Zoom website at Zoom.us. Or go to google play store/Apple store and download zoom application to your mobile
- 2.Scroll down to the bottom of the page and click "Download" in the web page's footer. Click "Download" at the bottom of the page.
- 3. Click "Download" under "Zoom Client for Meetings."
- 4.The Zoom app will then begin downloading. You should then click on the .exe file to begin the installation process.
- 5.Once installed, you will need to log into your Zoom account with Login ID / password, Login Id will be send separately.

In case of any technical issues, clarifications, members can call the Company at 079-48484095.

#### -: Important:-

- \*Before login to Zoom Application, email id registration of shareholder is compulsory to attend the AGM.
- \*\*If you have any query/suggestions then click on Raise Hand Button then after admin will un-mute you.
- \*\*Always start your Video, without video you will not liable to attend the AGM.



\*\*\*To Start Audio, Below Instructions are to be followed from your side:-

Click on > Setting Button > Meeting > Auto-Connect to Audio > Call over Internet.

By Order of the Board of Directors For Navkar Builders Limited

Place: Ahmedabad Date: 28/11/2020

> Sd/-Harsh Shah Managing Director DIN: 01662085



#### ANNEXURE TO THENOTICE

## EXPLANATORY STATMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

#### Item No. 2

# <u>Details of Director seeking reappointment at Annual General Meeting:</u>

Name	Ms. Pinki Nirmal Sagar (DIN: 08113318)
Date of Birth	02/03/1969
Directorship in other Public LimitedCompanies	Nil
Membership of Committees of other Public	Nil
Director of Company since	18/04/2018
No. of Shares Held	1,87,500

By Order of the Board of Directors For Navkar Builders Limited

Place: Ahmedabad Date: 28/11/2020

Sd/-Harsh Shah Managing Director DIN: 01662085

Your directors have pleasure in presenting their 28<sup>th</sup> Annual Report on the business and operations of the Company together with its Audited Accounts for the year ended 31<sup>st</sup> March, 2020. The Management Discussion and Analysis is also included in this Report.

The highlights of the financial results of the Company for the financial year ended March 31, 2020 are as under:

(Rs. In Lacs)

h		(1tb: III Eace)
Gross Sales/Income	4584.20	15562.24
Depreciation	12.60	87.79
Profit/(Loss) before Tax	94.93	786.18
Taxes/Deferred Taxes	55.94	230.28
Profit/(Loss) After Taxes	38.99	555.90
P& L Balance b/f	1765.96	1257.78
Proposed Dividend	-	19.88
Dividend Distribution Tax	-	3.98
Impairment in Property, Plant, Equipment	-	-
Sheet Profit/ (Loss) carried to Balance	1804.96	1765.96

During the year under review the total income was Rs. 4584.20 Lacs as compared to Rs. 15562.24 Lacs of that of the previous Year. The Company has provided Rs. 12.60 Lacs for depreciation. After making all necessary provisions for current year and after taking into account the current year net profit and total provisions for taxation, the surplus carried to Balance Sheet is Rs. 38,99,686/-.

The Company is engaged in the Business of Infrastructure Activity including providing and supplying Ready Mix Concrete and RCC Pipes. The Company is also expanding its commercial activities by actively participating in to various Government Tenders.
There was no change in the nature of the business of the Company during the year under review.
□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□
The paid up Equity Share Capital as on March 31, 2020 was Rs. 19,88,38,000.
During the year the Company has forfeited 4,29,500 convertible warrants due to expiry of time period and forfeited amount received on warrants.
During the year under review, the Company has not issued any shares with differential voting rights.
During the year under review, the Company has not issued any sweat equity shares.
During the year under review, the Company has not issued any employee stock options.
The Company has no scheme of provision of money for purchase of its own shares by employees or by trustees for the benefit of employees. Hence the details under rule 16 (4) of Companies (Share Capital and Debentures) Rules, 2014 are not required to be disclosed.
□ However, in view of future expansion, your directors express their inability to recommend a dividend on Equity Shares of the Company for the year under review.□

The Company has one Associate Company named as Navkar Fiscal Services Private Limited.

Financial Details of Navkar Fiscal Services Private Limited is as under.

Gross Sales/Income	5.81	0.00
Less Depreciation	0.00	0.00
Profit/(Loss) before Tax	5.72	(0.08)
Taxes/Deferred Taxes	0.00	0.00
Profit/(Loss) After Taxes	5.72	(0.08)
P& L Balance b/f	17.10	17.17
Profit/ (Loss) carried to Balance Sheet	5.72	17.10

The Company is engaged in the Business of Real Estate and Construction Consultancy.

The following are the Key Managerial Personnel of the Company.□

Mr. Harsh Shah	Chairman and Managing Director
Ms. Pinki Sagar	Chief Financial Officer
Mr. Raj Shah	Company Secretary

Ms. Pinki Nirmal Sagar (DIN: 08113318), retire by rotation at the forthcoming Annual General Meeting of the Company and being eligible, offer herself for reappointment.□

During the year, the following changes occurred in the Composition of Board Directors due to Appointments and Resignations of several Directors and KMP:

Ms. Pinki Sagar	13/04/2019	-
CFO - Executive Director		
Mr. Saurabh Jayswal	12/07/2019	18/10/2019
Company Secretary		
Ms. Bhoomi Shaival Shah	03/08/2019	-
Independent Director		
Ms. Ripal Dave	-	03/08/2019
Executive Director		
Mr. Harsh Jitendrabhai Shah	14/11/2019	-
Executive Director		
Mr. Raj Shah	07/12/2019	-
Company Secretary		
Mr. Dakshesh Shah	-	01/02/2020
Chairman and Managing Director		

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 27(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Independent Directors have complied with the Code of Conduct for Independent Directors prescribed in Schedule IV of the Companies Act, 2013 and the Code of conduct formulated by the Company as hosted on the Company's Website i.e. <a href="www.navkarbuilders.com">www.navkarbuilders.com</a>.

The details forming part of the extract of the Annual Return in form MGT 9 is annexed herewith as \( \subseteq \subs

During the year the Board of Directors met thirteen times (13). The details of the board meetings are provided in Corporate Governance Report.

13.04.2019, 30.05.2019, 11.07.2019, 03.08.2019, 14.08.2019, 20.08.2019, 21.08.2019, 14.10.2019, 18.10.2019, 14.11.2019, 07.12.2019, 01.02.2020, 14.02.2020.

One Extra ordinary general meeting was held on 02<sup>nd</sup> March, 2020 for the purpose of to Regularize appointment of Mr. Harsh Shah (DIN: 01662085) as

Director of	the Company	and to	appoint N	∕Ir.	Harsh	Shah	(DIN:
01662085)	as Managing	Director	and Chair	person	of the Co	mpany.	

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors made the following statements in terms of Section 134(3) (c) of the Companies Act, 2013:

- a. That in the preparation of the annual financial statements for the year ended March 31, 2020, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. That such accounting policies have been selected and applied consistently and judgment and estimates have been made 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 of the Company for the year ended on that date;
- c. That proper and sufficient care has been taken 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;
- d. That the annual financial statements have been prepared on a going concern basis
- e. That proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;
- f. That system to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

There is no fraud in the Company during the Financial Year ended 31st March, 2020. This is also being supported by the report of the auditors of the Company as no fraud has been reported in their audit report for the financial year ended 31st March, 2020.

There were no qualifications, reservations or adverse remarks made by Auditors in their respective reports. Observation made by the Statutory Auditors in their Report are self-explanatory and therefore, do not call for any further comments under section 134(3)(f) of the Companies Act, 2013. □

In terms of Section 139 of the Companies Act, 2013 ("the Act"), and the

Companies (Audit and Auditors) Rules, 2014, made thereunder, the present Statutory Auditors of the Company M/s. S. V. Agrawal & Co., Chartered Accountants, Ahmedabad be and are hereby appointed as Statutory Auditors of the Company from this Annual General Meeting and that they shall hold the office of the Statutory Auditors of the Company from the conclusion of this meeting until the conclusion of the Annual General Meeting which will be held in the year 2024 on such remuneration as may be fixed by the Board of Directors in consultation with them.

The certificate of eligibility under applicable provisions of the Companies Act, 2013 and corresponding Rules framed thereunder was furnished by them towards appointment of a 5 (Five) years term.

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed CS Rupal Patel, Practicing Company Secretary, to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed herewith as 

Output

- 1. Though the Company has not published notice of board meeting for quarterly financial result, the company has uploaded the same on Website of the company and also submitted to BSE Limited also.
- 2. The company is in process of filling the form IEPF 2 and also in compliance with section 96 read with subsection 2 of section 125 of The Companies Act, 2013.
- 3. Due to shut down of factory, the regulatory body is not able to provide factory License.
- 4. The remark as to labor laws and ESIC are self-explanatory and do not require any comment.
- 5. The Company has taken serious note about non/late-filing of e-forms under Companies Act, 2013 and delay in submission of compliance as mentioned under SEBI (LODR) and committed to comply with the provisions in coming year.
- 6. The query as to non-opening and non-payment of dividend account, the company has been complied with during the year under review.

Out of the profits available for appropriation, no amount has been transferred to the General Reserve and the balance amount of Rs. 3,899,686/- has been carried forward to profit & loss account after provision for proposed dividend and dividend distribution tax.

The Company has not accepted or renewed any deposits during the year. There are no outstanding and overdue deposits as at 31stMarch, 2020.
Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.
The company has not entered into any contracts or arrangements with related parties during the year under review.
There are no significant material orders passed by the Regulators /Courts which would impact the going concern status of the Company and its future operations.
Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration and Compliance Committees. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.
The Provision of Section 135 of the Company Act, 2013 are applicable to the company and fall under Category of Rule 9 of the Corporate Responsibility Rules 2014. The Annual Report on CSR Activity is annexed herewith as "

The Company has laid down a Risk Management Policy and identified threat of such events which if occurs will adversely affect either / or, value to shareholders, ability of company to achieve objectives, ability to implement

business strategies, the manner in which the company operates and reputation as "Risks". Further such Risks are categorized in to Strategic Risks, Operating Risks & Regulatory Risks. A detailed exercise is carried out to identify, evaluate, manage and monitoring all the three types of risks.

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. During the year under review, the company retained external audit firm to review its existing internal control system with a view of tighten the same and introduce system of self-certification by all the process owners to ensure that internal controls over all the key business processes are operative. The scope and authority of the Internal Audit (IA) function is defined in the Internal Audit Charter.

The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company and its subsidiaries. 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 the Audit Committee of the Board □

The Company has adequate and proper Internal financial controls with reference to the Financial Statements during the year under review.

The Company has a vigil mechanism named Whistle Blower Policy to deal with instances of fraud and mismanagement, if any. The details of the Whistle Blower Policy is explained in the Corporate Governance Report and also posted on the website of the Company.

Employee relations throughout the Company were harmonious. The Board wishes to place on record its sincere appreciation of the devoted efforts of all employees in advancing the Company's vision and strategy to deliver good performance.

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior

Management and their remuneration. The Remuneration Policy is stated in the Corporate Governance Report and is also available on the Company's website at www.navkarbuilders.com.

The Company has been proactive in the following principles and practices of good corporate governance. A report in line with the requirements of Regulation 27(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the report on Management Discussion and Analysis and the Corporate Governance practices followed by the Company and the Auditors Certificate on Compliance of mandatory requirements are given as an "

Your Company is committed to the tenets of good Corporate Governance and has taken adequate steps to ensure that the requirements of Corporate Governance as laid down in Regulation 27(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are complied with.

As per 27(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchanges, the Corporate Governance Report, Management Discussion and Analysis and the Auditor's Certificate regarding compliance of conditions of Corporate Governance are attached separately and form part of the Annual Report.



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 \( \subseteq \sub



During the Financial Year 2019-20 there were no Material changes occurred subsequent to the close of the financial year of the Company to which the balance sheet relates and the date of the report.

None of the employees of the Company drew remuneration of Rs.1,02,00,000/- or more per annum and Rs.8,50,000/- or more per month during the year. No employee was in receipt of remuneration during the year or part thereof which, in the aggregate, at a rate which is in excess of the remuneration drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company. Hence, no information is required to be furnished as required under Rule, 5(2) and 5(3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy against sexual harassment in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed there under.

During the financial year 2019-20, the company has not received any complaints on sexual harassment and hence no complaints remain pending as of 31st March, 2020.

The Company does not have any funds lying as unpaid or unclaimed for a period of seven years. Therefore there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

П

The Directors State that applicable Secretarial Standards - 1,2,3 and 4 issued by the Institute of Company secretaries of India relating to 'Meetings of the Board of Directors' and General Meetings', 'Payment of Dividend' and 'Report of the Board of Directors' respectively, have been duly followed by the Company.

Your Directors thank the various Central and State Government Departments, Organizations and Agencies for the continued help and co-operation extended by them. The Directors also gratefully acknowledge all stakeholders of the Company viz. customers, members, dealers, vendors, banks and other business partners for the excellent support received from them during the year. The Directors place on record their sincere appreciation to all employees of the Company for their unstinted commitment and continued contribution to the Company.

>>====================================	

1.	CIN	
2.	Registration Date	02/06/1992
3.	Name of the Company	Navkar Builders Limited
4.	Category/Sub-category of the Company	Public Company
5.	Address of the Registered office &	□□□□□□ 304, Circle P, near Prahlad Nagar,
	contact details	S.G. Highway, Ahmedabad - 380051
		□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□
6.	Whether listed company	Yes
7.	Name, Address & contact details of the	□ □ □ : MCS Share Transfer Agent Ltd
	Registrar & Transfer Agent, if any.	
		1. 383 Lake Gardens, 1st Floor, Kolkata 700045
		2. 201, Shatdal Complex, Opp. Bata Show
		Room, Ashram Road, Ahmedabad – 380 009
		□ □□□□□□□ □□033-40724051/52/5
		079-2658 2878, 2879, 2880

#### 

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

Sr.	Name and Description of main products / services	NIC Code of the	% to total
No.		Product/Service	turnover of the
			company
1	Infrastructure Project Activities including providing	23955	100%
	and supplying Ready Mix Concrete and RCC Pipes		

III.	

(No. of Companies for which information is being filled)

S.	Name and Address	CIN/GLN	Holding/	% of	Applicable
N	of the company		Subsidiary /	Shares	Section
o.			Associate	held	
1		U65910GJ1993PTC0	Associate	29.22	2(6)
		20813			
	□ □ □ □ 408, Sarita				
	Complex, Behind				
	Hotel Classic Gold				
	C. G. Road,				
	Ahmedabad 380009				

1 1 1	1 1 1		1 11 1 1 1		11 11 11 1	1 1 1 1 1 1 1
1 1 1	1 1 1			111111111	11 11 11 1	

(Equity Share Capital Breakup as percentage of Total Equity)

					]				
(1)									
a) Individual/	116125	0	116125	5.84	116125	0		5.84	0.00
HUF	0		0		0		1161250		
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.	580945	0	580945	29.22	580945	0	5809450	29.22	0.00
	0		0		0				
e) Banks / FI									
f) Any other									
						-			
a) NRIs -									

Individuals									
b) Other –									
Individuals									
c) Bodies Corp.									
d) Banks / FI									
e) Any									
Other									
	П								
1. Institutions									
a) Mutual									
Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture									
Capital Funds									
f) Insurance									
Companies									
g) FIIs									
h) Foreign									
Venture									
Capital Funds									
i) Others									
(specify)									
a) Bodies Corp.	466462	1000	466562	23.46	459579	1000	4596791	23.11	-0.35
	0		0		1				
i) Indian									
ii) Overseas									
b) Individuals									
· ·									

i) Individual	823873	2547	107867	5.42	-	_	_	_	-5.42
shareholders		00	3						
holding									
nominal share									
capital upto Rs.									
1 lakh									
ii) Individual	605698	1734	623038	31.33	697002	41340	7383427	37.14	5.81
shareholders	1	00	1		7	0			
holding									
nominal share									
capital in									
excess of Rs 1									
lakh									
c) Others	85896	0	85896	0.43	79827	0	79827	0.40	-0.03
(HUF)									
Non Resident	852630	0	852630	4.29	853055	0	853055	4.29	0.00
Indians									
Overseas									
Corporate									
Bodies									
Foreign									
Nationals									
Clearing									
Members									
Trusts									
Foreign Bodies									
- D R									
									0.00
						П			
Total Public									
Shareholding									
(B)=(B)(1)+									
(B)(2)									
	0	0	0	0	0	0	0	0	0
				Ш					

1	Navkar	5809450	29.22	5809450	29.22	Nil
	Fiscal					
	Services					
	Private					
	Limited					
2	Dakshesh	1161250	5.84	1161250	5.84	Nil
	Rameshchan					
	dra Shah					

1					
	At the beginning of the year	5809450	29.22	5809450	29.22
	Date wise Increase / Decrease in				
	Shareholding during the year				
	At the end of the year	5809450	29.22	5809450	29.22
2					
	At the beginning of the year	1161250□	5.84	1161250	5.84
	Date wise Increase / Decrease in				
	Shareholding during the year				
	At the end of the year	1161250□		1161250	

1	Efficent Tie-Up	3925000	19.74	No change	19.74
	Private Limited				
2	Yogesh			No change	4.65
	Biharilal Parikh	925000	4.65	C .	
3	Renuka Yogesh			No change	4.29
	Parikh	852400	4.29		
4	Shitalnath			No change	2.20
	Consultant				
	Private Limited	438300	2.20		
5	Shivani Ketan			No change	1.93
	Rukhana	384000	1.93		
6	Vini Harsh			No change	1.93
	Rukhana	384000	1.93		
7	Harsh Ketan			No change	1.93
	Rukhana	384000	1.93		
8	Harsha K.			No change	1.93
	Rukhana	384000	1.93		
9	Ketan J.			No change	1.93
	Rukhana	384000	1.93		
10	Renubala			No change	1.63
	Ashokkumar				
	Miglani	325000	1.63		
11	Ashokkumar			No change	1.63
	Hakamchand				
	Miglani	325000	1.63		
12	Ayan			No change	1.26
	Shirishbhai				
	Shah	250994	1.26		

1				
	At the beginning of the year	1161250□	1161250	
	Date wise Increase / Decrease\			
	se in Shareholding during the year			
	At the end of the year	1161250□	1161250	
2				
	At the beginning of the year			
	Date wise Increase / Decrease\			

	se in Shareholding during the year			
	At the end of the year			
3				
	At the beginning of the year	384000□	384000□	
	Date wise Increase / Decrease\			
	se in Shareholding during the year			
	At the end of the year	384000□	384000□	
4		187500	187500	
	At the beginning of the year	187500	187500	
	Date wise Increase / Decrease\			
	se in Shareholding during the year			
	At the end of the year	187500	187500	
5				
	At the beginning of the year			
	Date wise Increase / Decrease\			
	se in Shareholding during the year			
	At the end of the year			

(Amt. in Rs.)

