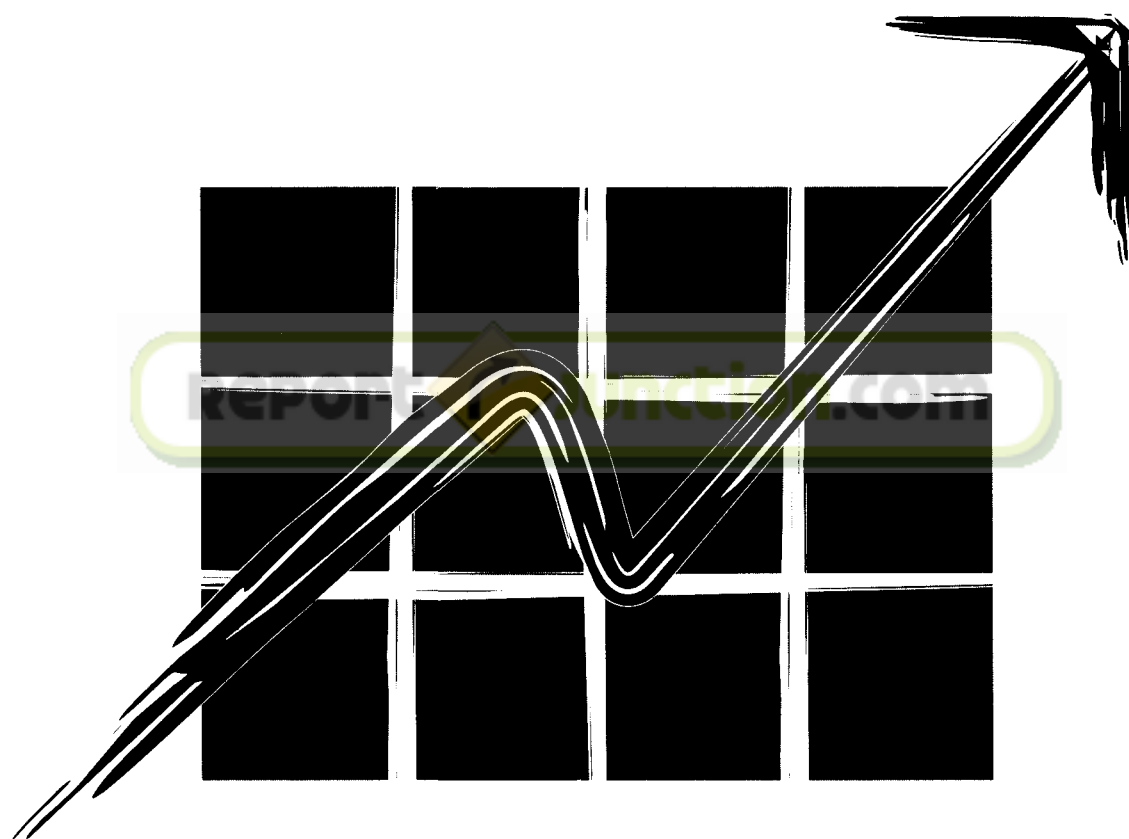


**GCCL**—



**GCCL CONSTRUCTION & REALITIES LIMITED**

**ANNUAL REPORT 2007-08**

## **GCCL CONSTRUCTION & REALITIES LIMITED**

**BOARD OF DIRECTORS** : **SHRI BAHUBALI S. SHAH** - **CHAIRMAN**  
**SHRI AMAM S. SHAH** - **DIRECTOR**  
**SHRI HIMANSHU KAMDAR** - **DIRECTOR**  
**SHRI BHARATBHAI KASTURBHAI** - **DIRECTOR**  
**SHRI ASHOKKUMAR DAMANI** - **DIRECTOR**

**AUDITORS** : **DINESH R. SHAH & NANAVATI**  
**CHARTERED ACCOUNTANTS**  
**51, MADHUBAN, NR. RAILWAY CROSSING,**  
**ELLISBRIDGE, AHMEDABAD-380 006.**

**REGD. OFFICE** : **606, SAKAR-I,**  
**OPP. NEHRU BRIDGE,**  
**ASHRAM ROAD,**  
**AHMEDABAD - 380 009**

# GCCL CONSTURCTION & REALITIES LIMITED

**Registered Office :** 606, Sakar-I, Opp. Nehru Bridge, Ashram Road, Ahmedabad-380 009.

## NOTICE

Notice is hereby given that the Fourteenth Annual General Meeting of the Members of GCCL Construction & Realities Limited will be held on Tuesday, 30<sup>th</sup> September 2008 at 10.30 a.m. at 606, Sakar-1, Opp.Nehru Bridge,Ashram Road,Ahmedabad to transect the following business.

