



DHANABANDHAVYA NIDHI LIMITED

No. 5/1, Srinivasa Nilaya,
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CIN No : U65990KA2018PLC118162

DIRECTOR'S REPORT

To the Members,
"DHANABANDHAVYA NIDHI LIMITED"

The Directors present the 05th Annual Report on the Company's business and operations for the year ended March 31, 2023 of "DHANABANDHAVYA NIDHI LIMITED".

SUMMARY OF FINANCIAL RESULTS

Particulars	Amount in (Rs) 2022-23	Amount in (Rs) 2021-22
Revenue from operations (Net)	15,59,357	9,62,069
Other Income	1,13,568	1,65,959
Total Revenue	16,72,925	11,28,028
Less: Total Expenses	12,92,040	10,99,522
Profit/ (Loss) Before tax	3,80,885	28,506
Exceptional Expenses	0	0
Taxes: Deferred Taxes	113	(804)
Current Tax	1,01,744	8,224
Profit After Tax	2,79,028	21,086
NET Profit/loss for the year	2,79,028	21,086
Basic EPS	1.38	0.10

COMPANY'S PERFORMANCE:

During the year under review, the total revenue of the company is Rs.15,59,357/-. The expenses for the current accounting period is Rs 12,92,040/- and the Net Profit for the year 2022-23 is Rs. **2,79,028** /-and EPS as on the year ending 31st March 2023 is 1.38

DIVIDEND

The Company has minimal profit during the year, the Board Decided to retain the same to strengthen the company for future prospective. Hence your Board of Directors has not recommended any dividend for Financial Year 2022-23

BOARD OF DIRECTORS

The Board of Directors as on 31 March 2022.

DIN	Name	Designation	Date of Appointment
07919872	Jagadish Krishnappa	Director	30/10/2018
08270132	Rudresh Umesh	Director	30/10/2018
08270163	Byranahalli Chandra Shekar Kiran Kumara	Director	30/10/2018
08270164	Biskur Shivanna SundarPrabhu	Director	30/10/2018
08353481	GainathpurapalyaYatheesh Kumar Nanjegowda	Director	06/02/2019
08353496	Doddamadhure Channe Gowda Channakeshava	Director	06/02/2019
08698350	Guddadahalli Shivashankar Puttesh	Director	13/02/2020

During the year under review there was no change in the composition of the Board,

AUDITORS:

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, ESHA M.M & Associates, Chartered Accountants, appointed as the Statutory Auditors of the Company in the first Annual General Meeting held on 13/11/2019 till the conclusion of Sixth Annual General Meeting to be held in the year 2024. The Company has received a confirmation from the said Auditors that they are not disqualified to act as the Auditors and are eligible to hold the office as Auditors of the Company

In the Month of February 2023, ESHA M.M & Associates has been converted from Proprietorship firm to Partners, and changed their firm Name to M/s. Esha Prasanna & Co

DEPOSITS

The company is notified by Central Government as "Nidhi Company" under section 406 of the Companies Act 2013. The Company has accepted the deposits from members/shareholders. These deposits are outside the definition of "Deposits" as per Rule 2(c) (xiv) of the Companies (Acceptance of Deposits) Rules, 2014, as they are accepted by the company in accordance with section 406 of the Companies Act 2013 read with Nidhi Rules 2014 and deposits accepted by this company are not "deposits" within the meaning of provisions of sections 73 to 76 (Chapter V) of the Companies Act, 2013. Therefore, the question of furnishing details relating to Deposits under Rule 8 (5) (v) and (vi) of the Companies (Accounts) Rules, 2014 does not arise.

CAPITAL STRUCTURE OF THE COMPANY AS ON 31st March 2022

Authorized Capital: 3,00,000 Equity Shares of Rs 10/- Each amounting to Rs 30,00,000

Issued, Subscribed & Paid up Capital: 2,01,700 Equity Shares of Rs 10/- Each fully paid up amounting to Rs 20,17,000/-

As per the Nidhi (Amendment) Rules, 2019 vide notification no G.S.R. 467(E) Dated 01.07.2019 all Nidhi company has to file new from NDH-4 . The company had complied with the notification and filed the E-form NDH 4 but has not received the necessary approval from Concerned ROC. The company had allotted 2900 Equity shares of face value of Rs 10/- Each, Amounting to Rs 29,000/- in the year 2020-21 but filing of PAS-3- Return of allotment of shares is pending, filing is continued to be pending for the year 2021-22 and 2022-23 as the company has not received the necessary NDH-4 approval. In the notification MCA has stated that the Filing of form SH-7 and PAS-3 shall be allowed only after getting the necessary approval for E Form NDH 4 from ROC. However, the company has not utilized such amount in any manner.

