

BOARD'S REPORT

To the members of

DADHICH FINSERV PRIVATE LIMITED

Your director's take pleasure in presenting the Board Report on the business and operations of the company for the financial year ended on March 31, 2022, as follows;

FINANCIAL HIGHLIGHTS

The financial performance of your company for the year ending March 31, 2022 is summarized below: (Amount in lakhs)

Particulars	As on 31.03.2022	As on 31.03.2021
Total Revenue	96.25	83.55
PBDT	45.06	27.67
Less: Depreciation	0.06	0.07
Less: Tax Expenses	11.13	6.37
Less: Deferred tax	0.20	0.20
Profit/Loss for the year	33.67	21.03

TRANSFER TO RESERVES

The company has not transferred any amount to General reserves during the financial year. Further, Company has transferred an amount of Rs 6.73 lacks under Special Reserve as per provisions of section 45-IC of the RBI Act, 1934, a sum not less than 20 per cent of its net profit every year to reserve fund before declaration of any dividend.

DIVIDEND

The Board of directors of the company has not recommended any dividend during the financial year.

STATE OF COMPANY AFFAIRS:

During the year, under review the total Revenue of the company is Rs. 96.25 Lakhs as compared to the previous year revenue of Rs. 83.55 lakhs and the Profit before tax for the year ended is of Rs. 45.00 lakhs s compared to the previous year profit of Rs 27.60 lakhs.

During the period under review, the company offers, a wide range of MSME Loan (Loan Against Property-backed up with registered mortgage of property), Auto Loan (Used car loans, Commercial Vehicle Loans, Tractor Loan and Two-Wheeler Loans), Business Loan (MSME), Personal Loan. Disbursement in financial 2021-22 aggregated to Rs. 206 Lakhs as compared to Rs. 166 Lakhs in financial year 2020-21.

CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of the business of the company in the year 2021-2022 under review.

SHARE CAPITAL STRUCTURE OF THE COMPANY:

- a) Authorized Capital:** Rs. 4,00,00,000.00/- (Rupees Four Crore) divided into 40,00,000 (Forty Lac) Equity Shares of Rs. 10/- (Rupees Ten) each.
- b) Issued Capital:** Rs. 3,08,83,000/- (Rupees Three Crore Eight Lacs and Eighty-Three Thousand Only) divided into 30,88,300 (Thirty Lakhs and Eighty-Eight Thousand and Three Hundred Only) Equity Shares of Rs. 10/- (Rupees Ten) each.
- c) Subscribed and Paid-up Capital:** Rs. 3,08,83,000/- (Rupees Three Crore Eight Lacs and Eighty-Three Thousand Only) divided into 30,88,300 (Thirty Lakhs and Eighty-Eight Thousand and Three Hundred Only) Equity Shares of Rs. 10/- (Rupees Ten) each.

During the period under review, company has increased its Issued, subscribed and paid-up Capital by way of allotment of 1,52,000 equity shares of Rs 10/- each at Rs 13/- per share in the Board Meeting held on 11th March,2022 under the provision of section 62(1) (a) of the Companies Act,2013.

During the year, the Company has not issued any equity share with differential voting rights hence the disclosure under Rule 4 (4) of the Companies (Share Capital and Debentures) Rules, 2014 is not applicable.

ANNUAL RETURN

In accordance with the provisions of Section 134(3) read with Section 92(3) of the Companies Act, 2013, the Annual Return as on March 31, 2022 is available on website of the Company and can be viewed at website: <http://www.dadhichfin.com>. By virtue of amendment to Section 92(3) of the Companies Act, 2013, the Company is not required to provide extract of Annual Return (Form MGT-9) as part of the Board's report.

NUMBER OF MEETING OF BOARD OF DIRECTORS

During the Financial Year 2021-22, the Company held 06 Board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

S. No	Date of the meeting
1.	10/05/2021
2.	28/07/2021
3.	20/09/2021
4.	20/12/2021
5.	19/02/2022
6.	11/03/2022

NUMBER OF MEETING ATTANDANCE BY EACH DIRECTOR

S. No	Name of Director	Meeting of Board			Meeting of Committees of the Board	
		Number of meeting Held	Number of Meeting attendant	%	Number of meeting Held	Number of Meeting attendant
1	RAHUL MALIK	6	6	100	N.A	N.A
2	SAURABH DADHICH	6	2	33.33	N.A	N.A
3	RAJESH DADHICH	6	6	100	N.A	N.A

DIRECTORS RESPONSIBILITY STATEMENT

To the best of our knowledge and belief and according to the information and explanations obtained by us, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- (a) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) They 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 the financial year and of the profit and loss of the company for that period;
- (c) They 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;
- (d) That had prepared the annual accounts have been on a going concern basis..
- (e) Being an Unlisted Company, sub clause (e) of section 134(3) is not applicable.
- (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.

AUDITORS:**➤ STATUTORY AUDITORS & THEIR REPORT:**

M/s. M Gopal and Co., Chartered Accountants, were appointed as the Statutory Auditors in the Annual General Meeting of the Company held on 22nd August, 2018 for a period of Five Financial years from the conclusion of the First Annual General Meeting to the conclusion of Sixth Annual General Meeting of the Company and they shall conduct audit for the Financial Year 2018-19 to 2022-23.

The Company has received letter from the statutory auditor to the effect that their appointment would be within the prescribed limits under Section 139 of the Companies Act, 2013 and that they are not disqualified for appointment.

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and does not contain any qualification, reservation, adverse remark or disclaimer.

➤ **COST AUDITOR:**

Pursuant to Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit records maintenance is not applicable on the company.

➤ **SECRETARIAL AUDITOR AND REPORT:**

The Secretarial Audit is not applicable on the company as it is not covered under the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

➤ **INTERNAL AUDIT**

The Internal Audit is not applicable on the company as it is not covered under the provisions of Section 138 of the Companies Act, 2013 and The Companies (Accounts) Rules, 2014.

REPORTING OF FRAUDS BY AUDITORS

For the Financial year 2021-22, the Statutory Auditor has not reported any instances of frauds committed in the Company by its Officers or Employees.

PARTICULARS OF EMPLOYEES

No employee of your Company was covered under the provisions of Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

INFORMATION ABOUT SUBSIDIARY/ JOINT VENTURE/ ASSOCIATE COMPANY

No company become or/ceased to be its Subsidiaries, Joint Venture or Associate Companies during the year. There are no subsidiaries, associate companies and joint venture companies of the Company as on the date of the closure of the financial year

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

As The Company is Non-Banking Financial Company registered with the Reserve Bank of India therefore pursuant to provision of section 186 of the Companies Act, 2013, loan made, guarantee given or any security provided by company in the ordinary course of its business and have not been disclosed in this Report.

