

NIDHAN COMMERCIAL CO. LTD.

41st Annual Reports & Accounts 2023

***Registered Office:
97, Park Street, 5th Floor, Kolkata – 700 016***

NIDHAN COMMERCIAL CO. LTD.

Board of Directors : **RATANLAL DUGAR**
SURENDRA KUMAR DUGAR
RISHAB DUGAR – M.D.
SMT. SUMAN DUGAR
SANJAY GANDHI
GANDHI CHANDRA MANDAL

Chief Financial Officer (CFO) : **AJIT KUMAR DUGAR**

Statutory Auditors : **M/s GGPS AND ASSOCIATES**
115-1ST FLOOR,
VIJAY SHOPPING MALL,
KOTEGATE,
BIKANER – 334 001 (RAJASTHAN)

Registered Office : **97, PARK STREET,**
5TH FLOOR,
KOLKATA – 700 016

NIDHAN COMMERCIAL CO. LTD.

CIN: L36911WB1982PLC034794

Regd. Office : 97, Park Street, 5th Floor, Kolkata – 700 016

Phone No: +91 33 2226 7376, Email Id : ncc_l@hotmail.com website : www.nidhanltd.com

NOTICE

NOTICE is hereby given that the 41st Annual General Meeting of the Shareholders of **Nidhan Commercial Co. Limited** will be held at the Registered Office of the Company at 97, Park Street, 5th Floor, Kolkata-700 016 on Tuesday, the 26th Day of September, 2023 at 11.00 A.M to transact following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March 2023 and reports of the Board of Directors and the Auditors' thereon.
2. To appoint a Director in place of Sri Ratanlal Dugar (DIN: 00242452) who retires by rotation and being eligible, offers himself for re-appointment.
3. To Re-appoint the Statutory Auditors and Fix their remuneration and for the said purpose to consider and, if thought fit, to pass, with or without modifications, the following resolution as an Ordinary Resolution:

RESOLVED THAT pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force), M/s. GGPS And Associates, Chartered Accountants (Firm Registration No. 032345N), be and are hereby Re-appointed as Statutory Auditors of the Company to hold office from the conclusion of the 41st Annual General Meeting until the conclusion of the 45th Annual General Meeting of the Company at a remuneration of Rs. 30,000/- per annum (exclusive of taxes and reimbursement of out of pocket expenses at actual)."

Registered Office:
97, Park Street, 5th Floor
Kolkata – 700016

By order of the board
For Nidhan Commercial Co. Ltd.

Date: 10th August, 2023
Place: Kolkata

Sd/- Surendra Kumar Dugar
Director (DIN – 00242241)

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/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.

PROXIES IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY DULY FILED, STAMPED AND SIGNED AT ITS REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. The Register of Members and the Share transfer Book of the Company shall remain closed from Wednesday, 20th September, 2023 to Tuesday, 26th September, 2023 (both days inclusive).
3. Corporate members intending to send their authorized representatives to attend the meeting are requested to send the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. Members are requested to notify immediately any change of address & e-mail id to the Company and in case their shares are held in dematerialized form the information should be passed on to their Depository Participant (DPs) without any delay.
5. Securities and Exchange Board of India has mandated that securities of listed companies can be transferred only in dematerialized form with effect from 1st April, 2019 except in case of request received for transmission or transposition of securities. Further, SEBI had fixed March 31, 2021 as the cut-off date for re-lodgement of transfer deeds and the shares that are re-lodged for transfer shall be issued only in dematerialised mode. The requests for effecting transfer/transmission/transposition of securities shall not be processed unless the securities are held in the dematerialised form. Accordingly the Company has stopped accepting any fresh lodgment of transfer of shares in physical form. Members holding shares in physical form are advised to avail of the facility of dematerialization.
6. Members desirous of asking any questions at the Annual General Meeting and desiring any information as regards the Accounts are requested to write to the Company at least ten days before the date of Annual General Meeting so as to enable the Management to keep the information ready
7. Members are requested to bring the attendance slip along with copy of Annual Report at the Annual General Meeting.
8. Please note that as per the notification of SEBI, the Company's shares are under the compulsory Demat trading. The Shareholders who are still holding shares in physical form are requested to take immediate steps to Demat their shares to avail easy liquidity, since trading of shares of the Company are under compulsory Demat Mode as per the regulation of SEBI and also to prevent any loss of physical Share Certificate. You are therefore, requested to Demat your Shareholding to avoid any inconvenience in future.
9. Keeping in view the "Green Initiative in Corporate Governance" of Ministry of Corporate Affairs and in continuation to the practice adopted in previous years, the Company proposes to continue to send notices / documents including annual reports, etc. to the members in electronic form. Members who have still not registered their email addresses are requested to register their email addresses, in respect of electronic holdings with the Depository through the concerned Depository Participants and in respect of physical holdings with the Company's Registrar and Share Transfer Agents,

S.K Infosolutions Pvt. Ltd., D/42, Katju Nagar Colony, ground floor, Jadavpur, Kolkata – 700032.
Further, the documents served through email are available on the Company's website www.nidhanltd.com.

10. The Members holding shares in dematerialized form are requested to update with their respective Depository Participants, their bank account details (account number, 9 digit MICR code and 11 digit IFSC), e-mail IDs and mobile number. Members holding shares in physical form may communicate details to the Company / Registrar and Share Transfer Agents viz. S. K. Infosolutions Pvt. Ltd., D/42, Katju Nagar Colony, ground floor, Jadavpur, Kolkata – 700032 by quoting the Folio No. and attaching a photocopy of the cancelled cheque leaf of their bank account and a self attested copy of their PAN card. Those shareholders who has already updated/provided the above said details need not require sending the same again.
11. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/CIR/2022/8 dated January 25, 2022, has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/ Exchange of securities certificate; Endorsement; Sub-division/Splitting of securities certificate; Consolidation of securities certificates/folios; and Transposition. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialised form. Members can contact the Company or Company's Registrars and Transfer Agents, S. K. Infosolutions Pvt. Ltd. for assistance in this regard.
12. Balance Sheet as on 31st March, 2023, Statement of Profit and Loss for the year ended on that date, the Auditors' Report, the Directors' Report and all other documents required by law to be annexed or attached to the Balance Sheet shall be available for inspection at the Registered Office of the Company on all working days, except Saturdays, Sundays and Public holidays, between 11.00 a.m. to 1.00 p.m. up to the date of ensuing Annual General Meeting.
13. The Explanatory Statement pursuant to Section 102 of the Act, setting out material facts concerning the business under Item No.-3 of the Notice, is annexed hereto.
14. **Voting Through Electronic Means**
 - I. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the Securities And Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the 41st Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by Central Depository Services (India) Limited (CDSL).
 - II. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
 - III. **The process and manner for remote e-voting are as under:**

- i. The remote e-voting period commences on Saturday, 23rd September, 2023 at (9.00 A.M) and ends on Monday, 25th September, 2023 at (5.00 P.M) During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Tuesday, 19th September, 2023, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- iii. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.
- iv. Pursuant to above said SEBI Circular, Login method for e-Voting for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.
	<ol style="list-style-type: none"> 3) If the user is not registered for Easi/Easiest, option to register is available https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.

<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

v. Login method for e-Voting for **Physical shareholders and shareholders other than individual holding in Demat form.**

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> ➤ Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> ➤ If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- vi. After entering these details appropriately, click on "SUBMIT" tab.
- vii. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- viii. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- ix. on the EVSN for the relevant NIDHAN COMMERCIAL CO. LIMITED on which you choose to vote.
- x. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xi. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- xii. After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xiii. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xiv. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- xv. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xvi. **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 - a) Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
 - b) A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - c) After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - d) The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.

- e) A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- f) Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; jagannathcs@hotmail.com and ncc_ℓ@hotmail.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders-please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders, please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

15. Institutional Members / Bodies Corporate (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote through e-mail at jagannathcs@hotmail.com with a copy marked to helpdesk.evoting@cdslindia.com on or before Monday, 25th September, 2023, up to 5 p.m. without which the vote shall not be treated as valid.
16. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of Tuesday, 19th September, 2023. A person who is not a member as on cut-off date should treat this notice for information purpose only.
17. The notice of the AGM along with annual report of the Company will be sent to the members, whose names appear in the register of members/ beneficiary owners as at closing hours of business on Friday, 25th August, 2023.
18. The shareholders shall have one vote per equity share held by them as on the cut-off date of Tuesday, 19th September, 2023. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.

19. Since the Company is required to provide members the facility to cast their vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Tuesday, 19th September, 2023 and not casting their vote electronically, may only cast their vote at the Annual General Meeting through ballot paper.
20. Notice of the AGM along with attendance slip, proxy form along with the process, instructions and the manner of conducting e-voting is being sent electronically to all the members whose e-mail IDs are registered with the Company / Depository Participant(s). For members who request for a hard copy and for those who have not registered their email address, physical copies of the same are being sent through the permitted mode.
21. Investors who became members of the Company subsequent to the dispatch of the Notice / Email and holds the shares as on the cut-off date i.e. Tuesday, 19th September, 2023 are requested to send the written / email communication to obtain the login Id and password by sending a request at helpdesk.evoting@cdslindia.com by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.
22. Mr. Jagannath Kar, Company Secretary in whole time practice (Membership No. 20600 & C.P. No. 7591) has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner. The Scrutinizer will submit, not later than 48 hours of the conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman of the Company or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
23. The Results declared along with the Scrutinizer's Report shall be placed on the Company website www.nidhanltd.com and on the website of CDSL. The same will be communicated to the Stock Exchange.
24. The Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or arrangements in which Directors are interested under Section 189 of Companies Act, 2013 will be available for inspection by the Members at the Registered Office of the Company on all working days, except Saturdays, Sundays and Public holidays, between 11.00 a.m. to 1.00 p.m. upto the date of the Annual General Meeting.
25. Details of Director seeking re-appointment in the Annual General Meeting:

Name of the Director	Sri Ratanlal Dugar (DIN : 00242452)
Date of Birth	19/11/1956
Date of Appointment	27/11/1987
Qualification	B.Com.
Experience	Experience in Gem & Jewellery Business for more than 45 years.
Directorship held in other Listed Companies	Nil
Committee Membership in other Listed Companies	Nil
Shareholding in the Company	39200 (13.14%)

Explanatory Statement pursuant to Section 102 (1) of the Companies Act, 2013.

