

Steadfast

Corporation Limited

**TWENTY THIRD ANNUAL REPORT
2017 – 2018**

BOARD OF DIRECTORS

Sri. K. Vivek Reddy	:	Managing Director
Sri. P. Satyanarayana	:	Non - Executive Director
Sri. T. Abhinay Reddy	:	Independent Director
Smt. V. Anjana Devi	:	Independent Director

AUDITORS:

Ramasamy Koteswara Rao & Co LLP,
Chartered Accountants
Sri Ramchandra Arcade,
#8-2-293/82/JIII/573/M/1F,
Road No.82, Jubilee Hills,
Hyderabad – 500033

SECRETARIAL AUDITORS :

V. Bhaskara Rao and Co.,
Company Secretaries
6-2-1085/B, Flat No. 103, BAdam Sohana Apartments,
Rajbhavan Road, Somajiguda,
Hyderabad - 500 082, T.G.

BANKERS

UCO Bank, Abids Branch, Hyderabad
Allahabad Bank, Jubilee Hills Branch, Hyderabad.
Corporation Bank, Jubilee Hills Branch, Hyderabad

REGISTERED OFFICE

Plot. No. 8-2-120/77/4, Road No. 2,
Banjara Hills, Hyderabad, Telangana- 500034.
Tele Phone No.040 - 23559550,
Email: steadfastcorp@gmail.com
CIN : L74999TG1995PLC037139
Website : www.steadfastcorp.in

Members are requested to bring their Annual Report
No gifts will be distributed

NOTICE

Notice is hereby given that the Twenty Third Annual General Meeting of members of M/s. Steadfast Corporation Limited will be held on Saturday the 29th day of September, 2018 at 11.00 A.M. at Plot. No. 8-2-120/77/4, Road No. 2, Banjara Hills, Hyderabad, Telangana- 500034 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Standalone & Consolidated Financial Statements of the Company for the year ended 31st March, 2018 including Balance Sheet as on 31st March, 2018 and the Statement of Profit and Loss for the year ended 31st March, 2018 along with the Report of Board of Directors and Auditors thereon.
2. To appoint a Director in place of Sri K. Vivek Reddy (DIN: 07907507), who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

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

To Appoint Sri T. Abhinay Reddy (DIN: 06360722) as Independent Director of the Company:

“RESOLVED THAT pursuant to the provisions of Section 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”) and the rules made thereunder, as amended from time to time, read with Schedule IV of the Act, Sri T. Abhinay Reddy (DIN: 06360722) who was appointed by the Board of Directors as an Additional Director of the Company with effect from November 14, 2017 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161(1) of the Act and the Articles of Association of the Company, being eligible for appointment and in respect of whom the Company has received a notice in writing from a Member under Section 160(1) of the Act proposing his candidature for the office of Director of the company, be and is hereby appointed as an Independent Director of the Company to hold office for a term of five consecutive years upto 13th November, 2022, not liable to retire by rotation.”

By Order of the Board
For Steadfast Corporation Limited

Sd/-

(M.V.S.A. Murali Krishna)
Company Secretary

Place: Hyderabad
Date: 14.08.2018

NOTES:

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER.
- 2) Proxy forms in order to be effective must be deposited at the registered office of the Company not less than 48 hours before the meeting. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution / authority, as applicable.
- 3) The Share Transfer Register and the Register of Members of the Company will remain closed from 22-09-2018 to 29-09-2018 (both days inclusive).
- 4) M/s. XL Softech Systems Limited, 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad - 500034 is the Share Transfer Agent (STA) of the Company. All communications in respect of share transfers and change in the address of the members may be communicated to them.
- 5) The Company's ISIN for its equity shares is INE089B01013.
- 6) Members seeking any information or clarification on the accounts are requested to send queries in writing to the Registered Office of the Company, at least one week before the date of the meeting. Replies will be provided in respect of such written queries at the meeting.
- 7) The Register of Directors and Key Managerial Personnel and their shareholding, maintained under section 170 of the Companies Act, 2013 will be available for inspection by the members at the Annual General Meeting of the Company.
- 8) The Register of Contracts and Arrangements in which the Directors are interested, maintained under section 189 of the Companies Act, 2013 will be available for inspection by the Members at the Annual General Meeting of the Company.
- 9) Members/Proxies are requested to bring their copies of the Annual Report to the AGM and the Attendance slip duly filled in for attending AGM. Copies of Annual Report will not be provided at the AGM.
- 10) Members holding shares in identical order of names in more than one folio are requested to write to the Company's Registrar and Transfer Agent enclosing their share certificates to enable consolidation of their shareholdings in one folio.
- 11) Members holding Shares in physical form may write to the Company/Registrar & Share Transfer Agents (RTA) for any change in their address and bank mandates; members having shares in electronic form may inform the same to their depository participants immediately.
- 12) As part of the "Green Initiative", the Notice of AGM, Annual Report and Attendance Slip and proxy form are being sent in electronic mode to Members whose e-mail IDs are registered with the Company or the Depository Participants unless the Members have registered their request for a hard copy of the same. For members who have not registered their email address, physical copies of the Annual Report and Notice of the Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.

- 13) Details under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the Directors seeking appointment / re-appointment at the Annual General Meeting, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment or re-appointment.
- 14) The notice of Annual General Meeting will be sent to the members, whose names appears in the Register of members / depositories as at closing hours of business on **Saturday the 1st September, 2018**.
- 15) The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in Electronic Form are therefore requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Registrars and Transfer Agents of the Company.
- 16) Process and manner for members opting for e-voting are as under: The Company is offering e-voting facility to its members enabling them to cast their votes electronically. The Company has signed an agreement with M/s Central Depository Services (India) Limited (CDSL) for facilitating e-voting to enable the shareholders to cast their votes electronically pursuant to Rule 20 of Companies (Management and Administration) Rules, 2014 and Regulation 44 of SEBI (LODR) Regulations 2015.

The instructions for e-voting are as under:

- I) The e-voting period begins on **26th September, 2018 at 9.00 AM** and ends on **28th September, 2018 at 5.00 PM**. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the **cut-off date of 22nd September, 2018**, 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 during the voting period.
- (iii) Click on "Shareholders" tab.
- (iv) Now, select the "Steadfast Corporation Limited" from the drop down menu and click on "SUBMIT"
- (v) 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.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <ul style="list-style-type: none"> Please enter the DOB or Dividend Bank Details in order to login. If 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).

- xi) After entering these details appropriately, click on "SUBMIT" tab.
- x) 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.
- xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- xii) Click on the EVSN for the STEADFAST CORPORATION LIMITED on which you choose to vote.
- xiii) 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.
- xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

- xvii) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- xviii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xix) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - 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
- 17) Resolution (s) passed by the members through remote e-voting and voting at the AGM are deemed to have passed as if they have been passed at the AGM.
- 18) Sri V. Bhaskara Rao, Practicing Company Secretary, Address: V. Bhaskara Rao & Co, Company Secretaries , 6-2-1085/B, Flat No.103, Badam Sohana Apartments, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082, Mail Id:bhaskararaoandco@gmail.com, has been appointed as a Scrutinizer to scrutinize the poll at the Annual General Meeting, remote e-voting process in a fair and transparent manner.
- 19) The Scrutinizer after scrutinizing the votes cast at the meeting and through remote e-voting, will not later than three days of conclusion of the meeting, make a consolidated Scrutinizer's Report and submit the same to Chairman.
- 20) In the event of a poll, please note that the members who have exercised their right to vote by electronic means as above shall not be eligible to vote by way of poll at the meeting. The poll process shall be conducted and report thereon will be prepared in accordance with Section 109 of the Companies Act 2013 read with the relevant Rules. In such an event, votes cast under poll taken together with the votes cast through e-voting shall be counted for the purpose of passing resolution(s).
- 21) The results declared along with Scrutinizer's Report(s) will be available on the website of the Company, i.e., www.steadfastcorp.in and CDSL website: www.evotingindia.com within two (2) days of passing of the Resolutions. and communications of the same to metropolitan stock exchange of India Limited and website of the company i.e. www.steadfastcorp.in.

EXPLANATORY STATEMENT

(PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013)

Item No.3

The Board of Directors of the Company appointed, Sri T. Abhinay Reddy as an Additional Director of the Company with effect from 14.11.2017, pursuant to the provisions of Section 161(1) of the Companies Act, 2013 ("Act") and the Articles of Association of the Company.

In terms of the provisions of Section 161(1) of the Act, Sri T. Abhinay Reddy will hold office up to the date of the ensuing Annual General Meeting. The Company has received a notice in writing from a member along with the deposit of requisite amount under Section 160(1) of the Act proposing the candidature of Sri T. Abhinay Reddy for the office of Independent Director of the Company Sri T. Abhinay Reddy is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director. The Company has received a declaration from Sri T. Abhinay Reddy that he meets with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Act and SEBI Listing Regulations. The resolution seeks the approval of members for the appointment of Sri T. Abhinay Reddy as an Independent Director of the company up to November 13, 2022 pursuant to Section 149 and other applicable provisions of the Act and Rules made there under. He is not liable to retire by rotation.

In the opinion of the Board, Sri T. Abhinay Reddy fulfills the conditions for his appointment as an Independent Director as specified in the Act and SEBI Listing Regulations. Sri T. Abhinay Reddy is independent of the management and possesses appropriate skills, experience and knowledge.

Brief Resume: **Sri T. Abhinay Reddy** has done his Graduation. Keeping in view her expertise and knowledge, it will be in the interest of the Company that **Sri T. Abhinay Reddy** is appointed as an Independent Director of the Company. **Sri T. Abhinay Reddy** does not hold by himself or for any other person on a beneficial basis, any shares in the Company. The Board considers that his association would be of immense benefit to the Company and it is desirable to continue to avail services of **Sri T. Abhinay Reddy** as an Independent Director. Accordingly, the Board recommends the said resolution for the approval of the shareholders. Copy of the draft letter for appointment of **Sri T. Abhinay Reddy** as an Independent Director setting out the terms and conditions is available for inspection by members at the registered office of the Company.

Except **Sri T. Abhinay Reddy** being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 3. This Explanatory Statement may also be regarded as a disclosure Regulation 27 of SEBI (Listing obligations and disclosure Requirements) Regulations, 2015.

By Order of the Board
For M/s. Steadfast Corporation Limited

Place: Hyderabad
Date: 14.08.2018

Sd/-
M.V.S.A Murali Krishna
Company Secretary

ANNEXURE - A

Details of Directors seeking appointment/ re-appointment at the Annual General Meeting scheduled to be held on 29th September, 2018. (Pursuant to Regulation 36 of SEBI (Listing obligations and disclosure Requirements) Regulations, 2015)

Name of the Director	Dr. Keesara Vivek Reddy	Sri T. Abhinay Reddy
Date of Birth	13/09/1985	09/05/1985
Date of Appointment	14/08/2017	14/11/2017
Relationship with Directors	None	None
Expertise in specific functional area	Has 6 years' experience in the field of management and administration of Health care service	Has 4 years' experience in the field of management and administration of Finance
Qualification	M.B.B.S & M.D (Radio diagnosis)	B.Tech (Mechanical), & M.B.A (Finance)
Board Membership of other companies as on August 14, 2018@	NIL	1) CITO Auctus Infrastructure Private Limited
Chairman/Member of the Committee of the Board of Directors as on August 14, 2018	NIL	4
Chairman/Member of the Committee of Directors of other companies in which he is a director as on August 14, 2018	NIL	NIL
a) Audit Committee	NIL	NIL
b) Stakeholders' Relationship Committee	NIL	NIL
c) Nomination and Remuneration Committee	NIL	NIL
Number of shares held in the Company as on August 14, 2018	NIL	NIL

Note:

@ This does not include position in foreign companies, and position in companies under Section 8 of the Companies Act, 2013.

BOARD'S REPORT

To,

The Members

M/s. STEADFAST CORPORATION LIMITED

Hyderabad

Dear Members,

Your Directors have pleasure in presenting the Company's 23rd Annual Report with the Audited financial statements of the Company for the Year ended 31st March, 2018.

1. Financial Results (Amount in Rs.)

Sl.No	Particulars	31.03.2018	31.03.2017	31.03.2018
		Standalone		Consolidated
1	Income from Operations	53,05,504	97,35,176	53,05,504
2	Other Income	52,47,504	68,28,923	52,47,504
3.	Administration and other Expenses	49,36,545	42,00,933	49,36,545
4.	Financial Charges	2,980	1,101	2,980
5.	Deprecation	21,32,156	13,90,219	21,32,156
6.	Profit Before Tax and Exceptional items	(10,38,649)	20,43,262	(10,38,649)
7.	Tax Including deferred tax	(10,45,223)	5,26,541	(10,45,223)
8.	Profit After Tax	6,574	15,16,721	6,574

2. BUSINESS OPERATIONS

On a standalone basis during the year the company has earned profit to a tune of Rs.6,574.

On a consolidated basis, the Company earned profit of Rs.2,69,786/- in the financial year 2017-18, but due to adoption of IND AS under Equity Method the JV profit has been directly added to the Reserves of the company, hence technically the profit under standalone and consolidated financial statements are showing same .

Your directors feel that your company will achieve better results in the coming years.

No material changes and commitments have occurred after the close of the financial year till the date of this report which effects the financial position of the Company.

During the year under review, there is no change in nature of the business of the Company. The affairs of the Company are conducted in accordance with the accepted business practices and within the purview of the applicable legislations.

3. OUT LOOK FORTHE CURRENTYEAR:

The Company had already diversified it activates by investing in Infrastructure Projects. During the year the company entered in to the business of Health Care Services. Your Directors are hopeful of better performance by your Company in the coming years due to the initiatives offered by the Central or State Governments and improving conditions in the field of infrastructure.

4. SHARE CAPITAL:

As on 31st March, 2018, the issued, subscribed and paid up share capital of your Company stood at Rs.7,13,10,000./-, comprising 71,31,000 equity shares of Rs.10/- each.

5. DIVIDEND:

During the year the Company has not recommended and declared any dividend for the financial year ended 31st March 2018.

6. RESERVES:

The Company proposes to transfer an amount of Rs.2,69,786/- to Reserves & Surplus under "Surplus in Statement of Profit and Loss" during the year.

7. COMPOSITION OFTHE BOARD AND DETAILS OF BOARD MEETINGS

Sl. No	Name of Directors as on 31.03.2018	Designation
1.	Mr. K. Vivek Reddy	Managing Director
2.	Mr. P. Satyanarayana	Non-Executive Director
3.	Mr. T. Abhinay Reddy	Independent Director
4.	Mrs. V. Anjana Devi	Independent Director

The board of directors met 5 (Five) times during the year 2017-18 on 29.05.2017, 01.08.2017, 14.08.2017, 14.11.2017, and 14.02.2018.

Familiarization Programme for Independent Directors:

The details of the familiarization programme for the Independent Directors is reported in the Report on Corporate Governance which is attached to the Board's Report

8. CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL:

The following are the Key Managerial Personnel of the Company pursuant to section 203 of the Companies Act, 2013 as on 31.03.2018

1.	Mr. K. Vivek Reddy	Managing Director
2.	Mr. M.V.S.A Murali Krishna	Company Secretary
3.	Mr. S. Yedukondalu	Chief Financial Officer

During the year Mr. P. Satyanarayana has been resigned as Managing Director of the Company due to his preoccupations and to be continued as non executive Director w.e.f. 14.08.2017, Mr. K. Vivek Reddy, appointed as additional Director as well as Managing Director of the Company w.e.f. 14.08.2017, the same was approved by the shareholders at the Annual General Meeting held on 29.09.2017 and Further Mr. Kotla Jayasurya, Director of the company has resigned from the board w.e.f. 14.08.2017.

Further Mr. N. Ravi Babu, Independent director of the company was resigned from the board w.e.f. 14.11.2017 and Mr. T. Abhinay Reddy, appointed as additional Director of the Company w.e.f. 14.11.2017, now proposing him to appoint as independent Director of the company, the same is put forth before the shareholders for approval at the Annual General Meeting.

Apart from above there were no changes in the composition of Board of Directors and Key Managerial Personnel.

9. COMMITTEES OF THE BOARD:

The details of the Committees of the Board viz., Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee are reported in the Report on Corporate Governance which forms part of the Board's Report.

10. LISTING:

The Equity shares of your Company were listed on Delhi and Bangalore stock exchanges, but the aforesaid stock exchanges were de-activated and thereby as per SEBI regulations the company has moved to Dissemination board of BSE Limited. During the year the Company has submitted Requisition as well as Listing Application at Metropolitan Stock Exchange Of India Limited (MSEI) to list the shares. Now the Company has got listing approval and listed at Metropolitan Stock Exchange of India Limited (MSEI) w.e.f. 01st March, 2018. The stock exchange symbol for shareholders identity is STEADFAST.

11. AUDITORS:

At the Annual General Meeting held on 30th September, 2016, M/s. Ramasamy Koteswararao & Co, Chartered Accountants, were appointed as Statutory Auditors of the Company to hold office for five consecutive years till the conclusion of the 26th Annual General Meeting of the Company in the calendar year 2021 (subject to ratification by the shareholders at each Annual General Meeting).

In terms of first proviso to Section 139 of the Companies Act, 2013, the appointment of the auditors shall be placed for ratification at every Annual General Meeting. However, Companies (Amendment) Act, 2017 omitted the first proviso to Section 139 of Companies Act, 2013 that requires ratification of appointment of auditor at every annual general meeting.

Accordingly, M/s. Ramasamy Koteswara Rao and Co LLP (Formerly known as M/s. Ramasamy Koteswararao & Co, Chartered Accountants) will continue as the Statutory Auditors of the Company till conclusion of 26th Annual General Meeting of the Company.

12. EXTRACT OF ANNUAL RETURN:

Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of annual return enclosed as **Annexure-1**.

13. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors confirm that:

- a) In the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of financial year and of the profit of the Company for that period;
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis;
- e) The directors, had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

14. INTERNAL FINANCIAL CONTROLS:

The internal financial controls with reference to the Financial Statements for the year ended 31st March, 2018 commensurate with the size and nature of business of the Company.