Further, the company has not made any Investments, provide any guarantee during the Financial Year 2021-22.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company.

APPOINTMENT OF INDEPENDENT DIRECTORS IN THE BOARD AND DECLARATION UNDER SECTION 149(6)

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company.

COMPANY'S POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, CRITERIA SPECIFY

There was no material changes and no commitment made by the directors affecting financial position of the company. So, no criteria need to be specified for the year.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

Information on conservation of Energy, Technology absorption, Foreign Exchange earnings and outgo required to be disclosed under Section 134 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 are provided hereunder:

PARTICULARS	REMARKS
A) CONSERVATION OF ENERGY:	
<ul style="list-style-type: none"> The steps taken or impact on conservation of energy; 	The Corporation is taking due care for using electricity in the office and its branches. The Corporation usually takes care for optimum utilization of energy. Selecting and designing offices to facilitate maximum natural light utilisation. No capital investment on energy conservation equipment made during the financial year.
<ul style="list-style-type: none"> The steps taken by the company for utilizing alternate sources of energy; 	
<ul style="list-style-type: none"> The capital investment on energy conservation equipments; 	
B) TECHNOLOGY ABSORPTION:	
<ul style="list-style-type: none"> The efforts made towards technology absorption; 	Nil
<ul style="list-style-type: none"> The benefits derived like product improvement, cost reduction, product development or import substitution; 	Nil

<ul style="list-style-type: none"> • In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- <ul style="list-style-type: none"> (a) the details of technology imported; (b) the year of import; (c) whether the technology been fully absorbed; (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; Not applicable since 5 years period is over 	Nil
<ul style="list-style-type: none"> • the expenditure incurred on Research and Development 	Nil
<u>C) FOREIGN EXCHANGE EARNINGS AND OUTGO:</u>	
<ul style="list-style-type: none"> • The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows 	Nil

RISK MANAGEMENT

The Board of Directors of the Company identify, evaluate business risks and opportunities. The Directors of the Company take pro-active steps to minimize adverse impact on the business objectives and enhance the Company's competitive advantage.

Risks are events situation or circumstances which may lead to negative consequences on the company's business. Risk Management is a structured approach to manage uncertainty. A formal approach to risk management is being adopted by the company and key risks will now be managed within a unitary framework. The nature of Risk in a Finance Industry has a wide array which evolves around Credit Risk, Market Risk, Liquidity Risk, Operational Risk and other risks.

The Company Risk Management framework is a layered structure and broadly consists of the following components for effective risk management across the Organisation:

- (a) Credit Risk Management: Credit risk arises from business operations that give rise to actual, contingent or potential claims against any counterparty, borrower or obligor. The goal of credit risk management is to maintain asset quality and concentrations at individual exposures as well as at the portfolio level.
- (b) Operational Risk Management: Operational risks arise from inadequate and/or missing controls in internal processes, people and systems or from external events or a combination of all the four. Company has a comprehensive Business plan, policy and procedures in place to ensure continuity of critical operations of the organisation in the event of any disaster/incident affecting business continuity.

- (c) Technology Risk: Technology is rapidly changing the way financial services entities operate and is a key disruptor for the industry.
- (d) Compliance Risk: Compliance risk is exposure to legal penalties, financial forfeiture and material loss an organization faces when it fails to act in accordance with industry laws and regulations, internal policies or prescribed best practices.

BOARD OF DIRECTORS

The board of directors of the company duly constituted during the year and there was no change in the composition of Board of Directors.

DEPOSITS FROM PUBLIC

Being a non-deposit taking Company, your Company has not accepted any deposit from public within the meaning of the provisions of the Non-Banking Financial Companies Acceptance of Public Deposit (Reserve bank) Directions, 2016 and provisions of the Companies Act, 2013 and shall not accept any deposit from the public without obtaining prior approval of the RBI. Therefore, disclosure required in terms of deposit accepted under chapter V of the Companies Act, 2013 is not applicable.

The loan amount received from director and relatives of directors from whom money is borrowed and at the time of giving the money, a declaration in the writing to the effect that the amount is not being out of funds acquired by him by borrowing or accepting loans or deposits from others.

CORPORATE SOCIAL RESPONSIBILITIES (CSR)

The company does not meet the criteria of Section 135 of Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 so there is no requirement to constitution of Corporate Social Responsibility Committee.

BOARD EVALUATION

The provision of section 134(3)(p) relating to board evaluation is not applicable on the company.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets. All the transactions are properly authorized, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements.

COMPOSITION OF AUDIT COMMITTEE:

The provision of section 177 relating to board evaluation is not applicable on the company.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company is not required to form such policy.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013-

The Company has adopted zero tolerance towards Sexual Harassment at workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed thereunder. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

No. of complaints filed during the financial year	No. of complaints disposed of during the financial year	No of Complaints pending as on end of the financial year
Nil	Nil	Nil

REGULATORY ACTION

There are no significant and material orders passed by the regulators or courts or tribunals that could impact the going concern status and operations of the company in future.

TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

RBI GUIDELINES

The Company continues to comply with the applicable regulations and guidelines of the Reserve bank of India as applicable to a Non-Banking Financial Company Non-Deposit Taking Company (NBFC-ND). As a Prudent practice, your Company makes accelerated provisioning than that required by RBI for NBFCs.

During the year, there were no frauds by the Company and no material frauds on the Company by its officers or employees.

Further, no frauds have been reported to RBI, in terms of the Master Circular on monitoring of frauds in NBFCs dated July 1, 2015, as amended from time to time.

ENVIRONMENT AND SAFETY-

The company is conscious of the importance of environmentally clean and safe operations. The Company's policy requires conducting of operations in such a manner so as to ensure safety of all concerned, preservation of natural resources and proper cleanliness of the working premises.

SECRETARIAL STANDARDS-

The company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Board and General Meetings.

GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- I. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- II. As per rule 8(13) the Companies (Share Capital and Debentures) Rules, 2014, the Company has not issued shares (including sweat equity shares) to employees of the Company under any scheme.
- III. There was no commission paid by the Company to its managing director or whole time directors, so no disclosure required in pursuance to the section 197(14) of The Companies Act, 2013.
- IV. No application has been made under the Insolvency and Bankruptcy Code; hence the requirement to disclose the details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year is not applicable;
- V. The requirement to disclose the details of difference between amount of the valuation done at the time of onetime settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof, is not applicable;

ACKNOWLEDGEMENT

Your Directors aspiration to place on record their deep appreciation for the support and co-operation extended to your company by all the Customers, Shareholders, Bankers and also gratitude for the committed services rendered by the employees at all levels.