INFORMATION UNDER THE SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION AND REDRESSAL) ACT, 2013

The Company is committed to provide a safe and conducive work environment to its employees during the financial year. Your Directors further state that during the financial year, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

VIGIL MECHANISM.

A Vigil Mechanism/Whistle Blower Policy for directors and employees to report genuine concerns has been established as required under the provisions of Section 177 of the Companies Act, 2013 ,

During the year No such complaints , malpractices , and events have been reported

DISCLOSURES AS REQUIRED UNDER SECTION 134(3) OF THE COMPANIES ACT, 2013

1. Web Link of Annual Return & Extract of Annual Return

The Extract of the Annual return MGT 9 is attached as Annexure A. further the company has website in the style of www.dbnl.co.in the extract of the Annual return has been published on such website.

2. Number of Meetings of the Board – The Board of Directors of the Company has conducted 09 Board meetings during the Financial Year 2022-23.

BM No	Date of Board Meetings	Directors attended to the board meeting
1/2022-23	12-04-2022	1. Jagadish Krishnappa 2. Rudresh Umesh 3. Byranahalli Chandra Shekar Kiran Kumara 4. Biskur Shivanna Sundar Prabhu 5. Gainathpurapalya Yatheesh Kumar Nanjegowda 6. Doddamadhure Channe Gowda Channakeshava 7. Guddadahalli Shivashankar Puttlesh
2/2022-23	20-05-2022	1. Jagadish Krishnappa 2. Rudresh Umesh 3. Byranahalli Chandra Shekar Kiran Kumara 4. Biskur Shivanna Sundar Prabhu 5. Gainathpurapalya Yatheesh Kumar Nanjegowda 6. Doddamadhure Channe Gowda Channakeshava 7. Guddadahalli Shivashankar Puttlesh
3/2022-23	20-06-2022	1. Jagadish Krishnappa 2. Rudresh Umesh 3. Byranahalli Chandra Shekar Kiran Kumara 4. Biskur Shivanna Sundar Prabhu 5. Gainathpurapalya Yatheesh Kumar Nanjegowda 6. Doddamadhure Channe Gowda Channakeshava 7. Guddadahalli Shivashankar Puttlesh
4/2022-23	31-08-2022	1. Jagadish Krishnappa 2. Rudresh Umesh 3. Byranahalli Chandra Shekar Kiran Kumara 4. Biskur Shivanna Sundar Prabhu 5. Gainathpurapalya Yatheesh Kumar Nanjegowda 6. Doddamadhure Channe Gowda Channakeshava 7. Guddadahalli Shivashankar Puttlesh
5/2022-23	24-10-2022	1. Jagadish Krishnappa 2. Rudresh Umesh 3. Byranahalli Chandra Shekar Kiran Kumara 4. Biskur Shivanna Sundar Prabhu 5. Gainathpurapalya Yatheesh Kumar Nanjegowda 6. Doddamadhure Channe Gowda Channakeshava

		7.Guddadahalli Shivashankar Puttेश
6/2022-23	24-12-2022	1. Jagadish Krishnappa 2.RudreshUmesh 3.Byranahalli Chandra Shekar Kiran Kumara 4.Biskur Shivanna Sundar Prabhu 5.GainathpurapalyaYatheesh Kumar Nanjegowda 6.Doddamadhure ChanneGowda Channakeshava 7.Guddadahalli Shivashankar Puttेश
7/2022-23	17-01-2023	1. Jagadish Krishnappa 2.RudreshUmesh 3.Byranahalli Chandra Shekar Kiran Kumara 4.Biskur Shivanna Sundar Prabhu 5.GainathpurapalyaYatheesh Kumar Nanjegowda 6.Doddamadhure ChanneGowda Channakeshava 7.Guddadahalli Shivashankar Puttेश
8/2022-23	02-03-2023	1. Jagadish Krishnappa 2.RudreshUmesh 3.Byranahalli Chandra Shekar Kiran Kumara 4.Biskur Shivanna Sundar Prabhu 5.GainathpurapalyaYatheesh Kumar Nanjegowda 6.Doddamadhure ChanneGowda Channakeshava 7.Guddadahalli Shivashankar Puttेश
9/2022-23	25-03-2023	1. Jagadish Krishnappa 2.RudreshUmesh 3.Byranahalli Chandra Shekar Kiran Kumara 4.Biskur Shivanna Sundar Prabhu 5.GainathpurapalyaYatheesh Kumar Nanjegowda 6.Doddamadhure ChanneGowda Channakeshava 7.Guddadahalli Shivashankar Puttेश

3. Directors Responsibility Statement

As required under Section 134(5) of the Companies Act 2013, the Directors hereby confirm that:

- In the preparation of the annual accounts for the year ended 31-03-2023, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 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 at the end of the Financial Year and of the profit and loss of the Company for that period.