15. DECLARATION BY INDEPENDENT DIRECTORS:

Sri T. Abhinay Reddy and Smt. Velagala Anjana Devi are Independent Directors on the Board of your Company. In the opinion of the Board and as confirmed by these Directors, they fulfill the conditions specified in section 149(6) of the Act and the Rules made thereunder about their status as Independent Directors of the Company.

16. MEETING OF INDEPENDENT DIRECTORS:

The details of the separate meeting of the Independent Directors is reported in the Report on Corporate Governance which forms part of the Board's Report.

17. POLICY ON DIRECTOR'S APPOINTMENTS AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES ETC.,:

The details of Policy on directors appointment and Remuneration (i.e. Nomination and Remuneration Policy), criteria for determining qualifications, positive attributes, independence of directors are disseminated on the website of the company i.e www.steadfastcorp.in. Further, the information about the elements of remuneration package to Managing Director is provided in the extract of the Annual Return in Form MGT-9 enclosed at Annexure-1 of Board's Report.

18. SECRETARIAL AUDIT

In terms of Section 204 of the Companies Act 2013 and the Rules made thereunder, M/s. V. Bhaskara Rao & Co., Hyderabad Practicing Company Secretary has been appointed as Secretarial Auditor of the Company for the year 2018-19. The report of the Secretarial Auditors is annexed to this Report.

19. INTERNAL AUDIT

In terms of Sec. 138 of the Companies Act, 2013 and the relevant Rules, Mr. Dilip Padhi, Internal Auditor resigned from of the company w.e.f 13.08.2017. Mr. G. Phaneendra is appointed as an internal Auditor of the company w.e.f 14.08.2017. The Internal Auditor directly reports to the Audit Committee.

20. EXPLANATIONS ON QUALIFICATIONS MADE BY THE AUDITORS:

There were no qualifications, reservations or adverse remarks or disclaimers made by (i) Statutory Auditors i.e. M/s. Ramasamy Koteswara Rao and Co LLP, Chartered Accountants, Hyderabad, in their Independent audit report and (ii) V Bhaskara Rao & Co., Practicing Company Secretaries, Hyderabad in their Secretarial Audit Report.

21. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

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.

22. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The Company formulated the Policy on dealing with Related Party Transactions.

However the Company has not made any contracts of arrangements as mentioned in section 188(1) of the Companies Act, 2013 with the related parties.

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

As the Company is not carrying out any manufacturing activity the particulars disclosures prescribed under the provisions of the Companies Act, 2013 are not applicable

However the Company has making continuous efforts to keep the employees informed of all emerging technologies and developments which are relevant to Business of the Company.

Foreign Exchange earnings : Nil

Out go : Nil

24. RISK MANAGEMENT POLICY

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

25. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

The Company does not fall under the criteria specified in Section 135 of the Act and hence no policy was developed by the company on Corporate Social Responsibility.

26. MANNER IN WHICH FORMAL ANNUAL EVALUATION HAS BEEN MADE BY THE BOARD OF ITS OWN PERFORMANCE AND THAT OF ITS COMMITTEES AND INDIVIDUAL DIRECTORS:

Pursuant to the provisions of the Companies Act 2013 the Board has carried out evaluation of (i) its own performance, (ii) the directors individually and (iii) working of its Committees. The manner in which the evaluation was carried out is reported in the Report on Corporate Governance forming part of this Report.

27. SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES AND REPORT ON THE PERFORMANCE OF JOINT VENTURE

The company has no Subsidiaries or Associate Companies. The Company has a Joint Venture with M/s. R.A.U.S Constructions Private Limited on the name and style as M/s. RAUS-SCL (JV), further the work order in earth work has got in the JVs name, the same was outsourced as a subcontract to third party. In this regard the company received its share of margin in the JV during the year is Rs.2,59,563/-.

In this regard the consolidated financial statements are prepared and also enclosed Statement containing salient features of the financial statement of Joint Venture in **AOC-1** under **Annexure-2** and is attached to this report.

28. DEPOSITS:

Your Directors report that the company has neither accepted nor renewed any deposits covered under Chapter V of the Act during the year under review.

29. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS:

None of the orders passed by Court or Tribunal has impact on the going concern status of the Company or significant impact on Company's operations.

30. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013.

No cases were filed pursuant to the Sexual Harassment of Women at Work Place (Prevention, Prohibition and Redressal) Act, 2013 during the year under review.

31. CORPORATE GOVERNANCE

As a listed Company, necessary measures are taken to comply the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Report on the Corporate Governance together with a certificate on compliance of Corporate Governance by Independent Auditors forms part of this Report.

32. MANAGEMENT DISCUSSION & ANALYSIS

Management Discussion and Analysis Report is annexed which forms part of this Report.

33. WHISTLER BLOWER POLICY

The Company established Whistle Blower Policy for directors and employees to report concerns about unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct or ethics policy. The details are disseminated on the website of the company i.e www.steadfastcorp.in.

34. REMUNERATION OF DIRECTORS

The details of the remuneration paid to Sri K. Vivek Reddy & Sri.P. Satyanarayana Director is as under:

(Rs In lakhs)

Particulars	Sri.P. Satyanarayana Managing Director Upto 14.08.2017	Sri K. Vivek Reddy Managing Director w.e.f 14.08.2017
Basic	1.25	3.00
HRA	0.50	1.20
Conveyance	0.08	0.096
Medical Reimbursement	0.0625	0.075
Other Allowances	0.608	1.629
Total	2.5	6.0

35. HUMAN RESOURCES:

Your Company treats its human resources as one of its most important assets. Your Company continuously invests in attracting, retaining and development of talent on an ongoing basis. Your Company's thrust is on the promotion of talent internally through job rotation and job enlargement.

36. PARTICULARS OF EMPLOYEES

The statement containing particulars of employees as required under section 197(12) of Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 indicating (i) the ratio of remuneration of each director to the median employees remuneration and other details and (ii) statement showing the details of employees who are in receipt of remuneration of Rs.5,00,000 or more are given in the **Annexure-3** forming part of this report.

37. ACKNOWLEDGMENTS:

Your Directors take this opportunity to express their deep and sincere gratitude and appreciation for cooperation extended by the Governmental Agencies, Shareholders and Banks from time to time. Your Directors also place on record their appreciation for the contributions made by the employees through their dedication, hard work and commitment. Your Directors also convey thanks and appreciation to the valued customers and dealers for their continued patronage.

For and on behalf of the Board
Steadfast Corporation Limited

Place: Hyderabad
Date: 14.08.2018

Sd/-
Keesara Vivek Reddy
Managing Director
DIN: 07907507

Sd/-
P. Satyanarayana
Director
DIN: 02183914

ANNEXURE -2

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies
(Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries/associate
companies/joint ventures**

Part "B": Joint Venture/Associates

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Company

Sl. No.	Particulars	Details
1.	Name of associates/Joint Ventures	M/s. RAUS-SCL (JV),
2.	Latest audited Balance Sheet Date	31.03.2018
3.	Shares of Associate/Joint Ventures held by the company on the year end	-
3(i)	No.	NA
3(ii)	Amount of Investment in Associates/Joint Venture	45,29,954
3(iii)	Extend of Holding%	49% Share
4.	Description of how there is significant influence	Holding 49% Share in JV
5.	Reason why the associate/joint venture is not consolidated	Consolidated
6.	Net worth attributable to shareholding as per latest audited Balance Sheet	-
7.	Profit/Loss for the year	7,78,689(JV Profit)
7(i)	Considered in Consolidation	Consolidated
7(ii)	Not Considered in Consolidation	NA

1. Names of associates or joint ventures which are yet to commence operations.

2. Names of associates or joint ventures which have been liquidated or sold during the year.

Note: This Form is to be certified in the same manner in which the Balance Sheet is to be certified.

For and on behalf of the Board
Steadfast Corporation Limited

Place: Hyderabad
Date: 14.08.2018

Sd/-
Keesara Vivek Reddy
Managing Director
DIN: 07907507

Sd/-
P. Satyanarayana
Director
DIN: 02183914

ANNEXURE -1

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March, 2018

**[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the
Companies (Management and Administration) Rules, 2014]**

I. REGISTRATION AND OTHER DETAILS:

i)	CIN	L74999TG1995PLC037139
ii)	Registration Date	02nd June 1995
iii)	Name of the Company	Steadfast Corporation Limited
iv)	Category / Sub-Category of the Company	Public Limited Company
v)	Address of the Registered office and contact details Phone No. Email id Website	Plot. No. 8-2-120/77/4, Road No. 2, Banjara Hills, Hyd, Telangana-500034 040-23559550 steadfastcorp@gmail.com www.steadfastcorp.in
vi)	Whether listed company (Yes / No)	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any Phone No. Email id	XL Softech Systems Ltd., 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad - 500 034 040-23545912 xlfield@gmail.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

S.No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Construction and infrastructure services	43900	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name And Address Of The Company	CIN/GLN	Holding/ subsidiary /Associate	% of shares held	Applicable Section
	Nil	Nil	Nil	Nil	Nil

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

I. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the Year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	Nil	50000	50000	0.70	Nil	Nil	Nil	Nil	(0.70)
b) Central Govt	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) State Govt(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Bodies Corp.	150000	Nil	150000	6.31	Nil	Nil	Nil	Nil	(2.10)
e) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) Any other: Trusts	Nil	300000	300000	Nil	500000	Nil	500000	7.01	2.80
Sub – total (A) (1):-	150000	350000	500000	7.01	500000	Nil	500000	7.01	Nil
(2) Foreign									
a) NRIs - Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Other – Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Bodies Corp.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Any Other....	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-total (A) (2):-	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total shareholding of									
Promoter (A)=A1 + A2	150000	350000	500000	7.01	500000	Nil	500000	7.01	Nil
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Central Govt	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) State Govt(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Venture Capital Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) Insurance Companies	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
g) FIIs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
h) Foreign Venture Capital Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Others (specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-total (B)(1):-	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

2. Non-Institutions	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
a) Bodies Corp.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Indian	560781	3100	563881	7.91	609013	3100	612113	8.58	+0.67
ii) Overseas	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Individual shareholders									
holding nominal share capital upto Rs. 1 lakh	1320138	232623	1552761	21.77	1321766	282523	1604289	22.50	+0.73
ii) Individual shareholders									
holding nominal share capital in excess of Rs 1 lakh	3997758	516000	4513758	63.30	3897758	516000	4413758	61.90	-1.40
c) Others (NRI's)	600	0	600	0.01	840	0	840	0.01	0.00
Sub-total (B)(2):-	5879277	751723	6631000	92.99	5829377	801623	6631000	92.99	0.00
Total Public shareholding (B)=B1 +B2	5879277	751723	6631000	92.99	5829377	801623	6631000	92.99	0.00
C.Shares held by Custodian for GDRs&ADR	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Grand Total (A+B+C)	6029277	1101723	7131000	100	6329377	801623	7131000	100	0

ii. Shareholding of Promoters

S.No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	STEADFAST FOUNDATION	300000	4.21	Nil	500000	7.01	Nil	2.80
2	PIVOTAL SECURITIES PVT LTD	150000	2.10	Nil	Nil	Nil	Nil	(2.10)
3	SRINIVASA RAO CHITTEE	10000	0.14	Nil	Nil	Nil	Nil	(0.14)
4	SIRISH MANIAR	10000	0.14	Nil	Nil	Nil	Nil	(0.14)
5	DHARMESH DOSHI	10000	0.14	Nil	Nil	Nil	Nil	(0.14)

6	B RAJI REDDY	10000	0.14	Nil	Nil	Nil	Nil	(0.14)
7	Y SAILAJA	2500	0.04	Nil	Nil	Nil	Nil	(0.04)
8	ANIL NAIR & LEENA ANIL	2500	0.04	Nil	Nil	Nil	Nil	(0.04)
9	ANIL NAIR	2500	0.04	Nil	Nil	Nil	Nil	(0.04)
10	N ANIL REDDY	1500	0.02	Nil	Nil	Nil	Nil	(0.02)
11	G LAVANYA	1000	0.01	Nil	Nil	Nil	Nil	(0.01)
	Total	500000	7.01	Nil	500000	7.01	Nil	Nil

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

S N		Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
2	At the beginning of the year	500000	7.01	500000	7.01
3	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment /transfer / bonus/ sweat equity etc):	Nil	Nil	Nil	Nil
4	At the end of the year	500000	7.01	500000	7.01

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

SN	Name	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
i)	C AKHILESH REDDY				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc):				
	a). 08.12.2017/Increase/Purchase	346500	4.86	346500	4.86
	b). 05.01.2018/ Increase/Purchase	150000	2.10	496500	2.10
	At the end of the year	496500	6.96	496500	6.96
ii)	JAYALATA KONDA				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc):				
	a). 15.12.2017/Increase/Purchase	485785	6.81	485785	6.81
	At the end of the year	485785	6.81	485785	6.81
iii)	A SHESHAGIRI RAO				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc):				
	a). 20.11.2017/Increase/Purchase	476000	6.68	476000	6.68
	At the end of the year	476000	6.68	476000	6.68
iv)	CHANDRASEKHAR VELAGALA				
	At the beginning of the year	350000	4.91	350000	4.91
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for	Nil	Nil	Nil	Nil

	increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc):				
	At the end of the year	350000	4.91	350000	4.91
v)	VIVEK REDDY KEESARA				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc): a). 22.09.2017/Increase/Purchase	350000	4.91	350000	4.91
	At the end of the year	350000	4.91	350000	4.91
vi)	SULOCHANA ATLURI				
	At the beginning of the year	350000	4.91	350000	4.91
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc):	Nil	Nil	Nil	Nil
	At the end of the year	350000	4.91	350000	4.91
vii)	ANUMOLU GOURI PRABHAKAR				
	At the beginning of the year	350000	4.91	350000	4.91
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc):	Nil	Nil	Nil	Nil
	At the end of the year	350000	4.91	350000	4.91
viii)	M VENKATESWARA RAO				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc): a). 11.08.2017/Increase/Purchase b) 04.01.2018/Increase/Purchase	95134 200000	1.33 2.81	95134 295134	1.33 4.14
	At the end of the year	295134	4.14	295134	4.14
ix)	NAGOTU PRATAP				
	At the beginning of the year	200000	2.81	200000	2.81

	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc): a). 02.06.2017/Increase/Purchase	50000	0.701	250000	3.51
	At the end of the year	250000	3.51	250000	3.51
x)	D SEETARAMAIAH				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc): a). 09.01.2018/Increase/Purchase	200000	2.80	200000	2.80
	At the end of the year	200000	2.80	200000	2.80

Note: dates are on the basis of benpos received from share transfer agents.

v. Shareholding of Directors and Key Managerial Personnel:

SI NO		Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Directors and KMP				
1	Kotla Jayasurya (Up to 14.08.2017)				
	At the beginning of the year	3700	0.05	3700	0.05
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Nil	Nil	Nil	Nil
	At the end of the year	-	-	3700	0.05
2	Keesara Vivek Reddy				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Purchase during the year as on 22 nd September, 2017	350000	4.91	350000	4.91
	At the end of the year	350000	4.91	350000	4.91

V. INDEBTEDNESS

(In Lakhs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	Nil	Nil	Nil	Nil
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Nil	Nil	Nil	Nil
Change in Indebtedness during the financial year				
* Addition	Nil	Nil	Nil	Nil
* Reduction	Nil	Nil	Nil	Nil
Net Change	Nil	Nil	Nil	Nil
Indebtedness at the end of the financial year	Nil	Nil	Nil	Nil
i) Principal Amount	Nil	Nil	Nil	Nil
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Nil	Nil	Nil	Nil

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Amount in Lakhs)

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Mr. P. Satyanarayana, -(MD up to 14.08.2017)	Mr. Keesara Vivek Reddy Managing Director w.e.f 14.08.2017	
1	Gross salary	2.50	6.00	8.50
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Nil	Nil	Nil
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil

2	Stock Option	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil
4	Commission - as % of profit - others, specify...	Nil	Nil	Nil
5	Others, please specify	Nil	Nil	Nil
	Total (A)	2.50	6.00	8.50
	Ceiling as per the Act	NA	NA	NA

B. Remuneration to other directors:

SN.	Particulars of Remuneration	Name of Directors				Total Amount
1	1.Independent Directors	Nil	Nil	Nil	Nil	Nil
	Fee for attending board /committee meetings	Nil	Nil	Nil	Nil	Nil
	Commission	Nil	Nil	Nil	Nil	Nil
	Others, please specify	Nil	Nil	Nil	Nil	Nil
	Total (1)	Nil	Nil	Nil	Nil	Nil
2	2.Other Non-Executive Directors	Nil	Nil	Nil	Nil	Nil
	Fee for attending board committee meetings	Nil	Nil	Nil	Nil	Nil
	Commission	Nil	Nil	Nil	Nil	Nil
	Others, please specify	Nil	Nil	Nil	Nil	Nil
3	Total (2)	Nil	Nil	Nil	Nil	Nil
4	Total (B)=(1+2)	Nil	Nil	Nil	Nil	Nil
5	Total Managerial Remuneration	Nil	Nil	Nil	Nil	Nil
6	Overall Ceiling as per the Act	Nil	Nil	Nil	Nil	Nil

C. Remuneration to key managerial personnel other than MD/Manager/WTd

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	Company Secretary-Rs. 1,86,150/- Chief Financial Officer- Rs. 3,40,000/-			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				

3	Sweat Equity	
4	Commission	
	- as % of profit	
	others, specify...	
5	Others, please specify	
	Total	

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

For and on behalf of the Board
Steadfast Corporation Limited

Place: Hyderabad
Date: 14.08.2018

Sd/-
Keesara Vivek Reddy
Managing Director
DIN: 07907507

Sd/-
P. Satyanarayana
Director
DIN: 02183914

Annexure - 3

RATIO OF REMUNERATION TO EACH DIRECTOR:

(Rule 5(1) of companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

Details / Disclosures of Ratio of Remuneration to each Director to the median employee's remuneration:

(i). the ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year;	P. Satyanarayana - Director :- 3.33 : 1	Keesara Vivek Reddy - Managing Director:- 6.66:1
(ii). the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;	Nil	Nil
(iii). the percentage increase in the median remuneration of employees in the financial year;	Nil	Nil
(iv). the number of permanent employees on the rolls of Company;	5	5
(v). (a) average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year. (b) its comparison with the percentile increase in the managerial remuneration. (c) justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;	Not Applicable – Since no increase in the salaries of the employees other than the managerial personnel.	Not Applicable – Since no increase in the salaries of the employees other than the managerial personnel.
(vi). affirmation that the remuneration is as per the remuneration policy of the Company.	Yes	Yes

STATEMENT SHOWING DETAILS OF EMPLOYEES OF THE COMPANY:

(Rule 5(2) of companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

Name of the Employee :	Potluri Satyanarayana	Keesara Vivek Reddy
(i) designation of the employee;	Managing Director -upto 14.08.2017	Managing Director (w.e.f 14.08.2017)
(ii) remuneration received;	Rs.2.50 Lakhs	Rs. 6.00 Lakhs
(iii) nature of employment, whether contractual or otherwise;	Regular	Regular
(iv) qualifications and experience of the employee;	B.Com (23 Years of Experience)	M.B.B.S & M.D (Radio diagnosis) (6 Years of Experience)

(v) date of commencement of employment	02/07/2013	14/08/2017
(vi) the age of such employee;	66 Years	32 years
(vii) the last employment held by such employee before joining the company.	NA	NA
(viii) the percentage of equity shares held by the employee in the Company within the meaning of clause (iii) of sub-rule (2) above; and	Nil	Nil
(ix) whether any such employee is a Relative of the Company and if so, name of Director. such director or manager: The employee, if employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than sixty lakh rupees; The employee, if employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than five lakh rupees per month; The employee, if employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that 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.	NA NA NA NA	NA NA NA NA

CORPORATE GOVERNANCE
(Mandatory Requirements)

Company's Philosophy:

Corporate Governance is about commitment to values and about ethical business conduct. It is about how an Organization is managed. This includes its corporate and other structures its culture, its policies and the manner in which it deals with various stakeholders. Accordingly, timely and accurate disclosure of information regarding the financial situation performance, ownership and governance of the Company is an important part of corporate governance. This improves public understanding of the structure activities and policies of the Organization. Consequently the Organization is able to attract investors and enhance the trust and confidence of the stakeholders.