Item no. 3: Though not mandatory, this statement is provided for reference.

The Members at the 40th Annual General Meeting ('AGM') of the Company held on 9th September, 2022 had approved appointment of GGPS and Associates, Chartered Accountants (Firm Registration No. 032345N), as the Statutory Auditors of the Company to hold office from the conclusion of the 40th AGM till the conclusion of the 41st AGM of the Company to be held in the year 2023. The said appointment was made due to casual vacancy caused by resignation of M/s. G. S. Pandey & Co, Chartered Accountants (ICAI Firm Registration No. 322858E) with effect from 13th May, 2022

After evaluating and considering various factors such as industry experience, competency of the audit team, efficiency in conduct of audit, independence, etc., the Board of Directors of the Company ('Board') has, based on the recommendation of the Audit Committee, proposed the reappointment of GGPS and Associates, Chartered Accountants (Firm Registration No. 032345N), as the Statutory Auditors of the Company, for further consecutive four years from the conclusion of 41st AGM till the conclusion of 45th AGM of the Company to be held in the year 2027, at a remuneration as specified in the resolution of this notice.

GGPS and Associates, Chartered Accountants, have consented to their appointment as the Statutory Auditors and have confirmed that the appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act and that they are not disqualified to be appointed as the Statutory Auditors in terms of the provisions of Section 139 and 141 of the Act and the Rules framed thereunder.

The Board recommends the Ordinary Resolution set forth at Item No.3 of the Notice for approval by the Members.

None of the Directors, Key Managerial Personnel or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the Resolution at Item No. 3 of the accompanying Notice.

Registered Office:
97, Park Street, 5th Floor
Kolkata – 700016

By order of the board
For Nidhan Commercial Co. Ltd.

Date: 10th August, 2023
Place: Kolkata

Sd/- Surendra Kumar Dugar
Director (DIN – 00242241)

DIRECTORS' REPORT

To
The Members
Nidhan Commercial Co Limited

Your Directors have pleasure in presenting their 41st Annual Report on the business and operations of the Company along with Audited Financial Statements for the financial year ended 31st March, 2023.

FINANCIAL RESULTS:

Particulars	For the FY ended 31 st March, 2023 (Rs.in Lacs)	For the FY ended 31 st March, 2022 (Rs.in Lacs)
Gross Income	7.57	5.64
Profit / (Loss) before Depreciation & Taxation	1.64	(0.22)
Less: Depreciation	0.01	0.01
Less: Tax Expenses	0	0
Net Profit / (Loss) After Tax	1.63	(0.23)
Balance of Profit/(Loss) brought forward	19.82	20.05
Surplus carried to Balance Sheet	21.45	19.82

OPERATIONS & THE STATE OF COMPANY'S AFFAIRS

The Gross Income of the Company for the financial year 2022-23 is ₹ 7.57 Lacs as compared to previous year's Gross Income of ₹ 5.64 Lacs. Your Company made a Net Profit of ₹ 1.63 Lacs as compared to last year's Net Loss of ₹ 0.23 Lacs. During the Financial Year there was no material change in nature of business.

SHARE CAPITAL

The Authorized Share Capital of your Company as on 31st March, 2023 stands at Rs. 30.00 Lacs divided into 3,00,000 Equity Shares of Rs.10/- each and the issued, subscribed and Paid-up Share Capital is Rs. 29.84 Lacs divided into 2,98,400 Equity Shares of Rs.10/- each as on 31st March, 2023.

During the financial year there has been no change in the share capital of the Company.

DIVIDEND

Your Directors regret for not recommending any dividend on Equity Shares for financial year ended 31st March, 2023.

TRANSFER TO RESERVES

No amount has been transferred to reserve during the Financial Year under scrutiny.

TRANSFER OF UNCLAIMED/UNPAID AMOUNT

The Company doesn't have any unclaimed/unpaid amount to be transferred in accordance of the provisions of Section 125(2) of the Companies Act, 2013.

EXTRACT OF ANNUAL RETURN

The details of Annual Return in prescribed form MGT - 7 as required under Section 92 (3) and 134 (3) of the Act is displayed on the web site of the Company i.e. www.nidhanltd.com.

PARTICULARS IN RESPECT OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars in respect of conservation of energy and technology absorption as required under 134 (3) (m) are not applicable to the Company during the Financial Year under review.

There is no earning and outgo in Foreign Exchange during the Financial Year.

RESEARCH & DEVELOPMENT

The Company has not incurred any sum in respect of Research & Development for any of its activity.

CORPORATE GOVERNANCE

Pursuant to Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, report on Corporate Governance is not applicable to the Company for the financial year 2022-23 since the Net Worth is below Rs. 25.00 Crores and the Paid up equity share Capital of the Company is less than Rs. 10.00 Crores.

DIRECTOR AND KEY MANAGERIAL PERSONNEL

In terms of the provisions of Section 152 of the Companies Act, 2013 and Articles of Association of the Company, Sri Ratanlal Dugar (DIN-00242452), Director of the Company is liable to retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

There is no change in the Directorship and Key Managerial Person of the Company during the financial year.

The Directors have not been paid any remuneration during the financial year.

MEETINGS OF THE BOARD

During the Financial year ended 31st March, 2023, 4 (Four) Board Meetings were held. The Composition of Board of Directors, date of Board meetings and details of attendance of the Directors in the Board Meetings are given in Annexure 'A' forming part of this report.

COMMITTEES OF THE BOARD

The Company has constituted different Committees under the Board that are mandated under the Companies Act 2013. The details of which are given below:

AUDIT COMMITTEE

The Audit Committee comprises of three members out of which two are non-executive independent directors. The Audit Committee oversees the financial statements and financial reporting of the company before submission to the Board. All the recommendations made by the Audit Committee were accepted by the Board. The Audit Committee ensures an effective internal control system. The Composition of the Audit Committee and the attendance of each member at these meetings are as follows:

Name of the Committee Members	Nature of Directorship	Position Held	Number Of Meeting During the Financial year 2022-23	
			Held	Attended
Sri Sanjay Gandhi	Independent Director	Chairman	4	4
Sri Gandhi Chandra Mandal	Independent Director	Member	4	4
Sri Rishab Dugar	Managing Director	Member	4	4

During the Financial Year the Audit Committee met 4 (Four) times respectively on 11th May, 2022, 6th August, 2022, 9th November, 2022 and 7th February, 2023. All the members of the Audit Committee attended the meetings held during the year under review.

Statutory Auditors and Internal Auditors or their representatives are permanent invitees for the meetings of the Committee.

The Chairperson of the Audit Committee attended the Annual General Meeting of the Company held on 9th September, 2022 and he ensured that necessary clarifications and explanations were provided to the Members of the Company on issues regarding accounts and finance.

NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee of Directors mainly for the purposes of recommending the Company's policy on remuneration package for the Managing/Executive Directors, reviewing the structure, design and implementation of remuneration policy in respect of key management personnel. The composition of the Nomination and Remuneration Committee is as follows:-

Name of the Committee Members	Nature of Directorship	Membership
Sri Sanjay Gandhi	Independent Director	Chairman
Sri Gandhi Chandra Mandal	Independent Director	Member
Smt. Suman Dugar	Non-Executive Director	Member

During the Financial Year one meeting of the Nomination and Remuneration Committee was held on 6th August, 2022 and all the members of the said committee attended the meeting.

DECLARATION OF INDEPENDENT DIRECTORS

All the Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the Financial Year one meeting of the Independent Directors was held on 13th March, 2023 inter alia to discuss the following:

- Evaluation of the performance of the Non Executive Directors and Board of Directors as a whole;
- Evaluation of the performance of the chairman of the meetings of the company, taking into account the views of the executive and non-executive directors, non-independent directors and board of directors as a whole;
- Evaluation of the quality, content and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the independent directors attended the Meeting.

ANNUAL EVALUATION BY THE BOARD

The evaluation framework for assessing the performance of Directors comprises of the following key areas:

- i. Attendance of Board Meetings and Board Committee Meetings
- ii. Quality of contribution to Board deliberations
- iii. Strategic perspectives or inputs regarding future growth of Company and its performance.

The evaluation will involve self evaluation by the Board member and subsequently assessed by the Board based on the above criteria. A member of the Board will not participate in the discussion of his / her evaluation.

The Board and the Nomination and Remuneration Committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the board and committee meetings.

In a separate meeting of Independent Directors, performance of non-independent directors, and performance of the board as a whole was evaluated, taking into account the views of all the directors.

VIGIL MECHANISM & PREVENTION OF INSIDER TRADING

The Company adopted a Code of Conduct as per the Guidelines issued by the Securities and Exchange Board of India as amended from time to time for prevention of Insider Trading which is applicable to the members of the Board and all employees in the course of day-to-day business operations of the Company. The code of conduct framed by the Company has helped in ensuring compliance with the requirements.

In pursuant to Section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for directors and employees to report genuine concern has been established.

STATUTORY DISCLOSURES

None of the Directors of the Company are disqualified as per the provisions of Section 164 of the Companies Act, 2013. The Directors have made the necessary disclosures as required by the various provisions of the Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

DIRECTORS RESPONSIBILITY STATEMENT:

In terms of Section 134 (5) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed:

- (a) that in the preparation of the Annual Accounts for the year ended 31st March, 2023, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- (b) that the Directors have 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 as at 31st March, 2023 and of the Profit for the year ended as on that date.
- (c) That the Directors have taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding assets of the Company and for preventing and detecting frauds and other irregularities.
- (d) That the Directors have prepared the Annual Accounts on Going Concern Basis.
- (e) The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
- (f) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.

The Company has not paid any remuneration to any of the Directors/Key Managerial Personnel during the financial year except Mr. Anand Lohia, as the Company Secretary and Compliance officer of the Company and paid an amount of Rs. 3.60 Lacs as salary during the financial year under review.

