

Chaitanya C. Dalal & Co.
CHARTERED ACCOUNTANTS

111, Maker Chambers-III, 11th Floor, 223,
Nariman Point, Mumbai 400021, India
Off: (022)-22873338, 22040533
Email: ccd2@rediffmail.com Web: caccd.com

INDEPENDENT AUDITORS' REPORT

**TO THE MEMBERS OF
SAGAR SYSTECH LIMITED**

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **SAGAR SYSTECH LIMITED** ("the company"), having CIN: L65990MH1984PLC032779 which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

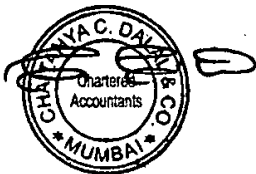
MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and



matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder:

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

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

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

OPINION

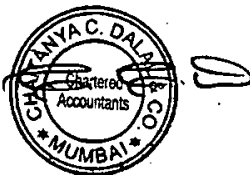
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by section 143(3) of the Act, we report that:


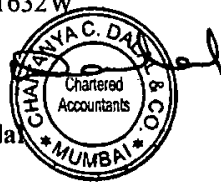
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.



Chaitanya C. Dalal & Co.
Chartered Accountants

- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.

For Chaitanya C. Dalal & Co.
Chartered Accountants
Firm Reg. No. 101632W

Chaitanya C. Dalal
Partner
Membership No.: 35809

Place: Mumbai

Date: 29th May 2015

Chaitanya C. Dalal & Co.
Chartered Accountants

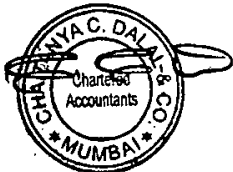
Sagar Systech Limited

(CIN: L65990MH1984PLC032779)

Annexure to the Auditors' Report

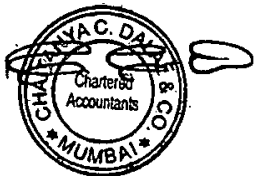
The Annexure referred to in our report to the members of Sagar Systech Limited ('the Company') for the year Ended on 31st March 2015. We report that:

S. No.	Particulars	Auditors Remark
(i)	(a) whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;	The Company does not have Fixed Assets.
	(b) whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;	The Company does not have Fixed Assets.
(ii)	(a) whether physical verification of inventory has been conducted at reasonable intervals by the management;	N.A. since the company belongs to service industry.
	(b) are the procedures of physical verification of inventory followed by the management reasonable and adequate in relation to the size of the company and the nature of its business. If not, the inadequacies in such procedures should be reported;	N.A. since the company belongs to service industry.
	(c) whether the company is maintaining proper records of inventory and whether any material discrepancies were noticed on physical verification and if so, whether the same have been properly dealt with in the books of account;	N.A. since the company belongs to service industry.
(iii)	(iii) whether the company has granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. If so,	No such Loans have been granted .
	(a) whether receipt of the principal amount and interest are also regular; and	N.A.
	(b) if overdue amount is more than rupees one lakh, whether reasonable steps have been taken by the company for recovery of the principal and interest;	N.A.
(iv)	is there an adequate internal control system commensurate with the size of the company and the nature of its business, for the	Adequate internal control system was



Chaitanya C. Dalal & Co.
Chartered Accountants

	purchase of inventory and fixed assets and for the sale of goods and services. Whether there is a continuing failure to correct major weaknesses in internal control system.	found during the course of audit
(v)	in case the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, where applicable, have been complied with? If not, the nature of contraventions should be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?	The Company has not accepted any such Deposits
(vi)	where maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, whether such accounts and records have been made and maintained;	N.A. since the company belongs to service industry.
(vii)	(a) is the company regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated by the auditor.	The Company is regular in making statutory payments as applicable to them.
	(b) in case dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not constitute a dispute).	The Company does not have any pending dues.
	(c) whether the amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder has been transferred to such fund within time.	N.A.
(viii)	whether in case of a company which has been registered for a period not less than five years, its accumulated losses at the end of the financial year are not less than fifty per cent of its net worth and whether it has incurred cash losses in such financial year and in the immediately preceding financial year;	The Company is registered for a period more than 5 years.
(ix)	whether the company has defaulted in repayment of dues to a financial institution or bank or debenture holders? If yes, the period and amount of default to be reported;	No.
(x)	whether the company has given any guarantee for loans taken by others from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the company;	The Company has not given any guarantee for loans



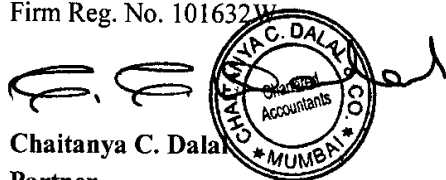
Chaitanya C. Dalal & Co.
Chartered Accountants

		taken
(xi)	whether term loans were applied for the purpose for which the loans were obtained.	Yes.
(xii)	whether any fraud on or by the company has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated.	No fraud has been reported during the course of audit.