Your Company firmly believes in and has consistently practiced good corporate governance. The Company's essential character is shaped by the very values of transparency, accuracy, professionalism and accountability. The company will endeavor to improve on these aspects on ongoing basis.

Board of Directors of your Company has adopted the compliance of good corporate governance and to keep the shareholder informed about the happenings in the Company. The Company has complied with corporate governance code as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The information required to be attached to the Directors' Report is as under:

Board of Directors:

Your Board comprises optimal complement of Independent as well as Non-executive Directors having in-depth knowledge of the business of the industry. The size and composition of the Board conforms to the requirements of the Corporate Governance code under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board of Directors comprises a Managing Director, 1 Non-Executive Director and 2 Independent Directors as on 31.03.2018. Various committees support the board in its functions. The board of directors and its committees meet at regular intervals. The board of directors met 5 (Five) times during the year 2017-18 on 29.05.2017, 01.08.2017, 14.08.2017, 14.11.2017 and 14.02.2018. The time gap between any two Board Meetings did not exceed by more than four months. The details of the attendance of each director at the meetings held and their other directorships and committee positions are as follows.

Sl. No	Name of Director/ Director Identification Number (DIN)	Designation	Board Meetings attended During the year	Attendance of each director in the last AGM	Number of the other Director-ship	Number of board Committees of which Member/ Chairman (Excluding this company)	
						Chairman	Member
1	Mr. Keesara Vivek Reddy ¹ DIN: 02183914	Managing Director	2	Yes	Nil	-	-
2	Mr. Potluri Satyanarayana ² DIN: 02183914	Non –Executive Director	5	Yes	1		
3	Mr. Jayasurya Kotla ³ DIN: 03600167	Non –Executive Director	2	NA	Nil	-	-
4	Mr. Nallamotu Ravi Babu ⁴ DIN: 02273736	Non –Executive Independent Director	3	Yes	2	-	-
5	Mr. Abhinay Reddy Tadisina ⁵ DIN: 06360722	Non –Executive Independent Director	1	NA	1	-	-
6	Mrs. Velagala Anjana Devi DIN: 03552826	Non –Executive Independent & Women Director	5	Yes	Nil	-	-

1. Appointed as additional director as well as Managing Director w.e.f. 14.08.2017
2. Ceased as Managing Director and continued as Non-Executive Director w.e.f. 14.08.2017
3. Ceased as Director of the Company w.e.f. 14.08.2017
4. Ceased as Independent Director of the Company w.e.f. 14.11.2017
5. Appointed as Additional director (Independent) of the Company w.e.f. 14.11.2017

Criteria for determining qualifications, positive attributes of directors:

a) **Qualifications of Non-Independent Director:**

A Non-Independent Director shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, operations or other disciplines related to the Company's business.

b) **Positive attributes of Non-Independent Directors:**

A Non-Independent director shall be a person of integrity, who possesses relevant expertise and experience and who shall uphold ethical standards of integrity and probity; act objectively and constructively, exercise his responsibilities in a bonafide manner in the interest of the company, devote sufficient time and attention to his obligations as Director, for informed and balanced decision making and assist the company in implementing the best Corporate governance practices

Independence of Independent Directors:

In addition to (a) and (b) above, an Independent Director should meet the requirements of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 concerning the independence of directors.

Evaluation:

(a). **Nomination & Remuneration Committee:**

Pursuant to the provisions of the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Nomination and Remuneration Committee at its meeting held on 14.02.2018 evaluated every director on the basis of criteria for evaluation of directors formulated by it. A structured questionnaire was prepared after taking into consideration various parameters such as attendance and participation in meetings, monitoring corporate governance practices, independence of judgment, safeguarding the interests of the company etc., and accordingly the evaluation was made. The Members of the Committee evaluated the individual directors.

The Nomination and Remuneration Committee decided that since the performance of the directors has been good, it is decided to continue with the term of the directors and the Managing Director.

(b). **Separate Meeting of Independent Directors:**

The Independent directors of the Company at its meeting held on 14.02.2018:

- (a) Reviewed the performance of the non-independent directors and Board,
- (b) Reviewed the performance of the Chairperson of the Company and
- (c) Assessed the quality, quantity and timeliness of flow of information between the company management and the Board. All the Independent Directors as on 14.02.2018 attended the meeting.

A structured questionnaire was prepared after taking into consideration various parameters such as attendance and participation in meetings, monitoring corporate governance practices, independence of

judgment, safeguarding the interests of the company etc., and accordingly, the evaluation was made. The Members of the Committee evaluated the non-Independent directors.

The Independent Directors decided that since the performance of the Non-Independent Directors (including Managing Director) is Good, the term of their appointment be continued.

The Independent Directors after review of the performance of the Chairman decided that the Chairman has good experience, knowledge and understanding of the Board's functioning and his performance is good. The Independent Directors decided that the information flow between the Company's Management and the Board is satisfactory.

(c) Evaluation by Board:

The Board has carried out the annual performance evaluation of its own performance, the Directors individually (excluding the director being evaluated) as well as the evaluation of the working of its Committees. A structured questionnaire was prepared after taking into consideration various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, effectiveness in developing Corporate governance structure to fulfill its responsibilities, execution and performance of specific duties etc. The Board decided that the performance of individual directors, its own performance and working of the committees is good.

Independent Directors:

Sri T. Abhinay Reddy and Smt. V. Anjana Devi, Independent Directors have furnished a declaration that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Familiarization Programme for Independent Directors:

The company familiarizes the independent directors of the company on their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company etc.

Payments to Non-Executive Directors: Not paying any amounts to Non-Executive Directors

Scheduling and Selection of Agenda items for Board Meetings:

- a. Minimum four Board Meetings are held in each year by giving appropriate notice to address specific needs of the Company.
- b. The information placed before the Board inter alia include:
 - Quarterly results of the Company.
 - Minutes of the meetings of Audit Committee and other Committees of the Board.
 - The information on recruitment and remuneration of senior personnel just below the Board Level, including appointment of Chief Financial Officer and the Company Secretary.
 - Non compliance of any regulatory, statutory nature or listing requirements and shareholders services such as delay in share transfer etc.

- General notice of interest of Directors.
- Terms of reference of Board Committees.
- Any material default in financial obligations to and by the Company etc.

WHISTLE BLOWER POLICY:

The Company established a mechanism for employees to report concerns about unethical behavior, actual or suspected fraud or violation of code of conduct policy. The mechanism also provides for adequate safeguards against victimization of employees who avail the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases. The company affirms that no personnel has been denied access to the Audit Committee. The details of the whistle blower policy are placed at the website of the company i.e www.steadfastcorp.in.

COMMITTEES OF THE BOARD

The Committees of the Board are constituted as per the Code of Corporate Governance.

(I) AUDIT COMMITTEE:

COMPOSITION

The Audit committee of the Board is headed under the stewardship of Mr. T. Abhinay Reddy. The other members of the Committee are Mr. P. Satyanarayana and Mrs. V. Anjana Devi. The Composition of the Audit Committee meets the requirement of Section 177 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Audit Committee reviews reports of the Internal Auditor, meets Statutory Auditors as and when required and discusses their findings, suggestions, observations and other related matters. It also reviews major accounting policies followed by the Company.

During the year, the Audit Committee duly met 4 (Four) times on 29.05.2017, 14.08.2017, 14.11.2017 and 14.02.2018 and the attendance of members is as follows:

Composition & Attendance of Audit Committee Members at their Meetings:

S.No	Name of Director	No of Meetings attended
1	Mr. T. Abhinay Reddy	1
2	Mr. N. Ravi Babu	2
3	Mr. Kotla Jayasurya	1
4	Mr. P. Satyanarayana	2
5	Mrs. V. Anjana Devi	4

- 1 Appointed as Director w.e.f 14.11.2017
- 2 Ceased as Director w.e.f 14.11.2017
3. Ceased as Director w.e.f 14.08.2017
- 4 Appointed as member w.e.f 14.08.2017

The Minutes of the Audit Committee meetings were circulated to the Board, where it was discussed and taken note. The Audit Committee considered and reviewed the accounts for the year 2017-18, before it was placed in the Board. The Committee periodically interacts with the independent auditors, reviews the Company's financial and Risk Management Policies and adequacy of internal controls with the management and is responsible for effective supervision of the financial reporting process and compliance with financial policies. The Internal Auditor reports directly to the Audit Committee.

(ii) NOMINATION & REMUNERATION COMMITTEE:

As required under the provisions of Section 178 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Terms of Reference

Brief terms of reference of Nomination and Remuneration Committee are as under:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of Independent Directors and the Board;
- Devising a policy on Board diversity;
- Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.

Composition & Attendance of Nomination & Remuneration Committee as on 31.03.2018:

During the year, the Nomination & Remuneration Committee duly met on 14.08.2017 and 14.11.2017 and the attendance of members is as follows:

S.No	Name of Director	No of Meetings attended
1	Mrs. V. Anjana Devi	2
2	Mr. N. Ravi Babu	1
3	Mr. T. Abhinay Reddy	0
4	Mr. P. Satyanarayana	1
5	Mr. Kotla Jayasurya	0

- 2 Ceased as Director w.e.f 14.11.2017
3 Appointed as Director w.e.f 14.11.2017
4 Appointed as memembr w.e.f 14.08.2017
5 Ceased as Director w.e.f 14.08.2017

Nomination & Remuneration Policy & Policy on Board Diversity:

The Remuneration policy of the Company is performance driven and is structured to motivate employees, recognize their merits and achievements and promote excellence in their performance. The Nomination and Remuneration Policy is available on the Company's website at <http://www.steadfastcorp.in>

The details of the remuneration paid to Managing Director are as under:

(In lakhs)

PARTICULARS	Mr. P. Satyanarayana - Managing Director (Upto 14.08.2017)	Mr. K. Vivek Reddy – Managing Director (w.e.f 14.08.2017)
	AMOUNT	AMOUNT
Basic	1.25	3.00
HRA	0.50	1.20
Conveyance	0.08	0.096
Medical Reimbursement	0.0625	0.075
Other Allowances	0.608	1.629
Total	2.5	6.0

Statement showing number of Equity Shares held by the Non-Executive Directors as on March 31, 2018

Name of the Director	Number of equity shares of Rs.10/- each held (as on 31.03.2018)
Mr. P. Satyanarayana	Nil
Mrs. V. Anjana Devi	Nil
Mr. T. Abhinay Reddy	Nil

(iii) STAKEHOLDERS RELATIONSHIP COMMITTEE:

As per the provisions of Section 178 of the Companies Act, 2013 read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Committee considers and resolves the grievances of shareholders, including the complaints related to transfer/transmission of shares, non-receipt of balance sheet and non-receipt of declared dividends.

Composition & Attendance of Stakeholders Relationship Committee as on 31.03.2018:

During the year, the Committee duly met 4 (Four) times on 29.05.2017, 07.08.2017, 20.11.2017 and 14.02.2018 and the attendance of members is as follows:

S.No	Name of Director	No of Meetings attended
1.	Mr. Kotla Jayasurya	1
2.	Mr. P. Satyanarayana	2
3	Mr. N. Ravi Babu	2
4	Mr. Abhinay Reddy	2
5	Mrs. V. Anjana devi	4

- 1 Ceased as Director w.e.f 14.08.2017
- 2 Appointed as memebr w.e.f 14.08.2017
- 3 Ceased as Director w.e.f 14.11.2017
- 4 Appointed as Director w.e.f 14.11.2017

During the year the company has received Nil letters/ complaints from the investors. There were no pending letters/ complaints as on the date of the Directors' Report.

Status of Complaints in the F.Y 2017-18.

S.No.	Nature of Compliant	Total No. of Complaints	Resolved	Not Resolved	Reasons for Pending
1.	Transfer of Shares	-	-	-	-
2.	Demat of Shares	-	-	-	-
3.	Refund orders	-	-	-	-

(iv) SHARE TRANSFER COMMITTEE:

The Board delegated the authority for approval of share transfers/transmission and issue of duplicate share certificates to the Share Transfer Committee:

The composition of the Share Transfer Committee is as under. During the year 2017-18, meeting of the Share Transfer Committee were held on 07.08.2017 and 20.11.2017 ,The details are as under:

S.No	Name of Director	Designation	No of Meetings attended
1	Mr. Kotla Jayasurya	Member	1
2	Mr. P. Satyanarayana	Chairman	2
3	Mr. N. Ravi Babu	Member	1
4	Mr. Abhinay Reddy	Member	1
5	Mrs. V. Anjana devi	Member	1

- 1 Ceased as Director w.e.f 14.08.2017
- 3 Ceased as Director w.e.f 14.11.2017
- 4 Appointed as Director w.e.f 14.11.2017
- 5 Appointed as member w.e.f 14.08.2017

COMPLIANCE OFFICER:

Mr. K. Vivek Reddy is the Compliance officer complying the requirements of SEBI (LODR) regulations, 2015.

SCORES:

SEBI vide Circular dt. 3.6.2011 informed the company they had commenced processing of investor complaints in a web based complaints, redressal system, "SCORES". Under this system, all complaints pertaining to companies are electronically sent through SCORES and the companies are required to view the complaints pending against them and submit Action Taken Report (ATRs) along with supporting documents electronically in SCORES.

All the requests and complaints under SCORES are passed directly to Registrars and Transfer Agents of the Company i.e. XL Softech Systems Limited, Sagar View Society, Road # 2, Banjara Hills, Hyderabad-34, Phones: 040-23545912, email: xlfield@gmail.com. For any clarification/ complaint, the shareholders may contact:

GENERAL BODY MEETINGS:**Venue and Time of the Last Three Annual General Meetings (AGM's)**

Financial Year	Date	Venue	Time
2014-15	30.09.2015	Filmnagar Cultural Center, Dr. D. Ramanaidu Building, Jubilee Hills, Hyderabad 500033	11.00 AM
2015-16	30.09.2016	Plot. No. 8-2-120/77/4, Opp. K.B.R. Park, Road No. 2, Banjara Hills, Hyderabad – 500034	11.00 AM
2016-17	29.09.2017	Plot. No. 8-2-120/77/4, Opp. K.B.R. Park, Road No. 2, Banjara Hills, Hyderabad – 500034	11.00 AM

The resolutions were passed with requisite majority. The venue of AGM has been chosen for its central location, prominence and capacity.

Postal Ballot Resolutions :**A) Details of Postal Ballot Resolutions passed during the year 2017-18:**

During the year the company has successfully completed the postal ballot process to seek the consent of its members for the following special Business

1. Special Resolution- Alteration Of The Object Clause Of The Memorandum Of Association Of The Company

Mr.V. Bhaskara Rao, Practicing Company Secretary (Membership No. FCS 5939 and CP No. 4182) was appointed as the Scrutinizer to conduct the said postal ballot process in fair and transparent manner. The said process was completed on 04.10.2017, wherein the resolution as proposed in postal ballot notice was passed by way of requisite majority. The postal ballot result was announced on 04.10.2017. The details of the Postal Ballot results are available at the website of the company i.e www.steadfastcorp.in.

- B) Whether any other Special Resolution to be passed through postal ballot – Nil
- C) Procedure for Postal Ballot – The details of the Procedure for Postal Ballot is available at the website of the company i.e www.steadfastcorp.in.

COMPLIANCE OF INSIDER TRADING NORMS:

The Company has adopted the code of internal procedures and conduct for listed companies notified by Securities Exchange Board of India prohibiting Insider Trading. A Policy document on internal code of conduct is available at the registered office of the Company. Insiders are complying with the code of conduct adopted by the Company from time to time.

DISCLOSURE OF ACCOUNTING TREATMENT:

The Company in the preparation of financial statements has followed the treatment laid down in the Accounting standards prescribed by the Institute of Chartered Accountants of India. There are no audit qualifications in the Company's financial statements for the year under review.

DISCLOSURES:

- a) Disclosures on materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large: There are no materially significant transactions made by the Company with its promoters, directors or the management their subsidiaries or relatives etc. which have potential conflict with the interests of the Company at large.
- b) Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years. NONE

A Policy of the company in regard to Related Party Transactions is available at the registered office of the Company.