				(2 11111. 111 113.)
i) Principal Amount	9,05,56,599	90,17,000	0	9,95,73,599
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not	0	0	0	0
due				
				9,95,73,599
* Addition	40,57,37,301	0	0	40,57,37,301
* Reduction	38,09,01,553	0	0	38,09,01,553
	11,53,92,347			
i) Principal Amount	11,53,92,347	90,17,000	0	
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not	0	0	0	0
due			_	
	1,15,392,347			

(Amt. in Rs.)

	Dakshesh	Harsh Shah -	
	Shah-MD@	MD <sup>\$</sup>	
1	21,60,000	3,36,000	24,96,000
	Nil	Nil	Nil
	Nil	Nil	Nil
	Nil	Nil	Nil
2	Nil	Nil	Nil
3	Nil	Nil	Nil
4	Nil	Nil	Nil
5	Nil	Nil	Nil

- @ Resigned as on 01.02.2020
- \$ Appointed as Managing Director on 01.02.2020
- \* The company is paying remuneration to its' Executive Directors in line with the provisions of Section 197 read with Schedule V(Part II of Section II) of the Companies Act, 2013 by way of passing Special resolution in the Extra Ordinary General Meeting of the company.

1	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil

2	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil

		*_		
1				
	Nil	1,10,250	Nil	Nil
	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
2	Nil	Nil	Nil	Nil
3	Nil	Nil	Nil	Nil
4	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
	Nil	Nil	Nil	Nil
5	Nil	Nil	Nil	Nil
		1,10,250		

@ Resigned as on 13.04.2019\* Appointed as on 07.12.2020\$ Appointed as on 13.04.2019

# FOR THE FINANCIAL YEAR ENDED 31st March, 2019 [Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
304, Circle P, Near Prahlad Nagar, S.G. Highway,
Ahmedabad - 380051

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by (hereinafter called "the company") for the audit period covering the financial year ended on 31st March, 2020. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of company's books, papers, minutes book, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

- 1. We have examined the books, papers, minutes books, forms and returns filed and other records maintained by the Company, for the financial year ended on 31st March, 2020, according to the provisions of:
  - (i) The Companies Act, 2013 (the Act) and the rules made there under and the Companies Act, 1956, to the extent it is applicable.
  - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
  - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
  - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (e) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015

We have also examined compliance of the following to the extent applicable:

(i). Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India (effective from 1st July, 2015); under the provisions of Companies Act, 2013;

We have relied upon the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under applicable Acts, Laws and Regulations to the Company, as identified and confirmed by the management of the company and listed in \(\sigma \subset \s

On the basis of our examination ren trt dcurin-7()14( )-5(thepr)5(e) oriods underrevlie63(w14( )-5(the )-5(Compay hars )-5gh)6 2a and 30 209

- Companies Act, 2013 for uploading of information regarding unpaid and unclaimed amounts lying with companies for Financial Year 2016-17, 2017-18 and 2018-19.
- c) The Company has not filed e-form MGT-14 for appointment of internal auditor.
- d) Since the company's factory has been closed, the Company has not obtained the factory license.
- e) The Company has produced proof of payment of provident fund, Employee State Insurance Corporation, and online wage registers while conducting Secretarial Audit.
- f) During the year under review, the company has not filed return under respective states' Workman Compensation Act. We have relied upon the confirmation of the Company stating that the entire project is assigned to other agencies/sub-contractor on "sub-letting" concept.
- g) The Company has not filed DPT-3 during the year under review.
- h) Regulation 12 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015: The Company has not opened their dividend account for dividend declared in FY 2017-18 and 2018-19 during the year under review. Respective Dividend accounts have been opened in FY 2019-20.
- i) Regulation 33(2)(c) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015: Delay in submission of Limited Review Report have been noticed during the year under review.
- j) Regulation 17(1)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015: The Board of directors of the Company does not have an optimum combination of executive and non-executive directors in the quarter ended on June 2019. However, the company has appointed Ms. Bhoomi Shah as an independent director on 03.08.2019 and then after, the company is in compliance with Regulation 17(1)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- k) Corporate Governance Report submitted to BSE Limited for quarter ended on 30<sup>th</sup> September, 2019 was not signed by Compliance officer of the Company as required under Regulation 27(2)(c) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- l) Late submission of intimation of Board Meeting in May, 2019. The Company is in violation of submission of intimation of the Board Meeting, in which financial results of the Company were adopted at least five days in advance as required under Regulation 29(2), 29(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- m) Regulation 14 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the Equity Listing Agreement and Rules, Bye-laws and Regulations of the Exchange: The Company has not paid Annual listing fee before 30th April, 2019.

We Further Report that, there were no actions/ events in pursuance of:

- a) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28th October 2014

requiring compliance thereof by the Company during the period under review.

direct and indirect tax laws and maintenance of financial records and books of account has not been reviewed in this Audit since the same have been subject to review by statutory financial audit and other designated professional.
The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent generally with proper length in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
Decisions at the meetings of the Board of Directors of the Company were carried through on the basis of majority. There were no dissenting views by any member of the Board of Directors during the period under review.
DIFFERENCE THE COMPANY COMMENSURATE WITH THE REPORT OF THE COMPANY TO MONITOR AND ENSURE COMPLIANCE WITH Applicable laws, rules, regulations and guidelines.

□ □□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□□
<ol> <li>The Company has complied with the laws and regulations applicable specifically to the Company for its business belongs to construction and development of infrastructure projects (including provision of Ready mix concrete and Reinforced Cement Concrete Pipes):</li> <li>Factory Act, 1948</li> <li>The Workmen's Compensation Act, 1923</li> <li>The Employees' State Insurance Act,1948</li> <li>The Motor Transport Workers Act, 1961 &amp; Rules, 1964</li> <li>Motor Vehicles Act, 1988</li> <li>Motor Vehicles (Central) Rules, 1989</li> <li>Bombay Shops and Establishment Act, 1948         <ul> <li>As amended from time to time till date.</li> </ul> </li> </ol>
2. All General Laws such Direct and Indirect Taxation related, Labour Laws and other incidental laws of respective States;

Го,
The Members,
304, Circle P, near Prahlad Nagar, S.G. Highway,
Ahmedabad - 380051

Our report of even date is to be read along with this letter:

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

- 2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- 3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- 4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- 6. The secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Го,
The Members,
304, Circle P, near Prahlad Nagar, S.G. Highway,
Ahmedabad - 380051

Our report of even date is to be read along with this letter:

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

- 2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- 3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- 4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- 6. The secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

The Corporate Social Responsibility (CSR) Policy of Navkar Builders Limited has been developed in accordance with the Section 135 of Companies Act, 2013 and the Companies (Corporate Social Responsibility) Rule, 2014 (here by collectively referred to as the Act) notified by the Ministry of Corporate Affairs, Government of India.

The CSR Vision of the Company is to build relationship of trust with Local communities, Society and Stakeholder as good corporate citizen and to contribute to developing a sustainable society for future generations.

The CSR Policy, formulated in alignment with the vision of the company, lay down guidelines and mechanisms to be adopted by the Company in order to carry out CSR Projects/Programs.

The Corporate Social Responsibility Committee has been formed as on 14.10.2019 comprising of 4 Members out of which 3 Non-Executive Independent Director and 1 Executive Directors. Mr. Nileshkumar Patel, Non-Executive Director has been appointed as a Chairman of the Committee.

During the year, 1 Committee Meetings were held on January 06, 2020. The Attendance of Members at meetings was as under:  $\Box$ 

				]
				]
				]
1	Nileshkumar Patel	Chairman	1	1
2	Sarjeevan Singh	Member	1	1
3	Dakshesh shah*	Member	1	1
4	Harsh Shah*	Member	0	0
5	Bhoomi Shah	Member	1	1

<sup>\*</sup> Mr. Harsh Shah was appointed as a member of the Committee in place of Mr. Dakshesh Shah w.e.f. 01.02.2020.

section 198 of the Act read with the	eany in financial year calculated as per the companies (CSR) Rules thereof (average net mediately preceding Financial year to Rs.	
2018-19	7,86,17,406	
2017-18	45,53,700	
2016-17	17,33,823	
The Prescribe CSR Expenditure (Two to Rs. 5,66,032.	p percentage of Average net Profit) amount	
The Company is committed to focus on inclusive growth and improve lives by contributing towards communities around which it operates. The Company is making efforts to identify the projects for spending the unspent funds and all the unspent CSR funds of current year is carried forward for spending on CSR activities in next year.		
The implementation and monitorin compliance with CSR objectives and I	$\square$ of CSR policy by the Company is in Policy of the Company. $\square$	

	1 11	11 1		 
 $\square$	 -		$\square$	

In Accordance with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015) (the 'Listing Regulations') with BSE Limited the Report Containing the Details of Corporate Governance Systems and Processes at Navkar Builders Limited for Financial Year ended 31st March, 2020 is as follows:

The Company believes that good Corporate Governance emerges from the application of the best and sound management practices and compliance with the law coupled with total adherence to highest norms of business ethics.

The Company places great emphasis on values such as empowerment and integrity of its employees, safety of the employees & communities surrounding our plant and facilities, transparency in decision making process and fair & ethical dealings with all, pollution free clean environment and last but not the least, accountability to all the stakeholders. These practices are being followed since the inception and have contributed to the company's sustained growth.

The Navkar Builders Limited is committed to good Corporate Governance in order to all stakeholders – Customers, suppliers, lenders, employees, the shareholders. The detailed report on implementation by the company of the Corporate Governance Code as incorporated in Regulation 27(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is set out below.

The Board of Directors as at 31st March, 2020 comprises of Six directors including of three Executive and three Non-Executive Directors. Mr. Harsh Shah is the Chairman & Managing Director of the Company and he conducts the day to day management of the Company, subject to the supervision and control of the Board of Directors. The independent directors on the Board are senior, competent and highly respected persons from their receptive fields. The following is the Composition of the Board as at 31st March, 2020:

1	Mr. Harsh Shah	Chairman	1	4	Nil
		Managing			
		Director -			
		Executive			
2	Mr. Harsh	Executive	5	Nil	Nil
	Rukhana	Director			
		(Non-			
		Independent)			
3	Ms. Pinki Nirmal	Executive	Nil	Nil	Nil
	Sagar	Director			
		(Non-			
		Independent)			
4	Mr. Sarjeevan	Non-Executive	Nil	4	Nil
	Singh	Director			
		(Independent)			
5	Ms. Bhoomi Shah	Non-Executive	Nil	4	Nil
		Director			
		(Independent)			
6	Mr. Nileshkumar	Non-Executive	2	7	4
	Patel	Director			
		(Independent)			

	Skills/Expertise/Competencies
Mr. Harsh Shah	Finance, Marketing, Management
Mr. Harsh Rukhana	Marketing and project in
	construction line
Ms. Pinki Nirmal Sagar	Administration and co-ordination
Mr. Sarjeevan Singh	Administration, Reporting and
	Observation
Ms. Bhoomi Shah	Management
Mr. Nileshkumar Patel	Management
	_

The annual calendar of Board and Committee Meetings is agreed upon at the beginning of each year. Meetings are governed by a structured Agenda and a Board Member may bring up any matter for consideration of the meeting in consultation

with the Chairman. Agenda papers are generally circulated to the Board Members generally at proper length in advance. In addition, for any business exigencies the resolutions are passed by circulation and later places at the subsequent Board or Committee Meeting for ratification/approval. Detailed presentations are made at the meetings on all major issues to enable the Board to take informed decisions.

The CFO makes presentation on the quarterly and annual operating & financial performance and on annual operating & capex budget. The Managing Director and other senior executives make presentations on capex proposals & progress, operational health & safety and other business issues.

The Compliance officer is responsible for convening the Board and Committee meetings, preparation and distribution of agenda and other documents and recording of the minutes of the meetings. He acts as interface between the Board and the Management and provides required assistance to the Board and the Management. □

During the year, the Board of Directors met 13 times on April 13, 2019, May 30, 2019, July 12, 2019, August 03, 2019, August 14, 2019, August 20, 2019, August 21, 2019, October 14, 2019, October 18, 2019, November 14, 2019, December 07, 2019, February 01, 2020 and February 14, 2020. The gap between two Board Meetings was within the maximum time gap prescribed in SEBI (LODR) Regulations, 2015. The Attendance of Directors at these Board Meetings and at the last Annual General Meeting was as under:

1	Mr. Dakshesh	11	11	Yes
	Shah <sup>\$</sup>			
2	Mr. Harsh	03	03	No
	Shah*			
3	Ms. Pinki	13	13	Yes
	Nirmal Sagar			
4	Mr. Sarjeevan	13	13	Yes
	Singh			
5	Mr. Harsh	13	07	Yes
	Rukhana			
6	Mr.	13	13	Yes
	Nileshkumar			
	Patel			

7	Ms. Bhoomi Shaival Shah**	09	09	Yes
8	Ms. Ripal Dave***	03	03	No

<sup>\$</sup> Resigned as on 01.02.2020

Independent Directors play an important role in the governance processes of the Board. They bring to bear their expertise and experience on the deliberations of the Board. This enriches the decision making process at the Board with different points of view and experiences and prevents conflict of interest in the decision making process.

None of the Independent Directors serves as "Independent Directors" in more than seven listed companies.

The Board of Directors have confirmed that the Independent Directors fulfills the conditions specified under SEBI (LODR) Regulations, 2015 and are independent of the management.

During the year under review, the Independent Directors met on March 15, 2019, interalia: □

- To review the performance of the Non-Independent Directors (Executive Directors);
- To review the performance of the Board of the Company as a whole;
- To review the performance of Chairman of the Company taking into account the views of Executive Directors on the same;
- To assess the quality, quantity and timeliness of flow of information between the Company management and the Board.

They expressed satisfaction at the robustness of the evaluation process, the Board's freedom to express views on the business transacted at the Meetings and the openness with which the Management discussed various subject matters on the agenda of meetings.

There	is no relationship between the Directors inter-se.□

<sup>\*</sup> Appointed as on 14.11.2019

<sup>\*\*</sup> Appointed on 03.08.2019

<sup>\*\*\*</sup>Resigned as on 03.08.2019

- None of the Non Executive Directors of the Company held shares of the Company.
- During the year under review, the Company has not issued any Convertible Instruments.

Ш		

On appointment of an individual as Independent Director, the Company issues a formal Letter of Appointment to the concerned director, setting out in detail, the terms of appointment, duties and responsibilities. Each newly appointed Independent Director is taken through a formal familiarization program. The Programme also provides awareness of the Independent Directors on their roles, rights, responsibilities towards the Company. Further, the Familiarization Programme also provides information relating to the financial performance of the Company and budget and control process of the Company.

The details of familiarisation program imparted to Independent Directors is also posted on the Company's Website at <a href="https://www.navkarbuilders.com/info.html">https://www.navkarbuilders.com/info.html</a>.□

# 

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company has laid down a Code of Conduct for all Board Members and Senior Management Personnel of the Company. The said Code of Conduct has been posted on the website of the Company. The Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code. The Chairman & Managing Director of the Company has given a declaration to the Company that all the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code. □

### 

During the year, the Company has amended the Code of Conduct for Prohibition of Insider Trading and Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information and also formulated Policy on procedures to be followed while conducting an inquiry in the event of leak or suspected leak of Unpublished Price Sensitive Information in line with the SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018.

