

SAGAR DEPOSITS AND ADVANCES LIMITED

Registered Office - SCF 272 2ND FLOORMOTOR MARKET MANIMAJRA CHANDIGARH-160101
Regional Office - E-66, Bhagat Singh Marg, C-Scheme, Jaipur-302001
CIN-U65921CH1989PLC009246

Tel.: 0141-4036837

E-mail: info@sdal.in

Contact Persons: Mr. Ravi Prakash Sharma

PRIVATE PLACEMENT OFFER LETTER

[Pursuant to section 42 and rule 14(1) of Companies (Prospectus and Allotment of Securities) Rules, 2014]

PRIVATE PLACEMENT OF SECURED REDEEMABLE NON CONVERTIBLE DEBENTURES (i.e. DEBENTURES/SRNCD) ISSUE BY WAY OF PRIVATE PLACEMENT BY SAGAR DEPOSITS AND ADVANCE LIMITED (THE "COMPANY" / "ISSUER") OF 10,00,00,000 SECURED REDEEMABLE NON-CONVERTIBLE DEBENTURES OF FACE VALUE OF Rs. 5,00,000/- EACH (THE DEBENTURES/NCDs) AGGREGATING TO Rs. 10 CRORES (THE "ISSUE")

1. GENERAL INFORMATION:

- a. Name of the Company: SAGAR DEPOSITS AND ADVANCES LIMITED
Registered Office Address: SCF 272 2ND FLOORMOTOR MARKET
MANIMAJRA CHANDIGARH
Regional Office Address - E-66, BHAGAT SINGH MARG, C-SCHEME, JAIPUR-302001
Website: WWW.SDAL.IN
E-mail: info@sdal.in
Tel.: 0141-4036837
- b. Date of Incorporation: April 11, 1989

c. BUSINESS CARRIED ON BY THE COMPANY:

The Company was incorporated as a public limited company under the name and style Sagar Deposit and Advances Limited; a company limited by shares, on April 11, 1989 under the provisions of the Companies Act, 1956. The company has obtained a registration to carry on the Business of Non-Banking Financial institution from the Reserve Bank of India, registration number being A-06.00439 dated 3rd of October, 2007. The Company is in the business of SME Finance, Asset Finance and is



mainly dealing financing of vehicles, which has commercial value to the customer. It aims to provide finance facilities to people to purchase assets for income generating activities and supporting economic growth. Company is being managed by qualified and experience staff. The company has excellent infrastructural facilities and is well equipped with the latest Technology.

Details of Branches of the Company

Currently the company is operating with registered office at SCF 272 2ND FLOORMOTOR MARKET MANIMAJRA CHANDIGARH, and Regional office at E-66, BHAGAT SINGH MARG, C-SCHEME, AND JAIPUR-302001

Trustees for the Debenture holders

The Company has appointed Catalyst Trusteeship Ltd. to act as Trustees for the Debenture holders ("Trustees"). The Debenture Trustee is an independent person to the company and the Directors. The company has received an Undertaking to the effect that he does not beneficially hold shares in the Company, is not beneficially entitled to moneys which are to be paid by the company to the debenture trustee and has not entered into guarantee in respect of the principal debts secured by the debentures or interest thereon.

The Company and the Trustees will enter into a Trustee Agreement, inter alia, specifying the powers, authorities and obligations of the Trustees and the Company. The Debenture holder(s) shall, without further act or deed, be deemed to have irrevocably given their consent to the Trustees or any of their Agents or Authorized Officials to do all such acts, deeds, matters and things in respect of or relating to the Debentures as the Trustees may in their absolute discretion deem necessary or require to be done in the interest of the Debenture holder(s). Any payment made by the Company to the Trustees on behalf of the Debenture holder(s) shall discharge the Company *pro-tanto* to the Debenture holder(s). The Trustees will protect the interest of the Debenture holders in the event of default by the Company in regard to timely payment of interest and they will take necessary action at the cost of the Company.

d. MANAGEMENT'S PERCEPTION OF RISK FACTORS:

The Issuer believes that the following factors may affect its ability to fulfill its obligations under the Debentures issued under the Private Placement Offer Letter (hereinafter referred to as PPOL). All of these factors are contingencies which may or may not occur and the Issuer is not in a position to express a view on the likelihood of any such contingency occurring. In

Addition, certain factors which are material for the purpose of assessing the market risks associated with Debentures issued under the PPOL are also described below.