MEANS OF COMMUNICATION:

- The Quarterly / Half Yearly and Annual Financial results of the Company are forwarded to the Stock Exchanges and were published in Financial Express and Nava Telangana
- The Company's results were also disseminated on the Company's website. (www.steadfastcorp.in).

GENERAL SHAREHOLDER INFORMATION:

- a) The Annual General Meeting of the Company will be held on Saturday the 29th day of September, 2018 at 11.00 A.M. at Plot. No. 8-2-120/77/4, Opp. K.B.R. Park, Road No. 2, Banjara Hills, Hyderabad – 500034.
- b) The Financial Year of the Company is from 1st April to 31st March every year.
- c) Date of Book Closure: from 22nd September, 2018 to 29th September, 2018 (both days inclusive).
- d) The Shares of the Company are listed in Metropolitan Stock Exchange of India Limited (MSEI), Bangalore and Delhi Stock Exchanges, but Bangalore and Delhi Stock Exchanges were deactivated.

- e) The listing fees for the financial year 2017-18 was paid to Metropolitan Stock Exchange of India Limited.
- f) Stock code: MSEI: STEADFAST
- g) ISIN for the Company's Equity Shares: INE089B01013
- h) Depositories for Equity Shares: National Securities Depository (NSDL) Limited and Central Depository Services Limited (CDSL).
- i) Monthly high and Low Stock quotations during the financial year are as follows:

	PRICE (In Rs.)	
Month & Year	High	Low
Apr-2017 to Mar-2018	Not quoted	Not quoted (on Any Stock Exchanges)

- a) Shares received for physical transfers are generally registered within a period of 10 days from the date of receipt of the valid and duly filled up transfer deeds.
- b) In respect of transfer of physical shares, Shareholders are advised to contact our STA; XL Softech Systems Limited, Sagar View Society, Road # 2, Banjara Hills, Hyderabad-34, Phones: 040 23545912, email: xlfield@gmail.com, www.xlsoftech.com

SHAREHOLDING INFORMATION:

Distribution of Equity Shares as On 31st March, 2018:

Shareholdings (No. of shares)		No. of share Holders	%	No of Shares	%
1	500	5670	92.08	7107050	9.97
501	1000	176	2.86	1423150	2.00
1001	2000	124	2.01	1819700	2.55
2001	3000	49	0.80	1252040	1.76
3001	4000	28	0.45	999280	1.40
4001	5000	40	0.65	1823760	2.56
5001	10000	35	0.5	72655040	3.72
10001 And above		36	0.58	54229980	76.05
Total		6158	100.00	7131000	100.00

Details of Shareholding in physical mode and electronic mode as on 31.03.2018:

S.No	Description	No. of Holders	No. of Shares	% of Equity
1.	Physical	1930	801623	11.24
2.	CDSL	1169	1197232	16.79
3.	NSDL	3083	5132145	71.97

Statement Showing Shareholding Pattern as on 31.03.2018:

Category	As on 31.03.2017		As on 31.03.2018	
	No. of Shares	% of Share Capital	No. of Shares	% of Share Capital
PROMOTERS				
Indian (Individuals)	50000	0.70	Nil	Nil
Indian (Body Corporates)	450000	6.31	500000	7.01
PUBLIC SHAREHOLDING				
Indian (Body Corporates)	563881	7.90	612113	8.58
Indian (Individuals)	6067119	85.08	6018047	84.40
Any other NRI's	600	0.01	840	0.01
TOTAL	7131000	100	7131000	100

De-materialization of Shares:

The company has entered into a tripartite agreements with NSDL and CDSL to establish electronic connectivity through Company's Electronic Registrar i.e. XL Softech Systems Limited, Hyderabad and facilitate scrip less trading. Trading in the equity shares of the company is compulsory in dematerialized form for all investors. Investors are therefore advised to open a demat account with the Depository participant of their choice to trade in demat form. The lists of depository participants are available with NSDL and CDSL. The ISIN allotted company's scrip is INE089B01013

Location of our registered office and Address for correspondence:

STEADFAST CORPORATION LIMITED,
Plot No.8-2-120/77/4, Opp. K.B.R. Park, Road No.2,
Banjara Hills, Hyderabad -500034
Ph: 040-23559550
E-mail Id: steadfastcorp@gmail.com

Declaration On Code Of Conduct

It is confirmed that all directors and senior management personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended on 31 March, 2018, as envisaged in regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For and on behalf of the Board
Steadfast Corporation Limited

Place :Hyderabad
Dated:14.08.2018

sd/-
Keesara Vivek Reddy
Managing Director
DIN: 07907507

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. BACK GROUND

The Management Discussion and Analysis Report sets out the developments in the business environment and the company's performance since our last report. This analysis supplements the Director's Report and the Audited financial Statements forming part of this Annual Report.

2. INDUSTRY STRUCTURE AND DEVELOPMENTS

The year gone by has been tough for the world economy. The slowdown of the US economy and its ripple effect in Europe has led to uncertainty over growth prospects for the fiscal year 2017-18. The world now fears a slowdown in other economies as well. India managed quite well in the previous crisis and our economy looked insulated. Despite various risks pointed out by analysts, overall economic outlook of India in the long run is still quite positive.

3. OPERATIONS, OPPORTUNITIES & THREATS

The Company is forced to diversify its activities from the main activity due to the uncertainty over growth prospects. Hence the Company has started investments in different sectors including the growth potential housing and layouts. The company has extended loans to potential entrepreneurs with proper securities and having good recovery and income. Company is also concentrating on exploring new business opportunities.

4. OUTLOOK

The Company had already diversified its activities by investments in Power Sector, housing, irrigation projects and infrastructure Projects.

5. RISK & CONCERNS

Your Company has entered into new areas of technology which helps the corporate in cutting their expenses to a great extent. The marketing strategy has been changed and the Directors are personally involved in marketing activities to achieve better results and your company is exploring the Government promoted projects. At the moment, your Company's revenue flows are mainly from Indian Market. However your company is marketing very aggressively to capture the foreign market. Your Company is exploring the options of reviving its software development.

6. INTERNAL CONTROL SYSTEMS AND ADEQUACY

The Company has sound internal control system, which ensures that all the assets are protected against loss from unauthorized use and all the transactions are recorded and reported correctly.

The internal control system is supplemented by an extensive programme of internal audits and reviews by management. The internal control systems are designed to ensure that the financial and other records are reliable for preparing financial statements and other data and for maintaining accountability of assets.

Further the reliance of all the internal control functions and its entire gamut of activities are covered by independent audit conducted by separate internal auditors whose findings will be reviewed regularly by the Audit Committee and top management of the Company.

The internal audit is conducted as per the requirement of the Company and the report will be submitted to the Audit committee and to the management. It reviews the policies and procedures followed. The committee reviews the quarterly and half yearly financial results before they are submitted to the Board of Directors.

7. HUMAN RESOURCE DEVELOPMENT

Human capital is one of the key elements of your Company. The Company has employed the employees who are highly motivated and have been contributing for the growth of the company. The Company's human resources policies are aimed at motivating its employees to deliver high quality performance and reward talent with adequate compensation and accelerated career growth opportunities. The loyalty and faithfulness exhibited by employees at all levels, sustained and untiring efforts put by them show the motivation and commitment on their part.

For and on behalf of the Board
M/s. Steadfast Corporation Limited

Sd/-
Keesara Vivek Reddy
Managing Director
DIN: 07907507

Place: Hyderabad
Date: 14.08.2018

COMPLIANCE CERTIFICATE

CHAIRMAN & MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER CERTIFICATION

We, K. Vivek Reddy, Managing Director and S. Yedukondalu, Chief Financial Officer of M/s. Steadfast Corporation Limited certify that:

- a. We have reviewed the financial statements and the cash flow statements for the year and that to the best of our knowledge and belief:
 - i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading,
 - ii. 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 which are fraudulent, illegal or violative of Company's code of conduct.
- c. We accept responsibility for establishing and maintaining internal controls and 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 internal controls, if any, of which we are aware 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
 - i. Significant changes in internal controls over financial reporting during the year.
 - ii. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements.
 - iii. That there have been no instances of significant fraud of which we have become aware, involving the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Hyderabad
Date: 14.08.2018

Sd/-
K.Vivek Reddy
Managing Director
DIN: 07907507

Sd/-
S.Yedukondalu
Chief Financial Officer

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members
Steadfast Corporation Limited
Hyderabad – 500034

We have examined the relevant records of M/s. Steadfast Corporation Limited for the year ended March 31, 2018 relating to compliance with provisions of Corporate Governance pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and state that in our opinion and to the best of our knowledge and according to the information and explanations given to us, the Company has complied with the Mandatory requirements contained in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Ramasamy Koteswara Rao And Co LLP.,
Chartered Accountants
FRN: 010396S/S200084

Sd/-
Name: C V Koteswara Rao
Partner
M.No: 028353

Date: 14.08.2018
Place: Hyderabad

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Steadfast Corporation Limited
CIN: L74999TG1995PLC037139
H.No. 8-2-120/77/4,
Road No. 2,Banjara Hills,
Hyderabad -500034

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Steadfast Corporation Limited (hereinafter called the company). 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 the Company's books, papers, minute books, 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 31.03.2018 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Steadfast Corporation Limited ("the Company") for the financial year ended on 31.03.2018, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder 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'):- viz
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers)

Regulations, 2011;

- b. SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015,
- c. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- d. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- e. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- g. 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;
- h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

There is no occasion to comply the respective acts during the Audit period and hence question of compliance doesn't not arise.

(vi) Other applicable Acts

- (a) Employees Provident Funds and Miscellaneous Provisions Act, 1952

We have also examined compliance with the applicable clauses of the following:

- (I) Secretarial Standards issued by The Institute of Company Secretaries of India
- (ii) The Listing Agreements entered by the Company with Metropolitan Stock Exchange of India Limited w.e.f March, 2018;

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that 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 and Key Managerial Personnel 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 at least seven days 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.

The decisions at the board meetings are carried out unanimously and there were no members dissenting the

resolutions during the year under review.

We further report that there are adequate systems and processes in the company Commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the period under review the Company has made an application for listing at Metropolitan Stock Exchange of India Limited, Bombay and got the Listing Approval on 27.02.2018 and Trading Approval on 01.03.2018.

We further report that during the period under review the company has passed special resolution through postal ballot for insertion of healthcare objects after the existing object No.9 in clause III (A) of the Memorandum of Association of the company . The said process was completed on 04.10.2017, wherein the resolution as proposed in postal ballot notice was passed by way of requisite majority. The postal ballot result was announced on 04.10.2017.

V. Bhaskara Rao and Co
Company Secretaries

Place: Hyderabad
Date: 14.08.2018

Sd/-
V. Bhaskara Rao
Proprietor
FCS No.5939, CP No.4182

INDEPENDENT AUDITOR'S REPORT

To the Members of
STEADFAST CORPORATION LIMITED

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of **STEADFAST CORPORATION LIMITED** (the "Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, including Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (together hereinafter referred to as "standalone Ind AS financial statements").

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act., read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 the design, implementation and maintenance of adequate 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 standalone Ind AS 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 standalone Ind AS 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 there under. We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as 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 standalone Ind AS 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 standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS 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 standalone Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the standalone Ind AS 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, of the state of affairs of the Company as at March 31, 2018, its **Profit** including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our Knowledge and belief were necessary for the purpose 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, Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, 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 2**" to this report;

- (g) 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, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Ramasamy Koteswara Rao and Co. LLP,
Chartered Accountants
Firm Registration Number: 010396S/S200084

Place: Hyderabad
Date: 30-05-2018

Sd/-
(C V Koteswara Rao)
Partner
Membership No.028353

Annexure-1 to the Auditors' Report (referred to in paragraph 1 of our Report of even date to the Members of "Steadfast Corporation Limited" for the year ended March 31, 2018)

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that;

- I. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets,
- (b) All fixed assets have been physically verified by the management during the year in accordance with a phased program of verification which, in our opinion is reasonable having regard to the size of the company and the nature of its assets. According to the information furnished to us, no material discrepancies have been noticed on such verification.
- (c) The Company does not have immovable property. Hence reporting under this clause is not applicable to the company.
- ii. The Company does not hold any physical inventory. Hence reporting under this clause is not applicable to the company.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- iv. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- v. The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- vi. The maintenance of cost records under section 148(1) of the Companies Act, 2013, is not applicable to the company.
- vii. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Goods and Service Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2018 for a period of more than six months from the date on when they become payable.
- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, Goods and Service Tax outstanding on account of dispute.

- viii. In our opinion and according to the information and explanations given by the management, the Company has not taken any loans or borrowings from the banks and financial institutions or debenture holders or government. Accordingly, the provisions of clause 3 (viii) of the Order are not applicable to the Company and hence not commented upon.
- ix. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- x. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or on the company by the officers and employees of the Company has been noticed or reported during the year.
- xi. According to the information and explanations given by the management, the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. In our opinion, the Company is not a Nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- xiii. According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the company and hence not commented upon.
- xv. According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
- xvi. According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company and hence not commented upon.

For Ramasamy Koteswara Rao and Co LLP,
Chartered Accountants
Firm Registration Number: 010396S/S200084

Sd/-
(C V Koteswara Rao)
Partner
Membership No.028353

Place: Hyderabad
Date: 30-05-2018

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF STEADFAST CORPORATION LIMITED

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

To the Members of **STEADFAST CORPORATION LIMITED**

We have audited the internal financial controls over financial reporting of **STEADFAST CORPORATION LIMITED** ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Ramasamy Koteswara Rao and Co LLP,
Chartered Accountants
Firm Registration Number: 010396S/S200084

Place: Hyderabad
Date: 30-05-2018

Sd/-
(C V Koteswara Rao)
Partner
Membership No.028353

STEADFAST CORPORATION LIMITED					
Standalone Balance Sheet As At 31st March 2018					
in INR					
Particulars		Notes	March 31, 2018	March 31, 2017	April 01, 2016
I.	ASSETS				
(1)	Non-current assets				
	(a) Property, Plant and Equipment	2	7,879,039	4,015,346	1,905,565
	(b) Capital work-in-progress		-	-	-
	(c) Investment Property		-	-	-
	(d) Other assets	3	48,600,000	53,614,282	53,614,282
	(e) Financial Assets				
	(i) Investments		-	-	-
	(ii) Advances		-	-	-
	(f) Deferred tax assets (net)	4	1,293,462	248,239	90,220
	(g) Other non-current assets	5	-	25,178,491	24,634,986
	Total non current assets		57,772,502	83,056,358	80,245,053
(2)	Current Assets				
	(a) Financial Assets				
	(i) Trade receivables	6	4,453,934	8,581,888	-
	(ii) Cash and cash equivalents	7	42,552,880	23,180,424	25,605,498
	(iii) Loans and advances	8	179,309	179,309	459,744
	(b) Other current assets	9	6,663,162	980,745	1,031,132
	Total current assets		53,849,284	32,922,366	27,096,374
	TOTAL ASSETS		111,621,785	115,978,724	107,341,427
II.	EQUITY AND LIABILITIES				
(1)	Equity				
	(a) Equity share capital	10	71,310,000	71,310,000	71,310,000
	(b) Other equity	11	35,187,387	35,177,164	34,496,938
	Total equity		106,497,387	106,487,164	105,806,938
(3)	Non current liabilities				
	(a) Financial liabilities				
	(i) Other financial liabilities		-	-	-
	(b) Deferred tax liability		-	-	-
	(c) Provision		-	-	-
	(d) Other liabilities		-	-	-
	Total Non Current Liabilities		-	-	-
(4)	Current liabilities				
	(a) Financial liabilities				
	(i) Trade payables	12	4,219,420	115,911	-
	(ii) Other financial liabilities	13	-	-	-
	(b) Other current liabilities	14	727,717	8,515,387	393,228
	(c) Short-term provisions	15	177,261	177,261	177,261
	(d) Liabilities for current tax (net)	16	-	683,000	964,000
	Total Current liabilities		5,124,398	9,491,559	1,534,489
	TOTAL EQUITY AND LIABILITIES		111,621,785	115,978,724	107,341,427
	Notes forming part of the financial statements	1 - 30			
As per our report attached					
For Ramasamy Koteswara Rao and Co LLP		For and on behalf of the Board of Directors			
Chartered Accountants					
Firm Regn. No. 010396S/S200084					
Sd/-		Sd/-		Sd/-	
C.V. Koteswara Rao		K Vivek Reddy		P Satyanarayana	
Partner		Managing Director		Director	
Membership No. 028353		DIN: 07907507		DIN: 02183914	
Sd/-		Sd/-		Sd/-	
M V S A Murali Krishna		S Yedukondalu			
Company secretary		Chief Financial Officer			
Place: Hyderabad					
Date: May 30, 2018					

STEADFAST CORPORATION LIMITED			
Standalone Statement of Profit and Loss for the year ended 31st March 2018 In INR			
Particulars	Notes	Year ended March 31, 2018	Year ended March 31, 2017
Revenue			
I. Revenue from Operations	17	5,305,504	9,735,176
II. Other income	18	5,247,504	6,828,923
III. Total Income (I+II)		10,553,008	16,564,099
IV. Expenses			
Cost of Execution	19	4,519,977	8,928,584
Employee Benefits Expenses	20	1,886,940	2,149,040
Depreciation and Amortization Expenses	2	2,132,156	1,390,219
Finance Cost	21	2,980	1,101
Other Expenses	22	3,049,605	2,051,893
Total Expenses (IV)		11,591,657	14,520,837
V. Profit/(loss) before Tax (III - IV)		(1,038,649)	2,043,262
VI. Tax expense:			
1. Current tax		-	683,000
2. Deferred tax	4	(1,045,223)	-
3. MAT credit		-	(158,019)
4. Prior period tax		-	1,560
VII. Profit/(Loss) for the year		6,574	1,516,721
VIII. Other comprehensive income			
A. (i) Items that will not be reclassified to profit or loss			
Remeasurement of Investments		-	-
Remeasurements of leave encashment on employee benefits		-	-
(ii) Items that will be reclassified to profit or loss			
Foreign currency translation differences		-	-
B. (i) Income tax relating to items that will not be reclassified to profit or loss		-	-
Total other comprehensive income net of taxes		-	-
IX. Total comprehensive income for the period		6,574	1,516,721
X. Earnings per equity share			
1. Basic		0.00	0.21
2. Diluted		0.00	0.21
Notes forming part of the financial statements	1-30		
<p>As per our report attached</p> <p>For Ramasamy Koteswara Rao and Co LLP For and on behalf of the Board of Directors</p> <p>Chartered Accountants</p> <p>Firm Regn. No. 010396S/S200084</p> <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> <p>Sd/-</p> <p>C.V. Koteswara Rao</p> <p>Partner</p> <p>Membership No. 028353</p> <p>Place: Hyderabad</p> <p>Date: May 30, 2018</p> </div> <div style="width: 30%;"> <p>Sd/-</p> <p>K Vivek Reddy</p> <p>Managing Director</p> <p>DIN: 07907507</p> <p>Sd/-</p> <p>M V S A Murali Krishna</p> <p>Company Secretary</p> </div> <div style="width: 30%;"> <p>Sd/-</p> <p>P Satyanarayana</p> <p>Director</p> <p>DIN: 02183914</p> <p>Sd/-</p> <p>S Yedukondalu</p> <p>Chief Financial Officer</p> </div> </div>			