The amended codes viz. "Code of Conduct for Prohibition of Insider Trading" and the "Code of Practices & Procedures for Fair Disclosure of Unpublished Price Sensitive Information" allows the formulation of a trading plan subject to certain conditions and requires pre-clearance for dealing in the Company's shares. It also prohibits the purchase or sale of Company's shares by the Designated Persons,

while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed.  $\Box$ 

The Board of Directors has constituted 4 Committees of the Board viz. □

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders' Relationship Committee
- Corporate Social Responsibility Committee

### 

The Audit Committee of the Company comprises of 4 members out of which 3 members are Non-Executive Independent Directors. The Committee members are professionals having requisite experience in the fields of Finance and Accounts, Banking and Management. Mr. Nileshkumar Patel, Non-Executive Independent Director is a Chairman of the Committee.□

- 1. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- 2. Recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- 3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- 4. Reviewing, with the management, the annual financial statements and auditors' report thereon before submission to the board for approval, with particular reference to:
  - a) Matters required to be included in the Directors' Responsibility Statement to be included in the Board's Report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013;
  - b) Changes, if any, in accounting policies and practices and reasons for the same;
  - c) Major accounting entries involving estimates based on the exercise of judgment by management;
  - d) Significant adjustments made in the financial statements arising out of audit findings;
  - e) Compliance with listing and other legal requirements relating to financial statements;
  - f) Disclosure of any related party transactions;
  - g) Qualifications in the draft audit report.
- 5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;

- 6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue and making appropriate recommendations to the Board to take up steps in this matter;
- 7. Review and monitor the auditor's independence and performance and effectiveness of audit process;
- 8. Approval or any subsequent modification of transactions of the company with related parties;
- 9. Scrutiny of inter-corporate loans and investments;
- 10. Valuation of undertakings or assets of the company, wherever it is necessary;
- 11. Evaluation of internal financial controls and risk management systems;
- 12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- 13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- 14. Discussion with internal auditors of any significant findings and follow up there on;
- 15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- 16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- 17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of nonpayment of declared dividends) and creditors;
- 18. To review the functioning of the Whistle Blower mechanism;
- 19. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background etc. of the candidate;
- 20. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

- 1. Management Discussion and Analysis of financial condition and results of operations;
- 2. Statement of significant related party transactions (as defined by the Audit Committee), submitted by management;

- 3. Management letters / letters of internal control weaknesses issued by the statutory auditors;
- 4. Internal audit reports relating to internal control weaknesses; and
- 5. The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the Audit Committee.
- 6. Statement of deviations:
- a. quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to the stock exchanges in terms of subregulation (1) of Regulation 32 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- b. annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of sub-Regulation (7) of Regulation 32 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015."

During the year, 5 Audit Committee Meetings were held on May 30, 2019, July 14, 2019, September 26, 2019, November 14, 2019 and February 14, 2020. The Attendance of Members at meetings was as under:

	Wienibers at meetings was	die diritater.		
1	Nileshkumar Patel	Chairman	5	5
2	Sarjeevan Singh	Member	5	5
3	Dakshesh shah <sup>\$</sup>	Member	4	4
4	Harsh Shah <sup>\$</sup>	Member	1	1
5	Bhoomi Shah@	Member	3	3

<sup>&</sup>lt;sup>®</sup> Ms. Bhoomi Shah was appointed as a member of the Committee w.e.f. 26.09.2019

The representatives of Internal and Statutory Auditors are invitees to Audit Committee meetings.

The Nomination and Remuneration Committee of the company comprises of 4 members out of which 3 members are Non-Executive Independent Directors. Mr.

<sup>§</sup> Mr. Harsh Shah was appointed as a member of the Committee in place of Mr. Dakshesh Shah w.e.f. 01.02.2020

Nileshkumar Patel, Non-Executive Independent Director is a Chairman of the Committee.

During the year, 6 committee meetings were held during the year on August 03, 2019, September 26, 2019, October 18, 2019, November 14, 2019, December 07, 2019 and February 01, 2020. The Attendance of Members at meetings was as under:□

1	Nileshkumar Patel	Chairman	6	6
2	Sarjeevan Singh	Member	6	6
3	Dakshesh shah <sup>\$</sup>	Member	5	5
4	Harsh Shah <sup>\$</sup>	Member	1	1
5	Bhoomi Shah@	Member	5	5

<sup>&</sup>lt;sup>®</sup> Ms. Bhoomi Shah was appointed as a member of the Committee w.e.f. 26.09.2019

- To evaluate and recommend the composition of the Board of Directors;
- To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down by the Committee;
- To consider and recommend to the Board, appointment and removal of directors, other persons in senior management and key managerial personnel (KMP);
- Determining processes for evaluating the effectiveness of individual directors and the Board as a whole and evaluating the performance of individual Directors;
- To administer and supervise Employee Stock Options Schemes (ESOS) including framing of policies related to ESOS and reviewing grant of ESOS;
- To formulate the criteria for determining qualifications, positive attributes and independence of a Director;
- To review HR Policies and Initiatives.

<sup>§</sup> Mr. Harsh Shah was appointed as a member of the Committee in place of Mr. Dakshesh Shah w.e.f. 01.02.2020

- 1. Evolve the principles, criteria and basis of Remuneration Policy and recommend to the Board a policy relating to the remuneration for all the Directors, KMP, senior management and other employees of the Company and to review the same from time to time;
- 2. The Committee shall, while formulating the policy, ensure the following:
  - (a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
  - (b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
  - (c) Remuneration to Directors, KMP and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

\*Senior Management for the above purpose shall mean officers/personnel of the Company who are members of its core management team excluding Board of Directors and comprising all members of management one level below the Chief Executive Officer/Managing Director/Whole time Director/Manager and shall specifically include Company Secretary and Chief Financial Officer.

During the year, the Board adopted a formal mechanism for evaluating its performance as well as that of its Committees and individual Directors. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board & Committees, experience & competencies, performance of specific duties & obligations, governance issues etc. Separate exercise was carried out to evaluate the performance of individual Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings and otherwise, independent judgement, safeguarding of minority shareholders interest etc.

The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors.

The Directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committees with the Company.

Remuneration of Managing Director is recommended by the Nomination and

Remuneration Committee and approved by the Board of Directors and the Shareholders of the Company.

The remuneration of Non-Executive Directors is determined by the Board and is also approved by the Shareholders in General Meeting.

No seating fees have been paid to any Non-Executive Directors. Details of remuneration to all Directors for the Financial Year 2019-20 are as under:

Sr.	Name of	Salary (`)	Perqui	Retirem	Sitting	Commis	Stock
No.	Director		sites &	ent &	Fees	sion/	Option
			Allowa			Bonus (`)	
			nces (`)	Benefits			
				(`)			
1.	Mr.	21,60,000	-	-	-	-	-
	Dakshesh						
	Shah <sup>\$</sup>						
2.	Mr. Harsh	3,36,000	-	-	-	-	-
	Shah*						
3.	Mr. Harsh	-	-	-	-	-	-
	Rukhana						
4.	Ms. Pinki	-	-	-	-	-	-
	Nirmal						
	Sagar#						
5.	Mr.	-	-	-	-	-	-
	Sarjeevan						
	Singh						
6.	Ms. Ripal	-	-	-	-	-	-
	Snehan						
	Dave <sup>\$\$</sup>						
7.	Mr.		-	-	-	-	-
	Nileshkum						
	ar Patel						
8.	Bhoomi		-	_	-	-	-
	shah**						

<sup>\$</sup> Resigned as on 01.02.2020

None of the Directors of the company / Key managerial Personnel had any pecuniary relationship with the Company during the year.

Stock option details, if any and whether issued at a discount as well as the period over which accrued and over which exercisable:

<sup>\*</sup> Appointed as on 14.11.2019

<sup>\*</sup>Appointed as on 13.04.2019

<sup>\$\$</sup> Resigned as on 03.08.2019

<sup>\*\*</sup> Appointed as on 03.08.2019

The C	Company h	as not issued any stock op	tion during the y	ear under reviev	v.
				]	
Ex Pa	ecutive In	lders' Relationship Comm dependent Director and Executive Director has	1 Executive Di	rectors. Mr. Nile	eshkumar
20	019, July 1	year, 6 Committee Meetin 1, 2019, September 26, 201 ance of Members at meetin	19, October 05, 2	2019 and January	•
	1	Nileshkumar Patel	Chairman	6	6
	2	Sarjeevan Singh	Member	6	6
	3	Dakshesh shah <sup>\$</sup>	Member	5	5
	4	Harsh Shah <sup>\$</sup>	Member	1	1
	5	Bhoomi Shah@	Member	3	3
\$ N	26.09.2019 Mr. Harsh Dakshesh S	mi Shah was appointed Shah was appointed as a Shah w.e.f. 01.02.2020  hah, Company Secretary	member of the (		

Nil Nil Nil Nil	Jil
-----------------	-----

All the complaints/ queries have been redressed to the satisfaction of the complainants and no shareholders' complaint/ query was pending at the end of the year.

The Corporate Social Responsibility (CSR) Policy of Navkar Builders Limited has been developed in accordance with the Section 135 of Companies Act, 2013 and the Companies (Corporate Social Responsibility) Rule, 2014 (here by collectively referred to as the Act) notified by the Ministry of Corporate Affairs, Government of India.

The CSR Vision of the Company is to build relationship of trust with Local communities, Society and Stakeholder as good corporate citizen and to contribute to developing a sustainable society for future generations.

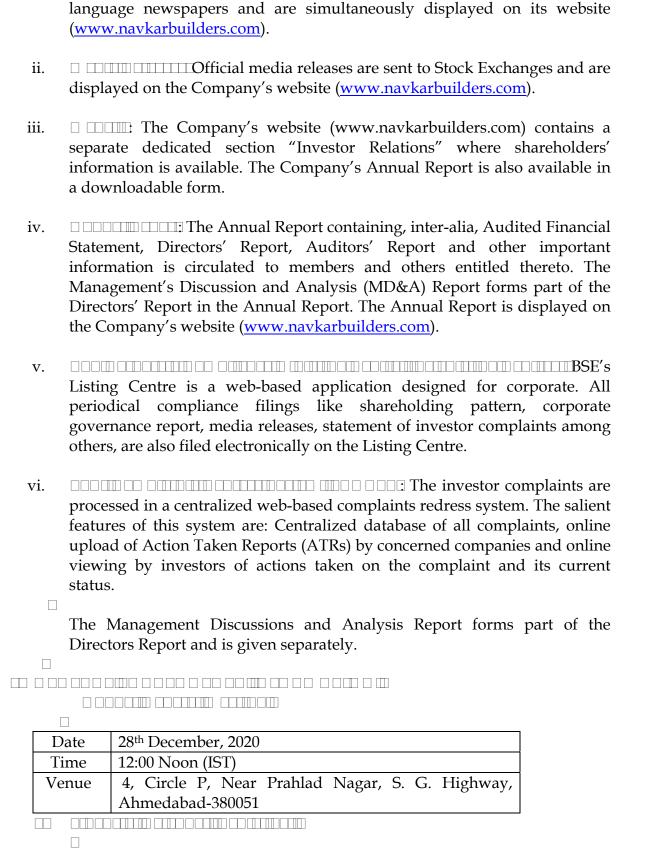
The CSR Policy, formulated in alignment with the vision of the company, lay down guidelines and mechanisms to be adopted by the Company in order to carry out CSR Projects/Programs.

The Corporate Social Responsibility Committee has been formed as on 14.10.2019 comprising of 4 Members out of which 3 Non-Executive Independent Director and 1 Executive Directors. Mr. Nileshkumar Patel, Non-Executive Director has been appointed as a Chairman of the Committee.

During the year, 1 Committee Meetings were held on January 06, 2020. The Attendance of Members at meetings was as under:□

1	Nileshkumar Patel	Chairman	1	1
2	Sarjeevan Singh	Member	1	1
3	Dakshesh shah*	Member	1	1
4	Harsh Shah*	Member	0	0
5	Bhoomi Shah	Member	1	1

	esh Shah w.e.	H. 01.02.2020.								
26 <sup>th</sup>	September,	11.30 A.M.	304	Circle	Р.	Near	Prahlad	Nagar,	S	(
2019	september,	(IST)					l-380051	rugur,	٥.	`
10 <sup>th</sup>	September,	1.30 P.M.					Prahlad	Nagar,	S.	(
2018		(IST)					l-380051	0		
14 <sup>th</sup>	September,	11.30 A.M.	304,	Circle	Р,	Near	Prahlad	Nagar,	S.	(
2017		(IST)	High	nway, A	hme	edabad	l-380051			
	□□□ o Regularize t	ha Annaintn	nont c	of Mr S	rioo	wan Si	nah (DIN	. 0825869	23) -	
	Non-Executiv				-		•	. 0023000	55) a	.5
	o Regularize t	-				_		IN: 0831	6887	7)
	s a Non-Execu						•			,
	o Regularize t	-						08525163)	as	a
N	on-Executive	Independent	t Dire	ctor of t	he C	Compa	ny.□			
		1 4		() ( )	r 1	D 11	/DINI	004 (005	7 <b>-</b> \	
	o Regularize t				larsr	ı Kukh	ana (DIN	: 0316887	'5) a	S
	egular Directo o Regularize				Din	oki Sac	rar (DIN).	<b>0</b> 211221	Q) a	
	egular Directo				1 11	iki <i>S</i> ag	gai (Diiv.	0011331	o) a	.5
	egulai Directi	or the con	грану	• 🗆						
No s	pecial resoluti	ons have bee	en pas	sed at tl	he A	nnual	General N	Meeting o	late	d
-	9/2017.□		•					O		
	Extra Ordin	nary Genera	l Me	eting l	neld	durir	ng the fi	inancial	yea	ır
unde	r review.□									
No	resolution has	s heen nasse	d thro	nugh th	e ev	ercise	of Postal	Ballot di	ırin	σ
	previous year.	-	a till	ough th	C CA	CICISC	or rostar	Danot at	AI 11 I	8
trie j	previous yeur.	•								
i. □□		The Compa	any's	quarter	ly/	half ye	early / an	nual fina	ncia	ıl
res	ults are sent t	_	-	_	•	-	-			



The Financial Year of the Company is for a period of 12 months from  $1^{\rm st}$  April to  $31^{\rm st}$  March.  $\Box$ 

First quarter results		Second week of August, 2020
Second quarter results	:	Second week of November, 2020
Third quarter results	:	Second week of February, 2021
Fourth quarter results / Year end results	:	Last week of July, 2021

The paragraph addresses of the Stack Eva

The names and addresses of the Stock Exchanges at which the equity shares of the Company are listed and the respective stock codes are as under:□

1.□	BSE Limited	BSE - 531494
	Phiroze Jeejeebhoy Towers, Dalal Street,	
	Mumbai - 400 001	

High and low during each month in the (2019-20) financial year on the Stock Exchanges: □

April - 2019	20.5	15.5
May - 2019	25.5	17
June - 2019	26.25	18.65
July - 2019	30.9	19.4
August – 2019	29	21
September -2019	27.85	22.7
October -2019	21.85	15.2
November - 2019	22.9	17
December - 2019	21.5	17.15
January - 2020	20.95	14.2
February – 2020	14.96	12.2
March - 2020	12.86	8.58

M/S. MCS SHARE TRANSFER AGENT LIMITED.□

□ 383 Lake Gardens, 1st Floor, Kolkata 700045□

 $\square$  201, Shatdal Complex, Opp. Bata Show Room, Ashram Road, Ahmedabad – 380 009  $\square$ 

Tele. No.: 033-40724051, 079 26582878

Fax No.: 033-40724050

 $E\text{-mail:mcssta@rediffmail.com,mcsashmd@gmail.com}\ \ \Box$ 

Applications for transfer of shares held in physical form are received at the office of the Registrars & Share Transfer Agents of the Company. All valid transfers are processed and registered within stipulated time.

Shares held in dematerialised form are electronically traded through the Depositories.

Requests for dematerialisation of physical shares are processed and completed within a period of 21 days from the date of receipt, provided they are in order in every respect. Bad deliveries are immediately returned to Depository Participants under advice to the Members.