DISCLOSURE UNDER RULE 5(2) AND 5(3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

Particulars as required under Section 197 read with Rule 5(2) of the Companies (Appointment & Remuneration) Rules, 2014 of the Companies Act, 2013 are not applicable as no persons draws remuneration as prescribed under Rule 5 (2) of the Companies (Appointment and Remuneration) Rules, 2014 during the year under review.

RELATED PARTY TRANSACTION

All Related Party Transactions that were entered into during the financial year were on 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, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the Company at large. Your Directors draw attention of the members to Notes - 20 to the financial statement which sets out related party disclosures.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Associates or Joint Ventures Company.

ISSUE OF SHARES

During the Financial year ended 31st March, 2023:

- i) The Company has not issued/granted any Employees Stock Option.
- ii) The Company has not issued any Sweat Equity Shares.
- iii) The Company has not issued any equity shares with differential rights.
- iv) The Company has not issued any bonus shares during the Financial Year.

PUBLIC DEPOSIT

During the year the Company has not accepted any Deposit from the Public and/or from any others, within the meaning of section 73 of the Companies Act, 2013.

PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED

During the Financial Year, the Company has not given any loan and not provided any securities and guarantee. The Company has made investments in compliance with the provisions of Section 186 of the Companies Act, 2013. The details of investments have been disclosed in the financial statement.

RISK MANAGEMENT POLICY

Pursuant to section 134(3) (n) of the Companies Act, 2013, the Board of directors of the Company has adopted a Risk management Policy of the Company. The Company manages monitors and reports on the principal risks and uncertainties that can impact its ability to achieve its strategic objectives.

The Company has introduced several improvements to Integrated Enterprise Risk Management, Internal Controls Management and Assurance Frameworks and processes to drive a common integrated view of risks, optimal risk mitigation responses and efficient management of internal control and assurance activities.

INTERNAL FINANCIAL CONTROLS

The Company has an internal control system, commensurate with the size, scale & complexities of its operations. Internal Control measures and systems are established to ensure the correctness of the transactions and safe guarding of the assets. The Management ensures adherence to all internal control policies and procedures as well as compliance with regulatory guidelines. The audit committee of the Board of Directors reviews the adequacy of internal controls. This has improved the management of the affairs of the Company and strengthened transparency and accountability. During the year under review no reportable material weakness in the design or operation were observed.

SIGNIFICANT AND MATERIAL ORDERS BY REGULATORS

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status of the company and Company's operations in future.

MATERIAL CHANGES AND COMMITMENTS

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the Financial Year to which this financial statement relates till the date of this report.

STATUTORY AUDITORS:

The Members at the 40th Annual General Meeting ('AGM') of the Company held on 9th September, 2022 had approved appointment of GGPS and Associates, Chartered Accountants (Firm Registration No. 032345N), as the Statutory Auditors of the Company to hold office from the conclusion of the 40th AGM till the conclusion of the 41st AGM of the Company to be held in the year 2023. The said appointment was made due to casual vacancy caused by resignation of M/s. G. S. Pandey & Co, Chartered Accountants (ICAI Firm Registration No. 322858E) with effect from 13th May, 2022

After evaluating and considering various factors such as industry experience, competency of the audit team, efficiency in conduct of audit, independence, etc., the Board of Directors of the Company ('Board') has, based on the recommendation of the Audit Committee, proposed the reappointment of GGPS and Associates, Chartered Accountants (Firm Registration No. 032345N), as the Statutory Auditors of the Company, for further consecutive four years from the conclusion of 41st AGM till the conclusion of 45th AGM of the Company to be held in the year 2027.

M/s. GGPS and Associates have consented to act as statutory auditors of the Company for the period and given a certificate in accordance with Section 139, 141 and other applicable provisions of the Act to the effect that their appointment, if made, shall be in accordance with the conditions prescribed and that they are eligible to hold office as Statutory Auditors of the Company. As required under Regulation 33 of the Listing Regulations, Statutory Auditors have confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

Necessary resolution and explanation thereto have been provided in the AGM notice seeking approval of members.

There are no qualifications, reservations or adverse remarks or disclaimers made by the Statutory Auditors in their audit report for the financial year 2022-23. Further there is no fraud reported by the auditors in their report. The notes on Financial statements referred to in the Auditors' Report are self-explanatory and hence do not require any further explanation.

SECRETARIAL AUDITOR

Pursuant to provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the company has appointed Jagannath Kar, Partner of M/s. Patnaik & Patnaik, Company Secretaries, C. P. No. 7591, to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for the financial year ended 31st March, 2023 is annexed to this Report as **Annexure 'B'**.

Secretarial Auditor's observations, if any, in his report, have been suitably explained by way of appropriate notes to accounts and/or in the Board's Report wherever it was considered necessary.

MAINTAIN OF COST RECORDS

The Company is not required to maintain cost records as prescribed by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

CORPORATE SOCIAL RESPONSIBILITY

Considering the turnover/ net worth/ net profit of the Company, the provision of Section 135 of the Companies Act, 2013, relating to Corporate Social Responsibility is not applicable to the company.

LISTING OF EQUITY SHARES

The Equity Shares of the company are listed on Metropolitan Stock Exchange of India Limited (MSEI) and the Calcutta Stock Exchange Limited (CSE). The Annual Listing Fees for the financial year 2022-2023 has been paid to MSE and CSE.

MANAGEMENT DISCUSSION AND ANALYSIS

The Gems and Jewellery sector plays a significant role in the Indian economy, contributing around 7 per cent of the country's GDP and 10% to 12% to India's total merchandise exports. The Government of India has declared the Gems and Jewellery sector as a focus area for export promotion. The Government has recently undertaken various measures to promote investments and to upgrade technology and skills to promote 'Brand India' in the international market.

India is deemed to be the hub of the global Jewellery market because of its low costs and availability of high-skilled labour. India is the world's largest cutting and polishing centre for diamonds, with the cutting and polishing industry being well supported by government policies. Moreover, India exports 75 per cent of the world's polished diamonds, as per statistics from the Gems and Jewellery Export promotion Council (GJEPC). India's Gems and Jewellery sector has been contributing in a big way to the country's Foreign Exchange earnings (FEEs). The Government of India has viewed the sector as a thrust area for export promotion. The Indian government presently allows 100 per cent Foreign Direct Investment (FDI) in the sector through the automatic route.

However due to stiff competition in the retail trade and increasing competition from new entrants as well as existing ones, there is a possibility that our market share from a particular place of operation or region may decline.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has in place adequate system of internal control. It has documented procedures covering all financial and operating functions. These controls have been designed to provide a reasonable assurance with regard to maintaining of proper accounting controls, monitoring of operations, protecting assets from unauthorized use or losses, compliance with regulations and for ensuring reliability of financial reporting. The Company has continued its efforts to align all its processes and controls with global best practices in these areas as well.

HUMAN RESOURCES & INDUSTRIAL RELATIONS

The Company's Human Resources philosophy is to establish and build a strong performance and competency driven culture with greater sense of accountability and responsibility. The Company has taken pragmatic steps for strengthening organizational competency through involvement and development of employees as well as installing effective systems for improving the productivity, equality and accountability at functional levels.

Forward looking statements embedded in the Management Discussion and Analysis above is based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized. The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

DISCLOSURE UNDER SEXUAL HARRASMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

COMPLIANCE WITH SECRETARIAL STANDARDS

The Company has complied with Secretarial Standards issued by Institute of Company Secretaries of India (ICSI) as and when it was applicable.

GENERAL INFORMATION:

Annual General Meeting Details:

Day, Date & Time : Tuesday, 26th Day of September, 2023, at 11 A.M.
Venue : 97, Park Street, 5th Floor, Kolkata-700 016
Date of Book Closure: 20th September, 2023 to 26th September, 2023 (both days inclusive)
Listed at : The Metropolitan Stock Exchange of India Ltd. (MSEI)
: The Calcutta Stock Exchange Limited (CSE)
Scrip Code : MSEI - NCCL, CSE – 10024086
ISIN No. : INE001V01016
E-mail id of Investors
Grievances : ncc_l@hotmail.com
Website : www.nidhanltd.com

Registrar & Share

Transfer Agent : S. K. Infosolutions Pvt. Ltd.,
D-42, Katju Nagar Colony, Ground Floor, Jadavpur,
Kolkata- 700032.

Details of General Meetings of the Company held during the last 3 financial years are given in Annexure 'A' forming part of this report.

DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2023

Slab of Shareholding	No. of Shareholders	% age	No. of Shares	%age
1-500	3	14.28	800	0.27
501-1000	1	4.76	600	0.20
1001-5000	4	19.05	17150	5.75
5001-10000	4	19.05	27200	9.11
10001-50000	9	42.86	252650	84.67
50001-100000	0	0	0	0
100001 and above	0	0	0	0
Total	21	100.00	298400	100.00

CATEGORY OF SHAREHOLDERS AS ON 31ST MARCH, 2023

Category	No. of Shares held	% of Shareholding
Promoters & Promoter Group	2,21,800	74.33
Institutional Investors	Nil	Nil
Body Corporate	Nil	Nil
Indian Public	76,600	25.67
NRIs/OCBs	Nil	Nil
Total	2,98,400	100.00

APPRECIATION

Your directors take this opportunity to record their deep sense of gratitude for the valuable support and co-operation extended to the Company by the Banks, Shareholders and all the staffs of the Company during the financial year.

