

SGI PROJECTS PRIVATE LIMITED
REGD. OFFICE: #1349, SECTOR: 33-C, CHANDIGARH

DIRECTORS REPORT

DEAR SHAREHOLDERS,

M/s. SGI PROJECTS PRIVATE LIMITED

We are pleased to present the 2nd Annual Report together with the Audited Accounts of the Company for the year ending 31st March 2008.

PERFORMANCE AND FUTURE PROSPECTUS

During the current year, the company has not done any activity. The Directors are hopeful to start the business activity in accordance with the Memorandum Of Association during the current year.

DIVIDEND

As no Commercial production was started therefore your Directors do not recommend any dividend for the year.

DEPOSITS

The Company has not accepted any deposits from public the within meaning of Section 58-A of Companies Act, 1956 and the rules made thereunder during the year.

AUDITORS

The Statutory Auditors, M/s Jain & Associates, Chartered Accountants, retire at the forthcoming annual general Meeting and being eligible offer themselves for reappointment.

DIRECTORS

There is no change in the Board of Directors. The following Directors constitute the Board of Directors of your company: -

- | | |
|-----------------------|----------|
| 1. S. Iqbal Singh | Director |
| 2. Mrs. Jaspal Kaur | Director |
| 3. S. Bikrampal Singh | Director |

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Directors' Responsibilities Statement, it is hereby confirmed.

- i) That in the preparation of the Annual Accounts for the financial period ended 31st March 2008, the applicable accounting standards had been followed.
- ii) That the Directors had selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable

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and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;

- iii) That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) That the Directors had prepared the accounts for the financial period ended 31st March 2008 on a 'going concern' basis.

CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EARNING AND OUT GOING

Information in accordance with the provisions of section 217(i)(c) of the Companies Act, 1956 read with the Companies Act, 1956 read with Companies (Disclosure of particulars in the report of directors) Rules 1988

A:- CONSERVATION OF ENERGY

a) Energy Conservation measures taken:

N.A.

a) Additional investments and proposals, if any, being implemented for reduction of consumption of energy: N.A.

b) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods: N. A.

c) Total energy consumption and energy consumption per unit of production: N. A.

B:- TECHNOLOGY ABSORPTION : N.A.

C:- FOREIGN EXCHANGE EARNING AND OUTGO :

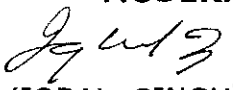
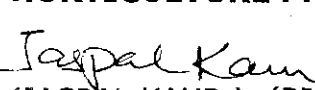

Foreign Exchange earning: Nil
Exchange out go: Nil

PARTICULARS OF EMPLOYEES

None of the employees of company is in receipt of remuneration more than the limit prescribed u/s 217 (2-A) of Companies Act, 1956.

BY THE ORDER OF THE BOARD
MODERN HORTICULTURE PRIVATE LIMITED

PLACE: CHANDIGARH
DATED: 02-09-2008

  
(IQBAL SINGH) (JASPAL KAUR) (BIKRAMPAL SINGH)
DIRECTOR DIRECTOR DIRECTOR