**By The Order of the Board
For Dadhich Finserv Private Limited**

Date: 05.08.2022

Place: Jaipur

RAHUL MALIK

Director

DIN: 07817734

RAJESH DADHICH

Director

DIN: 07847328

INDEPENDENT AUDITOR'S REPORT

To
The Members of Dadhich Finserv Private Limited
Jaipur

Report On the Audit of the Financial Statements

Opinion

We have audited the financial statements of Dadhich Finserv Private Limited, ("the Company"), which comprise the Balance Sheet as at March 31, 2022 and the Statement of Profit and Loss and a Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, of its profit and cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management for Financial Statements

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance

with the provisions of the Act for safeguarding 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; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material

uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosure, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's report) Order, 2020 ('the Order'), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- a) 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.
- b) The Balance Sheet, and the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- c) In our opinion, the aforesaid financial statements comply with Accounting Standards specified under Section 133 of the act, read with Rule 7 of the Companies (Accounts) Rules, 2014, except for AS-15 and AS-18.
- d) On the basis of the written representations received from the directors as on 31st

March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.

- e) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, the Company falls under the recitals of the Notification G.S.R. 583(E) dated 13th June 2017 and hence, the reporting requirement is not attracted.
- f) 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the notes of accounts, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either form the borrowed funds or share premium or any Other sources or kind of funds) by the Company to or in any other persons(s) or entities including foreign entities ("intermediates"), with understanding, whether recorded in writing or otherwise, that intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("ultimate beneficiaries") or provide guarantee, security or the like on behalf of the Ultimate beneficiaries.
(b) The management has represented to the best of its knowledge and belief, as disclosed in the notes to accounts, no funds (which are material either individually or in aggregate) have been received by the Company from any person(s) or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate beneficiaries") or provide guarantee, security or the like on behalf of the Ultimate beneficiaries.
(c) Based on the audit procedures that has been considered as reasonable

and appropriate in the circumstances, nothing has come to our notice that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.

- v. The Company has not declared or paid any dividend during the year.

For M. Gopal & Co.,
Chartered Accountants
FRN 000957S

Apoorav G
Partner
Membership No. 226726

Date : 01.08.2022

Place: Jaipur

UDIN : 22226726APIPW2452

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS OF DADHICH FINSERV PRIVATE LIMITED FOR THE YEAR ENDED ON MARCH 31, 2022

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has maintained proper records showing full particulars of intangible assets.

b) The Company has a regular program of physical verification of its 'Property, Plant and Equipment' under which 'Property, Plant and Equipment are verified in a phased manner, over a period of one year, which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. In accordance with this program, all the 'Property, Plant and Equipment' were verified during the previous year ended March 31, 2022 and according to the information and explanation given to us, no material discrepancies were noticed on such verification.

c) According to the information and explanations given to us and the records examined by us, the company does not hold any immovable property (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee). Accordingly, the provisions of clause 3(i)(c) of the order are not applicable.

d) The Company has not revalued its Property, Plant and Equipment (Including Right of use assets) and intangible assets during the year. Accordingly, the provisions of clause 3(i)(d) of the order are not applicable.

e) There are no proceedings which have been initiated or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act 1988 (45 of 1988) (as amended in 2016) and rules made thereunder, Accordingly, the provisions of clause 3(i) of the Order are not applicable.
- ii. (a) The Company doesn't have any inventory and hence, the reporting requirement under the clause 3(ii)(a) of the Order is not attracted.
(b) The Company doesn't have any working capital facility and hence, the reporting requirement under the clause 3(ii)(b) of the Order is not attracted.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is engaged in the business of giving loans and it is reported as follows :
 - a) The Company is a non-banking financial company engaged in the business of giving loans, and hence reporting under clause 3(iii)(a) of the Order is not applicable.

- b) The Company has provided loans or advances in the nature of loans to other entity during the year, and in our opinion, prima facie, not prejudicial to the Company's interest.
 - c) In respect of loans and advances made by the Company (referred to as the Financial Assets of NBFC), the Company has separate repayment schedule for each loan and reviews periodically about the extension of the loan term or demand repayment.
 - d) Based on the representation of the Company, there is no overdue amount.
 - e) The Company is a non-banking financial company engaged in the business of giving loans, and hence reporting under clause 3(iii)(e) of the Order is not applicable.
 - f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
- iv. According to the information and explanations given to us and on the basis of our examination of the records, the Company has not given any loans, or provided any guarantee or security as specified under Section 185 of the Companies Act, 2013 and the Company has not provided any guarantee or security as specified under Section 186 Companies Act, 2013.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
- a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Income Tax, Sales Tax, Service Tax, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
 - b) Details of statutory dues referred to in sub-clause (a) above which has not been deposited as on March 31, 2022 on account of disputes are NIL.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. (a) In our opinion and according to the information and explanations given to us, the

Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

- (b) The Company has not been declared willful defaulter by any bank or financial Institution or government or any government authority.
 - (c) In our opinion and according to the information and explanations given to us, the term loans were applied for the purpose for which the loans were obtained
 - (d) On an overall examination of the financial statements of the Company, funds raised on short- term basis have, prima facie, not been used during the year for long-term purposes by the Company.
 - (e) The Company did not have any subsidiary or associate or joint venture during the year and hence, the reporting requirement under clause 3(ix)(e) of the Order is not applicable.
 - (f) The Company did not have any subsidiary or associate or joint venture during the year and hence, the reporting requirement under clause 3(ix)(f) of the Order is not applicable.
-
- x. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
 - xi. During the year new shares have been issued through right issue. During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 5(x)(b) of the Order is not applicable.
 - xii. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
(b) No report under sub-section (12) of section 148 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
(c) According to the information and explanation to us, the Company has not received any complaint from whistleblower during the year and hence, details under clause 3(x)(c) of the Order are not furnished.
 - xiii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
 - xiv. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
 - xv. (a) The requirement of appointment of internal auditor is not applicable to the Company and hence, details under clause 3(xiv)(a) of the Order are not applicable.

(b) The requirement of appointment of internal auditor is not applicable to the Company and hence, details under clause 3(xiv)(b) of the Order are not applicable.

- xvi. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvii. (a) In our opinion, the Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and holds a license from Reserve Bank of India as NBFC-Non deposits (ND).
(b) The Company holds a license as NBFC-ND and hence, the reporting requirement under clause 3(xvi) of the order is not applicable.
(c) In our opinion, and based on the certificate issued by the Reserve Bank of India, the Company holds a license as NBFC-ND and therefore it is not a CIC and hence, the reporting requirement under clause 3(xvi)(d) of the Order is not applicable .
(d) There is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xviii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xix. There has been no resignation of the statutory auditors of the Company during the year.
- xx. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xxi. (a) The provisions of Sec 135 of the Companies Act are not applicable to the Company. Accordingly, reporting under clause 3(XX)(a) of the Order is not applicable for the year.