**For and on behalf of the Board
For Nidhan Commercial Co. Ltd.**

**Place: Kolkata
Dated: 10th August, 2023**

**Sd/-Rishab Dugar
Managing Director (DIN-01389334)
Sd/-Surendra Kumar Dugar
Director (DIN-00242241)**

PARTICULARS OF BOARD MEETINGS HELD DURING THE YEAR

S.No	Date of Meeting	Director Ratanlal Dugar	Director Surendra Kr. Dugar	M.D. Rishab Dugar	Director Smt. Suman Dugar	Director Sanjay Gandhi	Director Gandhi Chandra Mandal
1	11.05.2022	Present	Present	Present	Present	Present	Present
2	06.08.2022	Present	Present	Present	Present	Present	Present
3	09.11.2022	Present	Present	Present	Present	Present	Present
4	07.02.2023	Present	Present	Present	Present	Present	Present

PARTICULARS OF GENERAL MEETINGS HELD DURING THE LAST THREE FINANCIAL YEARS

AGM/EGM	Date	Venue	Time	No. of Special Resolutions
40 th AGM	9 th September, 2022	97, Park Street, 5th Floor, Kolkata-700 016	11.00 AM	N.A.
39 th AGM	24 th September, 2021	97, Park Street, 5th Floor, Kolkata-700 016	11.00 AM	N.A.
38 th AGM	25 th September, 2020	97, Park Street, 5th Floor, Kolkata-700 016	11.00 AM	3 (Three)

At the above-mentioned meetings, all the Resolutions were passed with requisite majority. No Resolution was passed during the financial year ended 31st March, 2023 through Postal Ballot.

FORM NO. MR-3

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023

[Pursuant to Section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
NIDHAN COMMERCIAL CO. LIMITED
CIN: L36911WB1982PLC034794

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Nidhan Commercial Co. Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit and the representations made by the Company, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2023 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records made available to us and maintained by the Company for the financial year ended on 31st March, 2023 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contract (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **Not Applicable to the Company during the Audit Period.**
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 - **Not Applicable to the Company during the Audit Period;**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 - **Not Applicable to the Company during the Audit Period;**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 - **Not Applicable to the Company during the Audit Period;**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **(Not applicable to the Company during the Audit Period)**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018: **(Not applicable to the Company during the Audit Period).**
- (vi) Other specific business/industry related laws that is applicable to the Company, viz. The Legal Metrology Act, 2009, The West Bengal Shops and Establishment Acts 1963 and all applicable Laws, Rules, Regulations, Guidelines, Circulars, Notifications, etc.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India,
- (ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation 2015.

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, etc. mentioned above subject to the following observation:

- (a) The listing Approval for allotment of 57,450 Bonus Equity Shares issued and allotted by the Company on 29/12/2017 has been received from the Metropolitan Stock Exchange of India Limited. The application for the same is made before the Calcutta Stock Exchange Limited which is pending.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Adequate notice was given to all Directors in advance to schedule the Board Meetings. Agenda and detailed notes on agenda were sent in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at the Board Meetings, Committee Meetings as recorded in the minutes books of the Company were carried out unanimously.

We further report that as represented by the Company and relied upon by us there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines etc.

We further report that during the audit period there were no instances of:

- (i) Public/Right/Preferential issue of shares / debentures/sweat equity.
- (ii) Redemption / buy-back of securities
- (iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- (iv) Merger / amalgamation / reconstruction, etc.
- (v) Foreign technical collaborations

We further report that during the audit period no events occurred which had major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standard, etc.

For **Patnaik & Patnaik**
Company Secretaries

Sd/- Jagannath Kar
ACS: 20600; C.P. No: 7591
PR No. 1688/2022
UDIN: **A020600E000806748**

Date 10.08.2023

Place: Kolkata

Note: This report is to be read with our letter of even date which is annexed as Annexure - I and forms an integral part of this report.

To,
The Members,
NIDHAN COMMERCIAL CO LIMITED
CIN: L36911WB1982PLC034794

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **Patnaik & Patnaik**
Company Secretaries

Sd/- Jagannath Kar
ACS: 20600; C.P. No: 7591
PR No. 1688/2022
UDIN: **A020600E000806748**

Date: 10.08.2023
Place: Kolkata



GGPS And Associates

REG.NO. 032345N

CHARTERED ACCOUNTANTS

115, 1st Floor, Vijay Shopping Mall, Bikaner (Raj.) 334001

INDEPENDENT AUDITOR'S REPORT

To the Members of **NIDHAN COMMERCIAL COMPANY LIMITED**

Report on the audit of the Standalone financial statements

Opinion

We have audited the accompanying Standalone Ind AS financial statements of **NIDHAN COMMERCIAL COMPANY LIMITED** ("the Company"), which comprise the standalone Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss (including other comprehensive Income), the Statement of Changes in equity and Cash Flow Statement 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 Standalone Ind AS financial statements give the information required by the **Companies Act, 2013 ("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, 2023, and total comprehensive income (comprising of losses and other comprehensive Income), changes in equity and its 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 Act. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Ind AS 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 Act 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.



GGPS And Associates

REG.NO. 032345N

CHARTERED ACCOUNTANTS

115, 1st Floor, Vijay Shopping Mall, Bikaner (Raj.) 334001

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. We did not come across any matter of such material significance to be reported in this section.

Other Information

The Company's management and Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act, 2013 with respect to the preparation and presentation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and the changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with [the Companies (Indian Accounting Standards) Rules, 2015, as amended]. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



GGPS And Associates

REG.NO. 032345N

CHARTERED ACCOUNTANTS

115, 1st Floor, Vijay Shopping Mall, Bikaner (Raj.) 334001

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In preparing the standalone Ind AS 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 Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS 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. Misstatements 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 scepticism 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 with reference to financial statements 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



GGPS And Associates

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- 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 disclosures, 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Ind AS financial statements for the financial year ended March 31, 2023 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Section 143(3) of the Act, based on our audit, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Standalone Balance Sheet, the Statement of Profit and Loss(including Other Comprehensive Income), the Statement of Changes in equity and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.



GGPS And Associates

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CHARTERED ACCOUNTANTS

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- (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the board of directors, none of the directors are disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls with reference to the financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A"; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company does not have any pending litigations which would impact its financial position in its standalone financial statements;
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; and
 - d. (i) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, 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 any guarantee, security or the like on behalf of the Ultimate Beneficiaries (Refer Note 23(ii) to the Standalone financial statements);
 - (ii) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, 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 any guarantee, security or the like on behalf of the Ultimate Beneficiaries (Refer Note 23(ii) to the Standalone financial statements)



GGPS And Associates

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CHARTERED ACCOUNTANTS

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(iii) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

e. The company has not declared or paid any dividend during the year and therefore, this clause is not applicable.

f. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

2. As required by section 197(16) of the Act based on our audit, we report that the Company has not paid any remuneration to its directors during the year as provided under section 197 read with Schedule V to the Act, and therefore, the said clause is not applicable.

3. 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 B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For GGPS And Associates

Chartered Accountants

Firm Registration No. 032345N

Sd/- Tarun Periwal

Partner (Membership No. 447670)

Place: Kolkata

Date: 25th May, 2023

UDIN: 23447670BGWYOB7600



GGPS And Associates

REG.NO. 032345N

CHARTERED ACCOUNTANTS

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ANNEXURE – ‘A’ TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1(f) under “**Report on other legal and regulatory requirements**” section of our report of even date)

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

We have audited the internal financial controls with reference to the financial statements of Nidhan Commercial Company Limited (“the Company”) as of 31 March 2023 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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



GGPS And Associates

REG.NO. 032345N

CHARTERED ACCOUNTANTS

115, 1st Floor, Vijay Shopping Mall, Bikaner (Raj.) 334001

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the Institute of Chartered Accountants of India.

For GGPS And Associates

Chartered Accountants

Firm Registration No. 032345N

Sd/- Tarun Periwal

Partner (Membership No. 447670)

Place: Kolkata

Date: 25th May, 2023

UDIN: 23447670BGWYOB7600



GGPS And Associates

REG.NO. 032345N

CHARTERED ACCOUNTANTS

115, 1st Floor, Vijay Shopping Mall, Bikaner (Raj.) 334001

ANNEXURE – 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 3 under "**Report on other legal and regulatory requirements section of our report of even date**)

- (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 does not have any intangible assets and therefore, reporting under this paragraph of the Order are not applicable to the Company.
- (b) The Property, Plant and Equipment were physically verified by the management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable
- (c) According to the information and explanations given to us, the Company does not have any immovable property and therefore, the reporting under clause 3(i)(c) of the Order is not applicable to the Company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Accordingly, the reporting under clause 3(i)(d) of the Order is not applicable to the Company.
- (e) Based on the information and explanations furnished to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in its financial statements does not arise.
- (ii) (a) The Company does not hold any physical inventories thus, paragraph 3(ii)(a) of the Order are not applicable to the Company.
- (b) The company has not been sanctioned any working capital facility from banks or financial institutions and thus, paragraph 3(ii)(b) of the Order are not applicable to the Company.
- (iii) The Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties during the year, and therefore, the provisions of clauses (iii)(a) to (iii)(f) of the Order are not applicable to the Company.



GGPS And Associates

REG.NO. 032345N

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- (iv) There are no loans, investments, guarantees and security given, made or provided by the company during the year for which the provisions of Sections 185 and 186 of the Companies Act, 2013 are applicable.
- (v) According to the information and explanation given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of Section 73,74,75 and 76 of the Act and Rules framed there under to the extent notified. Thus, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus, reporting under clause 3(vi) of the order is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing all undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and the company has no outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- (b) The Company has no disputed statutory dues of Income Tax, Sales Tax, Wealth Tax, service Tax, duty of customs, duty of excise, or value added tax or cess.
- (viii) In our opinion and according to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
- (ix) The company has not taken any loans, term loans, funds or other borrowings and therefore, reporting under clause 3(ix)(a) to 3(ix)(f) of the Order is not applicable.
- (x) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and neither has made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) under Section 42 and 62 of the Act during the year. Accordingly, Paragraph 3(x) of the Order is not applicable.