The Issuer believes that the factors described below represent the principal risks inherent in investing in Debentures issued under the PPOL, but the inability of the Issuer, as the case may be, to pay interest, or other amounts, if any, on or in connection with any Debentures may occur for other reasons and the Issuer does not represent that the statements below regarding the risks of holding any Debentures are exhaustive. Prospective investors should also read the detailed information set out elsewhere in this PPOL and reach their own views prior to making any investment decision.

The Debentures are sophisticated instruments, can involve a high degree of risk and are intended for sale only to those Investors capable of understanding the risks entailed in such instruments. Investors are strongly recommended to consult with their financial, legal, tax and other professional advisors before making any investment decision.

The following are the risks envisaged by the management and Investors should consider the following risk factors carefully for evaluating the Company and its business before making any investment decision. Unless the context requires otherwise, the risk factors described below apply to the Company only. If any one of the following stated risks actually occur, the Company's business, financial conditions and results of operations could suffer.

Note: The risk factors herein are not exhaustive and unless specified or quantified in the relevant risk factors, the Company is not in a position to quantify the financial or other implications of any risk mentioned herein below:

PROSPECTIVE INVESTORS ARE ADVISED TO CAREFULLY READ THESE KEY RISKS ASSOCIATED WITH THE DEBENTURES. THESE RISKS ARE NOT, AND ARE NOT INTENDED TO BE, A COMPLETE LIST OF ALL RISKS AND CONSIDERATIONS RELEVANT TO THE DEBENTURES OR YOUR DECISION TO PURCHASE THE DEBENTURES. THIS PPOL IS NOT, AND DOES NOT PURPORT TO BE, INVESTMENT ADVICE.

(a) Uncertain Trading Markets and liquidity risk

Presently the Debentures are not proposed to be listed on any stock exchange and such there is no liquidity of trading at any stock exchange. However, the Debentures are transferable as per the provisions of law. Investors should be prepared to hold the Debentures until maturity as Investors may not be able to liquidate or sell some or all of the Debentures as and when they require or at an amount equal to or more than the invested amount. There is currently no active or liquid secondary trading market for these Debentures. The Company cannot assure Debenture Holders that a trading market for their Debentures will ever develop or be maintained.