- c. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of the Companies Act 2013, for safeguarding the asset of the company and for preventing and detecting fraud and other irregularities;
- d. The Directors have prepared the annual accounts on a going concern basis;
- e. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

4. Declaration by Independent Directors

The provisions of Section 149(6) and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 is not applicable to the Company.

5. Maintenance of Cost Records

The company is not required to maintain Cost Records specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013

6. Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (1) of section 178;

The provisions of Section 178(1) relating to constitution of Nomination and remuneration committee are not applicable to the company and hence the company has not devised any policy relating to appointment of Directors , payment of managerial remuneration, Directors qualifications , positive attributes , independence of directors and other related Matters as provided under section 178(3) of the companies act 2013

7. Explanations or comments by the Board on every qualification, reservation or adverse remark or disclaimer made by the Auditor in his Report:

There are no qualifications or remarks made by the auditors for the year under review.

8. Particulars of Loan, Guarantees or Investments under Section 186 of the Companies Act 2013

The company has not given loans, guarantees or made any investment that fall under the purview of section 186 of the Companies Act 2013 during the year under report.

The loans are given to the members of the Company and in pursuant with the Nidhi Rules 2014.

9. Particulars of contracts or arrangements with related parties referred to in sub-section (1) of section 188.

There are no contracts or arrangements made with related parties as defined under Section 188 of the Companies Act 2013 during the period under review. All Contracts or arrangements made at arm length basis and at ordinary Course of Business referred in Annexure B in the Form AOC-2 attached to this Report.

10. Transfer to Reserves

The Company has not transferred any amount to General reserves.

11. Material changes between end of financial year and the date of the Board's Report

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate on the date of this report

12. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo as per Rule 8 of The Companies (Accounts) Rules, 2014

A. Conservation of energy

Since the company is a financial company, energy conservation has limited applicability. However, the company follows a practice of purchase and use of energy efficient electrical and electronic equipment and gadgets in its operations. There has not been any foreign exchange earnings or outgo during the Financial Year under review.

B. Technology Absorption-

The Company has no activity relating to technology absorption

C. Foreign exchange earnings and Outgo-

(Amount in Rs.)

Foreign Exchange earned	NIL
Foreign exchange expenditure	NIL

13. Statement indicating development and implementation of a risk management policy for the company including identification therein of elements of risk, if any, which in the opinion of the Board may threaten the existence of the company

The Directors note that a risk management policy may serve two main purposes:

- (a) To identify, reduce and prevent undesirable incidents or outcomes; and
- (b) To review incidents during the year and implement changes to prevent or reduce future incidents.

The Company encompasses practices relating to the identification, assessment, monitoring and mitigation of strategic, operation and external environment risks to achieve the key business objectives. There is focus on bringing transparency, building effective governance and driving compliance to build trust and confidence among customers and regulators.

14. Corporate Social Responsibility:

The provisions of Section 135(1) of the Companies Act, 2013, are not applicable to the Company and hence the Company is not required to constitute a Corporate Social Responsibility (CSR) Committee.

15. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future

During the Financial year 2020-21 year company has received an order from Ministry of Corporate Affairs New Delhi, on filing of NDH-4 dated 11-07-2020, order copy stated and listed out the Non- Compliance made by the company, further company has submitted their report on Non Compliance to ROC , reply from ROC or MCA Delhi is still pending.

16. Particulars of Employees:

None of the employees have received remuneration exceeding Rs. 102,00,000/- (Rupees One Crore and Two Lakhs Only) per annum as stated in Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

17. Details in respect of adequacy of internal financial controls with reference to the Financial Statements

Internal financial control are the policies and procedures adopted by the Company for ensuring the orderly and efficient conduct of its business including adherence to Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and timely preparation of

reliable financial information. The company has internal financial controls and is adequate and operating effectively.

18. EMPLOYEES' RELATIONS

The Directors wish to place on record their deep appreciation for the sincere and dedicated services rendered by employees at all levels. The relations between employees and management have been excellent.

19. ACKNOWLEDGEMENTS

The Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to the Company's activities during the year under review. The Directors also acknowledge gratefully the shareholders for their support and confidence reposed on the Company.

On behalf of the Board of Directors

For M/s. **DHANABANDHAVYA NIDHI LIMITED**



JAGADISH KRISHNAPPA
Director (DIN: 07919872)



**BYRANAHALLI CHANDRA SHEKAR
KIRAN KUMARA**
Director (DIN : 08270163)

Place: Bangalore

Date: 28-08-2023

Encl:

Annexure A – MGT-9

Annexure B - AOC 2