GGPS And Associates

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115, 1st Floor, Vijay Shopping Mall, Bikaner (Raj.) 334001

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- (xi) According to the information and explanations given to us, no fraud by the company or on the company has been noticed or reported during the year under audit.
- a) In our opinion and according to the information and explanations given to us, no report under sub-section (12) of section 143 of the Act has been filed by the auditors in Form ADT -4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- b) According to the information and explanations given to us, there were no whistle blower complaints received during the year by the Company
- (xii) As the Company is not a Nidhi company and the Nidhi Rules, 2014 are not applicable to it, the reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) The Company has entered into transactions with the related parties in compliance with the provisions of sections 177 and 188 of the Act and details of such transactions have been disclosed in the financial statements as required under Indian Accounting Standard 24, Related Party Disclosures specified under Section 133 of the Act.
- (xiv) (a) In our opinion and based on our examination, the Company has an internal audit system which is commensurate with the size and nature of its business.
- (b) The reports of the Internal Auditor furnished for the period under audit have been considered by us.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with them. Accordingly, the reporting on compliance with the provisions of Section 192 of the Act under clause 3(xv) of the Order is not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India, Act 1934 (2 of 1934) as Non-Deposit accepting Non Banking Financial Company. Further, the Company has not conducted any Non-Banking Financial or Housing Finance activities and is neither a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India (RBI) nor is there existence of any Group having any CIC. Therefore, reporting under clause 3(xvi)(a) to 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii) The Company has incurred cash losses in the financial year but not in the immediately preceding financial year.



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- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the plans of the Board of Directors and management 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 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.
- (xx) The provisions pertaining to Corporate Social Responsibility as specified u/s 135 of The Companies Act, 2013 are not applicable to the Company and hence reporting under clause 3(xx)(a) and 3(xx)(b) of the Order is not applicable.
- (xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of the said clause under this report.

For GGPS And Associates

Chartered Accountants

Firm Registration No. 032345N

Sd/- Tarun Periwal

Partner (Membership No. 447670)

Place: Kolkata

Date: 25th May, 2023

UDIN: 23447670BGWYOB7600

NIDHAN COMMERCIAL COMPANY LIMITED
BALANCE SHEET

Particulars	Notes	₹ in Lacs	
		As on 31.03.2023	As on 31.03.2022
ASSETS			
NON-CURRENT ASSETS			
(a) Property, plants & equipments	3	0.19	0.20
(b) Financial assets			
(i) Investments	5	136.74	135.98
(ii) Other financial assets	6	4.05	4.05
(c) Income tax assets (net)	7	-	-
(d) Other non-current assets	8	-	0.06
Total non-current assets		140.98	140.30
CURRENT ASSETS			
(a) Financial assets			
(i) Cash and cash equivalents	9	1.90	1.19
(b) Other current assets	10	3.30	3.06
Total Current assets		5.20	4.25
TOTAL ASSETS		146.18	144.55
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity share capital	4	29.84	29.84
(b) Other equity	11	115.70	114.07
Total Equity		145.54	143.91
LIABILITIES			
CURRENT LIABILITIES			
(a) Financial liabilities			
(i) Trade payables	12	0.64	0.64
Total liabilities		0.64	0.64
TOTAL EQUITY AND LIABILITIES		146.18	144.55

The Notes are an integral part of Financial Statements

As per our Report Annexed

For GGPS And Associates

Chartered Accountants

Firm Registration No.032345N

Sd/- Rishab Dugar
Managing Director
(DIN : 01389334)

Sd/- Ajit Kumar Dugar
Chief Financial Officer

Sd/- Tarun Periwal

Partner

Membership No. 447670

Place: Kolkata

Date: 25 May 2023

UDIN - 23447670BGWYOB7600

Sd/- Ratanlal Dugar
Director
(DIN : 00242452)

Sd/- Surendra Kumar Dugar
Director
(DIN : 00242241)

NIDHAN COMMERCIAL COMPANY LIMITED
STATEMENT OF PROFIT AND LOSS

Particulars	Notes	₹ in Lacs	₹ in Lacs
		For the Year ended 31.03.2023	For the Year ended 31.03.2022
Revenue from operations		-	-
Other income	13	7.57	5.64
Total income		7.57	5.64
Expenses			
Employee Benefits Expenses	14	3.60	3.60
Depreciation expense	3	0.01	0.01
Other expenses	15	2.33	2.26
Total expenses		5.94	5.87
Profit before tax		1.63	(0.23)
Tax expense			
Current tax	16	-	-
Tax adjustments for earlier years		-	-
Total tax expense		-	-
Profit for the year		1.63	(0.23)
Other Comprehensive Income:			
Other comprehensive income		-	-
Income tax on above		-	-
Other comprehensive income for the year (net of tax)		-	-
Total comprehensive income for the year		1.63	(0.23)
Earning per Share (Nominal Value ₹ 10/- per Share)			
Basic and Diluted (In ₹)	17	0.55	(0.08)

The Notes are an integral part of Financial Statements

As per our Report Annexed

For GGPS And Associates

Chartered Accountants

Firm Registration No.032345N

Sd/- Rishab Dugar
Managing Director
(DIN : 01389334)

Sd/- Ajit Kumar Dugar
Chief Financial Officer

Sd/- Tarun Periwal

Partner

Membership No. 447670

Place: Kolkata

Date: 25 May 2023

UDIN - 23447670BGWYOB7600

Sd/- Ratanlal Dugar
Director
(DIN : 00242452)

Sd/-Surendra Kumar Dugar
Director
(DIN : 00242241)

NIDHAN COMMERCIAL COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY

A. **EQUITY SHARE CAPITAL**

(₹ in Lacs)

Particulars	Number of Shares	Total
Equity shares of Rs. 10 each issued, subscribed and fully paid:		
As at April 1, 2021	2,98,400	29.84
As at March 31, 2022	2,98,400	29.84
As at April 1, 2022	2,98,400	29.84
As at March 31, 2023	2,98,400	29.84

B. **OTHER EQUITY - Reserves and Surplus**

(₹ in Lacs)

Particulars	General Reserve	Retained Earnings	Total
Balance As at April 1, 2021	94.26	20.05	114.30
Profit for the period	-	-0.23	-0.23
Other comprehensive income	-	-	-
Total comprehensive income	94.26	19.82	114.07
Transaction with owners in their capacity as owners:	-	-	-
Balance As at March 31, 2022	94.26	19.82	114.07
Profit for the period	-	1.63	1.63
Other comprehensive income	-	-	-
Total comprehensive income	94.26	21.45	115.70
Transaction with owners in their capacity as owners:	-	-	-
Balance As at March 31, 2023	94.26	21.45	115.70

Description of Reserves:

The Company is maintaining reserves for the purpose of meeting future contingencies and to strengthen the Financial Position if the concern. The profits after tax and appropriation is transferred to General Reserves. The nature and purpose of General reserve is specified below:

Name of Reserve	Nature	Purpose
General Reserve	Revenue Reserve	General Reserve is a free reserve. It is not maintained for any specific purpose. It serves as a tool for meeting future requirements. General Reserve may be used for future expansion of the business or to meet any contingent liability, or for any other purpose which, may arise.

The Notes are an integral part of Financial Statements

As per our Report Annexed

For GGPS And Associates

Chartered Accountants

Firm Registration No.032345N

Sd/- Rishab Dugar
Managing Director
(DIN : 01389334)

Sd/- Ajit Kumar Dugar
Chief Financial Officer

Sd/- Tarun Periwal

Partner

Membership No. 447670

Place: Kolkata

Date: 25 May 2023

UDIN - 23447670BGWYOB7600

Sd/- Ratanlal Dugar
Director
(DIN : 00242452)

Sd/-Surendra Kumar Dugar
Director
(DIN : 00242241)

NIDHAN COMMERCIAL COMPANY LIMITED

CASH FLOW STATEMENT

Particulars	(₹ in Lacs) For the Year ended 31.03.2023	(₹ in Lacs) For the Year ended 31.03.2022
I Cash Flows from Operating Activities:		
Profit before tax	1.63	(0.23)
<u>Adjustment for:</u>		
- Depreciation	0.01	0.01
- Finance Income	(7.56)	(5.37)
- Profit on Sale of Fixed Asset	-	(0.27)
	(5.92)	(5.86)
<u>Changes in working capital:</u>		
- Other financial assets	-	-
- Other non-current asset	0.06	(0.03)
- Other current asset	(0.24)	(0.08)
- Trade & Other Payables	-	(0.01)
Cash Generated from Operating Activities -	(6.10)	(5.98)
Income Taxes Paid	-	0.05
Net Cash from Operating Activities -	(6.10)	(5.93)
II Cash Flows from Investing Activities:		
Interest Received	2.07	0.08
Purchase of Non-Current Investments	4.75	-
Proceeds from Sale of Fixed Assets	-	0.51
Other bank balances	-	-
Net Cash from/(used) in Investing Activities -	6.81	0.59
III Cash Flows from Financing Activities:		
Dividend paid	-	-
Net Cash from/(used) in Financing Activities -	-	-
Net Increase/(Decrease) in Cash & Cash Equivalent -	0.71	(5.34)
Opening Balance of Cash & Cash Equivalent	1.19	6.53
CLOSING BALANCE OF CASH & CASH EQUIVALENT	1.90	1.19

The Notes are an integral part of Financial Statements

As per our Report Annexed

For GGPS And Associates

Chartered Accountants

Firm Registration No.032345N

Sd/- Rishab Dugar
Managing Director
(DIN : 01389334)

Sd/- Ajit Kumar Dugar
Chief Financial Officer

Sd/- Tarun Periwal

Partner

Membership No. 447670

Place: Kolkata

Date: 25 May 2023

UDIN - 23447670BGWYOB7600

Sd/- Ratanlal Dugar
Director
(DIN : 00242452)

Sd/-Surendra Kumar Dugar
Director
(DIN : 00242241)

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

1 Company Background

Nidhan Commercial Company Limited (the 'Company') was incorporated on 19 April 1982. The Company is engaged in the business of manufacturing, sale and trading of gold jewellery, diamond studded jewellery and silver items. The Company's shares are listed on the Metropolitan Stock Exchange of India Limited (MSEI) and The Calcutta Stock Exchange Limited (CSE).

These financial statements were approved and authorised for issue in accordance with the resolution of the Company's Board of Directors on 25th May, 2023.

2 Significant Accounting Policies

This Note provides a list of the significant accounting policies adopted in the preparation of the financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated. These financial statements are the separate financial statements of the Company.

(a) Basis of Preparation

(i) Compliance with Ind AS

The financial statements of the Company have been prepared in accordance with Ind AS notified by the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 as amended.

(ii) Basis of Measurement :

The financial statements have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value -

-Certain financial assets and liabilities (including derivative instruments) that is measured at fair value (refer accounting policy regarding financial Instruments)

(iii) Current and Non-current Classification

The Company presents assets and liabilities in the Balance Sheet based on current/non-current classification.