- (b) **Interest Rate Risk of the Debentures** Investors are exposed to the movement of interest rates whenever their Debentures are transferred prior to maturity. As interest rates move upwards, the value of the Debentures generally fall. Moreover, the longer the tenor of the Debentures, the more sensitive the Debentures will be to interest rate changes.
- (c) **Compounding of Risks** An investment in the Debentures involves multiple risks and such investment should only be made after assessing the direction, timing and magnitude of potential future changes in the value of the applicable interest rates, etc., the risks associated with such investments and the terms and conditions of the Debentures. More than one risk factor may have simultaneous effects with regard to the Debentures such that the effect of a particular risk factor may not be predictable. In addition, more than one risk factor may have a compounding effect, which may not be predictable. No assurance can be given as to the effect that any combination of risk factors may have on the value of the Debentures.
- (d) **Credit Risk:** The Company carries the risk of default by borrowers and other counterparties. Any lending and investment activity is exposed to credit risk arising from the risk of repayment default by the borrowers and counterparties. The Company has institutionalized a systematic credit evaluation process monitoring the performance of its asset portfolio on a regular and continual basis to detect any material development, and also constantly evaluates the changes and developments in sectors to which it has substantial exposure.
- (e) **Interest Rate Risk:** The Company's business is dependent on interest rate regime in the economy. Interest rates are highly sensitive to many factors beyond its control, including the policies of the RBI, deregulation of the financial sector in India, domestic and international economic and political conditions, inflation and other factors. Due to these factors, interest rates in India have historically experienced a relatively high degree of volatility.
- (f) **Access to Capital Markets and Commercial Borrowings** The Company's growth will depend on its continued ability to access funds at competitive rates. With the growth of its business, the Company is increasingly reliant on funding from the debt capital markets. The market for such funds is competitive and its ability to obtain funds at competitive rates will depend on various factors. If the company is unable to access funds at an effective cost that is comparable to or lower than its competitors, the Company may not be able to offer competitive interest rates for its loans. This may adversely impact its business, its future financial performance.
- (g) **Operational and Systems Risk** The Issuer is faced with operational and systems risks, which may arise as a result of various factors viz. like improper authorizations, inappropriate documentation, failure in maintenance of proper security policies, frauds, inadequate training and employee errors. Failure or malfunction beyond the control of the Company of any



- (h) telecommunication or computer system including, computer hacking, unauthorized access to computer data and storage devices, computer crashes, data loss, breach of confidentiality, network security, etc.
- (i) **Material Changes In Regulations:** NBFCs in India are subject to detailed supervision and regulation by the RBI. In addition, the Company is subject generally to changes in Indian law, as well as to changes in government regulations and policies and accounting principles. The RBI also requires the NBFCs to make provisions in respect of NPAs. The provision made is equal to or higher than that prescribed under the prudential norms. Any changes in the regulatory framework could adversely affect the profitability of the Company or its future financial performance, by requiring a restructuring of its activities, increasing costs or otherwise.
- (j) **Slowdown in Economic Growth in India Could Cause the Company's Business to Suffer:** The Company's performance and the quality and growth of its assets are necessarily dependent on the health of the overall Indian economy. A slowdown in the Indian economy could adversely affect its business, including its ability to grow its asset portfolio, the quality of its assets, and its ability to implement its strategy. India's economy could be adversely affected by a general rise in interest rates, or various other factors affecting the growth of industrial, manufacturing and services sector or general down trend in the economy.
- (k) **Social-Economic and Political scene:** Terrorist attacks and other acts of violence or war may negatively affect the Indian markets and may also adversely affect the worldwide financial markets. These acts may also result in a loss of business confidence. In addition, adverse social, economic and political events in India could have a negative impact on the Company. Such incidents could also create a greater perception that investment in Indian companies involves a higher degree of risk and could have an adverse impact on the Company's business.
- (l) **Market Risk:** The Company is in the business of provision of financial services. The overall business of the company is linked to the macroeconomic parameters like GDP growth, capital markets and liquidity. Any adverse movement on these factors will have an adverse impact on the business of the Company. The performance may also be affected by political and economic developments and natural disasters like earthquakes, flood, drought, act of God, etc. These factors may affect the capital markets as well as reliability of the Issuer's assets. Interest rate volatility exposes the Issuer to market risks arising out of maturity rate/ interest rate mismatches, which may have an impact on its financial results.
- (m) **Legality of Purchase:** A prospective Investor of the Debentures will be responsible for the lawfulness of the acquisition of the Debentures, whether under the laws of the jurisdiction of its incorporation or the jurisdiction in which it operates or for compliance by that prospective Investor with any law, regulation or regulatory policy applicable to it.



- (n) **Taxation:** Each Debenture Holder will assume and be solely responsible for any and all taxes of any jurisdiction or governmental or regulatory authority, including, without limitation, any state or local taxes or other like assessment or charges that may be applicable to any payment to it in respect of the Debentures. The Issuer will not pay any additional amounts to Debenture Holders to reimburse them for any tax, assessment or charge required to be withheld or deducted by the Issuer from payments in respect of the Debentures.