STEADFAST CORPORATION LIMITED			
Standalone Cash Flow Statement for the year ended March 31st, 2018			In INR
Particulars	March 31, 2018	March 31, 2017	
A. CASH FLOWS FROM OPERATING ACTIVITIES:			
Net profit before tax	(1,038,649)	2,043,262	
Adjusted for :			
Depreciation	2,132,156	1,390,219	
Interest & other income received	(5,247,504)	(6,828,923)	
Other expenses	-	-	
Prov for diminution in value of investment	-	-	
Loss on sale of / discarded assets (net)	-	-	
Provision for doubtful debts	-	-	
Operating profits before working capital charges	(4,153,998)	(3,395,442)	
Changes in current assets and liabilities			
(Increase)/Decrease in Trade Receivables	4,127,954	(8,581,888)	
(Increase)/Decrease in financial and non-financial assets	(5,682,417)	(330,822)	
Increase/(Decrease) in financial and non-financial liabilities	(7,787,670)	8,122,159	
Increase/(Decrease) in Trade payables	4,103,509	115,911	
Cash generated from operations	(9,392,622)	(4,070,082)	
Income taxes paid	679,350	303,915	
Net cash generated from operating activities	(10,071,972)	(4,373,997)	
B CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of fixed assets	(5,995,849)	(3,500,000)	
Proceeds on sale of fixed assets	-	-	
Long term loans and advances	30,192,773	(543,505)	
Interest & other income received	5,247,504	6,828,923	
Net cash used in investing activities	29,444,428	2,785,418	
C CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from issue of share warrants	-	-	
Proceeds from issue of ESOPs	-	-	
Dividends and dividend tax paid during the year	-	(836,495)	
Net Cash generated from financing activities	-	(836,495)	
D net increase / (decrease) in cash and cash equivalents	19,372,456	(2,425,074)	
E Cash and cash equivalents at the beginning of the year	23,180,424	25,605,498	
F Cash and cash equivalents at the end of the year	42,552,880	23,180,424	
Notes forming part of the financial statements			
As per our report attached For Ramasamy Koteswara Rao and Co LLP Chartered Accountants Firm Regn. No. 010396S/S200084			
For and on behalf of the Board of Directors			
Sd/- C.V. Koteswara Rao Partner Membership No. 028353	Sd/- K Vivek Reddy Managing Director DIN: 07907507	Sd/- P Satyanarayana Director DIN: 02183914	
Place: Hyderabad Date: May 30, 2018	Sd/- M V S A Murali Krishna Company secretary	Sd/- S Yedukondalu Chief Financial Officer	

STEADFAST CORPORATION LIMITED
Notes forming part of the Standalone financial statements

Corporate information

Steadfast Corporation Limited ('the company') is in the business of Construction activities. The Company was incorporated on 2nd June, 1995 in Hyderabad and listed on MSEI dated 1st March, 2018.

The Financial statements for the year ended March 31, 2018 were approved by the Board of Directors and authorised for issue on 30th May, 2018.

1 Significant Accounting Policies

1.1 Basis of preparation of financial statements

These Financial statements have been prepared in accordance Indian Accounting Standards (Ind As) according to the notification issued by the Ministry of Corporate Affairs under section 133 of the Companies Act, 2013 ('the act') read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 with effect from April 1, 2017.

Previous periods have been restated to Ind AS and In accordance with Ind AS 101-First-time Adoption of Indian Accounting Standards, the Company has presented a reconciliation from the presentation of Financial statements under Accounting Standards For the year ended March 31, 2018, the Company had earlier prepared and presented its Financial statements in accordance with accounting standards notified under section 133 of the Companies Act, 2013 (Indian GAAP).

Reconciliations and description of the effect of the transition to Ind AS from Indian GAAP is given in notes to accounts.

1.12 Use of Accounting Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial Statements, the reported amount of revenues and expenses during the reported period and disclosure of contingent liabilities. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods.

1.13 Revenue recognition

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Interest Income is recognised on an accrual basis.

1.14 Property, plant and equipment & Capital work-in-progress

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset. Capital work-in-progress comprises the cost of the fixed assets that are not yet ready for their intended use at the balance sheet date.

1.15 Depreciation and Goodwill

Depreciation is provided on the written down value as per the useful life prescribed in Schedule II to the Companies Act, 2013.

1.16 Intangible Assets

Intangible assets are stated at cost less accumulated amortization and impairment if any. Intangible assets are amortized over their respective estimated useful lives on a straight-line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

During the year the company has not provided any amount amortization of intangible assets.

The estimated useful lives of intangible asset is as follows:

Type of Asset	Useful life
Intangible Asset	10 Years

1.17 Foreign Currency Transactions

The company translates all foreign currency transactions at Exchange Rates prevailing on the date of transactions. Exchange rate differences resulting from foreign exchange transactions settled during the year are recognized as income or expenses in the period in which they arise.

Monetary current assets and monetary current liabilities that are denominated in foreign currency are translated at the exchange rate prevalent at the date of the balance sheet. The resulting difference is also recorded in the Other comprehensive income.

1.18 Taxes on Income

Income tax comprises current income tax and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

- a) Current income tax: Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted by the reporting date and applicable for the period. The Company off sets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the asset and liability simultaneously.
- b) Deferred tax: Deferred tax asset and liabilities are measured at the tax rates that are expected to apply to the period when the asset / liability is realized, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date. Deferred Tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

1.19 Earning Per Share (EPS)

In determining earnings per share, the company considers the net profit after tax expense. The number of shares used in computing basic earnings per share is the weighted average shares used in outstanding during the period.

1.20 Investments

Long term unquoted investments are stated at cost & all other investments are carried at lower of cost or fair value.

1.21 Impairment of non-financial assets

The Company assess at each reporting date whether there is any indication that the carrying amount from non financial assets may not be recoverable. If any such indication exists, then the asset's recoverable amount is estimated and an impairment loss is recognised if the carrying amount of an asset or Cash generating unit (CGU) exceeds its estimated recoverable amount in the statement of profit and loss.

Goodwill is tested annually for impairment. For the purpose of impairment testing, goodwill arising from a business combination is allocated to CGUs or groups of CGUs that are expected to benefit from the synergies of the combination.

1.22 Provisions and Contingent Liabilities

A Provision is recognized if, as a result of past event, the Company has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the present obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

1.23 Financial Instruments

A financial instrument is any contract that give rise to a financial asset of one entity and a financial liability or equity of another entity.

Initial Recognition

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit and loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

Subsequent Measurement

Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved both by collectiong contractual cash flows on specified dates to cash flows that are solely payments of principal and interest on the amount outstanding and selling financial assets.

Financial assets at fair value through Profit and Loss

Financial assets are measured at fair value through profit and loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs that are directly attributable to the acquisition of financial assets and liabilities at fair value through profit and loss are immediately recognised in statement of profit and loss.

Financial liabilities

Financial liabilities are classified as measured at amortised cost or Fair Value Through Profit and Loss Account (FVTPL). A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in statement of profit and loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in statement of profit and loss. Any gain or loss on derecognition is also recognised in statement of profit and loss.

Investment in Subsidiaries

Investment in Subsidiaries is carried at cost

De-recognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition as per Ind AS 109. A financial liability (or a part of a financial liability) is derecognised from the Company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above are considered an integral part of the Company's cash management.

1.24 Cash flow statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the company are segregated.

1.25 First-time adoption of Indian Accounting Standard (Ind AS)

These Financial statements of the company for the year ended March 31, 2018 have been prepared in accordance with Ind AS. For the purpose of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101-First time adoption of Indian Accounting Standards, with April 1, 2016 as the transition date and IGAAP as the previous GAAP.

The transition to Ind AS has resulted in changes in the presentation of the Financial statements, disclosures in the notes thereto and accounting policies and principles. The accounting policies set out in Note 1 have been applied in preparing the Financial statements for the year ended March 31, 2018 and the comparative information. An explanation of how the transition from previous GAAP to Ind AS has affected the Balance Sheet and Statement of Profit and Loss, is set out in notes.

Reconciliations :

The following reconciliations provide the effect of transition to Ind AS from IGAAP in accordance with Ind AS 101

1. Equity as at April 1, 2016 and March 31, 2017
2. Net Profit for the year ended March 31, 2017

1.26 Related Party transactions

Name of related party	Nature of Relation	Nature of transactions	Amount 2017-18	Amount 2016-17
Keesara Vivek Reddy	Managing Director w.e.f. 14-08-2017	Managerial Remuneration	600,000	-
P Satyanarayana	Managing Director upto 14-08-2017	Managerial Remuneration	250,000	6,00,000

1.27 Earning per share

Particulars	2017-18	2016-17
Profit (Loss) for the year	6,574	1,516,721
Weighted average no. of Equity shares	7,131,000	7,131,000
Diluted earning per share	0.00092	0.21
Basic earning per share	0.00092	0.21

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

Firm Regn. No. 010396S/S200084

For and on behalf of the Board of Directors

Sd/-

C.V. Koteswara Rao

Partner

Membership No. 028353

Sd/-

K Vivek Reddy

Managing Director

DIN: 07907507

Sd/-

P Satyanarayana

Director

DIN: 02183914

Sd/-

M V S A Murali Krishna

Company secretary

Sd/-

S Yedukondalu

Chief Financial Officer

Place: Hyderabad

Date: May 30, 2018

STEADFAST CORPORATION LIMITED				
Notes to the Standalone Financial Statements for the year ended March 31, 2018				
2. Property, plant and equipment and Intangible assets				
	Computers	Vehicles	Plant & Machinery	Total (Property, Plant and equipment)
Deemed Cost				
As at April 01, 2016	103,150	2,636,444	-	2,739,594
Additions	-	-	3,500,000	3,500,000
Disposals				
As at March 31, 2017	103,150	2,636,444	3,500,000	6,239,594
Additions on change to Fair Market Value ¹ (IND AS Adj)	-	-	-	-
Additions	-	-	5,995,849	5,995,849
Disposals	-	-	-	-
As at March 31, 2018	103,150	2,636,444	9,495,849	12,235,443
Depreciation				
As at April 01, 2016	31,522	802,507	-	834,029
Charge for the year	44,252	572,817	773,150	1,390,219
Disposals	-	-	-	-
As at March 31, 2017	75,774	1,375,324	773,150	2,224,248
Charge for the year	16,302	393,902	1,721,951	2,132,156
Disposals	-	-	-	-
As at March 31, 2018	92,076	1,769,226	2,495,101	4,356,404
Net block				
As at March 31, 2018	11,074	867,218	7,000,748	7,879,039
As at March 31, 2017	27,376	1,261,120	2,726,850	4,015,346
As at March 31, 2016	71,628	1,833,937	-	1,905,565
As per Ind AS 101: First Time Adoption of Ind AS- The Land value has been brought to Fair Market Value and adjustments are reflected in OCI. Other assets are maintained at the book cost only				
	Office equipment	Vehicles	Plant & Machinery	Total (Property, plant and equipment)
As at April 01, 2016				
Gross block	158,614	2,125,473	27,223,033	29,507,120
Accumulated depreciation and amortisation	81,079	1,278,547	26,878,812	28,238,438
Net Block	77,535	846,926	344,221	1,268,682

Particulars	As at March 31, 2018	As at March 31, 2017	As at 1 April 2016
Note 3			
Other Assets			
Unsecured, considered good;			
ICD to Tracks & Towers Infratech Pvt. Ltd	48,600,000	48,600,000	48,600,000
Via Corporation Deposit	-	14,282	14,282
S.S Organics Limited	-	5,000,000	5,000,000
Total	48,600,000	53,614,282	53,614,282
Note 4			
Deferred tax			
(a) Deferred tax asset on account of depreciation	1,293,462	248,239	90,220
Total	1,293,462	248,239	90,220
Note 5			
Other non-current assets			
(a) Security Deposits	-	-	-
(b) Advance service tax paid under protest	-	-	-
(c) Advance income tax and TDS	-	84,417	84,417
(d) MAT credit entitlement	-	-	-
(e) Advances	-	25,094,074	24,550,569
Total	-	25,178,491	24,634,986
Note 6			
Trade Receivables			
Unsecured			
Considered good	4,453,934	8,581,888	-
Considered doubtful	-	-	-
Total	4,453,934	8,581,888	-
Less:			
Allowances for doubtful debts	-	-	-
Total	4,453,934	8,581,888	-
Note 7			
Cash and cash equivalents			
(a) Balances with Banks			
- Current Accounts	21,018,068	893,772	5,293,109
- Deposit Accounts	21,502,966	22,212,739	20,028,222
- Cash on Hand	31,846	73,914	284,168
	42,552,880	23,180,424	25,605,498
(b) Other bank balances			
(i) Unclaimed Dividends	-	-	-
(ii) Balances under deposits	-	-	-
Total	42,552,880	23,180,424	25,605,498

Note 8						
Short term loans and advances						
Unsecured, Considered Good						
RAUS-SCL - Joint Venture		179,309		179,309		183,860
Earnest Money Deposit - RAUS-SCL (JV)		-		-		275,884
Total		179,309		179,309		459,744
Note 9						
Other current assets						
Advance tax & TDS		982,533		924,793		1,002,840
Deposits and other advances		-		-		-
GST Receivables		242,869		-		-
Prepaid Expenses		29,215		-		-
Other receivable		5,408,544		55,952		28,292
Total		6,663,162		980,745		1,031,132
Note 10						
Equity Share Capital						
(I) Authorised		90,000,000		90,000,000		90,000,000
90,00,000 Equity shares of Rs 10 each						
(ii) Issued Subscribed and fully paid up:		71,310,000		71,310,000		71,310,000
71,31,000 Equity Shares of Rs 10 each fully paid-up						
Total		71,310,000		71,310,000		71,310,000
I) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:						
Particulars	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
Equity Shares:	No. of Shares	in Rs	No. of Shares	in Rs	No. of Shares	in Rs
Shares outstanding at the beginning of the year	7,131,000	71,310,000	7,131,000	71,310,000	7,131,000	7,310,000
Add: Issued and allotted during the year	-	-	-	-	-	-
Less: Shares bought back during the year	-	-	-	-	-	-
Shares outstanding at the end of the year	7,131,000	71,310,000	7,131,000	71,310,000	7,131,000	71,310,000
ii) Terms/Rights and restrictions attached to the equity shares:						
The Company has only one class of equity shares having a face value of Rs. 10/-. Each share holder is eligible for one vote per share held.						
iii) The details of shareholder holding more than 5% shares in the Company:						
Particulars	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
	No. of Shares	in %	No. of Shares	in %	No. of Shares	in %
Steadfast Foundation	500,000	7.01%	300,000	4.21%	300,000	4.21%
C Akhilesh Reddy	496,500	6.96%	-	0.00%	-	0.00%
K Jayalata	485,785	6.81%	-	0.00%	-	0.00%
A Sheshagiri Rao	476,000	6.68%	-	0.00%	-	0.00%

Particulars	March 31, 2018	March 31, 2017	March 31, 2016
Note 11			
Other Equity			
(i) Capital Reserve	-	-	-
(ii) General Reserve			
Opening balance	-	-	-
Transferred from retained earnings	-	-	-
Total General Reserve	-	-	-
(iii) Investment subsidy	-	-	-
(iv) Securities Premium Reserve	7,661,985	7,661,985	7,661,985
(v) Share Application Money Pending Allotment	-	-	-
(vi) Employee Stock Options Outstanding Account	-	-	-
(vii) Retained Earnings			
Opening	27,515,179	26,834,953	24,647,468
Profit for the year/quarter	6,574	1,516,721	2,187,485
Profit and Loss excess	3,649	-	-
Less: Dividend for the year	-	(713,100)	-
Dividend tax	-	(123,395)	-
	27,525,402	27,515,179	26,834,953
(viii) Currency translation reserve			
Opening	-	-	-
Addition/deduction during the year	-	-	-
Total	35,187,387	35,177,164	34,496,938
Note 12			
Trade and other payables			
Trade Payables	4,078,030	115,911	-
Outstanding expenses	141,390	-	-
Total	4,219,420	115,911	-
Note 13			
Other financial liabilities			
Other liabilities	-	-	-
Total	-	-	-
Note 14			
Other current liabilities			
Statutory Liabilities	142,572	172,790	8,854
Other advances	-	-	-
Other Liabilities	585,145	8,342,597	384,374
Total	727,717	8,515,387	393,228
Note 15			
Short term provisions			
Provision for Leave Encashment - Short Term	177,261	177,261	177,261
Total	177,261	177,261	177,261
Note 16			
Liabilities for current tax			
Provision for Income Tax	-	683,000	964,000
Total	-	683,000	964,000