An asset is classified as current when it is:

- a) expected to be realised or intended to be sold or consumed in the normal operating cycle,
- b) held primarily for the purpose of trading,
- c) expected to be realised within twelve months after the reporting period, or
- d) cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- a) it is expected to be settled in the normal operating cycle,
- b) it is held primarily for the purpose of trading,
- c) it is due to be settled within twelve months after the reporting period, or
- d) there is no unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

(b) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. The Company has concluded that it is the principal in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.

Sale of Products

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of the goods. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates.

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

(c) Property, Plant and Equipment

Freehold land is carried at historical cost. Capital work in progress is stated at cost, net of accumulated impairment loss, if any. All other items of property, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes expenditure that is directly attributable to the acquisition of the items. Such cost also includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. 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 recognised 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 recognised in profit or loss as incurred.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation Method, Estimated Useful Lives And Residual Values

Depreciation is calculated on a pro-rata basis using the written down value method to allocate their cost, net of their estimated residual values, over their estimated useful lives in accordance with Schedule II to the Act. Each component of an item of property, plant and equipment with a cost that is significant in relation to the cost of that item is depreciated separately if its useful life differs from the other components of the item. The Company, based on technical assessment made by technical expert and management estimate, depreciates certain items of building, plant and equipment over estimated useful lives which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

Estimated useful lives of the assets are as follows:

Plant and Equipments	-	15 years
Furniture and Fixtures	-	10 years
Vehicles	-	8 years
Office Equipments	-	5 years

The useful lives, residual values and the method of depreciation of property, plant and equipment are reviewed, and adjusted if appropriate, at the end of each reporting period.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss when the asset is derecognised.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as 'Capital Advances' under other non-current assets and the cost of property, plant and equipment not ready to use are disclosed under 'Capital Work-in-progress'.

(d) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost of inventories comprises cost of purchases and all other costs incurred in bringing the inventories to their present location and condition and are accounted for as follows:

Finished goods and work-in-progress: cost includes cost of direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity.

Traded goods: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on moving weighted average basis.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

NIDHAN COMMERCIAL COMPANY LIMITED
NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

(e) Investments (Other than Investments in Subsidiaries) and Other Financial Assets

(i) Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss), and
- those to be measured at amortised cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

(ii) Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Debt Instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

•**Amortised Cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt instrument that is subsequently measured at amortised cost is recognised in profit or loss when the asset is derecognised or impaired.

•**Fair Value through Other Comprehensive Income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses which are recognised in the profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in 'Other Income'.

•**Fair Value through Profit or Loss:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in profit or loss and presented net in the Statement of Profit and Loss within 'Other Income' in the period in which it arises.

Equity Instruments

The Company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Changes in the fair value of financial assets at fair value through profit or loss are recognised in 'Other Income' in the Statement of Profit and Loss.

(iii) Impairment of Financial Assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets which are not fair valued through profit or loss. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109, 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

(iv) Derecognition of Financial Assets

A financial asset is derecognised only when

- the Company has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

(v) Income Recognition

Interest Income

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument but does not consider the expected credit losses.

Dividend

Dividend is recognised in profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

(vi) Fair Value of Financial Instruments

In determining the fair value of financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis and available quoted market prices.

(f) Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

(g) Cash and Cash Equivalents

For the purpose of presentation in the Cash Flow Statement, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(h) Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings or payables, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and financial guarantee contracts.

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Trade Payables

Trade payables represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

(i) Income Tax

The income tax expense for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, unused tax credits and to unused tax losses.

The current tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax credits and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences, tax credits and losses.

Deferred tax assets are not recognised for temporary differences between the carrying amount and tax bases of investments in subsidiaries where it is not probable that the differences will reverse in the foreseeable future and taxable profit will not be available against which the temporary difference can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax are recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity, if any. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Policy on MAT:

"Minimum alternate tax (MAT) paid in a year is charged to the Statement of Profit and Loss as current tax for the year. The deferred tax asset is recognised for MAT credit available only to the extent that it is probable that the concerned company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset, it is created by way of credit to the Statement of Profit and Loss and shown as part of deferred tax asset. The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period."

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

(j) Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- ▶ In the principal market for the asset or liability, or
- ▶ In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- ▶ Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ▶ Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- ▶ Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

Dividend Distribution to Equity-holders

The Company recognises a liability to make cash distributions to equity holders when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year 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 of the Company and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

(k) Provisions and Contingencies

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the Statement of Profit and Loss net of any reimbursement.

A disclosure for contingent liabilities is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of the amount cannot be made.

(l) Use of Estimates

The preparation of financial statements in conformity with Ind AS 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 during and 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.

(m) Critical Estimates and Judgements

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each Balance Sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

This Note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates or judgements are:

Estimation of Expected Useful Lives of Property, Plant and Equipment

Management reviews its estimate of useful lives of property, plant and equipment at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of property, plant and equipment.

Valuation of Deferred Tax Assets

Deferred income tax expense is calculated based on the differences between the carrying value of assets and liabilities for financial reporting purposes and their respective tax bases that are considered temporary in nature. Valuation of deferred tax assets is dependent on management's assessment of future recoverability of the deferred tax benefit. Expected recoverability may result from expected taxable income in the future, planned transactions or planned optimising measures. Economic conditions may change and lead to a different conclusion regarding recoverability.

Fair Value Measurements

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair values are measured using valuation techniques, including the discounted cash flow model, which involve various judgements and assumptions.

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

3 Property, Plant and Equipment

(₹ in Lacs)

Particulars	Motor car	Computer	Office equipment	Weighing scale	Air conditioner	Furniture and fixture	Generator	Refrigerator	Total
<u>Year ended 31 March 2022</u>									
Gross carrying amount									
Opening balance	10.11	2.54	3.72	1.66	0.39	1.43	0.12	0.06	20.03
Deletions	4.75	-	-	-	-	-	-	-	4.75
Closing balance	5.36	2.54	3.72	1.66	0.39	1.43	0.12	0.06	15.27
<u>Accumulated Depreciation</u>									
Opening balance	9.87	2.53	3.63	1.60	0.38	1.38	0.12	0.06	19.58
Depreciation charge for the year	-	-	-	-	-	0.01	-	-	0.01
Adjustments	4.52								4.52
Closing balance	5.36	2.53	3.63	1.60	0.38	1.39	0.12	0.06	15.07
Net carrying amount as on 31.03.2022	-	0.01	0.08	0.05	0.01	0.04	0.00	0.00	0.20
<u>Year ended 31 March 2023</u>									
Gross carrying amount									
Opening balance	5.36	2.54	3.72	1.66	0.39	1.43	0.12	0.06	15.28
Deletions	-	-	-	-	-	-	-	-	-
Closing balance	5.36	2.54	3.72	1.66	0.39	1.43	0.12	0.06	15.28
<u>Accumulated Depreciation</u>									
Opening balance	5.36	2.53	3.63	1.60	0.38	1.39	0.12	0.06	15.07
Depreciation charge for the year	-	-	-	-	-	0.01	-	-	0.01
Adjustments	-	-	-	-	-	-	-	-	-
Closing balance	5.36	2.53	3.63	1.60	0.38	1.40	0.12	0.06	15.08
Net carrying amount as on 31.03.2023	-	0.01	0.09	0.05	0.01	0.03	0.00	0.00	0.19

NIDHAN COMMERCIAL COMPANY LIMITED
NOTES FORMING AN INTEGRAL PART OF FINANCIAL STATEMENTS

4 Equity Share Capital

Particulars	As on 31.03.2023		As on 31.03.2022	
	No. of Shares	(₹ in Lacs)	No. of Shares	(₹ in Lacs)
Authorised Share Capital				
3,00,000 Equity Shares of Rs.10/- each (PY: 3,00,000)	3,00,000	30.00	3,00,000	30.00
Issued, Subscribed and Paid-up Share Capital				
2,98,400 Equity Shares of Rs.10/- each fully paid up in cash (PY: 2,98,400)	2,98,400	29.84	2,98,400	29.84
Total	2,98,400	29.84	2,98,400	29.84

b The reconciliation of the number of shares outstanding and the amount of share capital is set out as below:

Particulars	As on 31.03.2023		As on 31.03.2022	
	No. of Shares	(₹ in Lacs)	No. of Shares	(₹ in Lacs)
Opening Balance	2,98,400	29.84	2,98,400	29.84
Add: Ordinary shares allotted as fully paid up Bonus shares	-	-	-	-
Total	2,98,400	29.84	2,98,400	29.84

c The Company has only one class of issued shares i.e. Equity Shares having per value of ₹ 10/- per share. Each holder of Equity Shares is entitled to one vote per share and equal right for dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after payment of all preferential amounts in proportion to their share holding.

d The company does not have any Holding Company / Ultimate Holding Company.

e Details of shareholders holding more than 5% shares in the Company.

	As on 31.03.2023		As on 31.03.2022	
	No. of shares	% holding	No. of shares	% holding
Equity Shares of Rs.10/- each fully paid				
Jabarmal Dugar	17,000	5.70%	17,000	5.70%
Indira Devi Garg	20,000	6.70%	20,000	6.70%
Ajit Kumar Dugar	27,050	9.07%	27,050	9.07%
Amrit Garg	34,000	11.39%	34,000	11.39%
Ratanlal Dugar	39,200	13.14%	39,200	13.14%
Surendra Kumar Dugar	44,800	15.01%	44,800	15.01%
Smt. Suman Dugar	46,800	15.68%	46,800	15.68%

f Details of shares held by promoters at the end of the year

	As on 31.03.2023			As on 31.03.2022		
	No. of shares	% holding	% Change during the year	No. of shares	% holding	% Change during the year
Equity Shares of Rs.10/- each fully paid						
Sri Ratanlal Dugar	39,200	13.14%	-	39,200	13.14%	-
Ratanlal Dugar (HUF)	7,300	2.45%	-	7,300	2.45%	-
Smt Suman Dugar (W/o Ratanlal Dugar)	46,800	15.68%	-	46,800	15.68%	-
Sri Rishab Dugar	2,150	0.72%	-	2,150	0.72%	-
Sri Surendra Kumar Dugar	44,800	15.01%	-	44,800	15.01%	-
Surendra Kumar Dugar (HUF)	5,000	1.68%	-	5,000	1.68%	-
Smt Suman Dugar (W/o Surendra Kumar Dugar)	7,150	2.40%	-	7,150	2.40%	-
Sri Ajit Kumar Dugar	27,050	9.07%	-	27,050	9.07%	-
Smt Rina Dugar	7,350	2.46%	-	7,350	2.46%	-
Sri Mukesh Kumar Dugar	13,000	4.36%	-	13,000	4.36%	-
Sri Jabarmal Dugar	17,000	5.70%	-	17,000	5.70%	-
Smt. Minu Dugar	5,000	1.68%	-	5,000	1.68%	-

g No Equity Shares have been reserved for issue under options and contracts/commitments for the sale of shares / disinvestment as at the Balance Sheet date.