E. DETAILS OF DEFAULT, IF ANY:

Particulars	Amount involved	Duration of default	Present Status
Statutory Dues	NIL	NIL	NIL
Debentures and interest thereon	NIL	NIL	NIL
Deposits and interest thereon	NIL	NIL	NIL
Loan from any bank or financial institution and interest thereon	NIL	NIL	NIL

F. DETAILS OF COMPLIANCE OFFICER:

Mr. Ravi Prakash Sharma, President and Principle Officer

2. PARTICULARS OF OFFER

a.	Date of Passing Board Resolution	19.07.2018
b.	Date of passing general meeting resolution	07.08.2018
c.	Kind and Class of Security	Secured Redeemable Non- Convertible Debentures
d.	Price and Justification	Debenture are being issued at face value at Rs. 5,00,000/- (Rupees Five Lacks Only) for cash at par.
e.	Amount Company intends to raise	Rs10,00,00,000 (Rupees Ten Crore Only) by issue of 200Secured Redeemable Non-Convertible Debentures of Rs. 5,00,000/- each
f.	Terms of Raising of Securities	
i.	Issue Size	200Secured Redeemable Non-Convertible Debentures



ii.	Schemes	<u>SCHEME A - FOR GENERAL INVESTOR</u>								
		<table><tr><th>Scheme</th><th>Tenure</th><th>Rate of Interest compounded yearly</th></tr><tr><td>A</td><td>1 to 3Years</td><td>11.50%</td></tr></table>			Scheme	Tenure	Rate of Interest compounded yearly	A	1 to 3Years	11.50%
		Scheme	Tenure	Rate of Interest compounded yearly						
		A	1 to 3Years	11.50%						
<u>SCHEME B - FOR SENIOR CITIZEN</u>										
<table><tr><th>Scheme</th><th>Tenure</th><th>Rate of Interest compounded yearly</th></tr><tr><td>B</td><td>1 to 3 Years</td><td>12.00%</td></tr></table>			Scheme	Tenure	Rate of Interest compounded yearly	B	1 to 3 Years	12.00%		
Scheme	Tenure	Rate of Interest compounded yearly								
B	1 to 3 Years	12.00%								
iii.	Issuance Mode	Physical Certificate and Demat								
iv.	Type of Issue	Private Placement								
v.	Tenure and lock in period	As per scheme								
vi.	Coupon Rate	As per Scheme								
vii.	Coupon Payment	As per scheme								
viii.	Security	The Company by way of first charge/mortgage in favor of the Trustee, the Companies' present and future movable properties of the company and such assets may include exclusive assets given on lease or Hire purchase, financial and other investments (excluding investments purchased for the purpose of Statutory Liquidity requirement) marketable and other securities including shares, rights relating to booking of Motor Vehicles, Book debts present and for future rental receivables relating to loans and advances and other movable assets to be acquired or created out of the proceeds of this debenture issue but subject to prior charges created or to be created in favor of Company's bankers on the assets of the company in the ordinary course of business and subject to that all such assets/securities are acceptable under the agreement to the trustee and pledge of respective documents								



(This offer can be subscribed by person only to whom this offer letter is delivered and nobody else).