(b) The provisions of Sec 135 of the Companies Act are not applicable to the Company, Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable for the year.

- xxii. According to the information and explanations given to us, the Company doesn't have subsidiary, associate and joint venture. Accordingly, reporting under clause 3(xxi)(a) of the Order is not applicable for the year.

For M. Gopal & Co.,
Chartered Accountants
FRN 000957S

Apoorav G
Partner
Membership No. 226726

Date: 01.08.2022

Place: Jaipur

UDIN : 22226726APIPW2452

DADHICH FINSERV PRIVATE LIMITED
CIN: U65999RJ2017PTC058658
88, DOCTORS COLONY NEAR HEERAPURA, DCM,
AJMER ROAD, JAIPUR (Raj)-302021

Balance Sheet as at 31st March 2022

(in Rs. Lacs)

Particulars	Note No.	As at 31-Mar-2022	As at 31-Mar-2021
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	1	308.83	293.63
(b) Reserves and Surplus	2	125.57	87.34
(c) Money received against share warrants			
(2) Share Application Money pending allotment			
(3) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	3	53.46	65.92
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long- term provisions	4	27.05	25.62
(4) Current Liabilities			
(a) Short term Borrowings			
(b) Trade Payables	5		
- Total Outstanding Dues of Micro & Small Enterprises		-	-
- Total Outstanding Dues of Creditors Other than Micro & Small Enterprises		0.90	-
(c) Other Current Liabilities	6	37.45	21.87
(d) Short-Term Provisions	7	4.66	-
TOTAL		557.92	494.37
II ASSETS:			
(1) Non-current assets			
(a) Property, Plant & Equipment and Intangible Assets			
(i) Property, Plant and Equipment	8	0.50	0.35
(ii) Intangible Assets		-	-
(iii) Capital Work in Progress			
(iv) Intangible assets under development			
(b) Non Current Investements			
(c) Deferred Tax Assets (Net)		0.00	0.20
(d) Loans & Advances	9	556.03	486.56
(e) Other Non Current Assets		-	-
(2) Current assets			
(a) Current Investments			
(b) Inventories		-	-
(c) Trade Receivable		-	-
(d) Cash and Cash Equivalents	10	1.39	6.72
(e) Short Term Loan & Advances		-	-
(f) Other Current Assets	11	-	0.54
TOTAL		557.92	494.37
The accompanying notes are forming part of the financial statements	A		

In terms of our audit report of even date attached
For M. Gopal & Co.
Chartered Accountants
Firm Reg. No. 000957S

For and on behalf of Board of Directors

Apoorav G
Partner
Membership No. 226726
UDIN: 22226726APIPW2452

Rahul Malik
Director
DIN 07817734

Rajesh Dadhich
Director
DIN 07847328

Place : Jaipur
Date : 01.08.2022

DADHICH FINSERV PRIVATE LIMITED
CIN: U65999RJ2017PTC058658
88, DOCTORS COLONY NEAR HEERAPURA, DCM,
AJMER ROAD, JAIPUR (Raj)-302021

Statement of Profit & Loss for the year ended 31st March 2022 **(in Rs. Lacs)**

Particulars	Note No.	For the year ended 31-Mar-22	For the year ended 31-Mar-22
Revenue From Operations	12	96.25	83.55
Other Income		-	-
Total Income		96.25	83.55
Expenses:			
Cost of Materials Consumed		-	-
Purchase of Stock in Trade		-	-
Changes in inventories of Stock-in-Trade		-	-
Operating & Other Direct Expenses		-	-
Employee Benefit Expense	13	29.91	15.99
Depreciation and Amortisation Expense	8	0.06	0.07
Financial Costs	14	3.59	7.20
Other Expenses	15	17.69	32.69
Total Expenses		51.25	55.95
Profit before exceptional, extraordinary and prior period items and tax		45.00	27.60
Exceptional items		-	-
Profit before extraordinary and prior period items and tax		45.00	27.60
Extraordinary items		-	-
Profit before prior period items and tax		45.00	27.60
Prior Period Items		-	-
Profit before tax		45.00	27.60
Tax expense:			
(i) Current Tax		11.13	6.37
(ii) Deferred Tax		0.20	0.20
Profit/(loss) for the period from continuing operations		33.67	21.03
Profit/(loss) from discontinuing operations		-	-
Tax Expense of discontinuing operations		-	-
Profit/(loss) from discontinuing operations (after tax)		-	-
PROFIT/(LOSS) FOR THE YEAR		33.67	21.03
EARNINGS PER SHARE	16		
Basic		1.12	0.75
Diluted		1.12	0.75
The accompanying notes are forming part of the financial statements	A		

In terms of our audit report of even date attached
For M. Gopal & Co.
Chartered Accountants
Firm Reg. No. 000957S

For and on behalf of Board of Directors

Apoorav G
Partner
Membership No. 226726
UDIN: 22226726AIPW2452

Rahul Malik
Director
DIN 07817734

Rajesh Dadhich
Director
DIN 07847328

Place : Jaipur
Date : 01.08.2022

DADHICH FINSERV PRIVATE LIMITED
CIN: U65999RJ2017PTC058658
88, DOCTORS COLONY NEAR HEERAPURA, DCM,
AJMER ROAD, JAIPUR (Raj)-302021

NOTES ON FINANCIAL STATEMENTS

NOTE NO:-1 SHARE CAPITAL

(in Rs. Lacs)

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
Authorised Share Capital 40,00,000 (PY 40,00,000) equity shares of Rs 10 each	400.00	400.00
Issued, Subscribed & Paid Up Capital 30,88,300 (PY 29,36,300) equity shares of Rs 10 each	308.83	293.63
Total		

The Company has only one class of shares referred to as shares having a par value of Rs 10. Each holder of shares is entitled to one vote per share and dividend as and when declared by the Company.

In the event of liquidation of the company, the holders of shares will be entitled to receive any of the remaining assets of the company, after the distribution of all preferential amounts.

Shares issued for other than cash, bonus issue and shares bought back are NIL.

Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

(in numbers)

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
Shares outstanding at the beginning of the year	29,36,300	27,00,000
(+) Shares Issued during the year	1,52,000	2,36,300
(-) Shares bought back during the year		-
Shares outstanding at the end of the year	30,88,300	29,36,300

Details of Shareholders holding more than 5 % shares:

PARTICULARS	As at 31-Mar-2022		As at 31-Mar-2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Nikhil Asopa	2,00,000.00	6.48	2,00,000.00	6.80
Rachana Asopa	5,26,000.00	17.03	4,50,000.00	15.32
Sanjay Dadhich	3,40,000.00	11.01	3,40,000.00	11.58
Saurabh Dadhich	4,39,300.00	14.22	3,63,300.00	12.37

Details of Equity Shares held by Promoters:

PROMOTER NAME	As at 31-Mar-2022		As at 31-Mar-2021		% Change During the Year
	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares	
Rajesh Dadhich	90,000	2.91	90,000	3.07	(5.21)
Saurabh Dadhich	4,39,300.00	14.22	3,63,300.00	12.37	14.95
Total					

NOTE NO:-2**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
a) Special Reserve (As per Section 45-IC of RBI Act, 1934)		
Opening Balance	16.46	12.25
Add:- Addition during the year	6.73	4.21
Closing Balance	23.19	16.46
b) Surplus-Profit & Loss Account		
Opening Balance	65.39	48.57
Add/(less): During the year	33.67	21.03
Less:- Transferred to Special Reserve	6.73	4.21
Closing Balance	92.33	65.39
c) Share Premium		
Opening Balance	5.49	1.67
Add/(less): During the year	4.56	3.82
Closing Balance	10.05	5.49
Total	125.57	87.34

NOTE NO:-3 LONG TERM BORROWINGS**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
Other Loans and Advances (From Directors, their Relatives and Shareholders)	53.46	65.92
Total	53.46	65.92

Note:

- (i) The company has not defaulted in the repayment of dues to its Lenders.
- (ii) The company has not been declared as wilful defaulter by any of bank, financial institution or any other lender.
- (iii) All the loans are unsecured and the company does not have any secured loan.
- (iv) Rate of interest on the loans ranges between 6% to 12% per annum.

NOTE NO:-4 LONG TERM PROVISIONS**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
Contingent Provision against Standard Assets	1.10	0.91
Contingent Provision against Sub- Standard Assets	-	9.33
Contingent Provision against Doubtful Assets	25.95	15.38
Total	27.05	25.62

NOTE NO:-5 TRADE PAYABLES**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
For Goods and Services		
- Total Outstanding Dues of Micro & Small Enterprises*		
- Total Outstanding Dues of creditors other than Micro & Small Enterprises	0.90	-
Total	0.90	-

*Company has written letters to the suppliers for knowing their status of registration under Micro, Small & Medium Enterprises Development Act, 2006. The required disclosure of such Micro & Small Enterprises to whom the company owes dues on account of principal amount together with interest at the Balance Sheet date is made on the basis of information received from such suppliers.

NOTE NO:-5(i) TRADE PAYABLES AGEING SCHEDULE**(a) As at 31-Mar-2022****(in Rs. Lacs)**

PARTICULARS	Outstanding for Following Periods from Due Date of Payment				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Dues - MSME	-	-	-	-	-
(ii) Undisputed Dues - Others	0.90	-	-	-	-
(iii) Disputed Dues - MSME	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-
Total	0.90	-	-	-	-

(b) As at 31-Mar-2021**(in Rs. Lacs)**

PARTICULARS	Outstanding for Following Periods from Due Date of Payment				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Dues - MSME	-	-	-	-	-
(ii) Undisputed Dues - Others	-	-	-	-	-
(iii) Disputed Dues - MSME	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-
Total	-	-	-	-	-

NOTE NO:-6 OTHER CURRENT LIABILITIES**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
Other Payables		
TDS Payable	1.17	1.56
Salary Payable	16.91	-
Rent Payable	1.44	4.32
Director's Remuneration Payable	9.10	15.21
Expenses Payable	8.72	0.72
Audit Fees Payable	0.12	0.06
Total	37.45	21.87

NOTE NO:-7 SHORT-TERM PROVISIONS**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
Provision For Taxation	4.66	-
Total	4.66	-

NOTE NO:-9 LOANS & ADVANCES**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
Loan and Advances- Others (In the ordinary course of business of NBFC)	556.03	486.56
Total	556.03	486.56
Classification of Loans & Advances		
Secured, considered good	217.29	166.93
UnSecured, considered good	224.38	195.54
Doubtful	114.36	124.09
	556.03	486.56
Standars Assets	441.67	362.47
Sub-Standars Assets	-	93.34
Doubtful Assets	114.36	30.75
	556.03	486.56

NOTE NO:-10 CASH AND CASH EQUIVALENTS**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
(a) Cash in Hand	0.09	2.13
(b) Balance with Banks		
- In Current Accounts	1.29	4.60
(c) Other Bank Balances		
- In Fixed Deposit (for maturity period more than 3 months)		
Total	1.39	6.72

NOTE NO:-11 OTHER CURRENT ASSETS**(in Rs. Lacs)**

PARTICULARS	As at 31-Mar-2022	As at 31-Mar-2021
Income Tax Refundable	-	0.54
Total	-	0.54

DADHICH FINSERV PRIVATE LIMITED
CIN: U65999RJ2017PTC058658
88, DOCTORS COLONY NEAR HEERAPURA, DCM,
AJMER ROAD, JAIPUR (Raj)-302021

NOTES ON FINANCIAL STATEMENTS

NOTE NO:-12 REVENUE FROM OPERATIONS **(in Rs. Lacs)**

PARTICULARS	For the year ended 31-Mar-22	For the year ended 31-Mar-21
Interest Income on Loans and Advances	96.25	83.29
Decrease in Contingent Provision on Standard Assets	-	0.26
Total	96.25	83.55

NOTE NO:-13 EMPLOYEE BENEFIT EXPENSE **(in Rs. Lacs)**

PARTICULARS	For the year ended 31-Mar-22	For the year ended 31-Mar-21
Salaries and Wages	19.91	5.99
Director's Remuneration	10.00	10.00
Total	29.91	15.99

NOTE NO:-14 FINANCIAL COSTS **(in Rs. Lacs)**

PARTICULARS	For the year ended 31-Mar-22	For the year ended 31-Mar-21
Interest Expenses	3.59	7.20
Total	3.59	7.20

NOTE NO:-15 OTHER EXPENSES **(in Rs. Lacs)**

PARTICULARS	For the year ended 31-Mar-22	For the year ended 31-Mar-21
Bank Charges	0.01	0.02
Office Rent	1.44	1.44
Audit Fees	0.06	0.06
Office Expenses	0.01	0.18
Consultancy Charges	0.47	0.26
Filing Fees	0.11	-
Legal Expenses	0.44	-
Membership & Subscriptions	0.48	1.09
Electricity Expenses	0.17	-
Telephone Expenses	0.06	-
Professional Charges	13.00	8.00
Contingent Provision against Standard Assets	0.20	-
Contingent Provision against Sub Standard Assets	(9.33)	6.26
Contingent Provision against Dubtful Assets	10.57	15.38
Total	17.69	32.69