However, as per SEBI Notification No. SEBI/LAD-NRO/GN/2018/24 dated June 8, 2018 and further amendment vide Notification No. SEBI/LAD-NRO/GN/2018/49 dated November 30, 2018, requests for effecting transfer of securities (except in case of transmission or transposition of securities) shall not be processed from April 1, 2020 unless the securities are held in the dematerialised form with the depositories. Therefore, Shareholders are requested to take action to dematerialize the Equity Shares of the Company. □

2 69,70,700 Promoter & Promoter Group 35.06 1 Public-Institutions 896 0.00 1672 Public-Individual 73,83,327 37.14 45,95,895 Other Bodies Corporate 27 23.11 NRI 4.29 6 8,53,055 HUF 29 79,927 0.40 Nil Shares underlying DRs Nil Nil Shares held by Employee Trusts Nil Nil Nil 

1- 500	1100	63.29	256105	1.28
501-1000	374	21.51	290894	1.46
1001- 2000	87	5.0058	134586	0.67
2001-3000	36	2.07	93615	0.47
3001-4000	17	0.9781	61345	0.3085

4001-5000	12	0.6904	55341	0.2783
5001-10000	33	1.8987	247202	1.2432
10001-50000	50	2.8769	1301240	6.5442
50001-100000	10	0.5754	751378	3.7788
Above 100000	19	1.0932	16692094	83.9482

П

3533506	17.77
15935894	80.14
414400	2.09

П

There are 4,29,500 warrants pending for conversion, which were stands cancel in the board meeting held on 14th October, 2019. There were no other outstanding GDRs / ADRs / Warrants or any convertible instruments as at March 31, 2020. □

NT-1 A1:1-1-	

Not Applicable□

Plot No. 1160, 1161-A, Village: Sanghana, Ta.: Matar, Dist.: Kheda, Gujarat□

1	2014-15	23/09/2015	17453300	17141725	311575	22/09/2022
2	2015-16	13/09/2016	8726650	8620762	105888	12/09/2023

Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company, as permitted under Section 72 of the Companies Act, 2013 are requested to submit the prescribed Form SH-13 for this purpose. Shareholders may write to the Secretarial Department of the Company for a copy of the Form

No credit ratings obtained by the Company during the relevant financial year for any debt instruments, fixed deposit programme, any scheme or proposal, involving mobilization of funds, whether in India or abroad. □

Shareholders may correspond with the Company at the Registered Office of the Company or at the office of Registrar and Transfer Agent of the Company:

304, Circle P, Near Prahlad Nagar, S.G. Highway, Ahmedabad

380051

Tele. No. : 079-48484095

Fax : 079-48484095

CIN : L45200GJ1992PLC017761

Email:

navkarbuilders@yahoo.co.in

Website

www.navkarbuilders.com

1. 383 Lake Gardens, 1st Floor, Kolkata 700045

2 201, Shatdal Complex, Opp. Bata Show Room, Ashram Road, Ahmedabad – 380 009

Tele. No.: 033-40724051, 079

26582878

Fax No.: 033-40724050

Email:mcssta@rediffmail.com,

mcsashmd@gmail.com

- There are no materially significant transactions with the related parties viz. promoters, directors or the management or their relatives or subsidiaries etc. that had potential conflict with the company's interest. Suitable disclosure as required by the Indian Accounting Standard has been made in the Annual Report. The Related Party Transactions Policy as approved by the Board is uploaded on the Company's Website at <a href="https://www.navkarbuilders.com/info.html">https://www.navkarbuilders.com/info.html</a>.
- Transactions with related parties are disclosed in detail in Note No. 3 (A) "Notes to the Financial Statement" annexed to the financial statements for the year. There were no related party transactions having potential conflict with the interest of the Company at large.
- There are no pecuniary relationships or transactions of Non-executive Directors vis-à-vis the Company which has potential conflict with the interests of the company at large.
- No Strictures or penalties have been imposed on the company by the Stock Exchanges or by the Security Exchange Board of India (SEBI) or by any statutory authority on any matters related to capital markets during the last three years.
- The Company has formed the policy for determining material subsidiary as required by Regulation 16 of the SEBI (LODR) Regulations, 2015 and the same is disclosed on the Company's website. The web link is <a href="https://www.navkarbuilders.com/info.html">https://www.navkarbuilders.com/info.html</a>.

	The	Vigil Mechanism of the Company, which also incorporates a whistle
		· · · · · · · · · · · · · · · · · · ·
		ver policy in terms of the Listing Regulations, includes an Ethics &
		apliance Task Force comprising senior executives of the Company.
	Prot	ected disclosures can be made by a whistle blower through an e-mail or
	a let	ter to the Task Force or to the Chairman of the Audit Committee. The
		l Mechanism and Whistle Blower Policy may be accessed on the
	_	npany's website at the link:
	nttp	s://www.navkarbuilders.com/WHISTEL%20BLOWER%20POLICY.pd
	<u>t</u>	
	No	personnel have been denied access to the Chairman of the Audit
	Con	nmittee, for making complaint on any integrity issue.
		minimum information to be placed before the Board of Directors as
		rified in Part A of Schedule II of Listing Regulations is complied with to
	-	extent possible.
ШШ		
		Company has obtained a certificate from Practicing Company Secretary
		equired under the SEBI (LODR) Regulations, 2015, confirming that none
		he directors on the Board of the Company have been debarred or
	disq	ualified from being appointed or continuing as director of companies by
	the S	SEBI / Ministry of Corporate Affairs or any such statutory authority.
		nplaints pertaining to Sexual Harassment:
		ing the year, the Company has received 0 (zero) complaint pertaining to
		aal harassment.
		ails of total fees paid to Statutory Auditors:
		ails relating to fees paid to the Statutory Auditors are given in Note No.
		to the Standalone Financial Statements.
		ails of compliance with mandatory requirements and adoption of the
		-mandatory requirements:
	Dur	ing the year, the Company has fully complied with the mandatory
	requ	uirements as stipulated under SEBI (LODR) Regulations, 2015.
	_	
	The	status of compliance with discretionary recommendations and
		ption of the non-mandatory requirements as specified in Regulation
		of the SEBI (LODR) Regulations, 2015, is provided below:
	2/(1	of the 3EDI (LODK) Regulations, 2013, is provided below.
		The Chairman of the Communication Director
		The Chairman of the Company is Executive Director.
		Half-yearly and other Quarterly financial
		statements are published on news papers and uploaded on company's
		website <u>www.navkarbuilders.com</u> .
		Description of the Company already has a
		regime of un-qualified financial statement. Auditors have raised no
		qualification on the financial statements.
		Desired of the intarctal statements.  Mr. Harsh Shah is the
		Chairman and Managing Director of the Company.

Audit Committee.
The above Report was placed before the Board at its meeting held on November 28, 2020 and the same was approved.
As provided under Regulation 26(3) of the SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015, all Board Members and Senior Management Personnel have affirmed compliance with Navkar Builders Limited Code of Business Conduct and Ethics for the year ended March 31, 2020.

We the undersigned, in our respective capacities as Chief Financial Officer of Navkar Builders Limited ("the Company") to the best of our knowledge and belief certify that:

- a. We have reviewed the financial statements and the cash flow statement for the year 2019-20 and that to the best of our knowledge and belief:
  - These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations;
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year 2019-20 which are fraudulent, illegal or violative of the Company's code of conduct;
- c. We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of the internal control, if any, of which we are aware of and the steps we have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the Auditors and the Audit Committee -
  - Significant changes in internal control over the financial reporting during the year 2018-19;
  - Significant changes in accounting policies during the year 2019-20 and that the same have been disclosed in the notes to the financial statements; and
  - Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over the financial reporting.

1 0		
	П	

Го,	
The Members,	

# We have hereby certify that:

- 1. We have reviewed the financial statements and the cash flow statements of Navkar Builders Limited for the financial year 2019-20 and to the best of our knowledge and belief, we state that:
  - a. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - b. These statements together present a true and fair view of the Company's affairs for the period presented in this report and are in compliance with existing accounting standards, applicable laws and regulations.
- 2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's Code of Conduct.
- 3. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- 4. We have indicated to the Auditors and the Audit Committee:
  - a. significant changes in internal control over financing reporting during the year;
  - b. significant changes in accounting policies made during the year and that the same have been disclosed suitably in the notes to the financial statements; and
  - c. That there were no instances of significant fraud that involves management or other employees who have a significant role in the Company's internal control system over financial reporting.

Infrastructure sector is a key driver for the Indian economy. The sector is highly responsible for propelling India's overall development and enjoys intense focus from Government for initiating policies that would ensure time-bound creation of world class infrastructure in the country. Infrastructure sector includes power, bridges, dams, roads, and urban infrastructure development. India was ranked 44 out of 167 countries in World Bank's Logistics Performance Index (LPI) 2018. India ranked second in the 2019 Agility Emerging Markets Logistics Index.

### **❖** MARKET SIZE:

Foreign Direct Investment (FDI) in Construction Development sector (townships, housing, built up infrastructure and construction development projects) stood at US\$ 25.66 billion during April 2000 to March 2020, according to Department for Promotion of Industry and Internal Trade (DPIIT). The logistics sector in India is growing at a CAGR of 10.5 per cent annually and is expected to reach US\$ 215 billion in 2020.

### ❖ GOVERNMENT INITIATIVES:

The Government of India is expected to invest highly in the infrastructure sector, mainly highways, renewable energy and urban transport. The Government of India is taking every possible initiative to boost the infrastructure sector. Announcements in Union Budget 2020-21:

- In April 2020, the Government set a target of constructing roads worth Rs 15 lakh crore (US\$ 212.80 billion) in the next two years.
- In May 2020, Border Roads Organisation (BRO) achieved major milestone by digging up a 440-metre long tunnel below the busy Chamba town on Rishikesh-Dharasu road Highway (NH 94).
- Indian energy sector is expected to offer investment opportunities worth US\$ 300 billion over the next 10 years.
- NHAI will be able to generate revenue of Rs one lakh crore (US\$ 14.31 billion) from toll and wayside amenities over the next five years.
- In the Union Budget 2020-21, the Government has given a

massive push to the infrastructure sector by allocating Rs 1,69,637 crore (US\$ 24.27 billion) to develop the transport infrastructure.

- Communication sector has been allocated Rs 38,637.46 crore (US\$ 5.36 billion) to develop post and telecommunications departments.
- Indian Railways has received an allocation of Rs 72,216 crore (US\$ 10.33 billion) under Union Budget 2020-21.

The construction industry makes up for a major part of India's GDP. Being a significant contributor to the GDP of India, the industry acts as a gateway for more opportunities. Investment in the construction industry in India, therefore, directly leads to the country's economic development. The Construction industry in India consists of the real estate as well as the urban development segment. The Real estate segment covers residential, office, retail, hotels and leisure parks, among others, while urban development segment broadly consists of sub-segments such as Water supply, Sanitation, Urban transport, Schools, and Healthcare.

By 2025, Construction market in the country. is expected to emerge as the 3rd largest globally and the construction output is expected to grow on an average of 7.1% each year. An enhancement in the construction industry will directly have a positive effect on other industries like cement, technology, steel, etc. The development of a nation is recognized through its infrastructure. FDI in the construction department in North India will bring with it new possibilities to uplift the construction industry.

100% FDI in construction development sector under automatic route is permitted in completed projects for operations and management of townships, malls/shopping complexes, and business constructions.

100% FDI in real estate in India is allowed under the automatic route for urban infrastructures such as urban transport, water supply and sewerage and sewage treatment.



The word "potential" is a much over used phrase when looking at India. As we have seen earlier the infrastructure statistics are of such mind – boggling proportions that it could be said that there is a massive potential for the growth of ready mixed concrete industry. However, realizing that potential will take a considerable time as companies come to terms with the unique obstacles presented in the Indian market. □

Our vision is to achieve leadership position in India and explore the opportunities out of India. We committed to building long term relationships based on intefrity, performance and value, as well as client satisfaction. To be one of the premier infrastructure company in India by 2022 executing various vertical of construction activities with the help of its inhouse rawmaterial production.

#### •

The Company's business is highly dependent on road and bridge projects in India undertaken or awarded by governmental authorities and other entities funded by governments. Any change in government policies resulting in a decrease in the amount of road and bridge projects undertaken or a decrease in private sector participation in road and bridge projects adversely affects our business and results of operations. Our business may be affected by changes in interest rates, changes in Government policy, taxation, exchange rates and controls, social and civil unrest and political, economic or other developments in or affecting India. □

# •

Infrastructure projects involve agreements that are long-term in nature (as much as three years in EPC contracts and around 25 years in Design, Build, Finance, Operate and Transfer (DBFOT) road projects). All long term projects have inherent risks associated with them and involve variables that may not necessarily be within our control. These include inflation, interest rates movements, liquidity, commodity and oil prices, governance, construction delays, material shortages, unanticipated cost increases, cost overruns, inability to negotiate satisfactory arrangements with joint venture partners, and disagreements with our joint venture partners.

We are increasingly bidding for large-scale infrastructure projects. There are various risks associated with the execution of large-scale projects. Managing large-scale integrated projects may also increase the potential relative size of cost overruns and negatively affect our operating margins. In addition, we may need to execute large-scale projects through joint ventures with other companies, which expose us to the risk of default by our Joint Venture Partners.

- Adherence To Safety & Quality Norms
- Sustainable & Continual Growth

- Teamwork And Healthy Competition
- Concern Towards The Stakeholders
- Deliver Best Service.
- Strong Willingness to Learn.
- Adherence To Values & Ethics

# Optical Fiber Cable Laying for 4G Network

❖ Laying of 4G Cable Networking under Reliance Jio. Recent Completed sites were located in Ahmedabad, Baorda & Kutchchh City

# Drainage Work

- ❖ Company has been awarded by Gujarat Urban Development Corporation (GUDC) for Drainage Work at Anand Town amounting to Rs. 90 Cr which is under progress.
- ❖ Company has been awarded by Gujarat Urban Development Corporation (GUDC) for Drainage Work at Borsad Town amounting to Rs. 23 Cr. which is completed satisfactorily.
- ❖ Company has been recently awarded an order of Rs. 211.00 Cr by Bhopal Municipal Corporation for Sewage Treatment Project at Kolar Town & outside upper and lower lake catchment area south &soth east zone in the name of Joint Venture.

Construction of Class Room at Various Locations under SarvaSikshaAbhiyan (SSA)

❖ Company has been awarded and completed construction of class rooms by Gujarat Council of Elementary Education (GCEE) under SarvaSikshaAbhiyan (SSA) at Various locations

# Engineering, Procurement & Construction

❖ Company has been awarded and completed EPC contract with some of the parties like Larsen &Tubro Ltd., ShapoorjiPAllonji Group of Companies, Sadbhav Engineering Ltd. etc. at Various locations amounting to Rs. 80 Cr.

We have equipped ourselves with all the resources required to venture into the new field.

### Manpower -

 We have recruited best talent available in the market for executing this new project viz. Project Management, Project Execution, Finance, HR, Legal, IT.

For Site we have hired skilled labors to carry out the HDD activities

### Money -

 We are financially self sustained however capable of raising funds easily due to our reputation and contacts with the Banks like Union Bank, HDFC, Axis etc.

### Method -

• We have developed the best SOPs so that the project taken is completed well within time / before time without compromising quality of work.

# Material -

• We preserve an extensive database for local vendors and others so that no work delays due to material unavailability

### Management -

• We are a professionally managed company wherein we follow the best solutions to our business aspects in the most strategic way.

As mentioned -

- We are professionally managed company.
- We are financially self reliant and enjoy very robust relationship with Banks.
- Our core strength lies in Infrastructural Development.
- We are equipped with the best machines / resources.
- Our Project Team is highly qualified and carries rich experience.
- We believe in sustainable growth without compromising Quality & Safety.

With the concern over liquidity there has been a general slowdown in both real estate and infrastructure projects. Many of the high-end residential projects, especially in metro cities, have been delayed.

India is in fast-forward mode and time is of essence. Players like BPOs often want to start operations straight away and have no time to wait. All this is tipping the scales in favor of infrastructure project, and mechanized construction equipment at sites. So we conclude that the coming years will be moving from the recession to the boom in such a way that infrastructure industry will get booster without compromise.



The Company is operating only in one sector i.e. Infrastructure Project Activity therefore the segment reporting and performance standard is not applicable to the Company.

The Management and the Employees of Navkar Builders Ltd. are committed to operate every aspect of the Construction adhering to the standards that offers quality service to all clients by adopting and implementing effecting Quality Management System & Procedures.

The Company has diversified its business activities and at the verge of achieving better financial performance. The Company has successfully implemented various operational excellence programs designed with the help of external consultants so as to optimize on cost and delivery commitments. The Company's cash flow position as at the yearend continues to remain strong. Increased liquidity has strengthened the Company's confidence for launching new growth initiatives for the existing and emerging businesses of construction.

Details of significant changes (i.e. change of 25% or it. more as compared to the immediately previous financial year) in key financial ratios, along with detailed explanations thereof, including:

1.	Debtors Turnover	1.24	2.47
2.	Inventory Turnover	2.40	12
3.	Interest Coverage Ratio	1.65	7.20
4.	Current Ratio	1.37	1.20
5.	Debt Equity Ratio	0.16	0.13
6.	Operating Profit Margin (%)	2.14	4.56
7.	Net Profit Margin (%)	0.88	3.59

- Debtors Turnover is decrease due to Covid-19 and current 1. market slow down for infrastructure business.
- Inventory Turnover ratio is decreased due to as on date 2.
- 3.
- Inventory Turnover ratio is decreased due to as on date Closing stock Inventory is more than the average increase in sales compared to the previous year.

  Interest Coverage Ratio is decreased in Sale.

  Operating Profit Margin (%) is decrease due to decrease in Operating Profit compared to the Total Revenue of the Company in Current Financial year.

  Net Profit Margin (%) decreased by due to decrease in Net Profit and increases the total Revenue of the Company in Current financial year as compared to previous financial year. 4.
- 5. Current financial year as compared to previous financial year.

	7 1	1 [		1 Г	$\neg$	( F	$\overline{}$	1 1	-	1 [	$\Box$		_	$\neg$	- 1	1 6	$\overline{}$	- 1		- 1				7 [		٦Γ		$\neg$	П
			- 1		- 1					ш	1 1	- 1	- 1	- 1	- 1	11		- 1	- 1	- 1		- 1	11	11	- 1	ш		 - 1	- 1
			- 1		- 1					ш	1 1	- 1	- 1	- 1	- 1	11		- 1	- 1	- 1		- 1	11	11	- 1	ш		 - 1	-

The Company's employees and projects have been and are exposed to risks and threats to life, liberty, and property while operating in risky geographical areas. The Company however takes pride in executing prestigious works in the nation building task. The Company has taken measures with the help of the Government to provide adequate security, facilities, and also insurance coverage in such places. The Company has a formal Enterprise Risk Management framework in place which will be reviewed periodically.

#### 

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.