ix.	Credit Rating	Not Rated
x.	Eligible Applicants	Resident Indian Individual
xi.	Redemption and mode of repayment	<p>The Debentures will be redeemed at par on the date of Redemption.</p> <p>Payment on redemption will be made by Cheque(s)/ Demand Drafts/ Electronic mode in the name of the Debenture holder whose name appears on the register of debenture-holders maintained by the Company as on the Record Date. On the Company dispatching the redemption amount to such beneficiary (ies) by registered post/speed post/courier/hand delivery/electronic means, the liability of the Company shall stand extinguished.</p> <p>The Debentures shall be taken as discharged on dispatch of redemption warrants by the Company on maturity to the list of debenture-holders.</p> <p>The Company's liability to the Debenture holders towards all their rights including for payment or otherwise shall cease and stand extinguished from the due date of redemption in all events. Further the Company will not be liable to pay any interest or compensation from the date of redemption.</p>
xii.	Listing	The debentures are not proposed to be listed on any stock exchange
xiii.	Minimum Application Size	1 Debentures and in multiples of 1 Debenture thereafter of Rs 5,00,000 each
xiv.	Interest on application money	Interest on application money will be same as the Coupon rate will be paid on application money to the applicants from the date of realization but excluding the Date of Allotment.
xv.	Computation of Interest	Interest payable on the Debenture will be calculated on the basis of actual number of days elapsed in a year of 365 or 366 Days as the case may be.
xvi.	Terms of Payment/ Pay-In Date	The full face value of the Debentures applied for is to be paid along with the Application Form. The Investor(s) need to send in the Application Form and the cheque(s)/ demand draft(s) for the full face value of the Debentures applied for.
xvii.	Holiday	If any of the interest or principal payment date is a holiday or any



(This offer can be subscribed by person only to whom this offer letter is delivered and nobody else).

	Convention	<p>unscheduled non-business day in Chandigarh or in Rajasthan, interest will be payable on the next succeeding business day in Chandigarh or in Rajasthan and shall be the interest payment date.</p> <p>Such payment on the next working day would not constitute non-payment on due date.</p>
viii.	Settlement	Payment of interest will be made by way of Cheques/ DDs/ Electronic mode
xix.	Tax Deduction	<p>No Tax will be deducted at source if the person furnishes a declaration every year in prescribed form 15G/ 15H to the effect that the tax on his total income for the relevant Assessment year would be NIL. Otherwise Tax @10% will be deducted at Source subject to furnishing of PAN failing which Tax @ 20% will be deducted.</p>
xx.	Procedure for Application	<p>This being a private placement of debentures to a select group of persons, investors who are resident in India and who have been addressed through this communication directly only are eligible to apply.</p> <p>Applications for the Debentures must be in the prescribed form (enclosed) and completed in BLOCK LETTERS in English and as per the instructions contained therein.</p> <p>No person other than the person to whom it is delivered shall be eligible to apply for the debentures under the offer.</p> <p>Applications complete in all respects (along with all necessary documents (as detailed in the PPOL) must be submitted before the last date indicated in the issue time table or such extended time as decided by the Company, at any of the designated collection centres, accompanied by the subscription amount by way of cheque(s) / draft(s) drawn on any bank. Money orders/postal orders will not be accepted. The Company assumes no responsibility for any applications cheques/demand drafts lost in transit.</p> <p>It shall be noted that payment to be made for subscription shall be made from the bank account of the subscriber only.</p> <p>In case of joint application payment shall be made from the Bank account of the person whose name appear first in the application.</p>



		Any application not confirming above shall be treated invalid.										
xxi.	Mode of Payment	<p>All cheques/drafts should be in favor of "Sagar Deposits and Advances Limited" and crossed 'Account Payee Only' payable at par at the center where the same is deposited. The entire amount of Debenture is payable on application subject to minimum application size of 1 Debentures and in multiples of 1 Debenture thereafter.</p> <p>In case the payment is made by Real Time Gross Settlement (RTGS), the funds have to be credited to the Company's RTGS account, the details of which are given below:</p> <table><tr><td>Name of the Bank</td><td>Kotak Mahindra Bank Ltd</td></tr><tr><td>Address of the Branch</td><td>Sardar Patel Marg, C-scheme, Jaipur</td></tr><tr><td>Name of the Beneficiary</td><td>SAGAR DEPOSITS AND ADVANCES LIMITED</td></tr><tr><td>Bank A/c No.</td><td>5911974112</td></tr><tr><td>IFSC</td><td>KKBK0000271</td></tr></table>	Name of the Bank	Kotak Mahindra Bank Ltd	Address of the Branch	Sardar Patel Marg, C-scheme, Jaipur	Name of the Beneficiary	SAGAR DEPOSITS AND ADVANCES LIMITED	Bank A/c No.	5911974112	IFSC	KKBK0000271
Name of the Bank	Kotak Mahindra Bank Ltd											
Address of the Branch	Sardar Patel Marg, C-scheme, Jaipur											
Name of the Beneficiary	SAGAR DEPOSITS AND ADVANCES LIMITED											
Bank A/c No.	5911974112											
IFSC	KKBK0000271											
g.	Proposed Time Schedule for which offer is valid	<p>Issue opens on : 08-August-2018</p> <p>Issue close on : 22-August-2018</p> <p>Deemed date of allotment : 25-August-2018</p>										
h.	Purpose and object of the offer	The present issue of Debentures is being made pursuant to applicable regulations to meet our requirements relating to working capital, general corporate purposes and normal capital expenditure.										