NOTE NO:-16 EARNING PER SHARE **(in Rs. Lacs)**

Particulars		For the year ended 31-Mar-22	For the year ended 31-Mar-21
Profit attributable to Equity Shareholders (Numerator for computation of basic and diluted EPS)		33.67	21.03
Weighted Average No. of Equity Shares (Denominator for computation of basic and diluted EPS)	No.	30.12	28.18
Nominal Value of Share	Rs.	10.00	10.00
Earning Per Share (Basic & Diluted)	Rs.	1.12	0.75

DADHICH FINSERV PRIVATE LIMITED
CIN: U65999RJ2017PTC058658
88, DOCTORS COLONY NEAR HEERAPURA, DCM,
AJMER ROAD, JAIPUR (Raj)-302021

NOTE NO:- 8 PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS

(in Rs. Lacs)

Particulars	Gross Block			Depreciation				Net Block		
	As at 01-Apr-21	Additions	Deduction	As at 31-Mar-22	As at 01-Apr-21	for the year	Deductio n	As at 31-Mar-22	As at 31-Mar-22	As at 31-Mar-21
TANGIBLE ASSETS										
(A) Air Conditioner	0.43			0.43	0.07	0.06	-	0.13	0.29	0.35
(B) Car Booking	-	0.21	-	0.21	-	-	-	-	0.21	-
Total (A)	0.43	0.21	-	0.64	0.07	0.06	-	0.13	0.50	0.35
Previous Year		0.43				0.07		0.07		0.35

17. Additional Regulatory and other Informations

17.1. Title deeds of Immovable Property not held in name of the Company

The company does not have immovable property whose title deeds are not held in the name of the company (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee)

17.2. Revaluation of Property, Plant and Equipment

The Company has not revalued any of its Property, Plant and Equipment during the current financial year

17.3. Ageing Schedule of Capital Work-in-Progress (CWIP)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in Progress	-	-	-	-	-
(ii) Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

Note: The Company does not have any projects whose activity has been suspended.

17.4. Completion Schedule for Capital Work-in-Progress whose completion is overdue because of delay due to pandemic caused by COVID-19

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Project 1	-	-	-	-	-
(ii) Project 2	-	-	-	-	-
Total	-	-	-	-	-

Note: The Company does not have any projects whose completion was delayed due to Covid- 19.

17.5. The company does not have any Intangible assets under development which are suspended or whose completion was delayed

17.6. Proceedings under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder

There are no proceedings initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

17.7. Willful Defaulter

The Company is not declared as willful defaulter by any bank or financial Institution or other lenders.

17.8. Relationship with Struck off Companies

The Company did not have any transactions with Companies struck off under Section 248 of Companies Act, 2013 or Section 560 of Companies Act, 1956 considering the information available with the Company.

17.9. Compliance with number of layers of companies

The Company do not have any subsidiary company and accordingly, compliance with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable for the year under consideration.

17.10. Registration of charges or satisfaction with Registrar of Companies

The Company does not have any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period.

17.11. Scheme of arrangements

There are no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year.

17.12. Advance or loan or investment to intermediaries and Receipt of funds from intermediaries

The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

The company has also not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

17.13. Undisclosed Income

The Company do not have any transaction which are not recorded in the books of accounts that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 during any of the years.

17.14. Corporate Social Responsibility

The Company is not covered under the Section 135 of the Companies Act. Hence, disclosure with regard to CSR activities is not applicable.

17.15. Details of Crypto Currency or Virtual Currency

The Company did not trade or invest in Crypto Currency or virtual currency during the financial year. Hence, disclosures relating to it are not applicable.

17.16. Expenditure in foreign currency (on accrual basis)

There is no expenditure in foreign currency during the year.

17.17. Earnings in foreign currency (on accrual basis)

Export of services Nil Nil

17.18. Dues to micro, small and medium enterprises

Based on the information received and available with the Company, there are no dues outstanding to Micro, Small and Medium enterprises covered under the Micro, Small and Medium Enterprises Development Act, 2006.

17.19. Derivative instruments

Unhedged foreign currency exposures

Foreign currency exposures on account of trade payables not hedged by derivative instruments are as follows:

Particulars	Amount as at March 31, 2022		Amount as at March 31, 2021	
	"Foreign currency in JPY"	INR equivalent	"Foreign currency in JPY"	INR equivalent
Trade payable	-	-	-	-

17.20. Transfer pricing

The company does not have any international transactions during the year.

17.21. Going Concern

The Annual accounts of the company and these financial statements have been prepared on going concern basis. The Company has also put together a business plan to better stabilize its operations, improve profitability and streamline its business operations in future.

17.22. Prior period comparatives

Previous year's figures have been reclassified/ regrouped wherever necessary to conform to the current year's classification.

17.23. Ratios

Sr. No.	Ratios	Numerator	Denominator	As at March 31,2022	As at March 31,2021	Variance %	Explanations for more than 25% Change
1	Current Ratio	Current Assets	Current Liabilities	0.03	0.33	90.90	The decrease is due to decrease in current assets
2	Debt-Equity Ratio	Total Debt	Shareholder's Equity	0.19	0.24	20.83	-
3	Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	9.40	2.93	220.82	The increase in ratio is due to decrease in Debt Serviced during the year
4	Return on Equity Ratio (%)	Net Profit after taxes less perference dividend (if any)	Average Shareholder's Equity	8.26	5.91	39.76	Return on equity has improved
5	Inventory Turnover Ratio	Cost of Goods Sold or Sales	Average Inventory	NA	NA	NA	-
6	Trade Receivable Turnover Ratio	Net Credit Sales	Average Trade Receivables	NA	NA	NA	-
7	Trade Payable Turnover Ratio	Net Credit Purchases	Average Trade Payables	NA	NA	NA	-
8	Net Capital Turnover Ratio	Net Sales	Average Working Capital	NA	NA	NA	-
9	Net Profit Ratio %	Net profit After Tax	Net Sales	34.98	25.17	38.97	Net Profit ratio has improved due to better working
10	Return on capital employed	Earning before interest and taxes	Capital Employed	0.09	0.07	28.57	Return on Capital Employed ratio has improved due to better working.
11	Return on Investment	Income from Investments	Cost of Investment	NA	NA	NA	-

17.24. Transactions with Related Entities

Disclosure in terms of AS 18 in reation to Related Parties

a) Key Manaagerial personnel:- i) Mr. Saurabh Dadhich, Director , ii) Mr. Rajesh Dadhich, Director

b) Relatives of Key Managerial Personnel: i) S. Dadhich & Co., ii) Mr. Sanjay Dadhich

c) Transaction details:

(in Rs.Lacs)

Sr. No	Name of Related Party	Amount as at 31-03-2022			Amount as at 31-03-2021		
		Op. Balance/Loan Received	Loan Repaid	Closing Balance	Op. Balance/Loan Received	Loan Repaid	Closing Balance
1	Loan Balance Saurabh Dadhich, Director	1.15	1.27	-	1.04	-	1.15
2	Payment of Interest to Saurabh Dadhich, Director		0.11			0.11	
3	Remuneration to Saurabh Dadhich, Director		10.00			10.00	
4	Outstanding Director's Remuneration (Saurabh Dadhich)		9.10			15.21	
5	Payment to S. Dadhich & Co.		0.24			0.24	
6	Rent to Rajesh Dadhich, Director		0.12			0.12	
7	Rent to Sanjay Dadhich		1.32			1.32	

17.25. Auditor's Remuneration and Expenses (in Rs. Lacs)

Particulars	2021-22	2020-21
(i) Audit Fees	0.06	0.06
Total	0.06	0.06

17.26. Expenditure in Foreign Currency

Particulars	2021-22	2020-21
A. Expenses	-	-
Total	-	-

17.27. Segment Reporting

The main business of the company is to lend money and hence, there are no reportable segments as per AS-17

17.28. During the year no provision for retirement benefits of employees is made.

17.29. During the year, the Company has elected to provide figures in lakhs to be reported in the Financial Statements.

17.30. According to the information and explanation, the provisions of Corporate Social Responsibilities under section 135 of the Companies Act, 2013 are not applicable to the company and hence, the details for the same are not provided.

17.31. There are no employees receiving salary of Rs. 60,00,000/- p.a. or Rs. 5,00,000/ p.m. during the financial year.

17.32 Impact of Covid 19

The spread of COVID-19 disease has severely impacted economics, businesses and social set ups across the globe. India is no exception; the spread of COVID-19 and the consequent lock - downs, disruptions in transportation and supply chains, travel bans, quarantines, social distancing and other such emergency measures have caused widespread disruptions in the economy and businesses. The resultant situation is both complex and continuously evolving, with no clear visibility of the near to medium term future outlook. In the above backdrop, the company has considered various internal and external information available up to the date of approval of financial statements in assessing the impact of COVID-19 pandemic in the financial statements for the year ending March 31,2022

The company has made a detailed assessment of the liquidity position for the next one year and of the recoverability and carrying value of its assets comprising of fixed assets, trade receivables, inventory and investments as at balance sheet date and has concluded that there are no material adjustments required in the financial statements. Management believes that it has taken into account all the known impacts arising from COVID 19 pandemic in the preparation of the financial statements and concluded that there is no implication on its current business. However, the impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration. The company will continue to monitor any material changes to future economic conditions.

17.33. Disclosure as required in terms of Paragraph 13 of Non Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007

18. Previous year's figure are regrouped wherever necessary.

'In terms of our audit report of even date attached
For M. Gopal & Co.
Chartered Accountants
Firm Reg. No. 000957S

Apoorav G
Partner
Membership No. 226726
UDIN: 22226726APIPW2452

Place : Jaipur
Date : 01.08.2022

For and on behalf of Board of Directors

Rahul Malik
Director
DIN 07817734

Rajesh Dadhich
Director
DIN 07847328

DADHICH FINSERV PRIVATE LIMITED
CIN: U65999RJ2017PTC058658
88, DOCTORS COLONY NEAR HEERAPURA, DCM,
AJMER ROAD, JAIPUR (Raj)-302021

Cash Flow Statement for the year ended 31st March, 2022

(in Rs. Lacs)

Particulars	For the period ended March 31, 2022	For the period ended March 31, 2021
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extra ordinary adjustments	45.00	27.60
Adjustments for:		
Interest Paid	3.59	7.20
Depreciation	0.06	0.07
Preliminary expenses written off		
Provision on Standard and sub-std & doubtful Assets	1.43	21.38
Operating Profit before Working Capital Changes	50.08	56.25
Adjustments for:		
Decrease/(Increase) in Receivables	-	-
Decrease/(Increase) in Inventories	-	-
Decrease/(Increase) in Loans and Advances	(69.47)	9.97
Decrease/(Increase) in Other Current Assets	0.74	0.54
Increase/(Decrease) in Trade Payables	0.90	(19.02)
Increase/(Decrease) in Other Current Liabilities	15.58	(2.49)
Increase/(Decrease) in Provisions	4.66	
Cash generated from operations	2.49	45.25
Income tax/ Deferred tax	11.33	6.57
Net Cash flow from Operating activities	(8.84)	38.68
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(0.21)	(0.43)
Net Cash used in Investing activities	(0.21)	(0.43)
C CASH FLOW FROM FINANCING ACTIVITIES		
Increase in Share Capital	15.20	23.63
Increase in Share Premium	4.56	5.49
Preliminary Expenses paid		
Increase/(Decrease) in borrowings	(12.46)	(55.11)
Repayment of Short term Borrowings		
Loan Taken from Financial Institutions		
Interest paid	(3.59)	(7.20)
Net Cash used in financing activities	3.71	(33.19)
Net increase in cash & Cash Equivalents	(5.34)	5.06
Cash and Cash equivalents as at beginning of the year	6.72	1.66
Rounding off difference	0.01	
Cash and Cash equivalents as at the end of the year	1.39	6.72

Notes:

- The Cash Flow Statement has been prepared under the indirect method as set out in the AS-3 issued by the institute of Chartered Accountants of India.

In terms of our audit report of even date attached

For M. Gopal & Co.