(i)	the steps taken or impact on	NIL
	conservation of energy	
(ii)	the steps taken by the	NIL
	company for utilizing	
	alternate sources of energy	
(iii)	the capital investment on	NIL
	energy conservation	
	equipment's	
(i)	the efforts made towards	NIL
	technology absorption	
(ii)	the benefits derived like	NIL
	product improvement, cost	
	reduction, product	
	development or import	
	substitution	
(iii)	in case of imported	NIL
	technology (imported during	
	the last three years reckoned	
	from the beginning of the	
	financial year)-	
	(a) the details of technology	NIL
	imported	
	(b) the year of import;	NIL
	(c) whether the technology	NIL
	been fully absorbed	
	(d) if not fully absorbed, areas	NIL
	where absorption has not	
	taken place, and the reasons	
	thereof	
(iv)	the expenditure incurred on	NIL
	Research and Development	
		xchange used was Rs. Nil and the
total	foreign exchange earned was Rs	s. Nil.□

#### 

Mr. Dakshesh Shah*	Managing	15.30:1	0.47
	Director□		
Mr. Harsh Shah*	Managing	2.38:1	NIL
	Director		
Mr. Harsh Rukhana	Executive	NIL	NIL
	Director □		
Mrs. Pinki Sagar <sup>@</sup>	Chief Financial	NIL	NIL
	Officer		
Mr. Sarjeevan Singh	Independent	NIL	NIL
	Director□		
Ms. Bhoomi Shah	Independent	NIL	NIL
	Director		
Mr. Nileshkumar Patel	Independent	NIL	NIL
	Director		
Mr. Raj Shah**	Company	0.78:1	NIL
	Secretary		
Mrs. Ripal Dave+	Executive	NIL	NIL
	Director		

Note:

Ratio/Percentage increase in remuneration is not reported as they were holding respective office(s) for part of the financial year 2019-20.

<sup>\*</sup> Appointment of Mr. Harsh Shah as a Managing Director in place of Mr. Dakshesh Shah as on 01.02.2020.

<sup>@</sup> Appointment of Mrs. Pinki Sagar as a Chief Financial officer as on 13.04.2019□

<sup>\*\*</sup> Appointment of Mr. Raj Shah as Company Secretary as on 07.12.2019

<sup>+</sup> Resigned as on 03.08.2020

- 1. The details of remuneration of the Independent Directors of the Company have been provided in the Corporate Governance Report. The ratio of remuneration and percentage increase for the Independent Directors' Remuneration is, therefore, not considered for the purpose above.
- 2. Percentage increase in remuneration indicates annual total compensation increase, as recommended by the Nomination and Remuneration Committee and duly approved by the Board of Directors of the Company.
- II. The percentage increase in the median remuneration of employees in the financial year 2019-20 was Nil.
- III. There were 2 permanent employees on the rolls of the Company as on March 31, 2020.
- IV. Average percentage increase made in the salaries of employees other than the KMP in the previous financial year was Nil, whereas the average percentage increase in remuneration of the KMP was Nil. The average increase of remuneration every year is an outcome of the Company's market competitiveness as against similar Companies. The increase of remuneration this year is a reflection of the compensation philosophy of the Company and in line with the benchmark results.
- V. It is hereby affirmed that the remuneration paid to all the Directors, KMP, Senior Managerial Personnel and all other employees of the Company during the financial year ended March 31, 2020, were as per the Nomination and Remuneration Policy of the Company.

#### INDEPENDENT AUDITOR'S REPORT

#### TO THE MEMBERS OF NAVKAR BUILDERS LIMITED

#### Report on the Audit of the Standalone

#### **Financial Statements Opinion**

We have audited the accompanying standalone financial statements of **Navkar Builders Limited** (the "Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows ended on that date, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

**Key Audit Matter** Sr. **Auditor's Response** No. Impairment of Assets Principal Audit Procedures Our audit procedures related to valuation of The company had two operating sites at Narolimpairment of asset has been based on whether the Ahmedabad amounting to Rs.27.01 lakhs and Patan asset has suffered any impairment of asset or not Dist. Patan(Gujarat) amounting to Rs.50.93 lakhs on and when annual impairment testing for an asset these rented sites the company had installed plant required, the recoverable of amount of the asset is and machinery for preparing concrete mixture estimated in order to determine the extent of however these sites are vacated and not in impairment loss. Further on the basis of external possession of the company however the company indicators as shown in Ind AS-36 and on the basis of had incurred capital expenses for installation of explanation given by the management In the present plant & machinery on these sites. Since the case on the basis of estimate and actual position of company had vacated these sites the capital the asset and as explained by management, there is expenditure which is attached to land for foundation no amount recoverable from the asset therefore in of Plant & Machinery has no value therefore same the statement of profit and loss account the asset has been written off as impairment of these two value according to books of account have been assets. And one office vehicle at Ahmedabad which written off. do not exist is also written off as impairment loss amounting to Rs.0.45 lakh. 2. Depreciation: i) Our audit procedures related to verification of Company has not provided depreciation on assets owned by the company at different places following asset due to impairment of assets have been based on whether the assets have been mentioned in point 1 above, used during the year for the operation of business of i) Fixed asset-Narol of Rs.27.01 lakhs the company and further on the basis of explanation ii)Fixed asset-Patan of Rs.50.93 lakhs given by the management. In the present case on the basis of estimate and actual position of the asset, and The company has further not provided depreciation as explained by management, the assets at following on following asset because they are not used during the whole year and some assets reached at its premises which were rented, have been vacated and residual value handed over to their owners. The expenses incurred by the company for installation of assets on these i)Fixed asset-Kheda of Rs. 1649.71 lakhs sites like foundation, Structures etc which cannot be ii)Fixed asset-Halol of Rs.3947.32 lakhs removed and cannot be sold. Therefore after iii)Fixed asset-Ahmedabad of Rs.474.08 lakhs. vacating the rented premises these expenses are iv)Fixed asset-office of Rs.1.53 lakhs due to asset written off as impairment loss and no depreciation is reached at its residual value. claimed a) Fixed asset-Narol of Rs.27.01 lakhs b) Fixed asset-Patan of Rs.50.93 lakhs ii)In case of following assets, the company has not

provided depreciation because they are not used during the whole of the year. As per explanation given by the management, these assets are not likely to be used in near future looking to the method of business of the company. Therefore no depreciation have been claimed on these assets \to give true and

fair view of the financial statements.

- a)Fixed asset-Kheda of Rs. 1649.71 lakhs b)Fixed asset-Halol of Rs.3947.32 lakhs
- c)Fixed asset-Ahmedabad of Rs.474.08 lakhs.

iii)On the basis of explanation received from management, the following assets have reached at its residual value and therefore no depreciation is provided on the same

a)Fixed asset-office of Rs.1.53 lakhs due to asset reached at its residual value.

### Operating activity and its valuation

The Company is doing business of infrastructure activities which are complex in nature and span over a number of reporting periods.

The accounting standard requires an entity to select measurement method for the relevant performance obligation that depicts the entity's performance in transferring goods if a project is onerous, present obligations are recognized and measured. Fixed price contracts using the percentage of completion method

We identified project accounting as a key audit matter because the estimation of the total revenue and total cost to complete the project, prepared based on the prevailing circumstances, is inherently subjective, complex and require significant management

judgements and forecast of project revenue and/or project cost may get subsequently changed due to change in prevailing circumstances, assumptions, project variations or any other factor, and could result in material variance in the revenue and Profit loss from project for the reporting. Our procedures includes the followings:

- We selected a sample of bills to test using the risked based criteria which includes individual project. The Company has not entered into any contract with the parties.
  - Significant revenue recognized during the year
  - Significant unbilled work-in-progress [WIP] balances held at the year end or
  - low profit margins.
- Obtained an understanding of management's process for reviewing long term projects, the risk associated with the project and any key judgements.
- Evaluating the design and implementation of key internal controls over the project revenue and cost estimation process through the combination of procedures involving inquiry and observations, reperformance and inspection of evidence in respect of these controls as the company given the project to third parties on Labour cum job work basis. We have not verified any inspection report for the projects completed and/or under process.
- Evaluating the status of material suppliers as at year end and the company's on going relationship. The company has not received

3.

	the confirmation from the suppliers and hence it is subject to reconciliation.
	Evaluating the adequacy of the standalone financial statements disclosures, including disclosures of key assumptions and judgements.

#### Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report , Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Based on the work we have performed, we conclude that if there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Management's Responsibilities for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

- 1. As required by Section 143(3) of the Act, based on our audit 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 including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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 A". Our report expresses an unmodified opinion on the adequacy and

operating effectiveness of the Company's internal financial controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Company did not have any pending litigations as at March 31, 2020 on its financial position in its standalone financial statement.
  - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2020.
  - (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company during the year ended March 31, 2020.
- 2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For, S. V. Agrawal & Co. Chartered Accountants ICAI Firm Reg. No. 100164W

Place: Ahmedabad Date: July 31, 2020

> Sd/-(CA S. V. Agrawal) (Proprietor) Mem. No.: 030851

UDIN:20030851AAAADD4503

# ANNEXURE - A TO THE INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS OF NAVKAR BUILDERS LIMITED FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2020.

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

#### **Management's Responsibility for Internal Financial Controls**

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting issued Institute Chartered Accountants of by the of India (the "ICAI"). 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 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 with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Control Over Financial Reporting (the "Guidance Note") the ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 with reference to financial controls and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls 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 judgement, 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 with reference to Financial Statements

A company's internal financial controls with reference to financial statements 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 with reference to financial statements 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls over Financial reporting**

Because of the inherent limitations of internal financial controls with reference to 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 with reference to 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, to the best of our information and according to the explanation given to us, the Company has, in all material respects, adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March,2020, based on the internal financial controls over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on audit of Internal Financial Controls over financial reporting issued by the Institute of Chartered Accountants of India

Place: Ahmedabad Date: July 31, 2020 For, S. V. Agrawal & Co. Chartered Accountants ICAI Firm Reg. No. 100164W

Sd/-(CA S. V. Agrawal) (Proprietor) Mem. No.: 030851 UDIN:20030851AAAADD4503

#### ANNEXURE -B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Navkar Builders Limited of even date)

- i. In respect of the Company's fixed assets:
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, fixed assets were physically verified by the management during the year. According to the information and explanations given to us by the management, that

The company had two operating sites at Narol-Ahmedabad amounting to Rs.27.01 lakhs and Patan Dist. Patan(Gujarat) amounting to Rs.50.93 lakhs on these rented sites the company had installed plant and machinery for preparing concrete mixture however these sites are vacated and not in possession of the company however the company had incurred capital expenses for installation of plant & machinery on these sites. Since the company had vacated these sites the capital expenditure which is attached to land for foundation of Plant & Machinery has no value therefore same has been written off as impairment of these two assets. And one office vehicle at Ahmedabad which do not exist is also written off as impairment loss amounting to Rs.0.45 lakh.

Further, as per the information and explanation given by management following assets are not used during the whole year and some assets reached at its residual value

- i)Fixed asset-Kheda of Rs. 1649.71 lakhs
- ii)Fixed asset-Halol of Rs.3947.32 lakhs
- iii)Fixed asset-Ahmedabad of Rs.474.08 lakhs.
- iv)Fixed asset-office of Rs.1.53 lakhs due to asset reached at its residual value.
- (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of leasehold land, buildings, are held inthe name of the Company as at the balance sheet date.
- ii. In respect of company's Inventories
  - (a) According to the information and explanation given to us, the inventories except, work-in-process and materials lying at the place various projects have been physically verified during the year by the management and in our opinion, the frequency of verification is reasonable.
  - (b) As explained to us, no material discrepancies were noticed on physical verification of inventories as compared to the book records.

- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the company has granted unsecured to one body corporate covered in the register maintained under Section 189 of the Companies Act, 2013, of Rs. 76.17 Lakh given in previous & preceding years containing for purchase of office premises for which saledeed is pending.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2020 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.
- vii. As per information and explanation available to us, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance, Income-Tax, GST, Custom Duty, Cess and other statutory dues have not been regularly deposited with the appropriate authorities applicable to Company. Further according to information explanation given to us, No undisputed statutory dues applicable to the company were outstanding as at 31st March ,2020 for a period of more than 6 months from the date they become payable.

According to the information and explanation available to us, there are no dues outstanding on account Sales Tax, GST, Income Tax, Service Tax, Custom Duty, Excise Duty and Cess on account of dispute.

- viii. Based on our audit procedures and as per information and explanation given to us by the management of the company, we are of the opinion that company has not defaulted in repayment of dues to financial institutions and banks during the year under review. The company has not issued any debentures.
- ix. Based on the audit procedures performed and according to the information, explanations given to us, on an overall basis, the Company has not taken term loans during the year under review. The company has not raised any money through a public issue during the year under review.
- x. Based upon the audit procedures performed and as per the information and explanation given by the management, we report that no fraud by the company or any fraud on the company by its officers / employees has been noticed or reported during the course of our audit.
- xi. As per the information and explanations given to us, the company has complied with the provisions of section 197 of the Companies Act, 2013 regarding managerial remuneration to the extent applicable.
- xii. In our opinion, the company is not a Nidhi company. Consequently, the provisions of clause (xii) of the order are not applicable to the company.
- xiii. Based upon the audit procedures performed and as per the information and explanation given by the management, all the transactions with the related parties are in compliance with Section

177 and 188 of the Companies Act, 2013 and have been duly disclosed in the financial statements, as required by the applicable accounting standards.

- xiv. Based on the audit procedures performed and 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 under review.
- xv. Based on the audit procedures performed and according to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him. Consequently, the provisions of clause (xv) of the order are not applicable to the company,
- xvi. Since the company is not an NBFC, the provisions of clause (xvi) of the order are not applicable to the company.

For, S. V. Agrawal & Co. Chartered Accountants ICAI Firm Reg. No. 100164W

Place : Ahmedabad Date : July 31, 2020

> Sd/-(CA S. V. Agrawal) ( Proprietor) Mem. No.: 030851

UDIN:20030851AAAADD4503

#### Navkar Builders Ltd.

#### STATEMENT OF ASSETS AND LIABILITIES AS AT 31.03.2020

Particulars	Note No.	As at 31-03-2020	As at 31-03-2019
ASSETS			
Non Current Assets			
Propery, Plant and Equipment	5	544,797,083	561,197,104
Capital Work in Progress		12,697,969	12,697,969
Financial Assets			
Investments	6	5,432,947	-
Loans & Advances	7	7,646,309	5,923,809
Current assets			
Inventories	8	184,694,198	128,974,255
Financial Assets			
Trade Receivables	9	356,025,068	627,065,940
Cash and Cash Equivalents	10	28,091,929	130,745,438
Loans & Advances	11	334,112,729	478,022,315
TOTAL ASSETS		1,473,498,232	1,944,626,831
EQUITY AND LIABILITIES Equity Equity Share Capital	12	198,838,000	198,838,000
Other Equity	13	579,765,025	575,865,338
Liabilities Non Current Liabilities			
Financial Liabilities			
Borrowings	14	14,527,558	15,171,291
Deferred Tax Liabilities (Net)	15	20,155,978	20,092,001
Current Liabilities	13	20,133,770	20,072,001
Financial Liabilities			
Borrowings	16	109,881,789	84,402,307
Trade Payables	17	411,944,562	926,997,617
Short-Term Provisions	18	5,530,000	34,215,022
Other Current Liabilities	19	132,855,316	89,045,254
TOTAL EQUITY AND LIABILITIES		1,473,498,232	1,944,626,831

#### As per our report of even date

For, S. V. Agrawal & Co. Chartered Accountants Firm Reg. No: 100164W UDIN:20030851AAAADD4503 For and on behalf of the Board of Directors of Navkar Builders Limited

Harsh J. Shah Managing Director 01662085`

CA S.V. Agarwal Proprietor M.No. 030851

Pinki Nirmal Sagar Director

Place :- Ahmedabad Date :-July 31, 2020 Director 08113318`

Raj Shah Company Secretary

Place :- Ahmedabad Date :-July 31, 2020

#### STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31,2020 $\,$

Amount in (Rs.)