G. Contribution proposed to be made by the promoters or directors in this offer:

NIL

k. Principal Terms of Assets charged as security: The Company by way of first charge/mortgage in favor of the Trustee, the Companies' present and future movable properties of the company and such assets may include exclusive assets given on lease or Hire purchase, financial and other investments (excluding investments purchased for the purpose of Statutory Liquidity requirement) marketable and other securities including shares, rights relating to booking of Motor Vehicles, Book debts present and for future rental receivables relating to loans and advances and other movable assets to be acquired or created out of the proceeds of this debenture issue but subject to prior charges created or to be created in favor of Company's



bankers on the assets of the company in the ordinary course of business and subject to that all such assets/securities are acceptable under the agreement to the trustee and pledge of respective documents

3. DISCLOSURES WITH REGARD TO INTEREST OF DIRECTORS, LITIGATION ETC.

i.	Any financial or other material interest of the directors, promoters or key managerial personnel in the offer and the effect of such interest in so far as it is different from the interests of other persons.	NIL
ii.	details of any litigation or legal action pending or taken by any Ministry or Department of the Government or a statutory authority against any promoter of the offeree company during the last three years immediately preceding the year of the circulation of the offer letter and any direction issued by such Ministry or Department or statutory authority upon conclusion of such litigation or legal action shall be disclosed	NIL
iii.	Summary of reservations or qualifications or adverse remarks of auditors in the last five financial years immediately preceding the year of circulation of offer letter and of their impact on the financial statements and financial position of the company and the corrective steps taken and proposed to be taken by the company for each of the said reservations or qualifications or adverse remark	NIL
iv.	Details of any inquiry, inspections or investigations initiated or conducted under the Companies Act or any previous company law in the last three years immediately preceding the year of circulation of offer letter in the case of company and all of its subsidiaries. Also if there were any prosecutions filed (whether pending or not) fines imposed, compounding of offences in the last three years immediately preceding the	NIL



	year of the offer letter and if so, section-wise details thereof for the company and all of its subsidiaries	
v.	Details of acts of material frauds committed against the company in the last three years, if any, and if so, the action taken by the company	NIL

4. FINANCIAL POSITION OF THE COMPANY

a) Capital Structure of the Company

(i)	(An Authorized Capital 5,00,000 Equity Shares of Rs. 100 each	5,00,00,000
	Issued, Subscribed and Paid up Capital 2,56,811 Equity Shares of Rs. 100 each	2,56,81,100
	(b) Size of the present offer (Secured Redeemable Non-Convertible Debentures)	Nil
	(c) Paid up capital (A) after the offer (B) after conversion of convertible instrument, if any	2,56,81,100 Not Applicable
	(d) Share Premium Account before and after issue	NA

- Figure may change if any share allotment takes place before conversion of the instruments already issued



b) Profits of the Company before and after making Provision for tax, for last three financial Years