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Note 17		
Revenue from Operations		
Income From Movable Asset -ACE Crane	165,000	-
Income from Dozer - Hire charges	772,404	954,564
Income From Movable Asset JCB-3DX	185,500	-
Share of Profit from Joint Venture	-	280,612
Contract Receipts	4,182,600	8,500,000
Total	5,305,504	9,735,176
Note 18		
Other Income		
Interest income on Loans	3,888,004	5,103,000.00
Interest income on deposits with bank	1,359,500	1,725,923.40
Interest received on IT Refund	-	-
Total	5,247,504	6,828,923
Note 19		
Cost of execution		
Cost of execution	4,519,977	8,928,584
Total	4,519,977	8,928,584
Note 20		
Employee benefit expense		
Salaries & Wages	1,004,407	1,466,956
Contribution to Provident and Other Funds	30,883	600,000
Managerial Remuneration	850,000	67,898
Staff Welfare	1,650	14,186
Total	1,886,940	2,149,040
Note 21		
Finance Cost		
Bank Charges	2,980	1,101
Total	2,980	1,101

Particulars	For the Year ended March 31, 2018	For the Year ended March 31, 2017
Note 22		
Other Expenses		
Repairs & Maintenance		
Repairs & Maintenance : Others	600	200
Repairs & Maintenance : Vehicles	21,878	-
Advertisement & Publication Charges	42,720	78,460
AGM Expenses	20,892	35,240
Annual Charges : Depository Services	67,488	101,757
Annual Charges : Share Transfer Fees	43,721	-
Audit Fees	36,000	36,000
Conveyance	3,688	9,588
Internet Charges	10,953	21,532
Legal, Consultancy & Professional Fees	670,370	245,334
Listing Fees	735,000	-
Office & General Expenses	36,150	-
Office Maintenance	111,750	109,631.00
Postage & Telegram	55,644	156,989.00
Printing & Stationary	82,200	110,172.00
Rates & Taxes	17,754	61,656.00
Regd Office Rent	144,000	144,000.00
ROC Filing Fees	10,700	-
Security Charges	284,826	151,000.00
Telephone Charges	3,048	2,688.00
Travelling Expenses	95,097	291,950.00
Vehicle Insurance	59,596	40,975.00
Vehicle Maintenance	460,111	411,899.00
Web Designing and Maintenance	20,000	20,000.00
Interest on Late Payment of IT TDS	15,419	322.00
Retainer ship fees	-	22,500.00
Total	3,049,605	2,051,893

STEADFAST CORPORATION LIMITED Notes to the Financial Statements for the year ended March 31, 2018 Reconciliation with previous GAAP			
Note No. 23 Reconciliation of equity as previously reported under Previous GAAP (I GAAP) to Ind AS as at March 31, 2017			
	IGAAP	Effect of transition to Ind AS	Ind AS
Assets			
Non current assets			
(a) Property, Plant and Equipment	4,015,346	-	4,015,346
(b) Capital work-in-progress	-	-	-
(c) Investment Property	-	-	-
(d) Other assets	53,614,282	-	53,614,282
(e) Financial Assets			
(i) Investments	-	-	-
(f) Deferred tax assets (net)	248,239	-	248,239
(g) Other non-current assets	25,178,491	-	25,178,491
Current assets			
(a) Financial Assets			
(i) Trade receivables	8,581,888	-	8,581,888
(ii) Cash and cash equivalents	23,180,424	-	23,180,424
(iii) Loans and advances	179,309	-	179,309
(b) Other current assets	980,745	-	980,745
	115,978,724	-	115,978,724
Equity and liabilities			
Equity			
a) Share Capital	71,310,000	-	71,310,000
b) Other Equity	35,177,164	-	35,177,164
Liabilities			
Non - current liabilities:			
(a) Financial liabilities			
(i) Other financial liabilities	-	-	-
(b) Deferred tax liability	-	-	-
(c) Provisions	-	-	-
(d) Other liabilities	-	-	-
Current liabilities			
(a) Financial liabilities			
(i) Trade payables	115,911	-	115,911
(ii) Other financial liabilities	-	-	-
(b) Other current liabilities	8,515,387	-	8,515,387
(c) Short-term provisions	177,262	-	177,262
(d) Liabilities for current tax (net)	683,000	-	683,000
Total Equity and Liabilities	115,978,724	-	115,978,724
* The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.			

Note No. 24 Reconciliation of equity as previously reported under Previous GAAP (I GAAP) to Ind AS as at April 1, 2016:

	Reclass Previous IGAAP	Effect of transition to Ind AS	Ind AS
Assets			
Non current assets			
(a) Property, Plant and Equipment	1,905,565	-	1,905,565
(b) Capital work-in-progress	-	-	-
(c) Investment Property	-	-	-
(d) Other assets	53,614,282	-	53,614,282
(e) Financial Assets			
(i) Investments	-	-	-
(f) Deferred tax assets (net)	90,220	-	90,220
(g) Other non-current assets	24,634,986	-	24,634,986
Current assets			
(a) Financial Assets			
(i) Trade receivables	-	-	-
(ii) Cash and cash equivalents	25,605,498	-	25,605,498
(iii) Loans and advances	459,744	-	459,744
(b) Other current assets	1,031,132	-	1,031,132
	107,341,427	-	107,341,427
Equity and liabilities			
Equity			
a) Share Capital	71,310,000	-	71,310,000
b) Other Equity	34,496,938	-	34,496,938
Liabilities			
Non - current liabilities:			
(a) Financial liabilities			
(i) Other financial liabilities	-	-	-
(b) Deferred tax liability	-	-	-
(c) Provisions	-	-	-
(d) Other liabilities	-	-	-
Current liabilities			
(a) Financial liabilities			
(i) Trade payables	-	-	-
(ii) Other financial liabilities	-	-	-
(b) Other current liabilities	393,228	-	393,228
(c) Short-term provisions	177,261	-	177,261
(d) Liabilities for current tax (net)	964,000	-	964,000
Total Equity and Liabilities	107,341,427	-	107,341,427

* The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

Note No. 25 Reconciliation of Statement of Profit and Loss as previously reported under Previous GAAP (IGAAP) to Ind AS for the year ended March 31, 2017

	Reclass Previous IGAAP	Effect of transition to Ind AS	Ind AS
Revenue			
Revenue from operations	9,735,176	-	9,735,176
Other income	6,828,923	-	6,828,923
Total Revenue (i)	16,564,099	-	16,564,099
Expenses			
Cost of Execution	8,928,584	-	8,928,584
Employee Benefits Expenses	2,149,040	-	2,149,040
Depreciation and Amortization Expenses	1,390,219	-	1,390,219
Finance Cost	1,101	-	1,101
Other Expenses	2,051,893	-	2,051,893
Total expenses (ii)	14,520,837	-	14,520,837
Profit before exceptional and extraordinary items and tax (i-ii)	2,043,262	-	2,043,262
Exceptional items	-	-	-
Profit before tax	2,043,262	-	2,043,262
Tax expense:			
Current Tax	683,000	-	683,000
Less: MAT credit entitlement	-	-	-
Deferred Tax	(158,019)	-	(158,019)
Prior period tax	1,560	-	-
Total tax expense	526,541	-	524,981
Net profit after tax	1,516,721	-	1,518,281
Other Comprehensive Income			
A Items that will not be reclassified to profit or loss	-	-	-
B Items that will be reclassified to profit or loss	-	-	-
Remeasurement of Investments	-	-	-
Income tax effect	-	-	-
Total other comprehensive income/(expense)	-	-	-
Total Comprehensive Income for the Year (Comprising Profit (Loss) and Other Comprehensive Income for the Year)	1,516,721	-	1,518,281

* The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

Note No. 26 Reconciliation of total equity as at March 31, 2017 and April 1, 2016		
	March 31, 2017	April 1, 2016
Total Equity (shareholder's fund) as per previous GAAP	106,487,164	105,806,938
Adjustments		
Fair valuation of equity investment - FVOCI	-	-
Tax effect of above adjustment	-	-
Other Adjustment	-	-
Total adjustments	-	-
Total equity as per Ind AS	106,487,164	105,806,938

Note No. 27 Reconciliation of total comprehensive income for the year ended March 31, 2017	
Profit after tax as per previous GAAP	1,516,721
Adjustments	
Fair valuation of equity investment - FVOCI	-
Tax effect of above adjustment	-
Other Adjustment	-
Profit after tax as per Ind AS	1,516,721
Other comprehensive income	-
Total comprehensive income as per Ind AS	1,516,721

As per our report attached		
For Ramasamy Koteswara Rao and Co LLP	For and on behalf of the Board of Directors	
Chartered Accountants		
Firm Regn. No. 010396S/S200084		
Sd/-	Sd/-	Sd/-
C.V. Koteswara Rao	K Vivek Reddy	P Satyanarayana
Partner	Managing Director	Director
Membership No. 028353	DIN: 07907507	DIN: 02183914
Place: Hyderabad	Sd/-	Sd/-
Date: May 30, 2018	M V S A Murali Krishna	S Yedukondalu
	Company secretary	Chief Financial Officer

STEADFAST CORPORATION LIMITED

Statement of changes in equity

A. Equity share capital

Particulars	Number	in Rs.
Balance as on 1 April 2016	7,131,000	71,310,000
Changes in equity share capital during the year	-	-
Balance as on 31 March 2017	7,131,000	71,310,000
Issued during the year - ESOPs	-	-
Issue of warrants to Promoters	-	-
Balance as on 31 March 2018	7,131,000	71,310,000

B. Other Equity

Particulars	Securities Premium Reserve	Retained Earnings	Total Equity attributable to Equity holders
Opening Balance as at 1 April 2016	7,661,985	26,834,953	34,496,938
DT on Indexation of free-hold land	-	-	-
Provision & DT on leave encashment	-	-	-
Provision & DT on ECL	-	-	-
Ind AS Opening Balance as at 1 April 2016	7,661,985	26,834,953	34,496,938
Profit for the Year	-	1,516,721	1,516,721
Dividend tax and Interim Dividend	-	(836,495)	(836,495)
Deferred tax expense/income	-	-	-
Employees Gratuity and Leave encashment	-	-	-
CWIP Write-Off	-	-	-
Provision for Doubtful debts	-	-	-
Deferred tax expense - OCI	-	-	-
Employee benefit expense - OCI	-	-	-
Actuarial gains/loss - OCI	-	-	-
ESOP Expense	-	-	-
Share Application Money	-	-	-
Ind AS Closing Balance as at 31 March 2017	7,661,985	27,515,179	35,177,164
Balance as at 1 April 2017	7,661,985	27,515,179	35,177,164
Profit for the Year	-	10,223	10,223
Other Comprehensive income	-	-	-
Remeasurement of ESOP provision	-	-	-
Share application money	-	-	-
Issue of Equity shares	-	-	-
ESOP Expense	-	-	-
Foreign currency translation	-	-	-
Ind AS Closing Balance as at 31 March 2018	7,661,985	27,525,402	35,187,387

As per our report attached

For Ramasamy Koteswara Rao and Co LLP

For and on behalf of the Board of Directors

Chartered Accountants

Firm Regn. No. 010396S/S200084

Sd/-

C.V. Koteswara Rao

Partner

Membership No. 028353

Sd/-

K Vivek Reddy

Managing Director

DIN: 07907507

Sd/-

P Satyanarayana

Director

DIN: 02183914

Sd/-

M V S A Murali Krishna

Company secretary

Sd/-

S Yedukondalu

Chief Financial Officer

Place: Hyderabad

Date: May 30, 2018

Equity Reconciliation		
Particulars	As on March 31, 2017	As on 1 April 2016
Total equity under previous GAAP	106,487,164	105,806,938
DTA recognised on Indexation of Land	-	-
DTA recognised on recognition of Provision for Leave encashment	-	-
DTA recognised on recognition of Provision for Doubtful debts	-	-
Recognition of Provision for Leave encashment	-	-
Recognition of Provision for Doubtful debts	-	-
CWIP write off	-	-
Recognition of deferred tax on above adjustments	-	-
Recognition of actuarial gain on gratuity	-	-
DTA on recognition of actuarial gain on gratuity	-	-
Total equity under Ind AS	106,487,164	105,806,938
Attributable to Share holders of the company	106,487,164	105,806,938

Profit Reconciliation - Indian GAAP to Ind AS		
Particulars	Reference	Year ended 31 March 2017
Net Profit/(Loss) under Indian GAAP		1,516,721
Details of Ind - AS Adjustments		-
Recognition of expected credit loss	A	-
Recognition of provision for employee benefits as per actuarial valuation	B	-
Recognition of stock compensation cost	C	-
Capital work in progress written off	D	-
Recognition of deferred tax on above adjustments	E	-
Recognition of deferred tax on indexation of land	F	-
Net Profit/(Loss) under Ind-AS		1,516,721
Recognition of actuarial gains/(loss) on employee benefits	G	-
Recognition of deferred tax on actuarial gain/(loss)	H	-
Net Comprehensive Income /(Loss) under Ind-AS		1,516,721

INDEPENDENT AUDITOR'S REPORT

To the Members of
STEADFAST CORPORATION LIMITED

Report on the Consolidated Ind AS Financial Statements

We have audited the accompanying Consolidated Ind AS financial statements of Steadfast Corporation Limited ("the Holding Company") and its Associate ("the Holding Company and its associates together referred to as the group"), which comprise the consolidated Balance Sheet as at March 31, 2018, the Statement of consolidated Profit and Loss, including consolidated Other Comprehensive Income and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (together hereinafter referred to as "Consolidated Ind AS financial statements").

Management's Responsibility for the consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these Consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the financial position, financial performance including consolidated other comprehensive income and consolidated statement of changes in equity of the Group in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act., read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the group 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 the design, implementation and maintenance of adequate 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 Consolidated Ind AS financial statements by Board of Directors of the Holding Company 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 Consolidated Ind AS financial statements based on our audit. In conducting 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 there under.

We conducted our audit of the Consolidated Ind AS financial statements in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as 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

consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS 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 Consolidated Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Consolidated Ind AS financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their report referred to in sub-paragraphs (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the other auditors on separate financial statements the Consolidated Ind AS 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, of the state of consolidated affairs of the Company as at March 31, 2018, its consolidated Profit including consolidated other comprehensive income and the changes in equity for the year ended on that date.

Other Matters

We did not audit the financial statements of RAUS- SCL JOINT VENTURE(associate), whose financial statements reflect total assets of Rs.6,76,16,390 as at 31st March, 2018, total revenues of Rs.7,54,36,283 and net profit amounting to Rs.7,78,689 for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us and our opinion is based solely on the reports of the other auditors.

Our opinion is not qualified in respect of the above matter.

Report on Other Legal and Regulatory Requirements

1. As required by section 143 (3) of the Act, we report, to the extent applicable, 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 purpose 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 Consolidated Balance Sheet, Statement of Consolidated Profit and Loss including Consolidated Other Comprehensive Income and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies

(Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended;

- c) On the basis of written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors and the reports of the statutory auditors of its associate companies incorporated in India, none of the directors Group companies incorporated in India is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- d) 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" to this report;
- e) 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, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations on its financial position in its Consolidated Ind AS financial statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **Ramasamy Koteswara Rao And Co LLP**,
Chartered Accountants
Firm Registration Number: 010396S/S200084

Place: Hyderabad
Date: 30-05-2018

Sd/-
(C V Koteswara Rao)
Partner
Membership No.028353

**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED
FINANCIAL STATEMENTS OF STEADFAST CORPORATION LIMITED**

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

To the Members of **STEADFAST CORPORATION LIMITED**

We have audited the internal financial controls over financial reporting of **STEADFAST CORPORATION LIMITED** ("the holding company"), its associates ('the holding company and its Associates together referred to as the group') as of march 31, 2018 in conjunction with our audit of the Consolidated financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **Ramasamy Koteswara Rao And Co LLP**,
Chartered Accountants
Firm Registration Number: 010396S/S200084

Place: Hyderabad
Date: 30-05-2018

Sd/-
(C V Koteswara Rao)
Partner
Membership No.028353

STEADFAST CORPORATION LIMITED				
Consolidated Balance Sheet As At 31st March 2018				In INR
Particulars	Notes	March 31, 2018	March 31, 2017	April 01, 2016
I. ASSETS				
(1) Non-current assets				
(a) Property, Plant and Equipment	2	7,879,039	4,015,346	1,905,565
(b) Capital work-in-progress		-	-	-
(c) Investment Property		-	-	-
(d) Other assets	3	48,600,000	53,614,282	53,614,282
(e) Financial Assets				
(i) Investments		-	-	-
(ii) Advances		-	-	-
(f) Deferred tax assets (net)	4	1,293,462	248,239	90,220
(g) Other non-current assets	5	-	25,178,491	24,634,986
Total non current assets		57,772,502	83,056,358	80,245,053
(2) Current Assets				
(a) Financial Assets				
(i) Trade receivables	6	4,453,934	8,581,888	-
(ii) Cash and cash equivalents	7	42,552,880	23,180,424	25,605,498
(iii) Loans and advances	8	438,872	179,309	459,744
(b) Other current assets	9	6,663,162	980,745	1,031,132
Total current assets		54,108,847	32,922,366	27,096,374
TOTAL ASSETS		111,881,348	115,978,724	107,341,426
II. EQUITY AND LIABILITIES				
(1) Equity				
(a) Equity share capital	10	71,310,000	71,310,000	71,310,000
(b) Other equity	11	35,446,950	35,177,164	34,496,938
Total equity		106,756,950	106,487,164	105,806,938
(3) Non current liabilities				
(a) Financial liabilities				
(i) Other financial liabilities		-	-	-
(b) Deferred tax liability		-	-	-
(c) Provision		-	-	-
(d) Other liabilities		-	-	-
Total Non Current Liabilities		-	-	-
(4) Current liabilities				
(a) Financial liabilities				
(i) Trade payables	12	4,219,420	115,911	-
(ii) Other financial liabilities		-	-	-
(b) Other current liabilities	13	727,717	8,515,387	393,228
(c) Short-term provisions	14	177,261	177,261	177,261
(d) Liabilities for current tax (net)	15	-	683,000	964,000
Total Current liabilities		5,124,398	9,491,559	1,534,488
TOTAL EQUITY AND LIABILITIES		111,881,348	115,978,724	107,341,426
Notes forming part of the financial statements	1 - 30			
<p>As per our report attached For Ramasamy Koteswara Rao and Co LLP Chartered Accountants Firm Regn. No. 010396S/S200084</p> <p style="text-align: right;">For and on behalf of the Board of Directors</p> <div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div style="width: 30%;"> <p>Sd/- C.V. Koteswara Rao Partner Membership No. 028353</p> </div> <div style="width: 30%;"> <p>Sd/- K Vivek Reddy Managing Director DIN: 07907507</p> </div> <div style="width: 30%;"> <p>Sd/- P Satyanarayana Director DIN: 02183914</p> </div> </div> <div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div style="width: 30%;"> <p>Place: Hyderabad Date: May 30, 2018</p> </div> <div style="width: 30%;"> <p>Sd/- M V S A Murali Krishna Company secretary</p> </div> <div style="width: 30%;"> <p>Sd/- S Yedukondalu Chief Financial Officer</p> </div> </div>				