### ORDINARY BUSINESS

1. To receive consider & adopt the Balance Sheet as at 31<sup>st</sup> March, 2008, the Profit & Loss Account for the year ended on that date and the reports of the Directors' & Auditors thereon..
2. To appoint Director in place of Shri Amam S. Shah, who being eligible offers himself for reappointment.
3. To appoint Director in place of Shri Bharatbhai Kasturbhai, who being eligible offers himself for reappointment.
4. To appoint M/s. Dinesh R. Shah & Nanavati, Chartered Accountants, Ahmedabad as Auditors of the Company to hold office from conclusion of this Annual General Meeting till conclusion of next Annual General Meeting at a remuneration to be decided by the Board of Directors of the Company.

By order of the Board of Directors

**Bahubali S. Shah**  
Chairman

Date : 30<sup>th</sup> June 2008

**Registered Office :** 606, Sakar-I, Opp. Nehru Bridge, Ashram Road, Ahmedabad-380 009.

## NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies, in order to be effective, must be received at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
3. The Register of the Members & Share Transfer Books of the Company will remain closed from Tuesday, 23/09/08 to Tuesday, 30/09/08 [both days inclusive].
4. Shareholders desirous of asking any question at the Annual General Meeting are requested to send in their questions so as to reach the Company at least five days before the Annual General Meeting so that the same can be suitably replied.
5. Share transfer documents and all correspondence relating thereto, should be addressed to Registrar and Share Transfer Agents of the Company, M/s Pinnacle Shares Registry Private Ltd., Nr. Ashoka Mills, Naroda Road, Naroda, Ahmedabad-380 025, Tel.: 079- 22200338, 22200582, Fax: +91-79-2220 29 63 E-mail [girish.patel@psrpl.com](mailto:girish.patel@psrpl.com).
6. Members who hold shares in physical form are requested to notify immediately any changes in their addresses to the Registrar and Share Transfer Agents at the above address and to their depository participants, in case shares are held in electronic mode.
7. At the ensuing Annual General Meeting, Shri Amam S. Shah and Shri Bharatbhai Kasturbhai shall retire by rotation and being eligible, offer themselves for reappointment. Pursuant to Clause 49 of the Listing Agreement, the particulars of Directors to be reappointed are given below.

By order of the Board of Directors

**Bahubali S. Shah**  
Chairman

Date : 30<sup>th</sup> June, 2008

**Registered Office :** 606, Sakar-I, Opp. Nehru Bridge, Ashram Road, Ahmedabad-380 009.

### Details of the Directors seeking reappointment at the Annual General Meeting convened on

Name	Shri Amam S.Shah	Shri Bharatbhai Kasturbhai
Address	31, Anand Nagar, Paldi, Ahmedabad-7	25, Tolak Nagar, Paldi, Ahmedabad-7
Age	37 Years	61 Years
Nationality	Indian	Indian
Occupation	Business	Business
Qualification	B.Com	B.Com
Experience	15Years	30 Years
Date of Appointment	1/11/1993	31/07/2003

## DIRECTORS' REPORT

To  
The Members  
GCCL CONSTRUCTION & REALITIES LIMITED,

Your Directors presents their Fourteenth Annual Report together with the Audited Statement of Accounts of the Company for the year ended on 31<sup>st</sup> March, 2008.

### **FINANCIAL RESULTS:**

Your company has not pursued any of its main objects and hence there is no income earned. During the year under report, the other income was Rs 11.14 Lacs and net profit after tax is Rs 3.39 Lacs.

Your Directors do not recommend any dividend for the year 2007-2008.

### **MANAGEMENT DISCUSSION & ANALYSIS**

At present, your Company is not pursuing any of its main objects and hence the Board has not commented upon Industry Structure & Development, Opportunities & Threats, Future Outlook, and

Risk & Concerns.

- **Internal Control Systems & their Adequacy:**

The company has proper & adequate system of their internal controls proportionate to its size and business. The internal control systems of the Company are designed to ensure that the financial and other records are reliable for preparing financial statements and other data.

- **Cautionary Statement:**

The Management Discussion & Analysis Report may contain certain statement that might be considered forward looking within the meaning of applicable securities, laws and regulations. These statements are subject to certain risks and uncertainties. Actual results may differ materially from those expressed in the statements as important factors could influence the Company's operations such as Government policies, tax laws, political and economic development.

### **CORPORATE GOVERNANCE CLAUSE 49**

Pursuant to clause 49 of the listing agreement, a report on corporate governance along with auditors' certificate of its compliance is included as part of the annual report.