PARTICULARS	FOR YEAR ENDED 31.03.2018	FOR YEAR ENDED 31.03.2017	FOR YEAR ENDED 31.03.2016
Profit/(Loss) before Tax	239053	202784	130408
Exceptional items: Profit on sale of Agricultural Land	NA	NA	NA
Provision for Tax	-	-	-
Deferred Tax	1502	(3106)	2982
Net Profit/(Loss) for the period	140368	137828	81027

c) INCOME STATEMENT

S.No.	PARTICULARS	FOR YEAR ENDED 31.03.2018	FOR YEAR ENDED 31.03.2017	FOR THE YEAR ENDED ON 31.03.2016
1.	Revenue from operations	2755626	2696710	2474598
2.	Other Income	105807	105596	63329
3.	TOTAL INCOME (1+2)	2861433	2802306	2537927
4.	Employee Cost	1318500	1639000	1571000
5.	Financial Costs	32389	150835	358622
6.	Depreciation and other amortization expenses	9008	28482	25709
7.	Other expenses	1262482	781205	452188
8.	Total Expenses	2622379	2599522	2407519
9.	Profit/(Loss) before Tax	239053	202784	130408
10.	Exceptional items: Profit on sale of Agricultural Land	NA	NA	NA
11.	Provision for Tax			
12.	Deferred Tax	1502	(3106)	2982
13.	Net Profit/(Loss) for the	140368	137828	81027



	period			
14.	Dividend	NA	NA	NA
15.	Interest coverage ratio		2.8	.47
16.	Paid-up equity share capital (Face value Rs.100/- per share)	15681100	15681100	8831100
17.	Reserves excluding revaluation reserves	4736261	4595892	2403860

BALANCE SHEET

			31.03.2018	31.03.2017	31.03.2016
I	EQUITY AND LIABILITIES				
1	Shareholder's Funds				
	(a)	Share Capital	15681100	15681100	8831100
	(b)	Reserves & Surplus	4736261	4595892	2403860
	(c)	Money Received Against Share Warrants	-	-	-
2	Share Application Money Pending Allotment				
3	Non-Current Liabilities				
	(a)	Long Term Borrowings	800000	-	-
	(b)	Deferred Tax Liabilities (NET)	343		1947
	(c)	Other Long Term Liabilities	-		
	(d)	Long Term Provisions	454264	556578	557010
4	Current Liabilities				
	(a)	Short Term Borrowings		-	2022982



	(b)	Trade Payables	386222	548000	150000
	(c)	Other Current Liabilities	2237082	1648154	1344661
	(d)	Short Term Provisions	139857	83391	44011
	TOTAL		24435128	23113115	15355571
II	ASSETS				
1	Non-Current Assets				
	(a)	Fixed Assets	85643	94651	123133
	(b)	Non-Current Investments	-	434281	434281
	(c)	Deferred Tax Assets (NET)	-	1159	-
	(d)	Long Term Loans & Advances	20630523	15466201	3520
	(e)	Other Non-Current Assets	-	-	-
2	Current Assets				
	(a)	Current Investments	-	-	-
	(b)	Inventories	-	-	9610118
	(c)	Trade Receivables	-	-	-
	(d)	Cash And Cash Equivalents	3167673	6457732	1709442
	(e)	Short Term Loans & Advances	500000	655750	3471065
	(f)	Other Current Assets	51289	3340	4012
	TOTAL		24435128	23113115	15355571

d) AUDITED CASH FLOW STATEMENT:



(This offer can be subscribed by person only to whom this offer letter is delivered and nobody else).