				Amount in (Rs.)
	PARTICULARS	Note No.	Year Ended	Year Ended
			31.03.2020	31.03.2019
	Revenue from Operations	20	444,560,042	1,548,218,962
	Other Income	21	13,860,322	8,004,853
III	Total Income (I+II)		458,420,364	1,556,223,815
IV	EXPENSES			
	(1) Cost of Materials Consumed	22	466,972,296	1,456,937,040
	(2) Purchase of Stock-In-Trade	23	-	-
	(3) Changes in Inventories of Finished Goods, Work-In-Progress and St	24	(55,475,387)	(23,325,685)
	(4) Prior Period Items		28,320	
	(5) Employee Benefits Expense	25	4,389,674	3,587,129
	(6) Finance Cost	26	17,991,759	15,959,643
	(7) Depreciation and Amortisation Expense	5	1,260,418	8779231
	(8) Imapirment Loss	5	7,839,145	
	(9) Other Expenses	27	5,920,476	15,669,051
	Total Expenses (IV)		448,926,701	1,477,606,409
	Profit before Exceptional Items and Tax (III-IV)		9,493,663	78,617,406
	Exceptional Items			
	Profit before Tax		9,493,663	78,617,406
VIII	Tax Expense			
	(1) Current Tax		5,530,000	24,300,000
	(2) Prior Period Taxation			-
	(3) Deferred Tax		63,977	(1,272,915)
	Profit (Loss) for the period from continuing operations (VII-VIII)		3,899,686	55,590,321
	Profit /(Loss) from discontinued operations			-
	Tax Expense of discontinued operations			-
	Profit (Loss) from discontinuing operations (after tax) (X-XI)			-
	Profit (Loss) for the period (IX-XIII)		3,899,686	55,590,321
XIV	Other Comprehensive Income			
	A (i) Items that will not be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will not be reclassified to profit	or loss	-	-
	B (i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or le	oss	-	-
	Total Comprehensive Income for the Period (XIII+XIV)		3,899,686	55,590,321
XVI	Earnings Per Equity Share			
	(1) Basic		0.20	2.80
	(2) Diluted		0.20	2.80
-	(2) Diluteu		0.20	

As per our report of even date For, S. V. Agrawal & Co. Chartered Accountants Firm Reg. No: 100164W UDIN:20030851AAAADD4503

For and on behalf of the Board of Navkar Builders Limited

Harsh J. Shah Managing Director 01662085`

CA S.V. Agarwal Proprietor M.No. 030851

Pinki Nirmal Sagar

Director 08113318`

Place :- Ahmedabad Date :- July 31, 2020

Raj Shah

**Company Secretary** 

Place :- Ahmedabad Date :- July 31, 2020

### NAVKAR BUILDERS LIMITED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2020

(Refer Note no 2.5.1 of the Notes to Financial statements)

Particulars	For the period ended on 31.03.2020	For the period ended on 31.03.2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Tax	9,493,663	78,617,406
Adjustments for:		
Asset Discarded / Loss on Sale of Assets	-	24,361
Impairment of Assets	7,839,145	-
Effect of Other Comprehensive Income	-	-
Depreciation	1,260,418	8,779,231
Finance Cost	17,991,759	15,959,643
Interest Income	(1,961,462)	(7,743,968)
Operating Profit before Working Capital Changes	34,623,523	95,636,673
Movements in Working Capital :		
Decrease / (Increase) in Inventories	(55,719,943)	(22,868,053)
Decrease / (Increase) in Sundry Debtors	271,040,872	(1,275,890)
Decrease / (Increase) in Loans and Advances	143,909,586	(316,426,814)
(Decrease) / Increase in Trade Payables	(515,053,055)	386,974,603
(Decrease) / Increase in Short Term Provisions	(28,685,022)	-
(Decrease) / Increase in Other Current Liabilities	43,810,062	29,398,371
Cash (used in) / generated from operations	(106,073,976)	171,438,889
Direct Taxes Paid	5,530,000	32,398,878
Net cash (used in) / generated from operating activities (A)	(111,603,976)	139,040,011
B. CASH FLOW FROM INVESTING ACTIVITIES		
(Purchase) of Fixed Assets	(4,448,851)	(23,069,005)
Sale / Disposal of Fixed Assets	11,749,309	175,639
Assets Discarded / Loss on Sale of Assets	-	(24,361)
(Increase) / Decrease in Investments	(5,432,947)	(21,001)
Interest Received	1,961,462	7,743,968
Net cash (used in) / generated from investing activities (B)	3,828,973	(15,173,759)
C. CASH FLOW FROM FINANCING ACTIVITIES		
(Repayment) / Proceeds From Long Term Borrowings	(643,733)	6,304,291
(Repayment) / Proceeds From Short Term Borrowings	25,479,482	2,660,989
Repayment / (Proceeds) From Long Term Loans & Advances	(1,722,500)	123,127
Proceeds from Issue of Shares and Application money received	(1,722,300)	125,127
Interest Expense	(17,991,759)	(15,959,643)
Dividend & DDT	(17,551,755)	(13,757,013)
Net cash (used in) / generated from financing activities (C)	5,121,491	(6,871,236)
D.NET INCREASE IN CASH AND CASH EQUIVALENTS (D)=(A+B+C)	(102,653,512)	116,995,016
Cash and cash equivalents at the beginning of the year	130,745,438	13,750,423
Cash and cash equivalents at the end of the year	28,091,929	130,745,439
Components of cash and cash equivalents		
Cash and cheques on hand	4,367,360	1,808,317
With Scheduled Banks	4,307,300	1,000,31/
- in Current Account	1,179,194	108,911,655
- in Term Deposit Accounts	22,545,374	20,025,466
- in reim peposit accounts	28,091,929	130,745,438

#### Notes

1) The figures in brackets represent outflows.

2) Previous periods' figures have been regrouped / reclassified , wherever necessary, to confirm to current year

As per our report of even date For, S. V. Agrawal & Co. Chartered Accountants Firm Reg. No: 100164W UDIN:20030851AAAADD4503

For and on behalf of the Board of Directors of Navkar Builders Limited

Harsh J. Shah Managing Director 01662085`

CA S.V. Agarwal Proprietor M.No. 030851

Raj Shah Company Secretary

Pinki Nirmal Sagar Director

Place :- Ahmedabad Director
Date :-July 31, 2020 08113318`

Place :- Ahmedabad Date :-July 31, 2020

#### Navkar Builders Limited

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED ON MARCH 31, 2020

#### (A) <u>EQUITY SHARE C</u>APITAL

Particulars	As at 31st March,2020	As at 31st March,2019
Balance as at the beginning of the year Issued during the year	19,883,800 -	19,883,800 -
Balance as at the end of the year	19,883,800	19,883,800

#### (B) OTHER EQUITY

	Share		Reserves 8	& Surplus		Other Compre	hensive Income	
Particulars	Application Money Pending For Allotment / Money received against share	Retained Earnings		Capital reserves	Security Premium	Revaluation Surplus	Equity Instrument through OCI	Total
Balance as on 01.04.2019	2,147,500	176,596,485	275,000	4,611,500	27,027,500	365,000,000	207,351	575,865,336
Addition During the Year					-			-
Profit For the year		3,899,686						3,899,686
Other Comprehensive Income							-	-
Impairment in Property plant & Equip	ment							-
Dividend								-
Dividend Distribution Tax								-
Balance as on 31.03.2020	2,147,500	180,496,172	275,000	4,611,500	27,027,500	365,000,000	207,351	579,765,023
Balance as on 01.04.2018	2,147,500	125,778,278	275,000	4,611,500	27,027,500	365,000,000	207,351	525,047,129
Addition During the Year					-			-
Profit For the year		55,590,321						55,590,321
Other Comprehensive Income							-	-
Impairment in Property plant & Equip	ment	-						-
Dividend		(3,976,760)						(3,976,760)
Dividend Distribution Tax		(795,352)						(795,352)
Balance as on 31.03.2019	-	176,596,487	275,000	4,611,500	27,027,500	-	207,351	575,865,338

As per our report of even date For, S. V. Agrawal & Co. Chartered Accountants Firm Reg. No: 100164W UDIN:20030851AAAADD4503

CA S.V. Agarwal Proprietor M.No. 030851

Place :- Ahmedabad Date :- July 31, 2020 For and on behalf of the Board of Directors of Navkar Builders Limited

Harsh J. Shah Managing Director 01662085`

Pinki Nirmal Sagar Director 08113318`

Raj Shah Company Secretary

Place :- Ahmedabad Date :-July 31, 2020

#### 1. CORPORATE INFORMATION:

NAVKAR BUILDERS LIMITED ('the company") is engaged in the business of construction and development of infrastructure projects (including provision of Ready mix concrete and Reinforced Cement Concrete Pipes).

#### 2. SIGNIFICANT ACCOUNTING POLICIES

#### 2.1 Basis of preparation and presentation

These standalone financial statements are prepared to comply in all material aspects with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standards) Rules, 2015; and other relevant provisions of Companies Act, 2013 and the rules made thereunder. The financial statements are prepared under Ind AS application w.e.f. 01-04-2016.

The standalone financial statements are prepared on accrual basis of accounting under historical cost convention in accordance with generally accepted accounting principles in India and the relevant provisions of the Companies Act, 2013 including Indian Accounting Standards notified thereunder, except for certain financial assets liabilities measured at fair value.

#### 2.2 Use of Estimates

The preparation of financial statements are in conformity with the recognition and measurement principles of Ind AS which requires management to make critical judgments, estimates and assumptions that affect the reporting of assets, liabilities, income and expenditure.

Estimates and underlying assumptions are reviewed on an ongoing basis and any revisions to the estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key source of estimation of uncertainty at the date of financial statements, which may cause material adjustment to the carrying amount of assets and liabilities within the next financial year, is in respect of:

- Useful lives of property, plant and equipment
- Valuation of deferred tax assets
- Valuation of inventories
- Provisions & contingent liabilities

#### 2.3 Estimation of uncertainties relating to the global health pandemic from COVID-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues and investment in subsidiaries. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts. The Company has performed sensitivity

analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.

#### 2.4 Property, plant and equipment

#### 2.4.1 Tangible Assets:

Property (including lease assets), plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and any accumulated impairment losses. The cost of fixed assets comprises of its purchase price, non-refundable taxes & levies, freight and other incidental expenses related to the acquisition and installation of the respective assets. Borrowing cost attributable to financing of acquisition or construction of the qualifying fixed assets is capitalized to respective assets when the time taken to put the assets to use is substantial.

When major items of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment. The cost of replacement of any property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefit associated with the item will flow to the Company and its cost can be measured reliably.

The Estimated Useful Lives of assets are in accordance with the Schedule II of the Companies Act, 2013.

- **2.4.2** Capital WIP includes advances for Capital work in Progress amounting to Rs. 126.98 lacs. These are old advances prior to 2016 pending for completion.
- 2.4.3. The Company has revalued leasehold GIDC (Halol) land at fair value in the financial year 2017-2018 and the increased amount of such land amount by Rs.36,50,00,000/- which has been credited to Reserve Surplus under the head Other Comprehensive Income as per the Requirement of Ind AS 16.

#### 2.5 Financial Instruments

#### 2.5.1 Cash and cash equivalents

Cash and cash equivalents in the cash flow statement comprise cash on hand, balance in banks (including Non-operational Bank accounts) and fixed deposits, that are readily convertible to know amounts of cash and which are subject to an insignificant risk of change in value.

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. Cash flows from operating, investing and financing activities of the Company are segregated, accordingly.

#### 2.5.2 Investments

The company has enter into Joint Venture with Ankita-Navkar-Sarjit JV by giving bank guarantee to said JV. There is no capital investment. The profit of earlier

F.Y. 2018-19 of Rs. 54.33 lakhs is accounted during the year. The business of the JV is construction of infrastructure.

#### 2.5.3 Trade Receivables

Trade receivables are amounts due from customers for sale of goods or services performed in the ordinary course of business. Trade receivables are initially recognized at its transaction price which is considered to be its fair value and are classified as current assets as it is expected to be received within the normal operating cycle of the business.

#### 2.5.4 Borrowings

Borrowings are initially recorded at fair value and subsequently measured at amortized costs using effective interest method. Transaction costs are charged to statement of profit and loss as financial expenses over the term of borrowing.

#### 2.5.5 Trade payables

Trade payables are amounts due to vendors for purchase of goods or services and sub contracts given in the ordinary course of business and are classified as current liabilities to the extent it is expected to be paid within the normal operating cycle of the business.

#### 2.5.6 Other financial assets and liabilities

Other non-derivative financial instruments are initially recognized at fair value and subsequently measured at amortized costs using the effective interest method.

#### 2.6 Leases

#### Finance lease

Leases where the Company assumes substantially all the risks and rewards of ownership are classified as finance lease. Such leases are capitalized at the inception of the lease at lower of the fair value or the present value of the minimum lease payments and a liability is recognized for an equivalent amount.

#### Land acquired on long-term leases

The Company classifies leasehold land of GIDC (Halol) as finance lease where:

- Initial amount paid is substantially all of the fair value of land
- The company has option to purchase the land at a price that is sufficiently lower than fair value at the date option is exercisable
- Lessor has agreed to renew lease on expiry of lease term.

From the above details analysis, company concludes that a land lease is finance lease and will be presented as an item of PPE covered under Ind AS-16. The company expects to obtain ownership of the land by the end of the lease term.

Hence, the company has not charged any depreciation/ amortisation on such asset since the land has unlimited useful life.

#### Operating lease

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognized as operating lease. Operating lease payments are recognized as an expense on a straight line basis over the lease term unless the

#### **Defined Contribution Plan**

Defined contribution to provident fund and ESIC are by charged to the profit and loss account on accrual basis.

#### 2.10 Provisions, contingent liabilities and contingent assets

#### Contingent liability:

A possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company are disclosed as contingent liability and not provided for. Such liability is not disclosed if the possibility of outflow of resources is remote.

Contingent liabilities are disclosed by way of Notes to Accounts.

#### Contingent assets:

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognised and disclosed only when an inflow of economic benefits is probable.

#### **Provisions:**

A provision is recognized when as a result of a past event, the Company has a present obligation whether legal or constructive that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation. If the obligation is expected to be settled more than 12 months after the end of reporting date or has no definite settlement date, the provision is recorded as non-current liabilities after giving effect for time value of money, if material. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

#### 2.11 Revenue Recognition

- a) Revenue from the contract is recognised when significant risks and rewards in respect of work of the contract are transferred to the contractee, as per the terms of the order. The company has shown separately in the expenses as the revenues from the operations are stated at gross amount as per the Requirement of Ind AS 115 "Revenue from contract with customers". Further, the amounts collected on behalf of third parties such as government authorities for VAT, Service Tax and GST are excluded from the revenue since the same do not result in increase in Equity.
- b) Revenue from the Construction contracts is recognised on the basis of percentage of completion method as specified under Ind AS 115 issued by the Institute of the

Chartered Accountants of India. Accordingly the revenue is recognised after assessing the stage of completion as at the Balance Sheet date as certified by management of the company.

c) Interest Income is recognised on time proportion basis.

#### 2.12 Income taxes

Income tax expense comprises current and deferred tax expense. Income tax expenses are recognized in statement of profit and loss, except when they relate to items recognized in other comprehensive income or directly in equity, in which case, income tax expenses are also recognized in other comprehensive income or directly in equity respectively.

Current tax is the tax payable on the taxable profit for the year, using tax rates enacted or substantively enacted by the end of reporting period by the governing taxation laws, and any adjustment to tax payable in respect of previous periods. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred taxes arising from deductible and taxable temporary differences between the tax base of assets and liabilities and their carrying amount in the financial statements are recognized using substantively enacted tax rates and laws expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.

Deferred tax asset are recognized only to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences can be utilized. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax assets to be utilized.

#### 2.13 Earnings Per Share

a) Basic earnings per share are calculated by dividing the net profit by number of equity shares outstanding at the end of the year. The company has not issued any equity shares during the year under review..

#### 2.14 Borrowing cost

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of these assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in statement of profit and loss in the period in which they are incurred.

#### 2.15 Segment Reporting

The company has only one preliminary reportable segment i.e. construction and development of infrastructure projects (including provision of Reinforced Cement Concrete Pipes) hence there is no separate reportable segments as required in Ind AS 108 issued by ICAI.

#### 2.16 Depreciation

Depreciation on tangible fixed assets is provided using the Straight Line Method based on the useful life of the assets as estimated by the management and is charged to the Statement of Profit and Loss as per the requirement of Schedule II of the Companies Act, 2013. In case of additions or deletions during the year, depreciation is computed from the month in which such assets are put to use and up to previous month of sale or disposal, as the case may be.

Company has not provided depreciation on following asset due to impairment of assets mentioned in point 1 above,

- i) Fixed asset-Narol of Rs.27.01 lakhs
- ii)Fixed asset-Patan of Rs.50.93 lakhs

The company has further not provided depreciation on following asset because they are not used during the whole year and some assets reached at its residual value

- i) Fixed asset-Kheda of Rs. 1649.71 lakhs
- ii) Fixed asset-Halol of Rs.3947.32 lakhs
- iii) Fixed asset-Ahmedabad of Rs.474.08 lakhs.
- iv) Fixed asset-office of Rs.1.53 lakhs due to asset reached at its residual value.

#### 2.17 Foreign currency Transactions

There is Nil foreign currency transaction during period under reporting.

#### 2.18. Disclosure of Interest in other Entities:

As per Ind AS 112 – 'Disclosure of Interest in other Entities', as notified by the Rules, the disclosures of transactions with the related parties as defined in the accounting standard are given below:

#### 3. Related parties with whom transactions have taken place during the year

#### a) Key management personnel

Harsh J. Shah

Dakshesh R. Shah,

### b) Entities have significant influence –

Navkar Fiscal Services Pvt. Ltd. Efficent Tie-up Pvt Ltd.

### C) Joit Venture-

Ankita-navkar-Sarjit JV

A. Disclosure of significant transactions with related parties: (Rs. In lacs) [As per the details furnished by the management]

Type of the	Type of relationship	Name of the	Year ended March	
Transaction	Type of relationship	entity/person	2020	2019
Salary	Key Managerial Personnel	Harsh J. Shah	3.36	0.00
Remuneration	Key Managerial Personnel	Dakshesh R. Shah	21.60	25.92
Remuneration	Key Managerial Personnel	Ripal S Dave	0.00	2.25
Loans Accepted	Entities have significant influence	Efficent Tie-up Pvt Ltd	0.00	1.50
Loans & Advances given	Entities have significant influence	Navkar Fiscal Services Pvt. Ltd.	0.00	0.33
Loans & Advances given	Entities where KMP/ RKMP has significant influence	Parshva Alluminium Co. Ltd.	0.00	0.10
Loans recovered	Entities where KMP/ RKMP has significant influence	Parshva Alluminium Co. Ltd.	0.00	0.04
Loans recovered	Entities where KMP/ RKMP has significant influence	Navkar Fiscal Services Pvt. Ltd.	1.83	1.83
Loans & Advances Given	Joint Venture	Ankita-Navkar-Sarjit JV	54.33	0.00
	Balances Outstanding as	on 31.03.2020 (31.03.201	9)	
Loans & Advances given	Entities where KMP/ RKMP has significant influence	Parshva Alluminium Co. Ltd.	76.17	76.17
Loans & Advances taken	Entities have significant influence	Efficent Tie-up Pvt Ltd	90.17	90.17
Remuneration Payable	Key Managerial Personnel	Dakshesh R. Shah	1.51	39.28
Loans & Advances given	Entities where KMP/ RKMP has significant influence	Navkar Fiscal Services Pvt. Ltd.	0.00	1.83

#### B. Disclosure as required by clause 32 of listing agreement with stock exchanges

(Rs. In Lacs)

Type of relationship	Name	Amount outstanding as at March 31, 2020	Maximum Amount outstanding during the year
Companies in which directors are interested	Parshva Alluminium Co. Ltd.	76.17	76.17
Companies in which directors are interested	Navkar Fiscal Services Private Limited	0.00	1.83

#### Note:

- a) All the above balances of loans are payable on demand.
- b) No loans have been granted by the Company to any person for the purpose of investing in the shares of Navkar Builders Limited.