NIDHAN COMMERCIAL COMPANY LIMITED
NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

(₹ in Lacs)

Particulars	As at 31st March 2023	As at 31st March 2022
5 Investments		
<i>Investments in Mutual Fund (Quoted) - at Fair Value through Profit and Loss</i>		
- Aditya Birla Sunlife Corporate Bond Fund Growth 65263.501 units of Aditya Birla Sunlife Corporate Fund Growth Plan Face Value Rs 10/- (31 March 2022 : 65263.501)	61.53	58.82
- HDFC Liquid Fund Growth 388.509 units of HDFC Liquid Fund Growth (31 March 2022 : 388.509)	17.03	16.13
- Axis Liquid Fund Regular Growth Nil units of Axis Liquid Fund Regular Growth Face Value Rs 10/- (31 March 2022 : 1299.594 units)	-	30.53
- ICICI Prudential Liquid Fund Growth 8481.641 units of ICICI Prudential Liquid Fund Growth Face Value Rs 10/- (31 March 2022 : 9744.641 units)	28.03	30.51
- 9.70% UP Power Corporation Limited - Bond 3 Bonds of Face Value Rs. 10,00,000/- each (31 March 2022 : Nil units)	30.15	-
Total	136.74	135.98
Market value of quoted investments	136.74	135.98
6 Other Financial Assets		
Deposit	4.05	4.05
Total	4.05	4.05
7 Income Tax Assets		
Income Taxes & TDS: Pending Adjustment	-	-
Total	-	-
8 Other Non-current Assets		
Prepaid Expenses	-	0.06
Total	-	0.06
9 Cash & Cash Equivalents		
Balances with Banks in Current account	0.81	0.20
In fixed deposits with original maturity of less than 3 months	1.05	0.93
Cash on hand (As certified by management)	0.04	0.06
Total	1.90	1.19

NIDHAN COMMERCIAL COMPANY LIMITED
NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

(₹ in Lacs)

Particulars	As at 31st March 2023	As at 31st March 2022
10 Other Current Assets		
Prepaid Expenses	0.04	-
Interest Receivable	0.01	0.00
Balances with government authorities	3.25	3.06
Total	3.30	3.06
11 Other Equity		
General Reserve		
Brought forward from last year	94.26	94.26
Transfer From Retained Earnings	-	-
Brought carried forward to next year	94.26	94.26
Retained Earnings		
Brought forward from last year	19.82	20.05
Add: Profit for the year	1.63	(0.23)
Total	21.45	19.82
Total	115.70	114.07
12 Trade Payables		
a) Total outstanding dues of micro enterprises and small enterprises (Refer note 21) and	-	-
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
<u>Trade Payables</u>		
Other Trade payables	0.32	0.32
Outstanding for more than 6 months	0.33	0.33
Total	0.64	0.64

Trade payables due for payment

Particulars	As at March 31, 2023				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	0.32	-	0.33	-	-
(iii) Disputed Dues - MSME	-	-	-	-	-
(iii) Disputed Dues - Others	-	-	-	-	-

Particulars	As at March 31, 2022				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	0.32	0.25	-	0.08	-
(iii) Disputed Dues - MSME	-	-	-	-	-
(iii) Disputed Dues - Others	-	-	-	-	-

NIDHAN COMMERCIAL COMPANY LIMITED
NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

(₹ in Lacs)

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
13 Other Income		
Gain on investment measured at FVTPL	5.50	5.29
Interest received	2.07	0.08
Profit on sale of fixed assets	-	0.27
Total	7.57	5.64
14 Employee Benefits		
Salary	3.60	3.60
Total	3.60	3.60
15 Other Expenses		
Rates & taxes	0.06	0.06
Insurance charges	0.02	0.04
Motor Car Expenses	-	0.14
Printing & stationery	0.19	-
Computer Expenses	-	0.02
Telephone charges	0.02	0.02
Professional Fees	0.48	0.47
Listing & Filing Fees	0.88	0.85
Bank charges	0.01	0.01
Advertisement	0.17	0.17
General charges	0.05	0.04
Repairs & Maintenance	0.10	0.09
Postage & Courier charges	0.01	0.01
<u>Auditors' Remuneration</u>		
As Audit Fees	0.30	0.30
For Taxation matters	0.05	0.05
Total	2.33	2.26
16 The major components of income tax expense for the years ended March 31, 2023 and March 31, 2022 are:		
Current tax	-	-
Tax adjustments for earlier years	-	(0.02)
	-	(0.02)
Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for the year ended March 31, 2023 and March 31, 2022 are:		
Profit before Income Tax Expense	1.63	(0.23)
Enacted Statutory Income tax rate in India applicable to the Company	25.17%	25.17%
Computed expected income tax expense	0.41	(0.06)
Adjustments -		
Adjustments in respect of difference in depreciation rates for tax purposes	(0.02)	0.04
Tax Adjustments for Brought Forward Losses	-	-
Income not to be considered for tax purposes	(0.39)	0.02
Tax Adjustments for Earlier Years	-	-
Income tax expense	-	-
17 Earning Per Share:		
A Absolute No. of Shares	2,98,400	2,98,400
B Diluted No. of Shares	2,98,400	2,98,400
C Comprehensive Income for the Year	1.63	(0.23)
Basic Earning per Share (C/A) -	0.55	(0.08)
Diluted Earning per Share (C/B) -	0.55	(0.08)

NIDHAN COMMERCIAL COMPANY LIMITED
NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

18 **ANALYTICAL RATIO**

Sr No	Ratio	Formula	Numerator (₹ in Lacs)	Denominator (₹ in Lacs)	As at 31st March, 2023	As at 31st March, 2022	Change	Remarks
A	Current Ratio (times)	Current Assets / Current Liabilities	March 31, 2023: 5.2 Lacs (March 31, 2022: 4.25 Lacs)	March 31, 2023: 0.64 Lacs (March 31, 2022: 0.64 Lacs)	8.12	6.64	22.27%	
B	Debt - Equity Ratio (times)	Total Debt / Shareholders Equity	March 31, 2023: 0 (March 31, 2022: 0)	March 31, 2023: 145.54 Lacs (March 31, 2022: 143.91 Lacs)	-	-	-	NA
C	Debt Service Coverage Ratio	Earnings available for Debt Service / Debt Service	March 31, 2023: 0 (March 31, 2022: 0)	March 31, 2023: 0 (March 31, 2022: 0)	-	-	-	NA
D	Return on Equity Ratio (%)	Net Profit after taxes / Average Shareholders Equity	March 31, 2023: -0.23 Lacs (March 31, 2022: 3.75 Lacs)	March 31, 2023: 144.03 Lacs (March 31, 2022: 142.27 Lacs)	1.12%	-0.16%	-807.34%	INCREASE IN INCOME
E	Inventory Turnover Ratio (times)	Revenue from Operations / Average Inventory	March 31, 2023: 7.57 Lacs (March 31, 2022: 5.64 Lacs)	March 31, 2023: 0 (March 31, 2022: 0)	-	-	-	NA
F	Trade Receivables Turnover Ratio (times)	Net credit revenue from operations / Average trade receivables	March 31, 2023: 0 (March 31, 2022: 0)	March 31, 2023: 0 (March 31, 2022: 0)	-	-	-	NA
G	Trade Payables Turnover Ratio (times)	Net credit purchases / Average Accounts payable	March 31, 2023: 0 (March 31, 2022: 0)	March 31, 2023: 0.64 Lacs (March 31, 2022: 0.64 Lacs)	-	-	-	NA
H	Net Capital Turnover Ratio (times)	Revenue from operations / Working Capital	March 31, 2023: 7.57 Lacs (March 31, 2022: 5.64 Lacs)	March 31, 2023: 4.56 Lacs (March 31, 2022: 3.61 Lacs)	1.66	1.56	6.23%	
I	Net Profit Ratio (%)	Net profit / Revenue from Operations	March 31, 2023: 1.63 Lacs (March 31, 2022:-) 0.23 Lacs)	March 31, 2023: 7.57 Lacs (March 31, 2022: 5.64 Lacs)	21.53%	-4.13%	-621.22%	LOSS IN STATEMENT OF PROFIT / LOSS IN THE PREVIOUS YEAR
J	Return on Capital Employed (%)	EBIT / Capital Employed	March 31, 2023: 1.63 Lacs (March 31, 2022:-) 0.23 Lacs)	March 31, 2023: 145.54 Lacs (March 31, 2022: 143.91 Lacs)	1.12%	-0.16%	-791.11%	LOSS IN STATEMENT OF PROFIT / LOSS IN THE PREVIOUS YEAR
K	Return on Investment (%)	EBIT / Average total assets	March 31, 2023: 1.63 Lacs (March 31, 2022:-) 0.23 Lacs)	March 31, 2023: 145.37 Lacs (March 31, 2022: 144.67 lacs)	1.12%	-0.16%	-795.59%	LOSS IN STATEMENT OF PROFIT / LOSS IN THE PREVIOUS YEAR

Notes:

- (i) Debt service = Interest & Lease Payments + Principal Repayments
(ii) Capital Employed = Tangible Net Worth + Total Borrowings + Deferred Tax Liability
(iii) Tangible Net Worth is computed as Total Assets - Total Liabilities

19 As Company's business activity falls within a single business segment viz. Jewellery, the disclosure requirements of Ind AS 108 on Operating Segments issued by Central Government are not applicable.

