

Management Discussion and Analysis

Management Discussion and Analysis is given in a separate section forming part of the Director's Report in this Annual Report.

1. Industry Structure & Development

As per the advance estimates for 2019-20, the growth in real GDP during 2019-20 is estimated at 5 per cent as compared to 6.8 per cent in 2018-19. Further, due to Covid-19 (Pandemic) Economic growth witnessed led a slowdown in agriculture, weaker consumer spending and investments, and a marked slowdown in the manufacturing sector. Economy as a whole is in financial distress due to nationwide lockdown imposed by Central Government.

2. Opportunities

We are in the midst of Covid-19 and no one is sure about it's impact till vaccine is found. In view of this we restrained our self to give any comment on Industry.

3. Threats

The sector is grappling with liquidity deficit in the aftermath of Pandemic (Covid-19), high Cost of Capital, and string of stalled projects.

4. Risks & Concerns

Your Company has laid down procedures to inform the Board members about the risk assessment and risk minimization procedures. The Company is exposed to price risks.

Unfavourable changes in government policies and the regulatory environment can adversely impact the performance of the sector. There are substantial procedural delays with regards to land acquisition, land use, project launches and construction approvals. Retrospective policy changes and regulatory bottlenecks may impact profitability and affect the attractiveness of the sector and companies operating within the sector.

Real estate is a capital and labour-intensive industry, thus a rise in cost of labour coupled with shortage due to Covid-19 creates issues in development of the project. Furthermore, unfair practices of certain sections of distributors and the cement industry by raising the price creates issues in project completion.

5. Internal Control Systems and their Adequacy

The Company's policies and procedures take into account the design, implementation and maintenance of adequate internal financial controls, keeping in view the size and nature of the business. The system ensures adherence to accounting standards, compliance to various statutes, company policies and procedures and effective usage of resources and safeguarding of assets.

The culture of self-governance and internal control sustained through varied set of activities including well defined policies and self-certification on adherence to the policies and procedure.

6. Discussion on Financial Performance

Net revenue is Rs. 9.60/- Lacs over the previous year. The Company has earned Profit of Rs. 4.22/- Lacs in 2019-20.

7. Significant Developments in Human Resources

There is no material development in human resources and industrial relations are cordial.

8. Cautionary Note

Statement in this report describing the Company's objectives, projections, estimates and expectations may be 'forward looking statements' within the meaning of applicable laws and regulations. Although we believe our expectations are based on reasonable assumptions, these forward-looking statements may be influenced by numerous risks and uncertainties which include changes in government regulation, tax regimes and other incidental factors that could cause actual outcomes and results to be materially different from those expressed or implied.

Date: 08/09/2020

Place: Ahmedabad

On behalf of the Board

Amam Shah

Director

DIN: 01617245