#### 4. Unclaimed dividend:

Particulars	As at April 01,2019	Declared during the year	Distributed during the year	Unclaimed as at March 31, 2020
Final Dividend FY 2014-15	3,11,575	-	ı	3,11,575
Final Dividend FY 2015-16	1,05,888	-	-	1,05,888

- a) In opinion of the management, contingent liability not provided is Rs. Nil. (Nil).
  - b) Estimated amount of contracts remaining to be executed on capital account and not provided for: Rs. Nil (Nil).
  - c) Bank Guarantee outstanding as on 31.03.2020 is Rs. 1299.51 lacs [Against the bank guarantee the company having Fixed deposits of Rs.225.45 Lacs inclusive of accrued interest.]
  - d) As informed to us by the management that there are no any other contingent liability as as 31-03-2020 other than reported above.
- 4.2. Balances of Trade Payables, Unsecured Loans, Trade Receivables, Long Term and Short Term Loans & Advances, In-operative bank accounts, Other Current and Other Non Current Assets and Provisions are subject to the confirmation of the parties concerned. Wherever confirmation of the parties for the amounts due to them / amounts due from them as per books of accounts are not received, necessary adjustments, if any, will be made when the accounts are reconciled / settled.
- 4.3. In the absence of information regarding outstanding dues of MICRO or Small Scale Industrial Enterprise(s) as per The Micro, Small & Medium Enterprise Development Act, the Company has not disclosed the same as required by Schedule III to the Companies Act.
- 4.4. The Company is engaged in the business of infrastructure activities and not carried out any manufacturing activities during the year. The company having projects at different locations where the company supplied the materials and the project given

on labour cum job work basis to third parties for which the company has issued purchase orders for the same. On completion of the project the company issued the sales invoices.

**4.6**. Figures have been rounded off to the nearest rupee wherever required.

As per our report of even date

For, S. V. Agrawal & Co. Chartered Accountants Firm Reg. No: 100164W

For and on behalf of the Board of Directors of Navkar Builders Limited

Harsh J Shah Managing Director DIN: 01662085

CA S.V. Agrawal Proprietor M.No. 030851

Place :- Ahmedabad Date :- July 31, 2020

UDIN: 20030851AAAADD4503

Pinki Nirmal Sagar

**Director** 

DIN: 08113318

Raj Shah

**Company Secretary** 

Place :- Ahmedabad Date :- July 31, 2020

#### NAVKAR BUILDERS LIMITED

Notes to the Financial Statements for the Year ended 31st March, 2020

Note no. 5 : Propery, Plant and Equipment
Depreciation is calculated as per WDV Method as per Companies Act,2013

		GROSS	SBLOCK	•		DEPR	ECIATION		NET I	BLOCK
PARTICULARS	As at 01.04.2019	Addition for the year	Transfer / Adjusted for the year/Impairment loss	As at 31.03.2020	As at 01.04.2019	Addition for the year	Transfer / Adjusted for the year	As at 31.03.2020	As at 31.03.2020	As at 31.03.2019
Leasehold Land	401,786,499	2,229,106	(11,749,309)	392,266,296		_	_	_	392,266,296	401,786,499
Building	49,794,573	1,813,500	(11,717,507)	51,608,073	6,327,732		-	6,327,732	45,280,341	43,466,841
Plant & Machinery	166,426,196	406,245	(7,793,845)	159,038,596	62,138,198		-	62,138,198	96,900,398	104,287,998
Computer	943,648	-	-	943,648	888,647		-	888,647	55,001	55,001
Furniture & Fixtures	3,377,262	-	-	3,377,262	2,023,047		-	2,023,047	1,354,215	1,354,215
Vehicles	12,835,233	-	(45,300)	12,789,933	2,588,683	1,260,418		3,849,101	8,940,832	10,246,550
Total Tangible Assets	635,163,411	4,448,851	(19,588,454)	620,023,808	73,966,307	1,260,418	-	75,226,725	544,797,083	561,197,104
Capital WIP	12,697,969	-	-	12,697,969	-				12,697,969	12,697,969
Total Capital WIP	12,697,969	-	-	12,697,969	-	-	-	-	12,697,969	12,697,969
Total Propery, Plant and Eq	647,861,380	4,448,851	(19,588,454)	632,721,777	73,966,307	1,260,418	-	75,226,725	557,495,052	573,895,073

	Particulars	As at	As at
	IRRENT ASSETS FINANCIAL ASSET	March 31,2020	March 31,2019
6	INVESTMENTS	5,432,946.88	-
NON CU	Total  RRENT ASSETS FINANCIAL ASSET	5,432,947	
7	LONG TERM LOANS AND ADVANCES		
	Security Deposits Deferred Revenue Expenditure	5,823,809.00 1,822,500.00	5,923,80
CUDDE	Total VT ASSETS	7,646,309	5,923,809
8	INVENTORIES (As taken, valued and certified by management) Raw Material		10:387.46
	Raw Material Finished Goods Work in Progress	10,632,044.37 7,725,153.40 166,337,000.00	10,387,48 12,707,00 105,879,76
CHIDDE	NT ASSETS Total	184,694,198	128,974,255
9	FINANCIAL ASSET TRADE RECEIVABLES		
	(Unsecured considered good) Over Six Months	170,785,627.93	
	Others	185,239,439.86 356,025,068	627,065,94
CURRE 10	NT ASSETS FINANCIAL ASSET CASH AND CASH EQUIVALENT		
10	Cish on Hand	4,367,360.24	1,808,31
	Balance with Scheduled Banks a. in Current Accounts b. in Term Deposit Accounts	1,179,194.29	108,911,68
	b. in Term Deposit Accounts  Total	22,545,374.00 28.091.929	20,025,46
	NT ASSETS FINANCIAL ASSET	20,071,727	130,743,436
11	LOANS AND ADVANCES		
	Leans and Advances (Unsecured, Considered good) Retention Money Receivable Input Credit of Indirect Taxes	24,742,72800 1,326,502.00 21.348.355.80	16,013,40 33,952,40
	MAT Credit Entitlement Advance Taxes Advances to Creditors for goods / Expenses	330,380.00 16,115,574.88 270,249,187.84	330,36 41,031,05 386,695,00
	Advances to creditors for goots / expenses  Total	334,112,729	478,022,315
	Particulars	As at	As at
13	OTHER EQUITY	March 31,2020	March 31,2019
13	Share Application money pending for allotment	2,147,500	2,147,50
	Reserves & surplus Retained Earnings General reserves	180,496,172 275,000	176,596,48 275,00
	Capital Reserves Security Premium	4,611,500 27,027,500 212,410,172	4,611,50 27,027,50 208,510,48
	Reserves Representing Unrealised gains/(loss)		
	Equity instruments through other comprehensive income Revaluation Reserves	207,351 365,000,000 365,207,351	207,35 365,000,00 365,207,35
Non Cu	Total Trent Liabilities	579,765,025	575,865,338
14	Financial Liabilities Borrowings		
14.1	Secured Loans Vehicle Loans (Refer note no. 14.2)	5,510,558.47	6,154,25
14.2	Vehicle Loans from Bank  Vehicle Loans of Long Term Borrowings are secured against respective vehicles under the Hire Purchase Contract.		
	Principal repayable in monthly equated Installments. Applicable Rate of Interest is 12% p.a.		
14.3	Unsecured Loans From Related parties Inter Corporate Deposit	9,017,000.00	9,017,00
	Total  Particulars	14,527,558 As at	15,171,291 As at March 31,2019
15	Deferred Tax Liabilities	March 31,2020	March 31,2019
	For the Timing Differences in Depreciation  Opening Balance (+/-):Defried tax Expense/income	20,092,001.00 63,977.00	21,364,916 1,272,915
	Osoing Balance Total	20,155,978.00 20,155,978	20,092,001
Curren	Liabilities Financial Liabilities	23,233,773	20,012,000
16	BORROWINGS Secured		
	Cash Credit with Banks (Note no. 16.1)  Total	109,881,789.37 109,881,789	84,402,307 84,402,307
_	Nature of Security	20.,1004,739	,
	Code County with Union Pouls of India and account to the authorized of		
	Cash Gredit with Union Bank of India are secured by hypothecation of present and future stock and book debts of company. The said limit is further secured by mortgage of Unit No. 304, Circle-P, Ahmedabad		
16.1	present and future stock and book debts of company. The said limit is further secured by mortgage of Unit No. 304, Gride P, Ahmedabad owned by M/s. Parshva Alluminium Co. Pvt. Ltd., Open plot of land AO CZ & AO GS Suramya - VII, Ta: Kalol owned by Mr. Dakshrsh R. Shah &		
16.1	present and future stock and book debts of company. The said limit is further secured by mortispije of Uriti No. 304, Circle P. Almodelsaid cowned by Mis-Parashva Allurinistians Go Pet. Ind., Open piot of land AO (82 & AO GO Starampa - VII, Tac Naiel cowned by Mr. Dakelrash R. Stah & Pet No. A. Phree. III, GIDC Hold, Admessaring sares allosfe88 Sig. Mr. cowned by the Company (Lesse held Land on 195 yrs lesse alloted by GIDD). Mrecover hypothesistion of PeMot the company, Personal		
16.1	present and finter stack and look debts of company. The said limit is finter secured by marriage of this No. 300, Curlee P. Amrebales to finter the cares of by such positions of the product of the and to conscile No. 10 per solution of the Company of the Company of the Company (Lees held Leaf on 100 yes lesse alloced by the company (Lees held Leaf on 100 yes lesse alloced by Company of the Company (Lees held Leaf on 100 yes lesse alloced by Company of the Company of		
16.1	present and future stock and book debts of company. The said limit is further secured by mortispije of Uriti No. 304, Circle P. Almodelsaid cowned by Mis-Parashva Allurinistians Go Pet. Ind., Open piot of land AO (82 & AO GO Starampa - VII, Tac Naiel cowned by Mr. Dakelrash R. Stah & Pet No. A. Phree. III, GIDC Hold, Admessaring sares allosfe88 Sig. Mr. cowned by the Company (Lesse held Land on 195 yrs lesse alloted by GIDD). Mrecover hypothesistion of PeMot the company, Personal		
Curren	present and finter stack and look debts of company. The said limit is finther secured by marriage of this No. 300 Curlee P. Almeddard connecilly Mrs. Brashon Albarriannia G. Pet. Lud. Cyenty let of Land C. M. Carlon and C. Car		
	present and finter winck and look obtes of company. The said limit is further secured by mergings of the No. 2004. Cut-lee Almerbolist to control by No. Desshoo Albarinism Go Pet. List. Georgic of Limit 20. October 1. Almerbolist of Limit 20. Pet No. 4 Phese. III. GEORGIC 1. Almerbolist of Limit 20. Pet No. 4 Phese. III. GEORGIC 1. Almerbolist of Limit 20. Pet No. 4 Phese. III. GEORGIC 1. Almerbolist of Limit 20. October 1. Almerbolist of Peter Section 20. Almerbolist of Peter 20		
Curren	present and finter winck and look debts of company. The said limit is finter secured by mergings of the No. 2004. Clerke P. Amreballes to further secured by mergings of the No. 2004. Clerke P. Amreballes of control by No. Porsibon Albaniman Co. Pet. Ltd. Cyen pite of land JO. Peter No. 4. Place. III. GEOT biol. Advanceing grows 40/1008/Sep. Mercored by the Company [Leave held Land on 50] vis lesse allowed by the Company [Leave held Land on 50] vis lesse allowed by Company [Personal Guarantee of Breed micross and Corporate Company for Section No. Ltd. 64 debts and Raintenant Co. Pet. Ltd. Interves is populse on Martibly Basis. Applicable Bate of Interves in B.R. 44075 p.a. [Ltd. 10]. Financial Liabilities TRADE PAYABILES  Weren, Small and Mechan Enterprise (Befor note no. 17.1) Claren. Total	411,944,561.55 411,944,562	
Curren	present and finter winck and look obtes of company. The said limit is first the exacted by merging of the No. 200, Curloe P. Amvedshed to conveil by No. Desshoo Albarinism Go Pet. List. Georgic of Line 120, or Conveil of Conveil of Conveil of Conveil of Line 120, and the Conveil of Con		926,997,61° 926,997,61°
Curren	present and finter winck and look debts of company. The said limit is finter secured by merging of the No. 200. Curlee P. Amreballe to further secured by merging of the No. 200. Curlee P. Amreballe consends by No. Porshon Albaniman Co. Pet. Ltd. Cyen pile of land JO. Peter No. 4. Place. III. Call Child. Advances grow of 1900 Septime Septime P. Peter No. 4. Place. III. Call Child. Advances grow of 1900 Septime Septime Company Personal Guarantee of three directors and Corporate Company Personal Guarantee of three directors. and Corporate Guarantee of No. Not Proc. 1 100 Septime No. 100		
Curren 17	present and finare stack and lock debts of company. The said limit is first the exacted by merging of the No. 200, Cleric P. Ambedded to control by No. Desbton Allaminism Go Pet. List. Georgia for a final object of limit do. Cleric P. Ambedded to control by No. Desbton Allaminism Go Pet. List. Georgia for a final object of limit do. No. Pet No. 4 Phese. III. GEOT biol. A American grave as \$100.085 to \$10.00 to \$1		
17 17	present and finare stack and book obtes of company. The said limit is further secured by marriage for this No. 2004. Cube P. Almebbal to control by No. Parshon Allantimina G. Pet. Ltd. Capen jipe of lame A. 2004. Cube P. Almebbal to control by No. Parshon Allantimina G. Pet. Ltd. Capen jipe of lame A. 2004. Cube P. Almebbal Capen and P. Pet. No. 4 Phese. III. G. Cliff bild. American jipe on a 2010/88/56/56. When the Parshon Allantimina jipe on a 2010/88/56/56. When the Parshon Allantimina G. Pet. Capen jipe Proximal Guarantee of Proceed Services and Capenine Guarantee of Police for Proced Services Proced Services and Capenine Guarantee of Police for Proced Services Proced Servi		
Curren 17	present and finare stack and lock debts of company. The said limit is first the exacted by merging of the No. 200, Cleric P. Ambedded to control by No. Desbton Allaminism Go Pet. List. Georgia for a final object of limit do. Cleric P. Ambedded to control by No. Desbton Allaminism Go Pet. List. Georgia for a final object of limit do. No. Pet No. 4 Phese. III. GEORGIA for the Company (Lose held Land on 100 yes loses allaced by Monored by the Company (Lose held Land on 100 yes loses allaced by Cleric March 100 yes loses allaced by Cleric March 100 yes lose allace		926,997,617
17 17	present and finare stack and lock debts of company. The saddlimit is first the secured by merging of this No. 200. Chel eP. Adreshed to first the secured by merging of the No. 200. Chel eP. Adreshed to control by No. Embass oldurations of Net List. Geney list of sized No. 200. Cheese and the No. 200. Cheese and the No. 200. Cheese and the No. 200. Cheese allowed by Chee	411,944,562	926,997,611 29,442,91 3,976,76
17 17.1 18	present and finare stack and book debts of company. The said limit is first the exacted by marriage for this No. 2004. Critice P. Amrebales to control by No. Parshon Allaminism Go Pet. Ltd. Capen pict of Intel 200, control by No. Parshon Allaminism Go Pet. Ltd. Capen pict of Intel 200, the Parshon Allaminism Go Pet. Ltd. Capen pict of Intel 200, the Parshon Allaminism Capen pict. Capen p	411,944,562	926,997,612 29,442,914 3,976,76 795,353
17 17	present and finare stack and lock debts of company. The said limit is first the exacted by marriage for this No. 2004. Cricke P. Amvedshed to control by No. Possbon Albarinians G. Pet. Ltd. Caper lipit of limit 20. Control P. Amvedshed control by No. Possbon Albarinians G. Pet. Ltd. Caper lipit of limit 20. Cricke P. Amvedshed Control P. Amvedshed P. Caper lipit of Company (Lose hebit Land on 100 yes loses allocated by Monared lipit the Company (Lose hebit Land on 100 yes loses allocated by Company (Lose hebit Land on 100 yes loses allocated by Company (Lose hebit Land on 100 yes loses allocated by Company (Lose hebit Land on 100 yes loses allocated by Company (Lose hebit Land on 100 yes loses allocated by Company (Lose hebit Land on 100 yes lose allocated by Company (Lose hebit Land on 100 yes lose allocated by Company (Lose hebit Land on 100 yes lose allocated by Company (Lose hebit Land on 100 yes lose allocated by Company (Lose hebit Land on 100 yes lose allocated by Company (Lose hebit Land on 100 yes lose allocated by Company (Lose hebit Land on 100 yes) (Lose hebit	411,944,562 411,944,562 5,530,000.00	
17 17.1 18	present and finare stack and book debts of company. The said limit is faither secured by marriage for this No. 2004. Cut-lee Pulmerballe to further secured by marriage for this No. 2004. Cut-lee Pulmerballe connectily No. Desbook of Barriam Co. Pet. Ltd. Capen pile of land 100 connectils No. 2004. Desbook of Barriam Co. Pet. Ltd. Capen pile of land 100 connectils of Petro No. 4 Pisse. III. GEOT bild. Advances grave self-1000 SSS is Mr. conveil by the Company (Leave held Land on 100 yes losse alloced by Mr. conveil by the Company (Leave held Land on 100 yes losse alloced by Company Personal Guarantee of Breed next sea and Capennie Guarantee of No. Leave Present Section No. 11 did Arbain Baltimistering for Section No. 11 did Arbain Baltimistering for No. 12 did Testeron in 100 control of 100	\$11,944,562 \$1,944,562 5,530,000.00 5,530,000	23,442,917 29,442,917 3978,70 75,533 34,215,022
17 17.1 18	present and finare stack and look debts of company. The said limit is finite secured by marriage for this No. 2004. Critice P. Amreshed conscile JWA: Parsish of Marriannia G. Pet. Ltd. Capen jief of Intel AD. Act for P. Amreshed conscile JWA: Parsish of Marriannia G. Pet. Ltd. Capen jief of Intel AD. Act for Parsish of Parsish o	5,530,000.00 - 5,530,000.00	29,442,917 29,442,911 3,974,749 765,33 34,215,022 417,463