### **AUDITORS AND AUDITORS' REPORT:**

The Auditors' M/s Dinesh R. Shah & Nanavati, Chartered Accountants, Ahmedabad holds office until the conclusion of the ensuing Annual General Meeting and is recommended for reappointment for the year 2007-2008. The Company has received certificate from the Auditors' to the effect that the reappointment if made, would be within prescribed limit under Section 224 (1-B) of the Companies Act, 1956.

The notes at schedule 7 are self-explanatory and do not require further clarifications.

### **FIXED DEPOSITS:**

The Company has not accepted any deposits from the public.

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Particulars required to be furnished by the Companies (Disclosure of particulars in the Report of Board of Directors) Rules 1988:

Part A and B pertaining to conservation and technology absorption is not applicable to the Company. However the Company endeavored to conserve energy consumption wherever feasible.



The Company has neither used nor earned any foreign exchange during the year under review.

#### **DIRECTOR'S RESPONSIBILITY STATEMENT:**

Pursuant to sub-Section (2AA) of Section 217 of Companies Act 1956 the Board of Directors of the Company hereby State and confirm that:

- " in preparation of Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- " the Directors had selected such accounting policies and applied them consistently 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 end of the financial year and of the profit or loss of the company for that period;
- " the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- " the Directors had prepared the annual accounts on a going concern basis.

#### **CODE OF CONDUCT**

The code of conduct for all Board members and senior management of the Company has been laid down and is being complied in words and spirit. The declaration on compliance of code of conduct signed by CEO of the Company is included as a part of this annual report.

#### **DIRECTORS:**

Shri Amam S. Shah and Shri Bharatbhai Kasturbhai, Directors will retire by rotation and being eligible, offers himself for reappointment.

#### **PARTICULARS OF EMPLOYEES:**

The information as required under Section 217(2A) of the Companies Act.1956 read with Companies (particulars of employees' amendment) Rules, 1988 as amended from time to time is nil.

**For and on behalf of the Board of Directors**

**BAHUBALI S. SHAH**  
Chairman

Place : Ahmedabad  
Date : 30/06/2008

**Registered Office :**  
606, Sakar-I,  
Opp. Nehru Bridge,  
Ashram Road, Ahmedabad-380 009.

## CORPORATE GOVERNANCE

(As required by clause 49 of the Listing Agreement with the stock exchange)

This section on Corporate Governance forms part of the Directors' Report to the shareholders. This report is given in terms of clause 49 of the Listing Agreement entered with the Mumbai Stock Exchange where the shares of the Company have been listed.

### MANDATORY REQUIREMENTS

#### 1. Company's Philosophy & Code of Governance

The Cornerstone of your company's corporate governance policy is directed towards:

Adherence to ethical business practices.

#### 2. Board of Directors

Composition of Board:

The composition of the Board is in conformity with clause 49 of the Listing Agreement. The Board of Directors consists of 5 [Five] members. The Company has a non-executive Chairman and the number of independent director is one half of the total number of directors. None of the Directors on the Board is a member on more than 10 Committees and Chairman of more than 5 Committees (as specified in clause 49), across all the Companies in which he is a Director. The Directors have made the necessary disclosures regarding Committee positions.

The Composition of the Board as on 31<sup>st</sup> March 2008 was as under.

Name of the Director	Category	Attendance Particulars		Other Directorship	Other Committee Membership	
		No. of Board Meeting	Last AGM		Member	Chairman
Shri Bahubali S. Shah	CM-NENI	4	Y	5	0	0
Shri Amam S. Shah	NENI	5	Y	6	0	1
Shri Himanshu J Kamdar	IND	5	Y	0	0	0
Shri Bharatbhai Kasturbhai	IND	5	Y	0	0	0
Shri Ashok C. Damani	IND	4	Y	0	0	0

CM- Chairman NENI-Non Executive Non Independent IND- Independent

Details of Board Meetings held during the year 2007-08

5(Five) Board meetings were held during the year and the gap between two meetings did not exceed four months.

Leave of absence was granted by the Board to the Directors who were absent at the respective Board Meeting(s).

Date of Meeting	No. of Directors Present
28/04/2007	5
27/06/2007	5
31/07/2007	5
30/10/2007	4
30/01/2008	4

The information as required under annexure I to clause 49 is being made available to the Board.

#### 3. AUDIT COMMITTEE

##### Terms of Reference :

The terms of reference of audit committee are as per the revised guidelines set out in the listing agreement with stock exchange read with section 292A of the Companies Act 1956 and includes such other functions as may be assigned to it by Board from time to time.

The audit committee has been entrusted with all required authority and powers to play an effective role as envisaged under revised clause 49 of listing agreement.

##### Composition:

The Audit Committee comprises of 3 Non Executive Independent Directors. The members of audit committee have adequate financial/accounting knowledge.