STEADFAST CORPORATION LIMITED			
Consolidated Statement of Profit and Loss for the year ended 31st March 2018 In INR			
Particulars	Notes	Year ended March 31, 2018	Year ended March 31, 2017
Revenue			
I. Revenue from Operations	16	5,305,504	9,735,176
II. Other income	17	5,247,504	6,828,923
III. Total Income (I+II)		10,553,008	16,564,099
IV. Expenses			
Cost of Execution	18	4,519,977	8,928,584
Employee Benefits Expenses	19	1,886,940	2,149,040
Depreciation and Amortization Expenses	2	2,132,156	1,390,219
Finance Cost	20	2,980	1,101
Other Expenses	21	3,049,605	2,051,893
Total Expenses (IV)		11,591,657	14,520,837
V. Profit/(loss) before Tax (III - IV)		(1,038,649)	2,043,262
VI. Tax expense:			
1. Current tax		-	683,000
2. Deferred tax	4	(1,045,223)	-
3. MAT credit		-	(158,019)
4. Prior period tax		-	1,560
VII. Profit/(Loss) for the year		6,574	1,516,721
VIII. Other comprehensive income			
A. (i) Items that will not be reclassified to profit or loss			
Remeasurement of Investments		-	-
Remeasurements of leave encashment on employee benefits		-	-
(ii) Items that will be reclassified to profit or loss			
Foreign currency translation differences		-	-
B. (i) Income tax relating to items that will not be reclassified to profit or loss		-	-
Total other comprehensive income net of taxes		-	-
IX. Total comprehensive income for the period		6,574	1,516,721
X. Earnings per equity share			
1. Basic		0.00	0.21
2. Diluted		0.00	0.21
Notes forming part of the financial statements	1-30		
<p>As per our report attached</p> <p>For Ramasamy Koteswara Rao and Co LLP For and on behalf of the Board of Directors</p> <p>Chartered Accountants</p> <p>Firm Regn. No. 010396S/S200084</p> <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> <p>Sd/-</p> <p>C.V. Koteswara Rao</p> <p>Partner</p> <p>Membership No. 028353</p> <p>Place: Hyderabad</p> <p>Date: May 30, 2018</p> </div> <div style="width: 30%;"> <p>Sd/-</p> <p>K Vivek Reddy</p> <p>Managing Director</p> <p>DIN: 07907507</p> <p>Sd/-</p> <p>M V S A Murali Krishna</p> <p>Company Secretary</p> </div> <div style="width: 30%;"> <p>Sd/-</p> <p>P Satyanarayana</p> <p>Director</p> <p>DIN: 02183914</p> <p>Sd/-</p> <p>S Yedukondalu</p> <p>Chief Financial Officer</p> </div> </div>			

STEADFAST CORPORATION LIMITED			
Consolidated Cash Flow Statement for the year ended March 31st, 2018			In INR
Particulars	March 31, 2018	March 31, 2017	
A. CASH FLOWS FROM OPERATING ACTIVITIES:			
Net profit before tax	(1,038,649)	2,043,262	
Adjusted for :			
Depreciation	2,132,156	1,390,219	
Interest & other income received	(5,247,504)	(6,828,923)	
Other expenses	-	-	
Prov for diminution in value of investment	-	-	
Loss on sale of / discarded assets (net)	-	-	
Provision for doubtful debts	-	-	
Operating profits before working capital charges	(4,153,998)	(3,395,442)	
Changes in current assets and liabilities			
(Increase)/Decrease in Trade Receivables	4,127,954	(8,581,888)	
(Increase)/Decrease in financial and non-financial assets	(5,682,417)	(330,822)	
Increase/(Decrease) in financial and non-financial liabilities	(7,787,670)	8,122,159	
Increase/(Decrease) in Trade payables	4,103,509	115,911	
Cash generated from operations	(9,392,622)	(4,070,082)	
Income taxes paid	679,350	303,915	
Net cash generated from operating activities	(10,071,972)	(4,373,997)	
B CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of fixed assets	(5,995,849)	(3,500,000)	
Proceeds on sale of fixed assets	-	-	
Long term loans and advances	30,192,773	(543,505)	
Interest & other income received	5,247,504	6,828,923	
Net cash used in investing activities	29,444,428	2,785,418	
C CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from issue of share warrants	-	-	
Proceeds from issue of ESOPs	-	-	
Dividends and dividend tax paid during the year	-	(836,495)	
Net Cash generated from financing activities	-	(836,495)	
D net increase / (decrease) in cash and cash equivalents	19,372,456	(2,425,074)	
E Cash and cash equivalents at the beginning of the year	23,180,424	25,605,498	
F Cash and cash equivalents at the end of the year	42,552,880	23,180,424	
Notes forming part of the financial statements			
<p>As per our report attached For Ramasamy Koteswara Rao and Co LLP Chartered Accountants Firm Regn. No. 010396S/S200084</p>			
<p>For and on behalf of the Board of Directors</p>			
<p>Sd/- C.V. Koteswara Rao Partner Membership No. 028353</p>	<p>Sd/- K Vivek Reddy Managing Director DIN: 07907507</p>	<p>Sd/- P Satyanarayana Director DIN: 02183914</p>	
<p>Place: Hyderabad Date: May 30, 2018</p>	<p>Sd/- M V S A Murali Krishna Company secretary</p>	<p>Sd/- S Yedukondalu Chief Financial Officer</p>	

STEADFAST CORPORATION LIMITED
Notes forming part of the Consolidated financial statements

Corporate information

Steadfast Corporation Limited ('the company') is in the business of **Construction Activities**. The Company was incorporated on 2nd June, 1995 in Hyderabad and listed on MSEI dated 1st March, 2018. The consolidated financial statements for the year ended March 31, 2018 were approved by the Board of Directors and authorised for issue on 30th May, 2018.

1 Significant Accounting Policies

1.1 Basis of preparation of financial statements

These consolidated financial statements have been prepared in accordance Indian Accounting Standards (Ind As) according to the notification issued by the Ministry of Corporate Affairs under section 133 of the Companies Act, 2013 ('the act') read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 with effect from April 1, 2017

Previous periods have been restated to Ind AS and In accordance with Ind AS 101-First-time Adoption of Indian Accounting Standards, the Company has presented a reconciliation from the presentation of consolidated financial statements under Ind As For the year ended March 31, 2016, the Company had earlier prepared and presented its consolidated financial statements in accordance with accounting standards notified under section 133 of the Companies Act, 2013 (Indian GAAP). Reconciliations and description of the effect of the transition to Ind AS from Indian GAAP is given in Notes.

The consolidated financial statements are prepared in accordance with the principles and procedures required for the preparation and presentation of consolidated financial statements as laid down under the Ind AS 27 "Consolidated and Separate Financial Statements". The Consolidated financial statements comprise the financial statements of the Company and its subsidiaries. Accounting policies are consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in accounting policy either to in use. Where a change in accounting policy is necessiated due to changed circumstances, detailed disclosures to that effect along with the impact of such change is duly diclosed in the consolidated financial statements.

The consolidated financial statements of the Group have been prepared based on a line-by-line consolidation of the financial statements of the Company and its subsidiaries. All material inter-Company balances and transactions are eliminated on consolidation.

1.12 Use of Accounting Estimates

The preparation of consildated financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of consolidated financial Statements, the reported amount of revenues and expenses during the reported period and disclosure of contingent liabilites. Management believes that the estimates used in the preparation of consolidated financial

statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods.

1.13 Revenue recognition

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Interest Income is recognised on an accrual basis.

1.04 Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset.

Capital work-in-progress comprises the cost of the fixed assets that are not yet ready for their intended use at the balance sheet date.

1.05 Depreciation and Goodwill

- a) Depreciation is provided on the written down value as per the useful life prescribed in Schedule II to the Companies Act, 2013.

The residual values, useful lives and methods of depreciation of property, plant and equipment and Intangible assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

- b) Goodwill has been recognized on consolidation of investment in subsidiaries with the parent company.

1.06 Intangible Assets

Intangible assets are stated at cost less accumulated amortization and impairment if any. Intangible assets are amortized over their respective estimated useful lives on a written down value, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

The estimated useful lives of intangible asset is as follows:

Type of Asset	Useful life
Other Intangible Asset	10 Years

1.07 Inventories

Inventories are valued at lower of cost and net realisable

1.08 Employee Benefits

Defined Contribution Plans

a. Gratuity

In accordance with the Payment of Gratuity Act, 1972, the group provides for gratuity, a defined retirement plan (the "Gratuity Plan") covering the eligible employees. The Gratuity Plan provides a lump sum payment

to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee salary and the tenure of employment. Liability with regard to the Gratuity Plan are determined by actuarial valuation as of the balance sheet date, based upon which, the company contributes the ascertained liabilities to the Name of the company.

b. Provident fund

Eligible employees receive benefits from a provident fund, which is a defined contribution plan. Aggregate contributions along with interest thereon is paid at retirement, death, incapacitation or termination of employment. Both the employee and the company make monthly contributions to the Regional Provident Fund Commissioner equal to a specified percentage of the covered employee's salary.

c. Employee State Insurance Fund:

Eligible employees (whose gross salary is less than Rs.15,000 per month) are entitled to receive benefit under employee state insurance fund scheme. The employer makes contribution to the scheme at a predetermined rate (presently 4.75%) of employee's gross salary. The Company has no further obligations under the plan beyond its monthly contributions. These contributions are made to the fund administered and managed by the Government of India. The group monthly contributions are charges to income in the year it is incurred.

1.09 Foreign Currency Transactions

The company translates all foreign currency transactions at Exchange Rates prevailing on the date of transactions. Exchange rate differences resulting from foreign exchange transactions settled during the year are recognized as income or expenses in the period in which they arise.

Monetary current assets and monetary current liabilities that are denominated in foreign currency are translated at the exchange rate prevalent at the date of the balance sheet. The resulting difference is also recorded in the profit and loss account.

1.10 Taxes on Income

Income tax comprises current income tax and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

- a) **Current income tax:** Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted by the reporting date and applicable for the period. The Company off sets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the asset and liability simultaneously.
- b) **Deferred tax:** Deferred tax asset and liabilities are measured at the tax rates that are expected to apply to the period when the asset / liability is realized, based on tax rates (and tax laws) that have been enacted or

substantively enacted at the balance sheet date. Deferred Tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

- c) MAT credit is recognized as an asset only, and to the extent, there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Mat credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal income tax during the specified period.

1.11 Earning Per Share (EPS)

In determining earnings per share, the company considers the net profit after tax expense. The number of shares used in computing basic earnings per is the weighted average shares used in outstanding during the period.

1.12 Investments

Long term unquoted investments are stated at cost & all other investments are carried at lower of cost or fair value.

1.13 Impairment of non-financial assets

The Company assess at each reporting date whether there is any indication that the carrying amount may not be recoverable. If any such indication exists, then the asset's recoverable amount is estimated and an impairment loss is recognised if the carrying amount of an asset or Cash generating unit (CGU) exceeds its estimated recoverable amount in the statement of profit and loss.

Goodwill is tested annually for impairment. For the purpose of impairment testing, goodwill arising from a business combination is allocated to CGUs or groups of CGUs that are expected to benefit from the synergies of the combination.

1.14 Provisions and Contingent Liabilities

A Provision is recognized if, as a result of past event, the Company has a present legal obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the present obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

1.15 Financial Instruments

A financial instrument is any contract that give rise to a financial asset of one entity and a financial liability or equity of another entity.

Initial Recognition

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit and loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

Subsequent Measurement

Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the amount outstanding if any.

Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved both by collectiong contractual cash flows on specified dates to cash flows that are solely payments of principal and interest on the amount outstanding and selling financial assets.

Financial assets at fair value through Profit and Loss

Financial assets are measured at fair value through profit and loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs that are directly attributable to the acquisition of financial assets and liabilities at fair value through profit and loss are immediately recognised in statement of profit and loss.

Financial liabilities

Financial liabilities are classified as measured at amortised cost or Fair Value Through Profit and Loss Account (FVTPL). A financial liability is classified as at FVTPL if it is classified as heldfor-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in statement of profit and loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in statement of profit and loss. Any gain or loss on derecognition is also recognised in statement of profit and loss.

Impairment of financial assets

Intangible assets and Property, Plant and Equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above are considered an integral part of the Company's cash management.

Cash dividend to equity holders

The Company recognises a liability to make cash to equity holders when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity. Interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

1.16 Cash flow statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the company and the group are segregated.

1.17 First time adoption of Ind AS

These consolidate financial statements of Grandeur Products Limited and its subsidiaries for the year ended March 31, 2018 have been prepared in accordance with Ind AS. For the purpose of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101, First time adoption of Indian Accounting Standards, with April 1, 2016 as the transition date and IGAAP as the previous GAAP

The transition to Ind AS has resulted in changes in the presentation of the consolidated financial statements, disclosures in the notes thereto and accounting policies and principles. The accounting policies set out in Note 2 have been applied in preparing the consolidated financial statements for the year ended March 31, 2018 and the comparative information. An explanation of how the transition from previous GAAP to Ind AS has affected the Group's consolidated Balance Sheet and Statement of Profit and Loss, is set out in notes. Exemptions availed on first time adoption of Ind AS 101

a. Business Combinations

Reconciliations :

The following reconciliations provide the effect of transition to Ind AS from IGAAP in accordance with Ind AS 101

1. Equity as at April 1, 2016 and March 31, 2017
2. Net Profit for the year ended March 31, 2017

1.26 Related Party transactions

Name of related party	Nature of Relation	Nature of transactions	Amount 2017-18	Amount 2016-17
Keesara Vivek Reddy	Managing Director w.e.f. 14-08-2017	Managerial Remuneration	600,000	-
P Satyanarayana	Managing Director upto 14-08-2017	Managerial Remuneration	250,000	6,00,000

1.27 Earning per share

Particulars	2017-18	2016-17
Profit (Loss) for the year	6,574	1,516,721
Weighted average no. of Equity shares	7,131,000	7,131,000
Diluted earning per share	0.00092	0.21
Basic earning per share	0.00092	0.21

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

Firm Regn. No. 010396S/S200084

For and on behalf of the Board of Directors

Sd/-

C.V. Koteswara Rao

Partner

Membership No. 028353

Sd/-

K Vivek Reddy

Managing Director

DIN: 07907507

Sd/-

P Satyanarayana

Director

DIN: 02183914

Place: Hyderabad

Date: May 30, 2018

Sd/-

M V S A Murali Krishna

Company secretary

Sd/-

S Yedukondalu

Chief Financial Officer

STEADFAST CORPORATION LIMITED				
Notes to the Consolidated Financial Statements for the year ended March 31, 2018				
2. Property, plant and equipment and Intangible assets				
	Computers	Vehicles	Plant & Machinery	Total (Property, Plant and equipment)
Deemed Cost				
As at April 01, 2016	103,150	2,636,444	-	2,739,594
Additions	-	-	3,500,000	3,500,000
Disposals				
As at March 31, 2017	103,150	2,636,444	3,500,000	6,239,594
Additions on change to Fair Market Value ¹ (IND AS Adj)	-	-	-	-
Additions	-	-	5,995,849	5,995,849
Disposals	-	-	-	-
As at March 31, 2018	103,150	2,636,444	9,495,849	12,235,443
Depreciation				
As at April 01, 2016	31,522	802,507	-	834,029
Charge for the year	44,252	572,817	773,150	1,390,219
Disposals	-	-	-	-
As at March 31, 2017	75,774	1,375,324	773,150	2,224,248
Charge for the year	16,302	393,902	1,721,951	2,132,156
Disposals	-	-	-	-
As at March 31, 2018	92,076	1,769,226	2,495,101	4,356,404
Net block				
As at March 31, 2018	11,074	867,218	7,000,748	7,879,039
As at March 31, 2017	27,376	1,261,120	2,726,850	4,015,346
As at March 31, 2016	71,628	1,833,937	-	1,905,565
As per Ind AS 101: First Time Adoption of Ind AS- The Land value has been brought to Fair Market Value and adjustments are reflected in OCI. Other assets are maintained at the book cost only				
	Office equipment	Vehicles	Plant & Machinery	Total (Property, plant and equipment)
As at April 01, 2016				
Gross block	158,614	2,125,473	27,223,033	29,507,120
Accumulated depreciation and amortisation	81,079	1,278,547	26,878,812	28,238,438
Net Block	77,535	846,926	344,221	1,268,682

Particulars	As at March 31, 2018	As at March 31, 2017	As at 1 April 2016
Note 3			
Other Assets			
Unsecured, considered good;			
ICD to Tracks & Towers Infratech Pvt. Ltd	48,600,000	48,600,000	48,600,000
Via Corporation Deposit	-	14,282	14,282
S.S Organics Limited	-	5,000,000	5,000,000
Total	48,600,000	53,614,282	53,614,282
Note 4			
Deferred tax			
(a) Deferred tax asset on account of depreciation	1,293,462	248,239	90,220
Total	1,293,462	248,239	90,220
Note 5			
Other non-current assets			
(a) Security Deposits	-	-	-
(b) Advance service tax paid under protest	-	-	-
(c) Advance income tax and TDS	-	84,417	84,417
(d) MAT credit entitlement	-	-	-
(e) Advances	-	25,094,074	24,550,569
Total	-	25,178,491	24,634,986
Note 6			
Trade Receivables			
Unsecured			
Considered good	4,453,934	8,581,888	-
Considered doubtful	-	-	-
Total	4,453,934	8,581,888	-
Less:			
Allowances for doubtful debts	-	-	-
Total	4,453,934	8,581,888	-
Note 7			
Cash and cash equivalents			
(a) Balances with Banks			
- Current Accounts	21,018,068	893,772	5,293,109
- Deposit Accounts	21,502,966	22,212,739	20,028,222
- Cash on Hand	31,846	73,914	284,168
	42,552,880	23,180,424	25,605,498
(b) Other bank balances			
(i) Unclaimed Dividends	-	-	-
(ii) Balances under deposits	-	-	-
Total	42,552,880	23,180,424	25,605,498