For Chaitanya C. Dalal & Co.

Chartered Accountants

Firm Reg. No. 101632W



Chaitanya C. Dalal

Partner

Membership No.: 35809

Place: Mumbai

Date: 29th May 2015

SAGAR SYSTECH LIMITED

SAGAR SYSTECH LIMITED

CIN: L65990MH1984PLC032779

Regd.Off: 12A/1, New Sion C.H.S. Ltd., Sion - West, Mumbai - 400022.

AUDITED FINANCIAL RESULTS FOR QUARTER ENDED AND YEAR ENDED 31.03.2015

(Rupees In Lacs)

SR. NO.	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31.03.2015	31.12.2014	31.03.2014	31.03.2015	31.03.2014
		Audited	UnAudited	Audited	Audited	Audited
1	Income from Operations	-	-	-	-	-
2	Expenses :-					
	a. Depreciation	-	-	-	-	-
	b. Other Expenses	0.68	0.52	0.51	2.20	1.30
3	Profit from Operations Before Other Income & Finance cost (1-2)	(0.68)	(0.52)	(0.51)	(2.20)	(1.30)
4	Other Income	-	6.05	0.26	6.76	7.61
5	Profit before Finance Cost & Exceptional items (3+4)	(0.68)	5.53	(0.25)	4.56	6.31
6	Finance Cost	-	-	-	-	-
7	Profit from Ordinary activities before Exceptional Items (5-6)	(0.68)	5.53	(0.25)	4.56	6.31
8	Exceptional Items	-	-	-	-	-
9	Profit from Ordinary Activities before Tax (7+8)	(0.68)	5.53	(0.25)	4.56	6.31
10	Taxation	0.29	-	(0.74)	0.29	(0.74)
11	Net Profit from Ordinary Activities after Tax (9-10)	(0.39)	5.53	(0.99)	4.85	5.57
12	Extraordinary Items (Net of Tax)	-	-	-	-	-
13	Net Profit for the period (11-12)	(0.39)	5.53	(0.99)	4.85	5.57
14	Paid up Equity share Capital (F.V.Rs. 10)					
15	Reserves Excluding Revaluation Reserve					
16	Earning Per Share basic/ diluted	(0.12)	1.73	(0.31)	1.52	1.74
17	Public Shareholding :					
	Numbers of Shares	93,500	93,500	93,500	93,500	93,500
	Percentage of shareholding	29.22	29.22	29.22	29.22	29.22
18	Promoters and promoter group shareholding					
	a) Pledged/ encumbered	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered					
	i) Number of Shares	226,500	226,500	226,500	226,500	226,500
	ii) Percentage to total share holding of promoters	100.00	100.00	100.00	100.00	100.00
	iii) Percentage to total Share Capital	70.78	70.78	70.78	70.78	70.78

INVESTORS COMPLAINTS :

Nos.

Pending at the beginning of the Quarter
 Received during the Quarter
 Disposed of during the quarter
 Remaining unresolved at the end of the quarter

Nil
 Nil
 Nil
 Nil

Note: 1. Adjustment for Deferred tax Assets or Liabilities are accounted till date.

2. Above results are taken on record by the Board of Directors of the company at its meeting held on 29/05/2015.

3. The figures of the quarter ended 31st March 2015 and 31st March 2014 are the balancing figures between the audited figures in respect of full financial years and the published (unaudited) up to the third quarter of relevant financial year.

4. The figures for the previous periods have been re-grouped, wherever necessary.

5. Statement of Assets and Liabilities.

(Rupees In Lacs)

PARTICULARS	31.03.2015 (Audited)		31.03.2014 (Audited)	
SHARE HOLDERS FUND				
Share Capital	32.00		32.00	
Reserves & Surplus	58.56	90.56	53.71	85.71
NON CURRENT LIABILITIES				
CURRENT LIABILITIES				
Short Term Borrowings	2.86		2.86	
Other Current Liabilities	18.11		24.61	
Short Term Provisions	-	20.97	-	27.47
Total		111.53		113.18
NON CURRENT ASSETS				
Fixed Assets				
Non-Current Investment	92.17		92.17	
Deferred Tax Assets	1.52	93.69	1.23	93.40
CURRENT ASSETS				
Cash and Bank Balances	2.21		4.14	
Short Term Loans and Advances	15.63	17.84	15.64	19.78
Total		111.53		113.18

For Sagar Systech Limited


 Director

Place : Mumbai
 Date : 29th May 2015.

12 - A/1, New Sion Co-operative Housing Society Limited, Sion (West), Mumbai - 400 022.
 Tel.No. 022-2418218 / 24018219. Fax No.24082687. E-mail - info@sagarsystech.com