PARTICULARS	31.03.2018	31.03.2017	31.03.2016
A. CASH FLOW FROM OPERATING ACTIVITIES			
Net profit before tax and extra ordinary items	239053	2,02,784	1,30,408
Add:-			
Adjustment for depreciation	9008	28,482	25,709
Provisions of excess IT written back	-	(795)	-
Provision on standard debts	74,112	48,637	35,355
Interest on loans taken	22,640	1,20,775	2,98,378
Less:-			
Interest Income	42170	70,241	38,994
Provision written back	48,637	35,355	24,335
Profit on sale of Fixed Assets	129,234	91,503	-
			2,96,113
Operating profit before working capital changes	368,287	2,94,287	
Current assets			
(Increase)/decrease in stock	4,019,242	11,18,952	11,24,612
(Increase)/decrease in advances	(9,027,814)	(35,00,450)	(29,89,073)
(Increase)/decrease in other current assets	(47,949)	(6,55,78)	7293
Current liabilities			
(Increase)/decrease in creditors	(161,778)	3,98,000	(23,400)
(Increase)/decrease in expenses payable	619,919	3,29,591	(2,22,626)
	458,141	7,27,591	(2,46,026)
Cash generated from operations	(4,230,092)	(20,14,698)	(16,76,673)
Tax paid in cash	97,183	68,062	46,399
Interest on working capital loan	-	72,383	2,54,066
Net cash from operating activities	(4,327,275)	(21,55,143)	19,77,138
B. CASH FLOW FROM INVESTING ACTIVITIES			
Fixed assets purchased	-	-	(1,35,838)
Fixed assets sold	-	-	-
Sale of Investment	3,20,000	-	-
Interest received	42,170	70,241	38,994
Net cash from investing activities	362,170	72,241	(96,844)
C. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issue of share Capital	-	68,50,000	38,60,100
Proceeds from share premium	-	20,55,000	11,17,630
Proceeds/(Repayment) of Contingency Deposits	(102,314)	(432)	(1,92,238)
Proceeds/(Repayment) of Secured loans	-	(20,22,984)	(16,93,392)
Proceeds/(Repayment) of unsecured loans	800,000	-	(2,84,758)
Interest/Charges paid on loan	(22,640)	(48,392)	(44,312)
Net cash from financing activities	675,046	68,33,192	27,63,030
Net change in Cash and Cash equivalent (A+B+C)	(3,290,059)	47,48,290	6,89,048
CASH & CASH EQUIVLENT			
Opening Balance	6,457,732	17,09,442	10,20,394
Cash & Cash equivalent	(3,290,059)	47,48,290	6,89,048
Closing balance	3,167,673	64,57,732	17,09,442



Note:

1. The above Cash Flow Statement has been prepared under the indirect method as set out in accounting standard-3
2. Figures in bracket indicate cash outflow
3. Previous year figures have been regrouped and recasted wherever necessary to conform to the current year figures

E) CHANGE IN ACCOUNTING POLICIES

There is no change in the accounting policies of the Company during the last three years.

5. DECLARATION BY BOARD OF DIRECTORS

The Board of Directors of the Company hereby declare as under:-

- a) The company has complied with the provisions of the Act and the rules made thereunder;
- b) The compliance with the Act and the rules does not imply that payment of dividend or interest or repayment of debentures, if applicable, is guaranteed by the Central Government;
- c) The monies received under the offer shall be used only for the purposes and objects indicated in the Offer letter.

I am authorized by the Board of Directors of the Company vide Resolution No.3 dated April 06, 2016 to sign this form and declare that all the requirements of Companies Act, 2013 and the rules made thereunder in respect of the subject matter of this form and matters incidental thereto have been complied with. Whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of this form has been suppressed or concealed and is as per the original records maintained by the promoters subscribing to the Memorandum of Association and Articles of Association. It is further declared and verified that all the required attachments have been completely, correctly and legibly attached to this form.

Place: JAIPUR

Date: 08.08.2018

For Sagar Deposits & Advances Limited

Gulshan Chawla
(Director)

DIN: 07984999

105, Taneja Block, Adarsh Nagar
Jawahar Nagar, Jaipur-302004(Raj.)

Attachments: -

1. Copy of board resolution
2. Copy of shareholders resolution