#### Navkar Builders Limited

Notes to the Financial Statements for the Year ended 31st March, 2020

Note No.	Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
12	Share Capital		
	Authorised share capital:- 2,20,00,000 Equity Shares of Rs. 10 each	220,000,000	220,000,000
		220,000,000	220,000,000
	Issued Share Capital:- 2,08,06,100 Equity shares of Rs. 10 each	208,061,000	208,061,000
	Issued, Subscribed & Paid-up Share Capital:- 1,98,83,800 Equity Shares of Rs. 10 each fully paid up	198,838,000	198,838,000
		198,838,000	198,838,000

#### 12.1 List of Share Holders having more than 5% holding

			As at 31 March, 2020		As at 31 Ma	rch, 2019	As at 31 March,2018	
Sr. No.	Name of Shareholder		No. of Shares	% of Holding	No. of Shares	% of Holding	No. of Shares	% of Holding
			held	% of notating	held	% of notaling	held	% of Holding
1	Navkar Fiscal Services (P) Ltd		5,809,450	29.22%	5,809,450	29.22%	5,809,450	29.22%
2	Efficient Tie-up Private Limited		3,925,000	19.74%	3,925,000	19.74%	3,925,000	19.74%
3	Daksheshbhai R Shah		1,161,250	5.84%	1,161,250	5.84%	1,161,250	5.84%
4	Yogesh B Parikh		925,000	4.65%	925,000	4.65%	925,000	4.65%

**12.2** The Reconciliation of the number of shares outstanding is set out below:

	As at 31st	As at 31st
Particulars	March,2020	March,2019
Balance as at the beginning of the year	19,883,800	19,883,800
balance as at the beginning of the year	17,003,000	17,003,000
Issued during the year	-	-
Balance as at the end of the year	19,883,800	19,883,800

#### 12.3 Terms and Rights attached to equity Shares

The company has only one class of equity shares having a par value of Rs 10 each. Each holder of equity shares is entitled to one vote per share. The Company has not declare dividend for the year FY 2019-20.

**12.4** The company has not issued any Right/ Bonus shares during any preceding year.

NAVKAR BUILDERS LIMITED

Notes to the Financial Statements for the Year ended 31st March, 2020

	Particulars	For the year ending on March 31,2020	For the year ending on March 31,201
20	REVENUE FROM OPERATIONS		
	Sale of Products	430,823,825.80	1,440,211,57
	Sale of Services	13,736,216.00	108,007,38
	Total	444,560,042	1,548,218,96
21	OTHER INCOME Interest	1,961,462.00	7,743,96
	Misc. Income	11,898,860.49	260,88
	Total	13,860,322	8,004,85
22	COST OF RAW MATERIAL CONSUMED INCLUDING LABOUR CHARGES		
	Opening Stock of Raw Material	10,387,488.00	10,845,11
Add :	Purchases	467,216,851.90	1,456,479,40
.ess :		10,632,044.37	10,387,48
	Raw Material consumed during the year (A)	466,972,296	1,456,937,04
	Total	466,972,296	1,456,937,04
	iotai	400,572,250	1,430,537,04
23	PURCHASE OF STOCK IN TRADE		
	Purchase of Stock in Trade	0	
		-	-
24			
	CHANGES IN INVENTORIES, WORK IN PROGRESS AND STOCK IN TRADE		
	<u> </u>		
	Opening Stock		
	Finished goods	12,707,006.90	13,491,30
	Work in Progress	105,879,760.00 118,586,766.90	81,769,77 95,261,08
ecc .	Closing Stock	118,580,700.90	95,261,08
	Finished Goods	7,725,153.40	12,707,00
	Work in Progress	166,337,000.00	105,879,76
		174,062,153	118,586,76
	T-11-1	/FF 47F 207\	(23,325,68
	Total	(55,475,387)	(23,325,68
25	EMPLOYEE BENEFIT EXPENSES		
	Salaries, Wages, Allowances and Bonus (Refer Note 25.1)	4,285,667.00	3,512,39
	Staff Welfare Expenses	20,430.00	-
	Providend Fund & ESIC Total	83,577.00 <b>4,389,674</b>	74,73 <b>3,587,1</b> 2
	Total	4,365,074	3,367,12
25.1	Salaries includes Director Remuneration amounting to Rs.21,60,000/- (PY Rs	.2817000/-)	
	Particulars	for the year ending on	for the year
		March 31,2020	ending on March 31,201
26	FINANCE COST		
26	FINANCE COST Interest Exp		March 31,201
26	Interest Exp Other Borrowing Costs (Refer Note 26.1)	March 31,2020 14,579,452.00 3,412,307.06	12,665,53 3,294,11
	Interest Exp Other Borrowing Costs (Refer Note 26.1) Total	14,579,452.00 3,412,307.06 17,991,759	12,665,53 3,294,11
	Interest Exp Other Borrowing Costs (Refer Note 26.1)	14,579,452.00 3,412,307.06 17,991,759	12,665,53 3,294,11
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1) Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of 1	14,579,452.00 3,412,307.06 17,991,759	12,665,53 3,294,11
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1) Total	14,579,452.00 3,412,307.06 17,991,759	12,665,53 3,294,11
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses	14,579,452.00 3,412,307.06 17,991,759	12,665,53 3,294,13
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of 1  OTHER EXP  [A] Operating Expenses Work Contract Charges	March 31,2020 14,579,452.00 3,412,307.06 17,991,759 DS	12,665,5: 3,294,1: 15,959,64
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses	14,579,452.00 3,412,307.06 17,991,759	12,665,51 3,294,11 15,959,64
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T  OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges	14,579,452.00 3,412,307.06 17,991,759 DS	12,665,53,294,11 15,959,64 15,959,64
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel	14,579,452.00 3,412,307.06 17,991,759 DS	12,665,53 3,294,11 15,959,66
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost includes Interest of Rs. 76660 paid on late payment of T  OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp	14,579,452.00 3,412,307.06 17,991,759 DS	12,665,53 3,294,11 15,959,66
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses	14,579,452.00 3,412,307.06 17,991,759 DS	12,665,53 3,294,11 15,959,64  8,932,13 358,22 23,18 9,313,53
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Lectric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion	14,579,452.00 3,412,307.06 17,991,759 DS	March 31,201
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses	14,579,452.00 3,412,307.06 17,991,759 DS	12,665,53 3,294,11 15,959,64  8,932,13 358,22 23,18 9,313,53
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward	14,579,452.00 3,412,307.06 17,991,759 DS	12,665,53 3,294,11 15,959,64  8,932,13 358,22 23,16 9,313,53
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  (A) Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,16 9,313,53
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of 1  OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Lelectric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371	12,665,51,201 12,665,51,32,94,11,15,959,66 15,959,66 8,932,11 358,2,2,2,31,358,2,2,2,31,358,2,2,31,358,2,31,358,2,31,358,31,358,2,31,358,358,310,358,310,358,310,358,310,358,310,358,310,358,310,358,310,358,310,358,358,358,358,358,358,358,358,358,35
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent	14,579,452.00 3,412,307.06 17,991,759 DS 137,660.00 363,318.85 45,392.50 546,371 561938.4	12,665,51 3,294,11 15,959,64 8,932,11 358,22 23,14 9,313,51 205,88 755,80
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Lectric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes	March 31,2020  14,579,452.00 3,412,307.06 17,991,759  DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 561,938	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,18 9,313,53 205,88 550,00 755,88
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent	14,579,452.00 3,412,307.06 17,991,759 DS 137,660.00 363,318.85 45,392.50 546,371 561938.4	12,665,53,294,11 15,959,64  1,5,959,64  8,932,11 358,22 23,18 9,313,55 205,88 550,00 755,88
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of 1  OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses	14,579,452,00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 561,938	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,18 9,313,53 205,88 550,00 755,88 1,584,00 937,32 114,55 200,00
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T  OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 561,938 362,562.00 363,000.00 363,030.00 15,303.00 15,303.00	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,18 9,313,53  205,88 550,00 755,88  1,584,00 937,33 114,557 200,00 854,45
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 561,938 362,562.00 86,322.00 358,030.00 15,303.00 15,303.00 152,740.00	12,665,53 3,294,11 15,959,64  1,5,959,64  1,5,959,64  1,5,959,64  2,1,11
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Travelling Expenses	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,18 9,313,53 205,86 550,00 755,88 1,584,00 937,33 114,55 200,00 854,46 408,44 70,949
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Lectric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Traveiling Expenses Other Office & Administrative Expenses	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,18 9,313,53 205,88 550,00 755,88 11,455,200,60 854,46 70,931,179,87
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Travelling Expenses	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,18 9,313,53 205,86 550,00 755,88 1,584,00 937,33 114,55 200,00 854,46 408,44 70,949
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess	14,579,452,00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 561,938 362,562.00 358,030.00 15,303.00 15,303.00 122,740.00 388,644.81 658,773.17 300,000.00	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,11 9,313,53  205,88 550,00 755,88  1,584,00 937,33 114,57 200,00 854,44 70,91 1,179,83 250,00
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filing fees	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 - 561,938 362,562.00 350,000.00 358,030.00 15,303.00 122,740.00 388,644.81 568,773.17 300,000.00 55,020.00 954,203.04 719,000.04	12,665,51,201 12,665,51,32,94,11,15,359,66  8,932,11 3,552,6  23,11,14,51,20,20,20,20,20,20,20,20,20,20,20,20,20,
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Lelectric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filling fees Bad Debts	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 561,938 362,562.00 86,322.00 350,000.00 358,030.00 122,740.00 388,644.81 568,773 300,000.00 5,020.00 954,203.04 719,000.00 41,568.03	12,665,51,201 12,665,51,32,94,11,15,359,66  8,932,11 3,552,6  23,11,14,51,20,20,20,20,20,20,20,20,20,20,20,20,20,
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filing fees	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 - 561,938 362,562.00 350,000.00 358,030.00 15,303.00 122,740.00 388,644.81 568,773.17 300,000.00 55,020.00 954,203.04 719,000.04	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,11 9,313,53  205,88 550,00 755,88  1,584,00 937,33 114,57 200,00 854,44 70,91 1,179,83 250,00
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Lelectric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filling fees Bad Debts	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371  561938.4	12,665,53 3,294,11 15,959,66  8,932,11 358,22 23,18 9,313,53 205,88 550,00 755,88 1,584,00 937,32 114,57 200,00 854,45 408,44 70,91 1,179,87 250,00
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Lelectric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filling fees Bad Debts	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371 561938.4 561,938 362,562.00 86,322.00 350,000.00 358,030.00 122,740.00 388,644.81 568,773 300,000.00 5,020.00 954,203.04 719,000.00 41,568.03	12,665,51 3,294,11 15,959,66 8,932,11 358,22 23,14 9,313,51 205,88 1,584,04 937,31 114,5; 200,00 854,48 408,44 70,93 1,179,81 2,50,00
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Lelectric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filling fees Bad Debts	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371  561938.4	12,665,53 3,294,11 15,959,66  8,932,11 358,22 23,18 9,313,53  205,88 550,00 755,88 1,584,00 937,33 114,55 200,00 854,48 408,44 70,91 1,179,87 250,00
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filing fees Bad Debts Royalty Expense	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371  561938.4 561,938 362,562.00 86,322.00 350,000.00 350,000.00 350,000.00 350,000.00 45,303.00 122,740.00 41,568.00 450,000.00 41,568.00 450,000.00 41,568.00 450,000.00	12,665,53 3,294,11 15,959,66  8,932,13 358,22 23,11 9,313,53  205,88 550,00 755,88  1,584,00 937,33 114,57 200,00 854,44 70,91 1,179,83 250,00
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filing fees Bad Debts Royalty Expense	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371  561938.4 561,938 362,562.00 86,322.00 350,000.00 350,000.00 350,000.00 350,000.00 45,303.00 122,740.00 41,568.00 450,000.00 41,568.00 450,000.00 41,568.00 450,000.00	12,665,53 3,294,11 15,959,66  8,932,11 358,22 23,18 9,313,53  205,88 550,00 755,88 1,584,00 937,33 114,55 200,00 854,48 408,44 70,91 1,179,87 250,00
26.1	Interest Exp Other Borrowing Costs (Refer Note 26.1)  Total her Borrowing cost Includes Interest of Rs. 76660 paid on late payment of T OTHER EXP  [A] Operating Expenses Work Contract Charges Labour Charges Electric Power, Fuel Freight Inward, Loading and unloading charges Repairs & Maint. Exp  [B] Sales & Distribution Expenses Advertisement and Sales Promotion Freight Outward Commission Exp  [C] General & Admin Expenses Rent Rates and Taxes Communication Expenses Payment to Auditors Legal and Professional Expenses Printing and Stationary Expenses Printing and Stationary Expenses Insurance Travelling Expenses Other Office & Administrative Expenses Listing Processing Fess Portal Charges Condonation fees for Export obligation BSE Late filing fees Bad Debts Royalty Expense	14,579,452.00 3,412,307.06 17,991,759 DS  137,660.00 363,318.85 45,392.50 546,371  561938.4 561,938 362,562.00 86,322.00 350,000.00 350,000.00 350,000.00 350,000.00 45,303.00 122,740.00 41,568.00 450,000.00 41,568.00 450,000.00 41,568.00 450,000.00	12,665,5; 3,294,1; 15,599,66  8,932,1; 5,599,66  8,932,1; 20,00; 755,86  1,584,00; 200,00; 854,44; 40,94; 40,94; 1,179,8; 250,00; 5,599,66



#### Navkar Builders Limited

304, Circle P, Near Prahladnagar,

S.G.Highway, Ahmedabad - 380051 Phone: 079-40064095

CIN : L45200GJ1992PLC017761 Email : <u>navkarbuilders@yahoo.co.in</u> Website : <u>www.navkarbuilders.com</u>

#### **Important Communication to Members**

The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies and has issued circulars statingthatserviceofnotice/documentsincludingAnnualReportcanbesentbye-mailtoits members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respects of electronics holding with the Depository through their concerned DepositoryParticipants.

#### **NAVKAR BUILDERS LIMITED**

CIN: L45200GJ1992PLC017761

Address: 304, Circle P, near Prahlad Nagar, S.G. Highway, Ahmedabad – 380051 Tel No.: 079-48484095, Email ID: navkarbuilders@yahoo.co.in

#### ATTENDANCE SLIP ANNUAL GENERAL MEETING- 28<sup>TH</sup> DECEMBER, 2020 AT 12:00 Noon

DP Id.	Client Id. / Ben.	
	A/c.	
Folio	No. of Shares	
No.		

I certify that I am a registered shareholder/Proxy for the registered shareholder of the Company.

I/We hereby record my/our presence at the ANNUAL GENERAL MEETING of the Company being held on 28<sup>th</sup> December, 2020 at 12:00 Noon at 304, Circle P, near Prahlad Nagar, S.G. Highway, Ahmedabad – 380051.

\_\_\_\_\_

Full Name of the Shareholder / Proxy (In Block Letter) Signature

\_\_\_\_\_\_

#### Form No. SH-13

Nomination Form [Pursuant to section 72 of the Companies Act, 2013 and rule 19(1) of the Companies (Share Capital and Debentures) Rules 2014]

To

Navkar Builders Limited,

304, Circle P, Near S.G. Highway, Ahm	_			
I/Wegiven hereunder water persons in whom some my/our death.  (1) Particulars of	vish to make n hall vest, all th	nomination and e ne rights in respe	do hereby nomir	nate the following ies in the event of
Nature of Securities	Folio No.	No. of Securities	Certificate No.	Distinctive No
(d) Occupati (e) National (f) Address: (g) E mail id (h) Relation	Birth: /Mother's/Spo ion: ity: l: ship with the s	ecurity holder:		
(3) In case nom  (a) Date of b  (b) Date of a  (c) Name of  (d) Address	oirth: ottaining major guardian:			
Name: Address:				

**Signature Witness with name and address** 

Name of the Security Holder (s)

#### **ROUTE MAP FOR THE VENUE OF AGM**