Note 8						
Short term loans and advances						
Unsecured, Considered Good						
RAUS-SCL - Joint Venture		438,872		179,309		183,860
Earnest Money Deposit - RAUS-SCL (JV)		-		-		275,884
Total		438,872		179,309		459,744
Note 9						
Other current assets						
Advance tax & TDS		982,533		924,793		1,002,840
Deposits and other advances		-		-		-
GST Receivables		242,869		-		-
Prepaid Expenses		29,215		-		-
Other receivable		5,408,544		55,952		28,292
Total		6,663,162		980,745		1,031,132
Note 10						
Equity Share Capital						
(I) Authorised		90,000,000		90,000,000		90,000,000
90,00,000 Equity shares of Rs 10 each						
(ii) Issued Subscribed and fully paid up:		71,310,000		71,310,000		71,310,000
71,31,000 Equity Shares of Rs 10 each fully paid-up						
Total		71,310,000		71,310,000		71,310,000
I) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:						
Particulars	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
Equity Shares:	No. of Shares	in Rs	No. of Shares	in Rs	No. of Shares	in Rs
Shares outstanding at the beginning of the year	7,131,000	71,310,000	7,131,000	71,310,000	7,131,000	71,310,000
Add: Issued and allotted during the year	-	-	-	-	-	-
Less: Shares bought back during the year	-	-	-	-	-	-
Shares outstanding at the end of the year	7,131,000	71,310,000	7,131,000	71,310,000	7,131,000	71,310,000
ii) Terms/Rights and restrictions attached to the equity shares:						
The Company has only one class of equity shares having a face value of Rs. 10/-. Each share holder is eligible for one vote per share held.						
iii) The details of shareholder holding more than 5% shares in the Company:						
Particulars	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
	No. of Shares	in %	No. of Shares	in %	No. of Shares	in %
Steadfast Foundation	500,000	7.01%	300,000	4.21%	300,000	4.21%
C Akhilesh Reddy	496,500	6.96%	-	0.00%	-	0.00%
K Jayalata	485,785	6.81%	-	0.00%	-	0.00%
A Sheshagiri Rao	476,000	6.68%	-	0.00%	-	0.00%

Particulars	March 31, 2018	March 31, 2017	March 31, 2016
Note 11			
Other Equity			
(I) Capital Reserve	-	-	-
(ii) General Reserve			
Opening balance	-	-	-
Transferred from retained earnings	-	-	-
Total General Reserve	-	-	-
(iii) Investment subsidy	-	-	-
(iv) Securities Premium Reserve	7,661,985	7,661,985	7,661,985
(v) Share Application Money Pending Allotment	-	-	-
(vi) Employee Stock Options Outstanding Account	-	-	-
(vii) Retained Earnings			
Opening	27,515,179	26,834,953	24,647,468
Profit for the year/quarter	6,574	1,516,721	2,187,485
Profit and Loss excess	3,649	-	-
Less: Dividend for the year	-	(713,100)	-
Profit from subsidiary	2,59,563	-	-
Dividend tax	-	(123,395)	-
	2,77,84,965	27,515,179	26,834,953
(viii) Currency translation reserve			
Opening	-	-	-
Addition/deduction during the year	-	-	-
Total	3,54,46,950	35,177,164	34,496,938
Note 12			
Trade and other payables			
Trade Payables	4,078,030	115,911	-
Outstanding expenses	141,390	-	-
Total	4,219,420	115,911	-
Note 13			
Other current liabilities			
Statutory Liabilities	142,572	172,790	8,854
Other advances	-	-	-
Other Liabilities	585,145	8,342,597	384,374
Total	727,717	8,515,387	393,227
Note 14			
Short term provisions			
Provision for Leave Encashment - Short Term	177,261	177,261	177,261
Total	177,261	177,261	177,261
Note 15			
Liabilities for current tax			
Provision for Income Tax	-	683,000	964,000
Total	-	683,000	964,000

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Note 16		
Revenue from Operations		
Income From Movable Asset -ACE Crane	165,000	-
Income from Dozer - Hire charges	772,404	954,564
Income From Movable Asset JCB-3DX	185,500	-
Share of Profit from Joint Venture	-	280,612
Contract Receipts	4,182,600	8,500,000
Total	5,305,504	9,735,176
Note 17		
Other Income		
Interest income on Loans	3,888,004	5,103,000
Interest income on deposits with bank	1,359,500	1,725,923
Total	5,247,504	6,828,923
Cost of Services	-	-
Less : discount	-	-
Total	-	-
Note 18		
Cost of execution		
Cost of execution	4,519,977	8,928,584
Total	4,519,977	8,928,584
Note 19		
Employee benefit expense		
Salaries & Wages	1,004,407	1,466,956
Contribution to Provident and Other Funds	30,883	600,000
Managerial Remuneration	850,000	67,898
Staff Welfare	1,650	14,186
Total	1,886,940	2,149,040
Note 20		
Finance Cost		
Bank Charges	2,980	1,101
Total	2,980	1,101

Particulars	For the Year ended March 31, 2018	For the Year ended March 31, 2017
Note 21		
Other Expenses		
Repairs & Maintenance		
Repairs & Maintenance : Others	600	200
Repairs & Maintenance : Vehicles	21,878	-
Advertisement & Publication Charges	42,720	78,460
AGM Expenses	20,892	35,240
Annual Charges : Depository Services	67,488	101,757
Annual Charges : Share Transfer Fees	43,721	-
Audit Fees	36,000	36,000
Conveyance	3,688	9,588
Internet Charges	10,953	21,532
Legal, Consultancy & Professional Fees	670,370	245,334
Listing Fees	735,000	-
Office & General Expenses	36,150	-
Office Maintenance	111,750	109,631.00
Postage & Telegram	55,644	156,989.00
Printing & Stationary	82,200	110,172.00
Rates & Taxes	17,754	61,656.00
Regd Office Rent	144,000	144,000.00
ROC Filing Fees	10,700	-
Security Charges	284,826	151,000.00
Telephone Charges	3,048	2,688.00
Travelling Expenses	95,097	291,950.00
Vehicle Insurance	59,596	40,975.00
Vehicle Maintenance	460,111	411,899.00
Web Designing and Maintenance	20,000	20,000.00
Interest on Late Payment of IT TDS	15,419	322.00
Retainer ship fees	-	22,500.00
Total	3,049,605	2,051,893

STEADFAST CORPORATION LIMITED			
Notes to the Consolidated Financial Statements for the year ended March 31, 2018			
Reconciliation with previous GAAP			
Note No. 23 Reconciliation of equity as previously reported under Previous GAAP (I GAAP) to Ind AS as at March 31, 2017			
	IGAAP	Effect of transition to Ind AS	Ind AS
Assets			
Non current assets			
(a) Property, Plant and Equipment	4,015,346	-	4,015,346
(b) Capital work-in-progress	-	-	-
(c) Investment Property	-	-	-
(d) Other assets	53,614,282	-	53,614,282
(e) Financial Assets			
(i) Investments	-	-	-
(f) Deferred tax assets (net)	248,239	-	248,239
(g) Other non-current assets	25,178,491	-	25,178,491
Current assets			
(a) Financial Assets			
(i) Trade receivables	8,581,888	-	8,581,888
(ii) Cash and cash equivalents	23,180,424	-	23,180,424
(iii) Loans and advances	179,309	-	179,309
(b) Other current assets	980,745	-	980,745
	115,978,724	-	115,978,724
Equity and liabilities			
Equity			
a) Share Capital	71,310,000	-	71,310,000
b) Other Equity	35,177,164	-	35,177,164
Liabilities			
Non - current liabilities:			
(a) Financial liabilities			
(i) Other financial liabilities	-	-	-
(b) Deferred tax liability	-	-	-
(c) Provisions	-	-	-
(d) Other liabilities	-	-	-
Current liabilities			
(a) Financial liabilities			
(i) Trade payables	115,911	-	115,911
(ii) Other financial liabilities	-	-	-
(b) Other current liabilities	8,515,387	-	8,515,387
(c) Short-term provisions	177,262	-	177,262
(d) Liabilities for current tax (net)	683,000	-	683,000
Total Equity and Liabilities	115,978,724	-	115,978,724
* The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.			

Note No. 24 Reconciliation of equity as previously reported under Previous GAAP (I GAAP) to Ind AS as at April 1, 2016:

	Reclass Previous IGAAP	Effect of transition to Ind AS	Ind AS
Assets			
Non current assets			
(a) Property, Plant and Equipment	1,905,565	-	1,905,565
(b) Capital work-in-progress	-	-	-
(c) Investment Property	-	-	-
(d) Other assets	53,614,282	-	53,614,282
(e) Financial Assets			
(i) Investments	-	-	-
(f) Deferred tax assets (net)	90,220	-	90,220
(g) Other non-current assets	24,634,986	-	24,634,986
Current assets			
(a) Financial Assets			
(i) Trade receivables	-	-	-
(ii) Cash and cash equivalents	25,605,497	-	25,605,497
(iii) Loans and advances	459,744	-	459,744
(b) Other current assets	1,031,132	-	1,031,132
	107,341,426	-	107,341,426
Equity and liabilities			
Equity			
a) Share Capital	71,310,000	-	71,310,000
b) Other Equity	34,496,938	-	34,496,938
Liabilities			
Non - current liabilities:			
(a) Financial liabilities			
(i) Other financial liabilities	-	-	-
(b) Deferred tax liability	-	-	-
(c) Provisions	-	-	-
(d) Other liabilities	-	-	-
Current liabilities			
(a) Financial liabilities			
(i) Trade payables	-	-	-
(ii) Other financial liabilities	-	-	-
(b) Other current liabilities	393,227	-	393,227
(c) Short-term provisions	177,261	-	177,261
(d) Liabilities for current tax (net)	964,000	-	964,000
Total Equity and Liabilities	107,341,426	-	107,341,426

* The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

Note No. 25 Reconciliation of Statement of Profit and Loss as previously reported under Previous GAAP (IGAAP) to Ind AS for the year ended March 31, 2017

	Reclass Previous IGAAP	Effect of transition to Ind AS	Ind AS
Revenue			
Revenue from operations	9,735,176	-	9,735,176
Other income	6,828,923	-	6,828,923
Total Revenue (i)	16,564,099	-	16,564,099
Expenses			
Cost of Execution	8,928,584	-	8,928,584
Employee Benefits Expenses	2,149,040	-	2,149,040
Depreciation and Amortization Expenses	1,390,219	-	1,390,219
Finance Cost	1,101	-	1,101
Other Expenses	2,051,893	-	2,051,893
Total expenses (ii)	14,520,837	-	14,520,837
Profit before exceptional and extraordinary items and tax (i-ii)	2,043,262	-	2,043,262
Exceptional items	-	-	-
Profit before tax	2,043,262	-	2,043,262
Tax expense:			
Current Tax	683,000		683,000
Less: MAT credit entitlement	-		-
Deferred Tax	(158,019)		(158,019)
Prior period tax	1,560	-	1,560
Total tax expense	526,541	-	526,541
Net profit after tax	1,516,721	-	1,516,721
Other Comprehensive Income			
A Items that will not be reclassified to profit or loss	-	-	-
B Items that will be reclassified to profit or loss	-	-	-
Remeasurement of Investments	-	-	-
Income tax effect	-	-	-
Total other comprehensive income/(expense)	-	-	-
Total Comprehensive Income for the Year (Comprising Profit (Loss) and Other Comprehensive Income for the Year)	1,516,721	-	1,516,721

* The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

Note No. 26 Reconciliation of total equity as at March 31, 2017 and April 1, 2016		
	March 31, 2017	April 1, 2016
Total Equity (shareholder's fund) as per previous GAAP	106,487,164	105,806,938
Adjustments		
Fair valuation of equity investment - FVOCI	-	-
Tax effect of above adjustment	-	-
Other Adjustment	-	-
Total adjustments	-	-
Total equity as per Ind AS	106,487,164	105,806,938

Note No. 27 Reconciliation of total comprehensive income for the year ended March 31, 2017	
Profit after tax as per previous GAAP	1,516,721
Adjustments	
Fair valuation of equity investment - FVOCI	-
Tax effect of above adjustment	-
Other Adjustment	-
Profit after tax as per Ind AS	1,516,721
Other comprehensive income	-
Total comprehensive income as per Ind AS	1,516,721

As per our report attached		
For Ramasamy Koteswara Rao and Co LLP	For and on behalf of the Board of Directors	
Chartered Accountants		
Firm Regn. No. 010396S/S200084		
 Sd/-	Sd/-	Sd/-
C.V. Koteswara Rao	K Vivek Reddy	P Satyanarayana
Partner	Managing Director	Director
Membership No. 028353	DIN: 07907507	DIN: 02183914
 Place: Hyderabad	Sd/-	Sd/-
Date: May 30, 2018	M V S A Murali Krishna	S Yedukondalu
	Company secretary	Chief Financial Officer

STEADFAST CORPORATION LIMITED

Statement of changes in equity

A. Equity

Particulars	Number	in Rs.
Balance as on 1 April 2017	7,131,000	71,310,000
Changes in equity share capital during the year	-	-
Balance as on 31 March 2018	7,131,000	71,310,000

B. Other Equity

Particulars	Securities Premium Reserve	Retained Earnings	Total Equity attributable to Equity holders
Opening Balance as at 1 April 2016	7,661,985	26,834,953	34,496,938
DT on Indexation of free-hold land	-	-	-
Provision & DT on leave encashment	-	-	-
Provision & DT on ECL	-	-	-
Ind AS Opening Balance as at 1 April 2016	7,661,985	26,834,953	34,496,938
Ind AS Opening Balance as at 31 March 2017			
Balance as at 1 April 2017	7,661,985	27,515,179	35,177,164
Profit for the Year	-	2,69,786	2,69,786
Share of profit from Partnership firm	-	-	-
Other Comprehensive income	-	-	-
Income tax relating to items that will be reclassified to profit or loss	-	-	-
Ind AS Other Equity Closing Balance as at 31 March 2018	7,661,985	27,784,965	35,446,950
The accompanying notes are an integral part of these financial statements			

As per our report attached

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

Firm Regn. No. 010396S/S200084

For and on behalf of the Board of Directors

Sd/-

C.V. Koteswara Rao

Partner

Membership No. 028353

Sd/-

K Vivek Reddy

Managing Director

DIN: 07907507

Sd/-

P Satyanarayana

Director

DIN: 02183914

Sd/-

M V S A Murali Krishna

Company secretary

Sd/-

S Yedukondalu

Chief Financial Officer

Place: Hyderabad

Date: May 30, 2018

STEADFAST CORPORATION LIMITED

CIN: L74999TG1995PLC037139

Regd. Office: Plot. No. 8-2-120/77/4, Road No. 2, Banjara Hills, Telangana- 500034.

Tele Phone No.040- 23559550, Email: steadfastcorp@gmail.com.

Website: www.steadfastcorp.in

ATTENDANCE SLIP

23RD ANNUAL GENERAL MEETING

29th September, 2018

DP ID - Client ID No. / Folio No.	
No. of shares held	
Name of the Member / Proxy	
Address of the Member	

I/We, hereby record my/our presence at the 23rd Annual General Meeting of Steadfast Corporation Limited on Saturday, the 29th September, 2018 at 11.00 A.M., at H. No. 8-2-120/77/4, Road No. 2, Banjara Hills, Telangana- 500034.

Signature of Member/Proxy

Note:

- 1) Please complete this attendance slip and hand it over at the entrance of the meeting hall.
- 2) Members are informed that no duplicate slips will be issued at the venue of the meeting and are requested to bring this slip.



PROXY FORM

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

CIN : L74999TG1995PLC037139
Name of the Company : Steadfast Corporation Limited
Registered Office : H. No. 8-2-120/77/4, Road No. 2, Banjara Hills, Hyderabad - 500 034
Name of the member(s) : _____
Registered Address : _____
Email ID : _____
Folio No./Client ID : _____
DPID : _____

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

1. Name : _____ Address : _____
E-mail Id : _____ Signature : _____ or falling him
2. Name : _____ Address : _____
E-mail Id : _____ Signature : _____ or falling him
3. Name : _____ Address : _____
E-mail Id : _____ Signature : _____ or falling him

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 23rd Annual General Meeting of the Company, to be held on Saturday, the 29th September, 2018 at 11.00 A.M., Plot. No. 8-2-120/77/4, Road No. 2, Banjara Hills, Hyderabad - 500 034, and at any adjournment thereof in respect of such resolutions, as indicated below:

Ordinary Business:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2018 along with Statement of Profit & Loss as on that date and the report of the Directors and the Auditors thereon.
2. Reappointment of Sri K. vivek reddy, Managing Director, who retires by rotation.

Special Business

3. Appointment of Mr. T. Abhinay Reddy (DIN: 07907507), as Independent Director of the Company



Signed this _____ day of _____ 2018

Affix
Revenue
Stamp of
Re.1/-

Signature of shareholder

Signature of Proxy holder(s)

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

AGM VENUE ROUTE MAP



Date:

Saturday 29th September, 2018 at 11:00 A.M.

Venue:

Plot. No. 8-2-120/77/4, Road No. 2, Banjara Hills, Hyderabad - 500 034

BOOK-POST / REGISTERED

To

If undelivered please return to:

STEADFAST CORPORATION LIMITED
PLOT NO.8-2-120/77/4, OPP. K.B.R. PARK
ROAD NO.2, BANJARA HILLS
HYDERABAD – 500 034, T.G, INDIA

The logo for Steadfast Corporation Limited features the word "STEADFAST" in a bold, purple, sans-serif font. A horizontal line is positioned below the letters "EAD". To the right of this line, the words "Corporation Limited" are written in a smaller, italicized, purple font.

STEADFAST
Corporation Limited