Chartered Accountants

Firm Reg. No. 000957S

For and on behalf of Board of Directors

Apoorav G

Partner

Membership No. 226726

UDIN: 22226726APIPW2452

Place : Jaipur

Date : 01.08.2022

Rahul Malik

Director

DIN 07817734

Rajesh Dadhich

Director

DIN 07847328

Note No. 17.33**Schedule to the Balance Sheet of a non-deposit taking non-banking financial company**

(Rs. in lakhs)

Particulars			
Liabilities side :			
		Amount out-standing	Amount overdue
(1)	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:		
	(a) Debentures : Secured	Nil	Nil
	: Unsecured		Nil
	(other than falling within the meaning of public deposits*)		
	(b) Deferred Credits	Nil	Nil
	(c) Term Loans	Nil	Nil
	(d) Inter-corporate loans and borrowing	Nil	Nil
	(e) Commercial Paper	Nil	Nil
	(f) Public Deposits*		
	(f) Other Loans (specify nature) Loan from Directors and their relatives and shareholders.	53.46	Nil
	* Please see Note 1 below		
(2)	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	Nil	Nil
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	Nil	Nil
	(c) Other public deposits	Nil	Nil
	* Please see Note 1 below		
Assets side :			
		Amount outstanding	
(3)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :		
	(a) Secured		254.38
	(b) Unsecured		301.65
(4)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities		
	(i) Lease assets including lease rentals under sundry debtors :		Nil
	(a) Financial lease		Nil
	(b) Operating lease		Nil
	(ii) Stock on hire including hire charges under sundry debtors:		Nil
	(a) Assets on hire		Nil
	(b) Repossessed Assets		Nil
	(iii) Other loans counting towards assets financing activities		Nil
	(a) Loans where assets have been repossessed		Nil

	(b) Loans other than (a) above	Nil		
(5)	Break-up of Investments:			
	Current Investments :			
	1 <u>Quoted:</u>			
	(i) Shares : (a) Equity	Nil		
	(b) Preference	Nil		
	(ii) Debentures and Bonds	Nil		
	(iii) Units of mutual funds	Nil		
	(iv) Government Securities	Nil		
	(v) Others (please specify)	Nil		
	2 <u>Unquoted:</u>			
	(i) Shares : (a) Equity	Nil		
	(b) Preference	Nil		
	(ii) Debentures and Bonds	Nil		
	(iii) Units of mutual funds	Nil		
	(iv) Government Securities	Nil		
	(v) Others (please specify)	Nil		
	Long Term investments:			
	1. <u>Quoted :</u>			
	(i) Shares : (a) Equity	Nil		
	(b) Preference	Nil		
	(ii) Debentures and Bonds	Nil		
	(iii) Units of mutual funds	Nil		
	(iv) Government Securities	Nil		
	(v) Others (please specify)	Nil		
	2. <u>Unquoted :</u>			
	(i) Shares : (a) Equity	Nil		
	(b) Preference	Nil		
	(ii) Debentures and Bonds	Nil		
	(iii) Units of mutual funds	Nil		
	(iv) Government Securities	Nil		
	(v) Others (please specify)	Nil		
(6)	Borrower group-wise classification of assets financed as in (3) and (4) above :			
	Please see Note 2 below			
	Category	Amount net of provision		
		Secured	Unsecured	Total
	1. Related Parties **			
	(a) Subsidiaries			
	(b) Companies in the same group			
	(c) Other related parties			
	2. Other than related parties	243.34	285.64	528.98
	Total	243.34	285.64	528.98

(7)	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):		
	Please see note 3 below		
	Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
	1. Related Parties**		
	(a) Subsidiaries	Nil	Nil
	(b) Companies in the same group	Nil	Nil
	(c) Other related parties	Nil	Nil
	2. Other than related parties	Nil	Nil
	Total	Nil	Nil
	** As per Accounting Standard of ICAI (Please see Note 3)		
(8)	Other information	Amount	
	(i) Gross Non-Performing Assets	114.36	
	(a) Related parties	Nil	
	(b) Other than related parties	114.36	
	(ii) Net Non-Performing Assets	88.41	
	(a) Related parties	Nil	
	(b) Other than related parties	88.41	
	(iii) Assets acquired in satisfaction of debt	Nil	
Notes:			
1.	As defined in paragraph xxv of paragraph of Chapter –II of these Directions.		
2.	Provisioning norms shall be applicable as prescribed in these Directions.		
3.	All notified Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term (amortised cost in the case of IND AS) or current (fair value in the case of IND AS) in (5) above.		

DADHICH FINSERV PVT. LTD.

NOTES FORMING PARTS OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2022.

Note A:- Corporate Profile and Significant Accounting Policies

1. Corporate Information

The Company is a Non-Banking Financial Company and holds registration certificate issued by the Reserve Bank of India. The Company is Non-Deposit taking Non-systematic NBFC. The registration number of the Company with RBI is B-10.00271.

2. Method of Accounting

The accounts are prepared under historical cost convention on accrual basis. Mercantile method of accounting is followed by the Company. The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

3. Presentation of financial statements

The Balance Sheet, Statement of Profit and Loss and Statement of Changes in Equity, are presented in the format prescribed under Division III of Schedule III of the Act, as amended from time to time, for Non-Banking Financial Companies ('NBFC') that are required to comply with Ind AS. The statement of cash flows has been presented as per the requirements of Ind AS 7 Statement of Cash Flows. The Company presents its balance sheet in order of liquidity.

An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current) is presented separately.

4. Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the

Company's functional currency. All amounts have been rounded-off to the nearest lakhs (two decimals), unless otherwise indicated.

5. Use of estimates and judgments

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

6. Property, Plant and Equipment and Depreciation

Property, plant and equipment, capital work in progress are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met, directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discounts and rebates are deducted in arriving at the purchase price. Such cost includes the cost of replacing part of the plant and equipment. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred.

Gains or losses arising from de recognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized. The company identifies and determines cost of each component/ part of the asset separately, if the component / part have a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset. For depreciation the company adopts the useful life as prescribed under the Companies Act 2013 and depreciation is calculated as per the written down value method by taking into consideration the useful life and residual value of the asset.

7. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

a) Interest income from all financial assets and trading assets is recognized on a time proportion basis taking into account the amount outstanding and, the applicable interest rate except in the case of nonperforming assets (NPA) where it is recognized upon realization as per RBI Guidelines.

b) Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

8. Borrowing costs

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

9. Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

10. Cash flow statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals, or accruals of past or future operating cash receipts or payments and item of expenses associated with investing or financing cash flows.

11. Taxes on Income

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred tax reflects the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognized if there is virtual certainty that sufficient future taxable income will be available to realize the same. Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

12.Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

13.Provisions

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Where the company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

14.Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

15.Contingent assets

Contingent assets are neither recognized nor disclosed in the financial statements.

However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

16. Investments

The long-term investments are stated at cost. Provision for temporary diminution in the value of long-term investments is ignored. The current investments are stated at lower of cost and fair market value as on the reporting date. The provision for diminution in value of long-term investments is made when the management estimates that there is a permanent degree of diminution in the value of the said long term investment.

17. Operating Cycle

Based on the nature of products/ activities of the company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

In terms of Our Separate Audit Report of Even Date Attached

For M Gopal & Co
Chartered Accountants

For DADHICH FINSERV PRIVATE LIMITED

APOORAV G
Partner
Membership No.: 226726

RAHUL MALIK
Director
DIN : 07817734

RAJESH DADHICH
Director
DIN: 07847328

Place: Jaipur
Date: 01.08.2022