20 Related parties disclosure :

A) Particulars of Associate Companies.

Welworth Investments Private Ltd.

B) Key Managerial Personnel:

- i) Ratan Lal Dugar (Director)
ii) Surendra Kumar Dugar (Director)
iii) Rishab Dugar (Managing Director)
iv) Smt. Suman Dugar (Director)
v) Ajit Kumar Dugar(CFO)

C) Transaction with Associate Companies

	31.03.2023	31.03.2022
Deposit against office premises (₹ in Lacs)	3.91	3.91

21 Disclosure pertaining to Micro, Small & Medium Enterprises (As per information available with the Co)

Sl.No.	Particulars	₹	₹
1	Principal amount due outstanding	--	--
2	Interest due on (1) above and unpaid	--	--
3	Interest paid to the supplier	--	--
4	Payments made to the supplier beyond the appointed day during the year.	--	--
5	Interest due and payable for the period of delay.	--	--
6	Interest accrued and remaining unpaid	--	--
7	Amount of further interest remaining due and payable in succeeding year.	--	--

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

22 Financial risk management objectives and policies

The Company's principal financial liabilities comprise trade and other payables. The main purpose of financial liabilities is to manage finances for the Company's operations. The Company's principal financial assets include Investment in Mutual Funds, trade and other receivables, unbilled revenue, cash and cash equivalents, etc. that derive directly from its operations.

The Company is exposed to market risk and credit risk. The company's senior management oversees the management of these risks. The senior professionals working to manage the financial risks and the appropriate financial risk governance frame work for the company are accountable to the Board Audit Committee. This process provides assurance to the company's senior management that the company's financial risk-taking activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with company's policies and company's risk appetite. All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. It is the company's policy that no trading in derivatives for speculative purposes shall be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks which are summarised below:

(i) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk : interest rate risk, foreign currency risk and price risk. Financial instruments affected by market risk include Investment in Mutual Funds.

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2023 and March 31, 2022.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Indian Rupee is the Company's functional currency. As a consequence, the Company's results are presented in Indian Rupee and exposures are managed against Indian Rupee accordingly. The Company has very limited foreign currency exposure.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The company has invested in fixed deposits which will fetch a fixed rate of interest, hence, the income and operating cash flows are substantially independent of changes in market interest rates.

Price risk

The company invests its surplus funds in mutual funds.

These are susceptible to market price risk, mainly arising from changes in the interest rates or market yields which may impact the return and value of such investments. The Company manages the price risk through diversification from time to time.

(a) Securities Price Risk Exposure

The Company's exposure to securities price risk arises primarily from investments in mutual funds held by the Company and classified in the Balance Sheet as fair value through profit or loss.

(b) Sensitivity

The sensitivity of profit or loss to changes in Net Assets Values (NAVs) as at year end for investments in mutual funds.

	(₹ in lacs)	
	Impact on profit before tax	
	31st March, 2023	31st March, 2022
NAV - Increase by 1%*	1.37	1.36
NAV - Decrease by 1%*	(1.37)	(1.36)

* Holding all other variables constant

(ii) Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The company is exposed to credit risk from its operating activities (primarily for trade receivables) and from its financing activities, including deposits with banks and financial institutions, and other financial instruments, and with the government.

Trade receivables

Customer credit risk is managed by each business unit subject to the company's established policy, procedures and control relating to customer credit risk management. Trade receivables are non-interest bearing and outstanding customer receivables are regularly monitored.

Credit risk from balances with banks and financial institutions is managed by company's treasury in accordance with the board approved policy. The company monitors ratings, credit spreads and financial strength on at least quarterly basis. Based on its on-going assessment of counterparty risk, the company adjusts its exposure to various counterparties.

NIDHAN COMMERCIAL COMPANY LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS

23 **Additional regulatory information required by Schedule III of Companies Act, 2013**

- (i) **Details of Benami property:** No proceedings have been initiated or are pending against the Company for holding any Benami property under the Benami Transactions (prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- (ii) **Utilisation of borrowed funds and share premium:** The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) 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
- (b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
- The Company has 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:
- (a) 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
- (b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
- (iii) **Compliance with number of layers of companies:** The Company has not invested in any company other than mutual funds, and therefore is not required to comply with the number of layers prescribed under the Companies Act, 2013.
- (iv) **Compliance with approved scheme(s) of arrangements:** The Company has not entered into any scheme of arrangement which has any accounting impact on current or previous financial year.
- (v) **Undisclosed Income:** There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- (vi) **Details of crypto currency or virtual currency:** The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- (vii) **Valuation of PP&E, intangible asset and investment property:** : The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- (viii) 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 granted to promoters, directors, KMPs and related parties.
- 24 The company has not been declared as Wilful Defaulter by any bank or financial institution or government or any government authority.
- 25 The company has not have any transactions with companies struck - off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

26 **Capital management**

Capital includes equity attributable to the equity holders of the parent. The primary objective of the Company's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value.

The Company manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. Capital gearing ratio is not disclosed since the Company had no debt outstanding as at March 31, 2023 and March 31, 2022.

The Notes are an integral part of Financial Statements

As per our Report Annexed

For GGPS And Associates

Chartered Accountants

Firm Registration No.032345N

Sd/- Rishab Dugar
Managing Director
(DIN : 01389334)

Sd/- Ajit Kumar Dugar
Chief Financial Officer

Sd/- Tarun Periwal

Partner

Membership No. 447670

Place: Kolkata

Date: 25 May 2023

Sd/- Ratanlal Dugar
Director
(DIN : 00242452)

Sd/-Surendra Kumar Dugar
Director
(DIN : 00242241)

NIDHAN COMMERCIAL CO. LIMITED

CIN : L36911WB1982PLC034794

Regd.Off. : 97, Park Street
5th Floor,
Kolkata – 700 016
Email Id: ncc_l@hotmail.com
Website: www.nidhanltd.com

PROXY FORM – MGT-11

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

Name of the Member (s) :
Registered Address :
E-mail Id :
Folio No/DP Id &Client ID :

I/We, being the member of Nidhan Commercial Co. Limited, holding Equity Shares of the above named company, hereby appoint

- 1) Name : Address :
E-mail Id : Signature :or failing him/her,
- 2) Name : Address :
E-mail Id : Signature :or failing him/her,
- 3) Name : Address :
E-mail Id : Signature :

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 41st AGM of the Company, to be held on Tuesday, the 26th day of September, 2023 at 11.00 A.M. at 97, Park Street, 5th Floor, Kolkata - 700 016, (West Bengal) or at any adjournment thereof in respect of following resolutions:

Sl. No.	Resolutions	Optional	
		For	Against
	<i>Ordinary Business</i>		
1.	Adoption of Audited Financial Statements and Reports thereon for the financial year ended 31 st March, 2023.		
2.	Approval to Re-appointment of Sri. Ratanlal Dugar (DIN- 00242452), Director, who retires by rotation.		
3.	To Re-Appoint the Statutory Auditor's and fix their Remuneration.		

Signed this.....day of September, 2023

Signature of Shareholder(s).....

Signature of Proxy holder(s).....

Affix
Revenue
Stamp here

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

Form No. MGT-12**Polling Paper**

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

Name of the Company : **NIDHAN COMMERCIAL COMPANY LIMITED**

Registered Office : **97, PARK STREET, 5TH FLOOR, KOLKATA – 700 016**

BALLOT PAPER

Sl. No.	Particulars	Details
1.	Name of the First Named Shareholder (In block letters)	
2.	Postal Address	
3.	Registered folio no./ *DP ID & Client ID No. (*Applicable to investors holding shares in dematerialized form)	
4.	Class of Share	

I hereby exercise my vote in respect of Ordinary resolution/ Special Resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

No.	Items	No. of shares held by me	I assent to the resolution	I dissent from the resolution
1.	Adoption of Audited Financial Statements for the year ended 31 st March, 2023;			
2.	Approval to Re-appoint Sri Ratanlal Dugar (DIN-00242452), Director retires by rotation;			
3.	Approval of Re-Appointment of Statutory Auditors			

Place:

Date:

(Signature of the Shareholders)

NIDHAN COMMERCIAL CO. LIMITED

CIN: L36911WB1982PLC034794

Regd.Off. : 97, Park Street
5th Floor,
Kolkata – 700 016
Email Id: ncc_l@hotmail.com
Website: www.nidhanltd.com

ATTENDANCE SLIP

Regd. Folio No. / DP ID & Client ID	
Name and Address of the Shareholder	

I/we hereby record my/our presence at the 41st **ANNUAL GENERAL MEETING** of the Company being held on Tuesday, 26th September, 2023 at 11.00 A.M. at the Registered Office of the Company at 97, Park Street, 5th Floor, Kolkata - 700016.

1. Signature of the Shareholder/Proxy Present
2. Shareholder / Proxy holder wishing to attend the meeting must bring the Attendance Slip to the meeting and handover the same at the entrance duly signed.
3. Shareholder / Proxy holder desiring to attend the meeting may bring his / her copy of the Annual Report for reference at the meeting.

Note: - PLEASE CUT HERE AND BRING THE ABOVE ATTENDANCE SLIP TO THE MEETING.

ELECTRONIC VOTING PARTICULARS

(1) EVSN (E-Voting Sequence No.)	(2) USER ID.	(3) PAN or Relevant No.as under	(4) Bank Account No.
230823036			(See Note No.1)

Notes:

- (1) Where Bank Account Number is not registered with the Depositories or Company please enter your User Id. as mentioned in column (2) above.
- (2) Please read the Instructions printed under the Notice dated 10th August, 2023 of the 41st Annual General Meeting. The e-Voting period starts from 9.00 A.M. on Saturday 23rd September, 2023 and end at 5.00 P.M. on Monday, 25th September, 2023, the e-voting module shall be disabled by CDSL for voting thereafter.

Route Map to the AGM Venue

